



Consolidated Financial Results for the Six Months Ended September 30, 2011

Mitsubishi Materials Corporation

Tokyo, Japan

November 8, 2011

Stock code: 5711
 Shares listed: Tokyo Stock Exchange and Osaka Securities Exchange
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 Supplementary materials for the quarterly financial results: Yes
 Investor conference for the quarterly financial results: Yes (For Corporate Investors)

1. Results of the six months ended September 30, 2011 (From April 1, 2011 to September 30, 2011)

(1) Results of operations (cumulative):

(Millions of yen)

(Percentage changes relative to previous corresponding period)

	Net sales		Operating Profit		Ordinary Income		Net Income	
Six Months Ended Sep.30, 2011	¥739,264	9.7(%)	¥31,110	8.3(%)	¥40,400	22.0(%)	¥22,263	39.4(%)
Six Months Ended Sep.30, 2010	¥673,708	37.4(%)	¥28,719	—	¥33,124	—	¥15,974	—

	Net Income per Share	Diluted Net Income per Share
Six Months Ended Sep.30, 2011	¥16.97 (yen)	—
Six Months Ended Sep.30, 2010	¥12.17 (yen)	—

(2) Financial Position:

(Millions of yen)

	Total Assets	Net Assets	Shareholders' Equity Ratio
As of September 30, 2011	¥1,790,091	¥407,985	19.7(%)
As of March 31, 2011	¥1,837,405	¥402,868	18.7(%)

(Reference) Shareholders' equity As of September 30, 2011: 352,064 million yen

As of March 31, 2011: 344,233 million yen

2. Dividend payments

(yen)

(Record date)	Dividends per Share				
	First Quarter	Second Quarter	Third Quarter	Year-End	Annual
Year Ended March 31, 2011	—	¥0.00	—	¥2.00	¥2.00
Year Ending March 31, 2012	—	¥0.00	—	—	—
Year Ending March 31, 2012 (Forecast)	—	—	—	¥3.00	¥3.00

(Note) Revisions to dividend forecast in the current period: No

3. Forecast (From April 1, 2011 to March 31, 2012)

(Millions of yen)

(Percentage changes relative to the previous corresponding period)

	Net sales		Operating Profit		Ordinary Income		Net Income		Net Income per Share
Year Ending March 31, 2012	¥1,380,000	3.4 (%)	¥45,000	-21.5 (%)	¥60,000	6.3 (%)	¥22,000	54.1 (%)	¥16.77 (yen)

(Note) Revisions to forecast in the current period: No

4. Other

(1) Significant changes of subsidiaries during the period (including changes in scope of consolidation): None

(2) Application of specific accounting treatment :Yes

(Note) For details, please see “2. Summary (Other) Information” on page 5.

(3) Changes in accounting policies; changes in accounting estimates; restatements

(i) Changes in accounting policies due to amendment of accounting standards: None

(ii) Other changes in accounting policies: None

(iii) Changes in accounting estimates: None

(iv) Restatements: None

(4) Number of issued shares (common stock)

(i) Number of issued shares at end of year (including treasury shares)

Six months ended September 30, 2011: 1,314,895,351 shares

Year ended March 31, 2011: 1,314,895,351 shares

(ii) Number of treasury shares at end of year

Six months ended September 30, 2011: 2,994,260 shares

Year ended March 31, 2011: 2,933,251 shares

(iii) Average number of shares during the period (quarterly cumulative period)

Six months ended September 30, 2011: 1,311,934,557 shares

Six months ended September 30, 2010: 1,312,104,684 shares

*Indication regarding the situation of quarterly review procedures

These financial results are not subject to the quarterly review procedures pursuant to the Financial Instruments and Exchange Act.

As of the disclosure of these financial results, the procedures for reviewing quarterly financial statements pursuant to the Financial Instruments and Exchange Act are in progress.

* Appropriate use of business forecasts and other special items

(Notes regarding descriptions of earning forecasts and other forward-looking statements, etc.)

