

**Third Quarter Financial Results
For the Nine Months Ended December 31, 2009**

January 29, 2010

Nippon Yusen Kabushiki Kaisha (NYK Line)

Security Code: 9101
 Listings: The First Section of Tokyo, Osaka and Nagoya Stock Exchanges
 URL: <http://www.nyk.com/english/index.htm>
 Head Office: Tokyo, Japan
 Representative: Yasumi Kudo, President
 Contact: Tsuyoshi Endo, General Manager, IR Group Tel: +81-3-3284-5986
 Submit scheduled date of Quarterly Financial Report: February 12, 2010

(Amounts rounded down to the nearest million yen)

**1. Consolidated Financial Results for the Nine Months Ended December 31, 2009
(April 1, 2009 to December 31, 2009)**

(1) Operating Results

(Percentage figures shown year-on-year changes)

	Revenues		Operating income		Recurring profit		Net income	
	million yen	%	million yen	%	million yen	%	million yen	%
Nine months ended December 31, 2009	1,237,314	-39.1	(32,111)	-	(41,058)	-	(26,679)	-
Nine months ended December 31, 2008	2,031,311	-	171,361	-	167,112	-	110,256	-

	Net income per share	Net income per share – fully diluted
	yen	yen
Nine months ended December 31, 2009	(20.93)	-
Nine months ended December 31, 2008	89.79	-

Note: Diluted net income per share-fully diluted data for the nine months ended December 31, 2009 is not shown in the above table, because net income per share was negative although there are residual shares. Diluted net income per share data for the nine months ended December 31, 2008 is not shown in the above table, as there are no residual shares having possibilities of diluting stock value.

(2) Financial Position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	million yen	million yen	%	yen
Nine months ended December 31, 2009	2,180,079	687,093	29.6	380.28
Year ended March 31, 2009	2,071,270	581,237	26.3	443.16

Shareholders' Equity

Nine months ended December 31, 2009: ¥645,758 million

Year ended March 31, 2009: ¥544,121 million

2. Dividends

Date of record	Dividend per share				
	1 st Quarter	2 nd Quarter	3 rd Quarter	Year-end	Full year
	yen	yen	yen	yen	yen
Year ended March 31, 2009	-	13.00	-	2.00	15.00
Year ended March 31, 2010	-	2.00	-		
Year ending March 31, 2010 (Forecast)				2.00	4.00

Note: Revision of forecast for dividends in the third quarter: None

3. Forecast of Consolidated Earnings for the Year Ending March 31, 2010 (April 1, 2009 to March 31, 2010)

(Percentage figures shown year-on-year changes)

	Revenues		Operating income		Recurring profit		Net income		Net income per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Year ending March 31, 2010	1,700,000	-30.0	(22,000)	-	(36,000)	-	(29,000)	-	(21.13)

Note: Revision of forecast for consolidated financial results in the third quarter: Yes

4. Others

(1) Changes of important subsidiaries in the period (Changes of specific subsidiaries with that of the scope of consolidation): Yes

Remarks: Refer to page 9 of 4.Others in "Operating Results."

(2) Use of simplified accounting methods and accounting methods particular to preparation of the quarterly consolidated financial statements: Yes

Remarks: Refer to page 9 of 4.Others in "Operating Results."

(3) Changes of policy, procedure and indication of accounting in Consolidated Financial Statements.

(Details recorded under the changes in significant information in the preparation of Consolidated Financial Statements.)

1. Changes with revised method of accounting: Yes

2. Changes except No.1: None

Remarks: Refer to page 9 of 4.Others in "Operating Results."

(4) Total issued shares (Ordinary shares)

1. Total issued and outstanding at the end of the period (including treasury stocks)

Nine months ended December 31, 2009: 1,700,550,988 shares

Year ended March 31, 2009: 1,230,188,073 shares

2. Number of treasury stock at the end of the period

Nine months ended December 31, 2009: 2,445,025 shares

Year ended March 31, 2009: 2,376,101 shares

3. Average number of shares during the period (cumulative quarterly period)

Nine months ended December 31, 2009: 1,274,811,601 shares

Nine months ended December 31, 2008: 1,227,901,987 shares

Note and special instructions for the use of financial forecasts provided in this document

(1) Assumptions for forecasts:

(Full year) Foreign exchange rate: ¥92.93/US\$, Bunker oil price: US\$398.45/MT

(For the fourth quarter) Foreign exchange rate: ¥90/US\$, Bunker oil price: US\$490/MT

The above forecast incorporates certain assumptions the Company regarded as rational expectations at the time this report was announced. Actual results could differ materially from those projected figures. Refer to page 4-8 of the attachment for assumptions and other matters related to the forecast.

(2) Net income per share for the forecast of consolidated earnings for the year ended March 31, 2010 is calculated based on the average number of shares during the period, including the number of increased shares by the share exchange with Taiheiyo Kaiun Co., Ltd. on December 1, 2009 and by the issue of new shares on December 8 and 25, 2009.

Supplementary Information

Operating Results for the Three Months Ended December 31, 2009 (October 1, 2009 – December 31, 2009)

(Percentage figures shown year-on-year changes)

	Revenues		Operating income		Recurring profit		Net income	
	million yen	%	million yen	%	million yen	%	million yen	%
Three months ended December 31, 2009	442,795	-27.6	4,951	-86.4	2,856	-89.5	2,674	-85.9
Three months ended December 31, 2008	611,436	-	36,532	-	27,279	-	18,982	-

	Net income per share	Net income per share – fully diluted
	yen	yen
Three months ended December 31, 2009	1.99	-
Three months ended December 31, 2008	15.46	-

Note: Diluted net income per share data is not shown in the above table, as there are no residual shares having possibilities of diluting stock value.

