October 31, 2013

Mitsubishi Chemical Holdings Corporation
Condensed Consolidated Financial Information
for the First Half of the Fiscal Year Ending March 31, 2014

1. Business Results for the First Half of the Fiscal Year Ending March 31, 2014 ("FY2013")
(Business period: April 1, 2013 to September 30, 2013)

	Millions of Yen		Thousands of U.S. Dollars
	The First Half of the Current Fiscal Year ("FY2013")	The First Half of the Previous Fiscal Year ("FY2012")	The First Half of the Current Fiscal Year ("FY2013")
	April 1, 2013 - September 30, 2013	April 1, 2012 - September 30, 2012	April 1, 2013 - September 30, 2013

(1) Results of Operations:

Net sales	**1,611,580**	1,529,788	16,444,694
Operating income	**51,387**	41,105	524,357
Income before income taxes and minority interests in consolidated subsidiaries	**71,125**	30,189	725,765
Net income	**27,320**	3,323	278,776
Comprehensive income	**92,401**	10,636	942,867

		(Yen)	(U.S. Dollars)
Net income per share -Basic	**18.54**	2.25	0.19
Net income per share -Diluted	**17.81**	2.16	0.18

(2) Segment Information:

[Net Sales by Segment]

Electronics Applications	**56,840**	60,489	580,000
Designed Materials	**365,970**	340,450	3,734,388
Health Care	**254,730**	250,792	2,599,286
Chemicals	**460,798**	443,622	4,702,020
Polymers	**380,199**	341,975	3,879,582
Others	**93,043**	92,460	949,418
Total	**1,611,580**	1,529,788	16,444,694

[Operating Income (loss) by Segment]

Electronics Applications	**(2,628)**	(1,337)	(26,816)
Designed Materials	**22,429**	10,480	228,867
Health Care	**35,134**	36,003	358,510
Chemicals	**161**	(5,375)	1,643
Polymers	**(1,046)**	2,890	(10,673)
Others	**438**	2,575	4,469
Elimination & corporate costs	**(3,101)**	(4,131)	(31,643)
Total	**51,387**	41,105	524,357

(3) Financial Position:

	Millions of Yen		Thousands of U.S. Dollars
	As of September 30, 2013	As of March 31, 2013	As of September 30, 2013
Total assets	**3,373,538**	3,307,758	34,423,857
Inventories	**570,813**	546,965	5,824,622
Property, plant and equipment	**1,093,973**	1,061,551	11,162,990
Short-term and long-term debts	**1,231,465**	1,198,799	12,565,969
Shareholders' equity*	**877,516**	815,503	8,954,245
Ratio of shareholders' equity to total assets (%)	**26.0**	24.6	

* Net assets excluding share subscription rights and minority interests

	Millions of Yen		Thousands of U.S. Dollars
	The First Half of FY2013	The First Half of FY2012	The First Half of FY2013
	April 1, 2013 - September 30, 2013	April 1, 2012 - September 30, 2012	April 1, 2013 - September 30, 2013
(4) Cash Flows:			
Net cash provided by operating activities	**89,757**	94,867	915,888
Net cash used in investing activities	**(64,182)**	(66,979)	(654,918)
Net cash used in financing activities	**(6,751)**	(51,001)	(68,888)
Cash and cash equivalents at end of the period	**183,592**	110,375	1,873,388

(5) Ratio of Net Income to: (%)

Shareholders' equity**	**3.2**	0.4
Total assets**	**0.8**	0.1
Net sales	**1.6**	0.2

** Based on the average of the beginning and ending balances of the respective periods.

Notes:

1 Effective as from FY2013, domestic consolidated subsidiaries using declining-balance method to depreciate their property, plant and equipment have changed the depreciation method to the straight-line method. This change increased "operating income" and " income before income taxes and minority interests in consolidated subsidiaries" by 5,874 million yen and 5,964 million yen, respectively, for the first half of FY2013.

