

Results Presentation for the Six Months Ended September 30, 2007

Kurita Water Industries Ltd.

(TSE Security Code 6370)

November 7, 2007

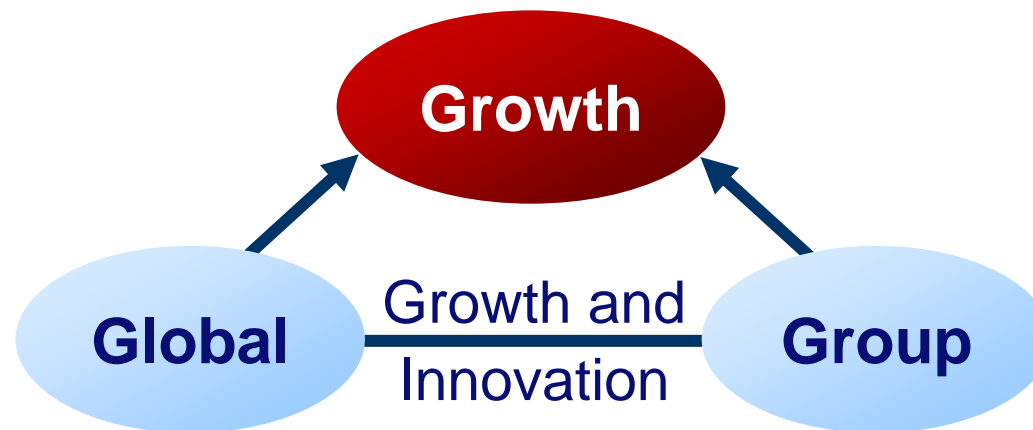
Table of Contents

| | |
|---|----|
| I. Consolidated Financial Results for the Six Months Ended September 30, 2007 | 1 |
| II. Consolidated Business Plan for the Fiscal Year Ending March 31, 2008 | 12 |

I. Consolidated Financial Results for the Six Months Ended September 30, 2007

1. Strategic Focuses for the Six Months Ended September 30, 2007

Basic themes of the G-8 plan



Key Strategies for the Current Year

- Accelerate Expansion of Service Business
- Expand Overseas Businesses
- Strengthen Kurita's Technology Fundamentals

I. Consolidated Financial Results for the Six Months Ended September 30, 2007

2. Financial Highlights

(Billions of yen)

| | Mar. 2007 H1 (Actual) | Mar. 2008 H1 (Projected) | Mar. 2008 H1 (Actual) | Change versus projections | | Year-on-year change | |
|------------------|-----------------------------|--------------------------------|-----------------------------|------------------------------|--------|------------------------|--------|
| | | | | Amount | % | Amount | % |
| Orders | 101.6 | 105.0 | 108.8 | +3.8 | +3.6% | +7.2 | +7.1% |
| Net sales | 86.4 | 95.0 | 94.1 | -0.9 | -0.9% | +7.7 | +8.9% |
| Gross profit | 28.0 | 29.9 | 31.7 | +1.8 | +5.9% | +3.7 | +13.2% |
| SG&A expenses | 17.4 | 18.4 | 18.2 | -0.2 | -1.3% | +0.8 | +4.6% |
| Operating income | 10.6 | 11.5 | 13.5 | +2.0 | +17.4% | +2.9 | +27.2% |
| Ordinary Income | 10.9 | 11.6 | 14.1 | +2.5 | +21.2% | +3.1 | +28.8% |
| Net income | 6.1 | 6.5 | 7.5 | +1.0 | +15.7% | +1.4 | +22.4% |

I. Consolidated Financial Results for the Six Months Ended September 30, 2007

3. Overview

Water Treatment Chemicals Business

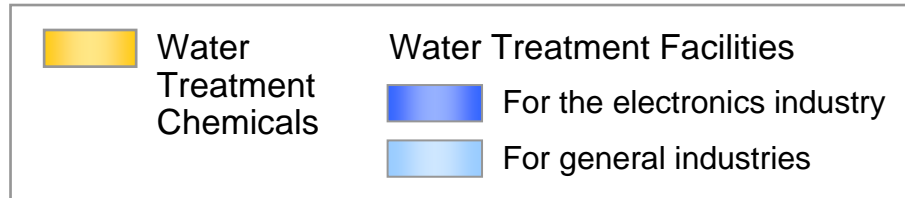
- Improved domestic product mix
- Overseas growth contributing to higher sales and profit
- Increase in costs of raw materials for water treatment chemicals exceeding initial expectations

Water Treatment Facilities Business

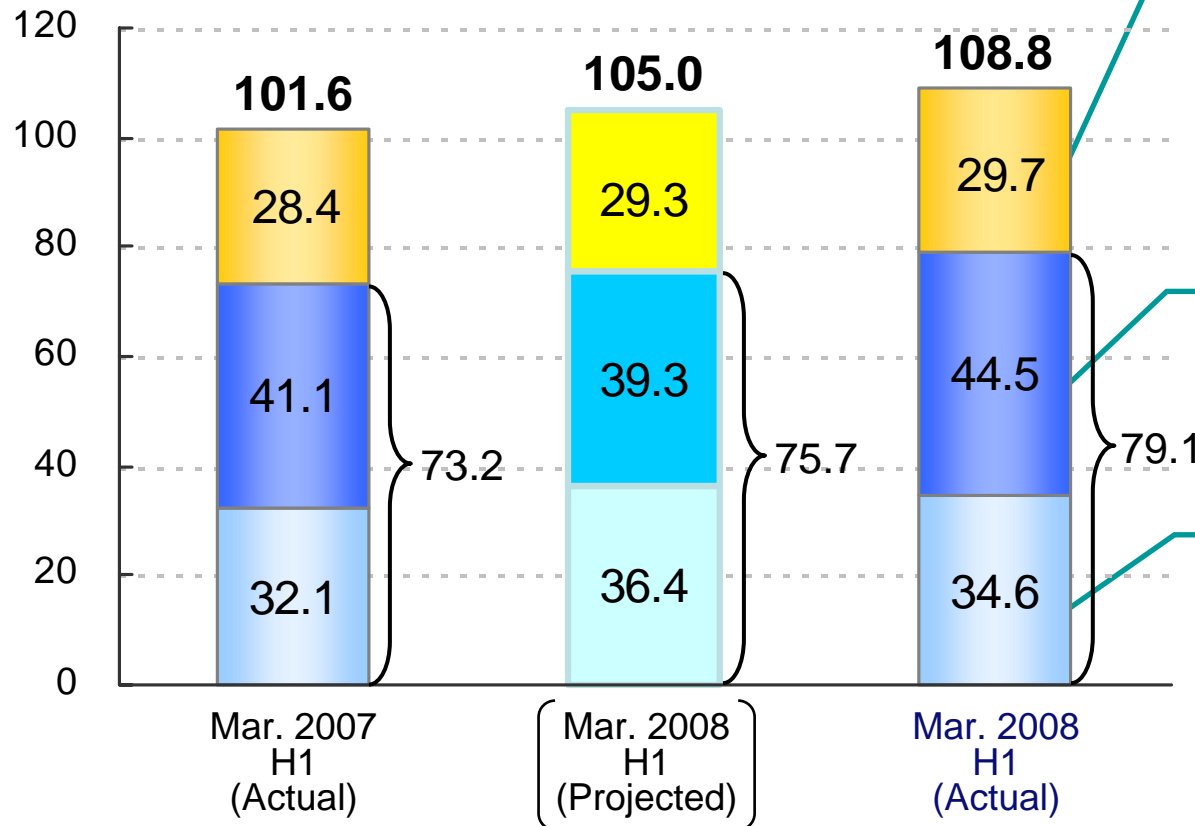
- Active capital expenditure in the domestic electronics industry
- Steady expansion in service businesses
- Sluggish capital expenditure in overseas LCD industries
- Sharp decline in demand for soil remediation

I. Consolidated Financial Results for the Six Months Ended September 30, 2007

4. Orders



(Billions of yen)



Major growth areas

- Cooling water treatment chemicals (Japanese market)
- Process treatment chemicals (Japanese market)
- Overseas subsidiaries