Operating Results

1. Review of Consolidated Operating Results

For the fiscal third quarter (October 1, 2009—December 31, 2009), NYK Line posted consolidated revenues of ¥442.7 billion, compared with ¥611.4 billion for the year-ago third quarter, operating income of ¥4.9 billion, compared with ¥36.5 billion for the year-ago third quarter, recurring profit of ¥2.8 billion, compared with ¥27.2 billion for the year-ago third quarter, and quarterly net income of ¥2.6 billion, compared with ¥18.9 billion for the year-ago third quarter .

Overview

In the fiscal third quarter (October 1, 2009 – December 31, 2009), shipping operators' business environment recovered to a degree amid signs that the global economic downturn was bottoming out. Overall revenues were ¥168.6 billion, or 27.6%, lower compared with the year-ago third quarter. This decrease reflects a substantial revenue decline in the shipping segment (composed of the liner trade and bulk shipping), despite positive contributions from efforts to restore container freight rates, container and car transport volumes that exceeded the fiscal second quarter's, and a moderate upturn in the dry bulk market.

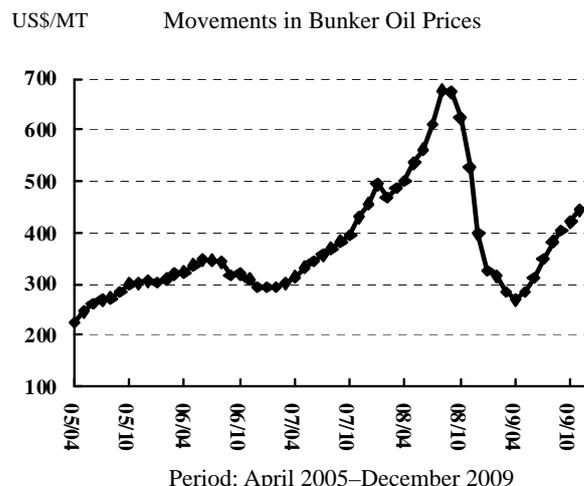
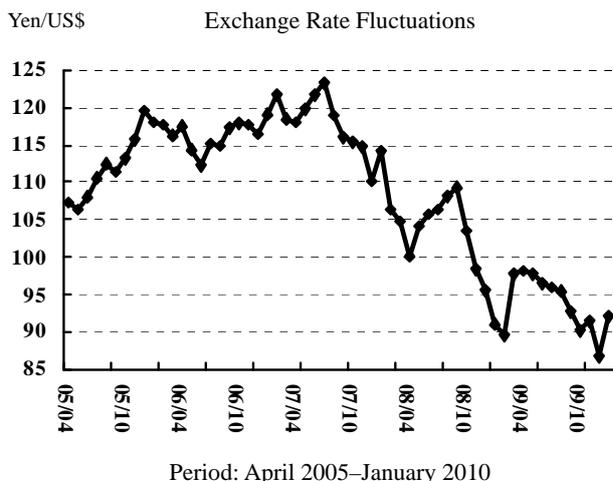
On the other hand, costs and expenses were down ¥124.6 billion, or 24.2%, compared with the year-ago third quarter, and we also worked to reduce selling, general and administrative expenses. However, because of the substantial decline in overall revenues, operating income decreased by ¥31.5 billion, or 86.4%, compared with the year-ago third quarter, and the ratio of operating income to revenues decreased from 6.0% to 1.1%, a decline of 4.9 percentage points. As a result, recurring profit decreased by ¥24.4 billion, or 89.5%, and net income decreased by ¥16.3 billion, or 85.9%, compared with the year-ago third quarter, both significant declines.

The impact of fluctuations in foreign exchange rates and bunker oil prices on recurring profit for the nine-month period under review is summarized in the following table:

	Nine months ended December 31, 2009	Nine months ended December 31, 2008	Change	Impact
Average exchange rate	¥93.91/US\$	¥103.50/US\$	Yen up ¥9.59	¥ -5.0 billion
Average bunker oil price	US\$367.93/MT	US\$567.98/MT	Price down US\$200.05	¥30.0 billion

Notes:

1. A ¥1 change in the exchange rate against the dollar has an annualized impact of around ¥700 million on recurring profit.
2. A US\$1 change per metric ton in the price of bunker oil results in a change in annual recurring profit of approximately ¥200 million.



Note: Exchange rates and bunker oil prices are our corporate values.

Segment Information

Three months ended December 31, 2009 (October 1, 2009 – December 31, 2009)

Liner Trade

We continued the efforts we undertook through the fiscal first half to consolidate our fleet, and average freight rates were up compared with the fiscal second quarter on almost all routes as the supply-demand balance improved further with transport volumes retreating only minimally during the low-demand winter season. We also continued efforts to cut costs by reducing the number of vessels in operation and other means, and results for some routes, including European and Latin American routes, were up year over year, but the liner trade segment overall significantly underperformed the year-ago third quarter.

