Summary of Consolidated Financial Results for Second Quarter (First Half) of FY2025

Nov 11, 2025
Mitsui Chemicals, Inc.

1. Summary of Operating Results

(Unit : Billions of Yen)

	1st Half of FY2024	1st Half of FY2025	Incr. (Decr.)	FY2024	Outlook for FY2025 (announced Nov. 11)	
					FY2025	Incr. (Decr.)
Sales revenue	890.4	813.6	(76.8)	1,809.2	1,700.0	(109.2)
Operating income before special items	52.8	44.5	(8.3)	101.0	110.0	9.0
Operating income	46.0	27.9	(18.1)	78.3	95.0	16.7
Net income	27.4	15.7	(11.7)	42.6	65.0	22.4
Net income attributable to owners of the parent	22.2	7.8	(14.4)	32.2	55.0	22.8

2. Sales Revenue and Operating Income before Special Items by Business Segment ※1

・Sales revenue

(Unit : Billions of Yen)

	1st Half of FY2024	1st Half of FY2025	Incr. (Decr.)	Breakdown		FY2024	Outlook for FY2025 (announced Nov. 11)	
				Volume	Price		FY2025	Incr. (Decr.)
Life & Healthcare Solutions	115.5	115.3	(0.2)	2.9	(3.1)	251.7	270.0	18.3
Mobility Solutions	276.8	258.2	(18.6)	(4.3)	(14.3)	555.1	530.0	(25.1)
ICT Solutions	139.8	137.0	(2.8)	(0.2)	(2.6)	277.6	280.0	2.4
Specialty chemicals domains	532.1	510.5	(21.6)	(1.6)	(20.0)	1,084.4	1,080.0	(4.4)
Basic & Green Materials	351.0	295.6	(55.4)	(25.6)	(29.8)	710.0	605.0	(105.0)
Others	7.3	7.5	0.2	-	0.2	14.8	15.0	0.2
Total	890.4	813.6	(76.8)	(27.2)	(49.6)	1,809.2	1,700.0	(109.2)

・Operating income (loss) before special items

(Unit : Billions of Yen)

	1st Half of FY2024	1st Half of FY2025	Incr. (Decr.)	Breakdown			FY2024	Outlook for FY2025 (announced Nov. 11)	
				Volume	Price ※2	Fixed Costs etc.		FY2025	Incr. (Decr.)
Life & Healthcare Solutions	15.3	13.0	(2.3)	0.7	(1.4)	(1.6)	34.1	35.5	1.4
Mobility Solutions	28.4	26.0	(2.4)	0.4	(2.6)	(0.2)	55.1	53.0	(2.1)
ICT Solutions	12.8	17.8	5.0	4.3	0.5	0.2	26.7	35.5	8.8
Specialty chemicals domains	56.5	56.8	0.3	5.4	(3.5)	(1.6)	115.9	124.0	8.1
Basic & Green Materials	(2.6)	(10.5)	(7.9)	(0.8)	(10.0)	2.9	(11.4)	(7.0)	4.4
Others	(1.1)	(0.3)	0.8	-	-	0.8	(2.6)	(3.5)	(0.9)
Adjustment	0.0	(1.5)	(1.5)	-	-	(1.5)	(0.9)	(3.5)	(2.6)
Total	52.8	44.5	(8.3)	4.6	(13.5)	0.6	101.0	110.0	9.0

※1 In accordance with the organizational reform implemented on April 1, 2025, Mitsui Chemicals, Inc. group has revised the segments to which Mitsui Chemicals Asahi Life Materials Co., Ltd. and certain other consolidated subsidiaries belong.
Additionally, the segments for the corresponding period of the previous year are disclosed based on the reportable segment classifications after the revisions.

※2 Price includes both selling and purchasing price variances.

