

# Financial Summary

for the six months ended September 30, 2013

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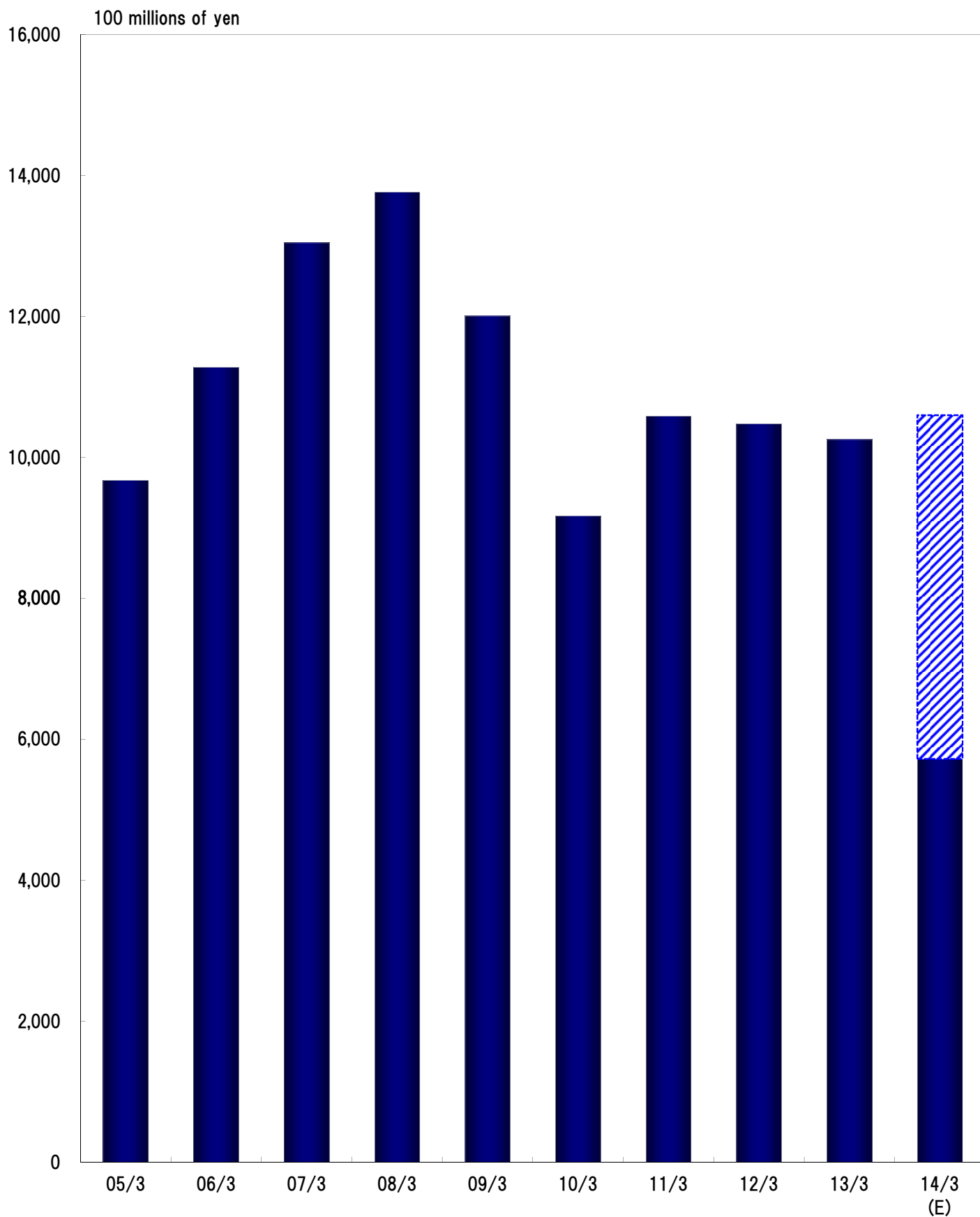


Shin-Etsu Chemical Co., Ltd.

### (Note)

Forward-looking statements such as the forecast of results of operations made in this document involves risks and uncertainties since they are based on management's assumptions and beliefs in light of the information currently available to it. The reader should be aware that actual results may be materially different from any future results expressed herein due to various factors. Material factors affecting the actual results may include overall economic conditions in which the businesses of our company and our group companies are involved, the relevant market trends and fluctuations in foreign exchange rates of the yen, in particular, the exchange rate between the U.S. dollars and the yen; provided, however, that such factors as may affect results of operations are not limited to those enumerated above.

