

---

**FINANCIAL RESULTS FOR  
THE THREE MONTHS ENDED JUNE 2011**

---

*Based on US GAAP*

**Mitsubishi Corporation**

2-3-1 Marunouchi, Chiyoda-ku, Tokyo, JAPAN 100-8086

Phone: +81-3-3210-2121

<http://www.mitsubishicorp.com/>

**Mitsubishi Corporation and subsidiaries**  
**FINANCIAL HIGHLIGHTS**  
**for the three months ended June 30, 2011**  
(Based on US GAAP) (Consolidated)

**1. Consolidated operating results for the three months ended June 30, 2011**

**(1) Operating transactions and income**

(Figures less than one million yen are rounded)

(%: change from the previous year)

	Operating transactions		Operating income		Income before income taxes		Net income attributable to Mitsubishi Corporation	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
For the three months ended								
June 30, 2011	4,845,411	2.2	84,197	(19.9)	143,975	(21.5)	115,006	(18.3)
June 30, 2010	4,741,638	19.0	105,171	117.2	183,357	170.5	140,840	102.1

Comprehensive income for the three months ended June 30, 2011 and 2010 were ¥87,919 million (-%) and ¥(59,701) million (-%) respectively.

	Net income attributable to Mitsubishi Corporation per share		Net income attributable to Mitsubishi Corporation per share (diluted basis)	
	Yen		Yen	
For the three months ended				
June 30, 2011	69.94		69.76	
June 30, 2010	85.69		85.48	

The three months ended June 30, 2010 have been retrospectively adjusted, as described in "(2) Retrospective Adjustment of the Previous Fiscal Year's Consolidated Financial Statements" under "6. Basis for Preparation of Consolidated Financial Statements" of the consolidated financial statements on page 13.

**(2) Assets and shareholders' equity**

	Total assets	Total equity	Mitsubishi Corporation shareholders' equity	Ratio of Mitsubishi Corporation shareholders' equity to total assets
As of	Millions of Yen	Millions of Yen	Millions of Yen	%
June 30, 2011	11,329,078	3,622,008	3,310,338	29.2
March 31, 2011	11,347,442	3,600,990	3,284,387	28.9

**2. Dividends**

(Record date)	Cash dividend per share (Yen)				
	1Q end	2Q end	3Q end	Year-end	Annual
Year ended March 31, 2011	—	26.00	—	39.00	65.00
Year ending March 31, 2012	—	—	—	—	—
Year ending March 31, 2012 (Forecast)	—	32.00	—	33.00	65.00

NOTE: Revision in the quarterly fiscal period under review to cash dividends forecast: None.

**3. Outlook for the year ending March 31, 2012 (April 1, 2011 to March 31, 2012)**

(%: change from the previous year)

	Operating transactions		Operating income		Income before income taxes		Net income attributable to Mitsubishi Corporation		Forecast of Net income attributable to Mitsubishi Corporation per share
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Yen
For the year ending									
March 31, 2012	20,500,000	6.6	390,000	23.4	510,000	(4.5)	450,000	(2.8)	273.51

NOTE:

1. Revision in the quarterly fiscal period under review to outlook for the year ending March 31, 2012: None

**4. Other**

(1) Changes in significant subsidiaries during the period: None

New companies: 0  
Excluded companies: 0

(2) Application of simplified accounting treatment and special accounting treatment: Yes

NOTE: Details are on page 7 under "4. Other (2) "Application of simplified accounting treatment and special accounting treatment in preparing quarterly consolidated financial statements."

(3) Changes in accounting principles, procedures and presentation methods

-1- Changes due to accounting standards revisions: None  
-2- Changes other than -1-: None

(4) Number of shares issued (Common stock)

-1- Number of shares issued at year-end (including treasury shares)

June 30, 2011 1,653,505,751  
March 31, 2011 1,697,268,271

-2- Number of treasury shares at year-end

June 30, 2011 8,200,388  
March 31, 2011 53,194,481

-3- Average number of shares during each of the following periods

The three months ended June 30, 2011 1,644,434,557  
The three months ended June 30, 2010 1,643,573,233

**Disclosure Regarding Quarterly Review Procedures**

As of the date of disclosure of this quarterly earnings release, a review of the quarterly financial statements is being carried out in accordance with the Financial Instruments and Exchange Act.