1. Earning forecasts and other forward-looking statements in this document are based on information currently available to the Company's management and certain assumptions judged rational. Accordingly, there might be cases in which actual results materially differ from forecasts of this report. To use assumptions for forecasts and to refer to specific revisions on consolidated financial forecasts, see (3) Qualitative Information on Consolidated Performance Forecasts (page 5) under “1. Qualitative Information Regarding the Consolidated Performance”.

(Method of obtaining supplementary information to and contents of the first two quarters financial results briefing)

Mitsubishi Materials Corporation is scheduled to hold a first two quarters financial results briefing for institutional investors on November 9, 2011 (Wednesday). Supplementary information to the quarterly financial results to be used in this briefing is being released on TDnet and on the Company's website with the announcement of the consolidated financial results for the six months ended September 30, 2011.

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1. Qualitative Information Regarding the Consolidated Performance

(1) Qualitative Information on the Consolidated Business Performance

1) Overview of period under review

In the six months ended September 30, 2011 (From April 1, 2011 to September 30, 2011), downside risks in the world economy became greater partly due to the debt crisis in Europe and the increase in unemployment rates in the United States.

In Japan, although conditions remained difficult due to the ongoing appreciation of the yen and the impact of the Great East Japan Earthquake, the rebuilding of supply chains progressed and signs of a turnaround were seen in production and exports.

The business environment surrounding the Mitsubishi Materials Group was steady partly because the prices of copper and other major metals reached high levels as well as the recovery of demand in automobile-related markets which saw a temporary decrease in production due to the earthquake.

In this environment, the Group strove to establish a system enabling us to maintain production activities at pre-disaster levels by working on a quick recovery from the earthquake and establishing an operating plan based on the assumption of constant electricity shortages. In addition, we embarked on a New Medium-Term Management Plan FY2012-2014, entitled "Materials Premium 2013—For the Creation of New value". The plan embraces the basic concept of "Simultaneously implementing growth strategies and financial improvements," with two initiatives stated as growth strategies: "Business advancement in overseas markets, especially newly emerging nations" and "Generation of distinctive synergies as an integrated business entity." Based on this recognition, we have continued to implement various measures.

As a result, consolidated net sales for the period totaled ¥739,264 million, up 9.7% from the previous corresponding period. Operating profit increased 8.3%, to ¥31,110 million, and ordinary income rose 22.0%, to ¥40,400 million. Net income for the period jumped 39.4%, to ¥22,263 million.

2) Overview of Segment (Cement)

(Billions of yen)

	FY 2011 Q1-Q2	FY 2012 Q1-Q2	Increase/decrease (%)	
Net sales	¥72.9	¥74.1	¥1.1	(1.6%)
Operating profit	2.0	2.5	0.4	(23.9%)
Ordinary income	¥1.2	¥1.6	¥0.4	(33.2%)

In the Cement business, since there was a trend towards recovery for demand in Japan's Tohoku District and housing investments in the Kanto District performed well, domestic demand increased. Overseas as well, we enjoyed an increase in demand thanks to ongoing recovery in private-sector capital spending in the United States as well as continued brisk construction of infrastructure in China. Total cement production for the period was 5.8 million tons, up 300,000 tons from the previous corresponding period.

As a result, the entire Cement business posted year-on-year increases in both net sales and operating profit.

It also reported an increase in the ordinary income, due to an increase of operating profit from the previous corresponding period.

(Metals)

(Billions of yen)

	FY 2011 Q1-Q2	FY 2012 Q1-Q2	Increase/decrease(%)	
Net sales	¥358.2	¥396.9	¥38.7	(10.8%)
Operating profit	11.6	13.5	1.8	(15.8%)
Ordinary income	¥18.1	¥24.8	¥6.6	(36.6%)

The copper business enjoyed high copper prices and growth in sales by PT Smelting in Indonesia. However, the earthquake led to a suspension of operations at the Onahama Smelter & Refinery (operated by Onahama Smelting and Refining Co., Ltd.) until the end of June 2011. Accordingly, the copper business reported an increase in revenue but a decrease in earnings. Total production of electrolytic copper for the period was 277 thousand tons, down 19 thousand tons from the previous corresponding period.

