

(for reference)

Summary of Consolidated Financial Results of FY2009

May 11, 2010
Mitsui Chemicals, Inc.

1. Scope of Consolidation and Equity Method

(Unit : Number of Companies)

	As of Mar. 31, 2009	As of Mar. 31, 2010	Increase (Decrease)
Consolidated subsidiaries	66	66	-
Non-consolidated subsidiaries and affiliates	32	30	(2)
Total	98	96	(2)

Outlook for FY2010	
As of Sep.30, 2010	As of Mar.31, 2011
66	64
30	29
96	93

2. Summary of Income Statement

(Unit : Billions of Yen)

	FY2008	FY2009	Increase (Decrease)
Net Sales	1,487.6	1,207.7	(279.9)
Operating loss	(45.5)	(9.5)	36.0
Ordinary loss	(50.8)	(13.1)	37.7
Net loss	(95.2)	(28.0)	67.2

Outlook for FY2010	
Interim	Full Year
673.0	1,400.0
13.5	35.0
10.0	29.0
14.0	24.0

· Special Gains and Losses

Gain on sales of fixed assets	2.4	11.6	9.2
Reversal of provision for retirement benefits	-	-	-
Loss on sales and disposal of fixed assets	(7.1)	(6.1)	1.0
Loss on impairment	(3.9)	(4.3)	(0.4)
Loss on related activities etc.	(2.7)	(2.4)	0.3
Environment measure expenses	(1.4)	-	1.4
Loss on valuation of investment securities	(1.9)	(1.8)	0.1
Others	-	-	-
Total	(14.6)	(3.0)	11.6

-	-
14.6	14.6
(3.0)	(3.0)
-	-
-	-
-	-
-	-
(0.6)	(0.6)
11.0	11.0

3. Net Sales and Operating Income (Loss) (by business segment) : please see appendix 1 for details

(Unit : Billions of Yen)

		FY2008	FY2009	Increase (Decrease)
Performance Materials	Net Sales	431.8	372.9	(58.9)
	Operating income (loss)	(16.0)	(7.6)	8.4
Advanced Chemicals	Net Sales	118.7	105.9	(12.8)
	Operating income	7.3	8.6	1.3
Basic Chemicals	Net Sales	912.8	709.8	(203.0)
	Operating income (loss)	(32.0)	(7.6)	24.4
Others	Net Sales	24.3	19.1	(5.2)
	Operating income	0.1	1.1	1.0
Elimination and Corporate	Net Sales	-	-	-
	Operating income	(4.9)	(4.0)	0.9
Total	Net Sales	1,487.6	1,207.7	(279.9)
	Operating income (loss)	(45.5)	(9.5)	36.0

Outlook for FY2010	
Interim	Full Year
205.0	427.0
1.5	9.5
48.0	106.0
3.5	10.5
413.0	852.0
10.5	19.0
7.0	15.0
-	-
-	-
(2.0)	(4.0)
673.0	1,400.0
13.5	35.0

(for reference)

4. Summary of Balance Sheet

(Unit : Billions of Yen)

	Assets				Liabilities and Net assets		
	As of Mar. 31, 2009	As of Mar. 31, 2010	Increase (Decrease)		As of Mar. 31, 2009	As of Mar. 31, 2010	Increase (Decrease)
Current assets	529.6	604.6	75.0	Interest-bearing liabilities	535.4	494.2	(41.2)
Tangible fixed assets	522.6	498.2	(24.4)	Other liabilities	255.4	324.9	69.5
Intangible fixed assets	23.4	16.5	(6.9)	Shareholders' equity	349.9	377.3	27.4
Investments and others	113.3	118.8	5.5	Minority interest	48.2	41.7	(6.5)
Total assets	1,188.9	1,238.1	49.2	Total liabilities and net assets	1,188.9	1,238.1	49.2
				[D/E Ratio]	1.53	1.31	(0.22)

5. Summary of Cash Flow

(Unit : Billions of Yen)

	FY2008	FY2009	Increase (Decrease)	Outlook for FY2010	
				Interim	Full Year
Cash flows from operating activities	54.9	70.2	15.3	-	45.0
Cash flows from investing activities	(76.3)	(42.9)	33.4	(35.0)	(75.0)
Free cash flows	(21.4)	27.3	48.7	(35.0)	(30.0)
Cash flows from financing activities	48.3	(2.5)	(50.8)	(10.0)	(5.0)
Others	(4.5)	0.3	4.8	-	-
Net incr.(decr.) in cash and cash equivalents	22.4	25.1	2.7	(45.0)	(35.0)

