



February 5, 2007

Mitsui Chemicals, Inc.

Mitsui Chemicals to License PP Process to Thai Polypropylene

Mitsui Chemicals, Inc. ("MCI") signed an agreement on January 31, 2007, with Thai Polypropylene Co., Ltd. ("TPP"), a wholly owned subsidiary of SCG Chemicals Co., Ltd. ("SCGCh"), to license its polypropylene ("PP") manufacturing technology. The technology will be applied at TPP's No. 3 Plant in Rayong Province, Thailand. SCGCh is a petrochemical holding company of the Thailand-based Siam Cement Group.

The plant is to be one of the main downstream plants under SCGCh's new naphtha cracker project, and expected to be completed in 2010 with a design capacity of 400KTA. PP is a kind of plastics applied to automobile parts and packaging materials.

MCI has already licensed the technology to No.1 and No.2 Plants of TPP. The No.3 Plant will be licensed the sophisticated manufacturing process which is being used in Osaka Works of MCI (300KTA). The plant will have world-class production capacity of 400KTA, which will augment TPP's total PP production capacity up to 720KTA.

MCI is well known for its world-class technologies, and its product quality meets the high requirements of the automobile industry. This license agreement reflects MCI's customers' trust and reliance on the company's technologies. SCGCh also has a plan to establish another 400KTA plant for manufacturing high-density polyethylene (HDPE) under MCI's HDPE process technology. (The license will be provided to Thai Polyethylene Co., Ltd.).

Under the newly developed Grand Design (the basic management framework of the MCI group), MCI will pursue the new corporate vision, "Chemistry, Innovation, Dreams' ~ The Mitsui Chemicals Group is constantly pursuing innovation and materializing dreams with the wonder of chemistry ~ ." MCI will commit itself to realize this vision through active licensing business.

<Overview of SCG Chemicals Co., Ltd.>

1. Company: Petrochemical holding company which is wholly owned by The Siam Cement Public Company Limited

2. Head Office: Bangkok, Thailand

3. Capital: Approx. 7.1 billion baht (Approx. 21.3 billion yen)

4. Consolidated Production Capacity with Subsidiaries and Affiliates

Ethylene	800KTA	Propylene	400KTA
HDPE*	560KTA	HDPE/LLDPE	420KTA
PP*	320KTA	LDPE	100KTA

5. Consolidated Production Plan with Subsidiaries and Affiliates

The new plants to be completed in 2010.

Ethylene	900KTA	Propylene	800KTA
HDPE*	400KTA	LLDPE	300KTA
PP*	400KTA		

*MCI's technologies .