

November 28, 2000

Consolidated Financial Results for the six months ended September 30, 2000
Mitsubishi Materials Corporation
Tokyo, Japan

Code : 5711
Shares listed : Tokyo, Osaka and 4 other Japanese stock exchanges
For further information please contact : Mr. Koji Shigemura, Manager, Investor Relations Department, Tel: 03-5252-5206

Date of board of directors' meeting for approval of accounts: November 28, 2000

1. Results of the six months ended September 30, 2000**(1) Results of operations :**

	Net Sales		Operating Income		Ordinary Income		Net Income	
	Change	%	Change	%	Change	%	Change	%
Six months ended Sep.30,2000	¥ 549,216	17.8	¥ 29,027	207.9	¥ 16,788	-	(¥ 2,236)	-
Six months ended Sep.30,1999	¥ 466,065	(9.7)	¥ 9,426	26.7	(¥ 3,177)	-	(¥ 8,079)	-
Year ended Mar.31,2000	¥ 986,883	0.3	¥ 27,229	161.7	¥ 3,785	-	(¥ 12,074)	-

	Net income per share	Diluted net income per share
Six months ended Sep.30,2000	Yen (¥ 2.00)	¥ -
Six months ended Sep.30,1999	(¥ 7.23)	-
Year ended Mar.31,2000	(¥ 10.81)	-

Note 1. Profit/(loss) on investment by the equity method of accounting
Six months ended Sep.30,2000 : 6million yen Year ended Mar.31,2000 : 1,735million yen
Six months ended Sep.30,1999 : (218)million yen

2. Unrealized profit/(loss) on derivative transactions (10,368)million yen

3. Changes in the accounting method No change was made in the accounting method during the fiscal period under review.

4. Changes shown in net sales, operating income, ordinary income and net income are calculated against those figures in the previous period.

(2) Financial position :

	Millions of yen			
	Total assets	Shareholders' equity	Ratio of shareholders' equity to total assets	Shareholders' equity per share
Six months ended Sep.30,2000	¥ 1,631,557	¥ 224,863	13.8 %	¥ 201.26 Yen
Six months ended Sep.30,1999	¥ 1,587,217	¥ 232,677	14.6	¥ 208.25
Year ended Mar.31,2000	¥ 1,671,000	¥ 231,558	13.9	¥ 207.25

(3) Cash flows :

	Millions of yen			
	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalent at end of year
Six months ended Sep.30,2000	¥ 45,297	(¥ 14,129)	(¥ 62,745)	¥ 42,124
Six months ended Sep.30,1999	-	-	-	-
Year ended Mar.31,2000	¥ 45,296	(¥ 12,679)	(¥ 15,898)	¥ 74,171

(4) Scope of consolidation and adoption of the equity method of accounting :

Number of consolidated subsidiaries : 118
Number of non-consolidated subsidiaries to which the equity method accounting is applied : -
Number of affiliates to which the equity method accounting is applied : 21

(5) Changes in scope of consolidation and adoption of the equity method of accounting

Number of consolidated companies ; New : 3 Excluded : 1
Number of companies to which the equity method is applied ; New : 0 Excluded : 0

2. Forecast (from April 1, 2000 to March 31, 2001)

	Millions of yen		
	Net Sales	Ordinary Income	Net Income
Year ending Mar.31,2001	¥ 1,120,000	¥ 33,000	¥ 10,000

Anticipated net income per share for the year ending March 31, 2001: ¥ 8.95

An Overview of Company Results (Consolidated)

1. Results for the six months period ended September 30, 2000

Net sales increased JPY83.1 billion to JPY549.2 billion. This increase is attributable to favorable demand from Information-Technology related, semiconductor, automobile and home appliances industries. In addition, sales of cement remained steady backed up by demand from public spending. Operating income increased JPY19.6 billion to JPY29.0 billion. Ordinary income also increased JPY19.9 billion to a profit of JPY16.7 billion.

