

May 14, 2010

Consolidated Financial Report for Fiscal 2009 (Ended March 31, 2010)

Company name: Nippon Coke & Engineering Co., Ltd.
 Listed stock exchange: Tokyo Stock Exchange
 Securities code: 3315 URL: <http://www.n-coke.com/>
 Representative: Kiyooki Ogura, Representative Director and Chief Executive Officer
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Scheduled date of the Company's Annual Meeting of Shareholders: June 25, 2010
 Scheduled date of dividend payment commencement: June 28, 2010
 Scheduled filing date of the Company's annual securities report: June 25, 2010

Note: Figures throughout this report are rounded down to the nearest million yen unless otherwise stated.

1. Consolidated Performance for Fiscal 2009 (April 1, 2009 to March 31, 2010)**(1) Consolidated Operating Results**

(In millions of yen unless otherwise stated; percentage figures show the year-on-year change.)

	Net Sales		Operating Income		Ordinary Income		Net Income	
Fiscal 2009	94,921	(50.4%)	5,941	(51.1%)	4,177	(52.1%)	4,818	139.1%
Fiscal 2008	191,322	2.1%	12,157	8.1%	8,715	(5.6%)	2,014	(75.6%)

	Net Income per Share (Yen)	Diluted Net Income per Share (Yen)	Net Income to Equity Ratio (%)	Ordinary Income to Total Assets Ratio (%)	Operating Income to Net Sales Ratio (%)
Fiscal 2009	15.46	12.91	15.1	3.3	6.3
Fiscal 2008	6.67	5.07	5.6	6.2	6.4

(Reference) Equity method investment gains (losses): Fiscal 2009 — million yen
 Fiscal 2008 — million yen

(2) Consolidated Financial Position

(In millions of yen unless otherwise stated)

	Total Assets	Net Assets	Equity Ratio (%)	Net Assets per Share (Yen)
March 31, 2010	118,281	31,884	27.0	81.94
March 31, 2009	138,435	31,998	23.1	72.09

(Reference) Shareholders' equity: March 31, 2010 31,884 million yen
 March 31, 2009 31,998 million yen

Note: Net assets per share data pertains only to common stock issued and is therefore calculated by subtracting the amount of shares with a preferred right of claim over the distribution of residual assets (7,000 million yen and 10,000 million yen as of March 31, 2010 and March 31, 2009, respectively) from the amount of net assets. Please refer to "Per share information" on page 29 for details.

(3) Consolidated Cash Flows

(In millions of yen)

	Cash Flows from Operating Activities	Cash Flows from Investing Activities	Cash Flows from Financing Activities	Cash and Cash Equivalents as of the End of the Fiscal Period
Fiscal 2009	4,208	(2,651)	(5,103)	4,384
Fiscal 2008	12,194	(837)	(9,037)	7,921

2. Dividend Information

	Dividends per Share (Yen)					Total Dividend (Annual) (Millions of yen)	Divident Payout Ratio (%)	Divident to Net Assets Ratio (%)
	End of the First Quarter	End of the Interim Period	End of the Third Quarter	Fiscal Year-End	Annual			
Fiscal 2009	–	–	–	2.00	2.00	603	30.0	3.2
Fiscal 2008	–	–	–	2.00	2.00	603	12.9	2.6
Fiscal 2010 (forecast)	–	–	–	2.00	2.00		6.8	

Note: The “Dividend Information” above pertains to common stock dividends. For information on dividends pertaining to classified shares with rights that differ from those applicable to common stock, please refer to “Dividend Information for Classified Stock” on page 4.

3. Consolidated Performance Forecast for Fiscal 2010 (April 1, 2010 to March 31, 2011)

(In millions of yen unless otherwise stated; percentage figures show the year-on-year change)

	Net Sales		Operating Income		Ordinary Income		Net Income		Net Income per Share (Yen)
Interim Period	65,100	36.4%	5,800	173.3%	4,800	289.3%	6,000	500.5%	19.88
Full Fiscal Year	132,500	39.6%	10,900	83.5%	8,500	103.5%	9,000	86.8%	29.31

Note: Figures shown in the forecast above are provisional values because coal prices in the Company’s mainstay Coke Business have only been determined for the first quarter of fiscal 2010. In addition, the estimate of net income per share for the full fiscal year is calculated after deducting forecast cash dividends for preferred shares from forecast net income. Furthermore, while dividends applicable to preferred shares are calculated in accordance with the predetermined formula prescribed in the guidelines relating to preferred shares, the forecast cash dividend amount is presented as the same amount for fiscal 2009. This is because the figures that form the basis for calculations are currently yet to be determined.

