

Press release

Paris, November 4, 2010

THIRD QUARTER 2010 RESULTS

Rhodia reports a new set of strong results and increases full-year guidance

Forenote: Unless otherwise stated, all period variances referred to in this document are to be deemed on a year-on-year like-for-like⁽¹⁾ basis.

Q3 2010 highlights

- ✓ Record recurring EBITDA⁽²⁾ of €235 million
- ✓ Volumes up by 10% compared to Q3 2009
- ✓ Strong pricing power: €43 million net positive price impact at EBITDA level
- ✓ Net Profit of €56 million
- ✓ Free Cash Flow⁽³⁾ of €64 million and Net Debt at €794 million

Jean-Pierre Clamadieu, Chairman & CEO of Rhodia commented: *“In Q3, we delivered another set of strong results, showing a continuous increase quarter after quarter. We took advantage of the positive business momentum across segments and geographies. In addition, our very effective operational management led to steady cash flow generation and allowed us to support our growth projects while improving our leverage ratio”.*

He added: *“For the full year 2010 we expect to post record profitability, providing a solid foundation for our growth ambition. The markets we serve continue to display favorable dynamics, giving us confidence as we approach 2011.”*

Summary income statement Q3 2010

<i>In € million</i>	Q3 2009	Q3 2009 <i>like for like⁽¹⁾</i>	Q3 2010	Variation <i>like for like⁽¹⁾</i>
Net Sales	1,041	1,128	1,360	21%
Recurring EBITDA ⁽²⁾	174	188	235	25%
Operating Profit	104	114	151	33%
Profit/(loss) from continuing operations	35		59	
Profit/(loss) from discontinued operations	(20)		(2)	
Net Profit/(loss) Group Share	14		56	
Earnings per Share (in €), basic	0.14		0.55	
Free Cash Flow ⁽³⁾	112		64	

(1) Like for like: at constant scope and currency conversion

(2) Before restructuring and other operating income and expenses

(3) Defined as “net cash from operating activities” before margin call plus “non recurring refinancing cash costs” minus capital expenditure

1. Strong performance driven by sustained favorable business dynamics

In the third quarter, **Net Sales** increased by 21% to €1,360 million from €1,128 million in Q3 2009. Thanks to the sustained momentum across business segments, volumes improved by 10% year-on-year.

Recurring EBITDA in Q3 was €235 million compared with €188 million in Q3 2009, which was already a demanding comparative base. This excellent profitability level, which continued to increase after a strong first half, was driven by both strong activity and pricing power (€43 million positive net impact).

Operating Profit was €151 million in Q3 compared to €104 million in the prior year, reflecting the higher performance at EBITDA level.

Net Financial Charges in Q3 were €(57) million compared to €(44) million in Q3 2009. They included €12 million one-off charges linked to the partial refinancing of the Group's Floating Rate Notes due in 2013 for an equivalent amount of €306 million.

Income Tax at €(34) million reflected tax charges on the quarter's profitability.

Net Profit Group Share was €56 million in Q3 versus €14 million reported in Q3 2009.

Earnings per Share Group Share (basic) were €0.55 in Q3 versus €0.14 a year earlier.

2. Continued operational discipline and selective investments

The Group continued to post a best-in-class **Operating Working Capital** ratio. At 8.4% of Total Sales in the current quarter, it remains well below our 10% annual target.

Capital Expenditure amounted to €69 million in Q3 versus €34 million in Q3 2009. For the full year, total spending is expected to be around €270 million, with growth investments largely driven by new capacities focused on fast growing regions and markets.

Thanks to good profitability level, Rhodia generated a solid **Free Cash Flow** of €64 million compared to €112 million in Q3 2009. Since the beginning of the year, Free Cash Flow generation amounts to €251 million.

As of September 30th 2010, Rhodia reported a **Consolidated Net Debt** of €794 million compared to €883 million as of June 30th 2010. This reduction was primarily driven by the generation of Free Cash Flow in Q3. In the course of the quarter, Rhodia also completed an employee shareholding plan resulting in the issuance of 3 million new shares for a net capital increase of approximately €38 million.