However, the company has posted net losses of JPY2.2 billion, as a result of incurring JPY36.4 billion of extraordinary losses which comprises mainly of JPY19.7 billion resulting from writing off differences incurred upon change of accounting standards for past service liabilities and JPY7.3 billion for withdrawal from production and sale of hard disc substrates at a subsidiary. Such losses could not be covered by JPY21.2 billion of extraordinary profit including setting up of a trust for past service liabilities and disposition of assets including investments in securities and land.

Operation Review

Nonferrous Metals

Sales JPY118.4 billion, increased JPY15.5 billion

Operating income (JPY0.4 billion), improved JPY0.4 billion

Sales volume of copper increased due to strong demand for rolled products for semiconductor related use. On the other hand, sales volume of gold, of which price remained low, declined on account of weak demand from individuals, banks and securities companies

At consolidated subsidiaries, PT.Smelting (PTS), Indonesian copper smelter, which started commercial production in May 1999, made its half year earnings from January to June, 2000 jump up compared to the corresponding period in the previous year, where it was consolidated only for two months of May and June. However, its profit declined due to repair works of furnaces which was not planned and increased costs.

The appreciation of yen, decrease in Treatment Charges and Refining Charges due to unfavorable terms and conditions of purchase contracts and reduced profit at PTS adversely affected operating income.

Cement

Sales JPY89.9 billion, decreased JPY11.5 billion

Operating income JPY5.8 billion, increased JPY1.8 billion

Domestic sales volume of cement exceeded that of previous year, due to strong demand from private sector such as construction of condominiums, in addition to steady demand from public spending, although its price remained low.

On the other hand, export volume increased due mainly to strong demand from China.

At consolidated subsidiaries, sales increased considerably due mainly to the steady US operations and brisk domestic sale of sand and gravel.

Consequently operating profit increased through increase in sales volume and in treatment of industrial wastes that offset decline of price of products, including cement and construction materials.

Fabricated Metal Products

Sales JPY197.3 billion, increased JPY32.9 billion

Operating income JPY12.8 billion, increased JPY3.9 billion

Sales went up due to strong demand from IT and electronic parts related industries, in addition to recovery in automobile and electronics industries. Addition of MMC Kobelco Tool and Sambo Copper Alloy, both newly consolidated since end last fiscal year, also contributed to increased sales.

Operating income increased absorbing appreciation of yen and lowered sales price by increase of sales and addition of subsidiaries.

Silicon and Advanced Materials

Sales JPY83.0 billion, decreased JPY18.9 billion

Operating income JPY7.7 billion, increased JPY10.4 billion

Demand for silicon wafers sharply picked up in the later half of last year due to strong demand from mobile phones, and demand for mobile phones and semiconductor related products was also brisk.

Operating income increased due mainly to recovery in domestic silicon wafer and domestic monocrystalline silicon operations.

Others

Sales JPY107.3 billion, decreased JPY33.2 billion

Operating income JPY6.0 billion, decreased JPY4.2 billion

2. Forecast for fiscal 2001

For the fiscal 2001, the management's forecasts are as follows ;

Sales :JPY1,120 billion,

Ordinary income : JPY33.0 billion, and

Net income : JPY10.0 billion.

**CONSOLIDATED BALANCE SHEET (1 / 2)
AS OF SEPTEMBER 30 2000**

(Millions of yen)