4. Other Matters

- (1) Changes in important subsidiaries during the period (changes in special subsidiaries due to changes in the scope of consolidation and application of the equity method): No
Newly included: – Excluded: –
- (2) Changes in accounting principles, procedures, disclosure methods and related standards in connection with the preparation of consolidated financial statements (Recorded under changes in important items considered fundamental to the preparation of consolidated financial statements)
 - (a) Changes in accordance with revisions to accounting and other standards: Yes
 - (b) Changes in items other than (a) above: None
- (3) Shares outstanding (common stock)
 - (a) Number of shares outstanding as of the end of the period (including treasury stock)

March 31, 2010	302,349,449 shares
March 31, 2009	302,349,449 shares
 - (b) Number of shares of treasury stock as of the end of the period

March 31, 2010	521,435 shares
March 31, 2009	513,619 shares

Note: For details regarding the number of shares used to calculate net income per share on a consolidated basis, please refer to “Per share information” on page 29.

(Reference) Overview of Non-Consolidated Business Results**1. Non-Consolidated Performance for Fiscal 2009 (April 1, 2009 to March 31, 2010)**

(1) Non-Consolidated Business Results

(In millions of yen unless otherwise stated; percentage figures show the year-on-year change.)

	Net Sales		Operating Income		Ordinary Income		Net Income	
Fiscal 2009	84,208	(50.6%)	5,588	(51.8%)	3,434	(62.6%)	5,513	94.6%
Fiscal 2008	170,393	26.2%	11,598	23.7%	9,181	20.3%	2,832	(64.4%)

	Net Income per Share (Yen)	Diluted Net Income per Share (Yen)
Fiscal 2009	17.76	14.78
Fiscal 2008	9.75	7.12

(2) Non-Consolidated Financial Position

(In millions of yen unless otherwise stated)

	Total Assets	Net Assets	Equity Ratio (%)	Net Assets per Share (Yen)
March 31, 2010	110,605	31,339	28.3	80.13
March 31, 2009	125,860	30,473	24.2	67.04

(Reference) Shareholders' equity: March 31, 2010 31,339 million yen
 March 31, 2009 30,473 million yen

Note: Net assets per share data pertains only to common stock issued and is therefore calculated by subtracting the amount of shares with a preferred right of claim over the distribution of residual assets (7,000 million yen and 10,000 million yen as of March 31, 2010 and March 31, 2009, respectively) from the amount of net assets.

2. Non-Consolidated Performance Forecast for Fiscal 2010 (April 1, 2010 to March 31, 2011)

(In millions of yen unless otherwise stated; percentage figures show the year-on-year change)

	Net Sales		Operating Income		Ordinary Income		Net Income		Net Income per Share (Yen)
Interim Period	59,300	37.5%	5,500	147.9%	4,500	327.3%	3,500	292.7%	11.6
Full Fiscal Year	119,800	42.3%	10,100	80.7%	7,700	124.2%	6,400	16.1%	20.7

Note: Figures shown in the forecast above are provisional values because coal prices in the Company's mainstay Coke Business have only been determined for the first quarter of fiscal 2010.

Cautionary Statement and Other Explanatory Notes

Forward-looking statements including performance forecasts in this document are based on certain reasonable presumptions and beliefs in light of information currently available to management. Readers are advised that actual results may differ materially from forecasts due to a variety of factors.

Dividend Information for Classified Stock

Dividend per share amounts for classified stock, which are issued with rights that differ from those of common stock, are as follows.

(Record Date)	Dividends per Share (Yen)					Total Dividend (Annual)
	End of the First Quarter	End of the Interim Period	End of the Third Quarter	Fiscal Year-End	Annual	
Class C preferred shares						
Fiscal 2008	–	–	–	5.99	5.99	239
Fiscal 2009	–	–	–	5.47	5.47	153
Fiscal 2010 (forecast)	–	–	–	Yet to be determined	Yet to be determined	–

Note: The Company has agreed to execute a buyback of all Class C preferred shares held by Mitsui Sumitomo Banking Corporation. As of the date of this report, the timing for any buyback has yet to be determined.

1. Business Performance

(1) Business Performance Analysis

A. Overview of Fiscal 2009

During fiscal 2009, the fiscal year ended March 31, 2010, the Japanese economy experienced mixed fortunes. In the first half, operating conditions remained difficult. Corporate-sector earnings declined and capital expenditure contracted substantially due largely to the global recession that emerged in the autumn of 2008. Entering the second half, however, signs of a partial recovery became evident. Export and production activities began to rally while the drop in capital expenditure appeared to have bottomed out.

