

Summary of Consolidated Financial Results for Second Quarter of FY2009

October 30, 2009
Mitsui Chemicals, Inc.

1. Scope of Consolidation and Equity Method

(Unit : Number of Companies)

	As of Mar. 31, 2009	As of Sep. 30, 2009	Increase (Decrease)	As of Mar. 31, 2009	Outlook for FY2009	Increase (Decrease)
Consolidated subsidiaries	66	63	(3)	66	62	(4)
Non-consolidated subsidiaries and Affiliates	32	31	(1)	32	29	(3)
Total	98	94	(4)	98	91	(7)

2. Summary of Income Statement

(Unit : Billions of Yen)

	2nd Q of FY2008	2nd Q of FY2009	Increase (Decrease)	FY2008	Outlook for FY2009	Increase (Decrease)
Net sales	905.6	549.9	(355.7)	1,487.6	1,210.0	(277.6)
Operating income (loss)	10.0	(19.0)	(29.0)	(45.5)	(15.0)	30.5
Ordinary income (loss)	13.3	(22.1)	(35.4)	(50.8)	(23.0)	27.8
Net income (loss)	7.6	(31.4)	(39.0)	(95.2)	(39.0)	56.2

• Special Gains and Losses

(Unit : Billions of Yen)

	2nd Q of FY2008	2nd Q of FY2009	Increase (Decrease)	FY2008	Outlook for FY2009	Increase (Decrease)
Gain on sales of fixed assets	2.2	0.3	(1.9)	2.4	0.3	(2.1)
Loss on sales and disposal of fixed assets	(1.7)	(3.4)	(1.7)	(7.1)	(5.5)	1.6
Loss on impairment	(0.4)	(0.6)	(0.2)	(3.9)	(0.6)	3.3
Loss on related activities etc.	(0.5)	(0.5)	-	(2.7)	(0.5)	2.2
Environment measure expenses	(1.4)	-	1.4	(1.4)	-	1.4
Loss on valuation of investment securities	-	(1.7)	(1.7)	(1.9)	(1.7)	0.2
Total	(1.8)	(5.9)	(4.1)	(14.6)	(8.0)	6.6

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

(Unit : Billions of Yen)

		2nd Q of FY2008	2nd Q of FY2009	Increase (Decrease)	FY2008	Outlook for FY2009	Increase (Decrease)
Performance Materials	Net Sales	257.3	174.9	(82.4)	431.8	380.0	(51.8)
	Operating income (loss)	9.2	(9.5)	(18.7)	(16.0)	(10.5)	5.5
Advanced Chemicals	Net Sales	60.9	50.9	(10.0)	118.7	115.0	(3.7)
	Operating income (loss)	3.6	2.9	(0.7)	7.3	9.0	1.7
Basic Chemicals	Net Sales	573.3	313.6	(259.7)	912.8	690.0	(222.8)
	Operating income (loss)	(0.2)	(11.5)	(11.3)	(32.0)	(9.5)	22.5
Others	Net Sales	14.1	10.5	(3.6)	24.3	25.0	0.7
	Operating income (loss)	(0.2)	1.0	1.2	0.1	1.0	0.9
Elimination and Corporate	Net Sales	-	-	-	-	-	-
	Operating income (loss)	(2.4)	(1.9)	0.5	(4.9)	(5.0)	(0.1)
Total	Net Sales	905.6	549.9	(355.7)	1,487.6	1,210.0	(277.6)
	Operating income (loss)	10.0	(19.0)	(29.0)	(45.5)	(15.0)	30.5

(for reference)

4. Summary of Balance Sheet

(Unit : Billions of Yen)

	Assets				Liabilities and Net Assets		
	As of Mar. 31, 2009	As of Sep. 30, 2009	Increase (Decrease)		As of Mar. 31, 2009	As of Sep. 30, 2009	Increase (Decrease)
Current assets	529.6	540.6	11.0	Interest-bearing liabilities	535.4	524.4	(11.0)
Tangible fixed assets	522.6	514.5	(8.1)	Other liabilities	255.4	302.0	46.6
Intangible fixed assets	23.4	18.4	(5.0)	Shareholders' equity	349.9	329.9	(20.0)
Investments and others	113.3	120.5	7.2	Minority interests	48.2	37.7	(10.5)
Total assets	1,188.9	1,194.0	5.1	Total liabilities and net assets	1,188.9	1,194.0	5.1
				(D/E Ratio)	(1.53)	(1.59)	(0.06)

