



Quarterly Financial Results for the First Quarter, Ended June 30, 2010 (Japanese GAAP, Consolidated)

July 29, 2010

Name of Listed Company: **Kaneka Corporation**

Stock Exchange Listings: Tokyo, Osaka, Nagoya

Code Number: 4118

URL <http://www.kaneka.co.jp>

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Scheduled date for submitting financial statements : August 11, 2010

Scheduled date of dividend distribution : —

Supplementary materials available on quarterly financial results: Yes

Quarterly results briefing: No

Note: Figures have been rounded down to the nearest million yen.

1. Consolidated Business Performance for the First Quarter, Ended June 30, 2010

(from April 1, 2010 to June 30, 2010)

(1) Consolidated business performance (cumulative) (% indicates year-on-year change)

	Net sales		Operating income		Ordinary income		Net income	
	¥million	%	¥million	%	¥million	%	¥million	%
Apr. 2010 – Jun. 2010	112,832	13.7	6,322	48.4	7,169	66.2	4,581	72.7
Apr. 2009 – Jun. 2009	99,240	(20.3)	4,261	(19.4)	4,312	(30.0)	2,652	(33.6)

	Net income per share	Fully diluted net income per share
Apr. 2010 – Jun. 2010	¥ 13.51	¥ 13.50
Apr. 2009 – Jun. 2009	7.82	7.82

(2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
Apr. 2010 – Jun. 2010	¥million 433,102	¥million 254,216	56.9%	¥ 726.35
Apr. 2009 – Mar. 2010	432,879	257,174	57.6%	735.17

(Reference) Shareholders' equity: ¥246,393 million as of June 30, 2010,
¥249,392 million as of March 31, 2010

2. Dividends

(Record date)	Annual dividends				
	1st Quarter	2nd Quarter	3rd Quarter	Year-end	Annual
Apr. 2009 – Mar. 2010	¥ —	¥ 8.00	¥ —	¥ 8.00	¥ 16.00
Apr. 2010 – Mar. 2011	—				
Apr. 2010 – Mar. 2011 (Forecasts)		8.00	—	8.00	16.00

Note: Changes in dividend forecast during the quarter under review: No

3. Forecast for consolidated business performance in the term ending March 31, 2011

(from April 1, 2010 to March 31, 2011)

(Percentage figures represent changes from the corresponding periods of the previous fiscal year)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	¥million	%	¥million	%	¥million	%	¥million	%	¥
First half	220,000	9.0	10,000	24.7	9,000	24.5	5,000	25.4	14.74
Full year	450,000	9.1	23,000	31.4	21,000	28.5	11,000	30.9	32.43

Note: Revisions to consolidated business performance forecasts during the quarter under review: No

4. Other (For details, please refer to "Other Information," on page 4 of the Supplementary Materials.)

(1) Changes in principal subsidiaries during the term : No

(2) Application of simplified methods of accounting and specific accounting methods : Yes

(3) Changes in accounting principles, processes, presentation methods, etc.,

1. Changes owing to revisions in accounting standards: Yes

2. Changes other than 1. above: No

(4) Number of shares outstanding (common stock)

1. Number of shares issued at the end of the period
(including treasury stock):

2. Shares of treasury stock at the end of the period:

3. Average number of shares during the period (calculated
cumulatively from the beginning of the fiscal year)

June 30, 2010	350,000,000 shares	March 31, 2010	350,000,000 shares
June 30, 2010	10,778,264 shares	March 31, 2010	10,771,253 shares
June 30, 2010	339,225,538 shares	June 30, 2009	339,260,009 shares

(Disclosure of Implementation Status of Quarterly Review Procedures)

This report of quarterly financial results is outside the scope of the quarterly review procedures prescribed in the Financial Instruments and Exchange Act. As of the date of this report, the quarterly review procedures prescribed in the Financial Instruments and Exchange Act were not complete.

(Explanations or other items pertaining to appropriate use of operating result forecasts)

The operating results forecasts and certain other statements contained in this document are forward-looking statements, which are rationally determined based on information currently available to the company. For a variety of reasons, actual performance may differ substantially from these projections. For cautionary items used in operating results forecasts, please refer to the section entitled "Forecast for Consolidated Business Performance" on page 3 of the Supplementary Materials to the quarterly financial results.