Major growth areas

- Wafers
- Ultrapure water supply
- Tool cleaning

Major growth areas

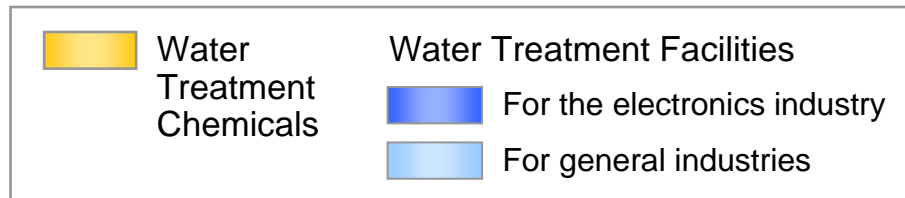
- Iron and steel

Areas of decline

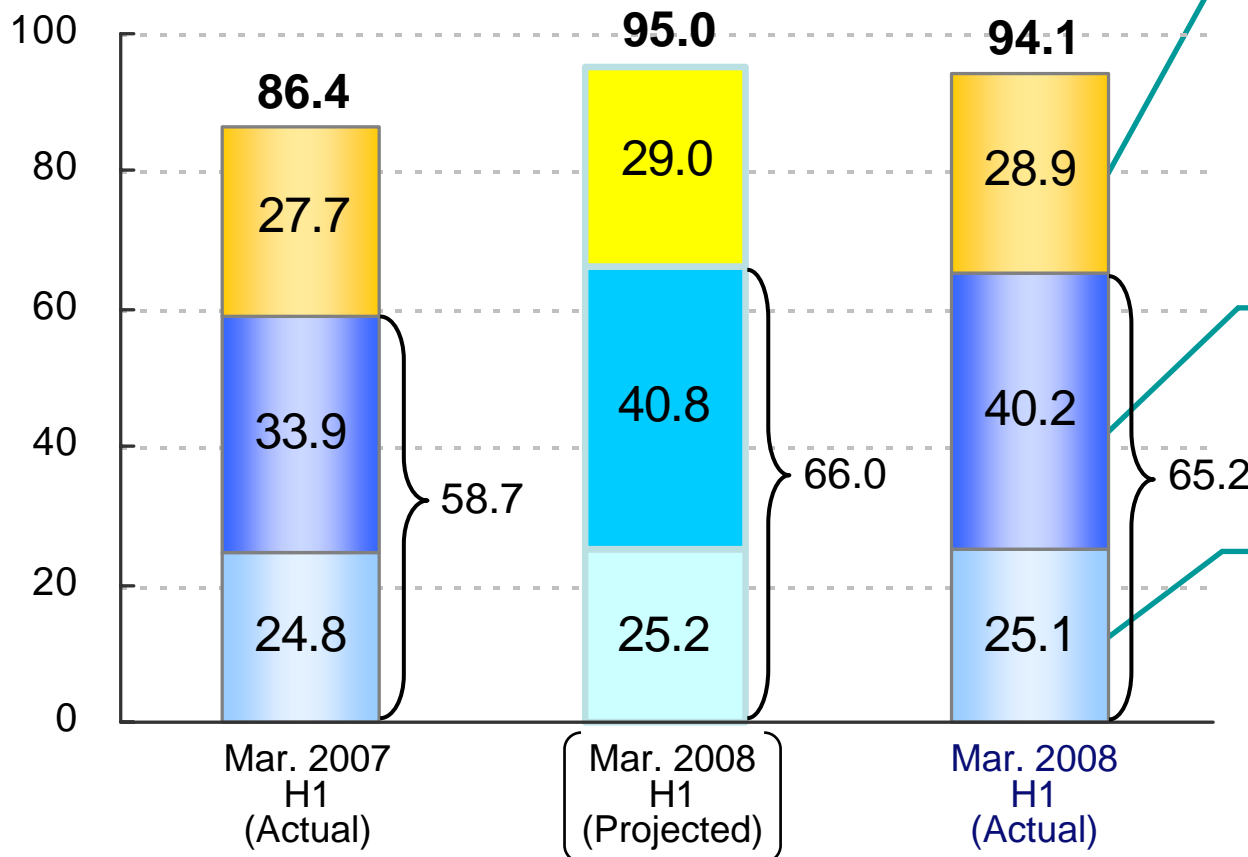
- Electric power
- Soil remediation

I. Consolidated Financial Results for the Six Months Ended September 30, 2007

5. Sales



(Billions of yen)



Major areas of sales growth

- Cooling water treatment chemicals (Japanese market)
- Process treatment chemicals (Japanese market)
- Overseas subsidiaries

Major areas of sales growth

- Wafers / Semiconductors
- Ultrapure water supply
- Tool cleaning

Major areas of sales growth

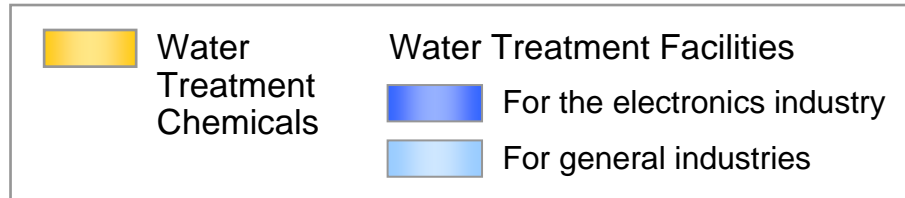
- Food

Major areas of decline

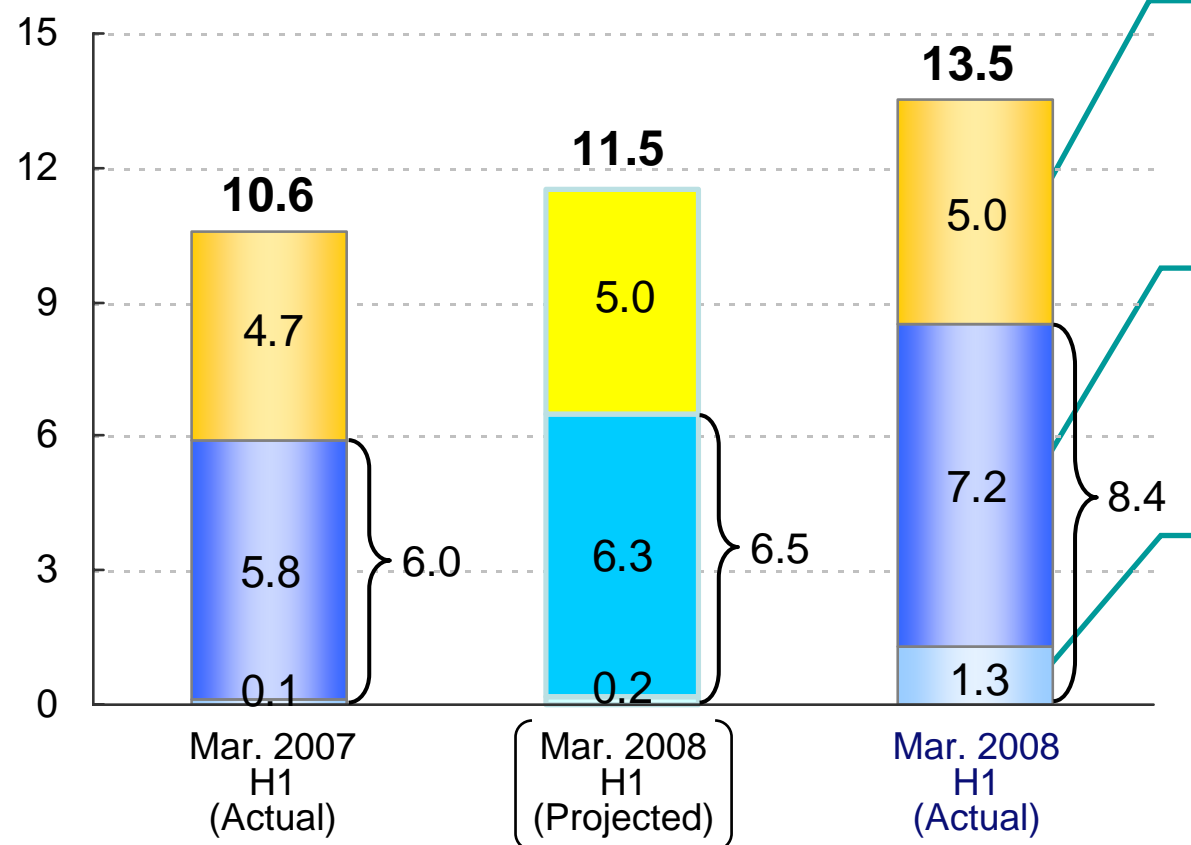
- Soil remediation

I. Consolidated Financial Results for the Six Months Ended September 30, 2007

6. Operating Income



(Billions of yen)



Growth factors

- Improved domestic product structure
- Higher overseas revenue

Growth factors

- Growth in service businesses
- Growth in hardware and improved profitability

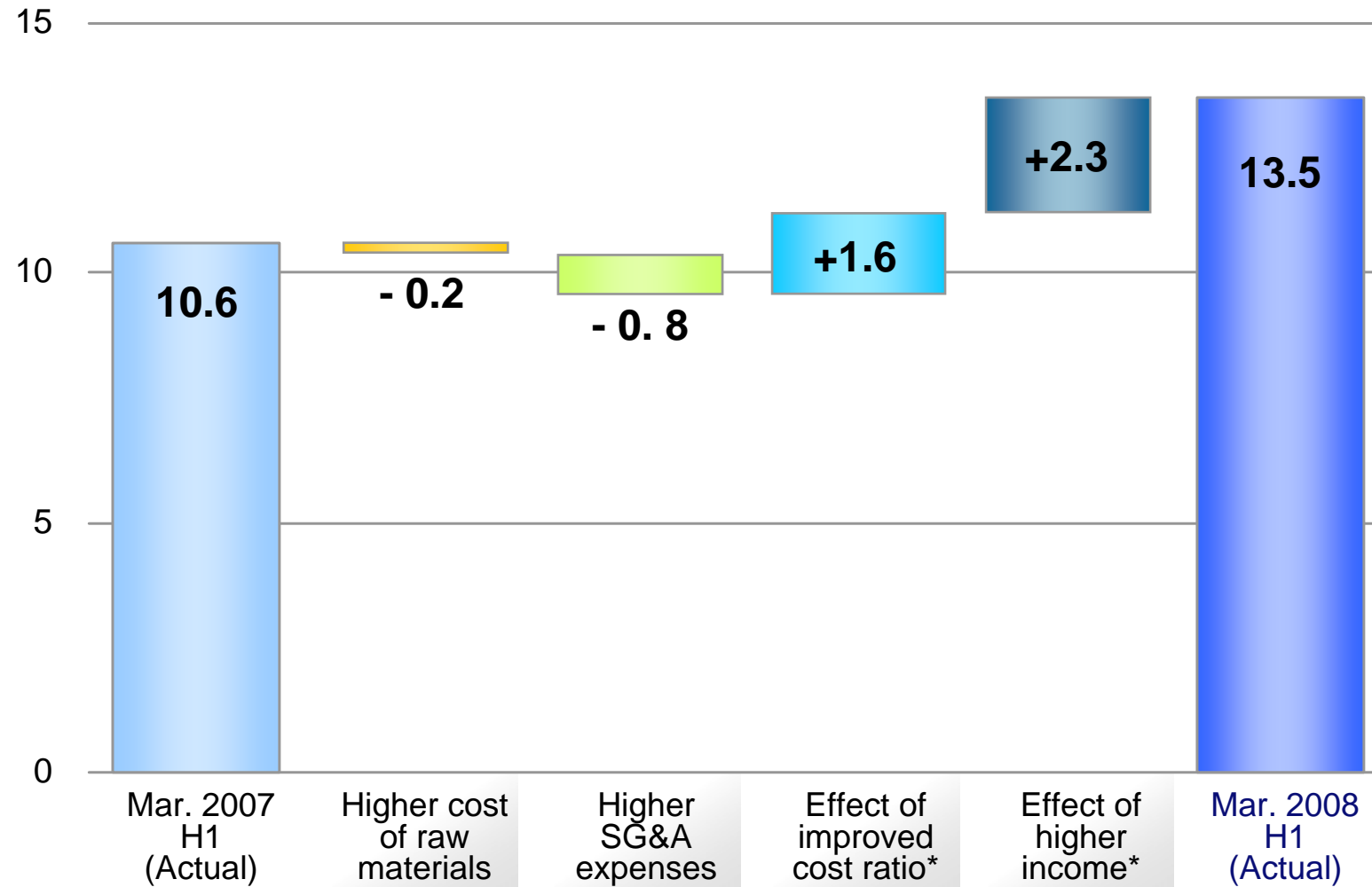
Growth factors

- Improved profitability in general industries
- Higher profits in services businesses

I. Consolidated Financial Results for the Six Months Ended September 30, 2007

7. Analysis of Changes in Operating Income

(Billions of yen)



* Effects of improved cost ratio and higher income are calculated using the gross profit margin.

