

Information on our press release of September 30 regarding valuation loss on investment securities for the second quarter of fiscal 2011

On September 30, we have announced the valuation loss of 79.7 billion yen on investment securities for the second quarter of fiscal 2011 (“current period”). Sumitomo Metals has posted the valuation loss on investment securities in net assets every quarter, therefore, the negative impact on our net assets for the current period is 8 billion yen.

Details are shown below.

(Billions of yen)

	Approximate amounts	
Extraordinary loss	-79.7	The amount posted on the Income Statement for loss on valuation of investment securities
Corporate taxes and other	32.0	Tax effect on the above extraordinary loss
(a) Impact on net income	-48.0	-
(b) Net unrealized valuation gain on other investment securities	40.0	The decreases of the net assets already posted on the Balance Sheet by the previous period.
Impact on net assets (=a+b)	-8.0	-

