



**2. Projected Consolidated Business Performance for 2007 (January 1, 2007 through December 31, 2007)**

【Reference】

(Percentage figures are comparisons with the previous accounting period)

	Sales Revenue		Operating Income		Ordinary Income		Net Income		Net Income per Share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full Year 2007	3,090,000	(0.4)	47,000	(△19.9)	51,000	(△22.7)	29,000	(△27.2)	50.25

**3. Others**

(1) Change in Major Subsidiaries in this Accounting Period

(Change in designated subsidiaries, which has alteration in the scope of consolidation) : No

(2) Adoption of Simplified Methods in Accounting Treatment : Yes

(3) Change in Accounting Methods Compared to the Last Consolidated Accounting Period : Yes

(Note) For further detail, please refer to '4. Others' in 【Qualitative Information and Financial Statements】on page 3.

**(Reference) Projected Parent's Business Performance for 2007 (January 1, 2007 through December 31, 2007)**

(Percentage figures are comparisons with the previous accounting period)

	Sales Revenue		Operating Income		Ordinary Income		Net Income		Net Income per Share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full Year 2007	3,040,000	(0.4)	14,000	(△58.5)	34,000	(△64.3)	26,000	(△66.3)	45.05

**※ Explanatory notes for an appropriate use of projections / Other notes**

This filing contains forward-looking statements based on projections and estimates that involve many variables. The Company operates in an extremely competitive business environment and in an industry characterized by rapid changes in supply-demand balance. Certain risks and uncertainties including, without limitation, general economic conditions in Japan and other countries, crude prices and the exchange rate between the yen and the U.S. dollar, could cause the Company's results to differ materially from any projections and estimates presented.

As for the information of the projections above, please refer to 【Qualitative Information and Financial Statements】 '3. Qualitative Information of Projected Business Performance' on page 3.

## **【Qualitative Information and Financial Statements】**

### 1. Qualitative Information of Financial Results

#### Consolidated Sales Revenue

Consolidated sales revenue fell 98.0 billion yen versus the same period last year to 2,191.5 billion yen due to decreased sales volumes.

#### Consolidated Operating Income

Consolidated operating income improved by 14.4 billion yen versus the same period last year to 54.8 billion yen. The factors contributing to this improvement are as follows.

##### (1) Low margins for petroleum products

Petroleum product margins were lower than in the same period in 2006. The steep increase in crude prices during the January-September 2007 period was not fully reflected in domestic fuel prices. In addition, TonenGeneral accounts for purchased crude in its cost of goods when it is loaded, whereas most of the industry accounts for crude when it arrives in Japan, so that crude price changes affect our results approximately one month earlier than other industry participants. Calculated on a Dubai basis, the effect of this accounting method difference on our earnings for the January-September 2007 period is about negative 22.0 billion yen, versus negative 13.0 billion yen for the same period last year.

As a result of the factors above, excluding inventory valuation effects, operating income in the petroleum segment decreased 19.7 billion yen versus the same period last year.

##### (2) Inventory valuation

Offsetting the effects of low petroleum product margins described above, operating income for the January-September 2007 period includes significant non-cash inventory valuation gains of 41.7 billion yen. This is an increase of 21.9 billion yen versus the same period last year. TonenGeneral applies the LIFO/LOCOM accounting method for inventory valuation; one large component of the gain was a draw-down of inventory volumes versus the end of 2006. It is projected that inventory, which decreased temporarily at the end of September, will reverse in part during the fourth quarter, and that full-year inventory valuation gains will be lower than at present.

##### (3) Strong trends in petrochemical product earnings

Operating income in the petrochemicals segment increased 12.3 billion yen versus the same period last year. Margins for both aromatics and olefins increased, supported by continued strong demand. In addition, the absence during the January-September 2007 period of large-scale turn-arounds, like that which took place at the ethylene plant in the third quarter of 2006, allowed for higher sales volumes and contributed to the increase in earnings.

##### (4) Operating costs

Although reductions in pension and other costs continued, there were increases in some areas, including depreciation due to new investments and maintenance costs. This resulted in an increase in operating costs of 2.4 billion yen versus the same period last year.

