Operational Summary

for the First Quarter of the Fiscal Year Ending March 31, 2027

July 31, 2026

Mitsubishi Chemical Group Corporation

Table of Contents

MITSUBISHI CHEMICAL GROUP

List of Abbreviations

FY2026	April 1, 2026 – March 31, 2027
FY2025	April 1, 2025 – March 31, 2026
MCG	Mitsubishi Chemical Group Corporation
MCC	Mitsubishi Chemical Corporation
NSHD	Nippon Sanso Holdings Corporation

Summary

FY2026 1Q Actual

- During the first quarter of the fiscal year ending March 31, 2027, Specialty Materials continued to perform steadily. Amid an unstable situation in the Middle East, the business environment remained challenging, with naphtha prices soaring and the risk of raw material procurement rising. However, we are seeing inventory valuation gains and a temporary increase in demand.
- Core operating income for the Chemicals Business increased year on year by ¥48.4 billion to ¥60.0 billion. Contributing factors to core operating income were the effects of sustained pricing strategies and strong performance of semiconductor-related products in Specialty Materials, and improved conditions in the MMA monomer market in MMA. In Basic Chemicals, inventory valuation gains resulting from rising raw material prices contributed to higher profits, despite the expanded scale of scheduled maintenance, a production slowdown to prioritize continued operation of cracker plants in response to the situation in the Middle East, and a decrease in sales volume caused by an influx of lower-priced overseas products. Partly due to the solid performance of Industrial Gases, the overall core operating income for the MCG Group increased year on year by ¥57.5 billion to ¥114.1 billion.
- Net income attributable to owners of the parent increased year on year by ¥38.1 billion to ¥57.7 billion.

FY2026 Forecast

- In light of the first quarter results and the current business environment, we have revised upward our first half-year forecast for core operating income and net income attributable to owners of the parent from ¥139.0 billion to ¥194.0 billion and from ¥59.0 billion to ¥86.0 billion, respectively. Meanwhile, our full fiscal-year forecast remains unchanged from the previously announced figures due to uncertainties regarding trends in raw material prices.
- Our dividend forecast also remains unchanged: a year-end dividend of ¥16 per share and an annual dividend of ¥32 per share.
- We will continue to rigorously adhere to the “three disciplined approaches in business operations,” concentrate our management resources on areas that serve as next-generation growth drivers, and steadily implement proactive growth initiatives to achieve sustainable growth and enhance corporate value.

Consolidated Statements of Operations

	FY2025 1Q	FY2026 1Q	Difference	%	<Reference> FY2026 1H Forecast (Announced on May 13)	% to 1H Forecast
Exchange Rate (¥/$)	143.8	160.7	16.9	12%	150.0	
Naphtha Price (¥/kl)	66,300	118,900	52,600	79%	63,000	

(Billions of Yen)

	FY2025 1Q	FY2026 1Q	Difference	%	<Reference> FY2026 1H Forecast (Announced on May 13)	% to 1H Forecast
Sales Revenue	880.7	**1,004.2**	**123.5**	14%	1,861.0	54%
Core Operating Income *1	56.6	**114.1**	**57.5**	102%	139.0	82%
Special Items	4.3	**4.3**	**(0.0)**		4.0	
Operating Income	60.9	**118.4**	**57.5**	94%	143.0	83%
Income before Taxes	50.2	**111.8**	**61.6**	123%	129.0	87%
Net Income from Continuing Operations	33.0	**83.3**	**50.3**		98.0	
Net Income from Discontinued Operations	3.0	**-**	**(3.0)**			
Net Income	36.0	**83.3**	**47.3**		98.0	
Net Income Attributable to Owners of the Parent	19.6	**57.7**	**38.1**	194%	59.0	98%
Net Income Attributable to Non-Controlling Interests	16.4	**25.6**	**9.2**		39.0	
*1 Share of profit of associates and joint ventures included	1.5	**3.9**	**2.4**			

Core operating income is calculated as operating income (loss) excluding certain gains and expenses attributable to non-recurring factors (losses incurred by business withdrawal and streamlining, etc.).

Sales Revenue and Core Operating Income by Business Segment

(Billions of Yen)

	FY2025 1Q		FY2026 1Q		Difference			
	Sales Revenue	Core Operating Income	Sales Revenue	Core Operating Income	Sales Revenue	%	Core Operating Income	%
Total Consolidated	**880.7**	**56.6**	**1,004.2**	**114.1**	**123.5**	14%	**57.5**	102%
Specialty Materials	**285.9**	**17.4**	**332.5**	**38.3**	**46.6**	16%	**20.9**	120%
Films & Performance Materials	97.8	9.8	104.9	15.2	7.1		5.4	
Composites & Shapes	58.7	(1.3)	79.0	6.4	20.3		7.7	
Information Electronics	40.6	0.6	47.7	5.8	7.1		5.2	
Polymer Compounds	53.7	5.4	67.6	8.5	13.9		3.1	
Water & Infrastructure	35.1	2.9	33.3	2.4	(1.8)		(0.5)	
MMA & Derivatives	**89.6**	**3.7**	**99.9**	**8.0**	**10.3**	11%	**4.3**	116%
MMA	65.6	2.6	71.8	4.2	6.2		1.6	
Functional Chemicals	24.0	1.1	28.1	3.8	4.1		2.7	
Basic Materials	**165.5**	**(6.7)**	**185.0**	**14.8**	**19.5**	12%	**21.5**	-
Basic Chemicals	140.7	(3.8)	155.5	12.1	14.8		15.9	
Carbon Products	24.8	(2.9)	29.5	2.7	4.7		5.6	
Others	**26.7**	**(2.8)**	**26.8**	**(1.1)**	**0.1**	0%	**1.7**	-
Chemicals Business	**567.7**	**11.6**	**644.2**	**60.0**	**76.5**	13%	**48.4**	417%
Industrial Gases	**313.0**	**45.0**	**360.0**	**54.1**	**47.0**	15%	**9.1**	20%

