

Consolidated Financial Results for the Third Quarter ended December 31, 2009

For the Fiscal Year Ending March 31, 2010

February 10, 2010

TOYO ENGINEERING CORPORATION

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The following statements are an English-language translation from the original Japanese-language document.
(All financial information has been prepared in accordance with accounting principles generally accepted in Japan.)

1. Business results for the third quarter of fiscal year 2009(April 1, 2009 - December 31, 2009)

Note: Amounts are rounded down to the nearest million yen.

(1) Consolidated operating results (% of changes from the corresponding period of the previous fiscal year)

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Apr. 1, 2009 - Dec. 31, 2009	132,224	(46.8)	9,312	(5.3)	10,578	(3.5)	5,544	16.0
Apr. 1, 2008 - Dec. 31, 2008	248,388	-	9,836	-	10,966	-	4,778	-

	Net income per share		Net income per share (diluted)	
	Yen	Yen	Yen	Yen
Apr. 1, 2009 - Dec. 31, 2009	28.86	-	-	-
Apr. 1, 2008 - Dec. 31, 2008	24.87	-	-	-

(2) Consolidated financial position

	Total assets		Total net assets		Equity ratio		Total net assets per share	
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	%	Yen	Yen	
As of Dec.31, 2009	191,320	63,005	31.9	318.21				
As of Mar.31, 2009	199,412	58,509	28.4	294.71				

(Reference) Equity at end of term (millions of yen):

Dec. 31, 2009: 61,117

Mar. 31, 2009: 56,620

2. Dividends

	Cash dividends per share					
	Q1	Q2	Q3	Q4	Annual	
FY2008	- Yen	3.00 Yen	- Yen	4.00 Yen	7.00 Yen	
FY2009	- Yen	2.50 Yen	- Yen	- Yen	-	
FY2009 (Forecast)	- Yen	- Yen	- Yen	2.50 Yen	5.00 Yen	

3. Forecast of consolidated operating results for FY2009

(% of changes from the corresponding periods of the previous year)

	Net sales		Operating income		Ordinary income		Net income		Net income per share	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen	Yen
Full year	190,000	(41.8)	9,500	(37.4)	9,500	(41.1)	5,000	(23.3)	26.03	26.03

4. Others

(1) Significant changes in scope of consolidation : No

(2) Number of shares issued

Number of shares issued at end of term (including treasury stocks)

Dec. 31, 2009: 192,792,539

Mar. 31, 2009: 192,792,539

Number of treasury stocks at end of term

Dec. 31, 2009: 723,922

Mar. 31, 2009: 672,540

Average number of stock outstanding during the period: Third quarter of FY2009 and FY2008

Third quarter of FY2009: 192,110,727

Third quarter of FY2008: 192,171,712

* Reference: The forecast given above are based on information available at the time of compilation and are inherently subject to variety of risks and uncertainties.

Consolidated Balance Sheets

	December 31, 2009		March 31, 2009	
	Millions of yen		Millions of yen	
			[ASSETS]	
I Current assets				
1 Cash and deposits		36,995		33,116
2 Notes and accounts receivable		26,364		35,857
3 Marketable securities		36,992		29,989
4 Work in progress		23,584		25,758
5 Deferred tax assets		1,702		1,651
6 Other receivables		13,083		18,775
7 Other		11,440		11,761
8 Less: Allowance for doubtful accounts		(8,519)		(7,808)
Total current assets		141,644		149,103
II Noncurrent assets				
(1) Property, plant and equipment				
1 Buildings and structures		29,132		29,200
2 Machinery, vehicles, tools, furniture and fixtures		3,376		3,315
3 Land		17,503		17,509
4 Leased assets		2,202		2,240
5 Construction in progress		58		4
6 Less: Accumulated depreciation		(18,512)		(17,709)
Total property, plant and equipment		33,760		34,561
(2) Intangible assets		2,783		2,178
(3) Investments and other assets				
1 Investment securities		8,493		8,158
2 Long-term loans receivable		82		92
3 Deferred tax assets		1,017		1,446
4 Other		4,159		4,356
5 Less: Allowance for doubtful accounts		(621)		(484)
Total investments and other assets		13,131		13,570
Total noncurrent assets		49,676		50,309
Total assets		191,320		199,412
			[LIABILITIES]	
I Current liabilities				
1 Notes and accounts payable		32,872		44,339
2 Short-term loans payable		9,067		5,505
3 Income taxes payable		2,187		419
4 Advance receipts on uncompleted contracts		42,339		48,658
5 Reserve for bonuses		531		1,133
6 Reserve for compensation for completed works		1,719		1,930
7 Reserve for loss on construction contracts		126		877
8 Other		6,640		7,600
Total current liabilities		95,483		110,463
II Noncurrent liabilities				
1 Bonds payable		1,000		1,000
2 Long-term loans payable		20,535		18,916
3 Lease obligations		1,882		2,288
4 Deferred tax liabilities		15		43
5 Reserve for retirement benefits		4,806		3,852
6 Reserve for repairs		620		474
7 Other		3,971		3,863
Total noncurrent liabilities		32,832		30,439
Total liabilities		128,315		140,903
			[NET ASSETS]	
I Shareholders' equity				
1 Capital stock		18,198		18,198
2 Capital surplus		20,759		20,760
3 Retained earnings		23,937		19,642
4 Treasury stock		(307)		(294)
Total shareholders' equity		62,588		58,307
II Valuation and translation adjustments				
1 Net unrealized gain on available-for-sale securities		255		127
2 Deferred gains or losses on hedges		(26)		(5)
3 Foreign currency translation adjustments		(1,700)		(1,809)
Total valuation and translation adjustments		(1,470)		(1,687)
III Minority interests		1,887		1,888
Total net assets		63,005		58,509
Total liabilities and net assets		191,320		199,412