Bulk Shipping

Car Carrier Division

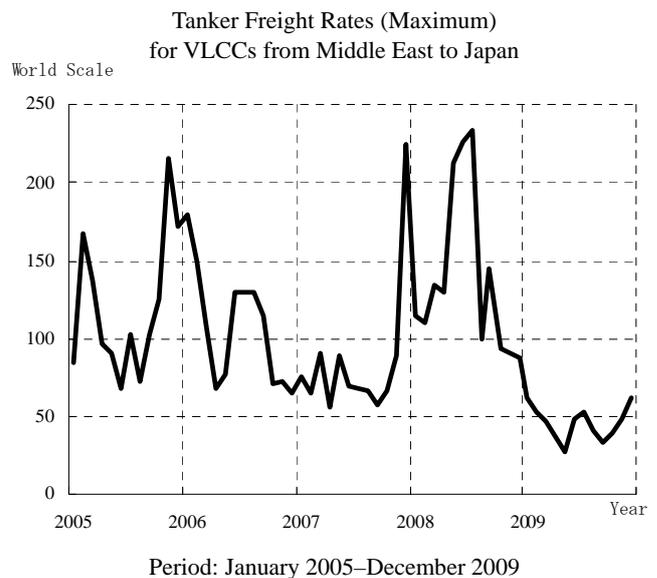
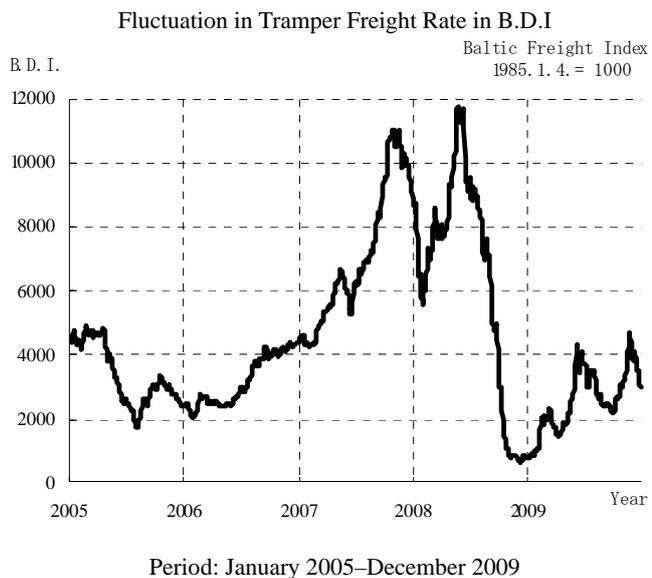
The car carrier division added three newly built vessels to its fleet but continued endeavoring to cut operating costs through low-speed navigation. Although transport volumes turned up slightly, they fell short of a full-fledged recovery, and car transport volume was down to around 70% of last fiscal year's third-quarter level.

Dry Bulk Carrier Division

As emerging economies in Asia, such as China and India, continued to grow and developed economies recovered, steel and energy demand rose, volumes of iron ore, coal, and grains transported increased, and we also saw shipping congestion in Australia. Dry bulk market remained firm, despite turbulent swings, and touched its highest point for 2009 in November. Consequently, the dry bulk carrier division's profit was up compared with the year-ago third quarter, when market freight rates hit historical lows.

Tanker Division

The tanker division usually encounters strong demand during the winter season, but large stockpiles of crude oil and petroleum products in developed countries resulted in subdued transport volumes. Increased inventory at sea limited available shipping capacity, and the tanker market trended upward toward the end of the calendar year. But the heavy pressure on the market from the supply of newbuildings was unabated, resulting in lower profit in the tanker division compared with the year-ago third quarter.



Logistics

NYK Logistics worked to further streamline its operations and cut costs, and although handling volumes increased in tandem with economic recovery in China and Asia, it was unable to make up for the slump in the Americas and Europe. Its results were down compared with the year-ago third quarter. Yusen Air & Sea Service Co., Ltd. saw demand recover, partly due to emergency cargo transport out of Japan, but its revenues and profits were both lower compared with the year-ago third quarter, mainly due to lower margins caused by an increase in airfreight rates that pushed up input costs. As a result, the logistics segment as a whole underperformed the year-ago third quarter.

Terminal and Harbor Transport

Handling volumes at container terminals both in Japan and overseas declined due to the global slump in container cargo transport, and as a result, the terminal and harbor transport segment underperformed the year-ago third quarter.

Cruises

In the Japanese market, some Asuka II cruises were cancelled due to the effects of typhoons, while in the U.S. market, Crystal Cruises' seat-load factor and spending-per-customer declined due to the U.S. economic slump. The cruises segment overall underperformed the year-ago third quarter as a result.

Air Cargo Transportation

Nippon Cargo Airlines Co., Ltd. capitalized on recovering demand by expanding not only regular flights but its charter business also, and it continued working to reduce fuel consumption and cut costs, including aircraft operating and maintenance costs. As a result, it succeeded in reducing its loss compared with the year-ago third quarter, when the impact of the global economic downturn was beginning to emerge.

Real Estate and Other Business Services

The real estate business achieved results on par with the year-ago third quarter by virtue of maintaining high occupancy rates at major office buildings amid subdued market conditions. In other services, the manufacturing and processing business's performance was up compared with the year-ago third quarter, but the trading business and other businesses underperformed year-ago results in the wake of market slumps.

For consolidated business results for the first three months ended June 30, 2009 and the six months ended September 30, 2009, please refer to the first quarter financial results (issued on July 27, 2009) and the second quarter financial results (issued on October 27, 2009).

