



Consolidated Financial Results for the Six Months Ended September 30, 2013

Mitsubishi Materials Corporation

Tokyo, Japan

November 6, 2013

Stock code:	5711
Shares listed:	Tokyo Stock Exchange
URL:	http://www.mmc.co.jp/
Representative:	Mr. Hiroshi Yao, President
For further information please contact:	Mr. Naoya Sasaki, Manager, Corporate Communications & IR Dept. Tel: +81-3-5252-5206
Filing date of Quarterly Report:	November 8, 2013
Scheduled date of start of dividend payment:	December 6, 2013
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, 2013 (From April 1, 2013 to September 30, 2013)

(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, 2013	¥703,688	10.7(%)	¥33,336	26.0(%)	¥35,485	1.5(%)	¥29,239	79.6(%)
Six Months Ended Sep.30, 2012	¥635,636	-14.0(%)	¥26,465	-14.9(%)	¥34,949	-13.5(%)	¥16,278	-26.9(%)

(Note) Comprehensive income Six Months Ended Sep. 30, 2013: 56,924 million yen (409.6%)
Six Months Ended Sep. 30, 2012: 11,171 million yen (-19.4%)

(Yen)

	Net income per share	Diluted net income per share
Six Months Ended Sep.30, 2013	¥22.31	—
Six Months Ended Sep.30, 2012	¥12.42	—

(2) Financial position:

(Millions of yen)

	Total assets	Net assets	Shareholders' equity ratio
As of September 30, 2013	¥1,815,071	¥517,097	24.9(%)
As of March 31, 2013	¥1,811,767	¥466,231	22.4(%)

(Reference) Shareholders' equity As of Sep. 30, 2013: 452,128 million yen
As of Mar. 31, 2013: 405,230 million yen

2. Dividend payments

(Yen)

(Record date)	Dividends per Share				
	First Quarter	Second Quarter	Third Quarter	Year-End	Annual
Year Ended March 31, 2013	—	¥0.00	—	¥4.00	¥4.00
Year Ending March 31, 2014	—	¥2.00			
Year Ending March 31, 2014 (Forecast)			—	¥4.00	¥6.00

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

3. Forecast (From April 1, 2013 to March 31, 2014)

(Millions of yen)

(Percentage changes relative to previous corresponding period)

	Net sales	Operating profit	Ordinary income	Net income	Net income per share
Year Ending March 31, 2014	¥1,480,000 15.0 (%)	¥72,000 37.1 (%)	¥80,000 7.5 (%)	¥45,000 21.8 (%)	¥34.33 (yen)

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

* Notes

(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 “(1) Application of Specific Accounting Treatment” under “2. Summary Information (Notes)” on page 6.

(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, 2013: 1,314,895,351 shares

Year ended March 31, 2013: 1,314,895,351 shares

(ii) Number of treasury shares at end of year

Six months ended September 30, 2013: 4,320,773 shares

Year ended March 31, 2013: 4,193,557 shares

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

Six months ended September 30, 2013: 1,310,639,746 shares

Six months ended September 30, 2012: 1,311,095,096 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 earnings forecasts and other forward-looking statements, etc.)

Earnings 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, and we do not promise that the forecasts in this report will be achieved. 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) Explanation of Forecast and Other Future Predictions (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 11, 2013 (Monday). 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, 2013.

Contents

1. Qualitative Information Regarding the Consolidated Performance	P2
(1) Explanation of Business Performance	P2
(2) Explanation of Financial Position	P5
(3) Explanation of Forecast and Other Future Predictions	P5
2. Summary Information (Notes).....	P6
(1) Application of Specific Accounting Treatment.....	P6
3. Consolidated Financial Statement.....	P7
(1) Consolidated Balance Sheets	P7
(2) Consolidated Statement of Operations and Consolidated Statement of Comprehensive Income	
Consolidated Statement of Operations	P9
Consolidated Statement of Comprehensive Income.....	P10
(3) Consolidated Statement of Cash Flows.....	P11
(4) Notes on Consolidated Financial Statement	P12
Notes on Assumptions for Going Concern	P12
Segment Information.....	P12
Notes in Event of Significant Changes in Shareholders' Equity.....	P12

1. Qualitative Information Regarding the Consolidated Performance

(1) Explanation of Business Performance

1) Overview of period under review

In the six months ended September 30, 2013, there was a continued slowdown in the pace of economic expansion in emerging economies such as China and India. However, the United States economy showed signs of an upswing and overall economic conditions are headed towards recovery.