“Cost ratio” refers to the sales-to-cost ratio.

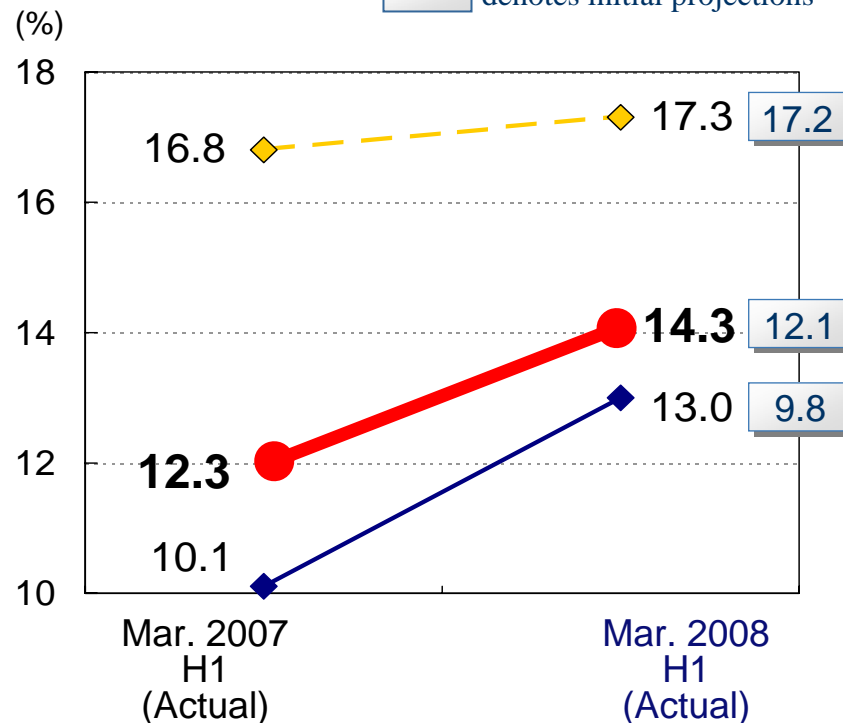
I. Consolidated Financial Results for the Six Months Ended September 30, 2007

8. Operating Income Margin

Operating income margin by segment

- ◆ Operating income margin: Water Treatment Chemicals
- Operating income: Total
- ◆ Operating income margin: Water Treatment Facilities

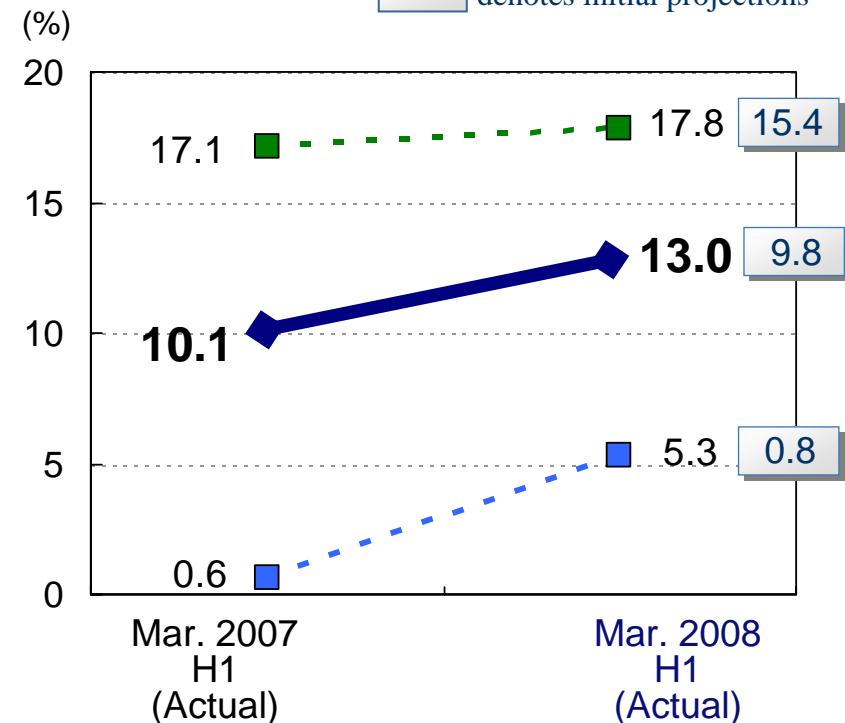
□ denotes initial projections



Operating income margin in the Water Treatment Facilities business

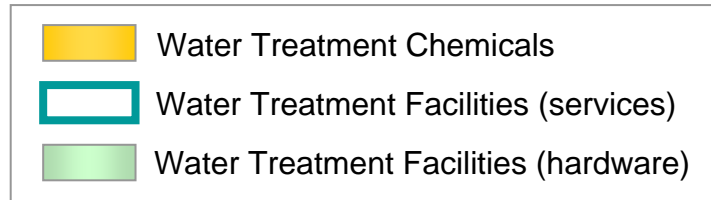
- Water Treatment Facilities: Electronics industry
- ◆ Water Treatment Facilities
- Water Treatment Facilities: General industries

□ denotes initial projections

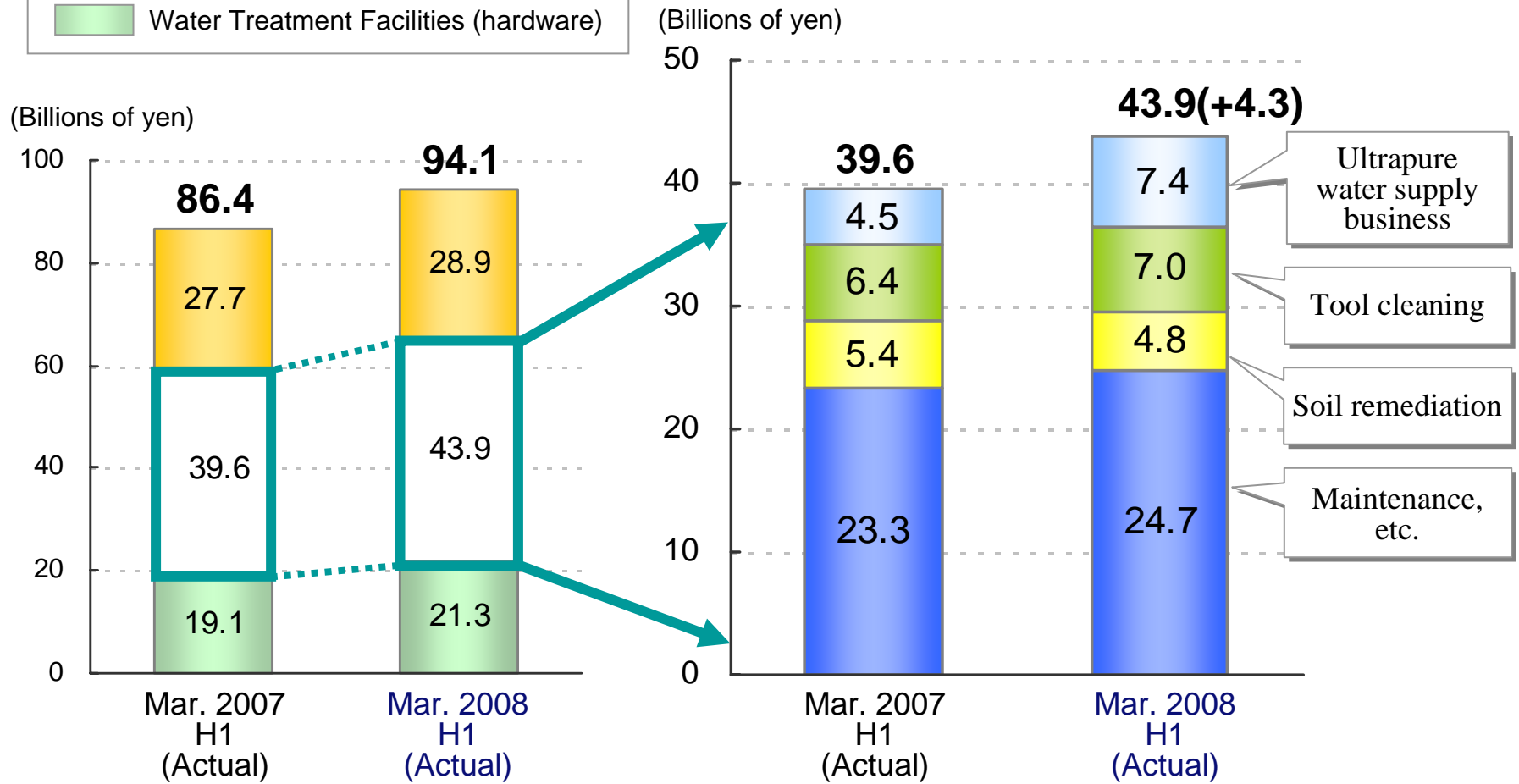


I. Consolidated Financial Results for the Six Months Ended September 30, 2007

9. Revenues from Service Businesses



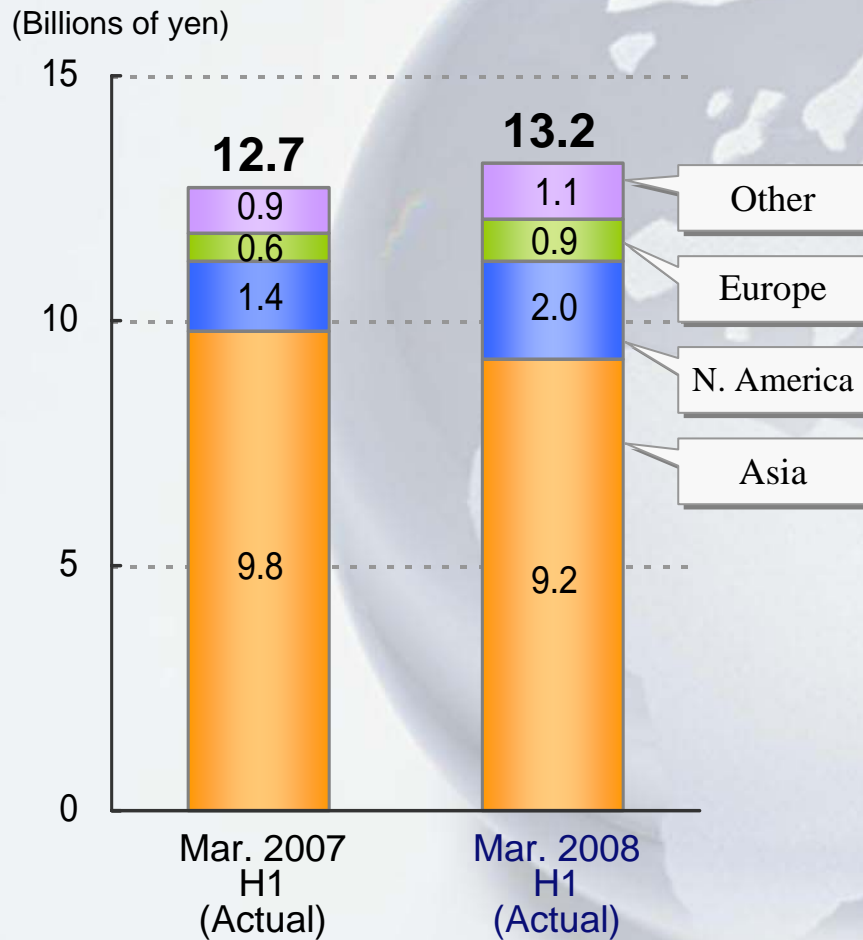
Service business revenue in the Water Treatment Facilities business