#### Net Income

Net non-operating income was 4.6 billion yen, which included foreign exchange gains and equity earnings of affiliates. Net extraordinary loss was 0.6 billion yen, a 0.7 billion improvement versus the same period last year. As a result, net income for the January-September 2007 period was 35.5 billion yen, 7.7 billion yen higher than the same period in 2006.

### 2. Qualitative Information of Financial Condition

#### Financial Position

Total Assets as of September 30, 2007 totaled 962.1 billion yen, a 57.4 billion yen decrease from December 31, 2006. (Total Assets decreased by 28.9 billion yen versus September 30, 2006.) The change was mainly attributable to decreases in Trade Accounts Receivable and Inventories.

Liabilities amounted to 719.4 billion yen, a 51.0 billion yen decrease from December 31, 2006, which is mainly due to a decrease in Trade Accounts Payable, offsetting an increase in Short-term Debt. (Total Liabilities decreased by 34.4 billion yen versus September 30, 2006)

Total Net Assets as of September 30, 2007 amounted to 242.7 billion yen, a 6.5 billion yen decrease from December 31, 2006, which is mainly due to a purchase of treasury stock, offsetting an increase in Earned Surplus. (Total Net Assets increased 5.5 billion yen versus September 30, 2006)

#### Cash Flows

At the end of September 2007, the outstanding balance of cash and cash equivalent was 1.1 billion yen, an increase of 0.4 billion yen versus 2006 year-end.

In the period from January to September 2007, Cash Flows from Operating Activities were positive 19.2 billion yen. Positive factors such as income before income taxes and decrease in inventory exceeded negative factors such as decreases in trade accounts and other payables.

Cash Flows from Investing Activities were negative 15.4 billion yen. The cash outflows mainly for capital expenditures were larger than the cash inflows from the divestment of property, plant and equipment.

Cash Flows from Financing Activities were negative 3.4 billion yen. Cash outflows for payments of dividends and stock repurchases exceeded cash inflows by short-term borrowings.

### 3. Qualitative Information of Projected Business Performance

#### Consolidated

Operating income is forecast to be the same as the previous forecast. Excluding inventory valuation effects, petroleum segment earnings for the full year are expected to be somewhat lower than previously forecast due to lower margins. This is expected to be partially offset by 2007 operating earnings related to the divestment of Nansei Sekiyu (K.K.) stock, announced on Nov. 10, 2007. Inventory gains as of end-September are forecast to reverse in part by year-end, but ending higher than our prior full-year forecast. This is expected to balance the lower margin effects mentioned above.

Ordinary income is expected to rise versus the previous forecast, reflecting foreign exchange gains during the January-September period.

An extraordinary loss of 2.9 billion yen is projected related to the stock transfer of Nansei Sekiyu (K.K.) mentioned above. Taking the above into consideration, 2007 full year net income is expected to be 29.0 billion yen, the same as the previous forecast.

#### Parent

Parent ordinary income for the full year 2007 is expected to be 34.0 billion yen. The increase versus our prior forecast is primarily due to a projected 13.0 billion yen in dividend earnings from subsidiaries not previously forecast. This revision does not affect the consolidated earnings forecast.

### 4. Others

#### (1) Change in Major Subsidiaries in this Accounting Period

(Change in designated subsidiaries, which has alteration in the scope of consolidation)

There is no change in this accounting period.

#### (2) Adoption of a Simplified Method in Accounting Treatment

Statutory effective tax rate was used for income tax calculations.

#### (3) Change in Accounting Methods Compared to the Last Consolidated Accounting Period

In accordance with the revision of the Corporate Tax Law, the depreciation method for Property, Plant and Equipment, which was acquired on or after April 1, 2007, was aligned with the method under revised Corporate Tax Law.