The economy of Japan showed signs of recovery driven by upward domestic consumption due to increasing public investment and housing construction.

Regarding the operating environment for the Mitsubishi Materials Group, while copper price hovered low compared with the same period of the previous year, demand for cement continued strong due to reasons including increase of housing construction and full-scale demand generated by reconstruction from the earthquake. Also our entire business was impacted by the influence of correction of the yen appreciation.

In this environment, we embarked on the medium-term management plan (FY2012-2014), entitled “Materials Premium 2013—Aiming for New Value Creation”. 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 emerging markets” and “Generation of distinctive synergies as an integrated business entity.” In order to promote this recognition, we have continued to implement various measures.

As a result, consolidated net sales for the period totaled ¥703,688 million, up 10.7% from the previous corresponding period. Operating profit increased 26.0%, to ¥33,336 million, and ordinary income increased 1.5%, to ¥35,485 million. Net income for the period increased 79.6%, to ¥29,239 million.

2) Overview of Segment (Cement)

(Billions of yen)

	FY 2013 Q1-Q2	FY 2014 Q1-Q2	Increase/decrease (%)	
Net sales	¥78.7	¥87.2	¥8.4	(10.7%)
Operating profit	5.1	7.0	1.9	(37.7%)
Ordinary income	¥4.2	¥6.7	¥2.4	(58.5%)

In the domestic Cement business, the sales volume increased since in addition to reconstruction demand following the earthquake there was also steady demand in the Tokyo metropolitan area for construction including road-related construction, redevelopment construction, housing construction such as condominium buildings. Overseas, sales volume increased due to strong United States demand for private-sector capital spending and housing-related, as well as increased China demand due to the reopening of high-speed rail construction in Shandong and a shortening of the construction period for the new airport. Total cement production for the period was 6.0 million tons, up 0.2 million 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.

Ordinary income rose from the previous corresponding period due to an increase of operating profit.

(Metals)

(Billions of yen)

	FY 2013 Q1-Q2	FY 2014 Q1-Q2	Increase/decrease (%)	
Net sales	¥306.4	¥341.9	¥35.5	(11.6%)
Operating profit	8.4	12.0	3.5	(42.0%)
Ordinary income	¥18.9	¥16.1	¥(2.7)	(-14.7%)

In the copper business, the overseas copper market prices decreased, but there was also impact from correction of yen appreciation. Additionally, the business of PT Smelting in Indonesia was also impacted by the operation trouble at mines supplying ore to the company. However, in the six months ended September 30, 2013, there was no operation shutdown associated with periodic furnace repairs. This resulted in increased production, which in turn led to an increase in net sales and operating profit. Total production of copper cathode for the period was 262 thousand tons, up 4 thousand tons from the previous corresponding period.

Gold and other metals experienced decreased production due to a decrease in the amount of gold contained in the raw material ore. However, there was also impact from the correction of yen appreciation. As a result, there was a decrease in net sales and an increase in operating profit.

In the processed copper products business, sales of products for the automobile sector increased, and there was an increase in net sales and operating profit.

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

Despite an increase in operating profit, ordinary income decreased from the previous corresponding period due to a decrease in dividend income.

(Advanced Materials & Tools)

(Billions of yen)

	FY 2013 Q1-Q2	FY 2014 Q1-Q2	Increase/decrease (%)	
Net sales	¥70.5	¥72.5	¥1.9	(2.8%)
Operating profit	6.3	7.5	1.1	(17.9%)
Ordinary income	¥5.6	¥7.0	¥1.3	(24.7%)

In the cemented carbide products business, sales increased due to the impact from correction of yen appreciation. As a result, there was an increase in net sales and operating profit.