[Supplementary Materials]

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1. Quarterly Consolidated Business Performance

(1) Consolidated Business Performance

During the first three months (from April 1, 2010 to June 30, 2010), the Kaneka Group reported consolidated net sales of ¥112,832 million (up 13.7% year on year). Operating income was ¥6,322 million (up 48.4% year on year), and ordinary income increased 66.2%, to ¥7,169 million. After recording a ¥515 million loss on valuation of investments in securities as an extraordinary loss, net income amounted to ¥4,581 million (up 72.7% year on year).

Operating performance by business segment was as follows.

1) Chemicals

Supported by a recovery in demand from Japan and Asian markets, sales volumes for PVC resins were firm, and the Group strove to adjust selling prices in line with rising raw materials costs. A recovery in domestic demand for specialty PVC resins and cost reduction contributed to performance in specialty PVC resins. However, overseas prices on caustic soda remained lackluster.

As a result of the abovementioned factors, segment sales were ¥21,792 million. The segment posted operating income of ¥530 million.

2) Functional Plastics

Asian market demand for modifiers grew more vigorous, and European and U.S. market demand was in a recovery phase. Faced by the impact of major increases in raw materials costs, the Group endeavored to implement profitability-enhancement measures, such as product differentiation and cost reductions. In modified silicone polymers, although Japanese and European construction-related demand was sluggish, sales volumes were up year on year. However, income failed to increase, owing to higher raw materials costs.

As a result of the abovementioned factors, segment sales were ¥17,524 million. The segment posted operating income of ¥2,048 million.

3) Expandable Plastics and Products

Sales of expandable polystyrene and extruded polystyrene foam boards for use in the Japanese housing market increased, but demand was lackluster overall. With raw materials costs increasing, the Group made a thoroughgoing effort to lower production costs and overheads. In polyolefin foam by beads method, demand from Japan, Asia and European markets firmed up. The Group also concentrated on enhancing profitability by rationalizing costs.

As a result of the abovementioned factors, segment sales were ¥13,885 million. The segment posted operating income of ¥1,169 million.

4) Foodstuffs Products

Reflecting the consumer trend toward curtailing expenditures and preferences for lower-priced items, demand for foodstuffs struggled. Intensifying competition drove down selling prices, and raw materials costs on edible oils increased. The Group secured a year-on-year increase in sales volumes through efforts including the expansion of new product offerings, and secured income by reducing costs.

As a result of the abovementioned factors, segment sales were ¥30,578 million. The segment posted operating income of ¥2,289 million.

5) Life Science Products

Sales of medical devices grew, owing to the steady expansion of our intervention business, and sales volumes of bulk and intermediate pharmaceuticals were up year on year. In functional foodstuffs, sales volumes of existing products and high-performance products increased, centered on the U.S. market, and we strove to reduce costs.

As a result of the abovementioned factors, segment sales were ¥11,996 million. The segment posted operating income of ¥2,635 million.

6) Electronic Products

Although optical films experienced lackluster sales, sales volumes increased for ultra heat-resistant polyimide film in line with recovery in electronic products markets. Solar cell sales volumes increased in the Japanese and European markets, but selling prices fell, owing to intensified competition.

As a result of the abovementioned factors, segment sales were ¥9,908 million. The segment posted operating loss of ¥861 million.

7) Synthetic Fibers and Others

Bolstered by a recovery in overseas market demand, synthetic fiber sales volumes increased. We strove to secure profits by augmenting high-value-added product offerings and curtailing costs, but were substantially affected by yen appreciation and increased raw materials costs. Sales of other products decreased, but we secured a profit.

As a result of the abovementioned factors, segment sales were ¥7,147 million. The segment posted operating income of ¥339 million.

(2) Consolidated Financial Position

1) Status of Assets, Liabilities and Equity

Total assets were ¥433,102 million as of June 30, 2010, up ¥222 million compared with March 31, 2010. Interest-bearing debt totaled ¥62,831 million, down ¥743 million. Net assets decreased ¥2,958 million, to ¥254,216 million, because the valuation difference on available-for-sale securities and foreign currency translation adjustment decreased.

2) Consolidated Cash Flows

Net cash provided by operating activities during the first three months was ¥12,952 million, due to an increase in income before income taxes and minority shares and depreciation and amortization, while net cash used in investing activities amounted to ¥7,134 million, owing to purchase of property, plant and equipment. Net cash used in financing activities came to ¥3,300 million, used mainly for cash dividends paid. As a result, cash and cash equivalents as of June 30, 2010, totaled ¥42,555 million.

