

Consolidated Financial Result Digest

FY09/10 First Half

For the 6 months ended Sept.30,2009

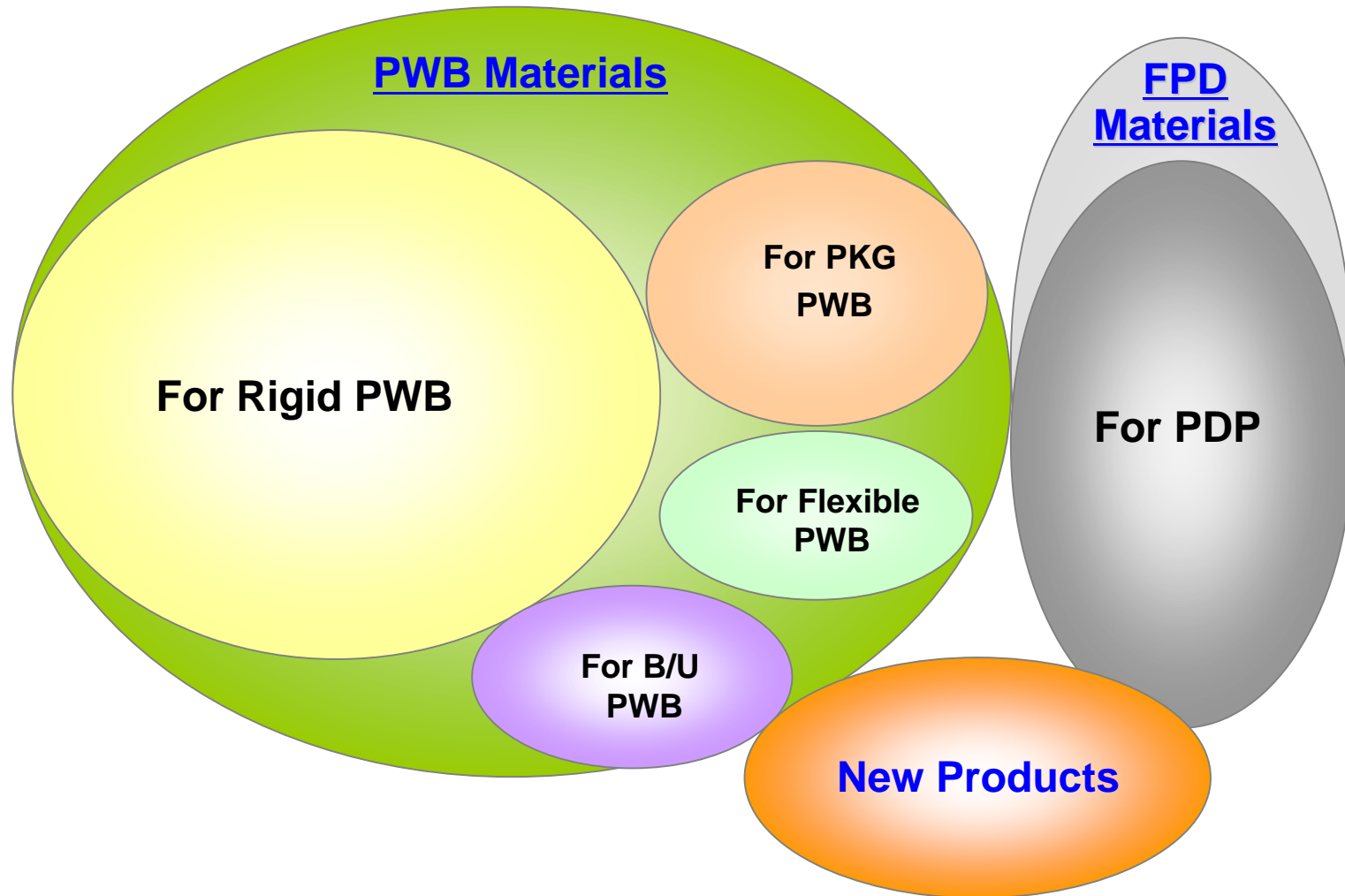
 **TAIYO INK MFG. CO., LTD.**

November 6, 2009

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Disclosure Classification



Terminology

| Word | Implication |
|---|---|
| “PWB Materials” (Printed Wiring Board) | Chemical Products for Printed Wiring Boards |
| “FPD Materials” (Flat Panel Display) | Chemical Products for Flat Panel Display Panels |
| “PDP Materials” (Plasma Display Panel) | Chemical Products for Plasma Display Panels |
| “PKG Materials” (Package) | Chemical Products for IC Package Substrates |

Actual FY 09/10 First Half

Actual FY 09/10 First Half

To be a Company Full of Dreams