In the high-performance alloy products business, there was an increase in net sales but a decrease in operating profit since although demand in the aircraft-related market remained strong, sales of products for the automobile sector was decreased due to the termination of Eco-car subsidy and also purchase costs increased due to the influence of correction of the yen appreciation.

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

Ordinary income increased from the previous corresponding period due to an increase in operating profit.

(Electronic Materials & Components)

(Billions of yen)

	FY 2013 Q1-Q2	FY 2014 Q1-Q2	Increase/decrease (%)	
Net sales	¥33.7	¥34.5	¥0.7	(2.2%)
Operating profit	2.0	2.0	(0.0)	(-1.1%)
Ordinary income	¥2.4	¥0.9	¥(1.4)	(-59.5%)

Despite healthy sales of products for smartphones, the advanced materials business decreased in both net sales and operating profit because of stagnant demand in other semiconductor-related markets.

The electronic devices business posted increases in both net sales and operating profit due to increased sales of products for household appliances, results of cost reductions, and impact from correction of yen appreciation.

Polycrystalline silicon and chemical products recorded an increase in net sales and a decrease in operating profit. This was due to increased sales of polycrystalline silicon and decreased sales of chemical products. Furthermore, regarding the suspended operation of some production lines at Yokkaichi Plant from April 2012 to March 2013, an amount equivalent to fixed costs associated with the suspended production lines which had been allocated to extraordinary losses in the six months ended September 30, 2012, were posted as operating expenses in the six months ended September 30, 2013,.

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

Ordinary income for the entire business decreased on a year-over-year basis due to decreases in operating profit and in equity in earnings of affiliates.

(Aluminum)

(Billions of yen)

	FY 2013 Q1-Q2	FY 2014 Q1-Q2	Increase/decrease (%)	
Net sales	¥76.1	¥77.5	¥1.4	(1.9%)
Operating profit	4.5	4.3	(0.2)	(-5.8%)
Ordinary income	¥4.3	¥3.9	¥(0.3)	(-9.2%)

In the aluminum cans business, demand increased for regular cans mainly for beer or beer-like beverages, but demand decreased for bottle cans for black coffee and tea-based beverages.

In rolled aluminum and processed aluminum products, in addition to the influence of correction of the yen, product demand for solar battery sector was increased due to the influence of feed-in tariff for renewable energy, however, product demand for the automobile sector was decreased due to the termination of Eco-car subsidy.

As a result, the entire Aluminum business posted a year-on-year increase in net sales but a decrease in operating profit.

Ordinary income declined due to a decrease in operating profit from the previous corresponding period.

(Others)

(Billions of yen)

	FY 2013 Q1-Q2	FY 2014 Q1-Q2	Increase/decrease (%)	
Net sales	¥168.7	¥201.1	¥32.4	(19.2%)
Operating profit	2.4	2.9	0.4	(19.7%)
Ordinary income	¥3.0	¥3.3	¥0.2	(9.2%)

In the energy-related business, both net sales and operating profit increased due to increased sales of coal and increased sales of decontamination business related to nuclear power.

The e-waste (used electronics and electrical products) recycling business posted increases in both net sales and operating profit, since although the amount of process was the same level as the same period of the previous year, the amount of collection of valuable resources increased and cost reduction had a positive influence.

The precious metal business posted increases in both net sales and operating profit since, although the jewelry-related sales decreased, the trading volume of gold bullion increased due to large fluctuation in overseas gold market.

Orders for nuclear energy and engineering services amounted to ¥30.6 billion, up ¥1.4 billion from the previous corresponding period. The order backlog at the end of the period was ¥25.3 billion, up ¥5.1 billion from a year earlier.

(2) Explanation of Financial Position

As of September 30, 2013, the Group's consolidated total assets stood at ¥1,815.0 billion, up ¥3.3 billion from March 31, 2013. This was mainly due to an increase in investment securities.