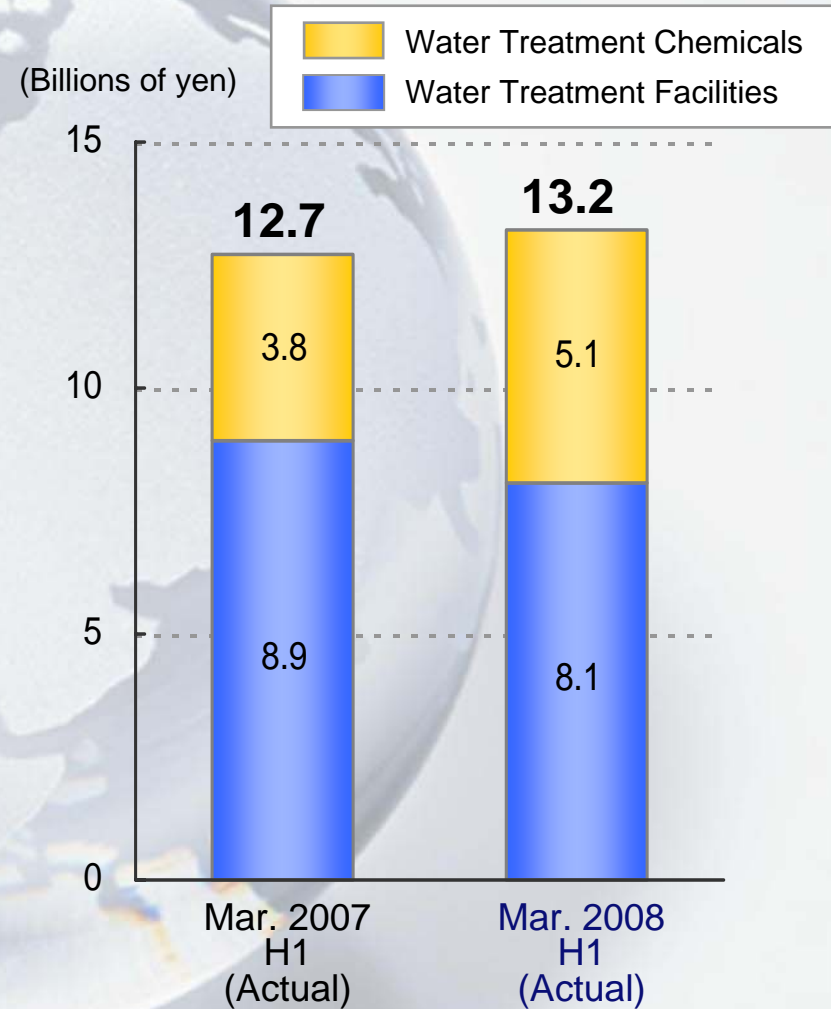
I. Consolidated Financial Results for the Six Months Ended September 30, 2007

10. Overseas Business

Sales by Region



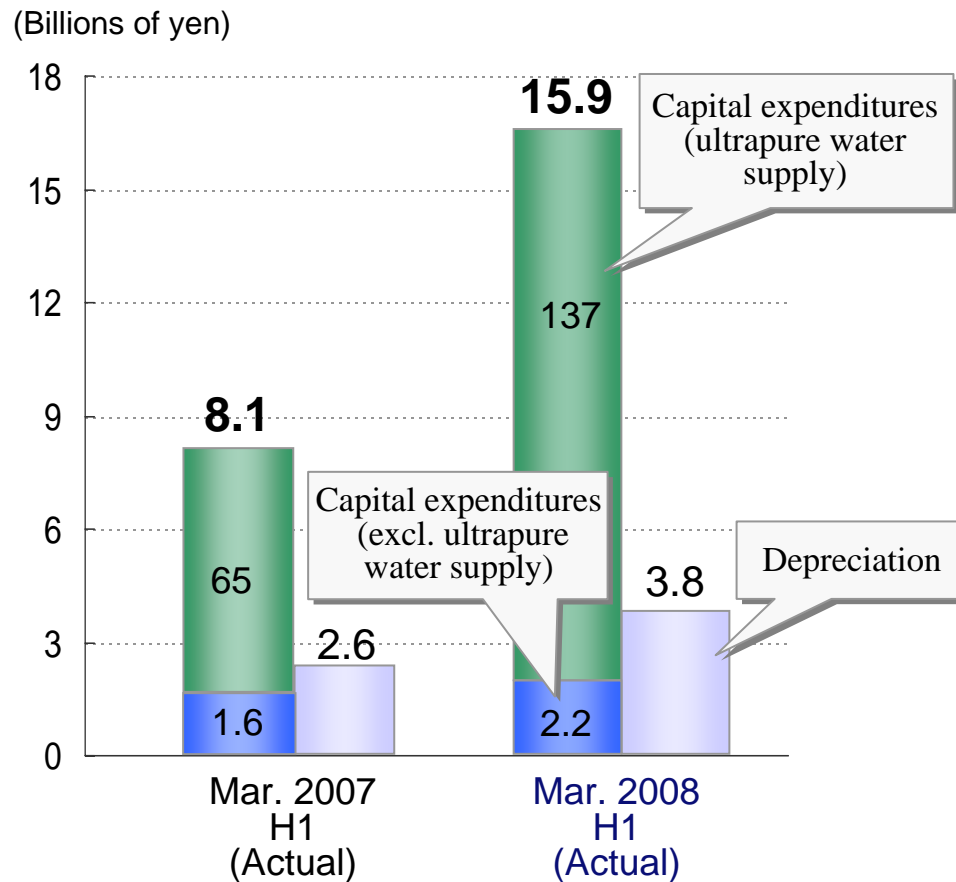
Sales by Overseas Business Segment



I. Consolidated Financial Results for the Six Months Ended September 30, 2007

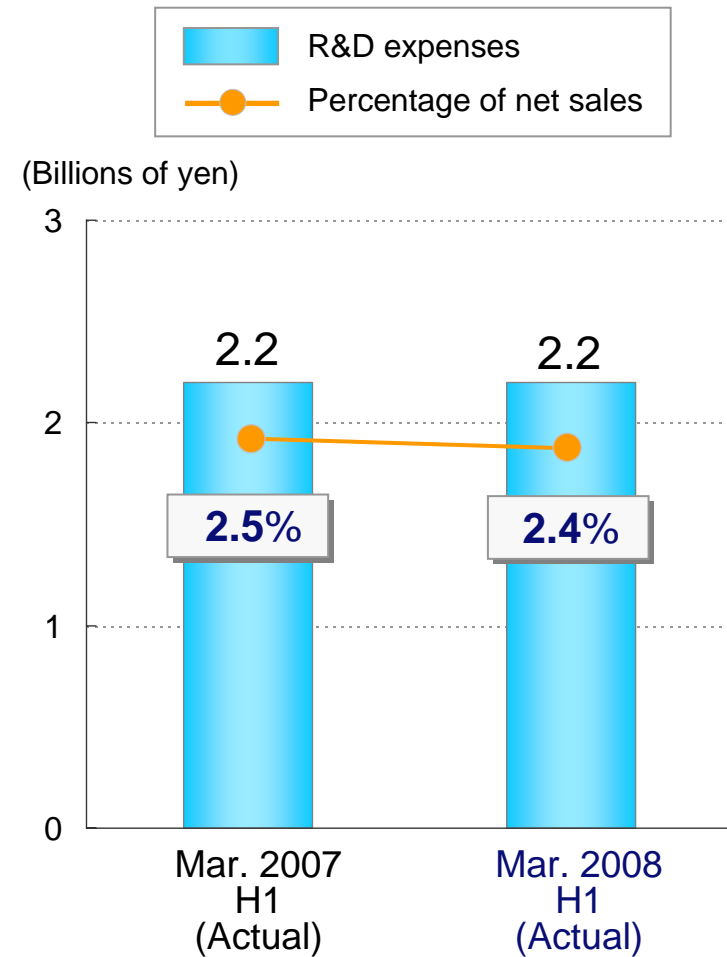
11. Capital Expenditures, Depreciation and R&D Expenses

Capital Expenditures and Depreciation



Note: Capital expenditures and depreciation relate to tangible fixed assets.

