

Operational Summary

for the First Quarter of the Fiscal Year Ending March 31, 2012

August 1, 2011

Mitsubishi Chemical Holdings Corporation

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FY2011:	April 1, 2011 - March 31, 2012	
	1st Quarter ("1Q") of FY2011: April 1, 2011 - June 30, 2011	} 1st Half ("1H") of FY2011
	2nd Quarter ("2Q") of FY2011: July 1, 2011 - September 30, 2011	
	2nd Half ("2H") of FY2011: October 1, 2011 - March 31, 2012	
FY2010:	April 1, 2010 - March 31, 2011	
	1st Quarter ("1Q") of FY2010: April 1, 2010 - June 30, 2010	} 1st Half ("1H") of FY2010
	2nd Quarter ("2Q") of FY2010: July 1, 2010 - September 30, 2010	
	2nd Half ("2H") of FY2010: October 1, 2010 - March 31, 2011	
Previous Forecast:	Company's forecasts disclosed on May 11, 2011	
Revised Forecast:	Company's forecasts disclosed on August 1, 2011	

Consolidated Statements of Operations

Exchange rate for translation of foreign statements (¥/US\$)	82	91		85	
Naphtha price (¥/KL)	59,200	49,600		62,000	
	(Billions of Yen)			(Reference)	
	1Q of FY2011	1Q of FY2010	Change	1H of FY2011 (Previous Forecast)	Progress on 1H forecast
Net sales	772.4	776.2	(3.8)	1,680.0	46%
Operating income	59.8	60.8	(1.0)	81.0	74%
Income (expenses) on financing activities	(1.0)	(1.4)	0.4	(4.0)	
[Dividend income included in above]	[2.4]	[2.0]	[0.4]	[3.1]	
Equity in Earnings of non-consolidated subsidiaries and affiliates	5.3	4.0	1.3	9.0	
Other non-operating income (expenses)	(2.5)	(3.6)	1.1	(7.0)	
Ordinary income	61.6	59.8	1.8	79.0	78%
Extraordinary gain	4.7	1.5	3.2	2.0	
Extraordinary loss	(12.4)	(7.0)	(5.4)	(16.0)	
Income before income taxes and minority interests	53.9	54.3	(0.4)	65.0	83%
Current and deferred income taxes	(18.4)	(18.9)	0.5	(22.0)	
Income before minority interests	35.5	35.4	0.1	43.0	
Minority interests in consolidated subsidiaries	(11.0)	(10.9)	(0.1)	(17.0)	
Net income	24.5	24.5	0.0	26.0	94%
Comprehensive income attributable to :	49.5	30.6	18.9	-	
Shareholders of the parent	37.6	20.5	17.1	-	
Minority interests	11.9	10.1	1.8	-	

Consolidated Net Sales by Business Segment

Naphtha price (¥/KL)		59,200	49,600	62,000		
		(Billions of Yen)			(Reference)	
	1Q of FY2011	1Q of FY2010	Change	1H of FY2011 (Previous Forecast)	Progress on 1H forecast	
Total	772.4	776.2	(3.8)	1,680.0	46%	
Electronics Applications	36.5	44.0	(7.5)	80.0	46%	
Designed Materials	168.8	161.7	7.1	350.0	48%	
Functional Products*	117.3	107.6	9.7	240.0	49%	
Performance Chemicals*	51.5	54.1	(2.6)	110.0	47%	
Health Care	125.2	132.2	(7.0)	240.0	52%	
Pharmaceuticals*	102.2	108.8	(6.6)	195.0	52%	
Diagnostics, Clinical Testing and API*	23.0	23.4	(0.4)	45.0	51%	
Chemicals	218.7	207.3	11.4	500.0	44%	
Petrochemicals*	147.4	152.4	(5.0)	355.0	42%	
Carbon*	71.3	54.9	16.4	145.0	49%	
Polymers	178.1	179.8	(1.7)	405.0	44%	
Polyolefins and Advanced Polymers*	103.9	114.9	(11.0)	250.0	42%	
MMA Monomers and Polymers*	74.2	64.9	9.3	155.0	48%	
Others	45.1	51.2	(6.1)	105.0	43%	

Notes:

