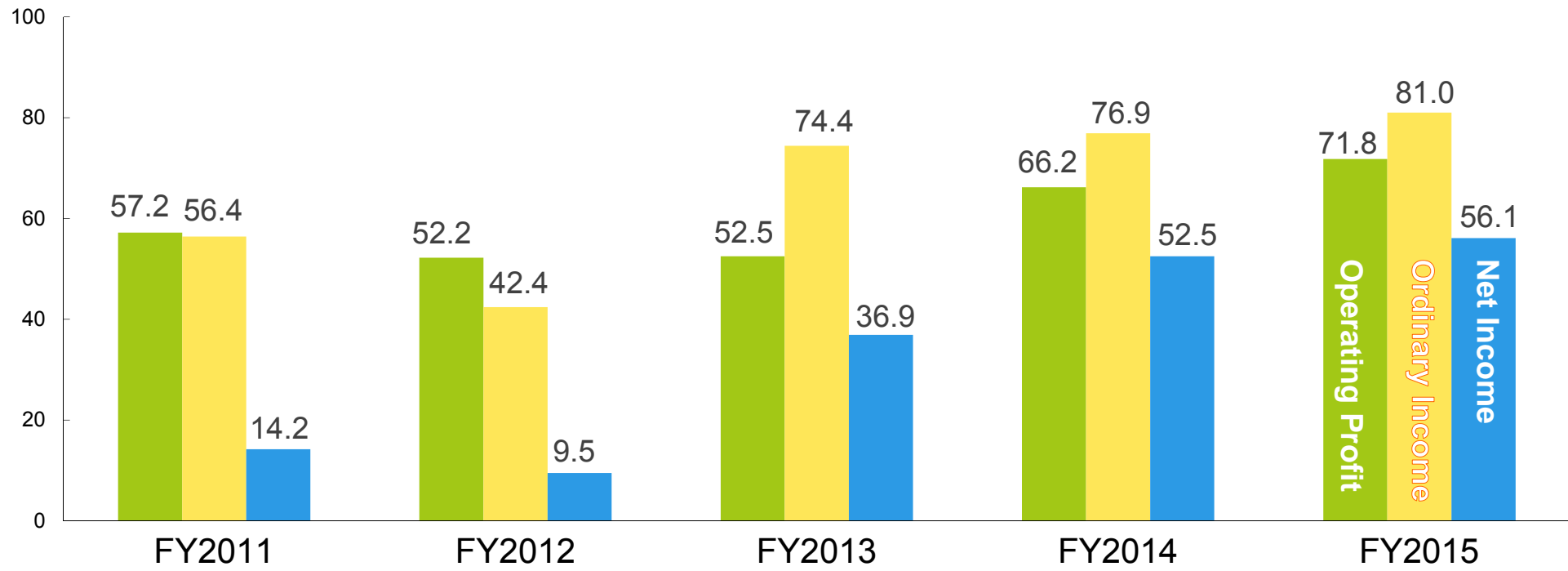
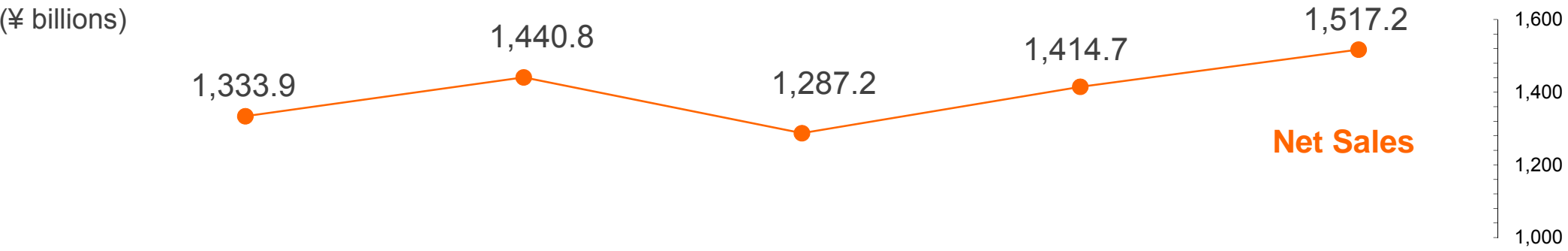


