

FINANCIAL HIGHLIGHTS

Brief report of the nine months ended December 31, 2008.

Kawasaki Kisen Kaisha, Ltd.

[Two Year Summary]

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

	Nine months ended Dec.31, 2007	Nine months ended Dec.31, 2008	Nine months ended Dec.31, 2008
Consolidated			
Operating revenues (Millions of yen / Thousands of U.S. dollars)	¥ 984,643	¥ 1,053,569	\$ 11,573,872
Operating income (Millions of yen / Thousands of U.S. dollars)	100,690	89,667	985,033
Net income (Millions of yen / Thousands of U.S. dollars)	67,993	40,669	446,766
Per share of common stock (Yen / U.S. dollars)	107.86	63.83	0.70

	Year ended Mar.31, 2008	Nine months ended Dec.31, 2008	Nine months ended Dec.31, 2008
Total Assets (Millions of yen / Thousands of U.S. dollars)	¥ 968,629	¥ 1,014,290	\$ 11,142,376
Net assets (Millions of yen / Thousands of U.S. dollars)	376,277	353,627	3,884,730
Per share of common stock (Yen / U.S. dollars)	558.46	519.97	5.71

	Nine months ended Dec.31, 2008	Nine months ended Dec.31, 2008
Net cash provided by operating activities (Millions of yen / Thousands of U.S. dollars)	¥ 75,419	\$ 828,512
Net cash used by investing activities (Millions of yen / Thousands of U.S. dollars)	(135,903)	(1,492,954)
Net cash provided by financing activities (Millions of yen / Thousands of U.S. dollars)	73,145	803,528

The U.S. dollar amounts are converted from the yen amount at ¥91.03=U.S.\$1.00.
The exchange rate prevailing on December 31, 2008.

[Qualitative Information and Financial Statements]

1. Qualitative Information about the Consolidated Operating Results

During the 3rd Quarter of consolidated fiscal 2008 (October 1 through December 31, 2008), turmoil in financial and stock markets triggered by the US sub-prime lending issue has escalated into a global financial crisis, and in the real economy, businesses have declined substantially almost all over the world. In the US economy, with the contraction in the appraisal value of assets due to the fall in stock prices and house prices, consumer spending remained sluggish, and the corporate earnings environment has worsened, causing the curtailment of capital spending and deterioration in the employment situation. Furthermore, in the European countries, both capital investment and consumer spending have shown an increasingly decelerating trend, affected by a credit crunch due to the financial crisis. In the Japanese economy, exports dropped significantly due to the rapid appreciation of the yen against other currencies, in addition to a decline in overseas demand mainly from the U.S. and Europe. The economies of China and India as well as other newly developing Asian countries also have begun to show moderate downward trends.

In the environment surrounding the shipping industry, pressure on earnings has become increasingly conspicuous due to negative factors including a sharp decline in dry bulk freight rates, a decrease in cargo movements in containership transportation, rising fuel oil costs and the stronger yen. As a result, consolidated operating revenues for the 3rd Quarter of fiscal 2008 accounted for ¥318.058 billion, a decrease by ¥19.942 billion compared with the same period of the preceding year. Consolidated operating income was ¥14.938 billion, a decrease by ¥24.199 billion, compared with the same period last year, and ordinary income was ¥6.641 billion, a decrease by ¥30.635 billion compared with the same period of the previous year. Consolidated net account for the 3rd Quarter of fiscal 2008 was a loss of ¥10.487 billion (net income for the 3rd Quarter of fiscal 2007: ¥23.949 billion). The Company's cumulative consolidated operating revenues from April 1, 2008 to December 31, 2008* were ¥1,053.569 billion. Cumulative consolidated operating income and ordinary income for the same period were ¥89.667 billion and ¥81.778 billion respectively. The cumulative consolidated net income for the same period stood at ¥40.669 billion.

*Note: As for Qualitative Information about the Consolidated Operating Results for the 1st and the 2nd Quarters of the fiscal year ending March 2009, please refer to the Brief report of the three months ended June 30, 2008 disclosed on July 25, 2008 and the Brief report of the six months ended September 30, 2008 disclosed on October 27, 2008.

The following is a summary of activities by each business sector.