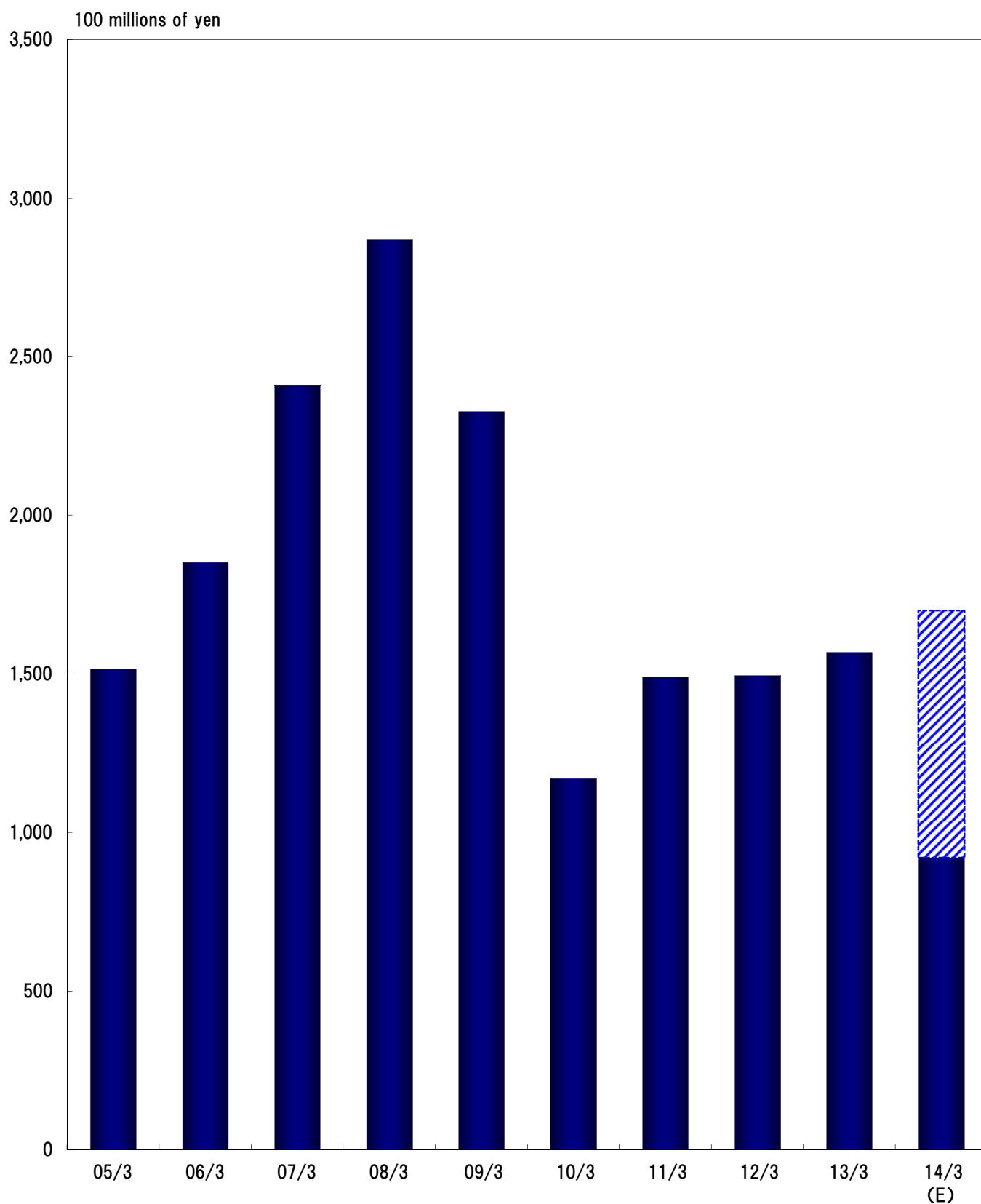
## Net Sales



(100 millions of yen)

	05/3	06/3	07/3	08/3	09/3	10/3	11/3	12/3	13/3	13/9 (First Half)	14/3 (E)
Net Sales	9,675	11,279	13,047	13,764	12,008	9,168	10,583	10,477	10,254	5,722	10,600

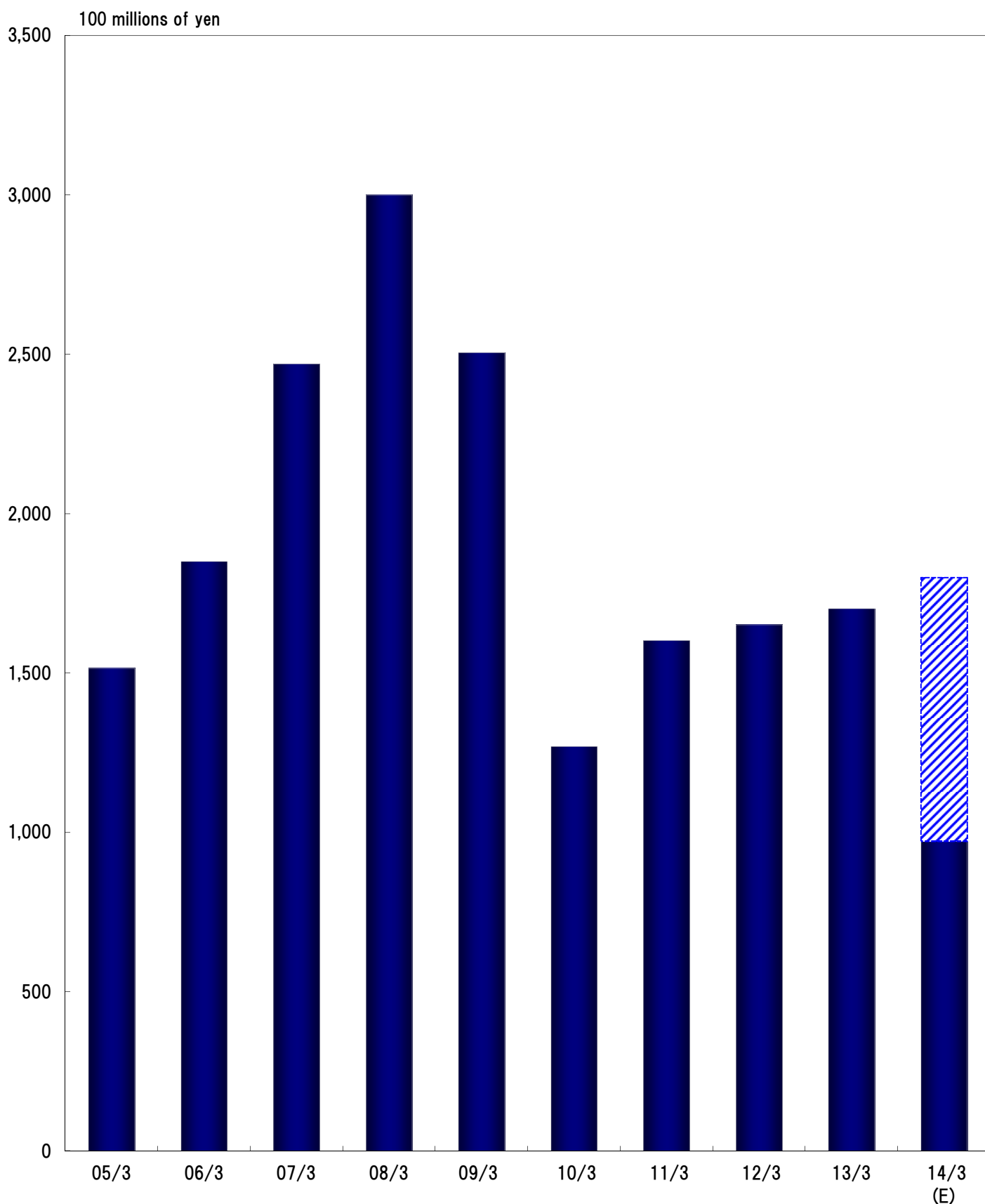
## Operating Income



(100 millions of yen)

