

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

INTERIM FINANCIAL RESULTS FOR FY2004**April 2004 to September 2004**

(Millions of yen)

	2004/04 ~ 09	2003/04 ~ 09	Change (%)
Orders Received	250,781	253,632	(1.1)
Net Sales	234,815	199,638	17.6
Operating Income (Loss)	1,932	5,233	(63.1)
Ordinary Income (Loss)	1,126	2,312	(51.3)
Net Income (Loss)	10	2,507	(99.6)
Net Income (Loss) per Share (Yen)	0.01	3.02	-
Total Assets	630,031	606,951	3.8
Shareholders' Equity	122,297	115,499	5.9
Shareholders' Equity to Total Assets	19.4 %	19.0 %	-
Operating Cash Flow	13,088	25,395	(48.5)
Investing Cash Flow	(15,132)	(11,140)	-
Financing Cash Flow	660	(5,189)	-

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)

	2004/04 ~ 09	2003/04 ~ 09	Difference
Ships	95,613 (38.1%)	112,864 (44.5%)	(17,251)
Steel structures/construction	13,429 (5.4%)	8,943 (3.5%)	4,486
Machinery	93,865 (37.4%)	98,216 (38.7%)	(4,351)
Plants	31,050 (12.4%)	19,477 (7.7%)	11,573
Others	16,822 (6.7%)	14,130 (5.6%)	2,692
Total	250,781 (100%)	253,632 (100%)	(2,851)

Sales by Industry Segment

(Millions of yen)

	2004/04 ~ 09	2003/04 ~ 09	Difference
Ships	99,256 (42.3%)	94,922 (47.5%)	4,334
Steel structures/construction	13,316 (5.7%)	9,815 (4.9%)	3,501
Machinery	91,406 (38.9%)	67,825 (34.0%)	23,581
Plants	15,514 (6.6%)	16,085 (8.1%)	(571)
Others	15,320 (6.5%)	10,991 (5.5%)	4,329
Total	234,815 (100%)	199,638 (100%)	35,177

Operating Income (Loss) by Industry Segment

(Millions of yen)

	2004/04 ~ 09	2003/04 ~ 09	Difference
Ships	554	6,036	(5,482)
Steel structures/construction	(1,709)	(1,212)	(497)
Machinery	2,942	718	2,224
Plants	(1,054)	(957)	(97)
Others	1,199	648	551
Total	1,932	5,233	(3,301)

Forecast of Financial Results for FY2004

(Millions of yen)

	Net Sales	Ordinary Income	Net Income
Year ending March 31, 2005	520,000	15,000	6,000

Reference: Estimated assuming USD 1=JPY 110 as currency exchange rate