

NEWMARKET CORPORATION AND SUBSIDIARIES
SEGMENT RESULTS AND OTHER FINANCIAL INFORMATION

(In millions except per share amounts, unaudited)

	Three Months Ended		Twelve Months Ended	
	December 31		December 31	
	2009	2008	2009	2008
Net sales:				
Petroleum additives	\$ 401.4	\$ 365.6	\$ 1,518.1	\$ 1,604.3
All other (a)	2.8	3.0	12.0	13.1
Total	\$ 404.2	\$ 368.6	\$ 1,530.1	\$ 1,617.4
Segment operating profit:				
Petroleum additives (b)	\$ 65.8	\$ 32.5	\$ 279.8	\$ 130.0
All other (a)	0.8	0.5	(0.4)	1.5
Segment operating profit	66.6	33.0	279.4	131.5
Corporate unallocated expense	(5.0)	(4.2)	(17.0)	(15.0)
Interest and financing expenses	(3.0)	(3.2)	(11.7)	(12.0)
Unrealized gain (loss) on an interest rate swap agreement (c)	4.3	-	(11.4)	-
Other (expense) income, net	-	(0.4)	0.1	0.8
Income before income tax expense	\$ 62.9	\$ 25.2	\$ 239.4	\$ 105.3
Net income	\$ 46.3	\$ 19.4	\$ 162.3	\$ 73.2
Basic earnings per share	\$ 3.04	\$ 1.27	\$ 10.67	\$ 4.77
Diluted earnings per share	\$ 3.03	\$ 1.27	\$ 10.65	\$ 4.75

Notes to Segment Results and Other Financial Information

- (a) "All other" includes the continuing results of our TEL business, certain contract manufacturing of Ethyl Corporation, and the real estate development activities.
- (b) Petroleum additives segment operating profit for twelve months 2008 includes a gain of \$3.2 million from a class action lawsuit related to raw materials.
- (c) The unrealized gain (loss) on an interest rate swap agreement represents the change, since the beginning of the reporting period, in the fair value of an interest rate swap which we entered into on June 25, 2009. We are not using hedge accounting to record the interest rate swap and, accordingly, any change in the fair value is immediately recognized in earnings.

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

	Three Months Ended December 31		Twelve Months Ended December 31	
	2009	2008	2009	2008
Net sales	\$ 404,241	\$ 368,595	\$ 1,530,122	\$ 1,617,431
Cost of goods sold (a)	286,435	291,475	1,066,862	1,302,937
Gross profit	117,806	77,120	463,260	314,494
Selling, general, and administrative expenses	31,759	28,634	114,900	116,382
Research, development, and testing expenses	24,624	20,173	86,072	81,752
Operating profit	61,423	28,313	262,288	116,360
Interest and financing expenses	3,012	3,192	11,716	12,046
Other income (expense), net (b)	4,538	111	(11,196)	1,012
Income before income tax expense	62,949	25,232	239,376	105,326
Income tax expense	16,699	5,873	77,093	32,099
Net income	\$ 46,250	\$ 19,359	\$ 162,283	\$ 73,227
Basic earnings per share	\$ 3.04	\$ 1.27	\$ 10.67	\$ 4.77
Diluted earnings per share	\$ 3.03	\$ 1.27	\$ 10.65	\$ 4.75
Shares used to compute basic earnings per share	15,208	15,196	15,206	15,362
Shares used to compute diluted earnings per share	15,245	15,242	15,243	15,430
Cash dividends declared per share	\$ 0.375	\$ 0.20	\$ 1.075	\$ 0.80

Notes to Consolidated Statements of Income

(a) Cost of goods sold for twelve months 2008 includes a gain of \$3.2 million from a class action lawsuit related to raw materials.

(b) On June 25, 2009 we entered into an interest rate swap. The unrealized loss on the interest rate swap was \$11.4 million for the twelve months ended December 31, 2009, representing its fair value at December 31, 2009, and a gain of \$4.3 million for the three months ended December 31, 2009. We are not using hedge accounting to record the interest rate swap, and accordingly, any change in the fair value is immediately recognized in earnings.

NEWMARKET CORPORATION AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS

(In thousands, unaudited)

	<u>December 31</u> <u>2009</u>	<u>December 31</u> <u>2008</u>
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 151,831	\$ 21,761
Short-term investments	300	-
Trade and other accounts receivable, less allowance for doubtful accounts (\$1,195 - 2009; \$1,141 - 2008)	214,887	203,551
Inventories	190,860	201,072
Deferred income taxes	4,118	14,090
Prepaid expenses and other current assets	39,100	5,704
Total current assets	<u>601,096</u>	<u>446,178</u>
Property, plant and equipment, at cost	935,570	848,011
Less accumulated depreciation and amortization	631,967	606,275
Net property, plant and equipment	<u>303,603</u>	<u>241,736</u>
Prepaid pension cost	2,430	159
Deferred income taxes	34,670	37,744
Other assets and deferred charges	37,475	31,566
Intangibles, net of amortization and goodwill	45,063	54,069
Total assets	<u>\$ 1,024,337</u>	<u>\$ 811,452</u>
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities:		
Accounts payable	\$ 87,331	\$ 60,505
Accrued expenses	63,775	63,715
Dividends payable	4,992	2,646
Book overdraft	2,230	999
Long-term debt, current portion	31,537	784
Income taxes payable	4,988	7,264
Total current liabilities	<u>194,853</u>	<u>135,913</u>
Long-term debt	218,544	236,378
Other noncurrent liabilities	152,755	148,038
Shareholders' equity		
Common stock and paid in capital (without par value) Issued and Outstanding - 15,209,989 in 2009 and 15,199,207 in 2008	275	115
Accumulated other comprehensive loss	(74,784)	(95,750)
Retained earnings	532,694	386,758
Total liabilities and shareholders' equity	<u>\$ 1,024,337</u>	<u>\$ 811,452</u>