



Consolidated Financial Summary (Japanese Accounting Standards)
(For the fiscal year ended March 31, 2018)

April 26, 2018

Listed company: Shin-Etsu Polymer Co., Ltd.

Listing code: No. 7970 (URL <http://www.shinpoly.co.jp/>)
 Listing stock exchange: Tokyo
 Representative: Yoshiaki Ono, Representative Director, President
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Scheduled date of annual shareholders' meeting: June 26, 2018

Scheduled date of dividend payout: June 27, 2018

Scheduled date to submit the Securities Report (*Yukashoken Hokokusho*): June 26, 2018

Supplementary documents for quarterly results: Yes

Quarterly results briefing: Yes (for analysts)

(Amounts under a million yen are truncated.)

1. Consolidated Financial Highlights (April 1, 2017 to March 31, 2018)

(1) Consolidated Financial Results (The percentages indicate the rates of increase or decrease compared with the preceding fiscal year.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
March 2018	79,343	7.3	7,206	30.7	7,274	22.6	5,455	28.9
March 2017	73,979	(1.4)	5,511	34.4	5,934	30.9	4,230	34.2

(Note) Comprehensive income (loss): March 2018: ¥6,239 million (164.2%); March 2017: ¥2,361 million (940.6%)

	Basic earnings per share	Diluted earnings per share	Return on equity	Ordinary profit to total assets	Operating profit to net sales
	Yen	Yen	%	%	%
March 2018	66.48	66.32	7.3	7.3	9.1
March 2017	51.60	51.51	5.9	6.3	7.5

(Reference) Equity in income of affiliates accounted for by the equity method: March 2018: ¥— million; March 2017: ¥— million

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
March 2018	103,667	77,510	74.6	948.31
March 2017	96,061	72,890	75.8	887.09

(Reference) Equity capital: March 2018: ¥77,383 million; March 2017: ¥72,839 million

(3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at the end of the term
	Million yen	Million yen	Million yen	Million yen
March 2018	8,447	(4,437)	(1,670)	41,982
March 2017	7,278	(1,843)	(789)	38,981

2. Dividends

	Dividend per share					Total dividends paid (annual)	Payout ratio (consolidated)	Dividends to net assets (consolidated)
	1st quarter	2nd quarter	3rd quarter	Year-end	Annual			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
March 2017	—	6.00	—	6.00	12.00	984	23.3	1.4
March 2018	—	6.00	—	6.00	12.00	982	18.0	1.3
March 2019 (forecast)	—	—	—	—	—		—	

(Note) Dividends for the fiscal year ending March 31, 2019 are not yet decided. The dividends will be disclosed as soon as the Company's performance for the fiscal year ending March 31, 2019 can be estimated.

3. Consolidated Financial Forecasts for the Fiscal Year Ending March 31, 2019 (April 1, 2018 to March 31, 2019)

Consolidated financial forecasts for the fiscal year ending March 31, 2019 are not announced, as it is difficult to reasonably estimate consolidated financial results at this point. Going forward, the consolidated performance forecast will be disclosed promptly when such data becomes available.

* Notes

(1) Any change in important subsidiaries during the year

(any changes in specific subsidiaries accompanied by a change in the scope of consolidating): None
 Newly added: None (Company name:) Eliminated: None (Company name:)

(2) Any changes in accounting policies and changes or restatement of accounting estimates

1. Changes in accounting policies associated with the revision of accounting standards, etc.: None
2. Changes in accounting policies other than the above: None
3. Changes in accounting estimates: None
4. Restatement: None

(3) Number of shares issued (common stock)

1. Number of shares issued as of the term end (including treasury shares):	March 2018	82,623,376 shares
	March 2017	82,623,376 shares
2. Number of treasury shares as of the term end:	March 2018	1,022,252 shares
	March 2017	513,092 shares
3. Average number of shares during the term:	March 2018	82,050,497 shares
	March 2017	81,989,544 shares

Reference: Non-Consolidated Financial Summary

1. Non-Consolidated Financial Highlights (April 1, 2017 to March 31, 2018)

(1) Non-Consolidated Financial Results (The percentages indicate the rates of increase or decrease compared with the preceding fiscal year.)

