



February 26, 2009

To Whom It May Concern:

Company Name: Sumitomo Heavy Industries Co., Ltd.
Representative: Yoshinobu Nakamura, President
Stock Code: 6302
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SEN Corporation to Become Wholly Owned Subsidiary of Sumitomo Heavy Industries

Sumitomo Heavy Industries resolved at a meeting of its Board of Directors on February 26, 2009, to make SEN Corporation, an SHI and Axcelis Company (hereinafter, "SEN") a wholly owned subsidiary of Sumitomo Heavy Industries (hereinafter, "SHI"). SEN was established as a joint venture company between SHI and Axcelis Technologies, Inc. (hereinafter, "Axcelis") in the United States. The details of the resolution are described below.

1. History of SEN becoming a wholly owned subsidiary of SHI

In 1983, SHI entered into the business of ion implanters, a type of semiconductor, with the establishment of SEN (formerly Sumitomo Eaton Nova Corporation), a 50-50 joint venture with the US-based Eaton Corporation. In 2000, Eaton Corporation spun off its semiconductor business and formed a new firm called Axcelis. The new company replaced Eaton Corporation as the controller of shares in SEN.

Axcelis recently proposed to sell its 50% stake in SEN along with grant of license and non-exclusive sales rights for ion implanters that are jointly held by Axcelis and SHI. After negotiations by both companies, an agreement was reached whereby SHI would acquire the Axcelis-held shares and related interests for a total price of ¥13 billion. By becoming a wholly-owned subsidiary of Sumitomo Heavy Industries, it will be possible for SEN to be managed in a more agile manner, and the synergies that exist between SEN and the cutting-edge technologies of the Group will become more evident.

2. Profile of Affected Subsidiary (SEN Corporation, an SHI and Axcelis Company)

- | | |
|---------------------------|---|
| (1) Company Name | SEN Corporation, an SHI and Axcelis Company |
| (2) Representative | Yoshitomo Hidaka |
| (3) Head Office | 10-1, Yoga 4-chome, Setagaya-ku, Tokyo, Japan |
| (4) Date of Establishment | April 1, 1983 |
| (5) Main Business | Development, manufacturing, sales and servicing of ion implanters |
| (6) Fiscal Year End | March 31 |
| (7) No. of Employees | 477 |
| (8) Main Plant | 1501 Imazaike, Saijo, Ehime Prefecture, Japan |

- (9) Capital ¥600 million
- (10) Shares Outstanding 12,000
- (11) Major Shareholders Sumitomo Heavy Industries 50%
- Axcelis Technologies, Inc. 50%

(12) Financial Performance for Recent Fiscal Years

(Unit: Millions of Yen)

	Fiscal Year Ended March 2007	Fiscal Year Ended March 2008
Total Sales	32,597	22,683
Net Income	4,466	1,262

3. Seller of Shares

- (1) Company Name Axcelis Technologies, Inc.
- (2) Representative Mary G. Puma
- (3) Head Office 108 Cherry Hill Drive, Beverly, MA 01915
- (4) Main Business Manufacturing and sales of ion implanters
- (5) Relationship to SHI None

4. Number of Shares to be Acquired, Acquisition Price and Pre and Post-Acquisition Shareholding Structure (Including Indirect Holdings)

- (1) Number of Voting Rights Held Prior to Transfer 6,000 shares (50% interest)
(Number of Voting Rights: 6,000)
- (2) Number of Voting Rights to be Acquired 6,000 shares
(Number of Voting Rights: 6,000)
- (3) Number of Voting Rights Held Post-Transfer 12,000 shares (100% interest)
(Number of Voting Rights: 12,000)

5. Timetable

- February 26, 2009 Resolution at scheduled Board of Directors meeting
- February 26, 2009 Finalization of agreement with Axcelis Technologies, Inc.
- March 31, 2009 (Anticipated) Closing Date

6. Outlook

This transaction is expected to have a minor impact on the financial results of SHI for the period ending March 2009.