

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

CONSOLIDATED FINANCIAL RESULTS FOR FY2006
For the years ended March 31, 2007 and 2006

(Millions of yen)

	FY2005	FY2004	Change (%)
Orders Received	816,245	838,259	(2.6)
Net Sales	622,800	568,484	9.6
Operating Income (Loss)	20,712	9,836	110.6
Ordinary Income (Loss)	18,614	12,566	48.1
Net Income (Loss)	19,416	5,671	242.4
Net Income (Loss) per Share (Yen)	23.40	6.83	-
Total Assets	703,436	706,310	(0.4)
Net Assets	165,824	120,821	37.3
Shareholders' Equity to Total Assets	20.2 %	17.1 %	-
Operating Cash Flow	67,873	37,454	81.2
Investing Cash Flow(Loss)	(26,986)	(19,574)	-
Financing Cash Flow(Loss)	(26,574)	(3,095)	-

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)

	FY2006	FY2005	Difference
Ships	432,565 (53.0%)	376,924 (45.0%)	55,641
Steel structures/construction	42,832 (5.2%)	50,454 (6.0%)	(7,622)
Machinery	231,507 (28.4%)	224,098 (26.7%)	(7,409)
Plants	80,600 (9.9%)	150,580 (18.0%)	(69,980)
Others	28,740 (3.5%)	36,201 (4.3%)	(7,461)
Total	816,245 (100%)	838,259 (100%)	(22,014)

Sales by Industry Segment

(Millions of yen)

	FY2006	FY2005	Difference
Ships	254,200 (40.8%)	189,975 (33.4%)	64,225
Steel structures/construction	58,913 (9.5%)	53,700 (9.4%)	(5,213)
Machinery	199,056 (32.0%)	220,577 (38.8%)	(21,521)
Plants	80,433 (12.9%)	61,220 (10.8%)	19,213
Others	30,196 (4.8%)	43,011 (7.6%)	(12,814)
Total	622,800 (100%)	568,484 (100%)	54,316

Operating Income (Loss) by Industry Segment

(Millions of yen)

	FY2006	FY2005	Difference
Ships	2,985	(2,663)	5,648
Steel structures/construction	314	2,036	(1,722)
Machinery	14,245	8,027	6,218
Plants	1,579	1,100	479
Others	1,581	1,341	240
Total	20,705	9,836	10,864

Forecast of Financial Results for FY2007

(Millions of yen)

	Net Sales	Ordinary Income	Net Income
Year ending March 31, 2005	610,000	26,000	12,000

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