

English Translation

Supporting Material for Full Year Results 2008

February 2009

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 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	2008 Results		
			Oct-Dec	Jul-Dec	Jan-Dec
Dubai crude oil price	(US \$/bbl)	68.3	52.8	84.4	94.2
Exchange rate	(¥ /US \$)	117.9	96.4	102.1	103.5

Consolidated profit and loss

		2007 Results	2008 Results	Changes	vs. 2007 (%)
Sales proceeds	million yen	3,082,641	3,272,801	+ 190,159	+6.2%
Operating income	million yen	88,813	-12,283	- 101,096	-
Ordinary income	million yen	92,709	-10,065	- 102,775	-
Net income	million yen	43,729	-16,221	- 59,951	-
※CCS operating income	million yen	40,375	43,480	+ 3,104	+7.7%
※CCS ordinary income	million yen	44,271	45,697	+ 1,426	+3.2%

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

Crude oil refined & Utilization rate

		2004	2005	2006	2007	2008
Crude oil refined	(thousand KL)	28,371	28,555	27,554	28,413	26,784
Refinery utilization rate	(%)	92.4	95.6	92.2	95.1	89.4

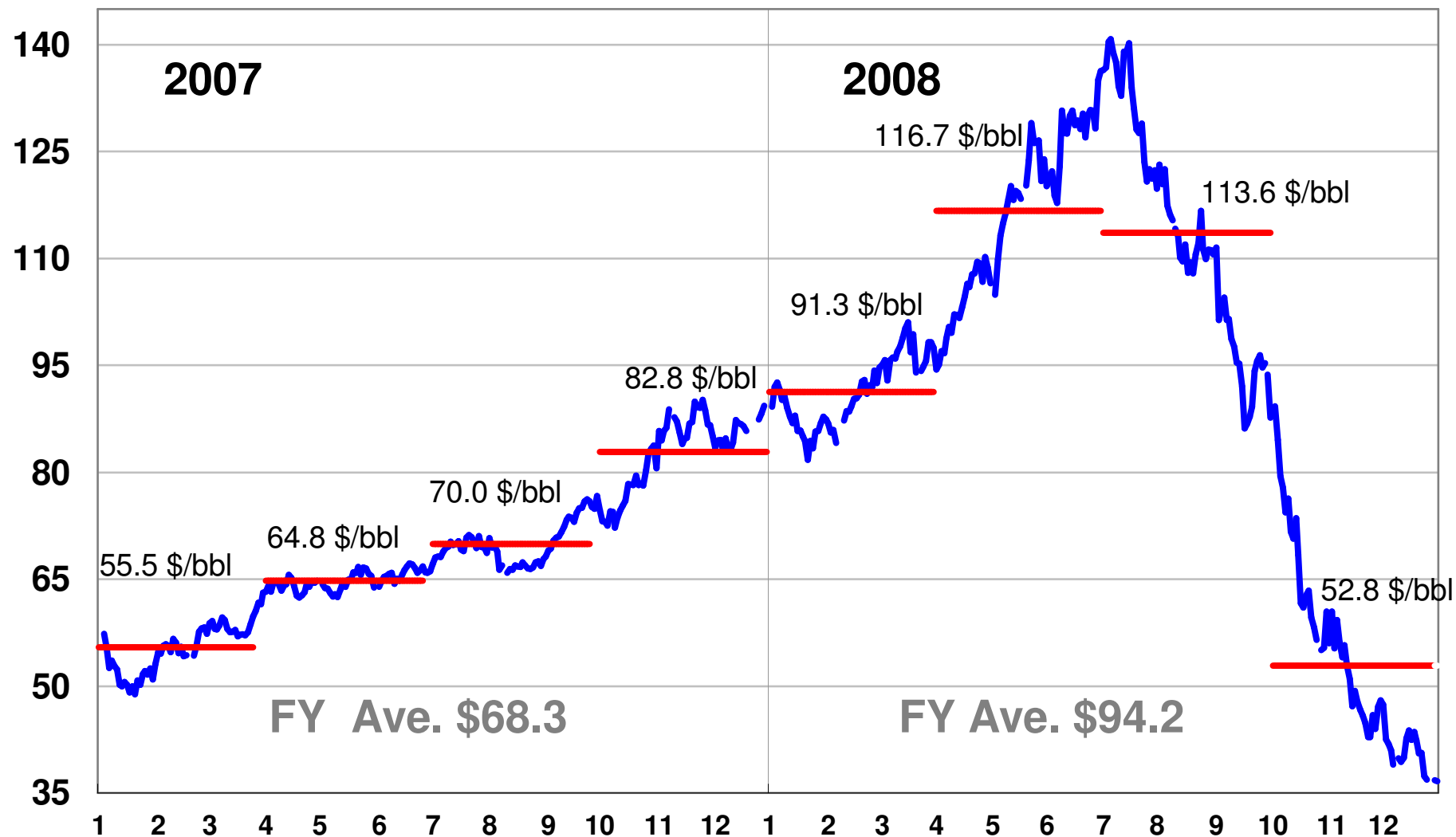
Sales volume by products

		2007 results	2008 results	VS 2007(%)
Gasoline	(thousand KL)	10,300	9,751	- 5.3%
Kerosines/ Diesel Oil	(thousand KL)	11,762	12,009	+ 2.1%
Fuel Oil	(thousand KL)	5,080	4,504	- 11.3%
Others	(thousand KL)	11,297	6,319	- 44.1%
Total	(thousand KL)	38,439	32,584	- 15.2%

- 【Notes】
- Above numbers include domestic sales volume and export volume.
 - "Others" includes cargo trade (trading business was integrated to the Shell Group in August 2007).

