

**Summary of Consolidated Financial Results  
for the First Quarter of the Fiscal Year Ending March 31, 2010**



July 31, 2009

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

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

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

Representative: Tetsuo Ishii, President & CEO

Contact for Inquiries: Toshiyuki Nakayama, Senior Manager, Administration Department

TEL: 81-45-500-7012

Expected date of submitting quarterly report: August 10, 2009

Date of payment of dividends: —

**1. Consolidated Results for the First Quarter of the Fiscal Year Ending March 31, 2010**

**(from April 1, 2009 to June 30, 2009)**

(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 1 <sup>st</sup> Qtr. FY3/10	20,308	-32.0	965	-42.6	1,155	-39.4	596	-43.2
End of 1 <sup>st</sup> Qtr. FY3/09	29,854	—	1,680	—	1,907	—	1,050	—

	Net income per share	Net income per share, diluted
	Yen	Yen
End of 1 <sup>st</sup> Qtr. FY3/10	6.12	—
End of 1 <sup>st</sup> Qtr. FY3/09	10.77	—

(2) Consolidated Financial Position

	Total assets	Shareholders' equity	Shareholders' equity to total assets	Shareholders' equity per share
	Million yen	Million yen	%	Yen
End of 1 <sup>st</sup> Qtr. FY3/10	147,740	74,339	50.3	762.27
FY 3/09	151,089	74,381	49.2	762.70

Reference: Equity – End of 1<sup>st</sup> Qtr. FY3/10 ¥74,290 million; FY 3/09: ¥74,335 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	Million yen	%
FY 3/09	—	7.50	—	7.50	15.00
FY 3/10	—				
FY 3/10 (forecast)		7.50	—	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, 2010

(from April 1, 2009 to March 31, 2010)

(percentages indicate changes compared to the previous fiscal year on a full-year basis, and the previous second quarter consolidated period on a second quarter consolidated basis)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Second Quarter Consolidated Period	67,000	-5.6	3,400	-19.0	3,500	-22.4	2,000	-17.7	20.52
Full fiscal year	158,000	-4.5	10,000	-21.2	10,200	-20.1	6,000	-17.8	61.56

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

### 4. Others

(1) There were no material changes in subsidiaries during the period (change of specified subsidiary due to changes in scope of consolidation)

(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 no changes other than 1)

Note: For details, see "4. Others" on page 3, 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 1<sup>st</sup> Qtr. FY3/10: 97,656,888 shares; FY 3/09: 97,656,888 shares

2) Number of treasury shares outstanding as of the end of the period – End of 1<sup>st</sup> Qtr. FY3/10: 196,108 shares; FY 3/09: 192,959 shares

3) Average number of shares outstanding during the period under review – End of 1<sup>st</sup> Qtr. FY3/10: 97,462,114 shares; End of 1<sup>st</sup> Qtr. FY3/09: 97,485,689 shares

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

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.

“Qualitative information, financial statements, etc.”

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

The Japanese economy in the period under review showed signs that the continuing decline in manufacturing and exports in Japan, resulting from the global economic crisis carried over from the second half of the previous financial year had begun to slow down. However, there was a general lack of capital expenditure and the economy remained stagnant as personal consumption fell due to a reduction in recruitment and income levels.

In these conditions, new order receipts totaled ¥33,305 million and sales came to ¥20,308 million, largely as a result of business transactions scheduled for Q1 being postponed to Q2 or later. Due to a reduction in sales, operating income and ordinary income fell, respectively, by 42.6% to ¥965 million and by 39.4% to ¥1,155 million, while net income for the period under review fell 43.2% to ¥596 million.

##### < Power Systems Division >

New orders declined due to orders for industrial-use power generation facilities being postponed to Q2 or later. Sales declined most notably in domestic industrial-use power generation equipment.

##### < Nuclear Systems Division >

New orders increased mainly due to an increase in periodic inspections and overhaul work of existing nuclear power plants. However, sales fell as a result of business transactions being postponed to Q2 or later.

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

New orders and sales declined as a result of orders for general industrial applications being postponed to Q2 or later.

