

Mitsubishi Materials Corporation

Supplementary Explanation

for the 1st Quarter of the fiscal year ended March 31,
2012

August 9, 2011

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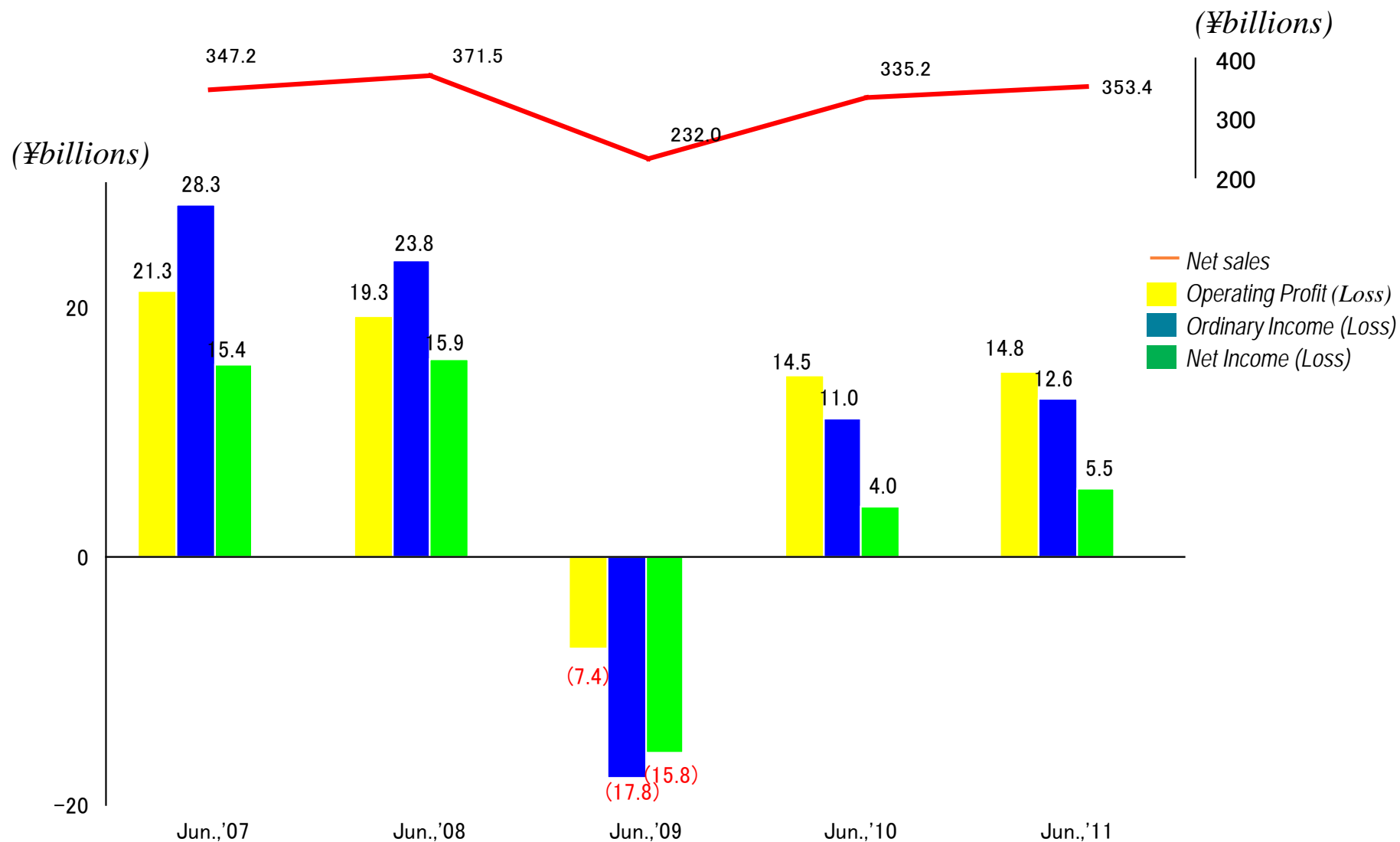
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Performance Overview (for the 1st Quarters)



Consolidated Statements of Operations (for the 1st Quarter)

(¥billions)	1Q/FY2011 Result (a)	1Q/FY2012 Result (b)	Difference (b)-(a)	Notes
Net sales	335.2	353.4	18.2	PTS +17.4, Earthquake Loss -17.0 etc.
Operating profit	14.5	14.8	0.3	Earthquake Loss -2.6 etc.
Net interest and dividend income	(1.3)	(1.4)	(0.0)	
Earnings in equity of affiliates	(0.7)	0.1	0.8	SUMCO +0.7 etc.
Other/Non-operating profit	(1.4)	(0.9)	0.4	
Ordinary income	11.0	12.6	1.5	Earthquake Loss -3.1 etc.
Extraordinary income	(2.3)	(3.4)	(1.1)	Earthquake Loss -3.2 etc. (Fixed Costs During Shutdown of Operation etc.)
Income taxes	(4.6)	(3.7)	0.9	
Net income	4.0	5.5	1.4	