Since the beginning of 2010, the Group has taken advantage of favourable market conditions to refinance €806 million of its 2013-Floating Rate Notes and significantly extended its debt maturity profile up to 2020.

3. Rhodia accelerates in China

This year, Rhodia is celebrating its 30th anniversary of presence in China. With currently 2,000 employees and 13 production sites, the country is today spearheading Rhodia's development in the Asia-Pacific zone.

Rhodia's facilities in China constitute a powerful network that is being reinforced with recent capital investments such as:

- a new highly dispersible silica plant in Qingdao, China's third largest seaport in Shandong province. This plant increases Rhodia's worldwide capacity for highly dispersible silicas used in energy-efficient tires by more than 30% to 300,000 metric tons per year.
- the development of a new industrial platform in Zhenjiang, Jiangsu province, bringing together Aroma Performance and Novecare production lines. This new facility is increasing Novecare's production capacity in China by 20%.

The Chinese anti-trust authorities furthermore have just authorized Rhodia to complete the Feixiang Chemicals acquisition. The closing is expected at the end of November 2010. With the integration of Feixiang Chemicals, Rhodia is significantly strengthening its leadership positions in the surfactants business, while enhancing its footprint in China. Following the completion of this acquisition, Rhodia will generate around one third of its net sales in Asia-Pacific.

4. Outlook

From a macroeconomic perspective, we observe differing growth rates across geographies, with fast growing regions driving the global economy. Our leading positions in Latin America and Asia give us confidence going forward.

In this favorable business environment, with raw material and energy prices remaining stable at high levels, we expect good market dynamics to continue in the forthcoming quarters.

Our strong performance throughout the year leads us to increase our 2010 guidance to a recurring EBITDA of around €900 million.

OVERVIEW BY ENTERPRISE

Polyamide

Rhodia Polyamide serves the automotive, electricals, electronic components, sportswear and leisure markets. Its expertise in the polyamide chain has allowed it to develop activities upstream in intermediates and polymers and downstream in engineering plastics.

<i>In € million</i>	Q3 2009	Q3 2009 Like for Like ⁽¹⁾	Q3 2010	Variation Like for Like ⁽¹⁾
Net Sales	397	443	569	28%
Recurring EBITDA ⁽²⁾	52	61	89	46%

Polyamide reported an improved level of profitability, driven both by volumes and continued strong pricing power. The Enterprise benefited from 9% year-on-year volume growth across businesses, with the Engineering Plastics segment registering 17% year-on-year volume increase. Tight supply market conditions prevailed.

In Q4, Polyamide expects satisfactory supply-demand balance.

Novecare

Rhodia Novecare provides high-performance products and solutions to a wide range of industries including cosmetics, detergents, agrochemicals and oil, as well as industrial applications.

<i>In € million</i>	Q3 3009	Q3 3009 Like for Like ⁽¹⁾	Q3 2010	Variation Like for Like ⁽¹⁾
Net Sales	207	225	276	23%
Recurring EBITDA ⁽²⁾	30	34	41	21%

Novecare report strong volume growth (up by 21% year-on-year) across segments and regions, particularly in Asia. The Enterprise benefited from the highest growth in the Oil & Gas and Agro markets.

In Q4, Novecare's business trends should remain unchanged with the usual low season in the Agro market. The closing of the Feixiang Chemicals acquisition is expected in the end of November.

Silcea

Rhodia Silcea produces high performance silicas for tires, rare earth-based materials for the automotive emissions reduction and the lighting and electronics markets, and diphenols for flavors and fragrances.

