

April 1,2011

Sakai Chemical Industry Co., Ltd.

Representative Director : Iwao Yabunaka, President

Listed on Tokyo Stock Exchange

And Osaka Securities Exchange

The Impact of the Tohoku district-off the Pacific Ocean Earthquake(№ 3)

Sakai Chemical Industry Co., Ltd. (Sakai) expresses its deepest sympathy for those who have been suffered from the calamity by the Tohoku district-off the Pacific Ocean Earthquake (the Earthquake) which devastated on March 11, 2011, and it sincerely hope the area will see a quick recovery.

Sakai announced today the current status of its facilities and operations following its previous announcement released on March 18, 2011.

1 . Status of area facilities and the recovery schedule

Onahama Manufacturing Site, Yumoto Works and Otsurugi Works, all located at Iwaki City, are being restored of their buildings and equipments after the inspection. Operations which need the industrial water supply are planed to resume from mid April, and those which do not need are planed to resume from early April, both with limited scale.

Products from each facility are as follow;

- Onahama Manufacturing Site
 - … Titanium Dioxide, Barium Salt such as Barium Sulfate and Barium Carbonate
- Yumoto Works … Zinc Oxide, Zinc Dust
- Otsurugi Works … Dielectric Materials, Fluorescent Materials for Flat Panel Display

2 . Products shipment

After the inspection and restorations of warehouses along with the recovery of road systems, Sakai has started shipping a part of products manufactured before the Earthquake.

3 . Impact upon operating results

As Sakai is currently assessing the amount of damages on its facilities and the impact on its operating results brought by the Earthquake, it will disclose the information once it becomes clear.