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

(Unit: million yen)

Business Division	Order Receipts (Million yen)	Year-on-year change	Net Sales (Million yen)	Year-on-year change
Power Systems Division	9,363	-50.2%	8,094	-19.4%
Nuclear Systems Division	11,981	32.8%	5,792	-5.7%
Infrastructure and Industrial Systems Division	11,960	-40.0%	6,422	-53.0%
Total	33,305	-30.3%	20,308	-32.0%

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

Consolidated assets at the end of the period under review totaled ¥147,740 million, reflecting a decline of ¥3,348 million. This was mainly due to a ¥13,089 million increase in costs on uncompleted construction contracts, a ¥6,978 million combined decline in cash and deposits and group deposits with Toshiba Capital Corp., as well as a ¥11,006 million decline in notes receivable and accounts receivable from completed construction contracts, etc.

Consolidated liabilities at the end of the period under review totaled ¥73,401 million, declining ¥3,307 million compared with the end of the previous financial quarter. This was mainly because, in spite of a ¥3,201 million increase in costs on uncompleted construction contracts, there was a ¥5,741 million drop in notes payable and accounts payable for construction contracts, etc., and a ¥3,667 million decline in accrued income taxes.

Consolidated net assets at the end of the period under review totaled ¥74,339 million, a decline of ¥41 million since the end of the previous fiscal year.

#### 3. Qualitative information regarding projected consolidated results

There are no amendments to the financial results forecasts announced on April 28, 2009.

#### 4. Others

(1) Material changes in subsidiaries during the period (change in the scope of consolidation due to change in specified subsidiaries): No

(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

Adjustment to the reporting standard for amount and cost of completed work

When reporting income related to contract construction, hitherto the percentage of completion method has been applied to long-term, large-scale construction (construction schedule of 12 months or more, contract amount of ¥1,000 million and over), and the construction completed method applied to all other construction works. From the end of the financial quarter under review onwards the Company will apply the Accounting Standard for Construction Contracts (Financial Accounting Standard No. 15, issued December 27, 2007) and the Application Guidelines for the Financial Accounting Standard for Construction Contracts (Financial Accounting Standard Application Guideline No. 18, issued December 27, 2007). For construction contracts begun during the period under review, the percentage of completion method has been applied to all works whose progress by the end of the financial period can be measured (the estimate of the rate of progress of the construction works is subject to cost comparison law), while the construction completed method is applied to all other construction contracts. Effects on income are negligible.

5. First Quarter Consolidated Financial Statements

(1) First Quarter Consolidated Balance Sheet

(Unit: million yen)

Classification	At the end of the period under review (Jun. 30, 2009)	Summary of consolidated balance sheets at the end of the previous fiscal year (Mar. 31, 2009)
<b>(Assets)</b>		
Current assets		
Cash and deposits	3,185	2,235
Deposit to Toshiba Capital Corporation	13,172	21,100
Trade notes and accounts receivable	69,293	80,300
Uncompleted construction contracts	33,905	20,816
Other current assets	7,995	6,538
Allowance for doubtful accounts	-115	-119
Total current assets	127,437	130,871
Fixed assets		
Property, plant and equipment	6,871	6,949
Intangible assets	90	90
Investments and other assets		
Other investment	13,517	13,342
Allowance for doubtful accounts	-175	-165
Total investments and other assets	13,341	13,177
Total fixed assets	20,303	20,217
Total assets	147,740	151,089
<b>(Liabilities)</b>		
Current liabilities		
Trade notes and accounts payable	25,774	31,515
Accrued income taxes	1,371	5,038
Advances received on uncompleted contracts	8,655	5,453
Allowance for directors' bonuses	80	68
Allowance for warranty liabilities on completed projects	1,291	1,302
Allowances for expected losses on construction projects	450	495
Other current liabilities	11,800	9,372
Total current liabilities	49,424	53,246
Long-term liabilities		
Accrued pension and severance liabilities	23,838	23,310
Accrued directors' severance and retirement benefits	29	120
Other long-term liabilities	108	30
Total long-term liabilities	23,976	23,461
Total liabilities	73,401	76,708

5. First Quarter Consolidated Financial Statements

(1) First Quarter Consolidated Balance Sheet

(Unit: million yen)

Classification	At the end of the period under review (Jun. 30, 2009)	Summary of consolidated balance sheets at the end of the previous fiscal year (Mar. 31, 2009)
(Net assets)		
Shareholders' equity		
Common stock	11,876	11,876
Capital surplus	20,910	20,910
Retained earnings	41,657	41,791
Treasury stock	-107	-104
Total shareholders' equity	74,336	74,473
Valuation and currency translation adjustments		
Unrealized gains on securities	35	9
Currency translation adjustment	-80	-147
Total valuation and currency translation adjustments	-45	-138
Minority interest in consolidated subsidiaries	48	45
Total net assets	74,339	74,381
Total liabilities and net assets	147,740	151,089

