

Earnings Report for the Fiscal Year Ended March 31, 2007 (Summary)

May 9, 2007

Company Name: YUSEN AIR & SEA SERVICE CO., LTD.
 Stock Exchange Listing: Tokyo Stock Exchange First Section
 Code Number: 9370

Representative	Title	Representative Director and President	
	Name	Shunichi Yano	
Inquiries	Title	General Manager, Accounting Department	
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Date planned for the holding of the annual general meeting of shareholders: June 28, 2007

Date planned for the start of dividend payment: June 29, 2007

Date planned for the submission of securities report: June 28, 2007

(Figures are rounded to the nearest million yen)

1 . Consolidated Business Results and Financial Position for Fiscal 2006 (from April 1, 2006, to March 31, 2007)

(1) Changes in Consolidated Business Results

	Net sales		Operating Income		Ordinary Income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
The Year Ended March 31, 2007	182,617	(8.4)	10,438	(0.0)	11,478	(2.5)
The Year Ended March 31, 2006	168,454	(13.6)	10,435	(0.3)	11,193	(2.8)

	Net Income		Net income per Share	Fully Diluted Net Income per Share	Return on Equity	Ordinary Income to Total Assets	Operating Income to Net Sales
	Millions of yen	%	yen	yen	%	%	%
The Year Ended March 31, 2007	6,722	(4.1)	159.46	-	14.1	13.1	5.7
The Year Ended March 31, 2006	7,006	(3.1)	327.48	-	17.5	13.9	6.2

Note) Equity in earnings of affiliated companies

The Year Ended March 31, 2007: 39 million yen

The Year Ended March 31, 2006: 101 million yen

(2) Changes in Consolidated Financial Position

	Total Assets	Net Assets Worth	Shareholders' Equity Ratio	Net Assets Worth per Share
The Year Ended March 31, 2007	Millions of yen 89,567	Millions of yen 52,551	% 57.2	yen 1,213.90
The Year Ended March 31, 2006	85,613	44,138	51.6	2,090.18

Note) Shareholders' Equity

The Year Ended March 31, 2007: 51,191 million yen The Year Ended March 31, 2006: 44,138 million yen

(3) Consolidated Cash Flow

	Cash Flows from Operating Activities	Cash Flows from Investment Activities	Cash Flows from Financial Activities	Cash and Cash Equivalents at the end of the period
The Year Ended March 31, 2007	Millions of yen 9,048	Millions of yen 2,909	Millions of yen 4,681	Millions of yen 17,404
The Year Ended March 31, 2006	6,755	1,896	1,741	15,161

2 . Dividend Payments

	Dividends per share			Total amount of dividends (for the year) Millions of yen	Dividend propensity (Consolidated) %	Dividend on equity ratio (Consolidated) %
	Interim dividends yen	Year-end dividends yen	For the year yen			
The Year Ended March 31, 2006	10.00	20.00	30.00	632	9.2	1.6
The Year Ended March 31, 2007	7.50	7.50	15.00	633	9.4	1.3
Outlook for The Year Ended March 31, 2008	7.50	7.50	15.00	-	9.0	-

3 . Consolidated Outlook for Fiscal 2007 (from April 1, 2007 to March 31, 2008)

	Estimated Net Sales		Estimated Operating Income		Estimated Ordinary Income		Estimated Net Income		Estimated Net Income per Share yen
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	
Interim period	93,100	(7.4)	5,100	(4.1)	5,600	(3.0)	3,300	(1.5)	78.28
Full year	195,500	(7.1)	11,200	(7.3)	12,000	(4.5)	7,000	(4.1)	166.06

4. Other Information

(1) Changes in important subsidiaries during the term under review (changes in specified subsidiaries requiring a change in the scope of consolidation): No

(2) Changes in accounting principles and procedures or method of presentation, etc. for the preparation of consolidated financial statements (Items noted in the Changes in the Basis of Presenting Consolidated Financial Statements section)

Changes related to the revision of accounting standards, etc.: Yes

Changes other than the changes set out in above: No

(3) Total number of outstanding shares (common shares)

Number of outstanding shares at end of term (including treasury stocks)

Term ended March 2007: 42,220,800 shares Term ended March 2006: 21,110,400 shares

Number of treasury stocks at end of term

Term ended March 2007: 50,484 shares Term ended March 2006: 44,892 shares

【References】 Non-Consolidated Business Results and Financial Position for Fiscal 2006

(from April 1, 2006, to March 31, 2007)

1. Non-Consolidated Business Results and Financial Position for Fiscal 2005 (from April 1, 2005, to March 31, 2006)

(1) Changes in Non-consolidated Business Results

	Net Sales		Operating Income		Ordinary Income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
The Year Ended March 31, 2007	74,314	(4.8)	3,508	(17.6)	4,899	(3.1)
The Year Ended March 31, 2006	78,029	(1.4)	4,258	(20.7)	5,058	(12.2)

