

Mitsui Engineering & Shipbuilding Co., Ltd. and its Consolidated Subsidiaries

CONSOLIDATED FINANCIAL RESULTS FOR FY2004

For the years ended March 31, 2005 and 2004

(Millions of yen)

	FY2004	FY2003	Change (%)
Orders Received	636,173	593,096	7.3
Net Sales	516,483	476,196	8.5
Operating Income (Loss)	15,951	18,475	(13.7)
Ordinary Income (Loss)	14,034	14,042	(0.1)
Net Income (Loss)	5,267	7,875	(33.1)
Net Income (Loss) per Share (Yen)	6.34	9.48	-
Total Assets	638,459	606,378	5.3
Shareholders' Equity	124,596	124,289	0.2
Shareholders' Equity to Total Assets	19.5 %	20.5 %	-
Operating Cash Flow	34,284	34,124	0.6
Investing Cash Flow(Loss)	(22,735)	(7,625)	-
Financing Cash Flow(Loss)	(1,012)	(15,734)	-

Note: This consolidated financials results has been prepared in accordance with Japanese accounting standards and Japanese law.

Orders Received by Industry Segment

(Millions of yen)

	FY2004	FY2003	Difference
Ships	245,649 (38.6%)	278,000 (46.9%)	(32,351)
Steel structures/construction	52,779 (8.3%)	28,848 (4.9%)	(23,931)
Machinery	224,369 (35.3%)	187,025 (31.5%)	37,344
Plants	59,427 (9.3%)	65,216 (11.0%)	(5,789)
Others	53,946 (8.5%)	34,006 (5.7%)	19,940
Total	636,173 (100%)	593,096 (100%)	43,077

Sales by Industry Segment

(Millions of yen)

	FY2004	FY2003	Difference
Ships	166,400 (32.2%)	197,561 (41.5%)	(31,161)
Steel structures/construction	55,294 (10.7%)	40,586 (8.5%)	14,708
Machinery	198,363 (38.4%)	156,451 (32.9%)	41,912
Plants	58,930 (11.4%)	48,636 (10.2%)	10,294
Others	37,495 (7.3%)	32,960 (6.9%)	(909)
Total	516,483 (100%)	476,196 (100%)	40,287

Operating Income (Loss) by Industry Segment

(Millions of yen)

	FY2004	FY2002	Difference
Ships	4,010	11,344	(7,334)
Steel structures/construction	(76)	779	(855)
Machinery	7,597	5,338	2,259
Plants	2,674	(493)	3,167
Others	1,747	1,504	(243)
Total	15,954	18,473	(2,519)

Forecast of Financial Results for FY2005

(Millions of yen)

	Net Sales	Ordinary Income	Net Income
Year ending March 31, 2005	540,000	13,000	5,500

Reference: Estimated assuming USD 1=JPY 105 as currency exchange rate