3. Summary of Statement of Financial Position

(Unit : Billions of Yen)

Assets	As of Mar. 31, 2025	As of Sept. 30, 2025	Incr. (Decr.)
Current assets	1,041.2	941.7	(99.5)
Property, plant and equipment & right-of-use assets	669.2	702.6	33.4
Goodwill and intangible assets	87.3	96.4	9.1
Other non-current assets	356.3	359.5	3.2
Total assets	2,154.0	2,100.2	(53.8)

Liabilities and Equity	As of Mar. 31, 2025	As of Sept. 30, 2025	Incr. (Decr.)
Interest-bearing debt	791.7	750.5	(41.2)
Other liabilities	391.7	373.1	(18.6)
Equity attributable to owners of the parent	848.3	854.4	6.1
Non-controlling interests	122.3	122.2	(0.1)
Total liabilities and equity	2,154.0	2,100.2	(53.8)
[Net D/E Ratio]	0.73	0.67	(0.06)

4. Summary of Statement of Cash Flows

(Unit : Billions of Yen)

	1st Half of FY2024	1st Half of FY2025	Incr. (Decr.)	FY2024	Outlook for FY2025 (announced Nov. 11)	
					FY2025	Incr. (Decr.)
Cash flows from operating activities	118.0	127.2	9.2	200.5	200.0	(0.5)
Cash flows from investing activities	(48.3)	(57.6)	(9.3)	(165.0)	(155.0)	10.0
Free cash flows	*69.7*	*69.6*	*(0.1)*	*35.5*	*45.0*	*9.5*
Cash flows from financing activities	(104.5)	(72.8)	31.7	(74.4)	(45.0)	29.4
Others	(4.5)	1.5	6.0	(0.8)	0.0	0.8
Net incr.(decr.) in cash and cash equivalents	(39.3)	(1.7)	37.6	(39.7)	0.0	39.7
Cash and cash equivalents at the end of period	171.0	168.9	(2.1)	170.6		

5. Accounting Fundamentals

		1st Half of FY2024	1st Half of FY2025	Incr. (Decr.)	FY2024	Outlook for FY2025 (announced Nov. 11)	
						FY2025	Incr. (Decr.)
R & D expenses	¥Billions	21.8	23.3	1.5	45.8	49.0	3.2
Depreciation & amortization	¥Billions	48.8	51.2	2.4	99.8	109.0	9.2
Capital expenditures	¥Billions	77.0	91.2	14.2	145.2	154.0	8.8
Interest-bearing debt	¥Billions	732.1	750.5	18.4	791.7	786.0	(5.7)
Net D/E Ratio	percentage	0.65	0.67	0.02	0.73	0.69	(0.04)
Number of employees	person	17,450	17,261	(189)	17,320	17,100	(220)
Exchange rate	Yen / US$	153	146	(7)	153	147	(6)
Domestic standard naphtha price	Yen / KL	77,950	64,750	(13,200)	75,600	64,900	(10,700)
Number of group companies	company	156	156	―	154	154	―

6. Dividends

	Annual Dividends per Share (yen)				
	1st Q	Interim (2nd Q)	3rd Q	Year-end (4th Q)	Annual Total
FY2024 Result	―	75.00	―	75.00	150.00
FY2025 Result/Forecast	―	75.00	―	37.50	―

Note: Revision of dividend forecasts from the latest announcement

Mitsui Chemicals, Inc. resolved to conduct a two-for-one stock split of its common stock at a meeting of its board of directors held on November 11, 2025. The above forecasted year-end dividend per share for FY2025 takes into account the stock split.

The forecast total annual dividend per share for FY2025 is not stated because the interim dividend and the year-end dividend cannot be simply added together due to the stock split. If the stock split is not taken into account, the forecast year-end dividend per share for FY2025 would be 75.00 yen, and the total annual dividend would be 150.00 yen.

7. Number of Shares Outstanding (common stock)

	FY2024	1st Half of FY2025
Number of shares outstanding at term-end (including treasury stock)	200,843,815	200,843,815
Number of shares of treasury stock at term-end	13,502,745	12,571,257
Average number of shares	190,152,943 ※	187,807,163

※1st Half of FY2024

1. Operating Results

(1) Overview

In the fiscal period under review (the six-month period from April 1, 2025 to September 30, 2025, hereinafter the "first half"), economic recovery continued moderately worldwide. Meanwhile, the pace of recovery in some countries and regions has slowed amid weak demand and U.S. trade policies.
In Japan, economic activity has continued to recover with the improvement of employment and income environment. However, uncertainty arising from U.S. trade policies persists.