Gold and other valuable metals posted year-on-year increases in revenue and earnings thanks mainly to higher gold prices and increased palladium sales.

The processed copper products business was affected by a decline in sales stemming from reorganization of the automobile harness business of Mitsubishi Cable Industries, Ltd. Owing to high copper prices and steady operations at the Sakai Plant, however, the processed copper products business posted increases in both revenue

and earnings.

As a result, the entire Metals business reported a year-on-year rise in net sales and operating profit.

In addition, ordinary income increased from the previous corresponding period thanks to an increase in operating profit as well as an increase in dividend income.

(Advanced Materials & Tools)

(Billions of yen)

	FY 2011 Q1-Q2	FY 2012 Q1-Q2	Increase/decrease (%)	
Net sales	¥71.1	¥73.4	¥2.3	(3.2%)
Operating profit	8.0	8.4	0.4	(5.1%)
Ordinary income	¥7.6	¥7.8	¥0.2	(3.0%)

The cemented carbide products business reported year-on-year increases in revenue and earnings, in addition to a healthy demand for the products in U.S., Europe and emerging nations such as China, owing to an earlier recovery of production than initially planned in the Tsukuba Plant which sustained partial damage to its buildings and equipment due to the earthquake and a recovery in demand in domestic automobile-related markets.

The high-performance alloy products business reported an increase in revenue and a decrease in earnings. Although rising metals prices helped boost sales, there was a decline in demand in automobile-related markets due to the earthquake.

Consequently, the entire Advanced Materials & Tools business posted year-on-year increases in both net sales and operating profit.

It also reported a rise in ordinary income thanks to higher operating profit from the previous corresponding period.

(Electronic Materials & Components)

(Billions of yen)

	FY 2011 Q1-Q2	FY 2012 Q1-Q2	Increase/decrease (%)	
Net sales	¥28.9	¥36.7	¥7.7	(26.9%)
Operating profit(loss)	2.8	2.2	(0.6)	(-23.7%)
Ordinary income	¥1.3	¥1.8	¥0.5	(37.3%)

The advanced materials business enjoyed year-on-year increases in both revenue and earnings. Although there was a decline in sales of automobile-related products due to the earthquake, this was offset by a healthy demand for semiconductor-related products and products for solar cells.

The electronic devices business posted declines in both revenue and earnings due to the decline in sales of products for flat screen TVs, etc. as well as the impact from the yen's appreciation.

The polycrystalline silicon and related products business enjoyed an increase in sales thanks to the steady operations at the Yokkaichi Plant, where operations were suspended in the previous corresponding period. However, there was an increase in repair costs incurred by periodical repair work.

As a result, the entire Electronic Materials & Components business reported a year-on-year increase in net sales but a decline in operating profit.

Thanks to a decrease in equity in losses of affiliates, the segment recorded an increase in ordinary income from the previous corresponding period.

(Aluminum)

(Billions of yen)

	FY 2011 Q1-Q2	FY 2012 Q1-Q2	Increase/decrease (%)	
Net sales	¥72.5	77.7	¥5.1	(7.2%)
Operating profit	4.2	4.3	0	(2.2%)
Ordinary income	¥3.7	3.8	¥0	(1.9%)

In the aluminum cans business, demand decreased due to a decline in the consumption of beverages compared to the record-setting extremely hot season of the previous year.

In the rolled aluminum and processed aluminum products business, there was a decline in demand for products for the automobile sector due to the earthquake. This was despite healthy demand from the electronic materials sector. In addition, on April 1, 2011, three non-consolidated subsidiaries became consolidated subsidiaries: MALC-Thai Co., Ltd., Thermalex, Inc., and Ma China Extrusion (Suzhou) Co., Ltd.

As a result, the entire Aluminum business posted year-on-year increases in both net sales and operating profit.

