

Operational Summary

for the First Half of the Fiscal Year Ending March 31, 2010

November 4, 2009

Mitsubishi Chemical Holdings Corporation

Contents

Consolidated Financial Statements for the First Half of FY2009		Page No.	Consolidated Financial Statements Forecasts for FY2009		Page No.
Statements of Operations (1st Half of FY2009 Actual Results vs. 1st Half of FY2009 Forecasts)	3	Statements of Operations	11		
Operating Income by Business Segments (1st Half of FY2009 Actual Results vs. 1st Half of FY2009 Forecasts)	4	Operating Income by Business Segments	12		
Statements of Operations	5	Net Sales by Business Segments	13		
Net Sales by Business Segments	6	Operating Income by Business Segments (1st Half vs. 2nd Half of FY2009)	14		
Operating Income by Business Segments	7				
Extraordinary Gain (Loss)	8				
Balance Sheets	9				
Cash Flows	10				
		Reference Material (Consolidated)		Page No.	
		Capital Expenditure, Depreciation & Amortization, R&D Expenses, and Number of Employees by Business Segments	15		

Notes:

FY2008: April 1, 2008 - March 31, 2009

FY2009: April 1, 2009 - March 31, 2010

1Q of FY2009: April 1, 2009 - June 30, 2009

2Q of FY2009: July 1, 2009 - September 30, 2009

3Q of FY2009: October 1, 2009 - December 31, 2009

4Q of FY2009: January 1, 2010 - March 31, 2010

} } First Half of FY2009
 } } First Nine Months of FY2009
 } } Second Half of FY2009

Consolidated Statements of Operations

(1st Half of FY2009 Actual Results vs. 1st Half of FY2009 Forecasts)

Exchange rate (¥/US\$)	96	95
Naphtha price (¥/kl)	37,300	36,000

97	95
41,300	36,000

(Billions of Yen)

	1st Half of FY2009 Actual	1st Half of FY2009 Forecast	Change	1st Half of FY2009 Actual	1st Half of FY2009 Forecast	Change
Net sales	1,145.8	1,160.0	(14.2)	596.1	590.0	6.1
Operating income	2.1	(10.0)	12.1	12.7	13.0	(0.3)
Income (expenses) on financing activities	(3.2)	(5.0)	1.8	(2.1)	(3.0)	0.9
Other non-operating income (expenses)	(6.6)	(9.0)	2.4	0.0	(3.0)	3.0
Equity in Earnings of non-consolidated subsidiaries and affiliates	3.1	1.0	2.1	2.0	1.0	1.0
Ordinary income	(4.6)	(23.0)	18.4	12.6	8.0	4.6
Extraordinary gain	26.6	2.0	24.6	23.7	0.0	23.7
Extraordinary loss	(24.1)	(3.0)	(21.1)	(19.6)	(3.0)	(16.6)
Income before income taxes	(2.1)	(24.0)	21.9	16.7	5.0	11.7
Current and deferred income taxes	4.8	1.0	3.8	2.7	0.0	2.7
Minority interests in consolidated subsidiaries	(5.3)	(2.0)	(3.3)	(5.2)	(5.0)	(0.2)
Net income	(2.6)	(25.0)	22.4	14.2	0.0	14.2

Consolidated Operating Income by Business Segments

(1st Half of FY2009 Actual Results vs. 1st Half of FY2009 Forecasts)

(Billions of Yen)

	1st Half of FY2009 Actual	1st Half of FY2009 Forecast	Change	1st Half of FY2009 Actual	1st Half of FY2009 Forecast	Change
Total	2.1	(10.0)	12.1	12.7	13.0	(0.3)
Electronics Applications	0.4	(1.0)	1.4	1.3	1.0	0.3
Designed Materials	1.6	0.0	1.6	2.4	1.0	1.4
Health Care	32.1	26.0	6.1	6.9	15.0	(8.1)
Chemicals	(2.3)	(9.0)	6.7	0.6	(3.0)	3.6
Polymers	(25.9)	(19.0)	(6.9)	2.2	3.0	(0.8)
Others	2.6	0.0	2.6	2.3	0.0	2.3
Corporate	(6.4)	(7.0)	0.6	(3.0)	(4.0)	1.0