(3) Forecast for Consolidated Business Performance

The business environment improved during the first quarter, centering on expanded demand in Asian markets, coupled with demand recovery in European and U.S. markets. Near-term economic conditions, however, suggest ongoing financial uncertainty in Europe and accelerating yen appreciation. These factors, combined with concerns of worsening worldwide stock markets and a deceleration in economic growth in newly emerging markets, among others, makes the outlook less transparent. Under these circumstances, the Kaneka Group will implement thorough measures to ensure profitability by increasing sales volumes in each of its business segments and reducing manufacturing and overhead costs.

The Group makes no changes to its first-half or full-year forecasts for consolidated business performance.

Note: The above performance forecasts are regarded as reasonable on the basis of information available at the time of announcement, therefore, readers should be aware that actual results may vary from these forecasts due to various uncertainties.

2. Other Information

(1) Overview of Changes in Principal Subsidiaries

There were no significant changes in the scope of consolidation of principal subsidiaries during the first quarter under review.

(2) Overview of Simplified Methods of Accounting and Specific Accounting Methods

1) Method of computing estimated bad debt losses on general credit obligations

As there was no substantial change in the bad debt loss ratio from March 31, 2010, the actual bad debt loss ratio as of March 31, 2010, was used for estimating bad debt losses.

2) Method of valuing inventory assets

With regard to computing the balance of inventories as of June 30, 2010, in some cases physical inventory checks were omitted, but a rational calculation method was employed based on the actual inventory level as of March 31, 2010, for valuation of inventories.

With regard to marking down the book value of inventory assets, the lower of cost or market method was employed for the inventories on which values had clearly declined.

3) Method of calculating depreciation on property, plant and equipment

For assets using the declining balance method, a pro rata portion for the period under review of applicable depreciation expenses for the consolidated fiscal year was used.

For certain consolidated subsidiaries, a pro rata amount for the period under review based on the estimated amount of property, plant and equipment to be acquired, sold and disposed of during the fiscal year was used as the basis for calculating depreciation on property, plant and equipment.

4) Method of calculating deferred and accrued account items

Estimated amounts were used, based on rational computation methods.

5) Method of calculating income taxes, deferred income taxes and other deferred tax assets, as well as deferred tax liabilities.

In computing income and other tax expenses, calculations take into account net changes in line items and tax credit items. Negligible items are omitted.

In determining the recoverability of deferred tax assets, the operating performance forecasts and tax planning methods used during the fiscal year ended March 31, 2010, were applied to the period under review, as no significant changes in the operating environment or sudden and significant changes in conditions were recognized.

(3) Overview of Changes in Accounting Principles, Processes, Presentation Methods, etc.

1) Application of the Accounting Standard for Equity Method of Accounting for Investments and the Practical Solution on Unification of Accounting Policies Applied to Associates Accounted for Using the Equity Method

From the quarter under review, the Company began applying the Accounting Standard for Equity Method of Accounting for Investments (Accounting Standards Board of Japan (ASBJ) Statement No. 16, March 10, 2008) and the Practical Solution on Unification of Accounting Policies Applied to Associates Accounted for Using the Equity Method (ASBJ Practical Issues Task Force (PITF) No. 24, March 10, 2008).

This introduction had no impact on income or losses.

2) Application of the Accounting Standard for Asset Retirement Obligations

From the quarter under review, the Company began applying the Accounting Standard for Asset Retirement Obligations (ASBJ Statement No. 18, March 31, 2008) and the Guidance on Accounting Standard for Asset Retirement Obligations (Financial Accounting Standard Implementation Guidance No. 21, March 31, 2008).

As the impact of this introduction on income or losses was minimal, the Company decided to omit a footnote reference. .

3) Application of Accounting Standard for Business Combinations and Other Standards

From the quarter under review, the Company began applying the Accounting Standard for Business Combinations (ASBJ Statement No. 21, December 26, 2008), the Accounting Standard for Consolidated Financial Statements (ASBJ Statement No. 22, December 26, 2008), Partial Amendments to Accounting Standard for Research and Development Costs (ASBJ Statement No. 23, December 26, 2008), Revised Accounting Standard for Business Divestitures (ASBJ Statement No. 7, December 26, 2008), the Revised Accounting Standard for Equity Method of Accounting for Investments (ASBJ Statement No. 16, December 26, 2008) and the Revised Guidance on Accounting Standard for Business Combinations and Accounting Standard for Business Divestitures (Financial Accounting Standard Implementation Guidance No. 10, December 26, 2008).