Total liabilities decreased ¥47.5 billion, to ¥1,297.9 billion, due primarily to a decrease in other current liabilities.

For the six months ended September 30, 2013 (From April 1, 2013 to September 30, 2013), status and variable factors of each cash flow are as follows:

(Cash Flows from Operating Activities)

Net cash provided by operating activities amounted to ¥34.3 billion, due mainly to the stable performance despite a decrease in notes and accounts payable-trade.

(Cash Flows from Investing Activities)

Net cash used in investing activities totaled ¥47.1 billion, due mainly to expenses related to investments in subsidiaries..

(Cash Flows from Financing Activities)

Net cash used in financing activities totaled ¥7.7 billion, due mainly to payment of cash dividends.

As a result of the above, cash and cash equivalents at September 30, 2013, stood at ¥49.0 billion, down ¥14.2 billion from March 31, 2013.

(3) Explanation of Forecast and Other Future Predictions

Regarding business environment surrounding the Group, domestic economy is in a recovery trend and demand for cement is continued to be promising due to reasons including increase of housing construction and full swing demand for reconstruction from the earthquake disaster. On the other hand, there are some negative factors including concerns about a possible decrease of demand in semiconductor related market.

Under these circumstances, there is no change in consolidated forecasts for the full-year period ending March, 2014. (Those forecasts were announced on May 10, 2013.).

In the medium-term management plan, the Group 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 Information (Notes)

(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.

3. Consolidated Financial Statement

(1) Consolidated Balance Sheets

[September 30, 2013 and March 31, 2013]

(Millions of yen)

	As of March 31, 2013	As of September 30, 2013
ASSETS		
Current Assets:		
Cash and deposits	¥64,416	¥50,267
Notes and accounts receivable-trade	211,748	213,202
Merchandise and finished goods	79,941	85,986
Work in process	98,948	100,774
Raw materials and supplies	103,463	105,583
Other	222,342	199,813
Allowance for doubtful accounts	(1,929)	(2,149)
Total Current Assets	778,931	753,479
Noncurrent Assets:		
Property, Plant and Equipment:		
Machinery and equipment, net	190,682	193,375
Land, net	271,517	274,057
Other, net	196,774	204,354
Total Property, Plant and Equipment	658,974	671,787
Intangible Assets:		
Goodwill	38,760	41,945
Other	9,520	9,929
Total Intangible Assets	48,281	51,874
Investments and Other Assets:		
Investment securities	271,754	280,281
Other	61,245	64,572
Allowance for investment loss	(1,748)	(1,168)
Allowance for doubtful accounts	(5,672)	(5,755)
Total Investments and Other Assets	325,579	337,930
Total Noncurrent Assets	1,032,835	1,061,592
Total Assets	¥1,811,767	¥1,815,071

(Millions of yen)

As of March 31, 2013 As of September 30, 2013

LIABILITIES**Current Liabilities:**

Notes and accounts payable-trade	¥105,889	¥104,044
Short-term loans payable	287,942	301,944
Current portion of bonds payable	—	30,000
Commercial papers	26,000	—
Income taxes payable	6,653	7,189
Provision	13,654	11,891
Gold payable	232,002	206,813
Other	124,194	90,497
Total Current Liabilities	796,337	752,380

Noncurrent Liabilities:

Bonds payable	110,040	95,140
Long-term loans payable	268,998	277,183
Provision for retirement benefits	59,601	58,664
Other provision	7,745	8,327
Other	102,813	106,278
Total Noncurrent Liabilities	549,198	545,593

Total Liabilities**1,345,535** **1,297,974****NET ASSETS****Shareholders' Equity:**

Capital stock	119,457	119,457
Capital surplus	92,272	92,272
Retained earnings	158,456	185,867
Treasury stock	(1,692)	(1,736)
Total Shareholders' Equity	368,495	395,861

Accumulated Other Comprehensive Income:

