

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

CONSOLIDATED FINANCIAL RESULTS FOR FY2007
For the years ended March 31, 2008 and 2007

(Millions of yen)

	FY2007	FY2006	Change (%)
Orders Received	805,406	816,245	(1.3)
Net Sales	659,215	622,800	5.8
Operating Income (Loss)	36,118	20,712	74.4
Ordinary Income (Loss)	32,232	18,614	73.2
Net Income (Loss)	165,60	19,416	(14.7)
Net Income (Loss) per Share (Yen)	19.98	23.40	-
Total Assets	711,545	703,436	1.2
Net Assets	175,642	165,824	5.9
Shareholders' Equity to Total Assets	21.3 %	20.2 %	-
Operating Cash Flow	48,338	67,873	81.2
Investing Cash Flow(Loss)	(18,040)	(26,986)	-
Financing Cash Flow(Loss)	(36,960)	(26,574)	-

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)

	FY2007	FY2006	Difference
Ships	378,870 (47.0%)	432,565 (53.0%)	(53,695)
Steel structures/construction	64,430 (8.0%)	42,832 (5.2%)	21,598
Machinery	238,951 (29.7%)	231,507 (28.4%)	7,444
Plants	100,062 (12.4%)	80,600 (9.9%)	19,462
Others	23,092 (2.9%)	28,740 (3.5%)	(5,648)
Total	805,406 (100%)	816,245 (100%)	(10,839)

Sales by Industry Segment

(Millions of yen)

	FY2007	FY2006	Difference
Ships	302,337 (45.9%)	254,200 (40.8%)	48,137
Steel structures/construction	53,787 (9.5%)	58,913 (9.5%)	(5,126)
Machinery	179,400 (27.2%)	199,056 (32.0%)	(19,656)
Plants	101,409 (15.4%)	80,433 (12.9%)	20,976
Others	22,279 (3.4%)	30,196 (4.8%)	(7,917)
Total	659,215 (100%)	622,800 (100%)	36,414

Operating Income (Loss) by Industry Segment

(Millions of yen)

	FY2007	FY2006	Difference
Ships	13,728	2,985	10,743
Steel structures/construction	1,562	314	1,248
Machinery	23,353	14,245	9,108
Plants	(5,820)	1,579	(7,399)
Others	3,294	1,581	1,713
Total	36,117	20,705	15,412

Forecast of Financial Results for FY2008

(Millions of yen)

	Net Sales	Ordinary Income	Net Income
Year ending March 31, 2005	710,000	32,000	16,000

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