

Supplementary Report

- 1st half of F2006 -

November 2006

Kawasaki Kisen Kaisha, Ltd.



1. Shipping Markets

2. Financial Data

3. Historical Data - For 5 years -

Supplemental Information-1

- Shipping Markets -

1-1. “K” Line Container Loading Volume

(financial year base)

Loading Volume (Unit: 1,000TEU)		05F Results			05F Results			06F Results		
		1Q	2Q	1H	3Q	4Q	2H	1Q	2Q	1H
Asia/N. America	E/Bound	160	176	336	158	152	310	173	194	368
	W/Bound	58	56	114	64	69	133	65	61	126
		218	232	450	222	221	443	238	255	493
Asia/Europe	W/Bound	103	104	208	105	109	213	113	120	233
	E/Bound	58	58	116	62	64	127	66	62	128
		161	162	323	167	173	340	179	182	361

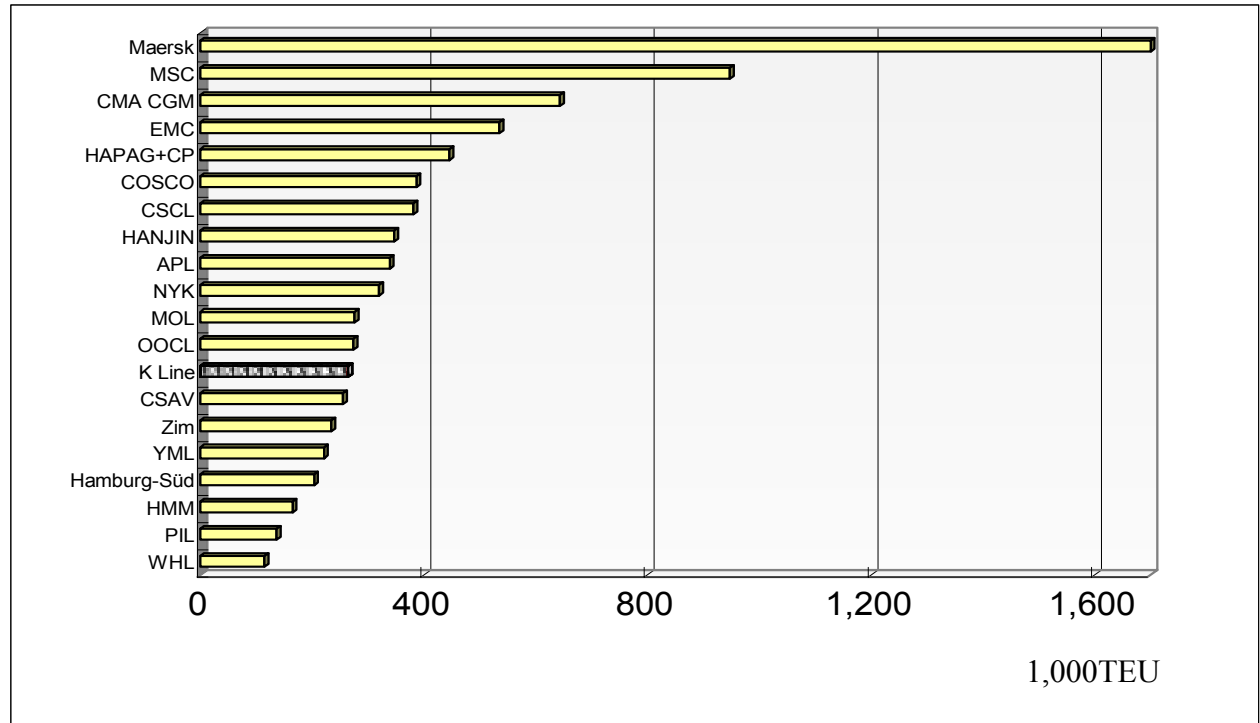
Load Factor (%)		05F Results			05F Results			06F Results		
		1Q	2Q	1H	3Q	4Q	2H	1Q	2Q	1H
Asia/N. America	E/Bound	85.7%	94.2%	90.0%	86.3%	89.3%	87.8%	90.4%	94.2%	92.4%
	W/Bound	49.7%	48.9%	49.3%	55.5%	60.7%	58.1%	51.6%	43.6%	47.4%
		71.9%	76.9%	74.4%	74.4%	77.9%	76.1%	75.0%	73.8%	74.4%
Asia/Europe	W/Bound	101.8%	102.0%	101.9%	92.5%	91.7%	92.1%	90.9%	96.0%	93.5%
	E/Bound	80.0%	79.4%	79.7%	77.9%	76.7%	77.3%	74.2%	73.9%	74.0%
		92.8%	92.6%	92.7%	86.5%	85.5%	86.0%	83.9%	87.1%	85.5%

1-2. Line/Alliance wise Vessel/Capacity Comparison

Top 20 Container Carriers ranked by operating capacity

as of September 2006

Rank	Operator	TOTAL TEU
1	Maersk	1,760,679
2	MSC	947,419
3	CMA CGM	643,722
4	EMC	535,568
5	HAPAG+CP	445,463
6	COSCO	387,007
7	CSCL	381,674
8	HANJIN	347,009
9	APL	339,196
10	NYK	319,667
11	MOL	276,459
12	OOCL	273,997
13	K Line	264,556
14	CSAV	255,589
15	Zim	234,209
16	YML	221,584
17	Hamburg-Süd	203,891
18	HMM	165,479
19	PIL	136,470
20	WHL	115,009

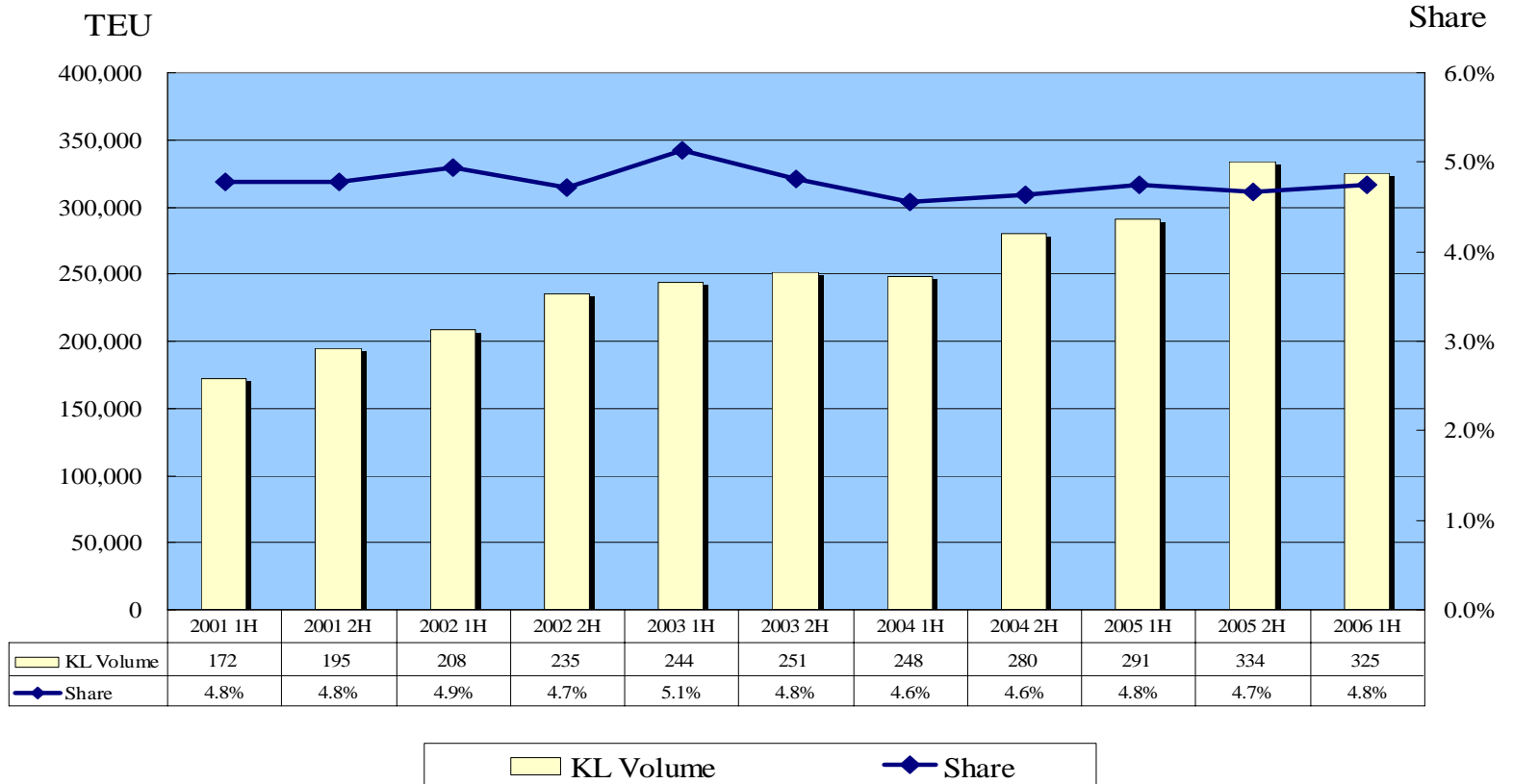


Rank	Alliance	TEU
1	Maersk	1,760,679
2	CKYH	1,220,156
3	GA	1,093,217
4	MSC	947,419
5	TNWA	781,134
6	CMA	643,722
7	EMC	535,568
8	CSCL	381,674
9	CSAV	255,589

