

Summary of Consolidated Financial Results of Sumitomo Osaka Cement Co., Ltd. for the Third Quarter of Fiscal 2009, Ending March 31, 2009

February 10, 2009

Company:	Sumitomo Osaka Cement Co., Ltd.	Fiscal 2008 3Q:	April 1, 2007–December 31, 2007
Stock code:	5232	Fiscal 2008:	April 1, 2007–March 31, 2008
URL:	http://www.soc.co.jp/	Fiscal 2009 3Q:	April 1, 2008–December 31, 2008
		Fiscal 2009:	April 1, 2008–March 31, 2009

The accompanying consolidated financial results of the Company are prepared on the basis of accounting principles generally accepted in Japan and are not intended to conform with accounting principles and practices generally accepted in other countries and jurisdictions.

*Figures are rounded down to the nearest million.

1. Consolidated Results for the Third Quarter of Fiscal 2009, Ending March 31, 2009 (April 1, 2008 - December 31, 2008)

* Percent figures for net sales, operating income, ordinary income and net income express percentage change from the same period of the previous fiscal year.

(1) Consolidated Results

	Net Sales		Operating Income		Ordinary Income		Net Income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
3Q of FY 2009	161,897	-	5,421	-	4,698	-	1,019	-
3Q of FY 2008	147,071	(0.4)	9,827	(24.1)	9,284	(21.0)	4,598	(19.1)
	EPS		Diluted EPS					
		Yen		Yen				
3Q of FY 2009		2.44		-				
3Q of FY 2008		11.01		-				

(2) Consolidated Financial Position

	Total Assets	Net Assets	Total Equity to Total Assets	Net Assets per Share
	Millions of yen	Millions of yen	%	Yen
3Q of FY 2009	301,794	122,735	40.2	290.92
FY 2008	316,835	135,523	42.3	320.83

(Reference) Total Equity 3Q of FY 2009: 121,205 millions of yen FY 2008: 133,996 millions of yen

2. Dividends

(Date of Record)	Dividends per share				
	At the end of 1st Q, FY2009	At the end of 2nd Q, FY2009	At the end of 3rd Q, FY2009	Year-End	Full year
	Yen	Yen	Yen	Yen	Yen
FY2008		2.50		3.50	6.00
FY2009		2.00			
FY2009 (Planned)				2.00	4.00

3. Forecast of Consolidated Financial Results for Fiscal 2009 (April 1, 2008—March 31, 2009)

*Percent figures for net sales, operating income, ordinary income and net income express percentage change from the same period of the previous fiscal year.

	Net Sales		Operating Income		Ordinary Income		Net Income		EPS
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full Year	219,000	11.0	6,000	(49.7)	5,000	(51.5)	1,900	(62.6)	4.55

Note1: Revision of consolidated earnings estimates in the first quarter: No

Note2: Explanation regarding the appropriate use of the forecast of financial results and other special considerations.

The above forecast figures are based on assumptions and beliefs in light of information available to management at the time of document preparation. Readers are advised that actual results may differ materially from the forecast due to a variety of factors.

4. Consolidated Financial Statement for the Third Quarter of Fiscal 2009
(1) Consolidated Balance Sheets

(Millions of Yen)

	End Third Quarter of Fiscal 2009 (as of December 31, 2008)	End Fiscal Year 2008, Condensed Consolidated Balance Sheet (as of March 31, 2008)
ASSETS		
Current assets:		
Cash and cash equivalents	18,208	23,050
Trade receivables	45,761	40,955
Securities	0	0
Finished goods	3,933	3,810
Semi-finished goods	2,370	2,210
Work in process	3,504	2,836
Raw materials and supplies	11,404	8,416
Deferred tax assets	1,298	1,354
Short-term loans to unconsolidated subsidiaries and affiliates	530	502
Other	2,736	2,065
Less: Allowance for doubtful accounts	(174)	(217)
Total current assets	89,573	84,985
Fixed assets:		
Property, plant and equipment:		
Buildings and structures	143,175	141,049
Accumulated depreciation	(91,093)	(89,307)
Buildings and structures(Net)	52,081	51,741
Machinery, equipment and tools	345,989	339,296
Accumulated depreciation	(288,370)	(278,918)
Machinery, equipment and tools(Net)	57,619	60,377
Land	39,233	39,166
Construction in progress	10,054	7,311
Other	27,284	27,155
Accumulated depreciation	(15,227)	(14,920)
Other(Net)	12,056	12,234
Property, plant and equipment, net	171,044	170,832
Intangible fixed assets		
Goodwill	284	388
Other	5,833	5,612
Total of intangible fixed assets	6,118	6,000
Investments and other assets:		
Investment securities	25,976	46,184
Long-term loans receivable	1,373	1,272
Deferred tax assets	675	723
Other	7,610	7,387
Less: Allowance for Doubtful accounts	(578)	(550)
Total of investments and other assets	35,057	55,016
Total fixed assets	212,220	231,849
Total assets	301,794	316,835