TAIYO INK MFG. CO., LTD.

Projection (Aug 10,'09)

15,500

(¥ millions)

| | FY 08/09 1st Half | FY 09/10 1st Half | Diff. | Change in % |
|---------------------------|----------------------|----------------------|---------|-------------|
| Sales | 20,787 | 16,874 | (3,912) | (18.8%) |
| Cost of Sales | 13,918 | 11,547 | (2,370) | (17.0%) |
| Gross Profit | 6,869 | 5,326 | (1,542) | (22.5%) |
| Sales and G&A Expenses | 3,500 | 2,992 | (508) | (14.5%) |
| Ope. Income | 3,368 | 2,334 | (1,034) | (30.7%) |
| Ordinary Income | 3,881 | 2,124 | (1,757) | (45.3%) |
| Net Income AT | 2,453 | 1,007 | (1,445) | (58.9%) |

Projection (Aug 10,'09)

1,800

Projection (Aug 10,'09)

600

Breakdown of Sales by Product Line

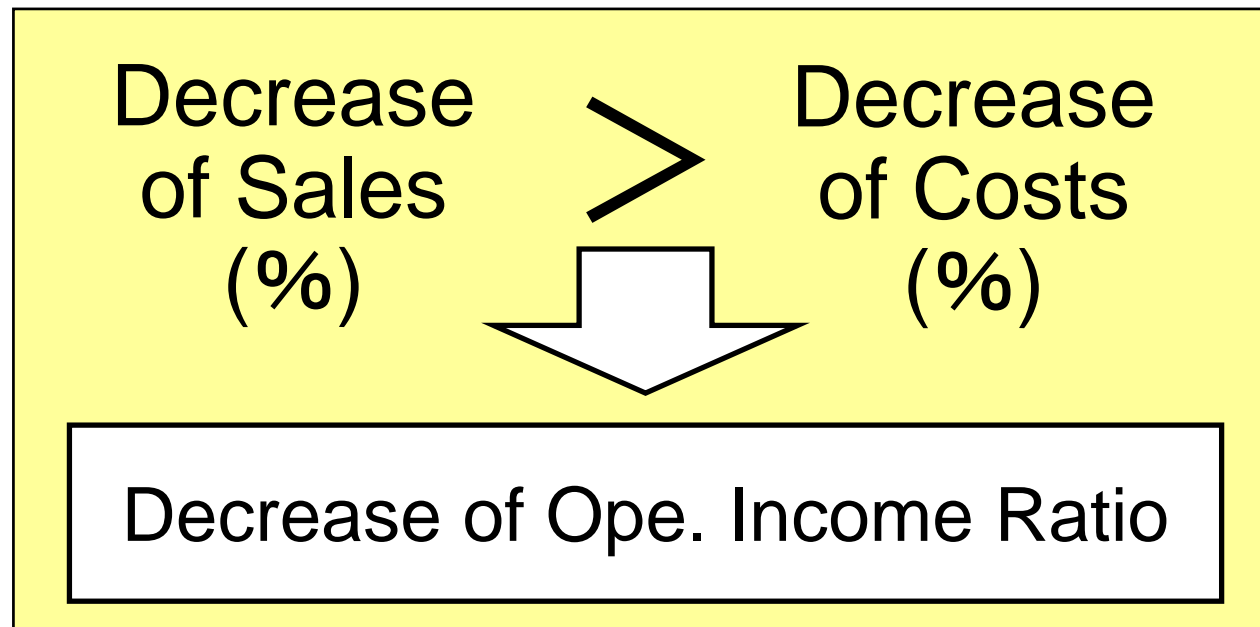
(¥ millions)

