

**Summary of Consolidated Financial Results  
for the Third Quarter of the Fiscal Year Ending March 31, 2009**



January 30, 2009

**Company Name: Toshiba Plant Systems & Services Corporation**

(Code number: 1983 TSE 1<sup>st</sup> Section)

(URL: <http://www.toshiba-tpsc.co.jp>)

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**1. Consolidated Results for the Third Quarter of the Fiscal Year Ending March 31, 2009**

**(from April 1, 2008 to December 31, 2008)**

(Figures are all rounded off to the nearest million yen)

(1) Consolidated Operating Results (percentages indicate changes compared to the previous first quarter)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
End of 3 <sup>rd</sup> Qtr. FY3/09	98,012	—	6,687	—	6,581	—	3,534	—
End of 3 <sup>rd</sup> Qtr. FY3/08	112,101	30.2	5,735	104.5	6,200	103.3	3,505	112.2

	Net income per share	Net income per share, diluted
	Yen	Yen
End of 3 <sup>rd</sup> Qtr. FY3/09	36.25	—
End of 3 <sup>rd</sup> Qtr. FY3/08	35.96	—

(2) Consolidated Financial Position

	Total assets	Shareholders' equity	Shareholders' equity to total assets	Shareholders' equity per share
	Million yen	Million yen	%	Yen
End of 3 <sup>rd</sup> Qtr. FY3/09	137,818	71,022	51.5	728.07
FY 3/08	156,194	68,865	44.0	705.56

Reference: Equity – End of 3<sup>rd</sup> Qtr. FY3/09 ¥70,962 million; FY 3/08: ¥68,783 million

**2. Dividend**

(Record date)	Dividend per share				
	End of 1 <sup>st</sup> Quarter	End of 2 <sup>nd</sup> Quarter	End of 3 <sup>rd</sup> Quarter	End of fiscal year	Annual
	Yen	Yen	Yen	Yen	Yen
FY 3/08	—	7.50	—	7.50	15.00
FY 3/09	—	7.50	—	—	—
FY 3/09 (forecast)	—	—	—	7.50	15.00

Note: Revisions to dividend estimate in the period under review: None

**3. Projected Consolidated Results for the Fiscal Year Ending March 31, 2009  
(from April 1, 2008 to March 31, 2009)**

(percentages indicate changes compared to the previous fiscal year on a full-year basis)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full fiscal year	162,000	-9.3	9,100	-15.7	9,700	-12.1	5,500	-12.5	56.43

Note: Revisions to consolidated earnings estimates in the period under review: None

**4. Others**

(1) Material changes in subsidiaries during the period (change of specified subsidiary due to changes in scope of consolidation): None

Newly added subsidiaries: None (subsidiary's name: )

Removed subsidiaries: None (subsidiary's name: )

(2) Application of simplified accounting procedures and special accounting procedures for the preparation of quarterly consolidated financial statements: Not applied

(3) Changes in accounting principles, procedures, and method of presentation regarding preparation of quarterly consolidated financial statements (changes to significant matters fundamental to the preparation of quarterly consolidated financial statements)

1) There were changes due to revised accounting standards

2) There were changes other than 1)

Note: For details, see "4. Others" on page 4, under "Qualitative information, financial statements, etc."

(4) Number of outstanding shares (common shares)

1) Number of shares outstanding as of the end of the period (including treasury stock) – End of 3<sup>rd</sup> Qtr. FY3/09: 97,656,888 shares; FY 3/08: 97,656,888 shares

2) Number of treasury shares outstanding as of the end of the period – End of 3<sup>rd</sup> Qtr. FY3/09: 189,964 shares; FY 3/08: 169,558 shares

3) Average number of shares outstanding during the period under review – End of 3<sup>rd</sup> Qtr. FY3/09: 97,479,203 shares; End of 3<sup>rd</sup> Qtr. FY3/08: 97,498,245 shares

Note: Explanation of appropriate usage of forecasts and other special instructions

a) The forecast stated herein are based on information available as of the date of release hereof. Actual results may differ from the forecasts stated herein depending on a variety of factors going forward.

b) Beginning with the current fiscal year, the Company applies the "Accounting Standard Concerning Quarterly Financial Statements" (Financial Accounting Standard No. 12; March 14, 2007) and the "Application Guidelines for Accounting Standards Concerning Quarterly Financial Statements" (Financial Accounting Standard Application Guideline No. 14; March 14, 2007). Quarterly consolidated financial statements are prepared in accordance with the "Rules Concerning the Preparation of Quarterly Consolidated Financial Statements."

