

Summary of Consolidated Financial Results for Second Quarter of FY2012

Nov. 1, 2012
Mitsui Chemicals, Inc.

1. Summary of Income Statement

(Unit : Billions of Yen)

	2nd Q of FY2011	2nd Q of FY2012	Increase (Decrease)	FY2011	Outlook for FY2012 [※]	Increase (Decrease)
Net sales	755.8	680.5	(75.3)	1,454.0	1,430.0	(24.0)
Operating income	28.7	1.5	(27.2)	21.6	23.0	1.4
Ordinary income (Loss)	27.9	(2.5)	(30.4)	22.9	18.0	(4.9)
Net income (Loss)	13.4	(15.3)	(28.7)	(1.0)	5.0	6.0
Comprehensive income	13.2	(17.8)	(31.0)	(3.7)		
Exchange rate Yen / US\$	80	79	(1)	79	80	1
Domestic standard naphtha price Yen / KL	57,000	55,200	(1,800)	54,900	55,100	200

Oct.-Mar.

Exchange rate	80
Domestic standard naphtha price	55,000

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

• Net Sales

(Unit : Billions of Yen)

	2nd Q of FY2011	2nd Q of FY2012	Increase (Decrease)	Breakdown		FY2011	Outlook for FY2012 [※]	Increase (Decrease)
				Volume	Price			
Petrochemicals	227.4	228.7	1.3	4.3	(3.0)	459.4	470.0	10.6
Basic Chemicals	267.1	190.3	(76.8)	(50.9)	(25.9)	472.9	409.0	(63.9)
Polyurethane	62.4	67.9	5.5	3.0	2.5	127.3	150.0	22.7
Functional Polymeric Materials	66.3	67.4	1.1	1.5	(0.4)	131.9	138.0	6.1
Functional Chemicals	72.7	71.3	(1.4)	(0.1)	(1.3)	148.4	155.0	6.6
Films and Sheets	41.5	37.6	(3.9)	(2.8)	(1.1)	79.5	73.0	(6.5)
Others	18.4	17.3	(1.1)	(1.1)	-	34.6	35.0	0.4
Total	755.8	680.5	(75.3)	(46.1)	(29.2)	1,454.0	1,430.0	(24.0)

• Operating Income (Loss)

(Unit : Billions of Yen)

	2nd Q of FY2011	2nd Q of FY2012	Increase (Decrease)	Breakdown			FY2011	Outlook for FY2012 [※]	Increase (Decrease)
				Volume	Price [*]	Fixed Costs etc.			
Petrochemicals	6.3	1.5	(4.8)	0.6	(7.7)	2.3	8.9	10.5	1.6
Basic Chemicals	18.2	(7.0)	(25.2)	(7.5)	(21.8)	4.1	8.6	(8.0)	(16.6)
Polyurethane	(7.2)	(1.8)	5.4	0.6	2.4	2.4	(14.6)	0.5	15.1
Functional Polymeric Materials	4.3	4.7	0.4	1.2	(1.2)	0.4	8.2	10.5	2.3
Functional Chemicals	6.3	7.2	0.9	1.1	(0.8)	0.6	11.7	15.0	3.3
Films and Sheets	1.8	(1.5)	(3.3)	(0.7)	(2.2)	(0.4)	0.2	(3.0)	(3.2)
Others	(0.2)	(1.2)	(1.0)	-	-	(1.0)	0.1	(1.0)	(1.1)
Adjustment	(0.8)	(0.4)	0.4	-	-	0.4	(1.5)	(1.5)	-
Total	28.7	1.5	(27.2)	(4.7)	(31.3)	8.8	21.6	23.0	1.4

The Company and its consolidated subsidiaries changed their business segment effective, April 2012. Each sales and operating income by changed segment in FY2011 is approximate estimates to compare with FY2012 outlook.