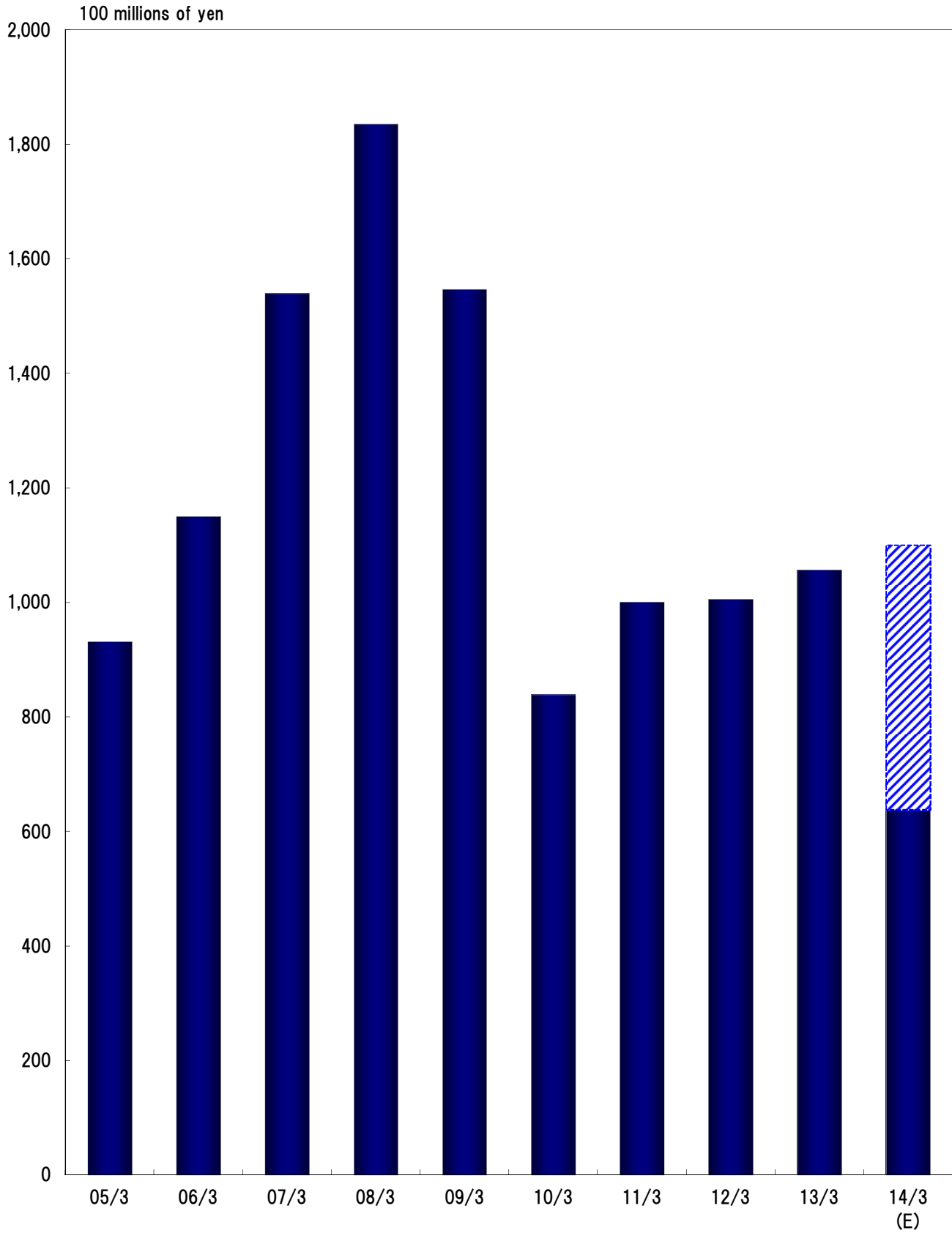
	05/3	06/3	07/3	08/3	09/3	10/3	11/3	12/3	13/3	13/9 (First Half)	14/3 (E)
Operating Income	1,517	1,853	2,410	2,871	2,329	1,172	1,492	1,496	1,570	922	1,700

## Ordinary Income



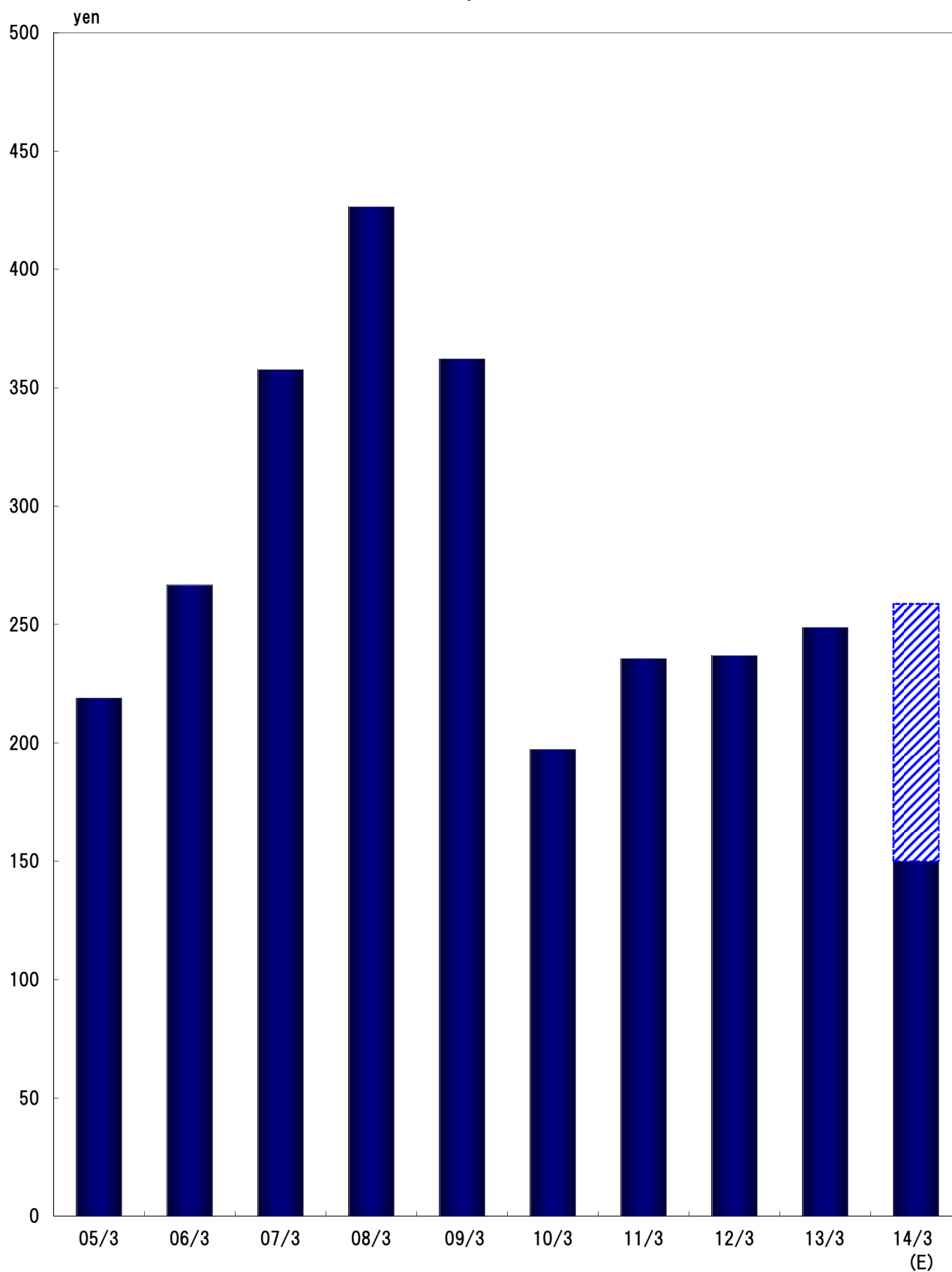
	05/3	06/3	07/3	08/3	09/3	10/3	11/3	12/3	13/3	13/9 (First Half)	14/3 (E)
Ordinary Income	1,515	1,850	2,470	3,000	2,505	1,270	1,603	1,652	1,702	973	1,800