# Mitsubishi Materials Corporation

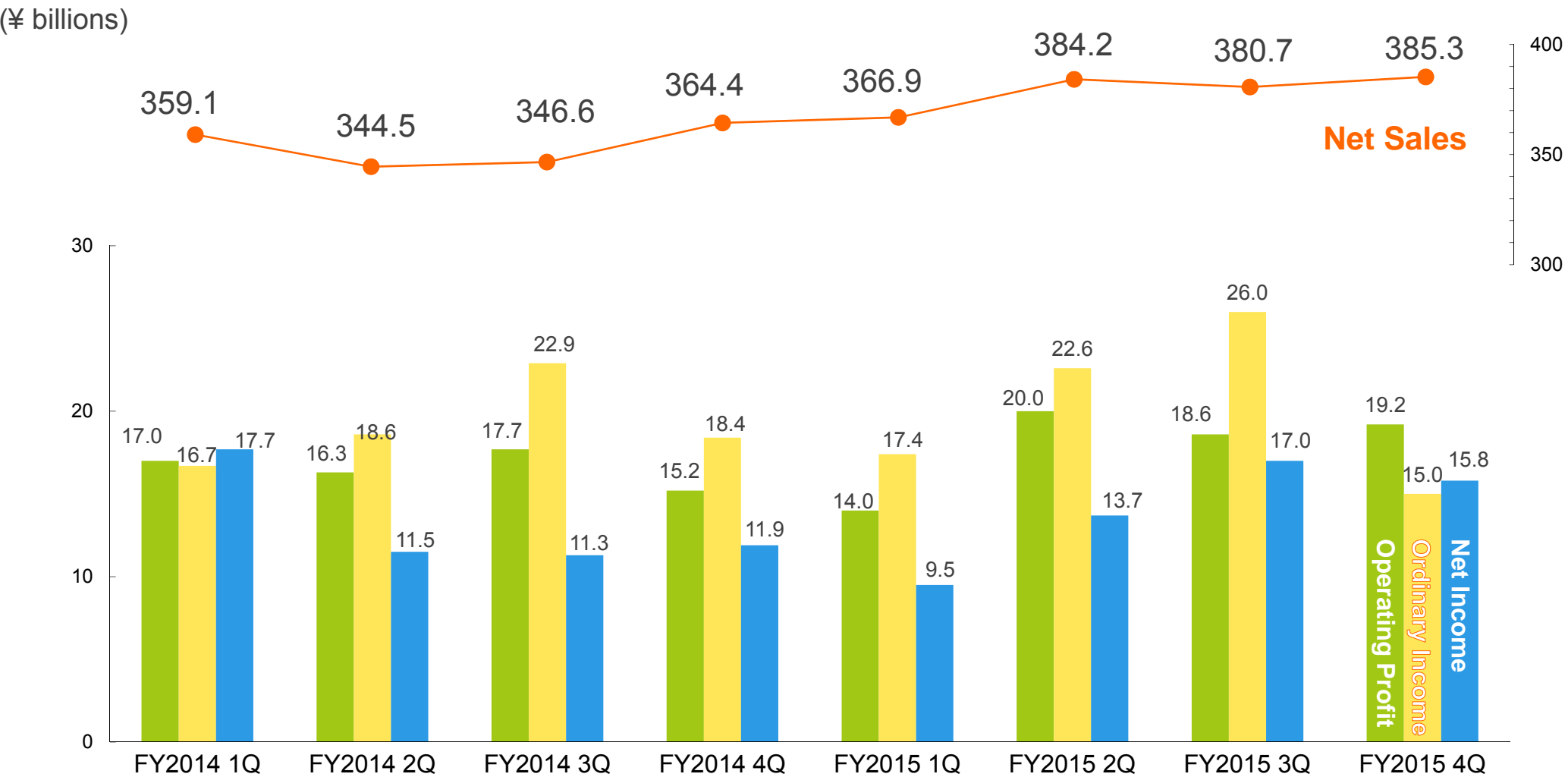
Supplementary Explanation  
for the fiscal year ended March 31, 2015

May 12, 2015

# Performance Overview (Full Year)



# Performance Overview (Quarterly)



# Consolidated Statements of Operations (Full Year)

(¥ billions)