4) Changes in Presentation

(Related to the Quarterly Consolidated Statements of Income)

The line item "income before minority interests" is indicated in accordance with the adoption of the Cabinet Office Ordinance Partially Revising Regulation for Financial Statements, etc. (March 24, 2009, Cabinet Office Ordinance No. 5), based on the Accounting Standard for Consolidated Financial Statements (ASBJ Statement No. 22, December 26, 2008).

3. Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheets

(Millions of yen)

	AS of June 30, 2010	As of March 31, 2010
Assets		
Current assets		
Cash and deposits	43,391	41,465
Notes and accounts receivable-trade	94,026	93,993
Short-term investment securities	422	422
Merchandise and finished goods	32,745	34,399
Work in process	8,030	8,404
Raw materials and supplies	18,848	19,190
Other	12,446	10,629
Allowance for doubtful accounts	(175)	(368)
Total current assets	209,735	208,135
Noncurrent assets		
Property, plant and equipment		
Buildings and structures, net	53,295	51,394
Machinery, equipment and vehicles, net	67,659	65,285
Other, net	40,696	44,753
Total property, plant and equipment	161,651	161,432
Intangible assets	1,787	1,859
Investments and other assets		
Investment securities	44,441	46,957
Other	15,802	14,814
Allowance for doubtful accounts	(316)	(320)
Total investments and other assets	59,928	61,451
Total noncurrent assets	223,366	224,744
Total assets	433,102	432,879

(Millions of yen)

	AS of June 30, 2010	As of March 31, 2010
Liabilities		
Current liabilities		
Notes and accounts payable-trade	52,519	53,493
Short-term loans payable	19,433	19,769
Income taxes payable	2,702	3,613
Provision	609	703
Other	36,117	29,878
Total current liabilities	111,382	107,458
Noncurrent liabilities		
Bonds payable	20,000	20,000
Long-term loans payable	23,797	24,204
Provision for retirement benefits	18,678	19,232
Provision	263	283
Negative goodwill	795	847
Other	3,969	3,678
Total noncurrent liabilities	67,503	68,246
Total liabilities	178,886	175,705
Net assets		
Shareholders' equity		
Capital stock	33,046	33,046
Capital surplus	34,836	34,836
Retained earnings	193,117	191,250
Treasury stock	(9,603)	(9,599)
Total shareholders' equity	251,398	249,534
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	5,654	8,147
Foreign currency translation adjustment	(10,658)	(8,289)
Total valuation and translation adjustments	(5,004)	(142)
Subscription rights to shares	109	109
Minority interests	7,712	7,672
Total net assets	254,216	257,174
Total liabilities and net assets	433,102	432,879

(2) Quarterly Consolidated Statement of Income

(Millions of yen)

	FY2009 1st Quarter From April 1, 2009 To June 30, 2009	FY2010 1st Quarter From April 1, 2010 To June 30, 2010
Net sales	99,240	112,832
Cost of sales	74,260	84,094
Gross profit	24,979	28,737
Selling, general and administrative expenses	20,718	22,415
Operating income	4,261	6,322
Non-operating income		
Dividends income	389	421
Foreign exchange gains	166	—
Equity in earnings of affiliates	—	883
Other	427	527
Total non-operating income	983	1,833
Non-operating expenses		
Interest expenses	263	212
Loss on retirement of noncurrent assets	300	294
Foreign exchange losses	—	193
Other	367	285
Total non-operating expenses	931	986
Ordinary income	4,312	7,169
Extraordinary loss		
Loss on valuation of investment securities	—	515
Total extraordinary losses	—	515
Income before income taxes and minority interests	4,312	6,654
Income taxes-current	982	2,784
Income taxes-deferred	459	(984)
Total income taxes	1,442	1,800
Income before minority interests	—	4,853
Minority interests in income	217	271
Net income	2,652	4,581

(3) Quarterly Consolidated Statement of Cash Flows

(Millions of yen)

