

Mitsubishi Materials Corporation

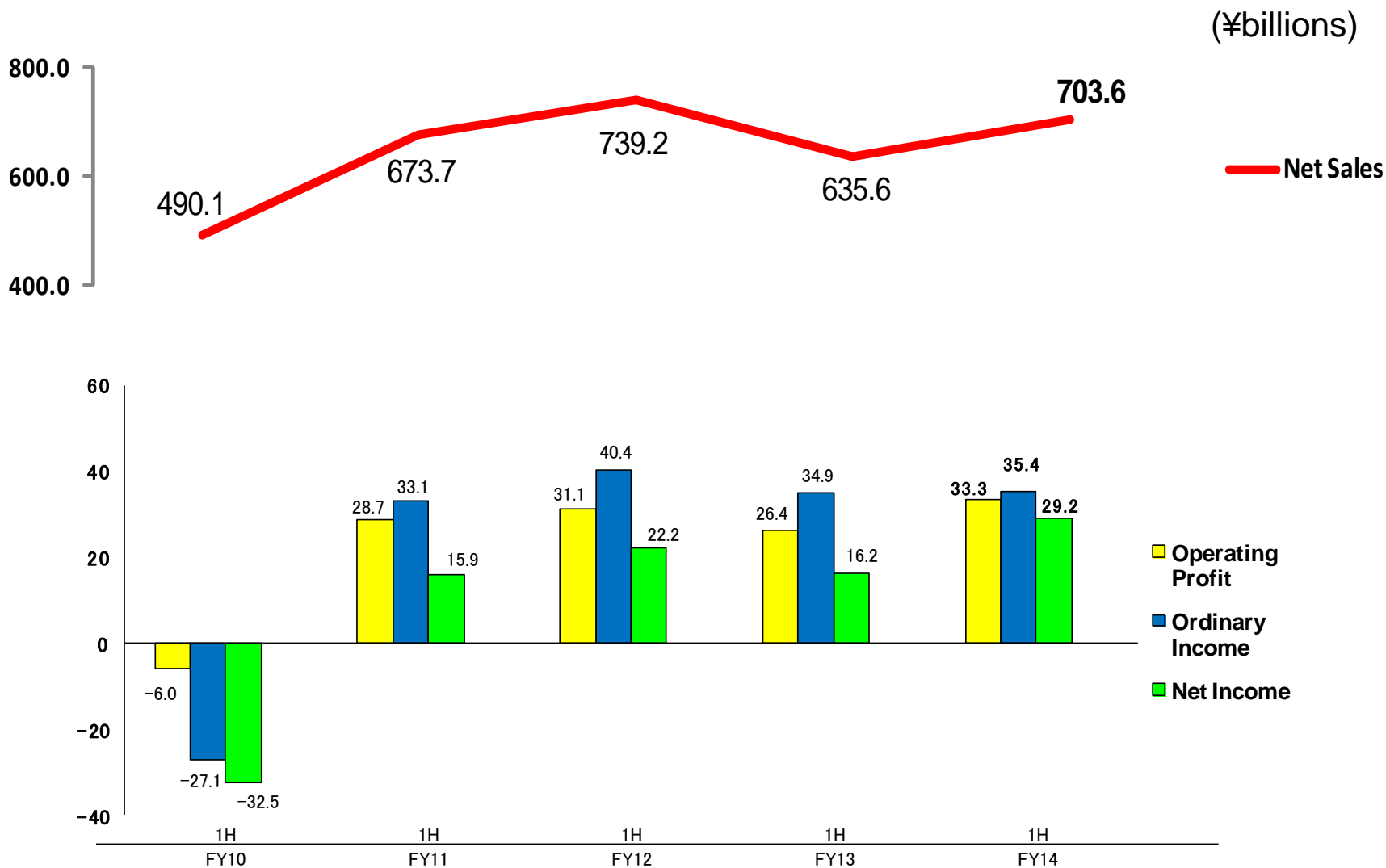
Supplementary Explanation
for the 1st Half of the fiscal year ending March 31, 2014