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

(Unit: million yen)

Classification	Period under review (from Apr. 1, 2008 to Jun. 30, 2008)	Period under review (from Apr. 1, 2009 to Jun. 30, 2009)
Net sales	29,854	20,308
Cost of sales	25,745	16,815
Gross profit	4,108	3,493
Selling, general and administrative expenses	2,428	2,528
Operating income	1,680	965
Non-operating income		
Interest income	65	27
Dividend income	42	34
Investment income due to equity method	5	13
Foreign exchange gains	88	104
Other income	45	29
Total non-operating income	246	208
Non-operating expenses		
Provision for doubtful accounts	—	10
Rental expenses	5	—
Other expenses	14	7
Total non-operating expenses	19	18
Ordinary income	1,907	1,155
Income for the period before income taxes and minority interest	1,907	1,155
Income taxes-current	230	1,358
Adjustments to income taxes	627	-800
Total income taxes	857	557
Minority interest in income or loss of consolidated subsidiaries	0	0
Net income	1,050	596

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

(Unit: million yen)

Classification	Period under review (from Apr. 1, 2008 to Jun. 30, 2008)	Period under review (from Apr. 1, 2009 to Jun. 30, 2009)
Cash flows from operating activities		
Income before income taxes	1,907	1,155
Depreciation	172	172
Gains (losses) on disposal of property and equipment	3	1
Increase (decrease) in allowances for doubtful accounts	0	6
Increase (decrease) in allowances for pension and severance	288	526
Increase (decrease) in allowances for directors' severance and retirement benefits	-59	-90
Interest and dividend income	-107	-61
Increase (decrease) in trade receivables	11,321	11,025
Increase (decrease) in uncompleted contracts	-8,631	-13,088
Increase (decrease) in purchase liabilities	-5,950	-5,751
Increase (decrease) in advances received on uncompleted contracts	790	3,176
Increase (decrease) in allowances for expected losses on construction projects	-31	-44
Other	-2,365	1,634
Subtotal	-2,663	-1,339
Interest and dividend income received	123	82
Income tax paid	-3,592	-4,897
Cash flows from operating activities	-6,131	-6,154
Cash flows from investing activities		
Payments into time deposits	-99	0
Proceeds from time deposits	25	—
Payments into group funds	—	-100
Decreases in short-term loans	—	-29
Payments for acquisition of property and equipment	-45	-115
Proceeds from sale of property and equipment	1	2
Payments for long-term guarantees	-3	-2
Proceeds from recovery of long-term guarantees	51	10
Other	-2	0
Cash flows from investing activities	-71	-237
Cash flows from financing activities		
Dividends paid	-731	-730
Other	-3	-6
Cash used in financing activities	-734	-737
Effect of exchange rate changes on cash and cash equivalents	-65	38
Increase (decrease) in cash and cash equivalents	-7,003	-7,090
Cash and cash equivalents at the beginning of period	29,131	22,739
Cash and cash equivalents at the end of period	22,128	15,649

4) Notes concerning the going-concern assumption  
None.

(5) Segment information

< Segment information by business division >

Three months ended June 30, 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.

Three months ended June 30, 2009

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 >

Three months ended June 30, 2008

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

Three months ended June 30, 2009

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

< Overseas sales >

Three months ended June 30, 2008

	Southeast Asia	Other Asia	Other regions	Total
I. Overseas sales (million yen)	2,342	654	563	3,560
II. Consolidated sales (million yen)				29,854
III. Overseas sales in percent of consolidated sales (%)	7.8	2.2	1.9	11.9

Three months ended June 30, 2009

	Southeast Asia	Other Asia	Other regions	Total
I. Overseas sales (million yen)	1,464	399	1,525	3,389
II. Consolidated sales (million yen)				20,308
III. Overseas sales in percent of consolidated sales (%)	7.2	2.0	7.5	16.7

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, Malaysia, Laos, etc.

(2) Other Asia: China, Taiwan, South Korea, India, UAE, etc.

(3) Other countries and regions: Egypt, North and South America; Oceania, 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.