



Financial Performance Forecast for FY2012

Mitsui Chemicals, Inc.

June 14, 2012

<Remarks>

FY2012 indicates the fiscal year starting on April 1, 2012 and ending on March 31, 2013

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1. Forecast for FY2012

(April 1, 2012 – March 31, 2013)

1) Consolidated Financial Highlights



(Billions of yen)

Items	FY2011		FY2012 Forecast		Incr.(Decr.)	
	1st half	Full Year	1st half	Full Year	Full Year	%
Sales	755.8	1,454.0	-	1,510.0	56.0	4%
Operating income (loss)	28.7	21.6	-	32.0	10.4	48%
Non-operating income (expenses)	(0.8)	1.3	-	(3.0)	(4.3)	-
Ordinary income (loss)	27.9	22.9	-	29.0	6.1	27%
Net income (loss)	13.4	(1.0)	-	8.0	9.0	-
Exchange Rate (Yen/US\$)	80	79	78	78	(1)	
Domestic Standard Naphtha Price (Yen/KL)	57,000	54,900	54,500	52,000	(2,900)	
Items	FY2011 1st half	FY2011 Full Year	FY2012 1st half	FY2012 Full Year	Incr.(Decr.)	
Dividend (Yen /Share)	3.0	6.0	3.0	6.0	-	

2) Impact of Iwakuni-Ohtake Works Accident



(Billions of Yen)

() Denotes a minus

Segment	Impact of gains and losses	Main products	
		Iwakuni	Ohtake
		RS and CY suspended throughout current fiscal year. Iwakuni plants will resume routine operations after scheduled maintenance (excluding some facilities).	Routine operations of individual plants will resume during July after safety and conditions have been confirmed.
Petrochemicals	0.0		Hydrogen
Basic Chemicals	(1.0)	PTA,PET,HQ,MPCR,RS,CY	MIBK
Polyurethane	(0.5)	WAX	
Functional Polymeric Materials	(0.5)	LUCANT,TPX,Hizex-Million	Arlen,Pellicles
Functional Chemicals	(0.5)		Catalysts for Polyethylene and Polypropylene
Film & Sheet	0.0		
Others	(0.5)	Utilities	
Operating Income/Loss Total	(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 suspension of plants following the accident, and insurance income , etc.	
Total	(6.0)		

3) Change in Business Segments (Sales and Operating Income/Loss)



(Billions of Yen)

() Denotes a minus

Former Business Segment	FY2011		New Business Segment	FY2011		Incr.(Decr.)	
	Sales	Operating income/Loss		Sales	Operating income/Loss	Sales	Operating income/Loss
Petrochemicals	459.4	9.3	Petrochemicals	459.4	8.8	0.0	(0.5)
Basic Chemicals	472.9	8.9	Basic Chemicals	472.9	8.5	0.0	(0.4)
Polyurethane	132.2	(14.4)	Polyurethane	127.3	(14.6)	(4.9)	(0.2)
Functional Polymeric Materials	114.8	9.0	Functional Polymeric Materials	133.6	8.2	18.8	(0.8)
Functional Chemicals	122.8	10.4	Functional Chemicals	148.4	11.6	25.6	1.2
Fabricated Products	134.0	0.3	Film and Sheet	79.6	0.2	(54.4)	(0.1)
Others	17.9	(1.9)	Others	32.8	(1.1)	14.9	0.8
Total	1,454.0	21.6	Total	1,454.0	21.6	0.0	0.0

4) Sales (by Business Segment)

(Billions of Yen)

() Denotes a minus

Segment	FY2011	FY2012 Forecast	Incr. (Decr.)	Breakdown	
				Volume	Price
Petrochemicals	459.4	470.0	10.6	20.5	(9.9)
Basic Chemicals	472.9	482.0	9.1	36.6	(27.5)
Polyurethane	127.3	147.0	19.7	14.6	5.1
Functional Polymeric Materials	133.6	140.0	6.4	8.3	(1.9)
Functional Chemicals	148.4	155.0	6.6	10.3	(3.7)
Film and Sheet	79.6	81.0	1.4	4.1	(2.7)
Others	32.8	35.0	2.2	3.2	(1.0)
Total	1,454.0	1,510.0	56.0	97.6	(41.6)

5) Operating Income/loss (by Business segment)



(Billions of Yen)

