



Oct. 31, 2008

Summary of Consolidated Earnings Report for the Interim Period of the Fiscal Year Ending March 31, 2009

Name of listed company **Nippon Express Co., Ltd**

Listed stock exchange: Tokyo, Osaka

Code **9062**

(URL <http://www.nittsu.co.jp>)

Representative: President, CEO Masanori Kawai

General Manager

Contact: Finance & Accounting Division

Mitsuru Saito

TEL (03) 6251-1111

Scheduled date for submission of Interim Financial Reports November 14, 2008

Scheduled date of payment of cash dividends December 5, 2008

(Millions of Yen, rounded down)

1. Consolidated Results for the interim of fiscal year ending Mar. 31, 2009 (from Apr. 1, 2008 to Sep. 30, 2008)

(1) Consolidated Business Results (Cumulative Total)

(%: compare with the previous period)

	Net Sales		Operating Income		Ordinary Income		Net Income	
	¥ million	%	¥ million	%	¥ million	%	¥ million	%
Six months ended Sep. 30, 2008	951,898	—	18,882	—	22,814	—	10,820	—
Six months ended Sep. 30, 2007	924,316	1.2	20,112	△ 10.0	24,590	△ 5.5	12,843	△ 11.7

	Net Income per Share	Diluted Net Income per Share
	Yen	Yen
Six months ended Sep. 30, 2008	10.38	-
Six months ended Sep. 30, 2007	12.31	-

(2) Consolidated Financial Position

	Total Assets	Net Assets	Shareholders' equity ratio	Net Assets per Share
	¥ million	¥ million	%	Yen
Six months ended Sep. 30, 2008	1,269,557	513,767	39.6	482.44
Full year ended March. 31, 2008	1,297,406	520,823	39.3	489.26

(Note) Shareholders' equity Six months ended Sep. 30, 2008 ¥503,116 million Full year ended March 31, 2008 ¥510,253 million

2. Dividends Information

Record Date	Dividend per Share				
	First Quarter	Interim	Third Quarter	Year End	Yearly
	Yen	Yen	Yen	Yen	Yen
Fiscal Year Ended March 31, 2008	—	5.00	—	5.00	10.00
Fiscal Year Ending March 31, 2009	—	5.00	—	—	—
Fiscal Year Ending March 31, 2009 (Forecast)	—	—	—	5.00	10.00

(notes) Revision to provisional dividends during the period : No

3. Forecast of Consolidated Financial Results for FY2009 (from April 1, 2008 to March 31, 2009)

(%: compare with the previous period)

	Net Sales		Operating Income		Ordinary Income		Net Income		Net Income per share
	¥ million	%	¥ million	%	¥ million	%	¥ million	%	Yen
Full Year	1,943,800	2.2	45,400	△ 6.4	52,100	△ 6.9	25,600	△ 29.7	24.55

(notes) Revision to consolidated results forecast during the period : Yes

Consolidated Financial Statements

Consolidated Balance Sheet

(Unit: Million yen)

	Second Quarter of FY2008 (as of Sep. 30, 2008)	Summary of FY 2007 (as of March 31, 2008)
Assets		
Current Assets		
Cash and deposits	136,017	147,739
Notes Receivable-trade	16,601	16,718
Accounts Recievable-trade	270,782	283,638
Merchandises	8,354	6,248
Other	56,133	45,238
Allowance for Doubtful Accounts	△ 1,288	△ 1,453
Total Current Assets	486,600	498,130
Non Current Assets		
Property, Plant and Equipment		
Vehicles (Net)	34,222	36,148
Buildings (Net)	235,288	236,776
Land	170,055	168,501
Others(Net)	144,312	143,979
Total Property, Plant and Equipment	583,879	585,405
Intangible Assets	40,972	41,608
Investments and Other Assets		
Investments Securities	121,182	136,838
Other	38,880	37,415
Allowance for Doubtful Accounts	△ 1,957	△ 1,992
Total Investments and Other Assets	158,105	172,261
Total Non Current Assets	782,956	799,275
Total Assets	1,269,557	1,297,406
Liabilities		
Current Liabilities		
Notes Payable-trade	10,382	10,618
Accounts Payable-trade	158,637	169,000
Short Term loans Payable	78,980	77,607
Income taxes payable	8,504	8,740
Allowance for Bonus	21,582	21,637
Others	203,759	199,434
Total Current Liabilities	481,847	487,039
Non Current Liabilities		
Bonds Payable	20,000	20,000
Long-Term loans payable	171,546	174,178
Provision for Retirement Benefits	48,430	53,653
Other	33,965	41,710
Total Non Current Liabilities	273,942	289,543
Total Liabilities	755,790	776,583