2 The Company and its domestic consolidated subsidiaries maintain their accounting record in Japanese yen. The U.S. dollar amounts presented in this document are solely for convenience and have been translated, as a matter of arithmetical computation only, at the rate of 98 yen to US$1, the approximate exchange rate prevailing in the Tokyo foreign exchange market at the end of September 2013.

2. Forecast for the Current Fiscal Year

	Millions of Yen	Thousands of U.S. Dollars
	FY2013 - revised	FY2013 - revised
	April 1, 2013 - March 31, 2014	April 1, 2013 - March 31, 2014
Net sales	3,500,000	35,714,286
Operating income	133,000	1,357,143
Net income	46,000	469,388
	(Yen)	(U.S. dollar)
Net income per share -Basic	31.23	0.32

Notes:

The profit and loss forecast for FY2013 has been revised to the above from those announced on May 9, 2013.

3. Business Performance and Financial Position

(1) Business Performance

1) Consolidated Performance for the First Half of the Fiscal Year Ending March 31, 2014 (Fiscal 2013) : Six months ended September 30, 2013

Overview of General Performance

In the business environment surrounding the Mitsubishi Chemical Holdings Group during the first half of fiscal 2013, the Performance Products and Industrial Materials domains did not show a full-scale recovery of overseas demand in both Chinese and European markets against a background of delayed recovery and concern about the direction of those economies, but domestic demand saw trends toward gradual recovery as well as an improvement in the export environment, which was brought about by monetary-fiscal policies that resulted in depreciation of the high yen. The Health Care domain has been even more severe under the influence of the expanding generic drug market and other factors in Japan, despite favorable sales of license-out products overseas.

Under the circumstances, the consolidated financial results for the first half of fiscal 2013 were as follows. Net sales increased by ¥81.8 billion, or 5.3%, to ¥1,611.6 billion compared to the same period of the previous fiscal year. Owing to recovery in demand for items such as display-related products including touch panels and to reductions in costs, income results were as follows. Operating income increased by ¥10.3 billion, or 25.0%, to ¥51.4 billion compared to the same period of the previous fiscal year. Ordinary income increased by ¥16.3 billion, or 48.2%, to ¥50.2 billion compared to the same period of the previous fiscal year. Net income increased by ¥24.0 billion, or 772.1%, to ¥27.3 billion compared to the same period of the previous fiscal year, due to extraordinary gains associated with the *Remicade* attribution award in pharmaceuticals and others.

Overview of Business Segments

Note: In the following section, all comparisons are with the same period of the previous fiscal year unless stated otherwise.

Electronics Applications Segment, Performance Products Domain
(Recording media, Information and electronics-related materials, Imaging supplies)

Net sales in this segment decreased by ¥3.7 billion, or 6.1%, to ¥56.8 billion. Operating loss increased by ¥1.3 billion, to ¥2.6 billion.

In recording media, net sales decreased due to a decline in sales volumes in DVDs and flash memory devices, which were affected by slowdowns in European economies, and lower prices mainly in portable hard disk drives, among other factors. In information and electronics-related materials, net sales decreased due to the downward trend of sales pricing despite an increase in sales volumes in display materials and phosphors for LEDs and to the fact that precision cleaning and recycling of wafers for semiconductors, etc. remained at low levels. In imaging supplies, net sales increased due to the yen's depreciation, etc., although demand remained generally flat for OPC drums, toners, and chemical toners.

A major initiative in the Electronics Applications segment during the first half of fiscal 2013 included:

- Mitsubishi Chemical Corporation and Pioneer Corporation established a joint venture company, MC Pioneer OLED Lighting Corporation, to market OLED lighting panels. By integrating both companies' OLED lighting panel sales and marketing functions into the new joint venture company, they plan to speed up application and market development for OLED lighting panels. (June)
- Mitsubishi Chemical Corporation and Pioneer Corporation announced the first shipment of samples for organic electro-luminescence lighting modules (white monochromatic type) employing the same coating process for both the emitting layer and the underlying layer, significantly reducing production costs. (September)

Designed Materials Segment, Performance Products Domain

(Food ingredients, Battery materials, Fine chemicals, Polymer processing products, Composite materials, Inorganic chemicals, Fibers)

Net sales in this segment increased by ¥25.5 billion, or 7.5%, to ¥366.0 billion. Operating income increased by ¥11.9 billion, or 113.3%, to ¥22.4 billion.

