

Consolidated Financial Results for Six Months Ended September 30, 2013
(Japanese GAAP) (Unaudited)

October 31, 2013

Nippon Yusen Kabushiki Kaisha (NYK Line)

Security Code: 9101
Listings: The First Section of Tokyo and Nagoya Stock Exchanges
URL: <http://www.nyk.com/english/index.htm>
Head Office: Tokyo, Japan
Representative: Yasumi Kudo, President
Contact: Noriko Miyamoto, General Manager, IR Group Tel: +81-3-3284-5986
Submit scheduled date of Quarterly Financial Report November 8, 2013
Start scheduled date of paying Dividends November 25, 2013
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, 2013 (April 1, 2013 to September 30, 2013)
(1) Consolidated Operating Results

(Percentage figures show year on year changes)

	Revenues		Operating income		Recurring profit		Net income	
	million yen	%	million yen	%	million yen	%	million yen	%
Six months ended September 30, 2013	1,089,127	15.4	19,972	11.7	25,631	95.9	20,506	-
Six months ended September 30, 2012	944,036	3.6	17,879	-	13,083	-	(4,149)	-

(Note) Comprehensive income:

Six Months ended September 30, 2013: ¥62,715 million (- %), Six Months ended September 30, 2012: ¥-24,440 million (- %)

	Net income per share		Net income per share-fully diluted	
	yen		yen	
Six months ended September 30, 2013	12.09		12.09	
Six months ended September 30, 2012	(2.45)		-	

(Note) Net income per share-fully diluted for the second quarter period ended September 30, 2012 is not shown in above table because there are no residual shares having possibilities of diluting stock value and net income per share was negative.

(2) Consolidated Financial Position

	Total assets	Equity	Shareholders' equity ratio	Equity per share
	million yen	million yen	%	yen
As of September 30, 2013	2,546,166	758,242	27.8	416.92
As of March 31, 2013	2,430,138	697,979	26.8	383.50

(Reference) Shareholders' equity: As of September 30, 2013: ¥707,167 million, As of March 31, 2013: ¥650,490 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, 2013	-	2.00	-	2.00	4.00
Year ending March 31, 2014	-	2.00	-	-	-
Year ending March 31, 2014 (Forecast)	-	-	-	2.00	4.00

(Note) Revision of forecast for dividends in this quarter: None

3. Consolidated Financial Results Forecasts for the Year Ending March 31, 2014 (April 1, 2013 to March 31, 2014)
(Percentage figures show 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, 2014	2,191,000	15.5	42,000	140.9	50,000	181.9	30,000	58.8	17.69

(Note) Revision of forecast in this quarter: Yes

(Reference)

- (1) Changes of important subsidiaries in the period: None
(changes in specified subsidiaries involving change in consolidation scope)
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 estimates, and restatements
- | | |
|--|------|
| 1. Changes in accounting policy in accordance with changes in accounting standard: | Yes |
| 2. Changes other than No.1: | None |
| 3. Changes in accounting estimates: | None |
| 4. Restatements: | None |
- Note: Details are stated on page 6 “Information about Summary (Notes)”

(4) Total issued shares (Ordinary shares)

1. Total issued shares (including treasury stock)	As of September 30, 2013	1,700,550,988	As of March 31, 2013	1,700,550,988
2. Number of treasury stock	As of September 30, 2013	4,381,496	As of March 31, 2013	4,334,011
3. Average number of shares (cumulative quarterly period)	Six months ended September 30, 2013	1,696,194,590	Six months ended September 30, 2012	1,696,273,126

*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: (Third and Fourth quarter) ¥97/US\$, (Full year) ¥97.52/US\$

Bunker oil price: (Third and Fourth quarter) US\$630/MT, (Full year) US\$629.33/MT

The above forecast is based on currently available information and assumptions that NYK Line deems to be reasonable. NYK Line offers no assurance that forecast will be realized. Actual results may differ from the forecast as a result of various factors. Refer to page 2-5 of the attachment for assumptions and other matters related to the forecast.

NYK Line is to hold a financial result presentation meeting for analysts and institutional investors. The on-demand audio presentation and presentation materials are available at NYK website (http://www.nyk.com/english/release/IR_explanation.html)

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1. Qualitative Information on Quarterly Results

(1) Explanation about Operating Results

For the first six months of the fiscal year ending March 31, 2014 (April 1, 2013 - September 30, 2013), NYK Line posted consolidated revenues of ¥1,089.1 billion, compared with ¥944.0 billion for the same period of the previous fiscal year, operating income of ¥19.9 billion, compared with ¥17.8 billion for the same period of the previous fiscal year, recurring profit of ¥25.6 billion, compared with ¥13.0 billion for the same period of the previous fiscal year, and net income of ¥20.5 billion, compared with a net loss of ¥4.1 billion for the same period of the previous fiscal year.