**Forward-looking Statements**

Earnings forecasts and other forward-looking statements in this release are based on data currently available to management and certain assumptions that management believes are reasonable. Actual results may therefore differ materially from these statements for various reasons. For cautionary notes concerning assumptions for earnings forecasts and use of earnings forecasts, please refer to "3. Qualitative Information Concerning Consolidated Forecasts for the Year Ending March 2012" on page 7.

## Contents

<b>1. Qualitative Information Concerning Consolidated Operating Results.....</b>	<b>2</b>
(1) Summary of Results for the Three Months Ended June 2011.....	2
(2) Segment Information.....	3
<b>2. Qualitative Information Concerning Consolidated Financial Position.....</b>	<b>5</b>
(1) Changes in Assets, Liabilities and Equity.....	5
(2) Cash Flows.....	6
<b>3. Qualitative Information Concerning Consolidated Forecasts for the Year Ending     March 2012.....</b>	<b>7</b>
<b>4. Other.....</b>	<b>7</b>
(1) Significant Changes in Subsidiaries During the Period.....	7
(2) Application of Simplified Accounting Treatment and Special Accounting Treatment in Preparing Quarterly Consolidated Financial Statements.....	7
<b>5. Consolidated Financial Statements (US GAAP) .....</b>	<b>8</b>
1. Consolidated Balance Sheets (US GAAP).....	8
2. Consolidated Statements of Income (US GAAP) .....	10
3. Consolidated Statements of Comprehensive Income (US GAAP) .....	11
4. Consolidated Statements of Cash Flows (US GAAP).....	12
5. Notes Concerning Going Concern Assumption.....	13
6. Basis for Preparation of Consolidated Financial Statements.....	13
7. Operating Segment Information.....	14
8. Notes Concerning Major Changes in Shareholders' Equity.....	14

※ Mitsubishi Corporation will hold an earnings conference call for the three months ended June 2011 on August 2, 2011 (Tuesday) from 14:00 to 15:00 (Japan Time), inviting institutional investors to join.

The conference call can be accessed live in Japanese from the following URL:

<http://www.mitsubishicorp.com/jp/ja/ir/index.html>

(English interpretation of the conference call will be posted on our web site as soon as it becomes available.)

## **1. Qualitative Information Concerning Consolidated Operating Results**

### **(1) Summary of Results for the Three Months Ended June 2011**

In the first three months of the year ending March 2012, industrialized nations continued their moderate economic recoveries, supported by monetary easing and other factors. Emerging economies, meanwhile, generally maintained high growth rates, spurred by robust internal demand. However, inflationary pressures appear to be building in some countries, in part because of relaxed monetary policies around the world.

In Japan, economic activity dropped sharply in the wake of the Great East Japan Earthquake. Besides the human toll, the natural disaster also caused severe physical damage to social infrastructure, manufacturing facilities, housing and other assets, and disrupted parts supply chains, leading to lower production.

Against this backdrop, consolidated operating transactions in the first three months of the year ending March 2012 rose 103.8 billion yen, or 2.2%, year on year to 4,845.4 billion yen. This increase in consolidated operating transactions was mainly attributable to higher crude oil prices and higher transaction volumes in the Energy Business Group.

Gross profit declined 15.5 billion yen, or 5.0%, to 293.4 billion yen, due to lower sales volumes at an Australian resource-related subsidiary, as well as lower transaction volumes at a steel products-related subsidiary.

Selling, general and administrative expenses increased 3.7 billion yen, or 1.8%, year on year to 208.2 billion yen, due to higher expenses in line with increased transactions at consolidated subsidiaries.

Other P/L items collectively had a negative effect on earnings. While dividend income increased due to higher dividends from overseas resource-related business investees, this was outweighed by a decrease in gain on marketable securities and investments-net, reflecting the absence of one-time factors. One of these was gains on a share transfer at a Chilean

iron ore-related subsidiary recorded in the first quarter of the year ended March 2011.

As a result, income before income taxes and equity in earnings of affiliated companies declined 39.4 billion yen, or 21.5%, to 144.0 billion yen.

Net equity in earnings of affiliated companies rose 11.0 billion yen, or 35.4%, to 42.2 billion yen. This increase reflected the impact of higher crude oil and other commodity prices.

Accordingly, net income attributable to Mitsubishi Corporation for the three months ended June 30, 2011 declined 25.8 billion yen, or 18.3%, to 115.0 billion yen.