### Net Income



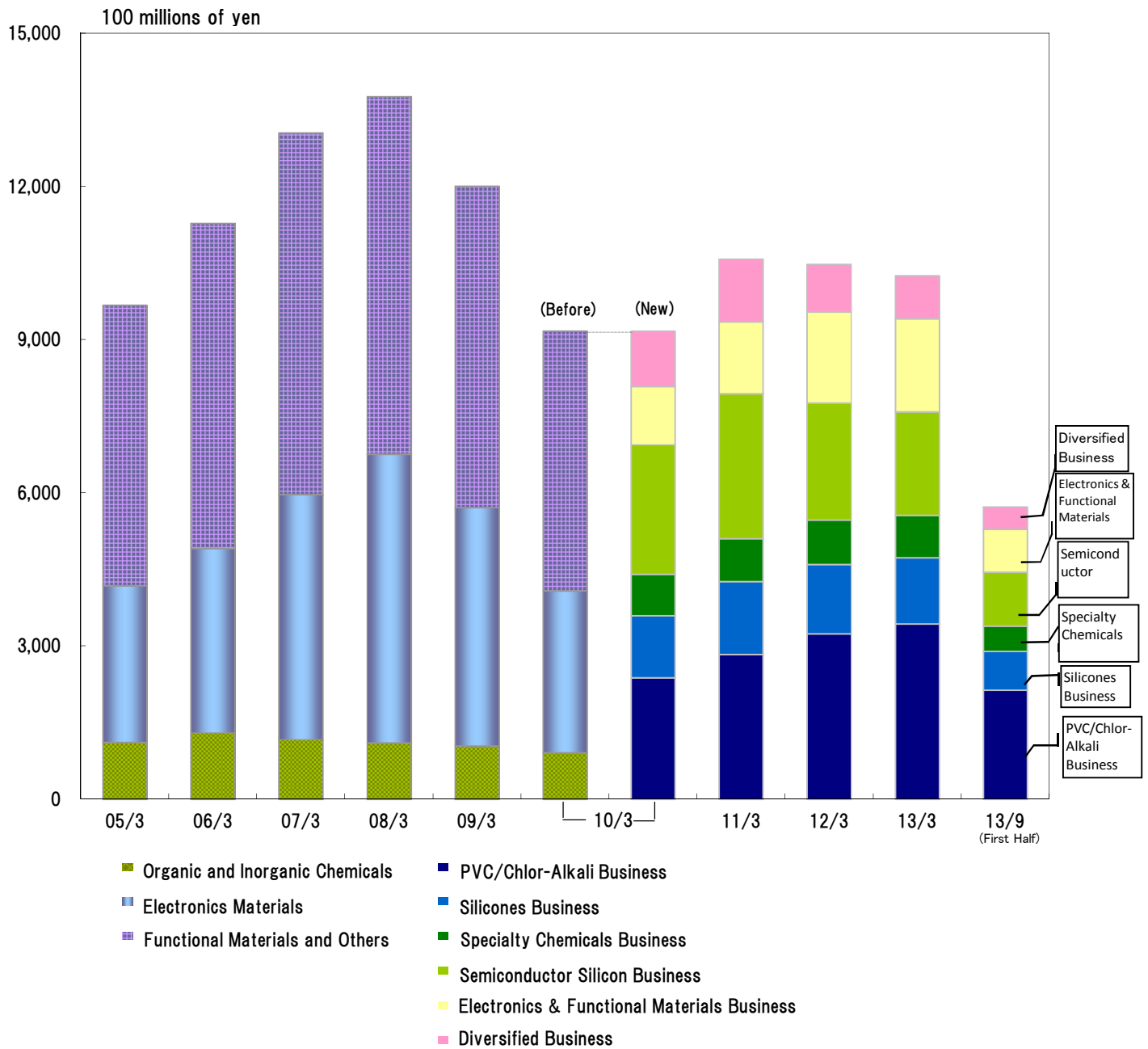
	(100 millions of yen)										
	05/3	06/3	07/3	08/3	09/3	10/3	11/3	12/3	13/3	13/9 (First Half)	14/3 (E)
Net Income	932	1,150	1,540	1,836	1,547	839	1,001	1,006	1,057	638	1,100

### Net Income per Share



	05/3	06/3	07/3	08/3	09/3	10/3	11/3	12/3	13/3	13/9 (First Half)	14/3 (E)
Net Income per Share	219.10	266.63	357.78	426.63	362.39	197.53	235.80	237.03	248.94	150.12	258.78

## Net Sales by Segment



	05/3	06/3	07/3	08/3	09/3	10/3
Organic and Inorganic Chemicals	5,490	6,365	7,084	7,010	6,292	5,090
Electronics Materials	3,069	3,614	4,794	5,647	4,675	3,171
Functional Materials and Others	1,116	1,300	1,169	1,107	1,041	907