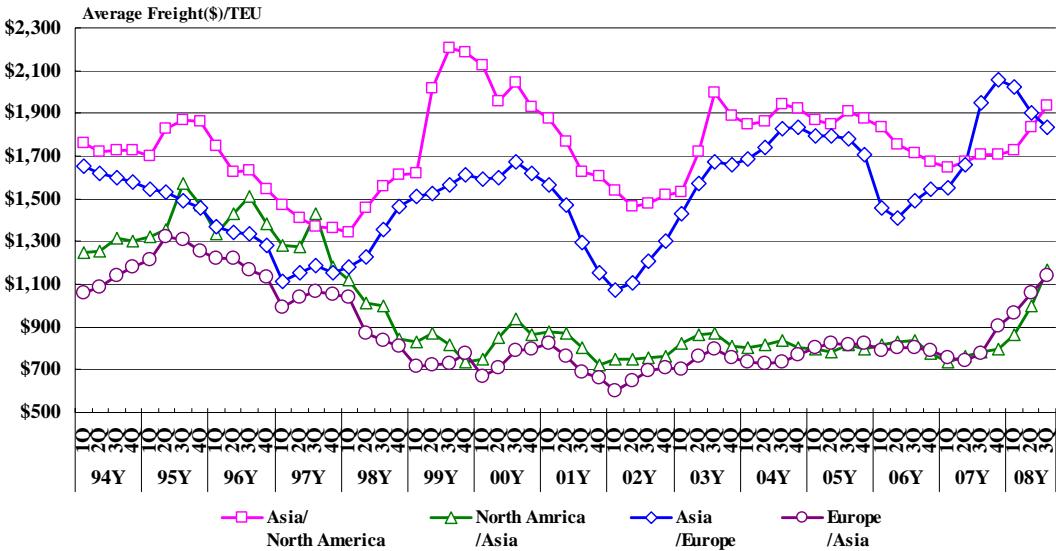
(1) Marine transportation

[Containership Business]

In North American trade, cargo movements to North America shipped from Asia decreased due to the sluggish US economy and the number of loaded containers of the Company dropped by 15% compared with the same period last year. Cargo movements bound for Asian countries shipped from North America fell sharply, affected by the economic slowdown, and the number of loaded containers of the Company fell by 11% against the same period of the preceding year. On the North European service routes, the overall cargo movements entered a

slowdown phase, but the Company’s cargo movements increased by 23% from the same period last year, benefiting from the launching of large containerships. On the other hand, on the Mediterranean Sea service routes, the Company has promoted rationalization of services in response to declining cargo movements, and the number of loaded containers decreased slightly by 5% against the same period last year. The declining trend in cargo movements due to the economic slowdown has spread throughout the world, including the Inter-Asia services and Asia/South African services, and consequently, the Company’s total number of loaded containers declined by 7% on a year-on-year basis during the 3rd Quarter. Furthermore, in the European services and the North/South services, market freight rates dropped due to the worsened supply and demand relationship. Under this business environment, the Company has strived to promote rationalization in ship operations such as decreasing the services on the North American and European service routes and service integration of the Middle Eastern service routes, as well as cost reductions. However, both operating revenues and profits decreased on a year-on-year basis.

Containerization International “Freight Rates Indicators”