## **(2) Segment Information**

### **1) Industrial Finance, Logistics & Development Group**

The Industrial Finance, Logistics & Development Group is developing *shosha*-type industrial finance businesses. These include asset management businesses, buyout investment businesses, leasing businesses, real estate development businesses, logistics services, and insurance businesses.

The segment recorded net income attributable to Mitsubishi Corporation of 0.6 billion yen, a decrease of 0.4 billion yen year on year. This earnings decrease was due to a decrease in logistics-related business income.

### **2) Energy Business Group**

The Energy Business Group conducts oil and gas exploration, development and production (E&P) business; investment in LNG (Liquefied Natural Gas) liquefaction projects; and trading of crude oil, petroleum products, carbon materials and products, LNG, and LPG (Liquefied Petroleum Gas) and so forth.

The Energy Business Group recorded consolidated net income attributable to Mitsubishi Corporation of 30.1 billion yen, an increase of 3.8 billion yen year on year. Despite the absence of gains recognized on the sale of shares in the first quarter of the previous fiscal year, the Energy Business

Group recorded higher earnings primarily due to increased equity-method earnings from overseas resource-related companies in line with higher crude oil prices, along with increased dividend income from overseas resource-related business investees.

### **3) Metals Group**

The Metals Group trades, develops businesses and invests in a range of fields. These include steel products such as steel sheets and thick plates, steel raw materials such as coking coal and iron ore, and non-ferrous raw materials and products such as copper and aluminum.

The segment recorded net income attributable to Mitsubishi Corporation of 57.7 billion yen, a decrease of 24.4 billion yen year on year. This overall decrease in segment earnings reflected the absence of gains on a share transfer at a Chilean iron ore-related subsidiary recorded in the first quarter of the previous fiscal year and lower sales volume at an Australian resource-related subsidiary (coking coal).

### **4) Machinery Group**

The Machinery Group handles machinery across many different sectors, in which it also develops businesses and invests. These fields range from large-scale plants for power generation or for production of natural gas, petroleum, chemicals or steel, to marine, rail, automotive and other transport equipment, as well as aerospace-related equipment, mining equipment, construction machinery and industrial equipment.

The segment recorded net income attributable to Mitsubishi Corporation of 14.2 billion yen, a decrease of 2.2 billion yen year on year. Although the construction machinery business recorded higher earnings, this segment decrease reflected the absence of gains on share sales recorded in the first quarter of the previous fiscal year, and lower sales and foreign currency impacts mainly in Asian automobile operations.

## **5) Chemicals Group**

The Chemicals Group trades chemical products in a broad range of fields, in which it also develops businesses and invests. These fields extend from raw materials used in industrial products such as ethylene, methanol and salt produced from crude oil, natural gas, minerals, plants, marine resources and so forth, to plastics, electronic materials, food ingredients, fertilizer and fine chemicals.

The segment recorded net income attributable to Mitsubishi Corporation of 11.5 billion yen, an increase of 3.8 billion yen year on year. This increase was attributable to higher earnings on strong transactions at the Parent, and higher equity-method earnings from strong transactions at a petrochemical business-related company.

## **6) Living Essentials Group**

The Living Essentials Group provides products and services, develops businesses and invests in various fields closely linked with people's lives, including foods, clothing, paper, packaging materials, cement, construction materials, medical equipment and nursing care. These fields extend from the procurement of raw materials to the consumer market.

The segment recorded net income attributable to Mitsubishi Corporation of 10.7 billion yen, an increase of 1.5 billion yen year on year. Although equity-method earnings declined due to natural disaster-related losses at affiliated companies in Japan, the segment saw earnings on transactions rise at food-related subsidiaries, which lifted segment earnings.

## **2. Qualitative Information Concerning Consolidated Financial Position**

### **(1) Changes in Assets, Liabilities and Equity**

Total assets at June 30, 2011 were 11,329.1 billion yen, down 18.4 billion yen from March 31, 2011. While investments in affiliated companies and property and equipment-net increased, trade receivables and inventories decreased, as did unrealized gains on listed shareholdings.

Total liabilities were 7,707.1 billion yen, down 39.4 billion yen from March 31, 2011. Although long-term debt increased due to the issue of corporate bonds, short-term debt and trade payables decreased.

