

Mitsui O.S.K.Lines, Ltd.

Financial Highlights: The First Quarter Ended June 30, 2005

1. Consolidated Financial Highlights (from April 1, 2005 to June 30, 2005)

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

(1) Operational Results

	(¥Million)			(US\$ Thousand)
	Q1/ FY2005	Q1/ FY2004	FY2004	Q1/ FY2005
Revenues	308,315	277,052	1,173,332	2,787,154
Operating income	46,408	34,410	171,794	419,526
Ordinary income	49,225	35,107	174,979	444,992
Net income	31,073	22,651	98,261	280,899
			(¥)	(US\$)
Net income per share	26.02	18.93	81.99	0.235
Diluted net income per share	25.99	18.88	81.90	0.235

(2) Financial Position

	(¥Million)			(US\$ Thousand)
	Q1/ FY2005	Q1/ FY2004	FY2004	Q1/ FY2005
Total Assets	1,284,237	1,011,056	1,232,252	11,609,447
Interest-bearing debt	549,875	480,869	514,131	4,970,846
Shareholders' equity	323,194	231,032	298,258	2,921,660
Equity ratio	25.2%	22.9%	24.2%	25.2%
			(¥)	(US\$)
Shareholders' equity per share	270.59	193.09	249.53	2.446

(3) Forecast of Consolidated Results for Fiscal Year ending March 31, 2006

	(¥Million)		(US\$ Thousand)
	1H / FY2005	FY2005	FY2005
Revenues	615,000	1,270,000	11,480,745
Operating income	90,000	180,000	1,627,192
Ordinary income	93,000	184,000	1,663,352
Net income	57,000	115,000	1,039,595
		(¥)	(US\$)
Net income per share		FY2005	FY2005
		96.28	0.870

* Underlying Assumption of the Forecast for the FY2005

The above forecast is made assuming translation rates and the bunker price for FY2005.

Exchange Rate 1US\$=¥110.00

Bunker Price US\$ 270/MT

(Translation of foreign currencies)

The Japanese yen amounts for Q1/ FY2005 have been translated into U.S. dollars using the prevailing exchange rate at June 30, 2005, which was ¥110.62 to U.S. \$1.00, solely for the convenience of readers. (The convenience translations should not be construed as representations that the Japanese yen amounts have been, could have been, or could in the future be, converted into U.S. dollars at this or any other rate of exchange.)

2. Non-Consolidated Financial Highlights (from April 1, 2005 to June 30, 2005)

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

(1) Operational Results

	(¥Million)			(US\$ Thousand)
	Q1/ FY2005	Q1/FY 2004	FY2004	Q1/ FY2005
Revenues	243,598	223,275	943,002	2,202,115
Operating income	35,880	28,856	141,886	324,354
Ordinary income	36,373	28,959	145,723	328,810
Net income	22,443	18,712	76,987	202,884

	(¥)			(US\$)
Net income per share	18.77	15.61	64.10	0.170
Diluted net income per share	18.76	15.45	64.02	0.170

(2) Dividends

	Dividend per share		Total dividends paid (per year) (million ¥)	Dividend pay-out ratio	Dividend ratio to shareholders' equity
	Interim	Yearly			
FY2005	9.00	9.00	21,518	24.2%	8.0%
FY2004	7.50	8.50	19,155	25.0%	7.4%

(3) Forecast of Non-Consolidated Results for Fiscal Year ending March 31, 2006

	(¥Million)		(US\$ Thousand)
	1H / FY2005	FY2005	FY2005
Revenues	490,000	1,020,000	9,220,756
Operating income	68,000	139,000	1,256,554
Ordinary income	70,000	146,000	1,319,834
Net income	43,000	89,000	804,556
		(¥)	(US\$)
Net income per share		FY2005	FY2005
		74.45	0.673

* Underlying Assumption of the Forecast for the FY2005

The above forecast is made assuming translation rates and the bunker price for FY2005.

Exchange Rate 1US\$=¥110.00

Bunker Price US\$270/MT

(Translation of foreign currencies)

The Japanese yen amounts for Q1/ FY2005 have been translated into U.S. dollars using the prevailing exchange rate at June 30, 2005, which was ¥110.62 to U.S. \$1.00, solely for the convenience of readers. (The convenience translations should not be construed as representations that the Japanese yen amounts have been, could have been, or could in the future be, converted into U.S. dollars at this or any other rate of exchange.)

3. Business Performance

The world economy during the first quarter of fiscal year (FY) 2005, from April 1 to June 30, 2005, showed improvement following the fourth quarter of FY2004, reflecting an ongoing expansion in the United States, continued high growth in China thanks to steady investment and consumption, and a continuous, gradual overall recovery in Europe. In addition, the Japanese economy remained stable. In the ocean shipping market, conditions continued to be favorable for containerships, but the bulk and specialized carrier market, which was at historically high records, entered a correction phase in May. Spot freight rates for VLCCs showed a tendency to decline early this year, but turned around starting in June.

