

April 16, 2007

Press Release

Company name: Idemitsu Kosan, Co., Ltd.

President: Akihiko Tembo

(Company code: 5019; first section of TSE)

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### **Notification of recording of extraordinary losses**

Idemitsu Kosan, Co., Ltd. (President: Akihiko Tembo; Head office: Chiyoda-ku, Tokyo) will post extraordinary losses for fiscal 2006 (from April 1, 2006 to March 31, 2007), details of which are provided below.

1. Details of extraordinary losses

Accompanying a decline in land prices and the closure of facilities such as gas stations, Idemitsu will record impairment loss on assets – consolidated 8,648 million yen and non-consolidated 8,012 million yen – in accordance with the *Accounting Standards Related to Impairment Loss on Fixed Assets*.

This includes the 4,658 million yen recorded in 3Q.

2. Effect on earnings

The extraordinary losses were factored into the earnings projections announced on February 6, 2007, and the losses will not affect earnings.