

May 28, 2014

To Whom It May Concern:

Company : Sumitomo Heavy Industries, Ltd.  
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### **Notice Regarding the Inter-Company Succession of Businesses**

Sumitomo Heavy Industries, Ltd. (hereinafter referred to as "SHI" or the "Company") today announces that Sumiju Plant Engineering Co., Ltd., a wholly owned subsidiary of SHI, (hereinafter referred as "SPE") and Sumitomo Heavy Industries Process Heavy Equipment Co., Ltd., another wholly owned subsidiary of SHI (hereinafter referred as "SHI-PE") has concluded an agreement to transfer SPE's distillation equipment and extraction equipment business to SHI-PE effective July 1, 2014. The details of this agreement are provided below:

1. Purpose of the Transfer

In addition to the distillation and extraction equipment business, SPE provides comprehensive services ranging from initial design to delivery and after-sales support for electric dust collectors as well as vaporization/crystallization-related chemical equipment. On the other hand, SHI-PE handles chemical equipment such as agitation tanks, which means that the two companies have overlapping key customers in certain areas. As part of SHI's efforts to restructure its plant chemicals-related businesses, a decision was made to integrate the distillation and extraction equipment business, an area where SPE and SHI-PE share common interests. By doing so, operational efficiency can be increased through unified management, and further market development can be achieved through strong mutual contacts. In addition, the combination of the brand strength associated with SHI-PE's high-performance agitator tanks and SPE's engineering capabilities will not only allow for expansion into new business areas but also will lead to global expansion as SHI-PE's overseas business know-how is effectively utilized.

2. Execution Date of the Transfer

July 1, 2014

### 3. Profile of the Two Companies

(1) Company Name	Sumiju Plant Engineering Co., Ltd.	Sumitomo Heavy Industries Process Equipment Co., Ltd.
(2) Main Business	Design, manufacture, sales, renovation, repair, inspection and maintenance of chemical equipment including vaporization/crystallization equipment, distillation/extraction equipment, and dust collectors, as well as environmental equipment and other general industrial machinery.	Design, manufacture, sales, renovation, repair, inspection and maintenance of chemical equipment including pressure vessels, agitator tanks, and steel structures, as well as environmental equipment and other general industrial machinery.
(3) Date of Establishment	October 1, 1986	March 1, 1987
(4) Address of Head Office	2-1-1, Yato-cho, Nishi Tokyo City Tokyo 188-8585, Japan	1501, Imazaike, Saijo-city Ehime 799-1393, Japan
(5) Representative	Ikuro Seino	Satoshi Okada
(6) Sales (FY2013)	JPY2,130 million	JPY9,139 million

### 4. Details of Business Being Transferred

The distillation equipment and extraction equipment business that currently resides in SPE is to be transferred to SHI-PE.

### 5. Impact on Financial Forecast as a Result of the Transfer

As both companies are wholly-owned subsidiaries of the Company, the impact on the consolidated financial results is minimal.

END