Overview

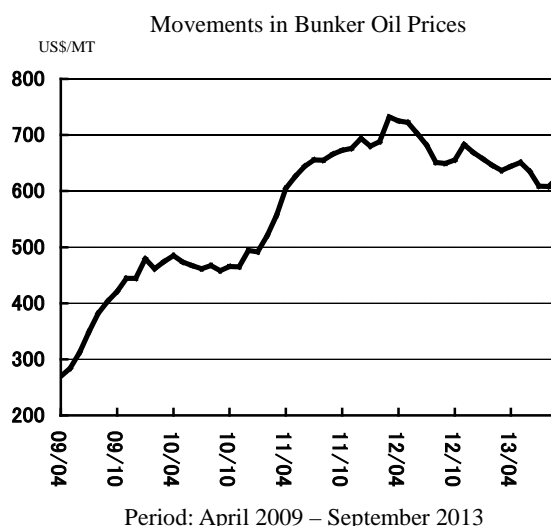
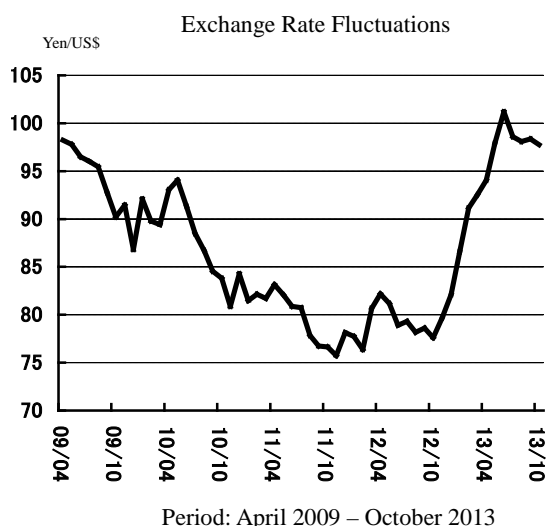
In the six months ended September 30, 2013, the U.S. economy demonstrated robust recovery as reflected in record-high stock prices. In Europe, which has experienced a protracted downturn, some countries rebounded to growth amid signs that the region's slump was beginning to bottom out. China, India, and other Asian and newly developing countries continued to post relatively high growth despite a slowdown in the pace of expansion. In Japan, economic sentiment gradually recovered owing to yen depreciation and higher stock prices following stimulus measures by the Japanese government and the Bank of Japan.

Regarding the environment surrounding the shipping industry, although some areas of the dry bulk shipping market showed signs of recovery, a substantial improvement in the supply-demand imbalance failed to materialize. In this environment, the entire NYK Group strove to lower costs by expanding slow-steaming to all vessels in the fleet and implementing other measures to further reduce fuel consumption.

Consolidated revenues for the six months ended September 30, 2013 increased by ¥145.0 billion (an increase of 15.4%) compared with the same period of the previous fiscal year. Operating income increased by ¥2.0 billion year on year (an increase of 11.7%), and recurring profit increased ¥12.5 billion year on year (an increase of 95.9%). Net income improved by ¥24.6 billion year on year, rebounding from a net loss in the same period of the previous year.

Changes in foreign exchange rates and bunker oil prices from the same six months period under review are summarized in the following table.

	Six months ended September 30, 2012	Six months ended September 30, 2013	Change
Average exchange rate	¥79.73/US\$	¥98.03/US\$	Yen down ¥18.30/US\$
Average bunker oil price	US\$688.70/MT	US\$628.66/MT	Price Down US\$60.04/MT



Note: Exchange rates and bunker oil prices are NYK internal figures.

Segment Information

The segmentwise information for the six months ended September 30, 2013 (April 1, 2013 - September 30, 2013) is as follows.

