

Summary of Consolidated Financial Results for Third Quarter of FY2010

February 4, 2011
Mitsui Chemicals, Inc.

1. Scope of Consolidation and Equity Method

(Unit : Number of Companies)

	As of Mar. 31, 2010	As of Dec. 31, 2010	Increase (Decrease)
Consolidated subsidiaries	66	66	-
Non-consolidated subsidiaries and affiliates	30	29	(1)
Total	96	95	(1)

As of Mar. 31, 2010	※ Outlook for FY2010	Increase (Decrease)
66	65	(1)
30	29	(1)
96	94	(2)

2. Summary of Income Statement

(Unit : Billions of Yen)

	3Q of FY2009	3Q of FY2010	Increase (Decrease)
Net sales	864.2	1,020.5	156.3
Operating income (loss)	(14.9)	26.9	41.8
Ordinary income (loss)	(18.4)	24.4	42.8
Net income (loss)	(32.5)	21.0	53.5

FY2009	※ Outlook for FY2010	Increase (Decrease)
1,207.7	1,400.0	192.3
(9.5)	35.0	44.5
(13.1)	29.0	42.1
(28.0)	24.0	52.0

·Indices

Exchange rate	Yen/US\$	94	87	(7)
Domestic standard naphtha price	Yen/KL	39,000	45,800	6,800
	Apr.- Sep.	37,250	46,200	
	Oct.- Dec.	42,500	45,100	

93	86	(7)
41,200	47,400	6,200
Jan.-Mar. 47,700	52,000	

·Special Gains and Losses

(Unit : Billions of Yen)

Gain on sales of fixed assets	0.4	0.4	-
Reversal of provision for retirement benefits	-	14.6	14.6
Loss on sales and disposal of fixed assets	(4.0)	(2.0)	2.0
Loss on impairment	(0.6)	(0.8)	(0.2)
Loss on related activities etc.	(1.4)	(0.7)	0.7
Loss on valuation of investment securities	(1.8)	(0.1)	1.7
Others	-	(1.0)	(1.0)
Total	(7.4)	10.4	17.8

11.6	1.0	(10.6)
-	14.6	14.6
(6.1)	(2.0)	4.1
(4.3)	(0.8)	3.5
(2.4)	(0.7)	1.7
(1.8)	(0.1)	1.7
-	(1.0)	(1.0)
(3.0)	11.0	14.0

3. Net Sales and Operating Income (loss) (by business segment)

(Unit : Billions of Yen)

		3Q of FY2009	3Q of FY2010	Increase (Decrease)
Petrochemicals	Net sales	256.3	320.9	64.6
	Operating income(loss)	(3.7)	9.8	13.5
Basic Chemicals	Net sales	248.0	314.2	66.2
	Operating income(loss)	(6.6)	12.3	18.9
Polyurethane	Net sales	107.3	109.8	2.5
	Operating income(loss)	(2.0)	(6.0)	(4.0)
Functional Polymeric Materials	Net sales	63.3	78.5	15.2
	Operating income(loss)	(4.8)	6.1	10.9
Fabricated Products	Net sales	93.2	100.0	6.8
	Operating income(loss)	1.0	1.7	0.7
Functional Chemicals	Net sales	81.4	82.9	1.5
	Operating income(loss)	2.8	4.9	2.1
Others	Net sales	14.7	14.2	(0.5)
	Operating income(loss)	1.3	-	(1.3)
Adjustment	Net sales	-	-	-
	Operating income(loss)	(2.9)	(1.9)	1.0
Total	Net sales	864.2	1,020.5	156.3
	Operating income(loss)	(14.9)	26.9	41.8

