SUMMARY OF FINANCIAL STATEMENTS (Consolidated)
Results for the fiscal year ended March 31, 2008

MITSUBISHI GAS CHEMICAL COMPANY, INC. **May 9, 2008**

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Scheduled date of general shareholders' meeting: June 26, 2008
Scheduled date of payment of dividend: June 9, 2008
Planned date of filing of the financial report: June 26, 2008

1. Consolidated financial results for the fiscal year ended March 31, 2008

1) Consolidated operating results

Percentage figures represent changes compared to the previous fiscal year

Millions of yen, rounded down

	Fiscal year ended March 31, 2008		Fiscal year ended March 31, 2007	
		(% change)		(% change)
Sales	519,329	7.6	482,608	9.7
Operating income	47,366	12.2	42,220	8.3
Ordinary income	61,759	0.1	61,723	22.4
Net income	40,209	0.4	40,044	21.6
Earnings per share (¥)	87.01		86.63	
Fully diluted earnings per share (¥)	85.13		85.64	
Return on equity (%)	13.7		15.0	
Ratio of ordinary income to total assets (%)	10.2		10.5	
Ratio of operating income to sales (%)	9.1		8.7	

Note: Equity in earnings of affiliates: Fiscal year ended March 31, 2008: ¥ 21,312 million; Fiscal year ended March 31, 2007: ¥ 23,200 million

2) Consolidated financial position

Millions of yen, rounded down

	As of March 31, 2008	As of March 31, 2007
Total assets	601,386	609,965
Net assets	312,021	292,696
Shareholders' equity ratio (%)	50.3	46.5
Net assets per share (¥)	654.25	613.64

Note: Shareholders' equity at end of period: Fiscal year ended March 31, 2008: ¥ 302,314 million; Fiscal year ended March 31, 2007: ¥ 283,631 million

3) Consolidated cash flows

Millions of yen, rounded down

	Fiscal year ended March 31, 2008	Fiscal year ended March 31, 2007
Cash flow from operating activities	40,394	21,797
Cash flow from investing activities	(20,907)	(14,039)
Cash flow from financing activities	(22,251)	(8,819)
Cash and cash equivalents at end of period	37,235	41,266

2. Dividends

	Fiscal year ended March 31, 2007	Fiscal year ended March 31, 2008	Fiscal year ending March 31, 2009 (Forecast)
Interim dividend per share (¥)	6.00	8.00	8.00
Year-end dividend per share (¥)	8.00	8.00	8.00
Annual dividend per share (¥)	14.00	16.00	16.00
Total dividend payment *(millions of yen)*	6,471	7,393	--
Dividend payout ratio (%)	16.2	18.4	21.1
Dividend to net assets ratio (%)	2.4	2.5	--

3. Forecasts for the fiscal year ending March 31, 2009 (April 1, 2008 to March 31, 2009)

Percentage figures represent changes compared to the previous interim period or fiscal year

Millions of yen, rounded down

	Interim period ending September 30, 2008		Fiscal year ending March 31, 2009	
		(% change)		(% change)
Sales	270,000	7.7	540,000	4.0
Operating income	14,000	(38.1)	30,000	(36.7)
Ordinary income	22,500	(29.6)	45,000	(27.1)
Net Income	17,500	(15.8)	35,000	(13.0)
Earnings per share (¥)	37.87		75.74	

4. Other

1) Transfer of important subsidiaries during the period (Transfers of certain subsidiaries resulting in changes in the scope of consolidation): No

2) Changes in accounting methods, procedures and presentation in the preparation of these financial statements (Key items mentioned in Material Items Forming the Basis for the Preparation of the Consolidated Financial Statements for the Fiscal Year)

1. Changes following revisions to accounting standards: Yes
2. Other changes: Yes

3) Number of shares outstanding (ordinary shares)

1. Number of shares outstanding at end of the fiscal year (including treasury shares):
   March 31, 2008: 483,478,398 shares March 31, 2007: 483,478,398 shares
2. Number of treasury shares at end of the fiscal year:
   March 31, 2008: 21,396,891 shares March 31, 2007: 21,268,505 shares

Reference: Outline of non-consolidated financial results

1. Non-consolidated financial results for the fiscal year ended March 31, 2008

1) Non-consolidated operating results

Percentage figures represent changes compared to the previous fiscal year *Millions of yen, rounded down*

	Fiscal year ended March 31, 2008	(% change)	Fiscal year ended March 31, 2007	(% change)
Sales	372,865	5.0	355,235	8.8
Operating income	19,985	1.5	19,692	(11.3)
Ordinary income	36,856	17.1	31,478	22.1
Net income	28,518	40.6	20,280	37.6
Earnings per share (¥)	61.71		43.87	
Fully diluted earnings per share (¥)	60.38		43.37	