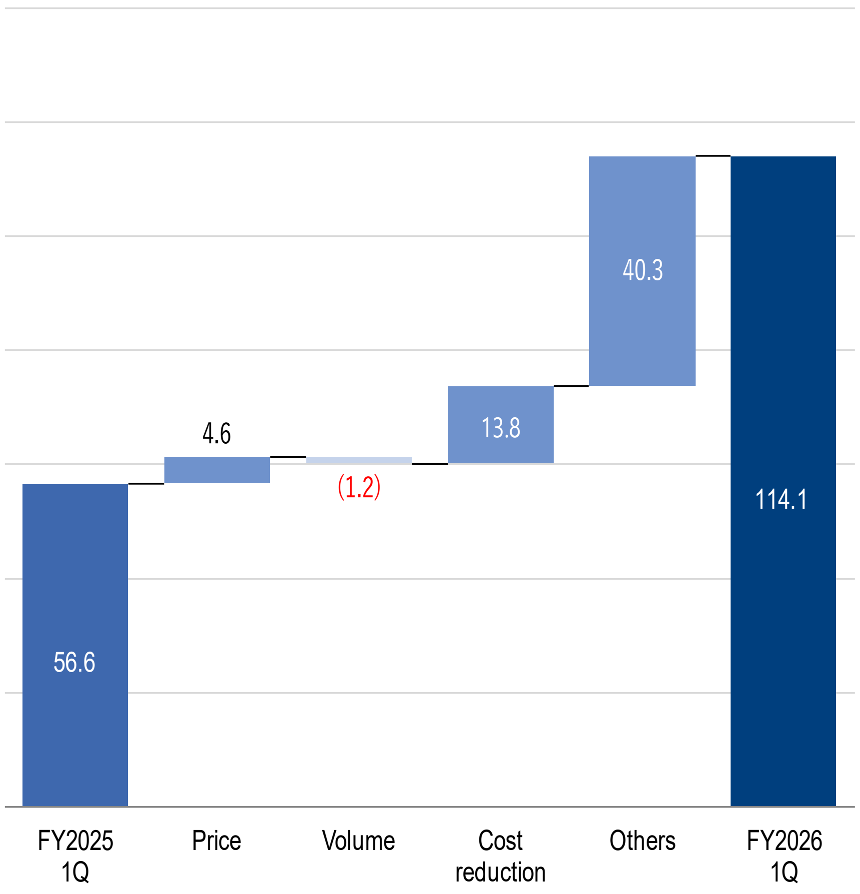
[Inventory valuation gain/loss]	FY2025 1Q	FY2026 1Q	Difference
Polymer Compounds	0.0	0.1	0.1
Basic Chemicals	(8.0)	38.9	46.9
Carbon Products	(0.5)	1.0	1.5
Total	(8.5)	40.0	48.5

- Breakdown figures of segment are approximation for reference purpose only.
- From Q1 FY2026, we have reviewed the managing segments for certain businesses. Accordingly, for purposes of comparison, we have restated the results for FY2025.

Analysis of Core Operating Income

+57.5 Billion Yen

(Billions of Yen)



(Billions of Yen)

	FY2025 1Q	FY2026 1Q	Difference	Price	Volume	Cost reduction	Others *1
Total Consolidated	56.6	**114.1**	**57.5**	**4.6**	**(1.2)**	**13.8**	**40.3**
Specialty Materials	17.4	**38.3**	**20.9**	**11.9**	**9.1**	**4.9**	**(5.0)**
MMA & Derivatives	3.7	**8.0**	**4.3**	**7.7**	**(5.1)**	**0.8**	**0.9**
Basic Materials	(6.7)	**14.8**	**21.5**	**(17.7)**	**(6.3)**	**1.5**	**44.0**
Others	(2.8)	**(1.1)**	**1.7**	**1.0**	**0.4**	**1.3**	**(1.0)**
Chemicals Business	11.6	**60.0**	**48.4**	**2.9**	**(1.9)**	**8.5**	**38.9**
Industrial Gases	45.0	**54.1**	**9.1**	**1.7**	**0.7**	**5.3**	**1.4**

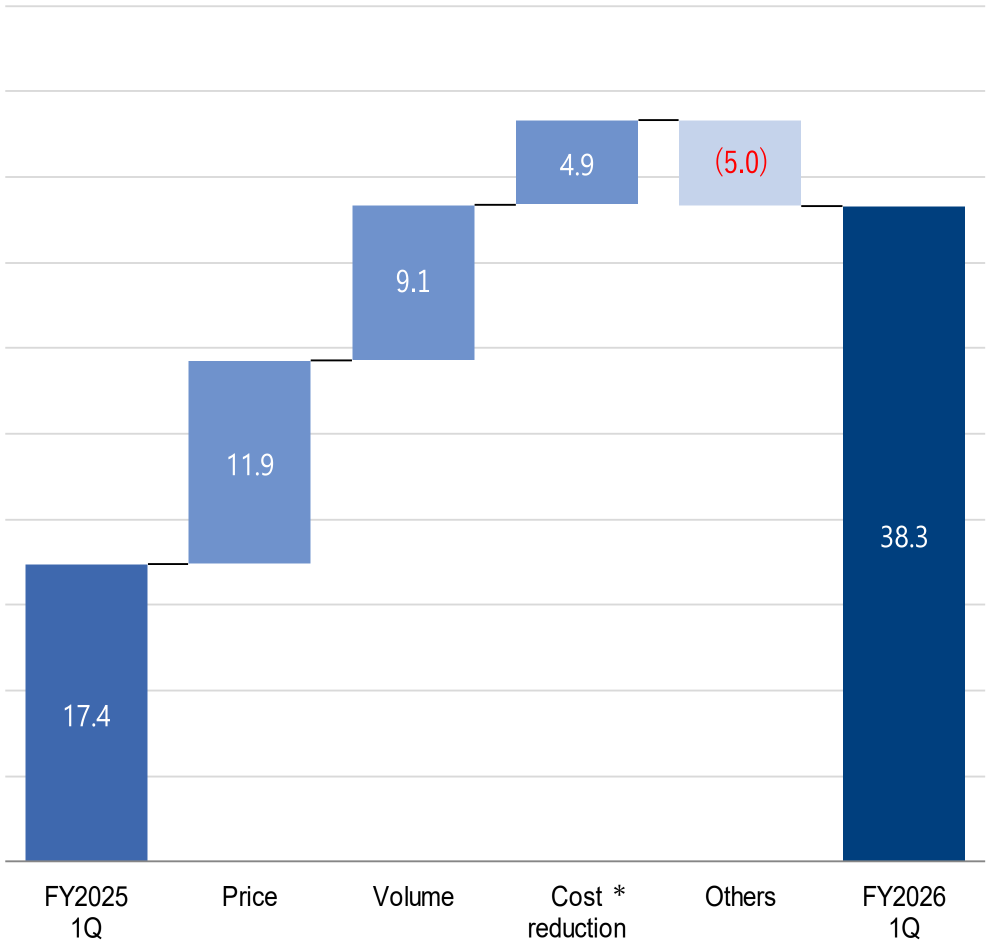
*1 Items included are impacts from differences of inventory valuation gain/loss +48.5 billion yen and differences of share of profit of associates and joint ventures +2.4 billion yen, etc.

