

October 16, 2006

Revised Non-Consolidated Financial Estimates For First Half of Fiscal Year ending March 31, 2007

Sumitomo Chemical Company, Limited would like to report that it has revised its estimates of non-consolidated financial results for the first half of the fiscal year 2006 (ending March 31, 2007) from the estimates announced at the end of July this year in consideration of the Company's recent business performance, as outlined below.

Revised Non-Consolidated Financial Estimates For the First Half of Fiscal 2006

(Billions of yen)

	Net Sales	Recurring Income	Net Income
Previous Estimates (A)	400.0	26.0	48.0
Revised Estimates (B)	420.0	36.0	56.0
Increase/(Decrease) (B) – (A)	20.0	10.0	8.0
Rate of Increase/(Decrease) %	5.0 %	38.5%	16.7%
Results for the first half of fiscal 2005 (ended September 2005)	349.6	32.2	28.4

Note: Previously announced operating income, estimated at ¥13 bn, has now been revised to ¥19 bn.

Reason for the revision

The main reasons for the Company's upward revision in income are an increase in sales as well as gains from favorable exchange rates. Consolidated interim financial results and full-year estimates for both consolidated and non-consolidated financial results are currently under review and will be announced on November 9th along with the Company's interim financial results.

(Cautionary Statement)

Statements made in this release with respect to the Company's current plans, estimates, strategies and beliefs that are not historical facts are forward-looking statements regarding the future performance of Sumitomo Chemical. These statements are based on management's assumptions and beliefs in light of information currently available, and involve risks and uncertainties. The important factors that could cause actual results to differ materially from those discussed in the forward-looking statements include, but are not limited to, general economic conditions in Sumitomo Chemical's markets; demand for, and competitive pricing pressure on, Sumitomo Chemical's products in the marketplace; Sumitomo Chemical's ability to continue to win acceptance for its products in these highly competitive markets; and movements of currency exchange rates.