									(In billion yen)		
		Revenues				Operating income			Recurring profit		
		FY2012 2Q	FY2013 2Q	Change	Percentage Change	FY2012 2Q	FY2013 2Q	Change	FY2012 2Q	FY2013 2Q	Change
Global Logistics	Liner Trade	275.8	304.3	28.5	10.3 %	4.4	(2.0)	-6.5	2.6	(0.8)	-3.4
	Air Cargo Transportation	39.4	42.0	2.5	6.5 %	(1.8)	(4.4)	-2.5	(2.4)	(4.8)	-2.4
	Logistics	178.8	211.7	32.9	18.4 %	1.7	2.0	0.2	3.0	3.0	-0.0
Bulk Shipping		404.8	477.1	72.3	17.9 %	12.9	22.1	9.1	8.7	24.9	16.1
Others	Cruises	17.9	24.0	6.0	33.6 %	(1.0)	1.2	2.3	(1.1)	1.1	2.3
	Real Estate	5.1	4.9	-0.1	-2.6 %	1.8	1.6	-0.2	2.0	1.9	-0.1
	Other	84.8	93.4	8.6	10.2 %	(0.3)	(0.6)	-0.3	0.1	0.2	0.1

(Remarks) From the first quarter of the current fiscal year, the business segments used in the reporting of financial results have changed.

Above comparisons and analysis of consolidated results are based on the new segmentation. For more information on changes of reportable segment, please refer to page 13.

Liner Trade

In the container shipping division, while global cargo movement increased, freight rates declined due to an oversupply caused by the delivery of large amounts of newbuilt tonnage and assignment of ultra large ships on Asia-Europe routes, which caused cascading down of larger vessels from Asia-Europe to other routes. Although there were several attempts to restore rates over the summer mainly on Asia-Europe routes, a substantial rate restoration failed to materialize. On East-West routes, rationalization measures were implemented mainly through the G6 Alliance, while major service reorganization was carried out on Intra-Asia routes to better serve customer needs. Measures were taken to reduce vessel operating expense and ship costs through the return of uneconomical vessels and the introduction of newly built ultra large container ships with high fuel efficiency. Efforts were also made to reduce fuel consumption by raising the efficiency of vessel navigation through the use of onboard broadband communications to optimize route selection using real-time meteorological and sea condition data.

In the terminal division, domestic and overseas container terminals' total handling volume increased compared with the same period of the previous fiscal year.

As a result, although the segment's revenues increased slightly year on year, the segment posted a recurring loss for the period.

Air Cargo Transportation

Nippon Cargo Airlines Co., Ltd. (NCA) reported a loss for the period due to the significant impact of declining freight rates stemming from a protracted slump in Japan-originated airfreight demand. This outweighed the launch of a new charter business and other flexible aircraft operations, as well as continued cost-reduction measures.

Logistics

In air freight forwarding business, despite lower handling volume, particularly for Japan-originated freight, profitability improved thanks to business reform measures implemented in Japan. In ocean freight forwarding business, handling volume rose year on year due to sales expansion, which led to an improvement in purchasing conditions. In logistics business, the U.S. was stable but failed to meet target, and Europe was impacted by the region's economic slump, however South Asia performed better. As a result of the above, the logistics segment as a whole posted a year-on-year increase in revenues and profit on a par with the same period of the previous fiscal year.

Bulk Shipping

Car Carrier Division

Finished automobile shipments increased steadily year on year, driven primarily by robust car sales in North America. Two new vessels entered service to bolster the fleet during the period, while slow-steaming and efficient vessel operation were among the thorough cost-reduction measures taken.

Dry Bulk Carrier Division

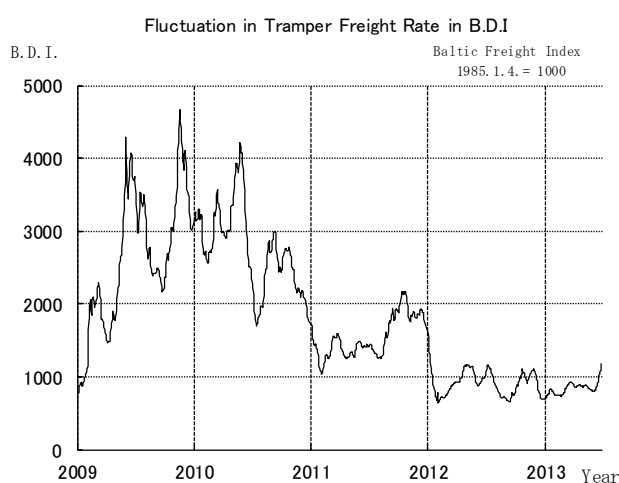
The dry bulk industry continued to struggle with harsh conditions during the period, as reflected in the financial difficulties experienced by a couple of overseas shipping companies. Chinese imports of iron ore

and coal increased year on year, while carriers enhanced intensive slow-steaming of vessels to minimize supply and demand gap, dry bulk market improved for all types of vessels, particularly Capesize vessels, and for all routes.

