



Mitsubishi Gas Chemical Company, Inc.
August 5, 2008

Revision of Business Forecasts

Mitsubishi Gas Chemical Company, Inc. ("MGC") announced today that, based on recent business trends, it had decided to revise the interim and full year business forecasts announced at the time of presentation of its results on May 9, 2008. The revised forecasts are outlined below.

1. Revision of consolidated forecasts

Interim period ending September 30, 2008 (April 1, 2008 to September 30, 2008)

(Unit: ¥ million, %)

	Net sales	Operating income	Ordinary income	Net income
Previously announced forecasts (A) (announced May 9, 2008)	270,000	14,000	22,500	17,500
Revised forecasts (B)	270,000	7,500	17,500	14,000
Change (B – A)	-	(6,500)	(5,000)	(3,500)
Change (%)	-	(46.4)	(22.2)	(20.0)
Results for previous interim period (ended September 30, 2007)	250,637	22,635	31,943	20,778

Full year ending March 31, 2009 (April 1, 2008 to March 31, 2009)

(Unit: ¥ million, %)

	Net sales	Operating income	Ordinary income	Net income
Previously announced forecasts (A) (announced May 9, 2008)	540,000	30,000	45,000	35,000
Revised forecasts (B)	540,000	21,000	39,000	31,000
Change (B – A)	-	(9,000)	(6,000)	(4,000)
Change (%)	-	(30.0)	(13.3)	(11.4)
Results for previous period (Year ended March 31, 2008)	519,329	47,366	61,759	40,209

2. Revision of non-consolidated forecasts

Interim period ending September 30, 2008 (April 1, 2008 to September 30, 2008)

(Unit: ¥ million, %)

	Net sales	Operating income	Ordinary income	Net income
Previously announced forecasts (A) (announced May 9, 2008)	197,000	7,000	15,000	13,000
Revised forecasts (B)	197,000	4,500	13,500	12,500
Change (B – A)	-	(2,500)	(1,500)	(500)
Change (%)	-	(35.7)	(10.0)	(3.8)
Results for previous interim period (ended September 30, 2007)	175,824	9,559	20,087	15,302

Full year ending March 31, 2009 (April 1, 2008 to March 31, 2009)

(Unit: ¥ million, %)

	Net sales	Operating income	Ordinary income	Net income
Previously announced forecasts (A) (announced May 9, 2008)	389,000	16,000	31,500	27,500
Revised forecasts (B)	389,000	12,500	28,000	24,500
Change (B – A)	-	(3,500)	(3,500)	(3,000)
Change (%)	-	(21.9)	(11.1)	(10.9)
Results for previous period (Year ended March 31, 2008)	372,865	19,985	36,856	28,518

3. Reasons for the revisions

Consolidated forecasts

In the interim period under review, profitability is expected to decline as a result of stagnating sales of polycarbonate sheets and films and materials for printed circuit boards, and intensifying competition in the isophthalic acid market, despite rising market prices for methanol and other products. Rising raw material and fuel costs are also expected to have an impact on overall profitability.

For this reason, although net sales in the interim period ending September 30, 2008 are expected to be in line with the initial forecast, interim operating income and ordinary income are each expected to decline.

From the third quarter of the current fiscal year onward, product sales price revisions are

expected to improve profitability and demand for printed circuit board materials is expected to recover. However, the conditions seen in the second quarter in polycarbonate sheets and films and the isophthalic acid market are expected to continue.

Given this situation, although net sales in the fiscal year ending March 31, 2009 are expected to be in line with the initial forecast, operating income for the full year is expected to fall short of initial forecasts.

Regarding ordinary income for the full year, the methanol market, which was expected to decline substantially in the third quarter of the year is now forecast to continue to record high prices, resulting in higher equity in earnings of affiliates and offsetting the decline of operating income.

Non-consolidated forecasts

In the interim period ending September 30, 2008, stagnating sales of polycarbonate sheets and films and materials for printed circuit boards, as well as rising raw material and fuel costs are expected to cause a decline in overall profitability, despite rising market prices for methanol and other products.

For this reason, although net sales in the interim period ending September 30, 2008 are expected to be in line with the initial forecast, interim operating income and ordinary income are each expected to decline.

From the third quarter of the current fiscal year onward, product sales price revisions are expected to improve profitability and demand for printed circuit board materials is expected to recover. However, stagnation in polycarbonate sheets and films is expected to continue.

Given this situation, although full-year non-consolidated net sales for the year ending March 31, 2009 are expected to be in line with the initial forecast, operating income and ordinary income are expected to fall short of initial forecasts.

Forecasts in this document are based on information available at the current time. Actual results may differ significantly due to a variety of factors.

For further information please contact:

Corporate Communications Division

Mitsubishi Gas Chemical Company, Inc.

Telephone: +81-3-3283-5041

Facsimile: +81-3-3287-0833