2. Review of Change in Financial Position

Assets, Liabilities, and Net Assets

Total assets at the end of the fiscal third quarter (December 31, 2009) amounted to ¥2,180.0 billion, an increase of ¥108.8 billion from the end of the previous fiscal year (March 31, 2009). This mainly reflects an increase in current assets of ¥120.3 billion due to an increase in short-term investment securities. Total liabilities were ¥1,492.9 billion, around the same level as at the end of the previous fiscal year. In December 2009, NYK Line received payment for shares issued via public offering and completed an exchange of shares with Taiheiyo Kaiun Co., Ltd., which increased NYK Line's common stock by ¥55.7 billion and capital surplus by ¥58.4 billion. Consequently, at December 31, 2009, shareholders' equity—the aggregate of shareholders' capital and valuation and translation adjustments—totaled ¥645.7 billion, and adding minority interests of ¥41.3 billion to this resulted in total net assets of ¥687.0 billion. As a result, the debt-equity ratio finished at 1.65.

Cash Flows

Net cash provided by operating activities for the nine month period was ¥24.0 billion, reflecting quarterly loss before income taxes and minority interests of ¥-26.6 billion, depreciation and amortization of ¥72.9 billion, and ¥-16.2 billion in interest expenses paid. Net cash used in investing activities was ¥-29.1 billion, primarily reflecting increased expenditure for noncurrent assets, mainly accounted for by investments in vessels. Net cash provided by financing activities was ¥121.6 billion, reflecting issuance of common stock of ¥110.7 billion. As a result, the balance of cash and cash equivalents stood at ¥242.0 billion at the end of the fiscal third quarter, an increase of ¥115.2 billion compared with the beginning of the fiscal year (April 1, 2009), after taking into account the effect of exchange rate change on cash and cash equivalents.

Trends in cash flows over time are illustrated in the following table:

	March 31, 2007	March 31, 2008	March 31, 2009	December 31, 2008	December 31, 2009
1 Shareholders' equity ratio (%)	30.8	27.9	26.3	27.0	29.6
2 Shareholders' equity ratio at market price (%)	54.4	50.3	22.3	31.2	22.2
3 Cash flows vs ratio of interest-bearing debt (years)	10.3	5.1	7.2	-	-
4 Interest coverage ratio	5.0	8.8	6.6	7.0	1.5

1. Shareholders' equity ratio: shareholders' equity/total assets

2. Shareholders' equity ratio at market price: total market capitalization/total assets

3. Cash flows vs ratio of interest-bearing debt (years): interest-bearing debt/cash flow from operating activities

4. Interest coverage ratio: cash flow from operating activities/interest payments

Notes:

1. All indices are calculated using consolidated figures.

2. Cash flow indices are computed by using cash flows from operating activities as reported in the consolidated cash flow statements. Interest-bearing debt consists of all interest-bearing liabilities included in liabilities on the balance sheet. Interest payments are based on the interest expenses paid in the consolidated statements of cash flows.

3. Forecast of Consolidated Financial Results

Revision of Earnings Forecasts

We have revised our performance forecast for the fiscal year ending March 31, 2010, to revenues of ¥1,700.0 billion, operating loss of ¥22.0 billion, recurring loss of ¥36.0 billion, and net loss of ¥29.0 billion.

(Billions of yen)

Outlook for the fiscal year ending March 2010		Revenues	Operating income	Recurring profit	Net income
	Previous forecast	1,680.0	(18.0)	(33.0)	(27.0)
Year ending March 31, 2010	Revisions	<u>1,700.0</u>	<u>(22.0)</u>	<u>(36.0)</u>	<u>(29.0)</u>
	Change	20.0	-4.0	-3.0	-2.0
	Percentage change	1.2%	-	-	-

Assumptions for above forecasts:

(Full year) Foreign exchange rate ¥92.93/US\$, Bunker oil price US\$398.45/MT

(For the fourth quarter) Foreign exchange rate ¥90/US\$, Bunker oil price US\$490/MT

In the liner trade, we will continue working to restore container freight rates, but we expect expenses to increase due to rising bunker oil prices. In bulk shipping, car transport volume is gradually increasing, and dry bulk freight rates are firm. In the cruises segment, we expect harsh times to persist because of delayed economic recovery in Europe and the U.S. In air cargo transportation, we expect cargo transport to wane temporarily due to the effect of the Chinese New Year, but we will work to reduce the size of the segment's losses. We will continue streamlining our operations and rationalizing fleet sizes, and we have revised our full-year consolidated earnings forecast as detailed above.

4. Others

(1) Changes in important subsidiaries during the period (changes in specific subsidiaries due to changes in the scope of consolidation):

Our specific subsidiary, ANTWERP CAR PROCESSING CENTER N.V., was liquidated after merging with 4 other subsidiaries (*).

The name of the new company after merging 5 companies is INTERNATIONAL CAR OPERATORS N.V.

(*) INTERNATIONAL CAR OPERATORS (BENELUX) N.V. (merging company)

COMBINED TERMINAL OPERATORS N.V. (liquidated company)

ZEEBRUGGE SHIPPING AND BUNKERING COMPANY N.V. (liquidated company)

ACCESSORY PLANT ZEEBRUGGE N.V. (liquidated company)

(2) Use of simplified accounting methods and accounting methods particular to preparation of the quarterly consolidated financial statements

1. Calculation of doubtful accounts of ordinary credits

As there is not recognized any significant difference between the actual default-experience rate calculated as at the end of the third quarter of fiscal 2009 and that calculated as at the end of the previous fiscal year, an uncollectible amount continues to be estimated based on the same default-experience rate as applied for the previous fiscal year.