Source : AXSliner (<http://www1.axsmarine.com>)

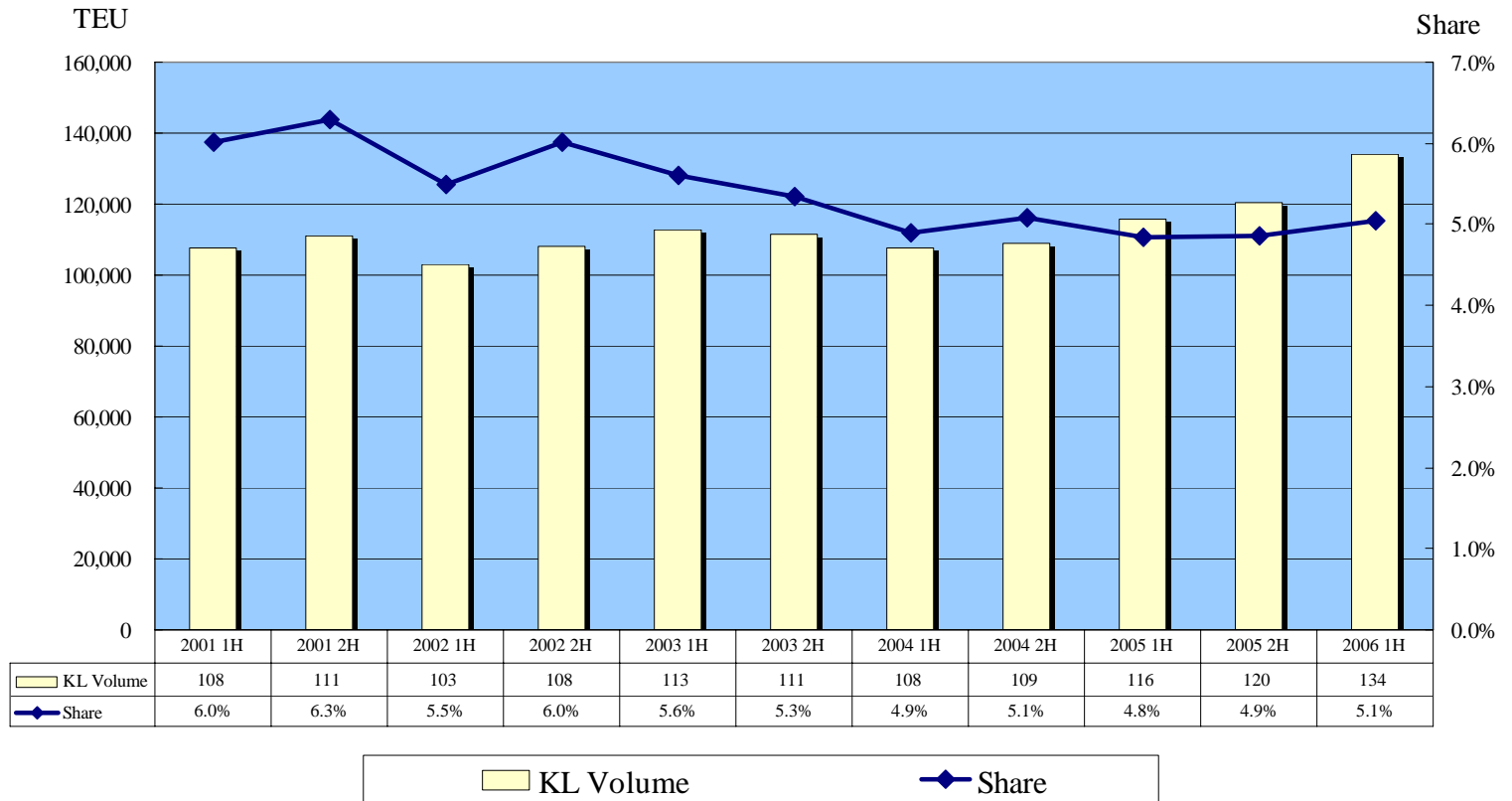
1-3. "K" Line Container Volume & Share (Asia to North America 01F-06F)

(calendar year base)



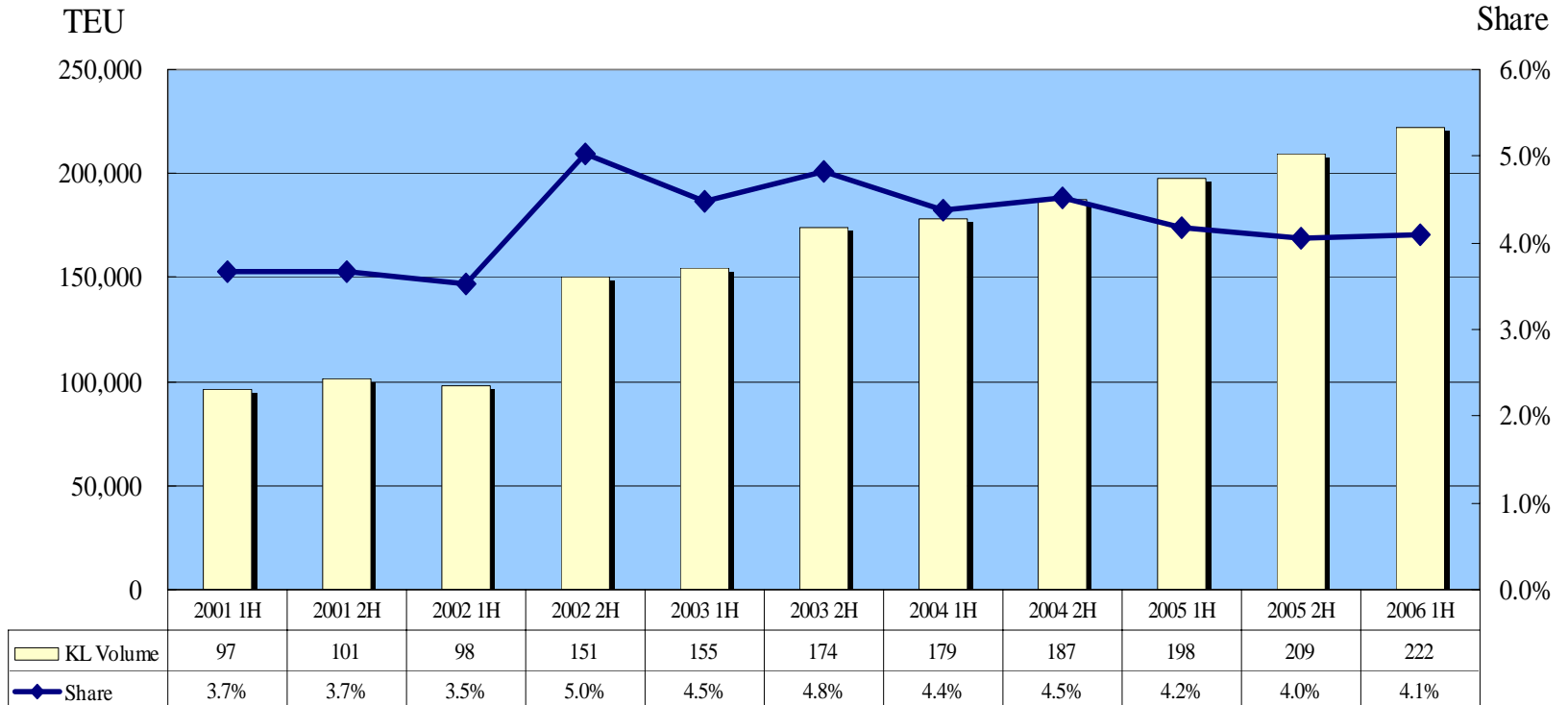
1-4. “K” Line Container Volume & Share (North America to Asia 01F-06F)

(calendar year base)