Consolidated Statements of Income

		April 1, 2008-December 31, 2008		April 1, 2009-December 31, 2009	
		Millions of yen		Millions of yen	
I	Net sales		248,388		132,224
II	Cost of sales		224,004		107,845
	Gross profit		24,384		24,378
III	Selling, general and administrative expenses		14,547		15,066
	Operating income		9,836		9,312
IV	Non-operating income				
1	Interest income	1,407		827	
2	Dividends income	177		75	
3	Equity in earnings of affiliates	364		-	
4	Foreign exchange gains	-		1,162	
5	Other	100	2,049	88	2,154
V	Non-operating expenses				
1	Interest expenses	562		543	
2	Equity in losses of affiliates	-		215	
3	Foreign exchange losses	195		-	
4	Other	160	919	129	888
	Ordinary income		10,966		10,578
VI	Extraordinary income				
1	Gain on sales of fixed assets	198		-	
2	Gain on change in equity	-	198	193	193
VII	Extraordinary loss				
1	Loss on disposal of fixed assets	120		-	
2	Loss on sales of investment securities	8		-	
3	Loss on valuation of investment securities	2,041	2,170	-	-
	Income before income taxes and minority interests		8,995		10,771
	Income taxes		4,011		5,176
	Minority interests in income		205		51
	Net income		4,778		5,544

Consolidated Statements of Cash Flows

	April 1, 2008- December 31, 2008	April 1, 2009- December 31, 2009
	Millions of yen	Millions of yen
I Net cash provided by (used in) operating activities		
1 Income before income taxes and minority interests	8,995	10,771
2 Depreciation and amortization	1,747	1,657
3 Increase (decrease) in allowance for doubtful accounts	1,657	848
4 Increase (decrease) in accrued retirement benefits	385	952
5 Increase (decrease) in provision for loss on construction contracts	456	(753)
6 Interest and dividends income	(1,584)	(903)
7 Interest expenses	562	543
8 Foreign exchange losses (gains)	27	(536)
9 Equity in (earnings) losses of affiliates	(364)	215
10 Loss (gain) on sales of property, plant and equipment	(198)	-
11 Loss (gain) on valuation of investment securities	2,041	-
12 Decrease (increase) in notes and accounts receivable	4,774	9,639
13 Decrease (increase) in work in progress	21,053	2,274
14 Decrease (increase) in other receivables	8,429	4,834
15 Increase (decrease) in notes and accounts payable	(3,549)	(11,560)
16 Increase (decrease) in advances receipts on uncompleted contracts	(47,975)	(6,488)
17 Other, net	(13)	(1,742)
subtotal	(3,554)	9,753
18 Interest and dividends income received	2,514	1,114
19 Interest expenses paid	(606)	(565)
20 Income taxes paid	(7,548)	(2,372)
Net cash provided by (used in) operating activities	(9,194)	7,929
II Net cash provided by (used in) investing activities		
1 Decrease (increase) in time deposits	-	1,438
2 Payments into time deposits	(1,898)	-
3 Proceeds from withdrawal of time deposits	323	-
4 Purchases of property, plant and equipment	(343)	(274)
5 Proceeds from sales of property, plant and equipment	776	29
6 Purchase of intangible assets	(711)	(1,259)
7 Purchase of investment securities	(2,938)	(24)
8 Proceeds from sales of investment securities	48	4
9 Payments of short-term loans receivable	(757)	-
10 Collection of short-term loans receivable	231	668
11 Other, net	225	388
Net cash provided by (used in) investing activities	(5,044)	971
III Net cash provided by (used in) financing activities		
1 Net Increase (decrease) in short-term loans payable	(190)	390
2 Proceeds from long-term loans payable	700	6,200
3 Repayment of long-term loans payable	(5,187)	(1,426)
4 Repayment of lease obligations	(533)	(537)
5 Cash dividends paid	(1,729)	(1,248)
6 Other, net	(138)	(72)
Net cash provided by (used in) financing activities	(7,079)	3,305
IV Effect of exchange rate change on cash and cash equivalents	(1,083)	42
V Net increase (decrease) in cash and cash equivalents	(22,402)	12,248
VI Cash and cash equivalents, beginning of the term	86,532	61,461
VII Increase (decrease) in cash and cash equivalents resulting from change of scope of consolidation	(1,262)	-
VIII Cash and cash equivalents, end of the term	62,868	73,710