	FY2009 1st Quarter From April 1, 2009 To June 30, 2009	FY2010 1st Quarter From April 1, 2010 To June 30, 2010
Net cash provided by (used in) operating activities		
Income before income taxes and minority interests	4,312	6,654
Depreciation and amortization	6,273	6,315
Increase (decrease) in provision for retirement benefits	549	(526)
Increase (decrease) in allowance for doubtful accounts	8	(194)
Interest and dividends income	(437)	(446)
Interest expenses	263	212
Equity in (earnings) losses of affiliates	13	(883)
Loss (gain) on disposal of noncurrent assets	401	211
Loss (gain) on valuation of investment securities	—	515
Decrease (increase) in notes and accounts receivable-trade	1,202	(982)
Decrease (increase) in inventories	1,111	1,606
Increase (decrease) in notes and accounts payable-trade	1,929	(552)
Other, net	3,977	3,851
Subtotal	19,607	15,779
Interest and dividends income received	465	472
Interest expenses paid	(193)	(118)
Income taxes paid	(1,470)	(3,181)
Net cash provided by (used in) operating activities	18,409	12,952
Net cash provided by (used in) investing activities		
Purchase of property, plant and equipment	(5,248)	(5,558)
Purchase of intangible assets	(67)	(133)
Purchase of investment securities	(12)	(855)
Proceeds from sales of investment securities	154	—
Purchase of stocks of subsidiaries and affiliates	(161)	(457)
Payments of loans receivable	(145)	(112)
Collection of loans receivable	107	28
Other, net	(2)	(46)
Net cash provided by (used in) investing activities	(5,375)	(7,134)
Net cash provided by (used in) financing activities		
Net increase (decrease) in short-term loans payable	(11,951)	(248)
Proceeds from long-term loans payable	2,920	—
Repayment of long-term loans payable	(214)	(189)
Repayments of lease obligations	(117)	(111)
Cash dividends paid	(2,714)	(2,714)
Cash dividends paid to minority shareholders	(84)	(27)
Purchase of treasury stock	(8)	(10)
Proceeds from sales of treasury stock	0	0
Net cash provided by (used in) financing activities	(12,168)	(3,300)
Effect of exchange rate change on cash and cash equivalents	290	(474)
Net increase (decrease) in cash and cash equivalents	1,155	2,042
Cash and cash equivalents at beginning of period	24,240	40,513
Increase (decrease) in cash and cash equivalents resulting from change of scope of consolidation	1,085	—
Cash and cash equivalents at end of period	26,481	42,555

(4) Notes on the Premise of a Going Concern

No corresponding transactions

(5) Segment Information

[Segment Information by Business Category]

Term from April 1, 2009 to June 30, 2009

(Millions of yen)

	Chemicals	Functional Plastics	Expandable Plastics and Products	Foodstuffs Products	Life Science Products	Electronic Products	Synthetic Fibers and Others	Total	Eliminations and Corporate	Consolidated
Sales										
(1) Customers	19,284	14,739	12,655	29,957	8,920	8,602	5,078	99,240	—	99,240
(2) Intersegment	621	60	0	2	—	111	750	1,547	(1,547)	—
Total	19,906	14,800	12,656	29,960	8,920	8,713	5,829	100,787	(1,547)	99,240
Operating income (loss)	510	1,627	846	2,158	1,045	(950)	454	5,693	(1,431)	4,261

Notes:

- The classification of businesses was determined according to comprehensive judgments based on product type, application, method of manufacturing, market similarities, relation in the manufacturing process, and common features during development.
- The major products by business are as follows:
 - Chemicals..... PVC resins, PVC compounds, Caustic soda, Chlorinated products, Specialty PVC resins
 - Functional Plastics Modifier, Modified silicone polymers, Weather-resistant acrylic film
 - Expandable Plastics and ProductsExpandable polystyrene, Extruded polystyrene foam boards, Polyolefin foam by beads method
 - Foodstuffs ProductsMargarine, Shortening, Quality fats for confectionery, Bakery yeast, Spices
 - Life Science Products Pharmaceutical bulk, Pharmaceutical intermediates, Functional foodstuffs, Medical devices
 - Electronic ProductsUltra heat-resistant polyimide film, Optical films, Bonded magnetic materials, Solar cell
 - Synthetic Fibers and Others Modacrylic fibers (Kanecaron), Engineering operations

[International Sales]

Term from April 1, 2009 to June 30, 2009

	Asia	North America	Europe	Other Areas	Total
I International sales(Millions of yen)	15,199	5,764	8,374	3,267	32,605
II Consolidated net sales(Millions of yen)					99,240
III Ratio of international sales to consolidated net sales(%)	15.3	5.8	8.5	3.3	32.9