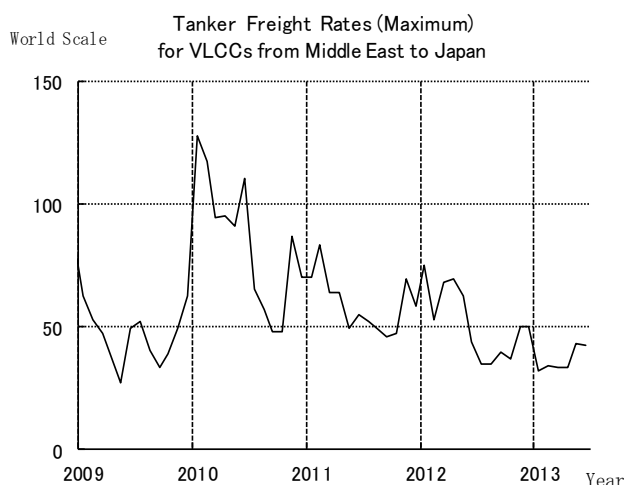
Tanker Division

The supply-demand balance for VLCC (Very Large Crude (oil) Carrier) deteriorated and tanker markets declined during the period due to a global decline in crude oil demand caused mainly by a higher rate of energy self-sufficiency in the U.S. amid the shale gas revolution and the continued delivery of newbuilt tonnage. In this environment, the NYK Group strove to reduce the number of VLCC vessels without long-term contracts and tried to establish a structure resistant to market volatility. The LNG carrier business performed well as a result of robust demand and a healthy supply-demand balance. In the offshore business, one drill ship and NYK Group's first floating production, storage and offloading (FPSO) vessel in waters off Brazil performed well.

As a result of the above, the bulk shipping segment posted substantially higher profit on higher revenues compared with the same period of the previous fiscal year.



Period: January 2009 – September 2013



Period: January 2009 – September 2013

Cruises

In the North American market, Crystal Cruises posted a large year-on-year increase in revenues due to robust sales, particularly for Mediterranean cruises. In the Japanese market, Asuka Cruises sales were generally firm as a result of strong demand for mainstay summer cruises. Overall, the cruises segment posted a profit on sharply higher revenues compared with the same period of the previous fiscal year.

Real Estate and Other Business Services

Real estate revenues and profits declined slightly year on year due to lower office building rents. In other business services, the trading business posted higher sales of vessel fuel oil due to yen depreciation, while profitability deteriorated due to intensified competition. However, as a result of efforts taken to reduce costs, the other business segment as a whole reported higher revenues and recurring profit compared with same period of the previous fiscal year.

(2) Explanation about Financial Position

1) Assets, Liabilities, and Equity

Consolidated assets totaled ¥2,546.1 billion at the end of the second quarter of the current fiscal year (September 30, 2013), an increase of ¥116.0 billion compared with the end of the previous fiscal year (March 31, 2013). Consolidated liabilities totaled ¥1,787.9 billion, a ¥55.7 billion increase from the end of the previous fiscal year due mainly to the use of corporate bonds for funding amid an advantageous market. In consolidated equity, retained earnings increased ¥17.4 billion from the end of the previous fiscal year. Shareholders' equity—the aggregate of shareholders' capital of ¥716.9 billion and accumulated other comprehensive income—amounted to ¥707.1 billion, and adding minority interests of ¥51.0 billion, the consolidated equity amounted to ¥758.2 billion. As a result, the debt-equity ratio came to 1.86.

2) Cash Flows

Net cash provided by operating activities in the six months ended September 30, 2013 was ¥52.2 billion, reflecting income before income taxes and minority interests of ¥32.0 billion, non-cash depreciation and amortization of ¥52.5 billion, which was partially offset by ¥9.3 billion in interest expenses paid and other

factors. Investing activities used net cash of ¥8.0 billion, primarily reflecting purchase and sales of noncurrent assets, mainly vessels. Net cash used in financing activities was ¥2.3 billion. As a result, the balance of cash and cash equivalents stood at ¥342.3 billion at September 30, 2013, an increase of ¥43.9 billion compared with the beginning of the fiscal year (April 1, 2013), after taking into account the effect of exchange rate fluctuations.

