

**Consolidated Financial Results for Six Months Ended September 30, 2011
(Japanese GAAP) (Unaudited)**

October 31, 2011

Nippon Yusen Kabushiki Kaisha (NYK Line)

Security Code: 9101
 Listings: The First Section of Tokyo, Osaka and Nagoya Stock Exchanges
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 Submit scheduled date of Quarterly Financial Report November 14, 2011
 Start scheduled date of paying Dividends November 22, 2011
 Preparation of Supplementary Explanation Material: Yes
 Financial Results Presentation Held: Yes (for Analysts and Institutional Investors)

(Amounts rounded down to the nearest million yen)

1. Consolidated Financial Results for the Six Months Ended September 30, 2011 (April 1, 2011 to September 30, 2011)

(1) Consolidated Operating Results

(Percentage figures shown year-on-year changes)

	Revenues		Operating income		Recurring profit		Net income	
	million yen	%	million yen	%	million yen	%	million yen	%
Six months ended September 30, 2011	911,184	-9.8	(9,662)	-	(15,117)	-	(12,063)	-
Six months ended September 30, 2010	1,010,557	27.2	86,225	-	79,869	-	44,374	-

Comprehensive income:

Six Months ended September 30, 2011: ¥-60,252 million (-%), Six Months Ended September 30, 2010: ¥-4,769 million (-%)

	Net income per share	Net income per share - fully diluted
	yen	yen
Six months ended September 30, 2011	(7.11)	-
Six months ended September 30, 2010	26.14	-

Note: Net income per share-fully diluted data for the second quarter period ended September 30, 2011 is not shown in the above table, because net income per share is negative although there are residual shares. Net income per share-fully diluted for the second period ended September 30, 2010 is also not shown, because there are no residual shares having possibilities of diluting stock value.

(2) Consolidated Financial Position

	Total assets	Equity	Shareholders' equity ratio	Equity per share
	million yen	million yen	%	yen
As of September 30, 2011	2,045,997	654,322	30.0	361.87
As of March 31, 2011	2,126,812	728,094	32.2	403.46

Shareholders' equity :

As of September 30, 2011: ¥614,048 million, As of March 31, 2011: ¥684,627 million

2. Dividends

Date of record	Dividend per share				
	1 st Quarter End	2 nd Quarter End	3 rd Quarter End	Year-end	Total
	yen	yen	yen	yen	yen
Year ended March 31, 2011	-	6.00	-	5.00	11.00
Year ended March 31, 2012	-	2.00			
Year ending March 31, 2012 (Forecast)			-	2.00	4.00

Note: Revision of forecast for dividends in this quarter: No

3. Consolidated Financial Results Forecasts for the Year Ending March 31, 2012 (April 1, 2011 to March 31, 2012) (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, 2012	1,820,000	-5.7	(10,500)	-	(22,500)	-	(18,000)	-	(10.61)

Note: Revision of forecast for dividends in this quarter: Yes

4. Others

(1) Changes of important subsidiaries in the period (including scope of subsidiaries) : None

New: None Exclusion: None

(2) Particular accounting methods used for preparation of quarterly consolidated financial statements: None

(3) Changes in accounting policy, changes in accounting estimate, and restatement

1. Changes in accounting policy in accordance with changes in accounting standard: None

2. Changes other than No.1: None

3. Changes in accounting estimates: None

4. Restatement: None

(4) Total issued shares (Ordinary shares)

1. Total issued shares (including treasury stock)	As of September 30, 2011	1,700,550,988	As of March 31, 2011	1,700,550,988
2. Number of treasury stock	As of September 30, 2011	3,672,980	As of March 31, 2011	3,660,980
3. Average number of shares (cumulative quarterly period)	Six months ended September 30, 2011	1,696,883,802	Six months ended September 30, 2010	1,697,460,569

*Indication of quarterly review process implementation status

This quarterly fiscal statement is exempt from quarterly review process based upon the Financial Instruments and Exchange Act. As of the press release date, the quarterly review process is ongoing.

*Assumption for the forecast of consolidated financial results and other particular issues

Foreign exchange rate: (for the third and fourth quarter) ¥76/US\$, (full year) ¥78.12/US\$

Bunker oil price: (for the third and fourth quarter) US\$660/MT, (full year) US\$651.01/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 2-7 of the attachment for assumptions and other matters related to the forecast.

Our company is to have financial result presentation meeting for analysts and institutional investors on October 31, 2011. The audio presentation and presentation materials are available after the meeting on http://www.nyk.com/english/release/IR_explanation.html

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1. Qualitative Information on Quarterly Results

(1) Qualitative Information on Consolidated Operating Results

For the cumulative fiscal second quarter (April 1, 2011 – September 30, 2011), NYK Line posted consolidated revenues of ¥911.1 billion, compared with ¥1,010.5 billion for the same period last year, operating loss of ¥9.6 billion, compared with operating income of ¥86.2 billion, for the same period last year, recurring loss of ¥15.1 billion, compared with recurring profit of ¥79.8 billion for the same period last year, and quarterly net loss of ¥12.0 billion, compared with quarterly net income of ¥44.3 billion for the same period last year.