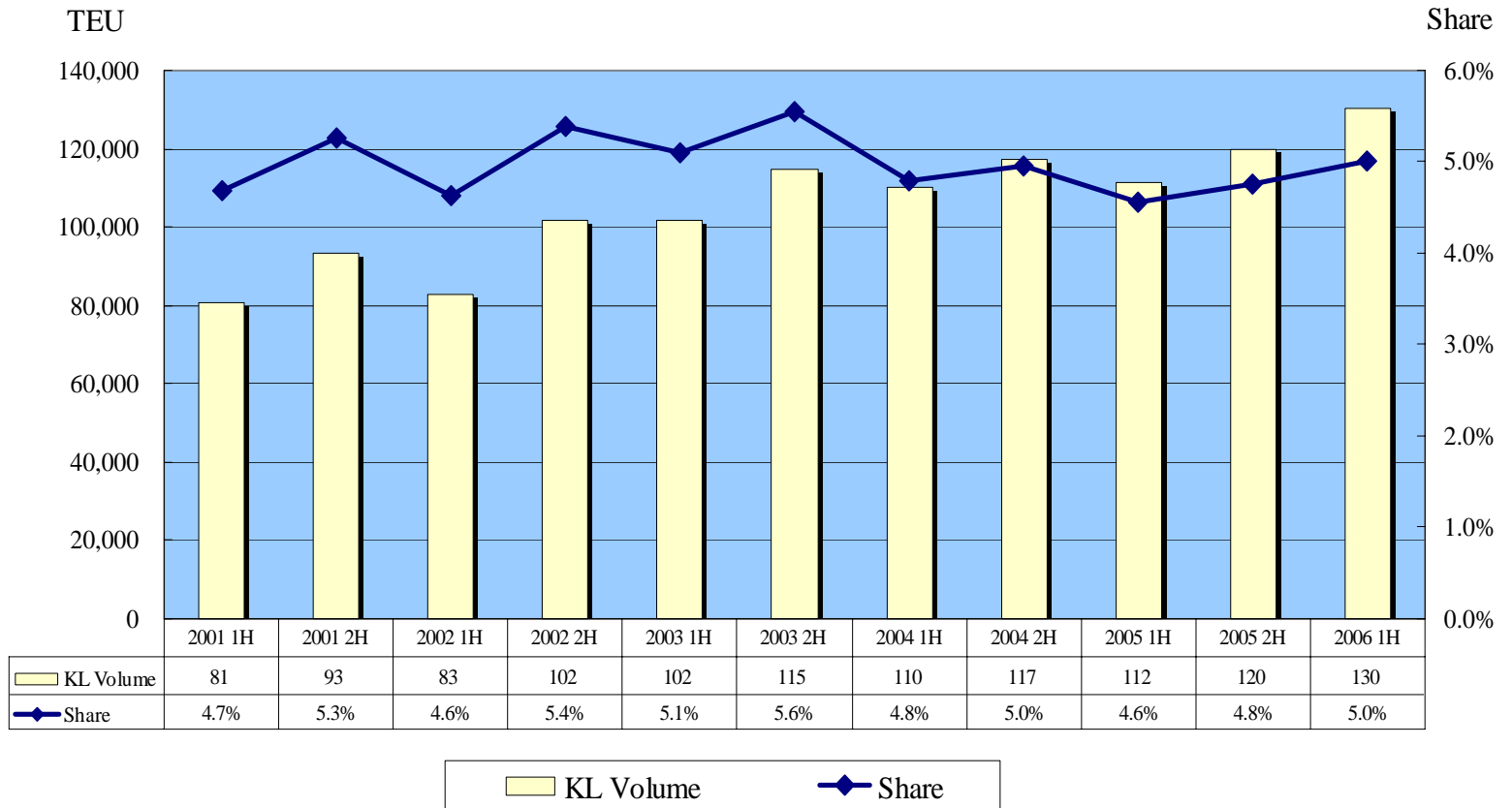
1-5. “K” Line Container Volume & Share (Asia (ex. India) to Europe 01F-06F)

(calendar year base)

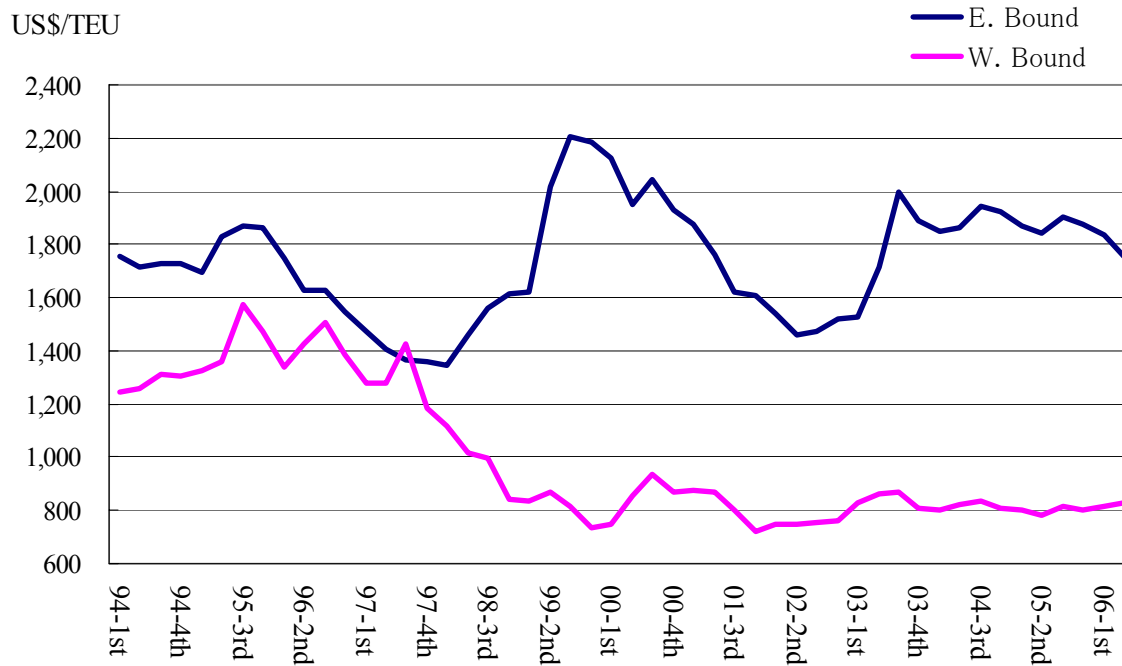


1-6. “K” Line Container Volume & Share (Europe to Asia (ex. India) 01F-06F)

(calendar year base)

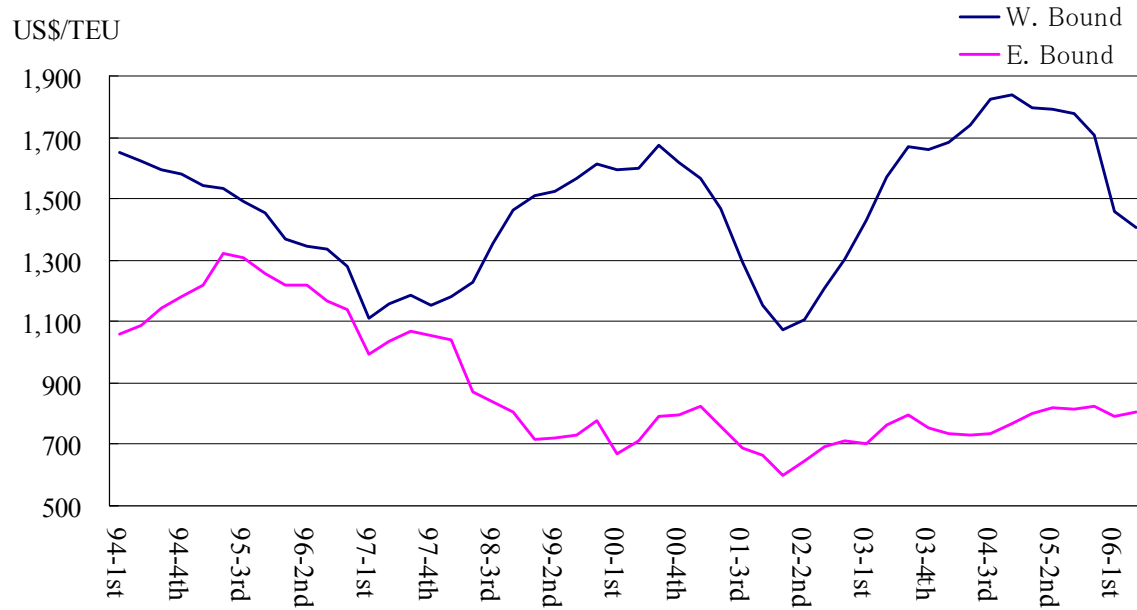


1-7. Trend of Average Container Freight (Asia-North America Trade) (Data: CONTAINERIZATION INTERNATIONAL)

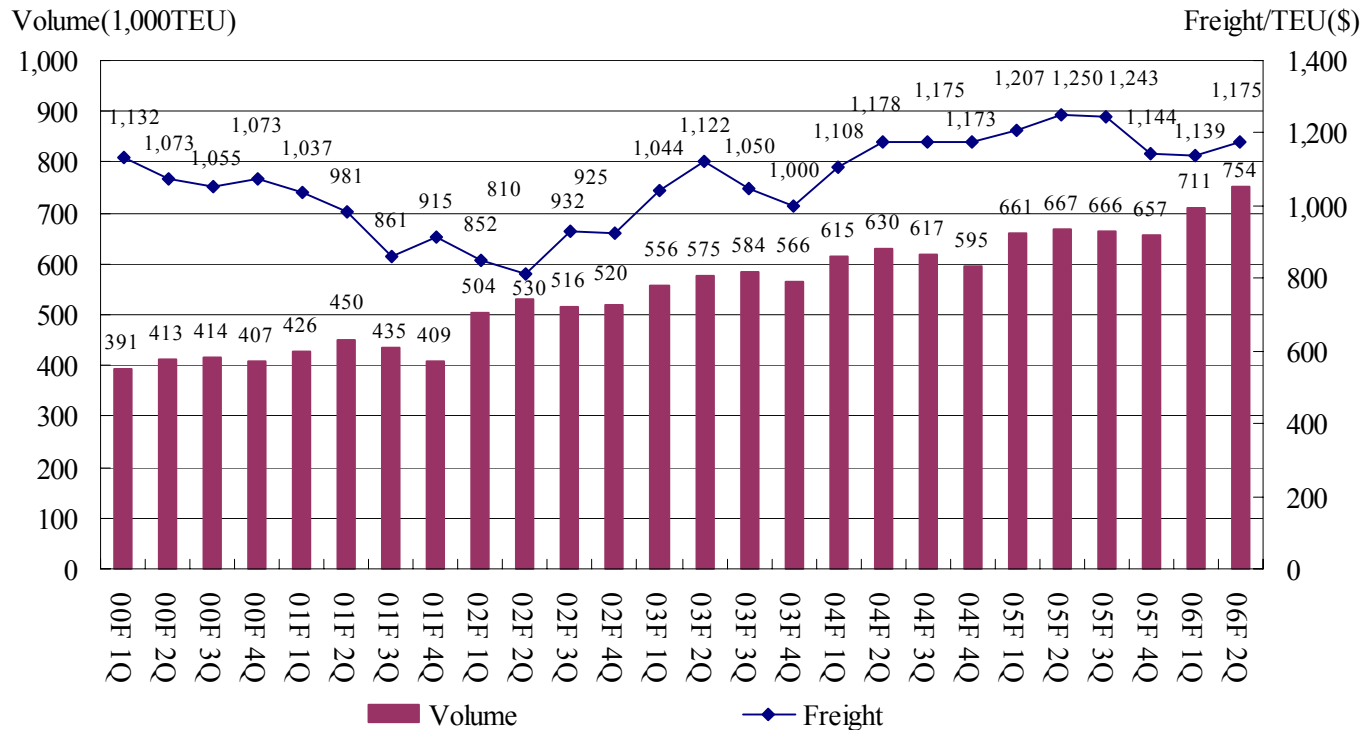


1-8. Trend of Average Container Freight (Asia-Europe Trade)

