

February 28, 2006

Company Name : TEIJIN LIMITED

President and CEO : Toru Nagashima

### Extraordinary Loss Incurred by a Subsidiary and Revision of Consolidated Outlook

Teijin Limited announces that Toho Tenax Co., Ltd. (Head Office: Bunkyo-ku, Tokyo, President: Yoshikuni Utsunomiya, Stock Code: 3403, First Section of Tokyo Stock Exchange, "Toho Tenax"), a 55.3 percent subsidiary of Teijin Limited, expects to post an extraordinary loss in its financial results for the fiscal year ending March 31, 2006 and that the consolidated outlook of Teijin Limited for the fiscal year ending March 31, 2006 is revised in the light of this loss etc..

#### 1. Extraordinary loss incurred by Toho Tenax

Toho Tenax is set to buy back the former site of Ogaki Plant handed over to the Organization for Promoting Urban Development in March and June 1996 in accordance with the provisions of the handover agreement after the land was not used for private urban development within ten years.

On the other hand, with the help of the parties concerned, Toho Tenax has endeavored to attract a business to the site for active use of the land. Eventually obtaining the prospect that it will be used as a factory site, the company has decided to release the land this term. As a result of this decision, Toho Tenax is planning to post an extraordinary loss of 5.8 billion yen on the handover of the land in its financial results for the fiscal year ending March 31, 2006.

#### 2. Revision of the consolidated outlook of Teijin Limited for the fiscal year ending March 31, 2006

In view of the above extraordinary loss to be posted by Toho Tenax, consolidated outlook of Teijin Limited announced on January 31, 2006 is revised as follows.

There is no revision to the non-consolidated forecast.

## (1)Consolidated Outlook (April 1, 2005 - March 31, 2006)

(million yen, %)

	Sales	Operating income	Ordinary income	Net income
Previous outlook (A) (as of January 31, 2006)	940,000	77,000	68,000	30,000
Current outlook (B) (as of February 28, 2006)	940,000	77,000	68,000	25,000
Change amounts (B-A)	0	0	0	(5,000)
Change (%)	0.0	0.0	0.0	(16.7)
Previous year results (C) (Results for the fiscal year ended March 31, 2005)	908,388	51,864	43,087	9,159
Change amounts (B-C)	31,612	25,136	24,913	15,841
Change (%)	3.5	48.5	57.8	173.0

## (2)Non-consolidated Outlook (April 1, 2005 - March 31, 2006)

No change from the previous outlook as of January 31, 2006

(million yen)

	Sales	Operating income	Ordinary income	Net income
Outlook	22,000	8,000	7,000	4,000