Ordinary income also increased thanks to the rise in operating profit from the previous corresponding period.

(Others)

(Billions of yen)

	FY 2011 Q1-Q2	FY 2012 Q1-Q2	Increase/decrease (%)	
Net sales	¥157.5	¥201.8	¥44.2	(28.1%)
Operating profit	2.9	3.1	0.2	(8.6%)
Ordinary income	¥3.7	¥4.2	¥0.4	(13.0%)

The energy-related products business reported increase in revenue but decline in earnings due to a decrease in orders for development projects related to nuclear power despite an increase in coal sales.

In the “e-waste” (used electronics and electrical products) recycling business, both revenue and earnings increased thanks to a rise in processing volume and high prices of iron and nonferrous scrap metals.

In the precious metals business, sales were up but earnings were down. Here, our performance benefited from high sales gold bullion thanks to rising prices, which contrasted with a decrease in sales of jewelry-related items.

Orders for nuclear energy and engineering services amounted to ¥26.6 billion, down ¥1.0 billion from the previous corresponding period. The order backlog at the end of the period was ¥17.1 billion, down ¥1.7 billion from a year earlier.

(2) Qualitative Information on Consolidated Financial Position

As of September 30, 2011, the Group’s consolidated total assets stood at ¥1,790.0 billion, down ¥47.3 billion from March 31, 2011. This was mainly due to a decline in cash and deposits during the period.

Total liabilities decreased ¥52.4 billion, to ¥1,382.1 billion, due primarily to a decrease in interest-bearing debt during the period.

In the six months ended September 30, 2011(From April 1, 2011 to September 30, 2011), status and variable factors of each cash flow are as follows:

(Cash Flows from Operating Activities)

Net cash provided by operating activities amounted to ¥14.4 billion, due mainly to the stable performance despite an increase in inventories.

(Cash Flows from Investing Activities)

Net cash used in investing activities totaled ¥ 24.1 billion, due mainly to capital expenditures.

(Cash Flows from Financing Activities)

Net cash provided by financing activities totaled ¥37.6 billion due mainly to repayment of debt.

As a result of the above, cash and cash equivalents at September 30, 2011, stood at ¥65.2 billion, down ¥47.0 billion from March 31, 2011.

(3) Qualitative Information on Consolidated Performance Forecasts

With respect to the business environment of the Mitsubishi Materials Group, in addition to the trend for the high level of copper prices to drop, the impact from the prolonged appreciation of the yen is a concern domestically. Furthermore, overseas, together with expansion of the damage from flooding in Thailand, there is a risk that the deceleration of the respective economies in Europe and the United States, etc. will spread to the world economy, and unpredictability of the economic direction is increasing.

Under these circumstances, we have not revised our forecasts for the fiscal year ending March 31, 2012 (previous forecasts announced by Consolidated Financial Results as of May 12, 2011).

The Group has embarked on a new medium-term management plan, entitled “Materials Premium 2013—For the Creation of New value” for FY2012 to FY2014. We will seek to become the strongest integrated business entity in this resource-recycling society by developing overseas markets, especially newly emerging markets, and exploiting synergy created from the distinct features of an integrated management structure (“Materials Premium”) while focusing on both our growth strategy and enhancement of our financial position.

2. Summary (Other) Information

(1) Application of Specific Accounting Treatment

The Group rationally assumes an effective tax rate after applying tax-effect accounting to income before income taxes for the consolidated fiscal year, including the period under review, and multiplies such effective tax rate by quarterly income before income taxes to arrive at the tax expense.

Income tax adjustment is included in income taxes.

(2) Changes in Accounting Policies; Changes in Accounting Estimates; Restatements

Following the beginning of the period under review, the Company made accounting changes and/or corrections of past errors. For this reason, it has applied Accounting Standard for Accounting Changes and Error Corrections (ASBJ Statement No. 24, December 4, 2009) and Guidance on Accounting Standard for Accounting Changes and Error Corrections (ASBJ Guidance No. 24, December 4, 2009).