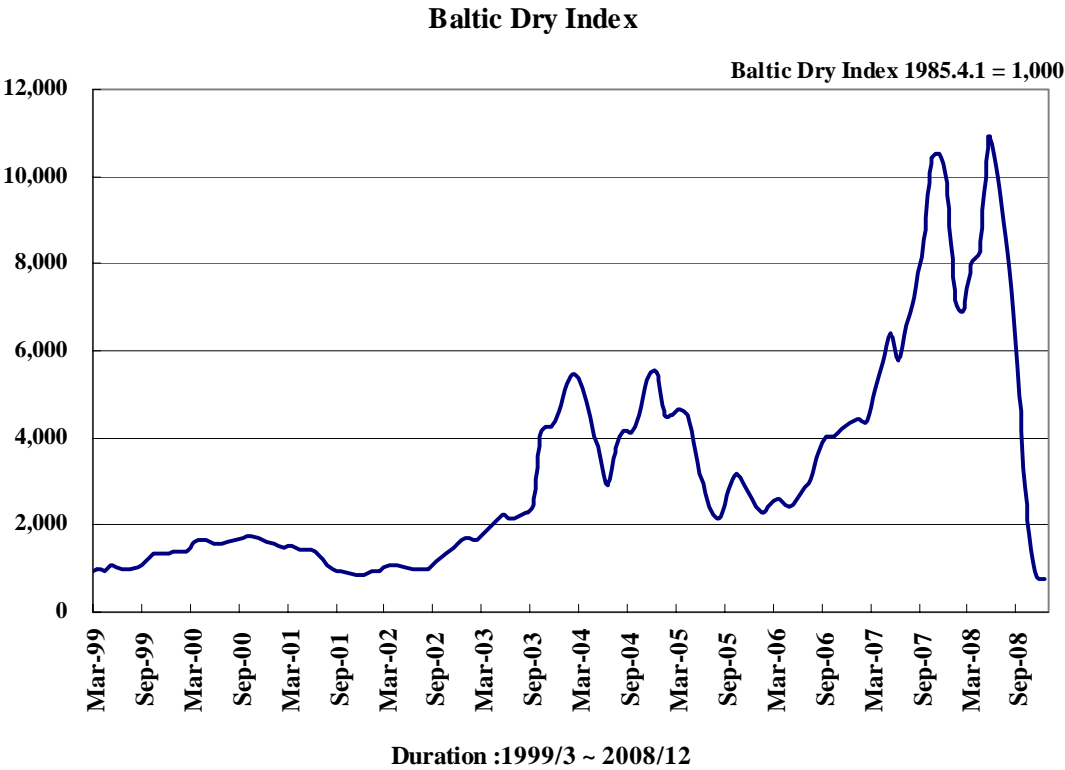


[Bulk Carrier and Car Carrier Business]

In the dry bulk carrier business, crude steel production fell below that of the same period of the preceding year, hit by the global economic slowdown, and cargo movements for iron ore, a major cargo item, suddenly dropped and a sense of shipping space surplus has prevailed. Consequently, market freight rates remained at a low level. Furthermore, the sluggish chartering activities between shipping companies affected by the credit contraction resulting from the financial crisis also had a negative impact on market freight rates. The Company made efforts to secure profits while minimizing the risk of a decline in the spot freight rates by promoting efficient ship operations and increasing the ratio of medium-term and long-term contracts for cargo transportation, but was unable to overcome the negative effects of the deterioration in freight rates. As a result, operating revenues of the dry bulk carrier business increased but the profits decreased on a year-on-year basis.

With respect to the car carrier business, the number of cars transported to the US decreased, affected by a slowing down in car sales due to the global economic downturn. However, the total number of cars transported by the Company increased by 2% compared with the same period of the preceding year, assisted by demand from newly emerging countries and resource-producing countries where car sales have been comparatively steady. In addition, the effects of a reduction in fuel consumption with the completion of the execution of reduced-speed navigation contributed to securing profits.

As a result, operating results for the overall bulk carrier and car carrier business for the 3rd Quarter of fiscal 2008 declined in both operating revenues and profits on a year-on-year basis.



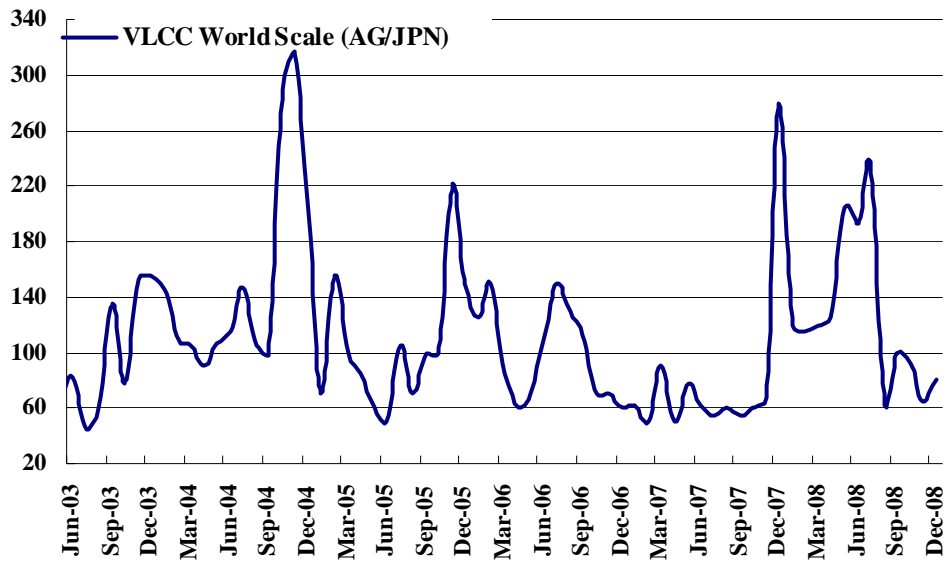
[Energy Transportation and Tanker Business]

