

## Press release

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### REDUCTION IN THE PAR VALUE OF THE RHODIA SHARE AND PAYMENT OF DIVIDENDS

**Paris, June 4, 2010** ----- Pursuant to the authorization granted by the Combined Annual General Shareholders' Meeting convened on April 28, 2010, Rhodia announced today the decrease of the Company's share capital by reducing the par value of the Rhodia share from 12 euros to 1 euro. Furthermore, Rhodia paid today the dividend relative to its 2009 financial year.

Rhodia's shareholders have been offered the possibility to receive dividends in cash or in new shares. Regarding the option to receive dividends in shares, the issue price of new shares has been set at 14.50 euros.

At the end of the option period, which ran from May 6 to May 20, 2010 inclusive, a total of 408,382 new shares with a par value of €1 each – whose delivery and admission to trading on the Euronext Paris stock exchange were completed today – have consequently been issued. The total amount of dividends reinvested in shares stood at 6.1 million euros.

These new shares, which will be entitled to dividends as of January 1, 2010, will carry the same rights as the Company's existing shares.

Dividends in cash represented a total amount of 18.9 million euros.

Upon completion of these operations, the Company's share capital is equal to 101,495,997 euros divided into 101,495,997 shares with a par value of 1 euro each.

*Rhodia is an international chemical company resolutely committed to sustainable development. As a leader in its businesses, the Group aims to improve its customers' performance through the pursuit of operational excellence and its ability to innovate. Structured around six Enterprises, Rhodia is the partner of major players in the automotive, electronics, flavors and fragrances, health, personal and home care markets, consumer goods and industrial markets. The Group employs around 13,600 people worldwide and generated sales of €4.03 billion in 2009. Rhodia is listed on Euronext Paris.*

For further details, please visit our institutional website at <http://www.rhodia.com/>

#### Contacts

##### Media relations

Lamia Narcisse

☎ +33 (0)1 53 56 59 62

##### Investor relations

Maria Alcon

☎ +33 (0)1 53 56 64 89

Benjamin Bruneau

☎ +33 (0)1 53 56 64 42