Notes:

- International sales are sales of the Company and its consolidated subsidiaries in countries and areas other than Japan.
- Method of classifying countries or areas and the major countries or regions belonging to each classification are as follows.
 - Method of classification of country or area: geographical proximity
 - Major country or region belonging to each classification by location
 - Asia ----- China, Korea, Taiwan
 - North America ----- United States, Mexico
 - Europe ----- Belgium, United Kingdom
 - Other regions ----- Africa, Oceania

[Segment Information]

(Additional information)

During the quarter under review, the Company began applying the Revised Accounting Standard for Disclosures about Segments of an Enterprise and Related information (Accounting Standards Board of Japan Statement No.17, March 27, 2009) and the Guidance on the Accounting Standard for Disclosures about Segments of an Enterprise and Related information (Accounting Standards Board of Japan Guidance No. 20, March 21, 2008).

1) Overview of the Information Segment

Kaneka's Information Segment aims to accumulate financial information from the Company's separate business units to facilitate decisions by the Board of Directors on the allocation of management resources and allow for its periodic review.

Technology is the common thread running throughout the Company's operations. These operations are divided into segments by product and service type, application and market similarity. Each segment develops its operations in accordance with a global group strategy established to unify its subsidiaries in Japan and overseas for the products and services it handles. Accordingly, the Group has categorized its operations by products and services, based on its business divisions. These seven segments, which have become subcategories of the Information Segment, are Chemicals, Functional Plastics, Expandable Plastics and Products, Foodstuffs Products, Life Science Products, Electronics Products, and Synthetic Fibers and Others. The Information segment, which has been established to span all departments, has been newly established to facilitate swift and flexible response to changes in the business environment.

The Chemicals segment manufactures and sells products with a broad range of applications, from daily-use products to industrial materials, such as high-value-added specialty PVC resins and other PVC resins. The Functional Plastics segment manufactures polymers that have functionally modified for such qualities as superior heat resistance, weather resistance, flame resistance and elasticity. The resins it produces with these augmented functions are sold to the construction, automotive, home electronics and communication equipment industries. The Expandable Plastics and Products segment manufactures and sells cushioning materials for electrical products, shock-absorbing materials for automotive and fishery applications, and expandable plastics and products used in housing insulation. In the Foodstuffs Products segment, the Group produces bakery yeast and margarine for sale to commercial confectioneries, bakeries and others in the food products industry. In Life Science Products, the Group has parlayed its expertise in fermentation and high-polymer technologies into the pharmaceutical intermediates, functional foodstuffs, catheters and other medical devices, which it manufactures and sells to medical product manufacturers and medical institutions. In the Electronics Products segment, the Group manufactures and sells highly functional films for electronic equipment manufacturers, as well as solar cells. The Synthetic Fibers and Others segment mainly engages in the production and sale of synthetic fibers used in wigs, apparel and other applications.

2) Sales and Income (Loss) by Segments
 Term from April 1, 2010 to June 30, 2010

(Millions of yen)

	Reporting Segment								Adjustment	Total
	Chemicals	Functional Plastics	Expandable Plastics and Products	Foodstuffs Products	Life Science Products	Electronic Products	Synthetic Fibers and Others	Segment Total		
Sales										
Customers	21,792	17,524	13,885	30,578	11,996	9,908	7,147	112,832	—	112,832
Intersegment	726	112	33	0	88	141	350	1,453	(1,453)	—
Total	22,519	17,636	13,919	30,578	12,084	10,049	7,497	114,285	(1,453)	112,832
Segment income (loss)	530	2,048	1,169	2,289	2,635	(861)	339	8,150	(1,828)	6,322

3) Reconciliations between Segment Total and Quarterly Consolidated Statement of Income (Adjustments)
 (Millions of yen)

Income	Amount
Segment total	8,150
Elimination of intersegment transactions	(17)
Companywide expenses (Note)	(1,756)
Other adjustments	(53)
Operating income in the quarterly consolidated statements of income	6,322

(Note) Companywide costs primarily are expenses for basic R&D that is not allocable to an information segment.

4) Impairment Losses on Fixed Assets or Goodwill Pertaining to Individual Information Segment Categories
 Nothing to report

(6) Notes in the Event of Significant Changes in the Amount of Shareholders' Equity
 Nothing to report