

English Translation

Supporting Material for First Quarter Results 2008

May 2008

Showa Shell Sekiyu K. K.



Notes

This document contains forward-looking statements concerning the results of operations and businesses of Showa Shell Sekiyu K.K..

Forward-looking statements are statements of future expectations that are based on management's current expectations and assumptions and involve known and unknown risks and uncertainties that could cause actual results, performance or events to differ materially from those expressed or implied in these statements.

Crude oil price & Exchange rate

| | | 2007 Results | 2007 Results Jan-Mar | 2008 Results Jan-Mar |
|-----------------------|--------------|--------------|-------------------------|-------------------------|
| Dubai crude oil price | (US \$/bbl) | 68.3 | 55.5 | 91.3 |
| Exchange rate | (¥ /US \$) | 117.9 | 119.4 | 105.2 |

Consolidated profit and loss

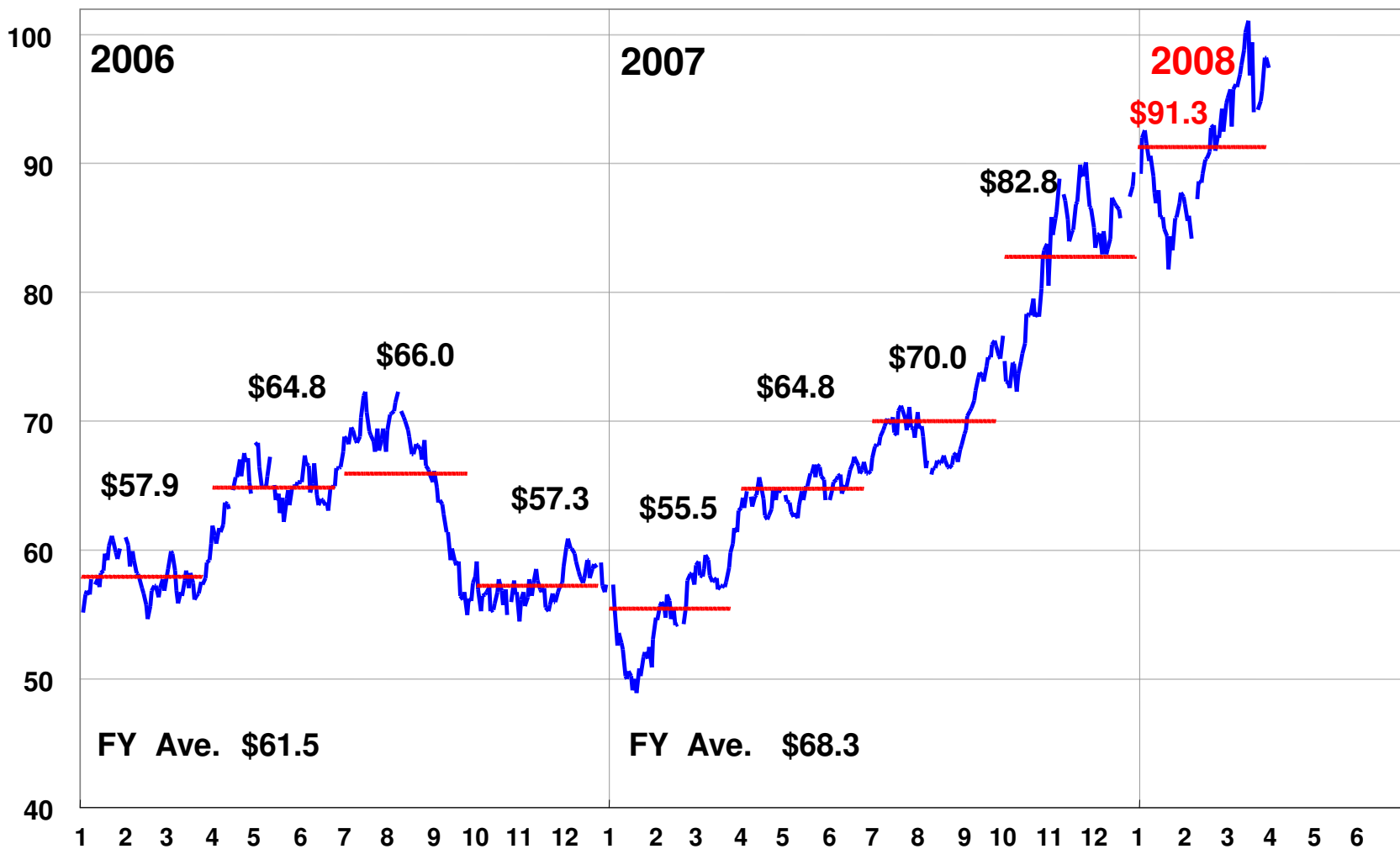
| | | 2007 Results Jan-Mar | 2008 Results Jan-Mar | changes | VS 1Q/2007 (%) |
|-----------------------|-------------|-------------------------|-------------------------|----------|----------------|
| Sales proceeds | million yen | 728,205 | 810,509 | + 82,303 | +11.3% |
| Operating income | million yen | 8,665 | 16,613 | + 7,947 | +91.7% |
| Ordinary income | million yen | 9,113 | 18,231 | + 9,118 | +100.1% |
| Net income | million yen | 5,009 | 10,976 | + 5,967 | +119.1% |
| ※CCS operating income | million yen | 15,888 | 3,468 | - 12,420 | -78.2% |
| ※CCS ordinary income | million yen | 16,336 | 5,086 | - 11,249 | -68.9% |

