

Supplementary Report - FY2019 -

11th May 2020



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A-1 『Dry Bulk Market』 / 『Tankers Market』 / 『Car Carriers Total Units Carried』

Dry Bulk Market

Dry Bulk Market	FY2018					FY2019				
	1Q	2Q	3Q	4Q	Results	1Q	2Q	3Q	4Q	Results
CAPE	\$14,950	\$22,000	\$15,800	\$8,650	\$15,350	\$11,350	\$29,400	\$21,950	\$4,500	\$16,800
PANAMAX	\$10,500	\$12,150	\$12,350	\$6,950	\$10,500	\$9,500	\$16,050	\$11,550	\$5,700	\$10,700
HANDYMAX	\$11,050	\$11,600	\$11,500	\$7,600	\$10,450	\$8,200	\$12,300	\$10,600	\$6,550	\$9,400
SMALL HANDY	\$8,800	\$8,250	\$9,250	\$6,000	\$8,100	\$6,100	\$8,450	\$8,100	\$4,500	\$6,800

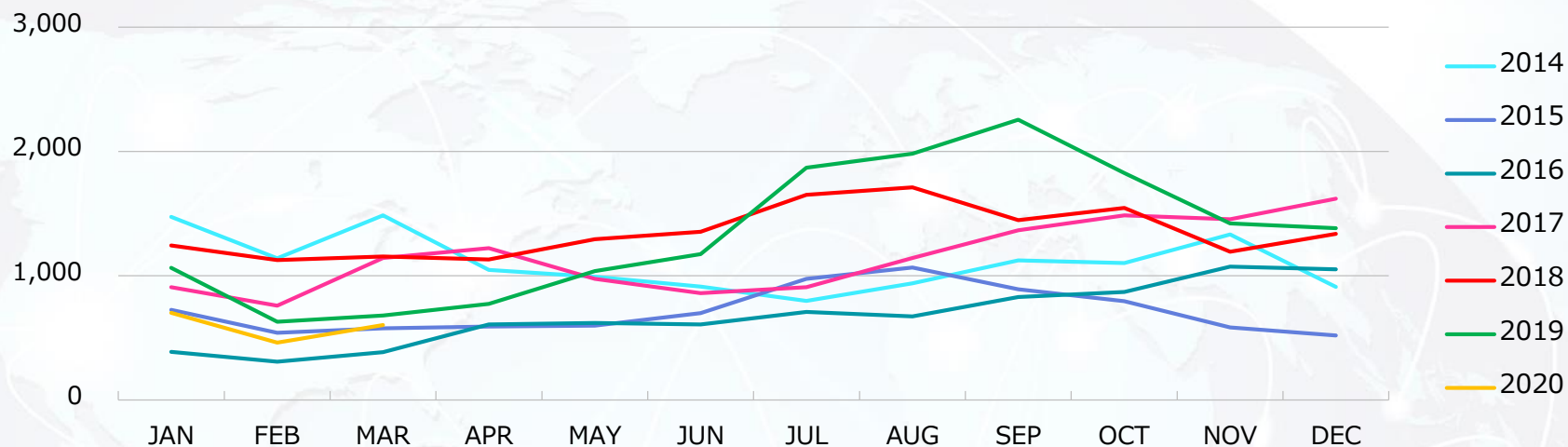
Tanker Market

Tanker Market (WS)	FY2018					FY2019				
	1Q	2Q	3Q	4Q	Results	1Q	2Q	3Q	4Q	Results
VLCC	45	53	88	56	61	41	55	112	87	74
(Middle East/Japan)	\$10,050	\$15,150	\$49,800	\$30,550	\$26,400	\$13,900	\$27,750	\$96,750	\$87,050	\$56,350
AFRAMAX	87	103	133	102	106	99	91	168	171	132
(South Asia/Japan)	\$7,000	\$9,350	\$16,350	\$13,000	\$11,450	\$12,650	\$10,000	\$27,650	\$22,650	\$18,250