<i>In € million</i>	Q3 2009	Q3 2009 Like for Like ⁽¹⁾	Q3 2010	Variation Like for Like ⁽¹⁾
Net Sales	167	178	218	23%
Recurring EBITDA ⁽²⁾	29	32	49	53%

⁽¹⁾ Like for like: at constant scope and currency conversion

⁽²⁾ Before restructuring and other operating income and expenses

Silcea benefited from solid business momentum across all three segments (volumes up by 16% year-on-year). The automotive and electronics end markets continued to be very dynamic. The improvement in profitability was also driven by good pricing power.

The Enterprise has just inaugurated Highly Dispersible Silica (HDS) plant in China - 72kT per year - adding more than 30 percent of capacity to global HDS production network.

In Q4, Silcea's activity is expected to remain robust.

Energy Services

Rhodia Energy Services is responsible for the Group's energy supply and the management of Rhodia's projects related to the reduction of greenhouse gas emissions.

<i>In € million</i>	Q3 2009	Q3 2009 Like for Like ⁽¹⁾	Q3 2010	Variation Like for Like ⁽¹⁾
Net Sales	46	48	54	13%
Recurring EBITDA ⁽²⁾	34	34	37	8.8%

With the usual low season in Energy Services' traditional activities, the business's increase in profitability mainly derived from higher CER/ERU activity.

In Q4, Energy Services' traditional activities should benefit from the usual high season. For the full year, CER/ERU production is expected to reach 14 million tons but the UNFCCC⁽³⁾ approval lead times remain an issue which could result in delaying sales of CER from December to beginning of 2011.

Acetow

Rhodia Acetow is a global producer of filter tow, mainly used for making cigarette filters.

<i>In € million</i>	Q3 2009	Q3 2009 Like for Like ⁽¹⁾	Q3 2010	Variation Like for Like ⁽¹⁾
Net Sales	138	143	137	(4.2)%
Recurring EBITDA ⁽²⁾	35	35	34	(2.9)%

Acetow maintained excellent levels of performance. Furthermore, the Enterprise finalized the optimization of its industrial footprint with the closure of its Venezuela plant.

In Q4, Acetow's business dynamics should remain stable.

Eco Services

Rhodia Eco Services offers sulfuric acid regeneration services to chemical manufacturers and oil refiners in North America.

<i>In € million</i>	Q3 2009	Q3 2009 Like for Like ⁽¹⁾	Q3 2010	Variation Like for Like ⁽¹⁾
Net Sales	49	55	71	29%
Recurring EBITDA ⁽²⁾	16	19	23	21%

Eco Services benefited from good demand levels leading to higher volumes, up by 5% year-on-year. Improvement in profitability was driven by both volumes and pricing.

In Q4, Eco Services activity should experience the usual low season.

⁽¹⁾ Like for like: at constant scope and currency conversion

⁽²⁾ Before restructuring and other operating income and expenses

⁽³⁾ United Nations Framework Convention on Climate Change

Note: Rhodia's Board of Directors met on November 3, 2010 to examine the third quarter results ended September 30, 2010.

Safe Harbor for forward looking statements

This press release contains elements that are not historical facts including, without limitation, certain statements on future expectations and other forward-looking statements. Such statements are based on management's current views and assumptions and involve known and unknown risks and uncertainties that could cause actual results, performance or events to differ materially from those anticipated.

Rhodia is an international chemical company resolutely committed to sustainable development. As a leader in its businesses, the Group aims to improve its customers' performance through the pursuit of operational excellence and its ability to innovate. Rhodia is the partner of major players in the automotive, electronics, flavors and fragrances, health, personal and home care markets, consumer goods and industrial markets. The Group employs around 13,600 people worldwide and generated sales of €4.03 billion in 2009. Rhodia is listed on Euronext Paris.