Trends in cash flow indicators

	March 31, 2011	March 31, 2012	March 31, 2013	September 30, 2012	September 30, 2013
Shareholders' equity ratio (%)	32.2	27.3	26.8	25.3	27.8
Shareholders' equity ratio at market price (%)	25.9	20.8	17.0	10.9	20.7
Cash flows vs ratio of interest bearing debt (years)	5.6	35.8	13.8	-	-
Interest coverage ratio	10.1	1.8	5.4	5.0	5.6

Shareholders' equity ratio: shareholders' equity/total assets

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

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

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

Notes:

- All indices are calculated using consolidated figures.
- 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.
- 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) Explanation about Consolidated Earnings Outlook and Other Forecasts

1) Earnings Outlook

For the full fiscal year ending March 31, 2014, NYK Line forecasts consolidated revenues of ¥2,191.0 billion, operating income of ¥42.0 billion, recurring profit of ¥50.0 billion, and net income of ¥30.0 billion. With regard to the container shipping business, the supply-demand imbalance is expected to worsen during the slack winter season. Under these conditions, efforts will be made to restore rates by reducing vessel numbers on East-West routes, while slow-steaming and meticulous cost-cutting measures will be continued. Despite these measures, profitability is expected to remain severe. In the dry bulk shipping business, although market rates have shown a slight improvement, the market remains unpredictable, and thorough efforts are being taken to reduce fuel consumption through slow-steaming and raise profitability. The car carrier division and LNG carrier business are expected to remain stable in the second half of the fiscal year. The air cargo transportation business, meanwhile, is expected to face a persistently tough environment due to the slow recovery in Japan-originated freight.

(In billion yen)

		Previous forecast on July 31, 2013	Revisions	Change	Percentage change
Fiscal Year ending March 31, 2014	Revenues	2,138.5	2,191.0	52.5	2.5%
	Operating income	46.5	42.0	-4.5	-9.7%
	Recurring profit	50.0	50.0	0.0	0.0%
	Net income	30.0	30.0	0.0	0.0%

Assumption for above forecasts:

Foreign exchange rate: (Third and Fourth quarter) ¥97/US\$, (Full year) ¥97.52/US\$

Bunker oil price: (Third and Fourth quarter) US\$630/MT, (Full year) US\$629.33/MT

2) Dividends Forecasts

NYK Line regards returning profits to shareholders to be one of its top management priorities. For the fiscal year ending March 31, 2014, NYK Line plans to pay ¥2 per share for both interim and year-end dividends, totaling ¥4 per share for the full year, consistent with previous forecasts.

2. Information about Summary (Notes)

Changes in Accounting Policy, Changes in Accounting Estimates, and Restatements

(Changes in accounting policy in accordance with changes in accounting standard)

From the first quarter of the current fiscal year, some NYK Group affiliated companies have begun applying the newly-revised International Accounting Standard No.19 for Employee Benefits (revised June 16, 2011), in conjunction with plans to have the new standard generally applied on or after January 1, 2013. With this change in accounting policy, the consolidated financial statements for the second quarter of the previous fiscal year and for the full year ended March 31, 2013 shown herein reflect the retroactive application of the standard.

The retroactive application has a negligible impact on figures for the second quarter of the previous fiscal year and for the fiscal year ended March 31, 2013.

3. Consolidated Financial Statements

(1) Consolidated Balance Sheets

(In million yen)

	As of	As of
	March 31, 2013	September 30, 2013
	Amount	Amount
Assets		
Current assets		
Cash and deposits	176,939	166,287
Notes and operating accounts receivable-trade	222,532	235,258
Short-term investment securities	127,042	180,047
Inventories	64,603	66,790
Deferred and prepaid expenses	60,353	69,909
Deferred tax assets	4,872	4,924
Other	81,140	106,726
Allowance for doubtful accounts	(2,437)	(2,414)
Total current assets	735,047	827,529
Noncurrent assets		
Vessels, property, plant and equipment		
Vessels, net	900,342	922,333
Buildings and structures, net	73,926	76,222
Aircraft, net	22,651	21,994
Machinery, equipment and vehicles, net	33,119	34,794
Equipment, net	6,203	5,795
Land	64,391	64,328
Construction in progress	180,138	134,845
Other, net	5,652	6,064
Net vessels, property, plant and equipment	1,286,426	1,266,378
Intangible assets		
Leasehold right	3,958	4,289
Software	7,649	7,546
Goodwill	23,173	23,552
Other	4,226	4,138
Total intangible assets	39,008	39,526
Investments and other assets		
Investment securities	251,891	296,996
Long-term loans receivable	17,857	18,394
Deferred tax assets	6,613	7,454
Other	96,249	92,832
Allowance for doubtful accounts	(3,579)	(3,694)
Total investments and other assets	369,033	411,984
Total noncurrent assets	1,694,468	1,717,890
Deferred assets	622	747
Total assets	2,430,138	2,546,166

