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FOR IMMEDIATE RELEASE

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 (Code number: 4063; First Section of Tokyo Stock Exchange)

Notice of Forecast Earnings and Dividend

Shin-Etsu Polymer Co., Ltd. (hereinafter the “Company”) hereby announces its forecast earnings and dividend for the fiscal year ending March 31, 2012, which were not stated in the Consolidated Financial Summary (Japanese Accounting Standards) for the fiscal year ended March 31, 2011, announced on April 28, 2011.

Details are as follows:

1. Earnings Forecasts

(1) Consolidated Forecasts for the First Half of the Fiscal Year Ending March 31, 2012

(April 1, 2011 to September 30, 2011)

	Net sales	Operating income	Ordinary income	Net income	Net income per share
	Million yen	Million yen	Million yen	Million yen	Yen
Previous forecast (A)	—	—	—	—	—
Forecast announced (B)	33,000	1,200	1,100	600	7.38
Change (B – A)	—	—	—	—	
Percentage change (%)	—	—	—	—	
(Reference) Results for first half of fiscal year ended March 31, 2011	36,025	2,067	1,797	1,056	13.00

(2) Consolidated Forecasts for the Fiscal Year Ending March 31, 2012

(April 1, 2011 to March 31, 2012)

	Net sales	Operating income	Ordinary income	Net income	Net income per share
	Million yen	Million yen	Million yen	Million yen	Yen
Previous forecast (A)	—	—	—	—	—
Forecast announced (B)	70,000	2,600	2,500	1,200	14.76
Change (B – A)	—	—	—	—	
Percentage change (%)	—	—	—	—	
(Reference) Results for fiscal year ended March 31, 2011	70,469	3,385	3,054	1,224	15.06

2. Dividend Forecasts

	Annual Dividend				
	End of first quarter	Interim	End of third quarter	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
Previous forecast	—	—	—	—	—
Forecast announced	—	4.50	—	4.50	9.00
Dividends paid for the fiscal year ending March 31, 2012	—	—	—	—	—
Dividends paid for the fiscal year ended March 31, 2011	—	4.50	—	7.50	12.00

3. Reason of the Announcement

Consolidated financial forecasts for the fiscal year ending March 31, 2012 have not been announced because reasonable estimates of the consolidated financial results had been made difficult by the effects of the Great East Japan Earthquake. However, the Company has decided to announce forecast earnings and dividend as above, taking into account recent business circumstances and trends.

(Note)

The earnings and other forecasts included in this document are based on information available to the Company as at the date of the announcement.

Actual results may differ materially from forecasts, depending on a range of factors.