



February 6, 2013

To Whom It May Concern:

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Notice Regarding the Refunding of Overbilled Amounts Relating to Ministry of Defense Contracts

In regards to the investigation of overbilled amounts relating to past Ministry of Defense (MOD) contracts, Sumiju Tokki Service Co., Ltd. (hereinafter referred to as "Sumiju Tokki Service"), a wholly-owned subsidiary of Sumitomo Heavy Industries, Ltd. (hereinafter referred to as "SHI"), received a demand to return a figure of JPY2.69 billion to the MOD. This is to notify that this amount was refunded as of the date of this release. As a result of this, the order by the MOD to suspend the bidding rights of Sumiju Tokki Service has today been lifted.

We deeply regret the inconvenience this incident has caused, and offer our most sincere apologies to those involved. To ensure that this type of incident is not repeated in the future, we have implemented preventative measures and are fully committed to increasing the level of compliance within SHI Group companies.

The impact of the refunded amount to the consolidated financial results of SHI has already been incorporated into the "Consolidated Financial Report for the 3rd Quarter of FY2012" dated January 31, 2013. As such, no new revisions have been made to the consolidated earnings forecast for FY2012.

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