	30/9/2000	31/3/2000	Difference	30/9/1999
ASSETS				
CURRENT ASSETS				
Cash & Cash equivalent	¥ 42,475	¥ 77,210	(¥ 34,735)	¥ 54,595
Note received & Accounts receivable - Trade	252,676	229,326	23,349	222,054
Marketable securities	1,305	91,441	(90,135)	101,554
Inventories	173,681	173,635	45	170,612
Future income tax benefit	7,454	7,345	108	7,984
Other current assets	77,385	77,404	(18)	54,640
Allowance for doubtful accounts	(3,997)	(4,382)	384	(4,735)
TOTAL CURRENT ASSETS	550,980	651,981	(101,000)	606,705
NON-CURRENT ASSETS				
PROPERTY, PLANT & EQUIPMENT				
Buildings & Structures	266,514	275,592	(9,078)	281,037
Machinery & Equipment	295,615	302,312	(6,696)	291,848
Land	186,502	189,635	(3,133)	150,503
Construction in progress	27,308	23,071	4,237	53,867
Other tangible assets	16,132	16,347	(214)	15,305
TOTAL TANGIBLE ASSETS	792,073	806,959	(14,886)	792,562
INTANGIBLE ASSETS				
Consolidated control	-	-	-	305
Other intangible assets	13,251	13,231	20	13,199
TOTAL INTANGIBLE ASSETS	13,251	13,231	20	13,505
INVESTMENT & LONG-TERM RECEIVABLES				
Investments securities	196,269	98,471	97,797	99,005
Long-term loans receivable	41,001	40,372	629	45,676
Advance payments	2,126	1,746	380	3,116
Future income tax benefit	11,904	15,158	(3,253)	-
Investment other	41,115	44,163	(3,047)	34,976
Allowance for doubtful accounts	(17,167)	(17,269)	102	(24,031)
TOTAL INVESTMENT & LONG-TERM RECEIVABLES	275,251	182,642	92,609	158,743
TOTAL NON-CURRENT ASSETS	1,080,576	1,002,833	77,743	964,810
FOREIGN STATEMENTS TRANSLATION ADJUSTMENTS				
	-	16,185	(16,185)	15,701
TOTAL ASSETS	¥1,631,557	¥1,671,000	(¥39,442)	¥1,587,217

CONSOLIDATED BALANCE SHEET(2 / 2)
AS OF SEPTEMBER 30 2000

(Millions of yen)

	31/3/2000	31/3/2000	Difference	30/9/1999
LIABILITIES				
CURRENT LIABILITIES				
Notes payable & Accounts payable - Trade	¥ 149,591	¥ 133,357	¥ 16,234	¥ 122,718
Short-term bank loans	463,327	500,487	(37,160)	427,113
Bonds payable	29,929	29,929	-	27,000
Commercial paper	-	-	-	15,000
Income taxes payable	5,584	4,756	827	3,330
Provision for deferred income tax	1,411	800	610	-
Reserve for bonus	12,252	11,656	596	12,516
Other current liabilities	141,079	119,153	21,926	102,597
TOTAL CURRENT LIABILITIES	803,175	800,140	3,034	710,277
NON-CURRENT LIABILITIES				
Bonds payable	179,799	179,799	-	209,728
Long-term loans payable	289,562	313,165	(23,603)	332,137
Reserve for retirement of employees	30,724	26,395	4,329	23,108
Reserve for loss on consolidated subsidiaries	4,512	3,216	1,296	7,218
Reserve for loss from foreign exchange fluctuation	-	12,200	(12,200)	-
Other provisions	4,301	4,982	(680)	4,155
Provision for deferred income tax	16,531	15,369	1,162	1,967
Provision for deferred income tax in relation to revaluation	6,925	6,925	-	-
Consolidated control	3,980	3,786	194	-
Derivative transactions	12,366	-	12,366	-
Other non-current liabilities	22,323	37,256	(14,932)	34,480
TOTAL NON-CURRENT LIABILITIES	571,028	603,095	(32,067)	612,795
TOTAL LIABILITIES	1,374,204	1,403,236	(29,032)	1,323,072
MINOR SHARE	32,489	36,204	(3,714)	31,467
SHAREHOLDERS' EQUITY				
Paid-in capital	99,396	99,396	-	99,396
Capital reserve	68,573	68,573	-	68,573
Reserve for revaluation	8,547	8,592	(44)	-
Consolidation surplus	51,025	55,000	(3,975)	64,709
Unrealized gains of securities	9,114	-	9,114	-
Consolidated control	(11,789)	-	(11,789)	-
Self-stocks	(4)	(3)	(1)	(1)
TOTAL SHAREHOLDERS' EQUITY	224,863	231,558	(6,695)	232,677
TOTAL LIABILITIES & SHAREHOLDERS' EQUITY	¥1,631,557	¥1,671,000	(¥39,442)	¥1,587,217

**CONSOLIDATED PROFIT & LOSS STATEMENTS
FOR SIX MONTHS ENDED SEPTEMBER 30 2000**

(Millions of yen)