FY2009	※ Outlook for FY2010	Increase (Decrease)
364.5	450.0	85.5
(3.4)	11.0	14.4
348.8	427.0	78.2
(4.8)	16.0	20.8
145.6	145.0	(0.6)
(2.1)	(10.0)	(7.9)
86.0	100.0	14.0
(4.4)	7.5	11.9
125.0	134.0	9.0
0.8	2.0	1.2
118.6	125.0	6.4
7.4	12.0	4.6
19.2	19.0	(0.2)
1.1	-	(1.1)
-	-	-
(4.1)	(3.5)	0.6
1,207.7	1,400.0	192.3
(9.5)	35.0	44.5

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

4. Breakdown of Increase(Decrease) (by business segment)

· Net Sales

(Unit : Billions of Yen)

	3Q of FY2009	3Q of FY2010	Increase (Decrease)	Breakdown	
				Volume	Price
Petrochemicals	256.3	320.9	64.6	30.1	34.5
Basic Chemicals	248.0	314.2	66.2	23.8	42.4
Polyurethane	107.3	109.8	2.5	5.0	(2.5)
Functional Polymeric Materials	63.3	78.5	15.2	10.8	4.4
Fabricated Products	93.2	100.0	6.8	5.6	1.2
Functional Chemicals	81.4	82.9	1.5	4.0	(2.5)
Others	14.7	14.2	(0.5)	(0.5)	-
Total	864.2	1,020.5	156.3	78.8	77.5

· Operating Income (Loss)

(Unit : Billions of Yen)

	3Q of FY2009	3Q of FY2010	Increase (Decrease)	Breakdown		
				Volume	Price*	Fixed Costs etc.
Petrochemicals	(3.7)	9.8	13.5	4.7	5.9	2.9
Basic Chemicals	(6.6)	12.3	18.9	2.8	13.4	2.7
Polyurethane	(2.0)	(6.0)	(4.0)	2.3	(5.3)	(1.0)
Functional Polymeric Materials	(4.8)	6.1	10.9	4.3	1.7	4.9
Fabricated Products	1.0	1.7	0.7	1.8	(0.9)	(0.2)
Functional Chemicals	2.8	4.9	2.1	1.9	(0.3)	0.5
Others	1.3	-	(1.3)	-	-	(1.3)
Adjustment	(2.9)	(1.9)	1.0	-	-	1.0
Total	(14.9)	26.9	41.8	17.8	14.5	9.5

* Price includes both selling and purchasing price variances

5. Summary of Balance Sheet

(Unit : Billions of Yen)

	Assets			Liabilities and Net assets			
	As of Mar. 31, 2010	As of Dec. 31, 2010	Increase (Decrease)	As of Mar. 31, 2010	As of Dec. 31, 2010	Increase (Decrease)	
Current assets	604.6	634.2	29.6	Interest-bearing liabilities	494.2	482.8	(11.4)
Tangible fixed assets	498.2	475.9	(22.3)	Other liabilities	324.9	364.0	39.1
Intangible fixed assets	16.5	12.4	(4.1)	Shareholders' equity	377.3	381.5	4.2
Investments and others	118.8	150.6	31.8	Minority interests	41.7	44.8	3.1
Total assets	1,238.1	1,273.1	35.0	Total liabilities and net assets	1,238.1	1,273.1	35.0
				[D/E Ratio]	1.31	1.27	(0.04)

6. Summary of Cash Flow

(Unit : Billions of Yen)

	3Q of FY2009	3Q of FY2010	Increase (Decrease)	FY2009	Outlook for FY2010 [※]	Increase (Decrease)
Cash flows from investing activities	(43.6)	(30.3)	13.3	(42.9)	(45.0)	(2.1)
Free cash flows	0.6	10.1	9.5	27.3	5.0	(22.3)
Cash flows from financing activities	1.2	(17.3)	(18.5)	(2.5)	(10.0)	(7.5)
Others	0.6	(1.1)	(1.7)	0.3	-	(0.3)
Net incr.(decr.) in cash and cash equivalents	2.4	(8.3)	(10.7)	25.1	(5.0)	(30.1)

7. 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

※ Outlook for FY2010 is announced on February 4, 2011.