	Difference	Price	Volume	Cost reduction	Others
Changes in exchange rates	8.3	8.3	-	-	-
Changes in foreign currency translation included in above		5.0			

Analysis of Core Operating Income
Specialty Materials Segment

+20.9 Billion Yen

(Billions of Yen)



Films & Performance Materials +5.4

Price	(+) Higher selling prices for various film products
Volume	(+) Increase in sales of polymers for barrier packaging materials and films used for multilayer ceramic capacitors

Composite & Shapes +7.7

Volume	(+) Increase in sales of high-performance engineering plastics for semiconductor manufacturing equipment; Increase in sales of carbon fiber composite parts, primarily for robotaxis

Information Electronics +5.2

Price	(+) Improvement in price gap for semiconductor-related products and precision cleaning services

Polymer Compounds +3.1

Price	(+) Higher selling prices for various products for automotive use

Water & Infrastructure (0.5)

Volume	(−) Decrease due to completion of large-scale project recognized for the same period of the previous fiscal year

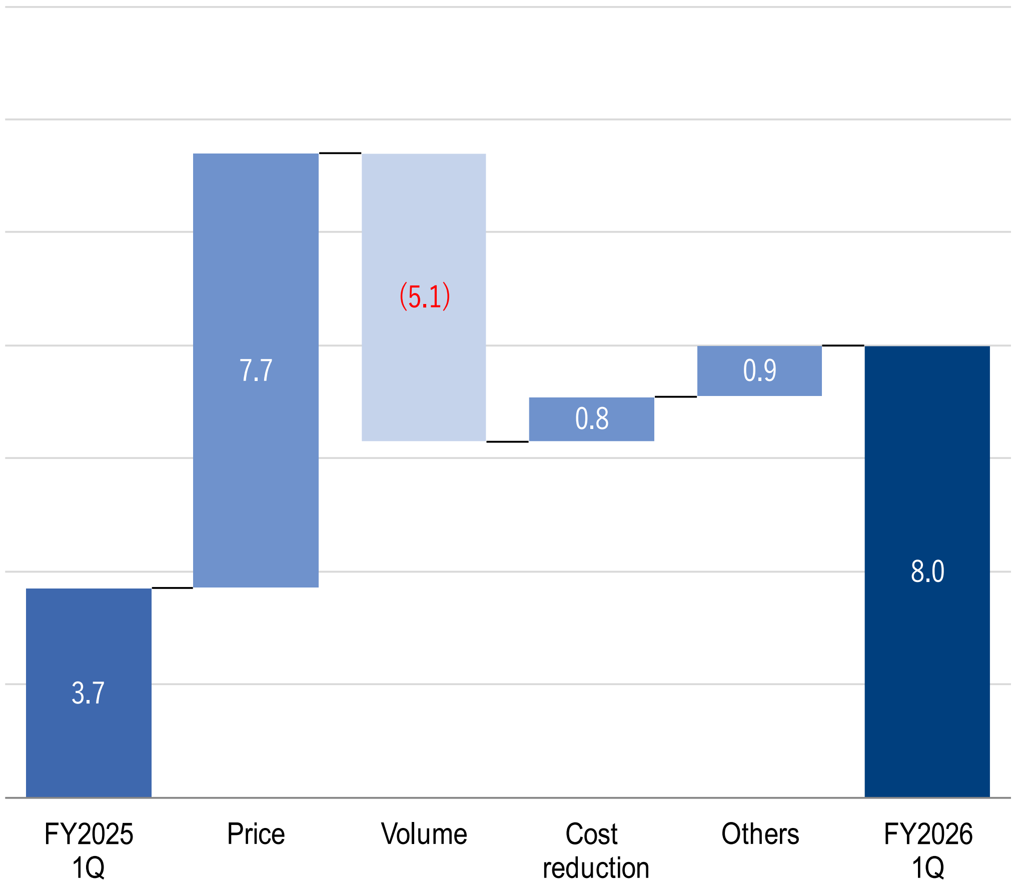
* Cost reduction

Cost reduction	(+) Impact of the implementation of Next-stage Support Program in FY2025; Rationalization through the review of production sites in each business

Analysis of Core Operating Income
MMA & Derivatives Segment

+4.3 Billion Yen

（Billions of Yen）



MMA ＋1.6

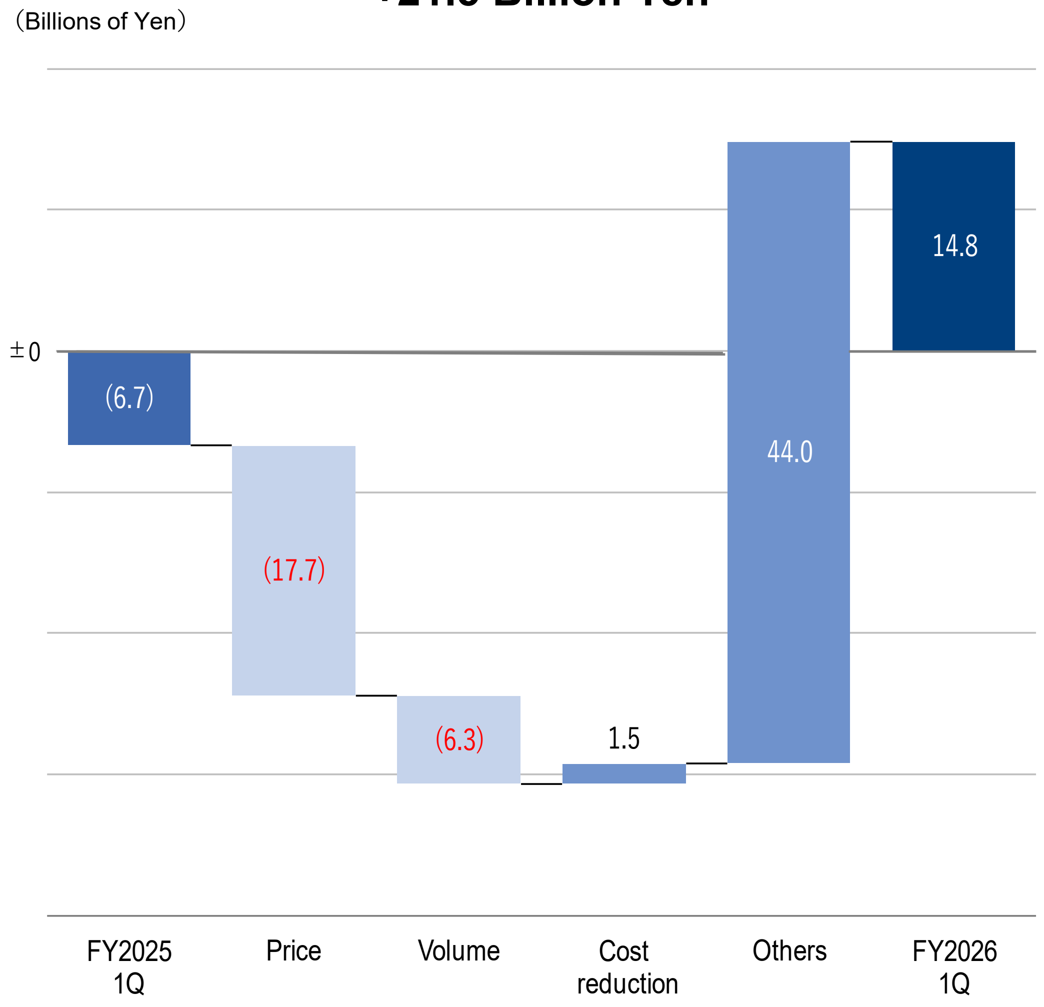
Price	（＋）	Improvement in price gap due to a rise in market prices chiefly for MMA monomer
Volume	（－）	Decline in sales due to reduced operations and an affected supply system due to the situation in the Middle East

