CYTEC INDUSTRIES INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF INCOME
(Unaudited)
(Dollars in millions, except per share amounts)

	Three Months Ended March 31,	
	2009	**2008**
Net sales	$ 612.0	$ 973.0
Manufacturing cost of sales	497.8	772.7
Selling and technical services	49.4	58.6
Research and process development	17.9	21.7
Administrative and general	29.6	29.0
Amortization of acquisition intangibles	9.2	10.1
Gain on sale of assets	1.6	-
Earnings from operations	9.7	80.9
Other (expense) income, net	(3.2)	0.3
Equity in earnings of associated companies	0.2	0.5
Interest expense, net	5.6	9.9
Earnings before income taxes	1.1	71.8
Income tax provision	1.0	22.2
Net earnings	0.1	49.6
Less: Net earnings attributable to noncontrolling interests	(0.2)	(0.5)
Net (loss)/earnings attributable to Cytec Industries Inc.	$ (0.1)	$ 49.1
(Loss)/earnings per share attributable to Cytec Industries Inc.		
Basic (loss)/earnings per common share	$ (0.00)	$ 1.02
Diluted (loss)/earnings per common share	$ (0.00)	$ 1.01
Dividends per common share	$ 0.125	$ 0.125
Weighted average shares outstanding (in thousands):		
Basic	47,482	48,002
Diluted	47,482	48,801

CYTEC INDUSTRIES INC. AND SUBSIDIARIES
CONSOLIDATED NET SALES AND EARNINGS FROM OPERATIONS BY BUSINESS SEGMENT
(Millions of dollars)

	2009	2008
Net Sales:		
Cytec Surface Specialties	$ 243.1	$ 447.1
Cytec Performance Chemicals		
Sales to external customers	132.4	184.8
Intersegment sales	-	0.3
Cytec Engineered Materials	169.6	200.4
Building Block Chemicals		
Sales to external customers	66.9	140.7
Intersegment sales	4.9	5.7
Net sales from segments	616.9	979.0
Elimination of intersegment revenue	(4.9)	(6.0)
Total consolidated net sales	$ 612.0	$ 973.0

		% of Sales			% of Sales
(Loss)/earnings from operations:					
Cytec Surface Specialties	$ (20.7)	-9%	$	20.6 (2)	5%
Cytec Performance Chemicals	5.8	4%		13.7	7%
Cytec Engineered Materials	33.1	20%		44.5	22%
Building Block Chemicals	3.2	5%		5.9	4%
Earnings from segments	21.4	3%		84.7	9%
Corporate and Unallocated, net	(11.7) (1)			(3.8) (3)	
Total earnings from operations	$ 9.7	2%	$	80.9	8%

(1) Includes pre-tax charges of $3.2 associated with various organizational restructuring initiatives across our Specialty Chemical segments and corporate operations. Also includes a pre-tax gain of $1.6 associated with the sale of certain of our polyurethane product line assets in Europe and a pre-tax charge of $1.6 primarily related to the accelerated depreciation of assets associated with the planned exit of our polyurethane product line in Asia.
(2) Includes pre-tax charge of $1.4 for incremental accelerated depreciation in relation to our decision to exit Radcure manufacturing at our leased facility in Pampa, Texas.
(3) Includes pre-tax charge of $1.9 for additional restructuring costs associated with Specialty Chemicals manufacturing operations in West Virginia, Connecticut, and Dijon, France. Also includes $1.5 associated with various organizational restructuring initiatives across Specialty Chemicals.

CYTEC INDUSTRIES INC AND SUBSIDIARIES
PERCENT CHANGE IN SALES ANALYSIS BY SEGMENT

	Three Months Ended March 31, 2009			
	% Variance Due To			
Segment	**Volume**	**Price**	**FX**	**Total**
Cytec Surface Specialties	-43%	1%	-4%	-46%
Cytec Performance Chemicals	-29%	5%	-4%	-28%
Cytec Engineered Materials	-15%	2%	-2%	-15%
Building Block Chemicals	-18%	-34%	0%	-52%
Cytec Consolidated	*-31%*	*-3%*	*-3%*	*-37%*

CYTEC INDUSTRIES INC. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
(Unaudited)
(Dollars in millions, except per share amounts)