* Price includes both selling and purchasing price variances

3. Special Gains and Losses

(Unit : Billions of Yen)

	2nd Q of FY2011	2nd Q of FY2012	Increase (Decrease)	FY2011	Outlook for FY2012 [※]	Increase (Decrease)
Gain on sales of fixed assets	0.2	0.4	0.2	2.9	2.0	(0.9)
Gain on contribution of securities to retirement benefit trust	-	-	-	7.4	-	(7.4)
Reversal of provision for environmental measures	2.2	-	(2.2)	2.2	-	(2.2)
Loss on sales and disposal of fixed assets	(0.8)	(1.6)	(0.8)	(3.0)	(2.5)	0.5
Loss on impairment	-	(1.0)	(1.0)	(12.9)	(1.0)	11.9
Loss on related activities etc.	-	(0.9)	(0.9)	(0.7)	(0.9)	(0.2)
Loss on valuation of investment securities	(0.3)	(0.8)	(0.5)	(1.1)	(0.8)	0.3
Loss on explosion and fire	-	(4.6)	(4.6)	-	(2.5)	(2.5)
Others	(1.4)	(0.5)	0.9	(1.3)	2.7	4.0
Total	(0.1)	(9.0)	(8.9)	(6.5)	(3.0)	3.5

4. Summary of Balance Sheet

(Unit : Billions of Yen)

	Assets				Liabilities and Net assets		
	As of Mar. 31, 2012	As of Sep. 30, 2012	Increase (Decrease)		As of Mar. 31, 2012	As of Sep. 30, 2012	Increase (Decrease)
Current assets	661.3	634.3	(27.0)	Interest-bearing liabilities	464.8	470.8	6.0
Tangible fixed assets	430.6	431.5	0.9	Other liabilities	375.7	365.8	(9.9)
Intangible fixed assets	11.6	13.1	1.5	Shareholders' equity	367.4	346.1	(21.3)
Investments and others	152.8	149.0	(3.8)	Minority interests	48.4	45.2	(3.2)
Total assets	1,256.3	1,227.9	(28.4)	Total liabilities and net assets	1,256.3	1,227.9	(28.4)
[Inventory]	248.4	256.6	8.2	[D/E Ratio]	1.27	1.36	0.09

5. Summary of Cash Flow

(Unit : Billions of Yen)

	2nd Q of FY2011	2nd Q of FY2012	Increase (Decrease)	FY2011	Outlook for FY2012 [※]	Increase (Decrease)
Cash flows from investing activities	(22.2)	(28.4)	(6.2)	(42.5)	(58.0)	(15.5)
Free cash flows	10.8	(9.4)	(20.2)	0.8	(28.0)	(28.8)
Cash flows from financing activities	(16.2)	(1.1)	15.1	(26.7)	15.0	41.7
Others	(0.2)	0.5	0.7	(0.6)	-	0.6
Net incr.(decr.) in cash and cash equivalents	(5.6)	(10.0)	(4.4)	(26.5)	(13.0)	13.5

6. Accounting Fundamentals

		2nd Q of FY2011	2nd Q of FY2012	Increase (Decrease)	FY2011	Outlook for FY2012 [※]	Increase (Decrease)
Depreciation & amortization	¥ Billions	31.0	20.7	(10.3)	62.7	45.0	(17.7)
Capital expenditures	¥ Billions	21.0	24.1	3.1	44.8	64.0	19.2
Financing incomes & expenses	¥ Billions	(2.1)	(1.7)	0.4	(3.7)	(4.0)	(0.3)
Interest-bearing liabilities	¥ Billions	472.8	470.8	(2.0)	464.8	490.0	25.2
Number of employees	person	12,823	13,011	188	12,868	13,000	132
Number of group companies	company	100	106	6	101	107	6

※ Outlook for FY2012 is announced on November 1, 2012.

7. Topic

•Siam Tohcello Co., Ltd.

A newly established joint-venture company between Mitsui Chemicals Tohcello, Inc., a 100% subsidiary of the company and SCG Chemicals Co.,Ltd. for manufacture and distribution of highly functional linear low density polyethylene (LLDPE) sealant film (T.U.X.™) in Thailand, April 2012

•Produmaster Advanced Composites Indústria e Comércio de Compostos Plásticos Ltda.

Acquisition of a company for manufacture and distribution of the automotive use polypropylene in Brazil, May 2012

•Shanghai Sinopec Mitsui Elastomers, Co., Ltd.:

A newly established joint-venture company between the Company and China Petroleum & Chemical Corp. for manufacture and distribution of EPT (ethylene-propylene-diene terpolymer) in China, May 2012

8. Dividends

	Annual Dividends per Share (yen)				
	1st Q	Interim	3rd Q	End of Term	Annual Dividends
FY2011 Result	-	3.00	-	3.00	6.00
FY2012	-	3.00			
FY2012 Forecast			-	3.00	6.00

9. Number of shares outstanding (common stock)

	FY2011	2nd Q of FY2012
Number of shares outstanding at term-end (including treasury stock)	1,022,020,076	1,022,020,076
Number of shares of treasury stock at term-end	20,250,111	20,276,329
Average number of shares	1,001,893,288 *	1,001,757,126

*2nd Q of FY2011

1. Qualitative Information Concerning Quarterly Consolidated Results

(1) Qualitative Information Concerning Consolidated Operating Results

(Overview)

In the fiscal period under review (the six-month period from April 1, 2012 to September 30, 2012, hereafter called “the first half”), the operating environment remained severe mainly due to the prolonged European financial crisis, weak demand following a further slowdown in the global economy that included slower economic growth in China and emerging markets, and ongoing historically high yen rates.

