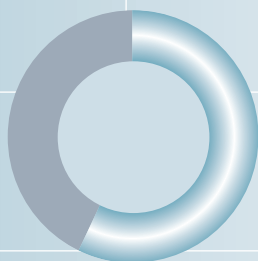


# The Shin-Etsu Group at a Glance

## ORGANIC AND INORGANIC CHEMICALS



Segment Sales

### Main Products

- Polyvinyl chloride (PVC)
- Silicones
- Methanol
- Caustic soda
- Cellulose derivatives
- Synthetic pheromones
- Silicon metal

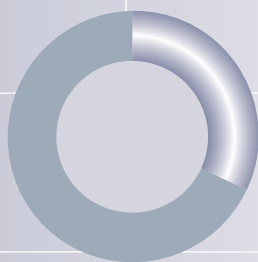
### Results for Fiscal 2005

The polyvinyl chloride (PVC) business performed well in Southeast Asia, China, the U.S. and Europe, while earnings in the domestic PVC business improved significantly. Both sales and operating income increased in the silicones business due to strong domestic sales and sales to China and the U.S. Domestic sales of cellulose derivatives maintained steady growth.



**No. 1 market share worldwide for polyvinyl chloride (PVC)**

## ELECTRONICS MATERIALS



Segment Sales

### Main Products

- Semiconductor silicon
- Rare earth magnets for the electronics industry
- Epoxy molding compounds
- Photoresists
- Pellicles

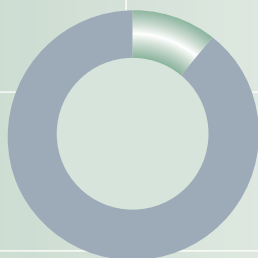
### Results for Fiscal 2005

The semiconductor silicon business remained favorable despite a slight adjustment phase in the latter part of the fiscal year. Demand for 300mm wafers was strong throughout the year. Sales of rare earth magnets for the electronics industry improved. Sales of organic materials for the electronics industry and photoresist products for use in semiconductor device applications also grew steadily.



**No. 1 market share worldwide for semiconductor silicon**

## FUNCTIONAL MATERIALS AND OTHERS



Segment Sales

### Main Products

- Synthetic quartz products
- Rare earth magnets for general applications
- Rare earths
- Liquid fluoroelastomers
- Flexible copper-clad laminates

### Results for Fiscal 2005

Among synthetic quartz products, sales of large-size photomask substrates used in the manufacturing of LCDs increased, while strong sales of rare earth magnets for general applications also contributed to results. In other businesses, although the business of planning and constructing various plants and other projects was strong, sales of procured products decreased.



**No. 1 market share worldwide for photomask substrates**