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To whom it may concern

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## Announcement of revisions in the forecast of 1st half year results 2016

In view of recent trends in performance, Showa Shell Sekiyu K.K. has revised its forecast of 1st half year results 2016, previously released on 10 February 2016 as follows.

### 1 Forecast of consolidated 1st half year results 2016 (From 1 January 2016 to 30 June 2016)

	Sales	Operating income	Ordinary income	Net income attributable to owners of the Parent	Net income per share
	Million Yen	Million Yen	Million Yen	Million Yen	Yen
Last announcement (A)	840,000	6,000	6,000	(4,000)	(10.62)
Revised forecast (B)	851,500	15,600	13,200	5,200	13.81
Change (B-A)	11,500	9,600	7,200	9,200	
Change (%)	1.4	160.0	120.0	-	
(Reference) 1st half year results 2015	1,148,480	13,898	13,745	8,996	23.89

### 2 Forecast of nonconsolidated 1st half year results 2016 (From 1 January 2016 to 30 June 2016)

	Sales	Ordinary income	Net income	Net income per share
	Million Yen	Million Yen	Million Yen	Yen
Last announcement (A)	760,000	8,000	(1,000)	(2.66)
Revised forecast (B)	763,000	21,800	12,600	33.45
Change (B-A)	3,000	13,800	13,600	
Change (%)	0.4	172.5	-	
(Reference) 1st half year results 2015	1,043,235	12,926	7,371	19.57

### 3 Reasons for the revision

Compared to our earlier forecast released on February 10, 2016, consolidated and non-consolidated operating income, ordinary income and net income for the 1st half year are expected to increase contributing to the positive impact on inventory evaluation from the unexpected rise in crude oil prices, outweighing the decline in profits contributing to falls in domestic fuel oil margins and delays in sales of solar power generation plants. Consolidated CCS ordinary income (current cost of supply basis, excluding the impact of inventory valuation) is expected to total 16.0 billion yen for the 1st half year.

The Company has not revised the last full-year forecast, but will promptly announce revisions of business forecasts if necessary.

(Note)

The business forecast above is based on the information available as of the date of the press release of the document, and includes various risks and uncertainties. Actual results could differ from the business forecast due to changes in economic conditions, market trends, exchange rate and other factors.