

April 20, 2016

For Immediate Release

Company name: Sumitomo Forestry Co., Ltd.
(Stock code: 1911 [1st Section, TSE])
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Announcement of Amendment to Forecast of Financial Results

In light of recent performance of Sumitomo Forestry Co., Ltd. (hereinafter "Sumitomo Forestry"), the forecasts of financial results announced on January 29, 2016 are hereby amended as follows:

1. Amendment to Forecast of Financial Results

Amendment to forecast of consolidated financial results for full year ended March 31, 2016 (April 1, 2015 through March 31, 2016)

(millions of yen)

	Net sales	Operating income	Recurring income	Profit for the Year Attributable to Owners of the Parent	Earnings per Share Attributable to Owners of the Parent(yen)
Previously announced forecast (A)	1,050,000	40,000	40,000	17,500	98.80
Amended forecast (B)	1,050,000	30,000	30,000	10,000	56.46
Amount of increase / decrease (B-A)	—	-10,000	-10,000	-7,500	—
Rate of increase / decrease (%)	—	-25.0%	-25.0%	-42.9%	—
(Reference) Actual results for prior year (Full year ended March 31, 2015)	997,256	33,994	36,424	18,572	104.85

2. Reasons for Amendment

Profits for the full year ended March 31, 2016 advanced at a pace exceeding the previously announced forecast owing primarily to favorable performance of the overseas business.

At the same time, Sumitomo Forestry processes actuarial differences in accounting for retirement benefit collectively in the year of accrual, but the discount rate used to calculate retirement benefit obligations dropped substantially due to the impact of a lower market interest rate. As a result of this and other factors, an actuarial loss of 11.5 billion yen is expected to be recorded under selling, general and administrative expenses. For this reason, operating income, recurring income and profit for the year attributable to owners of the parent are expected to come in lower than the previous forecast.

There are no changes to the previously announced (January 29, 2016) forecasted dividends for the year ended March 31, 2016.

Note: Forecasts of financial results, etc. in this release are based on data currently available to Sumitomo Forestry.

Actual results may differ from the statements herein due to various factors in the future.