The Mitsui Chemicals Group (hereinafter the “Group”) reported the operating results for the first half as follows. The Group employs operating income before special items which stands for operating income excluding non-recurring items (e.g., losses resulting from withdrawing from and/or downsizing businesses) as a management indicator.

(Billions of Yen)

	Sales Revenue	Operating Income before Special Items	Operating Income	Net Income Attributable to Owners of the Parent
First Half	813.6	44.5	27.9	7.8
Same period of previous fiscal year	890.4	52.8	46.0	22.2
Difference	(76.8)	(8.3)	(18.1)	(14.4)
Difference (%)	(8.6)	(15.8)	(39.3)	(64.7)

Sales revenue was 813.6 billion yen, a decrease of 76.8 billion yen, or 8.6%, year on year. This result was mainly due to the decrease in selling prices, which was resulting from the fall in raw material prices, such as naphtha, and the decrease in sales mainly in the Basic & Green Materials segment.

Operating income before special items was 44.5 billion yen, a decrease of 8.3 billion yen, or 15.8%, year on year. This result was mainly due to the worsened inventory revaluation gain and loss resulting from the fall in raw material prices, such as naphtha.

Operating income was 27.9 billion yen, a decrease of 18.1 billion yen, or 39.3%, year on year. This result was mainly due to the decrease in operating income before special items and the recognition of an impairment loss on an investment accounted for using equity method to operate phenol businesses in China.

Financial income/expenses improved 3.5 billion yen year on year to a 1.7 billion yen loss.

As a result of the aforementioned factors, **income before income taxes** amounted to 26.2 billion yen, a decrease of 14.6 billion yen, or 35.9%, year on year.

Net income attributable to owners of the parent after accounting for income taxes and non-controlling interests was 7.8 billion yen, a decrease of 14.4 billion yen, or 64.7%, year on year. Basic earnings per share for the period amounted to 41.76 yen.

(2) Results by Business Segment

The status of each segment during the first half is as follows.

In accordance with the organizational reform implemented on April 1, 2025, the Group has revised the segments to which Mitsui Chemicals Asahi Life Materials Co., Ltd. and certain other consolidated subsidiaries belong. Accordingly, the results for the same period of the previous year have been reclassified into the reportable segment classifications after the revisions.

Life & Healthcare Solutions

Sales revenue decreased 0.2 billion yen compared with the corresponding period of the previous fiscal year to 115.3 billion yen and comprised 14% of total sales. Operating income before special items decreased 2.3 billion yen to 13.0 billion yen year on year. This result was mainly due to the impact of a halt in production facilities at the Omuta Works, despite healthy sales in vision care materials and agrochemicals.

In **vision care materials**, sales were healthy for ophthalmic lens materials. On the other hand, the halt in production facilities at the Omuta Works had a negative impact on fixed costs, etc.

In **oral care materials**, sales remained at the same level as the corresponding period of the previous fiscal year.

In **agrochemicals**, sales were healthy.

Mobility Solutions

Sales revenue decreased 18.6 billion yen compared with the corresponding period of the previous fiscal year to 258.2 billion yen and comprised 32% of total sales. This was mainly due to the transfer of the Group's subsidiary shares. Operating income before special items decreased 2.4 billion yen to 26.0 billion yen year on year. The decrease in income was due to the impact of U.S. tariffs and the worsened terms of trade by exchange rate differences, despite healthy sales in elastomers.

In **elastomers**, sales were healthy. Meanwhile, terms of trade worsened mainly due to exchange rate differences.

In **polypropylene compounds**, sales remained at the same level as the corresponding period of the previous fiscal year. In addition, the revision of prices contributed to an improvement in the terms of trade despite the adverse impact of exchange rate differences.

In **solutions business**, sales remained at the same level as the corresponding period of the previous fiscal year.