	Net Income		Net Income per Share	Fully Diluted Net Income per Share
	Millions of yen	%	yen	yen
The Year Ended March 31, 2007	2,665	(11.1)	63.21	-
The Year Ended March 31, 2006	2,998	(11.2)	139.36	-

(2) Changes in Non-consolidated Financial Position

	Total Assets	Net Assets Worth	Shareholder's Equity Ratio	Net Assets Worth per Share
	Millions of yen	Millions of yen	%	yen
The Year Ended March 31, 2007	49,545	26,819	54.1	635.97
The Year Ended March 31, 2006	53,011	24,862	46.9	1,177.26

Note) Shareholder's Equity

The Year Ended March 31, 2007: 26,819 million yen

The Year Ended March 31, 2006: 24,862 million yen

2. Non-Consolidated Outlook for Fiscal 2007 (from April 1, 2007, to March 31, 2008)

	Estimated Net Sales		Estimated Operating Income		Estimated Ordinary Income		Estimated Net Income		Estimated Net Income per Share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	yen
Interim period	37,700	(0.8)	1,700	(8.7)	2,000	(7.9)	1,200	(24.6)	28.47
Full year	77,000	(3.6)	3,800	(8.3)	5,000	(2.1)	2,900	(8.8)	68.80

The above projections are based on information available at the time of the release of this report and contain uncertainties. Actual results could differ materially from the projections due to changes in business conditions and other factors.

1. Consolidated Balance Sheets

Items	Fiscal 2005 (ended March 31, 2006)		Fiscal 2006 (ended March 31, 2007)		Changes from Fiscal 2005
	Amounts (millions of yen)		Amounts (millions of yen)		Changes (millions of yen)
		Ratio (%)		Ratio (%)	
Assets					
I Current Assets					
1 Cash and cash equivalents		15,164		17,778	2,614
2 Notes and accounts receivable, trade		36,209		37,134	925
3 Inventory assets		21		22	1
4 Deferred tax assets -current		829		825	-4
5 Other current assets		2,850		2,726	-124
Less: Allowance for doubtful accounts		-190		-185	5
Total current assets		54,883	64.1	58,300	3,417
II Fixed Assets					
1 Property, plant, and equipment					
(1) Buildings and structures	18,859		19,113		
Less: Accumulated depreciation	5,643	13,216	6,533	12,580	-636
(2) Machinery and equipment, and motor vehicles	986		1,136		
Less: Accumulated depreciation	659	327	740	396	69
(3) Furniture and fixtures	3,339		3,894		
Less: Accumulated depreciation	2,216	1,123	2,633	1,261	138
(4) Land		7,763		7,774	11
(5) Construction in progress		9		47	38
Total property, plant, and equipment		22,438	26.2	22,058	-380
2 Intangible fixed assets					
(1) Goodwill				40	40
(2) Other assets		1,163		1,167	4
Total intangible fixed assets		1,163	1.4	1,207	44
3 Investments and advances					
(1) Investments in securities		1,966		2,734	768
(2) Long-term loan receivables		201		658	457
(3) Deferred tax assets -non current		2,161		1,841	-320
(4) Other assets		3,148		3,096	-52
Less: Allowance for doubtful accounts		-347		-327	20
Total Investments and advances		7,129	8.3	8,002	873
Total fixed assets		30,730	35.9	31,267	537
Total Assets		85,613	100.0	89,567	3,954

Items	Fiscal 2005 (ended March 31, 2006)		Fiscal 2006 (ended March 31, 2007)		Changes from Fiscal 2005
	Amounts (millions of yen)	Ratio (%)	Amounts (millions of yen)	Ratio (%)	Changes (millions of yen)
Liabilities					
I Current Liabilities					
1 Notes and accounts payable, trade	18,370		19,267		897
2 Short-term bank loans	3,964		1,193		-2,771
3 Accrued income taxes	2,733		2,240		-493
4 Deferred tax liabilities -current	2		3		1
5 Accrued bonuses to employees	1,418		1,386		-32
6 Other current liabilities	4,756		5,086		330
Total current liabilities	31,243	36.4	29,175	32.5	-2,068
II Long-Term Liabilities					
1 Long-term debt	3,887		3,021		-866
2 Deferred tax liabilities –non current	374		115		-259
3 Accrued retirement benefits to employees	4,306		3,953		-353
4 Accrued retirement benefits to directors and statutory auditors	241		330		89
5 Negative goodwill			63		63
6 Excess of investment cost over underlying equity in net assets of consolidated subsidiaries	95				-95
7 Other long-term liabilities	243		359		116
Total long-term liabilities	9,146	10.7	7,841	8.8	-1,305
Total liabilities	40,389	47.1	37,016	41.3	-3,373
MINORITY INTEREST					
Minority interests in consolidated subsidiaries	1,086	1.3			-1,086
SHAREHOLDERS' EQUITY					
I Common stock	4,301	5.0			-4,301
II Additional paid-in capital	4,744	5.5			-4,744
III Retained earnings	34,409	40.2			-34,409
IV Unrealized gains on securities	232	0.3			-232
V Adjustments on foreign currency statement translation	570	0.7			-570
VI Treasury stock	-118	-0.1			118
Total shareholder' equity	44,138	51.6			-44,138
Total liabilities, minority interest and shareholder' equity	85,613	100.0			-85,613