2) Non-consolidated financial position

Millions of yen, rounded down

	As of March 31, 2008	As of March 31, 2007
Total assets	373,713	389,722
Net assets	185,982	175,757
Shareholders' equity ratio (%)	49.8	45.1
Net assets per share (¥)	402.49	380.26

Note: Shareholders' equity: Fiscal year ended March 31, 2008: ¥ 185,982 million; Fiscal year ended March 31, 2007: ¥ 175,757 million

2. Non-consolidated forecasts for the fiscal year ending March 31, 2009 (April 1, 2008 to March 31, 2009)

Percentage figures represent changes compared to the previous interim period or fiscal year *Millions of yen, rounded down*

	Interim period ending September 30, 2008	(% change)	Fiscal year ending March 31, 2009	(% change)
Sales	197,000	12.0	389,000	4.3
Operating income	7,000	(26.8)	16,000	(19.9)
Ordinary income	15,000	(25.3)	31,500	(14.5)
Net income	13,000	(15.0)	27,500	(3.6)
Earnings per share (¥)	28.13		59.51	

COMMENTARY ON RESULTS

Note: All comparisons are with the interim period of the previous fiscal year unless stated otherwise.

(1) Overview of results for this period

The overall domestic economy continued to recover gradually during the fiscal year under review, with strong capital expenditure and exports, particularly during the first half. However, with consumer consumption weakening, the economic outlook is uncertain, and developments toward the closing stages of the fiscal year, such as the sub-prime loan crisis and the strengthening of the yen, indicate that a slowdown is likely.

Despite continued rises in crude oil prices to record levels, as well as increases and sustained highs in raw material costs, the operating environment for the Mitsubishi Gas Chemical Company, Inc. group of companies ("MGC Group") was favorable due to strong exports and continued, though gradual, domestic economic recovery.

The strategic focus of MGC Group in this environment was to strengthen business fundamentals and pursue further growth in line with the aims of *Kyoso 2008*, the Group's medium-term management plan, while endeavoring to improve profitability by increasing sales volumes, revising prices and other such measures.

Consolidated net sales for MGC Group for the fiscal year ended March 31, 2008 rose ¥36.72 billion to ¥519.32 billion. Consolidated operating income rose ¥5.14 billion to ¥47.36 billion. However, consolidated ordinary income increased by only ¥0.03 billion to ¥61.75 billion, influenced principally by a decline in equity method income following the one-off increase of the previous year which resulted from special dividend payments from affiliated companies, along with foreign exchange losses and other factors. Consolidated net income for the fiscal year increased ¥0.16 billion to ¥40.2 billion, reflecting factors such as the recording of impairment losses associated with Coenzyme Q10, an increase in taxes paid by subsidiaries, and also the absence of extraordinary losses resulting from revisions to the depreciation of fixed assets that impacted net income in the previous year.

On a non-consolidated basis, net sales rose ¥17.62 billion to ¥372.86 billion. Non-consolidated operating income increased ¥0.29 billion to ¥19.98 billion, and non-consolidated ordinary income rose ¥5.37 billion to ¥36.85 billion, mainly as a result of foreign exchange losses and an increase in dividend payments from affiliated companies. Net income increased ¥8.23 billion to ¥28.51 billion.

<u>Results by business segment</u>

Natural Gas Chemicals Segment

In the methanol business, there was a periodic softening in supply and demand conditions at the start of the fiscal year as global manufacturing plant operations stabilized. However, the market surged again in early fall of 2007, due to a decline in the operating ratios at the manufacturing plants of a major competing industry participant overseas and, as a result, MGC's revenue and earnings grew both in Japan and at overseas subsidiaries. Equity in earnings of overseas methanol companies also increased substantially due to average prices that were higher than those of the previous fiscal year.

Overall demand for methanol and ammonia derivatives was strong, and revenue and earnings grew due to the successful passing on of higher raw material and fuel costs to prices.

Revenue and earnings from sales of enzymes and coenzymes decreased despite increased sales volumes of Coenzyme Q10, reflecting market decline, mainly in exports.

In natural gas and other energy products, revenue and earnings both increased on the back of the continued high price of crude oil.

Consolidated net sales in the Natural Gas Chemicals Segment for the year ended March 31, 2008 increased ¥10.52 billion to ¥146.6 billion, and operating income increased ¥0.84 billion to ¥3.32 billion.

Aromatic Chemicals Segment

Revenue from sales of commodity aromatic chemicals was roughly level with the previous fiscal year, as a result of price increases, which helped to offset soaring fuel costs and increased costs for mixed xylene. Para-xylene operations were reorganized in the second half of the fiscal year to create a structure more resistant to market fluctuation risks.

Revenue in specialty aromatic chemicals was higher than in the previous year, supported by strong demand for both meta-xylenediamine (MXDA), which is used as an epoxy curing agent among other applications, and nylon-MXD6, the superior gas barrier properties of which are resulting in its increasing use in PET bottle manufacture. However, depreciation and other increases in fixed costs accompanying completed construction of the MXDA production facility at the Mizushima plant resulted in lower earnings. At MGC subsidiary A.G. International Chemical Co., Inc., tight global supply for isophthalic acid, which is used in PET bottles and coating materials, among other applications, led to strong sales, which resulted in substantial increases in revenue and earnings.

