

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



October 30, 2009

Company Name: Toshiba Plant Systems & Services Corporation

(Code number: 1983 TSE 1st Section)

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

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Expected date of submitting quarterly report: November 10, 2009

Expected date of commencing dividend payments: December 7, 2009

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

(from April 1, 2009 to September 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 2 nd Qtr. FY3/10 | 61,861 | -12.8 | 4,088 | -2.6 | 4,517 | 0.2 | 2,658 | 9.4 |
| End of 2 nd Qtr. FY3/09 | 70,938 | — | 4,199 | — | 4,507 | — | 2,429 | — |

| | Net income per share | Net income per share, diluted |
|------------------------------------|----------------------|-------------------------------|
| | Yen | Yen |
| End of 2 nd Qtr. FY3/10 | 27.27 | — |
| End of 2 nd Qtr. FY3/09 | 24.92 | — |

(2) Consolidated Financial Position

| | Total assets | Shareholders' equity | Shareholders' equity to total assets | Shareholders' equity per share |
|------------------------------------|--------------|----------------------|--------------------------------------|--------------------------------|
| | Million yen | Million yen | % | Yen |
| End of 2 nd Qtr. FY3/10 | 140,482 | 76,253 | 54.2 | 781.97 |
| FY 3/09 | 151,089 | 74,381 | 49.2 | 762.70 |

Reference: Equity – End of 2nd Qtr. FY3/10 ¥76,208 million; FY 3/09: ¥74,335 million

2. Dividend

| (Record date) | Dividend per share | | | | |
|--------------------|--------------------------------|--------------------------------|--------------------------------|--------------------|--------|
| | End of 1 st Quarter | End of 2 nd Quarter | End of 3 rd Quarter | End of fiscal year | Annual |
| | Yen | Yen | Yen | Yen | Yen |
| FY 3/09 | — | 7.50 | — | 7.50 | 15.00 |
| FY 3/10 | — | 7.50 | | | |
| FY 3/10 (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, 2010
(from April 1, 2009 to March 31, 2010)

(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 | 158,000 | -4.5 | 10,700 | -15.7 | 11,200 | -12.3 | 6,600 | -9.6 | 67.72 |

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 no changes other than 1)
- (4) Number of outstanding shares (common shares)
 - 1) Number of shares outstanding as of the end of the period (including treasury stock) – End of 2nd 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 2nd Qtr. FY3/10: 199,428 shares; FY 3/09: 192,959 shares
 - 3) Average number of shares outstanding during the period under review – End of 2nd Qtr. FY3/10: 97,460,321 shares; End of 2nd Qtr. FY3/09: 97,482,771 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 appeared to be bottoming amid the global recession sparked by the U.S. financial crisis, indicating signs of rebounds in exports and manufacturing output. However, capital expenditure remained in decline and personal consumption and employment continued to weaken, leaving the economy stagnant. Amid these conditions, new orders received by the Group totaled ¥74,045 million, reflecting order receipts for nuclear power generation facilities in line with initial projections as well as project deferrals for industrial-use power generation facilities and general industrial applications. Sales revenue was ¥61,861 million as projects in the general industrial applications were deferred to later periods, among other factors. Despite the sale decline, efficiency gains and cost reductions contributed to operating income of ¥4,088 million (-2.6% over the 2nd quarter of FY 2009) and ordinary income of ¥4,517 million (+0.2% over the 2nd quarter of FY 2009), with net profit of ¥2,658 million for the period under review (+9.4% over the 2nd quarter of FY 2009).

< Power Systems Division >

New orders declined as domestic and overseas orders for industrial-use power generation facilities were deferred to the third quarter and later, among other factors.

Sales revenue fell, mainly due to the project deferrals affecting domestic and overseas industrial-use power generation facilities and hydro-power and transformer equipment.

< Nuclear Systems Division >

New orders developed in line with initial projections but sales were affected by a number of projects being deferred to the 3rd quarter and later.

< Infrastructure and Industrial Systems Division >

Both new orders and sales revenue declined due to a shift of projects to the third quarter and later, among other factors, centered on general industrial applications.

New orders and sales by segment for the period under review

(Unit: million yen)

| Business division | Order receipts | Year-on-year change | Net sales | Year-on-year change |
|--|----------------|---------------------|-----------|---------------------|
| Power Systems Division | 15,385 | -55.9% | 19,640 | -19.3% |
| Nuclear Systems Division | 33,116 | 35.2% | 21,123 | 32.2% |
| Infrastructure and Industrial Systems Division | 25,542 | -30.8% | 21,097 | -31.1% |
| Total | 74,045 | -23.1% | 61,861 | -12.8% |

2. Qualitative information regarding consolidated financial conditions

Consolidated assets at the end of the period under review totaled ¥140,482 million, reflecting a decline of ¥10,607 million compared with the end of the previous fiscal year. This was mainly due to a ¥10,390 million increase in costs on uncompleted construction contracts and a ¥20,796 million decline in notes receivable and accounts receivable from completed construction contracts.