Under these conditions, the Mitsui Chemicals Group reported the following operating results for the first half.

(Billions of Yen)

	Net Sales	Operating Income	Ordinary Income (Loss)	Net Income (Loss)
First half of the current fiscal year	680.5	1.5	(2.5)	(15.3)
First half of the previous fiscal year	755.8	28.7	27.9	13.4
Change	(75.3)	(27.2)	(30.4)	(28.7)
Change (%)	(10.0)	(94.9)	—	—

Net Sales decreased 75.3 billion yen, or 10.0%, compared with the first half of the previous fiscal year to 680.5 billion yen. This was mainly attributable to a 46.1 billion yen decrease in sales volume in the Basic Chemicals segment following the accident at the Iwakuni-Ohtake Works as well as a 29.2 billion yen decline in sales due to a market downturn in the Basic Chemicals segment.

Operating income was 1.5 billion yen, a decrease of 27.2 billion yen, or 94.9%, year on year. Despite the effect of the Company’s cost-cutting efforts and a reduction in depreciation expenses due to a change in the depreciation calculation method, this decline was primarily the result of lower sales volume in the Basic Chemicals segment as well as deterioration in terms of trade in the Petrochemicals and Basic Chemicals segments.

Ordinary income decreased 30.4 billion yen year on year to report a loss of 2.5 billion yen. This result largely reflected lower operating income and a decline in non-operating income due mainly to a decrease in equity in earnings of non-consolidated subsidiaries and affiliates.

Extraordinary income and loss decreased 8.9 billion yen year on year to a loss of 9.0 billion yen due mainly to the recording of a 4.6 billion yen loss on the explosion and fire at the Iwakuni-Ohtake Works. In addition, in the first half of the previous fiscal year, a reversal of provision for environmental measures of 2.2 billion yen was recorded as extraordinary income.

As a result of the aforementioned factors, **net income before income taxes and minority interests** decreased 39.3 billion yen year on year to report a loss of 11.5 billion yen.

Net income after accounting for income taxes and minority interests in income declined 28.7 billion yen compared with the first half of the previous fiscal year to a net loss of 15.3 billion yen, or 15.26 yen net loss per share for the period.

(Results by Business Segment)

The status of each segment during the first half is as follows.

Mitsui Chemicals restructured its organization on April 1, 2012 in order to reach the targets established in the Mitsui Chemicals 2011 Mid-Term Business Plan as early as possible, and thereby

establish a new growth foundation. Consequently, from the fiscal period under review onward, certain business segments have been reorganized. Comparisons with the corresponding period of the previous fiscal year are adjusted to correspond to segments following the change. Please refer to the appendix on page9 for more details about the major products and important affiliated companies in each segment.

Petrochemicals

The Petrochemicals segment experienced firm overall net sales.

In **ethylene and propylene**, production volume decreased year on year due to a decline in demand.

In **polyethylene**, net sales decreased due to a decline in sales volume.

In **polypropylene**, net sales were favorable because of a higher sales volume overseas. This result occurred despite a decrease in sales volume in Japan.

As a result of the above, this segment's net sales increased 1.3 billion yen compared with the first half of the previous fiscal year to 228.7 billion yen and comprised 34% of total sales. On the other hand, operating income decreased 4.8 billion yen year on year to 1.5 billion yen because of deterioration in terms of trade.

Basic Chemicals

The Basic Chemicals segment recorded a decrease in overall net sales.

In **phenols**, net sales decreased primarily due to the European financial crisis and slower economic growth in China.

In **bisphenol A**, net sales declined because of weak demand for its main application, polycarbonate resin and epoxy resin.

In **purified terephthalic acid (PTA)**, net sales decreased as a result of the suspension of production following the accident at the Iwakuni-Ohtake Works.

In **polyethylene terephthalate (PET)** resins, net sales declined as a result of the suspension of production following the accident at the Iwakuni-Ohtake Works.

In **ethylene oxide and derivatives**, net sales fell because of sluggish demand.