Crude oil and bunker prices fluctuated but remained at generally high levels during the first quarter. As a result, bunker prices had a negative impact on earnings, compared to the same period of the previous year. Although we assumed a bunker price of US\$250/MT at the beginning of the first quarter, the average rate during the quarter was US\$238/MT. Also, the exchange rate was ¥106.79/US\$, compared to our assumption of ¥105/US\$ at the beginning.

As a result, the consolidated financial results for the first quarter of FY2005 were as follows:

(Unit: ¥ billion)

	FY2005 (three months from Apr to Jun '2005)	FY2004 (three months from Apr to Jun '2005)	% increase/decrease
Revenue	308.3	277.0	11.3%
Operating income	46.4	34.4	34.9%
Ordinary income	49.2	35.1	40.2%
Net income	31.0	22.6	37.2%

Exchange rate (average of three months)	¥106.79/US\$	¥109.75/US\$	-¥2.96/US\$
Bunker price (average of three months)	US\$238/MT	US\$176MT	US\$62/MT

In addition, comparison of revenue, operating income, and ordinary income, and summary by segment during the first quarter of FY2005 are as follows:

Upper: Revenue
 Middle: Operating income
 Lower: Ordinary income

(Unit: ¥ billion)

	FY2005 (three months from Apr to Jun '2005)	FY2004 (three months from Apr to Jun '2005)	% increase/decrease
Containerships	103.8	90.1	15.3%
	11.1	9.2	20.2%
	11.6	9.5	22.1%
Bulkships	155.3	146.2	6.2%
	31.6	24.6	28.4%
	35.0	24.8	41.0%
Logistics	14.5	14.2	1.8%
	0.2	0.2	-8.7%
	0.2	0	662.2%
Ferry and domestic transport	11.7	10.5	11.6%
	0	0	196.2%
	-0.1	0	--
Associated businesses	21.3	13.7	55.5%
	2.9	0.4	610.2%
	3.0	0.6	337.0%
Others	1.4	2.1	-31.2%
	1.2	0.2	357.7%
	1.1	1.2	-9.3%

A) Containerships

Profits in the containership segment deteriorated due to factors such as increasing cargo terminal handling fees, inland railroad fees, and canal tolls in addition rising bunker prices. However, trade on all routes remained strong, and cargo traffic and freight rates overall were higher than during the same period of the previous year. Specifically, the south-north route was more profitable than we initially forecast. Our container terminal and forwarding agency businesses continued to show strong performance thanks to favorable worldwide trade trends.

B) Bulkships

While revenue for the first quarter of FY2005 of dry bulk operations centers on stable earnings from long-term contracts for iron ore carriers, coal carriers, and wood chip carriers, we expedited our efforts to win spot contracts at higher freight rates. This led to a considerable increase in profits compared to the same term of the previous year. In car carrier operations, earnings for the first quarter of FY2005 decreased slightly from the same period of the previous year, as inflationary bunker prices deteriorated the profitability of offshore routes.

The tanker and LNG carrier business showed solid profits from long-term contracts to transport crude oil, methanol, liquefied petroleum gas (LPG), and liquefied natural gas (LNG). The tanker market declined slightly from the same period of the previous year. However, transport of petroleum products remained steady and we expanded our fleet. In addition, joint venture companies for VLCCs that consolidated in FY2004 made a significant contribution to our profits. As a result, profit in this segment for the first quarter of FY2004 increased compared to the same period of the previous year.

C) Logistics

Our air cargo transport operations posted higher profits in spite of rising airline fuel surcharges, thanks to aggressive sales activities by group companies and continued cost-reduction efforts. In May 2005, MOL and Kintetsu World Express, Inc. (KWE) reached agreement to launch a strategic alliance in air forwarding, sea forwarding, and logistics. To strengthen the alliance, MOL will acquire approximately a 5% stake in KWE, which in turn will acquire approximately 25% ownership in MOL Logistics (Japan) Co., Ltd.

D) Ferry & Domestic Transport

In our ferry operations, increased bunker prices in Japan severely squeezed profitability. However, trade was firm and thanks to the Group companies' rationalization and cost-reduction efforts, profits for the first quarter of FY2005 remained the same as the first quarter of FY2004.

E) Associated Businesses

Profits in the real estate business showed a strong increase from the same period of the previous year as a result of making Daibiru a consolidated subsidiary through a tender offer in October 2004. Cruise ship and tugboat operations showed steady performance and profits. The overall profits of associated businesses increased compared to the same period of FY2004.