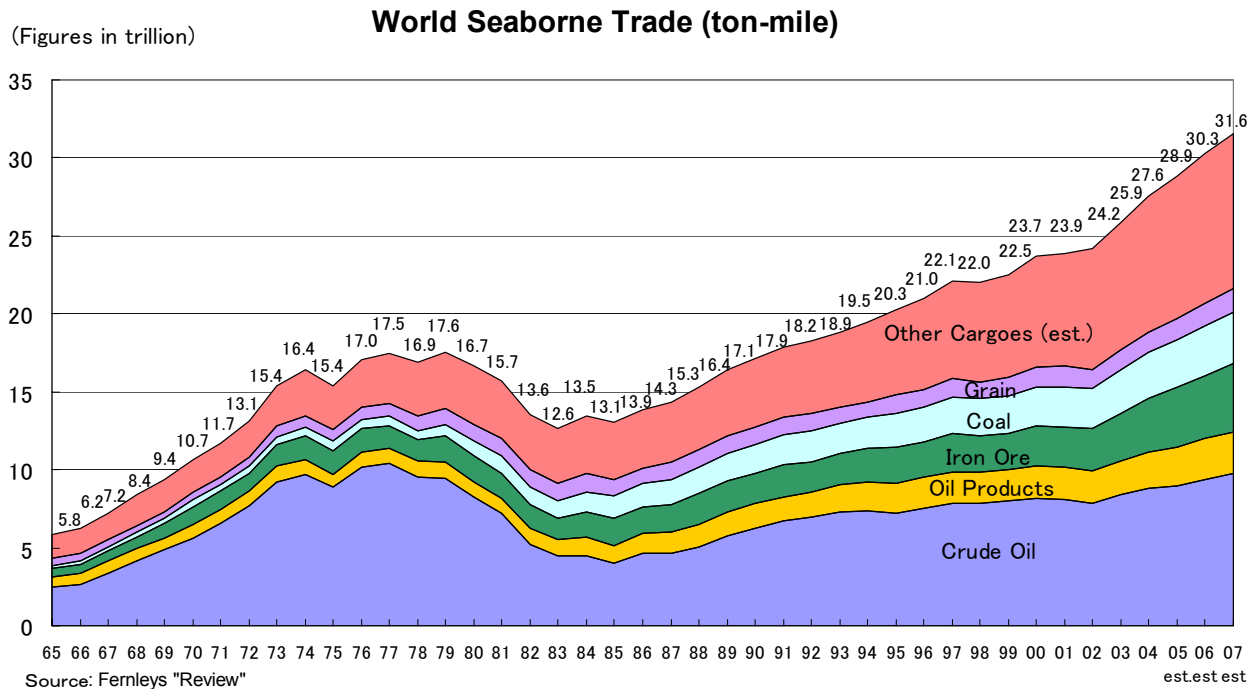
(Data: Containerization International)



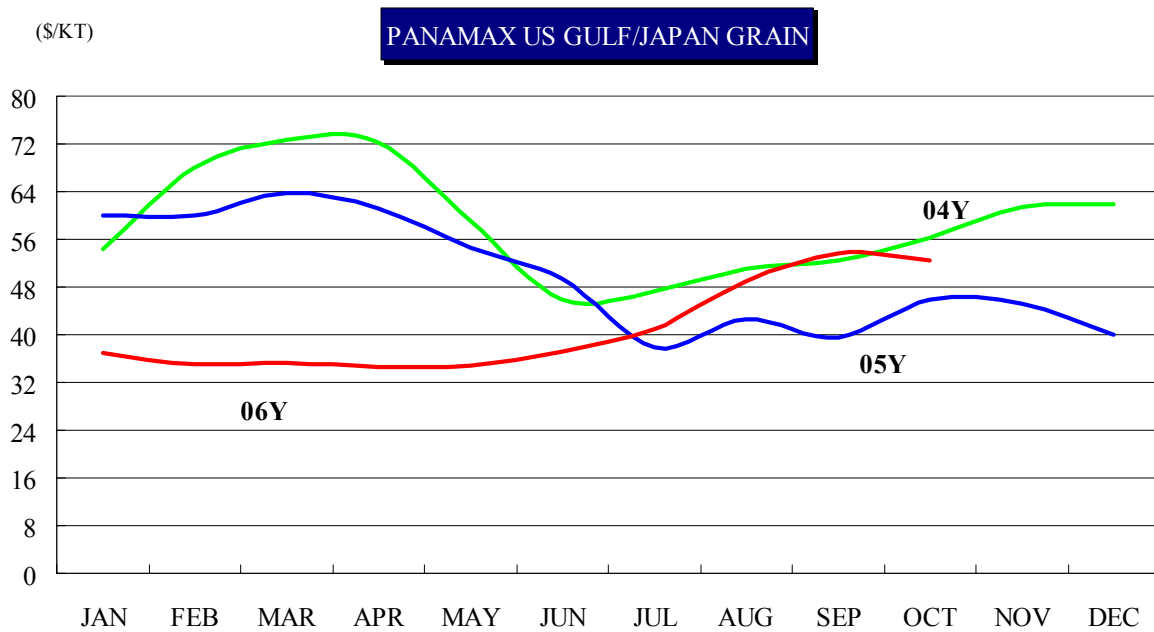
1-9. Trend of Average Container Freight/Volume (“K” Line All Trades) (00F-06F 2Q)