() Denotes a minus

Segment	FY2011	FY2012 Forecast	Incr. (Decr.)	Breakdown		
				Volume	* Price	Costs
Petrochemicals	8.8	15.0	6.2	4.0	(3.7)	5.9
Basic Chemicals	8.5	(2.5)	(11.0)	1.2	(16.8)	4.6
Polyurethane	(14.6)	0.0	14.6	4.0	6.0	4.6
Functional Polymeric Materials	8.2	9.0	0.8	2.7	(2.7)	0.8
Functional Chemicals	11.6	14.0	2.4	3.6	(1.0)	(0.2)
Film and Sheet	0.2	(1.0)	(1.2)	1.1	(3.4)	1.1
Others	(1.1)	(2.5)	(1.4)	0.0	0.0	(1.4)
Total	21.6	32.0	10.4	16.6	(21.6)	15.4

* Price : including both sale and purchase price variances

6) Non-Operating Income and Expenses



(Billions of yen)

() Denotes a minus

Items	FY2011	FY2012 Forecast	Incr. (Decr.)
Equity in earnings of non-consolidated subsidiaries and affiliates	5.5	5.0	(0.5)
Interest expenses, interest and dividend income	(3.7)	(5.0)	(1.3)
Gain (loss) on foreign exchange	(1.2)	0.0	1.2
Other	0.7	(3.0)	(3.7)
Total	1.3	(3.0)	(4.3)

7) Special Gains and Losses



(Billions of yen)

() Denotes a minus

Items	FY2011	FY2012 Forecast	Incr. (Decr.)
Special gains (a)	12.5	0.0	(12.5)
Gain on sales of fixed assets	2.9	0.0	(2.9)
Reversal of provision for environmental measures	2.2	0.0	(2.2)
Gain on contribution of securities to retirement benefit trust	7.4	0.0	(7.4)
Special losses (b)	(19.0)	(11.0)	8.0
Loss on sales and disposal of fixed assets	(3.0)	(5.0)	(2.0)
Impairment loss	(12.9)	0.0	12.9
Loss on restructuring of subsidiaries and affiliates, etc.	(0.7)	0.0	0.7
Loss on valuation of investment securities	(1.1)	0.0	1.1
Loss on disaster	(1.3)	0.0	1.3
Loss on accident in explosion and Fire	0.0	(3.0)	(3.0)
Others	0.0	(3.0)	(3.0)
Special gains and losses (a)+(b)	(6.5)	(11.0)	(4.5)

8) Consolidated Accounting Fundamentals



Items		FY2011	FY2012 Forecast	Incr. (Decr.)
Exchange Rate	Yen/US\$	79	78	(1)
Domestic Standard Naphtha Price	Yen/KL	54,900	52,000	(2,900)
Capital Expenditure	¥ Billions	44.8	70.0	25.2
R&D Expenditures	¥ Billions	33.2	33.0	(0.2)
Depreciation & Amortization	¥ Billions	62.7	48.0	(14.7)
Financing Income and Expense	¥ Billions	(3.7)	(5.0)	(1.3)
Number of Employees	persons	12,868	13,000	132

2. Appendix

1) Operation Topics in FY2012 (April 2012 through March 2013)



Project	Production Capacity	Location	Date
◆Petrochemicals			
1) Establishment of joint company to produce PP compound in Brazil	55K t/y	Brazil (São Paulo)	May. 2012
2) Production capacity expansion for PP compound in Mexico	+13K t/y (32→45K t/y)	Mexico (Aguascalientes)	2Q. 2012
3) Production capacity expansion for PP compound in Thailand	+18K t/y (122→140K t/y)	Thailand (Rayong)	3Q. 2012
◆Polyurethane			
4) Production capacity expansion for MDI in South Korea (Kumho Mitsui Chemicals)	+45K t/y (155→200K t/y)	South Korea (Yeosu-City)	Jan. 2013
◆Functional polymeric materials			
5) Establishment of joint company for EPT in China		China (Shanghai)	May. 2012
◆Film & Sheet			
6) Start operation of new production facilities for solar cell encapsulants (SOLAR EVA™)	10K t/y	Malaysia (Malacca)	1H. 2012
7) Establishment of joint venture company in Thailand for highly functional sealant film	15K t/y (Planned completion date of 2nd half of FY2013)	Thailand (Rayong)	Apr. 2012