Items	Fiscal 2005 (ended March 31, 2006)		Fiscal 2006 (ended March 31, 2007)		Changes from Fiscal 2005
	Amounts (millions of yen)		Amounts (millions of yen)		Changes (millions of yen)
		Ratio (%)		Ratio (%)	
NET ASSETS					
Shareholders' capital					
1 . Common stock			4,301	4.8	4,301
2 . Additional paid-in capital			4,811	5.4	4,811
3 . Retained earnings			40,125	44.8	40,125
4 . Treasury stock			-68	-0.1	-68
Total shareholders' capital			49,169	54.9	49,169
Valuation and translation adjustments					
1 . Unrealized gains on securities			206	0.2	206
2 . Adjustments on foreign currency statement translation			1,816	2.1	1,816
Total valuation and translation adjustments			2,022	2.3	2,022
Minority interests in consolidated subsidiaries			1,360	1.5	1,360
Total net assets			52,551	58.7	52,551
Total liabilities and net assets			89,567	100.0	89,567

2. Consolidated Statements of Income

Items	Fiscal 2005 (ended March 31, 2006)		Fiscal 2006 (ended March 31, 2007)		Changes from Fiscal 2005		
	Amounts (millions of yen)		Ratio (%)	Amounts (millions of yen)		Ratio (%)	Changes (millions of yen)
I Net Sales							
1 Air and sea cargo	163,395			177,178			
2 Travel	4,959			5,301			
3 Others	100	168,454	100.0	138	182,617	100.0	14,163
II Cost of Sales							
1 Air and sea cargo	126,625			137,477			
2 Travel	251			218			
3 Others	445	127,321	75.6	583	138,278	75.7	10,957
Gross profit on sales		41,133	24.4		44,339	24.3	3,206
III Selling, general and administrative expenses		30,698	18.2		33,901	18.6	3,203
Operating income		10,435	6.2		10,438	5.7	3
IV Non-operating income							
1 Interest income	153			341			
2 Dividend income	20			27			
3 Gains on foreign exchange	454			510			
4 Gains on sale of investments in securities	0			0			
5 Equity in earnings of unconsolidated subsidiaries and affiliates	101			39			
6 Negative goodwill amortization				47			
7 Other non-operating income	266	994	0.6	287	1,251	0.7	257
V Non-operating expenses							
1 Interest expenses	154			126			
2 Loss on disposal of fixed assets	31			40			
3 Other non-operating expenses	51	236	0.2	45	211	0.1	-25
Ordinary income		11,193	6.6		11,478	6.3	285
VI Extraordinary Income							
1 Gains on sale of fixed assets				50			
2 Reversal of allowance for doubtful accounts	14			20			
3 Gains on correction of profit and loss for previous term	3						
4 Gains on bad debt recovered	1	18	0.0		70	0.0	52
VII Extraordinary expenses							
1 Loss on disposal of fixed assets				5			
2 Loss on liquidation of investment Securities	3						
3 Loss on valuation of golf club membership	11						
4 Loss on correction of profit and loss for previous term		14	0.0	29	34	0.0	20
Net income before income taxes		11,197	6.6		11,514	6.3	317
Income taxes - Current	4,060			4,217			
Income taxes - Deferred	-159	3,901	2.3	188	4,405	2.4	504
Minority Interest in net income of consolidated subsidiaries		290	0.1		387	0.2	97
Net income		7,006	4.2		6,722	3.7	-284

3. Consolidated Statement of Retained Earnings and Summary Statement of change in shareholders' capital

Consolidated Statements of Retained Earnings

	Previous Year (from April 1, 2005 to March 31, 2006)	
Items	Amounts (millions of yen)	
Additional paid-in capital		
I Additional paid-in capital at the beginning of the period		4,744
II Additional paid-in capital at the end of the period		4,744
Retained Earnings		
I Retained earnings at the beginning of the period		28,202
II Increase in retained earnings during the period		
Net income for the period	7,006	7,006
III Decrease in retained earnings during the period		
1 Cash dividends	685	
2 Bonuses to directors and statutory auditors	113	
3 Decrease in retained earnings due to inclusion of additional subsidiaries in consolidation	1	799
IV Retained earnings at the end of the period		34,409

Consolidated Summary Statement of changes in shareholders' capital

For fiscal 2006 (from April 1, 2006 to March 31, 2007)