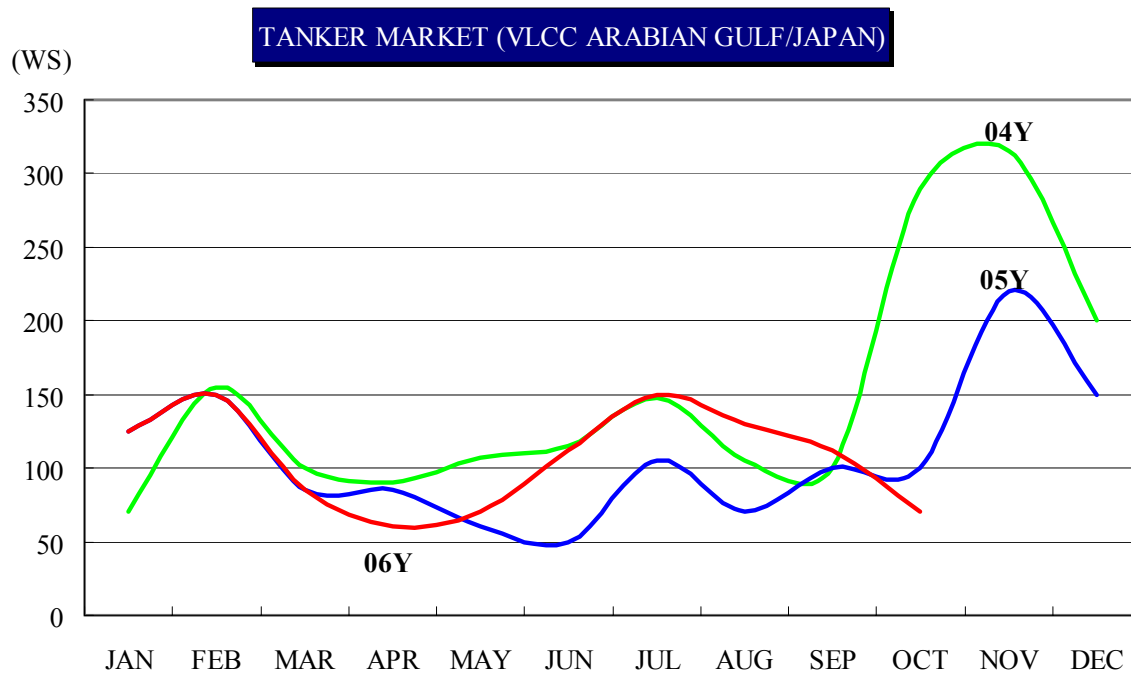
1-10. World Seaborne Trade



1-11. Bulker Market

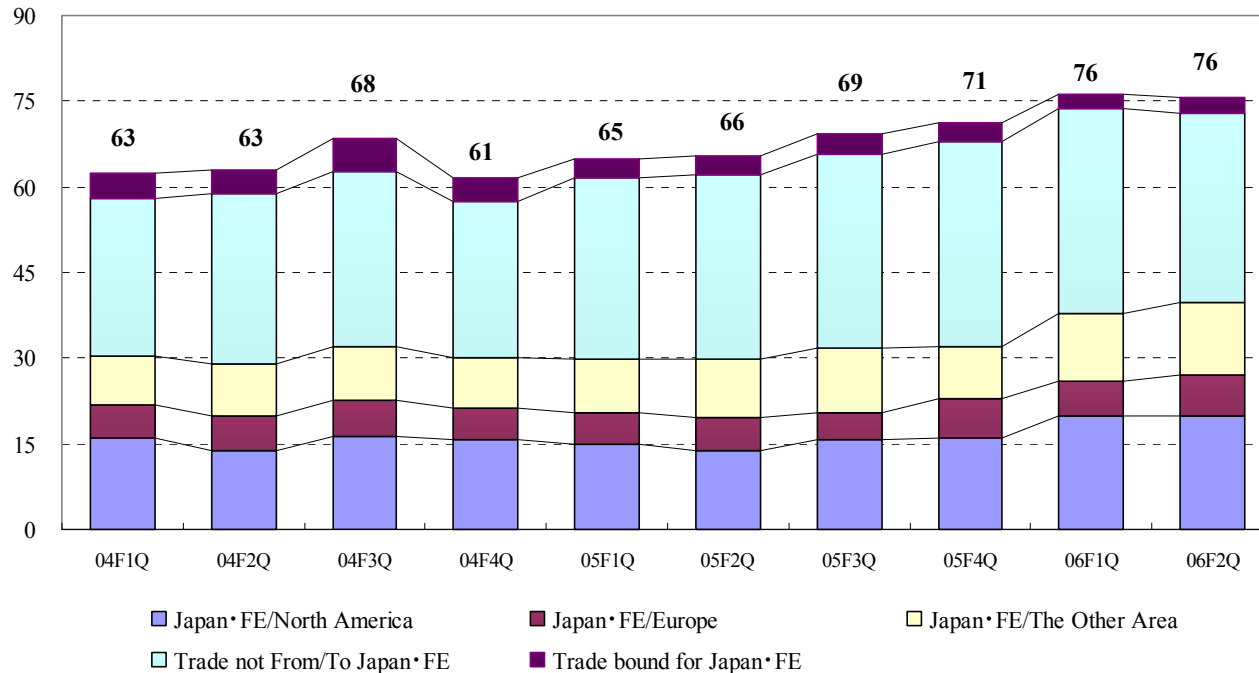


1-12. Tanker Market

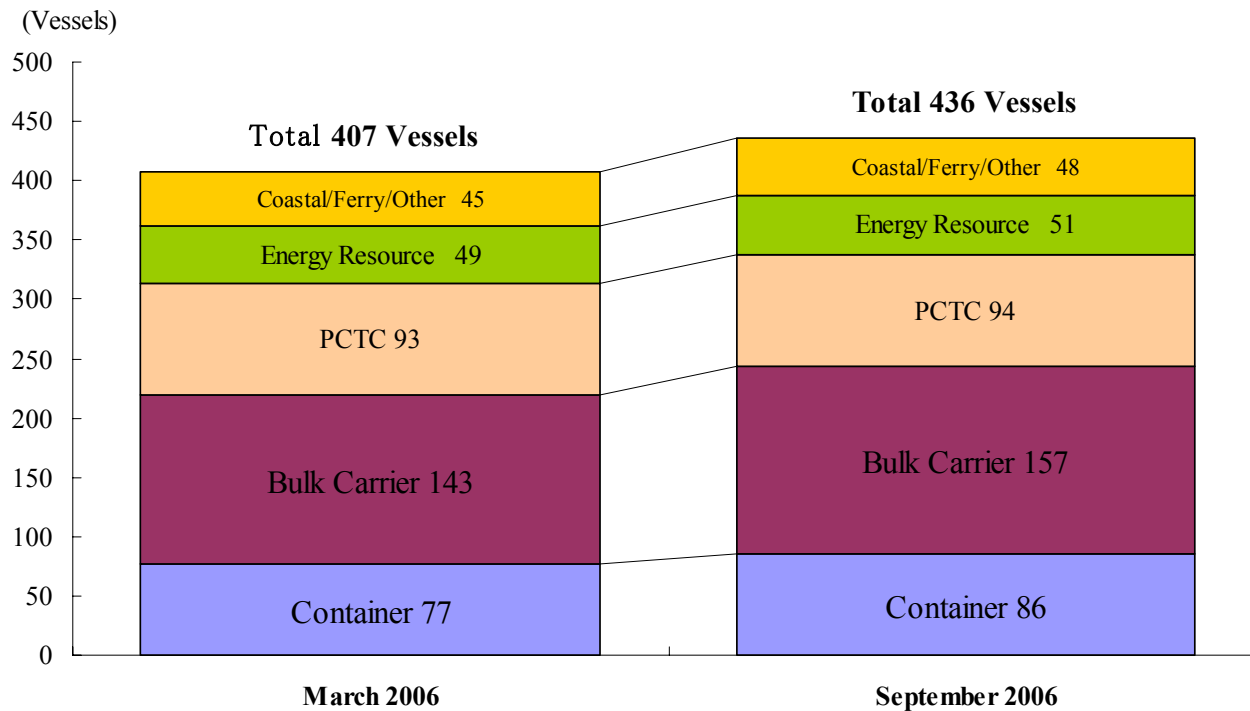


1-13. Transition of Cars/Trucks Transported by “K” Line PCTC Fleet

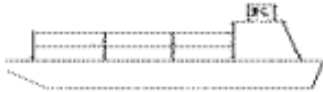

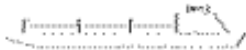
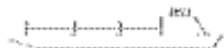

(ten thousand units)



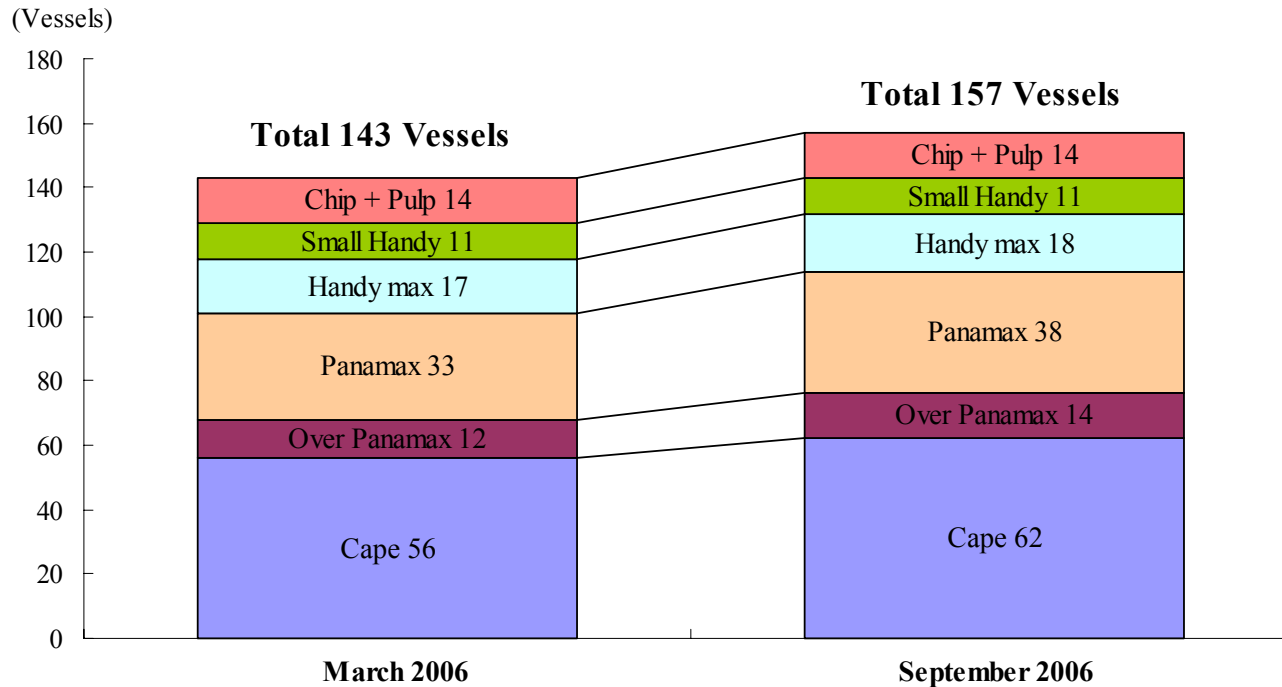
1-14. "K" Line Vessel Fleet Composition









1-15. “K” Line Container Vessel Fleet Composition

		05F 4Q	06F 2Q
	5,500TEU Over	15	18
	3,500TEU (3,400~4,700)	25	23
	2,800TEU(2,700~2,900)	5	7
	2,000TEU (1,500~2,500)	9	11
	1,400TEU or under	23	27
Total		77	86