F) Others

Other businesses, which are mainly cost centers, include ship operation, ship management, ship chartering, and financing. Overall profits of this segment for the first quarter of FY2005 remained the same as the first quarter of FY2004.

4. Financial Position

Total assets for the first quarter of FY2005, ending June 30, 2005, were 1,284.2 billion yen, an increase of 51.9 billion yen from the end of the previous fiscal year. This was due mainly to an expanded fleet. Total liabilities increased by 26.8 billion yen from the end of the previous fiscal year to 901.0 billion yen, because of an increase in interest-bearing debt. Total shareholders' equity increased by 24.9 billion yen from the end of the previous fiscal year to 323.1 billion yen. This was due mainly to an increase in net income for the first quarter of FY2004. As a result, equity to total assets increased to 25.2% from 24.2% at the end of the previous fiscal year.

5. Outlook

Consolidated (interim)

(Unit: ¥ billion)

	Latest outlook (announced with 1 st quarter results)	Initial outlook (announced on May 12, 2005)	% increase/decrease
Revenue	615	600	2.5%
Operating income	90	85	5.9%
Ordinary income	93	88	5.7%
Net income	57	54	5.6%

Exchange rate	¥110.00/US\$	¥105.00/US\$	¥5.00/US\$
Bunker price	US\$270/MT	US\$250MT	US\$20/MT

(Assumption for 2nd quarter) (Assumption for 1st half)

Consolidated (year ending March 31, 2006)

(Unit: ¥ billion)

	Latest outlook (announced with 1 st quarter results)	Initial outlook (announced on May 12, 2005)	% increase/decrease
Revenue	1,270	1,210	5.0%
Operating income	180	176	2.3%
Ordinary income	184	180	2.2%
Net income	115	113	1.8%

Exchange rate	¥110.00/US\$	¥105.00/US\$	¥5.00/US\$
Bunker price	US\$270/MT	US\$250MT	US\$20/MT

(Assumption for 2nd half) (Assumption for 2nd half)

The still volatile Middle East situation, rising bunker prices, the appreciating yen, and economic deceleration are factors that may increase costs after the second quarter of FY2005. However, we forecast continued brisk traffic and strong freight rates on all containership routes. In bulk shipping, we are anticipating the same profits for car carrier and tanker operations that we forecast at the beginning of the year. On the other hand, we reviewed our assumptions for the dry bulker market, since freight rates remain lower than anticipated at the beginning of the year.

Considering this outlook, and our strong performance in the first quarter, we forecast the following interim results for the half year ending September 30, 2005: consolidated revenues of 6.15 trillion yen, with operating income of 90 billion yen, ordinary income of 93 billion yen, and net income of 57 billion yen. All of these figures are higher than our initial plan. And for all of FY2005, ending March 31, 2006, we anticipate consolidated revenues of 12.7 trillion yen, with operating income of 180 billion yen, ordinary income of 184 billion yen, and net income of 115 billion yen.

Regarding accounting rules of the containership segment, we are to adopt "combined transport status method" (or "revenues countable proportionately as shipments move, and expenses on accrual basis") in stead of "Voyage completion basis" from the third quarter of FY2005. Revenue of approximately 20 billion yen, with operating income of approximately 4 billion yen, ordinary income of approximately 4 billion yen, and net income before tax of approximately 4 billion yen are to increase in the second half of FY2005 due to this change, compared to the current basis, and these are already considered in the above outlook.

The company plans to pay an annual dividend of 18.00 yen per share (including an interim dividend of 9.00 yen per share), assuming we achieve the profit forecasts outlined above.

6. Consolidated Financial Statements

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

(1) Consolidated Balance Sheets

(¥Million)

	As of June 30, 2005		As of March 31, 2005		Increase/ (Decrease)	As of June 30, 2004	
	Amount	%	Amount	%		Amount	%
Assets							
Current assets	313,769	24.4	299,835	24.3	13,934	294,617	29.1
Fixed assets	970,467	75.6	932,416	75.7	38,051	716,438	70.9
Tangible fixed assets	690,714	53.8	665,319	54.0	25,395	473,360	46.8
Intangible fixed assets	9,297	0.7	9,098	0.8	199	9,921	1.0
Investments and other long-term assets	270,454	21.1	257,998	20.9	12,456	233,155	23.1
Total Assets	1,284,237	100.0	1,232,252	100.0	51,985	1,011,056	100.0

(¥Million)

