

**Procedures Concerning the Transfer of the Silicon Wafer Business
to Sino-American Silicon Products Inc.
(Final Authorization Received from Taiwan's Ministry of
Economic Affairs, Investment Commission)**

Procedures concerning the transfer of the silicon wafer business of Covalent Materials Corporation ("Covalent") to Sino-American Silicon Products Inc. of Taiwan ("SAS") have been completed. We are pleased to inform you that SAS has received final authorization from the Investment Commission of Taiwan's Ministry of Economic Affairs to complete the transfer, which we explain below.

1. Date of final authorization: February 29, 2012
2. Circumstances related to the final authorization
In accordance with Taiwan's corporate and foreign exchange laws, all foreign investments by Taiwanese companies involving amounts equaling 50 million U.S. dollars or more must be authorized by the Investment Commission of Taiwan's Ministry of Economic Affairs (the equivalent of Japan's Ministry of Economy, Trade and Industry, and below referred to as "FIC"). Since SAS's acquisition of Covalent's silicon business fell within the scope of this law, SAS was required to file an application with FIC for authorization to complete the transfer. As a result, when FIC reviewed the application on February 29, 2012, it authorized all of the items in the application.
3. Schedule
Since FIC's authorization of SAS's foreign investment is now complete, Covalent and SAS are implementing the necessary work to finalize the business transfer by March 31, 2012 as scheduled.
4. Reference
Website of Taiwan's Ministry of Economic Affairs: Ministry of Economic Affairs, R.O.C.
<http://www.moea.gov.tw/Mns/populace/home/Home.aspx>

For any questions or concerns on this matter, please contact:

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