Under these circumstances, Nippon Coke & Engineering Co., Ltd., and its group companies faced a harsh operating environment. In fiscal 2009, the group's coke production was partially suspended, with employees taking temporary leave. This was mainly attributable to the drop in coke demand reflecting large-scale production cutbacks by the steel manufacturing industry.

As previously mentioned, steel production rallied in the second half owing largely to improved export activity. Despite a positive turnaround in the demand for coke from the end of 2009, consolidated net sales for fiscal 2009 fell 96,401 million yen year on year to 94,921 million yen. This substantial drop in revenue to around half of the previous fiscal year is attributable to massive declines in coke sales volumes and prices as well as the significant decrease in sales volumes of coal.

Turning to profit, consolidated operating income declined 6,215 million yen compared with the previous fiscal year to 5,941 million yen while consolidated ordinary income contracted 4,537 million yen to 4,177 million yen. On a year-on-year basis, therefore, consolidated earnings decreased significantly, by about half.

On the topic of extraordinary income and loss, the Company reported consolidated extraordinary income of 805 million yen largely on the gain on sale of fixed assets. There was, however, a larger extraordinary loss of 1,468 million yen reflecting an impairment loss on land and other factors. On a brighter note, the Company recorded a substantial positive turnaround from the large sum extraordinary loss on estimated inappropriate coal transactions incurred in the previous fiscal year.

At the same time, the favorable effect on earnings of income taxes — deferred due mainly to the posting of deferred tax assets, saw consolidated net income surge 2,803 million yen compared with the previous fiscal year to 4,818 million yen.

Business Results by Business Category

(i) The Coal and Coke-Related Business

In the Coke Business, operating conditions remained harsh. In fiscal 2009, demand fell abruptly as the steel manufacturing industry, the primary users of coke, significantly cut back production, largely due to the global recession that emerged in the autumn of 2008. Under these circumstances, the Company partially suspended operations at its Kitakyushu Coking Works from April 2009. Entering the second half, conditions improved, with a positive turnaround in steel production focusing mainly on exports. Fueled by the pickup in demand for coke from the end of 2009, all suspended operations at production facilities were reactivated on a gradual basis by January 2010. Despite the resultant improvement in sales, business performance for the full fiscal year was subdued. On a year-on-year basis, sales volumes decreased 235,000 tonnes to 1,634,000 tonnes. In addition, overall weak demand saw sales prices decline substantially. This in turn led to a dramatic drop in earnings.

Revenues from the Coal Business were also down by a significant year-on-year margin. With little or no signs of an upswing in user demand, consolidated sales volumes slumped to 1,466,000 tonnes, a decrease of 2,081,000 tonnes compared with the previous fiscal year.

Taking into account the aforementioned factors, consolidated Coal and Coke-Related Business sales dropped 86,553 million yen compared with the previous fiscal year to 78,929 million yen. On the earnings front, consolidated operating income contracted 6,572 million yen year on year to 7,184 million yen.

(ii) Comprehensive Engineering Business

Sales in the Chemical Machinery Business fell drastically due to large-scale cutbacks in capital expenditure by principal users.

In the Resource Recycling Business, revenues were also down reflecting a drop in volumes handled. This was the result of lower levels of waste in line with reduced production activity throughout the corporate sector.

Taking all of the aforementioned into consideration, consolidated sales in the Comprehensive Engineering Business contracted 2,305 million yen compared with the previous fiscal year to 11,222 million yen. Consolidated operating income also declined 188 million yen year on year to 592 million yen.

(iii) Other Businesses

Revenues from the port transportation and logistics business declined year on year. Impacted by the simultaneous downturn across global economies, the volume of cargo handled contracted. This was largely attributable to the decrease in business activity by mainstay users.

Sales in Other Businesses declined substantially due to the sale of Suncoh Consultants Co., Ltd., a consolidated subsidiary, in April 2009. Earnings, on the other hand, increased owing mainly to an improvement in consolidated subsidiary operating income.

Accounting for the aforementioned factors, sales in Other Businesses decreased 7,542 million yen compared with the previous fiscal year to 4,769 million yen. Consolidated operating income increased 223 million yen year on year to 334 million yen.

B. Outlook

The announcement of consolidated performance forecasts for fiscal 2010, the fiscal year ending March 31, 2011, contains provisional values as of the date of this Consolidated Financial Report only. This is because coal prices for the Company's mainstay Coke Business have only been determined, in negotiation with suppliers, for shipments in the April to June quarter. Calculations that underpin consolidated performance forecasts for the period after July 2010 are based on the assumption that both coal prices as well as coke sales prices will remain unchanged from the first quarter.

(2) Financial Position Analysis

(i) Assets, Liabilities and Net Assets

Total assets as of March 31, 2010 stood at 118,281 million yen, down 20,154 million yen compared with March 31, 2009. The principal changes included products and manufactured goods, cash and deposits, and notes and accounts receivable, which declined 8,526 million yen, 3,540 million yen and 2,556 million yen, respectively.