	FY2014 Result (a)	FY2015 Result (b)	Difference (b-a)	Reason
Net sales	1,414.7	1,517.2	102.4	Metals +83.4, Aluminum +7.8, Cement +3.1, AM&T - 11.2 (cemented carbide +12.0), etc.
Operating profit	66.2	71.8	5.5	AM&T +2.6, Metals +0.8, Cement - 1.7, etc.
Net interest and dividends income	10.1	7.6	-2.5	Dividends - 3.6, Interest expenses +1.4, etc.
Equity in earnings of affiliates	4.3	6.5	2.1	SUMCO +4.3, Copper mines - 1.8, etc.
Other / Non-operating profit	-3.9	-5.0	-1.0	
Ordinary income	76.9	81.0	4.1	
Extraordinary income / loss	8.4	-5.4	-13.9	Gain on sale of investment securities - 30.3, Gain on contribution of securities to retirement benefit trust - 10.9, Impairment loss +31.8, etc.
Income taxes	-26.4	-14.0	12.3	Income tax adjustments +15.5, etc.
Minority interests in income	-6.3	-5.4	0.9	
Net income	52.5	56.1	3.5	
Dividend per share (yen)	6	8	2	
Exchange rate	100 JPY/\$	110 JPY/\$	10 JPY/\$	
Copper price (LME)	322 ¢ /lb	297 ¢ /lb	-25 ¢ /lb	

# Factor Analysis of Net Sales, Operating Profit and Ordinary Income by Segment

(¥ billions)		FY2014	FY2015	Differences (b-a)	Exchange rate differences	Price differences	Quantity variation	Electricity price effect	Dividends received	Earnings in equity of affiliates	Others	Other principal reasons (operating profit)
		Result (a)	Result (b)									
Cement	Net sales	190.1	193.3	3.1	6.5	3.1	-5.9	—	—	—	-0.6	<ul style="list-style-type: none"> <li>Income/loss from waste treatment -0.6,</li> <li>Increased costs in U.S. ready-mixed concrete business -0.5</li> </ul>
	Operating profit	19.1	17.3	-1.7	0.5	2.8	-2.8	-0.5	—	—	-1.7	
	Ordinary income	18.8	16.7	-2.0	—	—	—	—	0.0	-0.4	-1.6	
Metals	Net sales	728.1	811.6	83.4	42.5	-39.2	77.7	—	—	—	2.4	<ul style="list-style-type: none"> <li>Repair cost (nonconsolidated) -3.0</li> </ul>
	Operating profit	23.9	24.8	0.8	2.1	-1.9	4.0	-1.0	—	—	-2.4	
	Ordinary income	38.0	32.8	-5.1	—	—	—	—	-3.1	-2.2	-3.0	
Advanced Materials & Tools	Net sales	145.8	134.6	-11.2	3.7	0.9	7.8	—	—	—	-23.6	<ul style="list-style-type: none"> <li>Expenditures for sales expansion (cemented carbide) -2.2</li> </ul>
	Operating profit	14.0	16.7	2.6	1.9	-0.7	5.2	-0.3	—	—	-3.5	
	Ordinary income	13.9	16.5	2.5	—	—	—	—	0.0	0.3	-3.9	
Electronic Materials & Components	Net sales	67.7	67.0	-0.7	1.8	-0.3	-2.2	—	—	—	0.0	<ul style="list-style-type: none"> <li>Depreciation and amortization (Yokkaichi Plant) +2.3</li> </ul>
	Operating profit	4.0	4.4	0.4	0.1	0.0	-1.5	-0.2	—	—	2.0	
	Ordinary income	2.1	7.2	5.0	—	—	—	—	0.0	4.1	2.5	
Aluminum	Net sales	151.5	159.4	7.8	1.3	-0.2	6.7	—	—	—	0.0	<ul style="list-style-type: none"> <li>Depreciation and amortization +0.9</li> </ul>
	Operating profit	5.5	5.6	0.1	0.0	-3.1	2.2	-0.5	—	—	1.5	
	Ordinary income	4.7	5.1	0.3	—	—	—	—	0.0	0.0	1.7	
Other	Net sales	238.7	241.2	2.4	0.6	0.0	1.0	—	—	—	0.8	
	Operating profit	7.3	9.3	1.9	0.0	0.7	1.5	0.0	—	—	-0.3	
	Ordinary income	8.0	9.8	1.8	—	—	—	—	-0.6	0.4	-0.2	
Elimination, etc.	Net sales	-107.5	-89.9	17.5	0.0	0.0	17.5	—	—	—	0.0	
	Operating profit	-7.8	-6.6	1.2	0.0	0.0	0.5	0.0	—	—	0.7	
	Ordinary income	-8.9	-7.3	1.5	—	—	—	—	0.1	0.0	0.9	
Total	Net sales	1,414.7	1,517.2	102.4	56.6	-35.8	102.7	—	—	—	-21.0	
	Operating profit	66.2	71.8	5.5	4.7	-2.1	9.1	-2.5	—	—	-3.7	
	Ordinary income	76.9	81.0	4.1	—	—	—	—	-3.6	2.1	-3.6	