“Qualitative information, financial statements, etc.”

#### 1. Qualitative information regarding consolidated business results

The Japanese economy in the period under review sank deeper into recession under the impact of the global economic downturn caused by the financial crisis, with significant changes in stock prices and foreign exchange rates, rapidly falling exports and production, and contracting capital spending and employment.

In this setting, new orders totaled ¥138,139 million (+ 6.7% over the 3<sup>rd</sup> quarter of FY 2008), reflecting a decline in general industrial applications including production equipment and growth in periodic inspections and overhaul work on overseas industrial-use power generation facilities and existing nuclear power generation facilities. Sales revenue declined to ¥98,012 million (-12.6% over the 3<sup>rd</sup> quarter of FY 2008) as higher sales in the Nuclear Systems Division centered on periodic inspections and overhaul work on existing nuclear power generation facilities were outstripped by sales declines surrounding domestic industrial-use power generation facilities and general industrial applications.

Thanks to cost cutting effects, earnings increased despite lower sales, posting operating income of ¥6,687 million (+16.6% over the 3<sup>rd</sup> quarter of FY 2008) and ordinary income of ¥6,581 million (+6.2% over the 3<sup>rd</sup> quarter of FY 2008). Net income for the quarter rose 0.8% to ¥3,534 million, on a par with the year-earlier result.

New order receipts and sales revenue by division were as follows.

(Unit: million yen)

Business division	Order receipts	Year-on-year change	Net sales	Year-on-year change
Power Systems Division	46,965	31.4%	34,962	-17.9%
Nuclear Systems Division	39,087	55.8%	19,446	13.2%
Infrastructure and Industrial Systems Division	52,086	-24.2%	43,603	-16.7%
Total	138,139	6.7%	98,012	-12.6%

##### < Power Systems Division >

Orders expanded strongly for domestic large-scale thermal power plant facilities and overseas industrial-use power generation facilities. Sales increased for domestic large-scale thermal power plant facilities and domestic and overseas hydro-power generation and substation facilities, but declined for domestic industrial-use power generation facilities.

##### < Nuclear Systems Division >

New orders and sales increased from increased periodic inspections and overhaul work of existing nuclear power plants.

##### < Infrastructure and Industrial Systems Division >

Orders and sales declined for general industrial applications including production facilities.

Note: Percentage changes from last year shown above are provided for reference.

#### 2. Qualitative information regarding consolidated financial conditions

Consolidated assets at the end of the period under review totaled ¥137,818 million, reflecting a decline of ¥18,376 million compared with the end of the previous fiscal year. Main factors were a ¥19,704 million increase in costs on uncompleted construction contracts, a ¥8,549 million decline in total cash, deposits, and group deposits with Toshiba Capital Co., Ltd., and a ¥29,726 million drop in notes receivable and accounts receivable from completed construction contracts, etc.

Consolidated liabilities at the end of the period under review totaled ¥66,796 million, marking a drop of ¥20,532 million compared with the end of the previous fiscal year. Main factors were a ¥16,849 million fall in notes payable and accounts payable for construction contracts, etc., and a ¥3,347 million decline in unpaid corporate tax.

Consolidated net assets at the end of the period under review totaled ¥71,022 million, an increase of ¥2,156 million compared with the end of the previous fiscal year. This growth was mainly due to an increase in retained earnings.

### 3. Qualitative information regarding projected consolidated results

As to the outlook, difficult economic conditions are expected to continue, giving rise to concerns over falling exports, production, and capital expenditures as the world remains in the grip of a synchronized recession, with further declines in personal consumption feared from employment adjustments.

Despite these circumstances, since the Company's financial results are seen to be developing largely as planned, the earnings forecast announced on October 31, 2008, remains intact.

### 4. Others

(1) Material changes in subsidiaries during the period (change in the scope of consolidation due to change in specified subsidiaries): None

(2) Application of simplified accounting procedures and special accounting procedures for the preparation of quarterly consolidated financial statements

1) Application of simplified accounting procedures: Not applied.

2) Application of special accounting procedures for the preparation of quarterly consolidated financial statements: Not applied.

(3) Change in accounting principles, procedures, and presentation, etc., concerning the preparation of quarterly consolidated financial statement

1) Application of the Accounting Standards Concerning Quarterly Financial Statements and Rules Concerning the Preparation of Quarterly Consolidated Financial Statements

Beginning with the current fiscal year, the Company applies the "Accounting Standards Concerning Quarterly Financial Statements" (Financial Accounting Standard No. 12; March 14, 2007) and the "Application Guidelines for Accounting Standards Concerning Quarterly Financial Statements" (Financial Accounting Standard Application Guidelines No. 14; March 14, 2007). Quarterly consolidated financial statements are prepared in accordance with the "Rules Concerning the Preparation of Quarterly Consolidated Financial Statements."