	March 31, 2009	December 31, 2008
Assets		
Current assets		
Cash and cash equivalents	$ 38.0	$ 55.3
Trade accounts receivable, less allowance for doubtful accounts of $5.6 and $6.2 in 2009 and 2008, respectively	386.7	448.8
Other accounts receivable	65.6	81.2
Inventories	508.6	569.4
Deferred income taxes	4.2	13.8
Other current assets	28.4	19.4
Total current assets	1,031.5	1,187.9
Investment in associated companies	21.1	22.1
Plants, equipment and facilities, at cost	2,156.2	2,136.1
Less: accumulated depreciation	(1,025.4)	(1,019.8)
Net plant investment	1,130.8	1,116.3
Acquisition intangibles, net of accumulated amortization of $175.3 and $171.3 in 2009 and 2008, respectively	405.2	430.8
Goodwill	662.0	693.7
Deferred income taxes	57.4	43.3
Other assets	122.1	131.5
Total assets	$ 3,430.1	$ 3,625.6
Liabilities		
Current liabilities		
Accounts payable	$ 207.2	$ 249.4
Short-term borrowings	25.8	41.0
Current maturities of long-term debt	1.4	1.4
Accrued expenses	164.8	190.1
Income taxes payable	7.0	12.5
Deferred income taxes	17.5	12.8
Total current liabilities	423.7	507.2
Long-term debt	805.2	806.4
Pension and other postretirement benefit liabilities	430.3	436.3
Other noncurrent liabilities	282.9	300.1
Deferred income taxes	76.8	96.8
Stockholders' Equity		
Preferred stock, 20,000,000 shares authorized; none issued and outstanding	-	-
Common stock, $.01 par value per share, 150,000,000 shares authorized; issued 48,132,640 shares	0.5	0.5
Additional paid-in capital	435.6	437.1
Retained earnings	1,127.5	1,133.5
Accumulated other comprehensive loss	(104.1)	(39.2)
Treasury stock, at cost, 977,906 shares in 2009 and 1,069,423 shares in 2008	(52.3)	(57.2)
Total Cytec Industries Inc. stockholders' equity	1,407.2	1,474.7
Noncontrolling interest	4.0	4.1
Total equity	1,411.2	1,478.8
Total liabilities and equity	$ 3,430.1	$ 3,625.6

CYTEC INDUSTRIES INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
(Unaudited)
(Dollars in millions)

	Three Months Ended March 31,	
	2009	**2008**
Cash flows provided by (used in) operating activities		
Net (loss) earnings available to common stockholders	$ (0.1)	$ 49.1
Non cash items included in net (loss) earnings from operations:		
Depreciation	28.1	28.1
Amortization	10.8	11.4
Share-based compensation	2.1	2.6
Deferred income taxes	(13.0)	2.2
Gain on sale of assets	(1.6)	-
Unrealized (gain)/loss on derivative instruments	(5.8)	1.5
Other	(0.2)	(0.5)
Changes in operating assets and liabilities:		
Trade accounts receivable	52.8	(40.8)
Other receivables	13.0	4.9
Inventories	44.0	(24.9)
Other assets	(11.4)	(6.6)
Accounts payable	(33.6)	29.9
Accrued expenses	(18.0)	(22.7)
Income taxes payable	(4.6)	9.6
Other liabilities	0.1	(5.6)
Net cash provided by operating activities	62.6	38.2
Cash flows (used in) provided by investing activities		
Additions to plants, equipment and facilities	(63.5)	(26.7)
Net proceeds received/(paid) on sale of assets	5.7	(1.9)
Net cash used in investing activities	(57.8)	(28.6)
Cash flows (used in) provided by financing activities		
Proceeds from long-term debt	70.0	51.1
Payments on long-term debt	(71.0)	(100.1)
Change in short-term borrowings	(13.7)	(0.9)
Cash dividends	(5.9)	(6.0)
Proceeds from the exercise of stock options	1.5	4.1
Purchase of treasury stock	-	(5.4)
Excess tax benefits from share-based payment arrangements	(0.1)	1.2
Other	(0.1)	(0.1)
Net cash used in financing activities	(19.3)	(56.1)
Effect of currency rate changes on cash and cash equivalents	(2.8)	2.6
Net decrease in cash and cash equivalents	(17.3)	(43.9)
Cash and cash equivalents, beginning of period	55.3	76.8
Cash and cash equivalents, end of period	$ 38.0	$ 32.9

Cytec Industries Inc. and Subsidiaries
Reconciliation of GAAP and Non-GAAP Measures
Amounts in millions except per share amounts

Management believes that net earnings and diluted earnings per share before special items, which are non-GAAP measurements, are meaningful to investors because they provide a view of the Company with respect to ongoing operating results. Special items represent significant charges or credits that are important to an understanding of the Company's overall operating results in the periods presented. Such non-GAAP measurements are not recognized in accordance with generally accepted accounting principles (GAAP) and should not be viewed as an alternative to GAAP measures of performance.

Three Months Ended March 31, 2009

	Net Earnings (Loss)	Diluted EPS
GAAP Net Earnings (Loss)	$(0.1)	$(0.00)
- Net restructuring charges	2.2	0.05
- Gain on disposal of assets	(1.0)	(0.02)
- Product line exit costs (primarily accelerated depreciation)	1.6	0.03
Non-GAAP Net Earnings	$2.7	$0.06

Three Months Ended March 31, 2008

	Net Earnings	Diluted EPS
GAAP Net Earnings	$49.1	$1.01
- Net restructuring charges	2.5	0.05
- Pampa accelerated depreciation charge	0.9	0.02
Non-GAAP Net Earnings	$52.5	$1.08