Operational Summary

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

November 5, 2026
Mitsubishi Chemical Group Corporation

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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 1H Actual

- During the first half of the fiscal year ending March 31, 2027, the Specialty Materials and Industrial Gases segments performed steadily. Meanwhile, raw material markets remain volatile as naphtha prices have recently rebounded after trending downward from their spike driven by the Middle East situation.
- In the Chemicals Business, core operating income was ¥95.1 billion, an increase of ¥62.0 billion over the same period of the previous fiscal year. The increase in profit was driven by higher sales volumes, particularly for semiconductor-related products in the Specialty Materials segment, as well as cost reductions, including workforce optimization measures undertaken in the previous fiscal year. In Basic Chemicals, the expansion of the scope for scheduled maintenance and the influx of low-priced products from overseas triggered a decline in sales, but core operating income increased due to an improvement in inventory valuation gains and losses along with the rise in naphtha prices. Partly due to the solid performance of Industrial Gases, the overall core operating income for the MCG Group increased year on year by ¥76.7 billion to ¥202.8 billion.
- Net income attributable to owners of the parent for 1H of FY2026 was ¥90.2 billion. This was a decline of ¥19.9 billion year on year, due to the gain recognized on the sale of the former Mitsubishi Tanabe Pharma Corporation in 1H of FY2025.

FY2026 Forecast

- In our forecast for the full fiscal year, core operating income has been revised upward from ¥305.0 billion to ¥340.0 billion, and net income attributable to owners of the parent has been revised upward from ¥127.0 billion to ¥145.0 billion. In 2H of FY2026, while we forecast continued favorable sales for semiconductor-related products, we also expect the impact of the Kumamoto earthquake, a weakening of demand following the temporary increase in 1H due to growing instability in the Middle East, and ongoing uncertainty regarding the production and supply system in the Middle East.
- 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” and “Growth driver”, and steadily implement proactive growth initiatives to achieve sustainable growth and enhance corporate value.

Consolidated Statement of Operations

Exchange Rate (¥/$)	146.1	160.0	13.9	10%
Naphtha Price (¥/kl)	64,700	108,300	43,600	67%

(Billions of Yen)

	FY2025 1H	FY2026 1H	Difference	%
Sales Revenue	1,799.1	**2,037.1**	**238.0**	13%
Core Operating Income *1	126.1	**202.8**	**76.7**	61%
Special Items	(39.6)	**(3.1)**	**36.5**	
Operating Income	86.5	**199.7**	**113.2**	131%
Income before Taxes	68.7	**182.4**	**113.7**	165%
Net Income from Continuing Operations	47.6	**137.0**	**89.4**	
Net Income from Discontinued Operations	94.9	**-**	**(94.9)**	
Net Income	142.5	**137.0**	**(5.5)**	
Net Income Attributable to Owners of the Parent	110.1	**90.2**	**(19.9)**	(18%)
Net Income Attributable to Non-Controlling Interests	32.4	**46.8**	**14.4**	
*1 Share of profit of associates and joint ventures included	2.4	**5.0**	**2.6**	

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)

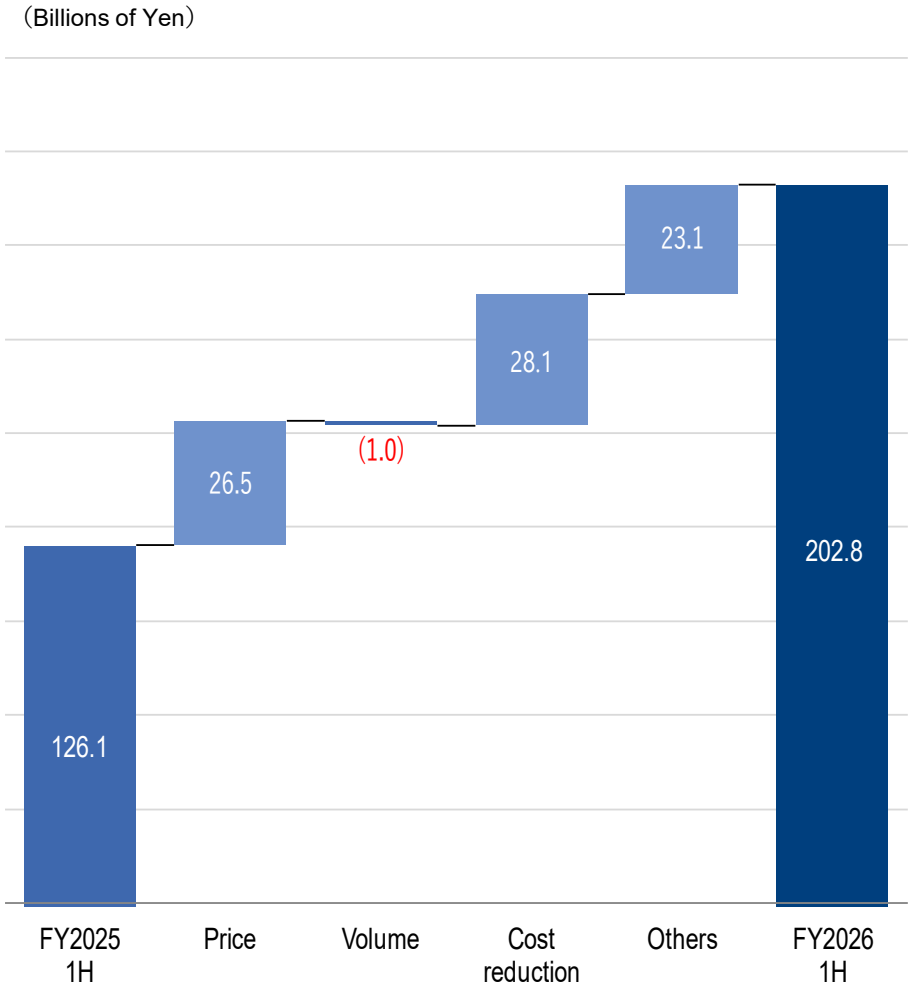
	FY2025 1H		FY2026 1H		Difference			
	Sales Revenue	Core Operating Income	Sales Revenue	Core Operating Income	Sales Revenue	%	Core Operating Income	%
Total Consolidated	**1,799.1**	**126.1**	**2,037.1**	**202.8**	**238.0**	13%	**76.7**	61%
Specialty Materials	**578.9**	**39.7**	**653.5**	**70.4**	**74.6**	13%	**30.7**	77%
Films & Performance Materials	193.7	18.7	199.2	25.0	5.5		6.3	
Composites & Shapes	117.5	(1.0)	156.1	11.8	38.6		12.8	
Information Electronics	84.2	4.9	95.6	10.3	11.4		5.4	
Polymer Compounds	111.7	10.4	134.3	17.1	22.6		6.7	
Water & Infrastructure	71.8	6.7	68.3	6.2	(3.5)		(0.5)	
MMA & Derivatives	**174.7**	**3.7**	**200.2**	**9.0**	**25.5**	15%	**5.3**	143%
MMA	125.7	1.1	144.8	1.3	19.1		0.2	
Functional Chemicals	49.0	2.6	55.4	7.7	6.4		5.1	
Basic Materials	**331.6**	**(8.6)**	**388.3**	**14.1**	**56.7**	17%	**22.7**	-
Basic Chemicals	284.3	(2.8)	330.3	9.8	46.0		12.6	
Carbon Products	47.3	(5.8)	58.0	4.3	10.7		10.1	
Others	**66.9**	**(1.7)**	**61.9**	**1.6**	**(5.0)**	(7%)	**3.3**	-
Chemicals Business	**1,152.1**	**33.1**	**1,303.9**	**95.1**	**151.8**	13%	**62.0**	187%
Industrial Gases	**647.0**	**93.0**	**733.2**	**107.7**	**86.2**	13%	**14.7**	16%