【Notes】 CCS ordinary income (ordinary income on Current Cost of Supply basis) :
 ordinary income based on the cost excluding inventory valuation effects.

- There was an increase of 11.3% versus the same period a year ago in sales proceeds and 100.1% increase in ordinary income, however CCS ordinary income excluding the inventory valuation effects decreased by 68.9%.
- Demand for gasoline has decreased compared to the same period a year ago, due to discouraged consumption and the increased emphasis on the fuel saving. While ensuring that domestic supply is sufficient to meet domestic demand, we have increased export volume particularly of diesel oil. As a result, the total sales volume has remained about the same as that of the same period a year ago.
- Due to the delay in reflecting the increased crude oil prices on retail prices and the slowdown in the market, the margins of oil products and chemical business has slipped compared to the same period a year ago.
- Sales proceeds of international oil trading business which was integrated with the Shell Group in August 2007, were reduced by 91.6 billion yen compared to the same period a year ago, however the impact on income was negligible.

The Dubai crude oil price

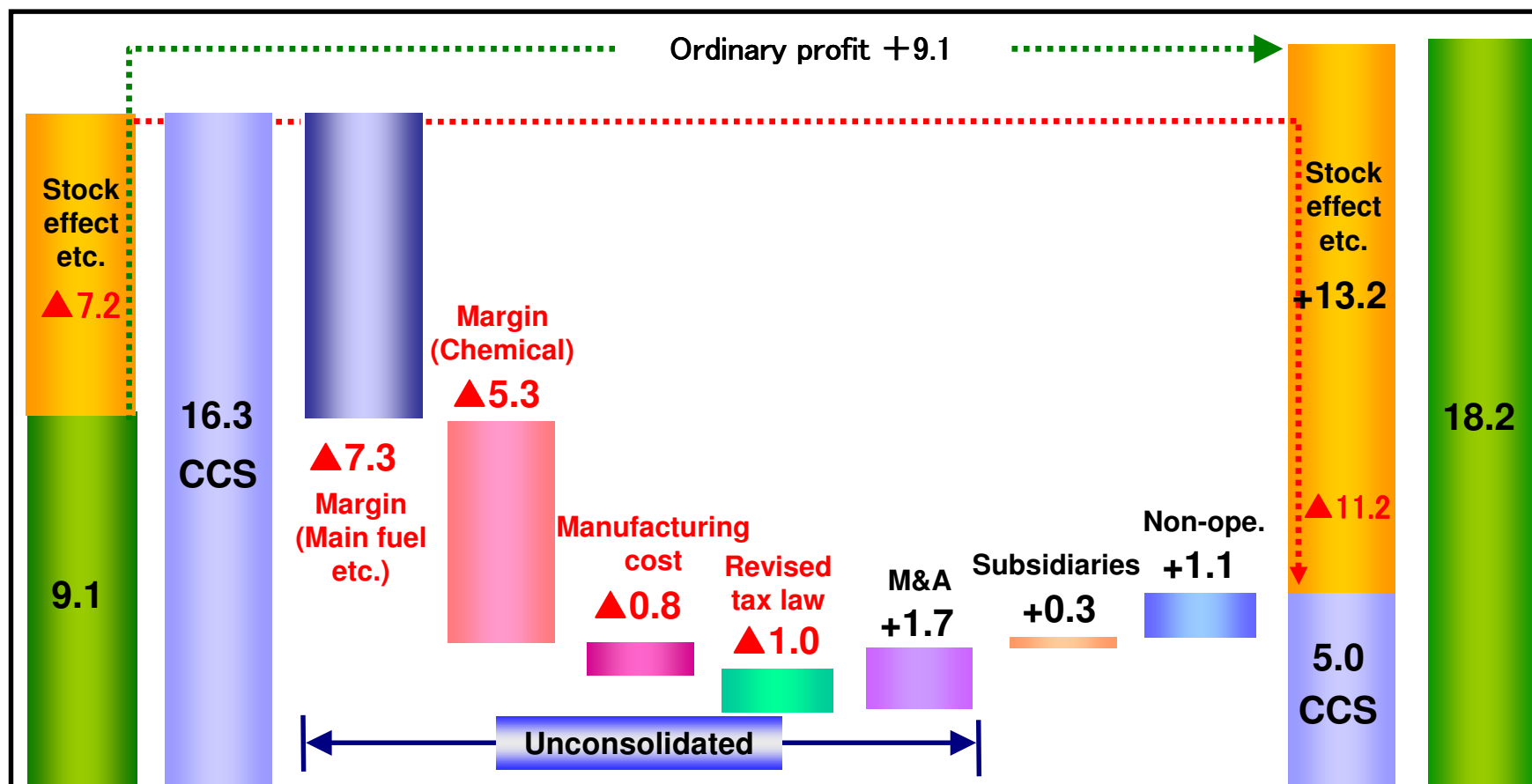
US\$/bbl



Ordinary Profit 1Q/2007 vs 1Q/2008

(Unit: Billion Yen)

Consolidated



2007

CCS: Current Cost of Supply
 Excluding the effect of inventory valuation

2008

Crude oil price & Exchange rate