	Net sales		Operating profit		Ordinary profit		Profit	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
March 2018	51,120	10.0	2,753	66.2	4,077	40.0	5,004	132.7
March 2017	46,454	2.7	1,656	110.0	2,912	88.7	2,150	57.7

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
March 2018	60.99	60.84
March 2017	26.23	26.18

(2) Non-Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
March 2018	71,194	46,458	65.1	567.77
March 2017	59,640	43,026	72.1	523.39

(Reference) Equity capital: March 2018: ¥46,330 million; March 2017: ¥42,975 million

This report on summaries of accounts is not subject to audits by certified public accountants or auditing firms.

Statement regarding the proper use of financial forecasts and other special remarks

The Company plans to hold a results briefing for analysts on May 9, 2018 (Wednesday). Documents to be distributed at the results briefing will be posted on the Company's website immediately after the briefing was held.

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1. Outline of Consolidated Performance Results, etc.

(1) Outline of consolidated performance results for the fiscal year under review

The global economy experienced a moderate recovery, particularly in developed countries, which continued during the consolidated fiscal ended March 31, 2018. The U.S. economy, backed largely by strong consumer spending and higher corporate earnings, maintained its recovery trend despite the uncertainty of the current administration, and the European economy maintained a moderate recovery trend thanks in part to monetary easing and the revival of emerging economies. In Asia, the Chinese government's economic policies promoted economic stability after the country experienced a slowdown, and the ASEAN economies remained on track for recovery.

The Japanese economy continued to recover slowly through the largely stable depreciation of the yen, a sustained increase in corporate earnings, and solid consumer spending supported by improved employment and income conditions.

In the Group's business environment, the semiconductor industry remained active and demand in the automotive sector continued to be strong.

In this operating environment, the Group continued to carry out its sales activities with a focus on boosting sales of key products and products of new businesses in Japan and abroad. In addition, the Group absorbed four subsidiaries operating domestic production at the beginning of the fiscal year under review and commenced organizational operation with combined management resources while also engaging actively in capital investment, primarily to increase its production capacity in Japan and abroad.

As a result, consolidated net sales during the fiscal year under review increased 7.3% year on year, to ¥79,343 million, operating profit rose 30.7% year on year, to ¥7,206 million, ordinary profit grew 22.6% year on year, to ¥7,274 million, and profit attributable to owners of parent was up 28.9% year on year, to ¥5,455 million.

Consolidated results by segment are as follows.

1) Electronic Devices segment

In the Electronic Devices segment, overall sales increased year on year as a result of continued steady shipments, particularly of automotive input devices, which contributed significantly to income growth.

In the business of input devices constituting core products, shipments of automotive key switches remained strong following an increase in the number of vehicle-mounted electronic switches and automobile models with the switches installed. Meanwhile, shipments of slim notebook personal computer touchpads remained sluggish due to the effects of the stagnation in the personal computer market and the failure to win orders for new models. As for display-related products, signs of a recovery in shipments of LCD connectors emerged, but sales of view control films (VCFs) were weak due to a decline in demand for ATMs. In the business of component-related products, while sales of electronic-part testing connectors as the mainstay products were affected by production adjustments of smartphone components, sales of products for other components increased.

As a result, segment sales amounted to ¥19,554 million (up 4.9% year on year), and segment operating profit was ¥1,529 million (up 29.3% year on year).

2) Precision Molding Products segment

In the Precision Molding Products segment, strong shipments of semiconductor-related containers resulted in year-on-year growth in overall sales, which helped profits increase.