[Inventory valuation gain/loss]	FY2025 1H	FY2026 1H	Difference
Polymer Compounds	0.2	0.7	0.5
Basic Chemicals	(10.2)	36.2	46.4
Carbon Products	(1.3)	2.2	3.5
Total	(11.3)	39.1	50.4

- 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

+76.7 Billion Yen



(Billions of Yen)

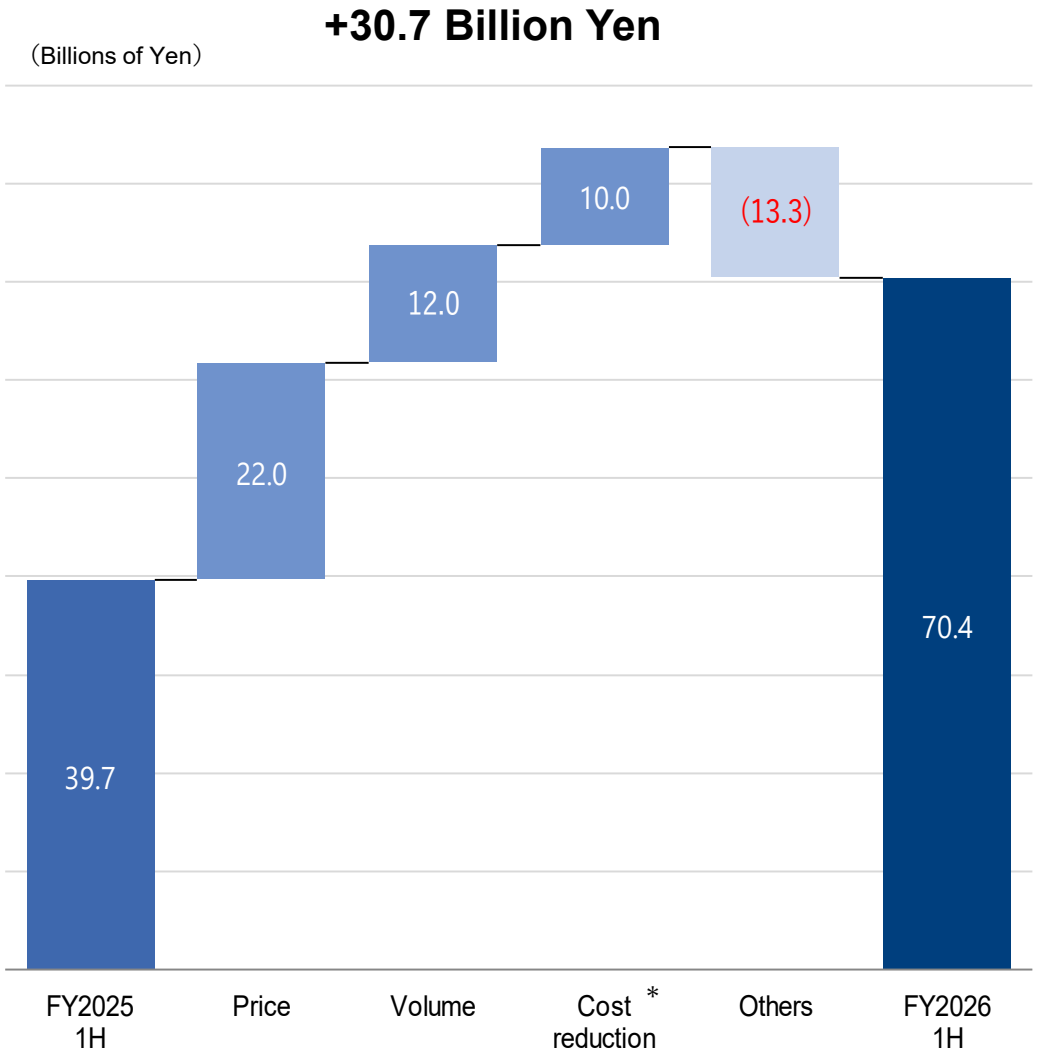
	FY2025 1H	FY2026 1H	Difference	Price	Volume	Cost reduction	Others *1
Total Consolidated	126.1	**202.8**	**76.7**	**26.5**	**(1.0)**	**28.1**	**23.1**
Specialty Materials	39.7	**70.4**	**30.7**	**22.0**	**12.0**	**10.0**	**(13.3)**
MMA & Derivatives	3.7	**9.0**	**5.3**	**13.7**	**(8.8)**	**2.0**	**(1.6)**
Basic Materials	(8.6)	**14.1**	**22.7**	**(15.3)**	**(7.9)**	**3.5**	**42.4**
Others	(1.7)	**1.6**	**3.3**	**3.3**	**(0.9)**	**2.8**	**(1.9)**
Chemicals Business	33.1	**95.1**	**62.0**	**23.7**	**(5.6)**	**18.3**	**25.6**
Industrial Gases	93.0	**107.7**	**14.7**	**2.8**	**4.6**	**9.8**	**(2.5)**

*1 Items included are impacts from differences of inventory valuation gain/loss +50.4 billion yen and differences of share of profit of associates and joint ventures +2.6 billion yen, etc.

Changes in exchange rates	13.1	13.1	-	-	-
Changes in foreign currency translation included in above		7.9			

Analysis of Core Operating Income
Specialty Materials Segment

+30.7 Billion Yen



Films & Performance Materials ＋6.3

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

Composites & Shapes ＋12.8

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 ＋5.4

Price	(＋) Improvement in price gap for semiconductor-related products and precision cleaning services
Volume	(＋) Increase in sales of semiconductor-related products, particularly synthetic silica; Increase in sales of precision cleaning services

Polymer Compounds ＋6.7

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

Water & Infrastructure (0.5)

