

FINANCIAL HIGHLIGHTS

Interim brief report of the first half of fiscal year ending March 31,2006

[Two Year Summary]

| | Six Months ended Sep.30,2005 | Six Months ended Sep.30,2004 | Six Months ended Sep.30,2005 | Year ended Mar.31,2005 |
|--|------------------------------------|------------------------------------|------------------------------------|------------------------------|
| Consolidated | | | | |
| Operating revenues (Millions of yen / Thousands of U.S. dollars) | ¥ 454,764 | ¥ 413,563 | \$ 4,017,707 | ¥ 828,443 |
| Operating income (Millions of yen / Thousands of U.S. dollars) | 50,167 | 60,252 | 443,212 | 108,053 |
| Net income (Millions of yen / Thousands of U.S. dollars) | 34,885 | 33,549 | 308,206 | 59,852 |
| Per share of common stock (Yen / U.S. dollars) | 58.97 | 56.76 | 0.52 | 100.70 |
| Total Assets (Millions of yen / Thousands of U.S. dollars) | 709,806 | 589,444 | 6,270,925 | 605,331 |
| Shareholders' Equity (Millions of yen / Thousands of U.S. dollars) | 224,575 | 155,159 | 1,984,056 | 181,276 |
| Per share of common stock (Yen / U.S. dollars) | 379.16 | 262.47 | 3.35 | 306.06 |
| Net cash provided by operating activities (Millions of yen / Thousands of U.S. dollars) | 32,454 | 45,371 | 286,724 | 89,443 |
| Net cash used in investing activities (Millions of yen / Thousands of U.S. dollars) | (58,828) | (21,540) | (519,728) | (34,402) |
| Net cash used in financing activities (Millions of yen / Thousands of U.S. dollars) | 28,995 | (22,289) | 256,168 | (47,428) |
| Non-consolidated | | | | |
| Operating revenues (Millions of yen / Thousands of U.S. dollars) | 362,924 | 331,975 | 3,206,332 | 658,699 |
| Operating income (Millions of yen / Thousands of U.S. dollars) | 35,136 | 48,336 | 310,425 | 85,288 |
| Net income (Millions of yen / Thousands of U.S. dollars) | 22,777 | 27,178 | 201,235 | 49,012 |
| Per share of common stock (Yen / U.S. dollars) | 38.47 | 45.94 | 0.34 | 82.49 |
| Cash dividends (Millions of yen / Thousands of U.S. dollars) | 5,335 | 4,437 | 47 | 9,763 |
| Per share of common stock (Yen / U.S. dollars) | 9.00 | 7.50 | 0.08 | 16.50 |
| Total Assets (Millions of yen / Thousands of U.S. dollars) | 468,432 | 366,828 | 4,138,463 | 376,344 |
| Shareholders' Equity (Millions of yen / Thousands of U.S. dollars) | 171,649 | 124,229 | 1,516,475 | 143,018 |
| Per share of common stock (Yen / U.S. dollars) | 289.56 | 209.95 | 2.56 | 241.36 |

The U.S. dollar amounts are converted from the yen amount at ¥113.19=U.S.\$1.00, The exchange rate prevailing on September 30, 2005.

1. Management Policies

1. Principles of Management

“K” LINE established its Corporate Principles and Vision, which promises the formation of a stable business base for the “K” LINE Group, in the latest management plan that was initiated from April 2004.

<Corporate Principles of the “K” LINE Group>

The basic principles of the “K” LINE Group as a business organization centering on shipping lie in:

- a. Diligent efforts for safety in navigation and cargo operations as well as for environmental preservation;
- b. Sincere response to customer needs by making every possible effort; and
- c. Contributing to the world’s economic growth and stability through continual upgrading of service quality.

<Vision>

- (1) To be trusted and supported by customers in all corners of the world while being able to continue to grow globally with sustainability,
- (2) To build a business base that will be capable of responding to any and all changes in business circumstances, and to continually pursue and practice innovation for survival in the global market,
- (3) To create and provide a workplace where each and every employee can have hopes and aspirations for the future, and can express creativity and display a challenging spirit.

2. Basic Policy on the Payment of Dividends

Payment of Dividends

“K” LINE considers returning interest to the shareholders, after due consideration of matters such as securing internal reserves for capital spending aiming to expand the scale of our operations in accordance with the interim plan and for improvement and enhancement of the corporate structure, as one of its most important issues, and makes it our basic policy to maintain a stable dividend. Part of our fundamental policy is to pay a minimum dividend of ¥10.0 per share and to pay out about 20% of the non-consolidated net profit for each fiscal year. As we approach the final year of interim management plan “K” LINE Vision 2008, we will make further effort to increase the proportion of dividend and to return more profits to the shareholders.

Policy of dividend payment for the current fiscal year

As far as the interim dividend for the fiscal year ending March 2006 is concerned, the Company resolved, at the board of directors’ meeting held on November 10, 2005, to pay ¥9 per share, taking consideration of operating results for the first half of fiscal 2005 and of the performance forecast for the full term. Although the current forecasts for the 2nd half is lower than the previous projection, the Company intends to pay ¥18 per share as the final dividend for fiscal 2005. There will be no changes to the usual year-on-year increase of ¥1.5.

3. Policy on the Lowering of the Stock Trade Unit

The Company perceives that sufficient liquidity of the stocks and the participation of many investors in the stock markets are both essential for the formation of appropriate stock prices in the stock markets. The Company will therefore continue to carefully watch and investigate the liquidity and movements of the Company's shares in regard to the lowering of the stock trade unit in the stock markets.

4. Interim/Long-Term Management Strategy and Profit Targets of the “K” LINE Group

“K” LINE Vision 2008

For the 90th anniversary in 2009, we started in April 2004 a newly developed interim management plan called “K” LINE Vision 2008, partly as a successor to the fundamental objectives of the preceding management plan, the KV-PLAN. The essence of the “K” LINE Vision 2008 is to recognize the forthcoming 5-year period leading to the 90th anniversary as the springboard for making major strides and significant extensions in our operations, and to reinforce the management base.

During this period, in particular, we recognize “sustainable growth and establishment of a stable profitability structure” as the most important task, and will continue to further enhance our cost competitiveness by consolidating the Group to promote activities that will improve our cost structures. The Group will also create profit-earning opportunities in the field of marine transportation and related fields.

We will promote, in particular, the following three items as our basic tasks for the period of the new management plan:

- (1) Establishment of a stable profitability structure through reinforcement of the corporate structure,
- (2) Creation of a corporate culture full of aspirations for the Group and enhancement of the brand value the “K” LINE, and
- (3) Strengthening of the system of corporate governance and reinforcement of risk management.

<Profit Targets>

The Company set out the following targets for the operating performance in “K” LINE Vision 2008.

- (1) Consolidated operating revenues in 2010 following the 90th anniversary are targeted at ¥1 trillion;
- (2) Establishment of a fleet of 460 vessels by fiscal 2008;
- (3) Total amount of capital investment in vessels during the period of the new management plan: ¥730 billion (181 vessels), including ¥215 billion for chartered vessels (46 vessels); and
- (4) Constant pursuit of a secure “A” bond rating by achieving more than ¥300 billion in shareholders' equity, an equity ratio of over 40%, ROE of over 16% and a ratio of debt over equity of 80% or less, and a corporate structure for consistent payment of a ¥10 dividend per share.

In fiscal 2004, the first year of Vision 2008, our operating results substantially picked up beyond our initial projections due to favorable business circumstances. Regarding the business forecast, the Company made revisions in the projection for operating results for fiscal 2005 as mentioned below, ensuring adequate reflection of the current business environments.

In addition, the Company plans to review, by the end of fiscal 2005, the numerical targets and its policy on the payment of dividends for the period from fiscal 2006 to fiscal 2008 through careful investigation of the prospects for the current business situation.

Consolidated financial numerical results for fiscal 2004, projection for fiscal 2005 and target for fiscal 2008

(Unit: ¥100 million yen/Rounded off to the nearest 100 million)

| | Fiscal 2004 | Fiscal 2005, projected after revision | Fiscal 2008, targeted to be revised |
|-----------------------------|-------------|---|---|
| Operating revenues | 8,284 | 9,250 | 8,700 |
| Operating income | 1,081 | 910 | 880 |
| Ordinary income | 1,072 | 910 | 870 |
| Net income | 599 | 640 | 550 |
| Return on Equity (ROE) | 39.6% | 30.0% | 17.0% |
| Interest-bearing debt | 2,392 | 2,750 | 2,600 |
| Shareholders' Equity | 1,813 | 2,450 | 3,400 |
| Equity ratio | 29.9% | 34.0% | 43.0% |
| Debt Equity Ration (DER) | 132% | 112% | 77% |
| Capital investment | 344 | 950 | 1,350 |
| Scale of the fleet | 390 vessels | 410 vessels | 461 vessels |

Assumptions of the prospects for the operating results

| | Fiscal 2004 | Fiscal 2005, projected | Fiscal 2008 |
|--------------------------|-------------|---------------------------|-------------|
| Foreign exchange rate | ¥107/US\$ | ¥110/US\$ | ¥110/US\$ |
| Fuel oil prices | \$192/MT | \$280/MT | \$170/MT |

The figures above include the prospects for future operating results as of the date of publication of the management plan (November 2005).

Actual results may differ significantly from the prospects above, due to risks related to the global economy and fluctuations in foreign exchange rates, and other unforeseen factors.

5. Basic Policy on Corporate Governance and the Implementation of related Measures

<Basic Policy on Corporate Governance>

It is essential for a company to ensure corporate governance in order to promote social responsibility in business, to respond to the entrustment of its operations from the stakeholders, including the shareholders, and to maintain the sustainable growth of the company.

In the five-year management plan until March 2009, called “K” LINE Vision 2008, “K” LINE has stated that its major fundamental tasks include strengthening the corporate governance system and improving and enhancing risk management. We will continually strive to ensure that business ethics are fully adopted throughout the whole of our Group, to develop a dynamic and efficient scheme for corporate governance and to increase our brand value, as well as to reinforce profitability and financial structures.

<Implementation of Measures for Corporate Governance >

- (1) The corporate governance system includes administrative organizations for decision-making, execution and control in management

In “K” LINE, the Board of Directors establishes and administrates the corporate governance system, and the Board of Auditors supervises maintenance and operation of that system, and at the same time, the Company is enhancing this system with assistance from the activities of internal committees and other bodies. The corporate audits have been carried out by the audit firm in accordance with the provisions of the Commercial Code of Japan and the firm’s functions are described below.