	As of June 30, 2005		As of March 31, 2005		Increase/ (Decrease)	As of June 30, 2004	
	Amount	%	Amount	%		Amount	%
Liabilities							
Current liabilities	457,318	35.6	429,695	34.9	27,623	378,617	37.4
Non-current liabilities	443,762	34.5	444,584	36.1	(822)	394,296	39.0
Total Liabilities	901,080	70.1	874,279	71.0	26,801	772,914	76.4
Minority Interests	59,962	4.7	59,713	4.8	249	7,109	0.7
Shareholders' Equity							
Common stock	64,915	5.1	64,915	5.3	—	64,915	6.4
Capital surplus	43,886	3.4	43,886	3.5	—	43,930	4.4
Retained earnings	204,053	15.9	182,143	14.8	21,910	115,632	11.4
Revaluation reserve for land, net of tax	2,267	0.2	2,267	0.2	—	2,272	0.2
Unrealized holding gains on available for-sale securities, net of tax	26,353	2.0	25,898	2.1	455	22,945	2.3
Foreign currency translation adjustment	(14,542)	(1.1)	(17,137)	(1.4)	2,595	(16,195)	(1.6)
Treasury stock, at cost	(3,739)	(0.3)	(3,715)	(0.3)	(24)	(2,468)	(0.2)
Total Shareholders' Equity	323,194	25.2	298,258	24.2	24,936	231,032	22.9
Total Liabilities, Minority Interests, and Total Shareholders' Equity	1,284,237	100.0	1,232,252	100.0	51,985	1,011,056	100.0

(2) Consolidated Statements of Income

(¥ Million)

	Q1/ FY2005		Q1 / FY2004		Increase/(Decrease)		FY2004	
	Amount	%	Amount	%	Amount	%	Amount	%
Shipping and other operating revenues	308,315	100.0	277,052	100.0	31,263	11.3	1,173,332	100.0
Shipping and other operating expenses	240,483	78.0	222,392	80.3	18,091	8.1	917,148	78.2
Gross operating income	67,832	22.0	54,660	19.7	13,172	24.1	256,183	21.8
Selling, general and administrative expenses	21,423	6.9	20,250	7.3	1,173	5.8	84,388	7.2
Operating income	46,408	15.1	34,410	12.4	11,998	34.9	171,794	14.6
Non-operating income:								
Interest income	547		528		19		1,547	
Dividend income	945		655		290		1,378	
Equity in earnings of unconsolidated subsidiaries and affiliated companies	4,765		2,425		2,340		11,764	
Others	1,096		1,596		(500)		5,458	
Total	7,354	2.4	5,206	1.9	2,148	41.3	20,147	1.7
Non-operating expenses:								
Interest expense	3,455		3,732		(277)		14,562	
Others	1,082		775		307		2,401	
Total	4,537	1.5	4,508	1.6	29	0.6	16,963	1.4
Ordinary income	49,225	16.0	35,107	12.7	14,118	40.2	174,979	14.9
Extraordinary profit:								
Gain on sale of fixed assets	2,356		92		2,264		4,165	
Gain on sale of investment securities	93		177		(84)		1,632	
Others	196		165		31		695	
Total	2,646	0.8	435	0.1	2,211	508.3	6,492	0.6
Extraordinary loss:								
Loss on sale or disposal of fixed assets	626		683		(57)		20,329	
Impairment Loss	1,186		—		1,186		—	
Loss on sale of investment securities	—		1		(1)		536	
Valuation loss on investment securities	99		80		19		192	
Others	565		390		175		5,356	
Total	2,477	0.8	1,154	0.4	1,323	114.6	26,415	2.3
Income before income taxes and minority interests	49,394	16.0	34,388	12.4	15,006	43.6	155,057	13.2
Income taxes - current	16,989	5.5	11,382	4.1	5,607	49.3	52,587	4.5
Income taxes - deferred	—	—	—	—	—	—	1,205	0.1
Minority interests in earnings of consolidated subsidiaries	1,331	0.4	355	0.1	976	274.9	3,003	0.2
Net income	31,073	10.1	22,651	8.2	8,422	37.2	98,261	8.4

(Presentation of Taxes) As tax expenses for the first quarter ended June 30, 2005, and June 30, 2004, are calculated using the simplified method, the tax adjustment is included in "Income taxes-current" in the income statements above.