## 5. Interim Consolidated Financial Statements

### (1) Interim Consolidated Balance Sheets

Account Title	September 30, 2006		September 30, 2007		December 31, 2006		Sep. 30, 2007 vs. Dec. 31, 2006
	Amounts (Million yen)	Ratio (%)	Amounts (Million yen)	Ratio (%)	Amounts (Million yen)	Ratio (%)	
<b>(ASSETS)</b>							
<b>I Current Assets</b>							
1 Cash and Cash Equivalents	330		1,052		664		388
2 Notes and Trade Accounts Receivable	492,686		496,686		517,645		△ 20,959
3 Inventories	191,273		153,617		188,054		△ 34,436
4 Deferred Tax Assets	6,715		7,220		5,544		1,675
5 Short-term Loans Receivable	197		168		346		△ 178
6 Others	7,597		6,146		10,153		△ 4,007
7 Bad Debt Allowance	△ 186		△ 150		△ 202		51
<b>Total Current Assets</b>	<b>698,615</b>	<b>70.5</b>	<b>664,740</b>	<b>69.1</b>	<b>722,206</b>	<b>70.8</b>	<b>△ 57,466</b>
<b>II Long-term Assets</b>							
<b>1 Property, Plant and Equipment</b>							
(1) Buildings and Structures	55,832		53,352		54,826		△ 1,473
(2) Tanks	6,602		6,143		6,478		△ 334
(3) Machinery, Equipment and Vehicles	66,234		83,564		72,303		11,261
(4) Tools, Furniture and Fixtures	1,622		1,515		1,572		△ 57
(5) Land	91,223		88,041		89,311		△ 1,270
(6) Incomplete Construction	25,893		16,763		26,127		△ 9,364
<b>Total Property, Plant and Equipment</b>	<b>247,408</b>	<b>(25.0)</b>	<b>249,381</b>	<b>(25.9)</b>	<b>250,620</b>	<b>(24.6)</b>	<b>△ 1,239</b>
<b>2 Intangible Assets</b>							
(1) Goodwill	2,123		1,470		1,960		△ 490
(2) Leasehold	1,961		1,907		1,909		△ 2
(3) Software	2,839		3,112		3,097		15
(4) Others	387		299		348		△ 48
<b>Total Intangible Assets</b>	<b>7,311</b>	<b>(0.7)</b>	<b>6,789</b>	<b>(0.7)</b>	<b>7,315</b>	<b>(0.7)</b>	<b>△ 525</b>
<b>3 Investments and Other Assets</b>							
(1) Investment Securities	13,739		15,161		14,276		885
(2) Long-term Loans Receivable	1,270		1,098		1,217		△ 118
(3) Deferred Tax Assets	7,253		7,564		8,285		△ 720
(4) Others	16,053		17,838		16,167		1,671
(5) Bad Debt Allowance	△ 647		△ 499		△ 572		72
<b>Total Investments and Other Assets</b>	<b>37,667</b>	<b>(3.8)</b>	<b>41,163</b>	<b>(4.3)</b>	<b>39,374</b>	<b>(3.9)</b>	<b>1,788</b>
<b>Total Long-term Assets</b>	<b>292,387</b>	<b>29.5</b>	<b>297,334</b>	<b>30.9</b>	<b>297,310</b>	<b>29.2</b>	<b>23</b>
<b>Total Assets</b>	<b>991,002</b>	<b>100.0</b>	<b>962,075</b>	<b>100.0</b>	<b>1,019,517</b>	<b>100.0</b>	<b>△ 57,442</b>