In food ingredients, business continued favorably. In battery materials, net sales remained unchanged due to an increasing trend in sales volumes for automobiles, despite a decrease in sales prices in general. In fine chemicals, net sales increased due to continued strong sales in coating materials for automobiles, etc., although demand remained at almost the same level. In polymer processing products, net sales increased, as sluggish overseas demand for general-use polyester films and engineering plastics-related products, as well as a piping business* transfer completed in December 2012 were offset by an increase in sales volumes of films for flat panel displays and favorable sales of films for touch panel displays. In composite materials, net sales of alumina fibers continued favorably, and net sales of carbon fibers also increased due to an increase in sales volumes brought about by a trend toward recovery in demand, mainly for sports and leisure, and the yen's depreciation. In inorganic chemicals, net sales increased due to a sales price adjustment in response to an increase in raw material prices, in addition to a trend toward recovery in demand. In fibers, net sales significantly increased due to continued favorable sales generally and the yen's depreciation.

*excluding business in piping made of PE-X materials

Major initiatives in the Designed Materials segment during the first half of fiscal 2013 included:

- Mitsubishi Rayon Co., Ltd. announced that the company transferred part of stocks of its subsidiary, Toyama Filter Tow Co. Ltd., which produces acetate tow for cigarette filters, to Daicel Corporation, thus establishing a joint venture company. Through this joint venture company, an internationally competitive production system for acetate tow for cigarette filters can be set up. (May)
- Mitsubishi Plastics, Inc. announced the purchase of 50% of the issued and outstanding stock in Aquamit B.V., the holding company of Quadrant AG. This action makes Quadrant AG a wholly owned subsidiary of Mitsubishi Plastics. (May)
- Mitsubishi Rayon Co., Ltd. announced the founding of a joint research and development center with Yangtze Delta Region Institute of Tsinghua University, Zhejiang, PRC, to establish technologies for industrial waste water treatment using membrane bio reactors, and to develop optimal filtering materials and other products for household water purifiers. (June)
- Mitsubishi Chemical Corporation and Samyang Corporation reached an agreement to establish a joint venture to manufacture ion exchange resins in Korea, a move that will strengthen their ion exchange resin business in Asian markets. (July)

Health Care Segment, Health Care Domain

(Pharmaceuticals, Diagnostic reagents and instruments, Clinical testing, Pharmaceutical formulation materials)

Net sales in this segment increased by ¥3.9 billion, or 1.6%, to ¥254.7 billion. Operating income decreased by ¥0.9 billion, or 2.5%, to ¥35.1 billion, primarily due to an increase in purchasing cost for imports brought by the depreciation of the yen.

In the pharmaceutical business, net sales remained the same due to a decrease in sales volumes of long-listed pharmaceuticals caused by the expanding impact of generic drugs, dissolution of partnerships in some businesses, and others, despite the contribution of new products such as expanded sales of *Remicade*, an anti-TNFα monoclonal antibody and *Simponi*, anti-rheumatoid arthritis, and royalty revenues of a treatment for multiple sclerosis. In diagnostic reagents and instruments and clinical testing, net sales remained unchanged. From the first half of fiscal 2013, net sales of pharmaceutical formulation materials in Qualicaps Co., Ltd. which became a consolidated subsidiary of Mitsubishi Chemical Holdings as of March 2013 was newly included.