(3) Segment Information

Business segment information:

(¥Million)

Q1 / FY2005	Container-ships	Bulk-ships	Logistics	Ferry & Domestic transport	Associated businesses	Others	Total	Elimination	Consolidated
Revenues									
1.Revenues from customers, unconsolidated subsidiaries and affiliated companies	103,845	155,365	14,521	11,799	21,338	1,444	308,315	—	308,315
2.Inter-segments revenues	696	198	370	—	4,655	1,779	7,700	(7,700)	—
Total Revenues	104,541	155,563	14,892	11,799	25,994	3,223	316,015	(7,700)	308,315
Operating expenses	93,411	123,947	14,661	11,722	23,067	1,937	268,747	(6,841)	261,906
Operating income / (loss)	11,130	31,615	230	77	2,926	1,286	47,267	(859)	46,408
Ordinary income / (loss)	11,638	35,050	282	(136)	3,015	1,136	50,987	(1,761)	49,225

(¥Million)

Q1 / FY2004	Container-ships	Bulk-ships	Logistics	Ferry & Domestic transport	Associated businesses	Others	Total	Elimination	Consolidated
Revenues									
1.Revenues from customers, unconsolidated subsidiaries and affiliated companies	90,101	146,282	14,270	10,572	13,724	2,100	277,052	—	277,052
2.Inter-segments revenues	296	259	336	—	3,171	2,240	6,304	(6,304)	—
Total Revenues	90,398	146,542	14,607	10,572	16,895	4,340	283,357	(6,304)	277,052
Operating expenses	81,138	121,927	14,354	10,546	16,483	4,059	248,509	(5,866)	242,642
Operating income / (loss)	9,259	24,615	252	26	412	281	34,847	(437)	34,410
Ordinary income / (loss)	9,531	24,864	37	(88)	690	1,252	36,286	(1,178)	35,107

7. Non-Consolidated Financial Statements

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

(1) Non-Consolidated Balance Sheets

(¥Million)

	As of June 30, 2005		As of March 31, 2005		Increase/ (Decrease)	As of June 30, 2004	
	Amount	%	Amount	%		Amount	%
Assets							
Current assets	284,410	44.4	260,927	42.4	23,483	248,176	40.7
Fixed assets	356,644	55.6	354,818	57.6	1,826	361,976	59.3
Tangible fixed assets	119,582	18.6	124,950	20.3	(5,368)	170,479	27.9
Intangible fixed assets	5,658	0.9	5,438	0.9	220	5,273	0.9
Investments and other long-term assets	231,403	36.1	224,428	36.4	6,975	186,223	30.5
Total Assets	641,054	100.0	615,745	100.0	25,309	610,153	100.0

(¥Million)

	As of June 30, 2005		As of March 31, 2005		Increase/ (Decrease)	As of June 30, 2004	
	Amount	%	Amount	%		Amount	%
Liabilities							
Current liabilities	301,743	47.1	287,028	46.6	14,715	273,189	44.8
Non-current liabilities	68,762	10.7	70,761	11.5	(1,999)	128,203	21.0
Total Liabilities	370,506	57.8	357,789	58.1	12,717	401,393	65.8
Shareholders' Equity							
Common stock	64,915	10.1	64,915	10.5	—	64,915	10.6
Capital surplus	43,886	6.9	43,886	7.1	—	43,886	7.2
Retained earnings	144,287	22.5	132,185	21.5	12,102	82,994	13.6
Unrealized holding gain on available for-sale securities, net of tax	22,310	3.5	21,831	3.6	479	18,995	3.1
Treasury stock, at cost	(4,852)	(0.8)	(4,863)	(0.8)	11	(2,032)	(0.3)
Total Shareholders' Equity	270,548	42.2	257,955	41.9	12,593	208,760	34.2
Total Liabilities and Total Shareholders' Equity	641,054	100.0	615,745	100.0	25,309	610,153	100.0

(2) Non-Consolidated Statements of Income

(¥Million)

	Q1 / FY2005		Q1 / FY2004		Increase/(Decrease)		FY2004	
	Amount	%	Amount	%	Amount	%	Amount	%
Shipping and other operating revenues	243,598	100.0	223,275	100.0	20,323	9.1	943,002	100.0
Shipping and other operating expenses	200,739	82.4	188,124	84.3	12,615	6.7	774,400	82.2
Gross operating income	42,858	17.6	35,150	15.7	7,708	2.4	168,602	17.8
Selling, general and administrative expenses	6,978	2.9	6,294	2.8	684	10.9	26,715	2.8
Operating income	35,880	14.7	28,856	12.9	7,024	24.3	141,886	15.0
Non-operating income:								
Interest and Dividends	2,536		1,638		898	54.8	8,862	
Others	450		1,195		(745)	(62.3)	2,302	
Total	2,987	1.2	2,834	1.3	153	5.4	11,164	1.2
Non-operating expenses:								
Interest	997		1,584		(587)	(37.1)	5,666	
Others	1,496		1,147		349	30.4	1,661	
Total	2,494	1.0	2,731	1.2	(237)	(8.7)	7,327	0.7
Ordinary income	36,373	14.9	28,959	13.0	7,414	25.6	145,723	15.5
Extraordinary profit:								
Gain on sale of fixed assets	1,092		—		1,092		101	
Others	98		225		(127)		1,234	
Total	1,190	0.5	225	0.1	965	427.3	1,335	0.1
Extraordinary loss:								
Loss on sale of fixed assets	556		7		18,938		19,171	
Others	1,666		643		1,023		5,015	
Total	2,223	0.9	650	0.3	1,573	241.7	24,187	2.6
Income before income taxes	35,340	14.5	28,534	12.8	6,806	23.9	122,871	13.0
Income taxes - current	12,897	5.3	9,822	4.4	3,075	31.3	46,687	5.0
Income taxes - deferred	—	—	—	—	—	—	(803)	(0.1)
Net Income	22,443	9.2	18,712	8.4	3,731	19.9	76,987	8.1
Retained earnings brought forward	104,597	42.9	45,628	20.4	58,969	129.2	45,628	4.8
Losses on disposal of treasury stocks	17	0.0	2	0.0	15	562.0	92	0.0
Interim Dividend	—	—	—	—	—	—	8,995	0.9
Unappropriated Income	127,022	52.1	64,337	28.8	62,685	97.4	113,528	12.0