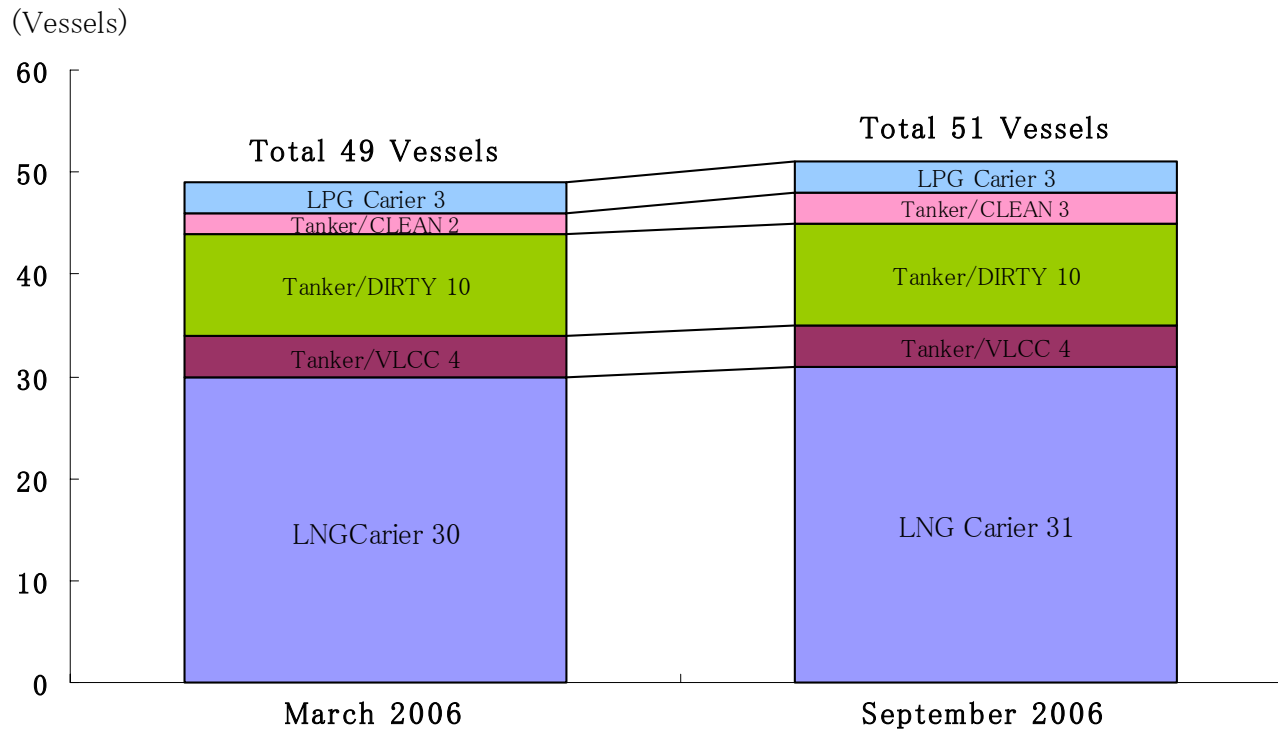
1-16. "K" Line Bulk Carrier Fleet Composition



1-17. “K” Line PCTC Vessel Fleet Composition

		05F 4Q	06F 2Q
	6,000units	12	12
	5,000 units (4,750~5,650)	29	29
	4,000 units (3,800~4,600)	20	23
	3,000 units (2,800~3,500)	15	14
	2,000 units (1,600~2,500)	2	3
	800 units (800~850)	15	13
Total		93	94

1-18. "K" Line Energy Transport Fleet Composition



Supplemental Information-2

- Financial Data -

2-1. Breakdown on Non-Operating, Extra-Ordinary Items (2006F 1Q)

1. Non-Operating Incom/Loss

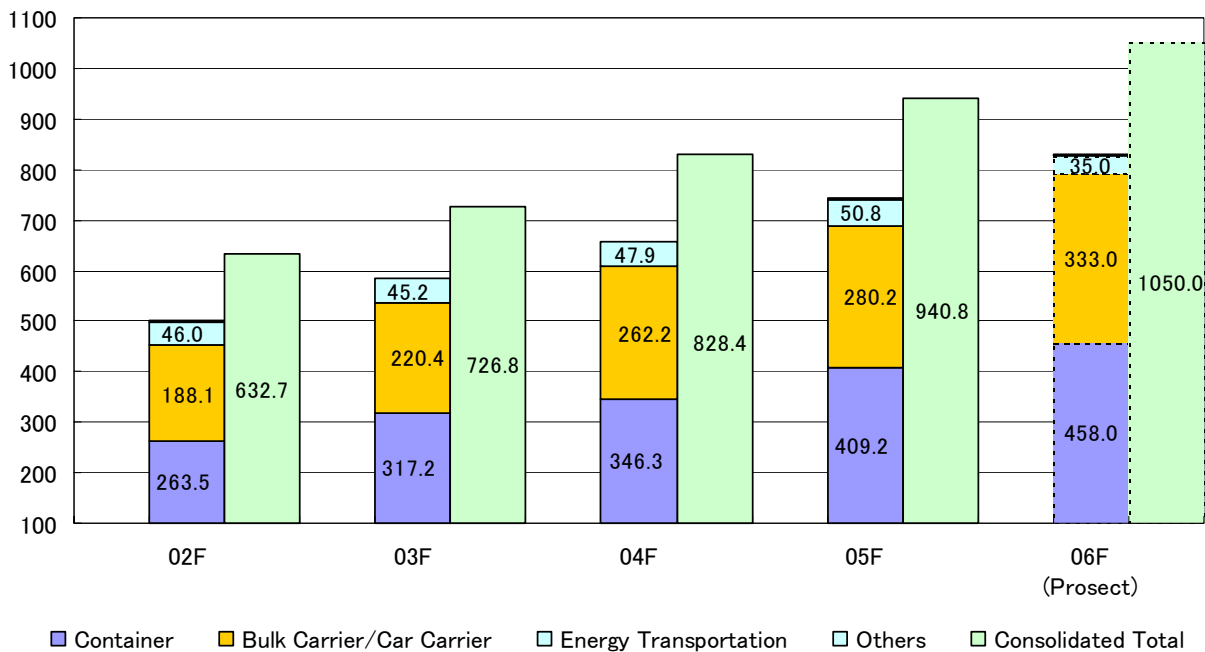
	1Q	2Q	1H		1Q	2Q	1H
Consolidated Total	0.1	1.0	1.1	Non-Consolidated Total	2.2	0.9	3.1
Financial Gain/Loss	1.1	△ 0.5	0.6	Financial Gain/Loss	2.8	0.3	3.1
Exchange Gain/Loss	△ 0.8	0.2	△ 0.7	Exchange Gain/Loss	△ 0.6	0.5	△ 0.2
Others	△ 0.2	1.4	1.2	Others	△ 0.1	0.2	0.1

2. Extra-Ordinary Incom/Loss

	1Q	2Q	1H		1Q	2Q	1H
Consolidated Total	2.8	3.5	6.2	Non-Consolidated Total	0.2	3.8	4.0
Sales and disposal of fixed assets	2.8	0.0	2.8	Sales and disposal of fixed assets	0.2	0.0	0.2
Sales of securities	0.0	3.9	3.9	Sales of securities	0.0	3.9	3.9
Others	0.0	△ 0.5	△ 0.5	Others	0.0	△ 0.1	△ 0.1

2-2. Transition of Operating Revenues

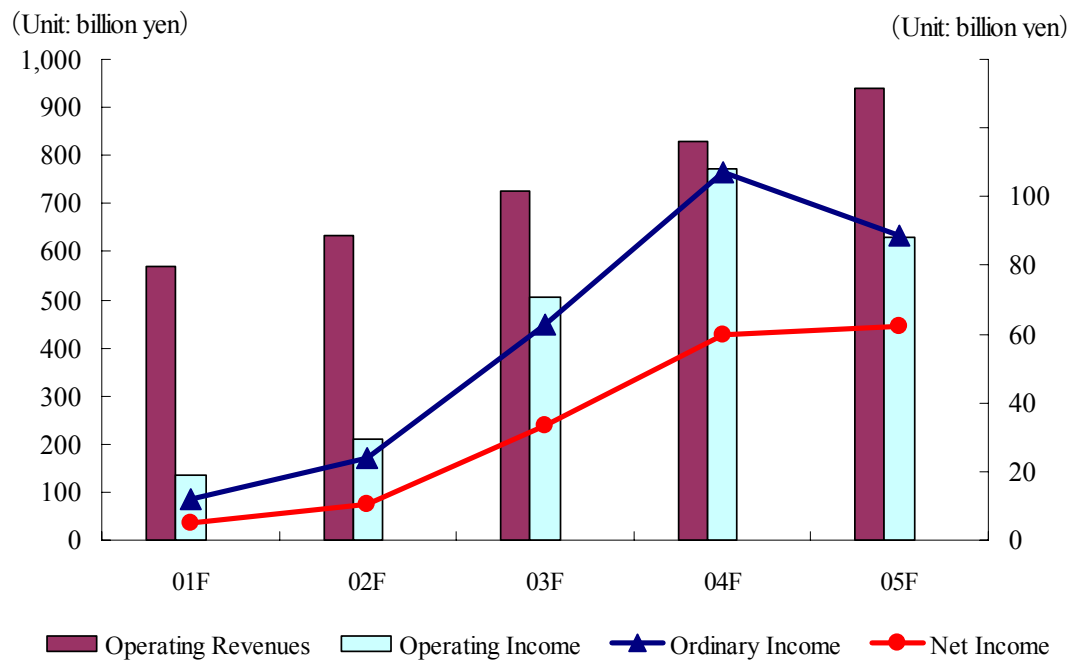
(Unit : billion yen)