*Approximation for reference purpose only

Consolidated Operating Income by Business Segment

	(Billions of Yen)			(Reference)		Progress on 1H forecast
	1Q of FY2011	1Q of FY2010	Change	1Q of FY2011 (Previous Forecast)	1H of FY2011 (Previous Forecast)	
Total	59.8	60.8	(1.0)	38.0	81.0	74%
Electronics Applications	0.1	2.9	(2.8)	(0.5)	0.0	-
Designed Materials	10.0	9.9	0.1	7.5	17.0	59%
Functional Products*	5.5	3.5	2.0	3.0	7.0	79%
Performance Chemicals*	4.5	6.4	(1.9)	4.5	10.0	45%
Health Care	24.7	29.0	(4.3)	13.0	27.0	91%
Pharmaceuticals*	23.8	27.2	(3.4)	12.5	25.0	95%
Diagnostics, Clinical Testing and API*	0.9	1.8	(0.9)	0.5	2.0	45%
Chemicals	16.0	12.1	3.9	13.0	20.0	80%
Petrochemicals*	10.1	5.2	4.9	9.0	12.0	84%
Carbon*	5.9	6.9	(1.0)	4.0	8.0	74%
Polymers	11.4	9.4	2.0	7.5	20.0	57%
Polyolefins and Advanced Polymers*	1.8	5.2	(3.4)	(2.0)	1.0	180%
MMA Monomers and Polymers*	9.6	4.2	5.4	9.5	19.0	51%
Others	(0.2)	(0.4)	0.2	(0.5)	1.0	-
Corporate	(2.2)	(2.1)	(0.1)	(2.0)	(4.0)	55%
Impact of the earthquake	(12.3)	-	(12.3)	(15.7)	(24.2)	
Operating income exclud. impact of the earthquake	72.1	60.8	11.3	53.7	105.2	

Notes:

*Approximation for reference purpose only

1Q FY2011 vs 1Q FY2010

	1Q of FY2011	1Q of FY2010	Change
Inventory valuation gain/loss			
Chemicals (Petrochemicals)	4.6	1.2	3.4
Chemicals (Carbon)	2.1	1.2	0.9
Polymers (Polyolefins and Advanced Polymers)	5.7	3.1	2.6
Total	12.4	5.5	6.9

Consolidated Extraordinary Gain (Loss)

(Billions of Yen)

	1Q of FY2011	1Q of FY2010	Change
Total	(7.7)	(5.5)	(2.2)
Extraordinary gain	4.7	1.5	3.2
Gain on sales of investment securities	1.8	0.1	1.7
Settlement received	1.5	-	1.5
Others	1.4	1.4	0.0
Extraordinary loss	(12.4)	(7.0)	(5.4)
Loss on the Great East Japan Earthquake	(6.7)	-	(6.7)
Impairment loss	(2.9)	(0.1)	(2.8)
Loss on valuation of investment securities	(1.7)	(1.6)	(0.1)
Others	(1.1)	(5.3)	4.2

Consolidated Cash Flows

	Based on statements of cash flows		Excluding financial investments of cash in hands	
	1Q of FY2011	1Q of FY2010	1Q of FY2011 With adjustment (24.2) billion yen for financial investment	1Q of FY2010 With adjustment (4.8) billion yen for financial investment
Net cash provided by operating activities	58.5	75.7	58.5	75.7
Income before income taxes	53.9	54.3	53.9	54.3
Depreciation	35.1	35.6	35.1	35.6
Amortization of goodwill	3.1	3.1	3.1	3.1
Change in operating receivables/payables	30.6	(1.5)	30.6	(1.5)
Change in Inventories	(33.2)	2.1	(33.2)	2.1
Others	(31.0)	(17.9)	(31.0)	(17.9)
Net cash (used in) provided by investment activities	5.4	(19.7)	(18.8)	(24.5)
Capital expenditure	(27.6)	(25.4)	(27.6)	(25.4)
Investment and loans receivables, etc.	33.0	5.7	8.8	0.9
Free cash flow	63.9	56.0	39.7	51.2
Net cash (used in) provided by financing activities	(82.7)	(54.4)		
Interest bearing debts	(66.1)	(43.9)		
Dividends, etc.	(16.6)	(10.5)		
Increase (decrease) in cash and cash equivalents	(18.8)	1.6		
Balance of cash and cash equivalents	128.2	111.9		

Consolidated Balance Sheets

(Billions of Yen)

	Jun. 30, 2011	Mar. 31, 2011	Change
Cash and deposits	134.0	130.2	3.8
Inventories	521.5	485.1	36.4
Trade receivables	597.0	597.2	(0.2)
Others	152.9	184.2	(31.3)
Current assets	1,405.4	1,396.7	8.7
Fixed assets	1,153.3	1,160.4	(7.1)
Goodwill	151.7	154.8	(3.1)
Investment and Others	572.1	582.1	(10.0)
Fixed assets	1,877.1	1,897.3	(20.2)
Total assets	3,282.5	3,294.0	(11.5)