As for LNG transportation, the fleet of LNG tankers that the Company owns or is involved with increased to 45 carriers with the completion of four newly-built carriers during the 3rd Quarter. In addition, the eight tankers completed in the first half of fiscal 2008 operated smoothly. As a result, the LNG carrier business secured stable profits.

As for the tanker business, the operating results exceeded significantly those for the same period last year due to the recovery of freight rates for tankers for petroleum products, as well as the decreased fuel oil prices.

Overall, the energy transportation and tanker business resulted in increases in terms of operating revenues and profits on a year-on-year basis.

Trends in Tanker Freight Rate



[Heavy Lift Shipping Business]

In the heavy lift shipping business, the fleet of heavy lifters maintained a high level of operating rates, supported by brisk cargo movements of large-sized cargo including oil refining and petrochemical plant-related equipment, marine engines, wind turbine generators and transformers for power stations, which ensured profits as projected.

[Coastal Shipping Business]

In the coastal shipping business, limestone carriers secured stable volumes of materials for transportation, though market freight rates for small carriers showed a downward trend due to a declining trend in crude steel production. In the regular roll-on roll-off service, cargo movements in general merchandise faltered, but the transportation volume for trucks loaded with cargo for domestic delivery and agricultural and fisheries products in the Hachinohe/Tomakomai ferry service exceeded those for the same period last year.

As a result, the overall operating revenues for the marine transportation segment amounted to ¥286.866 billion, and the operating income stood at ¥12.198 billion.

(2) Logistics/Harbor Transportation

In the comprehensive logistics business, transportation volumes decreased in both the air cargo and the marine cargo business, materially hit by a decline in cargoes bound for the US and shipped from China and other Asian countries amid the slowdown in the global economy. Furthermore, profits in the land transport and storage businesses were significantly affected by surging fuel costs. Both operating revenues and operating income for these businesses decreased on a year-on-year basis.

As a result, the overall operating revenues for this segment were ¥25.672 billion, and operating income stood at ¥2.058 billion.

(3) Other Businesses

As for other businesses not mentioned above, the overall operating revenues amounted to ¥5.519 billion, and operating income stood at ¥0.662 billion.

2. Qualitative Information about Consolidated Financial Status

As of the end of the 3rd Quarter of fiscal 2008, consolidated total assets increased by ¥45.660 billion from the end of the preceding fiscal year to ¥1,014.290 billion, due mainly to increases in vessels and construction in progress resulting from active promotion of grading up of its fleet of vessels, despite revaluation losses of investment securities due to substantial falls of stock prices. Total liabilities increased by ¥68.311 billion against the end of the previous fiscal year to ¥660.663 billion, due primarily to an increase in long-term debt resulting from investment in vessels. Net assets decreased by ¥22.650 billion from the end of the last year to ¥353.627 billion, since the total amount of revaluation losses of securities and exchange losses exceeded an increase in retained earnings.

3. Qualitative Information about the Consolidated Prospects for Fiscal 2008

With respect to the consolidated operating results for fiscal 2008 ending March 2009, the consolidated operating results will be less than those published on the date of the disclosure of the brief report of the six months ended September 30, 2008, and are expected to be ¥1,280.0 billion for operating revenues, ¥77.0 billion for operating income, ¥67.0 billion for ordinary income and ¥30.0 billion for net income.