November 6, 2013

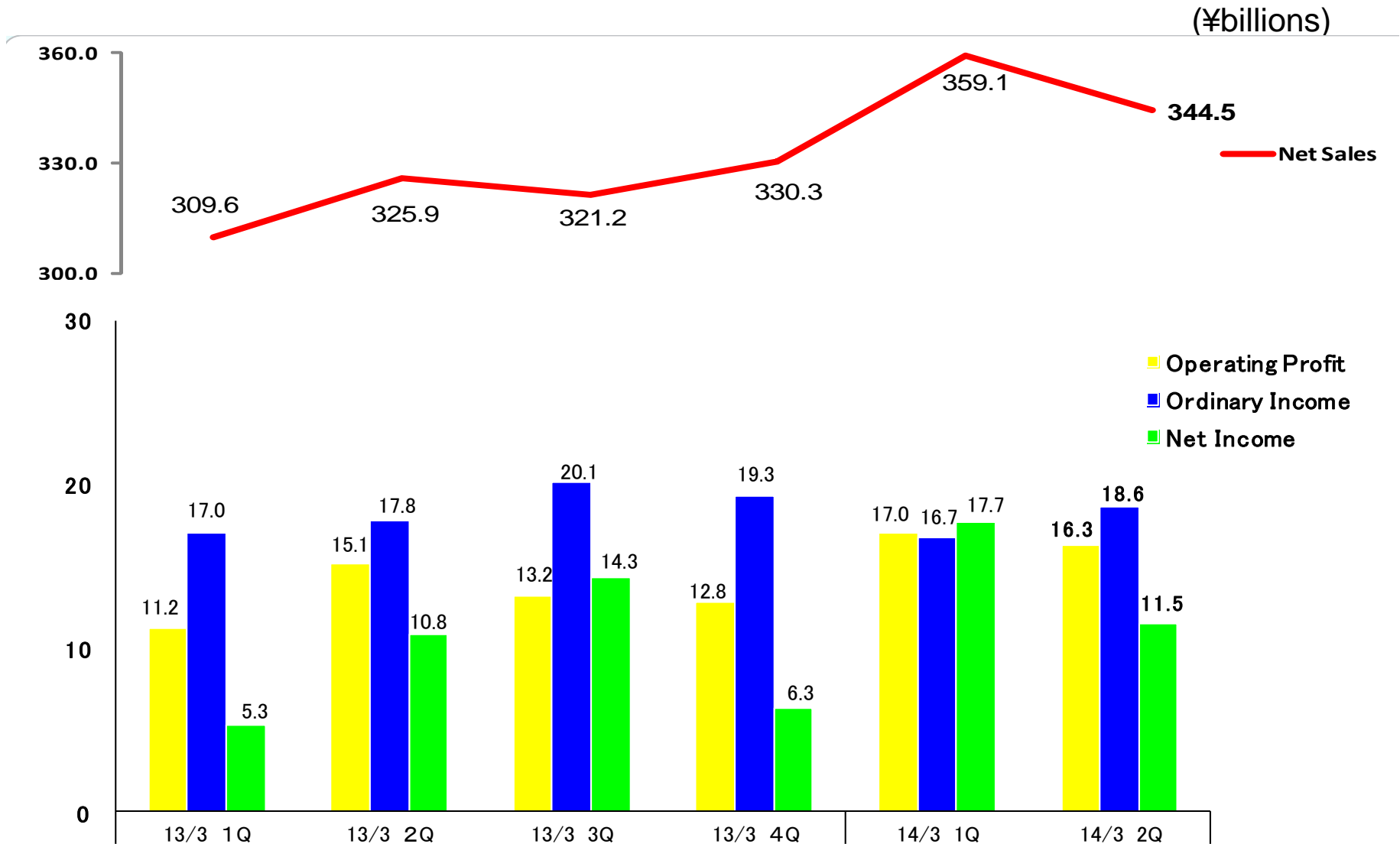
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Performance Overview (for the 1st Half)