	Shareholders' capital					Valuation and translation adjustments			Minority interests (millions of yen)	Total net assets (millions of yen)
	Common stock (millions of yen)	Additional paid-in capital (millions of yen)	Retained earnings (millions of yen)	Treasury stock (millions of yen)	Total shareholders' capital (millions of yen)	Unrealized gain (loss) on securities (millions of yen)	Adjustments on foreign currency statement translation (millions of yen)	Total valuation and translation adjustments (millions of yen)		
Balance as at March 31, 2006	4,301	4,744	34,409	-118	43,336	232	570	802	1,086	45,224
Change for the period										
Cash dividends			-421		-421					
Bonuses to directors and statutory auditors			-108		-108					
Interim dividend			-316		-316					
Net income for the period			6,722		6,722					
Purchase of treasury stock				4	4					
Disposal of Treasury Stock		0		0	0					
Disposal of Treasury Stock by Simplified Stock Exchange		67		54	121					
Differences in calculations in the term under review following the application of local accounting standards to consolidated subsidiaries in foreign countries			-161		-161					

	Shareholders' capital					Valuation and translation adjustments			Minority interests (millions of yen)	Total net assets (millions of yen)
	Common stock (millions of yen)	Additional paid-in capital (millions of yen)	Retained earnings (millions of yen)	Treasury stock (millions of yen)	Total shareholders' capital (millions of yen)	Unrealized gain (loss) on securities (millions of yen)	Adjustments on foreign currency statement translation (millions of yen)	Total valuation and translation adjustments (millions of yen)		
Net change in items other than shareholders' capital for the period						-26	1,246	1,220	274	1,494
Total change for the period		67	5,716	50	5,833	-26	1,246	1,220	274	7,327
Balance as at March 31, 2007	4,301	4,811	40,125	-68	49,169	206	1,816	2,022	1,360	52,551

Note) These are the items in the appropriation of profit for the ordinary general meeting of shareholders held in June 2006.

4 . Consolidated Statements of Cash Flows

	Fiscal 2005 (ended Mach 31, 2006)	Fiscal 2006 (ended March31, 2007)
Items	Amount (millions of yen)	Amount (millions of yen)
I Cash Flow from Operating Activities		
Income before income taxes	11,197	11,514
Depreciation and amortization	1,889	1,905
Gains on sale of fixed assets	-	-50
Loss on disposal of fixed assets	31	45
Goodwill amortization	-	-40
Amortization of difference between investment costs and equity in net assets acquired of consolidated subsidiaries	-45	-
Equity in earnings of unconsolidated subsidiaries and affiliates	-101	-39
Decrease in accrued bonuses to employees	-35	-32
Decrease in accrued retirement benefits to employees	-61	-642
Increase / decrease in accrued retirement benefits to directors and statutory auditors	-58	89
Decrease in allowance for doubtful accounts	-125	-46
Interest and dividend income	-173	-368
Interest expenses	154	126
Gain on sale of investments in securities	-0	-0
Loss on liquidation of investments in securities	3	-
Loss on valuation of golf club memberships	11	-
Increase / decrease in trade notes and accounts receivable	-2,256	1,117
Increase / decrease in notes and accounts payable, trade	857	-486
Bonuses paid to directors and statutory auditors	-117	-112
Others	-690	603
Subtotal	10,481	13,584
Interest and dividend received	226	374
Interest paid	-162	-132
Income tax paid	-3,790	-4,778
Net cash provided by operating activities	6,755	9,048

	Fiscal 2005 (ended Mach 31, 2006)	Fiscal 2006 (ended March31, 2007)
Items	Amount (Millions of yen)	Amount (millions of yen)
II Cash Flows from Investing Activities		
Payments for time deposits	-	-371
Proceeds from repayment of time deposits	1	-
Lending of loans	-27	-488
Collection of loans	30	42
Purchase of property, plant and equipment	-1,891	-1,055
Proceeds from sale of property, plant and equipment	26	314
Purchase of investments in securities	-15	-928
Proceeds from sale of investments in securities	1	0
Proceeds from liquidation of investments in securities	3	-
Purchase of shares of consolidated subsidiaries	-	-406
Others	-24	-17
Net cash for investments	-1,896	-2,909
III Cash Flows from Financing Activities		
Short-term bank loans, net	-752	2
Borrowing of long-term debt	1,000	2
Repayment of long-term debt	-1,398	-3,688
Contribution from minority shareholders	55	4
Cash dividends paid	-683	-737
Cash dividends paid to minority shareholders	-13	-165
Others, net	50	-99
Net cash provided by financing activities	-1,741	-4,681
IV Effect of exchange rate changes on cash and cash equivalents	567	587
V Increase in cash and cash equivalents	3,685	2,045
VI Cash and cash equivalents at the beginning of the period	11,446	15,161
VII Adjustments of new consolidated subsidiaries on cash and cash equivalents	30	198
VIII Cash and cash equivalents at the end of the period	15,161	17,404

5 . Segment Information

【Industry Segments】

Fiscal 2005 (from April 1, 2005 to March 31, 2006)

