

Ten-Year Summary

SHIN-ETSU CHEMICAL CO., LTD. AND SUBSIDIARIES
For the fiscal years ended March 31, 2009 through 2018

For more detailed information, please see the Financial & IR Information on the Group's Web site

WEB https://www.shinetsu.co.jp/en/ir/ir_data.html

	2009	2010	2011	2012
For the year:				
Net sales	¥1,200,813	¥ 916,837	¥1,058,257	¥1,047,731
Cost of sales	853,433	700,902	803,574	798,592
Selling, general and administrative expenses	114,453	98,718	105,460	99,505
Operating income	232,927	117,215	149,221	149,632
Ordinary income	250,533	127,019	160,338	165,237
Net income attributable to owners of parent	154,731	83,852	100,119	100,643
Capital expenditures	159,406	123,793	119,884	87,165
R&D costs	37,469	33,574	37,321	35,725
Depreciation and amortization	119,457	87,722	93,732	82,868
At year-end:				
Total assets	¥1,684,944	¥1,769,139	¥1,784,166	¥1,809,841
Working capital (Current assets - Current liabilities)	606,632	612,447	638,493	694,803
Common stock	119,419	119,419	119,419	119,419
Net assets	1,407,353	1,474,212	1,469,429	1,494,573
Interest-bearing debt	23,827	20,052	14,574	15,732
Per share (Yen and U.S. dollars):				
Net income per share	¥ 362.39	¥ 197.53	¥ 235.80	¥ 237.03
Diluted net income per share ²	362.35	197.50	235.80	—
Cash dividends	100.00	100.00	100.00	100.00
Payout ratio (%)	27.6	50.6	42.4	42.2
Net assets	3,218.28	3,370.56	3,360.39	3,422.93
General:				
Operating income to net sales ratio (%)	19.4	12.8	14.1	14.3
Net income attributable to owners of parent to net sales ratio (%)	12.9	9.1	9.5	9.6
ROE (%)	11.0	6.0	7.0	7.0
ROA (%)	13.9	7.4	9.0	9.2
Equity ratio (%)	81.1	80.9	80.0	80.3
Number of employees	19,170	16,955	16,302	16,167
Number of shares issued (Thousands)	432,106	432,106	432,106	432,106

Notes: 1. The U.S. dollar amounts represent conversion of yen, for convenience only, at the rate of ¥106 = US\$1, the approximate rate of exchange on March 31, 2018.
2. Diluted net income per share for the fiscal year ended March 31, 2012 is not presented as there were no securities with dilutive effect.

					Millions of yen	Millions of U.S. dollars [Note 1]	
2013	2014	2015	2016	2017	2018	2018	
¥1,025,409	¥1,165,819	¥1,255,543	¥1,279,807	¥1,237,405	¥1,441,432	\$	13,598
769,427	873,879	940,399	930,019	868,404	963,008		9,084
98,938	118,130	129,814	141,262	130,383	141,601		1,335
157,043	173,809	185,329	208,525	238,617	336,822		3,177
170,207	180,605	198,025	220,005	242,133	340,308		3,210
105,714	113,617	128,606	148,840	175,912	266,235		2,511
86,841	83,155	109,903	134,753	145,647	176,283		1,663
37,671	43,546	47,165	53,165	49,020	51,768		488
80,961	91,445	96,918	100,466	93,087	112,016		1,056
¥1,920,903	¥2,198,912	¥2,452,306	¥2,510,085	¥2,655,636	¥2,908,328	\$	27,437
832,878	981,667	1,100,999	1,170,679	1,232,607	1,356,638		12,798
119,419	119,419	119,419	119,419	119,419	119,419		1,126
1,623,176	1,822,135	2,012,711	2,080,465	2,190,082	2,413,025		22,764
13,929	15,638	14,328	13,470	14,642	15,814		149
¥ 248.94	¥ 267.20	¥ 302.05	¥ 349.46	¥ 412.86	¥ 624.28	\$	5.889
248.92	267.07	301.98	349.42	412.83	624.10		5.888
100.00	100.00	100.00	110.00	120.00	140.00		1.321
40.2	37.4	33.1	31.5	29.1	22.4		22.4
3,709.19	4,165.28	4,602.80	4,761.48	5,002.16	5,511.98		52.000
15.3	14.9	14.8	16.3	19.3	23.4		23.4
10.3	9.7	10.2	11.6	14.2	18.5		18.5
7.0	6.8	6.9	7.5	8.5	11.9		11.9
9.1	8.8	8.5	8.9	9.4	12.2		12.2
82.0	80.6	79.9	80.8	80.3	80.8		80.8
17,712	17,892	18,276	18,407	19,206	20,155		20,155
432,106	432,106	432,106	432,106	432,106	432,106		432,106