Performance Overview (quarterly data)



Consolidated Statements of Operations (for the 1st Half) YOY Comparison

| (¥billions) | FY2013 1st Half Results (a) | FY2014 1st Half Results (b) | Difference (b)-(a) | Notes |
|-----------------------------------|-----------------------------------|-----------------------------------|-----------------------|---|
| Net sales | 635.6 | 703.6 | 68.0 | Metals +35.5, Precious Metals +18.6, Cement +8.4 etc |
| Operating profit | 26.4 | 33.3 | 6.8 | Metals +3.5, Cement +1.9, AM&T +1.1 |
| Net interest and dividends income | 8.8 | 2.4 | -6.4 | Dividends received -6.7 |
| Earnings in equity of affiliates | 2.2 | 2.2 | -0.0 | |
| Other/Non-operating profit | -2.6 | -2.4 | 0.1 | |
| Ordinary income | 34.9 | 35.4 | 0.5 | |
| Extraordinary income | -6.5 | 4.1 | 10.7 | Gain from sale of fixed asset +3.9, Loss on valuation of investment securities +6.4 |
| Income taxes | -7.4 | -7.9 | -0.4 | |
| Minority interests in income | -4.6 | -2.4 | 2.1 | |
| Net income | 16.2 | 29.2 | 12.9 | |

Exchange rate: 79 JPY/\$ → 99 JPY/\$

Copper price: 353 ¢/lb → 323 ¢/lb

Factor Analysts by Segment YOY Comparison

(¥billions)

| | | 1H/FY2013 (a) | 1H/FY2014 (b) | Difference (b)-(a) | Exchange rates difference | Price difference | Quantity variation | Special factors | Electricity price effect | Dividends received | Earnings in equity of affiliates | Other |
|---|------------------|------------------|------------------|-----------------------|---------------------------------|---------------------|-----------------------|--------------------|--------------------------------|-----------------------|--|-------|
| Cement | Net sales | 78.7 | 87.2 | 8.4 | 6.0 | 0.6 | 1.2 | 0.0 | | | | 0.6 |
| | Operating profit | 5.1 | 7.0 | 1.9 | 0.1 | 0.0 | 1.7 | 0.0 | -0.2 | | | 0.3 |
| | Ordinary income | 4.2 | 6.7 | 2.4 | | | | | | 0.0 | 0.5 | 0.3 |
| Metals | Net sales | 306.4 | 341.9 | 35.5 | 39.7 | -18.9 | 11.7 | 3.0 | | | | 0.0 |
| | Operating profit | 8.4 | 12.0 | 3.5 | 2.6 | -1.6 | 0.3 | 0.1 | -0.3 | | | 2.3 |
| | Ordinary income | 18.9 | 16.1 | -2.7 | | | | | | -6.5 | 0.9 | 1.8 |
| Advanced Materials & Tools | Net sales | 70.5 | 72.5 | 1.9 | 5.5 | -0.7 | -4.2 | 1.3 | | | | 0.0 |
| | Operating profit | 6.3 | 7.5 | 1.1 | 2.2 | -0.9 | -1.1 | 0.0 | -0.1 | | | 1.0 |
| | Ordinary income | 5.6 | 7.0 | 1.3 | | | | | | -0.2 | 0.0 | 1.4 |
| Electronic Materials & Components | Net sales | 33.7 | 34.5 | 0.7 | 2.4 | 0.0 | -1.9 | 0.2 | | | | 0.0 |
| | Operating profit | 2.0 | 2.0 | -0.0 | 0.0 | 0.6 | -0.7 | -1.6 | -0.1 | | | 1.8 |
| | Ordinary income | 2.4 | 0.9 | -1.4 | | | | | | 0.0 | -1.3 | 1.8 |
| Aluminum | Net sales | 76.1 | 77.5 | 1.4 | 1.8 | -0.5 | 0.1 | 0.0 | | | | 0.0 |
| | Operating profit | 4.5 | 4.3 | -0.2 | 0.1 | -1.0 | 0.5 | 0.0 | -0.2 | | | 0.4 |
| | Ordinary income | 4.3 | 3.9 | -0.3 | | | | | | 0.0 | 0.0 | 0.3 |
| Other | Net sales | 168.7 | 201.1 | 32.4 | 0.9 | 2.0 | 28.9 | 0.6 | | | | 0.0 |
| | Operating profit | 2.4 | 2.9 | 0.4 | 0.0 | -0.4 | 0.3 | 0.0 | 0.0 | | | 0.5 |
| | Ordinary income | 3.0 | 3.3 | 0.2 | | | | | | 0.0 | -0.2 | 0.5 |
| Elimination, etc. | Net sales | -98.6 | -111.2 | -12.5 | 0.0 | -2.9 | -9.6 | 0.0 | | | | 0.0 |
| | Operating profit | -2.5 | -2.4 | 0.0 | 0.0 | 0.0 | -0.1 | 0.0 | 0.0 | | | 0.1 |
| | Ordinary income | -3.6 | -2.6 | 0.9 | | | | | | 0.0 | 0.0 | 1.0 |
| Total | Net sales | 635.6 | 703.6 | 68.0 | 56.3 | -20.4 | 26.2 | 5.1 | | | | 0.6 |
| | Operating profit | 26.4 | 33.3 | 6.8 | 5.0 | -3.3 | 0.9 | -1.5 | -0.9 | | | 6.4 |
| | Ordinary income | 34.9 | 35.4 | 0.5 | | | | | | -6.7 | -0.0 | 7.1 |