R&D Expenses



II. Consolidated Business Plan for the Fiscal Year Ending March 31, 2008

1. Key Assumptions

Water Treatment Chemicals Business

- Continuing high operating rates at domestic steel, oil refining, petrochemical, and pulp and paper plants
- Continuing strong demands from customers for higher productivity, lower cost, and lower environmental burdens
- Expansion of Chinese, Southeast Asian and European economies
- Continuing increases in raw materials costs

Water Treatment Facilities Business

- Continued capital expenditure in the domestic electronics industry
- Capital expenditure in the Taiwanese electronics industry expected to recover
- Facilities renewals and continued environmental investment in the domestic basic materials sector
- Stagnant demand and intensified competition in soil remediation

II. Consolidated Business Plan for the Fiscal Year Ending March 31, 2008

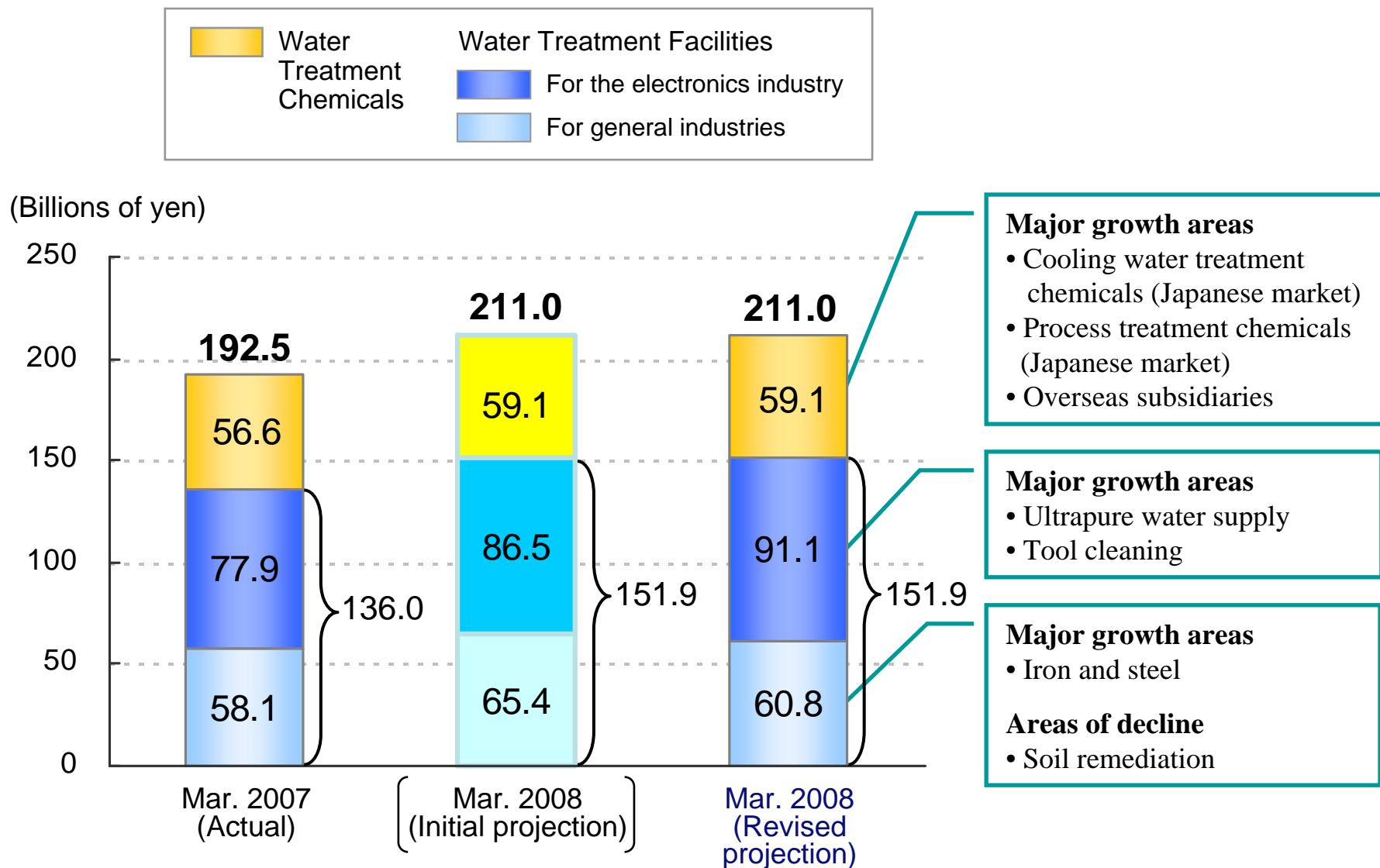
2. Full-Year Projections

(Billions of yen)

| | Mar. 2007 (Actual) | Mar. 2008 Initial projections | Mar. 2008 Revised projections | Year-on-year change | |
|------------------|-----------------------|-------------------------------------|-------------------------------------|---------------------|--------|
| | | | | Amount | % |
| Orders | 192.5 | 211.0 | 211.0 | +18.5 | +9.6% |
| Net sales | 197.1 | 207.0 | 207.0 | +9.9 | +5.0% |
| Gross profit | 59.3 | 64.0 | 64.6 | +5.3 | +8.9% |
| SG&A expense | 35.1 | 36.5 | 37.1 | +2.1 | +5.8% |
| Operating income | 24.3 | 27.5 | 27.5 | +3.2 | +13.3% |
| Ordinary Income | 25.2 | 28.0 | 28.0 | +2.8 | +11.0% |
| Net income | 14.2 | 15.7 | 15.7 | +1.5 | +10.5% |

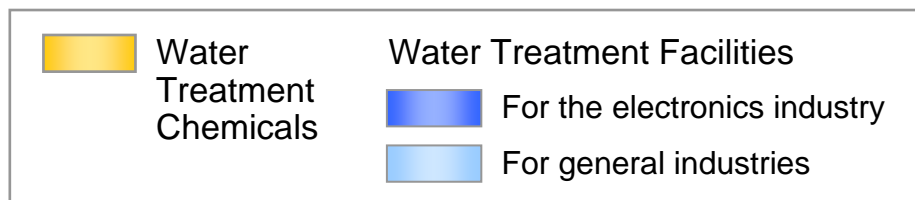
II. Consolidated Business Plan for the Fiscal Year Ending March 31, 2008