Supplemental Information-3

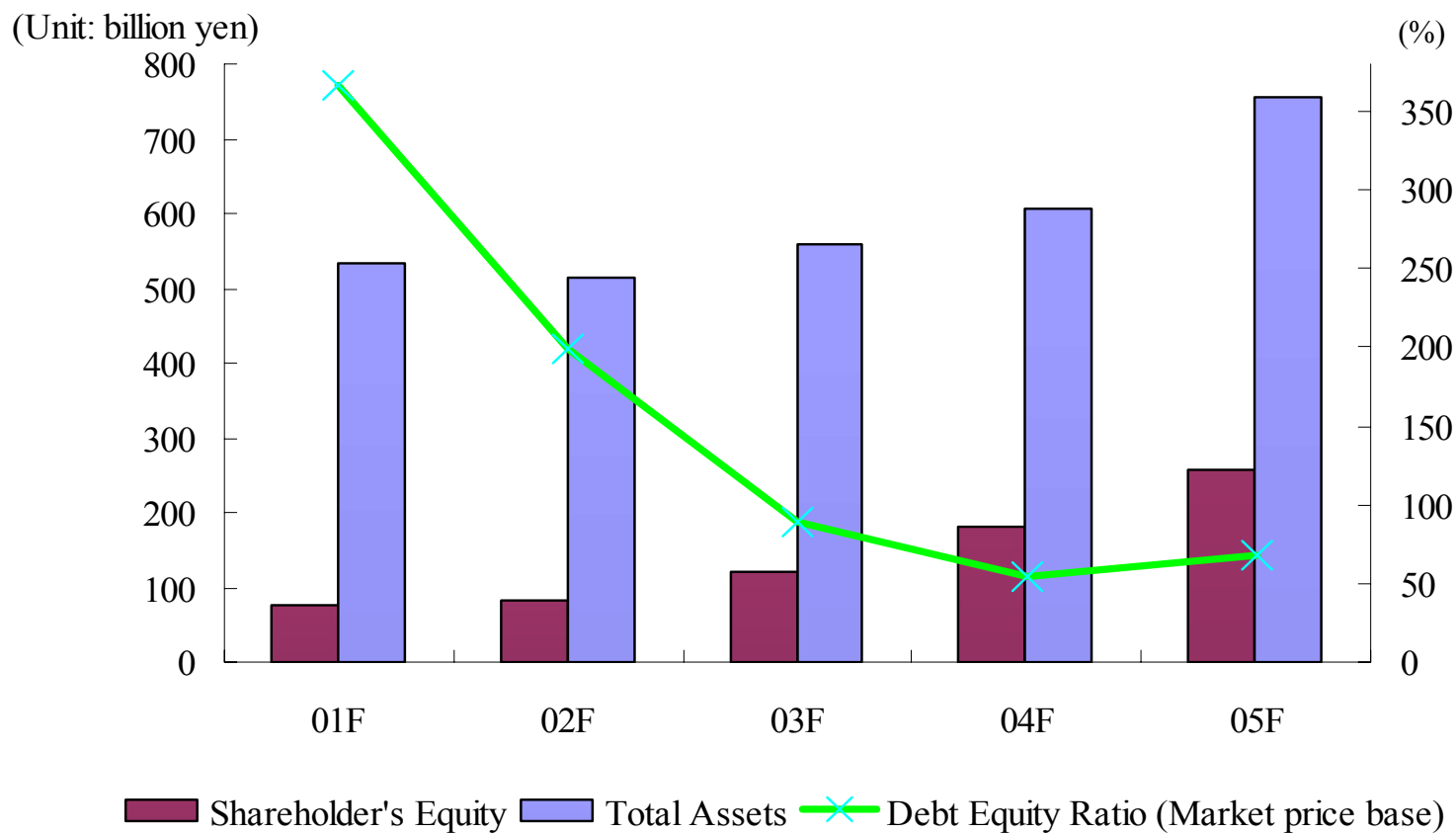
Historical Data - For 5 years -

3-1. Consolidated Revenues & Incomes



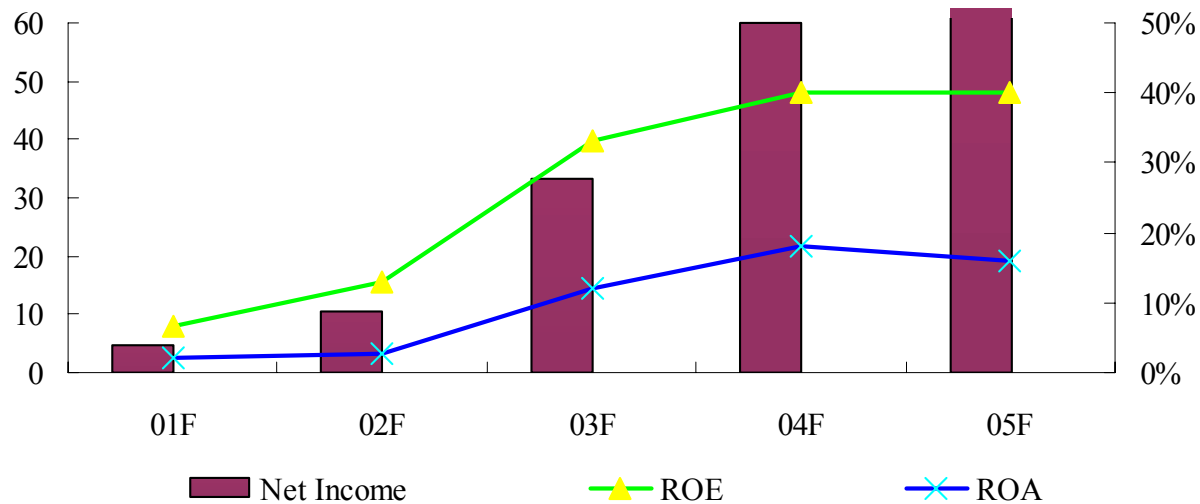
* Ordinary income is income before income taxes and extra-ordinary items.

3-2. Consolidated Debt Equity Ratio



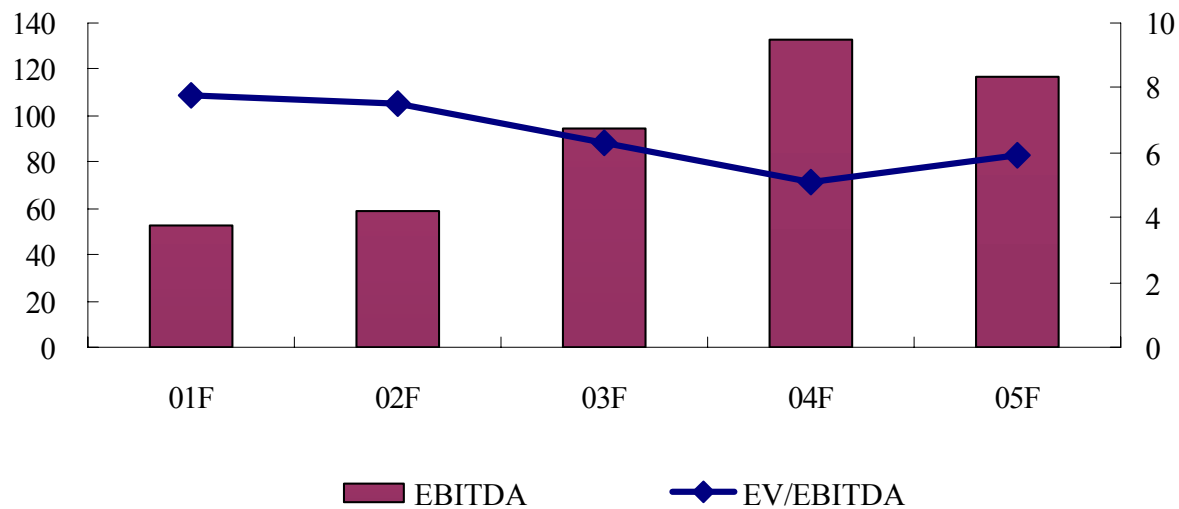
3-3. Consolidated ROE/ROA

(unit: billion yen)