(Note) Amounts shown in truncated millions of yen

Account Title	September 30, 2006		September 30, 2007		December 31, 2006		Sep. 30, 2007 vs. Dec. 31, 2006
	Amounts (Million yen)	Ratio (%)	Amounts (Million yen)	Ratio (%)	Amounts (Million yen)	Ratio (%)	
<b>(LIABILITIES)</b>							
<b>I Current Liabilities</b>							
1 Notes and Trade Accounts Payable	268,291		292,534		354,461		△ 61,927
2 Gasoline Tax etc., Payable	231,174		207,870		234,216		△ 26,346
3 Short-term Debt	77,669		83,988		39,666		44,321
4 Commercial Paper	40,000		-		5,000		△ 5,000
5 Accrued Income Taxes	2,613		18,662		7,197		11,465
6 Accrued Consumption Taxes	7,950		8,172		7,660		512
7 Guarantee Deposits Payable	13,010		11,369		12,647		△ 1,277
8 Reserve for Bonuses	3,563		3,606		1,374		2,232
9 Others	38,202		29,906		38,197		△ 8,290
<b>Total Current Liabilities</b>	<b>682,475</b>	<b>68.9</b>	<b>656,110</b>	<b>68.2</b>	<b>700,421</b>	<b>68.7</b>	<b>△ 44,310</b>
<b>II Long-term Liabilities</b>							
1 Long-term Debt	12,756		10,506		12,403		△ 1,897
2 Deferred Tax Liabilities	606		2,057		1,707		350
3 Reserve for Accrued Pension Costs	37,636		32,693		36,545		△ 3,851
4 Reserve for Officers' Retirement Allowance	172		163		169		△ 6
5 Reserve for Repairs	16,511		14,511		15,397		△ 886
6 Reserve for Offshore Well Abandonment	2,234		2,178		2,234		△ 56
7 Others	1,444		1,170		1,483		△ 313
<b>Total Long-term Liabilities</b>	<b>71,362</b>	<b>7.2</b>	<b>63,281</b>	<b>6.6</b>	<b>69,941</b>	<b>6.9</b>	<b>△ 6,660</b>
<b>Total Liabilities</b>	<b>753,838</b>	<b>76.1</b>	<b>719,391</b>	<b>74.8</b>	<b>770,362</b>	<b>75.6</b>	<b>△ 50,970</b>
<b>(NET ASSETS)</b>							
<b>I Owners' Equity</b>							
1 Paid-in Capital	35,123		35,123		35,123		-
2 Capital Surplus	20,766		20,766		20,766		△ 0
3 Earned Surplus	180,042		205,944		192,010		13,934
4 Treasury Stock	△ 150		△ 20,404		△ 206		△ 20,198
<b>Total Owners' Equity</b>	<b>235,781</b>	<b>23.8</b>	<b>241,429</b>	<b>25.1</b>	<b>247,693</b>	<b>24.3</b>	<b>△ 6,263</b>
<b>II Valuation and Translation Adjustments</b>							
1 Valuation Difference on Available-for-Sale Securities	506		418		527		△ 109
<b>Total Valuation and Translation Adjustments</b>	<b>506</b>	<b>0.0</b>	<b>418</b>	<b>0.0</b>	<b>527</b>	<b>0.0</b>	<b>△ 109</b>
<b>III Minority Interests</b>							
<b>Total Net Assets</b>	<b>237,164</b>	<b>23.9</b>	<b>242,683</b>	<b>25.2</b>	<b>249,155</b>	<b>24.4</b>	<b>△ 6,471</b>
<b>Total Liabilities and Net Assets</b>	<b>991,002</b>	<b>100.0</b>	<b>962,075</b>	<b>100.0</b>	<b>1,019,517</b>	<b>100.0</b>	<b>△ 57,442</b>