Consolidated Financial Statements

Consolidated Balance Sheet

(Unit: Million yen)

	Second Quarter of FY2008 (as of Sep. 30, 2008)	Summary of FY 2007 (as of March 31, 2008)
Net Assets		
Shareholders' equity		
Capital stock	70,175	70,175
Capital Surplus	26,908	26,909
Retained Earnings	375,100	369,264
Treasury Stock	△ 11,529	△ 11,504
Total Shareholders' Equity	460,654	454,844
Valuation and Translation Adjustments		
Valuation difference on available-for-sale securities	41,128	50,194
Deferred Gains/Losses on Hedges	△ 27	△ 7
Foreign Currency Translation Adjustment	1,361	5,221
Total Valuation and Translation Adjustments	42,462	55,408
Minority Interest	10,650	10,569
Total Net Assets	513,767	520,823
Total Liabilities and Net Assets	1,269,557	1,297,406

Consolidated Statement of Income

(Unit: Million yen,)

	Second Quarter of FY2008 (from Apr. 1, 2008 to Sep. 30, 2008)
Net Sales	951,898
Cost of Sales	891,610
Gross Profit	60,288
Selling, general and administrative expenses	41,405
Operating Income	18,882
Non Operating Income	
Interest Income	665
Dividends Income	1,891
Equity in Earnings of Affiliates	354
Other	3,904
Total Non Operating Income	6,815
Non Operating Expenses	
Interest Expenses	2,135
Other	748
Total Non Operating Expenses	2,883
Ordinary Income	22,814
Extraordinary Income	
Gain on Sales of Non Current Assets	358
Other	139
Total Extraordinary Income	498
Extraordinary Loss	
Loss on Disposal of Non Current Assets	1,451
Loss on valuation of investment securities	1,327
Impairment Loss	340
Other	504
Total Extraordinary Loss	3,624
Income Before income taxes and minority interests	19,687
Income taxes	8,558
Minority Interests in Income	309
Net Income	10,820

	Second Quarter of FY2008 (from Apr. 1, 2008 to Sep. 30, 2008)
Net cash provided by(used in Δ) operating activities	
Income Before income taxes and minority interests	19,687
Depreciation and Amortization	42,862
Interest and Dividend Income	Δ 2,556
Interest Expense	2,135
(Increase Δ)/Decrease in Notes and Accounts Receivable-trades	10,034
(Increase Δ)/Decrease in Inventories	Δ 2,122
Increase /(Decrease Δ) in notes and accounts payable-trade	Δ 8,585
Other,Net	Δ 10,746
Sub-Total	50,708
Interest and Dividends Income Received	2,678
Interest Expenses Payment	Δ 2,144
Income Taxes paid	Δ 8,683
Net cash provided by(used in Δ) operating activities	42,559
Net cash provided by(used in Δ) Investment activities	
Purchase of Non Current assets	Δ 48,790
Proceeds from sales of Non Current assets	4,897
Other,Net	Δ 792
Net cash provided by(used in Δ) Investment activities	Δ 44,685
Net cash provided by(used in Δ) financing activities	
Increase /(Decrease Δ) of Short-Term Loans Payable	502
Proceeds from Issuance of Long-Term Loans Payable	21,133
Payment of Long-Term Loans Payable	Δ 22,810
Cash Dividends Paid	Δ 5,355
Other,Net	Δ 219
Net cash provided by(used in Δ) financing activities	Δ 6,750
Effect of Exchange Rate Changes on Cash and Cash Equivalents	Δ 1,590
Net Increase/(Decrease Δ) in Cash and Cash Equivalents	Δ 10,468
Cash and Cash Equivalents at Beginning of Period	144,639
Cash and Cash Equivalents at End of Period	134,170

Disclaimer:

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The Company shall not be responsible for any consequence resulting from the use of the English translation in place of the original Japanese text.

