

Summary of Consolidated Financial Results for FY2010

May 11, 2011
Mitsui Chemicals, Inc.

1. Summary of Income Statement

(Unit : Billions of Yen)

	FY2009	FY2010	Increase (Decrease)	Outlook for FY2011	
				Interim	Full Year
Net Sales	1,207.7	1,391.7	184.0	740.0	1,550.0
Operating income (loss)	(9.5)	40.5	50.0	19.0	45.0
Ordinary income (loss)	(13.1)	38.9	52.0	17.0	43.0
Net income (loss)	(28.0)	24.9	52.9	6.0	21.0

2. Net Sales and Operating Income (Loss) (by business segment)

• Net Sales

(Unit : Billions of Yen)

	FY2009	FY2010	Increase (Decrease)	Breakdown		Outlook for FY2011	
				Volume	Price	Interim	Full Year
Petrochemicals	364.5	434.0	69.5	30.6	38.9	217.0	470.0
Basic Chemicals	348.8	435.7	86.9	30.0	56.9	260.0	517.0
Polyurethane	145.6	144.8	(0.8)	5.2	(6.0)	73.0	158.0
Functional Polymeric Materials	86.0	106.2	20.2	17.3	2.9	57.0	119.0
Fabricated Products	125.0	132.0	7.0	5.6	1.4	68.0	143.0
Functional Chemicals	118.6	119.8	1.2	2.0	(0.8)	56.0	124.0
Others	19.2	19.2	-	-	-	9.0	19.0
Total	1,207.7	1,391.7	184.0	90.7	93.3	740.0	1,550.0

• Operating Income (Loss)

(Unit : Billions of Yen)

	FY2009	FY2010	Increase (Decrease)	Breakdown			Outlook for FY2011	
				Volume	Price [※]	Fixed Costs etc.	Interim	Full Year
Petrochemicals	(3.4)	12.8	16.2	5.3	3.0	7.9	4.0	11.0
Basic Chemicals	(4.8)	20.4	25.2	3.9	16.4	4.9	14.0	20.0
Polyurethane	(2.1)	(9.0)	(6.9)	2.2	(10.3)	1.2	(5.0)	(7.5)
Functional Polymeric Materials	(4.4)	7.2	11.6	6.4	0.1	5.1	3.5	9.5
Fabricated Products	0.8	1.4	0.6	1.9	(1.2)	(0.1)	1.0	4.0
Functional Chemicals	7.4	10.0	2.6	1.0	0.8	0.8	2.5	10.0
Others	1.1	0.2	(0.9)	-	-	(0.9)	-	-
Adjustment	(4.1)	(2.5)	1.6	-	-	1.6	(1.0)	(2.0)
Total	(9.5)	40.5	50.0	20.7	8.8	20.5	19.0	45.0

※Price includes both selling and purchasing price variances

The company and its consolidated subsidiaries changed their business segment, effective April 1, 2010.

3. Special Gains and Losses

(Unit : Billions of Yen)

	FY2009	FY2010	Increase (Decrease)	Outlook for FY2011	
				Interim	Full Year
Gain on sales of fixed assets	11.6	0.7	(10.9)	-	-
Reversal of provision for retirement benefits	-	14.6	14.6	-	-
Loss on sales and disposal of fixed assets	(6.1)	(2.9)	3.2	(1.0)	(1.0)
Loss on impairment	(4.3)	(2.2)	2.1	-	-
Loss on related activities etc.	(2.4)	(1.0)	1.4	-	-
Loss on valuation of investment securities	(1.8)	(0.7)	1.1	-	-
Others	-	(2.4)	(2.4)	(1.0)	(1.0)
Total	(3.0)	6.1	9.1	(2.0)	(2.0)

4. Summary of Balance Sheet

(Unit : Billions of Yen)

	Assets				Liabilities and Net assets		
	As of Mar. 31, 2010	As of Mar. 31, 2011	Increase (Decrease)		As of Mar. 31, 2010	As of Mar. 31, 2011	Increase (Decrease)
Current assets	604.6	666.0	61.4	Interest-bearing liabilities	494.2	480.7	(13.5)
Tangible fixed assets	498.2	467.7	(30.5)	Other liabilities	324.9	383.8	58.9
Intangible fixed assets	16.5	11.3	(5.2)	Shareholders' equity	377.3	383.7	6.4
Investments and others	118.8	150.6	31.8	Minority interest	41.7	47.4	5.7
Total assets	1,238.1	1,295.6	57.5	Total liabilities and net assets	1,238.1	1,295.6	57.5
				[D/E Ratio]	1.31	1.25	(0.06)

5. Summary of Cash Flow

(Unit : Billions of Yen)

	FY2009	FY2010	Increase (Decrease)	Outlook for FY2011	
				Interim	Full Year
Cash flows from operating activities	70.2	73.2	3.0	25.0	60.0
Cash flows from investing activities	(42.9)	(43.2)	(0.3)	(40.0)	(80.0)
<i>Free cash flows</i>	27.3	30.0	2.7	(15.0)	(20.0)
Cash flows from financing activities	(2.5)	(20.1)	(17.6)	10.0	10.0
Others	0.3	(1.8)	(2.1)	-	-
Net incr.(decr.) in cash and cash equivalents	25.1	8.1	(17.0)	(5.0)	(10.0)

6. Accounting Fundamentals

		FY2009	FY2010	Increase (Decrease)	Outlook for FY2011	
					Interim	Full Year
R & D expenses	¥ Billions	38.1	36.2	(1.9)	18.0	35.0
Depreciation & amortization	¥ Billions	74.9	69.2	(5.7)	32.0	67.0
Capital expenditures	¥ Billions	49.1	45.1	(4.0)	34.0	67.0
Financing incomes & expenses	¥ Billions	(5.6)	(5.4)	0.2	(3.0)	(6.0)
Interest-bearing liabilities	¥ Billions	494.2	480.7	(13.5)	495.0	500.0
Number of employees	person	12,892	12,782	(110)	13,070	13,000
Exchange rate	Yen / US\$	93	86	(7)	85	85
Domestic standard naphtha price	Yen / KL	41,200	47,500	6,300	62,000	62,000

7. Scope of Consolidation and Equity Method

(Unit : Number of Companies)

	As of Mar. 31, 2010	As of Mar. 31, 2011	Increase (Decrease)	Outlook for FY2011	
				As of Sep. 30, 2011	As of Mar. 31, 2012
Consolidated subsidiaries	66	66	-	71	70
Non-consolidated subsidiaries and affiliates	30	29	(1)	31	32
Total	96	95	(1)	102	102

8. Topics

◆ Chiba Chemicals Manufacturing LLP

- A newly established Limited Liability Partnership based on a agreement between Idemitsu Kosan Co., Ltd and the Company for joint operation of ethylene complex in Chiba-area, Apr. 2010
- Idemitsu Kosan Co., Ltd. and the Company transferred their ethylene complexes to the LLP to combine operations and management, Oct. 2010

◆ Honam Mitsui Chemicals, Inc.

A newly established joint-venture company between Honam Petrochemical Corp. and the Company for production of polypropylene catalyst in Korea, Jan. 2011

◆ MCT PET Resin Co., Ltd.

A newly established joint-venture company between the Company and Teijin Chemicals Ltd. for integration of their domestic PET resin for bottles operations, Feb. 2011