

January 16, 2009

Notice on Posting Losses on Valuation of Investment Securities

In its settlement of accounts for the third quarter (October to December) of fiscal 2008, Mitsubishi Rayon Co. Ltd., will post losses on the impairment of investment securities (listed securities classified as available-for-sale) for which market values have fallen significantly below book-value amounts without expectation of price recovery in the foreseeable future. The impact on the third-quarter results is summarized below.

1. Total loss amount posted under the valuation of investment securities in the settlement of account for the third quarter (consolidated)
 - (A) The estimated total amount to be posted under the valuation of investment securities in the settlement of accounts for the third quarter
¥10,346 million
 - (B) Net asset amount as of the balance-sheet date for the previous term ended March 31, 2008
(A/ B x 100)
¥215,819 million (4.8%)
 - (C) Recurring profit for the previous term ended March 31, 2008
(A/ C x 100)
¥33,968 million (30.5%)
 - (D) Net income for the previous term ended March 31, 2008
(A/ D x 100)
¥14, 274 million (72.5%)

Notes

1. The accounts settlement date for the Company's third quarter falls on December 31.
2. For the calculation of impairment loss amounts for a quarterly accounts settlement, the Company employs closing prices of investment securities at the end of the quarter. Accordingly, the impairment loss amounts as of the balance-sheet date of the current term (March 31, 2009) may differ from the amounts stated above.
2. Performance forecast for the current term ending March 31, 2009
Factors involved in the full-term business forecast for the term ending March 31, 2009 are currently under close examination, including the impact of the above-mentioned impairment losses on the Company's business performance. The forecast will be released shortly.