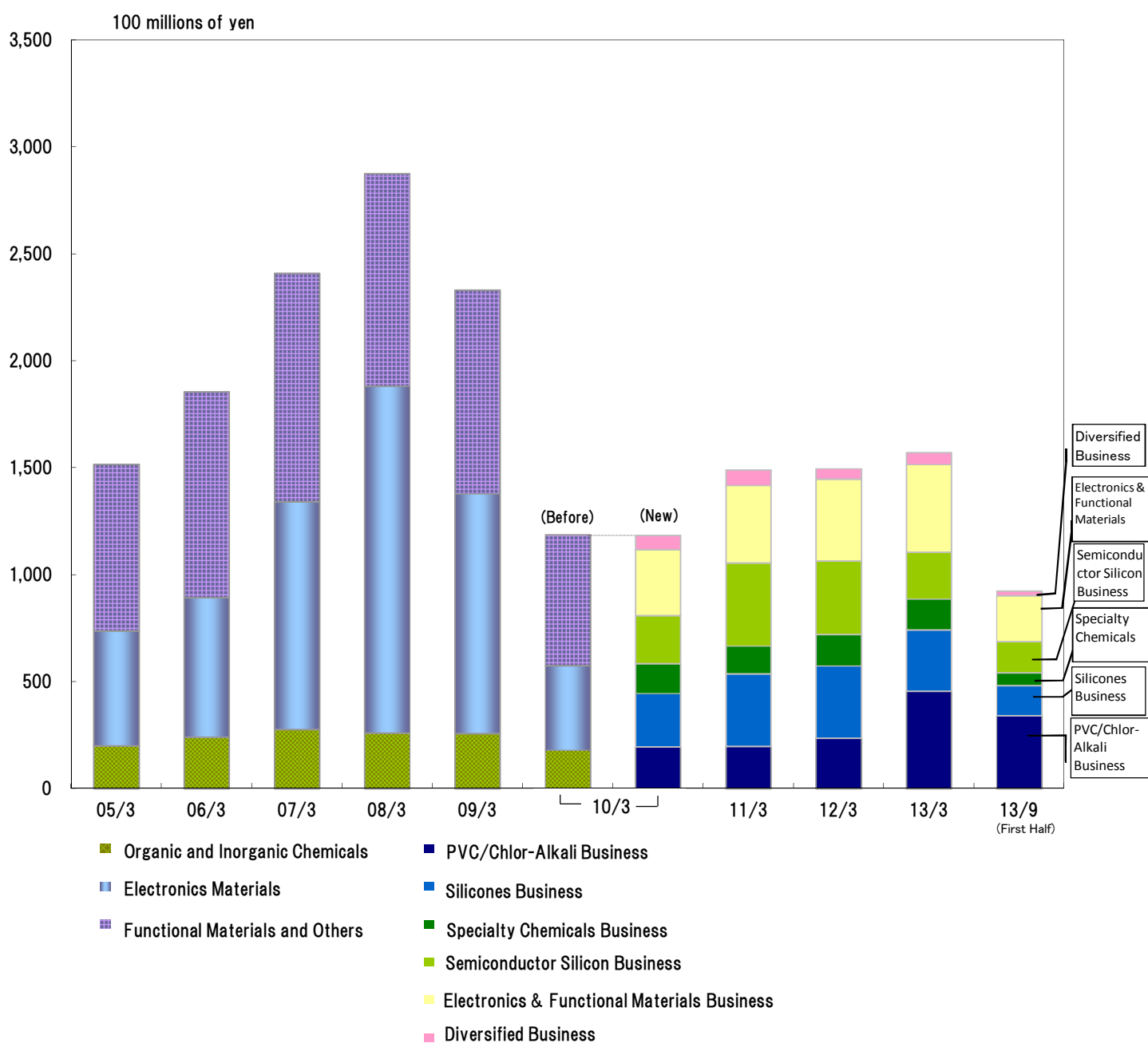
(100 millions of yen)

	10/3	11/3	12/3	13/3	13/9 (First Half)
PVC/Chlor-Alkali Business	2,377	2,835	3,240	3,437	2,137
Silicones Business	1,223	1,431	1,355	1,290	756
Specialty Chemicals Business	805	835	871	835	498
Semiconductor Silicon Business	2,540	2,838	2,296	2,025	1,057
Electronics & Functional Materials Business	1,138	1,414	1,778	1,828	839
Diversified Business	1,085	1,230	937	839	435

※1 From 2011 onward the business segments are in the new structure due to applying to the changes of Japanese Accounting standard.

※2 The result for FY2010 is shown in both previous structure and new structure.

## Operating Income by Segment



	05/3	06/3	07/3	08/3	09/3	10/3
Organic and Inorganic Chemicals	779	962	1,067	995	952	611
Electronics Materials	537	653	1,066	1,621	1,122	395
Functional Materials and Others	201	240	276	260	257	180

(100 millions of yen)

	10/3	11/3	12/3	13/3	13/9 (First Half)
PVC/Chlor-Alkali Business	196	197	237	456	341
Silicones Business	249	341	337	286	142
Specialty Chemicals Business	139	129	147	145	59
Semiconductor Silicon Business	226	389	343	219	145
Electronics & Functional Materials Business	307	361	382	409	215
Diversified Business	68	73	50	56	21

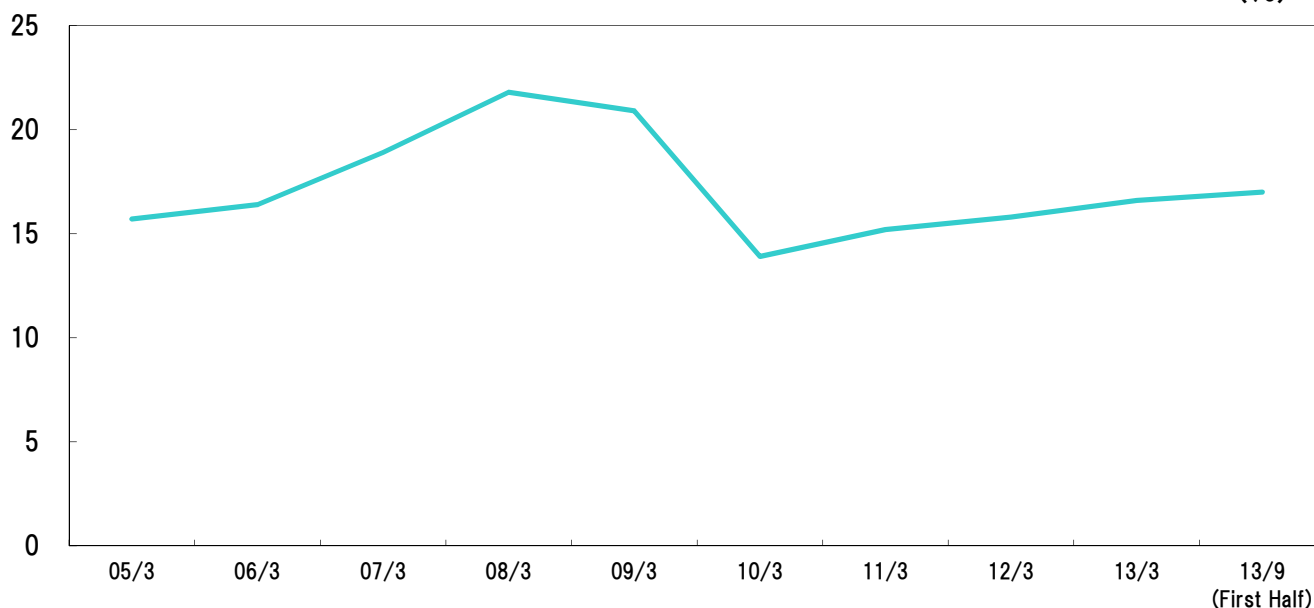
※1 From 2011 onward the business segments are in the new structure due to applying to the changes of Japanese Accounting standard.