For more information, please visit our [website www.rhodia.com](http://www.rhodia.com)

Upcoming events

- **Press conference call on November 4, 2010** (in French) at **10am CET**
Host: Jean-Pierre Clamadieu, Chairman and Chief Executive Officer
- **Analysts conference call on November 4, 2010** (in English) at **10am CET**
Host: Pascal BOUCHIAT, Executive Vice President and Chief Financial Officer
WEBCAST on Rhodia website www.rhodia.com (Investors section)

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- **Capital Markets Day will take place on December 1st, 2010**
 - **Rhodia's 2010 results will be published on February 23rd, 2011**

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Results Fact Sheet: Q3 & YTD Sept '10

Income Statement						
€ million	Q3* '09	Q3* '10	Variation	YTD Sept* '09	YTD Sept* '10	Variation
Net Sales	1,041	1,360	30.6%	2,948	3,866	31.1%
Other revenue	96	92		330	295	
Recurring EBITDA	174	235	35.1%	287	682	137.6%
Recurring EBITDA Margin	16.7%	17.3%		9.7%	17.6%	
Depreciation & Amortization excl. Amos restr	(65)	(68)		(201)	(203)	
Other Gains and Losses	(3)	(17)		(4)	(33)	
Restructuring Costs	(2)	1		(31)	(9)	
Operating Profit	104	151	45.2%	51	437	756.9%
Financial Results	(44)	(57)		(143)	(162)	
Share of profit (loss) of associates	0	(1)		(1)	(1)	
Profit/(loss) before income tax	60	93	55.0%	(93)	274	394.6%
Income tax	(25)	(34)		(36)	(99)	
Profit/(loss) from continuing operations	35	59		(129)	175	
Profit/(loss) from discontinued operations	(20)	(2)		(31)	(5)	
Net Profit/(loss)	15	57		(160)	170	
Net Profit/(loss) (Group Share)	14	56	300.0%	(160)	168	205.0%
Earnings per share €	0.14	0.55		(1.60)	1.67	
Average number of shares outstanding	99,931,362	100,852,415		99,894,807	100,878,579	

€ million	Net Sales			Recurring EBITDA			Operating Profit	
	Q3* '09	Q3* '10	Variation	Q3* '09	Q3* '10	Variation	Q3* '09	Q3* '10
RHODIA	1,041	1,360	30.6%	174	235	35.1%	104	151
POLYAMIDE	397	569	43.3%	52	89	71.2%	28	65
NOVECARE	207	276	33.3%	30	41	36.7%	22	31
SILCEA	167	218	30.5%	29	49	69.0%	19	36
ENERGY SERVICES	46	54	17.4%	34	37	8.8%	29	34
ACETOW	138	137	-0.7%	35	34	-2.9%	27	26
ECO SERVICES	49	71	44.9%	16	23	43.8%	12	18
CORPORATE & Others	37⁽¹⁾	35⁽¹⁾	-5.4%	(22)	(38)	-72.7%	(33)	(59)

€ million	Net Sales			Recurring EBITDA			Operating Profit	
	YTD* Sept '09	YTD* Sept '10	Variation	YTD* Sept '09	YTD* Sept '10	Variation	YTD* Sept '09	YTD* Sept '10
RHODIA	2,948	3,866	31.1%	287	682	137.6%	51	437
POLYAMIDE	1,030	1,603	55.6%	(38)	240	731.6%	(125)	172
NOVECARE	624	808	29.5%	66	130	97.0%	32	103
SILCEA	458	623	36.0%	49	144	193.9%	14	108
ENERGY SERVICES	138	137	-0.7%	119	112	-5.9%	103	107
ACETOW	413	402	-2.7%	102	97	-4.9%	79	63
ECO SERVICES	170	185	8.8%	60	55	-8.3%	47	41
CORPORATE & Others	115⁽¹⁾	108⁽¹⁾	-6.1%	(71)	(96)	-35.2%	(99)	(157)

(1) including intercompany sales elimination

Net Financial Debt

December 31, 2009

1,029

June 30, 2010

883

September 30, 2010

794

Outlook

Favorable business environment

2010 objective raised

- Good market dynamics to continue in the forthcoming quarters
- Raw materials & energy prices remaining stable at high levels