	Air and sea cargo	Travel	Others	Total	Elimination or unallocatable amounts	Consolidated total
	(millions of yen)	(millions of yen)	(millions of yen)	(millions of yen)	(millions of yen)	(millions of yen)
Net sales and Operating income:						
Net sales						
(1) Net sales to outside customers	163,395	4,959	100	168,454	-	168,454
(2) Inter-segment sales/transfer	0	0	815	815	-815	-
Total sales	163,395	4,959	915	169,269	-815	168,454
Operating expenses	153,741	4,341	760	158,842	-823	158,019
Operating income (loss)	9,654	618	155	10,427	8	10,435
Assets, Depreciation expenses, and Capital expenditures						
Assets	73,450	6,095	4,991	84,536	1,077	85,613
Depreciation expenses	1,720	70	99	1,889	-	1,889
Capital expenditures	1,832	50	9	1,891	-	1,891

Notes:

- Business segments are determined according to the applicability of the business descriptions and characteristics.
- Breakdown of each segment
Air and sea cargo: Air transportation agency, Consolidation business, Customs agency
Travel: Travel agency, Airline agency
Other: Non-life insurance agency, Finance business, Real estate lease business, Temporary staffing business
- Joint costs in operating expenses are allocated to each segment.
- Among assets, total amounts of the Company's assets included in the elimination or unallocatable amounts reach 4,971 million yen, which mainly comprise surplus funds under management in the parent company (cash and time deposits, and investments in securities)

Fiscal 2006 (from April 1, 2006 to March 31, 2007)

	Air and sea cargo	Travel	Others	Total	Elimination or unallocatable amounts	Consolidated total
	(millions of yen)	(millions of yen)	(millions of yen)	(millions of yen)	(millions of yen)	(millions of yen)
Net sales and Operating income:						
Net sales						
(1) Net sales to outside customers	177,178	5,301	138	182,617	-	182,617
(2) Inter-segment sales/transfer	0	0	1,038	1,038	-1,038	-
Total sales	177,178	5,301	1,176	183,655	-1,038	182,617
Operating expenses	167,430	4,720	1,077	173,227	-1,048	172,179
Operating income (loss)	9,748	581	99	10,428	10	10,438
Assets, Depreciation expenses, and Capital expenditures						
Assets	79,859	6,588	8,154	94,601	-5,034	89,567
Depreciation expenses	1,747	50	108	1,905	-	1,905
Capital expenditures	1,163	70	18	1,251	-	1,251

Notes:

- Business segments are determined according to the applicability of the business descriptions and characteristics.
- Breakdown of each segment
Air and sea cargo: Air transportation agency, Consolidation business, Customs agency
Travel: Travel agency, Airline agency
Other: Non-life insurance agency, Finance business, Real estate lease business, Temporary staffing business
- Joint costs in operating expenses are allocated to each segment.
- Among assets, total amounts of the Company's assets included in the elimination or unallocatable amounts reach 3,809 million yen, which mainly comprise surplus funds under management in the parent company (cash and time deposits, and investments in securities)
- The "Accounting Standard for Directors' Bonus" (Accounting Standard Board of Japan (ASBJ) Statement No.4 issued on November 29, 2005) has been applied beginning the term under review. As a result of this change, operating expenses increased 57 million yen in the "air and sea cargo business" and 19 million yen in the "travel business," and operating profit declined 57 million yen in the "air and sea cargo business" and 19 million yen in the "travel business," compared with the amounts calculated based on the former method.
- Yusen Air & Sea Service (U.S.A.) Inc. has applied the "Employers' Accounting for Defined Benefit Pension and Other Postretirement Plans" (Financial Accounting Standards Board (FASB) Statement No. 158 issued in September 2006) beginning the term under review. As a result of this change, the assets of the "air and sea cargo business" increased 104 million yen compared with the amount calculated based on the former method.

【Geographic Areas】

Fiscal 2005 (from April 1, 2005 to March 31, 2006)

	Japan	North America	Europe	East Asia	South Asia and Oceania	Total	Elimination or unallocatable amounts	Consolidated total
	(millions of yen)	(millions of yen)	(millions of yen)	(millions of yen)	(millions of yen)	(millions of yen)	(millions of yen)	(millions of yen)
Net sales and Operating income:								
Net sales								
(1) Net sales to outside customers	86,264	15,785	14,936	33,915	17,554	168,454	-	168,454
(2) Inter-segment sales/transfers	253	1,028	738	277	232	2,528	-2,528	-
Total sales	86,517	16,813	15,674	34,192	17,786	170,982	-2,528	168,454
Operating expenses	80,928	15,763	14,471	32,490	16,888	160,540	-2,521	158,019
Operating income (loss)	5,589	1,050	1,203	1,702	898	10,442	-7	10,435
Assets	45,885	8,334	10,661	14,108	7,489	86,477	-864	85,613

Notes:

1 . Geographic areas are determined according to the linkage and geographical proximity of each business.

2 . Breakdown of each area

- (1) North America: United States, Canada
- (2) Europe: United Kingdom, Germany, France, Italy, Netherlands
- (3) East Asia: China, Hong Kong, Taiwan, South Korea
- (4) South Asia and Oceania: Singapore, Indonesia, Australia, Thailand, Vietnam

3 . Joint costs in operating expenses are allocated to each area.