ICT Solutions

Sales revenue decreased 2.8 billion yen compared with the corresponding period of the previous fiscal year to 137.0 billion yen and comprised 17% of total sales. This was mainly due to the transfer of the Group's subsidiary shares. On the other hand, operating income before special items increased 5.0 billion yen to 17.8 billion yen year on year. This was mainly due to healthy sales in semiconductor & optical materials and ICT films & sheets.

In **semiconductor & optical materials**, sales were healthy due to a recovery in demand in the semiconductor market.

In **coatings & engineering materials**, sales remained at the same level as the corresponding period of the previous fiscal year.

In **ICT films & sheets**, sales were healthy due to a recovery in demand in the semiconductor market.

In **nonwovens**, sales remained at the same level as the corresponding period of the previous fiscal year.

Basic & Green Materials

Sales revenue decreased 55.4 billion yen compared with the corresponding period of the previous fiscal year to 295.6 billion yen and comprised 36% of total sales. Operating loss before special items increased 7.9 billion yen, resulting in 10.5 billion yen.
This was mainly due to the worsened inventory revaluation gain and loss resulting from the fall in raw material prices, such as naphtha.

Sales of **phenols** decreased compared with the same period of the previous fiscal year.

In **polyolefin**, price revisions have improved terms of trade.

Naphtha cracker operating rates remained low due to a decrease in demand for downstream products and the scheduled major maintenance.

Others

Sales revenue increased 0.2 billion yen compared with the corresponding period of the previous fiscal year to 7.5 billion yen and comprised 1% of total sales. Operating loss before special items improved 0.8 billion yen to 0.3 billion yen year on year.

2. Financial Position

(1) Status of Assets, Liabilities and Net Assets

Total assets at the end of the first half stood at 2,100.2 billion yen, a decrease of 53.8 billion yen compared with the previous fiscal year-end.

Total liabilities at the end of the first half decreased 59.8 billion yen compared with the previous fiscal year-end to 1,123.6 billion yen. **Interest-bearing debt** amounted to 750.5 billion yen, a decrease of 41.2 billion yen compared with the previous fiscal year-end. As a result, the interest-bearing debt ratio was 35.7%, a decrease of 1.1 percentage point.

Total equity was 976.6 billion yen, an increase of 6.0 billion yen compared with the previous fiscal year-end. The **ratio of equity attributable to owners of the parent** was 40.7%, an increase of 1.3 percentage point.

Accounting for the aforementioned factors, the **net debt-equity ratio** stood at 0.67 at the end of the first half, a 0.06-percentage point decrease from the previous fiscal year-end.

(2) Cash Flow Status

Cash and cash equivalents (hereinafter "net cash") at the end of the first half decreased 1.7 billion yen to 168.9 billion yen compared with the previous fiscal year-end.

Cash Flows from Operating Activities
Net cash provided by operating activities increased 9.2 billion yen to 127.2 billion yen, compared with the same period of the previous fiscal year, due to a decrease in working capital.

Cash Flows from Investing Activities
Net cash used in investing activities increased 9.3 billion yen to 57.6 billion yen, compared with the same period of the previous fiscal year, due to a decrease in proceeds from the sale of subsidiaries and payments for acquisition of subsidiaries.

Cash Flows from Financing Activities
Net cash used in financing activities decreased 31.7 billion yen to 72.8 billion yen, compared with the same period of the previous fiscal year, due to a decrease in repayments of interest-bearing debt.

3. Outlook for Fiscal 2025 (Year Ending March 31, 2026)

(1) Overview

Revised financial forecasts are based on the following assumptions:
a) Exchange rate for the full year is 147 yen/US$ (Oct – Mar: 148 yen/US$)
b) Average price of domestic naphtha for the full year is 64,900 yen/kl (Oct – Mar: 65,000yen/kl)

In light of the actual results for the first half, sales revenue is expected to be lower than previously announced. This is mainly due to the decrease in selling prices, which was resulting from the fall in naphtha prices. In addition, Operating income is expected to fall below the previously announced forecasts mainly due to the impact of business restructuring.