Interest-bearing liabilities (net), which are interest-bearing liabilities (gross) minus cash and cash equivalents and time deposits, decreased 1.4 billion yen from March 31, 2011 to 2,945.9 billion yen. The net debt-to-equity ratio, which is net interest-bearing liabilities divided by total equity, was 0.9.

Total shareholders' equity increased 26.0 billion yen from March 31, 2011 to 3,310.3 billion yen. This was due to net income attributable to Mitsubishi Corporation exceeding a decrease due to dividend payments and a decrease in unrealized gains on listed shareholdings.

## **(2) Cash Flows**

Cash and cash equivalents at June 30, 2011 were 1,229.8 billion yen, up 21.1 billion yen from March 31, 2011.

### **(Operating activities)**

Net cash provided by operating activities was 149.0 billion yen. Cash was mainly provided by strong cash flows from operating transactions primarily at resource-related subsidiaries and firm growth in dividend income from business investments, mainly resource-related companies.

### **(Investing activities)**

Net cash used in investing activities was 82.7 billion yen. Cash was mainly used for capital expenditures at resource-related subsidiaries, and expenditures that accompany investments in affiliated companies.

As a result of the above, free cash flow, the sum of operating and investing cash flows, was positive 66.3 billion yen.

**(Financing activities)**

Net cash used in financing activities was 39.2 billion yen. Cash was primarily used for the payment of dividends at the Parent.

**3. Qualitative Information Concerning Consolidated Forecasts for the Year Ending March 2012**

There has been no change to consolidated earnings forecasts for the year ending March 2012 announced on May 10, 2011.

Note:

Earnings forecasts and other forward-looking statements in this release are management's current views and beliefs in accordance with data currently available, and are subject to a number of risks, uncertainties and other factors that may cause actual results to differ materially from those projected.

**4. Other**

**(1) Significant changes in subsidiaries during the period**

TOMORI E&P, which became a specified subsidiary from the year ended March 2011, became a consolidated subsidiary from April 1, 2011 due to the advent of its fiscal year.

**(2) Application of Simplified Accounting Treatment and Special Accounting Treatment in Preparing Quarterly Consolidated Financial Statements**

Consolidated income taxes are calculated based on the estimated tax rate, taking into account tax effects, for the fiscal year relating to the quarterly fiscal period under review.

**5. Consolidated Financial Statements (US GAAP)**  
Mitsubishi Corporation and subsidiaries  
1. CONSOLIDATED BALANCE SHEETS (US GAAP)  
March 31, 2011 and June 30, 2011

ASSETS	Millions of Yen		
	March 31 2011	June 30 2011	Increase or [-]decrease
Current assets:			
Cash and cash equivalents	1,208,742	1,229,803	21,061
Time deposits	101,513	100,092	-1,421
Short-term investments	42,641	29,918	-12,723
Receivables-trade:			
Notes	329,216	316,813	-12,403
Accounts	2,133,395	2,087,226	-46,169
Loans and other	450,082	450,753	671
Affiliated companies	230,767	227,384	-3,383
Allowance for doubtful receivables	(23,835)	(23,957)	-122
Inventories	970,675	919,709	-50,966
Advance payments to suppliers	164,937	172,300	7,363
Deferred income taxes	58,759	53,423	-5,336
Other current assets	326,503	342,435	15,932
Total current assets	5,993,395	5,905,899	-87,496
Investments and noncurrent receivables:			
Investments in and advances to affiliated companies	1,320,102	1,390,259	70,157
Other investments	1,522,215	1,460,715	-61,500
Noncurrent notes, loans and accounts receivable-trade	511,107	512,926	1,819
Allowance for doubtful receivables	(30,474)	(30,235)	239
Total investments and noncurrent receivables	3,322,950	3,333,665	10,715
Property and equipment:			
Property and equipment	2,978,616	3,036,868	58,252
Less accumulated depreciation	(1,242,808)	(1,255,276)	-12,468
Property and equipment - net	1,735,808	1,781,592	45,784
Other assets	295,289	307,922	12,633
Total	11,347,442	11,329,078	-18,364

**5. Consolidated Financial Statements (US GAAP)**  
Mitsubishi Corporation and subsidiaries  
**1. CONSOLIDATED BALANCE SHEETS (US GAAP)**  
March 31, 2011 and June 30, 2011