3. Orders

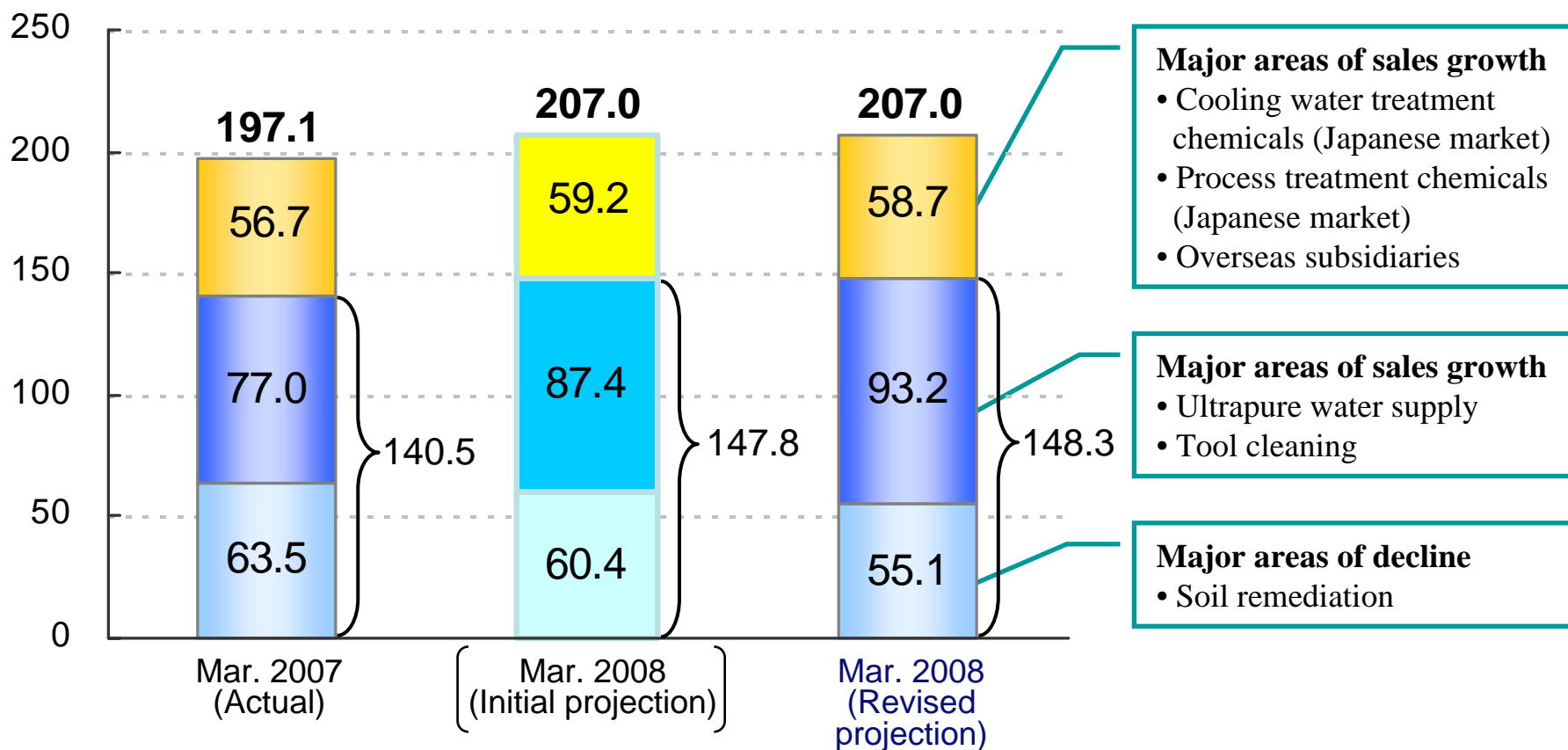


II. Consolidated Business Plan for the Fiscal Year Ending March 31, 2008

4. Sales

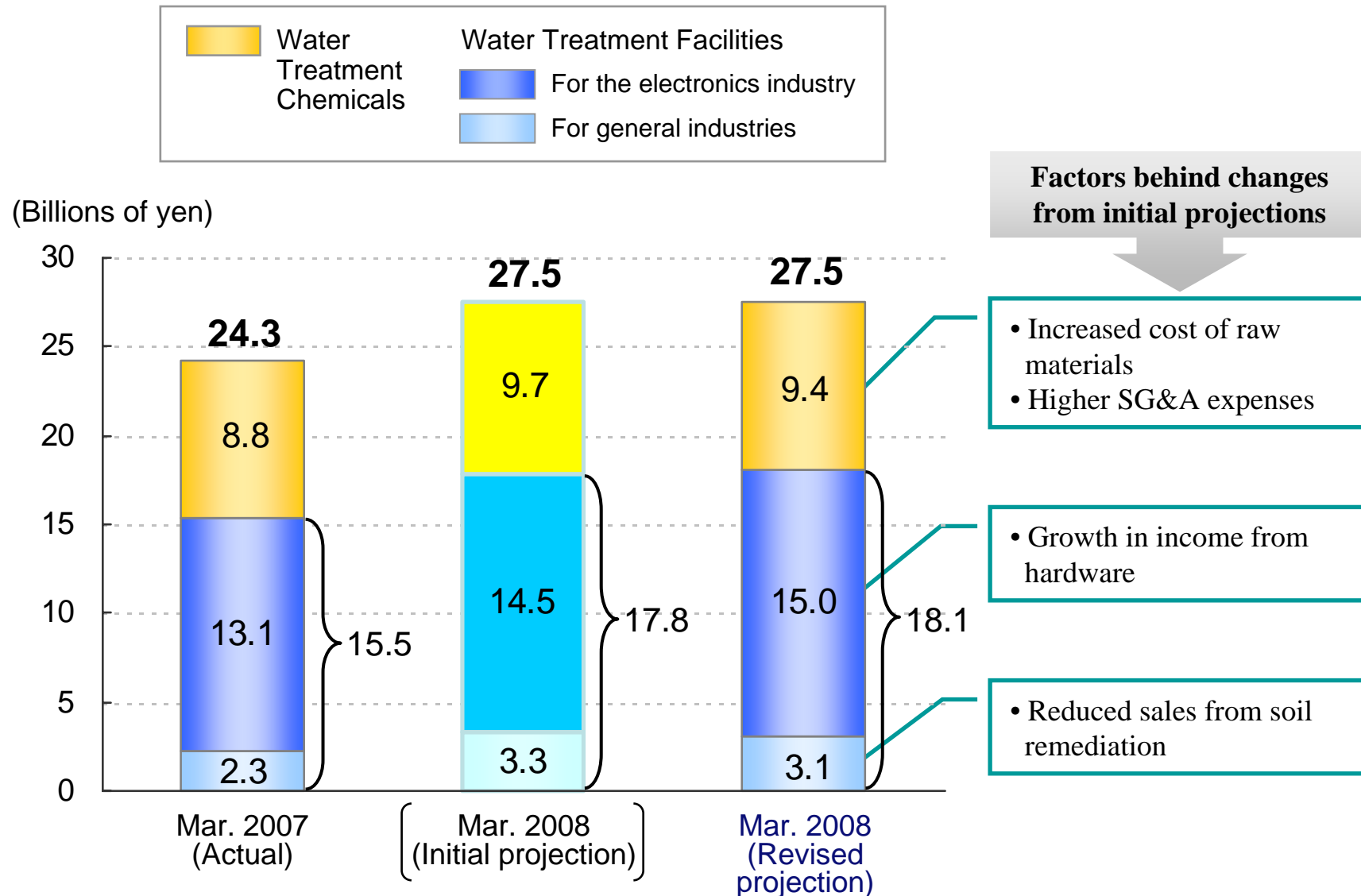


(Billions of yen)



II. Consolidated Business Plan for the Fiscal Year Ending March 31, 2008

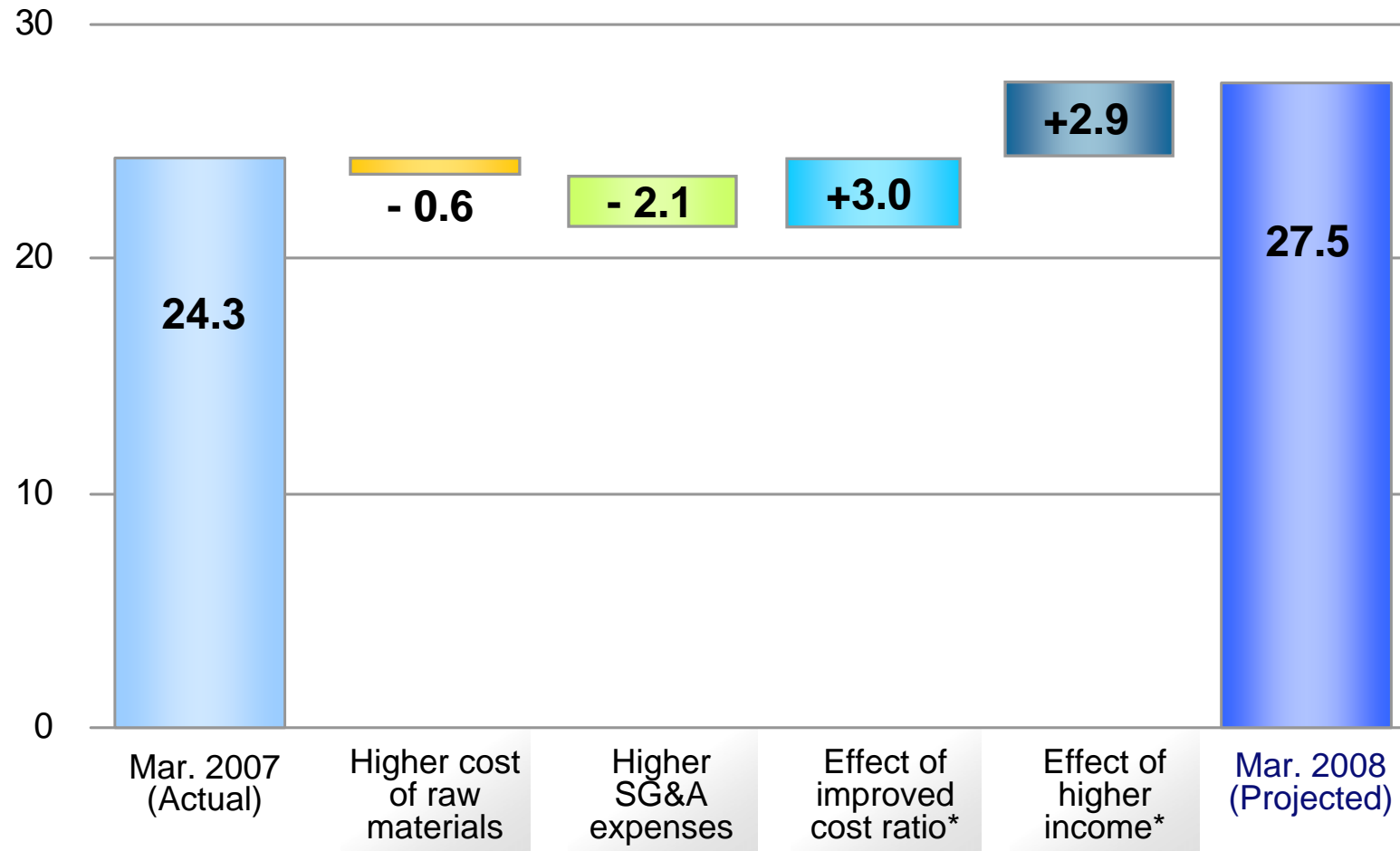
5. Operating Income



II. Consolidated Business Plan for the Fiscal Year Ending March 31, 2008

6. Analysis of Changes in Operating Income

(Billions of yen)



* Effects of improved cost ratio and higher income are calculated using the gross profit margin.

“Cost ratio” refers to the sales-to-cost ratio.

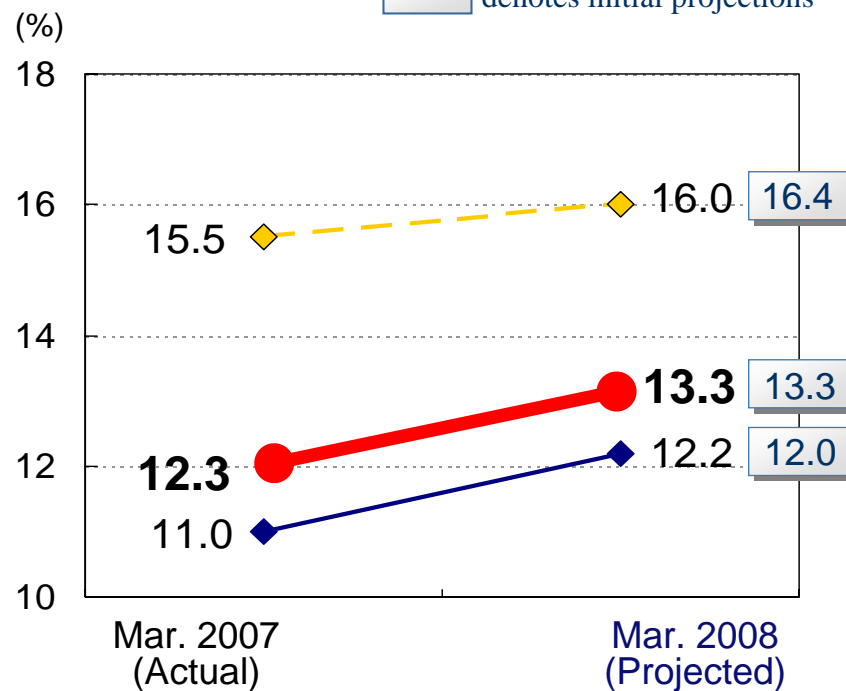
II. Consolidated Business Plan for the Fiscal Year Ending March 31, 2008

7. Operating Profit Margin

Operating income margin by segment

- ◆ Operating income margin: Water Treatment Chemicals
- Operating income: Total
- ◆ Operating income margin: Water Treatment Facilities

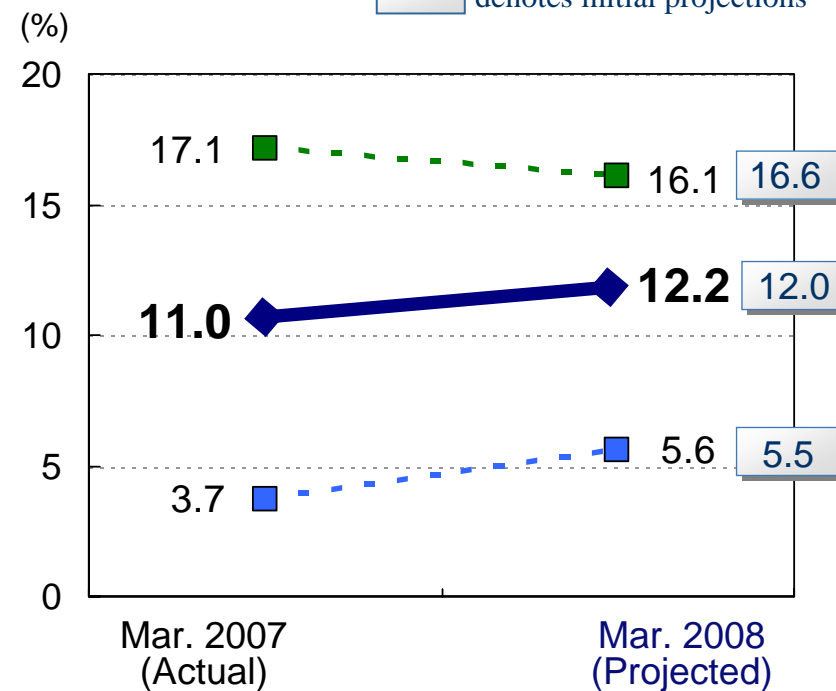
□ denotes initial projections



Operating income margin in the Water Treatment Facilities business

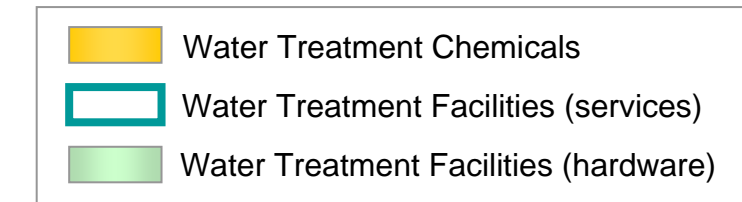
- Water Treatment Facilities: Electronics industry
- ◆ Water Treatment Facilities
- Water Treatment Facilities: General industries

