



July 31, 2008

Summary of Consolidated Earnings Report for the First Quarter 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

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Division

Scheduled date for submission of Financial Reports August 14, 2008

(Millions of Yen, rounded down)

1. Consolidated Results for the first quarter of fiscal year ending Mar. 31, 2009 (from Apr. 1, 2008 to June 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	%
First quarter of FY 2008	465,938	—	8,748	—	11,109	—	5,444	—
First quarter of FY 2007	455,723	1.7	8,999	△ 0.4	11,657	1.2	6,033	△ 3.8

	Net Income per Share	Diluted Net Income per Share
	Yen	Yen
First quarter of FY 2008	5.22	-
First quarter of FY 2007	5.78	-

(2) Consolidated Financial Position

	Total Assets	Net Assets	Shareholders' equity ratio	Net Assets per Share
	¥ million	¥ million	%	Yen
First quarter of FY 2008	1,294,106	520,126	39.4	488.72
Full Year ended Mar. 31, 2008	1,297,406	520,823	39.3	489.26

(Note) Shareholders' equity Three months ended June 30, 2008 ¥509,680 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	—	—	—	—	—
Fiscal Year Ending March 31, 2009 (Forecast)	—	5.00	—	5.00	10.00

(note) 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
Interim period	942,100	-	18,500	-	22,800	-	11,800	-	11.31
Full Year	1,934,000	1.7	45,400	△ 6.4	52,100	△ 6.9	28,200	△ 22.6	27.04

(note) Revision to consolidated results forecast during the period Yes

Qualitative information related to the consolidated financial forecast

The current financial forecast for the full year and for the interim accounting period, announced on May 8 2008, was revised downward.

Forecast of Consolidated Financial Results (Full Year) (Unit : ¥100 million)

	Forecast	Initial Forecast	Adjustments	(Reference) Previous Period
Net Sales	19,340	19,450	△ 110	19,014
Operating Income	454	520	△ 66	485
Ordinary Income	521	580	△ 59	559
Net Income	282	323	△ 41	364

Forecast of Consolidated Financial Results (Interim) (Unit : ¥100 million)

	Forecast	Initial Forecast	Adjustments	(Reference) Previous Period
Net Sales	9,421	9,510	△ 89	9,243
Operating Income	185	222	△ 37	201
Ordinary Income	228	258	△ 30	245
Net Income	118	142	△ 24	128

(Reason for the revision of financial forecast)

Due to uncertainties concerning the US economy stemming from the subprime lending crisis, it is unrealistic to expect a turnaround in demand for export cargo and domestic logistics which has driven the Japanese economy.

In addition, fuel prices are expected to continue to escalate to a price level much higher than the initial price forecast.

Because of these fuel increases, the Committee on Soaring Fuel Prices was established to attempt to generate revenue through the introduction of a fuel surcharge for freight trucks, logistic cost cutting measures including high energy-saving operations, and price negotiations and cost shiftings to customers across the entire group.

However, the initial forecast has been revised since it is expected to take some time to reach acceptable price negotiation and shifting outcomes, while maintaining our customers' understanding.

[Reference]

Forecast of the Parent Financial Results (Full Year) (Unit : ¥100 million)

	Forecast	Initial Forecast	Adjustments	(Reference) Previous Period
Net Sales	13,196	13,320	△ 124	13,121
Operating Income	271	300	△ 29	286
Ordinary Income	318	340	△ 22	330
Net Income	169	186	△ 17	228

Forecast of the Parent Financial Results (Interim) (Unit : ¥100 million)

	Forecast	Initial Forecast	Adjustments	(Reference) Previous Period
Net Sales	6,477	6,570	△ 93	6,441
Operating Income	103	124	△ 21	110
Ordinary Income	130	145	△ 15	136
Net Income	66	79	△ 13	66

※ The above financial prospect is based on data available at that time. It should be noted that such information contains elements of uncertainty and risk. Please note that our actual business performance may differ from these prospects.