As for the marine transportation markets during the 4th Quarter of fiscal 2008, the business environment will generally deteriorate further due to the global recession. In the containership business, the reduction in cargo movements by containerships has been significant throughout the world and cargo movements and freight rates will face a severe situation in the 4th Quarter. The Company has continued to reduce its supply capacity by reducing, suspending temporarily or integrating services, as well as by reviewing service schedules on the major service routes, including those to North America, Europe, South America and on the Inter-Asia service routes. As for the bulk carrier and car carrier business, in the dry bulk carrier business, freight rates will continue to remain in the phase of adjustment in the 4th Quarter. The car carrier business will encounter a significant reduction in the number of cars transported by marine transportation due to sluggish car sales throughout the world. Concerning the energy transportation and tanker business, though the tanker business will face a softening trend in terms of market freight rates, the Company will strive to improve the efficiency of ship operations and expects to secure stable earnings.

The business environment surrounding the shipping industry is difficult to forecast, as mentioned above, in addition to aspects of the supply-demand relationship, foreign exchange rates and trends in interest rates. The Company will strive to further promote efficient ship operations and cost reductions.

In addition, with respect to the foreign exchange rates and fuel oil prices for the 4th Quarter, the Company is assuming ¥90 per US\$ as the foreign exchange rate and US\$275 per MT for fuel oil prices.

Negative impacts from seriously worsening global economy have been materialized in business environments surrounding the international shipping industry as seen in sharp declines in cargo movements and significant drops of market freight rates. Under these circumstances, the Company's revised forecasts for operating results for the consolidated fiscal 2008 were far less than those in the initial projections. With respect to dividends for fiscal 2008, the Company already paid an interim dividend of ¥13.5 per share. However, under the business environment where the situation doesn't allow premature conclusions in terms of freight rates, foreign exchange rates and trends in interest rates, the Company intends to put off payment of the year-end dividend in order to maintain the soundness of management and financial structures and to prepare for the highly profitable investment opportunities in the future.

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 nine months ended December 31, 2008 and the year ended March 31, 2008

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

	Year ended Mar.31, 2008	Nine months ended Dec. 31, 2008	Nine months ended Dec. 31, 2008
ASSETS			
Current assets :			
Cash and time deposits	¥ 50,700	¥ 59,513	\$ 653,782
Accounts and notes receivable-trade	101,034	101,031	1,109,874
Short-term loans receivable	10,713	17,104	187,901
Marketable securities	22	2	28
Other inventories	34,204	28,057	308,228
Prepaid expenses and deferred charges	37,280	29,287	321,735
Other current assets	32,902	29,645	325,667
Allowance for doubtful receivables	(678)	(665)	(7,315)
Total current assets	266,179	263,977	2,899,900
Fixed assets :			
(Tangible fixed assets)			
Vessels	266,001	339,841	3,733,290
Buildings and structures	23,818	24,427	268,349
Machinery and vehicles	13,317	12,865	141,336
Land	32,440	31,195	342,692
Construction in progress	170,040	173,158	1,902,217
Other tangible fixed assets	9,049	10,179	111,825
Total tangible fixed assets	514,669	591,668	6,499,710
(Intangible fixed assets)			
Goodwill	9,120	10,940	120,190
Other intangible fixed assets	6,112	6,149	67,557
Total intangible fixed assets	15,232	17,090	187,747
(Investments and other long-term assets)			
Investments in securities	121,146	93,856	1,031,053
Long-term loans receivable	26,624	19,467	213,863
Other long-term assets	25,092	28,749	315,821
Allowance for doubtful receivables	(582)	(520)	(5,719)
Total investments and other long-term assets	172,280	141,553	1,555,018
Total fixed assets	702,182	750,312	8,242,476
Deferred assets	266	-	-
Total assets	¥ 968,629	¥ 1,014,290	\$ 11,142,376

Consolidated Balance Sheets

Kawasaki Kisen Kaisha, Ltd. and Consolidated Subsidiaries for nine months ended December 31, 2008 and the year ended March 31, 2008