Major initiatives in the Health Care segment during the first half of fiscal 2013 included:

- Mitsubishi Chemical Holdings Corporation established Healthy Life Compass Corporation and announced that the new company now offers health status self-check services called *Jibun Karada Club* at drugstores. (April)

- Mitsubishi Tanabe Pharma Corporation obtained approval for partial changes relating to an additional indication of atrial fibrillation (tachycardiac) for selective β1 blocker, *MAINTATE* Tablets. (June)
- Mitsubishi Chemical Medience Corporation announced collaboration with Laboratory Corporation of America Holdings for the purpose of creating a stronger base for global joint clinical trials in support of global development of new pharmaceuticals. (June)
- Mitsubishi Tanabe Pharma Corporation announced that VIVUS obtained marketing authorization from the European Commission for TA-1790, a phosphodiesterase type 5 inhibitor that Mitsubishi Tanabe Pharma developed as a treatment of erectile dysfunction. (June)
- Mitsubishi Tanabe Pharma Corporation announced its decision to consolidate the current five existing production sites of its consolidated subsidiary Mitsubishi Tanabe Pharma Factory Ltd. (MTPF) into two sites as part of Mitsubishi Tanabe Pharma's efforts to accelerate operational and structural reforms. At the same time, Mitsubishi Tanabe Pharma reached a basic agreement with CMIC HOLDINGS Co., Ltd. on the transfer of the MTPF production site in Ashikaga. (August)
- Mitsubishi Tanabe Pharma Corporation announced that its consolidated subsidiaries Tianjin Tanabe Seiyaku Co., Ltd. and P.T. Tanabe Indonesia will both build their own new production facilities. The planned facilities are aimed at expanding production capability and meeting new good manufacturing practice (GMP) standards. (August and September)
- Mitsubishi Tanabe Pharma Corporation announced that the company received an arbitration decision from the International Chamber of Commerce in a dispute with Janssen Biotech, Inc. The dispute involved the supply price revision for *Remicade* 100mg IV Solution, an anti-TNFαmonoclonal antibody sold by the company in Japan. Mitsubishi Tanabe Pharma was reimbursed approximately $117 million for overpayments from April 2008 to March 2013. (August)
- Mitsubishi Tanabe Pharma Corporation announced the acquisition of a 60% shares in Medicago Inc., a Canadian biological pharmaceutical company with special strengths in R&D for new vaccines using virus like particle (VLP) technology. The move will strengthen the Mitsubishi Tanabe Pharma pipeline in the vaccine area and build a global management foundation. After the acquisition, Medicago will operate as a joint venture owned by Mitsubishi Tanabe Pharma and Philip Morris Investments B.V. (September)
- Mitsubishi Tanabe Pharma Corporation and its subsidiary Bipha Corporation received administrative actions issued by the Minister of Health, Labour and Welfare. These administrative actions were issued in regard to a violation of the Pharmaceutical Affairs Law of Japan related to *Medway* Injection 5% and *Medway* Injection 25%, which are recombinant human serum albumin products. (September)

Chemicals Segment, Industrial Materials Domain

(Basic petrochemicals, Chemical derivatives, Synthetic fiber materials, Carbon products)

Net sales in this segment increased by ¥17.2 billion, or 3.9%, to ¥460.8 billion. Operating income increased by ¥5.6 billion, to ¥0.2 billion mainly due to an improvement in price variance between raw material and product in petrochemical-related products and a decrease in fixed costs.

The production volume of ethylene, a basic raw material of petrochemicals, was 518 thousand tons, or 5.1% decrease due to a scale-up of regular maintenance of production facilities. In basic petrochemicals and chemical derivatives, net sales increased drastically mainly due to a sales price adjustment in response to an increase in price of raw materials and fuels, despite that demand stayed almost the same. In synthetic fiber materials, net sales for terephthalic acid increased considerably due to an increase in sale volumes in India and the yen's depreciation, although the sluggish market condition against the backdrop of imbalance between supply and demand brought by an increase in supply capacity. In carbon products, net sales of blast furnace coke decreased significantly due to lower sales prices responding to a decline in coking coal price, despite continued favorable sales.