Consolidated Balance Sheet

SHIN-ETSU CHEMICAL CO., LTD. AND SUBSIDIARIES
As of March 31, 2017 and 2018

		Millions of yen	Millions of U.S. dollars
	2017	2018	2018
ASSETS			
Current Assets:			
Cash and time deposits	¥ 752,675	¥ 854,506	\$ 8,061
Notes and accounts receivable-trade	287,853	332,880	3,140
Securities	186,591	197,339	1,861
Merchandise and finished goods	126,026	135,033	1,273
Work in process	12,234	13,235	124
Raw materials and supplies	128,896	133,808	1,262
Deferred taxes, current	35,937	36,475	344
Other	33,941	48,313	455
Less: Allowance for doubtful accounts	(14,549)	(12,201)	(115)
Total current assets	1,549,607	1,739,392	16,409
Fixed Assets:			
Property, Plant and Equipment:			
Buildings and structures, net	174,923	176,323	1,663
Machinery and equipment, net	437,775	454,846	4,291
Land	86,953	88,746	837
Construction in progress	139,180	170,810	1,611
Other, net	7,737	9,001	84
Total property, plant and equipment	846,570	899,728	8,488
Intangible Assets	10,229	9,405	88
Investments and Other Assets:			
Investments in securities	135,311	145,455	1,372
Net defined benefit asset	1,928	2,440	23
Deferred taxes, non-current	22,562	21,584	203
Other	91,265	92,518	872
Less: Allowance for doubtful accounts	(1,840)	(2,197)	(20)
Total investments and other assets	249,228	259,801	2,450
Total fixed assets	1,106,028	1,168,935	11,027
Total Assets	¥ 2,655,636	¥ 2,908,328	\$ 27,437

	Millions of yen		Millions of U.S. dollars
	2017	2018	2018
LIABILITIES			
Current Liabilities:			
Notes and accounts payable—trade	¥ 123,823	¥ 136,834	\$ 1,290
Short-term borrowings	12,788	7,094	66
Accounts payable—other	54,671	65,750	620
Accrued expenses	61,611	68,805	649
Accrued income taxes	32,711	58,972	556
Accrued bonuses for employees	2,898	3,147	29
Accrued bonuses for directors	612	674	6
Other	27,881	41,474	391
Total current liabilities	317,000	382,753	3,610
Long-Term Liabilities:			
Long-term debt	1,578	8,430	79
Deferred taxes, non-current	98,228	62,335	588
Net defined benefit liability	35,809	32,282	304
Other	12,936	9,499	89
Total long-term liabilities	148,553	112,549	1,061
Total Liabilities	465,553	495,302	4,672
NET ASSETS			
Stockholders' Equity:			
Common stock	119,419	119,419	1,126
Additional paid-in capital	129,626	129,937	1,225
Retained earnings	1,857,857	2,070,779	19,535
Less: Treasury stock, at cost	(31,213)	(30,207)	(284)
Total stockholders' equity	2,075,690	2,289,929	21,603
Accumulated Other Comprehensive Income:			
Unrealized gains (losses) on available-for-sale securities	22,887	26,446	249
Deferred gains (losses) on hedges	862	1,671	15
Foreign currency translation adjustments	35,154	34,611	326
Remeasurements of defined benefit plans	(1,761)	(1,416)	(13)
Total accumulated other comprehensive income	57,142	61,313	578
Share Subscription Rights	152	524	4
Non-Controlling Interests in Consolidated Subsidiaries	57,096	61,258	577
Total net assets	2,190,082	2,413,025	22,764
Total Liabilities and Net Assets	¥2,655,636	¥ 2,908,328	\$ 27,437