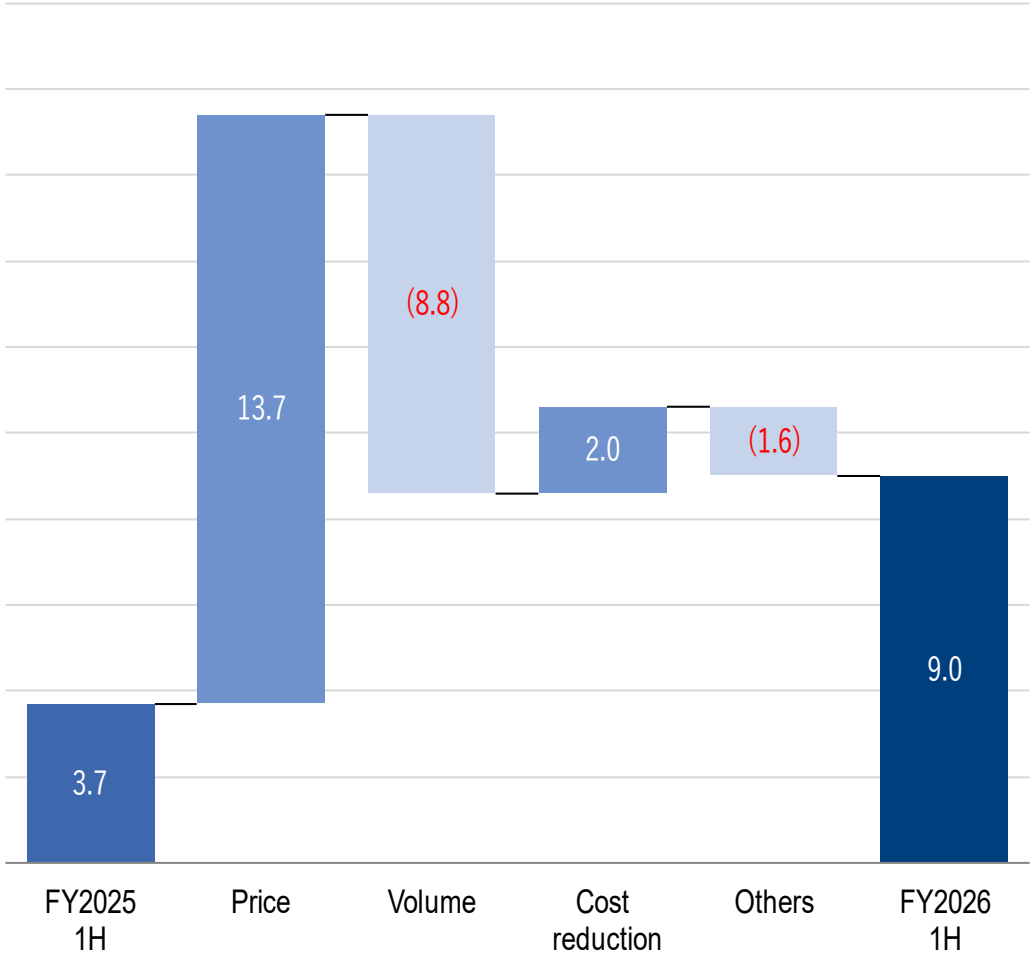
Volume	(－) Decrease due to completion of large-scale project recognized for the same period of the previous fiscal year

* Cost reduction

Cost reduction	(＋) Impact of the implementation of Next-stage Support Program in FY25; Rationalization through the review of production sites in each business

Analysis of Core Operating Income
MMA & Derivatives Segment

+5.3 Billion Yen



MMA ＋0.2

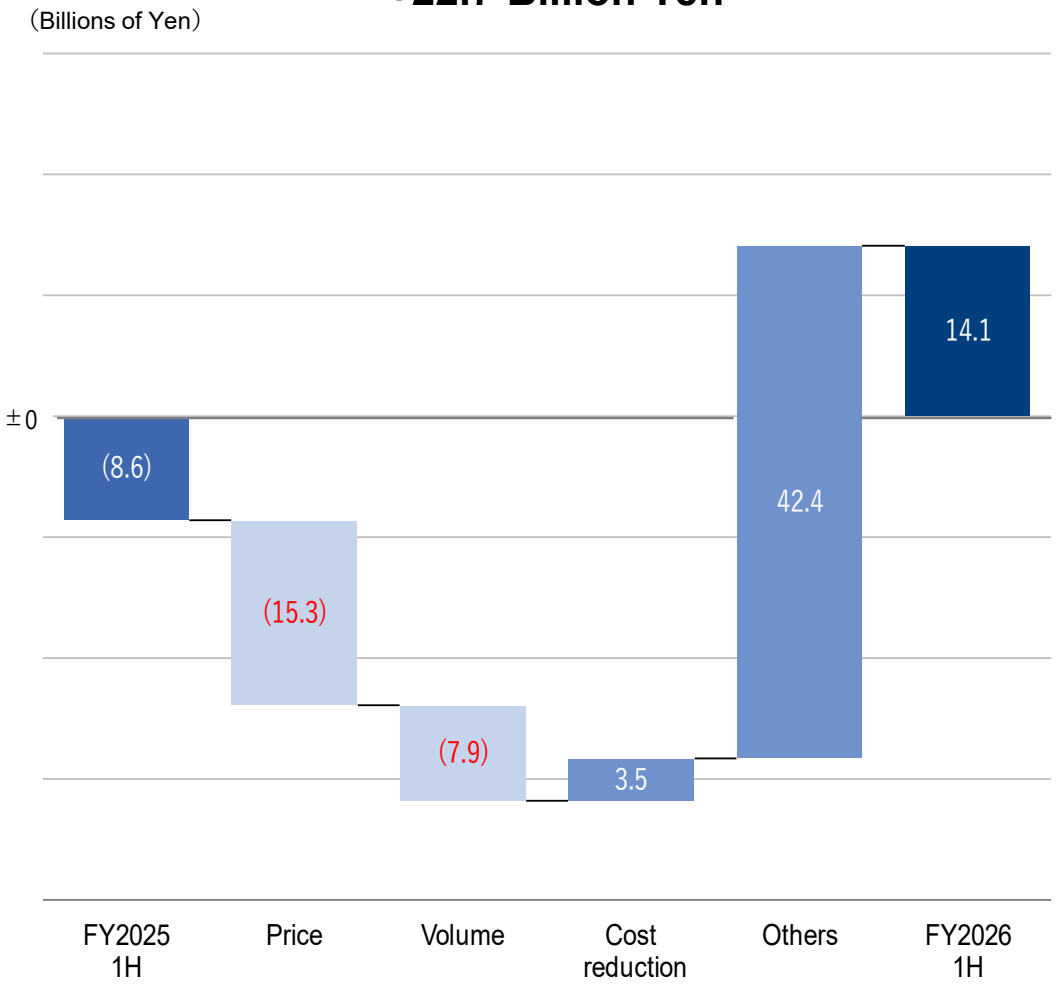
Price	(＋) Improvement in price gap due to a rise in market prices chiefly for MMA monomer
Volume	(－) Decline in sales due to reduced operations and an affected supply system due to the situation in the Middle East