2. Calculation of taxes, deferred tax assets, and deferred tax liabilities

The Company and some of its subsidiaries have adopted an accounting method that limits deductible and taxable items and tax credit items used in the calculation of the amounts of income and other taxes paid to those that are material.

Because there have been no substantial changes in the business environment and no temporary valuation differences to affect the judgment of determining the possibility of deferred tax assets being utilized since the end of last fiscal year, the Company is using the earnings forecasts and tax planning from last fiscal year.

(3) Changes in accounting principles, procedures and presentation methods for quarterly financial statements

1. Changes in accounting standard for amount and cost of completed work

The Company used to apply the completed-contract method for recognizing revenues and costs of long-term construction contract, however, effective from the first quarter of this fiscal year, "Accounting Standard for Construction Contracts" (ASBJ Statement No.15, December 27, 2007) and "Guidance on Accounting Standard for Construction Contracts" (ASBJ Guidance No.18, December 27, 2007) have been adopted. From the construction contract that commenced during the first quarter of this fiscal year, the percentage-of-completion method (the percentage of completion of construction activity is estimated by the incurred cost) is applied for the construction which the outcome of the construction activity is deemed certain during the course of the activity, otherwise the completed-contract method is applied. The effect of this change is minimal.

5. Consolidated Financial Statements

(1) Consolidated Balance Sheets

(In million yen)

	As of	As of March 31, 2009
	December 31, 2009	Amount
	Amount	Amount
Assets		
Current assets		
Cash and deposits	132,406	135,770
Notes and operating accounts receivable-trade	182,716	172,458
Short-term investment securities	115,288	779
Inventories	44,706	32,856
Deferred and prepaid expenses	53,333	42,401
Deferred tax assets	6,568	5,130
Other	79,096	104,208
Allowance for doubtful accounts	(3,158)	(3,015)
Total current assets	610,957	490,588
Noncurrent assets		
Vessels, property, plant and equipment		
Vessels, net	657,797	688,860
Buildings and structures, net	81,372	76,163
Aircraft, net	5,128	5,222
Machinery, equipment and vehicles, net	29,081	29,566
Equipment, net	6,408	6,499
Land	62,910	59,952
Construction in progress	267,485	295,423
Other, net	5,700	5,968
Net vessels, property, plant and equipment	1,115,884	1,167,656
Intangible assets		
Leasehold right	2,119	1,502
Software	9,391	10,834
Goodwill	23,090	20,043
Other	4,455	4,102
Total intangible assets	39,057	36,482
Investments and other assets		
Investment securities	282,774	253,879
Long-term loans receivable	14,549	13,520
Deferred tax assets	35,498	31,698
Other	83,954	79,438
Allowance for doubtful accounts	(5,069)	(3,612)
Total investments and other assets	411,707	374,925
Total noncurrent assets	1,566,649	1,579,063
Deferred assets	2,472	1,618
Total assets	2,180,079	2,071,270

(In million yen)

	As of December 31, 2009	As of March 31, 2009
	Amount	Amount
Liabilities		
Current liabilities		
Notes and operating accounts payable-trade	161,037	145,087
Current portion of bonds	-	20,000
Short-term loans payable	121,857	239,163
Commercial paper	-	4,000
Income taxes payable	5,552	12,399
Deferred tax liabilities	1,924	367
Advances received	43,885	36,953
Provision for bonuses	5,977	8,043
Provision for directors' bonuses	319	469
Provision for losses related to antitrust law	4,091	8,518
Other	88,142	99,983
Total current liabilities	432,789	574,988
Noncurrent liabilities		
Bonds payable	251,145	191,197
Long-term loans payable	684,871	613,640
Deferred tax liabilities	11,074	10,504
Provision for retirement benefits	16,437	16,060
Provision for directors' retirement benefits	2,637	2,571
Provision for periodic dry docking of vessels	19,541	13,498
Provision for losses related to antitrust law	1,728	1,728
Other	72,759	65,844
Total noncurrent liabilities	1,060,196	915,045
Total liabilities	1,492,986	1,490,033
Net assets		
Shareholders' capital		
Common stock	144,319	88,531
Capital surplus	155,668	97,189
Retained earnings	398,711	426,217
Treasury stock	(1,504)	(1,493)
Total shareholders' capital	697,194	610,444
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	30,304	10,935
Deferred gain (loss) on hedges	(37,055)	(37,889)
Foreign currency translation adjustments	(44,686)	(39,369)
Total valuation and translation adjustments	(51,436)	(66,323)
Minority interests	41,335	37,116
Total net assets	687,093	581,237
Total liabilities and net assets	2,180,079	2,071,270

(2) Consolidated Statements of Income

Nine months ended December 31, 2009

(In million yen)