Total liabilities as of March 31, 2010 stood at 86,396 million yen, down 20,040 million yen compared with March 31, 2009. Major decreases in liabilities included long-term loans payable (down 30,795 million yen year on year), notes payable (down 4,903 million yen), accounts payable (down 3,404 million yen), allowance for loss on inappropriate transactions (down 3,712 million yen) and other current liabilities (down 3,169 million yen). Short-term loans payable, on the other hand, increased 27,834 million yen compared with the end of the previous fiscal year.

Net assets as of March 31, 2010 stood at 31,884 million yen, a decrease of 113 million yen year on year, due to decline in foreign currency translation adjustments and increase in net income. Based on the aforementioned, the equity ratio increased 3.9 percentage points over the previous fiscal year to 27.0%.

(ii) Cash Flows

The balance of cash and cash equivalents (hereafter referred to as "funds") stood at 4,384 million yen as of March 31, 2010, down 3,536 million yen from the end of the previous fiscal year.

The status and movements in various cash flows for fiscal 2009 were as follows.

(Cash Flows from Operating Activities)

Net cash provided by operating activities amounted to 4,208 million yen, a decrease of 7,985 million yen compared with the previous fiscal year.

In fiscal 2009, major cash inflows included the decrease in inventory of 10,038 million yen, depreciation and amortization totaling 4,577 million yen and income before income taxes and others of 3,514 million yen. Principal cash outflows on the other hand included the decrease in notes and accounts payable of 7,037 million, the decrease in allowance for loss on inappropriate transactions of 3,712 million yen and the decrease in other business liabilities amounting to 3,354 million yen.

(Cash Flows from Investing Activities)

Net cash used in investing activities totaled 2,651 million yen, an increase of 1,813 million yen compared with the previous fiscal year.

Major cash inflow in fiscal 2009 consisted of proceeds from the sale of fixed assets totaling 1,129 million yen, which was still significantly less than the principal cash outflow of 3,721 million yen in payments for the acquisition of fixed assets.

(Cash Flows from Financing Activities)

Net cash used in financial activities was 5,103 million yen, a decrease of 3,933 million yen compared with the previous fiscal year.

In fiscal 2009, the increase in short-term loans payable amounted to 205,263 million yen and the increase in long-term loans payable totaled 16,710 million yen. Against this, the decrease in short-term loans payable was 212,945 million yen, the decrease in long-term loans payable was 9,439 million yen and payments for the acquisition of treasury stock 3,840 million yen.

(Reference) Trends in Cash Flow Indices

	Fiscal 2005	Fiscal 2006	Fiscal 2007	Fiscal 2008	Fiscal 2009
Equity ratio ¹ (%)	16.3	20.2	28.0	23.1	27.0
Equity ratio based on market capitalization ² (%)	44.0	31.9	46.7	21.4	35.7
Years for redemption of debt ³ (Years)	9.5	6.5	4.0	5.1	14.0
Interest coverage ratio ⁴ (Times)	8.0	6.6	7.3	6.4	2.7

¹Equity ratio: (Net assets – Minority interests – New share subscription rights) / Total assets

²Equity ratio based on market capitalization: Market capitalization / Total assets

³Years for redemption of debt: Interest-bearing liabilities / cash flows from operating activities

⁴Interest coverage ratio: Cash flows from operating activities / interest payments

Notes:

1. All indices have been calculated using figures on a consolidated basis.
2. Market capitalization is calculated by multiplying the period-end closing share price with the number of shares issued and outstanding as of the fiscal period-end (after deducting treasury stock).
3. Cash flows from operating activities are the cash flows from operating activities listed in the consolidated statements of cash flow. Interest-bearing liabilities include all liabilities listed on the consolidated balance sheet on which interest is paid. Moreover, with respect to the payment of interest, the amount listed under interest paid in the statement of consolidated cash flows has been used.
4. With respect to the fiscal 2005 data, figures previously recorded under “Shareholders’ equity ratio” have been recorded under “Equity ratio.” Similarly, figures previously recorded under “Shareholders’ equity ratio based on market capitalization” have been recorded under “Equity ratio based on market capitalization.”

(3) Policy on the Appropriation of Profits, Dividends for Fiscal 2009 and Fiscal 2010

Looking at operating results for fiscal 2009, consolidated operating income and ordinary income significantly decreased, by about half, from the previous fiscal year, due to the drop in demand for coke as a result of major reductions in production by steel manufacturers. Buoyed by improvements in extraordinary income together with the positive contribution from income taxes—deferred, net income, on the other hand, increased year on year.