4 . Among assets, total amounts of the Company's assets included in the elimination or unallocatable amounts reach 4,971 million yen, which mainly comprise surplus funds under management in the parent company (cash and time deposits, and investments in securities)

Fiscal 2006 (from April 1, 2006 to March 31, 2007)

	Japan	North America	Europe	East Asia	South Asia and Oceania	Total	Elimination or unallocatable amounts	Consolidated total
	(millions of yen)	(millions of yen)	(millions of yen)	(millions of yen)	(millions of yen)	(millions of yen)	(millions of yen)	(millions of yen)
Net sales and Operating income:								
Net sales								
(1) Net sales to outside customers	82,484	16,325	18,346	38,769	26,693	182,617	-	182,617
(2) Inter-segment sales/transfers	273	1,039	890	311	222	2,735	-2,735	-
Total sales	82,757	17,364	19,236	39,080	26,915	185,352	-2,735	182,617
Operating expenses	78,056	16,509	17,915	36,810	25,591	174,881	-2,702	172,179
Operating income (loss)	4,701	855	1,321	2,270	1,324	10,471	-33	10,438
Assets	50,347	9,049	13,286	15,537	9,885	98,104	-8,537	89,567

Notes:

1 . Geographic areas are determined according to the linkage and geographical proximity of each business.

2 . Breakdown of each area

- (1) North America: United States, Canada
- (2) Europe: United Kingdom, Germany, France, Italy, Netherlands
- (3) East Asia: China, Hong Kong, Taiwan, South Korea
- (4) South Asia and Oceania: Singapore, Indonesia, Australia, Thailand, Vietnam, Philippines

3 . Joint costs in operating expenses are allocated to each area.

4 . Among assets, total amounts of the Company's assets included in the elimination or unallocatable amounts reach 3,809 million yen, which mainly comprise surplus funds under management in the parent company (cash and time deposits, and investments in securities)

5 . The "Accounting Standard for Directors' Bonus" (Accounting Standard Board of Japan (ASBJ) Statement No.4 issued on November 29, 2005) has been applied beginning the term under review. As a result of this change, operating expenses increased 76 million yen in the "Japan" and operating profit declined 76 million yen compared with the amounts calculated based on the former method.

6 . Yusen Air & Sea Service (U.S.A.) Inc. has applied the "Employers' Accounting for Defined Benefit Pension and Other Postretirement Plans" (Financial Accounting Standards Board (FASB) Statement No. 158 issued in September 2006) beginning the term under review. As a result of this change, the assets of the "North America" increased 104 million yen compared with the amount calculated based on the former method.

【Overseas net sales】

		North America	Europe	East Asia	South Asia and Oceania	Others	Total	
Fiscal 2005 (from April , 2005 to March 31, 2006)	I Overseas net sales (millions of yen)	16,843	15,738	34,122	17,938	2	84,643	
	II Consolidated net sales (millions of yen)							168,454
	III Ratio of overseas net sales to consolidated net sales (%)	10.0	9.3	20.3	10.6	0.0	50.2	
Fiscal 2006 (from April , 2006 to March 31, 2007)	I Overseas net sales (millions of yen)	16,450	18,437	38,930	26,959	3	100,779	
	II Consolidated net sales (millions of yen)							182,617
	II Ratio of overseas net sales to consolidated net sales (%)	9.0	10.1	21.3	14.8	0.0	55.2	

Notes: 1 . Geographic areas are determined according to the linkage and geographical proximity of each business.

2 . Break down of each area

- | | |
|------------------------|---|
| (1) North America: | United States, Canada |
| (2) Europe: | United Kingdom, Germany, France, Italy, Netherlands |
| (3) East Asia: | China, Hong Kong, Taiwan, South Korea |
| (4) South Asia and O | Singapore, Indonesia, Australia, Thailand, Vietnam, Philippines |
| (5) Other: | South America, Africa, India and Others |

3 . Overseas net sales represent the net sales of the group (including the Company and consolidated subsidiaries) in countries and areas except Japan.

6 . Non-consolidated Balance Sheets (as of March 31, 2006 and March 31, 2007)