(Presentation of Taxes) As tax expenses for the first quarter ended June 30, 2005, and June 30, 2004, are calculated using the simplified method, the tax adjustment is included in "Income taxes-current" in the income statements above.

Supplement

(For further details please refer to our homepage <http://www.mol.co.jp/ir-e>)

1. Comparison with Mid-Term Management Plan "MOL STEP"

(1) Revenues & Income

(¥ Billion)

	2004.3	2005.3		2006.3		2007.3
	Results	MOL STEP Original Plan	Results	MOL STEP Review Plan	Forecast as of Aug. 4,2005	MOL STEP Review Plan
Revenues (*1)	997	1,020	1,173	1,210	1,270	1,250
Containerships	/	360	399	415	455	440
Bulkships		490	596	610	625	610
Other 4 segments(*2)		170	177	185	190	200
Operating Income	92	105	171	176	180	186
Ordinary income	90	100	174	180	184	190
Containerships	24	/	55	46	53	46
Bulkships	61		115	125	121	132
Other 4 segments(*2)	6		8	14	14	12
Elimination	△ 2		△ 3	△ 5	△ 5	
Net income	55	55	98	113	115	122
Ratio of ordinary income to revenue	9.1%	9.8%	14.9%	14.9%	14.5%	15.2%
Av. Ex. Rate	¥113.84/US\$	¥110.00/US\$	¥107.75/US\$	¥105.00/US\$	¥109.20/US\$	¥100.00/US\$
Av. Bunker price	US\$178/MT	US\$150/MT	US\$193/MT	US\$250/MT	US\$262/MT	US\$200/MT

(*1)Revenues = Revenues from customers, unconsolidated subsidiaries and affiliated companies

(*2)Logistics, ferry & domestic transport, associated businesses, others

(*3)Including the one-time effect of revision in accounting standards for the "Containerships" segment (revenue and operating /ordinary incomes are to increase approximately 20 billion yen and 4 billion yen respectively), which was not projected in May 2005.

(2) Management /Financial Index

	2004.3	2005.3	2005.6	"MOL STEP Review" Targets for 2007.3	
Equity ratio	22.2%	24.2%	25.2%	38.0%	Equity Ratio = Shareholders' equity ÷ Total assets
Gearing ratio	221.9%	172.3%	170.1%	80.0%	Gearing ratio = Interest-bearing debt ÷ Shareholders' equity

2. Review of Quarterly Results

FY2005

	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
	Apr. ~ Jun., 2005	Jul. ~ Sep., 2005	Oct. ~ Dec., 2005	Jan. ~ Mar., 2006
Revenues [¥ Million]	308,315			
Operating Income	46,408			
Ordinary income	49,225			
Income before income taxes	49,394			
Net income	31,073			
Net income per share [¥]	26.02			
Total assets [¥ Million]	1,284,237			
Shareholder's equity	323,194			
Shareholder's equity per share [¥]	270.59			

FY2004

	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
	Apr. ~ Jun., 2004	Jul. ~ Sep., 2004	Oct. ~ Dec., 2004	Jan. ~ Mar., 2005
Revenues [¥ Million]	277,052	286,580	315,811	293,889
Operating Income	34,410	38,744	54,413	44,227
Ordinary income	35,107	39,124	55,481	45,267
Income before income taxes	34,388	38,516	58,749	23,404
Net income	22,651	24,281	37,465	13,864
Net income per share [¥]	18.93	20.29	31.33	11.44
Total assets [¥ Million]	1,011,056	1,032,270	1,238,237	1,232,252
Shareholder's equity	231,032	255,949	287,207	298,258
Shareholder's equity per share [¥]	193.09	213.78	240.14	249.53