For the previous fiscal year ended March 31, 2008, the Company paid a fiscal year-end cash dividend after an absence of 21 years. Taking this into consideration, the Company intends to continue this trend by paying an ordinary cash dividend of 2 yen per share for the fiscal 2009 period-end.

Looking ahead to fiscal 2010, the fiscal year ending March 31, 2011, the Company is projecting an ordinary cash dividend of 2 yen per share, unchanged from the fiscal year under review.

With respect to its basic policy on the appropriation of profits, Nippon Coke & Engineering recognizes that the payment of continuous, long-term, stable returns to shareholders is a key management responsibility. Taking into consideration the depth and strength of the Company’s shareholders’ equity and financial position, Nippon Coke & Engineering is committed to the payment of a cash dividend based on its overall operating results. Despite the aforementioned, the Company is also cognizant that only two years have passed since the resumption of cash dividend payments after an absence that extended to 21 years. At the same time, a portion of Class C preferred shares remains unappropriated, and the Company’s mainstay Coke Business is confronted by sharp fluctuations in its operating environment due partly to the tighter supply-demand situation of coal in recent years. Given these and other circumstances, Nippon Coke & Engineering believes that it is still too early to set a quantitative cash dividend payout ratio that reflects the Company’s operating results. The Company humbly asks for the continued patience and understanding of shareholders.

2. Overview of the Corporate Group

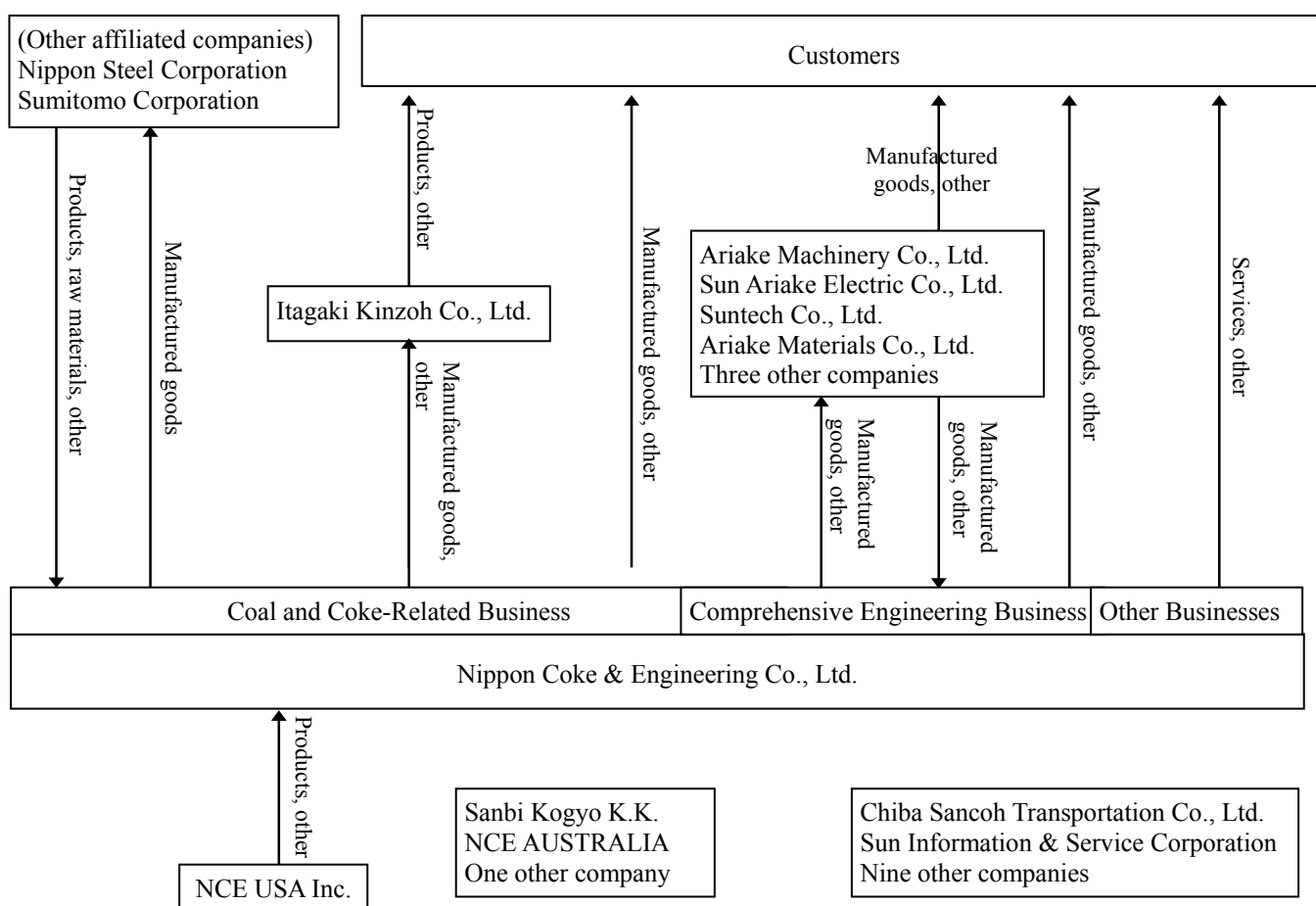
The Nippon Coke & Engineering Group is comprised of Nippon Coke & Engineering Co., Ltd., 16 subsidiaries, 7 related companies and the other affiliated companies of Nippon Steel Corporation and Sumitomo Corporation. The Group is engaged in a variety of activities including the sale of coal as well as the production, manufacturing and sale of coke, powder and granule related equipment and machinery.