(Millions of Yen)

End Third Quarter of Fiscal 2009 End Fiscal Year 2008, Condensed
(as of December 31, 2008) Consolidated Balance Sheet
(as of March 31, 2008)

LIABILITIES

Current liabilities

Trade payables	26,769	25,800
Short-term bank loans	32,816	30,899
Current portion of long-term debt	6,107	5,196
Current portion of corporate bonds	10,000	5,000
Accrued income taxes	632	1,049
Deferred tax liabilities	22	15
Provision	954	2,057
Other	13,598	12,125
Total current liabilities	90,901	82,143

Long-term liabilities:

Corporate bonds	22,000	32,000
Long-term debt	49,894	43,072
Deferred tax liabilities	5,831	13,661
Provision	1,140	1,156
Other	9,290	9,276
Total long-term liabilities	88,156	99,167
Total liabilities	179,058	181,311

NET ASSETS

Shareholders' equity:

Capital Stock	41,654	41,654
Capital surplus and gains on sales of treasury stock	30,608	31,086
Retained earnings	46,479	47,271
Treasury stock, at cost	(1,913)	(1,725)
Total shareholders' equity	116,828	118,286

Valuation and translation adjustments:

Unrealized gain on available-for-sale securities	4,384	15,762
Foreign currency translation adjustments	(8)	(52)
Total valuation and conversions	4,376	15,709

Minority interests

	1,530	1,527
Total net assets	122,735	135,523
Total liabilities, net assets	301,794	316,835

(2) Consolidated Profit and Loss Statement for the Third Quarter of Fiscal 2009

(Millions of Yen)

	Third Quarter of, Fiscal 2009 (April 1, 2008 to December 31, 2008)
Net sales	161,897
Cost of sales	128,967
Gross profit	32,929
Selling, general and administrative expenses	27,507
Operating income	5,421
Other income:	
Interest income	73
Dividend income	1,254
Equity in earnings of affiliates	6
Other	435
Total of other income	1,769
Other expenses:	
Interest expenses	1,651
Other	840
Total of other expenses	2,492
Ordinary income	4,698
Extraordinary gains:	
Gain on sales and disposal of fixed assets, net	181
Gain on sales of securities, net	17
Reversal of allowance for doubtful accounts	82
Other	16
Total of extraordinary gains	297
Extraordinary losses:	
Loss on disposal of fixed assets	965
Loss on sales of fixed assets	1
Write-down of investments in common stock	1,128
Provision for doubtful accounts and loan losses	72
Loss on impairment long-lived assets	68
Other	10
Total of extraordinary losses	2,248
Income before income taxes	2,748
Income taxes current	1,383
Income taxes deferred	307
Total of income taxes	1,690
Minority interests in net income of consolidated subsidiaries	38
Net income	1,019

(3)Consolidated Statements of Cash Flows for the Third Quarter of Fiscal 2009

(Millions of Yen)

Third Quarter of, Fiscal 2009	
(April 1, 2008 to December 31, 2008)	
Net cash provided by operating activities:	
Income before income taxes	2,748
Depreciation and amortization	14,988
Extraordinary losses	68
Amortization of goodwill	103
Increase (decrease) in allowance for doubtful accounts	29
Interest and dividend income	(1,327)
Interest expenses	1,651
Foreign exchange (gain) loss	186
Equity in (earnings) losses of affiliates	(6)
Loss (gain) on sales of property, plant and equipment	(179)
Decrease (increase) in notes and trade receivables	(4,808)
Decrease (increase) in inventories	(3,931)
Increase (decrease) in notes and trade payables	970
Others	1,501
Subtotal	11,996
Interest and dividends received	1,309
Interest expenses paid	(1,556)
Income taxes paid	(1,843)
Net cash provided by (used in) operating activities	9,905
Net cash provided by (used in) investing activities:	
Purchase of property, plant and equipment	(16,636)
Proceeds from sales of property, plant and equipment	232
Purchases of investment securities	(218)
Proceeds from sales of investment securities	38
Payments of loans receivable	(506)
Collection of loans receivable	237
Others	(69)
Net cash provided by (used in) investment activities	(16,922)
Net cash used in financing activities:	
Increase (decrease) in short-term bank loans	1,923
Proceeds from long-term loans payable	10,938
Repayment of long-term loans payable	(3,206)
Redemption of bonds	(5,000)
Proceeds from sales of treasury stock	41
Purchase of treasury stock	(232)
Cash dividends paid	(2,295)
Cash dividends paid to minority shareholders	(8)
Others	(40)
Net cash provided by (used in) financing activities	2,120
Effect of exchange rate changes on cash and cash equivalents	(0)
Net increase (decrease) in cash and cash equivalents	(4,896)
Cash and cash equivalents at beginning of year	22,825
Cash and cash equivalents as of December 31, 2008	17,929