3. Depreciation and Amortization

	Three months ended June 30, 2005	Three months ended June 30, 2004	Increase /Decrease	(¥ Million) FY2004
Vessels	11,205	11,017	188	43,898
Others	2,883	1,746	1,137	9,070
Total	14,088	12,763	1,325	52,969

4. Interest-bearing Debt

	As of June 30, 2005	As of March 31, 2005	Increase /Decrease	(¥ Million) As of June 30, 2004
Bank loans	418,375	404,306	14,069	389,526
Bonds	76,499	75,825	674	55,343
Commercial paper	55,000	34,000	21,000	36,000
Total	549,875	514,131	35,744	480,869

5. Exchange Rates

	Threr months ended June 30, 2005	Threr months ended June 30, 2004	Increase /Decrease	FY2004
Average rates	¥106.79	¥109.75	△ 2.96 (△2.7%) ¥ appreciated	¥107.75
Term-end rates	¥110.62	¥108.43	2.19 (2.0%) ¥ weaken	¥107.39

(Remark) "Average rates" are average of monthly corporate rates in each term, while "term-end rates" are TTM rates on the last day of each term.

Overseas subsidiaries

	TTM on March 31,2005	TTM on March 31,2004	Increase /Decrease	TTM on December 31,2004
Term-end rates	¥107.39	¥105.69	1.70 (1.6%) ¥ weaken	¥104.21

6. Bunker Prices

	Threr months ended June 30, 2005	Threr months ended June 30, 2004	Increase /Decrease	FY2004
Consumption Prices	US\$238/MT	US\$176/MT	US\$62/MT	US\$193/MT

7. Outlook for FY2005

(¥ Billion)

Segments	Revenues(*)	Operating Income	Ordinary Income
Containerships	455	52	53
Bulkships	625	117	121
Logistics	61	1	1
Ferry /Domestic Transport	46	0	0
Associated Businesses	78	11	10
Others	4	1	1
Elimination	-	△ 4	△ 5
Total	1,270	180	184

From July 1, 2005 to March 31, 2006

Assumed exchange rates ¥110.00/US\$

bunker prices US\$270/MT

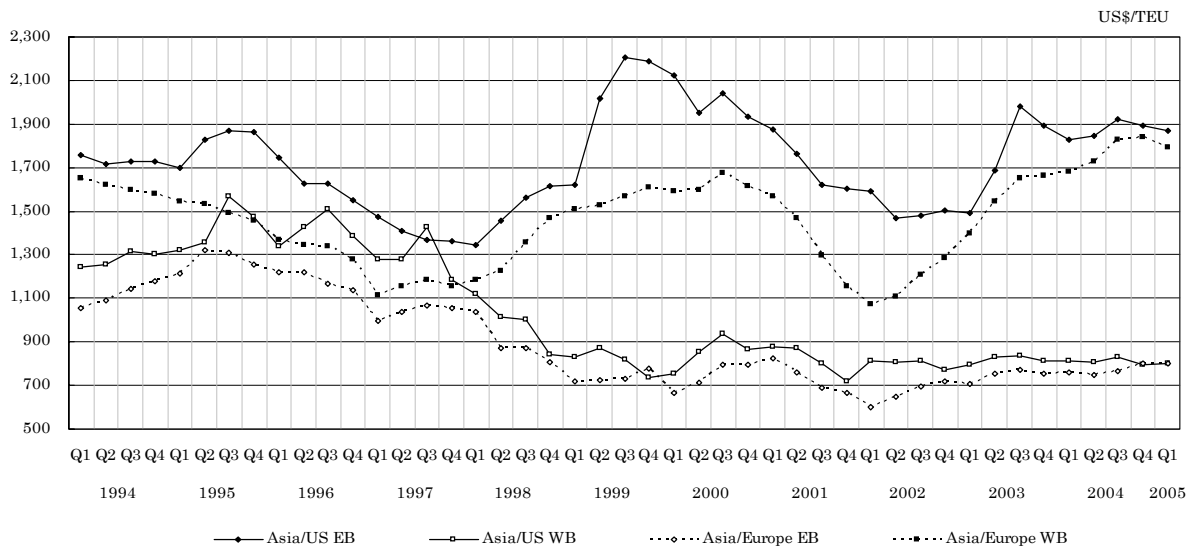
(*) Revenues from customers, unconsolidated subsidiaries and affiliated companies