The classification, position and relationship among individual business segments within the Nippon Coke & Engineering Group are outlined in the table that follows.

Business Segment	Major Business	Principal Companies
Coal and Coke-Related Business	Purchase and sale of coal; manufacture and sale of coke	Nippon Coke & Engineering Co., Ltd., Itagaki Kinzoh Co., Ltd., Sanbi Kogyo K.K. (Total of six companies)
Comprehensive Engineering Business	Manufacture and sale of chemical equipment and machinery, general industrial machinery and plants; treatment and recycling of seramics and industrial waste	Nippon Coke & Engineering Co., Ltd., Ariake Machinery Co., Ltd., Sun Ariake Electric Co., Ltd., Suntec Co., Ltd., Ariake Materials Co., Ltd. (Total of eight companies)
Other Businesses	Cargo handling; sale and lease of real estate; building cleaning, security and facility management; other	Nippon Coke & Engineering Co., Ltd., Chiba Sancoh Transportation Co., Ltd. (Total of 12 companies)

Note: The total number of companies is stated for each area of business with Nippon Coke & Engineering counted on a repeated and cumulative basis.

Business System Diagram



3. Management Policy

Since 2003, when the Industrial Revitalization Corporation of Japan announced its decision to provide assistance, the Company has continued to follow a process of reorganization and business revitalization. As a part of this process, the Company welcomed equity investments from Nippon Steel Corporation (hereafter referred to as “Nippon Steel”) and Sumitomo Corporation (hereafter referred to as “Sumitomo”) in March 2005. Later, in October 2008, the Company became an affiliated company accounted for by the equity method of both Nippon Steel and Sumitomo. In the ensuing period, the Company has adhered strictly to a business policy of “selection and focus” while taking drastic steps to reconfigure its traditional activities. It was in this context that the Company changed its corporate name to Nippon Coke & Engineering Co., Ltd., in April 2009.

Turning to the Company’s Class C preferred shares held by Sumitomo Mitsui Banking Corporation (hereafter referred to as “Sumitomo Mitsui Bank”), and in its efforts to avoid any dilution of its common stock, reduce the burden of cash dividend payments on preferred shares and rid itself of the image of a company under reorganization, Nippon Coke & Engineering sought the approval of its shareholders at the Company’s 5th Annual General Meeting held in June 2008 to acquire and retire up to a maximum limit of 68 million of its own issued and outstanding shares as treasury stock. Following the approval of its shareholders, the Company acquired and retired 28 million shares in September 2008.

With respect to the residual 40 million shares, Nippon Coke & Engineering and its group companies had continued to adopt a cautious approach, taking into consideration a variety of factors including consolidated revenues and earnings as well as funding trends. Thereafter, however, consolidated operating results deteriorated beginning in the second half of fiscal 2008 due largely to the impact of the worldwide recession. Recognizing that the Company would confront serious difficulties in acquiring and retiring the residual shares within the approved timeframe (one year from the date of the 5th Annual General Meeting’s conclusion), the Company took steps to obtain the approval of shareholders at its 6th Annual General Meeting held in June 2009 to a one year extension. In accordance with the subsequent shareholder resolution, Nippon Coke & Engineering acquired and retired a further 12 million shares as treasury stock in March 2010.

Accounting for all of the aforementioned, the balance of residual Class C preferred shares stands at 28 million shares. However, Nippon Coke & Engineering is presently in discussion with Sumitomo Mitsui Bank to extend the acquisition time period allowed, due to sharp fluctuations in operating conditions surrounding the Coke Business. There are two major factors in the fluctuation. One is the upswing in coal prices triggered by a recovery in steel production. The other is that coke prices have been determined for shipments in the April to June quarter only instead of the usual one-year fixed period, as a result of suppliers’ requests for reviewing pricing period. Taking into consideration the impact of this limited agreement on product price deliberations and substantial fluctuations in Coke Business operating conditions, Nippon Coke & Engineering is adopting a cautious approach toward its future earnings and funding trends in connection with the acquisition and retirement of the aforementioned residual Class C preferred shares.