## Consolidated Statements of Operations (Comparison with February 10 Forecast)

(¥ billions)

	FY2015 Previous Forecast (a)	FY2015 Result (b)	Difference (b-a)
Net sales	1,500.0	1,517.2	17.2
Operating profit	70.0	71.8	1.8
Net interest and dividends income	7.9	7.6	-0.3
Equity in earnings of affiliates	6.0	6.5	0.5
Other / Non-operating profit	-3.9	-5.0	-1.1
Ordinary income	80.0	81.0	1.0
Extraordinary income/loss	-7.0	-5.4	1.6
Income taxes	-16.5	-14.0	2.5
Minority interests in income	-6.5	-5.4	1.1
Net income	50.0	56.1	6.1
Exchange rate	109 JPY/\$	110 JPY/\$	1 JPY/\$
Copper price (LME)	296 ¢ /lb	297 ¢ /lb	1 ¢ /lb

# Consolidated Balance Sheet

(¥ billions)

	End of Mar. 2014 (a)	End of Mar. 2015 (b)	Difference (b-a)
<b>Assets</b>			
Cash and deposits	63.4	93.1	29.6
Notes and accounts receivable-trade	219.0	230.8	11.8
Inventories	284.9	296.7	11.7
Other	207.0	247.6	40.6
Current assets, subtotal	<b>774.4</b>	<b>868.4</b>	<b>93.9</b>
Property, plant and equipment and intangible assets	698.7	707.9	9.1
Investments and other assets	305.2	321.7	16.5
Noncurrent assets, subtotal	<b>1,004.0</b>	<b>1,029.7</b>	<b>25.7</b>
Total	1,778.5	1,898.1	119.6

	End of Mar. 2014 (a)	End of Mar. 2015 (b)	Difference (b-a)
<b>Liabilities</b>			
Notes and accounts payable-trade	106.6	128.3	21.7
Loans payable, bonds payable, and CP	649.8 37%	630.8 33%	-18.9
Other liabilities	496.2	509.3	13.0
Liabilities Subtotal	<b>1,252.7</b>	<b>1,268.6</b>	<b>15.8</b>
<b>Net assets</b>			
Capital stock	119.4	119.4	-
Capital surplus and treasury stock	90.4	90.4	-
Retained earnings	207.3	252.8	45.5
Other comprehensive income	39.4	88.0	48.5
Minority interests	68.9	78.7	9.7
Net Assets Subtotal	<b>525.7 30%</b>	<b>629.5 33%</b>	<b>103.8</b>
Total	1,778.5	1,898.1	119.6
Equity ratio	26 %	29 %	
Net debt to equity ratio	1.3 times	1.0 time	

# Statistics / Assumptions / Sensitivity

## ■ Statistics / Assumptions

		FY2014 Result	FY2015 Result (a)	FY2016 (Forecast)			Difference (b-a)
				1st Half	2nd Half	Full Year (b)	
Average TTM rate	(yen/\$)	100	110	118	118	118	8
	(yen/€)	134	139	130	130	130	-9
Total demand for cement in Japan	(million tons)	47.71	45.55	22.10	23.90	46.00	0.45
Cement sales volumes for MMC-Domestic	(million tons)	7.42	6.99	3.40	3.72	7.13	0.14
Cement sales volumes for MMC-Exports	(million tons)	2.28	2.61	1.35	1.36	2.72	0.11
Total demand for cement in the U.S.	(million tons)	79.54	86.50	—	—	92.88	6.38
Cement sales volumes in the U.S.	(million short tons)	1.68	1.56	0.88	0.87	1.75	0.19
Ready-mixed concrete sales volumes in the U.S.	(million cy)	6.28	6.27	3.28	3.68	6.96	0.70
Copper price (LME)	(¢/lb)	322	297	270	270	270	-27
Sales of cathodes (in-house product)	(thousand tons)	289	270	154	151	305	35
Sales of cathodes (PTS)	(thousand tons)	198	262	131	140	271	9
Processed copper product sales volumes	(thousand tons)	143	151	75	78	153	2
Dividends from copper mine	(¥ billion)	15.1	11.9	4.8	5.7	10.5	-1.3



## Statistics / Assumptions / Sensitivity

		FY2014 Result	FY2015 Result (a)	FY2016 (Forecast)			Difference (b-a)
				1st Half	2nd Half	Full Year (b)	
SUMCO's net income	(¥ billion)	0.7	16.2	8.0	8.0	16.0*	-0.2
MMC's equity method investment gain	(¥ billion)	-0.1	4.2	1.7	1.3	3.0	-1.1
Sales of aluminum sheet products	(thousand tons)	107	109	56	55	111	2
Sales of aluminum extrusion products	(thousand tons)	21	21	10	10	20	0

\* SUMCO's net income for the full year is shown as four times the Q1 forecast amount announced by the company on February 12, 2015.