As a result, this segment's net sales decreased 76.8 billion yen to 190.3 billion yen year on year and accounted for 28% of total sales. In addition, operating income decreased 25.2 billion yen year on year to report an operating loss of 7.0 billion yen. This negative turnaround was attributable to lower sales volume following the accident at the Iwakuni-Ohtake Works as well as a market downturn.

Polyurethane

The Polyurethane segment experienced strong overall net sales.

In **polyurethane materials**, net sales were favorable due to the resumption of normal operations at the Kashima Works (production at which had been suspended following the Great East Japan Earthquake) and an upswing in overseas market conditions.

In **coating materials**, overall net sales were sluggish due to a suspension in the production of certain products following the accident at the Iwakuni-Ohtake Works. This result occurred despite higher

sales volume for resins used in automobiles.

In **adhesive materials**, net sales were weak due to stagnant demand for adhesives used in packaging and a decrease in demand for solar cell-related applications.

In **molding materials**, net sales were sluggish because of a decrease in sales volume for waterproof materials.

As a result, net sales in this segment increased 5.5 billion yen compared with the first half of the previous fiscal year to 67.9 billion yen and comprised 10% of total sales. Operating loss improved 5.4 billion yen year on year to 1.8 billion yen due to an increase in sales volume for polyurethane materials, an improvement in overseas markets, and a decrease in fixed costs.

Functional Polymeric Materials

The Functional Polymeric Materials segment enjoyed firm overall net sales.

In **elastomers**, which are used primarily in automotive components and resin modifiers, net sales were firm due to application-related development and an increase in market share. This result occurred despite such factors as the European financial crisis and slower economic growth in China.

In **performance compounds**, net sales were strong because of a steady expansion in demand for packaging material-related applications as well as a recovery in demand for automotive-related applications, which had been stagnant following the disaster.

In **specialty polyolefins**, net sales decreased because of the suspension of production following the accident at the Iwakuni-Ohtake Works and weak demand for electronic component-related applications.

As a result, net sales in this segment increased 1.1 billion yen compared with the first half of the previous fiscal year to 67.4 billion yen and comprised 10% of total sales. Operating income increased 0.4 billion yen to 4.7 billion yen year on year mainly due to higher sales volume.

Functional Chemicals

The Functional Chemicals segment experienced weak overall net sales.

In **healthcare materials**, net sales were favorable thanks to expanded overseas demand primarily for ophthalmic lens materials.

In **hygiene materials**, net sales were steady due to ongoing vigorous demand for disposable diapers both in Japan and overseas.

In **specialty gas**, net sales decreased due to weak demand mainly in the semiconductor industry. In addition, net sales of **specialty chemicals** were sluggish because of lower demand, reflecting high yen rates.

In **catalysts**, net sales decreased due to the suspension of production following the accident at the Iwakuni-Ohtake Works and sluggish overseas demand.

In **agrochemical products**, net sales were firm primarily as a result of higher overseas demand.

As a result, net sales in this segment decreased 1.4 billion yen compared with the first half of the previous fiscal year to 71.3 billion yen and comprised 10% of total sales. On the other hand, operating income grew 0.9 billion yen compared the first half of the previous fiscal year to 7.2 billion yen due to an increase in the sales volume of healthcare materials.

Films and Sheets

The Films and Sheets segment recorded a decrease in overall net sales.

In **packaging films**, net sales declined due to a significant and ongoing downturn in demand from last summer onward.

In **electronic and optical films**, despite increased demand for high-value-added products, net sales were weak due to a decline in sales prices and the accident at the Iwakuni-Ohtake Works.

In **solar cell sheets**, net sales decreased primarily because of a drop in sales prices in the course of a delay in the recovery in demand in the solar cell encapsulant market.

As a result, net sales in this segment decreased 3.9 billion yen compared with the first half of the previous fiscal year to 37.6 billion yen and comprised 6% of total sales. Operating income decreased 3.3 billion yen year on year to report an operating loss of 1.5 billion yen due mainly to lower sales volume and deterioration in terms of trade.

Others

In the Others segment, net sales decreased 1.1 billion yen year on year to 17.3 billion yen, comprising 2% of total sales. In addition, operating loss increased 1.0 billion yen to 1.2 billion yen compared with the first half of the previous fiscal year.

(2) Qualitative Information Concerning Consolidated Financial Position

Status of Assets, Liabilities and Net Assets

Total assets at the end of the first half stood at 1,227.9 billion yen, down 28.4 billion yen compared with the end of the previous fiscal year.