(Billions of Yen)

	Jun. 30, 2011	Mar. 31, 2011	Change
Interest-bearing debts	1,238.7	1,304.6	(65.9)
Trade payables	408.7	378.4	30.3
Others	485.9	497.0	(11.1)
Liabilities	2,133.3	2,180.0	(46.7)
Shareholders' equity	828.0	808.8	19.2
Accumulated other comprehensive income	(37.6)	(50.5)	12.9
Minorities interests, etc.	358.8	355.7	3.1
Net assets	1,149.2	1,114.0	35.2
Total liabilities and net assets	3,282.5	3,294.0	(11.5)

Interest-bearing debts (incl. notes)	1,238.7	1,304.6	(65.9)
Debt-equity ratio	1.57	1.72	(0.15)
Net interest-bearing debts (*1)	982.5	1,008.7	(26.2)
Net debt-equity ratio	1.24	1.33	(0.09)
Shareholders' equity (*2)	790.4	758.3	32.1
Shareholders' equity ratio	24.0%	23.0%	1.0%

*1. Net interest-bearing debts (982.5 billion yen)

= interest bearing debts, including discounted notes (1,238.7 billion yen)

- (cash and cash equivalents (128.2 billion yen + financial investments of cash-in-hands (128.1 billion yen))

*2. Represents the sum of shareholders' equity and accumulated other comprehensive income per the above B/S.

Statements of Comprehensive Income

	(Dec. 2010) Mar. 2011	(Dec. 2009) Mar. 2010
Exchange rate for translation of foreign statements (¥/US\$)	(81.5) 83.2	(92.1) 93.0
Exchange rate for translation of foreign statements (¥/€)	(107.9) 117.6	(132.0) 124.9

(Billions of Yen)

	1Q of FY2011	1Q of FY2010	Change
Net income	24.5	24.5	0.0
Minority interests in consolidated subsidiaries	11.0	10.9	0.1
Income before minority interests	35.5	35.4	0.1
Other comprehensive income (expenses):			
Net unrealized holding gain (loss) on other securities	(3.0)	(11.7)	8.7
Gain (loss) on deferred hedges	(0.1)	(0.9)	0.8
Foreign currency translation adjustments	15.7	7.5	8.2
Unfunded retirement benefit obligation with respect to a foreign subsidiary	0.3	0.2	0.1
Portion of other comprehensive income of affiliates accounted for using equity method	1.1	0.1	1.0
Other comprehensive income (expenses), net	14.0	(4.8)	18.8
Total comprehensive income	49.5	30.6	18.9
Total comprehensive income attributable to :			
Shareholders of the parent	37.6	20.5	17.1
Minority interests	11.9	10.1	1.8

Consolidated Statement of Operations (FY2011 Forecast)

Forecast

Exchange rate for translation of foreign statements (¥/US\$)	82	81	82	85	85	85	91
Naphtha price (¥/KL)	59,200	56,000	57,600	62,000	62,000	62,000	46,200

	Billions of Yen									(Reference)
	1Q of FY2011 (Actual)	2Q of FY2011 (Revised Forecast)	1H of FY2011 (Revised Forecast)	2H of FY2011 (Revised & Previous Forecast)	FY2011 (Revised Forecast)	1H of FY2011 (Previous Forecast)	2H of FY2011 (Revised & Previous Forecast)	FY2011 (Previous Forecast)	Change	1H of FY2011 (Actual)
Net sales	772.4	817.6	1,590.0	1,900.0	3,490.0	1,680.0	1,900.0	3,580.0	(90.0)	1,564.7
Operating income	59.8	36.2	96.0	125.0	221.0	81.0	125.0	206.0	15.0	111.4
Income (expenses) on financing activities	(1.0)	(3.0)	(4.0)	(5.0)	(9.0)	(4.0)	(5.0)	(9.0)	0.0	(4.8)
Equity in Earnings of non-consolidated subsidiaries and affiliates	5.3	3.7	9.0	8.0	17.0	9.0	8.0	17.0	0.0	6.2
Other non-operating income (expenses)	(2.5)	(4.5)	(7.0)	(2.0)	(9.0)	(7.0)	(2.0)	(9.0)	0.0	(6.4)
Ordinary income	61.6	32.4	94.0	126.0	220.0	79.0	126.0	205.0	15.0	106.4
Extraordinary gain	4.7	1.3	6.0	7.0	13.0	2.0	7.0	9.0	4.0	3.5
Extraordinary loss	(12.4)	(4.6)	(17.0)	(16.0)	(33.0)	(16.0)	(16.0)	(32.0)	(1.0)	(16.1)
Income before income taxes and minority interests	53.9	29.1	83.0	117.0	200.0	65.0	117.0	182.0	18.0	93.8
Current and deferred income taxes	(18.4)	(10.6)	(29.0)	(35.0)	(64.0)	(22.0)	(35.0)	(57.0)	(7.0)	(28.0)
Income before minority interests	35.5	18.5	54.0	82.0	136.0	43.0	82.0	125.0	11.0	65.8
Minority interests in consolidated subsidiaries	(11.0)	(7.0)	(18.0)	(28.0)	(46.0)	(17.0)	(28.0)	(45.0)	(1.0)	(21.9)
Net income	24.5	11.5	36.0	54.0	90.0	26.0	54.0	80.0	10.0	43.9