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

	Year ended Mar. 31, 2008	Nine months ended Dec. 31, 2008	Nine months ended Dec. 31, 2008
LIABILITIES			
Current liabilities :			
Accounts and notes payable-trade	¥ 82,075	¥ 82,426	\$ 905,483
Short-term loans and current portion of long-term debt	67,918	48,243	529,977
Commercial paper	-	32,000	351,532
Accrued income taxes	36,454	5,394	59,262
Allowance	2,905	1,766	19,401
Other current liabilities	57,127	57,213	628,517
Total current liabilities	246,481	227,044	2,494,172
Long-term liabilities :			
Bonds	57,741	57,641	633,209
Long-term debt, less current portion	198,856	284,354	3,123,740
Deferred income taxes for land revaluation	3,943	2,635	28,954
Accrued expenses for overhaul of vessels	24,655	26,061	286,291
Other allowance	11,695	11,122	122,185
Other long-term liabilities	48,979	51,804	569,095
Total long-term liabilities	345,870	433,618	4,763,473
Total liabilities	592,352	660,663	7,257,646
NET ASSETS			
Shareholder's equity:			
Common stock	45,819	45,869	503,893
Capital surplus	30,664	30,714	337,408
Retained earnings	281,384	306,607	3,368,200
Less treasury stock, at cost	(929)	(943)	(10,368)
Total shareholders' equity	356,938	382,247	4,199,132
Valuation and translation adjustments			
Net unrealized holding gain on investments in securities	17,808	(2,917)	(32,053)
Deferred gain on hedges	(23,140)	(40,687)	(446,968)
Revaluation reserve for land	4,186	2,067	22,707
Translation adjustments	(29)	(9,413)	(103,407)
Total valuation and translation adjustments	(1,175)	(50,951)	(559,721)
Minority interests in consolidated subsidiaries	20,514	22,331	245,319
Total net assets	376,277	353,627	3,884,730
Total liabilities and net assets	¥ 968,629	¥ 1,014,290	\$ 11,142,376

Consolidated Statements of Income

Kawasaki Kisen Kaisha, Ltd. and Consolidated Subsidiaries for nine months ended December 31, 2008

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

	Nine months ended Dec. 31, 2008	Nine months ended Dec. 31, 2008
Marine transportation and other operating revenues	¥ 1,053,569	\$ 11,573,872
Marine transportation and other operating expenses	909,627	9,992,607
Gross profits	143,942	1,581,265
Selling, general and administrative expenses	54,274	596,231
Operating income	89,667	985,033
Non-operating income :		
Interest income	1,680	18,463
Dividend income	2,457	26,997
Equity in earnings of affiliated companies	1,582	17,380
Other non-operating income	1,194	13,118
Total non-operating income	6,914	75,958
Non-operating expenses :		
Interest expenses	5,047	55,447
Exchange loss	9,436	103,660
Other non-operating expenses	320	3,520
Total non-operating expenses	14,803	162,626
Ordinary income	81,778	898,365
Extraordinary profits :		
Gain on sales of fixed assets	988	10,854
Gain on sales of investments in securities	277	3,049
Gain on reversal of accrued expenses for overhaul of vessels	1,000	10,996
Other extraordinary profits	41	458
Total extraordinary profits	2,308	25,357
Extraordinary losses :		
Loss on sales of fixed assets	27	302
Loss from devaluation of investment securities	16,338	179,489
Other extraordinary losses	119	1,313
Total extraordinary losses	16,485	181,103
Income before income taxes	67,600	742,619
Income taxes	22,138	243,205
Minority interests	4,792	52,647
Net income	¥ 40,669	\$ 446,766

Consolidated Statements of Income

Kawasaki Kisen Kaisha, Ltd. and Consolidated Subsidiaries for the third quarter ended December 31, 2008

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

	3rd quarter ended Dec. 31, 2008	3rd quarter ended Dec. 31, 2008
Marine transportation and other operating revenues	¥ 318,058	\$ 3,493,996
Marine transportation and other operating expenses	285,386	3,135,086
Gross profits	32,671	358,910
Selling, general and administrative expenses	17,733	194,807
Operating income	14,938	164,104
Non-operating income :		
Interest income	561	6,168
Dividend income	759	8,348
Equity in earnings of affiliated companies	81	898
Other non-operating income	339	3,729
Total non-operating income	1,742	19,143
Non-operating expenses :		
Interest expenses	2,137	23,478
Exchange loss	7,900	86,790
Other non-operating expenses	1	18
Total non-operating expenses	10,039	110,286
Ordinary income	6,641	72,961
Extraordinary profits :		
Gain on sales of fixed assets	284	3,127
Gain on reversal of accrued expenses for overhaul of vessels	1,000	10,996
Other extraordinary profits	2	31
Total extraordinary profits	1,288	14,154
Extraordinary losses :		
Loss on sales of fixed assets	16	183
Loss from devaluation of investment securities	16,259	178,622
Other extraordinary losses	90	989
Total extraordinary losses	16,366	179,794
Loss before income taxes	(8,436)	(92,678)
Income taxes	(154)	(1,699)
Minority interests	2,205	24,227
Net loss	¥ (10,487)	\$ (115,206)