Consolidated Statement of Income

SHIN-ETSU CHEMICAL CO., LTD. AND SUBSIDIARIES
For the fiscal years ended March 31, 2017 and 2018

	Millions of yen		Millions of U.S. dollars
	2017	2018	2018
Net Sales	¥1,237,405	¥1,441,432	\$ 13,598
Cost of Sales	868,404	963,008	9,084
Gross profit	369,001	478,424	4,513
Selling, General and Administrative Expenses	130,383	141,601	1,335
Operating income	238,617	336,822	3,177
Other Income (Expenses):			
Interest income	4,714	6,122	57
Dividend income	2,602	4,817	45
Equity in earnings (losses) of affiliates	2,788	3,762	35
Interest expenses	(529)	(621)	(5)
Loss on disposal of property, plant and equipment	(974)	(3,239)	(30)
Foreign exchange gain (loss)	(3,697)	(6,140)	(57)
Other, net	(1,388)	(1,215)	(11)
Ordinary income	242,133	340,308	3,210
Income before income taxes and non-controlling interests	242,133	340,308	3,210
Income Taxes:			
Current	67,187	103,240	973
Deferred	(3,363)	(32,990)	(311)
	63,823	70,249	662
Net income	178,309	270,058	2,547
Net income Attributable to Non-Controlling Interests	(2,397)	(3,822)	(36)
Net income Attributable to Owners of Parent	¥ 175,912	¥ 266,235	\$ 2,511

	Yen		U.S. dollars
Earnings per Share:			
Net income attributable to owners of parent—basic	¥ 412.86	¥ 624.28	\$ 5.889
Net income attributable to owners of parent—fully diluted	412.83	624.10	5.888
Cash dividends	120.00	140.00	1.321
Weighted-Average Number of Shares Outstanding (Thousands)	426,086	426,470	426,470

Consolidated Statement of Comprehensive Income

SHIN-ETSU CHEMICAL CO., LTD. AND SUBSIDIARIES
For the fiscal years ended March 31, 2017 and 2018

	Millions of yen		Millions of U.S. dollars
	2017	2018	2018
Net income	¥ 178,309	¥ 270,058	\$ 2,547
Other Comprehensive Income:			
Unrealized gains (losses) on available-for-sale securities	9,149	3,549	33
Deferred gains (losses) on hedges	(753)	806	7
Foreign currency translation adjustments	(34,265)	14	0
Remeasurements of defined benefit plans	(280)	337	3
Share of other comprehensive income (loss) of affiliates accounted for using the equity method	(205)	370	3
Total other comprehensive income (loss)	(26,356)	5,078	47
Comprehensive Income	¥ 151,953	¥ 275,137	\$ 2,595
(Breakdown)			
Comprehensive income attributable to owners of parent	¥ 150,576	¥ 270,406	\$ 2,551
Comprehensive income attributable to non-controlling interests	1,376	4,730	44

Consolidated Statement of Changes in Net Assets

SHIN-ETSU CHEMICAL CO., LTD. AND SUBSIDIARIES

	Thousands				Millions of yen	
	Stockholders' Equity					Total
	Number of shares of common stock	Common stock	Additional paid-in capital	Retained earnings	Treasury stock, at cost	
Balance at April 1, 2016	432,106	¥119,419	¥128,759	¥1,731,042	¥(33,407)	¥1,945,813
Cash dividends				(48,987)		(48,987)
Net income attributable to owners of parent				175,912		175,912
Purchase of treasury stock					(19)	(19)
Disposal of treasury stock			878		2,213	3,092
Others			(11)	(109)		(121)
Net changes of items other than stockholders' equity						
Balance at March 31, 2017	432,106	¥119,419	¥129,626	¥1,857,857	¥(31,213)	¥2,075,690