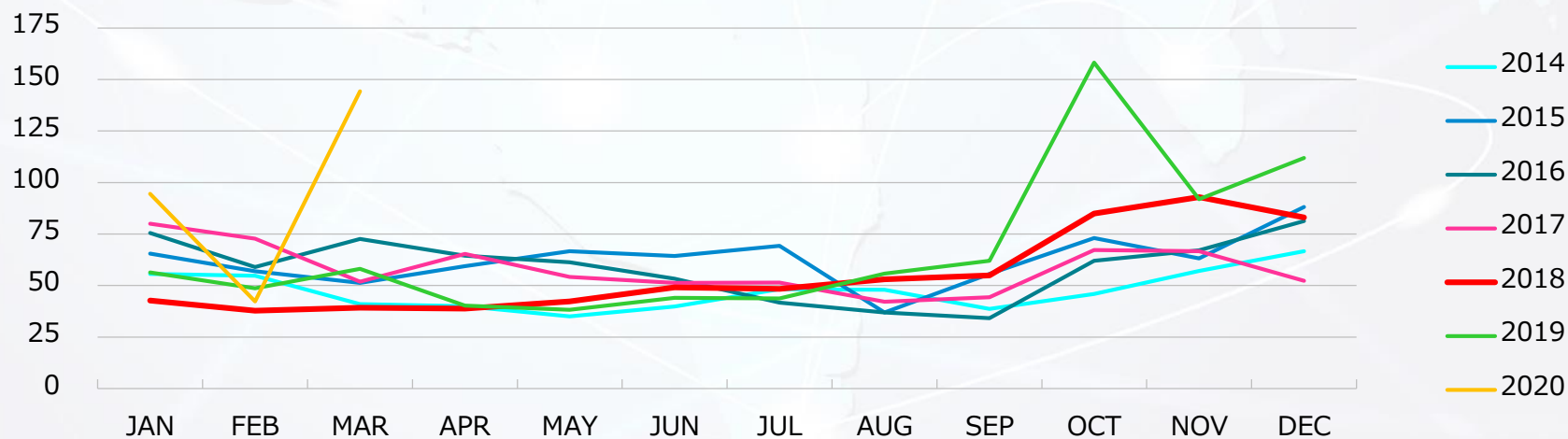
Car Carriers Total Units Carried

Total Units Carried (1,000 Unit)	FY2018					FY2019				
	1Q	2Q	3Q	4Q	Results	1Q	2Q	3Q	4Q	Results
Outbound	297	267	303	307	1,174	299	266	280	265	1,109
Homebound	63	69	59	48	240	64	73	67	49	254
Others	373	349	338	263	1,324	315	286	291	235	1,126
Intra-Europe	254	173	227	226	881	231	213	205	190	839
Total Units Carried	987	858	927	845	3,617	909	837	843	739	3,328
Number of fleet	93	93	92	90	90	85	86	84	85	85