- 1) Outline of corporate bodies for decision-making, audit and other matters

- Board of Directors and Board of Auditors

Board of Directors: The Board of Directors exists as an organization for decision-making on the basic direction of management, legal matters and other important management issues, as well as for control over the execution of duties. The Board is convened one or more times every month. All of the auditors attend the meetings of the Board.

Board of Auditors: Two auditors from among the four incumbent auditors have been elected as outside auditors defined under the Law for Special Exceptions to the Commercial Code of Japan. The Board of Auditors establishes the auditing policy and audit plans, with the purpose of ensuring the functional and expeditious implementation of internal audits. The Board has taken over the former auditors’ system, and all auditors attend the meeting of the Board of Directors and other important meetings. The Board audits the execution of management and overall corporate administration of the Company from independent viewpoints. In addition, full-time staffs are assigned to the auditors.

- Committees and other bodies

Other internal bodies established as part of the corporate governance system include the following committees and those related to risk management mentioned in Item 3).

Directors’ Council: In addition to the Board of Directors, the Directors’ Council is convened every two weeks in principle, and is participated in by all directors and also attended by one or more auditors in order to promote quick decision-making and to achieve full corporate governance.

Investment Committee: In order to seek the maximum efficiency from investments, including the investments of the Group companies, and taking the capacity for investment into consideration, the Investment Committee, whose membership corresponds to that of the Directors' Council, is convened as required to discuss and determine the basic investment plan and the major individual items of investment.

Management Conference: A Management Conference is held among the representative directors once a week, in principle. In this Conference, opinions are exchanged among the representative directors on overall management issues, and the directors in charge ask the representative directors for their advice and opinions in order to further enhance the transparency and promptness of management decisions and policies.

2) Establishment of an Internal Control Scheme

Under the direction of the representative directors, the directors in charge and general managers are responsible for properly establishing and executing the internal control scheme. The Internal Audit Office has the role of assisting the directors in the execution of their duties through feedback and recommendations for improvement as the Office checks whether the Internal Control Scheme is properly functioning.

The auditors supervise the establishment of the internal control framework undertaken by the directors and that effective execution of its functions is ensured.

3) Organization for Risk Management

The Company restructured the crisis and risk management system in March 2004, in recognition of the various kinds of possible management risks, to prepare for these, and to be able to fulfill its social responsibilities when actual risks arise. Management risks were categorized into four groups including risks related to navigation and cargo operation, and risks concerning disasters, and four committees were introduced, corresponding to each risk group. A Crisis Management Committee was established to oversee these four committees and to control and promote overall risk management activities.

| Name of Committee | Function | Secretary |
|---------------------------------|--|------------------------------------|
| Crisis Management Committee | Overseeing of overall risk management | Corporate Planning Group |
| Ship Safety Promotion Committee | Prevention of and response to accidents involving vessels, including pollution incidents | Marine Safety Administration Group |
| Disaster Response Committee | Response to disasters and preparation for them during peacetime | Human Resources Group |
| Compliance Committee (*) | Responses to compliance-related issues | Compliance Office |
| Management Risk Committee | Response to various other management risks | Corporate Planning Group |

Note: The Compliance Committee carries out activities to ensure compliance with the laws and ordinances, fairness and business ethics in business activities, and has an internal alert system, functioning as expected. The Committee responds to compliance-related issues based on information collected from a number of sources.

4) Internal Audit, Audit by the Auditors and the Accounting Audit

The Internal Audit Office currently consists of three full-time officers. The office is in charge of conducting internal audit of the execution of duties from the viewpoint of internal controls for management effectiveness and efficiency, improvement of reliability in financial reports and ensuring compliance. The Internal Audit Office also promotes the establishment of the company-wide internal control system.

On the other hand, the Auditors carry out audits in cooperation with the Internal Audit Office.

And, the Accounting Auditors make recommendations and provide guidance to the Internal Audit Office concerning its duties regarding internal controls, and conduct the Company's accounting audit in collaboration with the Auditors.

Name of the certified public accountant, name of the auditing firm, period for successive auditing and composition of the group of assistants for the accounting audit:

| Name of the certified public accountant | Name of the auditing firm | Successive period of years |
|---|---------------------------|----------------------------|
| Hiroyuki Suzuki | Ernst & Young ShinNihon | 20 ^{*1} |
| Takashi Hashitome | Ernst & Young ShinNihon | -* ² |
| Toshiya Yanagi | Ernst & Young ShinNihon | -* ² |

*Notes: 1. Ernst & Young ShinNihon has voluntarily introduced the rotation system for CPAs involved prior to the commencement of regulation under the Certified Public Accountant Law and implementation of the voluntary control by the Japan Institute of Certified Public Accountants. Mr. Suzuki is scheduled to be replaced by the end of fiscal year ending March 2006 in accordance with the voluntary rotation plan established by the auditing firm.

2. Entry is omitted since the successive period of years does not exceed 7 years.

Composition of the group of assistants for the accounting audit

The accounting auditing team mainly consists of a certified public accountant and assistant certified public accountants. Sometimes, some of assistants, including system engineers, are included in the team according to the auditing firm's audit plan.

(2) Outline of Human, Capital and Business Relations and Other Interests between the Company and the Outside Auditor

It is assured that the Company has no human, capital, technical or business relations with the two outside auditors as of September 30, 2005.

(3) Implementation of Measures to Improve Corporate Governance in the most recent one year period

Since the Law for the Protection of Personal Data became fully effective from April 1, 2005, the Company has been striving to establish a compliance system, by enforcing regulations for the protection of personal data on April 1, 2005, and introducing a new company structure.

6. Issues Requiring Responses from the Company

In addition to three items stated as the Company's basic tasks for the "K" LINE Vision 2008 described in Item 4. above, (1) Establishment of a stable profitability structure through reinforcement of the corporate structure, 2) Creation of a corporate culture full of aspirations for the Group and enhancement of the brand value the "K" LINE, and 3) Strengthening of the system of corporate governance and reinforcement of risk management, the Company recognizes marine safety and environmental preservation as among the top priority tasks that the "K" LINE Group needs to address with all its resources.

Safety in Navigation and Cargo Operation:

At "K" LINE, maintenance of safety in navigation and cargo operation is recognized as a high-priority issue. To this end, the Ship Safety Promotion Committee, whose membership consists of directors from "K" LINE and those of vessel administration companies among the group, was established. The Committee has been continually planning and implementing various long-term measures related to marine safety, and further reinforcement and enhancement in its activities is expected. We also implement onboard inspections by sending our experts to all vessels, including chartered vessels, based on our own "KL-QUALITY", a quality guideline for vessels, and provide our clients with transport services of a stable quality. We periodically operate Safety Campaign and Zero Cargo Accidents Campaign to enforce onboard inspections by executives and onshore managers. As for countermeasures against possible terrorist and pirates attacks on vessels, which is an issue of recent concern, we have been pursuing the steady implementation of the Ship Security Plan based on the ISPS (International Ships and Port facilities Security) code. In addition to diligently gathering security information, we are ready to provide carefully planned countermeasures and responses in relation to all vessels, including chartered vessels. We also take countermeasures through the collaboration between marine and land personnel in order to ensure prompt and proper responses to significant marine disasters and security issues.

Environmental Preservation:

In accordance with our Environmental Policy of the "K" LINE and its Group, we uphold environmental preservation as a permanent management objective while being fully aware that emissions and wastes caused by business activities and the consumption of power and energy necessary for the distribution business are a burden on the limited resources and on the global and ocean environment, as well as of the importance of preventing marine pollution caused by accidents at sea.

In particular, we will make every effort to reduce our environmental load through the constant administration of our own "Environmental Management System (EMS)" in compliance with the standards under ISO 14001, and continue to promote energy-saving activities and design new vessels based on environmental considerations on a voluntary basis. In February 2005, we acquired the renewal qualification certificate for the standards, which expires every three years. We will further extend the recognition and application of EMS to every company in the "K" LINE Group. This will be followed by the establishment of the "EMS GLOBAL NETWORK" and its diffusion to all companies within the Group, including overseas subsidiaries in order to communicate effectively with our clients and government organizations throughout the world. By doing so, we will be able to instantaneously understand local regulations to be implemented and operate countermeasures to provide environment-friendly ocean transport services in the near future.

2. Brief Summary of the Operating Results and Financial Position for Fiscal 2005

1. Operating Results

(1) Summary of the Consolidated Operating Results in the first half of Fiscal 2005

(Unit: 100 million yen/Rounded off to the nearest 100 million)

| | First half of fiscal 2005 ended Sep. 30, 2005 | First half of fiscal 2004 ended Sep. 30, 2004 | Increase in amount/rate |
|--------------------|---|---|-------------------------|
| Operating revenues | 4,548 | 4,136 | 412 / 10.0% |
| Operating income | 502 | 603 | (101) / (16.7)% |
| Ordinary income | 496 | 619 | (123) / (19.9)% |
| Interim net income | 349 | 335 | 13 / 4.0% |

In the 1st half of fiscal 2005, while freight rates for containerships maintained steady performances, those for bulk carriers entered a correction phase in May and onward. On-spot freight rates for large-sized crude oil tankers, which were on a downward trend since the beginning of the year, have turned upwards since June.

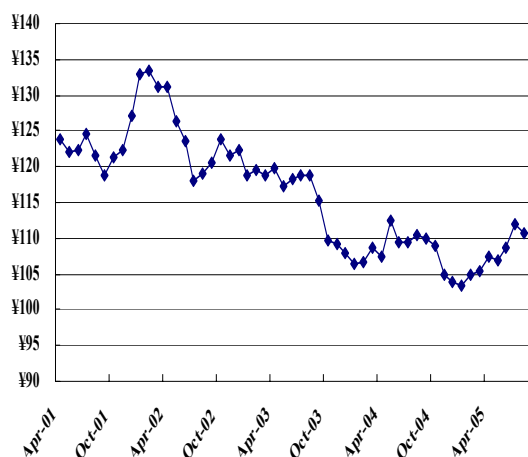
Under these circumstances, "K" LINE Group promoted aggressive business operations, and as a result, the consolidated operating revenues for the 1st half of fiscal 2005 increased ¥41.2 billion compared with the same period of the preceding year to ¥454.764 billion. However, consolidated operating income decreased ¥10.085 billion from the same period last year to ¥50.167 billion (initial projection: ¥50 billion), due to a hit by steep rise in fuel oil prices and the slumping bulker market rates. Consequently, consolidated ordinary income declined by ¥12.317 billion compared to last year to ¥49.625 billion (initial projection: ¥50 billion). Consolidated net income for the first half of fiscal 2005 increased by ¥1.336 billion on a year-on-year basis to ¥34.885 billion (initial projection: ¥34 billion).