Functional Chemicals ＋5.1

Price	(＋) Improvement in price gap chiefly for additives

Analysis of Core Operating Income
Basic Materials Segment

+22.7 Billion Yen



Basic Chemicals ＋12.6

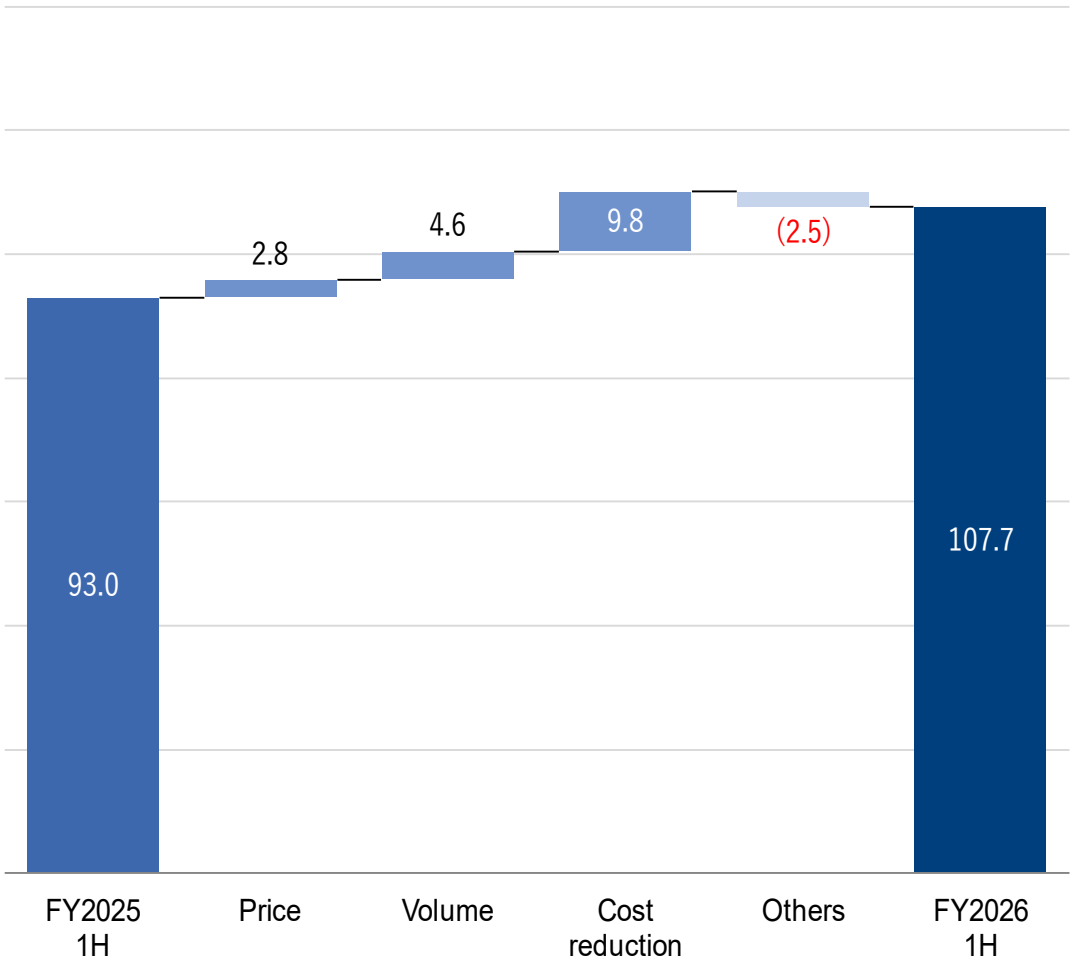
Price	(－)	Discrepancy in the timing for revision to polyolefin prices
Volume	(－)	Expanded the scale of scheduled maintenance and repairs; Decrease in sales due to an influx of lower-priced overseas products
Others	(＋)	Improvement in inventory valuation in tandem with a rise in raw material prices

Carbon Products ＋10.1

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

+14.7 Billion Yen



Industrial Gases ＋14.7

Volume	(＋) Increase in sales in tandem with a rise in demand mainly in Asia and Oceania
Cost reduction	(＋) Productivity improvement activities, including the use of DX and optimization of plant operations

Consolidated Special Items

(Billions of Yen)

	FY2025 1H	FY2026 1H	Difference
Total Special Items	(39.6)	**(3.1)**	**36.5**
Gain on sale of property, plant and equipment	0.8	**13.7**	**12.9**
Reversal of impairment loss	-	**2.1**	**2.1**
Impairment loss	(11.8)	**(7.3)**	**4.5**
Special retirement expenses	(32.3)	**(3.2)**	**29.1**
Loss of associates and joint ventures	(0.0)	**(2.3)**	**(2.3)**
Loss on sale and disposal of fixed assets	(0.3)	**(1.9)**	**(1.6)**
Disaster-related loss	-	**(1.6)**	**(1.6)**
Others	4.0	**(2.6)**	**(6.6)**

Consolidated Statement of Cash Flow

(Billions of Yen)

	FY2025 1H	FY2026 1H
Net cash provided by (used in) operating activities	**161.6**	**157.8**
Income before taxes	203.2	182.4
Depreciation and amortization	134.4	140.1
Change in operating receivables/payables	5.6	(2.4)
Change in Inventories	(7.5)	(76.4)
Others	(174.1)	(85.9)
Net cash provided by (used in) investing activities	**174.0**	**(94.9)**
Capital expenditure	(131.8)	(140.0)
Sale of assets	503.6	46.4
Investment and loans receivable, etc.	(197.8)	(1.3)
Free cash flow	**335.6**	**62.9**

(Billions of Yen)

	FY2025 1H	FY2026 1H
Net cash provided by (used in) financing activities	**(292.3)**	**(164.0)**
Interest bearing debts	(199.8)	(131.0)
Dividends, etc.	(92.5)	(33.0)
Net increase (decrease) in cash and cash equivalents	**43.3**	**(101.1)**
Effect of exchange rate changes and changes in scope of consolidation	4.5	(1.9)
Total	**47.8**	**(103.0)**

Consolidated Statement of Financial Position

(Billions of Yen)

	Mar.31.2026	Sep.30.2026	Difference
Cash & cash equivalents	527.1	424.1	(103.0)
Trade receivables	671.9	684.4	12.5
Inventories	669.1	739.8	70.7
Others	227.1	254.2	27.1
Current assets	**2,095.2**	**2,102.5**	**7.3**
Fixed assets	2,474.3	2,419.9	(54.4)
Goodwill	891.0	878.8	(12.2)
Investments & Other	416.1	400.9	(15.2)
Non-current assets	**3,781.4**	**3,699.6**	**(81.8)**
Total assets	**5,876.6**	**5,802.1**	**(74.5)**

(Billions of Yen)

	Mar.31.2026	Sep.30.2026	Difference
Interest-bearing debt	2,021.9	1,888.0	(133.9)
Trade payables	383.7	397.1	13.4
Others	1,056.3	1,015.9	(40.4)
Liabilities	**3,461.9**	**3,301.0**	**(160.9)**
Share capitals, Retained earnings, etc,.	1,438.4	1,521.4	83.0
Other components of equity	323.3	298.3	(25.0)
Equity attributable to owners of the parent	**1,761.7**	**1,819.7**	**58.0**
Non-controlling interests	653.0	681.4	28.4
Equity	**2,414.7**	**2,501.1**	**86.4**
Total liabilities & equity	**5,876.6**	**5,802.1**	**(74.5)**

Net Interest-bearing debt *1	1,464.8	1,434.0	(30.8)
Net D/E ratio	0.83	0.79	(0.04)
ROE *2	0.7%	-	-

*1 Net interest-bearing debt (End of Sep.30, 2026)
= interest-bearing debt (1,888.0billion yen)
- {cash and cash equivalents (424.1billion 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)