Functional Chemicals ＋2.7

Price	（＋）	Improvement in price gap chiefly for additives

Analysis of Core Operating Income
Basic Materials Segment

+21.5 Billion Yen



Basic Chemicals ＋15.9

Price	(－)	Discrepancy in the timing for revision to polyolefin prices
Volume	(－)	Expanded the scale of scheduled maintenance and repairs; Decrease in sales due to an influx of lower-priced overseas products
Others	(＋)	Improvement in inventory valuation in tandem with a rise in raw material prices

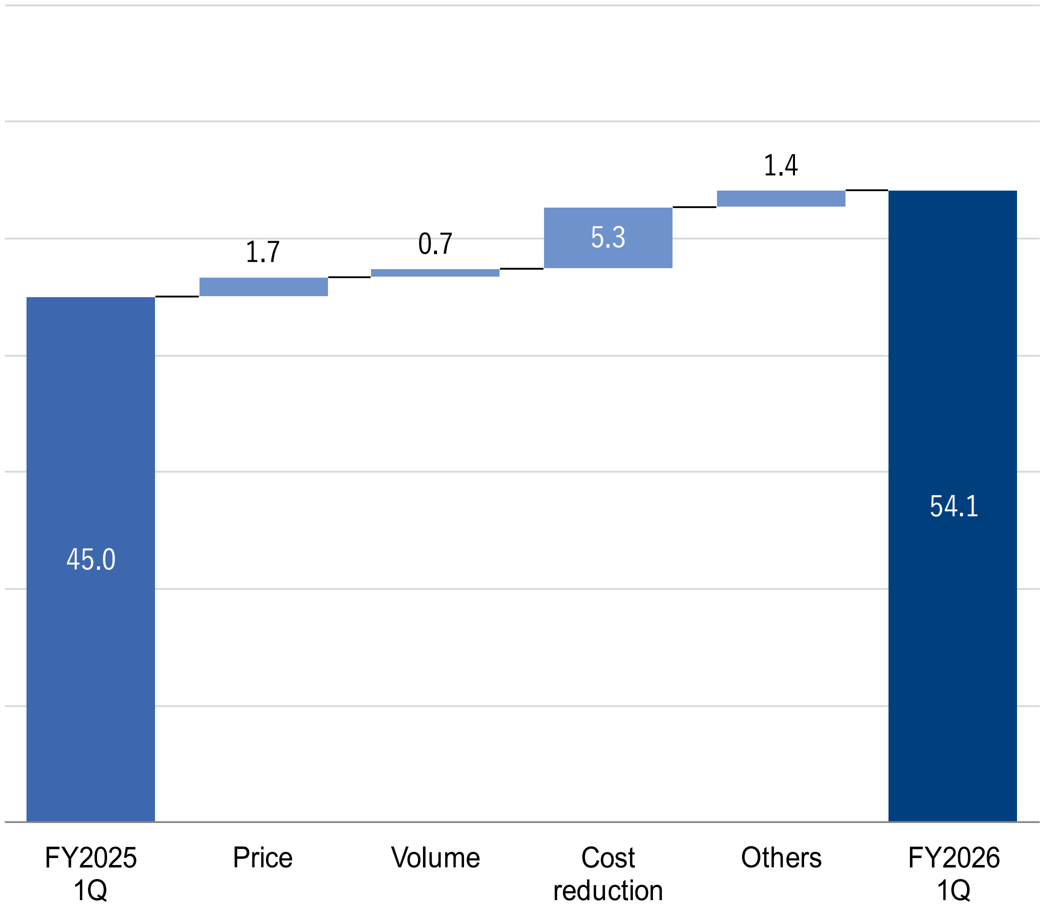
Carbon Products ＋5.6

Volume	(＋)	Increase in sales of carbon products in Japan
Others	(＋)	Improvement in inventory valuation in tandem with a rise in raw material prices

Analysis of Core Operating Income
Industrial Gases Segment

+9.1 Billion Yen

(Billions of Yen)



Industrial Gases ＋9.1

Others	(+) Business expansion through acquisition
Cost reduction	(+) Productivity improvement activities, including the use of DX and optimization of plant operations

Consolidated Special Items

(Billions of Yen)

	FY2025 1Q	FY2026 1Q	Difference
Total Special Items	4.3	**4.3**	**(0.0)**
Gain on sales of fixed assets	-	**12.8**	**12.8**
Impairment loss	(0.1)	**(3.9)**	**(3.8)**
Loss of associates and joint ventures	(0.0)	**(2.9)**	**(2.9)**
Others	4.5	**(1.7)**	**(6.2)**

Consolidated Cash Flows

(Billions of Yen)

	FY2025 1Q	FY2026 1Q
Net cash provided by (used in) operating activities	**60.2**	**35.1**
Income before taxes	55.9	111.8
Depreciation and amortization	67.3	70.1
Change in operating receivables/payables	18.3	(10.0)
Change in Inventories	(0.4)	(38.1)
Others	(80.9)	(98.7)
Net cash provided by (used in) investing activities	**(35.8)**	**(26.3)**
Capital expenditure	(63.9)	(66.2)
Sale of assets	7.8	42.0
Investment and loans receivable, etc.	20.3	(2.1)
Free cash flow	**24.4**	**8.8**