Effects of the fluctuations in foreign exchange rates and fuel prices on the Company's ordinary income are as follows:

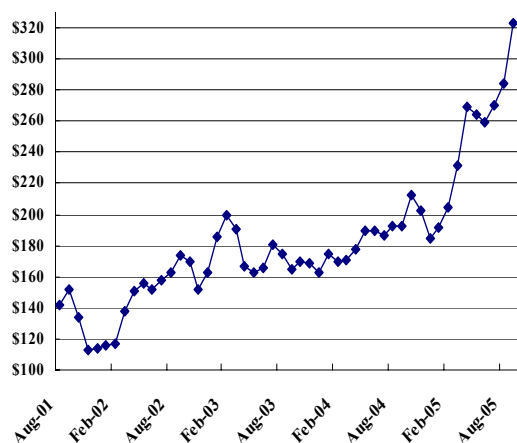
| | First half of fiscal 2005 ended Sep. 30, 2005 | First half of fiscal 2004 ended Sep. 30, 2004 | Increase (Decrease) | Effect |
|------------------------|---|---|---------------------|-----------------|
| Foreign exchange rates | ¥109/US\$ | ¥109/US\$ | - | - |
| Fuel oil prices | US\$ 261/MT | US\$184/MT | US\$77/MT | ¥(10.4) billion |

Note: A fluctuation in the foreign exchange rate for the US dollar of ¥1/US\$ affects the level of the Company's ordinary income by ¥1.2 billion over a year. The effect of a fluctuation in fuel oil prices of \$1 per metric tons is around ¥0.27 billion annually.

<Trends in foreign exchange rates>



<Trends in fuel oil prices>



Operating revenues and operating income for the first half of fiscal 2005 by business segment are as follows:

(Unit: 100 million yen/Rounded off to the nearest 100 million)

| | | First half of fiscal 2005 ended Sep. 30, 2005 | First half of fiscal 2004 ended Sep. 30, 2004 | Increase (Decrease) in amount/rate |
|--|-----------------------|---|---|--|
| Marine transportation | Operating revenues | 3,934 | 3,584 | 350 / 9.8% |
| | Operating income | 441 | 550 | (109) / (19.9)% |
| Freight Forwarding/ Harbor Transportation | Operating revenues | 525 | 463 | 62 / 13.4% |
| | Operating income | 49 | 49 | 0 / (0.1)% |
| Others | Operating revenues | 89 | 89 | 0 / (0.4)% |
| | Operating income | 10 | 3 | 7 / 279.9% |

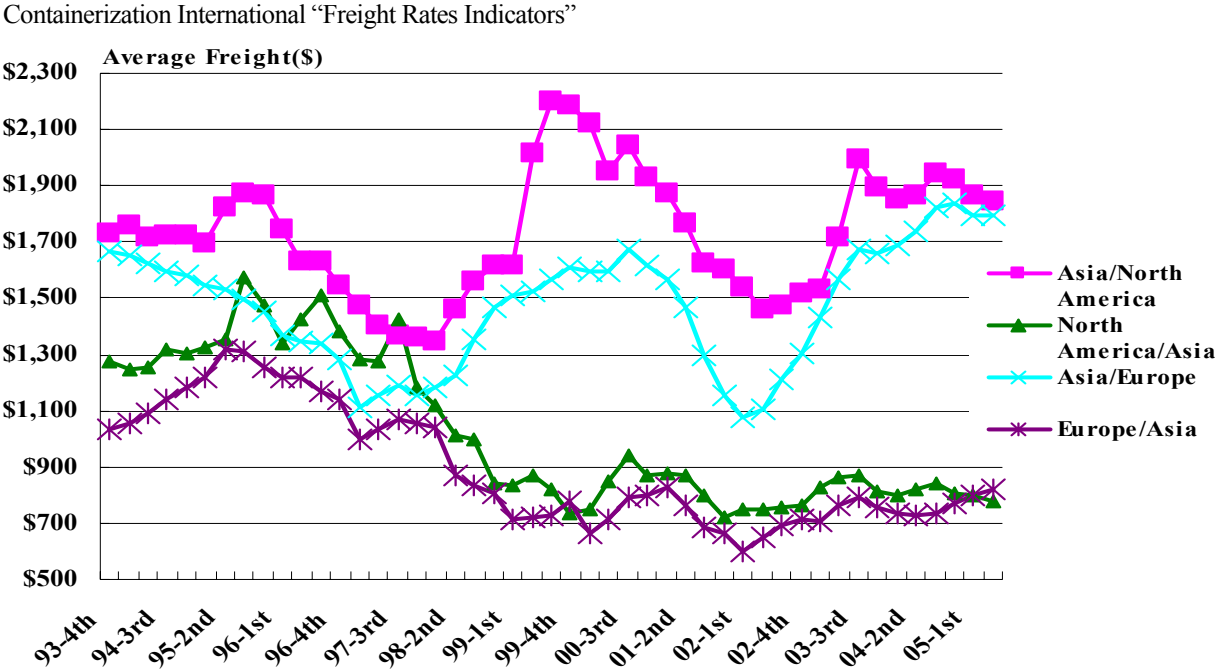
Note: Classification of business segment has been altered starting from this interim. Performance comparisons (Increase (Decrease) in amount/rate) are made by reorganizing individual businesses to their current segments.

(1) Marine transportation

<Containership Business>

Cargo movement maintained steady performances and operating revenues increased on a year-on-year basis. However, operating income declined against the same period last year due to steep rise in fuel oil price. Cargo movements for the entire North American service routes performed favorably, since movements for housing demand-related goods and electric appliances grew by more than 10% compared to last year, and the Company strengthened transportation

capacity by setting up new routes. As a result, cargo volume on the North American routes sharply climbed as shipment for the U.S. East Coast roughly doubled. Cargo movements on European routes staggered temporarily during the period, but came back to the growth trend of over 10% year-on-year since last summer, and in particular, tonnage movements on the Mediterranean Sea routes increased sharply. As a result, the Company’s cargo volume bound for both North Europe and the Mediterranean Sea rose beyond our projection. Cargo movements on inter-Asian service routes also continued to grow favorably, helped by steadily increasing cargo shipments from China as well as Japan.

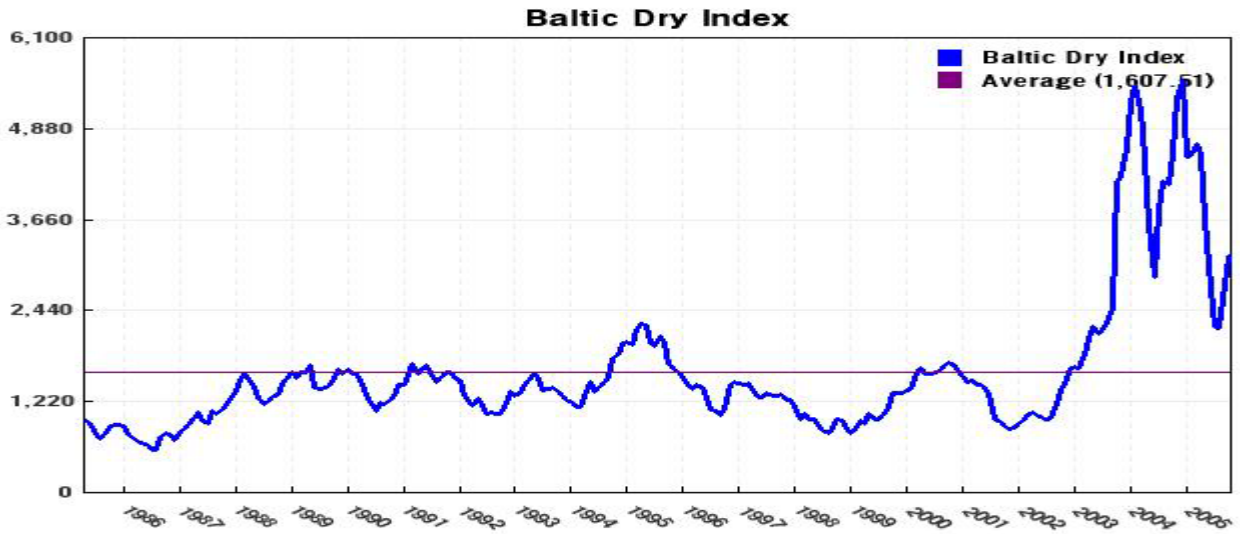


<Bulk Carrier and Car Carrier Business>

Bulker market rates, which were at high levels since the beginning of the year, entered a correction phase in early May and staggered till the middle of the 2nd quarter of fiscal 2005. Through the 1st half of fiscal 2005, market rates sharply declined from the same period last year. Car carriers encountered negative factors like steep rise in fuel oil prices and highly hovering charter rates. However, cargo movements steadily grew in volume due to the business environment marked by expanding sales of Japanese and Korean cars featuring higher mileage in major global markets including the U.S., and consequently, the Company enjoyed increased tonnage. In the overall bulk carrier and car carrier business, operating revenues increased but income declined.

Baltic Dry Index

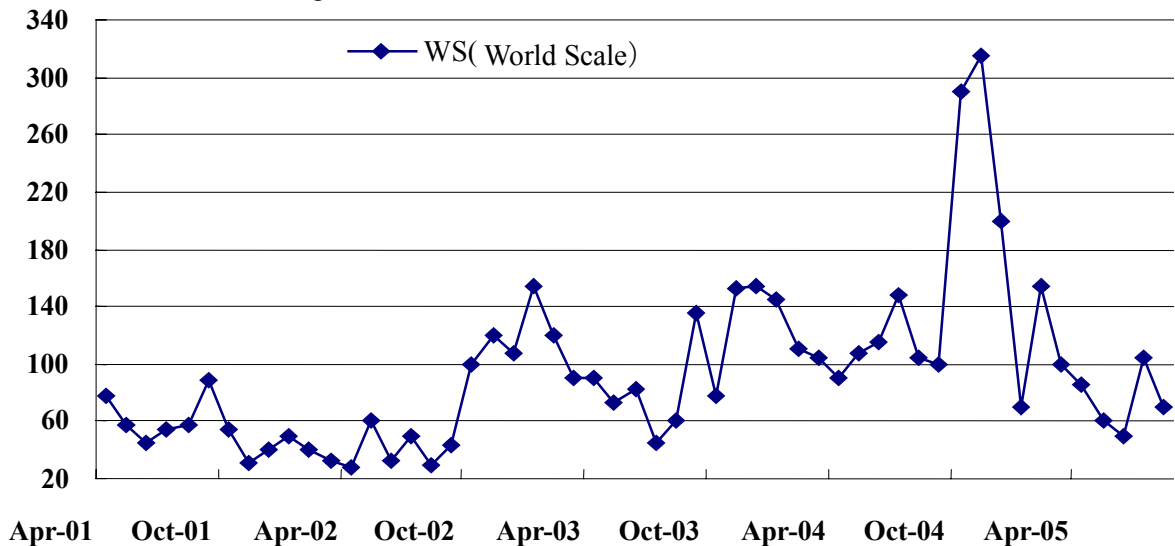
1985.4.1 = 1,000



<Energy Transportation and Tanker Business>

While the market generally continued to be stagnant during the period, the Company's VLCCs and LNG carriers maintained steady operations. Volumes of transport also increased in the thermal coal carriers for power generation thanks to an easing of port congestion in Australia. Operating results of the overall business slightly exceeded to those in the same term of last year.