(Note) Amounts shown in truncated millions of yen

## (2) Interim Consolidated Statement of Income

Account Title	3Q 2006 (Jan. 1 through Sep. 30)		3Q 2007 (Jan. 1 through Sep. 30)		3Q 2007 vs. 3Q 2006	2006 (Jan. 1 through Dec. 31)	
	Amounts (Million yen)	Ratio (%)	Amounts (Million yen)	Ratio (%)		Amounts (Million yen)	Ratio (%)
I Sales Revenue	2,289,535	100.0	2,191,526	100.0	△ 98,009	3,078,772	100.0
II Cost of Sales	2,221,929	97.0	2,111,879	96.4	△ 110,049	2,984,391	96.9
Gross Margin	67,606	3.0	79,646	3.6	12,040	94,380	3.1
III Selling, General and Administrative Expenses	27,220	1.2	24,831	1.1	△ 2,389	35,685	1.2
Operating Income	40,385	1.8	54,815	2.5	14,429	58,694	1.9
IV Non-operating Income							
1 Interest Income	325		55		△ 270	346	
2 Dividends Received	59		63		4	60	
3 Foreign Exchange Gain	4,702		4,234		△ 468	6,123	
4 Equity Earnings of Affiliates	859		846		△ 13	1,395	
5 Others	207		67		△ 139	235	
Total Non-operating Income	6,154	0.3	5,266	0.2	△ 888	8,160	0.2
V Non-operating Expenses							
1 Interest Expenses	509		561		52	698	
2 Loss on Sales and Disposals of Supplies	17		16		△ 0	37	
3 Others	97		104		7	131	
Total Non-operating Expenses	623	0.0	683	0.0	59	867	0.0
Ordinary Income	45,916	2.1	59,398	2.7	13,481	65,987	2.1
VI Extraordinary Gain							
1 Gain on Sales of Property, Plant and Equipment	58		351		292	108	
2 Gain on Sales of Golf Membership	44		66		22	47	
3 Gain on Liquidation of Investment Securities	-		-		-	503	
Total Extraordinary Gain	103	0.0	418	0.0	314	658	0.0
VII Extraordinary Loss							
1 Loss on Asset Impairment	322		660		338	2,109	
2 Loss on Sales and Disposals of Property, Plant and Equipment	447		261		△ 185	1,121	
3 Surcharge	-		142		142	-	
4 Provision Loss on Reserve for Offshore Well Abandonment	672		-		△ 672	672	
5 Evaluation Loss on Investment Securities	7		-		△ 7	7	
Total Extraordinary Loss	1,449	0.1	1,064	0.0	△ 384	3,910	0.1
Interim (Annual) Income before Income Taxes	44,571	2.0	58,751	2.7	14,180	62,736	2.0
Current Income Taxes	17,873	0.8	23,913	1.1	6,040	22,791	0.7
Deferred Income Tax	△ 1,049	△ 0.0	△ 575	△ 0.0	473	173	0.0
Minority Interests (△Loss)	△ 105	△ 0.0	△ 98	△ 0.0	7	△ 47	△ 0.0
Interim (Annual) Net Income	27,851	1.2	35,511	1.6	7,659	39,820	1.3

(Note) Amounts shown in truncated millions of yen

**(3) Interim Consolidated Statement of Changes in Net Assets****3rd Quarter 2006 (January 1, 2006 through September 30, 2006)**

(Unit: Million yen)

	Owner's Equity					Valuation and Translation Adjustments		Minority Interests	Net Assets
	Paid-in Capital	Capital Surplus	Earned Surplus	Treasury Stock	Total Owner's Equity	Valuation Difference on Available-for-Sale Securities	Total Valuation and Translation Adjustments		
Balance at December 31, 2005	35,123	20,770	173,772	△ 85	229,580	579	579	1,015	231,174
Changes of Items during the Period									
Dividends from Surplus	-	-	△ 21,582	-	△ 21,582	-	-	△ 33	△ 21,615
Interim Net Income	-	-	27,851	-	27,851	-	-	-	27,851
Purchases of Treasury Stock	-	-	-	△ 140	△ 140	-	-	-	△ 140
Disposal of Treasury Stock	-	△ 3	-	75	72	-	-	-	72
Net Changes of Items Other than Owners' Equity	-	-	-	-	-	△ 72	△ 72	△ 105	△ 177
Total Changes of Items during the Period	-	△ 3	6,269	△ 64	6,201	△ 72	△ 72	△ 139	5,990
Balance at September 30, 2006	35,123	20,766	180,042	△ 150	235,781	506	506	876	237,164

**3rd Quarter 2007 (January 1, 2007 through September 30, 2007)**

(Unit: Million yen)

