

**NEWMARKET CORPORATION AND SUBSIDIARIES**  
**SEGMENT RESULTS AND OTHER FINANCIAL INFORMATION**

(In millions except per share amounts, unaudited)

	Three Months Ended June 30		Six Months Ended June 30	
	2005	2004	2005	2004
<b>Net sales:</b>				
Petroleum additives	\$ 269.0	\$ 218.1	\$ 506.2	\$ 432.8
Tetraethyl lead	2.8	3.4	4.8	5.5
<b>Total</b>	<b>\$ 271.8</b>	<b>\$ 221.5</b>	<b>\$ 511.0</b>	<b>\$ 438.3</b>
<b>Segment operating profit:</b>				
<b>Petroleum additives</b>	<b>17.0</b>	<b>17.3</b>	<b>26.8</b>	<b>30.2</b>
Tetraethyl lead before special item	5.6	9.1	9.9	15.5
Special item (a)	3.9	-	3.9	-
<b>Tetraethyl lead</b>	<b>9.5</b>	<b>9.1</b>	<b>13.8</b>	<b>15.5</b>
<b>Contract manufacturing and other</b>	<b>1.0</b>	<b>-</b>	<b>1.7</b>	<b>-</b>
<b>Segment operating profit</b>	<b>27.5</b>	<b>26.4</b>	<b>42.3</b>	<b>45.7</b>
Corporate unallocated expense	(3.3)	(3.7)	(6.0)	(7.2)
Interest expense	(4.5)	(4.5)	(8.8)	(9.7)
Other expense, net	(0.9)	(1.2)	(1.8)	(2.8)
<b>Income before income taxes</b>	<b>\$ 18.8</b>	<b>\$ 17.0</b>	<b>\$ 25.7</b>	<b>\$ 26.0</b>
<b>Net income:</b>				
Earnings excluding special item	\$ 10.6	\$ 11.4	\$ 15.3	\$ 17.2
Special item (a)	2.5	-	2.5	-
<b>Net income</b>	<b>\$ 13.1</b>	<b>\$ 11.4</b>	<b>\$ 17.8</b>	<b>\$ 17.2</b>
<b>Basic earnings per share:</b>				
Earnings excluding special item	\$ 0.62	\$ 0.67	\$ 0.90	\$ 1.02
Special item (a)	0.15	-	0.15	-
<b>Basic earnings per share</b>	<b>\$ 0.77</b>	<b>\$ 0.67</b>	<b>\$ 1.05</b>	<b>\$ 1.02</b>
<b>Diluted earnings per share:</b>				
Earnings excluding special item	\$ 0.62	\$ 0.66	\$ 0.89	\$ 1.00
Special item (a)	0.14	-	0.14	-
<b>Diluted earnings per share</b>	<b>\$ 0.76</b>	<b>\$ 0.66</b>	<b>\$ 1.03</b>	<b>\$ 1.00</b>

**Notes to Segment Results and Other Financial Information**

Prior periods have been reclassified to conform to the current presentation. The reclassifications consist of an allocation of certain costs in alignment with the transition during 2004 to a holding company structure. There was no impact on net income in any period.

- (a) The special item represents the gain associated with the insurance settlement related to premises asbestos liabilities. The after tax gain amounted to \$2.5 million.

**NEWMARKET CORPORATION AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF INCOME**  
(In thousands except per share amounts, unaudited)

	Three Months Ended June 30		Six Months Ended June 30	
	2005	2004	2005	2004
<b>Net sales</b>	<b>\$ 271,842</b>	<b>\$ 221,510</b>	<b>\$ 510,956</b>	<b>\$ 438,280</b>
Cost of goods sold	219,681	170,978	415,682	341,887
<b>Gross profit</b>	<b>52,161</b>	<b>50,532</b>	<b>95,274</b>	<b>96,393</b>
Operating profit from TEL marketing agreements services	6,826	10,763	13,277	18,075
Selling, general, and administrative expenses	23,969	24,910	46,262	48,428
Research, development, and testing expenses	15,797	15,098	32,077	30,847
Special item income (a)	3,868	-	3,868	-
<b>Operating profit</b>	<b>23,089</b>	<b>21,287</b>	<b>34,080</b>	<b>35,193</b>
Interest and financing expenses	4,455	4,527	8,782	9,683
Other income, net	131	283	371	449
<b>Income before income taxes</b>	<b>18,765</b>	<b>17,043</b>	<b>25,669</b>	<b>25,959</b>
Income tax expense	5,698	5,689	7,840	8,787
<b>Net income</b>	<b>\$ 13,067</b>	<b>\$ 11,354</b>	<b>\$ 17,829</b>	<b>\$ 17,172</b>
<b>Basic earnings per share</b>	<b>\$ 0.77</b>	<b>\$ 0.67</b>	<b>\$ 1.05</b>	<b>\$ 1.02</b>
<b>Diluted earnings per share</b>	<b>\$ 0.76</b>	<b>\$ 0.66</b>	<b>\$ 1.03</b>	<b>\$ 1.00</b>
<b>Shares used to compute basic earnings per share</b>	<b>17,016</b>	<b>16,904</b>	<b>16,999</b>	<b>16,859</b>
<b>Shares used to compute diluted earnings per share</b>	<b>17,305</b>	<b>17,168</b>	<b>17,310</b>	<b>17,144</b>

**Notes to Consolidated Statements of Income**

(a) The special item represents a gain associated with the insurance settlement related to premises asbestos liabilities. The after tax gain amounted to \$2.5 million.