Consolidated Statements of Operations (for the 1st Half) Comparison with Forecast

* Announced on May 10, 2013

| (¥billions) | FY2014 1st Half Forecasts (a)* | FY2014 1st Half Results (b) | Difference (b)-(a) | Notes |
|-----------------------------------|--------------------------------------|-----------------------------------|-----------------------|--|
| Net sales | 710.0 | 703.6 | -6.4 | Metals -18.1, Precious metals +7.5, Resources/Recycling +7.9 etc |
| Operating profit | 31.0 | 33.3 | 2.3 | Metals +1.0, Aluminum +0.8, AM&T +0.5 |
| Net interest and dividends income | 0.0 | 2.4 | 2.4 | Dividends received +1.8 |
| Earnings in equity of affiliates | 1.0 | 2.2 | 1.2 | Metals +0.8, Cement +0.6 |
| Other/Non-operating profit | -1.0 | -2.4 | -1.4 | |
| Ordinary income | 31.0 | 35.4 | 4.4 | Metals +1.6, Aluminum +0.9 |
| Extraordinary income | 5.0 | 4.1 | -0.9 | |
| Income taxes, etc. | -7.5 | -7.9 | -0.4 | |
| Minority interests in income | -3.5 | -2.4 | 1.1 | |
| Net income | 25.0 | 29.2 | 4.2 | |

Exchange rate: 95 JPY/\$ → 99 JPY/\$

Copper price: 330 ¢/lb → 323 ¢/lb

Consolidated Balance Sheet: Assets

(¥billions)

| | | Mar. 2013 (a) | Sep. 2013 (b) | Difference (b-a) |
|-------------------|---|---------------|---------------|------------------|
| Current assets | Cash and deposits | 64.4 | 50.2 | -14.1 |
| | Note and accounts receivable-trade | 211.7 | 213.2 | 1.4 |
| | Inventories | 282.3 | 292.3 | 9.9 |
| | Other | 220.4 | 197.6 | -22.7 |
| | Sub total | 778.9 | 753.4 | -25.4 |
| Noncurrent assets | Property, plant and equipment and intangible assets | 707.2 | 723.6 | 16.4 |
| | Investments and other assets | 325.5 | 337.9 | 12.3 |
| | Sub total | 1,032.8 | 1,061.5 | 28.7 |
| Total | | 1,811.7 | 1,815.0 | 3.3 |

