

October 30, 2008

Dear Sirs or Mesdames,

Company name: SUMITOMO BAKELITE CO., LTD.  
Representative: Tomitaro Ogawa, President  
(Code: 4203, TSE 1st Section and OSE 1st Section)  
Inquiries: Tamotsu Yahata, Director and Senior  
Managing Executive Officer, General  
Manager, Corporate Finance &  
Planning Division,  
(TEL: +81-3-5462-3434)

### **Notice of Resolution on the Cancellation of Shares of the Treasury Stock**

This is to provide notice of the Company's resolution on the cancellation of shares of the treasury stock by its Board of Directors at a meeting held on October 30, 2008, pursuant to Article 178 of the Companies Act.

1. Type of shares to be cancelled: The Company's common stock
2. Total number of shares to be cancelled: 2,900,000 shares (1.09% of the total number of shares issued before the cancellation)
3. Date scheduled for cancellation: November 20, 2008

(Reference)

1. Total number of shares issued after the cancellation: 262,952,394 shares
2. The Company, by resolution of the Board of Directors at a meeting held today, October 30, 2008, determined to purchase shares of the treasury stock under Article 156 of the Companies Act, as applied pursuant to Article 165, Item 3, of said law. The cancellation of shares of the treasury stock and the purchase of shares of the treasury stock are handled separately.
3. The number of shares for the cancellation corresponds to the number of shares acquired based on the resolution of the Board of Directors' meeting held on May 30, 2006.