<Trends in tanker freight rates>



<Coastal shipping Business>

In the domestic tramp services, the Company secured stable cargo volumes and constant operating performance thanks to specialized carriers. However, ferries were faced with severe operating conditions due to soaring fuel oil prices.

As a result, overall operating revenues for marine transportation amounted to ¥393.356 billion, an increase of 9.8% over the same period last year, and operating income stood at ¥44.087 billion, 19.9% down in a year-on-year comparison.

(2) Freight Forwarding/Harbor Transportation

Cargo movement proceeded relatively steadily for both sea and air routes, and consequently, the cargo volume handled by port transportation-related affiliates increased. The combination of these favorable results produced operating revenues of ¥52.545 billion (13.4% year-on-year increase) and operating income of ¥4.889 billion (0.1% year-on-year decrease).

(3) Other business

As for other businesses not mentioned above, operating revenues amounted to ¥8.861 billion (0.4% year-on-year decrease), and operating income recorded at ¥1.008 billion (279.9% year-on-year increase).

(2) Prospects for Fiscal 2005

(Unit: 100 million yen/Rounded off to the nearest 100 million)

| | Prospects for Fiscal 2005 (ending March 2006) | Fiscal 2004 (ended March 2005) | Increase (Decrease) in amount/rate |
|--------------------|---|--------------------------------|------------------------------------|
| Operating revenues | 9,250 | 8,284 | 966 / 12% |
| Operating income | 910 | 1,081 | (171) / (16)% |
| Ordinary income | 910 | 1,072 | (162) / (15)% |
| Net income | 640 | 599 | 41 / 7% |

| | | | |
|------------------------|------------|-------------|-------------|
| Foreign exchange rates | ¥110/US\$ | ¥107.5/US\$ | ¥(2.5)/US\$ |
| Fuel oil prices | US\$280/MT | US\$192/MT | US\$88/MT |

Assumptions for the prospects: Foreign exchange rate (For the 2nd half): ¥110/US\$,
Fuel oil price (For the 2nd half): US\$300/MT

The Company expects the consolidated operating results for the full term of fiscal 2005 to be ¥925.0 billion for operating revenues, ¥91.0 billion for operating income, ¥91.0 billion for ordinary income and ¥64.0 billion for net income. In the first half of fiscal 2005, the Company was able to achieve initially projected consolidated financial numerical results thanks to the effects of the contracts that were concluded during the relatively profitable preceding year but were executed in this first half. Our efforts to secure efficient ship operation also helped in the achievement of the projections, despite inflated fuel oil prices and a rapid decline of market rates for bulk carriers and tankers. However, in the second half, while cargo movements in containerships and car carriers will continue to grow fairly well, the overall consolidated ordinary income is forecasted to be unable to reach the initial projection due to the further hike of fuel oil prices and declining bulker market rates. For the second half, the Company expects the foreign exchange rate of ¥110/US\$ 1 (fluctuation of ¥1 affecting company's ordinary income in the second half by ¥0.6 billion) and a fuel oil price of US\$ 300 per metric ton (effect of a fluctuation in fuel oil prices of US\$10 per metric ton is around ¥1.3 billion in profits).

2. Financial Status

As of the end of September 2005, total assets increased ¥104.474 billion (17.3% year-on-year increase) to ¥709.806 billion compared with the end of the consolidated fiscal 2004, due to an increase in capital investment in vessels (including those under construction) for expanding the scale of business operation and the expansion of unrealized gains among investment in securities thanks to stock price advances.

Of total liabilities, current liabilities increased ¥27.778 billion (15.6% up) to ¥205.727 billion from the end of the consolidated fiscal 2004, owing to an increase in accounts and notes payable-trade resulting from the expanded scale of operation and an increase in interest-bearing debt caused by capital investment in vessels. Total fixed liabilities rose by ¥32.497 billion (13.7% up) to ¥269.439 billion from the end of the preceding consolidated fiscal year.

Shareholders' equity increased ¥43.299 billion (up by 23.9%) to ¥224.575 billion compared with the end of the consolidated fiscal 2004, attributable to an increase by ¥29.175 billion (a rise by 24.8%) in retained earnings reflecting steadily growing income and expansion of unrealized gains by ¥11.647 billion (an increase by 70.0%) in investment in securities.

3. Consolidated Cash Flows

(Unit: 100 million yen/Rounded off to the nearest 100 million)

| Item | First half of fiscal 2005 ended Sep. 30, 2005 | First half of fiscal 2004 ended Sep. 30, 2004 | Increase (Decrease) on a year-on-year basis |
|--|---|---|---|
| Cash and cash equivalents at the beginning of the period | 315 | 231 | 84 |
| (1) Cash flow from operating activities | 325 | 454 | (129) |
| (2) Cash flow from investing activities | (588) | (215) | (373) |
| (3) Cash flow from financing activities | 290 | (223) | 513 |
| (4) Effect of exchange rate changes on cash and cash equivalents | 11 | 13 | (2) |
| Net increase (decrease) in cash and cash equivalents | 38 | 29 | 9 |
| Cash and cash equivalents at the end of the interim | 353 | 260 | 93 |

As of the end of September 2005, the first half of the consolidated fiscal 2005, cash and cash equivalents stood at ¥35.287 billion, an increase by ¥3.789 billion from the end of the preceding consolidated fiscal year. Details of consolidated cash flows are as follows:

Cash flow from operating activities resulted in a gain of ¥32.454 billion, a contraction by ¥12.917 billion from the same period of the preceding year, which is attributable mainly to an increase in payment of corporate income taxes.

Cash flow from investing activities ended with a loss of ¥58.828 billion, a decline by ¥37.287 billion compared with the same period last year, due to expenditures for the acquisition of vessels.

Cash flow from financing activities saw an increase of ¥28.995, an improvement by ¥51.285 billion on a year-on-year basis, helped mainly by proceeds from issuing corporate bonds.

Regarding cash flow in the second half of fiscal 2005, cash flow from operating activities is expected to amount to plus ¥40.0 billion. Cash flow from investing activities will be minus ¥37.0 billion after deducting proceeds from the sale of operating lease vessels on completion from total investment expenditures of ¥47.0 billion, including ¥40.0 billion for the acquisition of vessels and

related equipment such as LNG carriers, containerships and bulk carriers. Cash flow from financing activities is expected to be around minus ¥3.0 billion due primarily to the procurement of new investment fund, the repayment of loans for capital spending, and the payment for dividends. Further, interest-bearing debt will level off and will be ¥275.0 billion.

In aggregate, cash and cash equivalents will be roughly at the same level as at the end of the first half of fiscal 2005.

4. Risk Factors relating to “K” LINE Group and its Business

Since “K” LINE Group is promoting its business globally, if any unforeseen event occurs in related regions or markets, due to political or social factors in each local area, it may have negative effects on our business operations. Furthermore, in our mainstay marine transportation business, cargo movements and freight rates are exposed to effects from various kinds of factors including economic trend in each country or region, commodities prices, balance between supply and demand in shipping capacity, and severe competition. Any change in such factors may negatively affect our Group’s business operations and performance. In particular, changes in the economic environment and enforcement of legal and political regulations in major trading countries may cause a decrease in volume in global distribution of goods and a decline of freight rates in markets. Consequently, our Group’s financial conditions and performance may be substantially affected. factors that may have adverse effects is not limited to those stated above.

Consolidated Financial Statements

(All financial information has been prepared in accordance with accounting principles generally accepted in Japan)

Consolidated Balance Sheets

Kawasaki Kisen Kaisha, Ltd. and Consolidated Subsidiaries for the year ended March 31, 2005 and half years ended September 30, 2005 and 2004

(Millions of Yen/Thousands of U.S.Dollars)

| | Six Months ended Sep.30,2005 | Year ended Mar.31,2005 | Six Months ended Sep.30,2005 | Six Months ended Sep.30,2004 |
|---|------------------------------------|------------------------------|------------------------------------|------------------------------------|
| ASSETS | | | | |
| Current assets : | | | | |
| Cash and time deposits | ¥ 35,705 | ¥ 31,831 | \$ 315,446 | ¥ 26,268 |
| Accounts and notes receivable-trade | 102,404 | 90,121 | 904,712 | 93,254 |
| Short-term loans receivable | 11,808 | 8,536 | 104,329 | 3,371 |
| Marketable securities | 21 | 28 | 189 | 34 |
| Inventories | 16,443 | 12,186 | 145,275 | 10,820 |
| Prepaid expenses and deferred charges | 33,559 | 26,587 | 296,492 | 23,253 |
| Other current assets | 20,831 | 18,643 | 184,043 | 16,986 |
| Allowance for doubtful receivables | (763) | (863) | (6,745) | (1,104) |
| Total current assets | 220,011 | 187,071 | 1,943,740 | 172,884 |
| Fixed assets : | | | | |
| (Tangible fixed assets) | | | | |
| Vessels | 180,959 | 168,947 | 1,598,726 | 178,193 |
| Buildings and structures | 27,420 | 26,925 | 242,249 | 27,136 |
| Machinery and vehicles | 8,956 | 8,674 | 79,131 | 8,322 |
| Land | 34,718 | 34,144 | 306,726 | 29,212 |
| Construction in progress | 71,398 | 33,763 | 630,781 | 40,880 |
| Other tangible fixed assets | 6,966 | 3,436 | 61,543 | 3,451 |
| Total tangible fixed assets | 330,419 | 275,891 | 2,919,156 | 287,196 |
| (Intangible fixed assets) | | | | |
| Consolidated adjustment account | 9 | 27 | 88 | 57 |
| Other intangible fixed assets | 6,367 | 6,142 | 56,252 | 6,579 |
| Total intangible fixed assets | 6,377 | 6,170 | 56,340 | 6,636 |
| (Investments and other long-term assets) | | | | |
| Investments in securities | 113,634 | 89,477 | 1,003,931 | 86,839 |
| Long-term loans receivable | 10,466 | 19,166 | 92,468 | 12,525 |
| Deferred income taxes | 3,940 | 4,245 | 34,811 | 4,631 |
| Deferred income taxes for land revaluation | 219 | 219 | 1,936 | 218 |
| Other long-term assets | 25,255 | 23,611 | 223,124 | 18,968 |
| Allowance for doubtful receivables | (554) | (542) | (4895) | (498) |
| Total investments and other long-term assets | 152,962 | 136,176 | 1,351,375 | 122,684 |
| Total fixed assets | 489,758 | 418,238 | 4,326,870 | 416,517 |
| Deferred assets | 35 | 21 | 315 | 42 |
| Total assets | ¥ 709,806 | ¥ 605,331 | \$ 6,270,925 | ¥ 589,444 |