Sales of semiconductor-related containers rose significantly, buoyed by strong shipments not only of core products such as 300-mm wafer containers but also those for small-diameter wafers on the back of growing demand in the semiconductor industry. Sales of components for office automation equipment remained at the same level as a year earlier, despite a recovery in shipments of development rollers for laser printers as the mainstay products. Sales of carrier tape-related products increased, owing to strong sales of automotive semiconductors and recovery in demand particularly for electronic components for smartphones. In silicone rubber molded products, shipments of mainstay products for medical equipment grew steadily; sales, however, did not grow.

As a result, segment sales stood at ¥34,369 million (up 10.6% year on year), and operating profit was ¥5,057 million (up 12.3% year on year).

3) Housing & Living Materials segment

Overall sales in the Housing & Living Materials segment exceeded the segment sales of a year earlier, which contributed to regaining profitability, thanks to new pricing, efforts to increase efficiency, and sales promotions for products of new businesses, despite the extremely harsh market environment of mainstay products.

In the segment of packing materials such as wrapping films, shipments to food supermarkets and the food service industry struggled to grow and price revisions were difficult, and sales remained flat as a result. Sales of PVC pipes and related products increased from a year earlier, amid intense competition, after the segment secured sufficient orders while implementing price revisions. Shipments of plastic compounds for automobiles and FA robot cables remained at a high level and helped to achieve a significant increase in sales. While the market remained sluggish, sales of exterior materials grew from a year earlier following the development of new customers and the expansion of product lines. Sales of conductive polymer, a new business product, grew significantly for use in electrostatic products and electronic components.

As a result, segment sales stood at ¥18,703 million (up 8.3% year on year) and operating profit was ¥448 million, compared with operating loss of ¥116 million for the previous fiscal year.

4) Others segment

Overall sales in the Others segment decreased year on year despite efforts to steadily receive construction orders such as the new construction and renovation of commercial facilities, particularly in Tokyo and neighboring areas, and the interior construction of public facilities.

The Others segment includes the development of new businesses.

As a result, segment sales amounted to ¥6,715 million (down 3.9% year on year) and operating profit was ¥171 million, compared with operating loss of ¥58 million for the previous fiscal year.

(2) Outline of financial position for the consolidated fiscal year under review

Total assets at the end of the consolidated fiscal year under review increased ¥7,605 million from the end of the previous fiscal year, to ¥103,667 million. This result was mainly attributable to increases of ¥2,871 million in cash and deposits, ¥1,466 million in construction in progress, ¥973 million in merchandise and finished goods, ¥474 million in accounts receivable - other, ¥455 million in notes and accounts receivable - trade, ¥368 million in raw materials and supplies, ¥363 million in machinery, equipment and vehicles (net), and ¥329 million yen in other of current assets.

Liabilities at the end of the consolidated fiscal year under review increased ¥2,985 million from the end of the previous fiscal year, to ¥26,156 million. This result was mainly due to increases of ¥1,838 million in other of current liabilities, ¥587 million in notes and accounts payable - trade, ¥449 million in accounts payable - other, and ¥443 million in net defined benefit liability, despite a decrease of ¥317 million in accrued expenses.

Net assets at the end of the consolidated fiscal year under review increased ¥4,620 million from the end of the previous fiscal year, to ¥77,510 million, mainly reflecting increases of ¥4,433 million in retained earnings and ¥752 million in foreign currency translation adjustment, despite a decrease of ¥673 million in the acquisition of treasury share.

(3) Outline of cash flows for the consolidated fiscal year under review

Cash and cash equivalents (hereinafter “cash”) at the end of the consolidated fiscal year under review increased ¥3,000 million from the end of the previous fiscal year, to ¥41,982 million.

Cash flows by activities and contributing factors were as follows:

(Cash flows from operating activities)

Net cash provided by operating activities was ¥8,447 million for the consolidated fiscal year under review, an increase of ¥1,168 million from the previous fiscal year. Contributing factors included profit before income taxes of ¥7,274 million, depreciation of ¥3,011 million, and an increase of ¥1,834 million in notes and accounts

payable-trade, as well as factors that contributed to a decrease, including ¥1,602 million for corporate taxes paid and increases of ¥1,333 million in inventories and ¥1,096 million in notes and accounts receivable-trade.