Consolidated Balance Sheet: Liabilities and Net Assets

(¥billions)

| | | Mar. 2013 (a) | Sep. 2013 (b) | Difference (b-a) |
|-------------|--------------------------------------|---------------|---------------|------------------|
| Liabilities | Notes and accounts payable-trade | 105.8 | 104.0 | -1.8 |
| | Loans payable, bonds payable, and CP | (38%) 692.9 | (39%) 704.2 | 11.2 |
| | Other liabilities | 546.6 | 489.6 | -57.0 |
| | Sub total | 1,345.5 | 1,297.9 | -47.5 |
| Net assets | Capital stock | 119.4 | 119.4 | - |
| | Capital surplus and treasury stock | 90.5 | 90.5 | -0.0 |
| | Retained earnings | 158.4 | 185.8 | 27.4 |
| | Other comprehensive income | 36.7 | 56.2 | 19.5 |
| | Minority interests | 61.0 | 64.9 | 3.9 |
| | Sub total | (26%) 466.2 | (28%) 517.0 | 50.8 |
| | Total | 1,811.7 | 1,815.0 | 3.3 |

Equity Ratio (Mar. '13) 22% → (Sep. '13) 25%

Statistics / Assumptions / Sensitivity (1)

| | Mar'13 Result | | | Mar'14 Forecast at the beginning of the fiscal year *1 | | | Forecast this time | |
|---|---------------|----------|--------|--|----------|--------|--------------------|--------|
| | 1st Half | 2nd Half | Annual | 1st Half | 2nd Half | Annual | 1st Half (Result) | Annual |
| Average TTM rate (yen/\$) | 79 | 87 | 83 | 95 | 95 | 95 | 99 | 99 |
| Average TTM rate (yen/€) | 101 | 114 | 107 | 125 | 125 | 125 | 130 | 130 |
| Total demand for cement in Japan (million tons) | 21.34 | 23.24 | 44.58 | 22.00 | 23.00 | 45.00 | 22.91 | 48.00 |
| Cement sales volumes for MMC-Domestic (million tons) | 3.12 | 3.47 | 6.59 | 3.29 | 3.82 | 7.11 | 3.49 | 7.50 |
| Cement sales volumes for MMC-Exports (million tons) | 1.41 | 1.32 | 2.73 | 1.32 | 1.34 | 2.66 | 1.06 | 2.48 |
| Total demand for cement in the U.S. (million tons) | - | - | 76.70 | - | - | 81.19 | - | 79.76 |
| Cement sales volumes in the U.S. (million short tons) | 0.73 | 0.80 | 1.53 | 0.82 | 0.83 | 1.65 | 0.84 | 1.66 |
| Ready-mixed concrete sales volumes in the U.S. (million cy) | 2.58 | 2.72 | 5.30 | 2.79 | 2.91 | 5.70 | 2.91 | 6.00 |
| Copper price LME (¢ /lb) | 353 | 359 | 356 | 330 | 330 | 330 | 323 | 326 |
| Sales of cathodes(MMC) (thousand tons) | 164 | 141 | 305 | 148 | 148 | 296 | 170 | 320 |
| Exports included in above number (thousand tons) | 60 | 38 | 98 | 47 | 47 | 94 | 58 | 105 |
| Sales of cahodes (PTS) (thousand tons) | 89 | 113 | 202 | 136 | 146 | 282 | 103 | 240 |

Statistics / Assumptions / Sensitivity (2)