| | FY 08/09 1st Half | FY 09/10 1st Half | Diff. | Change in % |
|-----------|----------------------|----------------------|---------|-------------|
| Total | 20,787 | 16,874 | (3,912) | (18.8%) |
| PWB | 16,141 | 13,727 | (2,414) | (15.0%) |
| Rigid | 12,292 | 10,400 | (1,892) | (15.4%) |
| PKG & FPC | 3,269 | 2,803 | (466) | (14.2%) |
| Build Up | 579 | 523 | (55) | (9.6%) |
| FPD | 3,990 | 2,680 | (1,310) | (32.8%) |
| Others | 654 | 466 | (187) | (28.7%) |

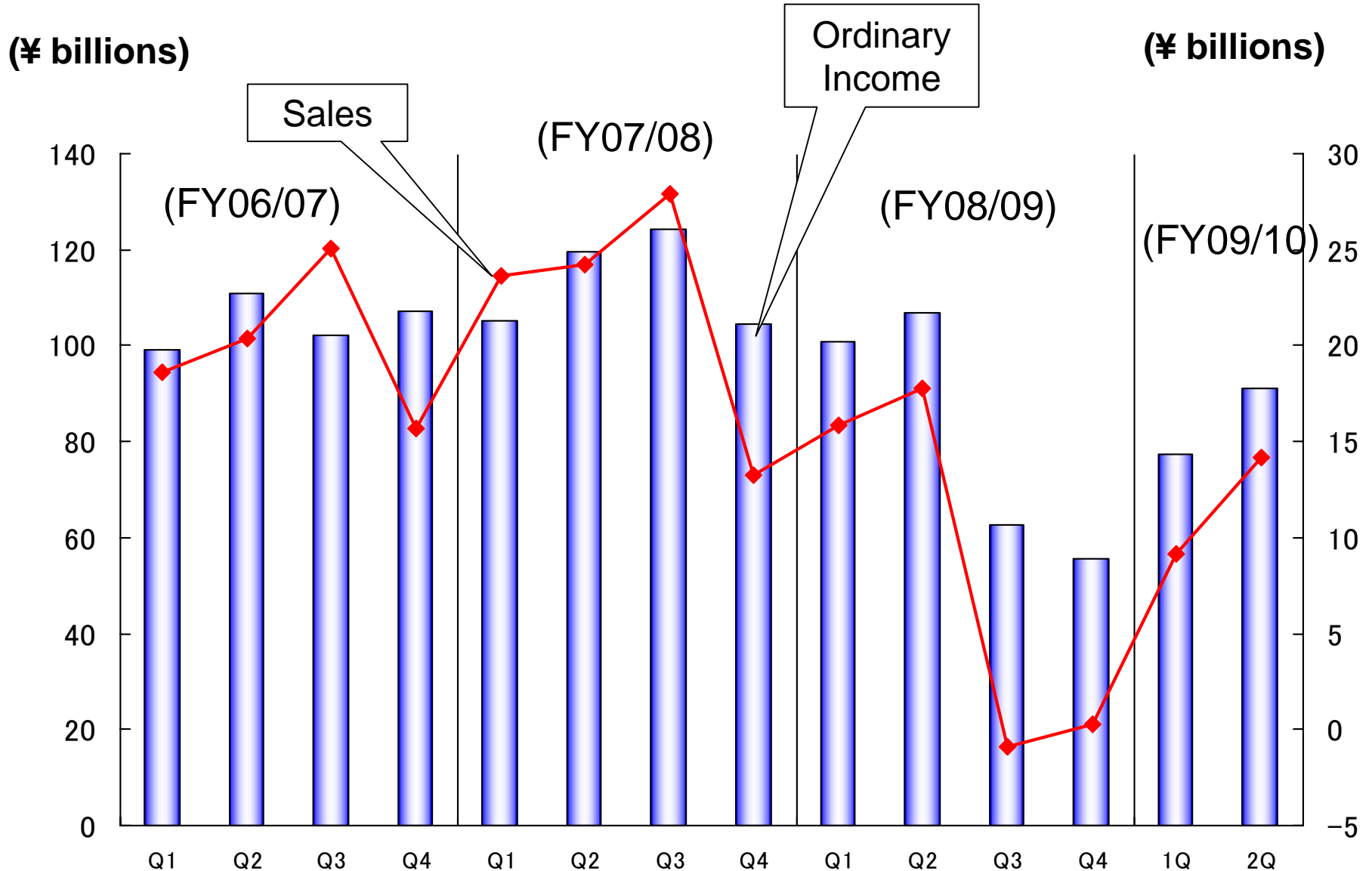
Interim, FY 09/10 Actual : Effect of FX Rate Fluctuation