2) Main Subsidiaries and Affiliates



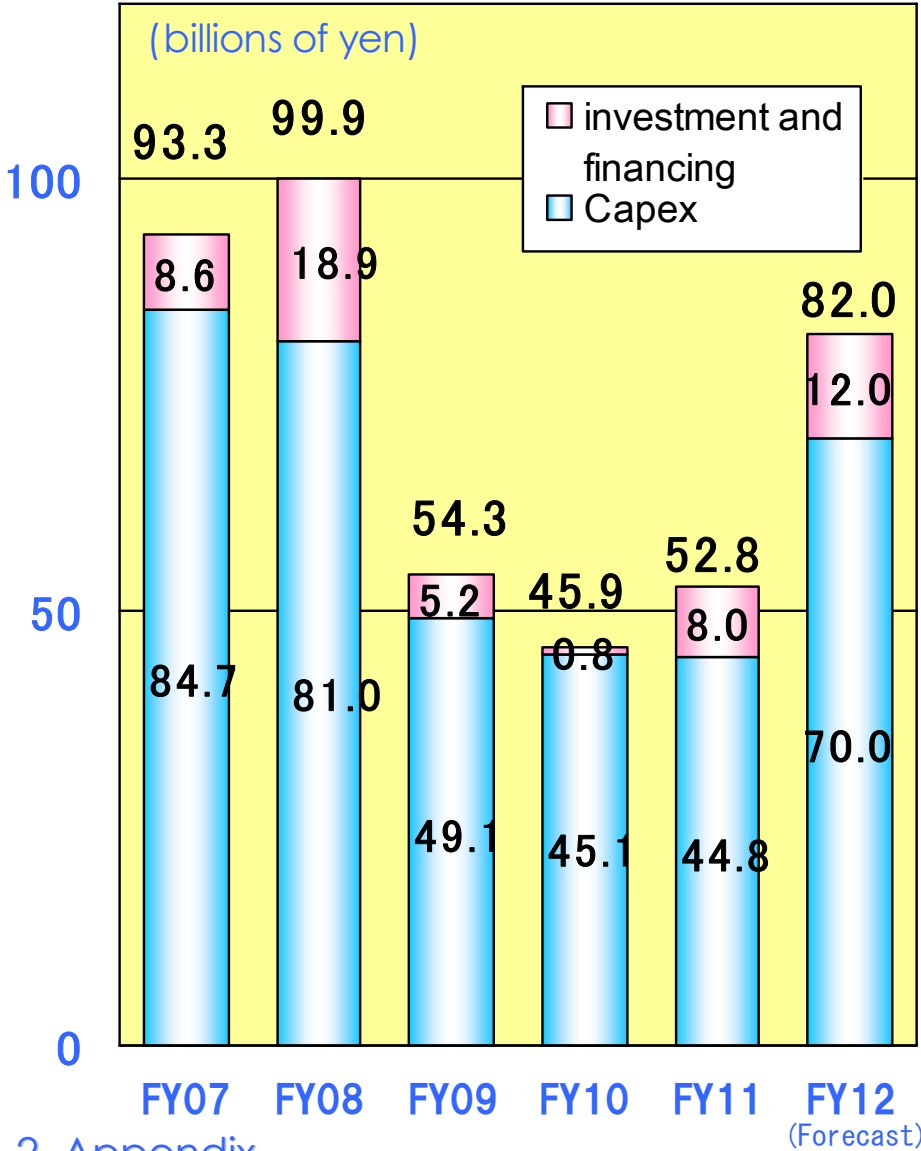
Item	Common stock		Our share	Sales	Operating Income	
				FY2011	FY2011	FY2012 Forecast
Subsidiaries			%	Billions of Yen		
Prime Polymer	Billions of Yen	20	65.0	280	gain	↗
Advanced Composites	Millions of USD	44	61.8	40	gain	→
Siam Mitsui PTA	Millions of BAHT	4,800	50.02	150	gain	↘
Mitsui Phenols Singapore	Millions of USD	120	95.0	60	gain	↘
Mitsui Elastomers Singapore	Millions of USD	96	100.0	40	gain	↘
Mitsui Chemicals Agro, Inc.	Billions of Yen	0.35	100.0	40	gain	→
Mitsui Chemicals Tohcello, Inc. (formerly TOHCELLO CO., LTD.)	Billions of Yen	3.45	100.0	80	gain	↘
Affiliates						
Dupont-Mitsui Polychemicals	Billions of Yen	6.5	50.0	40	gain	↘
Dupont-Mitsui Fluorochemicals	Billions of Yen	2.9	50.0	30	gain	↗
Amoco Mitsui PTA Indonesia	Millions of USD	160	45.0	50	gain	↘