### ■ Sensitivity (Based on Operating Profit/Loss)

		FY2016 Full Year	
Exchange rates	Operating profit 1 yen/\$ (yen depreciation)	0.5	billion yen
	Operating profit 1 yen/€ (yen depreciation)	0.1	billion yen
Copper price (LME)	Operating profit ±10¢/lb	0.5	billion yen
	Non-operating profit ±10¢/lb	1.6	billion yen

# FY2016 Performance Forecast

(¥ billions)

	FY2015 Result (a)	FY2016 (Forecast)			Difference (b-a)
		1st Half	2nd Half	Full Year (b)	
Net sales	1,517.2	770.0	810.0	1,580.0	62.8
Operating profit	71.8	36.0	49.0	85.0	13.2
Net interest and dividends income	7.6	2.8	3.4	6.2	-1.4
Equity in earnings of affiliates	6.5	3.1	3.5	6.6	0.0
Other / Non-operating profit	-5.0	-3.4	-2.4	-5.8	-0.8
Ordinary income	81.0	38.5	53.5	92.0	11.0
Extraordinary income/loss	-5.4	27.5	-17.5	10.0	15.4
Income taxes	-14.0	-21.0	-7.0	-28.0	-14.0
Net income attributable to non-controlling interests	-5.4	-4.0	-5.0	-9.0	-3.6
Net income attributable to owners of the parent company	56.1	41.0	24.0	65.0	8.9
Dividend per share (yen)	8	5	5	10	2

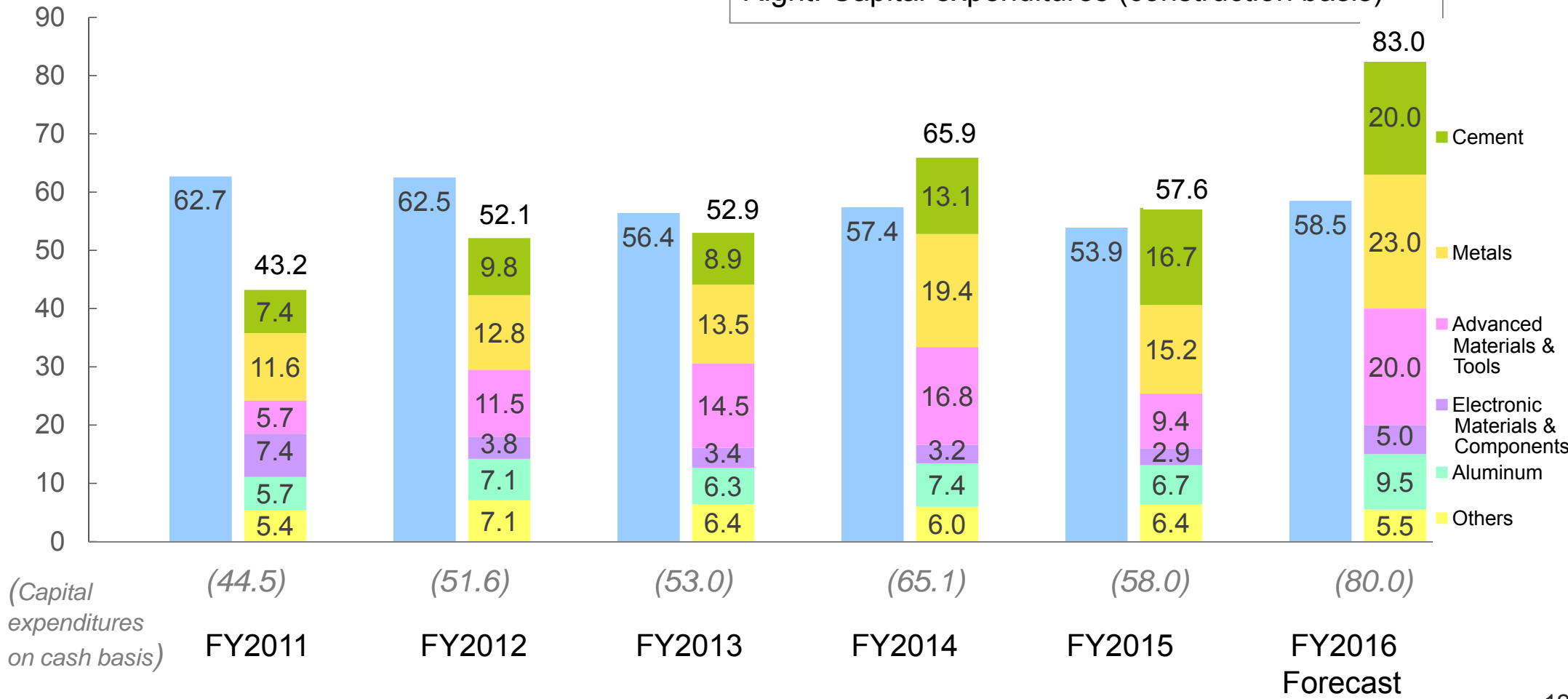
# FY2016 Forecast: Factor Analysis of Net Sales, Operating Profit and Ordinary Income by Segment