8. Containerships' Capacity, Lifting and Utilization

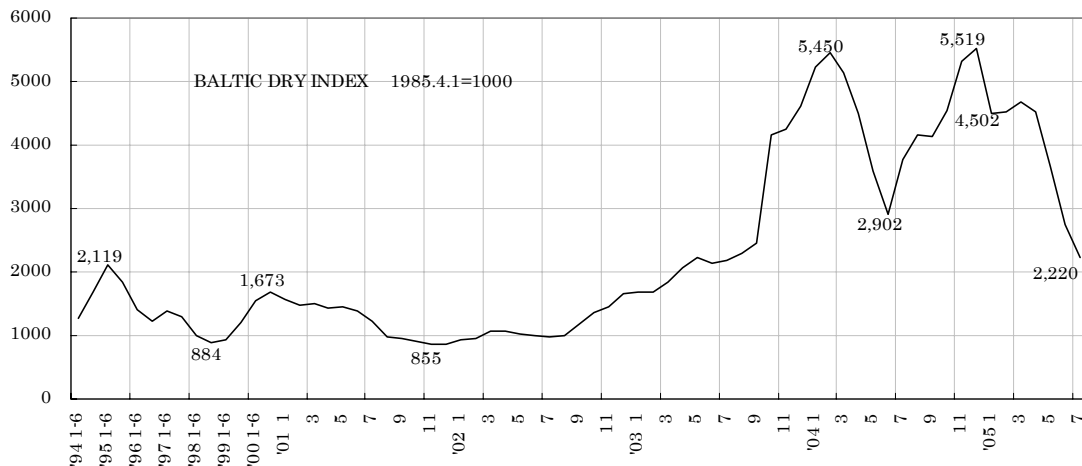
			Capacity(1000TEU)	Lifting(1000TEU)	Utilization
Asia -North America Trade	Outbound	FY2005 1Q (3 months)	129	115	89%
		FY2004 1Q (3 months)	112	102	90%
	Inbound	FY2005 1Q (3 months)	129	59	46%
		FY2004 1Q (3 months)	112	57	50%
Asia -Europe Trade	Outbound	FY2005 1Q (3 months)	85	82	97%
		FY2004 1Q (3 months)	77	76	99%
	Inbound	FY2005 1Q (3 months)	85	59	69%
		FY2004 1Q (3 months)	77	60	78%
Total: All Trades		FY2005 1Q (3 months)	728	561	77%
		FY2004 1Q (3 months)	635	505	80%

9. Market Information

(1) Container Cargo Trades (Containerization International "Freight Rates Indicators")



(2) Dry Bulk Market (Baltic Dry Index)

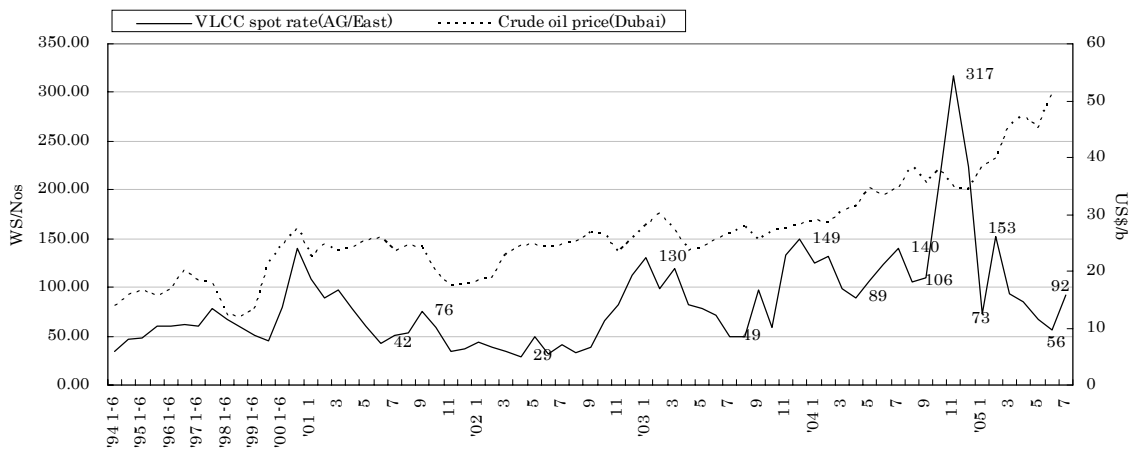


	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
Maximum	1,993	2,258	1,549	1,471	1,156	1,343	1,734	1,566	1,666	4,609	5,519	4,678
Minimum	1,148	1,622	1,030	1,237	799	803	1,371	855	931	1,674	2,902	2,220

**1994-2000 data on the graph are half-yearly averages.

(~July)

(3) VLCC Market



	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
Maximum	50	67	72	94	80	62	168	108	112	149	317	153
Minimum	33	42	46	52	47	36	55	35	29	49	91	56

**1994-2000 data on the graph are half-yearly averages.

(~July)