Consolidated Balance Sheets

Kawasaki Kisen Kaisha, Ltd. and Consolidated Subsidiaries for the year ended March 31, 2005 and half years ended September 30, 2005 and 2004

(Millions of Yen/Thousands of U.S.Dollars)

| | Six Months ended Sep.30,2005 | Year ended Mar.31,2005 | Six Months ended Sep.30,2005 | Six Months ended Sep.30,2004 |
|---|------------------------------------|------------------------------|------------------------------------|------------------------------------|
| LIABILITIES | | | | |
| Current liabilities : | | | | |
| Accounts and notes payable-trade | ¥ 86,035 | ¥ 66,467 | \$ 760,100 | ¥ 68,880 |
| Current portion of bonds payable | 3,000 | 3,000 | 26,504 | 5,000 |
| Short-term loans and current portion of long-term debt | 47,226 | 47,670 | 417,235 | 50,860 |
| Commercial paper | 14,000 | - | 123,686 | - |
| Accrued income taxes | 16,693 | 28,206 | 147,481 | 22,129 |
| Accrued bonuses | 2,213 | 2,344 | 19,560 | 2,278 |
| Current portion of obligations under finance leases | 3,334 | 1,344 | 29,455 | 1,366 |
| Other current liabilities | 33,223 | 28,914 | 293,519 | 25,917 |
| Total current liabilities | 205,727 | 177,948 | 1,817,540 | 176,432 |
| Long-term liabilities : | | | | |
| Bonds | 73,000 | 43,000 | 644,933 | 46,000 |
| Long-term debt, less current portion | 128,878 | 135,983 | 1,138,603 | 149,118 |
| Deferred income taxes for land revaluation | 3,105 | 3,105 | 27,440 | 3,109 |
| Allowance for employees' retirement benefit | 11,077 | 11,636 | 97,864 | 12,338 |
| Retirement allowance for directors and statutory auditors | 2,181 | 2,553 | 19,274 | 2,099 |
| Accrued expenses for overhaul of vessels | 12,168 | 11,301 | 107,506 | 10,068 |
| Obligations under finance leases | 6,142 | 8,251 | 54,264 | 9,293 |
| Other long-term liabilities | 32,885 | 21,109 | 290,529 | 17,361 |
| Total long-term liabilities | 269,439 | 236,941 | 2,380,415 | 249,389 |
| Total liabilities | 475,166 | 414,890 | 4,197,955 | 425,822 |
| Minority interests in consolidated subsidiaries | 10,064 | 9,164 | 88,915 | 8,463 |
| Shareholders' equity : | | | | |
| Common stock | 29,689 | 29,689 | 262,301 | 29,689 |
| Additional paid-in capital | 14,534 | 14,534 | 128,411 | 14,534 |
| Retained earnings | 146,658 | 117,483 | 1,295,686 | 95,589 |
| Revaluation reserve for land | 6,815 | 6,797 | 60,210 | 6,804 |
| Unrealized holding gain on investments in securities | 28,289 | 16,642 | 249,933 | 14,920 |
| Translation adjustments | (984) | (3,110) | (8,697) | (5,644) |
| Treasury stock, at cost | (428) | (761) | (3,787) | (734) |
| Total shareholders' equity | 224,575 | 181,276 | 1,984,056 | 155,159 |
| Total liabilities, minority interests and shareholders' equity | ¥ 709,806 | ¥ 605,331 | \$ 6,270,925 | ¥ 589,444 |

Consolidated Statements of Income

Kawasaki Kisen Kaisha, Ltd. and Consolidated Subsidiaries for the year ended March 31, 2005 and half years ended September 30, 2005 and 2004

(Millions of Yen/Thousands of U.S.Dollars)

| | Six Months ended Sep.30,2005 | Six Months ended Sep.30,2004 | Six Months ended Sep.30,2005 | Year ended Mar.31,2005 |
|--|------------------------------------|------------------------------------|------------------------------------|------------------------------|
| Operating revenues | ¥ 454,764 | ¥ 413,563 | \$4,017,707 | ¥ 828,443 |
| Costs and expenses | 376,070 | 326,443 | 3,322,468 | 666,099 |
| Selling, general and administrative expenses | 28,526 | 26,867 | 252,027 | 54,289 |
| Operating income | 50,167 | 60,252 | 443,212 | 108,053 |
| Non-operating income : | | | | |
| Interest income | 860 | 409 | 7,605 | 975 |
| Dividends income | 750 | 703 | 6,629 | 1,055 |
| Equity in earnings of affiliated companies | - | 229 | - | 790 |
| Exchange gain | 264 | 2,412 | 2,338 | 479 |
| Other non-operating income | 380 | 369 | 3,365 | 840 |
| Total non-operating income | 2,256 | 4,125 | 19,935 | 4,140 |
| Non-operating expenses : | | | | |
| Interest expenses | 2,267 | 2,403 | 20,036 | 4,546 |
| Other non-operating expenses | 530 | 31 | 4,688 | 412 |
| Total non-operating expenses | 2,798 | 2,435 | 24,725 | 4,959 |
| Ordinary income | 49,625 | 61,942 | 438,422 | 107,235 |
| Extraordinary profits : | | | | |
| Gain on sales of vessels, properties | 2,992 | 352 | 26,435 | 1,286 |
| Gain on sales of investments in securities | - | 94 | - | 269 |
| Other extraordinary profits | 164 | 98 | 1,456 | 424 |
| Total extraordinary profits | 3,156 | 545 | 27,891 | 1,980 |
| Extraordinary losses : | | | | |
| Loss on sales of vessels, properties and equipments | - | 81 | - | 87 |
| Impairment losses on fixed assets | - | 7,037 | - | 7,037 |
| Loss on sales of investments in subsidiaries and affiliates | 17 | - | 156 | - |
| Loss on liquidation of subsidiaries | - | 446 | - | 3,442 |
| Loss on disposal of properties | - | 925 | - | 1,124 |
| Other extraordinary losses | - | 862 | - | 2,012 |
| Total extraordinary losses | 17 | 9,352 | 156 | 13,704 |
| Income before income taxes | 52,764 | 53,135 | 466,157 | 95,510 |
| Income taxes, current | 15,400 | 21,231 | 136,059 | 37,420 |
| Income taxes, deferred | 1,543 | (2,384) | 13,633 | (3,209) |
| Minority interests | 934 | 739 | 8,259 | 1,446 |
| Net income | ¥ 34,885 | ¥ 33,549 | \$ 308,206 | ¥ 59,852 |

Statements of Additional paid-in capital and Retained earnings

Kawasaki Kisen Kaisha, Ltd. and Consolidated Subsidiaries for the year ended March 31, 2005 and half years ended September 30, 2005 and 2004

(Millions of Yen/Thousands of U.S.Dollars)

| | Six Months ended Sep.30,2005 | Six Months ended Sep.30,2004 | Six Months ended Sep.30,2005 | Year ended Mar.31,2005 |
|---|------------------------------------|------------------------------------|------------------------------------|------------------------------|
| Additional paid-in capital | | | | |
| Additional paid-in capital at the beginning of the year | ¥ 14,534 | ¥ 14,535 | \$ 128,411 | ¥ 14,535 |
| Decrease in additional paid-in capital : | | | | |
| Loss on disposal of treasury stock | - | 0 | - | 0 |
| Additional paid-in capital at the end of the year | 14,534 | 14,534 | 128,411 | 14,534 |
| Retained earnings | | | | |
| Retained earnings at the beginning of the year | 117,483 | 66,964 | 1,037,931 | 66,964 |
| Increase in retained earnings : | | | | |
| Net income | 34,885 | 33,549 | 308,206 | 59,852 |
| Due to exclusion in consolidation of subsidiaries | 6 | 0 | 55 | 0 |
| Due to reversal of revaluation reserve for land | - | - | - | 0 |
| Decrease in retained earnings : | | | | |
| Cash dividends | 5,325 | 2,957 | 47,047 | 7,395 |
| Bonuses to directors and statutory auditors | 336 | 225 | 2,972 | 225 |
| Due to inclusion in consolidation of subsidiaries | - | 1 | - | 1 |
| Loss on disposal of treasury stock | 55 | 29 | 487 | 8 |
| Due to reversal of revaluation reserve for land | - | 1,711 | - | 1,704 |
| Retained earnings at the end of the year | ¥146,658 | ¥ 95,589 | \$ 1,295,686 | ¥ 117,483 |

Consolidated Statements of Cash Flows

Kawasaki Kisen Kaisha, Ltd. and Consolidated Subsidiaries for the year ended March 31, 2005 and half years ended September 30, 2005 and 2004

