

November 5, 2012

Company name: Tokuyama Corporation

Representative name: Kazuhisa Kogo,

President and Representative Director

(Code No. 4043, First Section TSE)

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Notice regarding Distribution of Interim Dividends (No dividend to be paid)

With a resolution at the meeting of the board of directors held today, Tokuyama Corporation (“the Company”) regrets to announce not to pay out any interim dividends (Date of record: September 30, 2012) for Fiscal 2012.

1. Details of the revision

	Items decided	Previous dividend forecast (Oct. 31, 2012)	Dividend paid in previous year (interim dividend for Fiscal 2011)
Date of record	September 30, 2012	September 30, 2012	September 30, 2011
Dividend per share (yen)	0.00	Undecided	3.00
Total dividend paid (millions of yen)	—	—	1,043
Effective date	—	—	December 5, 2011
Source of dividend	—	—	Retained earnings

2. Reasons for no dividend

Due to a severe business environment, the Company recorded a consolidated net loss of ¥2.5 billion (¥3.1 billion net loss on a non-consolidated basis) for the second quarter Fiscal 2012 (Apr. 1, 2012 – Sept. 30, 2012). In addition, a consolidated net loss of ¥2.5 billion (¥5.0 billion net loss on a non-consolidated basis) is expected to be recorded for Fiscal 2012 (full year, Apr. 1, 2012 – Mar. 31, 2013). Due to these reasons, the Company regrets to announce not to pay out any interim dividends for Fiscal 2012.

Considering a sharp decline in earnings, we have made continuous efforts to reduce fixed costs, including 20% monthly compensation reductions for executives and employees' salary cuts, since April 2012.

We will do our utmost to take drastic profit-improving measures, including sales expansion and productivity enhancement, while further improving operational efficiency and reducing fixed costs and other expenses.

The forecast of the year-end dividends has not yet been determined, and we will make decisions considering future performance trends and financial conditions in a comprehensive manner.