Major initiatives in the Chemicals segment during the first half of fiscal 2013 included:

- MCC and Asahi Kasei Chemicals announced advancement of an investigation regarding establishment of the optimum production configuration that will increase efficiency through unification on a single naphtha cracker for the two parties in Mizushima, thus strengthening competitiveness and enhancing earnings capacity. (August)

Polymers Segment, Industrial Materials Domain

(Synthetic resins)

Net sales in this segment increased by ¥38.3 billion, or 11.2%, to ¥380.2 billion. Operating income decreased by ¥3.9 billion, and the segment posted operating loss of ¥1.0 billion due to a shrinking price variance between raw materials and products in methyl methacrylate (MMA) monomers and polyolefin, despite that the performance polymers business mainly for automobiles remained strong.

In synthetic resins, net sales increased due to that MMA monomers, polyolefin, and phenol-polycarbonate chain were able to forge ahead with a sales price adjustment as a result of raw material and fuel price increases and with the yen's depreciation, despite that MMA monomers showed a decrease in sales volumes amidst an overall decline in demand.

Major initiatives in the Polymers segment during the first half of fiscal 2013 included:

- Mitsubishi Chemical Corporation announced acquisition of compounding business from Comtrex LLC to strengthen its performance polymers business base for the automotive industry in North America. (April)
- Mitsubishi Chemical Corporation, Japan Polychem Corporation, and JNC Corporation announced that they transferred their polypropylene compound-related businesses to Japan Polypropylene

Corporation in order to achieve integral management of polypropylene compound-related business in Japan and overseas as well as develop the business further in global markets. (April)

Others

(Engineering, Logistics, and Warehousing)

Net sales in this segment increased by ¥0.6 billion, or 0.6%, to ¥93.1 billion. Operating income decreased by ¥2.1 billion, or 84.0%, to ¥0.4 billion.

In engineering and logistics, despite a significant decrease in external sales, net sales remained unchanged primarily due to the yen's depreciation in businesses other than the above.

Group in general

A major initiative in the Group in general other than the above-mentioned segments during the first half of fiscal 2013 included:

- Mitsubishi Chemical Holdings Corporation and its affiliate Taiyo Nippon Sanso Corporation announced the execution of a capital and business tie-up to generate synergies through business alliance and mutual use of sales channels in the industrial gas-related business, The Mitsubishi Chemical Holdings Group plans to increase its investment ratio to as high as 27%. (September)

4. Consolidated Financial Position

At the end of the first half of fiscal 2013, total assets amounted to ¥3,373.5 billion, an increase of ¥65.7 billion compared to the end of fiscal 2012, primarily due to an increase in an equivalent amount in the yen in assets of overseas subsidiaries in accordance with a correction of the yen's appreciation.

5. Consolidated Financial Results Forecasts for Fiscal 2013

Mitsubishi Chemical Holdings made a downward revision of its forecasts for both net sales and income, which were announced on May 9, 2013, because of the following factors anticipated: weaker markets and demand for MMA and other petrochemical-related products for the full year compared to the previously announced forecast; and in the pharmaceutical business, a changing lineup of products, increased purchasing cost for imports due to the weaker yen, and rising SG&A expenses.

Revision to consolidated financial results forecasts for fiscal 2013

(Unit: Millions of yen, unless otherwise noted.)

	Net sales	Operating income	Ordinary income	Net income	Net income per share
Previous forecasts (A) (released on May 9, 2013)	3,570,000	158,000	143,000	51,000	34.61 yen
Revised forecasts (B)	3,500,000	133,000	125,000	46,000	31.23 yen
Increase (Decrease) (B)-(A)	(70,000)	(25,000)	(18,000)	(5,000)	
Increase (Decrease) In percentage	(2.0)	(15.8)	(12.6)	(9.8)	
Reference: Results for the same period of fiscal 2012	3,088,577	90,241	87,054	18,596	12.61 yen

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 effect of industry competition. The company expectations for the forward-looking statements are described in page [2] and [8] through [9] hereof.