	FY2025 1Q	FY2026 1Q
Net cash provided by (used in) financing activities	**(38.7)**	**(93.4)**
Interest bearing debts	24.3	(62.5)
Dividends, etc.	(63.0)	(30.9)
Net increase (decrease) in cash and cash equivalents	**(14.3)**	**(84.6)**
Effect of exchange rate changes and changes in scope of consolidation	(23.3)	2.6
Total	**(37.6)**	**(82.0)**

Consolidated Statements of Financial Positions

(Billions of Yen)

	Mar.31.2026	Jun.30.2026	Difference
Cash & cash equivalents	527.1	445.1	(82.0)
Trade receivables	671.9	679.6	7.7
Inventories	669.1	710.9	41.8
Others	227.1	235.4	8.3
Current assets	**2,095.2**	**2,071.0**	**(24.2)**
Fixed assets	2,474.3	2,487.5	13.2
Goodwill	891.0	900.8	9.8
Investments & Other	416.1	421.7	5.6
Non-current assets	**3,781.4**	**3,810.0**	**28.6**
Total assets	**5,876.6**	**5,881.0**	**4.4**

(Billions of Yen)

	Mar.31.2026	Jun.30.2026	Difference
Interest-bearing debt	2,021.9	1,979.6	(42.3)
Trade payables	383.7	380.4	(3.3)
Others	1,056.3	1,020.1	(36.2)
Liabilities	**3,461.9**	**3,380.1**	**(81.8)**
Share capitals, Retained earnings, etc,.	1,438.4	1,487.8	49.4
Other components of equity	323.3	333.6	10.3
Equity attributable to owners of the parent	**1,761.7**	**1,821.4**	**59.7**
Non-controlling interests	653.0	679.5	26.5
Equity	**2,414.7**	**2,500.9**	**86.2**
Total liabilities & equity	**5,876.6**	**5,881.0**	**4.4**

Net Interest-bearing debt *1	1,464.8	1,504.5	39.7
Net D/E ratio	0.83	0.83	0.00
ROE *2	0.7%	-	-

*1 Net interest-bearing debt (End of Jun.30, 2026)
= interest-bearing debt (1,979.6billion yen)
- {cash and cash equivalents (445.1billion yen) + investments of surplus funds 30.0billion yen}
Note： Interest-bearing debt includes lease obligations.
*2 Ratio of net income attributable to owners of the parent.

Sales Revenue and Core Operating Income by Business Segment [Quarterly Data]

(Billions of Yen)

Segment	Item	FY2025 1Q	FY2025 2Q	FY2025 3Q	FY2025 4Q	FY2025 Total	FY2026 1Q
Total Consolidated	Sales Revenue	880.7	918.4	938.2	966.7	3,704.0	1,004.2
	Core Operating Income	**56.6**	**69.5**	**59.5**	**39.4**	**225.0**	**114.1**
Specialty Materials	Sales Revenue	285.9	293.0	295.1	303.8	1,177.8	332.5
	Core Operating Income	**17.4**	**22.3**	**14.7**	**(9.5)**	**44.9**	**38.3**
Films & Performance Materials	Sales Revenue	97.8	95.9	98.0	94.0	385.7	104.9
	Core Operating Income	**9.8**	**8.9**	**7.4**	**(24.7)**	**1.4**	**15.2**
Composites & Shapes	Sales Revenue	58.7	58.8	62.7	72.0	252.2	79.0
	Core Operating Income	**(1.3)**	**0.3**	**(0.9)**	**5.0**	**3.1**	**6.4**
Information Electronics	Sales Revenue	40.6	43.6	44.2	46.9	175.3	47.7
	Core Operating Income	**0.6**	**4.3**	**1.1**	**3.3**	**9.3**	**5.8**
Polymer Compounds	Sales Revenue	53.7	58.0	56.2	57.5	225.4	67.6
	Core Operating Income	**5.4**	**5.0**	**4.9**	**5.1**	**20.4**	**8.5**
Water & Infrastructure	Sales Revenue	35.1	36.7	34.0	33.4	139.2	33.3
	Core Operating Income	**2.9**	**3.8**	**2.2**	**1.8**	**10.7**	**2.4**
MMA & Derivatives	Sales Revenue	89.6	85.1	83.9	86.1	344.7	99.9
	Core Operating Income	**3.7**	**0.0**	**(2.5)**	**(3.2)**	**(2.0)**	**8.0**
MMA	Sales Revenue	65.6	60.1	58.9	60.9	245.5	71.8
	Core Operating Income	**2.6**	**(1.5)**	**(4.3)**	**(5.1)**	**(8.3)**	**4.2**
Functional Chemicals	Sales Revenue	24.0	25.0	25.0	25.2	99.2	28.1
	Core Operating Income	**1.1**	**1.5**	**1.8**	**1.9**	**6.3**	**3.8**
Basic Materials	Sales Revenue	165.5	166.1	178.3	169.8	679.7	185.0
	Core Operating Income	**(6.7)**	**(1.9)**	**(3.3)**	**(4.5)**	**(16.4)**	**14.8**
Basic Chemicals	Sales Revenue	140.7	143.6	150.2	139.8	574.3	155.5
	Core Operating Income	**(3.8)**	**1.0**	**(3.3)**	**(8.0)**	**(14.1)**	**12.1**
Carbon Products	Sales Revenue	24.8	22.5	28.1	30.0	105.4	29.5
	Core Operating Income	**(2.9)**	**(2.9)**	**(0.0)**	**3.5**	**(2.3)**	**2.7**
Others	Sales Revenue	26.7	40.2	35.6	46.8	149.3	26.8
	Core Operating Income	**(2.8)**	**1.1**	**(0.8)**	**0.3**	**(2.2)**	**(1.1)**
Chemicals Business	Sales Revenue	567.7	584.4	592.9	606.5	2,351.5	644.2
	Core Operating Income	**11.6**	**21.5**	**8.1**	**(16.9)**	**24.3**	**60.0**
Industrial Gases	Sales Revenue	313.0	334.0	345.3	360.2	1,352.5	360.0
	Core Operating Income	**45.0**	**48.0**	**51.4**	**56.3**	**200.7**	**54.1**

- Breakdown figures of segment are approximation for reference purpose only.
- From Q1 FY2026, we have reviewed the managing segments for certain businesses. Accordingly, for purposes of comparison, we have restated the results for FY2025.

