Effects of the Tohoku-Kanto Earthquake in Japan (5th Report)

SANYO CHEMICAL INDUSTRIES, LTD. (Japan securities code: 4471)

This is to inform you of Sanyo Chemical's circumstances following our 4th report on March 25, 2011.

SANYO CHEMICAL INDUSTRIES, LTD. resumed operations at the Kashima Factory (Kamisu city, Ibaraki prefecture) after restoring the damaged facilities, conducting thorough safety checks, and also receiving supply of external utilities, including steam.

In response to the resumption of operations, the Business Continuity Task Force has been dissolved. We will continue to secure our product supply system through each product group team. As we may experience some difficulties in operations at facilities other than the Kashima Factory due to possible shortages in raw materials, we are doing our best to improve our grasp on the overall supply chain situation.

For more information concerning specific Sanyo Chemical products, please contact your allocated sales representatives.

We will continue to make a concerted effort to secure our product supply system for our customers. We appreciate your understanding and cooperation.