Baltic Dry Index



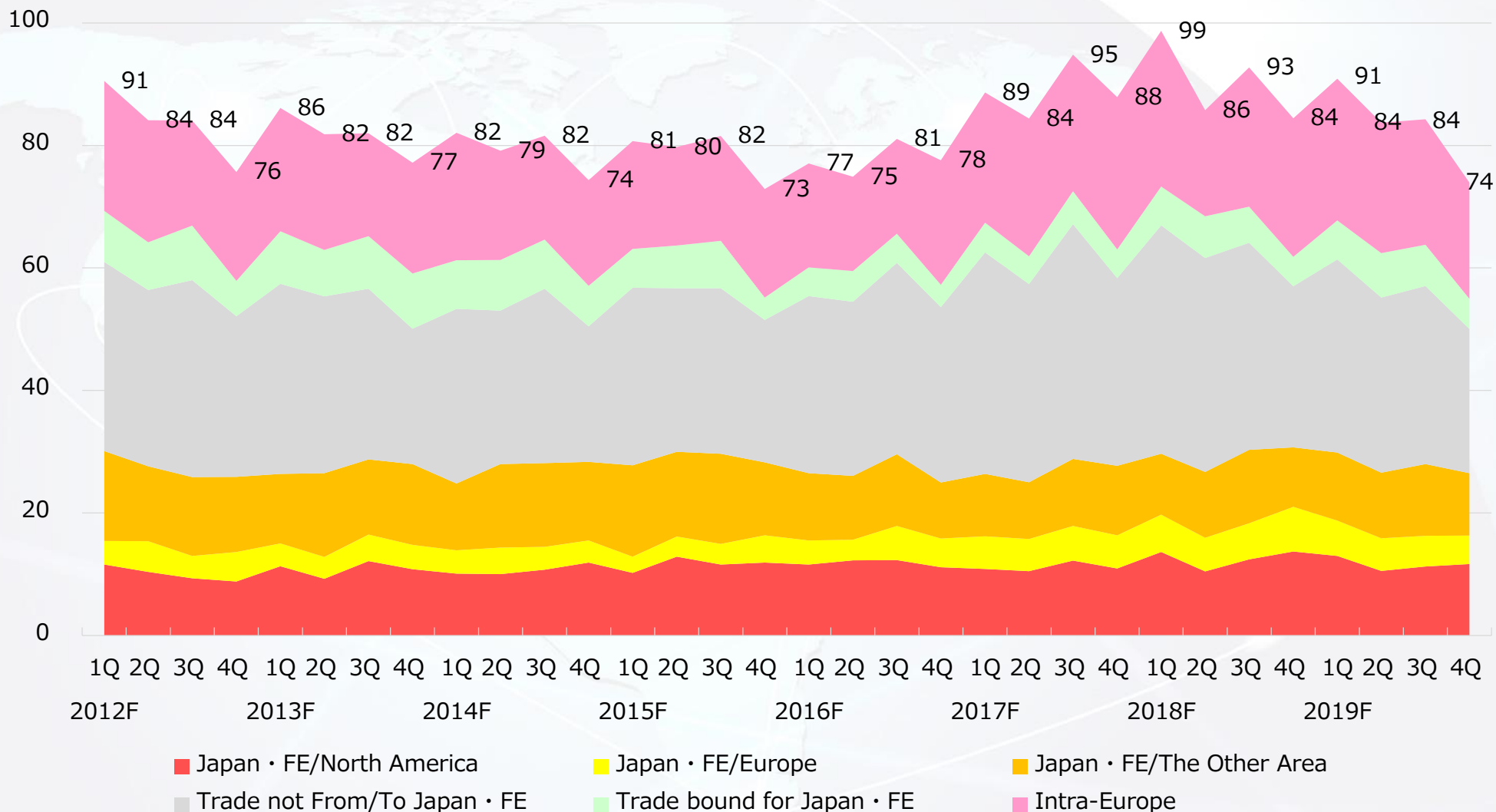
World Scale VLCC(AG/JPN)



A-2 『Car Carriers』

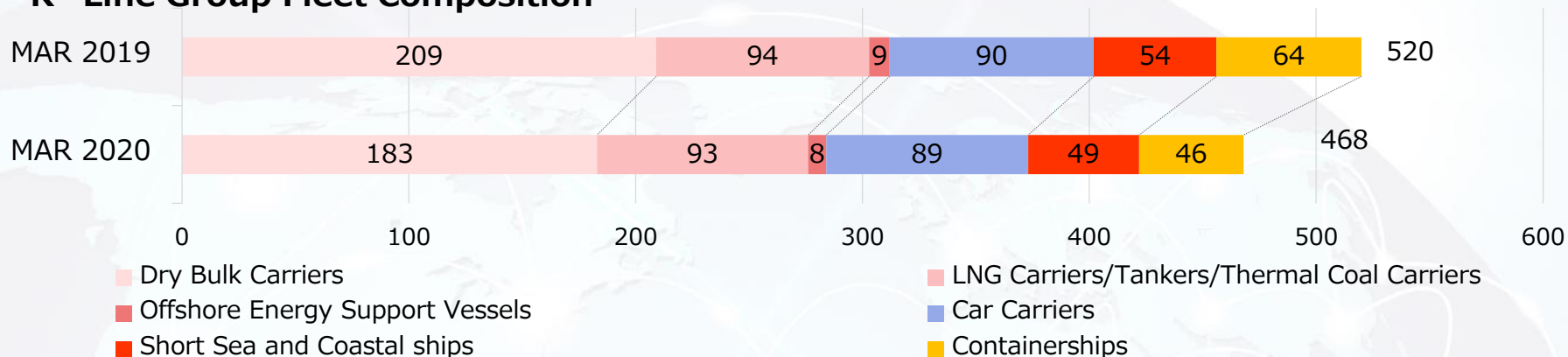
“Volume” by Loading/Discharging Area

(10,000 Units)