(Cash flows from investing activities)

Net cash used in investing activities in the consolidated fiscal year under review was ¥ 4,437 million (a year-on-year increase of ¥ 2,594 million in expenditure), which was primarily attributable to the payment of ¥ 4,546 million for purchasing property, plant and equipment as well as a decrease of ¥ 146 million in time deposits.

(Cash flows from financing activities)

Net cash used in financing activities was ¥1,670 million in the consolidated fiscal year under review, a year-on-year increase in net cash used of ¥880 million. This result mainly reflected ¥984 million for dividends paid and ¥700 million for the acquisition of treasury share.

(4) Future outlook

With respect to the future business environment, there is an increasing sense of uncertainty due to trade friction between the United States and China and geopolitical risks mainly in northeast Asia and the Middle East, despite apparent signs of recovery in some emerging economies. Meanwhile, there is concern that the Japanese economy will be affected by weak consumer spending due to stagnant wage growth, the further appreciation of the Japanese yen and the impact of the labor shortage, although corporate capital spending is likely to remain steady.

Under these circumstances, the Group will accelerate the global expansion of its business through sales efforts that accurately anticipate growth in demand in the worldwide market, and by ensuring optimal production locations. At the same time, however, the future business environment surrounding the electric and electronic device and semiconductor industries, etc., the Group's business domains, remains uncertain and does not permit optimism. This reflects the unpredictable production trends of the Group's customers and intensifying competition with rival companies. In addition, the Group's mainstay products include those whose material prices are significantly affected by the market conditions and demand fluctuations and those that are traded in foreign currencies and are subject to exchange fluctuations. Accordingly, we have decided not to state our results forecast for the next fiscal year as of the time of the announcement of this consolidated financial summary, as it is difficult to reasonably estimate the business performance of the Group. We will announce our consolidated forecast as soon as it can be estimated.

2. Basic Concept of the Selection of Accounting Standards

The Group has decided to continue using the Japanese accounting standards, taking into account the year-on-year comparability and intercompany comparability of the consolidated financial statements. Meanwhile, we will examine the application of the Introduction of International Financial Reporting Standards (IFRS) by considering the conditions in Japan and abroad.

3. Consolidated Financial Statements and Key Notes**(1) Consolidated Balance Sheets**

(Million yen)

	Year ended March 31, 2017 (As of March 31, 2017)	Year ended March 31, 2018 (As of March 31, 2018)
Assets		
Current assets		
Cash and deposits	40,236	43,107
Notes and accounts receivable - trade	18,903	19,358
Merchandise and finished goods	5,520	6,494
Work in process	1,147	1,341
Raw materials and supplies	2,391	2,759
Deferred tax assets	1,042	1,004
Accounts receivable - other	1,202	1,677
Other	3,094	3,424
Allowance for doubtful accounts	(360)	(350)
Total current assets	73,178	78,817
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	6,781	6,780
Machinery, equipment and vehicles, net	4,564	4,928
Land	6,471	6,715
Construction in progress	1,003	2,470
Other, net	1,028	1,305
Total property, plant and equipment	19,850	22,200
Intangible assets		
Software	209	102
Other	95	72
Total intangible assets	305	174
Investments and other assets		
Investment securities	1,184	1,221
Long-term loans receivable	0	5
Deferred tax assets	450	262
Other	1,091	984
Total investments and other assets	2,727	2,474
Total non-current assets	22,882	24,849
Total assets	96,061	103,667

Shin-Etsu Polymer Co., Ltd. (7970) Financial Summary (For the fiscal year ended March 31, 2018)

(Million yen)