Consolidated Financial Statements

Consolidated Balance Sheet

yen(Millions)

	First Quarter of FY 2008 (as of June 30, 2008)	Summary of FY 2007 (as of March 31, 2008)
Assets		
Current Assets		
Cash and deposits	139,281	147,739
Notes Receivable-trade	16,436	16,718
Accounts Recievable-trade	265,781	283,638
Merchandises	3,270	2,866
Finished goods	40	32
Raw Materials	506	547
Work in Process	2,099	887
Other Inventories	1,806	1,913
Other	58,974	45,238
Allowance for Doubtful Accounts	△ 1,205	△ 1,453
Total Current Assets	486,991	498,130
Noncurrent Assets		
Property, Plant and Equipment		
Vehicles (Net)	35,091	36,148
Buildings (Net)	235,484	236,776
Land	169,838	168,501
Other (Net)	141,611	143,979
Total Property, Plant and Equipment	582,026	585,405
Intangible Assets	40,725	41,608
Investments and Other Assets		
Investment Securities	148,550	136,838
Other	37,840	37,415
Allowance for Doubtful Accounts	△ 2,027	△ 1,992
Total Investments and Other Assets	184,363	172,261
Total Noncurrent Assets	807,114	799,275
Total Assets	1,294,106	1,297,406
Liabilities		
Current Liabilities		
Notes Payable-trade	10,646	10,618
Accounts Payable-trade	152,358	169,000
Short-Term Loans Payable	76,328	77,607
Income taxes payable	4,797	8,740
Other	235,732	221,072
Total Current Liabilities	479,864	487,039
Non Current Liabilities		
Bonds Payable	20,000	20,000
Long-Term Loans payable	175,407	174,178
Provision for Retirement Benefits	52,889	53,653
Other	45,818	41,710
Total Noncurrent Liabilities	294,115	289,543
Total Liabilities	773,979	776,583

Consolidated Financial Statements

Consolidated Balance Sheet

yen(Millions)

	First Quarter of FY 2008 (as of June 30, 2008)	Summary of FY 2007 (as of March 31, 2008)
Net Assets		
Shareholders' equity		
Capital stock	70,175	70,175
Capital Surplus	26,909	26,909
Retained Earnings	369,727	369,264
Treasury Stock	△ 11,513	△ 11,504
Total Shareholders' Equity	455,298	454,844
Valuation and Translation Adjustments		
Valuation difference on available-for-sale securities	57,236	50,194
Deferred Gains/Losses on Hedges	26	△ 7
Foreign Currency Translation Adjustment	△ 2,881	5,221
Total Valuation and Translation Adjustments	54,381	55,408
Minority Interests	10,445	10,569
Total Net Assets	520,126	520,823
Total Liabilities and Net Assets	1,294,106	1,297,406

Consolidated Statement of Income

yen(Millions)

	First Quarter of FY2008 For the three months ended June 30, 2008
Net Sales	465,938
Cost of Sales	437,170
Gross Profit	28,767
Selling, general and administrative expenses	20,019
Operating Income	8,748
Non-Operating Income	
Interest Income	325
Dividends Income	1,400
Equity in Earnings of Affiliates	83
Other	1,948
Total Non-Operating Income	3,758
Non-Operating Expenses	
Interest Expenses	1,047
Other	349
Total Non-Operating Expenses	1,397
Ordinary Income	11,109
Extraordinary Income	
Gain on Sales of Noncurrent Assets	81
Gain on Prior- Period Adjustment	41
Other	12
Total Extraordinary Income	135
Extraordinary Loss	
Loss on Disposal of Noncurrent Assets	508
Loss on valuation of investment securities	489
Impairment Loss	340
Other	100
Total Extraordinary Loss	1,439
Income before income taxes and minority interests	9,805
Income taxes	4,199
Minority Interests in Income	161
Net Income	5,444

Consolidated Statement of Cash Flows

yen(Millions)