□ denotes initial projections



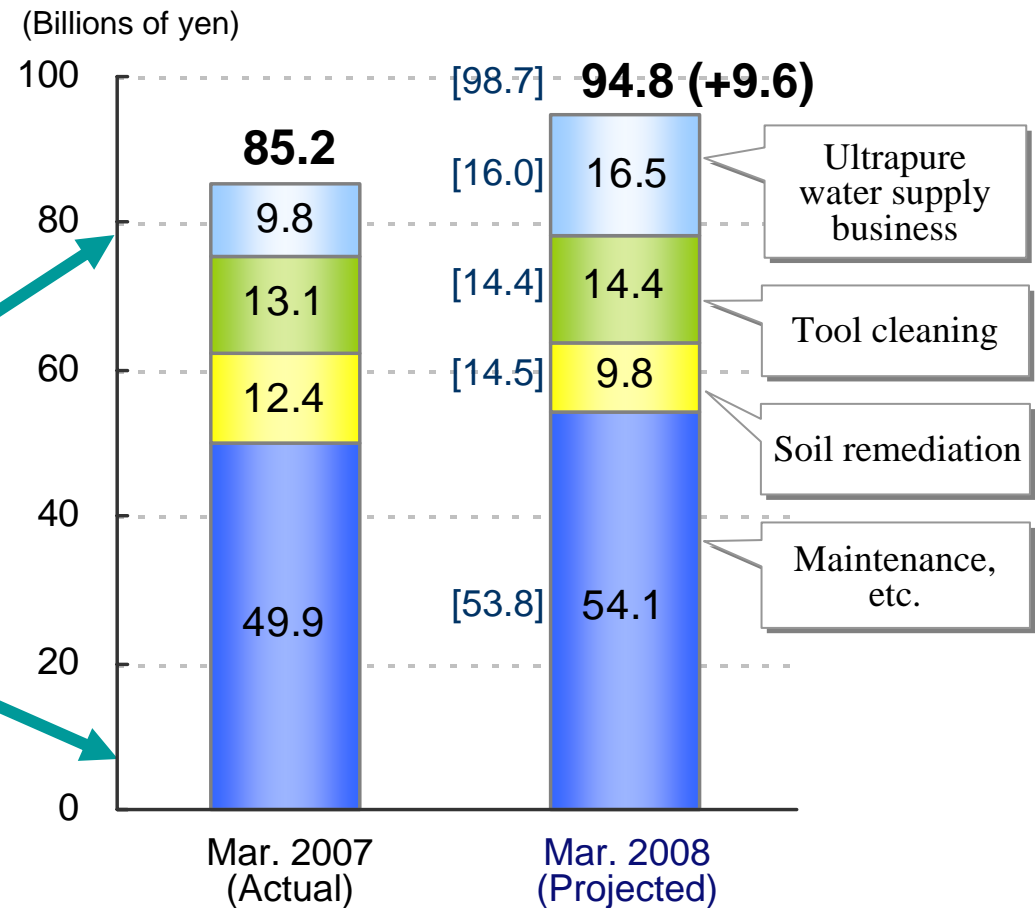
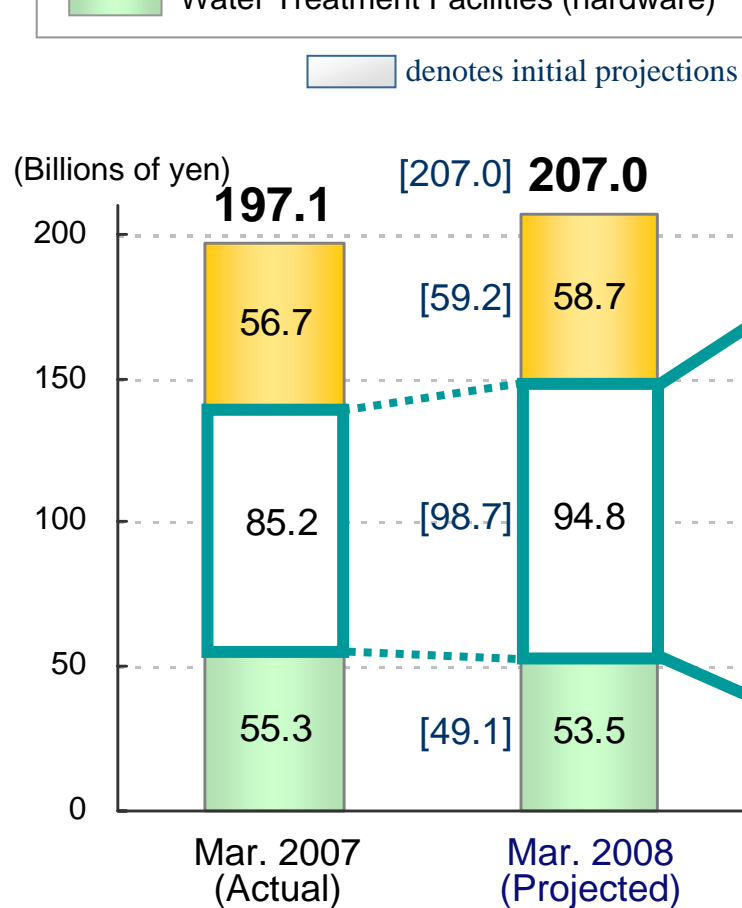
II. Consolidated Business Plan for the Fiscal Year Ending March 31, 2008