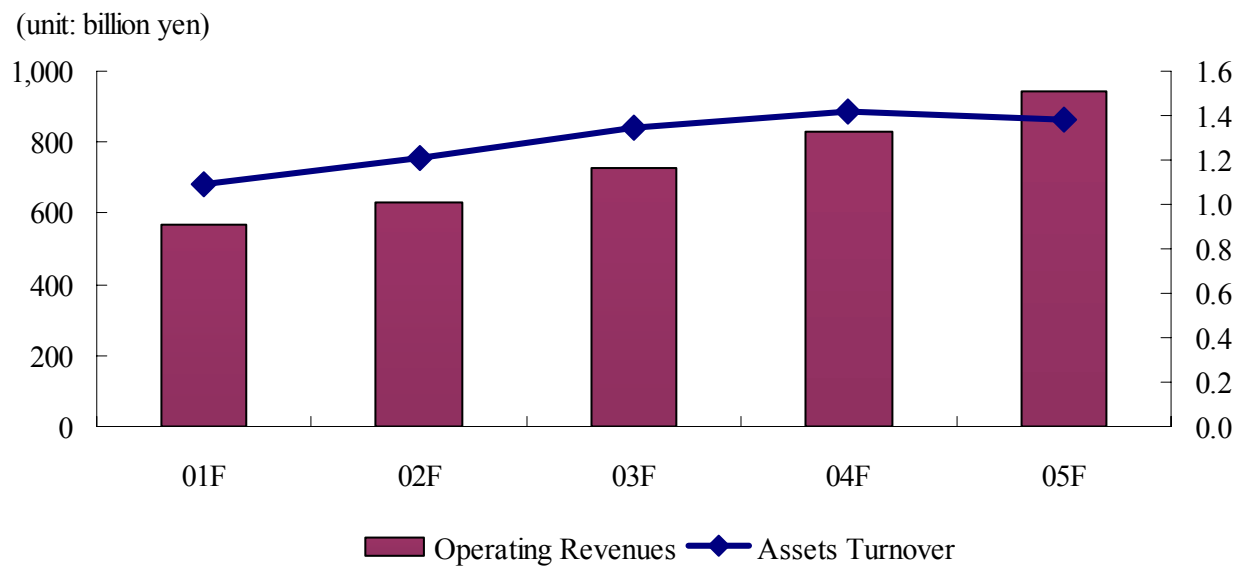


3-4. Consolidated EV/EBITDA

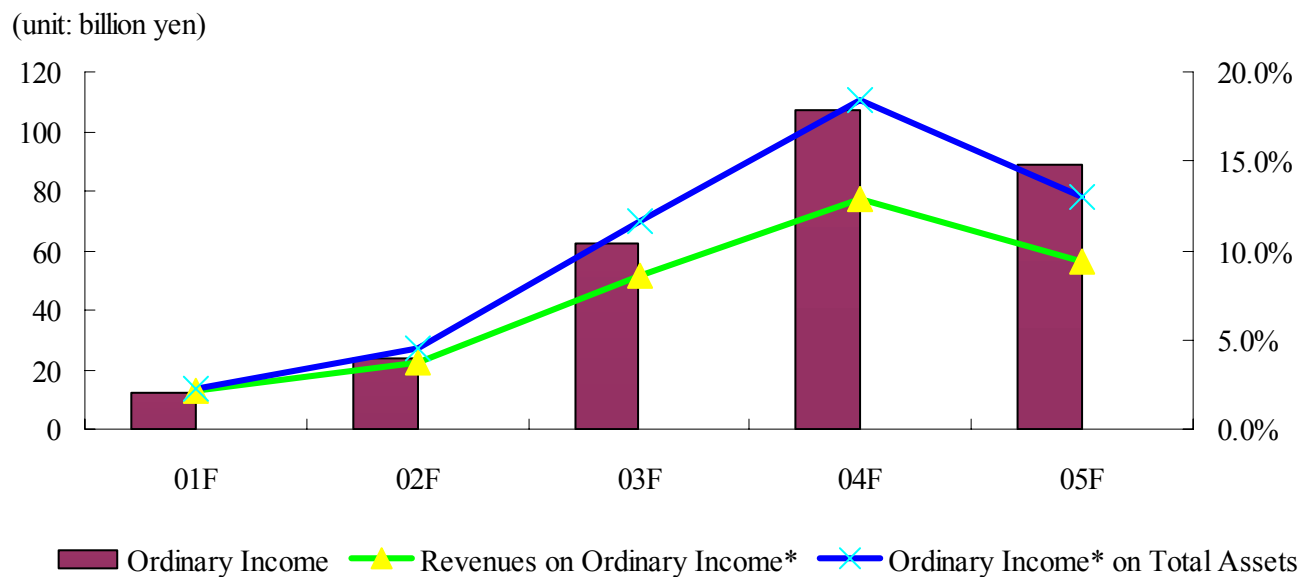
(unit: billion yen)



3-5. Consolidated Assets Turnover



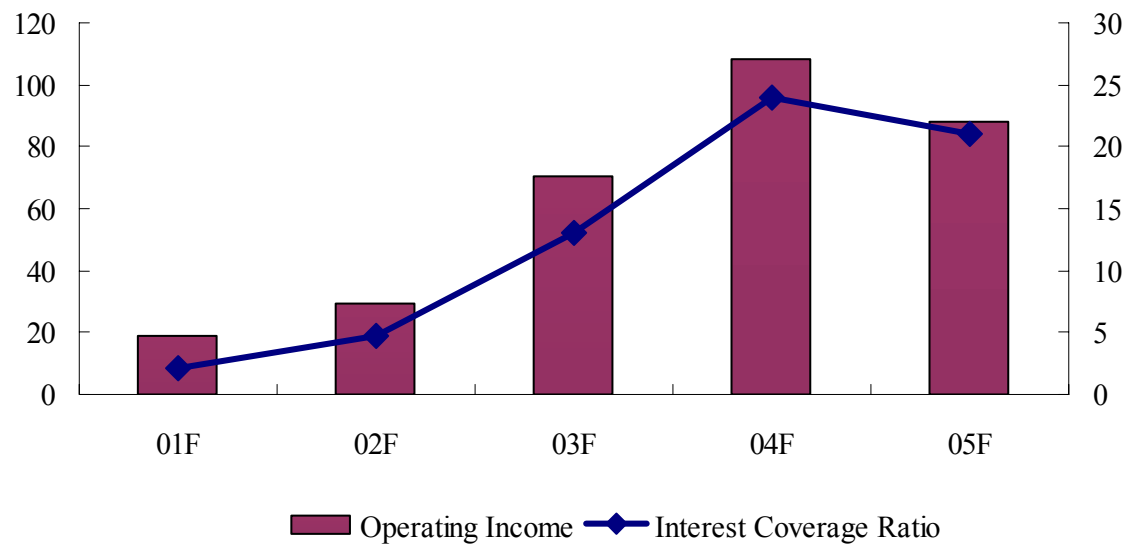
3-6. Consolidated Ordinary Income* on Revenues/Ordinary Income on Total Assets



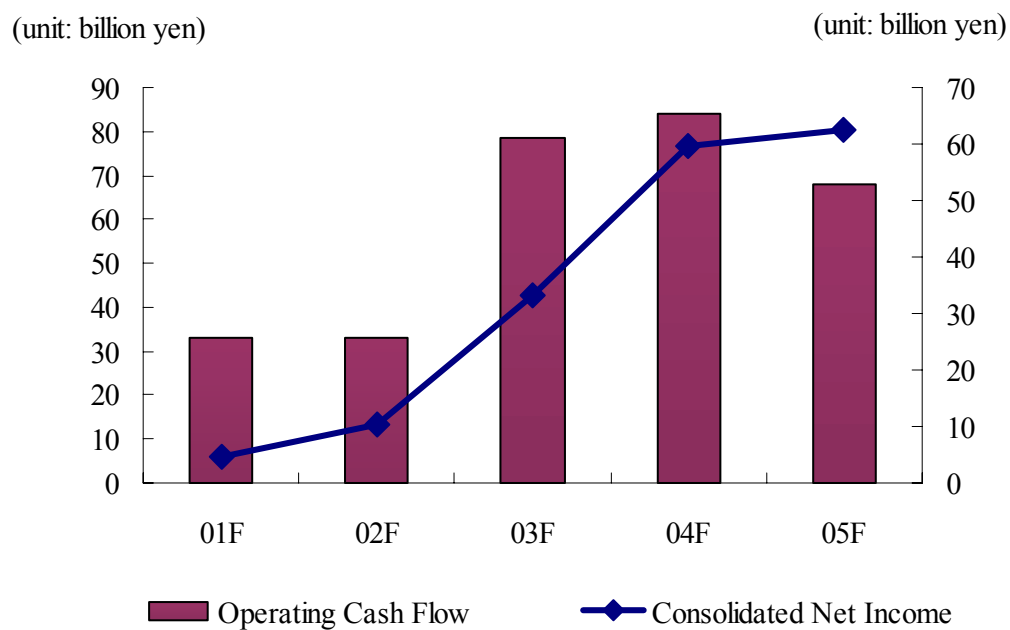
* Ordinary income is income before income taxes and extra-ordinary items.

3-7. Consolidated Interest Coverage Ratio

(unit: billion yen)



3-8. Consolidated Net Income/Operating Cash Flow



3-9. Consolidated Segment Information

(unit: million yen)

	01F	02F	03F	04F	05F
Operating Revenues					
Marine Transportation	481,200	530,228	622,118	713,961	806,646
Freight Forwarding/ Harbor Transportation	75,757	88,773	89,885	101,710	114,098
Others	14,055	13,722	12,662	12,773	20,073
Total	571,012	632,723	724,665	828,444	940,818
Operating Income					
Marine Transportation	13,148	22,383	61,267	97,808	74,426
Freight Forwarding/ Harbor Transportation	4,536	4,800	8,062	8,865	11,650
Others	1,274	2,087	1,269	1,083	1,506
Total	18,958	29,270	70,598	107,756	87,583
Eliminations	89	10	-65	298	392
Consolidated	19,047	29,280	70,533	108,054	87,976

3-10. Non-Consolidated Financial Data

(unit: million yen)

	01F	02F	03F	04F	05F
Operating Revenues	449,153	499,791	584,958	658,699	742,554
Container	230,353	263,456	317,185	346,321	409,216
Bulk & Carrier	171,837	188,112	220,364	262,182	280,220
Energy Transportation	44,363	46,045	45,231	47,870	50,807
Other Shipping Business	1,800	1,396	1,291	1,372	1,291
Other Business	799	780	882	949	1,020
Operating Income	8,299	19,843	55,068	85,288	56,678
Ordinary Income*	7,115	16,434	49,670	86,873	57,849
Net Income	2,786	6,535	24,452	49,012	38,820
Total Assets	259,200	269,140	329,965	376,345	481,541
Total Liabilities	194,792	203,268	233,126	233,326	292,575
Shareholder's Equity	64,408	65,872	96,839	143,019	188,965
Dividend per Share	3	5	10	16.5	18
Dividend ratio	63.9	45.9	24.4	20.0	27.5

* Ordinary income is income before income taxes and extra-ordinary items.