	Year ended March 31, 2017 (As of March 31, 2017)	Year ended March 31, 2018 (As of March 31, 2018)
Liabilities		
Current liabilities		
Notes and accounts payable - trade	13,080	13,667
Short-term loans payable	0	0
Accounts payable - other	2,737	3,187
Income taxes payable	966	914
Accrued expenses	2,641	2,323
Provision for bonuses	1,167	1,254
Provision for directors' bonuses	46	37
Other	987	2,825
Total current liabilities	21,628	24,211
Non-current liabilities		
Long-term loans payable	0	–
Net defined benefit liability	1,231	1,675
Other	310	269
Total non-current liabilities	1,542	1,945
Total liabilities	23,171	26,156
Net Assets		
Shareholders' equity		
Capital stock	11,635	11,635
Capital surplus	10,718	10,718
Retained earnings	51,970	56,403
Treasury shares	(360)	(1,033)
Total shareholders' equity	73,964	77,724
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	436	463
Foreign currency translation adjustment	(1,560)	(807)
Remeasurements of defined benefit plans, net of tax	(1)	2
Total accumulated other comprehensive income	(1,125)	(341)
Share acquisition rights	51	127
Total net assets	72,890	77,510
Total liabilities and net assets	96,061	103,667

(2) Consolidated Statements of Income / Consolidated Statement of Comprehensive Income

Consolidated Statements of Income

(Million yen)

	Year ended March 31, 2017 (April 1, 2016 to March 31, 2017)	Year ended March 31, 2018 (April 1, 2017 to March 31, 2018)
Net sales	73,979	79,343
Cost of sales	51,287	54,715
Gross profit	22,692	24,627
Selling, general and administrative expenses	17,180	17,421
Operating profit	5,511	7,206
Non-operating income		
Interest income	209	264
Foreign exchange gains	140	–
Other	127	120
Total non-operating income	478	384
Non-operating expenses		
Interest expenses	25	24
Foreign exchange losses	–	220
Loss on retirement of non-current assets	22	65
Other	7	5
Total non-operating expenses	55	316
Ordinary profit	5,934	7,274
Extraordinary losses		
Impairment loss	210	–
Loss on disposal of inventories	57	–
Loss on liquidation of subsidiaries	59	–
Total extraordinary losses	327	–
Profit before income taxes	5,606	7,274
Income taxes - current	1,538	1,610
Income taxes - deferred	(162)	208
Total income taxes	1,376	1,819
Profit	4,230	5,455
Profit attributable to owners of parent	4,230	5,455

Consolidated Statement of Comprehensive Income

(Million yen)

	Year ended March 31, 2017 (April 1, 2016 to March 31, 2017)	Year ended March 31, 2018 (April 1, 2017 to March 31, 2018)
Profit	4,230	5,455
Other comprehensive income		
Valuation difference on available-for-sale securities	130	27
Foreign currency translation adjustment	(2,009)	752
Remeasurements of defined benefit plans, net of tax	9	3
Total other comprehensive income	(1,869)	783
Comprehensive income	2,361	6,239
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,361	6,239

(3) Consolidated Statements of Changes in Net Assets

(Million yen)

	Year ended March 31, 2017 (April 1, 2016 to March 31, 2017)	Year ended March 31, 2018 (April 1, 2017 to March 31, 2018)
Shareholders' equity:		
Capital stock:		
Balance at the beginning of the year	11,635	11,635
Changes during the fiscal year:		
Total changes during the fiscal year	–	–
Balance at the current year-end	11,635	11,635
Capital surplus:		
Balance at the beginning of the year	10,718	10,718
Changes during the fiscal year:		
Total changes during the fiscal year	–	–
Balance at the current year-end	10,718	10,718
Retained earnings:		
Balance at the beginning of the year	48,667	51,970
Changes during the fiscal year:		
Dividends of surplus	(860)	(985)
Profit attributable to owners of parent	4,230	5,455
Disposal of treasury shares	(67)	(12)
Change of scope of consolidation		(23)
Total changes during the fiscal year	3,303	4,433
Balance at the current year-end	51,970	56,403
Treasury shares:		
Balance at the beginning of the year	(528)	(360)
Changes during the fiscal year:		
Purchase of treasury shares	(0)	(700)
Disposal of treasury shares	168	27
Total changes during the fiscal year	167	(673)
Balance at the current year-end	(360)	(1,033)
Total shareholders' equity:		
Balance at the beginning of the year	70,493	73,964
Changes during the fiscal year:		
Dividends of surplus	(860)	(985)
Profit attributable to owners of parent	4,230	5,455
Purchase of treasury shares	(0)	(700)
Disposal of treasury shares	100	14
Change of scope of consolidation	–	(23)
Total changes during the fiscal year	3,471	3,759
Balance at the current year-end	73,964	77,724