Total liabilities at the end of the first half decreased 3.9 billion yen compared with the previous fiscal year-end to 836.6 billion yen. **Interest-bearing debt** amounted to 470.8 billion yen, a rise of 6.0 billion yen compared with March 31, 2012. As a result, the interest-bearing debt ratio was 38.3%, an increase of 1.3 percentage points.

Net assets totaled 391.3 billion yen, a decrease of 24.5 billion yen compared with the previous fiscal year-end. The **ratio of shareholders' equity to total assets** was 28.2%, a decrease of 1.0 percentage point from the previous fiscal year-end.

Accounting for the aforementioned factors, the **debt-equity ratio** stood at 1.36 at the end of the first half, an increase of 0.09 of a percentage point from the previous fiscal year-end.

Cash Flow Status

Cash and cash equivalents (hereafter called "cash") were down 10.0 billion yen to 44.6 billion yen as of the end of the first half compared with the previous fiscal year-end.

Cash Flows from Operating Activities

Net cash provided by operating activities fell 14.0 billion yen to 19.0 billion yen. The decrease was due to the recording of net loss before income taxes and minority interests in spite of lower working capital mainly following the redemption of trade notes and accounts receivable.

Cash Flows from Investing Activities

Net cash used in investing activities increased 6.2 billion yen compared with the same period of the previous fiscal year to 28.4 billion yen. This rise was mainly attributable to higher outflows for the acquisition of fixed assets.

Cash Flows from Financing Activities

Net cash used in financing activities was 1.1 billion yen, down 15.1 billion yen year on year. This was primarily due to the procurement of interest-bearing debt.

(3) Qualitative Information Concerning Consolidated Results Forecasts

(Revisions of Financial Results Forecasts for Fiscal 2012 and Reason for the difference)

Consolidated operating results forecasts for the full fiscal year disclosed on August 7, 2012 have been revised as follows based on results recorded in the first half.

Financial performance revisions are based on the following assumptions:

- Exchange rate for the full year is 80 yen/US\$ (October to March is 80 yen/US\$)
- Average price of domestic naphtha for the full-year period is 55,100 yen /kl (October to March is 55,000yen/kl)

As a result, operating income, ordinary income and net income are expected to be lower than previously announced forecasts mainly due to lower sales volume and deterioration in the terms of trade in the Petrochemicals and Basic Chemicals segments. This is forecast to occur despite an anticipated reduction in fixed costs due to efforts being undertaken Companywide.

As announced on August 7, 2012, interim dividends are 3 yen and year-end dividends are also set at 3 yen. Consequently, annual dividends will remain at 6 yen.

(¥ billion yen)	Net Sales	Operating Income	Ordinary Income	Net Income	Net income per share
Previous Forecast (A) (announced August 7,2012)	1,510.0	32.0	29.0	8.0	7.99 yen
Revised Forecast (B)	1,430.0	23.0	18.0	5.0	4.99 yen
Difference (B-A)	(80.0)	(9.0)	(11.0)	(3.0)	
Ratio	(5.3)	(28.0)	(37.9)	(37.5)	
FY 2011 Actual(Reference) (April 1,2011-March 31,2012)	1,450.0	21.6	22.9	(1.0)	(1.01 yen)

(Outlook on Impact of the accident on Financial Performance Forecast for Fiscal 2012)

(Billions of Yen)

	Full fiscal year	Notes
Operating Income	(3.0)	Losses related to production suspension, decline in sales, and procurement of substitute supplies, etc.
Special Gains and Losses, etc	(3.0)	Expenses for recompense, dismantling and restoration, Fixed costs related to the suspension of plants following the accident, and Insurance income, etc.
Total	(6.0)	

The expectations, estimates, forecasts, and projections included in Outlook on Impact of the Accident on Financial Performance Forecast for Fiscal 2012 are based on information available at this point in time, and therefore involve certain risks and uncertainties. As such, actual results may differ substantially from those projected in the outlook and the Mitsui Chemicals Group makes no guarantee that these outlooks will be achieved.

(Outlook by Business Segment)

Outlook by business segment is as follows.