	Nine months ended December 31, 2008 (Apr.1 – Dec.31)	Nine months ended December 31, 2009 (Apr.1 – Dec.31)
	Amount	Amount
Revenues	2,031,311	1,237,314
Cost and expenses	1,671,197	1,122,874
Gross profit	360,113	114,439
Selling, general and administrative expenses	188,752	146,551
Operating income (loss)	171,361	(32,111)
Non-operating income		
Interest income	4,035	1,994
Dividends income	6,539	3,660
Equity in earning of unconsolidated subsidiaries and affiliates	6,717	1,293
Other	3,778	5,068
Total non-operating income	21,070	12,015
Non-operating expenses		
Interest expenses	17,645	14,840
Foreign exchange losses	6,136	1,886
Other	1,537	4,236
Total non-operating expenses	25,319	20,962
Recurring profit (loss)	167,112	(41,058)
Extraordinary income		
Gain on sales of noncurrent assets	6,679	8,539
Gain on sales of subsidiaries and affiliates' stocks	4,564	-
Gain on sales of investment securities	-	7,602
Other	3,830	4,226
Total extraordinary income	15,075	20,369
Extraordinary loss		
Loss on sales of noncurrent assets	84	285
Loss on valuation of investment securities	4,693	-
Provision of allowance for doubtful accounts	-	1,591
Other	5,424	4,123
Total extraordinary loss	10,201	6,000
Income (loss) before income taxes and minority interests	171,985	(26,689)
Income taxes	58,479	(2,171)
Minority interests in net income	3,249	2,161
Net income (loss)	110,256	(26,679)

Three months ended December 31, 2009

(In million yen)

	Three months ended December 31, 2008 (Oct.1 – Dec.31)	Three months ended December 31, 2009 (Oct.1 – Dec.31)
	Amount	Amount
Revenues	611,436	442,795
Cost and expenses	514,901	390,218
Gross profit	96,535	52,576
Selling, general and administrative expenses	60,003	47,625
Operating income	36,532	4,951
Non-operating income		
Interest income	784	452
Dividends income	2,218	1,072
Equity in earning of unconsolidated subsidiaries and affiliates	46	954
Other	869	1,227
Total non-operating income	3,919	3,707
Non-operating expenses		
Interest expenses	5,238	4,830
Foreign exchange losses	7,550	133
Other	383	839
Total non-operating expenses	13,172	5,802
Recurring profit	27,279	2,856
Extraordinary income		
Gain on sales of noncurrent assets	469	1,679
Gain on sales of subsidiaries and affiliates' stocks	4,446	-
Gain on sales of investment securities	-	1,187
Other	1,666	2,396
Total extraordinary income	6,582	5,263
Extraordinary loss		
Loss on sales of noncurrent assets	11	52
Loss on valuation of investment securities	3,795	-
Provision of allowance for doubtful accounts	-	334
Other	1,133	915
Total extraordinary loss	4,940	1,302
Income before income taxes and minority interests	28,921	6,817
Income taxes	9,006	2,933
Minority interests in net income	931	1,209
Net income	18,982	2,674

(3) Consolidated Statements of Cash Flows

(In million yen)

	Nine months ended December 31, 2008	Nine months ended December 31, 2009
	Amount	Amount
Net cash provided by (used in) operating activities:		
Income (loss) before income taxes and minority interests	171,985	(26,689)
Depreciation and amortization	74,571	72,905
Impairment loss	1,599	145
Loss (gain) on sales and retirement of vessels, property, plant and equipment and intangible assets	(5,465)	(7,796)
Loss (gain) on sales of short-term and long-term investment securities	(5,555)	(7,415)
Loss (gain) on valuation of short-term and long-term investment securities	4,693	494
Equity in (earnings) losses of unconsolidated subsidiaries and affiliates	(6,717)	(1,293)
Interest and dividends income	(10,574)	(5,654)
Interest expenses	17,645	14,840
Foreign exchange losses (gains)	5,742	402
Decrease (increase) in notes and accounts receivable-trade	18,087	(5,099)
Decrease (increase) in inventories	18,757	(11,947)
Increase (decrease) in notes and accounts payable-trade	(38,992)	11,233
Other, net	(18,485)	(8,277)
Subtotal	227,292	25,848
Interest and dividends income received	14,608	9,054
Interest expenses paid	(18,853)	(16,223)
Income taxes (paid) refund	(91,161)	5,388
Net cash provided by (used in) operating activities	131,885	24,069
Net cash provided by (used in) investing activities:		
Purchase of short-term investment securities	(1,306)	(2,146)
Proceeds from sales of short-term investment securities	2,001	2,186
Purchase of vessels, property, plant and equipment and intangible assets	(332,849)	(170,594)
Proceeds from sales of vessels, property, plant and equipment and intangible assets	202,171	136,749
Purchase of investment securities	(10,678)	(11,283)
Proceeds from sales of investment securities	7,729	18,457
Purchase of investments in subsidiaries resulting in change in scope of consolidation	-	(3,357)
Payments for sales of investments in subsidiaries resulting in change in scope of consolidation	(331)	(2,612)
Proceeds from sales of investments in subsidiaries resulting in change in scope of consolidation	-	213
Payments of loans receivable	(4,220)	(7,752)
Collection of loans receivable	7,518	4,836
Other, net	1,569	6,135
Net cash provided by (used in) investing activities	(128,394)	(29,167)
Net cash provided by (used in) financing activities:		
Net increase (decrease) in short-term loans payable	26,166	(99,302)
Increase (decrease) in commercial paper	18,000	(4,000)
Proceeds from long-term loans payable	86,951	148,336
Repayment of long-term loans payable	(70,968)	(65,994)
Proceeds from issuance of bonds	-	59,787
Redemption of bonds	(1,000)	(20,000)
Proceeds from issuance of common stock	-	110,778
Purchase of treasury stock	(273)	(46)
Proceeds from sales of treasury stock	111	20
Cash dividends paid to shareholders	(30,698)	(4,911)
Cash dividends paid to minority shareholders	(777)	(677)
Other, net	(989)	(2,313)
Net cash provided by (used in) financing activities	26,520	121,677
Effect of exchange rate change on cash and cash equivalents	(23,857)	(5,925)
Net increase (decrease) in cash and cash equivalents	6,153	110,652
Cash and cash equivalents at beginning of period	115,963	126,768
Increase (decrease) in cash and cash equivalents resulting from change of scope of consolidation	3,473	4,664
Increase (decrease) in beginning balance of cash and cash equivalents resulting from change in fiscal period of consolidated subsidiaries	13	(63)
Cash and cash equivalents at end of period	125,604	242,022