Items	Fiscal 2005 (ended March 31, 2006)		Fiscal 2006 (ended March 31, 2007)		Changes from Fiscal 2005
	Amount (millions of yen)	Ratio (%)	Amount (millions of yen)	Ratio (%)	Changes (millions of yen)
ASSETS					
I Current Assets					
1 Cash and cash equivalents	3,946		2,045		-1,901
2 Notes receivable, trade	54		2		-52
3 Accounts receivable	19,093		17,726		-1,367
4 Inventory assets	12		9		-3
5 Prepaid expenses	127		124		-3
6 Deferred tax assets -current	645		595		-50
7 Short-term loans to affiliates	108		-		-108
8 Advance	-		498		498
9 Other current assets	903		399		-504
Less: Allowance for doubtful accounts	-13		-10		3
Total current assets	24,875	46.9	21,388	43.2	-3,487
II Fixed Assets					
1 Property, plant, and equipment					
(1) Buildings	11,181		11,228		
Less: Accumulated depreciation	3,810	7,371	4,389	6,839	-532
(2) Structures	450		459		
Less: Accumulated depreciation	238	212	267	192	-20
(3) Motor vehicles	146		115		
Less: Accumulated depreciation	111	35	88	27	-8
(4) Equipment and fixtures	703		746		
Less: Accumulated depreciation	385	318	467	279	-39
(5) Land	6,620		6,620		-
Total property, plant and equipment	14,556	27.5	13,957	28.2	-599
2 . Intangible fixed assets					
(1) Software	589		481		-108
(2) Development costs of software in progress	44		116		72
(3) Telephone rights	39		39		-
(4) Right of telegram-use	6		4		-2
(5) Other intangible fixed assets	2		2		0
Total intangible fixed assets	680	1.3	642	1.3	-38
3 . Investments and advances					
(1) Investments in securities	1,025		1,753		728
(2) Investments in affiliates	5,726		8,192		2,466
(3) Investments in equities of affiliates	2,327		59		-2,268
(4) Long-term loan	-		455		455
(5) Long-term loans to employees	2		1		-1
(6) Bankrupt and delinquent loans receivable	3		3		0
(7) Long-term prepaid expenses	9		9		0
(8) Deferred tax assets, non-current	2,001		1,580		-421
(9) Guaranteed deposits	984		957		-27
(10) Golf club membership	244		208		-36
(11)Prepaid pension cost	583		336		-247
(12)Other assets	310		302		-8
Less: Allowance for doubtful accounts	-314		-297		17
Total investments and advances	12,900	24.3	13,558	27.3	658
Total fixed assets	28,136	53.1	28,157	56.8	21
Total Assets	53,011	100.0	49,545	100.0	-3,466

Items	Fiscal 2005 (ended March 31, 2006)		Fiscal 2006 (ended March 31, 2007)		Changes from Fiscal 2005
	Amount (millions of yen)	Ratio (%)	Amount (millions of yen)	Ratio (%)	Changes (millions of yen)
LIABILITIES					
Current Liabilities					
1 . Trade notes and accounts payable	10,056		8,959		-1,097
2 . Current portion of long-term debt	3,651		834		-2,817
3 . Account payable-others	690		865		175
4 . Accrued expenses	122		128		6
5 . Accrued income taxes	1,714		1,293		-421
6 . Deposit payable	87		149		62
7 . Deposits received under Cash Management Services	3,186		3,575		389
8 . Accrued bonuses to employees	1,155		1,047		-108
9 . Other current liabilities	242		46		-196
Total current liabilities	20,903	39.4	16,896	34.1	-4,007
Long-Term Liabilities					
1 . Long-term debt	3,854		3,020		-834
2 . Accrued retirement benefits to employees	3,141		2,478		-663
3 . Accrued retirement benefits to directors and statutory auditors	212		291		79
4 . Other long term liabilities	39		41		2
Total long-term liabilities	7,246	13.7	5,830	11.8	-1,416
Total liabilities	28,149	53.1	22,726	45.9	-5,423
SHAREHOLDERS' EQUITY					
Common stock	4,301	8.1	-	-	-4,301
Additional paid in capital					
1 . Capital reserve	4,744		-		-4,744
Total additional paid in capital	4,744	9.0	-	-	-4,744
Retained earnings					
1 . Legal reserve of retained earnings	337		-		
2 . Voluntary reserve					
(1) Sspecial amortization reserve	10		-		
(2) Other reserves	10,900		-		
3 . Unappropriated retained earnings at the end of the term	4,456		-		
Total retained earnings	15,703	29.6	-	-	-15,703
Unrealized gains (losses) on securities	232	0.4	-	-	-232
Treasury stock	-118	-0.2	-	-	118
Total shareholders' equity	24,862	46.9	-	-	-24,862
Total liabilities and shareholders' equity	53,011	100.0	-	-	-53,011

Items	Fiscal 2005 (ended March 31, 2006)		Fiscal 2006 (ended March 31, 2007)		Change from Fiscal 2005
	Amounts (millions of yen)		Amounts (millions of yen)		Changes (millions of yen)
		Ratio (%)		Ratio (%)	
NET ASSETS					
Shareholders' capital			4,301	8.7	4,301
1 . Common stock					
2 . Additional paid-in capital					
(1) Capital reserve			4,744		4,744
(2) Other additional paid-in capital			67		67
Total additional paid-in capital			4,811	9.7	4,811
3 . Retained earnings					
(1) Legal reserve of retained earnings			337		337
(2) Other retained earnings					
Other reserve			13,400		13,400
Earned surplus carried forward			3,831		3,831
Total retained earnings			17,568	35.4	17,568
4 . Treasury stock			-68	-0.1	-68
Total shareholders' capital			26,612	53.7	26,612
Valuation and translation adjustments					
1. Unrealized gains on securities			207	0.4	207
Total valuation and translation adjustments			207	0.4	207
Total net assets			26,819	54.1	26,819
Total liabilities and net assets			49,545	100.0	49,545