(¥billions)		FY2015 Result (a)	FY2016 (Forecast)			Differences (b-a)	Exchange rate differences	Price differences	Quantity variation	Electricity price effect	Dividends received	Earnings in equity of affiliates	Others	Other principal reasons (operating profit)
			1st Half	2nd Half	Full Year (b)									
Cement	Net sales	193.3	101.3	113.6	214.9	21.6	7.7	4.9	12.4	—	—	—	-3.4	• Increased costs in U.S. ready-mixed concrete business
	Operating profit	17.3	9.1	14.8	23.9	6.6	0.1	5.4	4.2	-0.3	—	—	-2.8	
	Ordinary income	16.7	8.6	14.7	23.3	6.6	0.1	5.4	4.2	-0.3	0.0	0.0	-2.8	
Metals	Net sales	811.6	394.7	406.2	800.9	-10.7	42.6	-49.8	-3.5	—	—	—	0.0	• Improved purchase conditions for ore
	Operating profit	24.8	15.6	18.8	34.4	9.6	3.4	-3.7	0.1	-0.6	—	—	10.4	• Decrease in depreciation
	Ordinary income	32.8	19.6	24.1	43.7	10.9	3.4	-3.7	0.1	-0.6	-1.4	0.0	13.1	• Decrease in smelter repairs
Advanced Materials & Tools	Net sales	134.6	81.4	85.6	167.0	32.4	0.4	-1.0	16.8	—	—	—	16.1	• Consolidation of Mitsubishi Hitachi Tool Engineering
	Operating profit	16.7	8.7	11.7	20.4	3.7	0.2	-1.2	5.4	-0.2	—	—	-0.5	• Increased costs in cemented carbide business
	Ordinary income	16.5	8.4	11.6	20.0	3.5	0.2	-1.2	5.4	-0.2	0.0	0.0	-0.7	
Electronic Materials & Components	Net sales	67.0	37.0	41.7	78.7	11.7	1.4	-1.8	10.5	—	—	—	1.6	
	Operating profit	4.4	1.6	3.2	4.8	0.4	0.0	-1.4	2.0	-0.2	—	—	-0.1	
	Ordinary income	7.2	3.0	4.2	7.2	0.0	0.0	-1.4	2.0	-0.2	0.0	-0.9	0.5	
Aluminum	Net sales	159.4	85.0	82.0	167.0	7.6	1.0	-0.6	7.1	—	—	—	0.0	
	Operating profit	5.6	2.2	1.3	3.5	-2.1	0.1	-2.9	0.7	-0.3	—	—	0.2	
	Ordinary income	5.1	1.9	0.7	2.6	-2.5	0.1	-2.9	0.7	-0.3	0.0	-0.1	0.0	
Other	Net sales	241.2	118.0	133.6	251.6	10.4	0.4	-7.2	13.1	—	—	—	4.1	
	Operating profit	9.3	2.0	6.0	8.0	-1.3	0.0	0.0	-1.8	0.0	—	—	0.4	
	Ordinary income	9.8	2.8	6.4	9.2	-0.6	0.0	0.0	-1.8	0.0	-0.4	1.0	0.6	
Elimination, etc.	Net sales	-89.9	-47.4	-52.7	-100.1	-10.2	0.0	0.0	-10.2	—	—	—	0.0	• Increases in research and headquarters costs
	Operating profit	-6.6	-3.2	-6.8	-10.0	-3.4	0.0	0.0	-1.6	0.0	—	—	-1.8	• (Ordinary) Maintenance expenses on abandoned mines and miscellaneous losses
	Ordinary income	-7.3	-5.8	-8.2	-14.0	-6.7	0.0	0.0	-1.6	0.0	-0.1	0.0	-5.0	
Total	Net sales	1,517.2	770.0	810.0	1,580.0	62.8	53.5	-55.7	46.3	—	—	—	18.4	
	Operating profit	71.8	36.0	49.0	85.0	13.2	3.9	-3.8	9.1	-1.7	—	—	5.6	
	Ordinary income	81.0	38.5	53.5	92.0	11.0	3.9	-3.8	9.1	-1.7	-2.0	0.0	5.5	