3. Consolidated Financial Statement

(1) Consolidated Balance Sheets

[September 30, 2011 and March 31, 2011]

(Millions of yen)

	As of March 31, 2011	As of September 30, 2011
ASSETS		
Current Assets:		
Cash and deposits	¥112,930	¥66,438
Notes and accounts receivable-trade securities	221,480	228,254
	570	565
Merchandise and finished goods	70,193	77,701
Work in process	103,561	108,019
Raw materials and supplies	88,076	88,987
Other	194,536	209,038
Allowance for doubtful accounts	(2,878)	(2,908)
Total Current Assets	788,471	776,097
Noncurrent Assets:		
Property, Plant and Equipment:		
Machinery and equipment, net	202,642	193,708
Land, net	280,062	278,974
Other, net	204,897	204,213
Total Property, Plant and Equipment	687,602	676,897
Intangible Assets:		
Goodwill	44,570	42,620
Other	8,675	8,500
Total Intangible Assets	53,246	51,120
Investments and Other Assets:		
Investment securities	265,655	246,124
Other	50,556	47,938
Allowance for investment loss	(2,236)	(2,236)
Allowance for doubtful accounts	(5,891)	(5,851)
Total Investments and Other Assets	308,084	285,975
Total Noncurrent Assets	1,048,933	1,013,993
Total Assets	¥1,837,405	¥1,790,091

(Millions of yen)

As of March 31, 2011 As of September 30, 2011

LIABILITIES**Current Liabilities:**

Notes and accounts payable-trade	¥136,749	¥129,261
Short-term loans payable	330,791	334,842
Current portion of bonds payable	20,000	10,000
Commercial papers	48,000	23,000
Income taxes payable	6,183	7,181
Provision	17,044	13,698
Gold payable	189,795	193,686
Other	113,649	103,123
Total Current Liabilities	862,214	814,794

Noncurrent Liabilities:

Bonds payable	80,000	95,000
Long-term loans payable	305,974	294,917
Provision for retirement benefits	62,478	62,593
Other provision	9,318	8,084
Other	114,551	106,715
Total Noncurrent Liabilities	572,321	567,311

Total Liabilities**1,434,536** **1,382,105****NET ASSETS****Shareholders' Equity:**

Capital stock	119,457	119,457
Capital surplus	113,570	113,567
Retained earnings	108,887	128,849
Treasury stock	(1,421)	(1,433)
Total Shareholders' Equity	340,493	360,441

Accumulated Other Comprehensive Income:

Valuation difference on securities available for sale	28,157	17,980
Deferred gains or losses on hedges	95	(133)
Revaluation reserve for land	31,616	31,649
Foreign currency translation adjustment	(56,129)	(57,873)
Total Accumulated Other Comprehensive Income	3,739	(8,376)

Minority interests**58,635** **55,920****Total Net Assets****402,868** **407,985****Total Liabilities and Net Assets****¥1,837,405** **¥1,790,091**

(2) Consolidated Statement of Operations and Consolidated Statement of Comprehensive Income

Consolidated Statement of Operations

[For the Six Months Ended September 30, 2010 and 2011]

(Millions of yen)

	Six Months Ended Sep. 30, 2010 (Apr. 1, 2010—Sep. 30, 2010)	Six Months Ended Sep. 30, 2011 (Apr. 1, 2011—Sep. 30, 2011)
Net Sales	¥673,708	¥739,264
Cost of sales	579,320	641,055
Gross Profit	94,388	98,209
Selling, General and Administrative Expenses	65,669	67,099
Operating Profit	28,719	31,110
Non-Operating Profit:		
Interest income	463	311
Dividends income	12,311	16,298
Equity in earnings of affiliates	—	1,494
Other	5,428	3,751
Total Non-Operating Profit	18,202	21,856
Non-Operating Expenses:		
Interest expenses	6,680	5,913
Equity in losses of affiliates	1,235	—
Other	5,881	6,653
Total Non-Operating Expenses	13,797	12,566
Ordinary Income	33,124	40,400
Extraordinary Income:		
Gain on sales of noncurrent assets	130	182
Gain on sales of investment securities	326	79
Effect of application of accounting standard for inventories	3,631	—
Other	922	128
Total Extraordinary Income	5,010	391
Extraordinary Losses:		
Loss on disaster	—	3,755
Loss on valuation of investment securities	6,170	475
Other	2,574	430
Total Extraordinary Loss	8,744	4,662
Income before Income Taxes	29,390	36,129
Income taxes	8,636	10,330
Income before minority interests	20,754	25,798
Minority interests in income	4,780	3,535
Net Income	¥15,974	¥22,263