	Owner's Equity					Valuation and Translation Adjustments		Minority Interests	Net Assets
	Paid-in Capital	Capital Surplus	Earned Surplus	Treasury Stock	Total Owner's Equity	Valuation Difference on Available-for-Sale Securities	Total Valuation and Translation Adjustments		
Balance at December 31, 2006	35,123	20,766	192,010	△ 206	247,693	527	527	933	249,155
Changes of Items during the Period									
Dividends from Surplus	-	-	△ 21,576	-	△ 21,576	-	-	-	△ 21,576
Interim Net Income	-	-	35,511	-	35,511	-	-	-	35,511
Purchases of Treasury Stock	-	-	-	△ 20,232	△ 20,232	-	-	-	△ 20,232
Disposal of Treasury Stock	-	△ 0	-	33	33	-	-	-	33
Net Changes of Items Other than Owners' Equity	-	-	-	-	-	△ 109	△ 109	△ 98	△ 207
Total Changes of Items during the Period	-	△ 0	13,934	△ 20,198	△ 6,263	△ 109	△ 109	△ 98	△ 6,471
Balance at September 30, 2007	35,123	20,766	205,944	△ 20,404	241,429	418	418	835	242,683

(Note) Amounts shown in truncated millions of yen

**2006 (January 1, 2006 through December 31, 2006)**

(Unit: Million yen)

	Owner's Equity					Valuation and Translation Adjustments		Minority Interests	Net Assets
	Paid-in Capital	Capital Surplus	Earned Surplus	Treasury Stock	Total Owner's Equity	Valuation Difference on Available-for-Sale Securities	Total Valuation and Translation Adjustments		
Balance at December 31, 2005	35,123	20,770	173,772	△ 85	229,580	579	579	1,015	231,174
Changes of Items during the Period									
Dividends from Surplus	-	-	△ 21,582	-	△ 21,582	-	-	△ 33	△ 21,615
Net Income	-	-	39,820	-	39,820	-	-	-	39,820
Purchases of Treasury Stock	-	-	-	△ 210	△ 210	-	-	-	△ 210
Disposal of Treasury Stock	-	△ 4	-	90	85	-	-	-	85
Net Changes of Items Other than Owners' Equity	-	-	-	-	-	△ 51	△ 51	△ 47	△ 99
Total Changes of Items during the Period	-	△ 4	18,237	△ 120	18,113	△ 51	△ 51	△ 81	17,980
Balance at December 31, 2006	35,123	20,766	192,010	△ 206	247,693	527	527	933	249,155

(Note) Amounts shown in truncated millions of yen

**(4) Interim Consolidated Statement of Cash Flows**

(Unit: Million yen)