# Depreciation and Capital Expenditures

Left: Depreciation and amortization  
 Right: Capital expenditures (construction basis)

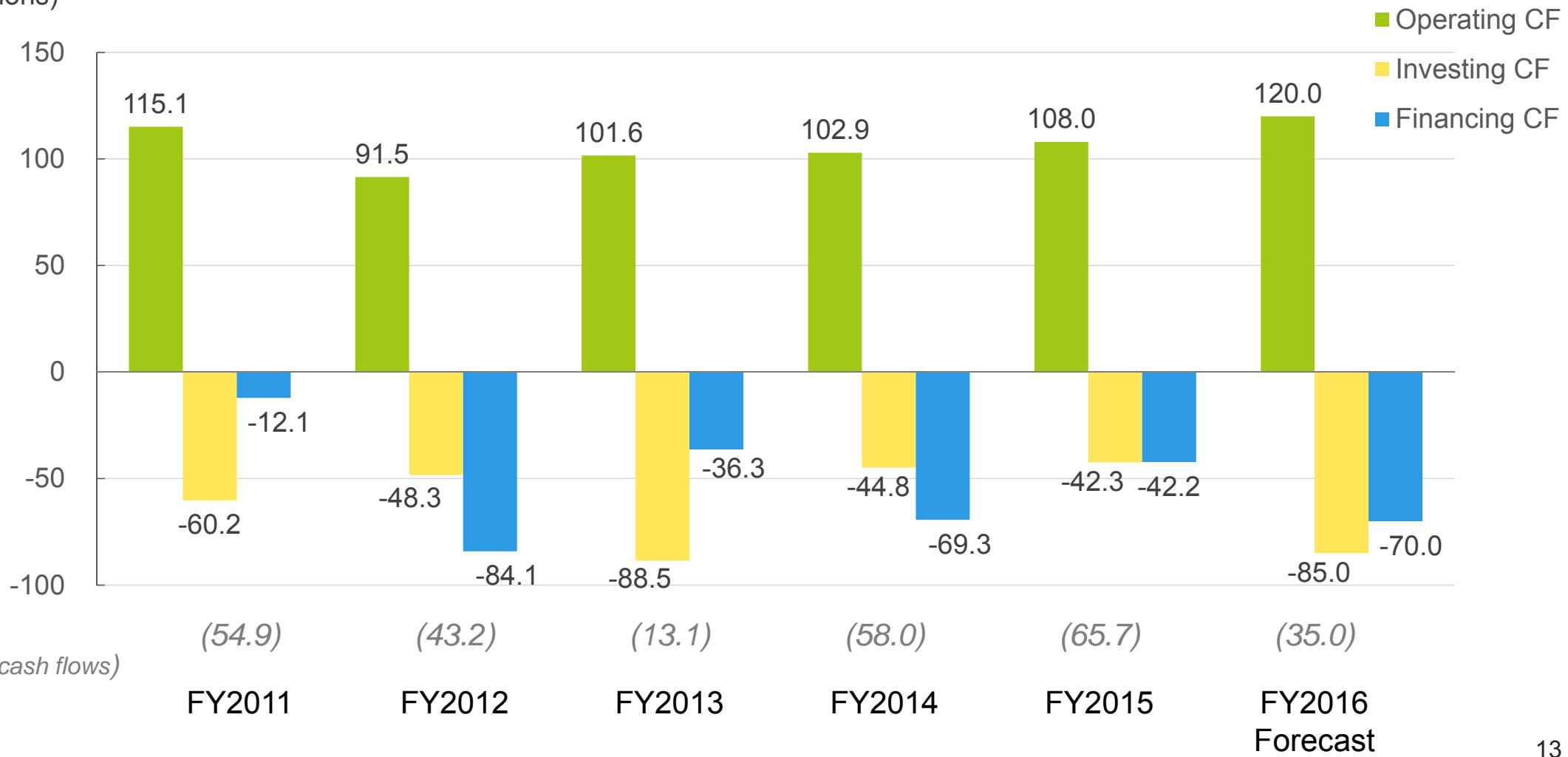
(¥ billions)