Revision of Consolidated Financial Forecast for FY2026 1H

Consolidated Statements of Operations

MITSUBISHI CHEMICAL GROUP

(Billions of Yen)

	1Q Actual	2Q Forecast	FY2026 1H Forecast	FY2026 1H Forecast (Announced on May 13)	Difference	%	<Reference> FY2025 1H Actual	%
Exchange Rate (¥/$)	160.7	155.0	157.9	150.0	7.9		146.1	
Naphtha Price (¥/kl)	118,900	86,000	102,450	63,000	39,450		64,700	
Sales Revenue	1,004.2	1,038.8	**2,043.0**	1,861.0	**182.0**	10%	1,799.1	14%
Core Operating Income	114.1	79.9	**194.0**	139.0	**55.0**	40%	126.1	54%
Special Items	4.3	(9.3)	**(5.0)**	4.0	**(9.0)**		(39.6)	
Operating Income	118.4	70.6	**189.0**	143.0	**46.0**	32%	86.5	118%
Financial Income/Expenses	(6.6)	(7.4)	**(14.0)**	(14.0)	**0.0**		(17.8)	
Income before Taxes	111.8	63.2	**175.0**	129.0	**46.0**		68.7	
Income Taxes	(28.5)	(16.5)	**(45.0)**	(31.0)	**(14.0)**		(21.1)	
Net Income	83.3	46.7	**130.0**	98.0	**32.0**		142.5	
Net Income Attributable to Owners of the Parent	57.7	28.3	**86.0**	59.0	**27.0**	46%	110.1	(22%)
Net Income Attributable to Non-Controlling Interests	25.6	18.4	**44.0**	39.0	**5.0**		32.4	

Sales Revenue and Core Operating Income by Business Segment

(Billions of Yen)

Segment	Item	1Q Actual	2Q Forecast	FY2026 1H Forecast	FY2026 1H Forecast (Announced on May 13)	Difference	<Reference> FY2025 1H Actual
Total Consolidated	Sales Revenue	1,004.2	1,038.8	**2,043.0**	1,861.0	182.0	1,799.1
	Core Operating Income	**114.1**	**79.9**	**194.0**	**139.0**	**55.0**	**126.1**
Specialty Materials	Sales Revenue	332.5	317.5	**650.0**	606.0	44.0	578.9
	Core Operating Income	**38.3**	**26.7**	**65.0**	**38.0**	**27.0**	**39.7**
Films & Performance Materials	Sales Revenue	104.9	96.1	**201.0**	187.0	14.0	193.8
	Core Operating Income	**15.2**	**8.8**	**24.0**	**16.0**	**8.0**	**18.7**
Composites & Shapes	Sales Revenue	79.0	70.0	**149.0**	139.0	10.0	117.5
	Core Operating Income	**6.4**	**3.6**	**10.0**	**3.0**	**7.0**	**(1.0)**
Information Electronics	Sales Revenue	47.7	48.2	**96.0**	91.0	5.0	84.1
	Core Operating Income	**5.8**	**4.2**	**10.0**	**5.0**	**5.0**	**4.9**
Polymer Compounds	Sales Revenue	67.6	66.4	**134.0**	122.0	12.0	111.6
	Core Operating Income	**8.5**	**7.5**	**16.0**	**10.0**	**6.0**	**10.4**
Water & Infrastructure	Sales Revenue	33.3	36.7	**70.0**	67.0	3.0	71.9
	Core Operating Income	**2.4**	**2.6**	**5.0**	**4.0**	**1.0**	**6.7**
MMA & Derivatives	Sales Revenue	99.9	111.1	**211.0**	176.0	35.0	174.7
	Core Operating Income	**8.0**	**2.0**	**10.0**	**5.0**	**5.0**	**3.7**
MMA	Sales Revenue	71.8	82.2	**154.0**	125.0	29.0	125.7
	Core Operating Income	**4.2**	**(0.2)**	**4.0**	**1.0**	**3.0**	**1.1**
Functional Chemicals	Sales Revenue	28.1	28.9	**57.0**	51.0	6.0	49.0
	Core Operating Income	**3.8**	**2.2**	**6.0**	**4.0**	**2.0**	**2.6**
Basic Materials	Sales Revenue	185.0	218.0	**403.0**	329.0	74.0	331.6
	Core Operating Income	**14.8**	**(2.8)**	**12.0**	**(6.0)**	**18.0**	**(8.6)**
Basic Chemicals	Sales Revenue	155.5	186.5	**342.0**	279.0	63.0	284.3
	Core Operating Income	**12.1**	**(4.1)**	**8.0**	**(6.0)**	**14.0**	**(2.8)**
Carbon Products	Sales Revenue	29.5	31.5	**61.0**	50.0	11.0	47.3
	Core Operating Income	**2.7**	**1.3**	**4.0**	**0.0**	**4.0**	**(5.8)**
Others	Sales Revenue	26.8	37.3	**64.0**	66.0	(2.0)	66.9
	Core Operating Income	**(1.1)**	**1.1**	**0.0**	**1.0**	**(1.0)**	**(1.7)**
Chemicals Business	Sales Revenue	644.2	683.7	**1,328.0**	1,177.0	151.0	1,152.1
	Core Operating Income	**60.0**	**27.0**	**87.0**	**38.0**	**49.0**	**33.1**
Industrial Gases	Sales Revenue	360.0	355.0	**715.0**	684.0	31.0	647.0
	Core Operating Income	**54.1**	**52.9**	**107.0**	**101.0**	**6.0**	**93.0**

* Segment breakdown figures are estimates for illustrative purposes only.

References

Statements of Operations [Quarterly Data]

Exchange Rate (¥/$)	143.8	148.4	155.8	156.5	151.1	160.7
Naphtha Price (¥/kl)	66,300	63,200	65,600	65,700	65,200	118,900

(Billions of Yen)

	FY2025					FY2026
	1Q	2Q	3Q	4Q	Total	1Q
Sales Revenue	880.7	918.4	938.2	966.7	3,704.0	1,004.2
Core Operating Income *1	56.6	69.5	59.5	39.4	225.0	114.1
Special Items	4.3	(43.9)	(32.7)	(122.6)	(194.9)	4.3
Operating Income (Loss)	60.9	25.6	26.8	(83.2)	30.1	118.4
Financial Income/Expenses	(10.7)	(7.1)	(6.2)	(5.4)	(29.4)	(6.6)
(Net Interest Income and Expense included above)	[(8.5)]	[(7.9)]	[(8.1)]	[(7.1)]	[(31.6)]	[(8.0)]
(Dividend included above)	[2.0]	[0.1]	[0.9]	[0.0]	[3.0]	[1.4]
(Foreign Exchange Gain/Loss included above)	[(3.4)]	[1.4]	[1.3]	[1.9]	[1.2]	[0.5]
Income (Loss) before Taxes	50.2	18.5	20.6	(88.6)	0.7	111.8
Income Taxes	(17.2)	(3.9)	(5.8)	9.8	(17.1)	(28.5)
Net Income (Loss) from Continuing Operations	33.0	14.6	14.8	(78.8)	(16.4)	83.3
Net Income (Loss) from Discontinued Operations	3.0	91.9	(0.1)	0.0	94.8	-
Net Income (Loss)	36.0	106.5	14.7	(78.8)	78.4	83.3
Net Income (Loss) Attributable to Owners of the Parent	19.6	90.5	(4.7)	(93.6)	11.8	57.7
Net Income Attributable to Non-Controlling Interests	16.4	16.0	19.4	14.8	66.6	25.6
*1 Share of profit of associates and joint ventures included	1.5	0.9	2.0	2.6	7.0	3.9