	1st Half of FY2009 Actual	1st Half of FY2009 Forecast	Change
Inventory valuation gain/loss	(18.3)	(22.0)	3.7
Chemicals (Petrochemicals business)	(3.2)	(4.0)	0.8
Chemicals (Carbon business)	5.0	4.0	1.0
Polymers	(20.1)	(22.0)	1.9
Losses by inventory valuation method	4.2	2.0	2.2
Chemicals (Petrochemicals business)	2.3	(3.0)	5.3
Chemicals (Carbon business)	2.5	4.0	(1.5)
Polymers	(0.6)	1.0	(1.6)

Consolidated Statements of Operations

Exchange rate (¥/US\$)	96	105
Naphtha price (¥/KI)	37,300	78,400

97	105
41,300	85,800

(Billions of Yen)

	1st Half of FY2009	1st Half of FY2008	Change	1st Half of FY2009	1st Half of FY2008	Change
Net sales	1,145.8	1,587.7	(441.9)	596.1	824.0	(227.9)
Operating income	2.1	56.2	(54.1)	12.7	21.6	(8.9)
Income (expenses) on financing activities	(3.2)	(1.0)	(2.2)	(2.1)	(1.4)	(0.7)
[Dividend income included in above]	[2.2]	[3.8]	[(1.6)]	[0.5]	[0.8]	[(0.3)]
Other non-operating income (expenses)	(6.6)	10.0	(16.6)	0.0	6.8	(6.8)
Equity in Earnings of non-consolidated subsidiaries and affiliates	3.1	0.3	2.8	2.0	(0.5)	2.5
Ordinary income	(4.6)	65.5	(70.1)	12.6	26.5	(13.9)
Extraordinary gain	26.6	0.9	25.7	23.7	0.7	23.0
Extraordinary loss	(24.1)	(6.9)	(17.2)	(19.6)	(5.6)	(14.0)
Income before income taxes	(2.1)	59.5	(61.6)	16.7	21.6	(4.9)
Current and deferred income taxes	4.8	(26.7)	31.5	2.7	(9.8)	12.5
Minority interests in consolidated subsidiaries	(5.3)	(9.3)	4.0	(5.2)	(1.4)	(3.8)
Net income	(2.6)	23.5	(26.1)	14.2	10.4	3.8

Consolidated Net Sales by Business Segments

(Billions of Yen)

	1st Half of FY2009	1st Half of FY2008	Change	1st Half of FY2009	1st Half of FY2008	Change
Total	1,145.8	1,587.7	(441.9)	596.1	824.0	(227.9)
Electronics Applications	140.3	183.4	(43.1)	73.5	91.1	(17.6)
Designed Materials	119.3	147.1	(27.8)	61.9	77.4	(15.5)
Health Care	249.6	246.5	3.1	123.1	118.3	4.8
Chemicals	371.8	617.2	(245.4)	197.6	335.6	(138.0)
Polymers	194.3	313.8	(119.5)	102.2	158.6	(56.4)
Others	70.5	79.7	(9.2)	37.8	43.0	(5.2)

Consolidated Operating Income by Business Segments

(Billions of Yen)

	1st Half of FY2009	1st Half of FY2008	Change	1st Half of FY2009	1st Half of FY2008	Change
Total	2.1	56.2	(54.1)	12.7	21.6	(8.9)
Electronics Applications	0.4	10.6	(10.2)	1.3	4.9	(3.6)
Designed Materials	1.6	2.7	(1.1)	2.4	1.9	0.5
Health Care	32.1	37.2	(5.1)	6.9	10.6	(3.7)
Chemicals	(2.3)	7.0	(9.3)	0.6	4.6	(4.0)
Polymers	(25.9)	(0.5)	(25.4)	2.2	(1.6)	3.8
Others	2.6	6.2	(3.6)	2.3	4.8	(2.5)
Corporate	(6.4)	(7.0)	0.6	(3.0)	(3.6)	0.6

Consolidated Extraordinary Gain (Loss)

(Billions of Yen)

	1st Half of FY2009	1st Half of FY2008	Change
Total	2.5	(6.0)	8.5
Extraordinary gain	26.6	0.9	25.7
Gain on goodwill	13.6	—	13.6
Gain on share's portion change of an equity method affiliate	6.6	—	6.6
Gain on business transfer	2.9	—	2.9
Others	3.5	0.9	2.6
Extraordinary loss	(24.1)	(6.9)	(17.2)
Loss on allowance of the waste facility's settlement	(12.5)	—	(12.5)
Loss on impairment of fixed assets	(2.8)	(0.9)	(1.9)
Loss on sale of investment securities	(2.4)	—	(2.4)
Special severance payments for early retired employees	—	(3.9)	3.9
Others	(6.4)	(2.1)	(4.3)

Consolidated Balance Sheets

(Billions of Yen)