(Billions of Yen)

	Sales Revenue	Operating Income before Special Items	Operating Income	Net Income	Net Income Attributable to Owners of the Parent	Basic Earnings per Share (yen)
Previous forecast (A)	1,770.0	110.0	98.0	65.0	55.0	146.78
Revised forecast (B)	1,700.0	110.0	95.0	65.0	55.0	146.25
Difference (B-A)	(70.0)	0.0	(3.0)	0.0	0.0	
Difference (%)	(4.0)	0.0	(3.1)	0.0	0.0	
(Reference) FY2024 Actual (Apr. 1, 2024 - Mar. 31, 2025)	1,809.2	101.0	78.3	42.6	32.2	170.56

Note: Basic earnings per share is calculated based on the number of shares after the stock split. If the stock split is not taken into account, the revised forecast for basic earnings per share would be 292.49 yen, while the previously announced forecast for basic earnings per share would be 293.55 yen.

(2) Business Segment

Forecast by business segment is as follows.

(Billions of Yen)

	Sales Revenue						
	Life & Healthcare Solutions	Mobility Solutions	ICT Solutions	Basic & Green Materials	Others	Adjustment	Total
Previous forecast	260.0	550.0	290.0	655.0	15.0	-	1,770.0
Revised forecast	270.0	530.0	280.0	605.0	15.0	-	1,700.0
Difference	10.0	(20.0)	(10.0)	(50.0)	0.0	-	(70.0)

(Billions of Yen)

	Operating Income before Special Items						
	Life & Healthcare Solutions	Mobility Solutions	ICT Solutions	Basic & Green Materials	Others	Adjustment	Total
Previous forecast	35.5	53.0	33.5	1.5	(3.5)	(10.0)	110.0
Revised forecast	35.5	53.0	35.5	(7.0)	(3.5)	(3.5)	110.0
Difference	0.0	0.0	2.0	(8.5)	0.0	6.5	0.0

4. Consolidated Statement of Financial Position

	Millions of yen	
	FY2024 As of March 31, 2025	FY2025 As of September 30, 2025
Assets		
Current assets		
Cash and cash equivalents	170,615	168,922
Trade receivables	349,481	287,194
Inventories	442,763	424,358
Other financial assets	38,618	29,833
Other current assets	32,052	31,339
Total	1,033,529	941,646
Assets held for sale	7,642	—
Total current assets	**1,041,171**	**941,646**
Non-current assets		
Property, plant and equipment	623,097	656,148
Right-of-use assets	46,143	46,488
Goodwill	21,122	24,767
Intangible assets	66,202	71,664
Investment property	21,666	21,666
Investments accounted for using equity method	168,274	159,219
Other financial assets	93,618	94,292
Retirement benefit assets	57,745	70,391
Deferred tax assets	5,083	5,101
Other non-current assets	9,832	8,781
Total non-current assets	**1,112,782**	**1,158,517**
Total assets	**2,153,953**	**2,100,163**

	Millions of yen	
	FY2024 As of March 31, 2025	FY2025 As of September 30, 2025
Liabilities and equity		
Liabilities		
Current liabilities		
Trade payables	157,742	139,202
Bonds and borrowings	282,488	259,448
Income taxes payable	6,106	10,609
Other financial liabilities	110,625	110,211
Provisions	1,177	2,733
Other current liabilities	45,643	43,964
Total	603,781	566,167
Liabilities directly associated with assets held for sale	2,146	—
Total current liabilities	**605,927**	**566,167**
Non-current liabilities		
Bonds and borrowings	455,489	436,972
Other financial liabilities	53,025	52,678
Retirement benefit liabilities	16,941	17,308
Provisions	7,115	4,269
Deferred tax liabilities	44,714	46,052
Other non-current liabilities	138	123
Total non-current liabilities	**577,422**	**557,402**
Total liabilities	**1,183,349**	**1,123,569**
Equity		
Share capital	125,738	125,738
Capital surplus	55,079	50,481
Treasury stock	(42,652)	(39,407)
Retained earnings	618,307	625,412
Other components of equity	91,812	92,148
Total equity attributable to owners of the parent	**848,284**	**854,372**
Non-controlling interests	**122,320**	**122,222**
Total equity	**970,604**	**976,594**
Total liabilities and equity	**2,153,953**	**2,100,163**