- Full-year Rec. EBITDA around €900m

* Unaudited

Rhodia

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Results Fact Sheet: Q3 '10

POLYAMIDE	<ul style="list-style-type: none"> • Profitability improvement equally driven by volumes and continued strong pricing power • Good volume growth across businesses +9% yoy, with Engineering Plastics growing at +17% yoy • Tight supply market conditions
NOVECARE	<ul style="list-style-type: none"> • Strong volume growth (+21% yoy overall) across segments and regions, notably Asia • Highest growth at <ul style="list-style-type: none"> - Oil & Gas - Agro - market share gains
SILCEA	<ul style="list-style-type: none"> • Solid business momentum (+16% yoy) across all three segments • Very dynamic automotive and electronics end-markets • Pricing power leading to improved profitability
ENERGY SERVICES	<ul style="list-style-type: none"> • Profitability increase derived from higher CER/ERU activity • Usual low season at Energy Services' traditional activities
ACETOW	<ul style="list-style-type: none"> • Performance maintained at excellent levels • Industrial footprint optimization: closure of Venezuela plant
ECO SERVICES	<ul style="list-style-type: none"> • Good demand leading to +5% yoy volume growth • Profitability improvement also driven by pricing power

€ million	Net Sales Q3* '09	Scope	Foreign Exchange conversion	Net Sales Q3* '09 like for like	Volume & mix	Selling price	Foreign Exchange transaction	Net Sales Q3* '10	Variation Q3 '10 - Q3 '09	Variation Q3* '10 - Q3* '09 like for like
RHODIA	1,041	-	87	1,128	116	144	(28)	1,360	30.6%	20.6%
POLYAMIDE	397	5	41	443	39	108	(21)	569	43.3%	28.4%
NOVECARE	207	-	18	225	48	7	(4)	276	33.3%	22.7%
SILCEA	167	-	11	178	28	15	(3)	218	30.5%	22.5%
ENERGY SERVICES	46	-	2	48	3	3	-	54	17.4%	12.5%
ACETOW	138	-	5	143	(5)	(2)	1	137	-0.7%	-4.2%
ECO SERVICES	49	-	6	55	3	13	-	71	44.9%	29.1%
CORPORATE & Others including intercompany sales elimination	37	(5)	4	36	-	-	(1)	35	-5.4%	-2.8%

€ million	Rec. EBITDA Q3* '09	Scope	Forex conversion	Rec. EBITDA Q3* '09 like for like	Volume & mix	Selling Price	Raw materials & Energy	Forex transaction	Fixed Costs	Rec. EBITDA Q3* '10	Rec. EBITDA Margin Q3* '10
RHODIA	174	-	14	188	47	144	(101)	(22)	(21)	235	17.3%
POLYAMIDE	52	-	9	61	16	108	(77)	(16)	(3)	89	15.6%
NOVECARE	30	-	4	34	16	7	(9)	(3)	(4)	41	14.9%
SILCEA	29	1	2	32	12	15	(5)	(3)	(2)	49	22.5%
ENERGY SERVICES	34	-	-	34	3	3	1	-	(4)	37	68.5%
ACETOW	35	-	-	35	(3)	(2)	2	-	2	34	24.8%
ECO SERVICES	16	-	3	19	2	13	(11)	-	-	23	32.4%
CORPORATE & Others	(22)	(1)	(4)	(27)	1	-	(2)	-	(10)	(38)	

* Unaudited

Results Fact Sheet: YTD Sept '10

€ million	Net Sales YTD* Sept '09	Scope	Foreign Exchange conversion	Net Sales YTD* Sept '09 like for like	Volume & mix	Selling price	Foreign Exchange transaction	Net Sales YTD* Sept '10	Variation YTD Sept '10- YTD* Sept '09	Variation YTD* Sept '10 - YTD* Sept '09 like for like
RHODIA	2,948	17	184	3,149	523	295	(101)	3,866	31.1%	22.8%
POLYAMIDE	1,030	11	115	1,156	231	296	(80)	1,603	55.6%	38.7%
NOVECARE	624	17	26	667	155	(6)	(8)	808	29.5%	21.1%
SILCEA	458	-	17	475	141	16	(9)	623	36.0%	31.2%
ENERGY SERVICES	138	-	5	143	(4)	(2)	-	137	-0.7%	-4.2%
ACETOW	413	-	11	424	(17)	(2)	(3)	402	-2.7%	-5.2%
ECO SERVICES	170	-	6	176	16	(7)	-	185	8.8%	5.1%
CORPORATE & Others including intercompany sales elimination	115	(11)	4	108	1	-	(1)	108	-6.1%	0.0%

