

June 23, 2017

For Immediate Release

Company name: Sumitomo Forestry Co., Ltd.

Representative: Akira Ichikawa, President & CEO

(Stock code: 1911 1st section, Tokyo Stock Exchange)

Inquiries: Yuichiro Ono, General Manager of Corporate Communications

(Tel: +81-3-3214-2270)

Notice Concerning Converted Price Adjustment of Zero Coupon Convertible Bonds Due 2018

We hereby provide notice of the adjustment to the converted price of zero coupon convertible bonds due 2018 issued by Sumitomo Forestry as follows:

1. Adjustment of converted price

| (Bond) | (Converted price before adjustment) | (Converted price after adjustment) |
|--|-------------------------------------|------------------------------------|
| Zero coupon convertible bonds due 2018 | 1,865.7 yen | 1,854.3 yen |

2. Date of application

From April 1, 2017

3. Reason for adjustment

At the 77th (year ended March 31, 2017) regular general meeting of shareholders held on June 23, 2017, a proposed appropriation of surplus for issuing a year-end dividend of 20 yen per share was approved, bringing the annual dividend for the year ended March 31, 2017 to 35 yen per share when combined with the interim dividend of 15 yen. As such, the converted price is being adjusted in accordance with the provisions for zero coupon convertible bonds due 2018.

Happiness Grows from Trees