(In million yen)

	As of March 31, 2013 Amount	As of September 30, 2013 Amount
Liabilities		
Current liabilities		
Notes and operating accounts payable-trade	180,680	194,621
Current portion of bonds	-	50,000
Short-term loans payable	127,013	129,817
Income taxes payable	5,469	6,867
Deferred tax liabilities	6,578	7,464
Advances received	53,515	58,448
Provision for bonuses	7,105	7,528
Provision for directors' bonuses	314	270
Provision for losses related to antitrust law	1,632	194
Other	71,892	70,854
Total current liabilities	454,201	526,067
Noncurrent liabilities		
Bonds payable	245,445	235,445
Long-term loans payable	911,920	884,482
Deferred tax liabilities	33,657	39,124
Provision for retirement benefits	16,189	16,394
Provision for directors' retirement benefits	1,983	1,649
Provision for periodic dry docking of vessels	16,707	16,641
Other	52,053	68,119
Total noncurrent liabilities	1,277,957	1,261,856
Total liabilities	1,732,158	1,787,923
Equity		
Shareholders' capital		
Common stock	144,319	144,319
Capital surplus	155,619	155,618
Retained earnings	401,561	419,059
Treasury stock	(1,998)	(2,009)
Total shareholders' capital	699,502	716,988
Accumulated other comprehensive income (loss)		
Unrealized gain (loss) on available-for-sale securities	30,050	41,847
Deferred gain (loss) on hedges	(34,705)	(24,533)
Foreign currency translation adjustments	(43,423)	(26,152)
Pension liability adjustment of foreign subsidiaries and affiliates	(933)	(981)
Total accumulated other comprehensive income (loss)	(49,011)	(9,821)
Minority interests	47,488	51,075
Total equity	697,979	758,242
Total liabilities and equity	2,430,138	2,546,166

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

(In million yen)

	Six months ended	Six months ended
	September 30, 2012	September 30, 2013
	Amount	Amount
Revenues	944,036	1,089,127
Cost and expenses	840,755	970,014
Gross profit	103,281	119,112
Selling, general and administrative expenses	85,402	99,140
Operating income	17,879	19,972
Non-operating income		
Interest income	902	1,204
Dividend income	2,405	2,169
Foreign exchange gains	-	1,742
Equity in earning of unconsolidated subsidiaries and affiliates	2,597	7,382
Other	3,907	4,316
Total non-operating income	9,813	16,814
Non-operating expenses		
Interest expenses	8,563	9,469
Foreign exchange losses	4,543	-
Other	1,502	1,685
Total non-operating expenses	14,609	11,155
Recurring profit	13,083	25,631
Extraordinary income		
Gain on sales of noncurrent assets	4,847	4,675
Gain on sales of investment securities	-	3,776
Other	675	971
Total extraordinary income	5,522	9,423
Extraordinary loss		
Loss on sales of noncurrent assets	656	746
Impairment loss	-	1,665
Loss on valuation of investment securities	10,438	-
Other	809	626
Total extraordinary loss	11,904	3,038
Income before income taxes and minority interests	6,701	32,016
Income taxes	9,406	9,534
Income (loss) before minority interests	(2,705)	22,482
Minority interests in net income	1,444	1,976
Net income (loss)	(4,149)	20,506

(Consolidated Statements of Comprehensive Income)

(In million yen)

	Six months ended September 30, 2012	Six months ended September 30, 2013
	Amount	Amount
Income (loss) before minority interests	(2,705)	22,482
Other comprehensive income (loss)		
Unrealized gain (loss) on available-for-sale securities	(7,874)	11,671
Deferred gain (loss) on hedges	(1,892)	6,832
Foreign currency translation adjustments	(11,720)	9,916
Pension liability adjustment of foreign subsidiaries and affiliates	28	(68)
Share of other comprehensive income of associates accounted for using equity method	5	11,881
Gain or loss on change in equity	(282)	-
Total other comprehensive income (loss)	(21,735)	40,233
Comprehensive income (loss)	(24,440)	62,715
(Breakdown)		
Comprehensive income (loss) attributable to owners of the parent	(24,845)	59,971
Comprehensive income attributable to minority interests	404	2,744