Consolidated liabilities at the end of the period under review totaled ¥64,228 million, declining ¥12,480 million less compared with the end of the previous fiscal year. This was mainly due to a ¥1,428 million increase in advances received on construction in progress, a ¥9,196 million decline in notes payable and construction accounts payable, and a ¥3,547 million reduction in accrued income taxes.

Consolidated net assets at the end of the period under review totaled ¥76,253 million, an increase of ¥1,872 million compared with the end of the previous fiscal year. This was mainly due to a higher retained earnings.

3. Qualitative information regarding projected consolidated results

The outlook is for continued challenging conditions, despite first signs of economic improvements in exports and manufacturing output, but financial results of the Company are expected largely in line with projections.

Consequently, the consolidated earnings estimates released on October 13, 2009, remain 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

Change in revenue and cost recognition standards for completed work

Revenue and income from sub-contracted work were previously accounted for on a percentage-of-completion basis with regard to long-term contracts (construction periods of at least 12 months and sub-contract value of at least ¥1,000 million) and on a completion-basis for other work. Since the 1st quarter of the current fiscal year, the Company applies the Accounting Standard for Construction Contracts (Business Accounting Standard No. 15; December 27, 2007) and the Application Guideline for the Accounting Standard for Construction Contracts (Business Accounting Standard Application Guideline No. 18; December 27, 2007), to the effect that the percentage-of-completion method (proportionate cost method for estimated percentages of completion) is applied to percentages of completion whose deliverables are assured carried out between contract inception in the first quarter until the end of the second quarter. The completion-basis method is applied to other work. Effects on income from this accounting change are negligible.

5. Second Quarter Consolidated Financial Statements

(1) Second Quarter Consolidated Balance Sheet

(Unit: million yen)

| Classification | At the end of the period under review (Sep. 30, 2009) | Summary of consolidated balance sheets at the end of the previous fiscal year (Mar. 31, 2009) |
|---|---|---|
| (Assets) | | |
| Current assets | | |
| Cash and deposits | 2,855 | 2,235 |
| Deposit to Toshiba Capital Corporation | 20,717 | 21,100 |
| Trade notes and accounts receivable on completed projects | 59,503 | 80,300 |
| Uncompleted construction contracts | 31,206 | 20,816 |
| Other current assets | 5,881 | 6,538 |
| Allowance for doubtful accounts | -11 | -119 |
| Total current assets | 120,153 | 130,871 |
| Fixed assets | | |
| Property, plant and equipment | 6,776 | 6,949 |
| Intangible assets | 89 | 90 |
| Investments and other assets | | |
| Other investments | 13,745 | 13,342 |
| Allowance for doubtful accounts | -282 | -165 |
| Total investments and other assets | 13,463 | 13,177 |
| Total fixed assets | 20,328 | 20,217 |
| Total assets | 140,482 | 151,089 |
| (Liabilities) | | |
| Current liabilities | | |
| Trade notes and accounts payable for construction contracts | 22,318 | 31,515 |
| Accrued income taxes | 1,491 | 5,038 |
| Advances received on uncompleted contracts | 6,882 | 5,453 |
| Allowance for directors' bonuses | 31 | 68 |
| Allowance for warranty liabilities on completed projects | 888 | 1,302 |
| Allowance for expected losses on construction projects | 498 | 495 |
| Other current liabilities | 7,605 | 9,372 |
| Total current liabilities | 39,716 | 53,246 |
| Long-term liabilities | | |
| Accrued pension and severance liabilities | 24,377 | 23,310 |
| Accrued directors' severance and retirement benefits | 33 | 120 |
| Other long-term liabilities | 100 | 30 |
| Total long-term liabilities | 24,512 | 23,461 |
| Total liabilities | 64,228 | 76,708 |

(Unit: million yen)

| Classification | At the end of the period under review (Sep. 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 | 43,718 | 41,791 |
| Treasury stock | -111 | -104 |
| Total shareholders' equity | 76,393 | 74,473 |
| Valuation and currency translation adjustments | | |
| Unrealized gains on securities | -77 | 9 |
| Currency translation adjustment | -107 | -147 |
| Total valuation and currency translation adjustments | -185 | -138 |
| Minority interest in consolidated subsidiaries | 45 | 45 |
| Total net assets | 76,253 | 74,381 |
| Total liabilities and net assets | 140,482 | 151,089 |