(4) Notes Regarding Going Concern Assumption

The third quarter of this fiscal year (April 1, 2009 – December 31, 2009)

Not applicable

(5) Segment Information

Segment information by business

Three months ended December 31, 2008 (October 1, 2008 – December 31, 2008)

(In million yen)

	Liner Trade	Bulk Shipping	Logistics	Terminal and Harbor Transport	Cruise	Air Cargo Transportation	Real Estate	Other	Total	Elimination or Corporate	Consolidated Total
Revenues											
(1) Revenues from customer	151,295	273,470	113,553	25,189	9,413	17,331	2,230	18,951	611,436	-	611,436
(2) Inter-segment revenues	1,552	1,255	1,027	7,817	-	2,100	698	22,179	36,630	(36,630)	-
Total	152,848	274,726	114,581	33,006	9,413	19,431	2,928	41,131	648,067	(36,630)	611,436
Operating income (loss)	(945)	37,840	1,750	1,940	(360)	(4,446)	961	(211)	36,529	2	36,532
Recurring profit (loss)	(3,765)	32,124	2,033	1,213	(347)	(5,497)	1,116	398	27,276	2	27,279

Three months ended December 31, 2009 (October 1, 2009 – December 31, 2009)

(In million yen)

	Liner Trade	Bulk Shipping	Logistics	Terminal and Harbor Transport	Cruise	Air Cargo Transportation	Real Estate	Other	Total	Elimination or Corporate	Consolidated Total
Revenues											
(1) Revenues from customer	96,278	192,456	89,942	20,966	7,775	16,139	2,374	16,862	442,795	-	442,795
(2) Inter-segment revenues	983	1,285	351	6,760	-	1,981	652	23,470	35,485	(35,485)	-
Total	97,262	193,741	90,293	27,726	7,775	18,121	3,027	40,333	478,281	(35,485)	442,795
Operating income (loss)	(11,224)	15,681	1,887	1,187	(1,592)	(1,797)	981	(176)	4,948	3	4,951
Recurring profit (loss)	(12,017)	14,285	1,988	1,049	(1,700)	(1,968)	1,191	24	2,853	3	2,856

Nine months ended December 31, 2008 (April 1, 2008 – December 31, 2008)

(In million yen)

	Liner Trade	Bulk Shipping	Logistics	Terminal and Harbor Transport	Cruise	Air Cargo Transportation	Real Estate	Other	Total	Elimination or Corporate	Consolidated Total
Revenues											
(1) Revenues from customer	498,351	909,063	369,006	81,053	36,312	60,665	6,894	69,964	2,031,311	-	2,031,311
(2) Inter-segment revenues	4,579	4,437	2,517	25,561	-	7,428	1,874	102,181	148,579	(148,579)	-
Total	502,930	913,501	371,524	106,614	36,312	68,094	8,768	172,145	2,179,891	(148,579)	2,031,311
Operating income (loss)	(5,108)	169,539	6,498	6,502	2,382	(10,212)	2,820	(1,067)	171,354	6	171,361
Recurring profit (loss)	(7,500)	166,731	7,144	5,198	2,259	(11,376)	3,450	1,197	167,105	6	167,112

Nine months ended December 31, 2009 (April 1, 2009 – December 31, 2009)

(In million yen)

	Liner Trade	Bulk Shipping	Logistics	Terminal and Harbor Transport	Cruise	Air Cargo Transportation	Real Estate	Other	Total	Elimination or Corporate	Consolidated Total
Revenues											
(1) Revenues from customer	272,751	527,075	250,162	63,928	27,148	39,525	7,372	49,349	1,237,134	-	1,237,314
(2) Inter-segment revenues	3,220	4,586	966	18,756	-	4,853	1,786	64,648	98,819	(98,819)	-
Total	275,972	531,662	251,129	82,685	27,148	44,378	9,158	113,998	1,336,134	(98,819)	1,237,314
Operating income (loss)	(47,363)	25,974	1,150	2,135	(1,808)	(13,842)	2,850	(1,217)	(32,121)	10	(32,111)
Recurring profit (loss)	(48,616)	18,172	1,433	1,692	(2,097)	(13,799)	3,738	(1,591)	(41,068)	10	(41,058)

- Notes: 1. Classification of business segment:
Business segments are categorized primarily based on the type and nature of service and organizational setup as well as by referencing Japan Standard Industrial Classification.
2. Major operation and services in each segment:
- | | |
|-------------------------------------|---|
| Liner Trade | Ocean cargo shipping, ship owning and chartering, shipping agency |
| Bulk Shipping | Ocean/coastal cargo shipping, ship owning and chartering, shipping agency |
| Logistics | Warehouse operation, cargo transport/handling business |
| Terminal and Harbor Transport | Container terminals business, harbor transport services, tugboat operation |
| Cruise | Ownership and operation of passenger boats |
| Air Cargo Transportation | Air cargo Transport |
| Real Estate | Rental, management and sale of real estate properties |
| Other | Wholesaling of ship machinery and furniture, other services related to transport, information-processing business and wholesaling of oil products |
3. Common operating expenses are allocated to individual segments.

