

November 8, 2011

Dear Shareholders,

Listed company name: KROSAKI HARIMA CORPORATION
Representative: Yasuo Hamamoto, President
Securities Code: 5352

Notice Regarding the Variance between the Forecast and Actual Results of Consolidated Business Performance for the First Half of the Year Ending March 31, 2012

Krosaki Harima Corporation announced today that its consolidated business results for the first half of the fiscal year ending March 31, 2012, varied from the forecast thereof released on August 9, 2011, as described below.

1. Details of the Variance

(1) Variance between the Actual Business Results and the Forecast Thereof for the First Half of the Fiscal Year Ending March 31, 2012 (from April 1, 2011, to September 30, 2011)

	Net sales	Operating income	Ordinary income	Net income	Net income per share
	¥ Million	¥ Million	¥ Million	¥ Million	¥
The latest forecast (A)	50,200	1,850	1,690	1,720	20.37
Actual results (B)	49,026	1,665	1,129	1,370	16.24
Variance by amount (B – A)	(1,173)	(184)	(560)	(349)	—
Variance by percentage (%)	(2.3)	(10.0)	(33.2)	(20.3)	—
(Reference) Results for the first half of the year ended March 2011	46,838	3,258	3,040	1,958	23.19

2. Reason for the Variance

Continued cost increases due to rising material prices led to consolidated business results below the previously released forecast thereof.