€ million	Rec. EBITDA YTD* Sept '09	Scope	Forex conversion	Rec. EBITDA YTD* Sept '09 like for like	Volume & mix	Selling Price	Raw materials & Energy	Forex transaction	Fixed Costs	Rec. EBITDA YTD* Sept '10	Rec. EBITDA Margin YTD* Sept '10
RHODIA	287	3	8	298	218	295	(48)	(37)	(44)	682	17.6%
POLYAMIDE	(38)	-	5	(33)	92	296	(73)	(29)	(13)	240	15.0%
NOVECARE	66	3	4	73	58	(6)	12	(2)	(5)	130	16.1%
SILCEA	49	2	3	54	64	16	19	(4)	(5)	144	23.1%
ENERGY SERVICES	119	-	-	119	2	(2)	-	-	(7)	112	81.8%
ACETOW	102	(1)	2	103	(9)	(2)	6	(1)	-	97	24.1%
ECO SERVICES	60	-	3	63	11	(7)	(10)	-	(2)	55	29.7%
CORPORATE & Others	(71)	(1)	(9)	(81)	-	-	(2)	(1)	(12)	(96)	

* Unaudited

Results Fact Sheet: Quarterly results

€m	Q1* '09	Q1* '10	Q2* '09	Q2* '10	H1** '09	H1** '10	Q3* '09	Q3* '10	Q4* '09	H2* '09	FY* '09
RHODIA											
Net Sales	920	1,176	987	1,330	1,907	2,506	1,041	1,360	1,083	2,124	4,031
Recurring EBITDA	2	221	111	226	113	447	174	235	200	374	487
Rec. EBITDA margin	0.2%	18.8%	11.2%	17.0%	5.9%	17.8%	16.7%	17.3%	18.5%	17.6%	12.1%
Operating Profit	(91)	140	38	146	(53)	286	104	151	109	213	160
POLYAMIDE											
Net Sales	286	486	347	548	633	1,034	397	569	446	843	1,476
Recurring EBITDA	(96)	71	6	80	(90)	151	52	89	69	121	31
Rec. EBITDA margin	-33.6%	14.6%	1.7%	14.6%	-14.2%	14.6%	13.1%	15.6%	15.5%	14.4%	2.1%
Operating Profit	(132)	48	(21)	59	(153)	107	28	65	45	73	(80)
NOVECARE											
Net Sales	209	245	208	287	417	532	207	276	203	410	827
Recurring EBITDA	14	38	22	51	36	89	30	41	27	57	93
Rec. EBITDA margin	6.7%	15.5%	10.6%	17.8%	8.6%	16.7%	14.5%	14.9%	13.3%	13.9%	11.2%
Operating Profit	(1)	30	11	42	10	72	22	31	22	44	54
SILCEA											
Net Sales	142	187	149	218	291	405	167	218	177	344	635
Recurring EBITDA	3	43	17	52	20	95	29	49	35	64	84
Rec. EBITDA margin	2.1%	23.0%	11.4%	23.9%	6.9%	23.5%	17.4%	22.5%	19.8%	18.6%	13.2%
Operating Profit	(11)	33	6	39	(5)	72	19	36	20	39	34
ENERGY SERVICES											
Net Sales	41	45	51	38	92	83	46	54	51	97	189
Recurring EBITDA	48	48	37	27	85	75	34	37	46	80	165
Operating Profit	44	46	30	27	74	73	29	34	32	61	135
ACETOW											
Net Sales	135	129	140	136	275	265	138	137	136	274	549
Recurring EBITDA	34	31	33	32	67	63	35	34	31	66	133
Rec. EBITDA margin	25.2%	24.0%	23.6%	23.5%	24.4%	23.8%	25.4%	24.8%	22.8%	24.1%	24.2%
Operating Profit	26	18	26	19	52	37	27	26	25	52	104
ECO SERVICES											
Net Sales	66	49	55	65	121	114	49	71	41	90	211
Recurring EBITDA	24	14	20	18	44	32	16	23	10	26	70
Rec. EBITDA margin	36.4%	28.6%	36.4%	27.7%	36.4%	28.1%	32.7%	32.4%	24.4%	28.9%	33.2%
Operating Profit	20	10	15	13	35	23	12	18	6	18	53
CORPORATE & OTHERS											
Sales & intercompany sales eliminations	41	35	37	38	78	73	37	35	29	66	144
Recurring EBITDA	(25)	(24)	(24)	(34)	(49)	(58)	(22)	(38)	(18)	(40)	(89)
Operating Profit	(37)	(45)	(29)	(53)	(66)	(98)	(33)	(59)	(41)	(74)	(140)

