



NEWS RELEASE

FOR IMMEDIATE RELEASE

August 3, 2007

Tosoh Announces 1Q Consolidated Results FY2007 (April 1, 2007 – June 30, 2007)

Tokyo, Japan – Tosoh Corporation announced strong consolidated results for the first quarter of the fiscal year, ending March 31, 2008. Market growth abroad for core products, the implementation of price adjustments in Japan, and the continuing growth of Specialties all combined to boost Net Sales 10.8% over the first quarter of the previous fiscal year to JPY 191.7 billion (USD 1.6 billion)¹. Operating Income increased 193.8% to JPY 13.9 billion (USD 112.7 million), and Ordinary Income increased 191.7% to JPY 14.8 billion (USD 120.4 million). Net Income jumped 297.6% to JPY 7.3 billion (USD 59.0 million).

Year-on-year, total assets increased JPY 18.0 billion to JPY 806.5 billion (USD 6.5 billion). This was attributed to an increase in fixed assets resulting from investment in new MDI production facilities and the power plant expansion projects at Tosoh's Nanyo Complex. As a result of capital investment activities, debt increased JPY 13.5 billion over the same period last year to JPY 574.3 billion (USD 4.7 billion). Gains posted in profits for the quarter resulted in equity increasing over the previous period by JPY 4.5 billion to JPY 232.3 billion (USD 1.9 billion).

Corporate profits continue to be supported by an improving domestic economy combined with increasing capital investment. In the chemical industry, the rapid increase in the price of naphtha pushed the cost of raw materials and fuels higher. As a counter measure, Tosoh continued to implement a feedstock diversification strategy to offset increases in naphtha prices. At the same time, domestic price increases were implemented for propylene and aromatic compounds (benzene, toluene, and xylene) while market prices abroad increased for cumene and styrene monomer. Polyethylene shipment volumes increased and price adjustments were implemented in Japan. Markets for Tosoh core products abroad such as polyvinyl chloride and urethane raw materials tightened and as a result prices gained ground. Shipments for Specialty products overall remained brisk with a substantial contribution to profits.

The outlook for the fiscal year ending March 31, 2008 projects net sales of JPY 840 billion (USD 6.8 billion), and Net Income at JPY 28 billion (USD 227 million).

¹ For reference purposes, U.S. dollar amounts are translated from yen at the rate of ¥123.26 = US\$1, the exchange rate in effect on June 30, 2007.

TOSOH CORPORATION

3-8-2 Shiba, Minato-ku,
Tokyo 105-8623 JAPAN
Tel: +81-3-5427-5118 Fax: +81-3-5427-5198
E-mail: info@tosoh.co.jp Webpage: www.tosoh.com

Page 1
August 3, 2007

Summary of 1Q results and comparison with previous fiscal year

1Q Consolidated Results FY2007 (April 1, 2007 – June 30, 2007)

	Net Sales		Operating Income		Ordinary Income*	
	JPY millions	%**	JPY millions	%	JPY millions	%
FY07 - 04.01.07-06.30.07	191,674	10.8	13,890	193.8	14,842	191.7
FY06 - 04.01.06-06.30.06	173,067	23.2	4,728	(45.8)	5,088	(47.3)
FY06 - 04.01.06-03.31.07	781,347		60,279		57,998	

* Based on standard accounting practices in Japan, "Ordinary Income" represents income before extraordinary items and taxes. Extraordinary items include, for example, gain (loss) on the sale of fixed assets and gain (loss) on the sale of stock.

** Net Sales, Operating Income, Ordinary Income, and Net Income percentages indicate increases over the previous fiscal year.

	Net Income		Net Income Per Share
	JPY millions	%	JPY
FY07 - 04.01.07-06.30.07	7,269	297.6	12.14
FY06 - 04.01.06-06.30.06	1,828	(68.4)	3.06
FY06 - 04.01.06-03.31.07	28,488		47.60

Consolidated Financial Position

	Total Assets	Net Assets	Equity Ratio*	Shareholders' Equity Per Share
	JPY millions	JPY millions	%	JPY
FY07 - 04.01.07-06.30.07	806,528	232,264	23.5	316.43
FY06 - 04.01.06-06.30.06	723,146	157,335	21.8	263.19
FY06 - 04.01.06-03.31.07	788,518	227,768	23.5	308.81

* Net assets include Stock Acquisition Rights and Minority Interests which are not calculated in Equity Ratio.

Consolidated Cash Flow

	Cash Flows from Operating Activities	Cash Flows from Investing Activities	Cash Flows from Financing Activities	Cash & Cash Equivalents at End of Period
	JPY millions	JPY millions	JPY millions	JPY millions
FY07 - 04.01.07-06.30.07	7,052	(15,152)	13,427	32,261
FY06 - 04.01.06-06.30.06	1,173	(34,809)	49,188	34,115
FY06 - 04.01.06-03.31.07	51,127	(85,231)	42,348	26,911

Forecast for Fiscal Year 2007 (April 1, 2007 - March 31, 2008)

	Net Sales	Operating Income	Ordinary Income	Net Income
	JPY millions	JPY millions	JPY millions	JPY millions
First-half	400,000	24,000	22,000	12,000
Year-end	840,000	59,000	54,000	28,000

TOSOH CORPORATION

3-8-2 Shiba, Minato-ku,
Tokyo 105-8623 JAPAN
Tel: +81-3-5427-5118 Fax: +81-3-5427-5198
E-mail: info@tosoh.co.jp Webpage: www.tosoh.com

Page 2
August 3, 2007

Tosoh Corporation

Headquartered in Tokyo, Japan, Tosoh Corporation is a diversified global chemical and specialty materials company. Founded in 1935, the Company has expanded its reach into high value-added businesses such as fine chemicals, bioscience, thin film materials, and quartzware. Tosoh is a multi-billion dollar corporation that employs more than 10,000 people worldwide and is listed on the Tokyo Stock Exchange.

Stock Exchange Ticker Symbol: 4042

For more information, please contact:

Michael Hoover
International Corporate Development
Tosoh Corporation
m_hoover@tosoh.co.jp
Tel: +81-3-5427-5118
Fax: +81-3-5427-5198

www.tosoh.com

Disclaimer

This document contains forward-looking statements, including without limitation, statements concerning product development, objectives, goals, and commercial introduction, which involve certain risks and uncertainties. The forward-looking statements are also identified through use of the word "anticipates," and other words of similar meaning. Actual results may differ significantly from the expectations contained in the forward-looking statements.