2) Application of the Provisional Guidelines for the Accounting Treatment of Foreign Subsidiaries in the Preparation of Consolidated Financial Statements

Beginning with the period under review, the Company applies the Provisional Guidelines for the Accounting Treatment of Foreign Subsidiaries in the Preparation of Consolidated Financial Statements (Practical Solutions Statement No. 18; May 17, 2006) and has made adjustments necessary for consolidated financial reporting. Effects on income are negligible.

3) Application of the Financial Accounting Standard for Lease Transactions

With regard to finance leases without ownership transfer, the Company has historically applied accounting treatment consistent with that for rental transactions. However, with the Financial Accounting Standard for Lease Transactions (Business Accounting Council; Financial Accounting Standard No. 13, issued June 17, 1993; revised March 30, 2007) and the Application Guidelines for the Financial Accounting Standard for Lease Transactions (The Japanese Institute of Certified Public Accountants; Accounting Systems Committee; Financial Accounting Standard Application Guideline No. 16; issued January 18, 2004; revised March 30, 2007) becoming available for application to consolidated quarterly financial statements for fiscal years beginning on or after April 1, 2008, the Company applies these accounting standards to lease contracts that begin on or after April 1, 2008, using accounting treatment consistent with regular purchase transactions. With regard to depreciation charges applicable to lease assets under finance leases without ownership transfer, the Company uses the straight-line method with the contract term as the useful life of the lease asset and with a residual value of zero. Effects on income are negligible.

5. Third Quarter Consolidated Financial Statements

(1) Third Quarter Consolidated Balance Sheet

(Unit: million yen)

	At the end of the period under review (Dec. 31, 2008)	Summary of consolidated balance sheets at the end of the previous fiscal year (Mar. 31, 2008)
<b>(Assets)</b>		
Current assets		
Cash and deposits	3,196	1,805
Deposit to Toshiba Capital Corporation	17,915	27,855
Trade notes and accounts receivable on completed projects	51,795	81,521
Uncompleted construction contracts	39,109	19,404
Other current assets	5,755	5,979
Allowance for doubtful accounts	-118	-109
Total current assets	117,652	136,458
Fixed assets		
Property, plant and equipment	6,936	7,045
Intangible assets	93	99
Investments and other assets		
Other investments	13,293	12,704
Allowance for doubtful accounts	-157	-114
Total investments and other assets	13,135	12,590
Total fixed assets	20,165	19,735
Total assets	137,818	156,194
<b>(Liabilities)</b>		
Current liabilities		
Trade notes and accounts payable for construction contracts	28,467	45,317
Accrued income taxes	11	3,359
Advances received on uncompleted contracts	6,873	6,630
Allowance for directors' bonuses	52	62
Allowance for warranty liabilities on completed projects	1,158	725
Allowance for expected losses on construction projects	64	467
Other current liabilities	7,051	8,586
Total current liabilities	43,679	65,148
Long-term liabilities		
Accrued pension and severance liabilities	22,976	22,045
Accrued directors' severance and retirement benefits	106	134
Other long-term liabilities	33	—
Total long-term liabilities	23,116	22,179
Total liabilities	66,796	87,328

(Unit: million yen)

	At the end of the period under review (Dec. 31, 2008)	Summary of consolidated balance sheets at the end of the previous fiscal year (Mar. 31, 2008)
(Net assets)		
Shareholders' equity		
Common stock	11,876	11,876
Capital surplus	20,910	20,910
Retained earnings	38,022	35,959
Treasury stock	-101	-83
Total shareholders' equity	70,707	68,662
Valuation and currency translation adjustments		
Unrealized gains on securities	331	152
Currency translation adjustment	-75	-31
Total valuation and currency translation adjustments	255	120
Minority interest in consolidated subsidiaries	59	82
Total net assets	71,022	68,865
Total liabilities and net assets	137,818	156,194

(2) Third Quarter Consolidated Income Statement  
(Third Quarter Consolidated Period)

(Unit: million yen)