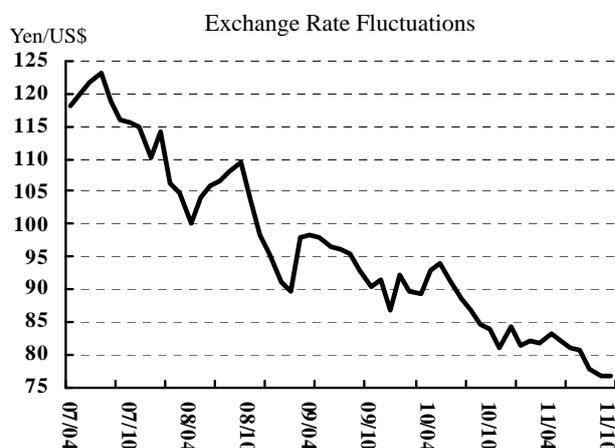
Overview

The business environment surrounding the shipping industry during the first six months of the fiscal year (April 1, 2011 – September 30, 2011) became increasingly severe. The course of the global economy was further clouded, as the U.S. economic recovery stalled, Europe continued to battle fiscal issues, and China continued its credit-tightening policy. The yen, meanwhile, surged in value from 80-85 to the dollar to the 75-80 range, while higher commodities prices sparked inflation pressures and drove up bunker oil prices. The cargo traffic slowdown because of the Great East Japan Earthquake recovered from summer season, especially the finished cargo volumes increased sharply. The dry bulk shipping market, which had been in a slump from the start of the fiscal year, rebounded in September. Though containerized cargo transport volume in the period grew compared to the same period of the previous year, freight rates were generally softer due to a deteriorating supply-demand balance caused by the completion of new large-sized vessels. The tanker business continued to struggle due to an unfavorable supply-demand balance, and additionally, the rebound in the dry bulk shipping market was not reflected in the period's financial results, and overall, the shipping operations posted a larger-than-expected loss during the period. The non-shipping business, including the terminal and harbor transport, air cargo transportation, logistics and real estate segments, remained profitable in the period.

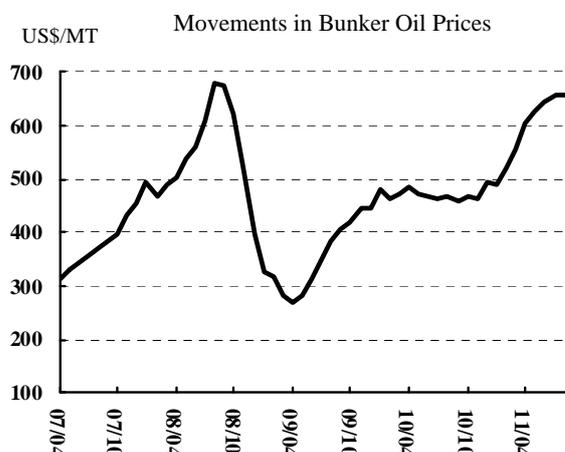
As a result of the above factors, NYK's consolidated revenues declined by ¥99.3 billion compared to the same period of the previous year (a decrease of 9.8%). Costs and expenses rose by ¥3.0 billion year on year (an increase of 0.4%), as the operation of vessels at reduced speeds and other cost-cutting measures failed to offset the surge in bunker oil prices. Though measures were also taken to reduce selling, general and administrative expenses, operating income declined by ¥95.8 billion year on year and the ratio of operating income to revenue dropped 9.6 points, from 8.5% in the previous year to -1.1%. As a result, recurring profit declined by ¥94.9 billion year on year, and quarterly net income declined by ¥56.4 billion to turn to loss in the period.

Changes in foreign exchange rates and bunker oil prices for the six-month period are summarized in the following table.

	Six months ended September 30, 2010	Six months ended September 30, 2011	Change
Average exchange rate	¥89.69/US\$	¥80.24/US\$	Yen up ¥9.45
Average bunker oil price	US\$468.67/MT	US\$642.01/MT	Price up US\$173.34



Period: April 2007–October 2011



Period: April 2007–September 2011

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

Segment Information

The segment wise information for the three month ended September 30, 2011(July 1, 2011 – September 30, 2011) is as follows.

(In billion yen)

		Revenues				Operating income			Recurring profit		
		FY2010 2Q	FY2011 2Q	Change	Percentage change	FY2010 2Q	FY2011 2Q	Change	FY2010 2Q	FY2011 2Q	Change
Global Logistics	Liner Trade	127.5	112.1	-15.4	-12.1 %	17.1	(6.9)	-24.1	15.8	(8.6)	-24.5
	Terminal and Harbor Transport	32.1	36.6	4.5	14.0 %	2.3	2.2	-0.0	2.2	2.2	-0.0
	Air Cargo Transportation	22.5	20.6	-1.9	-8.6 %	2.4	1.1	-1.3	2.1	0.7	-1.3
	Logistics	100.9	91.5	-9.4	-9.3 %	2.3	2.8	0.4	2.4	3.2	0.8
	Bulk Shipping	204.9	184.6	-20.3	-9.9 %	19.7	0.9	-18.8	17.0	(3.3)	-20.3
Others	Cruises	11.1	10.1	-0.9	-8.6 %	1.1	0.2	-0.8	1.0	0.2	-0.8
	Real Estate	2.9	2.6	-0.2	-9.3 %	0.9	0.6	-0.2	1.2	1.0	-0.1
	Other	37.3	44.3	6.9	18.7 %	(0.1)	(0.3)	-0.2	(0.2)	(0.4)	-0.1