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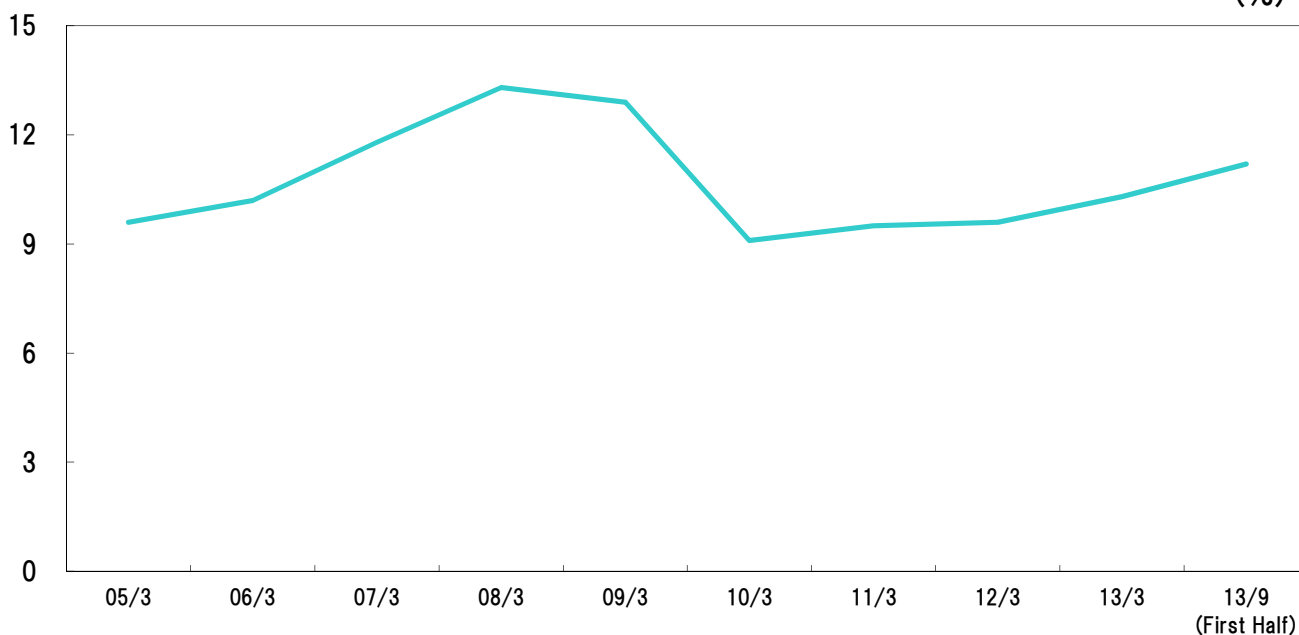
Ordinary Income to Net Sales Ratio

(%)



Net Income to Net Sales Ratio

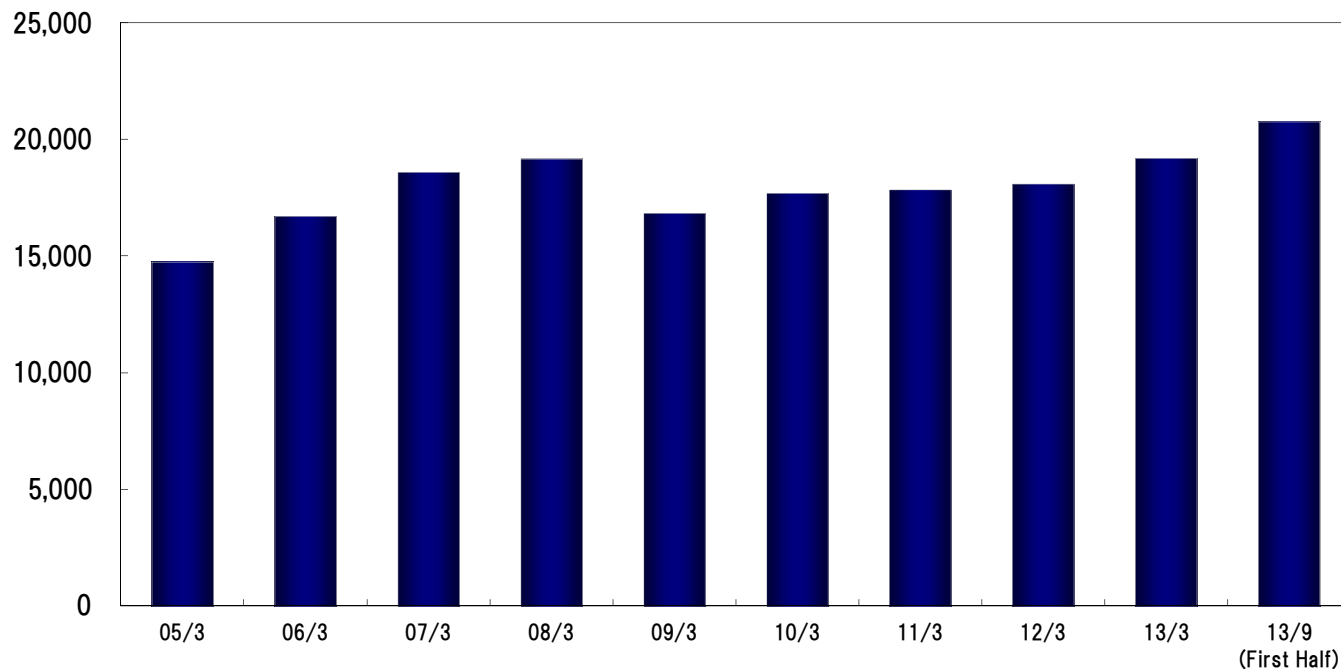
(%)



	05/3	06/3	07/3	08/3	09/3	10/3	11/3	12/3	13/3	13/9 (First Half)
Ordinary Income to Net Sales Ratio	15.7	16.4	18.9	21.8	20.9	13.9	15.2	15.8	16.6	17.0
Net Income to Net Sales Ratio	9.6	10.2	11.8	13.3	12.9	9.1	9.5	9.6	10.3	11.2

