

**Supplementary Financial Information
for the Third Quarter of Fiscal 2008
(April 2008 to December 2008)**

**February 9, 2009
Mitsubishi Rayon Co., Ltd.**

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(Amounts are rounded to the nearest first decimal place.)

In accordance with changes in regulations affecting pension plans, the Company changed the amortization period for difference in actuarial value and reclassified related expenses as of March 31, 2005.

		FY2004	FY2005
Type of pension plan		Qualified retirement pension plan	Cash balance pension plan
Difference in actuarial value	Amortization period	5 years	1 year
	Amortization method	Charged to income in an accumulated amount assuming that the Company would amortize difference in actuarial value recognized in fiscal 2000 through fiscal 2003 over the five years from the year following that in which the difference is recognized.	Lump-sum amortization of difference in actuarial value in an amount recognized in fiscal 2004
	Classification	Non-operating expenses	Cost of sales Selling, general and administrative expenses



1. Recognition and Amortization of Actuarial Losses

For the term ended March 2007, the Company has recognized actuarial losses on its pension plan resulting from changes in actuarial assumptions in a total amount of ¥2.8 billion (a ¥0.7 billion decrease in retirement benefit obligations, a ¥1.0 billion decrease in plan assets at fair value, and a ¥2.5 billion decrease in employees' retirement trust fund), which the Company amortized in lump-sum for the term ending March 2008.

Initial forecast

Estimated retirement benefit obligations as of March 31, 2007 : ¥64.5 billion		Pripaid pension cost : ¥11.9 billion
Retirement allowances: ¥28.7 billion	Plan assets: ¥36.5 billion	Employees' retirement benefit Trust fund: ¥11.2 billion

Actual result (recognition of actuarial gains)

Retirement benefit obligations as of March 31, 2007: ¥ 63.8 billion		Pripaid pension cost : ¥11.9 billion
Retirement allowances: ¥28.7 billion	Plan assets: ¥35.5 billion	Employees' retirement benefit trust fund: ¥8.7 billion

**Actuarial losses:
¥-2.8 billion**

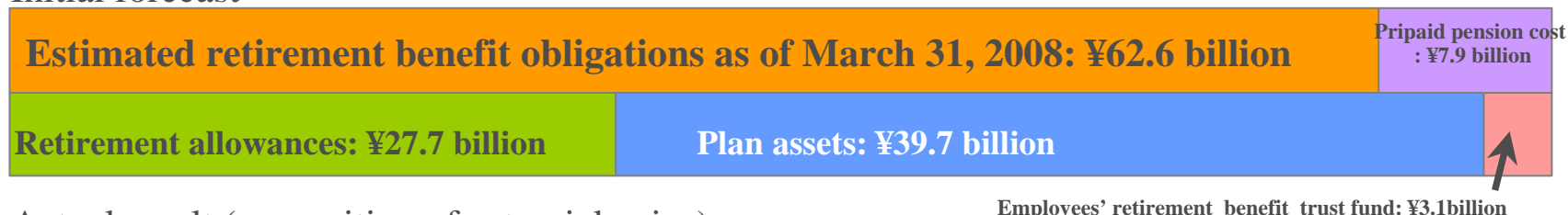
2. Impact on Earnings Performance of the Company for Fiscal 2007

Thanks to the posting of unrecognized actuarial gains, in line with the recognition of actuarial losses described ¥-2.8 billion above, operating income decreased by ¥2.1 billion and net income by approximately ¥1.2 billion for this year.