(Remark1) The NYK Group Medium-Term Management Plan, begun this fiscal year, presents four business segments together under the Global Logistics business. Therefore, from the current fiscal year, we have changed the order in which the business segments are reported.

(Remark 2) Above FY2010 2nd Quarter figures does not reflect the changes applied from FY2011 due to reviewing some part of business and services about "Terminal and Harbor Transport segment", "Logistics segment" and "Bulk Shipping segment" in accordance with realignment of Logistics segment.

Liner Trade

On North American and European routes, despite the introduction of a peak-season surcharge, freight rates were significantly lower than the same period a year ago due to a deteriorating supply-demand balance, which continued from the previous quarter as new large-sized vessels entered service. On South American routes, the supply-demand balance was favorable and though we succeeded in normalizing freight rates to a degree, rates did not recover to the previous year's level. Cargo volumes improved along all routes compared to the same period a year ago, particularly on Asian routes because of the recovery from the effects of the Great East Japan Earthquake, however, due to lower freight rates and yen appreciation, revenues declined significantly compared to a year ago same quarter. We achieved cost reductions through measures to offset soaring bunker oil prices, including continued operation of vessels at reduced speeds. The cost reductions, however, could not make up for the loss of revenues. Profitability declined significantly compared to last year, and the Liner Trade segment posted a recurring loss.

Terminal and Harbor Transport

Domestic and overseas container terminals' handling volumes remained level with the same period a year ago, and as a result, the Terminal and Harbor Transport segment's earnings were on par with a year ago.

Air Cargo Transportation

Nippon Cargo Airlines Co., Ltd. (NCA) experienced weaker airfreight demand on Asia-originated routes to North America, and emergency airfreight demand in the aftermath of the Great East Japan Earthquake has reduced. While revenues and earnings declined compared to a year ago same quarter, efficient operations and cost-cutting measures enabled NCA to post a recurring profit.

Logistics

While business suspended due to the Great East Japan Earthquake resumed and a generally recovery trend was seen in cargo volumes, airfreight volumes were lower across nearly all regions, particularly for auto components and electric and electronic products. Seaborne freight performed relatively well across all regions, and number handling cases grew compared to the same period a year ago. In the logistics businesses, cargo volumes declined due to economic stagnation in North America and Europe. The bright spot was handling volumes of automotive parts, which increased compared to the previous quarter, mainly in Asia. Overall, though revenues from the Logistics segment declined compared to the same period of the previous year as the market remained in the midst of a gradual recovery from the earthquake, the steady profitability of the business posted earnings.

Bulk Shipping

Car Carrier Division

Though the Japanese auto industry suffered a significant impact from the earthquake, by July, exports of Japanese vehicles had nearly recovered to year-previous levels, thanks to a faster-than-expected recovery of domestic auto production. We strengthened the carrier fleet by re-entering into the service the lay-up vessels the previous quarter and entering three new vessels into service, while also aggressively cutting operating costs with fuel-saving measures and other initiatives.

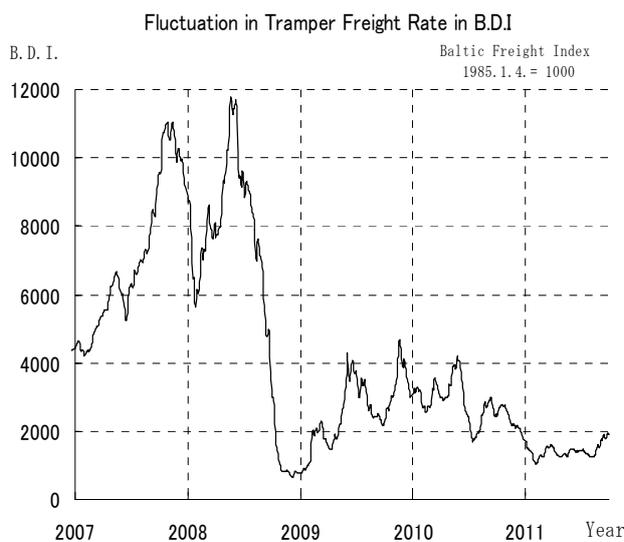
Dry Bulk Carrier Division

Demand for steel and energy remained firm, especially in emerging market economies. In addition, Chinese imports of iron ore and coal increased due to growing domestic raw steel production and seasonal electricity demand. In Japan as well, imports of iron ore and coal increased as the demand from post-earthquake reconstruction. On the supply side, though a large number of new vessels continued to enter service, ships were also scrapped due to the market slump, which temporarily eased oversupply sentiment. As a result of these factors, rates for Capesize bulkers began to climb again after remaining soft since the start of the year, and overall cargo rates gained traction in September. This was not enough, however, to impact financial results in the quarter.