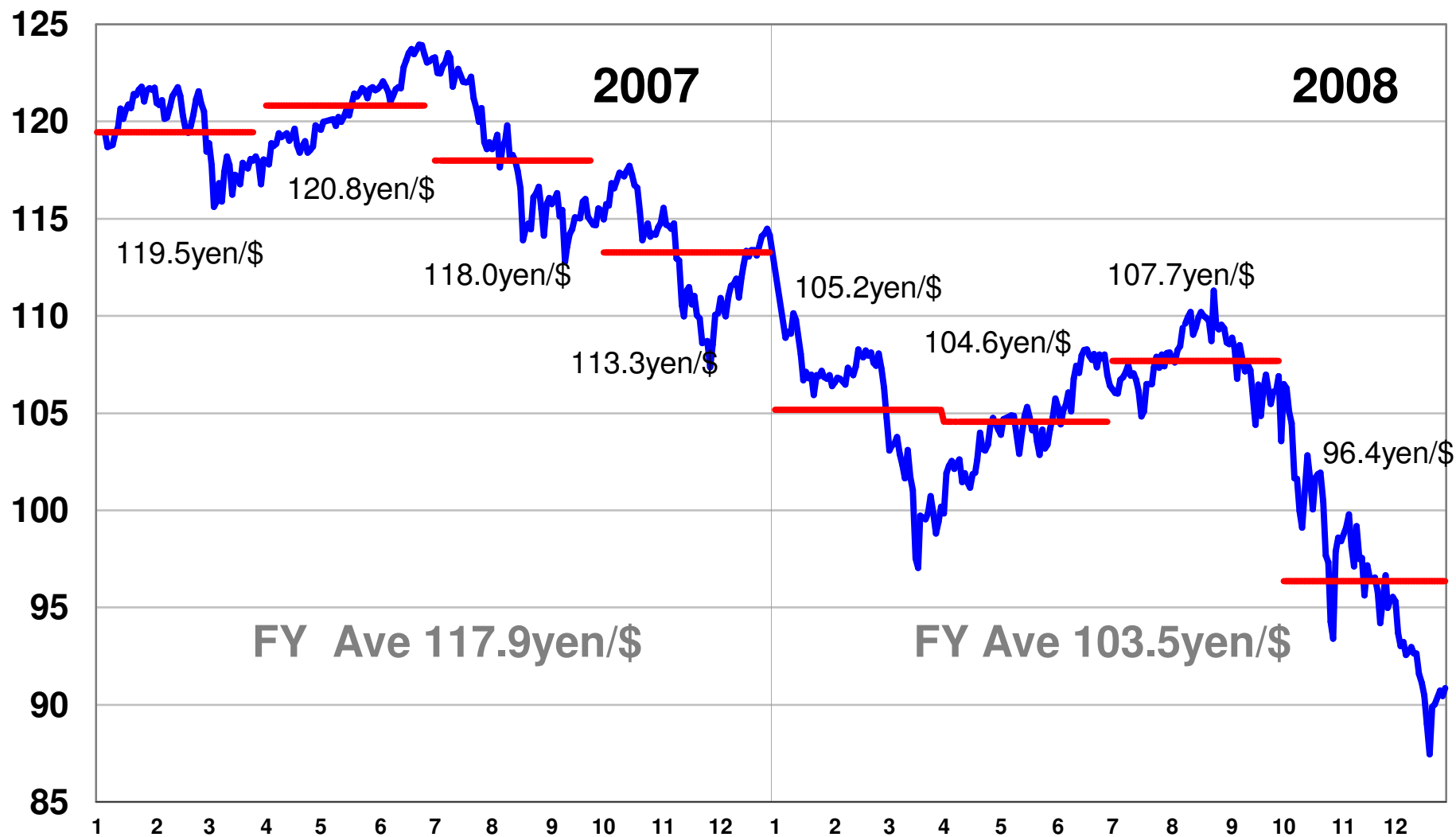
The Dubai crude oil price

USD/bbl



The Exchange rates

yen/USD

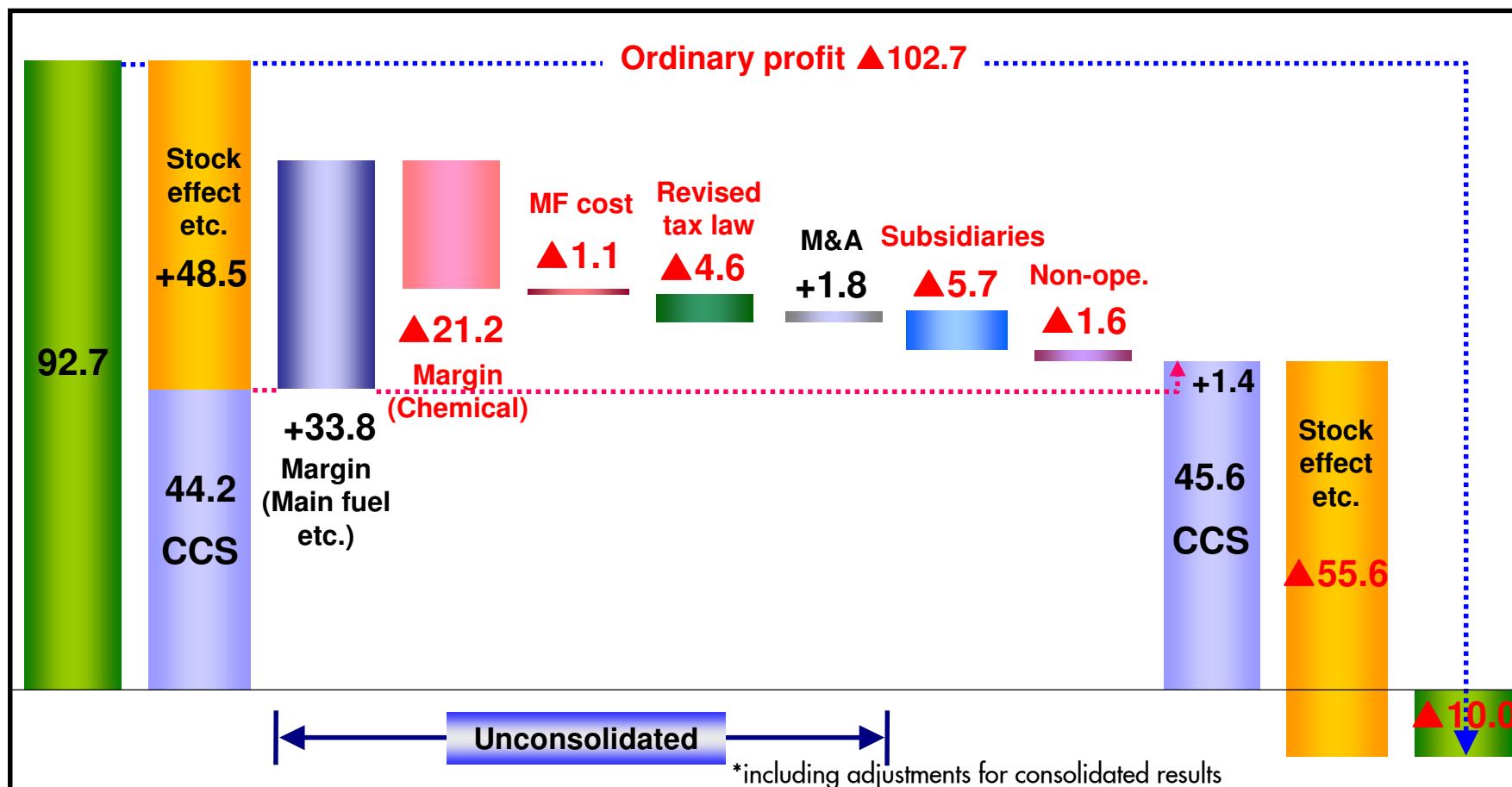


- Consolidated sales proceeds was 3,272.8 billion yen. Ordinary loss was 10.0 billion yen due to the inventory valuation effects as a result of a sharp decline in crude oil prices and the appreciation of the yen. Despite the declining domestic oil demand and worldwide recession, CCS ordinary income was 45.6 billion yen, an increase of 3.2% versus 2007.
- With regard to the oil products business, profit improved significantly from 2007 by concentrating on profitable domestic sales and by expanding the volume of products exported.
- In the petrochemical business, profit declined versus 2007 due to the excess supply over demand and flagging market from the slowdown of global economy.
- Regarding the refinery operation, as a result of investment for stable and safe operation, extra cost from unscheduled shutdowns was reduced.
- Influenced by the sharp downswing in global stock market, valuation loss on investment securities were booked as extraordinary loss.
- There is no change to our commitment on stable dividends, making the annual dividend 36 yen per share (interim dividend of 18 yen per share and year-end dividend of 18 yen per share).

Ordinary Income 2007 vs. 2008

(Unit: Billion Yen)

