

Dow Corning Corporation
Condensed Consolidated Statements of Income
(in millions of U. S. dollars)
(Unaudited)

	<u>Three Months Ended December 31,</u>		<u>Year Ended December 31,</u>	
	<u>2007</u>	<u>2006</u>	<u>2007</u>	<u>2006</u>
Net Sales	\$ 1,294.2	\$ 1,161.7	\$ 4,943.1	\$ 4,391.6
Net Income	167.1	167.1	690.1	668.4
Adjustment for IRS settlement, after tax ¹	<u>-</u>	<u>-</u>	<u>-</u>	<u>(66.6)</u>
Adjusted Net Income ²	\$ 167.1	\$ 167.1	\$ 690.1	\$ 601.8

¹ During the period ending June 30, 2006, the Company reached a settlement with the United States Internal Revenue Service regarding liabilities for tax years 1992 - 2003.

² Adjusted Net Income is a non-GAAP financial measure which excludes certain unusual items and which reconciles to Net Income as shown.

Dow Corning Corporation
Condensed Consolidated Balance Sheets
(in millions of U. S. dollars)
(Unaudited)

	<u>December 31, 2007</u>	<u>December 31, 2006</u>
<i>Assets</i>		
Current Assets	\$ 3,511.1	\$ 3,179.8
Property, Plant and Equipment, Net	2,542.4	1,645.9
Other Assets	1,145.2	1,146.6
	<u>\$ 7,198.7</u>	<u>\$ 5,972.3</u>
 <i>Liabilities and Stockholders' Equity</i>		
Current Liabilities	\$ 1,266.8	\$ 1,054.9
Other Liabilities	3,188.1	2,755.9
Minority Interest in Consolidated Subsidiaries	383.3	298.3
Stockholders' Equity	2,360.5	1,863.2
	<u>\$ 7,198.7</u>	<u>\$ 5,972.3</u>