6. Accounting Fundamentals

		FY2008	FY2009	Increase (Decrease)	Outlook for FY2010	
					Interim	Full Year
R & D expenses	¥ Billions	40.6	38.1	(2.5)	20.0	39.0
Depreciation & amortization	¥ Billions	81.4	74.9	(6.5)	34.0	74.0
Capital expenditures	¥ Billions	81.0	49.1	(31.9)	39.0	67.0
Financing incomes & expenses	¥ Billions	(5.3)	(5.6)	(0.3)	(3.5)	(7.0)
Interest-bearing liabilities	¥ Billions	535.4	494.2	(41.2)	490.0	500.0
Number of employees	person	12,964	12,892	(72)	13,050	13,000
Exchange rate	Yen / US\$	101	93	(8)	90	90
Domestic standard naphtha price	Yen / KL	58,930	41,200	(17,730)	50,000	50,000

7. Topics

◆ Expansion of production capacity

- Polypropylene in Mitsui Prime Advanced Composites India PVT LTD, starting commercial operation, Jun. 2009
- TAFMER™ (alpha-olefin copolymer) No.5 plant in Mitsui Elastomers Singapore Pte Ltd, starting commercial operation, Mar. 2010

◆ Other

- Tohcello CO., LTD. became a wholly owned subsidiary of Mitsui Chemicals, Inc. through a share exchange, Apr.2009
- Mitsui Chemicals, Inc. issued 230 million new shares by way of public offering and Third-Party Allotment, Dec.2009

Breakdown of Increase(Decrease) by business segment

•Net Sales

(Unit : Billions of Yen)

	FY2008	FY2009	Increase (Decrease)	Breakdown	
				Volume	Price
Performance Materials	431.8	372.9	(58.9)	3.0	(61.9)
Advanced Chemicals	118.7	105.9	(12.8)	(8.3)	(4.5)
Basic Chemicals	912.8	709.8	(203.0)	98.0	(301.0)
Others	24.3	19.1	(5.2)	(4.3)	(0.9)
Total	1,487.6	1,207.7	(279.9)	88.4	(368.3)

•Operating Income (Loss)

(Unit : Billions of Yen)

	FY2008	FY2009	Increase (Decrease)	Breakdown		
				Volume	Price [※]	Fixed Costs etc.
Performance Materials	(16.0)	(7.6)	8.4	4.1	(4.8)	9.1
Advanced Chemicals	7.3	8.6	1.3	(2.6)	(0.3)	4.2
Basic Chemicals	(32.0)	(7.6)	24.4	6.6	5.2	12.6
Others	0.1	1.1	1.0	(0.8)	(0.3)	2.1
Elimination and Corporate	(4.9)	(4.0)	0.9	-	-	0.9
Total	(45.5)	(9.5)	36.0	7.3	(0.2)	28.9

※Price includes both selling and purchasing price variances

Segment Reclassification

◆ Business segment outlook for FY2010 based on the new classification

(Unit : Billions of Yen)

Previous classification

	Outlook for FY2010	
	Net sales	Operating income
Basic Chemicals	852.0	19.0
Performance Materials	427.0	9.5
Advanced Chemicals	106.0	10.5
Others	15.0	(4.0)
Total	1,400.0	35.0

New classification (effective on April 1, 2010)

	Outlook for FY2010	
	Net sales	Operating income
Petrochemicals	441.0	12.0
Basic Chemicals	409.0	5.5
Polyurethane	178.0	6.0
Functional Polymeric Materials	100.0	4.0
Fabricated Products	133.0	1.5
Functional Chemicals	124.0	10.0
Others	15.0	(4.0)
Total	1,400.0	35.0



◆ Outline of segment reclassification

On February 26, 2010, Mitsui Chemicals, Inc. (“MCI”) announced that the April 1, 2010 reorganization of some operations as part of its effort to accelerate implementation of its management strategy to respond to the volatile business environment.

For the Basic Chemicals Business area, feedstocks, polyethylene, and polypropylene operations were reclassified into the Petrochemicals Business segment, and phenols, PTA & PET, and industrial chemicals were reclassified into the Basic Chemicals Business segment.

In the Performance Materials area, MCI reclassified polyurethane, coatings & engineering materials into the Polyurethane Business segment. Automotive & industrial materials, information & electronics materials (except for functional film and some other materials) were restructured into the Functional Polymeric Materials Business segment, and functional film, solar & cell & battery components, and living & energy materials were restructured into the Fabricated Products Business segment. The Advanced Chemicals area was reorganized into the Functional Chemicals Business segment.