(Millions of Yen/Thousands of U.S.Dollars)

| | Six Months ended Sep.30,2005 | Six Months ended Sep.30,2004 | Six Months ended Sep.30,2005 | Year ended Mar.31,2005 |
|--|------------------------------------|------------------------------------|------------------------------------|------------------------------|
| Cash flows from operating activities : | | | | |
| Income before income taxes | ¥ 52,764 | ¥ 53,135 | \$ 466,157 | ¥ 95,510 |
| Depreciation | 12,685 | 11,526 | 112,072 | 23,270 |
| Amortization | 722 | 693 | 6,386 | 1,363 |
| Impairment losses on fixed assets | - | 7,037 | - | 7,037 |
| Reversal of employees' retirement benefits | (559) | (724) | (4,944) | (1,426) |
| (Reversal of) provision for directors' and statutory auditors' retirement benefits | (372) | (35) | (3,293) | 418 |
| Accrued expenses for overhaul of vessels | 789 | 373 | 6,974 | 1,651 |
| Interest and dividend income | (1,611) | (1,113) | (14,233) | (2,030) |
| Interest expense | 2,267 | 2,403 | 20,036 | 4,546 |
| Loss (gain) on sale of marketable securities and investments in securities | 17 | (90) | 156 | (368) |
| Gain on sale of vessels, property and equipments | (2,992) | (352) | (26,435) | (1,286) |
| Loss on sale of vessels, property and equipments | - | 81 | - | 87 |
| Increase in accounts and notes receivable – trade | (11,288) | (18,629) | (99,727) | (15,559) |
| Increase in accounts and notes payable – trade | 19,242 | 7,812 | 170,005 | 5,219 |
| Increase in inventories | (4,214) | (1,516) | (37,231) | (2,902) |
| Increase in short-term assets | (7,908) | (2,693) | (69,873) | (6,397) |
| Other, net | 522 | 4,613 | 4,613 | 8,956 |
| Sub total | 60,065 | 62,521 | 530,663 | 118,090 |
| Interest and dividends received | 1,585 | 1,147 | 14,008 | 1,977 |
| Interest paid | (2,301) | (2,399) | (20,331) | (4,594) |
| Income taxes paid | (26,895) | (15,898) | (237,617) | (26,030) |
| Net cash provided by operating activities | 32,454 | 45,371 | 286,724 | 89,443 |
| Cash flows from investing activities : | | | | |
| Purchases of marketable securities and investments in securities | (5,611) | (2,213) | (49,573) | (3,124) |
| Proceed from sale of marketable securities and investments in securities | 23 | 150 | 207 | 1,450 |
| Purchases of vessels, property and equipment | (57,582) | (41,488) | (508,727) | (73,612) |
| Proceeds from sale of vessels, property and equipment | 4,527 | 16,740 | 39,998 | 47,610 |
| Other, net | (184) | 5,271 | (1,633) | (6,726) |
| Net cash used in investing activities | (58,828) | (21,540) | (519,728) | (34,402) |

Consolidated Statements of Cash Flows

Kawasaki Kisen Kaisha, Ltd. and Consolidated Subsidiaries for the year ended March 31, 2005 and half years ended September 30, 2005 and 2004

(Millions of Yen/Thousands of U.S.Dollars)

| | Six Months ended Sep.30,2005 | Six Months ended Sep.30,2004 | Six Months ended Sep.30,2005 | Year ended Mar.31,2005 |
|--|------------------------------------|------------------------------------|------------------------------------|------------------------------|
| Cash flows from financing activities : | | | | |
| Decrease of short-term loans, net | (1,139) | (9,419) | (10,070) | (7,781) |
| Increase (decrease) in commercial paper | 14,000 | (2,000) | 123,686 | (2,000) |
| Proceeds from long-term debt | 8,656 | 21,636 | 76,476 | 23,094 |
| Repayment of long-term debt and obligations under finance leases | (17,358) | (29,481) | (153,356) | (48,200) |
| Proceeds from issuance of bonds | 29,970 | - | 264,776 | - |
| Repayment of bonds | - | - | - | (5,000) |
| Cash dividends paid | (5,318) | (2,963) | (46,988) | (7,387) |
| Cash dividends paid to minority shareholders | (91) | (62) | (810) | (105) |
| Other, net | 277 | 2 | 2,453 | (49) |
| Net cash used in financing activities | 28,995 | (22,289) | 256,168 | (47,428) |
| Effect of exchange rate changes on cash and cash equivalents | 1,166 | 664 | 10,306 | 128 |
| Net increase in cash and cash equivalents | 3,788 | 2,206 | 33,469 | 7,740 |
| Cash and cash equivalents at beginning of the period | 31,497 | 23,127 | 278,271 | 23,127 |
| Increase in cash and cash equivalents arising from inclusion of subsidiaries in consolidation | 5 | 629 | 52 | 629 |
| Decrease in cash and cash equivalents arising from exclusion of subsidiaries in consolidation | (4) | (0) | (40) | (0) |
| Cash and cash equivalents at end of the period | ¥ 35,287 | ¥ 25,962 | \$ 311,752 | ¥ 31,497 |

Note : Cash and cash equivalents are reconciled to cash and time deposits reflected in the consolidated balance sheets at the end of each periods as follows.

| | Sep.30,2005 | Sep.30,2004 | Sep.30,2004 | Mar.31,2005 |
|--|-------------|-------------|-------------|-------------|
| Cash and time deposits | ¥ 35,705 | ¥ 26,268 | \$ 315,446 | ¥ 31,831 |
| Time deposits with maturity of more than three months after the purchase date | (418) | (306) | (3,697) | (334) |
| Highly liquid marketable securities with low risk | 0 | 0 | 3 | 0 |
| Cash and cash equivalents | ¥ 35,287 | ¥ 25,962 | \$ 311,752 | ¥ 31,497 |

Consolidated Segment Information

(a) Business segment information

Six months ended Sep.30,2005

(Millions of Yen)

| | Freight Forwarding / Harbor | | | Total | Eliminations | Consolidated |
|-------------------------------------|-----------------------------|----------------|---------------|----------------|-----------------|----------------|
| | Marine Transportation | Transportation | Others | | | |
| Revenues | | | | | | |
| (1) Operating revenues | ¥ 393,356 | ¥ 52,545 | ¥ 8,861 | ¥ 454,764 | - | ¥ 454,764 |
| (2) Inter-group sales and transfers | 3,205 | 22,630 | 14,565 | 40,402 | (40,402) | - |
| Total revenues | 396,562 | 75,176 | 23,427 | 495,166 | (40,402) | 454,764 |
| Operating expenses | 352,475 | 70,286 | 22,418 | 445,180 | (40,583) | 404,597 |
| Operating income | 44,087 | 4,889 | 1,008 | 49,985 | 181 | 50,167 |
| Ordinary income | ¥ 43,159 | ¥ 5,377 | ¥ 1,082 | ¥ 49,618 | ¥ 6 | ¥ 49,625 |

Six months ended Sep.30,2004

(Millions of Yen)

| | Freight Forwarding / Harbor | | | Total | Eliminations | Consolidated |
|-------------------------------------|-----------------------------|----------------|---------------|----------------|-----------------|----------------|
| | Marine Transportation | Transportation | Others | | | |
| Revenues | | | | | | |
| (1) Operating revenues | ¥ 358,526 | ¥ 48,659 | ¥ 6,377 | ¥ 413,563 | - | ¥ 413,563 |
| (2) Inter-group sales and transfers | 1,645 | 26,719 | 4,578 | 32,943 | (32,943) | - |
| Total revenues | 360,171 | 75,379 | 10,956 | 446,506 | (32,943) | 413,563 |
| Operating expenses | 305,362 | 70,597 | 10,380 | 386,340 | (33,028) | 353,311 |
| Operating income | 54,809 | 4,781 | 575 | 60,166 | 85 | 60,252 |
| Ordinary income | ¥ 55,257 | ¥ 5,140 | ¥ 1,681 | ¥ 62,078 | ¥ (136) | ¥ 61,942 |

Six months ended Sep.30,2005

(Thousands of U.S.Dollars)

| | Freight Forwarding / Harbor | | | Total | Eliminations | Consolidated |
|-------------------------------------|-----------------------------|----------------|----------------|------------------|------------------|------------------|
| | Marine Transportation | Transportation | Others | | | |
| Revenues | | | | | | |
| (1) Operating revenues | \$ 3,475,190 | \$ 464,227 | \$ 78,291 | \$ 4,017,707 | - | \$ 4,017,707 |
| (2) Inter-group sales and transfers | 28,321 | 199,937 | 128,685 | 356,943 | (356,943) | - |
| Total revenues | 3,503,510 | 664,164 | 206,976 | 4,374,650 | (356,943) | 4,017,707 |
| Operating expenses | 3,114,015 | 620,965 | 198,062 | 3,933,041 | (358,546) | 3,574,495 |
| Operating income | 389,496 | 43,199 | 8,914 | 441,609 | 1,603 | 443,212 |
| Ordinary income | \$ 381,297 | \$ 47,508 | \$ 9,563 | \$ 438,368 | \$ 55 | \$ 438,422 |

Year ended Mar.31,2005

(Millions of Yen)

| | Freight Forwarding / Harbor | | | Total | Eliminations | Consolidated |
|-------------------------------------|-----------------------------|----------------|---------------|----------------|-----------------|----------------|
| | Marine Transportation | Transportation | Others | | | |
| Revenues | | | | | | |
| (1) Operating revenues | ¥ 713,960 | ¥ 101,709 | ¥ 12,773 | ¥ 828,443 | - | ¥ 828,443 |
| (2) Inter-group sales and transfers | 3,320 | 55,143 | 9,549 | 68,013 | (68,013) | - |
| Total revenues | 717,281 | 156,853 | 22,322 | 896,457 | (68,013) | 828,443 |
| Operating expenses | 619,473 | 147,988 | 21,239 | 788,701 | (68,311) | 720,389 |
| Operating income | 97,807 | 8,864 | 1,082 | 107,755 | 298 | 108,053 |
| Ordinary income | ¥ 95,314 | ¥ 9,661 | ¥ 2,268 | ¥ 107,244 | ¥ (9) | ¥ 107,235 |

Change in the business segment information

Effective April 1, 2005, the Company and its consolidated subsidiaries changed the grouping of business segment. Ship management business in Marine Transportation segment and Freight Forwarding/Harbor Transportation segment was converted to Other segment. And land transportation business in Other segment was converted to Freight Forwarding/Harbor Transportation segment. This change was made for better presentation of business segment information.

If the business segment information for the six months ended Sep. 30, 2004 were prepared using the new segmentation, such information would be as follows.

