

Non-consolidated Interim Earnings Report for the Fiscal Year Ended March 31, 2007 (Summary)

November 9, 2006

Company Name	Yusen Air & Sea Service Co., Ltd.	Stock Exchange Listing	Tokyo Stock Exchange First Section
Code Number	9370	Head Office	Tokyo
(URL http://www.yusen.co.jp)			
Representative	Title	Representative Director and President	
	Name	Shunichi Yano	
Inquiries	Title	General Manager, Accounting Division	
	Name	Kazuo Kato	TEL (03) 3669-6436
Meeting of the Board of Directors for Approval of results	November 9, 2006	Interim Dividend System	Yes
Date of Dividend Payment	December 11, 2006	Minimum Trading Unit System	Yes (1 unit = 100 shares)

1 . Non-Consolidated Business Results and Financial Position for the First Half of Fiscal 2005 (from April 1, 2005, to September 30, 2005)

(1) Changes in Non-consolidated Business Results (Figures are rounded to the nearest million yen)

	Net Sales		Operating Income		Ordinary Income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
First Half Ended September 30, 2006	37,390	(0.1)	1,861	(11.5)	2,171	(18.4)
First Half Ended September 30, 2005	37,425	(3.2)	1,670	(32.8)	1,834	(27.8)
Fiscal Year Ended March 31, 2006	78,029		4,258		5,058	

	Net Income		Net Income per Share
	Millions of yen	%	Yen
First Half Ended September 30, 2006	963	(9.0)	22.87
First Half Ended September 30, 2005	1,059	(28.4)	50.27
Fiscal Year Ended March 31, 2006	2,998		139.36

Notes Average number of issued shares

First Half Ended September 30, 2006: 42,137,454 shares

First Half Ended September 30, 2005: 21,067,004 shares

Fiscal Year Ended March 31, 2006 : 21,066,523 shares

Changes in accounting procedures: None

The percentage figures accompanying net sales, operating income, ordinary income, and net income represent year-on-year changes.

(2) Changes in Non-consolidated Financial Position (Figures are rounded to the nearest million yen)

	Total Assets	Shareholders' Equity	Shareholders' Equity Ratio	Shareholders' Equity per Share
	Millions of yen	Millions of yen	%	Yen
First Half Ended September 30, 2006	48,192	25,427	52.8	602.95
First Half Ended September 30, 2005	49,117	23,046	46.9	1,093.94
Fiscal Year Ended March 31, 2006	53,011	24,862	46.9	1,177.26

Note Number of issued shares

First Half Ended September 30, 2006: 42,170,888 shares

First Half Ended September 30, 2005: 21,066,812 shares

Fiscal Year Ended March 31, 2006 : 21,065,508 shares

Number of treasury Stocks

First Half Ended September 30, 2006: 49,912 shares

First Half Ended September 30, 2005: 43,588 shares

Fiscal Year Ended March 31, 2006 : 44,892 shares

2 . Non-Consolidated Outlook for Fiscal 2006 (from April 1, 2006, to March 31, 2007)

	Estimated Net Sales	Estimated Ordinary Income	Estimated Net Income
Full year	Millions of yen 77,700	Millions of yen 5,210	Millions of yen 2,710

References	1 . Estimated net income per share (full year)	64 .31 yen
	2 . Estimated operating income (full year)	4,260 million yen

3.Dividend Payments

• Cash dividends

	Dividends per share		
	Interim	Year-end	Annual
Fiscal Year Ended March 31, 2006	10.00	20.00	30.00
Fiscal Year Ended March 31, 2007 (Results)	7.50	-	15.00
Fiscal Year Ended March 31, 2007 (Outlook)	-	7.50	

* 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 . Interim Non-consolidated Financial Statements

(1) Interim Non-consolidated Balance Sheets (as of September 30, 2005, September 30, 2006, and March 31, 2006)

Items	Interim Period Ended September 30, 2005		Interim Period Ended September 30, 2006		March 31, 2006	
	Amounts (millions of yen)	Ratio (%)	Amounts (millions of yen)	Ratio (%)	Amounts (millions of yen)	Ratio (%)
ASSETS						
I Current Assets						
1 Cash and cash equivalents	2,286		2,657		3,946	
2 Notes receivable, trade	53		33		54	
3 Accounts receivable	16,897		17,000		19,093	
4 Inventory assets	14		15		12	
5 Deferred tax assets -current	307		281		645	
6 Short-term loans to affiliates	293		-		108	
7 Other current assets	922		877		1,030	
Allowance for doubtful accounts	-12		-10		-13	
Total current assets		20,760		20,853		24,875
		42.3		43.3		46.9
II Fixed Assets						
1 Property, Plant and equipment						
(1) Buildings	7,680		7,082		7,371	
(2) Land	6,620		6,620		6,620	
(3) Others	592		521		565	
Total property, plant and equipment	14,892		14,223		14,556	
2 Intangible fixed assets	716		564		680	
3 Investments and advances						
(1) Investments in securities	862		1,294		1,025	
(2) Investments in affiliates	5,702		5,924		5,726	
(3) Investments in equities of affiliates	2,327		2,327		2,327	
(4) Deferred tax assets, non-current	1,980		1,635		2,001	
(5) Other assets	2,200		1,684		2,135	
Allowance for doubtful accounts	-322		-312		-314	
Total investments and advances	12,749		12,552		12,900	
Total fixed assets		28,357		27,339		28,136
		57.7		56.7		53.1
Total Assets		49,117		48,192		53,011
		100.0		100.0		100.0