	Millions of yen							
	Accumulated Other Comprehensive Income						Total net assets	
	Unrealized gains (losses) on available-for-sale securities	Deferred gains (losses) on hedges	Foreign currency translation adjustments	Remeasurements of defined benefit plans	Total	Share subscription rights		Non-controlling interests in consolidated subsidiaries
Balance at April 1, 2016	¥13,780	¥1,611	¥68,566	¥(1,480)	¥82,478	¥237	¥51,936	¥2,080,465
Cash dividends								(48,987)
Net income attributable to owners of parent								175,912
Purchase of treasury stock								(19)
Disposal of treasury stock								3,092
Others								(121)
Net changes of items other than stockholders' equity	9,106	(749)	(33,412)	(280)	(25,335)	(84)	5,160	(20,259)
Balance at March 31, 2017	¥22,887	¥862	¥35,154	¥(1,761)	¥57,142	¥152	¥57,096	¥2,190,082

	Thousands				Millions of yen	
	Stockholders' Equity					Total
	Number of shares of common stock	Common stock	Additional paid-in capital	Retained earnings	Treasury stock, at cost	
Balance at April 1, 2017	432,106	¥119,419	¥129,626	¥1,857,857	¥(31,213)	¥2,075,690
Cash dividends				(53,301)		(53,301)
Net income attributable to owners of parent				266,235		266,235
Purchase of treasury stock					(30)	(30)
Disposal of treasury stock			410		1,036	1,447
Others			(99)	(12)		(112)
Net changes of items other than stockholders' equity						
Balance at March 31, 2018	432,106	¥119,419	¥129,937	¥2,070,779	¥(30,207)	¥2,289,929

	Millions of yen							
	Accumulated Other Comprehensive Income						Total net assets	
	Unrealized gains (losses) on available-for-sale securities	Deferred gains (losses) on hedges	Foreign currency translation adjustments	Remeasurements of defined benefit plans	Total	Share subscription rights		Non-controlling interests in consolidated subsidiaries
Balance at April 1, 2017	¥22,887	¥862	¥35,154	¥(1,761)	¥57,142	¥152	¥57,096	¥2,190,082
Cash dividends								(53,301)
Net income attributable to owners of parent								266,235
Purchase of treasury stock								(30)
Disposal of treasury stock								1,447
Others								(112)
Net changes of items other than stockholders' equity	3,559	809	(543)	344	4,171	371	4,161	8,703
Balance at March 31, 2018	¥26,446	¥1,671	¥34,611	¥(1,416)	¥61,313	¥524	¥61,258	¥2,413,025

Consolidated Statement of Changes in Net Assets

SHIN-ETSU CHEMICAL CO., LTD. AND SUBSIDIARIES

	Thousands		Millions of U.S. dollars			
	Stockholders' Equity					Total
	Number of shares of common stock	Common stock	Additional paid-in capital	Retained earnings	Treasury stock, at cost	
Balance at April 1, 2017	432,106	\$1,126	\$1,222	\$17,526	\$(294)	\$19,581
Cash dividends				(502)		(502)
Net income attributable to owners of parent				2,511		2,511
Purchase of treasury stock					(0)	(0)
Disposal of treasury stock			3		9	13
Others			(0)	(0)		(1)
Net changes of items other than stockholders' equity						
Balance at March 31, 2018	432,106	\$1,126	\$1,225	\$19,535	\$(284)	\$21,603

	Millions of U.S. dollars							
	Accumulated Other Comprehensive Income							Total net assets
	Unrealized gains (losses) on available-for-sale securities	Deferred gains (losses) on hedges	Foreign currency translation adjustments	Remeasurements of defined benefit plans	Total	Share subscription rights	Non-controlling interests in consolidated subsidiaries	
Balance at April 1, 2017	\$215	\$8	\$331	\$(16)	\$539	\$1	\$538	\$20,661
Cash dividends								(502)
Net income attributable to owners of parent								2,511
Purchase of treasury stock								(0)
Disposal of treasury stock								13
Others								(1)
Net changes of items other than stockholders' equity	33	7	(5)	3	39	3	39	82
Balance at March 31, 2018	\$249	\$15	\$326	\$(13)	\$578	\$4	\$577	\$22,764