B-1 "K" Line Group Vessels in Operation

"K" Line Group Fleet Composition



"K"LINE Group Vessels in Operation

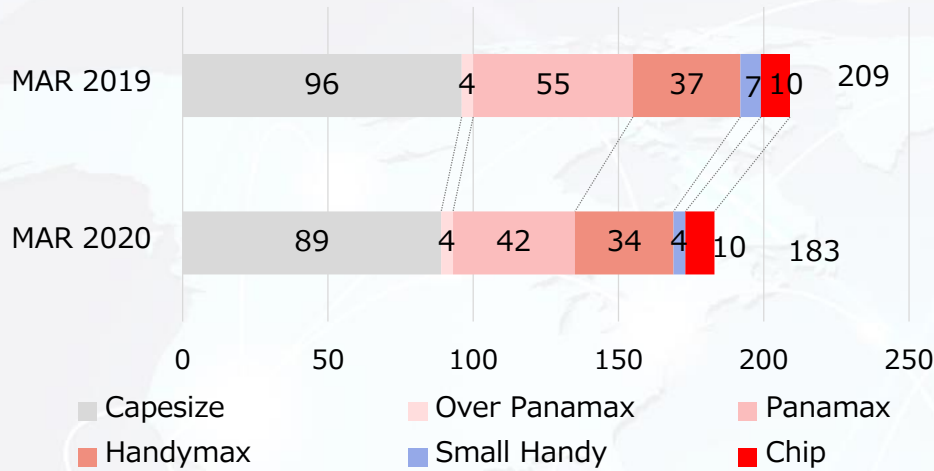
Type of Vessel	Owned		Chartered		Total		MAR 2019 Total	
	No.	DWT(MT)	No.	DWT(MT)	No.	DWT(MT)	No.	DWT(MT)
Dry Bulk	58	7,066,538	125	16,863,769	183	23,930,307	209	26,423,503
Thermal Coal Carriers	8	703,971	21	1,891,421	29	2,595,392	25	2,207,803
LNG Carriers	45	3,801,242	2	152,272	47	3,953,514	47	3,950,938
Tankers	12	1,769,681	5	776,868	17	2,546,549	22	3,269,333
Offshore Support Veesels	6	29,186	0	-	6	29,186	7	32,481
Drillship	1	-	0	-	1	-	1	-
FPSO	1	-	0	-	1	-	1	-
Car Carriers	38	529,072	51	935,091	89	1,464,163	90	1,479,845
Short Sea and Coastal ships	25	212,972	24	351,955	49	564,927	54	612,051
Containerships	7	460,448	39	3,621,895	46	4,082,343	64	4,943,047
Total	201	14,573,110	267	24,593,271	468	39,166,381	520	42,919,001

* The number of owned vessels includes co-owned vessels, and deadweight tonnage includes share of other companies' ownership in co-owned vessels.