Consolidated



2007

2008

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

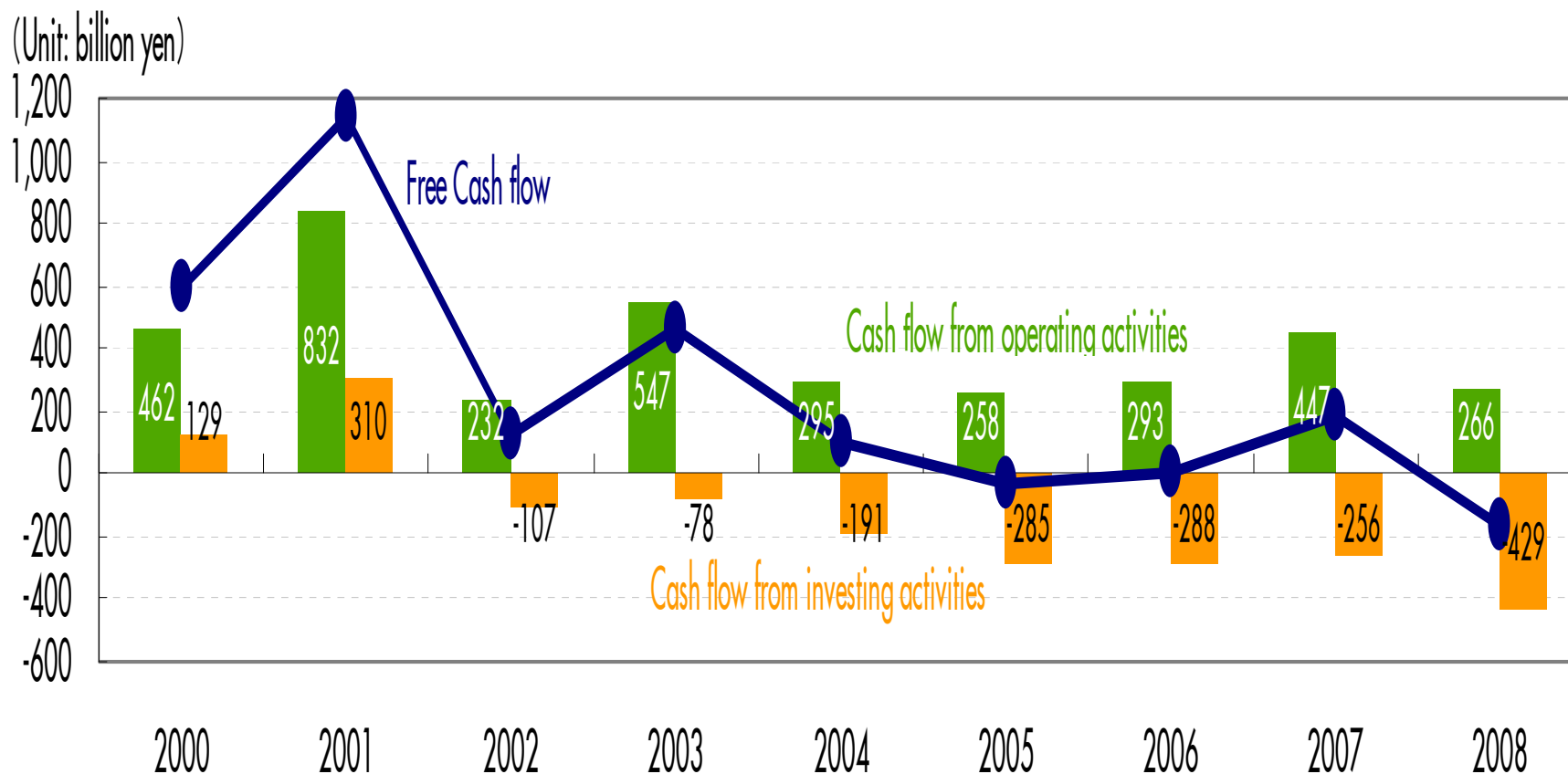
Forecast of full year results for 2008

Crude oil price & Exchange rate

		2008 Results	2009 Results		
			Jan-Jun	Jul-Dec	Jan-Dec
Dubai crude oil price	(US \$/bbl)	94.2	46	60	53
Exchange rate	(¥ /US \$)	103.5	95	95	95

Consolidated financial results

		2008	Forecast for 2009	changes	vs. 2008 (%)
Sales proceeds	million yen	3,272,801	2,030,000	- 1,242,801	-38.0%
Operating income	million yen	-12,283	20,000	+ 32,283	-
Ordinary income	million yen	-10,065	20,000	+ 30,065	-
Net income	million yen	-16,221	9,000	+ 25,221	-
※CCS operating income	million yen	43,480	50,000	+ 6,520	+15.0%
※CCS ordinary income	million yen	45,697	50,000	+ 4,303	+9.4%



【Notes】 Free Cash flow
 = Cash flow from operating activities + Cash flow from financing activities

Data Book

Number of service stations

Number of service stations & self-service stations		※ as of end of December				
		2004	2005	2006	2007	2008
Number of service stations		4,853	4,746	4,575	4,481	4,305
Self-service stations		308	413	583	719	852
Ratio of self-service stations (%)		6.3%	8.7%	12.7%	16.0%	19.8%