	Period under review (from Apr. 1, 2008 to Dec. 31, 2008)
Net sales	98,012
Cost of sales	83,748
Gross profit	14,263
Selling, general and administrative expenses	7,575
Operating income	6,687
Non-operating income	
Interest income	182
Dividend income	84
Investment income due to equity method	37
Insurance dividends	97
Other income	140
Total non-operating income	543
Non-operating expenses	
Foreign exchange loss	605
Other expenses	43
Total non-operating expenses	648
Ordinary income	6,581
Income for the period before income taxes and minority interest	6,581
Income taxes-current	1,763
Adjustments to income taxes	1,282
Total income taxes	3,046
Minority interest in income of consolidated subsidiaries	1
Net income	3,534

## (3) Third Quarter Consolidated Statements of Cash Flows

(Unit: million yen)

	Period under review (from Apr. 1, 2008 to Dec. 31, 2008)
Cash flows from operating activities	
Income before income taxes	6,581
Depreciation	542
Gains (losses) on disposal of property and equipment	11
Increase (decrease) in allowances for doubtful accounts	59
Increase (decrease) in allowances for pension and severance	917
Increase (decrease) in allowances for directors' severance and retirement benefits	-28
Interest and dividend income	-266
Increase (decrease) in trade receivables	29,506
Increase (decrease) in uncompleted contracts	-19,717
Increase (decrease) in purchase liabilities	-16,747
Increase (decrease) in advances received on uncompleted contracts	339
Increase (decrease) in allowances for expected losses on construction projects	-402
Other	-2,417
Subtotal	-1,620
Interest and dividend income received	292
Income tax paid	-5,142
Cash flows from operating activities	-6,472
Cash flows from investing activities	
Payments into time deposits	-93
Proceeds from time deposits	91
Payments into group funds	-460
Proceeds from group funds	450
Payment for acquisition of property and equipment	-539
Proceeds from sale of property and equipment	5
Payment for long-term guarantees	-11
Proceeds from recovery of long-term guarantees	62
Other	16
Cash flows from investing activities	-478
Cash flows from financing activities	
Dividends paid	-1,462
Other	-24
Cash flows from financing activities	-1,486
Effect of exchange rate changes on cash and cash equivalents	-106
Increase (decrease) in cash and cash equivalents	-8,544
Cash and cash equivalents at the beginning of period	29,131
Cash and cash equivalents at the end of period	20,587

Beginning with the current fiscal year, the Company applies the Financial Accounting Standard for Quarterly Financial Statements (Financial Accounting Standard No. 12; March 14, 2007) and the Application Guidelines for the Financial Accounting Standard for Quarterly Financial Statements (Financial Accounting Standard Application Guideline No. 14; March 14, 2007). The Company prepares its consolidated quarterly financial statements in accordance with the Rules Concerning the Preparation of Quarterly Consolidated Financial Statements.

(4) Notes concerning the going-concern assumption  
None.

(5) Segment information

< Segment information by business division >

Nine months ended December 31, 2008

Since the construction business division accounts for over 90 percent of combined segment sales and combined operating income, the presentation of segment information by business division has been omitted.

< Segment information by region >

Nine months ended December 31, 2008

Since sales in Japan account for over 90 percent of combined segment sales, the segment information by region has been omitted.

< Overseas sales >

Nine months ended December 31, 2008

	Southeast Asia	Other Asia	Other regions	Total
I. Overseas sales (million yen)	8,677	3,345	3,486	15,509
II. Consolidated sales (million yen)				98,012
III. Overseas sales in percent of consolidated sales (%)	8.8	3.4	3.6	15.8

Notes:

1. Segments by country and region are determined based on geographic proximity.
2. Individual geographic segments comprise the following countries and regions.
  - 1) Southeast Asia: Indonesia, Thailand, Philippines, Vietnam, Malaysia, Laos, etc.
  - 2) Other Asia: China, Taiwan, South Korea, India, Iraq, UAE, Kuwait, etc.
  - 3) Other countries and regions: North and South America, UK, Africa, etc.
3. Overseas sales are sales that the Company and its consolidated subsidiaries make in countries or regions other than Japan.

(6) Notes in case of a significant change in shareholders' capital  
None.

“Supplementary documentation”

Financial statements for the previous three-month period

Summary of consolidated income statement for the period under review  
(Nine months ended December 31, 2007)

(Unit: million yen)

Classification	3rd Quarter of FY 2008
	Amount
Net sales	112,101
Cost of sales	99,008
Gross profit	13,093
Selling, general and administrative expenses	7,357
Operating income	5,735
Non-operating income	533
Non-operating expenses	68
Ordinary income	6,200
Extraordinary gains	–
Extraordinary losses	11
Income for the period before income taxes and minority interest	6,188
Tax expenses	2,679
Minority interest in income of consolidated subsidiaries	3
Net income	3,505