In any legal matter, readers should refer to and any rely upon the original Japanese text released October 31, 2008.

<Interim result of FY 2008 Reference Material>

October 31, 2008
Nippon Express Co. Ltd.

1, Consolidated Financial Statements

○ Financial Result of Business segment and Geographical segment in 1H of FY 2008

(Business Segment)

(Unit : Million yen , %)

		1H of FY 2008	1H of FY 2007	Change	
				Amount	Ratio
Net Sales	Distribution & Transportation	793,523	784,173	9,349	1.2
	Goods Sales	197,100	177,972	19,128	10.7
	Other	13,308	13,193	114	0.9
	Elimination	△ 52,033	△ 51,023	△ 1,010	—
	Total	951,898	924,316	27,582	3.0
Operating Income	Distribution & Transportation	(2.1) 17,028	(2.3) 18,120	△ 1,092	△ 6.0
	Goods Sales	(1.3) 2,475	(1.4) 2,545	△ 70	△ 2.8
	Other	(2.7) 364	(3.7) 485	△ 121	△ 25.1
	Elimination or all companies	△ 984	△ 1,039	55	—
	Total	(2.0) 18,882	(2.2) 20,112	△ 1,229	△ 6.1

(Geographical Segment)

(Unit : Million yen , %)

		1H of FY 2008	1H of FY 2007	Change	
				Amount	Ratio
Net sales	Japan	851,861	826,230	25,630	3.1
	The Americas	29,043	29,343	△ 300	△ 1.0
	Europe	36,758	35,940	818	2.3
	Asia & Oceania	54,238	52,152	2,085	4.0
	Elimination	△ 20,003	△ 19,351	△ 651	—
	Total	951,898	924,316	27,582	3.0
Operating Income	Japan	(1.8) 15,131	(1.9) 15,681	△ 550	△ 3.5
	The Americas	(4.6) 1,346	(6.4) 1,877	△ 530	△ 28.3
	Europe	(2.8) 1,032	(2.5) 900	132	14.7
	Asia & Oceania	(4.0) 2,189	(4.9) 2,551	△ 361	△ 14.2
	Elimination or all companies	△ 817	△ 898	80	—
	Total	(2.0) 18,882	(2.2) 20,112	△ 1,229	△ 6.1

(notes) (Bracket indicates Operating Margin)

○Projection of Financial Results for the Fiscal Year ending March 31, 2009

(Business Segment)

(unit: Million yen, %)

		FY 2008	FY 2007	change	
				Amount	%
Net Sales	Distribution & Transportation	1,622,120	1,600,988	21,132	1.3
	Goods Sales	398,365	377,964	20,401	5.4
	Other	29,439	28,629	809	2.8
	Elimination	△ 106,125	△ 106,148	22	—
	Total	1,943,800	1,901,433	42,366	2.2
Operating Income	Distribution & Transportation	(2.5) 40,413	(2.7) 43,896	△ 3,483	△ 7.9
	Goods Sales	(1.5) 6,172	(1.5) 5,752	420	7.3
	Other	(4.7) 1,388	(3.7) 1,061	327	30.8
	Elimination or all companies	△ 2,574	△ 2,208	△ 366	—
	Total	(2.3) 45,400	(2.6) 48,502	△ 3,102	△ 6.4

(Geographical Segment)

(unit: Million yen, %)

		FY 2008	FY 2007	change	
				Amount	%
Net Sales	Japan	1,730,983	1,696,152	34,830	2.1
	The Americas	59,370	59,872	△ 501	△ 0.8
	Europe	75,648	77,524	△ 1,875	△ 2.4
	Asia & Oceania	119,883	109,645	10,237	9.3
	Elimination	△ 42,085	△ 41,761	△ 324	—
	Total	1,943,800	1,901,433	42,366	2.2
Operating Income	Japan	(2.1) 37,050	(2.3) 38,686	△ 1,635	△ 4.2
	The Americas	(5.1) 3,025	(6.1) 3,664	△ 638	△ 17.4
	Europe	(3.4) 2,582	(4.0) 3,082	△ 499	△ 16.2
	Asia & Oceania	(4.0) 4,839	(4.6) 5,094	△ 255	△ 5.0
	Elimination or all companies	△ 2,098	△ 2,025	△ 72	—
	Total	(2.3) 45,400	(2.6) 48,502	△ 3,102	△ 6.4

