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To Whom It May Concern

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Notice Regarding Differences in Second Quarter (Cumulative Basis) Earnings Forecast for Period
Ending March 2010 and Revisions to Full-Year Earnings Forecast and Dividend Forecast

Sumitomo Heavy Industries, Ltd. (“the Company”) has identified several differences between the operating results forecast for the Second Quarter (Cumulative Basis) of the Period ending March 2010 (April 1, 2009 - September 30, 2009) announced when the Company released its First Quarter Consolidated Financial Report on July 31, 2009 and the Company operating results announced today. Details of the differences are provided below.

Furthermore, based on the recent trend in operating results and other factors, the Company has decided to make the following revisions to its full-year (April 1, 2009 - March 31, 2010) consolidated earnings forecast and year-end dividend forecast.

1. Period Ending March 2009 Revisions to Consolidated Operating Results Forecast

Second Quarter Consolidated Earnings Forecast – Cumulative Basis (April 1, 2009 - September 30, 2009)

(Unit: millions of yen)

	Net Sales	Operating Income	Ordinary Income	Quarterly Net Income	Quarterly net Income per Share (yen)
Previous Forecast (A)	250,000	3,500	1,000	(1,500)	(2.49)
Revised Forecast (B)	251,651	8,218	7,253	1,320	2.19
Net Difference (B-A)	1,651	4,718	6,253	2,820	—
% Difference	0.7	134.8	625.3	—	—
Previous Year Results for Reference (Second Quarter of Period Ended March 2009)	340,774	34,367	33,952	19,777	32.77

Revisions to the Full-Year Earnings Forecast for the Period Ending March 2010 (April 1, 2009 - March 31, 2010)

(Unit: millions of yen)

	Net Sales	Operating Income	Ordinary Income	Quarterly Net Income	Quarterly net Income per Share (yen)
Previous Forecast (A)	520,000	14,000	10,000	3,500	5.80
Revised Forecast (B)	520,000	19,000	16,000	5,000	8.29
Net Difference (B-A)	—	5,000	6,000	1,500	—
% Difference	—	35.7	60.0	42.9	—
Previous Year Results for Reference (Period Ended March 2009)	642,918	56,940	50,275	13,649	22.62

2. Explanation of Revisions to the Consolidated Earnings Forecasts

In contrast to the previous forecast, during the Second Quarter (Cumulative Basis) the market downturn in the Mass-Produced Machinery Segment came to an end, and the effect from higher prices for steel materials on the Ships, Steel Structures and Other Specialized Equipment Segment and Industrial Machinery Segment was not as material as initially assumed. Based on these conditions, the Company revised upward from the previous estimates its forecasts for operating income, ordinary income and quarterly net income.

With regard to the full year, although the management environment surrounding the SHI Group is uncertain and the Company remains concerned about the future direction of the economy, based on its operating results for the Second Quarter (Cumulative Basis) of the consolidated period under review the Company also revised its operating income, ordinary income and net income forecast.

Please note that from the third quarter, the exchange rates for major currencies are anticipated to be US\$1 = ¥90 and €1 = ¥125.

3. Revisions to the Dividend Forecast for the Period Ending March 2010

(Unit: yen)

(Date of Record)	Dividend Per Share		
	End of Second Quarter	Year End	Annual
Previous Forecast (Announced July 31, 2009)	0.00	To be determined	To be determined
Revised Forecast	—	3.00	3.00
Current Year Actual	0.00	—	—
Previous Year Actual (For the Period Ended March 2009)	6.00	0.00	6.00

4. Explanation of Revisions to the Year-End Dividend Forecast for the Period ending March 2010

The Company has set its year-end dividend per share for the period ending March 2010 after comprehensively considering various factors, including the need to increase the internal reserves required for long-term, stable development of the Company's businesses, while maintaining its basic stance concerning the payment and increase of shareholder dividends corresponding to the income achieved during each period.

On July 31, 2009, the Company announced its dividend forecast concerning the year-end dividend for the current period was "to be determined." After revising its full-year consolidated operating results forecast upward, based on its operating results for the Second Quarter (Cumulative Basis) of the consolidated period under review, the Company has revised its year-end dividend per share as indicated above.

Important Notice: The above forecasts were prepared based upon information available to the Company at the time the projections were announced. Actual operating results may differ from the forecasted figures depending upon various factors in the future.