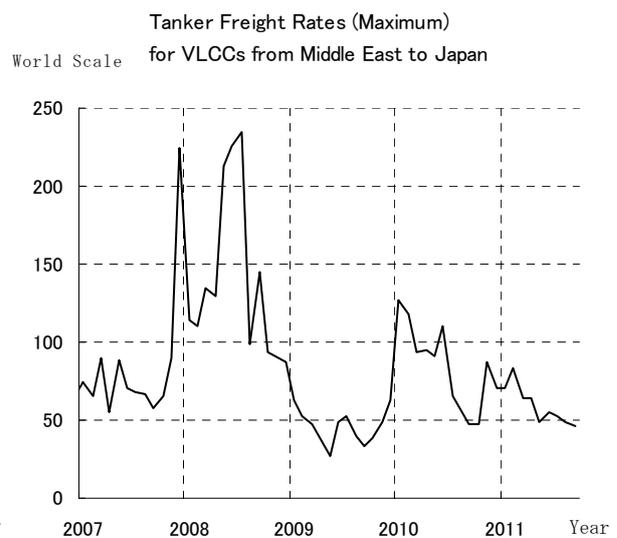
Tanker Division

Overall, the Tanker market failed to find traction, as increased cargo volumes to newly emerging and developing economies were undercut by low petroleum demand in advanced nations. On the supply side, while a larger number of new VLCC entered into service, scrapping efforts failed to show progress and the oversupply sentiment led to soft rates in the crude oil tanker market. Rates in the petroleum products tanker market were also weak due to the deteriorating supply-demand balance, though demand for naphtha remained firm in Asia. We operated vessels at reduced speeds and took other measures to conserve fuel and reduce costs, but the initiatives had a limited effect on an overall stagnant market.

As a result of the above, the Bulk Shipping segment posted a quarterly loss on lower revenues compared with the same period the previous year.



Period: January 2007–September 2011



Period: January 2007–September 2011

Cruises

In the Japanese market, Asuka II suffered from weak demand following the earthquake, and the load factor declined from the previous year. In the North American market, Crystal Cruises enjoyed sales during the peak summer season and enjoyed a high load factor on par with the previous year. Costs rose, however, due to higher fuel prices. Overall, the Cruises segment posted lower revenues and earnings compared with the same period of the previous year.

Real Estate and Other Business Services

The Real Estate business's revenues and earnings declined from the previous fiscal year due to lower rents and occupancy rates. In Other Business Services, the trading business's revenues increased on higher bunker oil prices and higher sales volumes, though profit margins declined due to fiercer competition and earnings declined compared with the same period of the previous year. The manufacturing and processing business suffered from lower orders as a result of the shipping business downturn. Overall, revenues from Other Business Services increased compared with the same period of the previous year, but the segment reported a wider loss.

For the segment information for fiscal first quarter (April 1, 2011 – June 30, 2011) of fiscal year ending March, 2012, please see the first quarter financial results for that period (issued on July 29, 2011).

(2) Qualitative Information on Consolidated Financial Position

Assets, Liabilities, and Equity

Consolidated assets totaled ¥2,045.9 billion at the end of fiscal second quarter (September 30, 2011), a decrease of ¥80.8 billion compared with the end of the previous fiscal year (March 31, 2011). This mainly reflects a decrease in current assets of ¥63.9 billion due to a decrease in cash and deposits and short-term investment securities. Consolidated liabilities totaled ¥1,391.6 billion, ¥7.0 billion decrease from the end of the previous fiscal year. Shareholders' equity—the aggregate of shareholders' capital of ¥753.4 billion and accumulated other comprehensive income—totaled ¥614.0 billion, and adding minority interests of ¥40.2 billion to this resulted in total equity of ¥654.3 billion. As a result, the debt-equity ratio finished at 1.59.

Cash Flows

Net cash provided by operating activities during the fiscal second quarter was ¥9.3 billion, reflecting net loss before income taxes and minority interests of ¥-13.0 billion, depreciation and amortization of ¥49.1 billion, ¥-6.3 billion increase in notes and accounts receivable-trades, and ¥-10.1 billion income taxes paid. Net cash used in investing activities was ¥-70.2 billion, primarily reflecting expenditure for noncurrent assets, mainly accounted for by investments in vessels and proceeds from sales of vessels and other noncurrent assets. Net cash used in financing activities was ¥-1.9. As a result, the balance of cash and cash equivalents stood at ¥124.8 billion at the end of the fiscal second quarter, a decrease of ¥64.8 billion from the beginning of the fiscal year (April 1, 2011), after taking into account the effect of exchange rate changes on cash and cash equivalents.

Trends in cash flow indicators over time are shown in the following table.