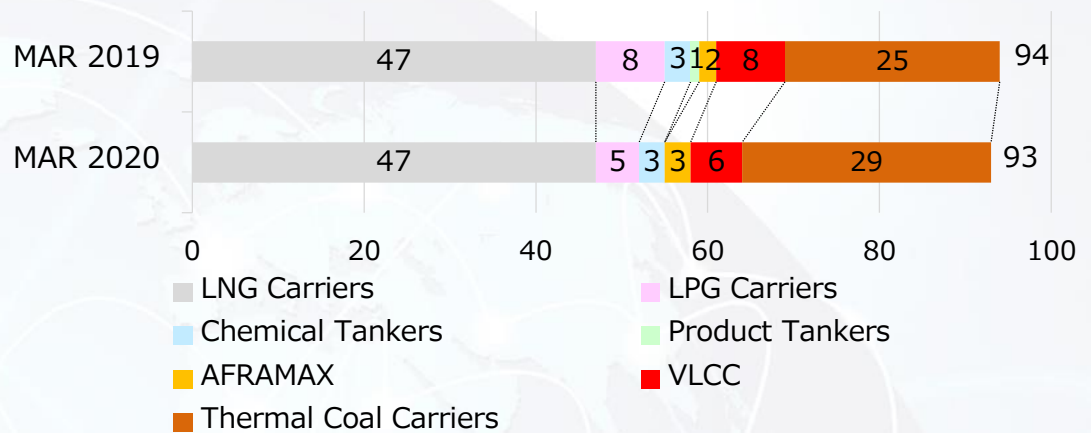
* Includes flagships and spot and/or short term activities at the end of term.

B-2 『Dry Bulk Carriers』『LNG Carriers/Tankers/Thermal Coal Carriers』 『Offshore Energy E&P Support』『Car Carriers』

Dry Bulk Carriers

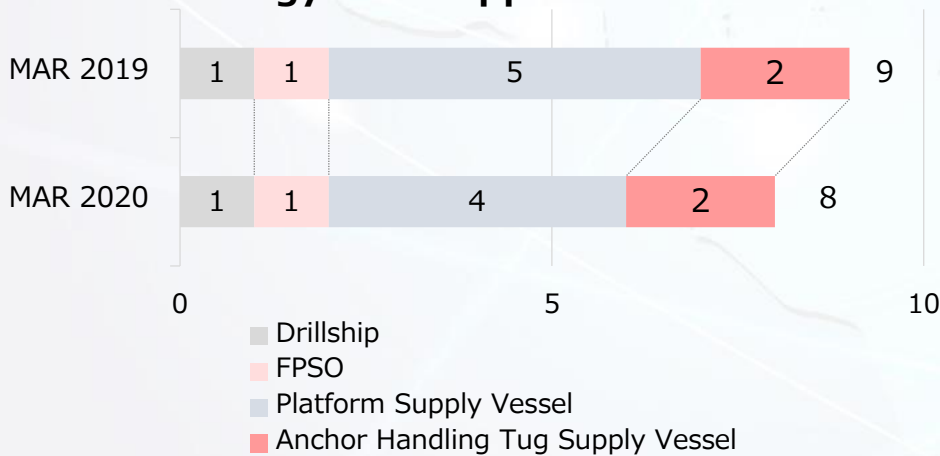


LNG Carrier/Tankers/Thermal Coal Carriers

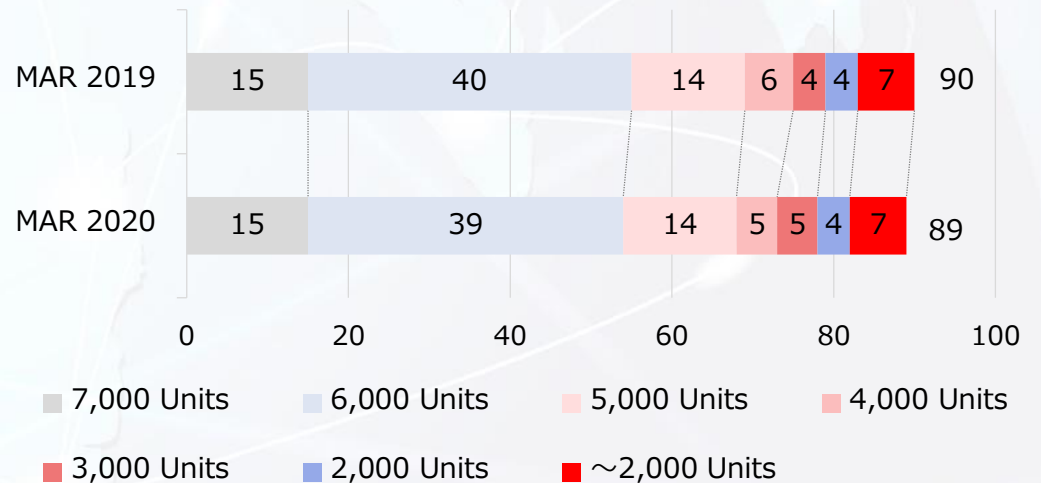


※The number of LNG Carriers includes 28 vessels owned by SPC of the projects.