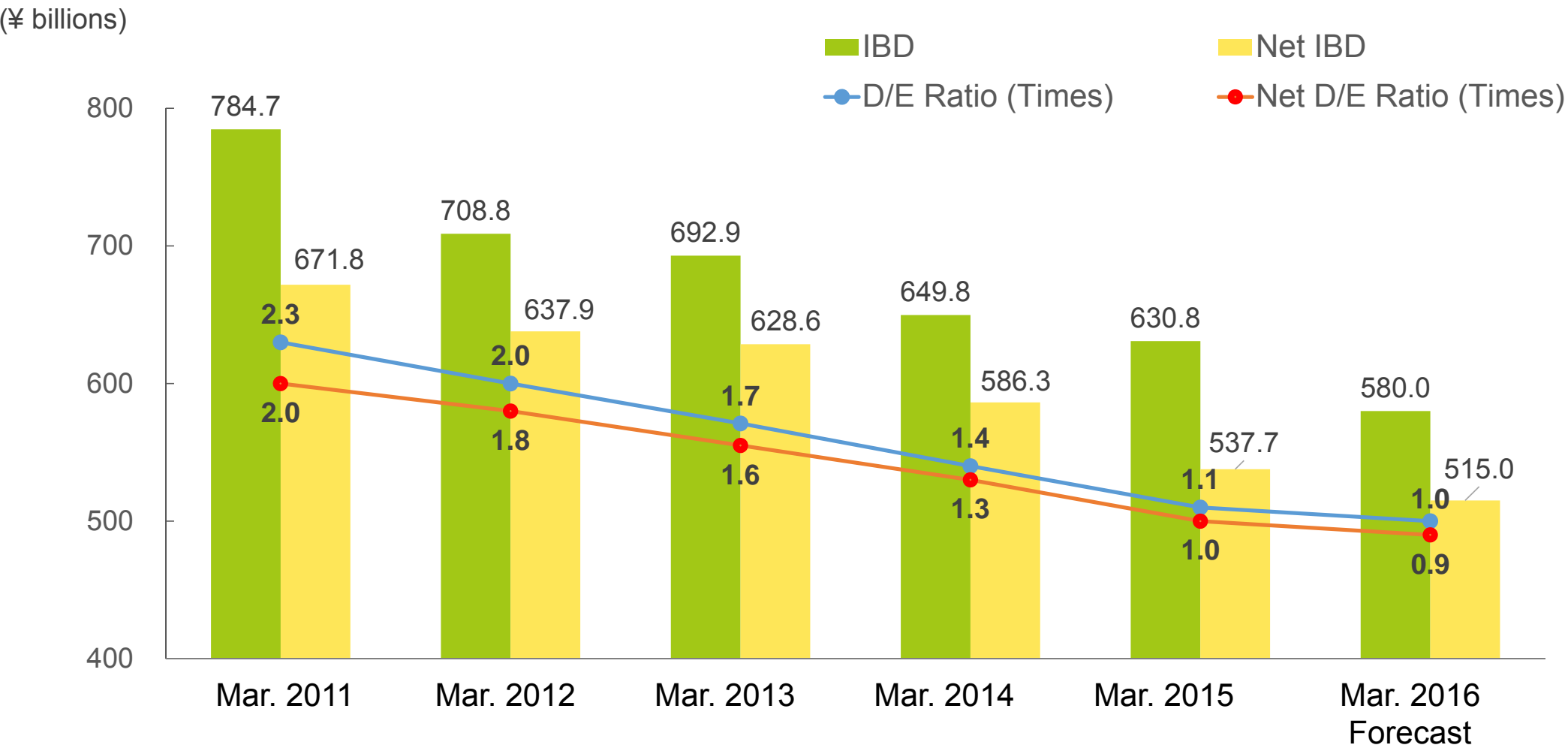
(Capital expenditures on cash basis)

# Cash Flows

(¥ billions)



# Interest-Bearing Debt & D/E Ratio



For further information, please contact at:

## Mitsubishi Materials Corporation

1-3-2, Otemachi, Chiyoda-ku, Tokyo 100-8117, Japan

Tel: +81-3-5252-5206

Fax: +81-3-5252-5272

E-mail: [ml-mmccir@mmc.co.jp](mailto:ml-mmccir@mmc.co.jp)

URL: <http://www.mmc.co.jp/corporate/en/index.html>

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.