	First Quarter of FY2008 For the three months ended June 30, 2008
Net cash provided by (used in Δ) operating activities	
Income before income taxes and minority interests	9,805
Depreciation and Amortization	21,466
Interest and Dividend Income	Δ 1,725
Interest Expense	1,047
(Increase Δ)/Decrease in Notes and Accounts Receivable-trade	11,892
(Increase Δ)/Decrease in Inventories	Δ 1,498
Increase /(Decrease Δ) in notes and accounts payable-trade	Δ 12,488
Other,Net	2,833
Sub-Total	31,333
Interest and Dividends Income Received	1,805
Interest Expenses Payment	Δ 1,353
Income Taxes paid	Δ 7,821
Net cash provided by (used in Δ) operating activities	23,963
Net cash provided by (used in Δ) investment activities	
Purchase of noncurrent assets	Δ 26,997
Proceeds from sales of noncurrent assets	3,343
Other,Net	745
Net cash provided by (used in Δ) investment activities	Δ 22,908
Net cash provided by (used in Δ) financing activities	
Increase /(Decrease Δ) of Short-Term Loans Payable	110
Proceeds from Issuance of Long-Term Loans Payable	11,543
Payment of Long-Term Loans Payable	Δ 11,498
Cash Dividends Paid	Δ 5,350
Other,Net	646
Net cash provided by (used in Δ) financing activities	Δ 4,550
Effect of Exchange Rate Changes on Cash and Cash Equivalents	Δ 3,527
Net Increase/(Decrease Δ) in Cash and Cash Equivalents	Δ 7,022
Cash and Cash Equivalents at Beginning of Period	144,639
Cash and Cash Equivalents at End of Period	137,616

Segment Information

[Business Segment information]

The Current First Quarter

For the three months ended June 30, 2008

yen(Millions)

	Distribution & Transportation	Goods Sales	Other	Segment total	Eliminations and Other Adjustments	Consolidated
Net sales						
(1) External customers	390,391	72,788	2,757	465,938	—	465,938
(2) Intersegment	933	20,710	3,665	25,309	(25,309)	—
Total	391,325	93,499	6,422	491,248	(25,309)	465,938
Operating income	7,773	1,470	32	9,276	(527)	8,748

The Previous First Quarter

For the three months ended June 30, 2007 (As a reference)

yen(Millions)

	Distribution & Transportation	Goods Sales	Other	Segment total	Eliminations and Other Adjustments	Consolidated
Net sales						
(1) External customers	385,791	67,034	2,898	455,723	—	455,723
(2) Intersegment	896	20,731	3,384	25,012	(25,012)	—
Total	386,687	87,766	6,282	480,736	(25,012)	455,723
Operating expenses	378,775	86,356	6,052	471,184	(24,460)	446,724
Operating income	7,912	1,409	229	9,551	(551)	8,999

[Geographical information]

The Current First Quarter
For the three months ended June 30, 2008

yen(Millions)

	Japan	The Americas	Europe	Asia & Oceania	Segment total	Eliminations and Other Adjustments	Consolidated
Net sales							
(1) External customers	414,338	10,951	15,850	24,797	465,938	—	465,938
(2) Intersegment	2,691	3,026	2,060	1,963	9,742	(9,742)	—
Total	417,030	13,977	17,910	26,761	475,680	(9,742)	465,938
Operating income	7,164	423	489	1,204	9,281	(532)	8,748

The Previous First Quarter
For the three months ended June 30, 2007 (As a reference)

yen(Millions)

	Japan	The Americas	Europe	Asia & Oceania	Segment total	Eliminations and Other Adjustments	Consolidated
Net sales							
(1) External customers	405,078	11,245	15,387	24,012	455,723	—	455,723
(2) Intersegment	2,595	2,813	1,911	1,977	9,298	(9,298)	—
Total	407,673	14,059	17,299	25,989	465,022	(9,298)	455,723
Operating expenses	400,689	13,273	16,847	24,757	455,567	(8,843)	446,724
Operating income	6,983	785	452	1,232	9,454	(454)	8,999

Disclaimer:

This English translation has been prepared for general reference purposes only.

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 July 31, 2008.