Consolidated Statement of Comprehensive Income

[For the Six Months Ended September 30, 2010 and 2011]

(Millions of yen)

	Six Months Ended Sep. 30, 2010 (Apr. 1, 2010—Sep. 30, 2010)	Six Months Ended Sep. 30, 2011 (Apr. 1, 2011—Sep. 30, 2011)
Income before minority interests	¥20,754	¥25,798
Other comprehensive income		
Valuation difference on securities available for sale	(4,671)	(10,070)
Deferred gains or losses on hedges	471	1,460
Foreign currency translation adjustment	(8,135)	(1,385)
Equity in earnings of affiliates	(952)	(1,944)
Total other comprehensive income	(13,287)	(11,940)
Comprehensive income	7,467	13,858
(Breakdown)		
Comprehensive income attributable to owners of the parent company	4,366	10,572
Comprehensive income for attributable to minority interests	3,100	3,286

(3) Consolidated Statement of Cash Flows

[For the Six Months Ended September 30, 2010 and 2011]

(Millions of yen)

	Six Months Ended Sep. 30, 2010 (Apr. 1, 2010—Sep. 30, 2010)	Six Months Ended Sep. 30, 2011 (Apr. 1, 2011—Sep. 30, 2011)
Net Cash Provided by (Used in) Operating Activities:		
Income (loss) before income taxes	¥29,390	¥36,129
Depreciation and amortization	30,422	30,370
Increase (decrease) in provision	(1,834)	(4,510)
Interest and dividends income	(12,774)	(16,610)
Interest expenses	6,680	5,913
Equity in (earnings) losses of affiliates	1,235	(1,494)
Loss (gain) on sales of property, plant and equipment	(148)	(126)
Loss (gain) on valuation of investment securities	6,170	476
Decrease (increase) in notes and accounts receivables-trade	3,843	(4,305)
Decrease (increase) in inventories	3,084	(12,313)
Increase (decrease) in notes and accounts payable-trade	(18,624)	(8,826)
Other, net	14,820	(13,402)
Subtotal	62,266	11,299
Interest and dividends income received	12,995	17,979
Interest expenses paid	(8,545)	(5,463)
Income taxes refund (paid)	(4,663)	(9,380)
Net Cash Provided by (Used in) Operating Activities	62,052	14,434
Net Cash Provided by (Used in) Investing Activities:		
Purchase of property, plant and equipment	(24,587)	(23,607)
Proceeds from sales of property, plant and equipment	693	793
Purchase of investment securities	(3,651)	(2,539)
Proceeds from sales of investment securities	2,724	87
Purchase of investments in subsidiaries resulting in change in scope of consolidation	(17,912)	—
Other, net	(20)	1,080
Net Cash Provided by (Used in) Investing Activities	(42,753)	(24,184)
Net Cash Provided by (Used in) Financing Activities:		
Net increase (decreases) in short-term loans payable	(2,644)	(11,780)
Proceeds from long-term loans payable	34,818	43,168
Repayment of long-term loans payable	(30,630)	(39,151)
Proceeds from issuance of bond	—	25,000
Redemption of bonds	(20,000)	(20,000)
Increase (decrease) in commercial papers	(5,000)	(25,000)
Purchase of treasury stock	(22)	(18)
Payment of cash dividends	—	(2,623)
Cash dividends paid to minority shareholders	(2,496)	(5,920)
Other, net	(1,262)	(1,301)
Net Cash Provided by (Used in) Financing Activities	(27,238)	(37,628)
Effect of Exchange Rate Change on Cash and Cash Equivalents	(2,558)	(199)
Net Increase (Decrease) in Cash and Cash Equivalents	(10,498)	(47,577)
Cash and Cash Equivalents at Beginning of Period	76,309	112,226
Increase (Decrease) in Cash and Cash Equivalents Resulting from Change of Scope of Consolidation	167	504
Increase in Cash and Cash Equivalents Resulting from Merger	—	70
Cash and Cash Equivalents at End of Period	¥65,977	¥65,224