		FY2025					FY2026		
		1Q	2Q	3Q	4Q	Total	1Q	2Q	Total
Total Consolidated	Sales Revenue	880.7	918.4	938.2	966.7	3,704.0	1,004.2	1,032.9	2,037.1
	Core Operating Income	**56.6**	**69.5**	**59.5**	**39.4**	**225.0**	**114.1**	**88.7**	**202.8**
Specialty Materials	Sales Revenue	285.9	293.0	295.1	303.8	1,177.8	332.5	321.0	653.5
	Core Operating Income	**17.4**	**22.3**	**14.7**	**(9.5)**	**44.9**	**38.3**	**32.1**	**70.4**
Films & Performance Materials	Sales Revenue	97.8	95.9	98.0	94.0	385.7	104.9	94.3	199.2
	Core Operating Income	**9.8**	**8.9**	**7.4**	**(24.7)**	**1.4**	**15.2**	**9.8**	**25.0**
Composites & Shapes	Sales Revenue	58.7	58.8	62.7	72.0	252.2	79.0	77.1	156.1
	Core Operating Income	**(1.3)**	**0.3**	**(0.9)**	**5.0**	**3.1**	**6.4**	**5.4**	**11.8**
Information Electronics	Sales Revenue	40.6	43.6	44.2	46.9	175.3	47.7	47.9	95.6
	Core Operating Income	**0.6**	**4.3**	**1.1**	**3.3**	**9.3**	**5.8**	**4.5**	**10.3**
Polymer Compounds	Sales Revenue	53.7	58.0	56.2	57.5	225.4	67.6	66.7	134.3
	Core Operating Income	**5.4**	**5.0**	**4.9**	**5.1**	**20.4**	**8.5**	**8.6**	**17.1**
Water & Infrastructure	Sales Revenue	35.1	36.7	34.0	33.4	139.2	33.3	35.0	68.3
	Core Operating Income	**2.9**	**3.8**	**2.2**	**1.8**	**10.7**	**2.4**	**3.8**	**6.2**
MMA & Derivatives	Sales Revenue	89.6	85.1	83.9	86.1	344.7	99.9	100.3	200.2
	Core Operating Income	**3.7**	**0.0**	**(2.5)**	**(3.2)**	**(2.0)**	**8.0**	**1.0**	**9.0**
MMA	Sales Revenue	65.6	60.1	58.9	60.9	245.5	71.8	73.0	144.8
	Core Operating Income	**2.6**	**(1.5)**	**(4.3)**	**(5.1)**	**(8.3)**	**4.2**	**(2.9)**	**1.3**
Functional Chemicals	Sales Revenue	24.0	25.0	25.0	25.2	99.2	28.1	27.3	55.4
	Core Operating Income	**1.1**	**1.5**	**1.8**	**1.9**	**6.3**	**3.8**	**3.9**	**7.7**
Basic Materials	Sales Revenue	165.5	166.1	178.3	169.8	679.7	185.0	203.3	388.3
	Core Operating Income	**(6.7)**	**(1.9)**	**(3.3)**	**(4.5)**	**(16.4)**	**14.8**	**(0.7)**	**14.1**
Basic Chemicals	Sales Revenue	140.7	143.6	150.2	139.8	574.3	155.5	174.8	330.3
	Core Operating Income	**(3.8)**	**1.0**	**(3.3)**	**(8.0)**	**(14.1)**	**12.1**	**(2.3)**	**9.8**
Carbon Products	Sales Revenue	24.8	22.5	28.1	30.0	105.4	29.5	28.5	58.0
	Core Operating Income	**(2.9)**	**(2.9)**	**(0.0)**	**3.5**	**(2.3)**	**2.7**	**1.6**	**4.3**
Others	Sales Revenue	26.7	40.2	35.6	46.8	149.3	26.8	35.1	61.9
	Core Operating Income	**(2.8)**	**1.1**	**(0.8)**	**0.3**	**(2.2)**	**(1.1)**	**2.7**	**1.6**
Chemicals Business	Sales Revenue	567.7	584.4	592.9	606.5	2,351.5	644.2	659.7	1,303.9
	Core Operating Income	**11.6**	**21.5**	**8.1**	**(16.9)**	**24.3**	**60.0**	**35.1**	**95.1**
Industrial Gases	Sales Revenue	313.0	334.0	345.3	360.2	1,352.5	360.0	373.2	733.2
	Core Operating Income	**45.0**	**48.0**	**51.4**	**56.3**	**200.7**	**54.1**	**53.6**	**107.7**

- 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

Consolidated Statement of Operations

Exchange Rate (¥/$)	160.0	155.0	157.5	150.0	7.5		151.1	
Naphtha Price (¥/kl)	108,300	100,000	104,100	63,000	41,100		65,200	

(Billions of Yen)

	1H Actual	2H Forecast	FY2026 Forecast	FY2026 Forecast (Announced on May 13)	Difference	%	＜Reference＞ FY2025 Actual	%
Sales Revenue	2,037.1	2,022.9	**4,060.0**	3,800.0	**260.0**	7%	3,704.0	10%
Core Operating Income	202.8	137.2	**340.0**	305.0	**35.0**	12%	225.0	51%
Special Items	(3.1)	(8.9)	**(12.0)**	(5.0)	**(7.0)**		(194.9)	
Operating Income	199.7	128.3	**328.0**	300.0	**28.0**	9%	30.1	990%
Financial Income/Expenses	(17.3)	(14.7)	**(32.0)**	(30.0)	**(2.0)**		(29.4)	
Income before Taxes	182.4	113.6	**296.0**	270.0	**26.0**		0.7	
Income Taxes	(45.4)	(28.6)	**(74.0)**	(70.0)	**(4.0)**		(17.1)	
Net Income from Continuing Operations	137.0	85.0	**222.0**	200.0	**22.0**		(16.4)	
Net Income from Discontinued Operations	-	-	**-**	-	**-**		94.8	
Net Income	137.0	85.0	**222.0**	200.0	**22.0**		78.4	
Net Income Attributable to Owners of the Parent	90.2	54.8	**145.0**	127.0	**18.0**	14%	11.8	-
Net Income Attributable to Non-Controlling Interests	46.8	30.2	**77.0**	73.0	**4.0**		66.6	

Sales Revenue and Core Operating Income by Business Segment

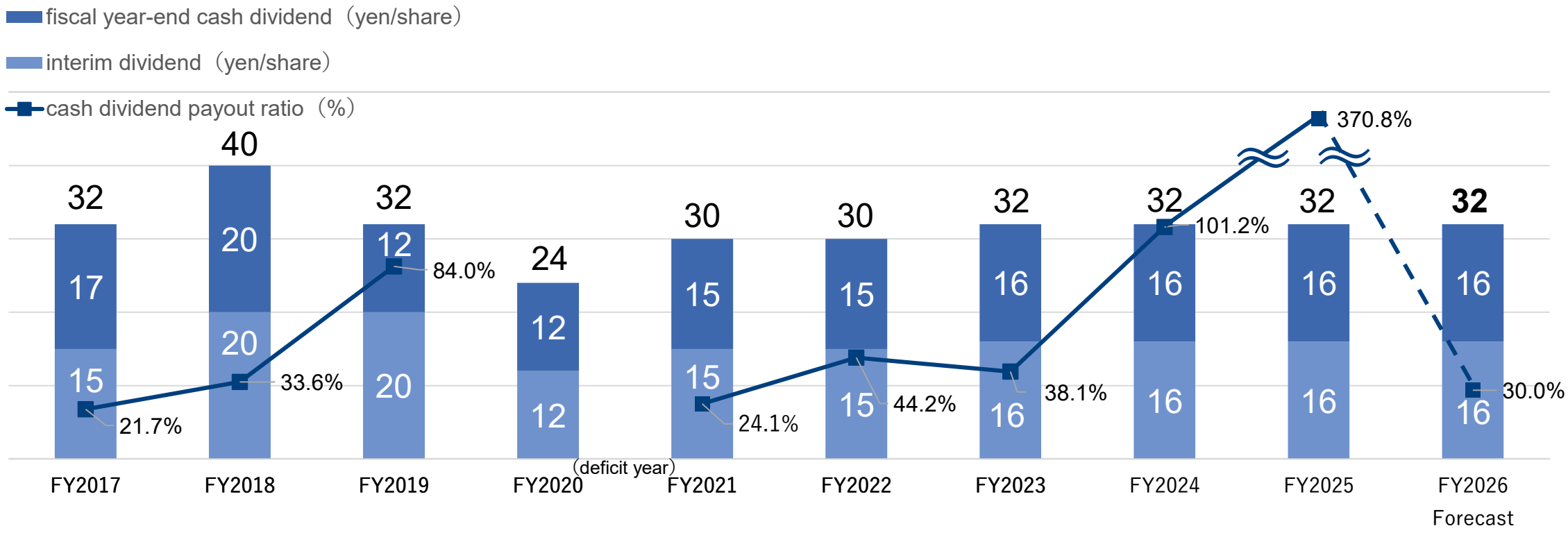
(Billions of Yen)