5. Consolidated Statement of Income and Consolidated Statement of Comprehensive Income

(Consolidated Statement of Income)

	Millions of yen	
	FY2024 April 1, 2024 to September 30, 2024	FY2025 April 1, 2025 to September 30, 2025
Sales revenue	**890,351**	**813,590**
Cost of sales	(699,330)	(633,598)
Gross profit	**191,021**	**179,992**
Selling, general and administrative expenses	(143,742)	(142,562)
Other operating income	1,658	894
Other operating expenses	(10,512)	(19,290)
Share of profit of investments accounted for using equity method	7,567	8,903
Operating income	**45,992**	**27,937**
Financial income	3,879	4,014
Financial expenses	(9,035)	(5,787)
Income before income taxes	**40,836**	**26,164**
Income tax expense	**(13,440)**	**(10,478)**
Net income	**27,396**	**15,686**
Net income attributable to:		
Owners of the parent	**22,229**	**7,843**
Non-controlling interests	**5,167**	**7,843**
Net income	**27,396**	**15,686**
Earnings per share		
Basic earnings per share (Yen)	116.90	41.76

(Consolidated Statement of Comprehensive Income)

	Millions of yen	
	FY2024 April 1, 2024 to September 30, 2024	FY2025 April 1, 2025 to September 30, 2025
Net income	**27,396**	**15,686**
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Financial assets measured at fair value through other comprehensive income	(1,712)	4,268
Remeasurements of defined benefit plans	(3,951)	9,396
Share of other comprehensive income of investments accounted for using equity method	(274)	90
Total of items that will not be reclassified to profit or loss	(5,937)	13,754
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	(8,750)	2,433
Effective portion of net change in fair value of cash flow hedges	(4)	2
Share of other comprehensive income of investments accounted for using equity method	4,924	(1,961)
Total of items that may be reclassified to profit or loss	(3,830)	474
Total other comprehensive income, net of tax	**(9,767)**	**14,228**
Comprehensive income	**17,629**	**29,914**
Comprehensive income attributable to:		
Owners of the parent	12,105	21,492
Non-controlling interests	5,524	8,422
Comprehensive income	**17,629**	**29,914**

6. Consolidated Statement of Cash Flows

	Millions of yen	
	FY2024 April 1, 2024 to September 30, 2024	FY2025 April 1, 2025 to September 30, 2025
Net cash provided by (used in) operating activities		
Income before income taxes	40,836	26,164
Depreciation and amortization	48,841	51,163
Impairment loss	5,622	12,457
Interest and dividend income	(3,618)	(3,792)
Interest expenses	3,958	4,056
Share of loss (profit) of investments accounted for using equity method	(7,567)	(8,903)
Decrease (increase) in trade receivables	49,712	64,513
Decrease (increase) in inventories	(8,731)	19,578
Increase (decrease) in trade payables	(16,176)	(19,554)
Decrease (increase) in accounts receivable	2,787	9,660
Other	8,381	(19,845)
Subtotal	**124,045**	**135,497**
Interest and dividends received	4,447	6,559
Proceeds from insurance income	151	111
Interest paid	(3,962)	(4,169)
Income taxes refund (paid)	(6,706)	(10,786)
Net cash provided by (used in) operating activities	**117,975**	**127,212**
Net cash provided by (used in) investing activities		
Purchase of property, plant and equipment	(48,875)	(54,683)
Proceeds from sale of property, plant and equipment	145	46
Purchase of intangible assets	(8,709)	(5,746)
Proceeds from sale of intangible assets	—	1
Purchase of investment securities	(952)	(2,163)
Proceeds from sale and redemption of investment securities	567	4,260
Payments for acquisition of subsidiaries	—	(3,706)
Payments for sale of subsidiaries	(719)	—
Proceeds from sale of subsidiaries	10,897	5,448
Purchase of equity accounted investments	—	(1)
Other	(611)	(1,043)
Net cash provided by (used in) investing activities	**(48,257)**	**(57,587)**