	March 31, 2009	March 31, 2010	March 31, 2011	September 30, 2010	September 30, 2011
1 Shareholders' equity ratio (%)	26.3	30.0	32.2	30.5	30.0
2 Shareholders' equity ratio at market price (%)	22.3	28.4	25.9	27.2	17.5
3 Cash flows vs ratio of interest-bearing debt (years)	7.2	17.4	5.6	-	-
4 Interest coverage ratio	6.6	2.9	10.1	10.9	1.2

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. Total market capitalization is calculated by multiplying the closing price of our shares at the end of the period by the number of ordinary shares issued and outstanding at the end of the period.

3. 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 consolidated balance sheet. Interest payments are based on the interest expenses paid in the consolidated statements of cash flows.

(3) Qualitative Information on Consolidated Financial Results Forecasts

1) Revision of Earnings Forecasts

We have revised down our earnings forecasts for the fiscal year ending March 31, 2012, to revenues of ¥1,820.0 billion, operating loss of ¥-10.5 billion, recurring loss of ¥-22.5 billion, and the net loss of ¥-18.0 billion.

(In billion yen)

Outlook for the fiscal year ending March 2012	Revenues	Operating income	Recurring profit	Net income
Previous forecast (July 29, 2011)	1,925.0	20.0	10.0	5.0
Year ending March 31, 2012	<u>1,820.0</u>	<u>(10.5)</u>	<u>(22.5)</u>	<u>(18.0)</u>
Revisions				
Change	-105.0	-30.5	-32.5	-23.0
Percentage change	-5.5%	-	-	-

Assumptions for above forecasts:

Foreign exchange rate for the third and fourth quarter: ¥76/US\$, Full year: ¥78.12/US\$

Bunker oil price for the third and fourth quarter: US\$660/MT, Full year: US\$651.01/MT

In the second half of the fiscal year (October 1, 2011 – March 31, 2012), pressure to appreciating yen is expected to continue due to a stagnant U.S. economy and financial instability in Europe. Additionally, bunker oil prices are expected to remain high. Weaker cargo freight volumes are forecast due to the severe global economic conditions, and there is added concern that cargo volumes could decline as a result of flooding in Thailand. In the Liner Trade segment, demand-supply condition has deteriorated due to the delivery of large-sized container vessels. In addition, slowdown in economy will lead to tepid container cargo traffic and freight rate level will fall. To the downward container freight rates, we are striving to normalize rates by revising routes and scale down the fleet in order to reduce supply. In Car Carrier Division of Bulk Shipping Segment, finished car volume is expected to lower due to decrease of automobile companies' production because of the effect of flooding in Thailand. Dry Bulk Carrier Division is experiencing a market recovery mainly for large Capesize bulker freight, however, the Tanker Division continues to endure a supply-demand imbalance due to new vessels entering service. In all the shipping operations businesses, we are striving to reduce costs by operating vessels at reduced speeds and through other measures. In light of the severe market we have revised its forecast to a loss for the year, as shown above. Net income will also turn to net loss due to loss on sales of vessels and others.

2) Dividends Forecasts

NYK considers the return of profits to its shareholders as one of its most significant management issues. For stable dividend payments to shareholders, have decided an interim dividend of ¥2.00 per share. And our forecast of year-end dividend remain unchanged as ¥2.00 per share, which will make forecast of ¥4.00 per share for full year.

	Dividend per share		
	Interim dividend	Year-end dividend	Full year
	yen	yen	yen
Previous forecast (announced on July 29, 2011)	2.00	2.00	4.00
Current forecast		2.00	4.00
Actual dividend	2.00		
(Ref.) Year ended March 2011	6.00	5.00	11.00

2. Information about Summary (Others)

None.

3. Consolidated Financial Statements

(1) Consolidated Balance Sheets

(In million yen)

	As of March 31, 2011	As of September 30, 2011
	Amount	Amount
Assets		
Current assets		
Cash and deposits	152,568	127,454
Notes and operating accounts receivable-trade	182,276	182,837
Short-term investment securities	45,619	261
Inventories	53,734	55,156
Deferred and prepaid expenses	53,342	58,456
Deferred tax assets	15,061	14,073
Other	62,526	62,634
Allowance for doubtful accounts	(2,672)	(2,351)
Total current assets	562,457	498,522
Noncurrent assets		
Vessels, property, plant and equipment		
Vessels, net	707,819	724,528
Buildings and structures, net	75,561	72,253
Aircraft, net	4,271	4,198
Machinery, equipment and vehicles, net	29,361	27,773
Equipment, net	5,647	5,458
Land	61,768	62,482
Construction in progress	262,227	247,270
Other, net	4,244	4,266
Net vessels, property, plant and equipment	1,150,901	1,148,232
Intangible assets		
Leasehold right	2,974	2,969
Software	6,797	6,861
Goodwill	19,064	18,067
Other	3,388	3,163
Total intangible assets	32,225	31,063
Investments and other assets		
Investment securities	270,301	239,499
Long-term loans receivable	18,575	15,451
Deferred tax assets	10,029	29,505
Other	84,083	86,311
Allowance for doubtful accounts	(3,686)	(3,491)
Total investments and other assets	379,302	367,275
Total noncurrent assets	1,562,429	1,546,571
Deferred assets	1,925	903
Total assets	2,126,812	2,045,997