8. Revenue from Service Businesses



Service business revenue in the Water Treatment Facilities business

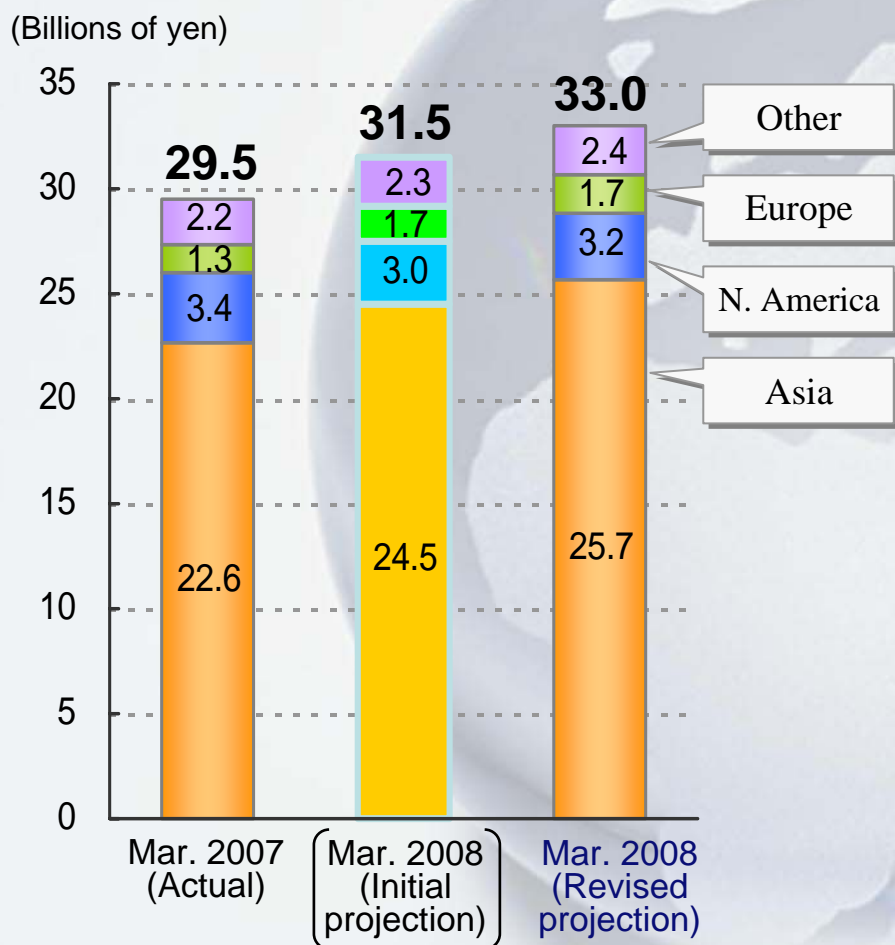
denotes initial projections



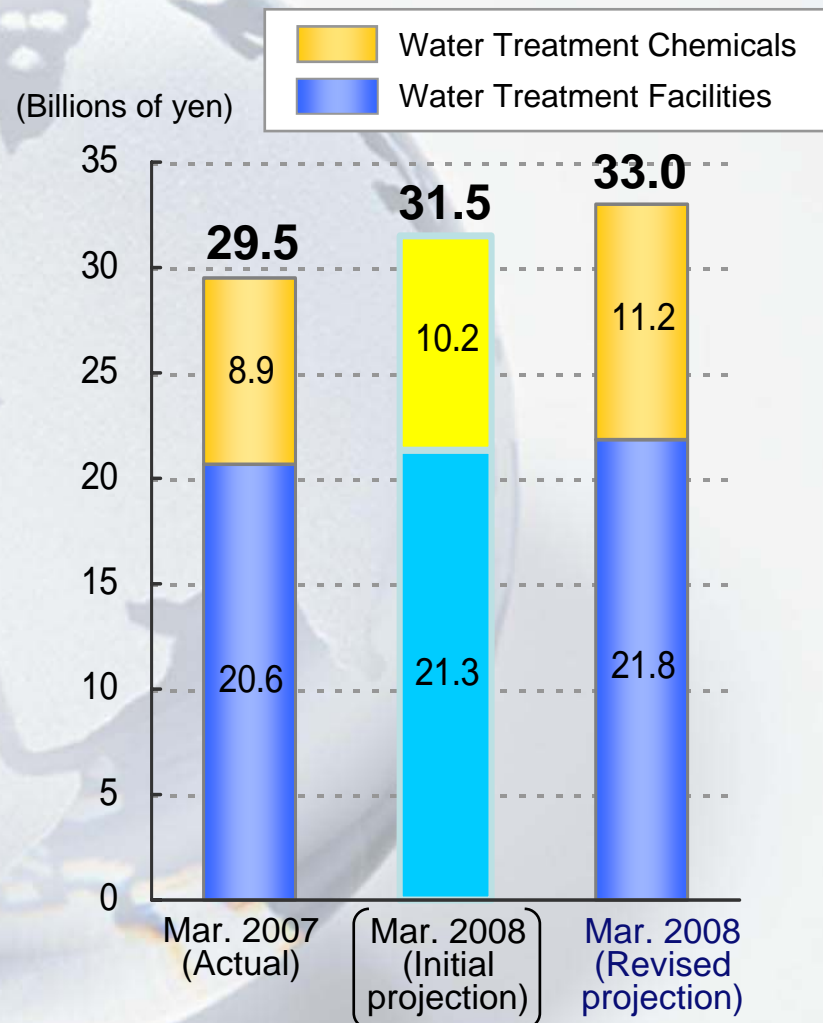
II. Consolidated Business Plan for the Fiscal Year Ending March 31, 2008

9. Overseas Businesses

Sales by Region



Sales by Overseas Business Segment

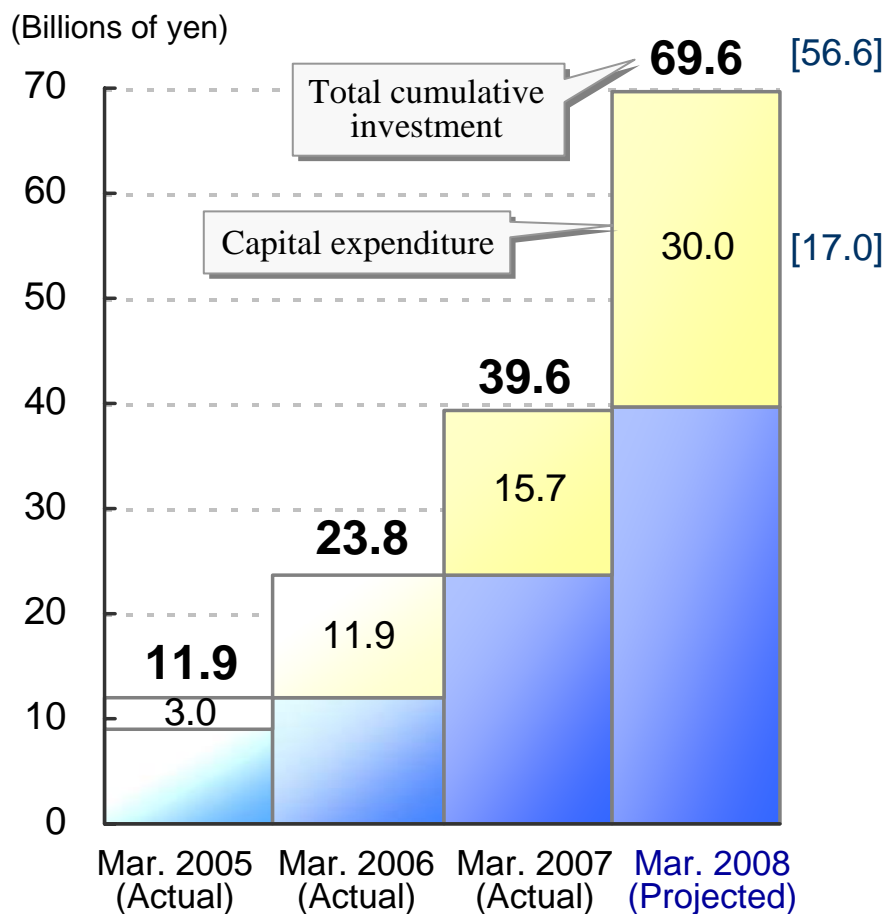


II. Consolidated Business Plan for the Fiscal Year Ending March 31, 2008

10. Expansion of the Ultrapure Water Supply Business

Capital Expenditure and Total Cumulative Investment

[] denotes initial projections



Sales

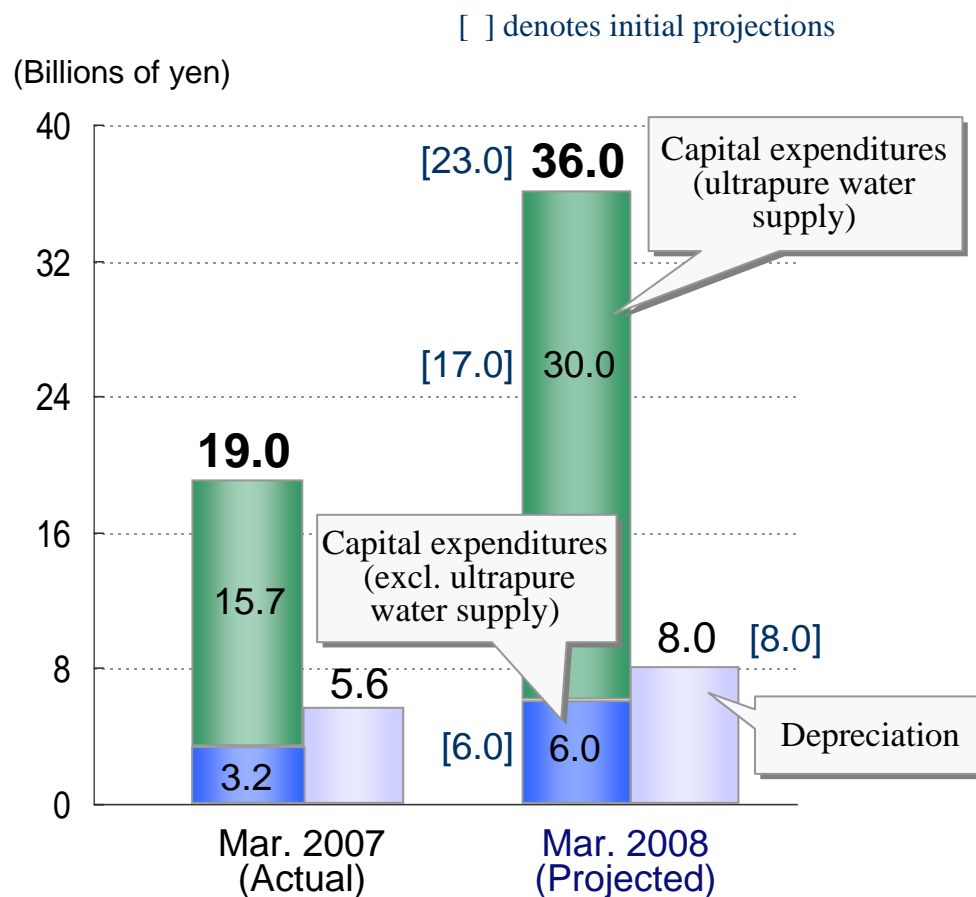
[] denotes initial projections



II. Consolidated Business Plan for the Fiscal Year Ending March 31, 2008

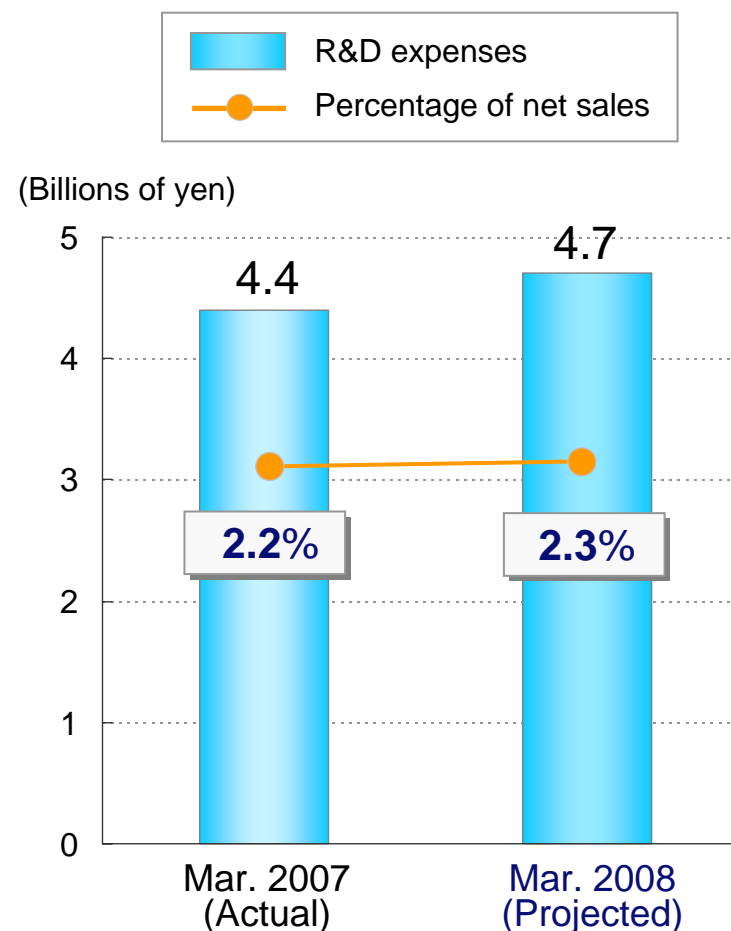
11. Capital Expenditures, Depreciation and R&D Expenses

Capital Expenditures and Depreciation



Note: Capital expenditures and depreciation relate to tangible fixed assets.

R&D Expenses



Kurita Water Industries Ltd.

Website: <http://www.kurita.jp/>

E-mail: ir@kurita.co.jp

Forward-looking Statements

This presentation contains forward-looking statements, business plan projections, and judgments based on information available to management at the time of writing. Due to the existence of a variety of risk factors and uncertainties, actual results may differ from those specified or implied by these forward-looking statements and projections.