Title	3Q 2006	3Q 2007	2006
	(Jan. 1 through Sep. 30)	(Jan. 1 through Sep. 30)	(Jan. 1 through Dec. 31)
	Amounts	Amounts	Amounts
<b>I Cash Flows from Operating Activities</b>			
Interim (Annual) Income before Income Taxes	44,571	58,751	62,736
Depreciation and Amortization	13,696	16,230	19,191
Increase(△Decrease) in Reserve for Bonuses	2,134	2,232	△ 54
Gain on Liquidation of Investment Securities	-	-	△ 503
Loss on Asset Impairment	322	660	2,109
Provision Loss on Reserve for Offshore Well Abandonment	672	-	672
Increase(△Decrease) in Reserve for Repairs	116	△ 886	△ 997
Decrease(△Increase) in Trade Accounts Receivable	△ 516	20,906	△ 25,543
Decrease(△Increase) in Inventories	△ 24,373	34,436	△ 21,154
Increase(△Decrease) in Trade Accounts Payable	△ 26,371	△ 61,927	59,798
Increase(△Decrease) in Other Accounts Payable	△ 15,754	△ 35,493	△ 3,482
Others	△ 4,919	△ 2,419	△ 6,070
Sub-Total	△ 10,421	32,491	86,702
Interest and Dividend Received	370	122	407
Interest Paid	△ 535	△ 582	△ 692
Proceeds from Sales of Marketing Goodwill	376	-	376
Payments of Additional Allowance for Early Retirement	△ 3,112	△ 9	△ 3,131
Payment of Surcharge	-	△ 142	-
Refund of Income Taxes Paid	12,388	1,715	12,389
Income Taxes Paid	△ 9,450	△ 14,405	△ 20,966
Cash Flows from Operating Activities	△ 10,383	19,189	75,085
<b>II Cash Flows from Investing Activities</b>			
Payments for Purchases of Property, Plant and Equipment	△ 24,103	△ 16,569	△ 35,086
Proceeds from Sales of Property, Plant and Equipment	63	1,644	228
Payments for Purchases of Intangible Assets	△ 252	△ 601	△ 731
Proceeds from Sales of Intangible Assets	-	-	1
Payments for Purchases of Investment Securities	-	△ 82	-
Proceeds from Sales of Investment Securities	1	-	439
Payments of Long-term Loans Receivable	△ 14	△ 2	△ 20
Collection of Long-term Loans Receivable	178	135	252
Proceeds from Share Buy Back	428	-	428
by an Equity-method Subsidiary			
Others	50	94	53
Cash Flows from Investing Activities	△ 23,647	△ 15,380	△ 34,433
<b>III Cash Flows from Financing Activities</b>			
Decrease(△Increase) in Short-term Loans Receivable	472	164	308
Increase(△Decrease) in Short-term Debt	31,460	44,321	△ 6,542
Increase(△Decrease) in Commercial Paper	25,000	△ 5,000	△ 10,000
Payments of Long-term Debt	△ 1,566	△ 1,897	△ 1,919
Payments for Repurchase of Treasury Stock	△ 804	△ 20,232	△ 873
Proceeds from Sales of Treasury Stock	72	33	85
Cash Dividends Paid	△ 20,809	△ 20,811	△ 21,582
Payments of Dividends to Minority Interests	△ 33	-	△ 33
Cash Flows from Financing Activities	33,791	△ 3,420	△ 40,557
IV Increase(△Decrease) in Cash and Cash Equivalents	△ 239	388	94
V Cash and Cash Equivalents at the Beginning of the Period	569	664	569
VI Cash and Cash Equivalents at the End of the Period	330	1,052	664

(Note) Amounts shown in truncated millions of yen

**(5) Segment Information****Segment Information by Business Line****3rd Quarter 2006 (January 1, 2006 through September 30, 2006)**

(Unit: Million yen)

	Oil	Chemicals	Others	Total	Elimination	Consolidated
Sales Revenue						
(1)Sales to Third Parties	2,078,772	209,727	1,036	2,289,535	-	2,289,535
(2)Internal Transactions	304,874	29,297	1	334,172	(334,172)	-
Total	2,383,646	239,024	1,037	2,623,708	(334,172)	2,289,535
Operating Expenses	2,375,790	206,286	1,089	2,583,166	(334,016)	2,249,150
Operating Income (△Loss)	7,855	32,737	△ 51	40,542	(156)	40,385

**3rd Quarter 2007 (January 1, 2007 through September 30, 2007)**

(Unit: Million yen)

	Oil	Chemicals	Others	Total	Elimination	Consolidated
Sales Revenue						
(1)Sales to Third Parties	1,951,022	239,609	894	2,191,526	-	2,191,526
(2)Internal Transactions	312,063	33,538	6	345,608	(345,608)	-
Total	2,263,085	273,148	900	2,537,134	(345,608)	2,191,526
Operating Expenses	2,253,272	228,159	886	2,482,319	(345,608)	2,136,711
Operating Income	9,812	44,988	13	54,815	-	54,815

**2006 (January 1, 2006 through December 31, 2006)**

(Unit: Million yen)

	Oil	Chemicals	Others	Total	Elimination	Consolidated
Sales Revenue						
(1)Sales to Third Parties	2,787,180	290,325	1,266	3,078,772	-	3,078,772
(2)Internal Transactions	404,582	41,016	6	445,605	(445,605)	-
Total	3,191,762	331,342	1,273	3,524,378	(445,605)	3,078,772
Operating Expenses	3,182,237	281,919	1,311	3,465,468	(445,390)	3,020,077
Operating Income (△Loss)	9,525	49,422	△ 38	58,909	(214)	58,694

(Note) Amounts shown in truncated millions of yen