Three months ended Sep.30,2004

(Millions of Yen)

| | Marine Transportation | Freight Forwarding / Harbor Transportation | Other | Total | Eliminations | Consolidated |
|-------------------------------------|--------------------------|---|---------------|----------------|-----------------|----------------|
| Revenues | | | | | | |
| (1) Operating revenues | ¥ 358,325 | ¥ 46,340 | ¥ 8,897 | ¥ 413,563 | - | ¥ 413,563 |
| (2) Inter-group sales and transfers | 3,140 | 23,245 | 12,677 | 39,063 | (39,063) | - |
| Total revenues | 361,466 | 69,585 | 21,574 | 452,626 | (39,063) | 413,563 |
| Operating expenses | 306,448 | 64,690 | 21,309 | 392,448 | (39,137) | 353,311 |
| Operating income | 55,017 | 4,894 | 265 | 60,178 | 74 | 60,252 |
| Ordinary income | ¥ 55,426 | ¥ 5,199 | ¥ 1,423 | ¥ 62,048 | ¥ (106) | ¥ 61,942 |

(b) Geographical segment information

Six months ended Sep.30,2005

(Millions of Yen)

| | Japan | North America | Europe | Asia | Other | Total | Eliminations | Consolidated |
|-------------------------------------|-----------|---------------|----------|---------|-------|-----------|--------------|--------------|
| Revenues | | | | | | | | |
| (1) Operating revenues | ¥ 419,993 | ¥ 16,965 | ¥ 12,363 | ¥ 5,326 | ¥ 116 | ¥ 454,764 | - | ¥ 454,764 |
| (2) Inter-group sales and transfers | 3,988 | 5,136 | 10,065 | 2,630 | 411 | 22,231 | (22,231) | - |
| Total revenues | 423,981 | 22,101 | 22,428 | 7,956 | 527 | 476,995 | (22,231) | 454,764 |
| Operating expenses | 382,194 | 15,368 | 21,757 | 7,221 | 472 | 427,013 | (22,416) | 404,597 |
| Operating income | 41,787 | 6,733 | 671 | 735 | 54 | 49,982 | 184 | 50,167 |
| Ordinary income | ¥ 41,139 | ¥ 6,929 | ¥ 721 | ¥ 703 | ¥ 172 | ¥ 49,667 | ¥ (42) | ¥ 49,625 |

Six months ended Sep.30,2004

(Millions of Yen)

| | Japan | North America | Europe | Asia | Other | Total | Eliminations | Consolidated |
|-------------------------------------|-----------|---------------|---------|----------|-------|-----------|--------------|--------------|
| Revenues | | | | | | | | |
| (1) Operating revenues | ¥ 389,334 | ¥ 8,049 | ¥ 4,621 | ¥ 11,558 | ¥ 0 | ¥ 413,563 | - | ¥ 413,563 |
| (2) Inter-group sales and transfers | 2,197 | 9,774 | 2,464 | 6,080 | 389 | 20,907 | (20,907) | - |
| Total revenues | 391,532 | 17,823 | 7,085 | 17,639 | 389 | 434,471 | (20,907) | 413,563 |
| Operating expenses | 336,862 | 17,432 | 6,590 | 13,124 | 362 | 374,372 | (21,061) | 353,311 |
| Operating income | 54,669 | 391 | 495 | 4,514 | 26 | 60,098 | 153 | 60,252 |
| Ordinary income | ¥ 56,052 | ¥ 416 | ¥ 550 | ¥ 4,663 | ¥ 56 | ¥ 61,739 | ¥ 202 | ¥ 61,942 |

Six months ended Sep.30,2005

(Thousands of U.S.Dollars)

| | Japan | North America | Europe | Asia | Other | Total | Eliminations | Consolidated |
|-------------------------------------|--------------|---------------|------------|-----------|----------|--------------|--------------|--------------|
| Revenues | | | | | | | | |
| (1) Operating revenues | \$ 3,710,514 | \$ 149,881 | \$ 109,230 | \$ 47,055 | \$ 1,028 | \$ 4,017,707 | - | \$ 4,017,707 |
| (2) Inter-group sales and transfers | 35,234 | 45,379 | 88,923 | 23,241 | 3,631 | 196,408 | (196,408) | - |
| Total revenues | 3,745,748 | 195,260 | 198,153 | 70,296 | 4,659 | 4,214,115 | (196,408) | 4,017,707 |
| Operating expenses | 3,376,571 | 135,774 | 192,223 | 63,796 | 4,173 | 3,772,536 | (198,041) | 3,574,495 |
| Operating income | 369,177 | 59,486 | 5,930 | 6,500 | 486 | 441,579 | 1,633 | 443,212 |
| Ordinary income | \$ 363,457 | \$ 61,224 | \$ 6,376 | \$ 6,217 | \$ 1,527 | \$ 438,802 | \$ (379) | \$ 438,422 |

Year ended Mar.31,2005

(Millions of Yen)

| | Japan | North America | Europe | Asia | Other | Total | Eliminations | Consolidated |
|-------------------------------------|-----------|---------------|---------|----------|-------|-----------|--------------|--------------|
| Revenues | | | | | | | | |
| (1) Operating revenues | ¥ 772,720 | ¥ 18,840 | ¥ 9,820 | ¥ 27,062 | ¥ 0 | ¥ 828,443 | - | ¥ 828,443 |
| (2) Inter-group sales and transfers | 6,761 | 19,432 | 4,988 | 12,546 | 920 | 44,649 | (44,649) | - |
| Total revenues | 779,481 | 38,272 | 14,808 | 39,609 | 920 | 873,093 | (44,649) | 828,443 |
| Operating expenses | 681,703 | 38,611 | 14,339 | 30,058 | 775 | 765,488 | (45,099) | 720,389 |
| Operating income (loss) | 97,777 | (338) | 469 | 9,550 | 144 | 107,604 | 449 | 108,053 |
| Ordinary income (loss) | ¥ 96,415 | ¥ (36) | ¥ 604 | ¥ 9,704 | ¥ 263 | ¥ 106,952 | ¥ 282 | ¥ 107,235 |

Each segment principally covers the following countries or regions:

North America: U.S.A. and Canada

Europe: U.K., Germany, the Netherlands and France

Asia: Hong Kong, Singapore, Thailand, Indonesia, Korea and Malaysia

Other: Australia

(c) International business information

Six months ended Sep.30,2005 (Millions of Yen)

| | North America | Europe | Asia | Oceania | Other | Total |
|--|------------------|----------|-----------|----------|----------|-----------|
| International revenues | ¥ 123,455 | ¥ 78,252 | ¥ 100,935 | ¥ 50,878 | ¥ 32,314 | ¥ 385,836 |
| Consolidated revenues | | | | | | 454,764 |
| International revenues as a percentage of consolidated revenues | 27.1% | 17.2% | 22.2% | 11.2% | 7.1% | 84.8% |

Six months ended Sep.30,2004 (Millions of Yen)

| | North America | Europe | Asia | Oceania | Other | Total |
|--|------------------|----------|----------|----------|----------|-----------|
| International revenues | ¥ 120,682 | ¥ 75,678 | ¥ 70,088 | ¥ 48,449 | ¥ 27,845 | ¥ 342,744 |
| Consolidated revenues | | | | | | 413,563 |
| International revenues as a percentage of consolidated revenues | 29.2% | 18.3% | 17.0% | 11.7% | 6.7% | 82.9% |

Six months ended Sep.30,2005 (Thousands of U.S.Dollars)

| | North America | Europe | Asia | Oceania | Other | Total |
|--|------------------|------------|------------|------------|------------|--------------|
| International revenues | \$ 1,090,695 | \$ 691,336 | \$ 891,733 | \$ 449,495 | \$ 285,491 | \$ 3,408,749 |
| Consolidated revenues | | | | | | 4,017,707 |
| International revenues as a percentage of consolidated revenues | 27.1% | 17.2% | 22.2% | 11.2% | 7.1% | 84.8% |

Year ended Mar.31,2005 (Millions of Yen)

| | North America | Europe | Asia | Oceania | Other | Total |
|--|------------------|-----------|-----------|----------|----------|-----------|
| International revenues | ¥ 232,641 | ¥ 151,552 | ¥ 149,100 | ¥ 95,154 | ¥ 57,784 | ¥ 686,233 |
| Consolidated revenues | | | | | | 828,443 |
| International revenues as a percentage of consolidated revenues | 28.1% | 18.3% | 18.0% | 11.5% | 6.9% | 82.8% |

International revenues consist mainly of revenues from the marine transportation business earned outside Japan.

Each segment principally covers following countries or regions:

North America: U.S.A. and Canada

Europe: U.K., Germany, the Netherlands and France

Asia: South-East Asia, The Middle East, the People's Republic of China and India

Oceania: Australia, New Zealand

Other: Central and South America, Africa

(c) International business information

Change in presentation of international business information

Through March 31, 2004, international revenues from container vessels was included in the respective countries or regions based on each sea route's principal destination. Effective April 1, 2005, international revenues are included in the respective countries or regions based on each sea route's principal destination and with a distinction between outwardbound voyages and return voyages. This change was made in order to achieve a better presentation of international business information.

If the Company were to restate the previously reported international business information for the six months ended September 30, 2004 in order to reflect the change outlined above, the revised international business information would be as follows:

Six months ended Sep.30,2004

(Millions of Yen)

| | North America | Europe | Asia | Oceania | Other | Total |
|--|------------------|----------|----------|----------|----------|-----------|
| International revenues | ¥ 111,231 | ¥ 65,656 | ¥ 90,713 | ¥ 47,754 | ¥ 27,388 | ¥ 342,744 |
| Consolidated revenues | | | | | | 413,563 |
| International revenues as a percentage of consolidated revenues | 26.9% | 15.9% | 21.9% | 11.6% | 6.6% | 82.9% |

Non-consolidated Financial Statements

(All financial information has been prepared in accordance with accounting principles generally accepted in Japan)

Non-Consolidated Balance Sheets

Kawasaki Kisen Kaisha, Ltd. for the year ended March 31, 2005 and three months ended June 30, 2005 and 2004