LIABILITIES AND EQUITY	Millions of Yen		
	March 31 2011	June 30 2011	Increase or [-]decrease
Current liabilities:			
Short-term debt	656,873	616,327	-40,546
Current maturities of long-term debt	468,675	489,557	20,882
Payables-trade:			
Notes and acceptances	165,481	176,695	11,214
Accounts	1,879,958	1,841,685	-38,273
Affiliated companies	139,141	144,630	5,489
Advances from customers	162,733	160,526	-2,207
Accrued income taxes	64,290	51,241	-13,049
Other accrued expenses	110,591	76,140	-34,451
Other current liabilities	333,555	338,791	5,236
Total current liabilities	3,981,297	3,895,592	-85,705
Long-term liabilities:			
Long-term debt	3,188,749	3,235,771	47,022
Accrued pension and severance liabilities	48,657	48,945	288
Deferred income taxes	215,516	210,624	-4,892
Other noncurrent liabilities	312,233	316,138	3,905
Total noncurrent liabilities	3,765,155	3,811,478	46,323
Total liabilities	7,746,452	7,707,070	-39,382
Mitsubishi Corporation shareholders' equity:			
Common stock	203,598	204,447	849
Additional paid-in capital	256,501	257,812	1,311
Retained earnings:			
Appropriated for legal reserve	43,670	44,163	493
Unappropriated	3,091,532	3,013,315	-78,217
Accumulated other comprehensive income:			
Net unrealized gains on securities available-for-sale	291,911	268,148	-23,763
Net unrealized gains on derivatives	24,350	19,536	-4,814
Defined benefit pension plans	(79,554)	(78,039)	1,515
Foreign currency translation adjustments	(395,971)	(395,996)	-25
Less treasury stock	(151,650)	(23,048)	128,602
Total Mitsubishi Corporation shareholders' equity	3,284,387	3,310,338	25,951
Noncontrolling interest	316,603	311,670	-4,933
Total equity	3,600,990	3,622,008	21,018
Total	11,347,442	11,329,078	-18,364

Mitsubishi Corporation and subsidiaries  
**2. CONSOLIDATED STATEMENTS OF INCOME (US GAAP)**  
for the three months ended June 30, 2010 and 2011

	Millions of Yen			
	Three months ended June 30, 2010	Three months ended June 30, 2011	Increase or [-]decrease	%
Revenues:				
Revenues from trading, manufacturing and other activities	1,144,485	1,255,708	111,223	/
Trading margins and commissions on trading transactions	151,414	147,631	-3,783	/
Total revenues	1,295,899	1,403,339	107,440	/
Cost of revenues from trading, manufacturing and other activities	(987,068)	(1,109,986)	-122,918	/
Gross profit	308,831	293,353	-15,478	-5.0
Other expenses:				
Selling, general and administrative	(204,498)	(208,231)	-3,733	/
Credit (provision) for doubtful receivables	838	(925)	-1,763	/
Interest expense - net	(2,359)	(991)	1,368	/
Dividend income	26,684	33,668	6,984	/
Gain on marketable securities and investments - net	44,304	2,459	-41,845	/
Loss on property and equipment - net	(650)	(27)	623	/
Other income - net	10,207	24,669	14,462	/
Total	(125,474)	(149,378)	-23,904	/
Income before income taxes and equity in earnings of affiliated companies	183,357	143,975	-39,382	-21.5
Income taxes	(64,374)	(62,446)	1,928	/
Income before equity in earnings of affiliated companies	118,983	81,529	-37,454	/
Equity in earnings of affiliated companies	31,135	42,153	11,018	/
Net income	150,118	123,682	-26,436	-17.6
Net income attributable to the noncontrolling interest	(9,278)	(8,676)	602	/
Net income attributable to Mitsubishi Corporation	140,840	115,006	-25,834	-18.3

NOTE:

1. The companies display revenues and cost of revenues in accordance with ASC Paragraph 605-45 [Revenue Recognition - Principal Agent Considerations].

Operating transactions and operating income, as presented below, are voluntary disclosures solely for the convenience of investors in Japan.

The figures are as follows:

	Three months ended June 30, 2010	Three months ended June 30, 2011	Increase or [-] decrease	%
Operating transactions	4,741,638	4,845,411	103,773	2.2
Operating income	105,171	84,197	-20,974	-19.9

Operating transactions represent the gross transaction volume or the aggregate nominal value of the sales contracts in which the companies act as principal and transactions in which the companies serve as agent.