Shin-Etsu Polymer Co., Ltd. (7970) Financial Summary (For the fiscal year ended March 31, 2018)

(Million yen)

	Year ended March 31, 2017 (April 1, 2016 to March 31, 2017)	Year ended March 31, 2018 (April 1, 2017 to March 31, 2018)
Accumulated other comprehensive income:		
Valuation difference on available-for-sale securities:		
Balance at the beginning of the year	305	436
Changes during the fiscal year:		
Net changes of items other than shareholders' equity	130	27
Total changes during the fiscal year	130	27
Balance at the current year-end	436	463
Foreign currency translation adjustment:		
Balance at the beginning of the year	449	(1,560)
Changes during the fiscal year:		
Net changes of items other than shareholders' equity	(2,009)	752
Total changes during the fiscal year	(2,009)	752
Balance at the current year-end	(1,560)	(807)
Remeasurements of defined benefit plans, net of tax:		
Balance at the beginning of the year	(11)	(1)
Changes during the fiscal year:		
Net changes of items other than shareholders' equity	9	3
Total changes during the fiscal year	9	3
Balance at the current year-end	(1)	2
Total accumulated other comprehensive income:		
Balance at the beginning of the year	743	(1,125)
Changes during the fiscal year:		
Net changes of items other than shareholders' equity	(1,869)	783
Total changes during the fiscal year	(1,869)	783
Balance at the current year-end	(1,125)	(341)
Share acquisition rights:		
Balance at the beginning of the year	15	51
Changes during the fiscal year:		
Net changes of items other than shareholders' equity	35	76
Total changes during the fiscal year	35	76
Balance at the current year-end	51	127

Shin-Etsu Polymer Co., Ltd. (7970) Financial Summary (For the fiscal year ended March 31, 2018)

(Million yen)

	Year ended March 31, 2017 (April 1, 2016 to March 31, 2017)	Year ended March 31, 2018 (April 1, 2017 to March 31, 2018)
Total net assets:		
Balance at the beginning of the year	71,253	72,890
Changes during the fiscal year:		
Dividends of surplus	(860)	(985)
Profit attributable to owners of parent	4,230	5,455
Purchase of treasury shares	(0)	(700)
Disposal of treasury shares	100	14
Change of scope of consolidation	–	(23)
Net changes of items other than shareholders' equity	(1,834)	860
Total changes during the fiscal year	1,636	4,620
Balance at the current year-end	72,890	77,510

(4) Consolidated Statements of Cash Flows

(Million yen)

