

July 31, 2013

To whom it may concern

Company Name: Furukawa-Sky Aluminum Corp.
 Representative: Mitsuru Okada, President
 (Code Number:5741, Tokyo Stock Exchange, First Section)
 Contact Person: Masao Iso, Director
 (Phone: +81-3-5295-3800)
 Our Parent Company: Furukawa Electric Co., Ltd.
 Representative: Mitsuyoshi Shibata, President
 (Code Number: 5801)

Notice on the Recording of an Impairment Loss on Fixed Assets and Revisions to the Operating Performance Forecast

At a Board of Directors meeting on July 31, 2013, Furukawa-Sky resolved to post an extraordinary loss due to impairment, as described below. In addition, taking recent performance trends into account we have revised our consolidated operating performance forecast for the first half of the fiscal year ending March 31, 2014, from the figures we announced on May 9, 2013.

1. Recording of an Impairment Loss

Owing to a change in classification from a management accounting standpoint in line with the consolidation-type merger agreement between the Company's Oyama Plant and Furukawa-Sky Oyama Oshidashi Co., Ltd., Furukawa-Sky posted an extraordinary loss on impairment in accordance with the "Accounting Standard for the Impairment of Fixed Assets."

Location	Use	Type	Amount of impairment
Oyama, Tochigi Prefecture	Business-use assets (factory)	Land, etc.	¥2,410 million

2. Revisions to the Operating Performance Forecast

(1) Revisions to the consolidated operating performance forecast for the first half of the fiscal year ending March 31, 2014

	Net sales	Operating income	Ordinary income	Net income	Net income per share
	¥million	¥million	¥million	¥million	¥
Previous forecast (A)	95,500	2,900	3,300	1,800	7.93
Current forecast (B)	95,500	4,400	4,900	1,600	7.05
Change (B - A)	0	1,500	1,600	(200)	
Change rate (%)	0	51.7	48.5	(11.1)	
(Reference) Previous performance (first half of the fiscal year ended March 31, 2013)	93,371	2,854	3,125	1,815	7.99

(2) Reasons for Differences and Revisions

Although demand for can stock is below our initial expectations, demand for foil base and the thick plate for LCD manufacturing equipment has increased. Accordingly, we expect net sales to be in line with our initial forecast.

In addition to the above-mentioned changes in the sales mix, due to ongoing efforts to reduce cost of sales and the impact of inventory valuations, we expect operating income and ordinary income to outstrip our initial forecasts. As noted above in item 1, we expect to post an extraordinary loss on impairment. Accordingly, we believe that net income will be below our initial expectations.

Our dividend forecast remains unchanged from the figures announced on May 9, 2013 (an interim dividend of ¥3 per share and a year-end dividend that is currently undetermined).

(Note) The above-stated forecasts are calculated on the basis of information that is currently available. Actual results may differ from these forecast amounts for a variety of reasons.