5. Summary of Cash Flow

(Unit : Billions of Yen)

	2nd Q of FY2008	2nd Q of FY2009	Increase (Decrease)	FY2008	Outlook for FY2009	Increase (Decrease)
Cash flows from operating activities	32.6	60.2	27.6	54.9	70.0	15.1
Cash flows from investing activities	(43.1)	(28.8)	14.3	(76.3)	(65.0)	11.3
Free cash flows	(10.5)	31.4	41.9	(21.4)	5.0	26.4
Cash flows from financing activities	9.5	(14.5)	(24.0)	48.3	15.0	(33.3)
Others	(1.0)	1.1	2.1	(4.5)	-	4.5
Net incr.(decr.) in cash and cash equivalents	(2.0)	18.0	20.0	22.4	20.0	(2.4)

6. Accounting Fundamentals

		2nd Q of FY2008	2nd Q of FY2009	Increase (Decrease)	FY2008	Outlook for FY2009	Increase (Decrease)
R & D expenses	¥ Billions	20.4	18.5	(1.9)	40.6	41.0	0.4
Depreciation & amortization	¥ Billions	38.8	35.9	(2.9)	81.4	75.0	(6.4)
Capital expenditures	¥ Billions	40.9	25.9	(15.0)	81.0	65.0	(16.0)
Financing incomes & expenses	¥ Billions	(2.2)	(2.6)	(0.4)	(5.3)	(8.0)	(2.7)
Interest-bearing liabilities	¥ Billions	506.1	524.4	18.3	535.4	555.0	19.6
Number of employees	person	13,124	12,970	(154)	12,964	12,750	(214)
Exchange rate	Yen / US\$	106	96	(10)	101	93	(8)
Domestic standard naphtha price	Yen / KL	78,350	37,250	(41,100)	58,930	39,600	(19,330)

7. Topics

(1) Expansion of production capacity

PP in Mitsui Prime Advanced Composites India PVT LTD, starting commercial operation, Jun. 2009.

(2) Others

Tohcello CO., LTD. became a wholly owned subsidiary of Mitsui Chemicals, INC. through a share exchange, Apr.2009.

Outlook for FY2009 is announced on October 30, 2009

Breakdown of Increase(Decrease) by business segment

• Net Sales

(Unit : Billions of Yen)

	2nd Q of FY2008	2nd Q of FY2009	Increase (Decrease)	Breakdown	
				Volume	Price
Performance Materials	257.3	174.9	(82.4)	(43.8)	(38.6)
Advanced Chemicals	60.9	50.9	(10.0)	(7.4)	(2.6)
Basic Chemicals	573.3	313.6	(259.7)	(57.9)	(201.8)
Others	14.1	10.5	(3.6)	(3.1)	(0.5)
Total	905.6	549.9	(355.7)	(112.2)	(243.5)

• Operating income (loss)

(Unit : Billions of Yen)

	2nd Q of FY2008	2nd Q of FY2009	Increase (Decrease)	Breakdown		
				Volume	Price	Fixed Costs etc.
Performance Materials	9.2	(9.5)	(18.7)	(7.6)	(14.4)	3.3
Advanced Chemicals	3.6	2.9	(0.7)	(2.2)	(0.4)	1.9
Basic Chemicals	(0.2)	(11.5)	(11.3)	(15.1)	0.3	3.5
Others	(0.2)	1.0	1.2	(1.4)	0.9	1.7
Elimination and Corporate	(2.4)	(1.9)	0.5	-	-	0.5
Total	10.0	(19.0)	(29.0)	(26.3)	(13.6)	10.9

Price includes both selling and purchasing price variances.