(Millions of Yen/Thousands of U.S.Dollars)

| | Six Months ended Sep.30,2005 | Year ended Mar.31,2005 | Six Months ended Sep.30,2005 | Six Months ended Sep.30,2004 |
|--|------------------------------------|------------------------------|------------------------------------|------------------------------------|
| ASSETS | | | | |
| Current assets: | | | | |
| Cash and time deposit | ¥ 6,512 | ¥ 6,752 | \$ 57,535 | ¥ 5,881 |
| Accounts receivable | 75,161 | 63,952 | 664,033 | 67,891 |
| Short-term loans receivable | 24,644 | 19,421 | 217,725 | 7,404 |
| Advance payments-trade | 6,700 | 7,280 | 59,194 | 7,043 |
| Inventories | 13,749 | 10,027 | 121,477 | 8,701 |
| Prepaid expenses and deferred charges | 32,615 | 25,681 | 288,144 | 22,273 |
| Due from agents | 4,674 | 2,874 | 41,295 | 4,149 |
| Deferred income taxes | 3,206 | 3,119 | 28,328 | 2,605 |
| Other current assets | 5,026 | 5,337 | 44,407 | 2,128 |
| Allowance for doubtful receivables | (305) | (357) | (2,695) | (421) |
| Total current assets | 171,985 | 144,091 | 1,519,443 | 127,658 |
| Fixed assets : | | | | |
| (Tangible fixed assets) | | | | |
| Vessels | 40,714 | 42,833 | 359,704 | 45,038 |
| Buildings | 4,544 | 3,865 | 40,150 | 3,739 |
| Structures | 201 | 237 | 1,779 | 254 |
| Equipments | 3,903 | 460 | 34,488 | 481 |
| Land | 22,657 | 22,147 | 200,172 | 18,616 |
| Construction in progress | 250 | 67 | 2,215 | 346 |
| Other tangible fixed assets | 1,255 | 1,039 | 11,096 | 1,047 |
| Total tangible fixed assets | 73,528 | 70,651 | 649,604 | 69,524 |
| (Intangible fixed assets) | | | | |
| Software | 1,983 | 1,964 | 17,524 | 2,220 |
| Software in progress | 73 | 242 | 651 | 724 |
| Other intangible fixed assets | 20 | 19 | 183 | 18 |
| Total intangible fixed assets | 2,077 | 2,227 | 18,358 | 2,962 |
| (Investments and other long-term assets) | | | | |
| Investments in securities | 90,469 | 67,801 | 799,269 | 65,833 |
| Investment in stocks of affiliated company | 34,208 | 33,886 | 302,218 | 36,565 |
| Long-term loans receivable | 79,692 | 46,025 | 704,057 | 53,653 |
| Long-term prepaid expenses | 3,231 | 3,157 | 28,549 | 1,512 |
| Deposit | 3,136 | 3,133 | 27,709 | 3,146 |
| Other long-term assets | 10,823 | 6,108 | 95,620 | 6,689 |
| Allowance for doubtful receivables | (756) | (760) | (6,681) | (761) |
| Total investments and other long-term assets | 220,804 | 159,353 | 1,950,743 | 166,639 |
| Total fixed assets | 296,411 | 232,231 | 2,618,705 | 239,127 |
| Deferred assets | | | | |
| Bond-issuing expenses | 35 | 21 | 315 | 42 |
| Total deferred assets | 35 | 21 | 315 | 42 |
| Total assets | ¥ 468,432 | ¥ 376,344 | \$ 4,138,463 | ¥ 366,828 |

Non-Consolidated Balance Sheets

Kawasaki Kisen Kaisha, Ltd. for the year ended March 31, 2005 and three months ended June 30, 2005 and 2004

(Millions of Yen/Thousands of U.S.Dollars)

| | Six Months ended Sep.30,2005 | Year ended Mar.31,2005 | Six Months ended Sep.30,2005 | Six Months ended Sep.30,2004 |
|---|------------------------------------|------------------------------|------------------------------------|------------------------------------|
| LIABILITIES | | | | |
| Current liabilities | | | | |
| Accounts payable | ¥ 72,530 | ¥ 57,025 | \$ 640,786 | ¥ 55,094 |
| Current portion of bonds payable | 3,000 | 3,000 | 26,504 | 5,000 |
| Short-term loans and current portion of long-term debt | 23,927 | 26,311 | 211,393 | 29,255 |
| Commercial paper | 14,000 | - | 123,686 | - |
| Accrued income taxes | 13,827 | 24,337 | 122,158 | 19,135 |
| Advances received | 15,082 | 12,858 | 133,251 | 13,014 |
| Deposits received | 4,981 | 4,618 | 44,012 | 3,791 |
| Due to agents | 10,551 | 4,768 | 93,218 | 7,060 |
| Accrued bonuses | 1,093 | 1,189 | 9,657 | 961 |
| Other current liabilities | 4,538 | 2,786 | 40,097 | 2,234 |
| Total current liabilities | 163,532 | 136,897 | 1,444,762 | 135,548 |
| Long-term liabilities | | | | |
| Bonds | 73,000 | 43,000 | 644,933 | 46,000 |
| Long-term debt, less current portion | 29,297 | 36,109 | 258,833 | 44,109 |
| Allowance for employees' retirement benefit | 953 | 1,094 | 8,426 | 1,614 |
| Retirement allowance for directors and statutory auditors | 1,194 | 1,548 | 10,549 | 1,393 |
| Accrued expenses for overhaul of vessels | 804 | 1,331 | 7,103 | 1,119 |
| Deferred income taxes | 13,390 | 5,788 | 118,297 | 5,068 |
| Deferred income taxes for land revaluation | 2,862 | 2,862 | 25,287 | 2,865 |
| Other long-term liabilities | 11,748 | 4,694 | 103,796 | 4,878 |
| Total long-term liabilities | 133,250 | 96,428 | 1,177,225 | 107,050 |
| Total liabilities | 296,782 | 233,326 | 2,621,987 | 242,598 |
| Shareholders' equity : | | | | |
| Common stock | 29,689 | 29,689 | 262,301 | 29,689 |
| Additional paid-in capital | | | | |
| Capital surplus | 14,534 | 14,534 | 128,411 | 14,534 |
| Total additional paid-in capital | 14,534 | 14,534 | 128,411 | 14,534 |
| Retained earning | | | | |
| Legal reserve | 2,540 | 2,540 | 22,443 | 2,540 |
| Special reserve | | | | |
| Special depreciation reserve | 1,528 | 2,162 | 13,501 | 2,162 |
| Reduced value entry reserve | 2,251 | 2,343 | 19,893 | 2,343 |
| Other reserve | 67,052 | 29,052 | 592,384 | 29,052 |
| Unappropriated retained earnings | 23,285 | 43,367 | 205,724 | 25,973 |
| Total retained earnings | 96,658 | 79,465 | 853,946 | 62,071 |
| Revaluation reserve for land | 4,720 | 4,720 | 41,704 | 4,726 |
| Unrealized holding gain on investments in securities | 26,377 | 15,271 | 233,041 | 13,827 |
| Treasury stock, at cost | (331) | (664) | (2,927) | (620) |
| Total shareholders' equity | 171,649 | 143,018 | 1,516,475 | 124,229 |
| Total liabilities and shareholders' equity | ¥ 468,432 | ¥ 376,344 | \$ 4,138,463 | ¥ 366,828 |

Non-Consolidated Statements of Income

Kawasaki Kisen Kaisha, Ltd. for the year ended March 31, 2005 and half years ended September 30, 2005 and 2004

(Millions of Yen/Thousands of U.S.Dollars)

| | Six Months ended Sep.30,2005 | Six Months ended Sep.30,2004 | Six Months ended Sep.30,2005 | Year ended Mar.31,2005 |
|--|------------------------------------|------------------------------------|------------------------------------|------------------------------|
| Operating revenues : | | | | |
| Revenues from Shipping and other operating : | | | | |
| Freight | ¥ 305,763 | ¥ 281,382 | \$ 2,701,331 | ¥ 555,283 |
| Charter of vessels | 47,379 | 41,374 | 418,586 | 83,155 |
| Other operating revenues | 9,268 | 8,766 | 81,884 | 19,311 |
| Total shipping and other operating revenues | 362,411 | 331,523 | 3,201,800 | 657,750 |
| Other revenues | 512 | 451 | 4,532 | 949 |
| Total operating revenues | 362,924 | 331,975 | 3,206,332 | 658,699 |
| Operating expenses : | | | | |
| Expenses of Shipping and other operating : | | | | |
| Shipping expenses | 171,769 | 141,648 | 1,517,529 | 287,639 |
| Preservation expenses for vessel | 3,952 | 4,457 | 34,919 | 8,573 |
| Hire of vessel | 117,470 | 106,547 | 1,037,818 | 214,556 |
| Other operating expenses | 26,859 | 23,558 | 237,300 | 48,177 |
| Total shipping and other operating expenses | 320,052 | 276,211 | 2,827,566 | 558,947 |
| Other expenses | 242 | 349 | 2,146 | 650 |
| Selling, general and administrative expenses | 7,492 | 7,077 | 66,195 | 13,814 |
| Total operating expenses | 327,787 | 283,638 | 2,895,907 | 573,411 |
| Operating income | 35,136 | 48,336 | 310,425 | 85,288 |
| Non-operating income : | | | | |
| Interest and dividend income | 1,661 | 989 | 14,681 | 3,109 |
| Exchange gain | - | 1,730 | - | 511 |
| Other non-operating income | 89 | 101 | 792 | 280 |
| Total non-operating income | 1,751 | 2,820 | 15,473 | 3,902 |
| Non-operating expenses : | | | | |
| Interest expenses | 900 | 1,127 | 7,954 | 2,093 |
| Exchange loss | 28 | - | 251 | - |
| Other non-operating expenses | 106 | 42 | 941 | 223 |
| Total non-operating expenses | 1,035 | 1,170 | 9,145 | 2,316 |
| Ordinary income | 35,853 | 49,987 | 316,753 | 86,873 |
| Extraordinary profits : | | | | |
| Gain on sales of fixed assets | 459 | - | 4,060 | - |
| Gain on sales of investments in securities | - | 2 | - | 234 |
| Other extraordinary profits | 48 | - | 430 | 34 |
| Total extraordinary profits | 508 | 2 | 4,490 | 268 |
| Extraordinary losses : | | | | |
| Loss on sales of fixed assets | - | 48 | - | - |
| Loss on disposal of fixed assets | - | 909 | - | 910 |
| Liquidation loss of stocks of affiliated company | - | - | - | 2,621 |
| Appraisal loss of stocks of affiliated company | - | 283 | - | - |
| Impairment losses on fixed assets | - | 4,684 | - | 4,684 |
| Other extraordinary losses | 2 | 394 | 18 | 773 |
| Total extraordinary losses | 2 | 6,320 | 18 | 8,989 |
| Income before income taxes | 36,359 | 43,669 | 321,225 | 78,152 |
| Income taxes | 12,759 | 18,472 | 112,722 | 31,790 |
| Income taxes, deferred | 822 | (1,981) | 7,268 | (2,649) |
| Net income | 22,777 | 27,178 | 201,235 | 49,012 |
| Unappropriated retained earnings brought forward | 563 | 535 | 4,976 | 535 |
| Reversal of the revaluation reserve for land | - | (1,710) | - | (1,704) |
| Loss on transaction in treasury stock | 55 | 29 | 487 | 37 |
| Interim dividends | - | - | - | 4,437 |
| Unappropriated retained earnings | ¥ 23,285 | ¥ 25,973 | \$ 205,724 | ¥ 43,367 |