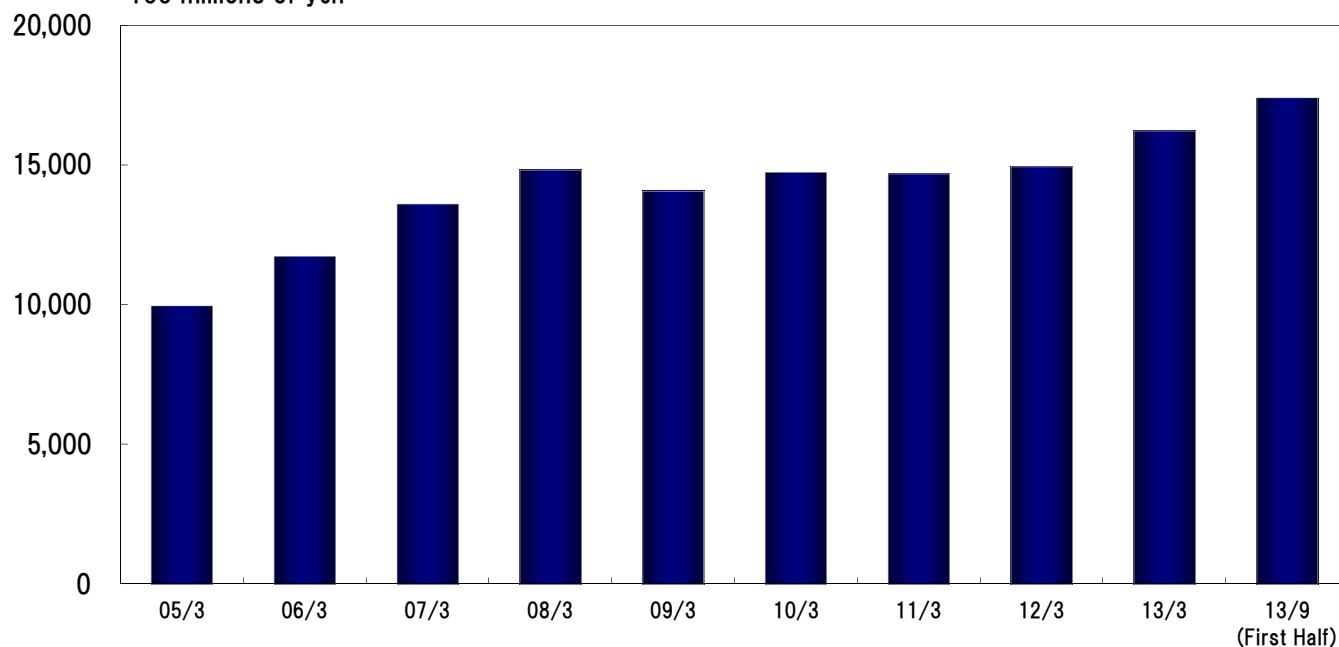
### Total Assets

100 millions of yen



### Net Assets

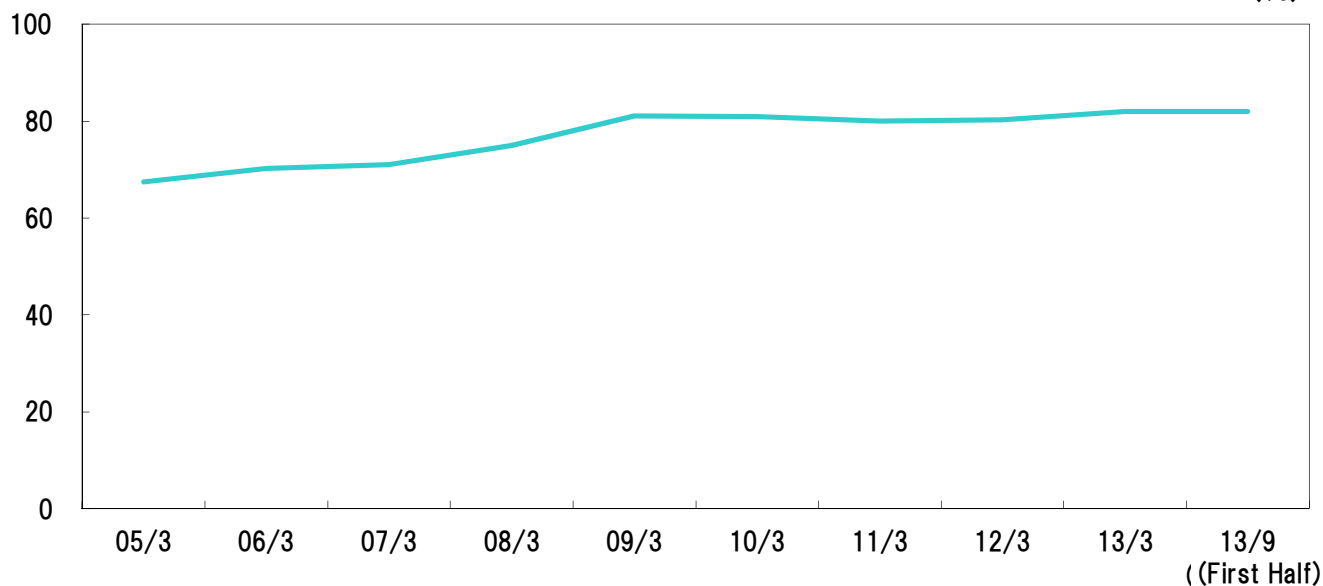
100 millions of yen



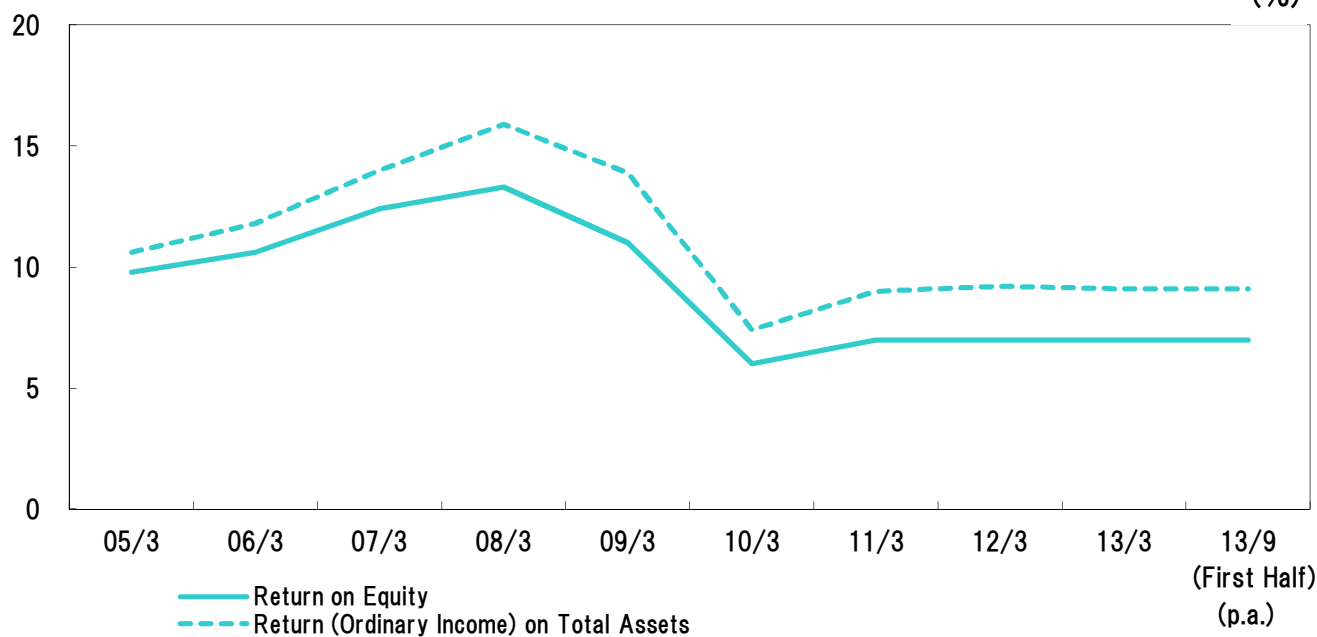
(100 millions of yen)