(4) Notes on Assumptions for Going Concern: N/A**(5) Segment Information**

[Segment Information]

I. For the six months ended September 30, 2010 (From April 1, 2010 to September 30, 2010)

Sales and Income or Loss of Reporting Segments

(Millions of yen)

	Cement	Metals	Advanced Materials & Tools	Electronic Materials & Components	Aluminum	Others	Total	Adjustment Amount	Amount Indicated in the Statements of Income
Net sales									
(1)Outside Customers	¥71,765	¥310,027	¥58,749	¥25,318	¥71,527	¥136,320	¥673,708	—	¥673,708
(2)Within Consolidated Group	1,223	48,187	12,435	3,624	1,038	21,259	87,769	¥(87,769)	—
Total	72,988	358,215	71,185	28,943	72,565	157,579	761,478	(87,769)	673,708
Segment income	¥1,247	¥18,186	¥7,642	¥1,358	¥3,785	¥3,778	¥35,998	¥(2,873)	¥33,124

Notes:

1. "Others" includes nuclear energy-related services, precious metals, environmental and recycling-related business, real estate business, and engineering-related services.
2. Included in the segment income adjustment amounted (-¥2,873 million) are segment eliminations (-¥395 million) and corporate expenses that cannot be allocated to specific segments (-¥2,477 million). Corporate expenses consist mainly of management-related costs, basic experimental research costs, and financial income/expenses.
3. Segment income has been adjusted together with ordinary income on the consolidated quarterly statements of income.

II. For the six months ended September 30, 2011 (From April 1, 2011 to September 30, 2011)

Sales and Income or Loss of Reporting Segments

(Millions of yen)

	Cement	Metals	Advanced Materials & Tools	Electronic Materials & Components	Aluminum	Others	Total	Adjustment Amount	Amount Indicated in the Statements of Income
Net sales									
(1)Outside Customers	¥72,716	¥321,561	¥58,513	¥32,836	¥77,039	¥176,598	¥739,264	—	¥739,264
(2)Within Consolidated Group	1,412	75,371	14,985	3,906	723	25,234	121,634	(121,634)	—
Total	74,129	396,933	73,498	36,742	77,762	201,832	860,899	(121,634)	739,264
Segment income	¥1,662	¥24,845	¥7,869	¥1,865	¥3,856	¥4,269	¥44,368	¥(3,968)	¥40,400

Notes:

1. "Others" includes nuclear energy-related services, precious metals, environmental and recycling-related business, real estate business, and engineering-related services.
2. Included in the segment income adjustment amounted (-¥3,968 million) are segment eliminations (-¥133million) and corporate expenses that cannot be allocated to specific segments (-¥4,102 million). Corporate expenses consist mainly of management-related costs, basic and experimental research costs, and financial income/expenses.
3. Segment income has been adjusted together with ordinary income on the consolidated quarterly statements of income.

(6) Notes in Event of Significant Changes in Shareholders' Equity: N/A

(7) Important Subsequent Event

(Flood in Thailand)

MMC Tools (Thailand) Co., Ltd., one of our consolidated subsidiaries, has suspended its operation in October due to the flood in Thailand. The effect of this flood could not properly be estimated until the details of the damage are grasped.