Offshore Energy E&P Support



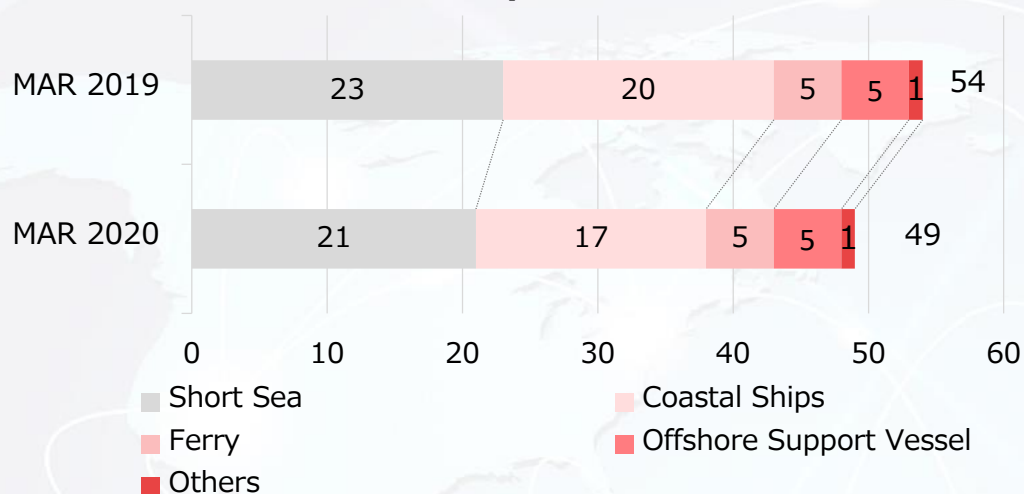
Car Carriers



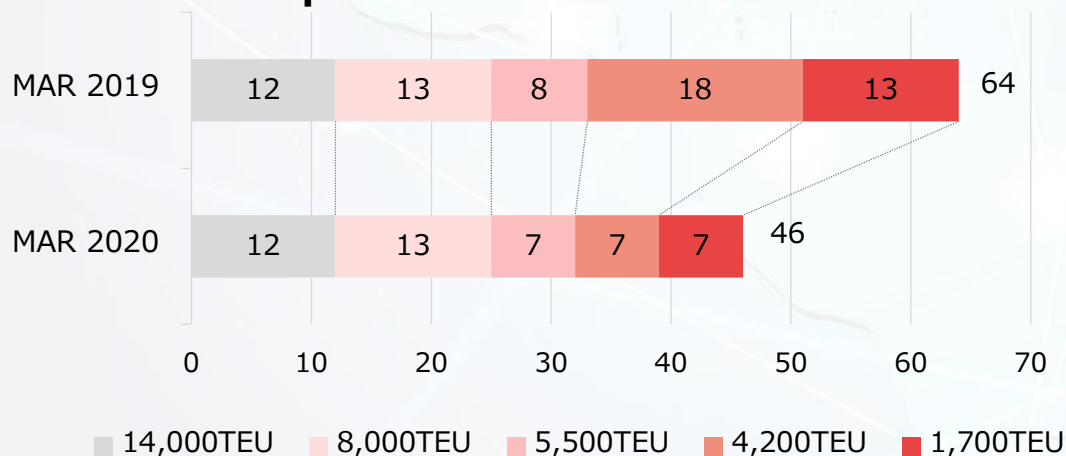
※Includes flagships and spot and/or short term activities at the end of term. 5

B-3 『Short Sea and Coastal Ships』 『Containerships』 New Building Delivery Schedule

