

February 8, 2006

Company name: Ube Industries, Ltd.
Representative: Hiroaki Tamura,
President and Representative Director
Shares listed on: First Section of Tokyo Stock Exchange,
Fukuoka Stock Exchange
Security code number: 4208
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Ube Industries Announces Revised Earnings Forecast

Ube Industries has revised its full-year forecasts for the fiscal year ending March 31, 2006 (April 1, 2005 – March 31, 2006), previously announced on October 17, 2005. The changes are described below.

1. Revised Consolidated Earnings Forecast for the Fiscal Year Ending March 31, 2006

(Unit: Billions of yen, %)

	Net Sales	Operating Income	Ordinary Income	Net Income
Previous Forecast (A)	586.0	38.0	29.0	14.0
Revised Forecast (B)	593.0	40.0	31.0	15.0
Change (B – A)	7.0	2.0	2.0	1.0
Percent change	1.2	5.3	6.9	7.1
Previous fiscal year ended March 31, 2005	562.7	32.3	23.6	9.2

Reasons for the Revisions

- The net sales forecast has been revised upward on the strength of such factors as increased sales in the Cement and Construction Materials segment driven by growth in the sales volume of concrete products and cement at Group companies. Another contributing factor was increased sales of molding machines by Ube Machinery Corporation, Ltd.
- The operating income forecast has been revised upward because the Company anticipates that the spread between product prices and raw material costs in the Chemicals and Plastics segment will exceed the previous estimate, spurred by a favorable balance of supply and demand. Another factor is expected earnings growth in the Specialty Chemicals and Products segment with the development of a full recovery in the market for IT and digital consumer products.
- Forecasts for ordinary income and net income have also been revised upward in step with the anticipated growth in operating income.

2. Revised Non-Consolidated Earnings Forecast for the Fiscal Year Ending March 31, 2006
(Unit: Billions of yen, %)

	Net Sales	Operating Income	Ordinary Income	Net Income
Previous Forecast (A)	274.0	19.0	16.0	7.5
Revised Forecast (B)	273.0	20.0	17.0	7.5
Change (B – A)	-1.0	1.0	1.0	0.0
Percent change	-0.4	5.3	6.3	0.0
Previous fiscal year ended March 31, 2005	249.1	20.3	16.0	7.4

Reasons for the Revisions

- The non-consolidated forecast for net sales has been revised slightly downward. This adjustment is due to lower sales in the Chemicals & Plastics segment resulting from lower than forecasted materials costs, which had an impact on selling prices.
- As for the consolidated earnings forecast, the Company has increased forecasts for operating income and ordinary income because it anticipates that the spread between product prices and raw material costs in the Chemicals and Plastics segment will exceed the previous estimate, spurred by a favorable balance of supply and demand. Another factor is expected earnings growth in the Specialty Chemicals and Products segment, with the development of a full recovery in the market for IT and digital consumer products.