Items	Interim Period Ended September 30, 2005		Interim Period Ended September 30, 2006		March 31, 2006	
	Amounts (millions of yen)	Ratio (%)	Amounts (millions of yen)	Ratio (%)	Amounts (millions of yen)	Ratio (%)
LIABILITIES						
I Current Liabilities						
1 Notes and accounts payable, trade	8,877		8,186		10,056	
2 Short-term bank loans	5,290		3,632		3,651	
3 Accrued income taxes	338		435		1,714	
4 Deposits received under Cash Management Services	2,465		2,874		3,186	
5 Accrued bonuses to employees	593		531		1,155	
6 Accrued bonuses to directors and statutory auditors			24			
7 Other current liabilities	1,066		1,020		1,141	
Total current liabilities		18,629		16,702		20,903
						39.4
II Long-Term Liabilities						
1 Long-term debt	4,130		3,280		3,854	
2 Accrued retirement benefits to employees	3,093		2,486		3,141	
3 Accrued retirement benefits to directors and statutory auditors	180		255		212	
4 Other long-term liabilities	39		42		39	
Total long-term liabilities		7,442		6,063		7,246
						13.7
Total liabilities		26,071		22,765		28,149
						53.1
SHAREHOLDERS' EQUITY						
I Common stock		4,301				4,301
						8.1
II Additional paid in capital						
1 Capital reserve	4,744				4,744	
Total additional paid in capital		4,744				4,744
						9.0
III Retained earnings						
1 Legal reserve of retained earnings	337				337	
2 Voluntary reserve	10,910				10,910	
3 Unappropriated retained earnings	2,728				4,456	
Total retained earnings		13,975				15,703
						29.6
IV Unrealized gains (losses) on securities		137				232
						0.4
V Treasury stock		-111				-118
						-0.2
Total shareholders' equity		23,046				24,862
						46.9
Total liabilities and shareholders' equity		49,117				53,011
						100.0

Items	Interim Period ended September 30, 2006		Interim Period ended September 30, 2005		Fiscal year ended March 31, 2006	
	Amounts (millions of yen)	Ratio (%)	Amounts (millions of yen)	Ratio (%)	Amounts (millions of yen)	Ratio (%)
NET ASSETS						
Shareholders' capital			4,301	8.9		
1 . Common stock						
2 . Additional paid-in capital						
(1) Capital reserve			4,744			
(2) Other additional paid-in capital			67			
Total additional paid-in capital			4,811	10.0		
3 . Retained earnings						
(1) Legal of retained earnings			337			
(2) Other retained earnings						
Special depreciation reserve			5			
Other reserve			13,400			
Earned surplus carried forward			2,441			
Total retained earnings			16,183	33.6		
4 . Treasury stock			-66	-0.1		
Total shareholders' capital			25,229	52.4		
Valuation and translation adjustments						
1. Unrealized gains on securities			198	0.4		
Total valuation and translation adjustments			198	0.4		
Total net assets			25,427	52.8		
Total liabilities and net assets			48,192	100.0		

(2) Interim Non-consolidated Statement of Income

Items	For the Interim Period Ended September 30, 2005		For the Interim Period Ended September 30, 2006		For the Year Ended March 31, 2006				
	Amounts (millions of yen)	Ratio (%)	Amounts (millions of yen)	Ratio (%)	Amounts (millions of yen)	Ratio (%)			
I Net Sales		37,425	100.0		37,390	100.0		78,029	100.0
II Cost of Sales		29,091	77.7		28,816	77.1		60,404	77.4
Gross profit on sales		8,334	22.3		8,574	22.9		17,625	22.6
III Selling, general and administrative expenses		6,664	17.8		6,713	17.9		13,367	17.1
Operating income		1,670	4.5		1,861	5.0		4,258	5.5
IV Non-operating income		223	0.6		369	1.0		917	1.2
V Non-operating expenses		59	0.2		59	0.2		117	0.2
Ordinary income		1,834	4.9		2,171	5.8		5,058	6.5
VI Extraordinary income		-	-		4	0.0		-	-
VII Extraordinary expenses		11	0.0		-	-		14	0.0
Net income before income taxes		1,823	4.9		2,175	5.8		5,044	6.5
Income taxes	351			459			2,056		
Adjustments on income taxes	413	764	2.1	753	1,212	3.2	-10	2,046	2.6
Net income		1,059	2.8		963	2.6		2,998	3.8
Retained earnings brought forward from the previous term		1,669			-			1,669	
Interim dividends		-			-			211	
Unappropriated retained earnings at the end of the term		2,728			-			4,456	

(3) Interim Year Summary Statement of changes in shareholders' capital

For Interim Period from April 1, 2006 to September 30, 2006

(Figures are rounded to the nearest millions yen)

	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
Net income for the period							963		963
Purchase of treasury stock								-2	-2
Disposal of Treasury Stock								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	-	-5	2,500	-2,015	52	599
Balance as at September 30, 2006	4,301	4,744	67	337	5	13,400	2,441	-66	25,229

* These are the items for the appropriation of retained earnings to be approved at the general shareholders' meeting for FY 2006.

For Interim Period from April 1, 2006 to September 30, 2006

(Figures are rounded to the nearest millions yen)

	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
Net income for the period		-	963
Purchase of treasury stock		-	-2
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	-34	-34	-34
Total change for the period	-34	-34	565
Balance as at September 30, 2006	198	198	25,427

* These are the items for the appropriation of retained earnings to be approved at the general shareholders' meeting for FY 2006.