(In million yen)

	As of March 31, 2011	As of September 30, 2011
	Amount	Amount
Liabilities		
Current liabilities		
Notes and operating accounts payable-trade	157,835	149,824
Current portion of bonds	-	30,000
Short-term loans payable	97,641	107,081
Income taxes payable	10,680	6,674
Deferred tax liabilities	873	944
Advances received	42,096	47,905
Provision for bonuses	8,210	7,936
Provision for directors' bonuses	438	243
Other	83,952	83,312
Total current liabilities	401,728	433,923
Noncurrent liabilities		
Bonds payable	251,059	220,445
Long-term loans payable	627,054	614,013
Deferred tax liabilities	10,070	5,931
Provision for retirement benefits	15,294	15,226
Provision for directors' retirement benefits	2,077	1,801
Provision for periodic dry docking of vessels	18,473	18,239
Provision for losses related to antitrust law	1,728	1,728
Other	71,230	80,365
Total noncurrent liabilities	996,989	957,751
Total liabilities	1,398,718	1,391,675
Equity		
Shareholders' capital		
Common stock	144,319	144,319
Capital surplus	155,658	155,651
Retained earnings	472,277	455,398
Treasury stock	(1,905)	(1,902)
Total shareholders' capital	770,349	753,467
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	24,846	7,828
Deferred gains (loss) on hedges	(43,182)	(58,886)
Foreign currency translation adjustments	(67,385)	(88,361)
Total accumulated other comprehensive income	(85,721)	(139,419)
Minority interests	43,466	40,274
Total equity	728,094	654,322
Total liabilities and equity	2,126,812	2,045,997

**(2) Consolidated Statements of Income and Comprehensive Income
(Consolidated Statements of Income)**

(In million yen)

	Six months ended September 30, 2010	Six months ended September 30, 2011
	Amount	Amount
Revenues	1,010,557	911,184
Cost and expenses	831,204	834,286
Gross profit	179,353	76,898
Selling, general and administrative expenses	93,128	86,560
Operating income (loss)	86,225	(9,662)
Non-operating income		
Interest income	1,106	1,914
Dividends income	2,510	2,536
Equity in earning of unconsolidated subsidiaries and affiliates	3,512	1,670
Other	3,169	3,780
Total non-operating income	10,298	9,901
Non-operating expenses		
Interest expenses	8,657	8,023
Foreign exchange losses	5,554	3,601
Other	2,442	3,731
Total non-operating expenses	16,654	15,356
Recurring profit (loss)	79,869	(15,117)
Extraordinary income		
Gain on sales of noncurrent assets	6,477	7,356
Other	8,607	3,301
Total extraordinary income	15,084	10,657
Extraordinary loss		
Loss on sales of noncurrent assets	2,339	2,788
Impairment loss	1,437	2,603
Loss on valuation of investment securities	12,123	1,759
Other	9,792	1,463
Total extraordinary loss	25,692	8,615
Income (loss) before income taxes and minority interests	69,261	(13,076)
Income taxes	22,867	(2,529)
Income (loss) before minority interests	46,394	(10,547)
Minority interests in net income	2,019	1,516
Net income (loss)	44,374	(12,063)

(Consolidated Statements of Comprehensive Income)

(In million yen)

	Six months ended	Six months ended
	September 30, 2010	September 30, 2011
	Amount	Amount
Income (loss) before minority interests	46,394	(10,547)
Other comprehensive income		
Valuation difference on available-for-sale securities	(9,477)	(17,019)
Deferred gains(loss) on hedges	(16,339)	(12,564)
Foreign currency translation adjustment	(20,895)	(20,297)
Share of other comprehensive income of associates accounted for using equity method	(4,452)	(2,829)
Gain or loss on change in equity	-	3,005
Total other comprehensive income	(51,163)	(49,705)
Comprehensive income	(4,769)	(60,252)
(Breakdown)		
Comprehensive income attributable to owners of the parent	(5,338)	(60,036)
Comprehensive income attributable to minority interests	568	(215)

(3) Consolidated Statements of Cash Flows

(In million yen)