Operating Income: FY2012 Forecast

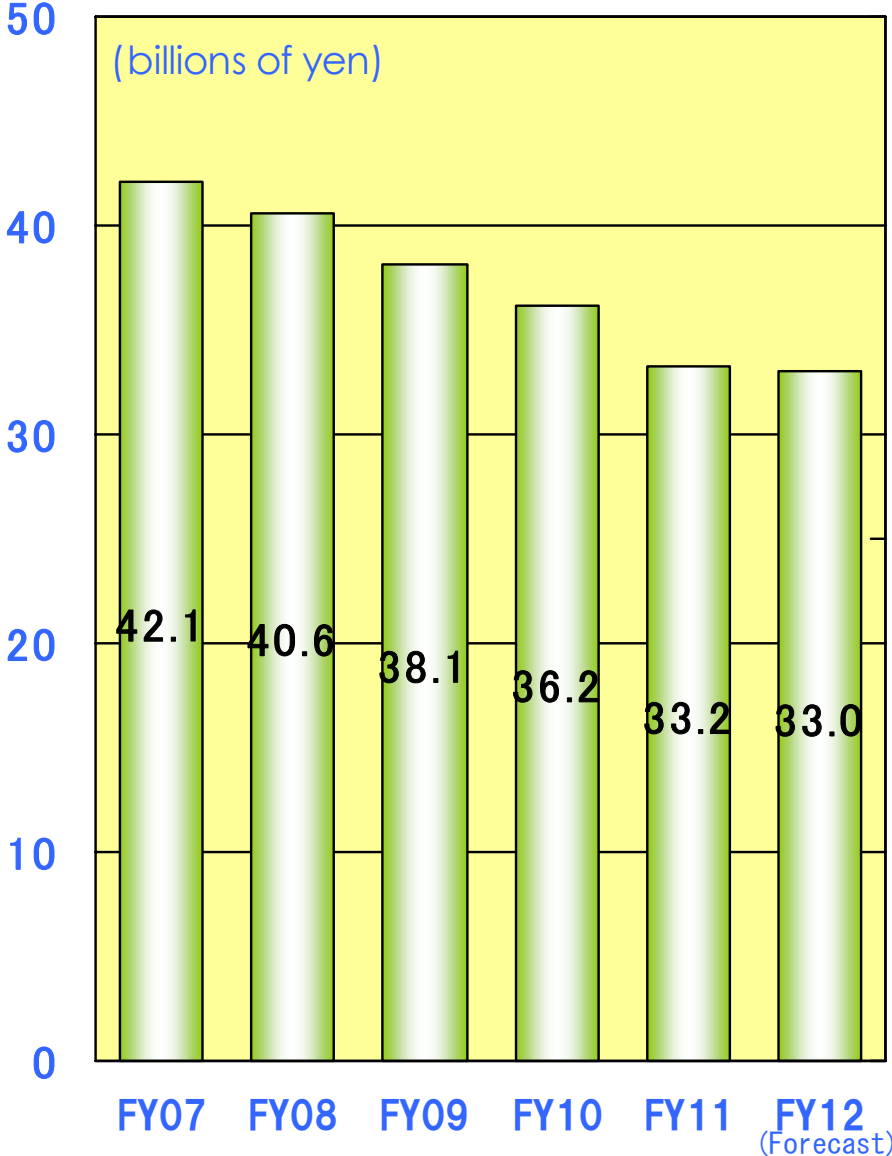
"→" represents "no change", or change less than 500 million yen compared with FY2011.

3) Capital Expenditure and R&D

Capital Expenditure



R&D



4) Change of Segment (Outline of Business Segments)



Old Segments	New 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 glycol	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 Materials	Functional Polymeric Materials	Elastomers, Functional compounds, Specialty polyolefins, *Pellicles	Mitsui Elastomers Singapore Pte. Ltd.
Functional Chemicals	Functional ** Chemicals	Materials for high refractive-index ophthalmic lenses, Health*care materials, Functional chemicals, Specialty gases, ** Spunbonded nonwoven polypropylene fabric (Hygienic materials) Catalysts, Agrochemicals, Licensing	Shimonoseki Mitsui Chemicals, Inc. Mitsui Chemicals Agro, INC. Mitsui Hygiene Materials (Thailand) Co., Ltd. ACOMON AG
Fabricated Products	Film and Sheet	Semiconductor materials, Energy materials, Packing films	Mitsui Chemicals Tohcello, Inc

Pellicles; Dust proof membrane applied on photomask during lithography process

This summary contains forward-looking statements about the future plans, strategies, belief and performance of the Mitsui Chemicals Group as a whole and its individual consolidated companies. These forward-looking statements are not historical facts. They are expectations, estimates, forecasts and projections based on information currently available to the Mitsui Chemicals Group and are subject to a number of risks, uncertainties and assumptions, which, without limitation, include economic trends, fluctuations in foreign currency exchange rates, fluctuations in the price of raw materials, competition in markets where the Company is active, personal consumption, market demand, the tax system and other legislation. As such, actual results may differ materially from those projected and the Mitsui Chemicals Group cannot guarantee that these forward-looking statements are accurate or will be achieved.