

Financial Highlights

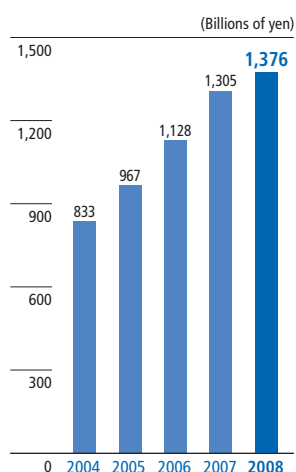
SHIN-ETSU CHEMICAL CO., LTD. AND SUBSIDIARIES
For the years ended March 31, 2008, 2007 and 2006

	Millions of yen			% Change	Thousands of U.S. dollars ¹
	2008	2007	2006	2008/2007	2008
For the year:					
Net sales	¥1,376,365	¥1,304,696	¥1,127,916	5.5%	\$13,763,650
Operating income	287,146	241,029	185,320	19.1	2,871,460
Net income	183,580	154,010	115,045	19.2	1,835,800
Capital expenditures	268,479	210,613	145,330	27.5	2,684,790
Depreciation and amortization	141,270	138,462	111,637	20.3	1,412,700
At year-end:					
Total assets	¥1,918,545	¥1,859,996	¥1,671,281	3.1%	\$19,185,450
Working capital	638,807	628,986	572,206	1.6	6,388,070
Net assets	1,483,669	1,360,315	—	9.1	14,836,690
Interest-bearing debt	34,045	45,142	83,838	(24.6)	340,450
Per share data (yen and U.S. dollars):					
	Yen			% Change	U.S. dollars
Net income – primary	¥ 426.63	¥ 357.78	¥ 266.63	19.2%	\$ 4.27
Net assets	3,344.17	3,065.80	2,730.94	9.1	33.44
Cash dividends	90.00	70.00	35.00	28.6	0.90
Payout ratio	21.1%	19.6%	13.1%		
Return on equity (ROE) ²	13.3%	12.4%	10.6%		
Return on assets (ROA)	15.9%	14.0%	11.8%		
Number of employees	20,241	19,177	18,888		

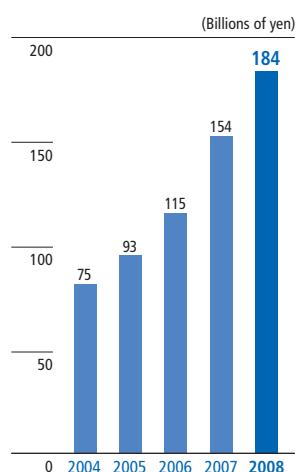
Notes: 1. The U.S. dollar amounts represent conversion of yen, for convenience only, at the rate of ¥100=US\$1, the approximate rate of exchange on March 31, 2008.

2. Stockholders' equity used for calculation of indices for the fiscal years ended March 31, 2007 and 2008 consists of "stockholders' equity" and "valuation and translation adjustments."

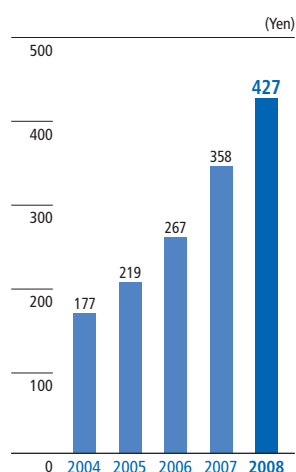
Net Sales



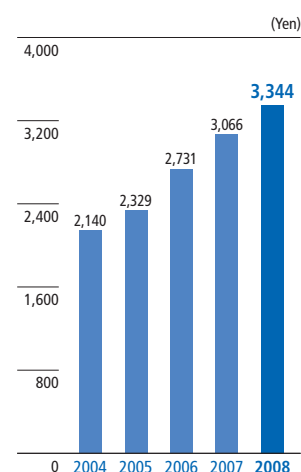
Net Income



Net Income per Share



Net Assets per Share



Note: Graphs are based on fiscal years ended March 31.