Valuation difference on securities available for sale	40,516	46,414
Deferred gains or losses on hedges	(1,189)	149
Revaluation reserve for land	34,830	33,703
Foreign currency translation adjustment	(37,422)	(24,000)
Total Accumulated Other Comprehensive Income	36,735	56,266

Minority interests**61,001** **64,969****Total Net Assets****466,231** **517,097****Total Liabilities and Net Assets****¥1,811,767** **¥1,815,071**

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

Consolidated Statement of Operations

[For the Six Months Ended September 30, 2012 and 2013]

(Millions of yen)

	Six Months Ended Sep. 30, 2012 (Apr. 1, 2012—Sep. 30, 2012)	Six Months Ended Sep. 30, 2013 (Apr. 1, 2013—Sep. 30, 2013)
Net Sales	¥635,636	¥703,688
Cost of sales	542,022	599,971
Gross Profit	93,614	103,716
Selling, General and Administrative Expenses	67,148	70,379
Operating Profit	26,465	33,336
Non-Operating Profit:		
Interest income	329	243
Dividends income	13,906	7,172
Equity in earnings of affiliates	2,261	2,201
Rent income on noncurrent assets	2,385	2,343
Other	1,723	979
Total Non-Operating Profit	20,605	12,940
Non-Operating Expenses:		
Interest expenses	5,397	5,005
Other	6,725	5,786
Total Non-Operating Expenses	12,122	10,791
Ordinary Income	34,949	35,485
Extraordinary Income:		
Gain on sales of noncurrent assets	76	4,075
Gain on sales of investment securities	10	1,412
Other	3,646	1,328
Total Extraordinary Income	3,734	6,815
Extraordinary Losses:		
Loss on product warranties	—	1,559
Loss on valuation of investment securities	6,515	114
Other	3,801	1,020
Total Extraordinary Loss	10,316	2,694
Income before Income Taxes	28,366	39,606
Income taxes	7,474	7,932
Income before minority interests	20,892	31,673
Minority interests in income	4,613	2,433
Net Income	¥16,278	¥29,239

Consolidated Statement of Comprehensive Income

[For the Six Months Ended September 30, 2012 and 2013]

(Millions of yen)

	Six months ended Sep. 30, 2012 (Apr. 1, 2012—Sep. 30, 2012)	Six months ended Sep. 30, 2013 (Apr. 1, 2013—Sep. 30, 2013)
Income before minority interests	¥20,892	¥31,673
Other comprehensive income		
Valuation difference on securities available for sale	(12,215)	5,916
Deferred gains or losses on hedges	1,020	395
Foreign currency translation adjustment	920	15,100
Equity in earnings of affiliates	553	3,838
Total other comprehensive income	(9,720)	25,250
Comprehensive income	11,171	56,924
(Breakdown)		
Comprehensive income attributable to owners of the parent company	6,077	50,273
Comprehensive income for attributable to minority interests	5,093	6,651

(3) Consolidated Statement of Cash Flows

[For the Six Months Ended September 30, 2012 and 2013]

(Millions of yen)