Operating income reflects the companies' (a) gross profit, (b) selling, general and administrative, and (c) credit (provision) for doubtful receivables.

Operating transactions and operating income, as presented above, are non-US GAAP measures commonly used by similar Japanese trading companies and should not be construed as equivalent to, or a substitute or proxy for, revenues, or as an indicator of our operating performance, liquidity or cash flows generated by operating, investing or financing activities.

2. As written in Note (2) under "6. Basis for Preparation of Consolidated Financial Statements," the figures for the three months ended June 30, 2010 have been retrospectively adjusted.

Mitsubishi Corporation and subsidiaries  
(3) CONSOLIDATED STATEMENTS OF COMPREHENSIVE (LOSS) INCOME (US GAAP)  
for the three months ended June 30, 2010 and 2011

	Millions of Yen	
	Three months ended June 30, 2010	Three months ended June 30, 2011
<u>Comprehensive (loss) income</u>		
Net income	150,118	123,682
Other comprehensive (loss) income, net of tax:		
Net unrealized losses on securities available for sale	(83,585)	(24,942)
Net unrealized losses on derivatives	(23,774)	(4,836)
Defined benefit pension plans	1,627	1,550
Foreign currency translation adjustments	(99,729)	(273)
Total other comprehensive loss, net of tax	(205,461)	(28,501)
Comprehensive (loss) income	(55,343)	95,181
Comprehensive income attributable to the noncontrolling interest	(4,358)	(7,262)
Comprehensive (loss) income attributable to Mitsubishi Corporation	(59,701)	87,919

The three months ended June 30, 2010 have been retrospectively adjusted as described in (2) under “6. Basis for Preparation of Consolidated

Mitsubishi Corporation and subsidiaries  
**4. CONSOLIDATED STATEMENTS OF CASH FLOWS (US GAAP)**  
for the three months ended June 30, 2010 and 2011

	Millions of Yen	
	Three months ended June 30, 2010	Three months ended June 30, 2011
<b>Operating activities:</b>		
Net income	150,118	123,682
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	34,579	35,740
(Credit) provision for doubtful receivables	(838)	925
Gain on marketable securities and investments - net	(44,304)	(2,459)
Loss on property and equipment - net	650	27
Equity in earnings of affiliated companies, less dividends received	(12,816)	(25,356)
Changes in operating assets and liabilities:		
Short-term investments - trading securities	849	(843)
Notes and accounts receivable - trade	(97,926)	46,107
Inventories	(1,054)	(35,912)
Notes, acceptances and accounts payable - trade	(19,377)	(17,548)
Other - net	50,602	24,679
Net cash provided by operating activities	60,483	149,042
<b>Investing activities:</b>		
Expenditures for property and equipment and other assets	(56,244)	(73,436)
Proceeds from sales of property and equipment	2,046	2,610
Investments in and advances to affiliated companies	(62,259)	(61,204)
Collection of advances to affiliated companies	2,661	26,393
Purchases of available-for-sale securities and other investments	(64,498)	(17,609)
Proceeds from sales and maturities of available-for-sale securities and other investments	104,890	58,526
Increase in loans receivable	(47,976)	(108,321)
Collection of loans receivable	79,192	89,035
Net (increase) decrease in time deposits	(11,836)	1,290
Net cash used in by investing activities	(54,024)	(82,716)
<b>Financing activities:</b>		
Net increase (decrease) in short-term debt	114,536	(57,639)
Proceeds from long-term debt	33,327	166,539
Repayment of long-term debt	(161,087)	(72,291)
Payment of dividends	(34,519)	(64,129)
Payment of dividends to the noncontrolling interest	(7,419)	(13,039)
Proceeds from sales of subsidiary's interests to the noncontrolling interest	278	1,152
Other - net	40	161
Net cash used in financing activities	(54,844)	(39,246)
<b>Effect of exchange rate changes on cash and cash equivalents</b>	(19,877)	(6,019)
<b>Net (decrease) increase in cash and cash equivalents</b>	(68,262)	21,061
<b>Cash and cash equivalents, beginning of period</b>	1,080,544	1,208,742
<b>Cash and cash equivalents, end of period</b>	1,012,282	1,229,803

The three months ended June 30, 2010 have been retrospectively adjusted as described in (2) under "6. Basis for Preparation of Consolidated Financial Statements."