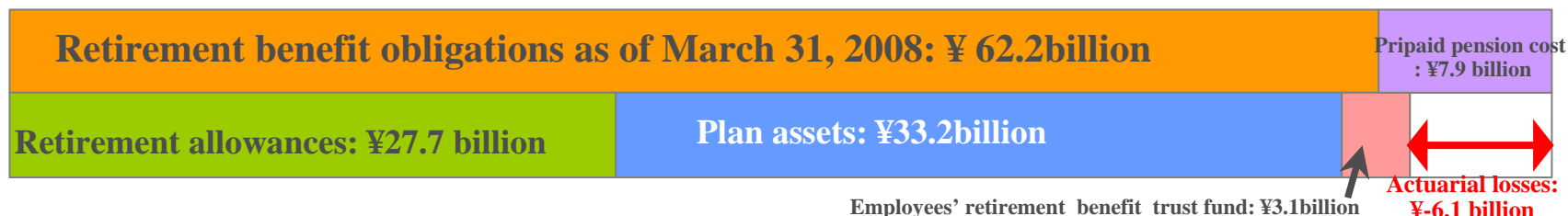
1. Recognition and Amortization of Actuarial Losses

For the term ended March 2008, the Company has recognized actuarial losses on its pension plan resulting from changes in actuarial assumptions in a total amount of ¥6.1 billion (a ¥0.4 billion increase in retirement benefit obligations, a ¥6.5 billion decrease in plan assets at fair value,), which the Company will amortize in lump-sum for the term ending March 2009.

Initial forecast



Actual result (recognition of actuarial gains)



2. Impact on Earnings Performance of the Company for Fiscal 2008

In line with the recognition of actuarial losses described above, operating income and recurring profit will decrease by ¥6.0 billion and net income by approximately ¥3.6 billion for this year. And for the 3rd (April - December) quarter, operating income and recurring profit decreased by ¥4.5 billion and net income by approximately ¥2.6 billion

Item	Unit	Previous Q1-3	Reporting Q1-3	Change		
				Amount	%	
Net sales	¥ billion	312.7	281.8	(30.9)	(9.9)	
Operating income	After amortization of difference in actuarial value	¥ billion	31.5	0.2	(31.3)	(99.3)
	Prior to amortization of difference in actuarial value		32.9	4.7	(28.2)	(85.89)
Net income	After amortization of difference in actuarial value	¥ billion	13.5	(22.2)	(35.7)	-
	Prior to amortization of difference in actuarial value		14.3	(19.6)	(33.9)	-
Basic operating conditions						
Exchange rate	¥/US\$	116	103			
Price of domestically refined naphtha	¥/kl	59,600	69,600			

Note: With effect from the reporting term, differences arising from changes in actuarial assumptions employed in pension accounting have been charged to operating expenses, and therefore, for purposes of comparison, operating income (loss) prior to amortization is also shown on the line above the actual figures.

Difference between Reporting 3Q and Previous 3Q

(¥ billion)

Item	Group	Remarks
Cost of raw materials and fuel	(12.0)	
Sales cost (*)	+3.9	Foreign exchange translation (5.7bil)
Sales volume	(12.7)	
Other	(7.4)	Changing inventories Depreciation system (3.1bil)
Total	(28.2)	
Operating income(Excluding effect of amortization in question)	32.9 → 4.7	

*Amounts posted under operating income here represent amounts prior to amortization of difference in actuarial value.

Sales/Operating Income by Business Segment For the Third Quarter (9-month period) of Fiscal 2008

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(¥ billion)

Segment	Item	Net sales			Operating income		
		Previous Q1-3	Reporting Q1-3	Change	Previous Q1-3	Reporting Q1-3	Change
Chemicals & Plastics		138.3	131.1	(7.2)	18.1	3.1	(15.0)
					19.0	6.0	(13.0)
Acrylic fibers & AN monomer		58.7	39.9	(18.8)	1.9	(6.7)	(8.6)
					2.0	(6.2)	(8.2)
Carbon Fiber & Composite Materials		36.0	31.3	(4.7)	9.3	3.0	(6.3)
					9.6	3.6	(6.0)
Acetate fibers & Membranes and others		79.8	79.6	(0.2)	2.2	0.8	(1.4)
					2.3	1.3	(1.0)
Total		312.7	281.8	(30.9)	31.5	0.2	(31.3)
					32.9	4.7	(28.2)

Note: With effect from FY 2005, differences arising from changes in actuarial assumptions employed in pension accounting have been charged to operating expenses, and therefore, for purposes of comparison, operating income (loss) prior to amortization is also shown on the line below the actual figures.