	6 months to 30/9/2000	6 months to 30/9/1999	Difference	12 months to 31/3/2000
Net Sales	¥ 549,216	¥ 466,065	¥ 83,151	¥ 986,883
Cost of Goods Sold	450,936	390,469	60,466	825,096
Selling, General & Administrative Expenses	69,252	66,169	3,083	134,557
Operating income	29,027	9,426	19,601	27,229
Non-operating income				
Interest income	796	821	(24)	1,566
Dividend income	1,204	1,328	(124)	2,543
Profit on sale of marketable securities	376	1,644	(1,268)	4,788
Profit on investment	6	-	6	1,735
Other non-operating income	2,766	1,305	1,461	5,048
Non-operating expenses				
Interest expenses	13,562	11,723	1,839	24,332
Loss on investment	-	218	(218)	-
Other non-operating expenses	3,827	5,762	(1,935)	14,793
Ordinary income	16,788	(3,177)	19,966	3,785
Extraordinary profit				
Profit on establishing a trust for Pension fund	11,124	-	11,124	-
Profit on sales of fixed assets	5,819	4,877	941	27,433
Profit on sales of investment stocks	3,812	0	3,812	4,768
Other special profit	539	1,075	(535)	4,322
Extraordinary loss				
Contribution to Pension fund	19,703	-	19,703	-
Loss on disposal of business	9,712	-	9,712	4,902
Provision for loss on investments	2,297	2,498	(200)	2,070
Loss on disposal of fixed assets	1,332	999	333	9,363
Unrealized loss on evaluation of investment stocks	1,279	218	1,061	999
Allowance for bad debt	6	650	(644)	758
Contribution to PSL of pension fund	-	3,196	(3,196)	7,113
Provision for foreign exchange loss	-	-	-	12,200
Foreign exchange loss	-	-	-	8,903
Loss on restructuring of affiliates	-	-	-	536
Other special loss	2,079	967	1,111	9,314
Net income before tax	1,673	(5,755)	7,429	(15,852)
Corporate income taxes & business tax	5,862	3,132	2,729	6,003
Income taxes adjustments	254	2,060	(1,806)	(4,190)
Minority interest adjustment	2,207	2,869	(662)	5,590
Net income for the current year	(¥ 2,236)	(¥ 8,079)	¥ 5,843	(¥ 12,074)

**CONSOLIDATED RETAINED EARNINGS
FOR SIX MONTHS ENDED SEPTEMBER 30 2000**

(Millions of yen)

	6 months to 30/9/2000	6 months to 30/9/1999	Difference	12 months to 31/3/2000
Balance at the beginning of year	¥55,000	¥75,388	(¥20,387)	¥75,388
Increase due to merger of unconsolidated subsidiaries	-	8	(8)	8
Increase resulting from reversal of provision for revaluation of land	20	-	20	-
Other increase	50	-	50	-
Increase total	71	8	63	8
Cash dividends paid	1,675	-	1,675	-
Bonus to directors and statutory auditors	132	163	(31)	164
Decrease resulting from decrease of affiliated companies on equity method	-	37	(37)	37
Decrease due to correction of land resulting from revaluation	-	-	-	3,068
Decrease due to adjustments for tax-effect accounting	-	2,407	(2,407)	5,051
Other decrease	1	-	1	-
Decrease total	1,810	2,607	(796)	8,321
Net income for current year	(2,236)	(8,079)	5,843	(12,074)
Balance at the end of year	¥51,025	¥64,709	(¥13,684)	¥55,000

CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR SIX MONTHS ENDED SEPTEMBER 30 2000