(The First Quarter of term ending March 2009 as a reference)

○ Parent simplified Income Statement

(Unit: Million yen, %)

		First Quarter of FY2008 For the three months ended June 30, 2008	% in sales	First Quarter of FY2007 For the three months ended June 30, 2007	% in sales	Change			
						Amount	Change %		
N e t	Railway utilization transportation	23,654	7.4	23,395	7.3	259	1.1		
	Motor transportation	Combined delivery services	50,100	15.6	50,168	15.8	△ 67	△ 0.1	
		Chartered truck services	75,524	23.4	76,306	24.0	△ 781	△ 1.0	
		Subtotal	125,625	39.0	126,474	39.8	△ 848	△ 0.7	
	Marine and harbor transportation	Marine transportation	19,851	6.2	18,475	5.8	1,375	7.4	
		Harbor transportation	18,388	5.7	17,852	5.6	535	3.0	
		Subtotal	38,239	11.9	36,328	11.4	1,911	5.3	
		(Exports)	(18,885)	-	(17,383)	-	(1,501)	(8.6)	
		(Imports)	(12,102)	-	(12,114)	-	(△ 12)	(△ 0.1)	
		(Domestic)	(7,252)	-	(6,830)	-	(422)	(6.2)	
	Warehousing	23,488	7.3	14,669	4.6	8,818	60.1		
	Air transportation	Air freight forwarding	International air freight	34,789	10.8	35,022	11.0	△ 233	△ 0.7
			(Exports)	(29,084)	-	(29,233)	-	(△ 149)	(△ 0.5)
			(Imports)	(5,705)	-	(5,788)	-	(△ 83)	(△ 1.4)
Domestic air freight			12,431	3.8	12,611	4.0	△ 179	△ 1.4	
Subtotal		47,221	14.6	47,633	15.0	△ 412	△ 0.9		
Travel		1,857	0.6	1,924	0.6	△ 67	△ 3.5		
Subtotal	49,078	15.2	49,558	15.6	△ 479	△ 1.0			
Heavy haulage and construction	14,870	4.6	13,290	4.2	1,580	11.9			
Incidental operations	47,067	14.6	54,336	17.1	△ 7,269	△ 13.4			
Total	322,024	100.0	318,053	100.0	3,971	1.2			
	(Domestic operation-related revenues)	(248,085)	77.0	(245,786)	77.3	(2,298)	(0.9)		
	(International operation-related revenues)	(73,939)	23.0	(72,266)	22.7	(1,672)	(2.3)		
O p e r a t i n g c o s t	Employment costs	Drivers/Workers	34,243	10.6	34,101	10.7	142	0.4	
		Office personnel	37,062	11.5	36,864	11.6	198	0.5	
		Subtotal	71,306	22.1	70,965	22.3	340	0.5	
	Forwarding costs	Railway	12,420	3.9	12,158	3.8	261	2.2	
		Marine	7,739	2.4	7,032	2.2	707	10.1	
		Air	20,597	6.4	19,901	6.3	695	3.5	
		Subtotal	40,757	12.7	39,092	12.3	1,664	4.3	
	Costs of car chartering and subcontracting	133,205	41.4	132,640	41.7	565	0.4		
	Depreciation and amortization	7,512	2.3	7,048	2.2	464	6.6		
	Facility usage charges	23,420	7.3	23,727	7.5	△ 307	△ 1.3		
Other	41,030	12.7	39,967	12.6	1,063	2.7			
Total	317,232	98.5	313,441	98.6	3,790	1.2			
Operating Income	4,791	1.5	4,611	1.4	180	3.9			
Other revenue	3,238	1.0	3,362	1.1	△ 124	△ 3.7			
Other expenses	1,260	0.4	1,235	0.4	24	2.0			
Ordinary income	6,769	2.1	6,737	2.1	31	0.5			
Extraordinary income	155	0.1	236	0.1	△ 80	△ 34.0			
Extraordinary loss	1,231	0.4	938	0.3	293	31.3			
Income before income taxes	5,693	1.8	6,035	1.9	△ 341	△ 5.7			
Corporate taxes etc.	2,101	0.7	2,464	0.8	△ 363	△ 14.7			
Net income	3,592	1.1	3,571	1.1	21	0.6			