

December 25, 2013

Press Release

Sumitomo Metal Mining Co., Ltd

Withdrawal from COF Business

Sumitomo Metal Mining Co., Ltd. (SMM) has decided to withdraw from its COF business. SMM holds 70% of shares in Sumiko Electronics Taiwan Co.,Ltd. (SET) through a subsidiary company, but will transfer all of these shares to Chang Wah Electromaterials Inc. (CWE), which currently holds 30% of SET shares, on the last day of March 2014.

At SET, SMM has been developing a COF business specialized in fine pitch products, but has also investigated drastic reform of its COF business in the midst of structural reforms to its materials business. Under these circumstances and as a result of negotiations conducted with CWE, which is aiming for development through agile expansion based on 100% ownership of SET shares, SMM has decided to transfer the shares held by the SMM Group to CWE.

In order to achieve the goals of the 2012 3-Year Business Plan, SMM shall continue to structurally reform its materials business towards the fields of energy and the environment, for which strong growth is forecast, and establish a structure with enhanced strength.

Withdrawal from the COF business and the aforementioned transfer of shares will have only a slight impact on SMM's results for this period.

Address inquiries concerning this Press Release to:

Syoki Aono, Public Relations & Investor Relations Department

TEL: +81-3-3436-7705

FAX: +81-3-3434-2215

[Reference]

COF (Chip On Film)

A tape material with wiring to connect LCD driver ICs and LCD panels.

Overview of Sumiko Electronics Taiwan Co.,Ltd.

Location: N.E.P.Z, Kaohsiung, Taiwan

Established: November 1994

Capital: \$710m NTD

Shareholder Distribution: Sumiko Tape Materials Singapore Pte.Ltd. (70%),
Chang Wah Electromaterials Inc. (30%)

President: Shigekatsu Sato

Employees: 330 approx.

Business: COF manufacturing

Overview of Chang Wah Electromaterials Inc.

Location: N.E.P.Z, Kaohsiung, Taiwan

Established: May 1989

Capital: \$792m NTD

President: Canon Huang

Employees: 160 approx. (not including group companies)

Business: IC packaging materials, manufacturing and sale of LCD materials