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| | | |
|--|-----------------|--------------------------|
| Effect of Ave. JPY1 Change per USD (Half Year) | Impact on Sales | Impact on Ope. Profit |
| | Approx. 140 MM | Approx. 80 MM |



Quarterly Trend



(¥ billions)

Sales (3.9)

▪ Sales of PWB Materials.

In China Market (0.6)

In Other Areas (2.0)

▪ Sales of FPD Materials. (1.3)

(Effect of FX Rate Fluctuation (1.4))

(¥ billions)

Operating Income (1.0)

- Effect of Volume Increase (0.5)
- Effect of Price Decline (1.5)
- Reduction in Fixed Costs +1.0
- Effect of FX Rate Fluctuation (0.8)

(PWB materials)

- Sales volume showed recovery exceeding forecast.
- Sales volume increased year on year in China market and Korea market.
- Ave. sales price fell due to a strong yen and the change of the product mix.

(FPD materials)

- Slow recovery since the beginning of the fiscal.

(Profit)

- The strong yen is the main factor of the declining profit.

Forecast for FY 09/10

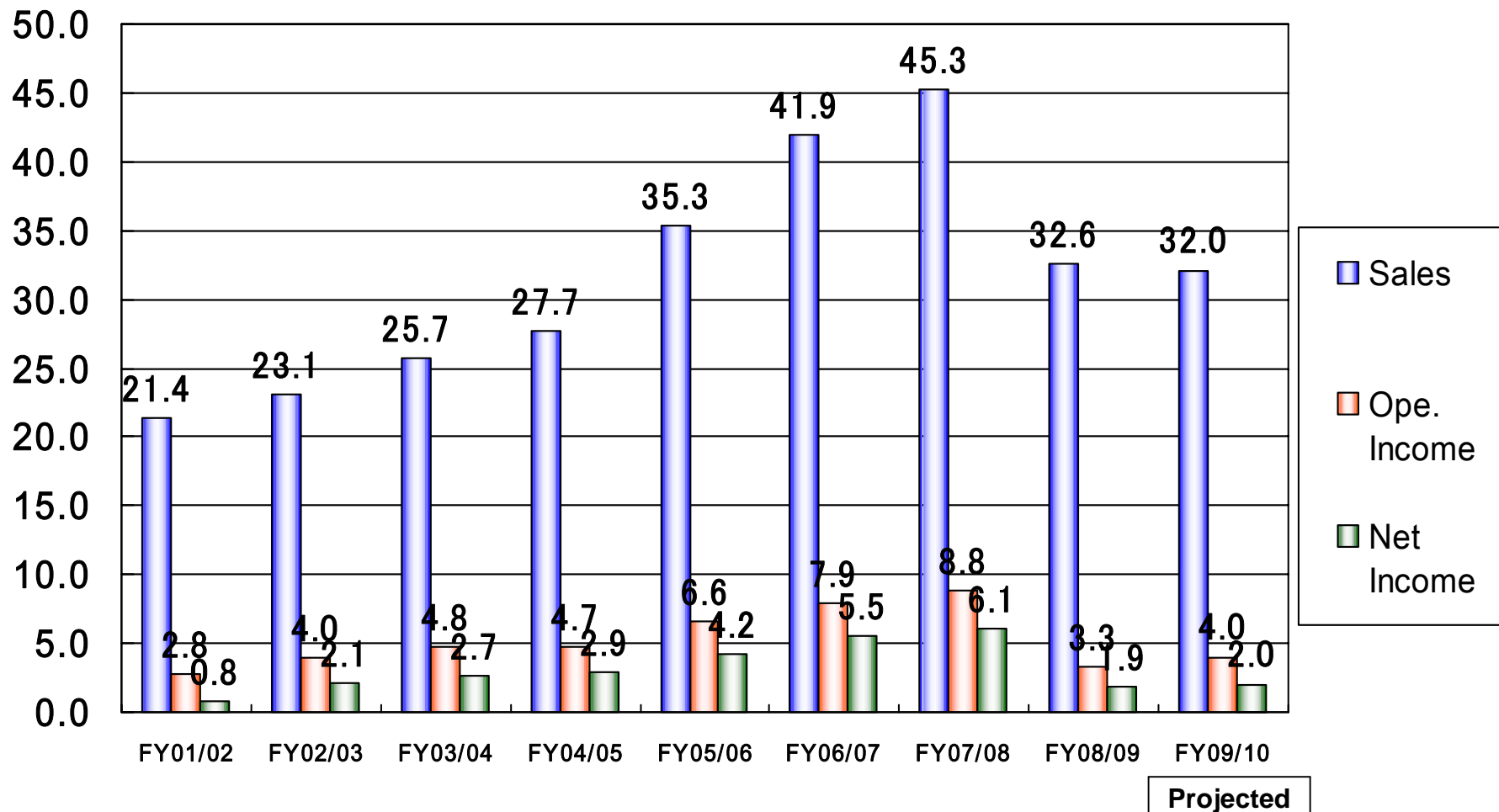
Forecast for FY 09/10

(¥ millions)

| Date Announced | FY 09/10 1st Half | | FY 09/10 2nd Half | | FY Total | |
|-----------------|----------------------|--------|----------------------|------------|----------------|------------|
| | Aug 10, '09 | Actual | Aug 10, '09 | Projection | Aug 10, '09 | Projection |
| Sales | 15,500 | 16,874 | 16,500 | 15,100 | 32,000 | 32,000 |
| (PWB+) | 13,000 | 14,194 | 13,800 | 13,200 | 26,700 | 27,400 |
| (FPD) | 2,500 | 2,680 | 2,700 | 1,900 | 5,300 | 4,600 |
| Ope. Profit | 1,800 | 2,334 | 2,200 | 1,700 | 4,000 | 4,000 |
| Ordinary Profit | 1,800 | 2,124 | 2,200 | 1,900 | 4,000 | 4,000 |
| Net Income AT | 600 | 1,007 | 1,400 | 1,000 | 2,000 | 2,000 |