	Six months ended September 30, 2010	Six months ended September 30, 2011
	Amount	Amount
Net cash provided by (used in) operating activities:		
Income (loss) before income taxes and minority interests	69,261	(13,076)
Depreciation and amortization	49,838	49,143
Impairment loss	1,437	2,603
Loss (gain) on sales and retirement of vessels, property, plant and equipment and intangible assets	(3,492)	(4,496)
Loss (gain) on sales of short-term and long-term investment securities	(4,575)	(193)
Loss (gain) on valuation of short-term and long-term investment securities	12,123	2,247
Equity in (earnings) losses of unconsolidated subsidiaries and affiliates	(3,512)	(1,670)
Interest and dividends income	(3,616)	(4,450)
Interest expenses	8,657	8,023
Foreign exchange losses (gains)	453	487
Decrease (increase) in notes and accounts receivable-trade	35	(6,329)
Decrease (increase) in inventories	2,137	(1,935)
Increase (decrease) in notes and accounts payable-trade	(13,035)	(4,022)
Other, net	(8,181)	(3,627)
Subtotal	107,531	22,703
Interest and dividends income received	5,611	4,926
Interest expenses paid	(9,012)	(8,104)
Income taxes (paid) refund	(5,712)	(10,174)
Net cash provided by (used in) operating activities	98,416	9,350
Net cash provided by (used in) investing activities:		
Purchase of short-term investment securities	(34)	(33)
Proceeds from sales of short-term investment securities	327	653
Purchase of vessels, property, plant and equipment and intangible assets	(136,001)	(158,970)
Proceeds from sales of vessels, property, plant and equipment and intangible assets	28,249	89,933
Purchase of investment securities	(1,929)	(6,236)
Proceeds from sales of investment securities	7,479	894
Payments of loans receivable	(870)	(5,351)
Collection of loans receivable	3,445	3,244
Other, net	4,441	5,587
Net cash provided by (used in) investing activities	(94,893)	(70,279)
Net cash provided by (used in) financing activities:		
Net increase (decrease) in short-term loans payable	(16,835)	3,896
Proceeds from long-term loans payable	64,867	57,234
Repayment of long-term loans payable	(93,948)	(54,366)
Proceeds from issuance of bonds	-	54,722
Redemption of bonds	-	(54,555)
Proceeds from stock issuance to minority shareholders	-	799
Purchase of treasury stock	(309)	(10)
Proceeds from sales of treasury stock	6	6
Cash dividends paid to shareholders	(3,395)	(8,484)
Cash dividends paid to minority shareholders	(486)	(711)
Other, net	(670)	(446)
Net cash provided by (used in) financing activities	(50,773)	(1,913)
Effect of exchange rate change on cash and cash equivalents	(6,762)	(2,420)
Net increase (decrease) in cash and cash equivalent	(54,012)	(65,261)
Cash and cash equivalents at beginning of period	281,660	189,685
Increase (decrease) in cash and cash equivalents resulting from change of scope of consolidation	460	556
Increase (decrease) in cash and cash equivalents resulting from merger of subsidiaries	226	-
Increase (decrease) in beginning balance of cash and cash equivalents resulting from change in fiscal period of consolidated subsidiaries	1,737	(174)
Cash and cash equivalents at end of period	230,072	124,805

(4) Notes Regarding Going Concern Assumption

The second quarter of this fiscal year (April 1, 2011 – September 30, 2011)

Not applicable

(5) Segment Information

[Additional Information]

From the first quarter of this fiscal year, the Group have changed the order to indicate reportable segments. There is no impact to revenues and income or loss by changing the order to indicate reportable segment.

I Six months ended September 30, 2010 (April 1, 2010 – September 30, 2010)

Revenues and income or loss by reportable segment

(In million yen)

	Liner Trade	Bulk Shipping	Logistics	Terminal and Harbor Transport	Cruises	Air Cargo Transportation	Real Estate	Other	Total	Adjustment (*1)	Consolidated Statements of Income (*2)
Revenues											
(1) Revenues from customer	248,772	411,969	201,878	47,225	20,200	40,782	4,883	34,844	1,010,557	-	1,010,557
(2) Inter-segment revenues	1,955	2,939	573	15,560	-	4,980	999	42,083	69,092	(69,092)	-
Total	250,728	414,909	202,451	62,786	20,200	45,763	5,882	76,927	1,079,650	(69,092)	1,010,557
Segment income (loss)	26,196	39,439	4,441	3,976	(285)	4,098	2,481	(488)	79,861	8	79,869

Note: 1. Adjustment of segment income (loss) refers to elimination of intersegment transactions.

2. Segment income (loss) is adjusted on recurring profit on the quarterly consolidated statements of income.

II Six months ended September 30, 2011 (April 1, 2011 – September 30, 2011)

1. Revenues and income or loss by reportable segment

(In million yen)

	Global Logistics				Bulk Shipping	Others			Total	Adjustment (*1)	Consolidated Statements of Income (*2)
	Liner Trade	Terminal and Harbor Transport	Air Cargo Transportation	Logistics		Cruises	Real Estate	Other			
Revenues											
(1) Revenues from customer	218,712	56,942	38,286	184,296	355,069	17,276	4,559	36,040	911,184	-	911,184
(2) Inter-segment revenues	1,990	14,236	4,939	1,654	2,711	-	780	54,136	80,449	(80,449)	-
Total	220,703	71,179	43,225	185,951	357,780	17,276	5,340	90,176	991,633	(80,449)	911,184
Segment income (loss)	(17,309)	3,993	2,753	4,227	(8,809)	(2,140)	2,109	51	(15,124)	6	(15,117)

Note: 1. Adjustment of segment income (loss) refers to elimination of intersegment transactions.