	Millions of yen	
	6 months to 30/9/2000	12 months to 31/3/2000
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (loss) income	¥ 1,673	(¥ 15,852)
Adjustment to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	37,511	73,394
Provisions	5,081	10,012
Gain on sale of property, plant and equipment	(4,486)	(18,070)
Gain on sale of marketable securities and investments in securities	(2,909)	(3,982)
Equity earnings of unconsolidated subsidiaries and affiliates	(6)	(1,735)
(Increase)Decrease in accounts receivables	(24,584)	13,656
(Increase)Decrease in inventories	191	(4,014)
(Increase)Decrease in other current assets	11,098	(7,202)
Increase(Decrease) in accounts payable	19,349	(999)
Increase(Decrease) in income tax payable	(4,941)	(4,631)
Others	7,318	4,720
Net cash provided by operating activities	45,297	45,296
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of marketable securities and investments in securities	(2,744)	(5,907)
Proceeds from sales of marketable securities and investments in securities	8,303	16,390
Purchase of newly-consolidated subsidiaries	-	(8,522)
Proceeds from sales of property, plant and equipment	3,717	41,266
Purchase of property, plant and equipment	(25,748)	(51,095)
Others	2,342	(4,810)
Net cash provided by investing activities	(14,129)	(12,679)
CASH FLOWS FROM FINANCING ACTIVITIES		
Increase in short-term bank loans	(50,250)	9,551
Proceeds from long-term debt	17,206	61,352
Repayments of long-term debt	(27,814)	(45,869)
Redemption of commercial paper	-	(13,000)
Redemption of bonds	-	(27,000)
Dividend paid	(1,675)	0
Others	(210)	(933)
Net cash provided by financing activities	(62,745)	(15,898)
Adjustment	67	(1,047)
Net Increase in cash	(31,510)	15,670
Cash at beginning of year	74,171	57,768
Increase(Decrease) due to the change of scope of consolidation	(537)	733
Cash at end of year	42,124	74,171

Segment Information

(a) Business segment information

Millions of yen

Six months ended September 30, 2000	Nonferrous metals	Cement	Fabricated metal products	Silicon and advanced materials	Others	Total	Elimination and corporate assets or expenses	Consolidated
Sales :								
Unaffiliated customers	¥ 101,188	¥ 89,407	¥ 186,578	¥ 80,337	¥ 91,704	¥ 549,216		¥ 549,216
Intersegment	17,261	570	10,802	2,709	15,662	47,005	(47,005)	-
Total	118,450	89,977	197,380	83,046	107,366	596,221	(47,005)	549,216
Operating expenses	118,846	84,158	184,575	75,306	101,349	564,236	(44,046)	520,189
Operating profit	(¥ 395)	¥ 5,818	¥ 12,805	¥ 7,740	¥ 6,017	¥ 31,985	(¥ 2,958)	¥ 29,027
Identifiable assets	¥ 250,044	¥ 257,240	¥ 465,415	¥ 263,711	¥ 266,483	¥ 1,502,893	¥ 128,664	¥ 1,631,557
Depreciation	¥ 4,968	¥ 5,377	¥ 10,868	¥ 11,757	¥ 3,827	¥ 36,800	¥ 710	¥ 37,511
Capital expenditures	¥ 5,923	¥ 4,134	¥ 7,738	¥ 8,375	¥ 1,541	¥ 27,712	¥ 845	¥ 28,557

Six months ended September 30, 1999	Nonferrous metals	Cement	Fabricated metal products	Silicon and advanced materials	Others	Total	Elimination and corporate assets or expenses	Consolidated
Sales :								
Unaffiliated customers	¥ 100,438	¥ 78,149	¥ 155,467	¥ 62,683	¥ 69,326	¥ 466,065		¥ 466,065
Intersegment	2,461	342	8,934	1,387	4,835	17,960	(17,960)	-
Total	102,899	78,492	164,401	64,071	74,161	484,025	(17,960)	466,065
Operating expenses	103,684	74,485	155,469	66,751	72,401	472,794	(16,155)	456,638
Operating profit	(¥ 785)	¥ 4,007	¥ 8,931	(¥ 2,680)	¥ 1,759	¥ 11,231	(¥ 1,805)	¥ 9,426
Identifiable assets	¥ 222,235	¥ 257,572	¥ 399,039	¥ 259,628	¥ 263,057	¥ 1,401,533	¥ 185,683	¥ 1,587,217
Depreciation	¥ 3,993	¥ 5,660	¥ 10,918	¥ 10,349	¥ 3,757	¥ 34,679	¥ 1,534	¥ 36,214
Capital expenditures	¥ 4,149	¥ 3,088	¥ 7,909	¥ 8,659	¥ 2,111	¥ 25,918	¥ 572	¥ 26,490

