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To whom it may concern

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## Announcement of the difference between forecasts and actual results of full year 2009

Showa Shell Sekiyu K.K. has announced as followings, due to the difference between its forecast of full year results 2009 released on 30 October 2009 and the actual full year results 2009 announced today.

### 1. Difference between forecast of consolidated full year results 2009 and the actual results (From 1 January 2009 to 31 December 2009)

	Sales	Operating income	Ordinary income	Net income	Net income per share
	Million Yen	Million Yen	Million Yen	Million Yen	Yen
Last announcement (A)	2,060,000	(45,000)	(45,000)	(32,000)	(84.96)
Actual results (B)	2,022,520	(57,142)	(56,455)	(57,619)	(152.99)
Difference (B-A)	(37,480)	(12,142)	(11,455)	(25,619)	-
Difference (%)	(1.8)	-	-	-	-
(Reference) Full year results 2008	3,272,801	(12,283)	(10,065)	(16,221)	(43.07)

### 2. Difference between forecast of nonconsolidated full year results 2009 and the actual results (From 1 January 2009 to 31 December 2009)

	Sales	Operating income	Ordinary income	Net income	Net income per share
	Million Yen	Million Yen	Million Yen	Million Yen	Yen
Last announcement (A)	1,930,000	(50,000)	(47,000)	(30,000)	(79.64)
Actual results (B)	1,897,254	(59,397)	(56,856)	(55,374)	(147.00)
Difference (B-A)	(33,746)	(9,397)	(9,856)	(25,374)	-
Difference (%)	(1.7)	-	-	-	-
(Reference) Full year results 2008	3,138,867	(17,182)	(13,066)	(22,445)	(59.58)

### 3. Reasons for the difference

The consolidated operating loss and ordinary loss have increased due to the lower margins reflecting the slow recovery of the economy and deteriorated oil products market compared to the situations at the last forecast announced on 30 October 2009. As we announced today in "Announcement of closure of Keihin Refinery Ohgimachi Factory", the consolidated net loss has increased compared to the last forecast mainly due to extraordinary loss of 21.1 billion yen in the closure of Toa Oil's Ohgimachi Factory.

Showa Shell and its affiliate company Toa Oil had been studying the future operations of Ohgimachi Factory, and have agreed that it is the best under the severe domestic and international oil market conditions to enhance Toa Oil's competitiveness by rationalization of the refining units. The two companies have decided to close down Keihin Refinery Ohgimachi Factory (CDU capacity is 120,000 barrels per day), which is owned by Showa Shell and rented to its Toa Oil.