

Company name: Kuraray Co., Ltd.  
 Representative: Fumio Ito  
 Representative Director and President  
 Securities code No.: 3405  
 Listings: First Section, Tokyo Stock Exchange  
 Inquiries: Morihiro Nakayama, General Manager  
 Corporate Management Planning Office, Corporate  
 Communications Department

**Notice Concerning Dividend Payment for the Fiscal Year Ending March 31, 2011**  
**(Revisions to Dividened Forecasts and Distributions)**

At its Board of Directors' meeting held on October 28, 2010, Kuraray Co., Ltd. resolved to distribute retained earnings (interim dividend) based on the record date of September 30, 2010, while revising its year-end dividend forecasts for the fiscal year ending March 31, 2011, previously announced on April 30, 2010.

1. Details of Interim Dividend

	Amount in accordance with resolution	Latest forecast for interim dividend (announced on April 30, 2010)	Dividend for fiscal year ended March 31, 2010
<u>Record date</u>	September 30, 2010	as left	September 30, 2009
Cash dividends per share	¥13.00	¥12.00	¥8.00
Total dividends paid	¥4,526 million	—	¥2,785 million
Effective date	December 1, 2010	—	December 1, 2009
Source of dividends	Retained earnings	—	Retained earnings

2. Details of Revision to Fiscal Year-End Dividend Forecast

(Yen)

<u>Record date</u>	Cash Dividends per Share		
	Interim dividend	Year-end dividend	Annual dividend
Previous forecast (announced on April 30, 2010)	¥12.00	¥12.00	¥24.00
Revised forecast		¥14.00	¥27.00
Current year actual	¥13.00		
Dividends for fiscal year ended March 31, 2010	¥8.00	¥8.00	¥16.00

### 3. Rationale

Kuraray positions shareholders return as one of its most important managerial issues. In line with this, the Kuraray Group is promoting its three-year medium-term action plan “GS-Twins” (fiscal 2009–fiscal 2011) with the aim of enhancing its corporate value through the creation of new businesses and expansion of core businesses. During this period, the Group aims to maintain the payout ratio at more than 30% of consolidated net income and strives to further increase dividends through sustainable business growth.

As stated in the Consolidated Earnings Report for the Interim Period of the Fiscal Year Ending March 31, 2011, announced today, six-month period results and full-year forecasts topped the performance forecasts announced on August 4, 2010. Accordingly, Kuraray made an upward revision in its initial forecast for annual dividends of ¥24 per share (¥12 for both interim and year-end) to ¥27 per share (¥13 for interim and ¥14 for year-end) for the fiscal year ending March 31, 2011.