	05/3	06/3	07/3	08/3	09/3	10/3	11/3	12/3	13/3	13/9 (First Half)
Total Assets	14,762	16,713	18,600	19,185	16,849	17,691	17,842	18,098	19,209	20,773
Net Assets	9,963	11,737	13,603	14,837	14,074	14,742	14,694	14,946	16,232	17,411

Equity Ratio

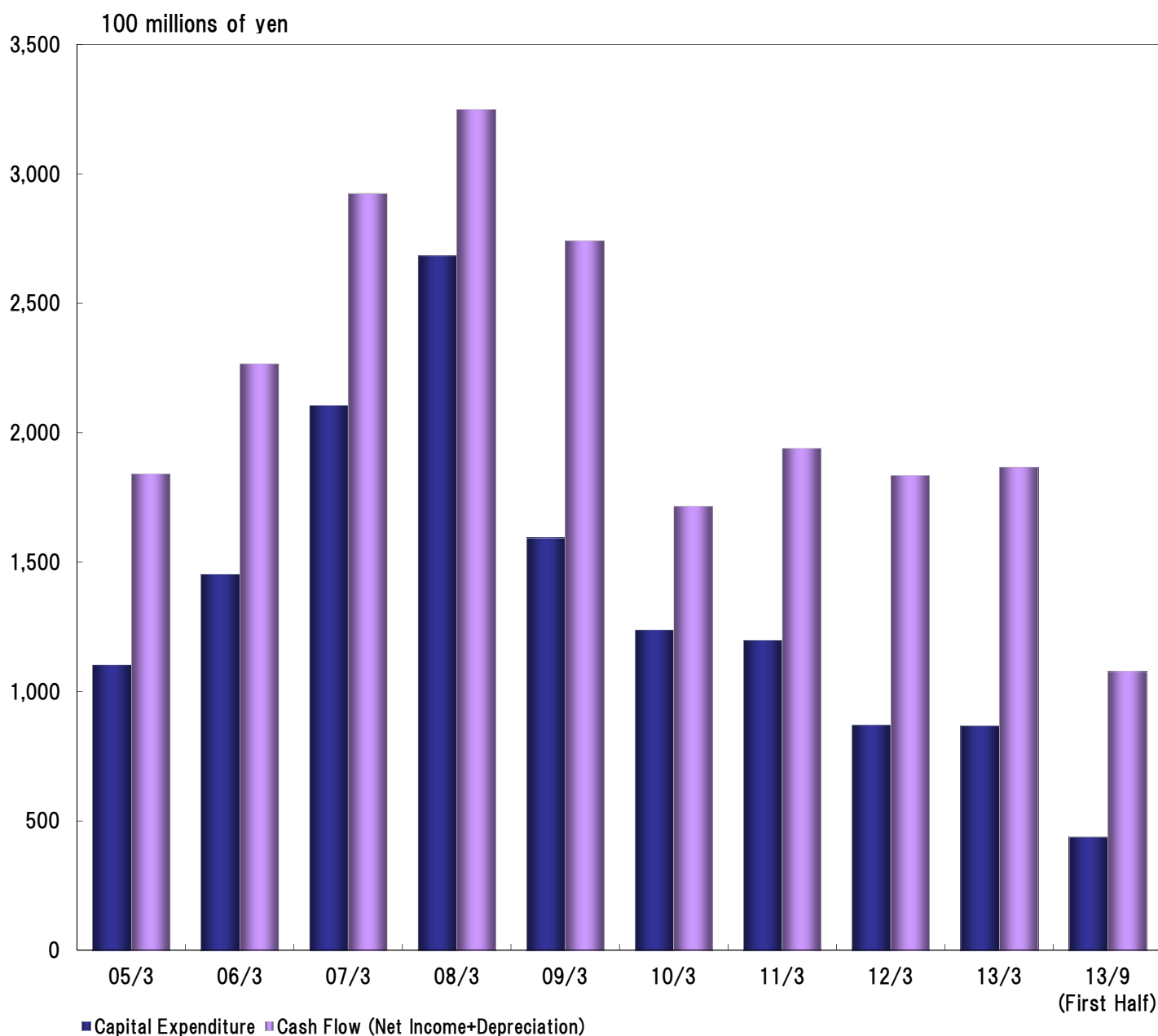


Return on Equity, Return (Ordinary Income) on Total Assets



	05/3	06/3	07/3	08/3	09/3	10/3	11/3	12/3	13/3	13/9 (First Half)
Equity Ratio	67.5	70.2	71.0	75.0	81.1	80.9	80.0	80.3	82.0	81.5
Return on Equity	9.8	10.6	12.4	13.3	11.0	6.0	7.0	7.0	7.0	7.8 (p.a.)
Return (Ordinary Income) on Total Assets	10.6	11.8	14.0	15.9	13.9	7.4	9.0	9.2	9.1	9.7 (p.a.)

## Capital Expenditure and Cash Flow



(100 millions of yen)

	05/3	06/3	07/3	08/3	09/3	10/3	11/3	12/3	13/3	13/9 (First Half)
Capital Expenditure	1,103	1,453	2,106	2,685	1,594	1,238	1,199	872	868	439
Depreciation	909	1,116	1,385	1,413	1,195	877	937	829	810	440
Cash Flow (Net Income+Depreciation)	1,840	2,267	2,925	3,249	2,742	1,716	1,939	1,835	1,867	1,078