(3) Consolidated Statements of Cash Flows

(In million yen)

	Six months ended September 30, 2012	Six months ended September 30, 2013
	Amount	Amount
Net cash provided by (used in) operating activities:		
Income before income taxes and minority interests	6,701	32,016
Depreciation and amortization	46,611	52,599
Impairment loss	-	1,665
Loss (gain) on sales and retirement of vessels, property, plant and equipment and intangible assets	(4,101)	(3,781)
Loss (gain) on sales of short-term and long-term investment securities	10	(3,773)
Loss (gain) on valuation of short-term and long-term investment securities	10,511	-
Equity in (earnings) losses of unconsolidated subsidiaries and affiliates	(2,597)	(7,382)
Interest and dividends income	(3,308)	(3,373)
Interest expenses	8,563	9,469
Foreign exchange losses (gains)	(963)	(702)
Decrease (increase) in notes and accounts receivable-trade	(3,082)	(6,520)
Decrease (increase) in inventories	2,990	(1,867)
Increase (decrease) in notes and accounts payable-trade	(169)	9,135
Other, net	(9,995)	(15,081)
Subtotal	51,171	62,404
Interest and dividends income received	4,726	6,927
Interest expenses paid	(8,406)	(9,323)
Income taxes (paid) refund	(5,868)	(7,738)
Net cash provided by (used in) operating activities	41,623	52,270
Net cash provided by (used in) investing activities:		
Purchase of short-term investment securities	(33)	(93)
Proceeds from sales of short-term investment securities	261	90
Purchase of vessels, property, plant and equipment and intangible assets	(168,230)	(99,969)
Proceeds from sales of vessels, property, plant and equipment and intangible assets	74,706	93,157
Purchase of investment securities	(7,998)	(14,534)
Proceeds from sales of investment securities	363	9,882
Payments of loans receivable	(548)	(4,972)
Collections of loans receivable	1,033	6,573
Other, net	(2,074)	1,767
Net cash provided by (used in) investing activities	(102,520)	(8,099)

(In million yen)

	Six months ended September 30, 2012	Six months ended September 30, 2013
	Amount	Amount
Net cash provided by (used in) financing activities:		
Net increase (decrease) in short-term loans payable	2,331	(3,994)
Proceeds from long-term loans payable	130,792	24,649
Repayment of long-term loans payable	(46,036)	(57,864)
Proceeds from issuance of bonds	39,797	39,812
Redemption of bonds	(30,000)	-
Purchase of treasury stock	(7)	(15)
Proceeds from sales of treasury stock	1	2
Cash dividends paid to shareholders	(3,392)	(3,392)
Cash dividends paid to minority shareholders	(692)	(667)
Other, net	(629)	(861)
Net cash provided by (used in) financing activities	92,164	(2,332)
Effect of exchange rate change on cash and cash equivalents	(582)	2,106
Net increase (decrease) in cash and cash equivalents	30,685	43,946
Cash and cash equivalents at beginning of period	151,336	298,429
Increase (decrease) in cash and cash equivalents resulting from change of scope of consolidation	(162)	314
Increase (decrease) in cash and cash equivalents resulting from merger of subsidiaries	92	-
Increase (decrease) in beginning balance of cash and cash equivalents resulting from change in fiscal period of consolidated subsidiaries	-	(312)
Cash and cash equivalents at end of period	181,952	342,377

(4) Notes Regarding Consolidated Financial Statements

(Notes Regarding Going Concern Assumption)

The first six months of the fiscal year ending March 31, 2014 (April 1, 2013 - September 30, 2013)

Not applicable

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

The first six months of the fiscal year ending March 31, 2014 (April 1, 2013 - September 30, 2013)

Not applicable

(Segment Information and Others)

[Segment Information]

I Six months ended September 30, 2012 (April 1, 2012 - September 30, 2012)

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	Air Cargo Transportation	Logistics		Cruises	Real Estate	Other			
Revenues										
(1) Revenues from customer	268,015	36,078	177,401	404,387	17,997	4,353	35,802	944,036	-	944,036
(2) Inter-segment revenues	7,805	3,377	1,479	433	-	769	49,023	62,889	(62,889)	-
Total	275,821	39,456	178,881	404,820	17,997	5,122	84,826	1,006,926	(62,889)	944,036
Segment income (loss)	2,605	(2,410)	3,065	8,786	(1,171)	2,073	127	13,077	5	13,083

