

# Summary of Consolidated Financial Results of FY2008

May 11, 2009  
Mitsui Chemicals, Inc.

## 1. Scope of Consolidation and Equity Method

(Unit : Number of Companies)

	As of Mar. 31, 2008	As of Mar. 31, 2009	Increase (Decrease)
Consolidated subsidiaries	63	66	3
Non-consolidated subsidiaries and affiliates	38	32	(6)
Total	101	98	(3)

Outlook of FY2009	
As of Sep.30, 2009	As of Mar.31, 2010
64	63
31	30
95	93

## 2. Summary of Income Statement

( Unit : Billions of Yen)

	FY2007	FY2008	Incr.(Decr.)
Sales	1,786.7	1,487.6	(299.1)
Operating income	77.2	(45.5)	(122.7)
Recurring income	66.1	(50.8)	(116.9)
Income before income taxes & minority interests	44.6	(65.4)	(110.0)
Net income	24.8	(95.2)	(120.0)

Outlook of FY2009	
Interim	Full Year
520.0	1,150.0
(42.0)	(38.0)
(46.0)	(47.0)
(50.0)	(53.0)
(48.0)	(56.0)

### • Special Gains and Losses

Gain on sales of fixed assets etc.	2.9	2.4	(0.5)
Loss on sales and disposal of fixed assets	(5.4)	(7.1)	(1.7)
Loss on impairment	(0.7)	(3.9)	(3.2)
Loss on related activities etc.	(3.2)	(2.7)	0.5
Loss on business withdrawal	(2.6)	-	2.6
Environment measure expenses	(11.7)	(1.4)	10.3
Others	(0.8)	(1.9)	(1.1)
Total	(21.5)	(14.6)	6.9

-	-
(4.0)	(6.0)
-	-
-	-
-	-
-	-
-	-
(4.0)	(6.0)

## 3. Sales and Operating Income (by business segment) : please see appendix for details

( Unit : Billions of Yen)

		FY2007	FY2008	Incr.(Decr.)
Performance Materials	Sales	504.1	431.8	(72.3)
	Operating income	35.9	(16.0)	(51.9)
Advanced Chemicals	Sales	122.1	118.7	(3.4)
	Operating income	10.8	7.3	(3.5)
Basic Chemicals	Sales	1,111.2	912.8	(198.4)
	Operating income	33.4	(32.0)	(65.4)
Others	Sales	49.3	24.3	(25.0)
	Operating income	3.4	0.1	(3.3)
Elimination and Corporate	Sales	-	-	-
	Operating income	(6.3)	(4.9)	1.4
Total	Sales	1,786.7	1,487.6	(299.1)
	Operating income	77.2	(45.5)	(122.7)

Outlook of FY2009	
Interim	Full Year
170.0	380.0
(18.0)	(21.0)
50.0	120.0
2.0	8.0
285.0	620.0
(24.0)	(20.0)
15.0	30.0
-	-
-	-
(2.0)	(5.0)
520.0	1,150.0
(42.0)	(38.0)

( for reference )

## 4. Summary of Balance Sheet

( Unit : Billions of Yen )

	Assets				Liabilities and Net assets		
	As of Mar. 31, 2008	As of Mar. 31, 2009	Increase (Decrease)		As of Mar. 31, 2008	As of Mar. 31, 2009	Increase (Decrease)
Current assets	726.3	529.6	(196.7)	Interest-bearing liabilities	486.0	535.4	49.4
Tangible fixed assets	564.8	522.6	(42.2)	Other liabilities	419.0	255.4	(163.6)
Intangible fixed assets	22.3	23.4	1.1	Shareholders' equity	500.0	349.9	(150.1)
Investments and others	155.8	113.3	(42.5)	Minority interest	64.2	48.2	(16.0)
Total assets	1,469.2	1,188.9	(280.3)	Total liabilities and net assets	1,469.2	1,188.9	(280.3)
				( D/E Ratio )	(0.97)	(1.53)	(0.56)

## 5. Summary of Cash Flow

( Unit : Billions of Yen )

	FY2007	FY2008	Increase (Decrease)	Outlook of FY2009	
				Interim	Full Year
Cash flows from operating activities	92.4	54.9	(37.5)	35.0	35.0
Cash flows from investing activities	(78.2)	(76.3)	1.9	(35.0)	(70.0)
Free cash flows	14.2	(21.4)	(35.6)	-	(35.0)
Cash flows from financing activities	(28.7)	48.3	77.0	10.0	55.0
Others	(0.4)	(4.5)	(4.1)	-	-
Net incr.(decr.) in cash and cash equivalents	(14.9)	22.4	37.3	10.0	20.0

## 6. Accounting Fundamentals

		FY2007	FY2008	Increase (Decrease)	Outlook of FY2009	
					Interim	Full Year
R & D expenses	¥ Billions	42.1	40.6	(1.5)	21.0	43.0
Depreciation & amortization	¥ Billions	72.6	81.4	8.8	39.0	79.0
Capital expenditures	¥ Billions	84.7	81.0	(3.7)	45.0	73.0
Financing incomes & expenses	¥ Billions	(5.5)	(5.3)	0.2	(4.0)	(9.0)
Interest-bearing liabilities	¥ Billions	486.0	535.4	49.4	550.0	590.0
Number of employees	person	12,814	12,964	150	13,200	13,100
Exchange rate	Yen / US\$	114	101	(13)	95	95
Domestic standard naphtha price	Yen / KL	61,430	58,930	(2,500)	38,000	38,000

## 7. Topics

## (1) Expansion of production capacity

EPT in Ichihara works, starting commercial operation, April 2008

"APEL™" cycloolefin copolymer in Osaka works, starting commercial operation, May 2008

## (2) Others

Acquisition of SDC Technologies Inc., which manufactures and sells high performance coating materials for plastics, in USA, June 2008

## Breakdown of Increase(Decrease) by business segment

## · Sales

( Unit : Billions of Yen)

	FY2007	FY2008	Incr.(Decr.)	Breakdown	
				Volume	Price
Performance Materials	504.1	431.8	(72.3)	(81.9)	9.6
Advanced Chemicals	122.1	118.7	(3.4)	(5.0)	1.6
Basic Chemicals	1,111.2	912.8	(198.4)	(192.6)	(5.8)
Others	49.3	24.3	(25.0)	(24.8)	(0.2)
Total	1,786.7	1,487.6	(299.1)	(304.3)	5.2

## · Operating Income

( Unit : Billions of Yen)

	FY2007	FY2008 (*)	Incr.(Decr.)	Breakdown			(*)The impact of adoption of the Lower of cost or net realizable value method for inventories
				Volume	Price (*)	Fixed Costs etc.	
Performance Materials	35.9	(16.0)	(51.9)	(27.4)	(13.2)	(11.3)	(3.9)
Advanced Chemicals	10.8	7.3	(3.5)	(0.5)	(1.0)	(2.0)	0.2
Basic Chemicals	33.4	(32.0)	(65.4)	(46.5)	(16.0)	(2.9)	(15.4)
Others	3.4	0.1	(3.3)	(2.0)	(1.5)	0.2	(0.1)
Elimination and Corporate	(6.3)	(4.9)	1.4	-	-	1.4	-
Total	77.2	(45.5)	(122.7)	(76.4)	(31.7)	(14.6)	(19.2)

Price includes both selling and purchasing price variances