Year ended March 31, 2000	Nonferrous metals	Cement	Fabricated metal products	Silicon and advanced materials	Others	Total	Elimination and corporate assets or expenses	Consolidated
Sales :								
Unaffiliated customers	¥ 203,792	¥ 171,050	¥ 301,245	¥ 132,774	¥ 178,021	¥ 986,883		¥ 986,883
Intersegment	20,247	629	22,207	3,235	32,226	78,545	(78,545)	-
Total	224,039	171,679	323,452	136,009	210,248	1,065,429	(78,545)	986,883
Operating expenses	224,136	160,262	308,605	137,420	203,543	1,033,968	(74,313)	959,654
Operating profit	(¥ 97)	¥ 11,417	¥ 14,847	(¥ 1,411)	¥ 6,704	¥ 31,460	(¥ 4,231)	¥ 27,229
Identifiable assets	¥ 245,279	¥ 265,480	¥ 467,177	¥ 266,015	¥ 283,042	¥ 1,526,994	¥ 144,006	¥ 1,671,000
Depreciation	¥ 8,417	¥ 11,628	¥ 21,596	¥ 22,382	¥ 7,538	¥ 71,564	¥ 1,830	¥ 73,394
Capital expenditures	¥ 6,289	¥ 6,690	¥ 16,451	¥ 17,490	¥ 6,024	¥ 52,946	¥ 1,036	¥ 53,983

NOTES

1. Business segment has been classified in terms of sales, main products of each business segment are as follows:

- | | |
|------------------------------------|---|
| (1) Nonferrous metals : | Gold, Silver, Copper, Zinc and Tin products |
| (2) Cement : | Cement, Cement-related products, Ready-mixed concrete and Building materials |
| (3) Fabricated metal products : | Powder metallurgy products, Special alloy products, Industrial machinery, Aluminum cans and Copper related products |
| (4) Silicon and advanced materials | Advanced products and Silicon wafers |
| (5) Others : | Energy and environmental-related products and Real estate |

2. An amount of unallocated operating expenses, such as basic research & fundamental development costs and managerial costs of the parent company, included in Elimination and corporate assets or expenses, were as follows:

September 30, 2000	Six months ended	¥ 2,708 million
September 30, 1999	Six months ended	¥ 2,307 million
March 31, 2000	Year ended	¥ 3,312 million

3. An amount of corporate assets included in Elimination and corporate assets, consisting of basic research & fundamental development costs, monies in the parent company (cash and marketable securities) and those related to managerial division, were as follows:

September 30, 2000	Six months ended	¥ 160,457 million
September 30, 1999	Six months ended	¥ 203,616 million
March 31, 2000	Year ended	¥ 158,852 million

(b) Segment information by geographic area

Millions of yen

Six months ended September 30, 2000	Japan	U.S.A.	Europe	Asia	Other	Total	Elimination and corporate assets or expenses	Consolidated
Sales :								
Unaffiliated customers	¥ 485,814	¥ 39,535	¥ 3,061	¥ 20,025	¥ 778	¥ 549,216		¥ 549,216
Intersegment	12,866	909	7	8,746	-	22,529	(22,529)	-
Total	498,681	40,445	3,069	28,771	778	571,745	(22,529)	549,216
Operating expenses	465,987	39,973	2,704	30,522	663	539,851	(19,662)	520,189
Operating profit	¥ 32,693	¥ 471	¥ 365	(¥ 1,750)	¥ 114	¥ 31,894	(¥ 2,867)	¥ 29,027
Identifiable assets	¥ 1,378,408	¥ 144,356	¥ 3,902	¥ 97,604	¥ 2,274	¥ 1,626,546	¥ 5,010	¥ 1,631,557