Core Markets Trends

Market	Key Products	FY2026/1Q Summary	Forecast for FY2026/2Q Onward
EV/Mobility	**Electrolytes, Anode materials Carbon fiber, Composite engineering Polymer, Compounds**	In Japan, production showed a recovery trend at some companies. While growth has slowed in China, Europe, and the United States, India continues to perform well	Global automobile production is expected to weaken, partly due to the situation in the Middle East. In the medium to long term, overall growth is expected to continue at a moderate pace
Semiconductors	**Synthetic silica High functional cleaning agents Precision cleaning Specialty epoxy resins Photolithography materials Semiconductor manufacturing equipment parts**	Demand related to AI and other advanced semiconductor processes remained favorable Market performed well overall, with demand for industrial applications also continuing to recover.	Current market trend is expected to continue in 2Q and after. In the medium/long-term, ongoing market growth is projected due to expanding demand primarily related to AI
Electronics	**Optical films Display related materials**	Market remained solid due to increased demand for TVs for sporting events	Demand is expected to soften as sporting events have settled down. In the medium/long term, growth is projected, driven by rising demand for larger TVs with higher resolution and energy efficiency
Medical	**Resins / shapes for implant**	Remained brisk globally	Market growth is expected to continue in the medium to long term due to the increase in the aging population and the prevalence of lifestyle-related diseases and chronic diseases
Food	**Barrier Films and Resins Emulsifiers**	Food packaging market remained sluggish globally due mainly to the impact of inflation	Global food packaging market is expected to remain sluggish, given the soaring food prices caused by the situation in the Middle East. In the medium to long term, however, demand is expected to grow driven by factors such as the need to reduce food waste

Analysis of Core Operating Income (FY2025/4Q→FY2026/1Q)

(Billions of Yen)

	FY2025/4Q	FY2026/1Q	Difference	Difference factors
Total Consolidated	39.4	114.1	74.7	
Specialty Materials	(9.5)	38.3	47.8	
Films & Performance Materials	(24.7)	15.2	39.9	Returned to profitability due to the elimination of the impact of an impairment loss on Soarnol-related fixed assets in the UK, which was posted in the previous quarter, as well as increased sales volume from securing stock by customers
Composites & Shapes	5.0	6.4	1.4	Income increased due to higher sales volume of high-performance engineering plastics for semiconductor manufacturing equipment and the effects of pricing strategies
Information Electronics	3.3	5.8	2.5	Income increased due to higher sales volume of semiconductor-related products and services and the effects of pricing strategies
Polymer Compounds	5.1	8.5	3.4	Income increased due to higher selling prices of various products
Water & Infrastructure	1.8	2.4	0.6	Income increased due to higher sales volume of products for semiconductor manufacturing equipment and facilities
MMA & Derivatives	(3.2)	8.0	11.2	
MMA	(5.1)	4.2	9.3	Although sales volume declined due to the impact of the situation in the Middle East on the production and supply system, profitability was restored as a result of improved price gap owing to a rise in market prices for MMA monomer
Functional Chemicals	1.9	3.8	1.9	Income increased due to higher sales volume from securing stock by customers.
Basic Materials	(4.5)	14.8	19.3	
Basic Chemicals	(8.0)	12.1	20.1	Despite deteriorated price gap due to timing discrepancies in polyolefin price revisions and the expanded impact of scheduled maintenance, profitability was restored due to improvements in inventory valuation gains/losses, the elimination of the impact of impairment losses on ethylene oxide and ethylene glycols production facilities recognized for the previous quarter
Carbon Products	3.5	2.7	(0.8)	Income decreased due to deterioration in inventory valuation gains/losses
Others	0.3	(1.1)	(1.4)	
Chemicals Business	(16.9)	60.0	76.9	
Industrial Gases	56.3	54.1	(2.2)	Income decreased as a result of the absence of electronics-related equipment work that concentrated at the end of the previous fiscal year

Specialty Materials　Breakdown by Business Segment

(Billions of Yen)