| | | 2007 results | 2008 results | | Forecast of 2008 | | |
|-----------------------|------------|--------------|--------------|---------|------------------|---------|---------|
| | | | Jan-Mar | Apr-Jun | Jan-Jun | Jul-Dec | Jan-Dec |
| Dubai crude oil price | (US\$/bbl) | 68.3 | 91.3 | 94.7 | 93.0 | 93.0 | 93.0 |
| Exchange rate | (¥/US\$) | 117.9 | 105.2 | 100.0 | 102.6 | 102.0 | 102.3 |

Consolidated financial results

◆Interim

Unit: million yen

| | Estimated sales proceeds | Estimated operating income | Estimated ordinary income | Estimated net income (NIAT) |
|------------------|--------------------------|----------------------------|---------------------------|-----------------------------|
| Last estimations | 1,490,000 | 30,000 | 31,000 | 18,000 |
| New estimations | 1,610,000 | 34,000 | 35,000 | 20,000 |
| Differences | 120,000 | 4,000 | 4,000 | 2,000 |
| Differences(%) | 8.1% | 13.3% | 12.9% | 11.1% |

◆Full year

Unit: million yen

| | Estimated sales proceeds | Estimated operating income | Estimated ordinary income | Estimated net income (NIAT) |
|------------------|--------------------------|----------------------------|---------------------------|-----------------------------|
| Last estimations | 2,930,000 | 58,000 | 60,000 | 35,000 |
| New estimations | 3,140,000 | 58,000 | 60,000 | 35,000 |
| Differences | 210,000 | — | — | — |
| Differences(%) | 7.2% | — | — | — |

【Notes】 CCS ordinary income of full year result 2008 is estimated to be 50 billion yen.