	Year ended March 31, 2017 (April 1, 2016 to March 31, 2017)	Year ended March 31, 2018 (April 1, 2017 to March 31, 2018)
Cash flows from operating activities		
Profit before income taxes	5,606	7,274
Depreciation	2,872	3,011
Impairment loss	210	–
Increase (decrease) in net defined benefit liability	(86)	447
Interest and dividend income	(234)	(290)
Interest expenses	25	24
Foreign exchange losses (gains)	17	(5)
Loss (gain) on liquidation of subsidiaries	59	–
Loss on retirement of non-current assets	22	65
Decrease (increase) in notes and accounts receivable - trade	(2,675)	(1,096)
Decrease (increase) in inventories	86	(1,333)
Increase (decrease) in notes and accounts payable - trade	785	1,834
Decrease/increase in consumption taxes receivable/payable	69	(472)
Other, net	1,553	324
Subtotal	8,313	9,785
Interest and dividend income received	238	288
Interest expenses paid	(25)	(24)
Income taxes (paid) refund	(1,247)	(1,602)
Net cash provided by (used in) operating activities	7,278	8,447
Cash flows from investing activities		
Decrease (increase) in time deposits	2,011	146
Purchase of property, plant and equipment	(3,572)	(4,546)
Purchase of intangible assets	(69)	(18)
Purchase of investment securities	(4)	(33)
Proceeds from sales of investment securities	0	26
Other, net	(208)	(11)
Net cash provided by (used in) investing activities	(1,843)	(4,437)
Cash flows from financing activities		
Purchase of treasury shares	(0)	(700)
Cash dividends paid	(859)	(984)
Acquisition of shares of subsidiaries that does not result in change in scope of consolidation	(30)	–
Other, net	100	14
Net cash provided by (used in) financing activities	(789)	(1,670)
Effect of exchange rate change on cash and cash equivalents	(1,041)	310
Net increase (decrease) in cash and cash equivalents	3,604	2,649
Cash and cash equivalents at the beginning of the year	35,377	38,981
Increase in cash and cash equivalents resulting from new consolidation	–	350
Cash and cash equivalents at the end of the year	38,981	41,982

(5) Explanatory Notes to Consolidated Financial Statements

Segment Information**Information on net sales, profits or losses, assets, liabilities and other amounts by reported segment**

Previous term: Year ended March 31, 2017 (April 1, 2016 to March 31, 2017)

(Million yen)

Item	Reported segments				Others (Note 1)	Total
	Electronic Devices	Precision Molding Products	Housing & Living Materials	Sub-total		
Net sales						
Sales to outside customers	18,644	31,074	17,269	66,988	6,991	73,979
Inter-segment sales or transfers	–	–	–	–	–	–
Total	18,644	31,074	17,269	66,988	6,991	73,979
Segment profit (loss)	1,182	4,504	(116)	5,570	(58)	5,511
Other items						
Depreciation	845	1,501	349	2,696	176	2,872
Impairment loss (Note 2)	224	–	210	435	103	539

(Notes) 1. “Others” is a business segment that is not included in the reported segments and includes the constructing business, etc.

2. In the Electronic Devices segment, the Group posted an impairment loss incurred at Suzhou Shin-Etsu Polymer Co., Ltd., a foreign subsidiary, under operating expenses in the consolidated statement of income.

In the Other segment, the Group posted an impairment loss incurred in relation to new business development at Shin-Etsu Polymer (Malaysia) Sdn. Bhd., a foreign subsidiary, under operating expenses in the consolidated statement of income.

The impairment losses of these two companies are recorded in accordance with the International Financial Reporting Standards.

Current term: Year ended March 31, 2018 (April 1, 2017 to March 31, 2018)

(Million yen)

Item	Reported segments				Others (Note 1)	Total
	Electronic Devices	Precision Molding Products	Housing & Living Materials	Sub-total		
Net sales						
Sales to outside customers	19,554	34,369	18,703	72,627	6,715	79,343
Inter-segment sales or transfers	–	–	–	–	–	–
Total	19,554	34,369	18,703	72,627	6,715	79,343
Segment profit	1,529	5,057	448	7,035	171	7,206
Other items						
Depreciation	885	1,626	330	2,842	169	3,011
Impairment loss (Note 2)	66	315	–	382	–	382

(Notes) 1. “Others” is a business segment that is not included in the reported segments and includes the constructing business, etc.

2. In the Electronic Devices segment, the Group posted an impairment loss incurred at Suzhou Shin-Etsu Polymer Co., Ltd., a foreign subsidiary, under operating expenses in the consolidated statement of income.

In the Precision Molding Products segment, the Group posted an impairment loss at Shin-Etsu Polymer (Malaysia) Sdn. Bhd., a foreign subsidiary, under operating expenses in the consolidated statement of income.

The impairment losses of these two companies are recorded in accordance with the International Financial Reporting Standards.