
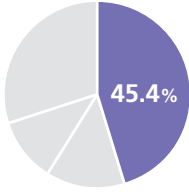
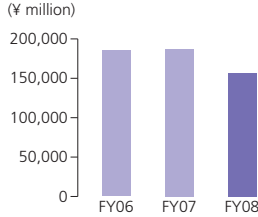
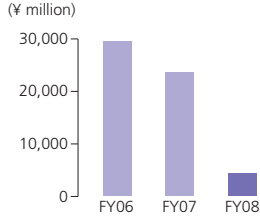
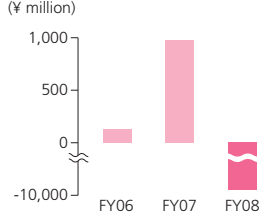

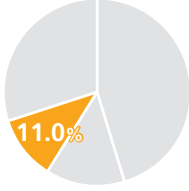
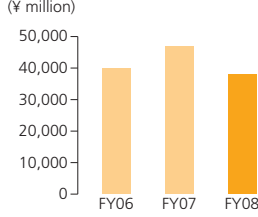
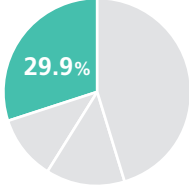
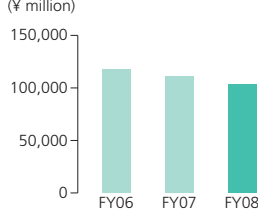
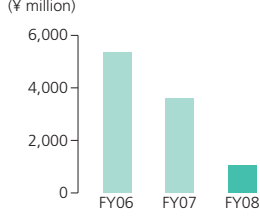


Review of Operations

*The figures represent amounts prior to amortization of differences arising from changes in actuarial assumptions.

Segment	Shares of net sales	Sales	Operating income*																
Chemicals and Plastics 	 <p>45.4%</p>	 <p>(¥ million)</p> <table border="1"> <tr><th>Fiscal Year</th><th>Sales (¥ million)</th></tr> <tr><td>FY06</td><td>180,000</td></tr> <tr><td>FY07</td><td>180,000</td></tr> <tr><td>FY08</td><td>155,000</td></tr> </table>	Fiscal Year	Sales (¥ million)	FY06	180,000	FY07	180,000	FY08	155,000	 <p>(¥ million)</p> <table border="1"> <tr><th>Fiscal Year</th><th>Operating Income (¥ million)</th></tr> <tr><td>FY06</td><td>28,000</td></tr> <tr><td>FY07</td><td>23,000</td></tr> <tr><td>FY08</td><td>4,000</td></tr> </table>	Fiscal Year	Operating Income (¥ million)	FY06	28,000	FY07	23,000	FY08	4,000
Fiscal Year	Sales (¥ million)																		
FY06	180,000																		
FY07	180,000																		
FY08	155,000																		
Fiscal Year	Operating Income (¥ million)																		
FY06	28,000																		
FY07	23,000																		
FY08	4,000																		
Acrylic Fibers & AN Monomer and Derivatives 	 <p>13.7%</p>	 <p>(¥ million)</p> <table border="1"> <tr><th>Fiscal Year</th><th>Sales (¥ million)</th></tr> <tr><td>FY06</td><td>70,000</td></tr> <tr><td>FY07</td><td>70,000</td></tr> <tr><td>FY08</td><td>45,000</td></tr> </table>	Fiscal Year	Sales (¥ million)	FY06	70,000	FY07	70,000	FY08	45,000	 <p>(¥ million)</p> <table border="1"> <tr><th>Fiscal Year</th><th>Operating Income (¥ million)</th></tr> <tr><td>FY06</td><td>100</td></tr> <tr><td>FY07</td><td>900</td></tr> <tr><td>FY08</td><td>-500</td></tr> </table>	Fiscal Year	Operating Income (¥ million)	FY06	100	FY07	900	FY08	-500
Fiscal Year	Sales (¥ million)																		
FY06	70,000																		
FY07	70,000																		
FY08	45,000																		
Fiscal Year	Operating Income (¥ million)																		
FY06	100																		
FY07	900																		
FY08	-500																		
Carbon Fibers & Composite Materials 	 <p>11.0%</p>	 <p>(¥ million)</p> <table border="1"> <tr><th>Fiscal Year</th><th>Sales (¥ million)</th></tr> <tr><td>FY06</td><td>40,000</td></tr> <tr><td>FY07</td><td>45,000</td></tr> <tr><td>FY08</td><td>38,000</td></tr> </table>	Fiscal Year	Sales (¥ million)	FY06	40,000	FY07	45,000	FY08	38,000	 <p>(¥ million)</p> <table border="1"> <tr><th>Fiscal Year</th><th>Operating Income (¥ million)</th></tr> <tr><td>FY06</td><td>10,000</td></tr> <tr><td>FY07</td><td>11,000</td></tr> <tr><td>FY08</td><td>2,000</td></tr> </table>	Fiscal Year	Operating Income (¥ million)	FY06	10,000	FY07	11,000	FY08	2,000
Fiscal Year	Sales (¥ million)																		
FY06	40,000																		
FY07	45,000																		
FY08	38,000																		
Fiscal Year	Operating Income (¥ million)																		
FY06	10,000																		
FY07	11,000																		
FY08	2,000																		
Acetate Fibers & Membranes and Others 	 <p>29.9%</p>	 <p>(¥ million)</p> <table border="1"> <tr><th>Fiscal Year</th><th>Sales (¥ million)</th></tr> <tr><td>FY06</td><td>115,000</td></tr> <tr><td>FY07</td><td>110,000</td></tr> <tr><td>FY08</td><td>105,000</td></tr> </table>	Fiscal Year	Sales (¥ million)	FY06	115,000	FY07	110,000	FY08	105,000	 <p>(¥ million)</p> <table border="1"> <tr><th>Fiscal Year</th><th>Operating Income (¥ million)</th></tr> <tr><td>FY06</td><td>5,000</td></tr> <tr><td>FY07</td><td>3,500</td></tr> <tr><td>FY08</td><td>1,000</td></tr> </table>	Fiscal Year	Operating Income (¥ million)	FY06	5,000	FY07	3,500	FY08	1,000
Fiscal Year	Sales (¥ million)																		
FY06	115,000																		
FY07	110,000																		
FY08	105,000																		
Fiscal Year	Operating Income (¥ million)																		
FY06	5,000																		
FY07	3,500																		
FY08	1,000																		