Chemicals & Plastics

(¥ billion)

	Previous Q1-3	Reporting Q1-3	Change	Remarks
Net Sales	138.3	131.1	(7.2)	
Chemicals	59.8	59.9	+0.1	
Plastics	35.8	35.5	(0.3)	
Coating resins & modifiers	30.9	28.9	(2.0)	
Information materials	11.8	6.8	(5.0)	Decreasing sales of prism sheets
Operating income (Excluding effect of amortization in question)	19.0	6.0	(13.0)	Decreasing of sudden demand Effect of strong Yen exchange rate

*Amounts posted under operating income here represent amounts prior to amortization of difference in actuarial value.

Acrylic fibers & AN monomer

(¥ billion)

	Previous Q1-3	Reporting Q1-3	Change	Remarks
Net Sales	58.7	39.9	(18.8)	
AN monomer and derivatives	28.1	25.9	(2.2)	
Acrylic fibers	30.6	14.0	(16.6)	The decrease of global demand Decreasing production
Operating income (Excluding effect of amortization in question)	2.0	(6.2)	(8.2)	Decreasing of sudden demand The weakening of the market price

Carbon Fiber & Composite Materials

(¥ billion)

	Previous Q1-3	Reporting Q1-3	Change	Remarks
Net Sales	36.0	31.3	(4.7)	
Operating income (Excluding effect of amortization in question)	9.6	3.6	(6.0)	Decreasing of sudden demand Effect of strong Yen exchange rate

*Amounts posted under operating income here represent amounts prior to amortization of difference in actuarial value.

Acetate fibers & Membranes and others

(¥ billion)

	Previous Q1-3	Reporting Q1-3	Change	Remarks
Net Sales	79.8	79.6	(0.2)	
Acetate fibers and Textiles,etc	32.6	29.5	(3.1)	
Membranes & Engineering	12.6	17.1	+4.5	Increasing sales of engineering business
Others	34.7	33.0	(1.7)	
Operating income (Excluding effect of amortization in question)	2.3	1.3	(1.0)	

*Amounts posted under operating income here represent amounts prior to amortization of difference in actuarial value.

(¥ billion)

Item	Previous Q1-3	Reporting Q1-3	Change	Remarks
Extraordinary gains	0.1	1.6	+1.5	
Gain on sale of fixed assets	0.1	0	(0.1)	
Other	0	1.6	+1.6	Gain on valuation of investment securities +1.3bil
Extraordinary losses	4.5	29.7	+25.2	
Loss on sale and disposal of fixed assets	1.2	1.2	+0	
Impairment loss	0.8	11.5	(10.7)	Mainly acrylic fibers business
Loss on valuation of investment securities	0	10.3	(10.3)	
Other	2.4	6.7	(4.3)	Loss on liquidation of businesses (6.6bil)
Net extraordinary gain (loss)	(4.4)	(28.1)	(23.7)	

(¥ billion)

Item	FY2007 (as of Mar.31.2008)	FY2008 (as of Dec.31.2008)	Change	Remarks
Total assets	451.5	425.9	(25.6)	
Current assets	177.3	186.1	+8.8	
Tangible fixed assets	173.5	168.1	(5.4)	Capital investment :+29.7bil Depreciation:(19.5bil)
Investment securities	71.0	49.5	(21.5)	Loss on valuation of investment securities :(10.3bil)
Other noncurrent assets	29.8	22.2	(7.6)	
Total liabilities	235.7	250.6	+14.9	
(Interest-bearing liabilities)	108.7	120.2	+11.5	
Total net assets	215.8	175.3	(40.5)	
Shareholders' equity	194.2	165.8	(28.4)	Quarterly net loss:(22.2bil)
Gains/losses on valuation & exchange translation	5.3	(4.7)	(10.0)	Valuation difference on available-for-sale securities :(4.4bil) Foreign Currency translation adjustment:(6.1bil)
Minority interests	16.3	14.2	(2.1)	
Total liabilities and net assets	451.5	425.9	(25.6)	