Consolidated Statement of Cash Flows

SHIN-ETSU CHEMICAL CO., LTD. AND SUBSIDIARIES
For the fiscal years ended March 31, 2017 and 2018

		Millions of yen	Millions of U.S. dollars
	2017	2018	2018
Cash Flows from Operating Activities:			
Income before income taxes and non-controlling interests	¥ 242,133	¥ 340,308	\$ 3,210
Adjustments to reconcile income before income taxes to net cash provided by operating activities:			
Depreciation and amortization	93,087	112,016	1,056
Loss on impairment of fixed assets	2,028	1,460	13
Increase (decrease) in net defined benefit liability	1,384	(4,469)	(42)
(Gain) loss on sales of investments in securities	(0)	(17)	(0)
Increase (decrease) in allowance for doubtful accounts	(165)	(2,019)	(19)
Interest and dividend income	(7,317)	(10,939)	(103)
Interest expenses	529	621	5
Exchange (gain) loss	2,370	6,148	58
Equity in (earnings) losses of affiliates	(2,788)	(3,762)	(35)
Changes in assets and liabilities:			
(Increase) decrease in notes and accounts receivable	(23,501)	(42,287)	(398)
(Increase) decrease in inventories	10,621	(13,595)	(128)
(Increase) decrease in long-term advance payment	3,180	3,196	30
Increase (decrease) in notes and accounts payable	9,606	12,017	113
Other, net	15,351	(2,256)	(21)
Subtotal	346,522	396,420	3,739
Proceeds from interest and dividends	7,774	11,746	110
Payments of interest	(528)	(599)	(5)
Payments of income taxes	(62,895)	(74,791)	(705)
Net cash provided by operating activities	290,872	332,776	3,139
Cash Flows from Investing Activities:			
(Increase) decrease in time deposits	30,289	(22,649)	(213)
Purchases of securities	(74,001)	(95,000)	(896)
Proceeds from redemption of securities	186,381	50,560	476
Purchases of property, plant and equipment	(134,897)	(162,311)	(1,531)
Proceeds from sales of property, plant and equipment	235	2,390	22
Purchases of intangible fixed assets	(1,377)	(1,407)	(13)
Purchases of investments in securities	(1,613)	(7,516)	(70)
Proceeds from sales of investments in securities	53	26	0
Proceeds from redemption of investments in securities	0	5,000	47
Payments of loans	(481)	(809)	(7)
Proceeds from collection of loans	3,494	1,301	12
Other, net	(6,802)	(7,188)	(67)
Net cash provided by (used for) investing activities	1,281	(237,602)	(2,241)
Cash Flows from Financing Activities:			
Net increase (decrease) in short-term borrowings	520	(114)	(1)
Proceeds from long-term debt	25	2,012	18
Repayments of long-term debt	(212)	(792)	(7)
Purchases of treasury stock	(19)	(30)	(0)
Proceeds from sales of treasury stock	2,979	1,394	13
Cash dividends paid	(48,987)	(53,301)	(502)
Cash dividends paid to non-controlling interests	(615)	(750)	(7)
Other, net	9,110	1,575	14
Net cash used for financing activities	(37,199)	(50,006)	(471)
Effect of Exchange Rate Changes on Cash and Cash Equivalents	(13,584)	1,952	18
Net Increase (Decrease) in Cash and Cash Equivalents	241,369	47,119	444
Cash and Cash Equivalents at Beginning of Year	487,604	733,306	6,917
Increase (Decrease) in Cash and Cash Equivalents Resulting from Changes in Scope of Consolidation	4,332	24	0
Cash and Cash Equivalents at End of Year	¥ 733,306	¥ 780,449	\$ 7,362