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**Tokuyama Corporation Announces Difference between Estimates in
Performance Forecast for First Half Fiscal 2010 and Actuals, and Revised
Performance Forecast for Fiscal 2010**

Tokuyama Corporation (the “Company”) has announced the difference between estimates in the performance forecast, announced on August 2, 2010, for the First Half Fiscal 2010 (April 1, 2010 to September 30, 2010) and actuals. The Company has also revised the performance forecast, announced on May 12, 2010, for Fiscal 2010 (April 1, 2010 to March 31, 2011), as described below.

1. Revised Consolidated Performance Forecast for Fiscal 2010

(1) Performance Forecast for the First Half Fiscal 2010 (consolidated)

(April 1, 2010 to September 30, 2010)

(Unit: Millions of yen)

| | Net sales | Operating income | Ordinary income | Net income | Net income per share (yen) |
|---|-----------|------------------|-----------------|------------|----------------------------|
| Previous forecast : (A) (August 2, 2010) | 140,000 | 8,000 | 6,000 | 3,500 | 10.06 |
| Newly revised forecast : (B) | 139,685 | 8,775 | 5,976 | 2,924 | 8.40 |
| Change : (B)–(A) | (314) | 775 | (23) | (575) | — |
| Rate of change (%) | (0.2) | 9.7 | (0.4) | (16.4) | — |
| [Reference] First Half Fiscal 2009 | 130,799 | 8,369 | 7,013 | 4,268 | 14.91 |

(2) Performance Forecast for Fiscal 2010 (consolidated)

(April 1, 2010 to March 31, 2011)

(Unit: Millions of yen)

| | Net sales | Operating income | Ordinary income | Net income | Net income per share (yen) |
|---|-----------|------------------|-----------------|------------|----------------------------|
| Previous forecast : (A) (August 2, 2010) | 286,000 | 14,000 | 13,000 | 7,500 | 23.65 |
| Newly revised forecast : (B) | 286,000 | 17,500 | 14,000 | 7,500 | 21.55 |
| Change : (B) - (A) | 0 | 3,500 | 1,000 | 0 | — |
| Rate of change (%) | 0.0 | 25.0 | 7.7 | 0.0 | — |
| [Reference] Fiscal 2009 | 273,154 | 16,483 | 15,355 | 7,458 | 23.52 |

2. Revised Non-consolidated Performance Forecast for Fiscal 2010

(1) Performance Forecast for the First Half Fiscal 2010 (non-consolidated)

(April 1, 2010 to September 30, 2010)

(Unit: Millions of yen)

| | Net sales | Operating income | Ordinary income | Net income | Net income per share (yen) |
|---|-----------|------------------|-----------------|------------|----------------------------|
| Previous forecast : (A) (August 2, 2010) | 96,000 | 6,500 | 4,500 | 2,000 | 5.71 |
| Newly revised forecast : (B) | 94,454 | 6,437 | 3,591 | 425 | 1.22 |
| Change : (B) - (A) | (1,545) | (62) | (908) | (1,574) | — |
| Rate of change (%) | (1.6) | (1.0) | (20.2) | (78.8) | — |
| [Reference] First Half Fiscal 2009 | 89,909 | 7,992 | 5,611 | 3,162 | 11.04 |

(2) Performance Forecast for Fiscal 2010 (non-consolidated)

(April 1, 2010 to March 31, 2011)

(Unit: Millions of yen)

| | Net sales | Operating income | Ordinary income | Net income | Net income per share (yen) |
|---|-----------|------------------|-----------------|------------|----------------------------|
| Previous forecast : (A) (August 2, 2010) | 192,000 | 11,000 | 10,000 | 6,000 | 18.92 |
| Newly revised forecast : (B) | 194,500 | 13,500 | 9,500 | 4,000 | 11.49 |
| Change : (B) - (A) | 2,500 | 2,500 | (500) | (2,000) | — |
| Rate of change (%) | 1.3 | 22.7 | (5.0) | (33.3) | — |
| [Reference] Fiscal 2009 | 187,911 | 14,805 | 12,745 | 5,510 | 17.38 |

3. Reasons for the revision

Performance Forecast for First Half Fiscal 2010 (Apr. 1, 2010 – Sept. 30, 2010)

With regard to the non-consolidated performance forecast, ordinary income is expected to be below what was estimated in the previous forecast, due chiefly to an increase in a foreign exchange loss. Net income also is expected to fall short of the previous forecast, owing mainly to an increase in allowance for doubtful accounts as well as the negative effect of lower-than-expected ordinary income.

With regard to the consolidated performance forecast, operating income is expected to increase compared with the previous forecast, due to good results of the Company's consolidated subsidiaries including A&T Corporation and Figaro Engineering Inc. However, this positive factor will not be sufficient to offset lower-than-expected non-consolidated net income, with the result that consolidated net income is expected to decrease.

Performance Forecast for Fiscal 2010 (Apr. 1, 2010 – Mar. 31, 2011)

With regard to the non-consolidated performance forecast, operating income is expected to increase compared with the previous forecast, due mainly to an increase in polycrystalline silicon shipment volume and rationalization effects of cement operations. However, due mainly to the factors mentioned above in the Performance Forecast for the First Half Fiscal 2010, ordinary income is estimated to fall short of the previous forecast. Net income also is estimated to fall short of the previous forecast.

With regard to the consolidated performance forecast, due to good earnings of consolidated subsidiaries, both operating income and ordinary income are expected to be above what was estimated in the previous forecast, and net income is expected to be level with the figure in the previous forecast.

※ The performance forecasts contained in this material have been prepared on the basis of information available at this point and certain assumptions which are judged to be rational, and may be substantially different from the actual performance because of various factors that may arise from now on.