		1H Actual	2H Forecast	FY2026 Forecast	FY2026 Forecast (Announced on May 13)	Difference	<Reference> FY2025 Actual
Total Consolidated	Sales Revenue	2,037.1	2,022.9	**4,060.0**	3,800.0	260.0	3,704.0
	Core Operating Income	**202.8**	**137.2**	**340.0**	**305.0**	**35.0**	**225.0**
Specialty Materials	Sales Revenue	653.5	669.5	**1,323.0**	1,237.0	86.0	1,177.8
	Core Operating Income	**70.4**	**47.6**	**118.0**	**90.0**	**28.0**	**44.9**
Films & Performance Materials	Sales Revenue	199.2	203.8	**403.0**	384.0	19.0	385.7
	Core Operating Income	**25.0**	**13.0**	**38.0**	**34.0**	**4.0**	**1.4**
Composites & Shapes	Sales Revenue	156.1	155.9	**312.0**	283.0	29.0	252.2
	Core Operating Income	**11.8**	**6.2**	**18.0**	**12.0**	**6.0**	**3.1**
Information Electronics	Sales Revenue	95.6	103.4	**199.0**	186.0	13.0	175.3
	Core Operating Income	**10.3**	**8.7**	**19.0**	**11.0**	**8.0**	**9.3**
Polymer Compounds	Sales Revenue	134.3	129.7	**264.0**	243.0	21.0	225.4
	Core Operating Income	**17.1**	**11.9**	**29.0**	**21.0**	**8.0**	**20.4**
Water & Infrastructure	Sales Revenue	68.3	76.7	**145.0**	141.0	4.0	139.2
	Core Operating Income	**6.2**	**7.8**	**14.0**	**12.0**	**2.0**	**10.7**
MMA & Derivatives	Sales Revenue	200.2	177.8	**378.0**	349.0	29.0	344.7
	Core Operating Income	**9.0**	**1.0**	**10.0**	**11.0**	**(1.0)**	**(2.0)**
MMA	Sales Revenue	144.8	130.2	**275.0**	250.0	25.0	245.5
	Core Operating Income	**1.3**	**(1.3)**	**0.0**	**4.0**	**(4.0)**	**(8.3)**
Functional Chemicals	Sales Revenue	55.4	47.6	**103.0**	99.0	4.0	99.2
	Core Operating Income	**7.7**	**2.3**	**10.0**	**7.0**	**3.0**	**6.3**
Basic Materials	Sales Revenue	388.3	447.7	**836.0**	683.0	153.0	679.7
	Core Operating Income	**14.1**	**(3.1)**	**11.0**	**(5.0)**	**16.0**	**(16.4)**
Basic Chemicals	Sales Revenue	330.3	387.7	**718.0**	583.0	135.0	574.3
	Core Operating Income	**9.8**	**(4.8)**	**5.0**	**(4.0)**	**9.0**	**(14.1)**
Carbon Products	Sales Revenue	58.0	60.0	**118.0**	100.0	18.0	105.4
	Core Operating Income	**4.3**	**1.7**	**6.0**	**(1.0)**	**7.0**	**(2.3)**
Others	Sales Revenue	61.9	89.1	**151.0**	159.0	(8.0)	149.3
	Core Operating Income	**1.6**	**(5.6)**	**(4.0)**	**4.0**	**(8.0)**	**(2.2)**
Chemicals Business	Sales Revenue	1,303.9	1,384.1	**2,688.0**	2,428.0	260.0	2,351.5
	Core Operating Income	**95.1**	**39.9**	**135.0**	**100.0**	**35.0**	**24.3**
Industrial Gases	Sales Revenue	733.2	638.8	**1,372.0**	1,372.0	0.0	1,352.5
	Core Operating Income	**107.7**	**97.3**	**205.0**	**205.0**	**0.0**	**200.7**

* Segment breakdown figures are estimates for illustrative purposes only.

Dividend Forecast

- MCG's basic policy for shareholder returns is to enhance its shareholder value by increasing corporate value.
- While keeping an eye on increasing retained earnings that will fund its future business activities, MCG will aim to maintain a target dividend payout ratio of 35% under the "Medium-Term Management Plan 2029," with a potential dividend increase based on further profit growth.
- MCG decided at its Board of Directors meeting held on November 5 to set its interim dividend for FY2026 at 16 yen, the same as the previously announced forecast.
- And the year-end dividend forecast is 16 yen, the same as the previously announced forecast. Accordingly, the expected full-fiscal year dividend for FY2026 is 32 yen.



References

Statement of Operations [Quarterly Data]

Exchange Rate (¥/$)	143.8	148.4	155.8	156.5	151.1	160.7	159.4	160.0
Naphtha Price (¥/kl)	66,300	63,200	65,600	65,700	65,200	118,900	97,800	108,300

(Billions of Yen)

	FY2025					FY2026		
	1Q	2Q	3Q	4Q	Total	1Q	2Q	Total
Sales Revenue	880.7	918.4	938.2	966.7	3,704.0	1,004.2	1,032.9	2,037.1
Core Operating Income *1	56.6	69.5	59.5	39.4	225.0	114.1	88.7	202.8
Special Items	4.3	(43.9)	(32.7)	(122.6)	(194.9)	4.3	(7.4)	(3.1)
Operating Income (Loss)	60.9	25.6	26.8	(83.2)	30.1	118.4	81.3	199.7
Financial Income/Expenses	(10.7)	(7.1)	(6.2)	(5.4)	(29.4)	(6.6)	(10.7)	(17.3)
(Net Interest Income and Expense included above)	[(8.5)]	[(7.9)]	[(8.1)]	[(7.1)]	[(31.6)]	[(8.0)]	[(8.6)]	[(16.6)]
(Dividend included above)	[2.0]	[0.1]	[0.9]	[0.0]	[3.0]	[1.4]	[0.6]	[2.0]
(Foreign Exchange Gain/Loss included above)	[(3.4)]	[1.4]	[1.3]	[1.9]	[1.2]	[0.5]	[(2.4)]	[(1.9)]
Income (Loss) before Taxes	50.2	18.5	20.6	(88.6)	0.7	111.8	70.6	182.4
Income Taxes	(17.2)	(3.9)	(5.8)	9.8	(17.1)	(28.5)	(16.9)	(45.4)
Net Income (Loss) from Continuing Operations	33.0	14.6	14.8	(78.8)	(16.4)	83.3	53.7	137.0
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	53.7	137.0
Net Income (Loss) Attributable to Owners of the Parent	19.6	90.5	(4.7)	(93.6)	11.8	57.7	32.5	90.2
Net Income Attributable to Non-Controlling Interests	16.4	16.0	19.4	14.8	66.6	25.6	21.2	46.8
*1 Share of profit of associates and joint ventures included	1.5	0.9	2.0	2.6	7.0	3.9	1.1	5.0

Core Markets Trends

Market	Key Products	FY2026/2Q Summary	Forecast for FY2026/3Q Onward
EV/Mobility	**Electrolytes, Anode materials Carbon fiber, Composites Polymer, Compounds**	In Japan, production remains strong at some companies. While conditions are still weak elsewhere, particularly in China, Europe, and the United States, the Indian market continues to perform well.	Global automobile production is expected to weaken, partly due to the situation in the Middle East. Moderate growth overall is expected to continue over the medium to long term.
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 Other markets, including industrial applications, continue to perform well on the whole.	Current market trend is expected to continue in 3Q and after. The market is likely to continue growing over the medium to long term, driven primarily by expanding demand for cutting-edge semiconductor processes, such as those used in AI.
Electronics	**Optical films Display related materials**	TV demand has remained sluggish.	The medium to long term should see a trend toward larger-screen, higher-resolution, and more energy-efficient TVs, and growth is expected to be driven by demand for larger screen sizes and high-value-added products.
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. Demand is expected to grow over the medium to long term, driven by factors such as the need to reduce food waste.

