

December 25, 2007

Sumitomo Chemical Announces Revisions to its Financial Estimates for Fiscal 2007

Based on recent performance trends, Sumitomo Chemical Co., Ltd. (the Company) has revised the full-year estimates for the fiscal year ending March 2008 (April 1, 2007-March 31, 2008) announced in its interim results on November 8, 2007 as detailed below.

1. Revised Estimates for Consolidated Full-Year Financial Results (April 1, 2007-March 31, 2008)

(Millions of yen)

	Sales	Operating Income	Ordinary Income	Net Income
Previous Estimates (A)	1,940,000	120,000	125,000	70,000
Revised Estimates (B)	1,940,000	120,000	125,000	85,000
Increase/(Decrease) (B - A)	-	-	-	15,000
Rate of increase/(Decrease) %	-	-	-	21.4%
Results of Fiscal 2006 (ended March 31, 2007)	1,790,026	139,623	157,981	93,860

2. Revised Estimates for Non-consolidated Full-Year Financial Results (April 1, 2007-March 31, 2008)

(Millions of yen)

	Sales	Operating Income	Ordinary Income	Net Income
Previous Estimates (A)	940,000	32,000	50,000	42,000
Revised Estimates (B)	940,000	32,000	50,000	36,000
Increase/(Decrease) (B - A)	-	-	-	6,000
Rate of Increase/(Decrease) %	-	-	-	14.3%
Results of Fiscal 2006 (ended March 31, 2007)	885,557	45,928	70,595	83,711

3. Reasons for Revision

The effect on the Company's consolidated performance from the initial public offering (IPO) on the Saudi Arabian stock exchange of Rabigh Refining and Petrochemical Company (Petro Rabigh), the Company's equity method affiliate, is expected to be approximately ¥28 billion in gain on change in interest in Petro Rabigh based on the determined selling price for its stock and estimated amount paid. Meanwhile, the Company has revised its estimated income from the sale of assets and other items incorporated into its previous estimates. As a result, the Company has revised its net income upward by ¥15 billion.

In terms of non-consolidated performance, the Company has revised its net income downward by ¥6 billion as a result of the above-mentioned sale of assets and other items.

(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. 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 fluctuations of currency exchange rates.