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

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

II Six months ended September 30, 2013 (April 1, 2013 - September 30, 2013)

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	Air Cargo Transportation	Logistics		Cruises	Real Estate	Other			
Revenues										
(1) Revenues from customer	296,364	38,971	210,083	476,756	24,051	4,316	38,582	1,089,127	-	1,089,127
(2) Inter-segment revenues	7,987	3,042	1,704	398	-	670	54,886	68,690	(68,690)	-
Total	304,351	42,013	211,788	477,155	24,051	4,987	93,469	1,157,817	(68,690)	1,089,127
Segment income (loss)	(877)	(4,814)	3,039	24,912	1,156	1,929	279	25,626	5	25,631

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

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

2. Notes regarding changes of reportable segment

In accordance with review of management policy and organization system of NYK Group, from the first quarter of the current fiscal year, "Terminal and Harbor Transport" segment is included in "Liner Trade" segment, and also some consolidated subsidiaries have changed its reportable segment from "Liner Trade" to "Bulk Shipping". Above segment information of six months ended September 30, 2012 is restated figures reflecting these changes of reportable segment.

4. Other Information
(1) Quarterly Operating Results

Year ending March 31, 2014

(In million yen)

	Apr 1, 2013– Jun 30, 2013	Jul 1, 2013– Sep 30, 2013	Oct 1, 2013– Dec 31, 2013	Jan 1, 2014– Mar 31, 2014
	1Q	2Q	3Q	4Q
Revenues	528,470	560,657		
Operating income	6,751	13,220		
Recurring profit	11,465	14,166		
Net income for the quarter	8,567	11,939		
Net income per share for the quarter	¥5.05	¥7.04		
Net income per share for the quarter-fully diluted	-	¥7.04		
Total assets	2,484,904	2,546,166		
Equity	730,864	758,242		
Equity per share	¥401.47	¥416.92		

Year ended March 31, 2013

(In million yen)

	Apr 1, 2012– Jun 30, 2012	Jul 1, 2012– Sep 30, 2012	Oct 1, 2012– Dec 31, 2012	Jan 1, 2013– Mar 31, 2013
	1Q	2Q	3Q	4Q
Revenues	477,597	466,439	462,415	490,649
Operating income	6,872	11,007	(2,119)	1,674
Recurring profit	4,824	8,258	2,236	2,416
Net income for the quarter	(1,330)	(2,818)	7,322	15,723
Net income per share for the quarter	(¥0.78)	(¥1.66)	¥4.32	¥9.27
Net income per share for the quarter-fully diluted	-	-	-	-
Total assets	2,116,078	2,154,255	2,277,335	2,430,138
Equity	587,595	587,605	632,409	697,979
Equity per share	¥321.33	¥321.40	¥346.39	¥383.50

- Notes: 1. Above operating results are based on the results for the first quarter and the cumulative results for the 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 and second period in the fiscal year ended March 31, 2013 are not shown in above table, because there are no residual shares having possibilities of diluting stock value and net income per share was negative.
3. Net income per share-fully diluted for third and fourth quarter period in the fiscal year ended March 31, 2013, and first quarter period in the fiscal year ending March 31, 2014 are not shown in above table, because there are no residual shares having possibilities of diluting stock value.

(2) Foreign Exchange Rate Information

	Six months ended September 30, 2012	Six months ended September 30, 2013	Change	Year ended March 31, 2013
Average exchange rate during the period	¥79.73/US\$	¥98.03/US\$	Yen down ¥18.30/US\$	¥82.33/US\$
Exchange rate at the end of the period	¥77.60/US\$	¥97.75/US\$	Yen down ¥20.15/US\$	¥94.05/US\$

(3) Bunker Oil Prices Information

	Six months ended September 30, 2012	Six months ended September 30, 2013	Change	Year ended March 31, 2013
Average bunker oil prices	US\$688.70/MT	US\$628.66/MT	Price down US\$60.04/MT	US\$673.27/MT

(4) Balance of Interest-Bearing Debt

(In million yen)

	As of March 31, 2013	As of September 30, 2013	Change	As of September 30, 2012
Loans	1,038,933	1,014,299	(24,633)	886,633
Corporate bonds	245,445	285,445	40,000	260,445
Leases	7,812	15,989	8,176	7,478
Total	1,292,191	1,315,733	23,542	1,154,557