

NEWMARKET CORPORATION AND SUBSIDIARIES
SEGMENT RESULTS AND OTHER FINANCIAL INFORMATION

(In millions except per share amounts, unaudited)

	Three Months Ended September 30		Nine Months Ended September 30	
	2008	2007	2008	2007
Net sales:				
Petroleum additives	\$ 437.2	\$ 352.1	\$ 1,238.8	\$ 997.3
All other (a)	3.4	4.8	10.0	13.5
Total	\$ 440.6	\$ 356.9	\$ 1,248.8	\$ 1,010.8
Segment operating profit:				
Petroleum additives (b)	\$ 28.1	\$ 35.2	\$ 97.5	\$ 100.7
All other (a)	0.5	0.6	1.0	(4.4)
Segment operating profit	28.6	35.8	98.5	96.3
Corporate unallocated expenses	(3.3)	(3.0)	(10.9)	(10.2)
Interest and financing expenses	(3.0)	(3.0)	(8.9)	(8.7)
Other income, net	0.6	1.4	1.4	2.4
Income from continuing operations before income taxes	\$ 22.9	\$ 31.2	\$ 80.1	\$ 79.8
Net income:				
Income from continuing operations	\$ 16.5	\$ 20.1	\$ 53.9	\$ 51.5
Discontinued operations (c)	-	1.1	-	16.8
Net income	\$ 16.5	\$ 21.2	\$ 53.9	\$ 68.3
Basic earnings per share:				
Income from continuing operations	\$ 1.08	\$ 1.20	\$ 3.49	\$ 3.01
Discontinued operations (c)	-	0.06	-	0.98
Basic earnings per share	\$ 1.08	\$ 1.26	\$ 3.49	\$ 3.99
Diluted earnings per share:				
Income from continuing operations	\$ 1.07	\$ 1.19	\$ 3.48	\$ 2.99
Discontinued operations (c)	-	0.06	-	0.97
Diluted earnings per share	\$ 1.07	\$ 1.25	\$ 3.48	\$ 3.96

Notes to Segment Results and Other Financial Information

- (a) During the second quarter 2007 and after the settlement of the Arbitration Actions with Innospec Inc. and the resulting termination of the tetraethyl lead (TEL) marketing agreements with Innospec Inc. (see note c), we determined the continuing operations of our TEL business no longer represented a significant segment. As a result, we have reclassified the continuing results of our TEL business in the "All other" caption above. Also included in the "All other" caption is certain contract manufacturing of Ethyl Corporation and the real estate development activities.
- (b) Petroleum additives segment operating profit for nine months 2008 includes a gain of \$3.2 million from a class action lawsuit related to raw materials.
- (c) Discontinued operations reflect the termination of the TEL marketing agreements with Innospec Inc. effective April 1, 2007. The gain on the settlement of this business was \$1.7 million for the third quarter 2007 (\$1.1 million after tax or \$.06 per share) and \$22.8 million for nine months 2007 (\$14.6 million after tax or \$.84 per share). The remaining amount for 2007 represents the after tax earnings of the discontinued business.

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

	Three Months Ended September 30		Nine Months Ended September 30	
	2008	2007	2008	2007
Net sales	\$ 440,604	\$ 356,946	\$ 1,248,836	\$ 1,010,755
Cost of goods sold (a)	367,026	277,877	1,011,462	786,739
Gross profit	73,578	79,069	237,374	224,016
Selling, general, and administrative expenses	28,476	27,659	87,748	81,460
Research, development, and testing expenses	19,471	18,476	61,579	56,387
Operating profit	25,631	32,934	88,047	86,169
Interest and financing expenses	2,966	2,954	8,854	8,743
Other income, net	222	1,235	901	2,382
Income from continuing operations before income taxes	22,887	31,215	80,094	79,808
Income tax expense	6,415	11,125	26,226	28,254
Income from continuing operations	16,472	20,090	53,868	51,554
Discontinued operations (b):				
Gain on settlement of discontinued business (net of tax)	-	1,067	-	14,554
Income from operations of discontinued business (net of tax)	-	-	-	2,217
Net income	\$ 16,472	\$ 21,157	\$ 53,868	\$ 68,325
Basic earnings per share				
Income from continuing operations	\$ 1.08	\$ 1.20	\$ 3.49	\$ 3.01
Discontinued operations (b)	-	0.06	-	0.98
	\$ 1.08	\$ 1.26	\$ 3.49	\$ 3.99
Diluted earnings per share				
Income from continuing operations	\$ 1.07	\$ 1.19	\$ 3.48	\$ 2.99
Discontinued operations (b)	-	0.06	-	0.97
	\$ 1.07	\$ 1.25	\$ 3.48	\$ 3.96
Shares used to compute basic earnings per share	15,306	16,772	15,418	17,121
Shares used to compute diluted earnings per share	15,365	16,887	15,493	17,236
Cash dividends declared per share	\$ 0.20	\$ 0.125	\$ 0.60	\$ 0.375

Notes to Consolidated Statements of Income

(a) Cost of goods sold for nine months 2008 includes a gain of \$3.2 million from a legal settlement related to raw materials.

(b) Discontinued operations reflect the termination of the TEL marketing agreements with Innospec Inc. effective April 1, 2007. The gain on the settlement of this business was \$1.7 million (\$1.1 million after tax or \$.06 per share) for the third quarter 2007 and \$22.8 million for nine months 2007 (\$14.6 million after tax or \$.84 per share). The income from operations for nine months 2007 represents the after tax earnings of the discontinued business. Income from operations before tax amounted to \$3.5 million for the nine months 2007.

NEWMARKET CORPORATION AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
(In thousands, unaudited)

	September 30 2008	December 31 2007
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 33,491	\$ 71,872
Trade and other accounts receivable, less allowance for doubtful accounts (\$958 - 2008; \$1,059 - 2007)	248,180	207,190
Inventories	228,052	193,694
Deferred income taxes	12,066	18,727
Prepaid expenses and other current assets	7,465	3,558
Total current assets	529,254	495,041
Property, plant and equipment, at cost	838,237	789,634
Less accumulated depreciation and amortization	611,252	606,072
Net property, plant and equipment	226,985	183,562
Prepaid pension cost	6,276	2,616
Deferred income taxes	23,632	21,396
Other assets and deferred charges	20,937	22,764
Intangibles, net of amortization	55,941	45,555
Total assets	\$ 863,025	\$ 770,934
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities:		
Accounts payable	\$ 127,429	\$ 104,636
Accrued expenses	62,989	57,043
Dividends payable	2,667	3,154
Book overdraft	4,612	6,249
Long-term debt, current portion	771	736
Income taxes payable	5,168	5,843
Total current liabilities	203,636	177,661
Long-term debt	213,361	157,061
Other noncurrent liabilities	114,759	119,205
Shareholders' equity		
Common stock and paid in capital (without par value) Issued and Outstanding - 15,183,207 in 2008 and 15,566,225 in 2007	-	5,235
Accumulated other comprehensive loss	(39,170)	(34,360)
Retained earnings	370,439	346,132
	331,269	317,007
Total liabilities and shareholders' equity	\$ 863,025	\$ 770,934