(notes) (Blacket indicates Operating Margin)

Non-consolidated Financial Statements

○ Details of sales and operating cost for the 1H of FY 2008

(Unit: Million yen, %)

	Second Quarter of FY2008 (from Apr. 1, 2008 to Sep. 30, 2008)		Second Quarter of FY2007 (from Apr. 1, 2007 to Sep. 30, 2007)		Change				
		% in sales		% in sales	Amount	Change %			
N e t	Railway utilization transportation	47,744	7.3	46,512	7.2	1,231	2.6		
	Motor transportation	Combined delivery services	103,910	15.9	103,432	16.1	478	0.5	
		Chartered truck services	151,836	23.3	153,352	23.8	△ 1,515	△ 1.0	
		Subtotal	255,747	39.2	256,785	39.9	△ 1,037	△ 0.4	
	Marine and harbor transportation	Marine transportation	40,454	6.2	37,739	5.8	2,714	7.2	
		Harbor transportation	36,252	5.6	34,549	5.4	1,703	4.9	
		Subtotal	76,707	11.8	72,289	11.2	4,417	6.1	
		(Exports)	(38,658)	-	(35,549)	-	(3,109)	(8.7)	
		(Imports)	(23,185)	-	(22,919)	-	(265)	(1.2)	
	(Domestic)	(14,863)	-	(13,820)	-	(1,043)	(7.5)		
Warehousing	47,728	7.3	29,595	4.6	18,132	61.3			
S a l e s	Air transportation	Air freight forwarding	International air freight	70,105	10.8	70,799	11.0	△ 694	△ 1.0
			(Exports)	(58,661)	-	(58,870)	-	(△ 209)	(△ 0.4)
			(Imports)	(11,444)	-	(11,928)	-	(△ 484)	(△ 4.1)
		Domestic air freight	25,496	3.9	26,101	4.1	△ 605	△ 2.3	
		Subtotal	95,601	14.7	96,900	15.1	△ 1,299	△ 1.3	
	Travel	4,086	0.6	4,531	0.7	△ 444	△ 9.8		
Subtotal	99,688	15.3	101,432	15.8	△ 1,743	△ 1.7			
Heavy haulage and construction	29,420	4.5	26,412	4.1	3,007	11.4			
Incidental operations	94,798	14.6	111,089	17.2	△ 16,291	△ 14.7			
Total	651,833	100.0	644,117	100.0	7,716	1.2			
(Domestic operation-related revenues)	(502,350)	77.1	(498,562)	77.4	(3,788)	(0.8)			
(International operation-related revenues)	(149,483)	22.9	(145,554)	22.6	(3,928)	(2.7)			
O p e r a t i n g c o s t	Employment costs	Drivers/Workers	68,992	10.6	68,904	10.7	87	0.1	
		Office personnel	74,844	11.5	74,217	11.5	627	0.8	
		Subtotal	143,837	22.1	143,122	22.2	715	0.5	
	Forwarding costs	Railway	25,137	3.8	24,144	3.8	992	4.1	
		Marine	16,207	2.5	14,433	2.2	1,774	12.3	
		Air	41,496	6.4	40,117	6.2	1,379	3.4	
		Subtotal	82,841	12.7	78,695	12.2	4,146	5.3	
	Costs of car chartering and subcontracting	268,256	41.1	268,322	41.7	△ 65	△ 0.0		
	Depreciation and amortization	15,517	2.4	14,641	2.3	875	6.0		
	Facility usage charges	46,674	7.2	47,175	7.3	△ 501	△ 1.1		
Other	83,391	12.8	81,088	12.6	2,303	2.8			
Total	640,519	98.3	633,045	98.3	7,473	1.2			
Operating Income	11,314	1.7	11,071	1.7	242	2.2			
Other revenue	4,994	0.8	5,211	0.8	△ 217	△ 4.2			
Other expenses	2,552	0.4	2,597	0.4	△ 44	△ 1.7			
Ordinary income	13,756	2.1	13,685	2.1	70	0.5			
Extraordinary income	193	0.0	309	0.0	△ 115	△ 37.4			
Extraordinary loss	3,314	0.5	2,901	0.4	412	14.2			
Income before income taxes	10,635	1.6	11,093	1.7	△ 458	△ 4.1			
Corporate taxes etc.	4,308	0.6	4,399	0.7	△ 90	△ 2.1			
Net income	6,326	1.0	6,694	1.0	△ 367	△ 5.5			