* Unaudited

** Reviewed by auditors

CONSOLIDATED INCOME STATEMENTS AS OF SEPTEMBER 30, 2010

(in millions of euros)	Quarter ended September 30,		Nine months ended September 30,	
	2010(*)	2009(*)	2010(*)	2009(*)
Net sales	1,360	1,041	3,866	2,948
Other revenue	92	96	295	330
Cost of sales	(1,121)	(885)	(3,212)	(2,760)
Administrative and selling expenses	(146)	(125)	(412)	(381)
Research and development expenditure	(18)	(18)	(58)	(51)
Restructuring costs	1	(2)	(9)	(31)
Other operating income	-	3	15	22
Other operating expenses	(17)	(6)	(48)	(26)
Operating profit/(loss)	151	104	437	51
Finance income	27	24	77	65
Finance costs	(84)	(72)	(244)	(217)
Foreign exchange gains/(losses)	-	4	5	9
Share of profit/(loss) of associates	(1)	-	(1)	(1)
Profit/(loss) before income tax	93	60	274	(93)
Income tax benefit/(expense)	(34)	(25)	(99)	(36)
Profit/(loss) from continuing operations	59	35	175	(129)
Profit/(loss) from discontinued operations	(2)	(20)	(5)	(31)
Net profit for the period	57	15	170	(160)
Attributable to:				
Equity holders of Rhodia S.A.	56	14	168	(160)
Minority interests	1	1	2	-
Earnings per share (in euros)				
Continuing and discontinued operations				
- Basic	0,55	0,14	1,67	(1,60)
- Diluted	0,54	0,14	1,65	(1,59)
Continuing operations				
- Basic	0,57	0,35	1,72	(1,28)
- Diluted	0,56	0,35	1,70	(1,28)
<i>Weighted average number of shares before dilution</i>	<i>100 852 415</i>	<i>99 931 362</i>	<i>100 878 579</i>	<i>99 894 807</i>
<i>Weighted average number of shares after dilution</i>	<i>101 699 000</i>	<i>100 672 266</i>	<i>101 965 143</i>	<i>100 604 773</i>

(*) Unaudited

CONSOLIDATED BALANCE SHEETS AS OF SEPTEMBER 30, 2010

Assets		
(in millions of euros)	September 30, 2010 (*)	December 31, 2009
Property, plant & equipment	1,467	1,458
Goodwill	224	215
Other intangible assets	204	193
Investments in associates	11	12
Other non-current financial assets	131	118
Deferred tax assets	183	170
Non-current assets	2,220	2,166
Inventories	556	475
Income tax receivable	12	26
Trade and other receivables	826	692
Derivative financial instruments	87	113
Other current financial assets	25	100
Cash and cash equivalents	1,351	691
Assets classified as held for sale	34	3
Current assets	2,891	2,100
TOTAL ASSETS	5,111	4,266