Six months ended September 30, 1999	Japan	U.S.A.	Europe	Asia	Other	Total	Elimination and corporate assets or expenses	Consolidated
Sales :								
Unaffiliated customers	¥ 423,562	¥ 32,792	¥ 2,640	¥ 6,137	¥ 933	¥ 466,065		¥ 466,065
Intersegment	9,564	700	41	8,156	-	18,462	(18,462)	-
Total	433,126	33,492	2,681	14,293	933	484,527	(18,462)	466,065
Operating expenses	417,912	35,696	2,496	16,192	744	473,041	(16,402)	456,638
Operating profit	¥ 15,214	(¥ 2,203)	¥ 185	(¥ 1,898)	¥ 189	¥ 11,486	(¥ 2,059)	¥ 9,426
Identifiable assets	¥ 1,134,095	¥ 148,370	¥ 3,368	¥ 95,986	¥ 2,705	¥ 1,384,527	¥ 202,690	¥ 1,587,217

Year ended March 31, 2000	Japan	U.S.A.	Europe	Asia	Other	Total	Elimination and corporate assets or expenses	Consolidated
Sales :								
Unaffiliated customers	¥ 880,615	¥ 67,895	¥ 4,823	¥ 31,949	¥ 1,599	¥ 986,883		¥ 986,883
Intersegment	19,620	972	46	19,092	1	39,732	(39,732)	-
Total	900,236	68,867	4,869	51,042	1,600	1,026,616	(39,732)	986,883
Operating expenses	862,975	74,665	4,848	51,981	1,376	995,847	(36,192)	959,654
Operating profit	¥ 37,260	(¥ 5,797)	¥ 20	(¥ 938)	¥ 224	¥ 30,769	(¥ 3,540)	¥ 27,229
Identifiable assets	¥ 1,248,187	¥ 138,651	¥ 3,038	¥ 104,566	¥ 2,463	¥ 1,496,908	¥ 174,092	¥ 1,671,000

NOTES

1. Nations or areas has been classified in terms of their geographic closeness.

2. Main countries or regions that belong to classes other than Japan and the United States

- (1) Europe : Germany, UK, Spain
(2) Asia : Indonesia, Korea, Malaysia, Singapore, Taiwan, Hongkong
(3) Other : Australia, Canada, Brazil

2. An amount of unallocated operating expenses, such as basic research & fundamental development costs and managerial costs of the parent company, included in Elimination and corporate assets or expenses, were as follows:

September 30, 2000	Six months ended	¥ 2,708 million
September 30, 1999	Six months ended	¥ 2,307 million
March 31, 2000	Year ended	¥ 3,312 million

3. An amount of corporate assets included in Elimination and corporate assets, consisting of basic research & fundamental development costs, moneys in the parent company (cash and marketable securities) and those related to managerial division, were as follows:

September 30, 2000	Six months ended	¥ 160,457 million
September 30, 1999	Six months ended	¥ 203,616 million
March 31, 2000	Year ended	¥ 158,852 million

(c) Overseas sales by geographic area

Millions of yen

Six months ended September 30, 2000	U.S.A.	Europe	Asia	Other	Total
Overseas sales	¥ 35,409	¥ 5,940	¥ 49,076	¥ 970	¥ 91,397
Consolidated net sales					¥ 549,216
Percentage of overseas sales to consolidated net sales	6.5%	1.1%	8.9%	0.2%	16.6%

Six months ended September 30, 1999	U.S.A.	Europe	Asia	Other	Total
Overseas sales	¥ 32,665	¥ 4,261	¥ 37,382	¥ 903	¥ 75,212
Consolidated net sales					¥ 466,065
Percentage of overseas sales to consolidated net sales	7.0%	0.9%	8.0%	0.2%	16.1%

Year ended March 31, 2000	U.S.A.	Europe	Asia	Other	Total
Overseas sales	¥ 54,507	¥ 6,463	¥ 82,780	¥ 3,701	¥ 147,453
Consolidated net sales					¥ 986,883
Percentage of overseas sales to consolidated net sales	5.5%	0.6%	8.4%	0.4%	14.9%

NOTES

1. Nations or areas has been classified in terms of their geographic closeness.

2. Main countries or regions that belong to classes other than the United States

- (1) Europe : Germany, UK, Spain
- (2) Asia : Indonesia, Korea, Malaysia, Singapore, Taiwan
- (3) Other : Australia, Canada, Brazil

4. Overseas sales represents sales of Mitsubishi Materials Corporation and its subsidiaries made in countries and regions other than Japan.