Debitor	September 30, 2009	March 31, 2009	Change
Cash and deposits	83.8	96.4	(12.6)
Inventories	424.2	463.3	(39.1)
Trade receivables	512.2	499.7	12.5
Others	199.5	265.3	(65.8)
Current assets	1,219.7	1,324.7	(105.0)
Fixed assets	1,029.3	947.3	82.0
Investment and others	495.1	468.9	26.2
Fixed assets	1,524.4	1,416.2	108.2
Total assets	2,744.1	2,740.9	3.2

Creditor	September 30, 2009	March 31, 2009	Change
Interest-bearing debts	1,061.2	1,033.2	28.0
Trade payables	311.5	368.0	(56.5)
Others	403.1	399.6	3.5
Liabilities	1,775.8	1,800.8	(25.0)
Shareholders' equity	684.8	692.3	(7.5)
Valuation and others	(21.8)	(23.3)	1.5
Minorities interests	305.3	271.1	34.2
Net assets	968.3	940.1	28.2
Total liabilities and net assets	2,744.1	2,740.9	3.2

	September 30, 2009	March 31, 2009	Change
Interest-bearing debts (incl. notes)	1,061.3	1,033.8	27.5
Debt-equity ratio	1.6	1.6	0.0
Net debt-equity ratio	1.2	1.1	0.1

Shareholders' equity (*1)	663.0	669.0	(6.0)
Shareholders' equity ratio	24.1%	24.4%	(0.3%)

(*1) Net assets -minority interests-stock warrant

Consolidated Cash Flow

(Billions of Yen)	1st Half of FY2009	Actual results excluding financial investments of of cash in hands 1st Half of FY2009	Actual results excluding financial investments of cash in hands 1st Half of FY2008
Net cash provided by operating activities	20.1	20.1	35.6
Net cash used in investment activities [Financial investments of cash in hands included in above]	(92.5) [(32.1)]	(60.4)	(67.9)
Free cash flows [Financial investments of cash in hands included in above]	(72.4) [(32.1)]	(40.3)	(32.3)
Net cash provided by finance activities	(32.2)	(32.2)	19.5
Increase (decrease) in cash and cash equivalents	(104.6)	(72.5)	(12.8)
Balance of cash and cash equivalents on June 30, 2009	124.2	* 252.9	* 155.2

<ul style="list-style-type: none"> • EBIT (2.1) • Depreciation 56.1 • Operating cash flow (67.7) • Inventories 69.5 • Others (35.7) 	}	20.1
<ul style="list-style-type: none"> • Capex (56.7) • Investment, etc. (3.7) 	}	(60.4)
<ul style="list-style-type: none"> • Interest bearing debt (21.5) • Dividends, etc. (10.7) 	}	(32.2)

Consolidated Statements of Operations

(FY2009 Forecasts)

Exchange rate (¥/US\$)	96	90	93		95		103
Naphtha price (¥/KI)	37,300	43,000	40,200		36,000		58,800
	FY2009 Forecast						(Billions of Yen)
	1st Half	2nd Half	Full Year	Previous Forecast (May 12, 2009)	Change	FY2008 Actual	Change
Net sales	1,145.8	1,344.2	2,490.0	2,500.0	(10.0)	2,909.0	(419.0)
Operating income	2.1	57.9	60.0	65.0	(5.0)	8.2	51.8
Income (expenses) on financing activities	(3.2)	(3.8)	(7.0)	(10.0)	3.0	(3.2)	(3.8)
Other non-operating income (expenses)	(6.6)	(8.4)	(15.0)	(17.0)	2.0	(1.8)	(13.2)
Equity in Earnings of non-consolidated subsidiaries and affiliates	3.1	0.9	4.0	3.0	1.0	(5.1)	9.1
Ordinary income	(4.6)	46.6	42.0	41.0	1.0	(1.9)	43.9
Extraordinary gain	26.6	3.4	30.0	4.0	26.0	14.8	15.2
Extraordinary loss	(24.1)	(16.9)	(41.0)	(18.0)	(23.0)	(56.9)	15.9
Income before income taxes	(2.1)	33.1	31.0	27.0	4.0	(44.0)	75.0
Current and deferred income taxes	4.8	(14.8)	(10.0)	(17.0)	7.0	(12.4)	2.4
Minority interests in consolidated subsidiaries	(5.3)	(15.7)	(21.0)	(19.0)	(2.0)	(10.8)	(10.2)
Net income	(2.6)	2.6	0.0	(9.0)	9.0	(67.2)	67.2