As a part of its wide-ranging business activities, Nippon Coke & Engineering established the joint-venture company Nippon Power Graphite Co., Ltd. (hereafter referred to as “Nippon Power Graphite”) with Sumitomo on April 1, 2010. Nippon Power Graphite, owned 60% by the Company and 40% by Sumitomo, will engage in the manufacture and sale of the anode material for lithium-ion secondary batteries, previously developed by Nippon Coke & Engineering in its own right. With electric cars anticipated to gain wide acceptance in the future, the lithium-ion battery market is projected to expand sharply. Levering the Company’s technological capabilities, nurtured over a long period, together with Sumitomo’s global network, the joint venture is expected to generate substantial synergies and benefits. In this context, Nippon Coke & Engineering will work diligently to expand the operations of Nippon Power Graphite.

Moreover, following a Board of Directors’ meeting held on April 9, 2010, the decision was made to establish a new company, Miike Port Logistics Co., Ltd., by way of a corporate separation effective October 1, 2010 (planned). Employing a simplified incorporation-type company split, the Miike Shipping & Logistics Office, which currently engages in port transportation and logistics operations, will be spun off as an independent and autonomous company. In this manner, steps are being taken to clarify responsibilities with respect to earnings, ensure a speedy decision-making process and enhance operating efficiency. Ultimately, the intentions are to further bolster customer service, reinforce competitive advantage and pursue community-centric business development.

In the future, amid an anticipated recovery in economic conditions, Nippon Coke & Engineering and its group companies will work to stabilize and strengthen their management platform on the back of successful efforts to improve earnings. In setting a target for the appropriation of residual Class C preferred shares, the Company is confident of achieving concrete gains through revitalization.

4. Consolidated Financial Statements**(1) Consolidated Balance Sheets**

(In millions of yen)

	As of March 31, 2009	As of March 31, 2010
Assets		
Current assets		
Cash and deposits	8,050	4,510
Notes receivable	482	691
Accounts receivable	9,359	6,803
Products and manufactured goods	17,750	9,223
Work in progress	1,551	759
Raw materials and stored goods	7,279	6,178
Deferred tax assets	500	1,810
Short-term loans receivable	51	–
Other deposits	1,876	1,276
Other	1,588	961
Allowance for doubtful accounts	(217)	(26)
Total current assets	48,272	32,187
Fixed assets		
Tangible fixed assets		
Buildings and structures	20,829	19,973
Accumulated depreciation	(12,819)	(12,597)
Buildings and structures (net)	8,010	7,375
Machinery, equipment and transportation	58,921	53,620
Accumulated depreciation	(32,989)	(30,164)
Machinery, equipment and transportation (net)	25,931	23,455
Land	43,448	42,005
Construction work in progress	732	2,062
Other	1,861	1,404
Accumulated depreciation	(1,477)	(1,010)
Other (net)	384	393
Total tangible fixed assets	78,508	75,294
Intangible fixed assets		
Other	729	610
Total intangible fixed assets	729	610
Investments and other assets		
Investments in securities	1,244	1,068
Long-term loans receivable	486	424
Deferred tax assets	6,290	6,320
Other	2,983	2,390
Allowance for doubtful accounts	(78)	(14)
Total investments and other assets	10,925	10,189
Total fixed assets	90,163	86,093
Total assets	138,435	118,281

	(In millions of yen)	
	As of March 31, 2009	As of March 31, 2010
Liabilities		
Current liabilities		
Notes payable	7,827	2,896
Accounts payable	12,403	8,999
Short-term loans payable	21,163	48,998
Corporate bonds redeemable within one year	8	208
Income and other taxes payable	192	142
Allowance for bonuses	884	768
Allowance for loss on liquidation of affiliated companies	1,406	1,009
Allowance for loss on inappropriate transactions	4,417	705
Allowance for loss on orders	850	–
Other	7,803	4,633
Total current liabilities	56,956	68,362
Long-term liabilities		
Corporate bonds payable	208	–
Long-term loans payable	40,503	9,707
Allowance for employee retirement benefits	5,250	4,751
Allowance for director and corporate auditor retirement benefits	210	215
Allowance for environmental development	2,703	2,703
Other	604	657
Total long-term liabilities	49,480	18,034
Total liabilities	106,437	86,396
Net assets		
Shareholders' equity		
Capital	7,000	7,000
Capital surplus	1,750	1,750
Retained earnings	23,156	23,290
Treasury stock	(92)	(93)
Total shareholders' equity	31,813	31,947
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	14	22
Profit (loss) on hedge transactions	(81)	(35)
Foreign currency translation adjustments	252	(49)
Total valuation and translation adjustments	184	(63)
Total net assets	31,998	31,884
Total liabilities and net assets	138,435	118,281