Notification of change in segmentation: With effect from the reporting term, the number of segments into which the Company's business operations, on a consolidated basis, are divided has been changed from three to four. The previous segmentation was as follows: Chemicals and Plastics, Fibers, and Carbon Fibers & Composite Materials, Membranes and Others. The current segmentation is as follows: Chemicals and Plastics, Acrylic Fibers & AN Monomer and Derivatives, Carbon Fibers & Composite Materials, and Acetate Fibers & Membranes and Others.

Major products	Primary applications	Production facilities				
		Annual production capacity (1,000 ton/year)				

*Otake, Toyama, Toyohashi, Mizushima are plants in Japan

MMA monomer	Acrylic resin pellets, methacrylic esters	Otake 217	China 90	Thailand 90			
Acrylic sheet	Sign boards, LCD displays, large-scale water tanks, light guide panels	Otake 16.2	Toyama 30	China 20			
Acrylic resin pellets	Auto-parts, liquid crystal display parts, office equipment, lenses	Otake 20.2	Toyama 27.5	China 40	Thailand 12		
Coating resins & modifiers	Coatings, automobile undercoating, inks, adhesives	Otake	Toyohashi	US	Indonesia	China	Thailand

P22

Acrylic fibers	Sweaters, blankets, curtains, carpets, upholstery	Otake 52	China 50				
AN (acrylonitrile)	Acrylic fibers, ABS resins	Otake 90	Mizushima 115				

P23

Carbon fibers (carbon fiber tows, prepreg)	Golf-club shafts, wind-powered generator blades, pressure vessels, automotive parts and materials	Toyohashi 5.4	US 2.0	UK 0.75			
--	---	------------------	-----------	------------	--	--	--

P24

Acetate fibers	Women's clothes, casual wear, cigarette filters	Toyama					
Polyester fibers	Women's- and men's wear, sporting goods	Toyohashi					
Water membrane filters	Home-use faucet-mounted water purifiers, filter membranes for wastewater and sewage treatment	Toyohashi 3million m ²					
Engineering	Design and construction of water-treatment, chemical and food plants						

P25

This change was made in April 2007 to clarify the Mitsubishi Rayon Group's focus on its core MMA (methyl methacrylate) and AN (acrylonitrile) business complexes and to more accurately reflect measures taken to strengthen our integrated operations in these two fields, as well as to raise the effectiveness of investor information supplied concerning these business operations. Regarding the Carbon Fibers & Composite Materials business, which was part of the AN business complex, this business has been separated and set up as an independent segment to reflect its increased importance.