

# Consolidated Statement of Income

Mitsubishi Gas Chemical Company, Inc. and Consolidated Subsidiaries  
For the year ended March 31, 2020

	Millions of yen		Thousands of U.S. dollars (note 2)
	2020	2019	2020
<b>Net sales</b> (note 18)	<b>¥ 613,344</b>	¥ 648,986	<b>\$ 5,635,799</b>
<b>Cost of sales</b> (note 13)	<b>481,950</b>	512,857	<b>4,428,466</b>
Gross profit	<b>131,394</b>	136,129	<b>1,207,333</b>
<b>Selling, general and administrative expenses</b> (notes 12 and 13)	<b>97,133</b>	94,742	<b>892,520</b>
Operating income	<b>34,260</b>	41,386	<b>314,803</b>
<b>Other income (expenses):</b>			
Interest income	565	642	5,192
Dividend income	2,226	2,200	20,454
Interest expenses	(968)	(1,018)	(8,895)
Share of profit (loss) of entities accounted for using equity method	(1,282)	28,408	(11,780)
Gain on sale of investments in securities (note 4)	2,676	989	24,589
Rent expenses	(1,628)	(1,634)	(14,959)
Loss on valuation of investments in securities	(939)	(690)	(8,628)
Provision for loss on guarantees	—	(1,267)	—
Provision for loss on liquidation of subsidiaries and associates	(1,098)	—	(10,089)
Personnel expenses for seconded employees	(1,512)	(1,430)	(13,893)
Loss on tax purpose reduction entry of non-current assets	(5,652)	—	(51,934)
Loss on sale/disposal of property, plant and equipment	(943)	(920)	(8,665)
Impairment loss (note 14)	(381)	—	(3,501)
Other, net	9,022	2,400	82,900
	82	27,679	753
Profit before income taxes	<b>34,343</b>	69,066	<b>315,566</b>
<b>Income taxes</b> (note 9):			
Current	8,373	8,333	76,937
Deferred	1,482	753	13,618
	9,855	9,087	90,554
Profit	¥ 24,487	¥ 59,979	\$ 225,002
<b>Profit attributable to non-controlling interests</b>	<b>3,329</b>	4,979	<b>30,589</b>
Profit attributable to owners of parent	¥ 21,158	¥ 55,000	\$ 194,413

See accompanying notes to consolidated financial statements.

# Consolidated Statement of Comprehensive Income

Mitsubishi Gas Chemical Company, Inc. and Consolidated Subsidiaries  
For the year ended March 31, 2020

	Millions of yen		Thousands of U.S. dollars (note 2)
	2020	2019	2020
<b>Profit</b>	<b>¥ 24,487</b>	¥ 59,979	<b>\$ 225,002</b>
<b>Other comprehensive income arising during the year</b> (note 15):			
Net unrealized loss on other securities	(5,172)	(4,212)	(47,524)
Deferred gains on hedges	3	1	28
Foreign currency translation adjustments	(3,431)	(2,232)	(31,526)
Remeasurements of defined benefit plans	(3,386)	(1,812)	(31,113)
Shares of other comprehensive income of affiliates accounted for by the equity method	1,488	2,594	13,673
Total other comprehensive income arising during the year	(10,498)	(5,661)	(96,462)
<b>Comprehensive income</b>	<b>¥ 13,988</b>	¥ 54,318	<b>\$ 128,531</b>
<b>Comprehensive income attributable to:</b>			
Owners of the parent	¥ 11,884	¥ 50,795	\$ 109,198
Non-controlling interests	2,104	3,522	19,333

See accompanying notes to consolidated financial statements.