(4)Segment Information

Business segments

Consolidated Third Quarter of, Fiscal 2009 (April 1, 2008 to December 31, 2008)

(Millions of Yen)

	Cement	Mineral Resources	Cement-Related Products	Optoelectronics and Advanced Materials	Real Estate and Other	Total	Eliminations and Adjustments	Consolidated
Net sales and operating income (loss)								
Net sales:								
(1) Outside customers	132,091	7,037	8,549	9,707	4,511	161,897		161,897
(2) Intersegment sales	2,524	3,021	1,640	15	5,143	12,345	(12,345)	
Total	134,615	10,058	10,190	9,722	9,655	174,242	(12,345)	161,897
Operating income (loss)	5,022	293	58	(1,011)	1,061	5,423	(1)	5,421

(Reference)

Financial Statement for Third Quarter, Fiscal 2008

(1) Summary of Consolidated Statements of Income for the Third Quarter of Fiscal 2008

(Millions of yen)

	Third Quarter, Fiscal 2008 (April 1, 2007 to December 31, 2007)
Net sales	147,071
Cost of sales	110,307
Gross profit	36,764
Selling, general and administrative expenses	26,937
Operating income	9,827
Other income	1,731
Other expenses	2,274
Ordinary income	9,284
Extraordinary gains	899
Extraordinary losses	2,108
Income before income taxes and minority interests	8,075
Income taxes	3,404
Minority interests	72
Net income	4,598

(2) Summary of Consolidated Statements of Cash Flows for the Third Quarter of Fiscal 2008

(Millions of yen)

	Third Quarter, Fiscal 2008 (April 1, 2007 to December 31, 2007)
. Cash flows from operating activities:	
Income before income taxes	8,075
Depreciation and amortization	12,054
Increase (decrease) in allowance for doubtful accounts	(705)
Increase (decrease) in other income and expenses	257
Increase (decrease) in extraordinary gains and losses	(300)
Increase (decrease) in liabilities	(2,577)
Others	506
Subtotal	17,309
Income taxes paid	(5,209)
Others	(230)
Net cash provided by (used in) operating activities	11,869
. Cash flows from investing activities:	
Purchases of fixed assets	(8,824)
Proceeds from sales of fixed assets	683
Other	(184)
Net cash provided by (used in) investing activities	(8,325)
. Cash flows from financing activities:	
Increase (decrease) in loans and corporate bonds	(982)
Cash dividends paid	(2,090)
Other	(81)
Net cash provided by (used in) financing activities	(3,154)
. Effect of exchange rate changes on cash and cash equivalents	(4)
. Net increase (decrease) in cash and cash equivalents	384
. Cash and cash equivalents at beginning of year	12,813
. Cash and cash equivalents as of June 30, 2007	13,198

(Reference)

(4)Segment Information

Business segments

Consolidated Third Quarter of, Fiscal 2008 (April 1, 2007 to December 31, 2007)

(Millions of Yen)

	Cement	Mineral Resources	Cement-Related Products	Optoelectronics and Advanced Materials	Real Estate and Other	Total	Eliminations and Adjustments	Consolidated
Net sales and operating income (loss)								
Net sales:								
(1) Outside customers	116,883	6,879	7,659	9,867	5,782	147,071		147,071
(2) Intersegment sales	2,142	3,168	1,184		4,769	11,265	(11,265)	
Total	119,026	10,047	8,843	9,867	10,551	158,336	(11,265)	147,071
Operating income (loss)	8,701	680	68	(905)	1,285	9,829	(2)	9,827