	Six months ended Sep. 30, 2012 (Apr. 1, 2012—Sep. 30, 2012)	Six months ended Sep. 30, 2013 (Apr. 1, 2013—Sep. 30, 2013)
Net Cash Provided by (Used in) Operating Activities:		
Income before income taxes	¥28,366	¥39,606
Depreciation and amortization	27,760	28,294
Increase (decrease) in provision	(2,391)	(1,528)
Interest and dividends income	(14,235)	(7,415)
Interest expenses	5,397	5,005
Equity in (earnings) losses of affiliates	(2,261)	(2,201)
Loss (gain) on sales of property, plant and equipment	(53)	(4,162)
Loss (gain) on valuation of investment securities	6,515	114
Decrease (increase) in notes and accounts receivables-trade	5,530	5,819
Decrease (increase) in inventories	4,285	(5,621)
Increase (decrease) in notes and accounts payable-trade	(22,117)	(7,038)
Other, net	12,344	(12,440)
Subtotal	49,140	38,431
Interest and dividends income received	14,608	8,409
Interest expenses paid	(5,392)	(5,237)
Income taxes refund (paid)	(8,680)	(7,273)
Net Cash Provided by (Used in) Operating Activities	49,675	34,329
Net Cash Provided by (Used in) Investing Activities:		
Purchase of property, plant and equipment	(24,548)	(29,473)
Proceeds from sales of property, plant and equipment	665	10,267
Purchase of investment securities	(15,059)	(2,800)
Proceeds from sales of investment securities	15	4,354
Purchase of investments in subsidiaries	(387)	(28,780)
Other, net	(498)	(687)
Net Cash Provided by (Used in) Investing Activities	(39,813)	(47,119)
Net Cash Provided by (Used in) Financing Activities:		
Net increase (decrease) in short-term loans payable	(3,817)	(460)
Proceeds from long-term loans payable	7,262	60,410
Repayment of long-term loans payable	(55,068)	(46,910)
Proceeds from issuance of bond	35,000	15,100
Redemption of bonds	(10,000)	—
Increase (decrease) in commercial papers	14,000	(26,000)
Purchase of treasury stock	(233)	(45)
Payment of cash dividends	(2,623)	(5,242)
Cash dividends paid to minority shareholders	(2,833)	(2,998)
Other, net	(1,342)	(1,632)
Net Cash Provided by (Used in) Financing Activities	(19,657)	(7,779)
Effect of Exchange Rate Change on Cash and Cash Equivalents	(2,352)	4,380
Net Increase (Decrease) in Cash and Cash Equivalents	(12,148)	(16,188)
Cash and Cash Equivalents at Beginning of Period	69,499	63,299
Increase (Decrease) in Cash and Cash Equivalents Resulting from Change of Scope of Consolidation	1,434	2,007
Increase in Cash and Cash Equivalents Resulting from Merger	106	—
Increase (Decrease) in Cash and Cash Equivalents Resulting from Change of Fiscal Term of Subsidiaries	8,484	(62)
Cash and Cash Equivalents at End of Period	¥67,376	¥49,055

(4) Notes on Consolidated Financial Statement
Notes on Assumptions for Going Concern: N/A

Segment Information

[Segment Information]

I. For the six months ended September 30, 2012 (From April 1, 2012 to September 30, 2012)
Sales and Income 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 Operations
Net sales									
(1)Outside Customers	¥77,445	¥247,409	¥56,266	¥30,820	¥75,566	¥148,129	¥635,636	—	¥635,636
(2)Within Consolidated Group	1,300	58,990	14,254	2,957	560	20,586	98,650	(98,650)	—
Total	78,745	306,400	70,520	33,778	76,126	168,715	734,286	(98,650)	635,636
Segment income	¥4,269	¥18,913	¥5,634	¥2,404	¥4,302	¥3,035	¥38,558	¥(3,609)	¥34,949

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 (-¥3,609 million) are segment eliminations (¥267 million) and corporate expenses that cannot be allocated to specific segments (-¥3,877 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 operations.

II. For the six months ended September 30, 2013 (From April 1, 2013 to September 30, 2013)
Sales and Income 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 Operations
Net sales									
(1)Outside Customers	¥85,582	¥281,915	¥57,954	¥23,847	¥77,098	¥177,290	¥703,688	—	¥703,688
(2)Within Consolidated Group	1,619	60,022	14,560	10,667	476	23,885	111,231	(111,231)	—
Total	87,202	341,937	72,515	34,514	77,575	201,175	814,919	(111,231)	703,688
Segment income	¥6,766	¥16,127	¥7,026	¥973	¥3,904	¥3,315	¥38,114	¥(2,628)	¥35,485

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 (-¥2,628 million) are segment eliminations (¥561 million) and corporate expenses that cannot be allocated to specific segments (-¥3,190 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 operations.

Notes in Event of Significant Changes in Shareholders’ Equity: N/A