(Billions of Yen)

	Net Sales								
	Petro chemicals	Basic Chemicals	Poly urethane	Functional Polymeric Materials	Functional Chemicals	Film and Sheet	Others	Elimination and Corporate	Total
Previous Forecast	470.0	482.0	147.0	140.0	155.0	81.0	35.0	—	1,510.0
Revised Forecast	470.0	409.0	150.0	138.0	155.0	73.0	35.0	—	1,430.0
Difference	—	(73.0)	3.0	(2.0)	—	(8.0)	—	—	(80.0)

(Billions of Yen)

	Operating Income (Loss)								
	Petro chemicals	Basic Chemicals	Polyurethane	Functional Polymeric Materials	Functional Chemicals	Film and Sheet	Others	Elimination and Corporate	Total
Previous Forecast	15.0	(2.5)	0.0	9.0	14.0	(1.0)	(1.0)	(1.5)	32.0
Revised Forecast	10.5	(8.0)	0.5	10.5	15.0	(3.0)	(1.0)	(1.5)	23.0
Difference	(4.5)	(5.5)	0.5	1.5	1.0	(2.0)	—	—	(9.0)

(4) Information on Differences between Financial Results Forecast and Actual Results for the First Half of Fiscal 2012

(Difference between Forecasted and Actual Operating Results)

Differences have arisen between forecasts announced on August 7, 2012 and actual operating results for the first half of the fiscal year ending March 31, 2013. The reason for the differences is as follows.

(¥ billion yen)	Net Sales	Operating Income	Ordinary Income	Net Income	Net income per share
Previous Forecast (A) (announced August 7,2012)	695.0	5.0	1.0	(12.0)	(11.98 yen)
Actual Results (B)	680.5	1.5	(2.5)	(15.3)	(15.26 yen)
Difference (B-A)	(14.5)	(3.5)	(3.5)	(3.3)	
Ratio	(2.1)	(70.0)	—	—	
FY 2011 Actual(Reference) (April 1,2011-Sep 30,2011)	755.8	28.7	27.9	13.4	13.34 yen

(Reason for Difference)

Operating income and net income fell below previously announced forecasts primarily due to deterioration in the terms of trade in the Petrochemicals and Basic Chemicals segments.

Appendix

(Change in Reported segments classification methods)

The Company reorganized effective April 1st 2012 as part of the Company's effort to accelerate new growth strategies outlined in its 2011 Mid-Term Business Plan. Along with this reorganization, some business segment categorization has changed. The Fabricated Product Business Segment was dissolved. Pellicle business in the segment was changed to the Functional Polymeric Materials Business Segment, and nonwovens fabric business in the segment was changed to the Functional Chemicals Business Segment. Film and sheet business became a new Films and Sheets Business.

Former Segments	Current Segments	Main Products	Major Subsidiaries & Affiliates
Petrochemicals	Petrochemicals	Ethylene, Propylene Polyethylene, Polypropylene	Osaka petrochemical Industries, Ltd Prime Polymer Co., Ltd. Advanced Composites, Inc. Keiyo Ethylene Co., Ltd.
Basic Chemicals	Basic Chemicals	Phenol, Bisphenol A, Purified terephthalic acid, Polyethylene-terephthalate, Ethylene oxide	Chiba Phenol Company, Limited Mitsui Phenols Singapore Pte Ltd. Siam Mitsui PTA Co., Ltd. Shanghai Sinopec Mitsui Chemicals, CO., LTD. P.T. Amoco Mitsui PTA Indonesia P.T. Petnesia Resindo Thai PET Resin Co., Ltd.
Polyurethane	Polyurethane	Polyurethanes, Coating materials Adhesives, Construction materials	Kumho Mitsui Chemicals Polyurethane Co., Ltd
Functional Polymeric	Functional Polymeric	Elastomers, Functional compounds, Specialty polyolefins, * Pellicles	Mitsui Elastomers Singapore Pte. Ltd.
Functional Chemicals	Functional Chemicals	Health care materials (Materials for high refractive-index ophthalmic lenses etc.), Functional chemicals, Specialty gases, Hygienic materials (** Spunbonded nonwoven polypropylene fabric) Catalysts, Agrochemicals, Licensing	Shimonoseki Mitsui Chemicals, Inc. Mitsui Hygiene Materials (Thailand) Co., Ltd. ACOMON AG Mitsui Chemicals Agro, INC.
Fabricated Products	Films and Sheets	Packing films, Electronic & optical films, Solar cell sheets	Mitsui Chemicals Tohcello, Inc

* Pellicles; Dust proof membrane applied on photomask during lithography process

(Change in method of depreciation of property, plant and equipment)

The Company and domestic consolidated subsidiaries plan to apply the straight-line method from fiscal year 2012 instead of the declining-balance method for the depreciation of property, plant and equipment.