Consolidated Operating Income by Business Segment (1st Half of FY2011 Forecast)

Forecast

	(Billions of Yen)					(Reference)
	1Q of FY2011 (Actual)	2Q of FY2011 (Revised Forecast)	1H of FY2011 (Revised Forecast)	1H of FY2011 (Previous Forecast)	Change	1H of FY2010 (Actual)
Total	59.8	36.2	96.0	81.0	15.0	111.4
Electronics Applications	0.1	(1.1)	(1.0)	0.0	(1.0)	3.2
Designed Materials	10.0	9.0	19.0	17.0	2.0	20.8
Functional Products (*)	5.5	4.0	9.5	7.0	2.5	8.1
Performance Chemicals (*)	4.5	5.0	9.5	10.0	(0.5)	12.7
Health Care	24.7	11.3	36.0	27.0	9.0	44.6
Pharmaceuticals (*)	23.8	10.2	34.0	25.0	9.0	42.1
Diagnostics, Clinical Testing and API (*)	0.9	1.1	2.0	2.0	0.0	2.5
Chemicals	16.0	8.0	24.0	20.0	4.0	21.9
Petrochemicals (*)	10.1	3.9	14.0	12.0	2.0	8.7
Carbon (*)	5.9	4.1	10.0	8.0	2.0	13.2
Polymers	11.4	10.6	22.0	20.0	2.0	24.3
Polyolefins and Advanced Polymers (*)	1.8	1.2	3.0	1.0	2.0	11.2
MMA Monomers and Polymers (*)	9.6	9.4	19.0	19.0	0.0	13.1
Others	(0.2)	1.2	1.0	1.0	0.0	0.6
Corporate	(2.2)	(2.8)	(5.0)	(4.0)	(1.0)	(4.0)
Impact of the earthquake	(12.3)	(3.2)	(15.5)	(24.2)	8.7	
Operating income exclud. impact of the earthquake	72.1	39.4	111.5	105.2	6.3	

* Approximation for reference purpose only

Consolidated Net Sales by Business Segment

(1st Half of FY2011 Forecast)

Reference

Forecast

Naphtha price (¥/KL)		59,200	56,000	57,600	62,000		
						(Billions of Yen)	(Reference)
	1Q of FY2011 (Actual)	2Q of FY2011 (Revised Forecast)	1H of FY2011 (Revised Forecast)	1H of FY2011 (Previous Forecast)	Change	1H of FY2010 (Actual)	
Total	772.4	817.6	1,590.0	1,680.0	(90.0)	1,564.7	
Electronics Applications	36.5	38.5	75.0	80.0	(5.0)	80.6	
Designed Materials	168.8	186.2	355.0	350.0	5.0	326.8	
Functional Products (*)	117.3	127.7	245.0	240.0	5.0	220.6	
Performance Chemicals (*)	51.5	58.5	110.0	110.0	0.0	106.2	
Health Care	125.2	118.8	244.0	240.0	4.0	251.8	
Pharmaceuticals (*)	102.2	96.8	199.0	195.0	4.0	204.6	
Diagnostics, Clinical Testing and API (*)	23.0	22.0	45.0	45.0	0.0	47.2	
Chemicals	218.7	226.3	445.0	500.0	(55.0)	435.3	
Petrochemicals (*)	147.4	152.6	300.0	355.0	(55.0)	318.8	
Carbon (*)	71.3	73.7	145.0	145.0	0.0	116.5	
Polymers	178.1	187.9	366.0	405.0	(39.0)	362.7	
Polyolefins and Advanced Polymers (*)	103.9	107.1	211.0	250.0	(39.0)	230.5	
MMA Monomers and Polymers (*)	74.2	80.8	155.0	155.0	0.0	132.2	
Others	45.1	59.9	105.0	105.0	0.0	107.5	

* Approximation for reference purpose only

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, marketing conditions and the effects of industry competition.