Segment Information

(1) Business Segments

April 1, 2008 - December 31, 2008

	Millions of yen				
	EPC Business	Real Estate	Total	Eliminations and Other	Consolidated
I Net sales and operating income					
Net sales					
(1) Net sales to outside customers	245,635	2,752	248,388	—	248,388
(2) Inter-segment net sales	4	199	204	(204)	—
Total	245,640	2,952	248,593	(204)	248,388
Operating income	8,833	998	9,832	4	9,836

Notes:

- The classification of the business segments adopted is based on the Company segmentation which is determined by the similarity of each business.
- The Companies' reportable operating segments consist of the following two business groups:
 - EPC Business - Engineering, procurement and construction for chemical fertilizer, petrochemical, oil refinery plants, energy-related business, general manufacturing facilities and information technology.
 - Real Estate - Rent and administration of real estate.

April 1, 2009 - December 31, 2009

	Millions of yen				
	EPC Business	Real Estate	Total	Eliminations and Other	Consolidated
I Net sales and operating income					
Net sales					
(1) Net sales to outside customers	129,912	2,312	132,224	—	132,224
(2) Inter-segment net sales	4	197	202	(202)	—
Total	129,916	2,509	132,426	(202)	132,224
Operating income	8,566	736	9,302	9	9,312

Notes:

- The classification of the business segments adopted is based on the Company segmentation which is determined by the similarity of each business.
- The Companies' reportable operating segments consist of the following two business groups:
 - EPC Business - Engineering, procurement and construction for chemical fertilizer, petrochemical, oil refinery plants, energy-related business, general manufacturing facilities and information technology.
 - Real Estate - Rent and administration of real estate.

(2) Geographic Segments

April 1, 2008 - December 31, 2008

	Millions of yen				
	Japan	Others	Total	Eliminations and Other	Consolidated
I Net sales and operating income					
Net sales					
(1) Net sales to outside customers	235,011	13,377	248,388	—	248,388
(2) Inter-segment net sales	371	12,873	13,245	(13,245)	—
Total	235,383	26,250	261,634	(13,245)	248,388
Operating income	8,712	1,048	9,760	75	9,836

Notes:

- Geographic segmentation is according to geographic proximity.
- Countries included in "Others":
 - Korea, Malaysia, India, Luxembourg, U.S.A., China PR

April 1, 2009 - December 31, 2009

	Millions of yen				
	Japan	Others	Total	Eliminations and Other	Consolidated
I Net sales and operating income					
Net sales					
(1) Net sales to outside customers	121,179	11,044	132,224	—	132,224
(2) Inter-segment net sales	279	9,684	9,963	(9,963)	—
Total	121,459	20,728	142,187	(9,963)	132,224
Operating income	8,033	1,362	9,395	(83)	9,312

Notes:

- Geographic segmentation is according to geographic proximity.
- Countries included in "Others":
 - Korea, Malaysia, India, U.S.A., China PR

(3) Sales to Foreign Customers

April 1, 2008 - December 31, 2008

	Millions of yen					
	Southeast Asia	Southwest Asia and Africa	Russia and Central Asia	Central and South America	Others	Total
I Overseas sales	39,417	51,658	16,396	85,667	8,055	201,195
II Consolidated sales						248,388
III Overseas sales ratio to consolidated sales	15.9%	20.8%	6.6%	34.5%	3.2%	81.0%

1. "Overseas sales" represents the aggregate sales by the Company and its consolidated subsidiaries to the customers in countries or regions other than Japan, excluding inter-company transactions.
2. (1)Geographic segmentation is according to geographic proximity.
(2)Countries significantly representing each segment are:
 - Southeast Asia: Thailand, Singapore
 - Southwest Asia and Africa: India, Qatar, Saudi Arabia
 - Russia and Central Asia: Russia
 - Central and South America: Venezuela, Brazil
 - Others : China PR, Korea

