

Date: November 12, 2009

CONSOLIDATED FINANCIAL RESULTS (NEWS FLASH)

AIR WATER INC.

Head Office: 20-16, Higashi-shinsaibashi 1-chome,
Chuo-ku, Osaka, Japan

Results for the Six Months Ended September 30, 2009

Qualitative information on the Company's consolidated business performance

With increasing exports to Asia especially China, further inventory adjustment and government economic stimulus plan, the Japanese manufacturing industry has broadly increased production activities through the second quarter of the financial year. On the other hand, however, strong yen and perceived excessive capacity have resulted in lack of confidence in sustainable economic recovery as capacity investment and housing investment have remained at a low level, leaving local businesses and middle- and small- manufacturing companies in difficult conditions.

About the achievements of AWI Group under such circumstances, the Industrial Business has been on a track to recovery thanks to significant reduction of production while the Chemical Business has continuously suffered from reduced production of raw materials and sluggish demand. Meanwhile successful structural reform aimed at improving profitability of consumer businesses at the Medical Business and the Energy Business has led to significant gains compared to the same period of the previous year, contributing to the overall earnings during the period.

As a result, for the second quarter ended September 30, 2009, net sales revenue declined 9.3% year on year to ¥ 199,437 million, operating income declined 2.9% year on year to ¥10,867 million and ordinary income declined 16.1% year on year to ¥ 10,635 million. Net income for the second quarter ended September 30, 2009 was ¥ 4,846 million, a decline of 27.5% year on year.

Operating segment information

(Millions of yen)

	Sales		Operating income	
	Six months ended September 30, 2009	% compared with the same period of the previous year	Six months ended September 30, 2009	% compared with the same period of the previous year
Industrial	91,884	91.3%	6,904	83.9%
Medical	25,818	107.3%	1,137	316.7%
Chemical	45,818	82.5%	1,087	79.8%
Energy	16,630	79.3%	641	224.4%
Other	19,285	103.6%	1,095	114.4%
Total	199,437	90.7%	10,867	97.1%