(6) Notes in the Event of Significant Changes in Shareholders' Capital

The third quarter of this fiscal year (April 1, 2009 – December 31, 2009)

(In million yen)

	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' capital
Balance, March 31, 2009	88,531	97,189	426,217	(1,493)	610,444
Changes of items during the period					
Issuance of new shares *1	55,788	55,788			111,577
Increase by share exchanges *2		2,704			2,704
Dividends from surplus			(4,911)		(4,911)
Net loss			(26,679)		(26,679)
Purchase of treasury stock				(46)	(46)
Disposal of treasury stock		(14)		35	20
Adjustments due to change in the fiscal periods of consolidated subsidiaries			(93)		(93)
Change of scope of consolidation			3,399		3,399
Change of scope of equity method			933		933
Other			(155)		(155)
Total changes of items during the period	55,788	58,478	(27,506)	(11)	86,750
Balance, December 31, 2009	144,319	155,668	398,711	(1,504)	697,194

*1 NYK Line received payments for shares issued via Public Offering on December 8, 2009 and Third-Party Allotment in connection with the Offering by way of Over-Allotment on December 25, 2009.

*2 NYK Line conducted an exchange of shares with Taiheiyo Kaiun Co., Ltd. on December 1, 2009 to make Taiheiyo Kaiun Co., Ltd. its wholly-owned subsidiary.

6. Other Supplementary Information

(1) Cargo Business Reform and Merger Negotiations

Japan Airlines International Co., Ltd. (JALI), the key subsidiary of Japan Airlines Corporation, and Nippon Cargo Airlines Co., Ltd. (NCA) have been negotiating a potential merger between the cargo business of JALI and NCA since August 2009, but have not yet reached an agreement concerning conditions of the reform and merger. We continue to negotiate relevant issues, including the revised target date of commencement of the new business structure.

(2) Quarterly operating results (on a consolidated basis)

Year ended March 31, 2010

(In 100 million yen)

	Apr 1, 2009 – Jun 30, 2009	Jul 1, 2009– Sep 30, 2009	Oct 1, 2009 – Dec 31, 2009	Jan 1, 2010 – Mar 31, 2010
	1Q	2Q	3Q	4Q
Revenues	3,800	4,144	4,427	
Operating income	(255)	(115)	49	
Recurring profit	(270)	(168)	28	
Net income for the quarter	(189)	(104)	26	
Net income per share for the quarter	(¥15.41)	(¥8.50)	¥1.99	
Net income per share for the quarter – fully diluted	-	-	-	
Total asset	21,197	21,106	21,800	
Net asset	5,990	5,655	6,870	
Net asset per share	¥454.22	¥426.39	380.28	

Year ended March 31, 2009

(In 100 million yen)

	Apr 1, 2008 – Jun 30, 2008	Jul 1, 2008– Sep 30, 2008	Oct 1, 2008 – Dec 31, 2008	Jan 1, 2009 – Mar 31, 2009
	1Q	2Q	3Q	4Q
Revenues	6,796	7,402	6,114	3,986
Operating income	581	766	365	(264)
Recurring profit	651	747	272	(262)
Net income for the quarter	443	469	189	(541)
Net income per share for the quarter	¥36.12	¥38.21	¥15.46	(¥44.07)
Net income per share for the quarter – fully diluted	¥34.29	-	-	-
Total asset	24,494	23,555	21,444	20,712
Net asset	7,565	7,412	6,194	5,812
Net asset per share	¥583.41	¥570.23	¥471.91	¥443.16

- Notes: 1. The above operating results are based on the results for the first quarter and the cumulative results for the first six, nine and twelve months, and are computed by taking the difference between the two adjacent periods.
2. Diluted net income per share data for the second and third quarter period in the fiscal year ended March 31, 2009, and third quarter period in the fiscal year ended March 31, 2010 are not shown in the above table, as there are no residual shares having possibilities of diluting stock value.
3. Diluted net income per share-fully diluted data for the fourth quarter period in the fiscal year ended March 31, 2009, and first and second quarter period in the fiscal year ended March 31, 2010 are not shown in the above table, because net income per share was negative although there are residual shares.

(3) Foreign exchange rate information (on a consolidated basis)

	Nine months ended December 31, 2009	Nine months ended December 31, 2008	Change	Year ended March 31, 2009
Average exchange rate during the period	¥93.91 /US\$	¥103.50 /US\$	Yen up ¥9.59	¥100.82 /US\$
Exchange rate at the end of the period	¥92.10 /US\$	¥91.03 /US\$	Yen down ¥1.07	¥98.23 /US\$

(4) Bunker oil prices information (on a consolidated basis)

	Nine months ended December 31, 2009	Nine months ended December 31, 2008	Change	Year ended March 31, 2009
Average bunker oil prices	US\$367.93/MT	US\$567.98/MT	Price down US\$200.05	US\$503.21/MT

(5) Balance of interest-bearing debt at end of period (on a consolidated basis)

(In 100 million yen)

	Nine months ended December 31, 2009	Year ended March 31, 2009	Change	Nine months ended December 31, 2008
Loans	8,067	8,528	-460	7,775
Corporate bonds	2,511	2,111	399	2,262
Commercial paper	-	40	-40	370
Other	73	99	-26	114
Total	10,651	10,779	-127	10,522