April 1, 2009 - December 31, 2009

	Millions of yen					
	Southeast Asia	Southwest Asia and Africa	Russia and Central Asia	Central and South America	Others	Total
I Overseas sales	17,804	18,330	788	46,761	11,557	95,241
II Consolidated sales						132,224
III Overseas sales ratio to consolidated sales	13.5%	13.8%	0.6%	35.4%	8.7%	72.0%

1. "Overseas sales" represents the aggregate sales by the Company and its consolidated subsidiaries to the customers in countries or regions other than Japan, excluding inter-company transactions.
2. (1)Geographic segmentation is according to geographic proximity.
(2)Countries significantly representing each segment are:
 - Southeast Asia: Indonesia, Thailand, Singapore
 - Southwest Asia and Africa: India, Iran, Qatar
 - Russia and Central Asia: Russia
 - Central and South America: Brazil, Venezuela
 - Others : China PR, Korea

Consolidated New Orders, Net Sales and Backlog of Contracts

(1) New Orders and Backlog of Contracts

			Millions of yen				
			Backlog Beginning of term	New Orders	Total	Net Sales	Backlog End of term
Apr. 1, 2008 - Dec. 31, 2008	Overseas	Chemical fertilizers	67,618	18,058	85,676	14,444	69,664
		Petrochemicals	117,857	8,073	125,931	67,353	50,938
		Oil refinery	63,948	12,641	76,589	25,780	45,857
		Energy-related	117,965	9,441	127,407	88,574	44,048
		General manufacturing facilities	12,264	6,099	18,364	4,038	9,667
		Information technology	253	137	390	252	132
		Others	981	1,079	2,061	737	1,205
		Subtotal	380,889	55,532	436,421	201,180	221,513
	Domestic	Petrochemicals	18,814	8,719	27,533	11,076	16,370
		Oil refinery	20,916	6,393	27,310	8,016	19,261
		Energy-related	7,918	9,060	16,979	2,460	14,517
		General manufacturing facilities	9,074	3,238	12,312	5,418	7,395
		Information technology	5,263	11,544	16,808	10,587	4,967
		Others	1,556	6,526	8,082	6,895	1,187
	Subtotal	63,543	45,482	109,026	44,455	63,700	
Grand total			*(7,099)	101,014	545,448	245,635	*(18,622)
Grand total			444,433	101,014	545,448	245,635	285,213
Apr. 1, 2009 - Dec. 31, 2009	Overseas	Chemical fertilizers	62,393	4,696	67,090	17,392	47,493
		Petrochemicals	37,503	29,779	67,283	27,313	38,067
		Oil refinery	38,006	36,275	74,282	25,196	50,451
		Energy-related	27,370	5,199	32,569	18,006	14,168
		General manufacturing facilities	6,836	2,464	9,300	6,308	2,292
		Information technology	111	56	168	87	88
		Others	1,044	1,764	2,808	920	1,829
		Subtotal	173,265	80,237	253,503	95,225	154,393
	Domestic	Petrochemicals	13,881	782	14,663	5,844	8,811
		Oil refinery	18,426	3,333	21,760	13,446	8,226
		Energy-related	10,387	4,028	14,415	1,259	6,388
		General manufacturing facilities	4,416	10,206	14,623	1,858	12,741
		Information technology	3,041	8,525	11,567	7,161	4,296
		Others	995	5,384	6,380	5,116	1,266
	Subtotal	51,149	32,259	83,409	34,686	41,731	
Grand total			*(11,633)	112,497	336,913	129,912	*(6,808)
Grand total			224,415	112,497	336,913	129,912	196,124

Notes : 1. Amounts are rounded down to the nearest million yen and exclude Consumption Tax of Japan.

2. The effects of changes in exchange rates upon the Net sales in currencies other than Japanese Yen are deducted from figures.

The deducted amounts are 8,160 million yen for Apr.1, 2008-Dec.31, 2008 and 3,722 million yen for Apr.1, 2009-Dec.31, 2009.

3. Decreased prices of orders awarded in prior years are deducted from the "Backlog, End of term".

The deducted amounts are 6,437 million yen for Apr.1, 2008-Dec.31, 2008 and 7,154 million yen for Apr.1, 2009-Dec.31, 2009.

4. Asterisks (*) represent increase (decrease) due to changes in exchange rates.

5. Differences between the sales above and those of the consolidated statements of income are sales in Real Estate business segment

(consolidated basis), which amounts to 2,752 million yen for Apr.1, 2008-Dec.31, 2008, 2,312 million yen for Apr.1, 2009-Dec.31, 2009.