Consolidated Operating Income by Business Segments (FY2009 Forecasts)

(Billions of Yen)

	FY2009 Forecast		
	1st Half	2nd Half	Full Year
Total	2.1	57.9	60.0
Electronics Applications	0.4	6.6	7.0
Designed Materials	1.6	9.4	11.0
Health Care	32.1	40.9	73.0
Chemicals	(2.3)	2.3	0.0
Polymers	(25.9)	4.9	(21.0)
Others	2.6	0.4	3.0
Corporate	(6.4)	(6.6)	(13.0)

Previous Forecast (May 12, 2009)	Change	FY2008 Actual	Change
65.0	(5.0)	8.2	51.8
10.0	(3.0)	4.8	2.2
7.0	4.0	(2.1)	13.1
72.0	1.0	79.3	(6.3)
(2.0)	2.0	(55.5)	55.5
(9.0)	(12.0)	(13.0)	(8.0)
1.0	2.0	8.8	(5.8)
(14.0)	1.0	(14.1)	1.1

	Revised Forecast	Previous Forecast	Change
Inventory valuation gain/loss	(14.0)	(23.0)	9.0
Chemicals (Petrochemicals business)	(3.0)	(5.0)	2.0
Chemicals (Carbon business)	6.0	4.0	2.0
Polymers	(17.0)	(22.0)	5.0
Losses by inventory valuation method	9.0	10.0	(1.0)
Chemicals (Petrochemicals business)	3.0	2.0	1.0
Chemicals (Carbon business)	3.0	4.0	(1.0)
Polymers	3.0	4.0	(1.0)

Consolidated Operating Income by Business Segments (1st Half vs. 2nd Half of FY2009 Forecasts)

(Billions of Yen)

	FY2009 Forecast			
		1st Half	2nd Half	Full Year
Electronics Applications	Revised	0.4	6.6	7.0
	Previous	(1.0)	11.0	10.0
	Change	1.4	(4.4)	(3.0)
Designed Materials	Revised	1.6	9.4	11.0
	Previous	0.0	7.0	7.0
	Change	1.6	2.4	4.0
Health Care	Revised	32.1	40.9	73.0
	Previous	26.0	46.0	72.0
	Change	6.1	(5.1)	1.0
Chemicals	Revised	(2.3)	2.3	0.0
	Previous	(9.0)	7.0	(2.0)
	Change	6.7	(4.7)	2.0

	FY2009 Forecast			
		1st Half	2nd Half	Full Year
Polymers	Revised	(25.9)	4.9	(21.0)
	Previous	(19.0)	10.0	(9.0)
	Change	(6.9)	(5.1)	(12.0)
Others	Revised	2.6	0.4	3.0
	Previous	0.0	1.0	1.0
	Change	2.6	(0.6)	2.0
Corporate	Revised	(6.4)	(6.6)	(13.0)
	Previous	(7.0)	(7.0)	(14.0)
	Change	0.6	0.4	1.0
Total	Revised	2.1	57.9	60.0
	Previous	(10.0)	75.0	65.0
	Change	12.1	(17.1)	(5.0)

Consolidated Capital Expenditure, Depreciation & Amortization, R&D Expenses, and Number of Employees by Business Segments

		1st Half of FY2009 Actual
Capital Expenditures (Billions of Yen)	Electronics Application	13.8
	Designed Materials	5.6
	Health Care	7.4
	Chemicals	19.1
	Polymers	7.7
	Others	2.5
	Corporate	1.0
	Total	57.1
Depreciation (Billions of Yen)	Electronics Application	10.8
	Designed Materials	7.6
	Health Care	9.5
	Chemicals	16.4
	Polymers	8.4
	Others	1.9
	Corporate	1.5
	Total	56.1

		1st Half of FY2009 Actual
R&D (Billions of Yen)	Electronics Application	5.4
	Designed Materials	3.0
	Health Care	49.4
	Chemicals	2.3
	Polymers	4.0
	Others	0.1
	Corporate	5.6
	Total	69.8
Number of Employees (Unit: Person)	Electronics Application	6,854
	Designed Materials	8,270
	Health Care	13,148
	Chemicals	5,515
	Polymers	4,194
	Others	7,410
	Corporate	923
	Total	46,314

Forward-looking Statements

The forward-looking statements are based largely on company expectations and information available as of the date hereof, and are subject to risks and uncertainties, which may be beyond company control. Actual results could differ materially due to numerous factors, including without limitation, market conditions and the effects of industry competition.