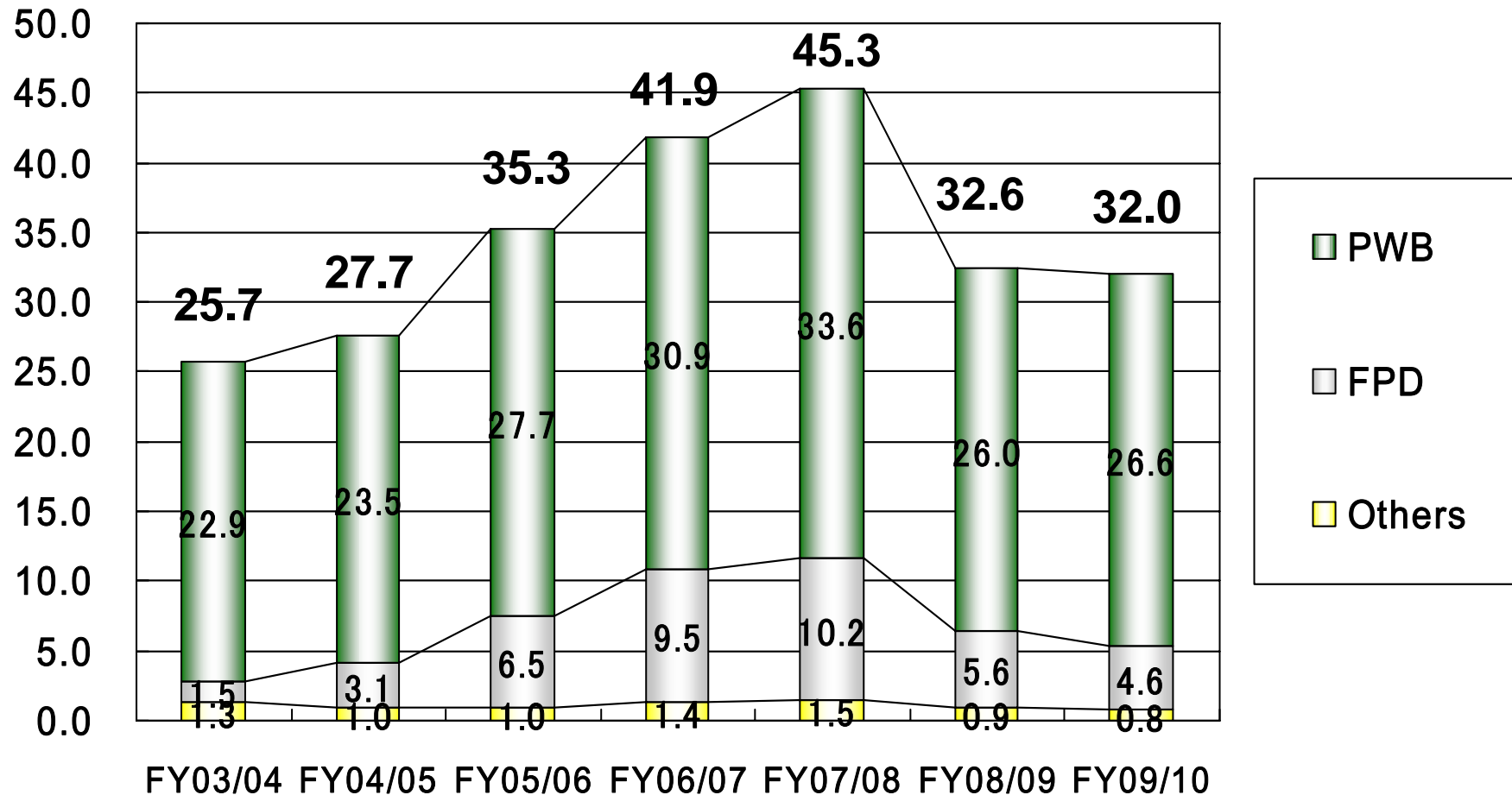
Financial Results by FY

(JPY billion)



Forecast for FY 09/10 : Breakdown of Sales by Product Line

(JPY billion)



Projected

Forecast for FY 09/10 : Summary

- PWB sales volume revised upward.
- FPD sales volume revised downward.
- Assumed foreign currency rates for 2H updated
(1USD = JPY95 → JPY90)