

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	
	2005	2004	2005	2004
Net sales:				
Petroleum additives	\$ 267.4	\$ 222.8	\$ 773.6	\$ 655.5
Tetraethyl lead	3.5	1.9	8.3	7.4
Total	\$ 270.9	\$ 224.7	\$ 781.9	\$ 662.9
Segment operating profit:				
Petroleum additives before special item	\$ 17.4	\$ 8.6	\$ 44.2	\$ 38.8
Special item (a)	-	0.8	-	0.8
Petroleum additives	17.4	9.4	44.2	39.6
Tetraethyl lead before special items	5.6	4.7	15.5	20.2
Special items (a)	-	12.5	3.9	12.5
Tetraethyl lead	5.6	17.2	19.4	32.7
Contract manufacturing and other	0.2	0.8	1.8	0.8
Segment operating profit	23.2	27.4	65.4	73.1
Corporate unallocated expense	(3.5)	(3.7)	(9.5)	(10.9)
Special item (b)	2.9	-	2.9	-
Interest expense	(4.1)	(4.3)	(12.9)	(13.9)
Other expense, net	(0.8)	(1.0)	(2.5)	(3.9)
Income before income taxes	\$ 17.7	\$ 18.4	\$ 43.4	\$ 44.4
Net income:				
Earnings excluding special items	\$ 10.3	\$ 4.6	\$ 25.6	\$ 21.7
Special items (a) (b) (c)	3.1	8.4	5.6	8.4
Net income	\$ 13.4	\$ 13.0	\$ 31.2	\$ 30.1
Basic earnings per share:				
Earnings excluding special items	\$ 0.61	\$ 0.26	\$ 1.51	\$ 1.28
Special items (a) (b) (c)	0.18	0.50	0.33	0.50
Basic earnings per share	\$ 0.79	\$ 0.76	\$ 1.84	\$ 1.78
Diluted earnings per share:				
Earnings excluding special items	\$ 0.59	\$ 0.26	\$ 1.48	\$ 1.27
Special items (a) (b) (c)	0.18	0.49	0.32	0.49
Diluted earnings per share	\$ 0.77	\$ 0.75	\$ 1.80	\$ 1.76

Notes to Segment Results and Other Financial Information

Certain prior periods have been reclassified to conform to the current presentation.

- (a) The special item of \$3.9 million (\$2.5 million after income taxes) in the tetraethyl lead segment for nine months 2005 represents the gain associated with the insurance settlement related to premises asbestos liabilities.

The 2004 special item in the petroleum additives segment operating profit of \$800 thousand and the tetraethyl lead segment operating profit of \$12.5 million represents a gain on an insurance settlement related to environmental issues. The aggregate after tax gain was \$8.4 million

- (b) The special item in 2005 is a gain of \$2.9 million on the sale of corporate property. This after tax gain amounted to \$1.8 million.
- (c) Net income for the three and nine months ended September 30, 2005 includes a benefit of \$1.3 million related to the settlement of certain tax years with the Internal Revenue Service.

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	
	2005	2004	2005	2004
Net sales	\$ 270,932	\$ 224,668	\$ 781,888	\$ 662,948
Cost of goods sold	217,761	182,039	633,443	523,926
Gross profit	53,171	42,629	148,445	139,022
Operating profit from TEL marketing agreements services	6,352	8,864	19,629	26,939
Selling, general, and administrative expenses	24,967	23,729	71,229	72,157
Research, development, and testing expenses	15,919	18,104	47,996	48,951
Special item income (a)	2,878	13,245	6,746	13,245
Operating profit	21,515	22,905	55,595	58,098
Interest and financing expenses	4,138	4,259	12,920	13,942
Other income (expense), net	372	(208)	743	241
Income before income taxes	17,749	18,438	43,418	44,397
Income tax expense (b)	4,348	5,464	12,188	14,251
Net income	\$ 13,401	\$ 12,974	\$ 31,230	\$ 30,146
Basic earnings per share	\$ 0.79	\$ 0.76	\$ 1.84	\$ 1.78
Diluted earnings per share	\$ 0.77	\$ 0.75	\$ 1.80	\$ 1.76
Shares used to compute basic earnings per share	17,042	16,969	17,013	16,895
Shares used to compute diluted earnings per share	17,317	17,189	17,312	17,159

Notes to Consolidated Statements of Income

- (a) Special items for third quarter and nine months ended September 30, 2005 include a gain of \$2.9 million (\$1.8 million after tax) on the sale of corporate property. Nine months ended September 30, 2005 also includes a gain of \$3.9 million (\$2.5 million after tax) associated with the insurance settlement related to premises asbestos liabilities.

The 2004 special item represents a gain on an insurance settlement related to environmental issues. The after tax gain was \$8.4 million.

- (b) Income tax expense for the three- and nine-months ended September 30, 2005 includes a benefit of \$1.1 million related to the settlement of certain tax years with the Internal Revenue Service.

NEWMARKET CORPORATION AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
(In thousands)

	September 30 2005 (unaudited)	December 31 2004
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 40,305	\$ 28,778
Restricted cash	1,488	1,706
Trade and other accounts receivable, less allowance for doubtful accounts (\$1,138 - 2005; \$1,167 - 2004)	171,692	158,423
Receivable - TEL marketing agreements services	1,680	3,298
Inventories	150,331	157,789
Prepaid expenses	4,644	2,387
Deferred income taxes	7,184	7,874
Total current assets	377,324	360,255
Property, plant and equipment, at cost	775,998	777,105
Less accumulated depreciation and amortization	616,019	610,876
Net property, plant and equipment	159,979	166,229
Prepaid pension cost	18,808	20,101
Deferred income taxes	18,130	4,367
Other assets and deferred charges	48,762	68,961
Intangibles, net of amortization	51,876	56,282
Total assets	\$ 674,879	\$ 676,195
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities:		
Accounts payable	\$ 71,257	\$ 75,719
Accrued expenses	61,787	57,725
Long-term debt, current portion	630	601
Income taxes payable	14,177	6,138
Total current liabilities	147,851	140,183
Long-term debt	153,355	183,837
Other noncurrent liabilities	114,909	120,293
Shareholders' equity		
Common stock and paid in capital (without par value at September 30, 2005; \$1 par value at December 31, 2004) Issued - 17,062,059 in 2005 and 16,980,759 in 2004	85,077	84,724
Accumulated other comprehensive loss	(26,571)	(21,870)
Retained earnings	200,258	169,028
Total liabilities and shareholders' equity	\$ 674,879	\$ 676,195