Summary of Cash Flows

For the Third Quarter (9-month period) of Fiscal 2008

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(¥ billion)

Item	Previous Q1-3	Reporting Q1-3	Remarks
Cash flows from operating activities	27.0	23.0	loss before income taxes (29.0bil) Depreciation 20.1bil, Accumulated impairment loss:11.5bil Loss on valuation of investment securities :10.3bil
Cash flows from investing activities	(37.2)	(25.3)	Purchases of property,plant and equipment:(26.8bil) Selling of Investment securities:3.1bil
Free cash flows	(10.1)	(2.4)	
Cash flows from financing activities	14.4	8.6	Cash dividends paid: (4.9bil) Long and short-term loan payable: 13.1bil
Increase (decrease) in cash and cash equivalents	4.1	5.3	
Cash and cash equivalents , End of Q3	14.8	22.7	

Performance Estimates for FY2008

(FY2008 estimates)

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Operating income and Net income: upper line → After amortization, , Lower line → Prior to amortization

Item	Unit	FY2007 results					FY2008 estimates				
		1Q	2Q	3Q	4Q	Full term	1Q results	2Q results	3Q results	4Q estimates	Full term estimates
Net sales	¥ billion	100.0	113.6	99.2	105.7	418.5	91.3	107.0	83.5	73.2	355.0
Operating income	¥ billion	12.2	10.6	8.7	6.0	37.5	2.3	0.6	(2.7)	(6.2)	(6.0)
		12.2	11.3	9.3	6.8	39.6	3.9	2.1	(1.3)	(4.7)	0
Net income	¥ billion	6.5	4.4	2.6	0.7	14.3	1.2	(1.1)	(22.4)	(4.7)	(27.0)
		6.5	4.8	3.0	1.2	15.5	2.2	(0.3)	(21.5)	(3.8)	(23.4)
Dividend	¥/share	-	5.5	-	5.5	11.0	-	3.0	-	3.0	6.0
Capital expenditures	¥ billion	-	-	-	-	29.2	8.4	12.3	9.0	10.3	40.0
Depreciation	¥ billion	-	-	-	-	24.7	6.4	6.3	7.3	7.0	27.0
Amortization of goodwill	¥ billion	-	-	-	-	0.8	0.2	0.2	0.2	0.2	0.8
R&D expenses	¥ billion	-	-	-	-	11.9	3.2	3.3	3.6	3.4	13.5
Amortization of actuarial losses in pension accounting	¥ billion	0	0.7	0.7	0.7	2.1	1.6	1.4	1.4	1.6	6.0
Conditions											
Exchange rate	¥/\$	120	117	112	104	113	104	107	96	90	99
Naphtha price	1,000yen/KL	57.8	59.7	61.6	66.7	61.4	70.9	85.8	52.2	25.0	58.4

Performance Estimates by Business Segment

(FY2008 estimates)

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(¥ billion)