	Millions of yen	
	FY2024 April 1, 2024 to September 30, 2024	FY2025 April 1, 2025 to September 30, 2025
Net cash provided by (used in) financing activities		
Increase (decrease) in short-term borrowings	3,779	(4,235)
Increase (decrease) in commercial papers	(82,000)	(28,000)
Proceeds from long-term borrowings	29,432	4,381
Repayments of long-term borrowings	(23,520)	(5,223)
Redemption of bonds	(5,000)	(10,000)
Repayments of lease liabilities	(4,986)	(4,757)
Proceeds from sale of treasury stock	1	1
Purchase of treasury stock	(18)	(8)
Dividends paid	(13,309)	(14,051)
Dividends paid to non-controlling interests	(8,849)	(8,520)
Payments for acquisition of interests in subsidiaries from non-controlling interests	—	(2,369)
Other	(1)	1
Net cash provided by (used in) financing activities	**(104,471)**	**(72,780)**
Effect of exchange rate change on cash and cash equivalents	(4,497)	1,462
Net increase (decrease) in cash and cash equivalents	**(39,250)**	**(1,693)**
Cash and cash equivalents at beginning of period	**210,292**	**170,615**
Cash and cash equivalents at end of period	**171,042**	**168,922**

7. Segment Information

(1) Overview of Reportable Segments

The Group's business segments are the components for which separate financial information is available and that are regularly reviewed by the Board of Directors (chief operating decision maker) to make decisions about management resources to be allocated to the segments and assess their performance.

The Group positions business sector distinguished by their products and services within its headquarters. Each business sector proposes comprehensive domestic and overseas strategies in addition to pursuing business expansion in its respective product and service area.

Comprehensively considering similarities such as the details of products and services and target markets, the four reportable segments (distinguished by products and services) that comprise the Group's operations without aggregating the business segments are: Life & Healthcare Solutions, Mobility Solutions, ICT Solutions, and Basic & Green Materials. Business segments, which are not included in the reportable segments, are classified into “Others.”

In accordance with the organizational reform implemented on April 1, 2025, the Group has revised the segments to which Mitsui Chemicals Asahi Life Materials Co., Ltd. and certain other consolidated subsidiaries belong.

Additionally, the segments for the corresponding period of the previous year are disclosed based on the reportable segment classifications after the revisions.

Major products manufactured and sold by business segments are as follows:

Segments		Major Products and Businesses
Reportable Segments	Life & Healthcare Solutions	Vision care materials, oral care materials, personal care materials, and agrochemicals
	Mobility Solutions	Elastomers, performance compounds, polypropylene compounds, and comprehensive services regarding to the development of automotive and industrial products (Solution business)
	ICT Solutions	Materials and components for semiconductor and electronic component manufacturing processes, optical materials, nonwoven fabrics, lithium-ion battery materials, next-generation battery materials, and high-performance food packaging materials
	Basic & Green Materials	Ethylene, propylene, polyethylene, polypropylene, catalysts, phenols, PTA, PET, polyurethane materials, and industrial chemical products
Others	Others	Other related businesses, etc.

(2) Methods to Determine Sales Revenue, and Income or Loss by Reportable Business Segment

Reportable segment income is presented in operating income before special items which stands for operating income excluding non-recurring items (e.g., losses resulting from withdrawing from and/or downsizing businesses).
Intersegment transaction pricing and transfer pricing are negotiated and determined based on prevailing market prices.

(3) Information concerning Sales Revenue, and Income or Loss by Reportable Business Segment

Same period of previous fiscal year (April 1, 2024 – September 30, 2024) (Millions of yen)

	Reportable Segment					Others (Note 1)	Adjustment (Note 2)	Consolidated
	Life & Healthcare Solutions	Mobility Solutions	ICT Solutions	Basic & Green Materials	Total			
Sales revenue								
1) To external customers	115,482	276,761	139,761	351,018	883,022	7,329	—	890,351
2) Intersegment	1,848	1,384	3,100	43,670	50,002	30,826	(80,828)	—
Total	117,330	278,145	142,861	394,688	933,024	38,155	(80,828)	890,351
Segment income (loss) (Operating income before special items)	15,317	28,390	12,740	(2,580)	53,867	(1,118)	38	52,787

Notes:
1. "Others" encompasses business segments not included in the reportable segments and includes other related businesses, etc.
2. The 38 million yen in adjustments to segment income includes corporate profit of 49 million yen not allocated to reportable segments and negative 11 million yen elimination of intersegment transactions. Corporate profit (loss) mainly comprise general & administrative expenses and R&D expenses for new business which are usually not attributed to segments, and allocation difference of general & administrative expenses to be borne by segments.