7 . Non-Consolidated Statements of Income

Items	Fiscal 2005 (from April 1, 2005 to March 31, 2006)		Fiscal 2006 (from April 1, 2006 to March 31, 2007)		Changes from fiscal 2005	
	Amount (millions of yen)	Ratio (%)	Amount (millions of yen)	Ratio (%)	Changes (millions of yen)	
Net sales						
1 . Air and sea cargo	77,820		74,075			
2 . Others	209	78,029	239	74,314	100.0	-3,715
Cost of sales						
1 . Air and sea cargo	60,267		57,338			
2 . Others	137	60,404	150	57,488	77.4	-2,916
Gross profit on sales		17,625		16,826	22.6	-799
Selling, general and administrative expense						
1 . Directors' remuneration	223		233			
2 . Salaries and bonuses to employees	5,144		5,235			
3 . Subcontract expenses	1,388		1,493			
4 . Provision for bonuses to employees for accrued bonus	976		888			
5 . Retirement benefits	447		258			
6 . Provision for director's retirement benefits	61		91			
7 . Welfare benefits	959		1,044			
8 . Sales commission	1,055		937			
9 . Advertising expense	50		30			
10 . Rent expense	513		539			
11 . Depreciation	431		391			
12 . Provision for allowance for doubtful account	-		-			
13 . Other expenses	2,120	13,367	2,179	13,318	17.9	-49
Operating income		4,258		3,508	4.7	-750
Non-operating income						
1 . Interest income	5		2			
2 . Dividend Income	632		1,154			
3 . Gains on foreign exchange	187		211			
4 . Gains on sales of investments in securities	0		0			
5 . Gains on liquidation of credit and debt	4		35			
6 . Others	89	917	114	1,516	2.0	599
Non-operating expenses						
1 . Interest expenses	101		114			
2 . Losses on disposals of fixed assets	6		3			
3 . Others	10	117	8	125	0.1	8
Ordinary income		5,058		4,899	6.6	-159
Extraordinary income						
1 . Reversal of bad debt reserve	-	-	6	6	0.0	6
Extraordinary expenses						
1 . Loss on liquidation of investment securities	3		-			
2 . Loss on write down of golf club membership	11	14	-	-	-	-14
Net income before income taxes		5,044		4,905	6.6	-139
Income taxes	2,056		1,752			
Adjustments on income taxes	-10	2,046	488	2,240	3.0	194
Net income		2,998		2,665	3.6	-333
Retained earnings brought forward from the previous term		1,669		-		
Interim dividends		211		-		
Unappropriated retained earnings at the end of the term		4,456		-		

8 . Summary Statement of changes in shareholders' capital

For the period from April 1, 2006 to March 31, 2007

	Shareholders' capital								
	Common stock	Additional paid-in capital		Retained earnings			Treasury stock	Total shareholders' capital	
		Capital reserve	Other additional paid-in capital	Legal reserve of retained earnings	Other retained earnings				
					Special depreciation reserve	Other reserve			Earned surplus carried forward
Balance as at March 31, 2006	4,301	4,744	-	337	10	10,900	4,456	-118	24,630
Change for the period									
Reversal of the Provision for Special Depreciation *					-5		5		-
Reserve of other reserve *						2,500	-2,500		-
Cash dividends *							-421		-421
Bonuses to directors and statutory auditors *							-62		-62
Interim dividends							-316		-316
Reversal of the Provision for Special Depreciation *					-5		5		-
Net income for the period							2,665		2,665
Purchase of treasury stock								-4	-4
Disposal of Treasury Stock			0					0	0
Disposal of Treasury Stock by Simplified Stock Exchange			67					54	121
Net change in items other than shareholders' capital for the period									
Total change for the period	-	-	67	-	-10	2,500	-625	50	1,982
Balance as at March 31, 2007	4,301	4,744	67	337	-	13,400	3,831	-68	26,612

*These are the items in the appropriation of profit for the ordinary general meeting of shareholders held in June 2006.

For the period from April 1, 2006 to March 31, 2007

	Valuation and translation adjustments		Total net assets
	Unrealized gain (loss) on securities	Total valuation and translation adjustments	
Balance as at March 31, 2006	232	232	24,862
Change for the period			
Reversal of the Provision for Special Depreciation *			-
Reserve of other reserve *			-
Cash dividends *			-421
Bonuses to directors and statutory auditors *			-62
Interim dividends			-316
Reversal of the Provision for Special Depreciation *			-
Net income for the period			2,665
Purchase of treasury stock			-4
Disposal of Treasury Stock			0
Disposal of Treasury Stock by Simplified Stock Exchange			121
Net change in items other than shareholders' capital for the period	-25	-25	-25
Total change for the period	-25	-25	1,957
Balance as at March 31, 2007	207	207	26,819

* These are the items in the appropriation of profit for the ordinary general meeting of shareholders held in June 2006.