Forex (TTM) Average : ¥92.0/US\$ (1Q/FY2011) → ¥81.7/US\$ (1Q/FY2012)

Differences from previous 1Q of Net Sales, Operating Profit, Ordinary Income by Segment

<i>(¥billions)</i>		1Q/FY2011	1Q/FY2012	Difference (b)-(a)	Notes		
		Result (a)	Result (b)		Earthquake Losses	Others	
Cement	Net sales	34.3	34.4	0.1	(0.1)	0.2	Increase of demands in China, US etc.
	Operating profit	0.1	0.3	0.1	(0.1)	0.2	
	Ordinary income	(0.0)	(0.3)	(0.2)	(0.2)	0.0	
Metals	Net sales	184.3	194.9	10.5	(13.5)	24.0	Higher price of copper etc.
	Operating profit	7.4	6.3	(1.1)	(1.3)	0.2	
	Ordinary income	5.4	5.5	0.1	(1.3)	1.4	Restored earnings in equity of affiliates
Advanced Materials & Tools	Net sales	35.4	36.3	0.8	(2.2)	3.0	Sales/earnings increase at US/Europe subsidiaries
	Operating profit	3.7	4.3	0.6	(1.0)	1.6	
	Ordinary income	3.5	4.2	0.7	(1.0)	1.7	
Electronic Materials & Components	Net sales	14.6	18.6	4.0	(0.5)	4.5	Unscheduled shutdown at Yokkaichi plant last year
	Operating profit	1.8	1.7	(0.1)	(0.2)	0.1	
	Ordinary income	(0.1)	0.4	0.5	(0.5)	1.0	Restored earnings in equity of affiliates

Differences from previous 1Q of Net Sales, Operating Profit, Ordinary Income by Segment

(¥billions)		1Q/FY2011 Result (a)	1Q/FY2012 Result (b)	Difference (b)-(a)	Notes		
					Earthquake Losses	Others	
Aluminum	Net sales	34.9	38.8	3.9	(0.7)	4.6	Increase of beverage-can demand, Effect of additional consolidations
	Operating profit	1.8	2.2	0.4	0.0	0.4	
	Ordinary Income	1.6	2.0	0.3	0.0	0.3	
Other	Net sales	31.5	30.2	(1.2)	0.0	(1.2)	Lower sales of coal etc. Higher scrap price at recycle business etc.
	Operating profit	(0.5)	(0.2)	0.3	(0.1)	0.4	
	Ordinary Income	0.6	0.6	(0.0)	(0.2)	0.2	
Total	Net sales	335.2	353.4	18.2	(17.0)	35.2	
	Operating profit	14.5	14.8	0.3	(2.6)	2.9	
	Ordinary Income	11.0	12.6	1.5	(3.1)	4.6	

Consolidated Balance Sheets: Assets

<i>(¥billions)</i>		Mar' 2011 (a)	Jun' 2011 (b)	Difference (b)-(a)
Current Assets	Cash and deposits	112.9	69.5	(43.3)
	Notes and accounts receivable-trade	221.4	218.9	(2.5)
	Inventories	261.8	281.3	19.5
	Other	192.2	195.6	3.3
	Sub total	788.4	765.4	(23.0)
Noncurrent Assets	Property, plant and equipment and intangible assets	740.8	737.8	(2.9)
	Investments and other assets	308.0	300.4	(7.5)
	Sub total	1,048.9	1,038.3	(10.5)
Total		1,837.4	1,803.8	(33.6)

Consolidated Balance Sheets: Liabilities and Net Assets

<i>(¥billions)</i>		Mar' 2011 (a)	Jun' 2011 (b)	Difference (b)-(a)
Liabilities	Notes and accounts payable-trade	136.7	121.0	(15.7)
	Short-term loans payable, bonds payable and CP	(43%) 784.7	(43%) 771.6	(13.0)
	Other liabilities	513.0	505.8	(7.2)
	Sub total	1,434.5	1,398.4	(36.0)
Net Assets	Capital stock	119.4	119.4	-
	Capital surplus and treasury stock	112.1	112.1	(0.0)
	Retained earnings	108.8	112.1	3.2
	Other Comprehensive Income	3.7	4.8	1.1
	Minority interests	58.6	56.7	(1.8)
	Sub total	(22%) 402.8	(22%) 405.3	2.4
	Total	1,837.4	1,803.8	(33.6)