Consolidated Statements of Cash Flows

Kawasaki Kisen Kaisha, Ltd. and Consolidated Subsidiaries for nine months ended December 31, 2008

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

	Nine months ended Dec.31,2008	Nine months ended Dec.31,2008
Cash flows from operating activities :		
Income before income taxes	¥ 67,600	\$ 742,619
Depreciation and amortization	29,769	327,031
Reversal of provision for employees' retirement benefits	(338)	(3,717)
Reversal of provision for directors' and corporate auditors' retirement benefits	(209)	(2,299)
Accrued expenses for overhaul of vessels	1,583	17,395
Interest and dividend income	(4,138)	(45,460)
Interest expense	5,047	55,447
Gain and loss on sale of marketable securities and investments in securities	(275)	(3,031)
Gain and loss on sale of vessels, property and equipment	(960)	(10,553)
Loss of revaluation of marketable securities and investments in securities	16,338	179,489
Increase in accounts and notes receivable – trade	(2,093)	(22,994)
Increase in accounts and notes payable – trade	3,601	39,561
Increase in inventories	5,806	63,786
Decrease in short-term assets	6,513	71,553
Other, net	(1,855)	(20,389)
Subtotal	126,389	1,388,437
Interest and dividends received	3,992	43,860
Interest paid	(4,700)	(51,633)
Income taxes paid	(50,262)	(552,153)
Net cash provided by operating activities	75,419	828,512
Cash flows from investing activities :		
Purchases of marketable securities and investments in securities	(27,381)	(300,799)
Proceeds from sale of marketable securities and investments in securities	3,484	38,283
Purchases of vessels, property and equipment	(129,539)	(1,423,046)
Proceeds from sale of vessels, property and equipment	25,401	279,042
Purchases of intangible fixed assets	(906)	(9,963)
Payment for acquisition of newly consolidated subsidiaries	(5,690)	(62,510)
Payment for long-term loans receivable	(10,951)	(120,305)
Proceeds from long-term loans receivable	12,483	137,134
Other, net	(2,802)	(30,790)
Net cash used in investing activities	(135,903)	(1,492,954)
Cash flows from financing activities :		
Decrease of short-term loans, net	(11,249)	(123,580)
Increase in commercial paper	32,000	351,532
Proceeds from long-term debt	99,304	1,090,893
Repayment of long-term debt and obligations under finance leases	(25,937)	(284,935)
Cash dividends paid	(17,550)	(192,794)
Cash dividends paid to minority shareholders	(3,396)	(37,313)
Other, net	(25)	(276)
Net cash provided by financing activities	73,145	803,528
Effect of exchange rate changes on cash and cash equivalents	(4,199)	(46,136)
Net decrease in cash and cash equivalents	8,461	92,950
Cash and cash equivalents at beginning of the period	48,044	527,787
Increase in cash and cash equivalents arising from inclusion of subsidiaries in consolidation	7	87
Cash and cash equivalents at end of the period	¥ 56,513	\$ 620,825

Consolidated Segment Information

Business segment information

Nine months ended Dec. 31,2008

(Millions of Yen)

	Marine Transportation	Logistics / harbour Transportation	Other	Total	Eliminations	Consolidated
Revenues						
(1) Operating revenues	¥ 948,870	¥ 85,955	¥ 18,743	¥ 1,053,569	-	¥ 1,053,569
(2) Inter-group sales and transfers	8,309	43,951	36,334	88,596	(88,596)	-
Total revenues	957,179	129,907	55,078	1,142,165	(88,596)	1,053,569
Operating expenses	877,807	121,503	53,243	1,052,555	(88,653)	963,901
Operating income	79,371	8,403	1,834	89,610	57	89,667
Ordinary income	¥ 70,369	¥ 10,114	¥ 1,236	¥ 81,720	¥ 57	¥ 81,778

Nine months ended Dec. 31,2008

(Thousands of U.S.Dollars)