| | Mar'13 Result | | | Mar'14 Forecast at the beginning of the fiscal year *1 | | | Forecast this time | |
|--|---------------|----------|--------|--|----------|--------|--------------------|--------|
| | 1st Half | 2nd Half | Annual | 1st Half | 2nd Half | Annual | 1st Half (Result) | Annual |
| Processed copper products sales volumes (thousand tons) | 66 | 63 | 129 | 69 | 74 | 143 | 71 | 148 |
| Dividends from copper mine (¥ billions) | 11.9 | 12.6 | 24.5 | 4.0 | 9.0 | 13.0 | 5.4 | 14.8 |
| SUMCO's net income (¥ billions) *2 | 4.9 | -1.5 | 3.4 | 1.0 | 9.0 | 10.0 | 0.1 | 0.5 |
| MMC's equity method investment gain (¥ billions) | 1.2 | -0.6 | 0.6 | 0.1 | 2.4 | 2.5 | -0.1 | -0.1 |
| Sales of aluminum regular cans (billion cans) | 2.1 | 1.5 | 3.6 | 2.0 | 1.7 | 3.7 | 2.2 | 3.9 |
| Sales of aluminum bottle cans (billion cans) | 0.5 | 0.6 | 1.1 | 0.6 | 0.5 | 1.1 | 0.5 | 1.0 |
| Sales of aluminum sheet products (kilotons) | 55 | 48 | 103 | 55 | 51 | 106 | 55 | 105 |
| Sales of aluminum extrusion products (kilotons) | 11 | 10 | 21 | 10 | 11 | 21 | 10 | 21 |

*1 Announced on May 10, 2013

FY2014 Sensitivity for 3Q-4Q (operating profit base)

*2 Announced by SUMCO on September 6, 2013

| | | |
|---|------|-------------|
| Exchange rate yen/US\$ (yen appreciation) | -200 | JPY million |
| yen/€ (yen appreciation) | -30 | JPY million |
| Copper price(LME) operating profit 10 ¢ /lb | 200 | JPY million |
| non-operating profit 10 ¢ /lb | 600 | JPY million |

Forecast for the FY2014

The full-year forecast remains unchanged from the beginning of the fiscal year.

| (¥billions) | At beginning of FY (a)* | This time (b) | Difference (b)-(a) |
|-----------------------------------|-------------------------|----------------|--------------------|
| Net sales | 1,480.0 | 1,480.0 | 0.0 |
| Operating profit | 72.0 | 72.0 | 0.0 |
| Net interest and dividends income | 6.5 | 8.9 | 2.4 |
| Earnings in equity of affiliates | 5.0 | 2.2 | -2.8 |
| Other/Non-operating profit | -3.5 | -3.1 | 0.4 |
| Ordinary income | 80.0 | 80.0 | 0.0 |
| Extraordinary income | -8.0 | -8.0 | 0.0 |
| Income taxes, etc. | -27.0 | -27.0 | 0.0 |
| Net income | 45.0 | 45.0 | 0.0 |

*Announced on May 10, 2013

| | | | |
|---------------------------|-----|-----|----|
| Exchange rate USD(JPY/\$) | 95 | 99 | 4 |
| EUR(JPY/€) | 125 | 130 | 5 |
| Copper price (¢/1b) | 330 | 326 | -4 |

| Net Sales | At beginning of FY | This time | Difference |
|-----------------------------------|--------------------|----------------|------------|
| Cement | 193.0 | 196.1 | 3.1 |
| Metals | 760.0 | 718.5 | -41.5 |
| Advanced Materials & Tools | 159.0 | 155.9 | -3.1 |
| Electronic Materials & Components | 74.0 | 71.6 | -2.4 |
| Aluminum | 147.0 | 151.1 | 4.1 |
| Other | 359.0 | 391.8 | 32.8 |
| Elimination, etc. | -212.0 | -205.0 | 7.0 |
| Total | 1,480.0 | 1,480.0 | 0.0 |

| Operating Profit | At beginning of FY | This time | Difference |
|-----------------------------------|--------------------|-------------|------------|
| Cement | 20.5 | 22.0 | 1.5 |
| Metals | 23.0 | 24.1 | 1.1 |
| Advanced Materials & Tools | 16.5 | 16.9 | 0.4 |
| Electronic Materials & Components | 5.0 | 4.2 | -0.8 |
| Aluminum | 6.5 | 5.9 | -0.6 |
| Other | 7.0 | 6.7 | -0.3 |
| Elimination, etc. | -6.5 | -7.8 | -1.3 |
| Total | 72.0 | 72.0 | 0.0 |

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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.