Consolidated net sales in the Aromatic Chemicals Segment for the year ended March 31, 2008 increased ¥10.2 billion to ¥143.36 billion, and operating income increased ¥4.66 billion to ¥12.06 billion.

Specialty Chemicals Segment

Revenue from sales of inorganic chemicals for industrial applications increased due to higher sales volumes of hydrogen peroxide for use in the paper pulp industry. However, the impact of higher raw material and fuel costs and competition with the products of other industry participants overseas resulted in lower earnings.

Firm overall demand for electronic chemicals helped to offset the impact of higher raw material and fuel costs and inventory adjustment by some customers of high-value added products. This resulted in increased revenue and earnings in line with the previous fiscal year.

In engineering plastics, revenues increased, supported by continued solid demand from major customers in the electronic and automotive industries. However, earnings decreased due to higher raw material and fuel costs and a softening supply and demand for polycarbonate from the middle of the fiscal year.

Although revenue increased at consolidated subsidiary MGC Filsheet Co., Ltd., profitability worsened due to downward revisions of prices for the polycarbonate sheets and films that it manufactures, along with an increased depreciation burden.

Consolidated net sales in the Specialty Chemicals Segment for the year ended March 31, 2008 increased ¥10.42 billion to ¥151.63 billion, and operating income decreased ¥1.03 billion to ¥16.16 billion.

Information & Advanced Materials Segment

In materials for printed circuit boards, although operations were affected by increases in the cost of copper foil and other raw materials, an upturn in orders during the fiscal year under review and an increase in demand for memory semiconductor applications, particularly in the first half of the year, resulted in increased revenues and earnings. At manufacturing subsidiary Electrotechno Co., Ltd., measures to boost the production capacity of equipment for copper clad laminate and other products were completed according to plan. Continued steady sales were recorded in LE sheets, the entry sheets used in mechanical drilling, mainly for applications in motherboards and printed circuit boards for mobile phones. In addition to this, improvements to production technology, leading to cost reductions, contributed to higher revenues and earnings (combining the results of manufacturing subsidiary Yonezawa DIA Electronics Co., Ltd.).

Revenues and earnings from sales of *AGELESS*® and other oxygen absorbers increased, supported by higher exports and robust sales of *AnaeroPack*® and other such products to the non-food sector; however, competition further intensified in the domestic food sector, the main market for these products. As a result, earnings were roughly level with the previous fiscal year.

Consolidated net sales in the Information & Advanced Materials segment for the year ended March 31, 2008 increased ¥5.74 billion to ¥76.81 billion, and operating income increased ¥0.76 billion, to ¥15.22 billion.

Other

Consolidated net sales in the Other business segment for the year ended March 31, 2008 decreased ¥0.16 billion, to ¥0.9 billion, and operating income increased ¥0.01 billion to ¥0.49 billion.

(2) Consolidated Forecasts for the Fiscal Year Ending March 31, 2009

A slowdown in the U.S. economy stemming from the sub-prime loan crisis, along with poor levels of domestic consumption recovery, are prompting concerns of deceleration or stagnation in the domestic economy. In addition, the operating environment is likely to worsen, with increases and sustained high costs for crude oil and other fuels as well as raw materials and construction materials, and a continued strong yen.

Taking this economic situation into consideration, MGC Group intends to continue implementing the basic strategies outlined in the Group's medium-term management plan *Kyoso 2008*, namely to *deploy an in-depth differentiation strategy for further growth* and to *strengthen the management infrastructure*, with the aim of achieving sustainable growth as a highly profitable, R&D-driven corporate group.

Although the healthy sales volumes of isophthalic acid and electronic materials recorded during the fiscal year under review are expected to continue to expand in the next fiscal year, a slowing in the market appears likely. In addition, higher costs are expected to result in lower operating income year on year. These costs are expected to include impairment costs associated with the operation of new facilities, repair and improvement costs incurred in large scale renovations of aging facilities, and higher fixed costs such as retirement benefit expenses. Equity method income is expected to worsen due to market decline and the impact of a strong yen on foreign exchange translation, despite the increased sales volumes that are likely to result from the operation of new facilities at overseas methanol manufacturing subsidiaries.

Consolidated full-year forecasts for the year ending March 31, 2009 are for net sales of ¥540.0 billion, ordinary income of ¥45.0 billion, and net income of ¥35.0 billion. Non-consolidated forecasts are for net sales of ¥389.0 billion, ordinary income of ¥31.5 billion, and net income of ¥27.5 billion.

The ¥/US$ exchange rate envisaged for the fiscal year is ¥100/US$1.