Chemicals Business major growth investment plan

Actively execute investments in businesses in “Growth driver” quadrant and secure future profit growth

Commercial operation start year

FY25	FY26	FY27		FY28
Carbon fiber composite materials expansion of large press molding machine (Italy)	Strengthen semiconductor precision cleaning business (Fukushima/Iwate) 	New production facility of EUV dry resist precursor (US) 	SoarnoL™ capacity increase (UK) 	Mitsubishi synthetic quartz powder capacity increase (Fukuoka) 
New facility for chemical recycling of waste plastic by oilification (Ibaraki)	Polyester film capacity increase (Germany)	New production facility of polymer for EUV resist "Lithomax™ “ (Fukuoka)	High-performance engineering plastics for semiconductor manufacturing equipment capacity increase (Thailand)	New production facility of ultra-high-purity colloidal silica for cutting-edge semiconductors (Fukuoka)
Emulsifier "Sugar Ester" capacity increase (Fukuoka)		Optical film for polarizers “OPL FILM™ ” capacity increase (Gifu)		High-performance engineering plastics for medical and semiconductor manufacturing equipment capacity increase (Belgium)
		Natural anode materials for automotive lithium-ion batteries capacity increase (Kagawa)		

Next-generation & Growth drivers Cornerstone

Analysis of Core Operating Income (FY2026/1Q → FY2026/2Q)

(Billions of Yen)

	FY2026/1Q	FY2026/2Q	Difference	Difference factors
Total Consolidated	**114.1**	**88.7**	**(25.4)**	
Specialty Materials	**38.3**	**32.1**	**(6.2)**	
Films & Performance Materials	15.2	9.8	(5.4)	Income declined due to a deterioration in price gap caused by rising raw material prices, a pullback from the previous quarter's sales growth as customers built up inventory, and the impact of reduced sales resulting from the Kumamoto earthquake, among other factors
Composites & Shapes	6.4	5.4	(1.0)	Income dropped due to factors such as summer holidays in Europe and the US
Information Electronics	5.8	4.5	(1.3)	Income fell despite a solid business environment due to such factors as the absence of the one-time gain on inventory valuation recognized in the previous quarter
Polymer Compounds	8.5	8.6	0.1	Income remained on par with the previous quarter thanks to steady demand, primarily from the automotive sector
Water & Infrastructure	2.4	3.8	1.4	Income rose in part due to the completion of a large-scale water treatment system project for semiconductor manufacturing
MMA & Derivatives	**8.0**	**1.0**	**(7.0)**	
MMA	4.2	(2.9)	(7.1)	Loss was posted due to a deterioration in price gap caused by falling market prices for MMA monomers and other products
Functional Chemicals	3.8	3.9	0.1	Income remained on par with the previous quarter due to steady demand, primarily in the semiconductor sector
Basic Materials	**14.8**	**(0.7)**	**(15.5)**	
Basic Chemicals	12.1	(2.3)	(14.4)	Despite an improved buy-sell spread attributable to timing discrepancies in polyolefin price adjustments, etc., and the reduced impact of scheduled maintenance, a loss was posted due to such factors as worsening inventory valuation losses
Carbon Products	2.7	1.6	(1.1)	Income declined due to a decline in domestic coke sales volume
Others	**(1.1)**	**2.7**	**3.8**	
Chemicals Business	**60.0**	**35.1**	**(24.9)**	
Industrial Gases	**54.1**	**53.6**	**(0.5)**	Although the electronics sector continued to perform well, income remained on par with the previous quarter due to rising costs for raw materials, logistics, labor, etc., as well as foreign exchange impacts

Analysis of Core Operating Income (FY2026/1H → FY2026/2H)

(Billions of Yen)

	FY2026/1H (Actual)	FY2026/2H (Forecast)	Difference	Difference factors
Total Consolidated	**202.8**	**137.2**	**(65.6)**	
Specialty Materials	**70.4**	**47.6**	**(22.8)**	
Films & Performance Materials	25.0	13.0	(12.0)	Income will drop due to a deterioration in price gap caused by rising raw material costs, the expanding impact of scheduled maintenance, the impact of reduced sales volume resulting from the Kumamoto earthquake, increased fixed costs, etc.
Composites & Shapes	11.8	6.2	(5.6)	Income will drop due to a pullback from the first-half sales volume surge driven by customers building up inventory, as well as the impact of winter holidays in Europe and the US
Information Electronics	10.3	8.7	(1.6)	Income will fall due to the reversal of one-time gains on inventory valuation recognized in the first half and the increased impact of scheduled maintenance, among other factors
Polymer Compounds	17.1	11.9	(5.2)	Income will fall due in part to a deterioration in price gap caused by rising raw material prices and the impact of the winter holidays
Water & Infrastructure	6.2	7.8	1.6	Income will rise due to higher selling prices and sales volume of housing construction materials and related products
MMA & Derivatives	**9.0**	**1.0**	**(8.0)**	
MMA	1.3	(1.3)	(2.6)	Loss is expected to be posted due to a deterioration in price gap caused by falling market prices for MMA monomers and other products
Functional Chemicals	7.7	2.3	(5.4)	Income will decline due to a deterioration in price gap caused by rising raw material prices
Basic Materials	**14.1**	**(3.1)**	**(17.2)**	
Basic Chemicals	9.8	(4.8)	(14.6)	Despite an improvement in price gap due to timing discrepancies in polyolefin price adjustments, etc., a reduction in the impact of scheduled maintenance, and lower naphtha procurement costs, a loss is expected to be posted due to inventory valuation losses
Carbon Products	4.3	1.7	(2.6)	Income will decline due to a decrease in valuation gains on coke inventories and lower domestic sales volume, among other factors
Others	**1.6**	**(5.6)**	**(7.2)**	
Chemicals Business	**95.1**	**39.9**	**(55.2)**	
Industrial Gases	**107.7**	**97.3**	**(10.4)**	Income will fall due to the impact of exchange rates and other factors, despite anticipating certain equipment and construction projects in 2H of FY2026

Specialty Materials　Breakdown by Business Segment

Medium-Term Management Plan Target *

Medium-Term Management Plan Target *

(Billions of Yen)