Segment	Item	FY2025 Actual 1Q	FY2025 Actual 2Q	FY2025 Actual 3Q	FY2025 Actual 4Q	FY2025 Actual Total	FY2026 Actual 1Q	FY2029 Target Total	Ratio of Core Operating Income to Sales Revenue FY2025 Total	Ratio FY2026 1Q	Ratio FY2029 Total
Specialty Materials	Sales Revenue	285.9	293.0	295.1	303.8	1,177.8	332.5	1,570.0	-	-	-
	Core Operating Income	**17.4**	**22.3**	**14.7**	**(9.5)**	**44.9**	**38.3**	**155.0**	**4%**	**12%**	**10%**
Films & Performance Materials	Sales Revenue	97.8	95.9	98.0	94.0	385.7	104.9	461.0	-	-	-
	Core Operating Income	**9.8**	**8.9**	**7.4**	**(24.7)**	**1.4**	**15.2**	**50.0**	**0%**	**14%**	**11%**
Films	Sales Revenue	72.4	68.9	72.1	64.1	277.5	73.1	-	-	-	-
	Core Operating Income	**6.4**	**4.9**	**5.3**	**2.2**	**18.8**	**9.1**	**-**	**7%**	**12%**	**-**
Performance Materials	Sales Revenue	25.2	26.7	25.5	29.6	107.0	31.7	-	-	-	-
	Core Operating Income	**3.6**	**4.0**	**2.1**	**(26.1)**	**(16.4)**	**6.7**	**-**	**-15%**	**21%**	**-**
Composites & Shapes	Sales Revenue	58.7	58.8	62.7	72.0	252.2	79.0	372.0	-	-	-
	Core Operating Income	**(1.3)**	**0.3**	**(0.9)**	**5.0**	**3.1**	**6.4**	**42.0**	**1%**	**8%**	**11%**
Engineering Shapes	Sales Revenue	36.8	37.2	36.7	41.5	152.2	46.7	-	-	-	-
	Core Operating Income	**2.2**	**2.4**	**0.4**	**4.0**	**9.0**	**5.1**	**-**	**6%**	**11%**	**-**
Carbon Fiber & Composite Engineering	Sales Revenue	21.0	20.7	25.2	29.6	96.5	31.2	-	-	-	-
	Core Operating Income	**(2.8)**	**(1.5)**	**(0.4)**	**0.8**	**(3.9)**	**1.7**	**-**	**-4%**	**5%**	**-**
Information Electronics	Sales Revenue	40.6	43.6	44.2	46.9	175.3	47.7	289.0	-	-	-
	Core Operating Income	**0.6**	**4.3**	**1.1**	**3.3**	**9.3**	**5.8**	**22.0**	**5%**	**12%**	**8%**
Semiconductor	Sales Revenue	17.8	19.0	18.8	20.1	75.7	21.5	-	-	-	-
	Core Operating Income	**2.6**	**2.8**	**2.6**	**2.3**	**10.3**	**4.8**	**-**	**14%**	**22%**	**-**
Battery & Electronics	Sales Revenue	16.4	18.2	19.0	19.4	73.0	18.8	-	-	-	-
	Core Operating Income	**0.3**	**3.8**	**1.2**	**2.2**	**7.5**	**2.0**	**-**	**10%**	**11%**	**-**
Polymer Compounds	Sales Revenue	53.7	58.0	56.2	57.5	225.4	67.6	280.0	-	-	-
	Core Operating Income	**5.4**	**5.0**	**4.9**	**5.1**	**20.4**	**8.5**	**23.0**	**9%**	**13%**	**8%**
Water & Infrastructure	Sales Revenue	35.1	36.7	34.0	33.4	139.2	33.3	168.0	-	-	-
	Core Operating Income	**2.9**	**3.8**	**2.2**	**1.8**	**10.7**	**2.4**	**18.0**	**8%**	**7%**	**11%**
Water & Environment Solutions	Sales Revenue	14.2	15.9	12.8	14.2	57.1	13.8	-	-	-	-
	Core Operating Income	**1.4**	**2.7**	**0.4**	**0.8**	**5.3**	**0.8**	**-**	**9%**	**6%**	**-**
Infrastructure Solutions	Sales Revenue	1.3	19.3	19.6	18.1	58.3	19.5	-	-	-	-
	Core Operating Income	**1.5**	**1.4**	**2.1**	**1.2**	**6.2**	**1.5**	**-**	**11%**	**8%**	**-**

* Breakdown figures of segment are approximation for reference purpose only.

Specialty Materials　Sales Revenues, Core Operating Income, ROS and ROIC

MITSUBISHI CHEMICAL GROUP

Sales Revenues, Core Operating Income, and ROS

(Billions of Yen)

Medium-Term Management Plan Target*1 (FY2027–FY2029)

Segment	Item	FY2025 Actual	FY2026 Forecast	FY2027 Target	FY2028 Target	FY2029 Target
Specialty Materials	Sales Revenue	1,177.8	1,237.0	1,422.0	1,501.0	1,570.0
	Core Operating Income	**44.9**	**90.0**	**109.0**	**129.0**	**155.0**
Films & Performance Materials	Sales Revenue	385.7	384.0	424.0	442.0	461.0
	Core Operating Income	**1.4**	**34.0**	**38.0**	**44.0**	**50.0**
Composites & Shapes	Sales Revenue	252.2	283.0	334.0	355.0	372.0
	Core Operating Income	**3.1**	**12.0**	**28.0**	**33.0**	**42.0**
Information Electronics	Sales Revenue	175.3	186.0	258.0	280.0	289.0
	Core Operating Income	**9.3**	**11.0**	**11.0**	**17.0**	**22.0**
Polymer Compounds	Sales Revenue	225.4	243.0	254.0	266.0	280.0
	Core Operating Income	**20.4**	**21.0**	**18.0**	**20.0**	**23.0**
Water & Infrastructure	Sales Revenue	139.2	141.0	152.0	158.0	168.0
	Core Operating Income	**10.7**	**12.0**	**14.0**	**15.0**	**18.0**

Medium-Term Management Plan Target*1 (FY2027–FY2029)

Segment	Item	FY2025 Actual	FY2026 Forecast	FY2027 Target	FY2028 Target	FY2029 Target
Specialty Materials	Sales Revenue	-	-	-	-	-
	Core Operating Income	**4%**	**7%**	**8%**	**9%**	**10%**
Films & Performance Materials	Sales Revenue	-	-	-	-	-
	Core Operating Income	**0%**	**9%**	**9%**	**10%**	**11%**
Composites & Shapes	Sales Revenue	-	-	-	-	-
	Core Operating Income	**1%**	**4%**	**8%**	**9%**	**11%**
Information Electronics	Sales Revenue	-	-	-	-	-
	Core Operating Income	**5%**	**6%**	**4%**	**6%**	**8%**
Polymer Compounds	Sales Revenue	-	-	-	-	-
	Core Operating Income	**9%**	**9%**	**7%**	**8%**	**8%**
Water & Infrastructure	Sales Revenue	-	-	-	-	-
	Core Operating Income	**8%**	**9%**	**9%**	**9%**	**11%**

ROIC

Medium-Term Management Plan Target*1 (FY2027–FY2029)

	FY2025 Actual	FY2026 Forecast	FY2027 Target	FY2028 Target	FY2029 Target
Specialty Materials	3.1%	5.4%	6.6%	8.0%	9.5%
Films & Performance Materials	0.5%	6.2%	7.0%	8.3%	9.6%
Composites & Shapes	0.7%	2.3%	5.7%	6.7%	8.5%
Information Electronics	3.2%	3.4%	3.3%	5.2%	6.6%
Polymer Compounds	13.1%	12.1%	11.5%	12.4%	13.8%
Water & Infrastructure	13.3%	13.8%	16.9%	17.4%	20.1%

*1 The medium-term management plan target announced in November 2024 will be reorganized to align with the organizational structure effective April 1, 2026. The segment breakdown figures are approximate values for explanatory purposes.

For the purpose of this notice, “statements” means this document, any oral presentation, any question and answer session and any written or oral material discussed or distributed by Mitsubishi Chemical Group.

The forward-looking statements are based largely on company expectations and information available as of the date hereof, and are subject to risks and uncertainties, which may be beyond company control.

The Group is engaged in a very diverse range of businesses, including various functional products, MMA, petrochemicals, carbon products, and industrial gases, and its performance may be affected by domestic and international demand, exchange rates, prices and procurement volumes of raw materials and fuels such as naphtha and crude oil, product market trends, speed of technological innovation, product liability, litigation, legal regulations, etc. The Company's business performance may be affected by such factors. However, factors that may affect our business performance are not limited to these factors.