(*) Unaudited

Liabilities and shareholders' equity		
(in millions of euros)	September 30, 2010 (*)	December 31, 2009
Share capital	104	1,213
Additional paid-in capital	1,290	138
Other reserves	263	213
Deficit	(2,258)	(2,299)
Equity attributable to equity holders of Rhodia SA	(601)	(735)
Minority interests	19	16
Total equity	(582)	(719)
Borrowings	1,674	1,655
Retirement benefits and similar obligations	1,591	1,459
Provisions	402	370
Deferred tax liabilities	27	28
Other non-current liabilities	39	36
Non-current liabilities	3,733	3,548
Borrowings	496	165
Derivative financial instruments	115	115
Retirement benefits and similar obligations	92	94
Provisions	163	160
Income tax payable	35	16
Trade and other payables	1,054	887
Liabilities associated with assets classified as held for sale	5	-
Current liabilities	1,960	1,437
TOTAL EQUITY AND LIABILITIES	5,111	4,266

(*) Unaudited

CONSOLIDATED STATEMENTS OF CASH FLOWS AS OF SEPTEMBER 30, 2010

(in millions of euros)	Quarter ended September 30,		Nine months ended September 30,	
	2010 (*)	2009 (*)	2010 (*)	2009 (*)
Net Profit/(loss) attributable to equity holders of Rhodia SA	56	14	168	(160)
<i>Adjustments for :</i>				
Minority interests	1	-	2	-
Depreciation, amortization and impairment of non-current assets	68	66	207	212
Net increase/(decrease) in provisions and employee benefits	(2)	5	(2)	4
Impairment of non-current financial assets	1	-	2	-
Share of profit/(loss) of associates	1	-	1	1
Other income and expense	21	8	49	27
(Gain)/loss on disposal of non-current assets	-	(2)	(6)	(10)
Deferred tax expense/(income)	(4)	13	12	(3)
Foreign exchange losses/(gains)	(14)	(10)	(1)	19
Cash flow from operating activities before changes in working capital	128	95	432	90
<i>Changes in working capital</i>				
- (Increase)/decrease in inventories	(22)	(8)	(78)	271
- (Increase)/decrease in trade and other receivables	17	(6)	(88)	88
- Increase/(decrease) in trade and other payables	(17)	25	90	(171)
- (Increase)/decrease in other current assets and liabilities	15	40	52	154
Net cash from operating activities before margin calls	121	146	408	432
Margin calls (1)	(2)	2	5	4
Net cash from / (used by) operating activities	119	148	413	436
Purchases of property, plant and equipment	(60)	(28)	(143)	(113)
Purchases of other non-current assets	(9)	(6)	(26)	(17)
Proceeds on disposals of entities, net of cash transferred, and non-current assets	2	2	8	9
Purchases of entities, net of cash acquired	-	7	(1)	(74)
(Purchases of)/repayments of loans and financial investments	43	(4)	56	(53)
Net cash from / (used by) investing activities	(24)	(29)	(106)	(248)
Proceeds from issue of shares, net of costs	38	-	38	-
Treasury share purchase costs	-	-	-	(2)
Dividends paid	-	(3)	(20)	(4)
New non-current borrowings, net of costs	309	1	810	46
Repayments of non-current borrowings, net of costs	(1)	(19)	(514)	(58)
Net increase/(decrease) in current borrowings	-	(7)	22	9
Net cash from / (used by) financing activities	346	(28)	336	(9)
Effect of foreign exchange rate changes	(18)	13	17	34
Net increase/(decrease) in cash and cash equivalents	423	104	660	213
Cash and cash equivalents at the beginning of the period	928	601	691	492
Cash and cash equivalents at the end of the period	1,351	705	1,351	705

(1) The margin call agreements are standardized credit risk reduction contracts, which are concluded with the clearing house of an organized market or bilaterally by private contract with counterparty.

(*) Unaudited