		FY2025 Actual					FY2026 Actual		FY2026 Forecast	FY2027 Target	FY2028 Target	FY2029 Target	Ratio of Core Operating Income to Sales Revenue					
													FY2025	FY2026	FY2026	FY2027	FY2028	FY2029
		1Q	2Q	3Q	4Q	Total	1Q	2Q	Total	Total	Total	Total	Total	1H	Total	Total	Total	Total
Specialty Materials	Sales Revenue	285.9	293.0	295.1	303.8	1,177.8	332.5	321.0	1,323.0	1,422.0	1,501.0	1,570.0	-	-	-	-	-	-
	Core Operating Income	**17.4**	**22.3**	**14.7**	**(9.5)**	**44.9**	**38.3**	**32.1**	**118.0**	**109.0**	**129.0**	**155.0**	**4%**	**11%**	**9%**	**8%**	**9%**	**10%**
Films & Performance Materials	Sales Revenue	97.8	95.9	98.0	94.0	385.7	104.9	94.3	403.0	424.0	442.0	461.0	-	-	-	-	-	-
	Core Operating Income	**9.8**	**8.9**	**7.4**	**(24.7)**	**1.4**	**15.2**	**9.8**	**38.0**	**38.0**	**44.0**	**50.0**	**0%**	**13%**	**9%**	**9%**	**10%**	**11%**
Films	Sales Revenue	72.4	68.9	72.1	64.1	277.5	73.1	67.0	-	-	-	-	-	-	-	-	-	-
	Core Operating Income	**6.4**	**4.9**	**5.3**	**2.2**	**18.8**	**9.1**	**6.2**	**-**	**-**	**-**	**-**	**7%**	**11%**	**-**	**-**	**-**	**-**
Performance Materials	Sales Revenue	25.2	26.7	25.5	29.6	107.0	31.7	27.2	-	-	-	-	-	-	-	-	-	-
	Core Operating Income	**3.6**	**4.0**	**2.1**	**(26.1)**	**(16.4)**	**6.7**	**3.9**	**-**	**-**	**-**	**-**	**(15%)**	**18%**	**-**	**-**	**-**	**-**
Composites & Shapes	Sales Revenue	58.7	58.8	62.7	72.0	252.2	79.0	77.1	312.0	334.0	355.0	372.0	-	-	-	-	-	-
	Core Operating Income	**(1.3)**	**0.3**	**(0.9)**	**5.0**	**3.1**	**6.4**	**5.4**	**18.0**	**28.0**	**33.0**	**42.0**	**1%**	**8%**	**6%**	**8%**	**9%**	**11%**
Engineering Shapes	Sales Revenue	36.8	37.2	36.7	41.5	152.2	46.7	45.3	-	-	-	-	-	-	-	-	-	-
	Core Operating Income	**2.2**	**2.4**	**0.4**	**4.0**	**9.0**	**5.1**	**4.5**	**-**	**-**	**-**	**-**	**6%**	**10%**	**-**	**-**	**-**	**-**
Carbon Fiber & Composite Engineering	Sales Revenue	21.0	20.7	25.2	29.6	96.5	31.2	30.6	-	-	-	-	-	-	-	-	-	-
	Core Operating Income	**(2.8)**	**(1.5)**	**(0.4)**	**0.8**	**(3.9)**	**1.7**	**1.4**	**-**	**-**	**-**	**-**	**(4%)**	**5%**	**-**	**-**	**-**	**-**
Information Electronics	Sales Revenue	40.6	43.6	44.2	46.9	175.3	47.7	47.9	199.0	258.0	280.0	289.0	-	-	-	-	-	-
	Core Operating Income	**0.6**	**4.3**	**1.1**	**3.3**	**9.3**	**5.8**	**4.5**	**19.0**	**11.0**	**17.0**	**22.0**	**5%**	**11%**	**10%**	**4%**	**6%**	**8%**
Semiconductor	Sales Revenue	17.8	19.0	18.8	20.1	75.7	21.5	22.1	-	-	-	-	-	-	-	-	-	-
	Core Operating Income	**2.6**	**2.8**	**2.6**	**2.3**	**10.3**	**4.8**	**4.4**	**-**	**-**	**-**	**-**	**14%**	**21%**	**-**	**-**	**-**	**-**
Battery & Electronics	Sales Revenue	16.4	18.2	19.0	19.4	73.0	18.8	19.2	-	-	-	-	-	-	-	-	-	-
	Core Operating Income	**0.3**	**3.8**	**1.2**	**2.2**	**7.5**	**2.0**	**2.3**	**-**	**-**	**-**	**-**	**10%**	**11%**	**-**	**-**	**-**	**-**
Polymer Compounds	Sales Revenue	53.7	58.0	56.2	57.5	225.4	67.6	66.7	264.0	254.0	266.0	280.0	-	-	-	-	-	-
	Core Operating Income	**5.4**	**5.0**	**4.9**	**5.1**	**20.4**	**8.5**	**8.6**	**29.0**	**18.0**	**20.0**	**23.0**	**9%**	**13%**	**11%**	**7%**	**8%**	**8%**
Water & Infrastructure	Sales Revenue	35.1	36.7	34.0	33.4	139.2	33.3	35.0	145.0	152.0	158.0	168.0	-	-	-	-	-	-
	Core Operating Income	**2.9**	**3.8**	**2.2**	**1.8**	**10.7**	**2.4**	**3.8**	**14.0**	**14.0**	**15.0**	**18.0**	**8%**	**9%**	**10%**	**9%**	**9%**	**11%**
Water & Environment Solutions	Sales Revenue	14.2	15.9	12.8	14.2	57.1	12.8	13.4	-	-	-	-	-	-	-	-	-	-
	Core Operating Income	**1.4**	**2.7**	**0.4**	**0.8**	**5.3**	**1.2**	**2.1**	**-**	**-**	**-**	**-**	**9%**	**13%**	**-**	**-**	**-**	**-**
Infrastructure Solutions	Sales Revenue	18.6	19.3	19.6	18.1	75.6	19.5	20.5	-	-	-	-	-	-	-	-	-	-
	Core Operating Income	**1.5**	**1.4**	**2.1**	**1.2**	**6.2**	**1.5**	**1.9**	**-**	**-**	**-**	**-**	**8%**	**9%**	**-**	**-**	**-**	**-**

* The medium-term management plan target announced in November 2024 will be reorganized to align with the organizational structure effective April 1, 2026.
Breakdown figures of segment are approximation for reference purpose only.

Special Items [Quarterly Data]

(Billions of Yen)

	FY2025					FY2026		
	1Q	2Q	3Q	4Q	Total	1Q	2Q	Total
Total Special Items	4.3	(43.9)	(32.7)	(122.6)	(194.9)	4.3	(7.4)	(3.1)
Gain on sale of property, plant and equipment	-	0.8	0.1	0.5	1.4	12.8	0.9	13.7
Reversal of impairment loss	-	-	-	-	-	-	2.1	2.1
Impairment loss	(0.1)	(11.7)	(19.0)	(30.6)	(61.4)	(3.9)	(3.4)	(7.3)
Special retirement expenses	(1.9)	(30.4)	(5.0)	(15.8)	(53.1)	(0.1)	(3.1)	(3.2)
Loss of associates and joint ventures	(0.0)	-	(4.5)	(4.8)	(9.3)	(2.9)	0.6	(2.3)
Disaster-related loss	-	-	-	(1.1)	(1.1)	-	(1.6)	(1.6)
Loss on sale and disposal of fixed assets	(0.2)	(0.1)	(3.0)	(3.6)	(6.9)	(0.5)	(1.4)	(1.9)
Others	6.5	(2.5)	(1.3)	(67.2)	(64.5)	(1.1)	(1.5)	(2.6)

Capital Expenditure, Depreciation & Amortization, R&D Expenses, and Number of Employees by Business Segment

(Billions of Yen)

	Capital Expenditure		Depreciation& Amortization		R&D Expenses		Number of Employees
	FY2025 1H	FY2026 1H	FY2025 1H	FY2026 1H	FY2025 1H	FY2026 1H	FY2026 1H (End of the period)
Total	140.6	155.6	131.0	140.1	29.1	25.5	56,588
Specialty Materials	63.9	58.1	35.3	36.1	13.2	11.0	21,755
MMA & Derivatives	4.8	8.5	11.2	11.0	3.2	2.8	3,636
Basic Materials	21.0	28.6	16.8	14.7	3.9	3.7	3,902
Others	1.7	2.2	5.9	6.0	5.9	5.0	6,445
Chemicals Business	91.4	97.4	69.2	67.8	26.2	22.5	35,738
Industrial Gases	49.2	58.2	61.8	72.3	2.9	3.0	20,850

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.

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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.