## **5. Notes Concerning Going Concern Assumption**

None

## **6. Basis for Preparation of Consolidated Financial Statements**

### **(1) Basic Accounting Policies**

The accompanying consolidated financial statements of Mitsubishi Corporation and its subsidiaries have been prepared in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP).

The significant differences between U.S. and Japanese accounting standards applicable to the companies relate to the following:

- (1) Valuation of investments
- (2) Deferral of gain on sales of properties for tax purposes (Not permitted under U.S. GAAP)
- (3) Derivative instruments and hedge accounting
- (4) Pension and retirement benefit accounting (Underfunded obligations and overfunded obligations are recognized as assets, liabilities and other comprehensive income (loss) under U.S. GAAP)
- (5) Accounting for business combinations and goodwill and other intangible assets

### **(2) Retrospective Adjustment of the Previous Fiscal Year's Consolidated Financial Statements**

The fiscal year-end of certain consolidated subsidiaries has been changed to March 31 and therefore the Company has retrospectively adjusted the consolidated statement of income and comprehensive income (loss), consolidated statement of cash flows and operating segment information for the first three months of the year ended March 2011.

## 7. Operating segment information

Three months ended June 30, 2010

	Millions of Yen									Consolidated
	Industrial Finance, Logistics & Development	Energy Business	Metals	Machinery	Chemicals	Living Essentials	Total	Other	Adjustments and Eliminations	
Gross profit.....	11,208	14,250	107,091	43,608	21,576	107,536	305,269	3,995	(433)	308,831
Equity in earnings of affiliated companies.....	1,086	13,502	1,801	5,261	3,175	4,927	29,752	1,681	(298)	31,135
Net income (loss) attributable to Mitsubishi Corporation.....	990	26,277	82,093	16,380	7,655	9,249	142,644	(1,983)	179	140,840
Segment assets.....	793,782	1,279,698	2,847,288	1,803,180	678,096	2,110,606	9,512,650	1,992,604	(841,993)	10,663,261
Operating transactions.....	41,544	964,988	1,113,623	850,530	509,219	1,261,003	4,740,907	24,634	(23,903)	4,741,638

Three months ended June 30, 2011

	Millions of Yen									Consolidated
	Industrial Finance, Logistics & Development	Energy Business	Metals	Machinery	Chemicals	Living Essentials	Total	Other	Adjustments and Eliminations	
Gross profit.....	10,970	15,993	83,983	42,499	24,084	110,679	288,208	5,359	(214)	293,353
Equity in earnings of affiliated companies.....	949	19,413	6,176	5,930	5,362	3,110	40,940	1,565	(352)	42,153
Net income (loss) attributable to Mitsubishi Corporation.....	633	30,130	57,716	14,178	11,518	10,678	124,853	(7,826)	(2,021)	115,006
Segment assets.....	770,504	1,340,175	3,008,821	1,828,292	715,352	2,205,487	9,868,631	2,241,089	(780,642)	11,329,078
Operating transactions.....	43,920	1,103,111	1,076,227	707,653	570,083	1,333,427	4,834,421	39,442	(28,452)	4,845,411

### NOTE:

- (1) Operating transactions, as presented above, are voluntary disclosures solely for the convenience of investors in Japan. Operating transactions represent the gross transaction volume or the aggregate nominal value of the sales contracts in which the companies act as principal and transactions in which the companies serve as agent. Operating transactions exclude the contract value of transactions in which the companies' role is limited to that of a broker.
- (2) "Other" represents corporate departments which primarily provide services and operational support to the Company and affiliated companies.  
This column also includes certain revenues and expenses from business activities related to financing and human resource services that are not allocated to reportable operating segments. Unallocated corporate assets categorized in "Other" consist primarily of cash, time deposits and securities for financial and investment activities.
- (3) "Adjustments and Eliminations" include certain income and expense items that are not allocated to reportable operating segments and intersegment eliminations.
- (4) The three months ended June 30, 2010 have been retrospectively adjusted as described in (2) under "6. Basis for Preparation of Consolidated Financial Statements."

## 8. Notes concerning major changes in shareholders' equity

In accordance with the resolution by the Board of Directors at a meeting held on May 10, 2011, 45 million shares of treasury stock were retired on May 31, 2011. As a result, Additional paid-in capital, Retained earnings and Treasury stock decreased by ¥9 million, ¥128,601 million and ¥128,610 million, respectively.