

For Immediate Release

Sumitomo Forestry Co., Ltd.

Notice Concerning Establishment of Overseas Subsidiary

Sumitomo Forestry Co., Ltd. (President and Representative Director: Akira Ichikawa; Head Office: Chiyoda-ku, Tokyo) has established and commenced operations at a new subsidiary in Ho Chi Minh City to promote its timber and building materials distribution business in Vietnam. A brief description of the company is shown below.

1. Overview of Subsidiary

Name: Sumitomo Forestry (Vietnam) Co., Ltd.
Established: July 3, 2012
Address: 10F Lant Building, 56-58-60 Hai Ba Trung Street, Ben Nghe Ward, District 1,
Ho Chi Minh City, Vietnam
President: Masao Kanbayashiyama
Capital: USD 600,000
Capital structure: Sumitomo Forestry (Singapore) Ltd. 70%; Vina Eco Board Co., Ltd. 30%
Business scope: Wholesale distribution of timber and building materials in Vietnam; Export/import of
timber and building materials
End of fiscal year: December 31
Employees: 9 (when operations commence; includes 2 Sumitomo Forestry employees on assignment)

2. Reason for Establishment

Sumitomo Forestry established its Vietnamese particle board (PB) manufacturing subsidiary Vina Eco Board Co., Ltd. (President: Soichiro Kitamura; hereafter VECO) in 2010 and commenced commercial production there in May 2012. Sumitomo Forestry (Vietnam) Co., Ltd. will aim to promote sales of timber and building materials in Vietnam by distributing PB produced by VECO as well as commercial materials produced by other manufacturers. The company will also serve as a distribution center from which to export timber and building materials, especially VECO-brand PB, to other countries.

3. Future Outlook

As these developments will have only a marginal influence on the company's financial statement for the year ending March 31, 2013, the company currently plans no changes to the business projections it has already released.