2. Segment income (loss) is adjusted on recurring loss on the quarterly consolidated statements of income.

2. Changes about reportable segment

From this fiscal year, in accordance with realignment of Logistics segment, the Group have reviewed and changed some part of operation and services about “Terminal and Harbor Transport segment”, “Logistics segment” and “Bulk Shipping segment”. The revised major operation and services in each reportable segment, and the revenues and income (or loss) of same period last year in accordance with this changes are as below.

Reportable segment	Major operation and services in each segment:
Liner Trade	Ocean cargo shipping, ship owning and chartering, shipping agency
Terminal and Harbor Transport	Container terminals business, harbor transport services, tugboat operation
Air Cargo Transportation	Air cargo transport
Logistics	Warehouse operation, cargo transport/handling business, coastal cargo shipping
Bulk Shipping	Ocean cargo shipping, ship owning and chartering, shipping agency
Cruises	Ownership and operation of passenger boats
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

Six months ended September 30, 2010 (April 1, 2010 – September 30, 2010)

(In million yen)

	Global Logistics				Bulk Shipping	Others			Total	Adjustment (*1)	Consolidated Statements of Income (*2)
	Liner Trade	Terminal and Harbor Transport	Air Cargo Transportation	Logistics		Crusies	Real Estate	Other			
Revenues											
(1) Revenues from customer	248,772	58,172	40,782	201,558	401,343	20,200	4,883	34,844	1,010,557	-	1,010,557
(2) Inter-segment revenues	1,955	16,068	4,980	1,568	5,960	-	999	42,083	73,617	(73,617)	-
Total	250,728	74,240	45,763	203,126	407,304	20,200	5,882	76,927	1,084,175	(73,617)	1,010,557
Segment income (loss)	26,196	4,148	4,098	4,868	38,842	(285)	2,481	(488)	79,862	6	79,869

Note: 1. Adjustment of segment income (loss) refers to elimination of intersegment transactions.

2. Segment income (loss) is adjusted on recurring profit on the quarterly consolidated statements of income.

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

The second quarter of this fiscal year (April 1, 2011 – September 30, 2011)

Not applicable

4. Supplementary Information

(1) Quarterly Operating Results

Year ended March 31, 2012

(In million yen)

	Apr 1, 2011– Jun 30, 2011	Jul 1, 2011– Sep 30, 2011	Oct 1, 2011– Dec 31, 2011	Jan 1, 2012– Mar 31, 2012
	1Q	2Q	3Q	4Q
Revenues	447,733	463,450		
Operating income	(10,412)	749		
Recurring profit	(10,164)	(4,953)		
Net income for the quarter	(7,151)	(4,912)		
Net income per share for the quarter	(¥4.21)	(¥2.89)		
Net income per share for the quarter – fully diluted	-	-		
Total assets	2,094,160	2,045,997		
Equity	697,911	654,322		
Equity per share	¥386.96	¥361.87		

Year ended March 31, 2011

(In million yen)

	Apr 1, 2010 – Jun 30, 2010	Jul 1, 2010– Sep 30, 2010	Oct 1, 2010 – Dec 31, 2010	Jan 1, 2011 – Mar 31, 2011
	1Q	2Q	3Q	4Q
Revenues	504,779	505,778	471,196	447,415
Operating income	40,061	46,163	31,797	4,324
Recurring profit	38,119	41,749	30,287	4,009
Net income for the quarter	22,994	21,379	26,875	7,285
Net income per share for the quarter	¥13.54	¥12.60	¥15.84	¥4.29
Net income per share for the quarter – fully diluted	-	-	-	-
Total assets	2,187,711	2,132,796	2,103,137	2,126,812
Equity	683,979	692,651	702,094	728,094
Equity per share	¥378.15	¥383.18	¥388.74	¥403.46

- 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. Net income per share-fully diluted for the first, second, third and fourth quarter period in the fiscal year ended March 31, 2011 are not shown in the above table, as there are no residual shares having possibilities of diluting stock value.
3. Net income per share-fully diluted for the first and second quarter period in the fiscal year ended March 31, 2012 are not shown in the above table, because net income per share was negative although there are residual shares.

(2) Foreign Exchange Rate Information

	Six months ended September 30, 2010	Six months ended September 30, 2011	Change	Year ended March 31, 2011
Average exchange rate during the period	¥89.69 /US\$	¥80.24 /US\$	Yen up ¥9.45	¥86.04/US\$
Exchange rate at the end of the period	¥83.82 /US\$	¥76.65 /US\$	Yen up ¥7.17	¥83.15/US\$

(3) Bunker Oil Prices Information

	Six months ended September 30, 2010	Six months ended September 30, 2011	Change	Year ended March 31, 2011
Average bunker oil prices	US\$468.67/MT	US\$642.01MT	Price up US\$173.34	US\$483.87/MT

(4) Balance of Interest-Bearing Debt

(In million yen)

	As of March 31, 2011	As of September 30, 2011	Change	As of September 30, 2010
Loans	724,696	721,095	-3,601	763,224
Corporate bonds	251,059	250,445	-614	251,094
Leases	6,215	6,014	-201	6,500
Total	981,972	977,555	-4,417	1,020,818