

Supplementary Information for Earnings Forecast
for Fiscal Year ending March 31, 2005

1. Consolidated Income Statements

(billions of yen) (Reference)

Items	FY ending March 2005				Change		FY ended March 2004 (actual)	
	(Previous forecast)		(Updated forecast)		1st Half	Full Year	1st Half	Full Year
	1st Half	Full Year	1st Half(A)	Full Year(E)				
Steel Business	1,114.4	2,410.0	1,114.4	2,420.0	0.0	10.0	1,004.2	2,103.9
Engineering Business	102.4	370.0	102.4	360.0	0.0	(10.0)	103.7	339.4
Urban Development Business	10.2	33.0	10.2	31.0	0.0	(2.0)	9.0	26.2
LSI Business	18.5	41.0	18.5	36.0	0.0	(5.0)	19.8	40.4
Eliminations and Corporate	(8.6)	(34.0)	(8.6)	(27.0)	0.0	7.0	(16.4)	(36.3)
Net Sales	1,237.0	2,820.0	1,237.0	2,820.0	0.0	0.0	1,120.3	2,473.7
Steel Business	193.9	435.0	193.9	451.0	0.0	16.0	114.6	242.7
Engineering Business	(9.7)	6.0	(9.7)	4.0	0.0	(2.0)	(7.3)	3.1
Urban Development Business	0.7	2.0	0.7	2.1	0.0	0.1	0.5	1.4
LSI Business	1.5	2.6	1.5	1.6	0.0	(1.0)	2.3	4.9
Eliminations and Corporate	(0.4)	(0.6)	(0.4)	1.3	0.0	1.9	(0.2)	1.2
Operating Income	186.1	445.0	186.1	460.0	0.0	15.0	109.9	253.6
Other Income (Expenses)	(0.4)	(15.0)	(0.4)	(10.0)	0.0	5.0	(17.1)	(35.2)
[Included] Interest Expenses	(11.4)	(22.0)	(11.4)	(22.0)	0.0	0.0	(15.7)	(28.3)
Steel Business	191.1	420.0	191.1	440.0	0.0	20.0	96.4	208.5
Engineering Business	(7.0)	7.5	(7.0)	7.5	0.0	0.0	(5.7)	5.4
Urban Development Business	0.6	1.8	0.6	1.9	0.0	0.1	0.5	1.3
LSI Business	1.5	2.5	1.5	1.5	0.0	(1.0)	2.0	4.5
Eliminations and Corporate	(0.6)	(1.8)	(0.6)	(0.9)	0.0	0.9	(0.5)	(1.4)
Ordinary income	185.7	430.0	185.7	450.0	0.0	20.0	92.7	218.3
Extraordinary Profit (Loss)	(104.0)	(160.0)	(104.0)	(150.0)	0.0	10.0	(15.4)	(31.9)
Tax expense and minority interest	(47.5)	(130.0)	(47.5)	(150.0)	0.0	(20.0)	(32.2)	(79.5)
Net Income (Loss)	34.1	140.0	34.1	150.0	0.0	10.0	45.0	106.8

*1 Break down of extraordinary loss

Amortization of the transitional obligation on accrued reitirement benefit	(22.0)
Loss on sale/disposal of assets	(53.0)
Loss on impairment:	(75.0)
Total	(150.0)

2. Consolidated Financial Indices

Financial Indices	FY ending March 2005		Change Full Year	FY ended March 2004 (Actual) Full Year
	(Previous forecast)	(Updated forecast)		
	Full Year	Full Year		
Return on Sales (ROS) *2	15.2%	16.0%	0.8%	8.8%
Return on Assets (ROA) *3	12.3%	12.9%	0.6%	6.5%
Debt Outstanding	1,480.0 bil. yen	1,470.0 bil. yen	(10) bil. yen	1,837.4 bil. yen
Shareholders' Equity	900.0 bil. yen	910.0 bil. yen	10 bil. yen	746.2 bil. yen
D/E Ratio	164.4%	161.5%	(2.9%)	246.2%

*2 ROS = Ordinary Income / Net Sales

*3 ROA = Ordinary Income before Interest Expenses / Total Assets (average)