

Notice to the holders of

SUMITOMO LIGHT METAL INDUSTRIES, LTD.

Tokyo, Japan (the “Company”)

Japanese Yen 6,000,000,000 Zero Coupon Convertible Notes
Due December 21, 2007 (the “Notes”)

Swiss Security No.: 1735330
ISIN: XS0181825059
Common Code: 018182505

“Early Redemption”

Pursuant to Section 4 b) of the Terms of the Notes in Annex B-2 of the Note Purchase, Paying and Exercise Agency Agreement dated December 3, 2003, notice is hereby given that the company will be redeeming on March 23, 2005, all of the outstanding Notes at the redemption price of 100% of the principal amount.

The Noteholders will have the right to convert their Note or Notes until close of business on March 15, 2005 (Swiss time) into shares of the Company at conversion price per share of JPY 126.

Geneva, February 2, 2005

By order of
Daiwa Securities SMBC Europe Limited, London
Geneva Branch