Equity Ratio : 19% (Mar'11) → 19% (Jun'11)

Consolidated Statement of Operations (Revisions of Forecast for the 1st Half)

(¥billions)	Previous Forecast (a)*1		Current Forecast (b)*2		Difference (b) - (a)	
	1st Half	Annual	1st Half	Annual	1st Half	Annual
Net sales	675.0	1,380.0	720.0	1,380.0	45.0	-
Operating profit	16.0	45.0	26.0	45.0	10.0	-
Net interest and dividend income	7.0	17.0	10.0	17.0	3.0	-
Earnings in equity of affiliates	0.0	5.0	1.0	5.0	1.0	-
Other/Non-operating profit	(3.0)	(7.0)	(3.0)	(7.0)	0.0	-
Ordinary income	20.0	60.0	34.0	60.0	14.0	-
Extraordinary income	(5.0)	(15.0)	(6.0)	(15.0)	(1.0)	-
Income taxes	(8.0)	(16.0)	(11.0)	(16.0)	(3.0)	-
Minority interests in income	(2.0)	(7.0)	(3.0)	(7.0)	(1.0)	-
Net income	5.0	22.0	14.0	22.0	9.0	-
Dividend Payment (¥/Share)	-	3	-	3	-	-

(*1) Announcement on May 12, 2011 (*2) Annual Forecast has not yet revised

New Semi-Annual Forecasts by Segment

(¥billions)		Previous Forecast* 1st Half (a)	Current Forecast 1st Half (b)	Difference (b)-(a)	Notes		【Forex】 (¥/US\$) 83→81 (¥/€) 110→114
					Earthquake Losses	Others	
Cement	Net sales	75.0	74.0	(1.0)	(0.3)	(0.7)	Cement Sales (Unconsolidated) 4.67Mil.T→4.60Mil.T
	Operating profit	3.0	2.0	(1.0)	(0.1)	(0.9)	Cement Sales (US) 0.61Mil.sT→0.63Mil.sT
	Ordinary income	1.0	1.0	0.0	(0.1)	0.1	
Metals	Net sales	345.0	375.0	30.0	14.7	15.3	Copper Price(¢/1b) 380→398
	Operating profit	7.0	11.0	4.0	1.9	2.1	E.Copper Sales (Unconsolidated) 135Thou.T→144Thou.T
	Ordinary income	16.0	22.0	6.0	1.9	4.1	E.Copper Sales (PTS) 148Thou.T→145Thou.T
Advanced Materials & Tools	Net sales	68.0	75.0	7.0	4.6	2.4	Cemented Carbide Sales ¥40.0Bil.→¥44.4Bil.
	Operating profit	4.0	8.0	4.0	2.8	1.2	Difference in Price Mix etc.
	Ordinary income	4.0	7.0	3.0	2.8	0.2	
Electronic Materials & Components	Net sales	38.0	38.0	0.0	0.6	(0.6)	Poli-silicon Sales 2,064T→2,014T
	Operating profit	2.0	2.0	0.0	0.1	(0.1)	Net Profit of SUMCO (Forecast) ¥-4.0Bil.→¥-1.3Bil.
	Ordinary income	0.0	1.0	1.0	0.2	0.8	

(*) Announcement on May 12, 2011

New Semi-Annual Forecasts by Segment

(¥billions)		Previous Forecast* 1st Half (a)	Current Forecast 1st Half (b)	Difference (b)-(a)	Notes		【Forex】 (¥/US\$) 83→81 (¥/€) 110→114
					Earthquake Losses	Others	
Aluminum	Net sales	80.0	80.0	0.0	1.6	(1.6)	Beverage Can Sales 2.7Bil. Cans→2.7Bil. Cans
	Operating profit	3.0	4.0	1.0	1.5	(0.5)	Aluminum Plate Sales 51kt →51kt
	Ordinary Income	2.0	4.0	2.0	1.5	0.5	Aluminum Extrusions Sales 9kt→10kt
Other	Net sales	69.0	78.0	9.0	3.8	5.2	Upward incomes at recycle businesses
	Operating profit	(3.0)	(1.0)	2.0	0.1	1.9	
	Ordinary Income	(3.0)	(1.0)	2.0	0.5	1.5	
Total	Net sales	675.0	720.0	45.0	25.0	20.0	
	Operating profit	16.0	26.0	10.0	6.1	3.9	
	Ordinary Income	20.0	34.0	14.0	6.7	7.3	

(*) Announcement on May 12, 2011

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These projected performance figures are based on information available to the Company's management as of the day for releasing this material. There are many uncertain or risk factors inherent in projections, and there might be cases in which actual results materially differ from projections of this material.