	Marine Transportation	Logistics / harbour Transportation	Other	Total	Eliminations	Consolidated
Revenues						
(1) Operating revenues	\$ 10,423,710	\$ 944,257	\$ 205,905	\$ 11,573,872	-	\$ 11,573,872
(2) Inter-group sales and transfers	91,283	482,827	399,152	973,262	(973,262)	-
Total revenues	10,514,993	1,427,085	605,056	12,547,134	(973,262)	11,573,872
Operating expenses	9,643,061	1,334,765	584,906	11,562,732	(973,893)	10,588,839
Operating income	871,932	92,320	20,151	984,402	631	985,033
Ordinary income	\$ 773,032	\$ 111,111	\$ 13,588	\$ 897,730	\$ 635	\$ 898,365

3rd quarter ended Dec. 31,2008

(Millions of Yen)

	Marine Transportation	Logistics / harbour Transportation	Other	Total	Eliminations	Consolidated
Revenues						
(1) Operating revenues	¥ 286,866	¥ 25,672	¥ 5,519	¥ 318,058	-	¥ 318,058
(2) Inter-group sales and transfers	2,465	13,892	12,815	29,173	(29,173)	-
Total revenues	289,332	39,565	18,334	347,232	(29,173)	318,058
Operating expenses	277,134	37,506	17,672	332,313	(29,192)	303,120
Operating income	12,198	2,058	662	14,919	19	14,938
Ordinary income	¥ 3,637	¥ 2,483	¥ 472	¥ 6,593	¥ 48	¥ 6,641

3rd quarter ended Dec. 31,2008

(Thousands of U.S.Dollars)

	Marine Transportation	Logistics / harbour Transportation	Other	Total	Eliminations	Consolidated
Revenues						
(1) Operating revenues	\$ 3,151,339	\$ 282,027	\$ 60,630	\$ 3,493,996	-	\$ 3,493,996
(2) Inter-group sales and transfers	27,088	152,614	140,782	320,484	(320,484)	-
Total revenues	3,178,427	434,641	201,412	3,814,481	(320,484)	3,493,996
Operating expenses	3,044,427	412,025	194,136	3,650,588	(320,695)	3,329,893
Operating income	134,000	22,616	7,276	163,893	211	164,104
Ordinary income	\$ 39,964	\$ 27,279	\$ 5,189	\$ 72,432	\$ 529	\$ 72,961

(Reference Information)

Consolidated Statements of Income

Kawasaki Kisen Kaisha, Ltd. and Consolidated Subsidiaries for nine months ended December 31, 2007

(Millions of Yen)

	Nine months ended Dec. 31, 2007
Marine transportation and other operating revenues	¥ 984,643
Marine transportation and other operating expenses	831,612
Gross profits	153,031
Selling, general and administrative expenses	52,341
Operating income	100,690
Non-operating income :	
Interest income	2,920
Dividend income	2,511
Equity in earnings of affiliated companies	1,259
Other non-operating income	1,413
Total non-operating income	8,104
Non-operating expenses :	
Interest expenses	3,307
Exchange loss	3,469
Other non-operating expenses	1,024
Total non-operating expenses	7,800
Ordinary income	100,993
Extraordinary profits :	
Gain on sales of fixed assets	3,547
Gain on sales of investments in securities	6,826
Total extraordinary profits	10,373
Income before income taxes	111,367
Income taxes	41,601
Minority interests	1,772
Net income	¥ 67,993

Consolidated Segment Information

Business segment information

Nine months ended Dec. 31,2007

(Millions of Yen)

	Marine Transportation	Logistics / harbour Transportation	Other	Total	Eliminations	Consolidated
Revenues						
(1) Operating revenues	¥ 872,206	¥ 95,991	¥ 16,445	¥ 984,643	-	¥ 984,643
(2) Inter-group sales and transfers	8,257	47,107	34,136	89,501	(89,501)	-
Total revenues	880,463	143,099	50,581	1,074,145	(89,501)	984,643
Operating expenses	792,363	132,661	48,612	973,638	(89,684)	883,953
Operating income	88,099	10,437	1,969	100,506	183	100,690
Ordinary income	¥ 86,590	¥ 12,479	¥ 2,090	¥ 101,160	¥ (166)	¥ 100,993