		FY2007 results					FY2008 estimates				
		1Q	2Q	3Q	4Q	Full term	1Q results	2Q results	3Q results	4Q estimates	Full term estimates
Sales	Chemicals & Plastics	44.1	49.1	45.1	48.7	187.0	42.9	49.0	39.1	29.0	160.0
	Acrylic fibers & AN monomer	19.8	21.2	17.7	15.0	73.7	14.4	15.6	9.9	5.1	45.0
	Carbon Fiber & Composite Materials	11.8	12.9	11.2	10.9	46.8	10.6	10.5	10.2	8.7	40.0
	Acetate fibers & Membranes and others	24.3	30.4	25.2	31.2	111.0	23.5	31.8	24.3	30.4	110.0
	Total	100.0	113.5	99.2	105.7	4,185	91.3	107.0	83.5	73.2	355.0
Operating income	Chemicals & Plastics	7.2	5.9	5.0	4.2	22.3	1.6	1.7	(0.1)	(1.5)	1.7
		7.2	6.4	5.4	4.5	23.6	2.6	2.6	0.8	(0.5)	5.5
	Acrylic fibers & AN monomer	0.9	0.6	0.4	(1.2)	0.7	(0.9)	(2.3)	(3.4)	(3.0)	(9.6)
		0.9	0.7	0.5	(1.0)	1.0	(0.7)	(2.2)	(3.3)	(2.8)	(9.0)
	Carbon Fiber & Composite Materials	3.2	3.5	2.6	1.7	11.0	1.4	0.6	0.9	(1.3)	1.6
		3.2	3.7	2.7	1.7	11.3	1.6	0.9	1.2	(1.2)	2.5
	Acetate fibers & Membranes and others	1.0	0.5	0.6	1.3	3.4	0.2	0.6	(0.1)	(0.4)	0.3
		1.0	0.6	0.7	1.3	3.6	0.4	0.8	0.1	(0.3)	1.0
	Total	12.2	10.6	8.7	6.0	37.5	2.3	0.6	(2.7)	(6.2)	(6.0)
		12.2	11.3	9.3	6.7	39.6	3.9	2.1	(1.3)	(4.7)	0

Operating income and Net income: upper line → After amortization, Lower line → Prior to amortization

1. Emergency measures

- ① Strict selection of capital investment targets; total amount to be reduced sharply
- ② Drastic inventory reduction
- ③ Major reduction in SG&A expenses
- ④ Directors and executive officers to accept voluntary pay cuts
- ⑤ Other wide-ranging cost-cutting measures

2. Faster steps to address priority issues under Sixth Medium-Term Management Plan

- ① Seek practical ways to address the goal of the JK→2010 plan for reinforcement of operational competitiveness as part of overall program for revamping operational processes
- ② Swiftly realize synergistic benefits from acquisition of Lucite International
- ③ Turn around unprofitable businesses through radical structural reform

		Acrylic Business Group		Non-Acrylic Business Group
		MMA Business Complex	AN(Acrylonitrile) Business Complex	
Chemicals & Plastics	Chemicals	MMA monomers, Functional monomers		Dimethylformamide
	Plastics	Acrylic sheets, acrylic resin pellets		PBT resins
	Coating resins & modifiers	Coating resins, plastic modifiers		
	Information materials	Prism sheets, plastic optical fibers, plastic rod lenses		
Acrylic fibers & AN monomer and Derivatives	AN monomer		AN (Acrylonitrile) monomer, Flocculants,etc	
	Acrylic fibers		Acrylic fibers	
Carbon Fiber & Composite Materials			Carbon Fiber, Prepreg, Processed products	
Acetate fibers & Membranes and others	Acetate fibers			Textiles
	Membranes & Engineering			Water purifiers, Water treatment equipment and systems, Plant Engineering
	Others			Ryoko Co.,Ltd. Others

Situation	Startup	Products	Capacity	Company	Location	Investment (US\$ million)
Operation started	Sep 2008	Acrylic resin pellets	40,000 tons/year	Daesan MMA (joint venture Honan Petro-chem.)	Korea	50:50 equity stakes
Operation started in FY○○○○	2Q 2009	MMA monomers	90,000 tons/year			
Operation started in FY○○○○	4Q 2009	Carbon fibers	5,400 →8,100 tons/year	Mitsubishi Rayon	Japan	¥ 12billion
Under construction	4Q 2009	Acrylic sheets	20,000 tons/year	Thai MMA	Thailand	250
	2Q 2010	MMA monomers	90,000→180,000 tons/year			

Note Q=calendar year quarter

The business performance forecasts and targets included in business plans contained in this presentation are based on information known to the Company's management as of the day of presentation. Please be aware that the content of such forward-looking statements may differ significantly from actual results, owing to a number of unforeseeable factors.