○ Projection for fiscal year ending March 31, 2009

(unit: Million yen, %)

		FY 2008		FY 2007		Change				
			% in sales		% in sales	Amount	Change %			
N e t	Railway utilization transportation		99,800	7.5	97,766	7.4	2,033	2.1		
	Motor transportation	Combined delivery services	216,400	16.3	215,229	16.4	1,170	0.5		
		Chartered truck services	308,200	23.3	310,638	23.7	△ 2,438	△ 0.8		
		Subtotal	524,600	39.6	525,867	40.1	△ 1,267	△ 0.2		
	Marine and harbor transportation	Marine transportation	78,300	5.9	74,840	5.7	3,459	4.6		
		Harbor transportation	70,900	5.3	68,536	5.2	2,363	3.4		
		Subtotal	149,200	11.2	143,376	10.9	5,823	4.1		
	Warehousing		95,300	7.2	74,975	5.7	20,324	27.1		
	S a l e s	Air transportation	Air freight forwarding	International air freight	145,000	11.0	145,210	11.1	△ 210	△ 0.1
				Domestic air freight	52,100	3.9	53,146	4.0	△ 1,046	△ 2.0
			Subtotal	197,100	14.9	198,357	15.1	△ 1,257	△ 0.6	
		Travel	7,800	0.6	8,508	0.7	△ 708	△ 8.3		
Subtotal		204,900	15.5	206,865	15.8	△ 1,965	△ 1.0			
Heavy haulage and construction		58,000	4.4	51,218	3.9	6,781	13.2			
Incidental operations and others		193,200	14.6	212,055	16.2	△ 18,855	△ 8.9			
Total		1,325,000	100.0	1,312,125	100.0	12,874	1.0			
O p e r a t i n g	Employment costs	Technical employees	138,700	10.5	138,346	10.6	353	0.3		
		Sales and clerical employees	149,000	11.2	147,095	11.2	1,904	1.3		
		Subtotal	287,700	21.7	285,441	21.8	2,258	0.8		
	Forwarding costs	Railway	52,600	4.0	50,856	3.9	1,743	3.4		
		Marine	32,000	2.4	29,817	2.2	2,182	7.3		
		Air	85,800	6.5	83,945	6.4	1,854	2.2		
		Subtotal	170,400	12.9	164,619	12.5	5,780	3.5		
	Costs of car chartering and subcontracting		543,400	41.0	542,549	41.3	850	0.2		
	Depreciation and amortization		32,800	2.5	31,224	2.4	1,575	5.0		
	Facility usage charges		93,900	7.1	94,034	7.2	△ 134	△ 0.1		
	Other		169,700	12.8	165,616	12.6	4,083	2.5		
	Total		1,297,900	98.0	1,283,486	97.8	14,413	1.1		
Operating income		27,100	2.0	28,639	2.2	△ 1,539	△ 5.4			
Other revenue		9,800	0.8	9,749	0.7	50	0.5			
Other expenses		5,100	0.4	5,348	0.4	△ 248	△ 4.6			
Ordinary income		31,800	2.4	33,040	2.5	△ 1,240	△ 3.8			
Extraordinary income		1,700	0.1	15,814	1.2	△ 14,114	△ 89.3			
Extraordinary loss		8,500	0.6	9,449	0.7	△ 949	△ 10.0			
Income before income taxes		25,000	1.9	39,405	3.0	△ 14,405	△ 36.6			
Income taxes		10,700	0.8	16,520	1.3	△ 5,820	△ 35.2			
Net income		14,300	1.1	22,884	1.7	△ 8,584	△ 37.5			