First Half (April 1, 2025 – September 30, 2025) (Millions of yen)

	Reportable Segment					Others (Note 1)	Adjustment (Note 2)	Consolidated
	Life & Healthcare Solutions	Mobility Solutions	ICT Solutions	Basic & Green Materials	Total			
Sales revenue								
1) To external customers	115,303	258,230	137,034	295,563	806,130	7,460	—	813,590
2) Intersegment	2,135	1,564	2,682	33,000	39,381	31,166	(70,547)	—
Total	117,438	259,794	139,716	328,563	845,511	38,626	(70,547)	813,590
Segment income (loss) (Operating income before special items)	13,006	26,027	17,788	(10,533)	46,288	(364)	(1,467)	44,457

Notes:
1. "Others" encompasses business segments not included in the reportable segments and includes other related businesses, etc.
2. The negative 1,467 million yen in adjustments to segment income includes corporate loss of 1,383 million yen not allocated to reportable segments and negative 84 million yen elimination of intersegment transactions. Corporate profit (loss) mainly comprise general & administrative expenses and R&D expenses for new business which are usually not attributed to segments, and allocation difference of general & administrative expenses to be borne by segments.

(4) Adjustments from segment income to income before income taxes

(Millions of yen)

	Same period of previous fiscal year (April 1, 2024 – September 30, 2024)	First Half (April 1, 2025 – September 30, 2025)
Total reportable segment income	52,787	44,457
Impairment loss	(5,622)	(12,457)
Loss on related business	—	(2,201)
Loss on disposal of non-current assets	(1,260)	(1,757)
Other	87	(105)
Operating income	45,992	27,937
Financial income	3,879	4,014
Financial expenses	(9,035)	(5,787)
Income before income taxes	40,836	26,164

8. Subsequent Events

(Stock Split)
Mitsui Chemicals, Inc. (the “Company”) resolved a stock split at a meeting of its board of directors held on November 11, 2025.

1. Purpose of Stock Split
   The stock split is intended to expand the Company’s investor base with a more affordable environment for investors by lowering the investment unit price of its shares.

2. Details of stock split
   (1) Method of stock split
   The Company will conduct a two-for-one stock split of its common shares held by shareholders listed or recorded in the final shareholder registry on the record date, December 31, 2025 (effectively, December 30, 2025, as the administrator of shareholder registry will be closed on December 31, 2025).

   (2) Number of shares to be increased by the stock split

(Shares)

Total number of issued shares before the stock split	200,843,815
Number of shares to be increased by the stock split	200,843,815
Total number of issued shares after the stock split	401,687,630

(*Note: There will be no change to the total number of shares authorized to be issued, which remains at 600,000,000 shares.)

3. Schedule of stock split

Public notice date of the record date (scheduled)	December 16, 2025
Record date	December 31, 2025
Effective date	January 1, 2026

4. Others
   (1) The amount of capital
   There will be no change in the amount of the stated capital as a result of the stock split.

   (2) Adjustment to the maximum number of shares granted as restricted stock compensation
   At the 26th Annual General Meeting of Shareholders held on June 27, 2023, it was approved that the total number of common shares of the Company to be issued or disposed of as restricted stock compensation to the Company’s directors (excluding outside directors "eligible directors") shall be up to 190,000 shares per year. It was also approved that, in the event of a stock split (including gratis allotment), such total number shall be adjusted within a reasonable range. Based on this approval, the Company will adjust the maximum number of shares to be issued or disposed of to eligible directors effective January 1, 2026.