

October 26, 2006

Company: Sekisui Chemical Co., Ltd.

Representative: Naotake Okubo, President & Representative Director

Company code: 4204

Stock listings: Tokyo and Osaka stock exchanges (First Section)

Inquiries: Motokiyo Sanada, Senior Manager, Public Relations Group, Corporate Communications Dept.

TEL: +81-3-5521-0522

### **Sekisui Chemical Revises Dividend Forecasts for Fiscal 2006**

In light of the company's recent business performance, Sekisui Chemical Co., Ltd. has revised the year-end dividend forecasts per share for fiscal 2006, ending March 31, 2007, which were announced in the earnings report released on April 27, 2006. Details are as follows.

#### **1. Reasons for Revisions**

One of Sekisui Chemical's key management policies is to increase corporate value and actively return profits to shareholders. In line with this policy, we are targeting a consolidated dividend payout ratio of 30%.

Sekisui Chemical's business results for the current fiscal year, ending March 31, 2007, are projected to exceed initial forecasts announced on April 27, 2006. Because of this, and in recognition of the continuous support from its shareholders, Sekisui Chemical plans to raise the year-end dividend by ¥1 to ¥8 per share. In conjunction with an interim dividend of ¥6 per share, this will lift the annual dividend to ¥14 per share.

#### **2. Details of Revisions**

Record date	Dividends per share (¥)		
	Interim	Year-end	Annual
Previous forecast (announced April 27, 2006)	6.00	7.00	13.00
Revised forecast	6.00	8.00	14.00
Previous year's dividends (year ended March 2006)	5.00	6.00	11.00