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

(Unit: million yen)

| Classification | Period under review (from Apr. 1, 2008 to Sep. 30, 2008) | Period under review (from Apr. 1, 2009 to Sep. 30, 2009) |
|---|--|--|
| Net sales | 70,938 | 61,861 |
| Cost of sales | 61,613 | 52,692 |
| Gross profit | 9,325 | 9,169 |
| Selling, general and administrative expenses | 5,125 | 5,080 |
| Operating income | 4,199 | 4,088 |
| Non-operating income | | |
| Interest income | 124 | 46 |
| Dividend income | 42 | 34 |
| Investment income due to equity method | 20 | 42 |
| Insurance dividends | 97 | 120 |
| Foreign exchange gains | — | 172 |
| Other income | 104 | 42 |
| Total non-operating income | 389 | 458 |
| Non-operating expenses | | |
| Provision for doubtful accounts | — | 10 |
| Loss on disposal of fixed assets | — | 8 |
| Foreign exchange loss | 49 | — |
| Other expenses | 32 | 10 |
| Total non-operating expenses | 81 | 28 |
| Ordinary income | 4,507 | 4,517 |
| Income for the period before income taxes and minority interest | 4,507 | 4,517 |
| Income taxes-current | 2,214 | 1,313 |
| Adjustments to income taxes | -133 | 550 |
| Total income taxes | 2,080 | 1,863 |
| Minority interest in loss of consolidated subsidiaries | -2 | -3 |
| Net income | 2,429 | 2,658 |

(3) Second Quarter Consolidated Statements of Cash Flows

(Unit: million yen)

| Classification | Period under review (from Apr. 1, 2008 to Sep. 30, 2008) | Period under review (from Apr. 1, 2009 to Sep. 30, 2009) |
|--|--|--|
| | Amount | Amount |
| Cash flows from operating activities | | |
| Income before income taxes | 4,507 | 4,517 |
| Depreciation | 349 | 348 |
| Gains (losses) on disposal of property and equipment | 7 | 12 |
| Increase (decrease) in allowances for doubtful accounts | 0 | 9 |
| Increase (decrease) in allowances for pension and severance | 523 | 1,065 |
| Increase (decrease) in allowances for directors' severance and retirement benefits | -43 | -86 |
| Interest and dividend income | -166 | -81 |
| Interest expense | — | 0 |
| Increase (decrease) in trade receivable | 21,269 | 20,707 |
| Increase (decrease) in uncompleted contracts | -8,610 | -10,389 |
| Increase (decrease) in purchase liabilities | -13,897 | -9,212 |
| Increase (decrease) in advances received on uncompleted contracts | -292 | 1,372 |
| Increase (decrease) in allowances for expected losses on construction projects | -402 | 2 |
| Other | -1,290 | -2,339 |
| Subtotal | 1,952 | 5,927 |
| Interest and dividend income received | 183 | 101 |
| Interest paid | — | 0 |
| Income tax paid | -3,468 | -4,803 |
| Cash flows from operating activities | -1,332 | 1,225 |
| Cash flows from investing activities | | |
| Payments into time deposits | -105 | -56 |
| Proceeds from time deposits | 23 | 34 |
| Payments into group funds | -360 | -100 |
| Proceeds from group funds | 450 | 450 |
| Expenditure for short-term loans | — | -29 |
| Proceeds from the collection of short-term loans | — | 29 |
| Payments for acquisition of property and equipment | -369 | -322 |
| Proceeds from sale of property and equipment | 5 | 4 |
| Payment for long-term guarantees | -10 | -5 |
| Proceeds from recovery of long-term guarantees | 58 | 47 |
| Others | 17 | 0 |
| Cash flows from investing activities | -290 | 50 |
| Cash flows from financing activities | | |
| Income from short-term borrowings | — | 800 |
| Expenditure for repayment of short-term borrowings | — | -800 |
| Dividends paid | -731 | -730 |
| Others | -15 | -13 |
| Cash flows from financing activities | -746 | -744 |
| Effect of exchange rate changes on cash and cash equivalents | -56 | 22 |
| Increase (decrease) in cash and cash equivalents | -2,426 | 554 |
| Cash and cash equivalents at the beginning of period | 29,131 | 22,739 |
| Cash and cash equivalents at the end of period | 26,705 | 23,294 |

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

(5) Segment information

< Segment information by business division >

Six months ended September 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.

Six months ended September 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 >

Six months ended September 30, 2008

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

Six months ended September 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 >

Six months ended September 30, 2008

| | Southeast Asia | Other Asia | Other regions | Total |
|--|----------------|------------|---------------|--------|
| I. Overseas sales (million yen) | 6,133 | 2,498 | 2,180 | 10,813 |
| II. Consolidated sales (million yen) | | | | 70,938 |
| III. Overseas sales in percent of consolidated sales (%) | 8.6 | 3.5 | 3.1 | 15.2 |

Six months ended September 30, 2009

| | Southeast Asia | Other Asia | Other regions | Total |
|--|----------------|------------|---------------|--------|
| I. Overseas sales (million yen) | 3,628 | 1,151 | 4,089 | 8,868 |
| II. Consolidated sales (million yen) | | | | 61,861 |
| III. Overseas sales in percent of consolidated sales (%) | 5.9 | 1.8 | 6.6 | 14.3 |

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, UAE, Kuwait, 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.