Short Sea and Coastal Ships



Containerships



New Building Delivery Schedule

	FY2019	FY2020	FY2021
Dry Bulk Carriers	4	2	3
Capesize	3	2	1
Panamax	1		2
Handymax			
Small Handy			
Chip			
LNG Carriers	0	0	0
Tankers	2	0	0
VLCC			
AFRAMAX	2		
LPG			
Thermal Coal Carriers	5	0	0
Offshore Energy E&P Support Vessels	0	0	0
Offshore			
Drillship			
FPSO			
LNG Bunkering Vessels	0	1	0
Car Carriers	0	1	0
7020 Units		1	
Short Sea and Coastal ships	0	2	0
Total	11	6	3

C-1 “Non-Operating Income and Expenses” “Extraordinary Profits and Losses”

Non-Operating Income and Expenses

(billion yen)

	1H	2H	Total
Financial Gain/Loss	- 3.1	- 3.3	- 6.5
Equity in Gain/Loss of subsidiaries and affiliates	6.6	1.4	8.0
Exchange Gain/Loss	- 1.8	0.2	- 1.6
Reversal of Allowance for Loss related to the Anti-Monopoly Act	-	0.4	0.4
Others	0.6	- 0.4	0.3
Consolidated Total	2.3	- 1.7	0.6

Extraordinary Profits and Losses

	1H	2H	Total
Gain/Loss on Sales of Fixed Assets	2.6	2.2	4.8
Gain/Loss on Sales of Investments in Securities	-	1.3	1.3
Gain/Loss on Liquidation of Subsidiaries	2.7	0.0	2.7
Impairment Loss	- 0.3	- 0.3	- 0.6
Gain/loss on Valuation of Investment Securities	-	- 5.3	- 5.3
Others	0.9	0.1	1.0
Consolidated Total	5.9	- 2.0	3.9

C-2 Performance per Business Segment

※Old Segment

Operating Revenue

	(million yen)		
	FY2017	FY2018	FY2019
Containership	622,962	524,082	603,786
Bulk Shipping	570,151	458,984	523,940
Offshore Energy E&P Support & Heavy Lifter	24,656	19,420	7,472
Other	87,225	79,970	82,071
Total	1,304,996	1,082,457	1,217,270
Adjustment	- 61,063	- 52,266	- 55,245
Consolidated	1,243,932	1,030,191	1,162,025

Ordinary Income

	FY2017	FY2018	FY2019
Containership	- 10,049	- 31,488	3,366
Bulk Shipping	24,656	- 9,476	3,202
Offshore Energy E&P Support & Heavy Lifter	- 6,553	- 5,119	- 965
Other	1,826	2,518	3,341
Total	9,879	- 43,566	8,945
Adjustment	- 6,541	- 8,822	- 6,982
Consolidated	3,338	- 52,388	1,962

※Current Segment

Operating Revenue

	(million yen)		
	FY2017	FY2018	FY2019
Dry Bulk	249,043	273,986	233,821
Energy Resource Transport	75,415	88,701	84,676
Product Logistics	806,689	449,929	392,875
Other	87,018	82,129	80,989
Total	1,218,166	894,747	792,361
Adjustment	- 56,141	- 58,015	- 57,076
Consolidated	1,162,025	836,731	735,285

Ordinary Income

	FY2017	FY2018	FY2019
Dry Bulk	- 132	4,441	4,090
Energy Resource Transport	440	2,491	9,921
Product Logistics	5,777	- 49,196	- 2,934
Other	3,017	1,124	1,733
Total	9,102	- 41,139	12,810
Adjustment	- 7,140	- 7,794	- 5,402
Consolidated	1,962	- 48,933	7,408

※From FY2018, We renewed our Business Segment for disclosure as below due to the Integration of Container Shipping Businesses as "Ocean Network Express".

(Old) 「Containerships」 「Bulk Shipping」 「Offshore Energy E&P Support & Heavy Lifter」 and 「Others」

→(Current) 「Dry Bulk」 「Energy Resource Transport」 「Product Logistics」 and 「Others」

"K"LINE Group seek development of customer-oriented new business model and rebuild our business portfolio.