

Additional Disclosure about Restructuring of Petrochemical Business at Chiba Works and Announcement of Extraordinary Losses

Sumitomo Chemical has posted an extraordinary loss, as stated below, related to the restructuring announced on February 1, 2013, of petrochemical operations at its Chiba Works.

The Company has also recorded other extraordinary losses as stated below.

1. Additional disclosure about the restructuring of petrochemical operations at the Chiba Works

Related to the restructuring of petrochemical operations at the Chiba Works disclosed on February 1, 2013, Sumitomo Chemical posted an extraordinary loss of ¥8.0 billion as an impairment loss of ¥6.3 billion and restructuring charge of ¥1.7 billion for the fiscal year ended March 31, 2013.

2. Extraordinary Loss as Impairment Losses

There is indication of impairment of a portion of fixed assets of the Company and its subsidiaries due to a serious deterioration in the business environment and other factors. After consideration of the recoverability of these fixed assets, the Company recorded an extraordinary loss of ¥19.9 billion as impairment losses for the fourth quarter of the fiscal year ended March 31, 2013. The impairment losses included the impairment loss of ¥6.3 billion related to the restructuring of petrochemical operations at the Chiba Works.

3. Extraordinary Loss on an Unconsolidated Basis

On an unconsolidated basis, the Company recorded a loss of ¥25.9 billion on a write-down of its investments in subsidiaries and affiliates for the fourth quarter of the fiscal year ended March 31 due to a sharp decline in the fair value of stockholdings. This write-down did not affect the Company's results on a consolidated basis.