(2) Consolidated Statements of Income

	(In millions of yen)	
	Fiscal 2008 (April 1, 2008 to March 31, 2009)	Fiscal 2009 (April 1, 2009 to March 31, 2010)
Net sales	191,322	94,921
Cost of sales	170,542	83,161
Gross profit	20,779	11,760
Selling, general and administrative expenses		
Loading site expenses	1,156	1,066
Salaries and wages	1,744	1,142
Other	5,721	3,609
Total selling, general and administrative expenses	8,622	5,819
Operating income	12,157	5,941
Non-operating income		
Interest received	228	129
Dividends received	94	24
Fixed asset rental income	101	-
Foreign currency exchange gain	-	299
Subsidy income	-	168
Other	223	98
Total non-operating income	647	718
Non-operating expenses		
Interest paid	1,884	1,536
Foreign currency exchange loss	1,210	-
Taxes and dues	-	284
Other	994	660
Total non-operating expenses	4,089	2,482
Ordinary income	8,715	4,177
Extraordinary income		
Gain on sale of fixed assets	674	300
Gain on sale of investments in securities	1,320	-
Reversal of allowance for doubtful accounts	52	-
Relocation compensation	338	-
Subsidy income	-	396
Other	90	108
Total extraordinary income	2,475	805
Extraordinary loss		
Provision for allowance for affiliated company doubtful accounts	480	-
Loss on sale of fixed assets	170	-
Loss on disposal of fixed assets	250	-
Loss on sale of investments in securities	-	378
Impairment loss	461	336
Loss on cancellation/termination of rental contract	-	165
Loss on inappropriate transactions	5,912	-
Other	993	587
Total extraordinary loss	8,268	1,468
Income before income taxes and others	2,921	3,514
Income taxes—current	168	147
Income taxes—deferred	748	(1,451)
Total income taxes	917	(1,303)
Minority interests in income (loss)	(10)	-
Net income	2,014	4,818

(3) Calculation Statements Relating to Changes in Consolidated Shareholders' Equity

(In millions of yen)

	Fiscal 2008 (April 1, 2008 to March 31, 2009)	Fiscal 2009 (April 1, 2009 to March 31, 2010)
Shareholders' equity		
Capital		
Balance as of the previous fiscal year-end	7,000	7,000
Changes during the fiscal year		
Total changes during the fiscal year	—	—
Balance as of the end of the fiscal year	7,000	7,000
Capital surplus		
Balance as of the previous fiscal year-end	6,846	1,750
Changes during the fiscal year		
Disposal of treasury stock	0	—
Retirement of treasury stock	(5,096)	—
Total changes during the fiscal year	(5,096)	—
Balance as of the end of the fiscal year	1,750	1,750
Retained earnings		
Balance as of the previous fiscal year-end	26,038	23,156
Changes during the fiscal year		
Dividends from surplus	(1,033)	(843)
Net income	2,014	4,818
Disposal of treasury stock	—	(0)
Retirement of treasury stock	(3,863)	(3,840)
Total changes during the fiscal year	(2,882)	134
Balance as of the end of the fiscal year	23,156	23,290
Treasury stock		
Balance as of the previous fiscal year-end	(87)	(92)
Changes during the fiscal year		
Disposal of treasury stock	1	0
Acquisition of treasury stock	(8,966)	(3,840)
Retirement of treasury stock	8,960	3,840
Total changes during the fiscal year	(4)	(0)
Balance as of the end of the fiscal year	(92)	(93)
Total shareholders' equity		
Balance as of the previous fiscal year-end	39,797	31,813
Changes during the fiscal year		
Dividends from surplus	(1,033)	(843)
Net income	2,014	4,818
Disposal of treasury stock	1	0
Acquisition of treasury stock	(8,966)	(3,840)
Retirement of treasury stock	—	—
Total changes during the fiscal year	(7,983)	134
Balance as of the end of the fiscal year	31,813	31,947

	(In millions of yen)	
	Fiscal 2008 (April 1, 2008 to March 31, 2009)	Fiscal 2009 (April 1, 2009 to March 31, 2010)
Valuation and translation adjustments		
Valuation difference on available-for-sale securities		
Balance as of the previous fiscal year-end	17	14
Changes during the fiscal year		
Net changes in items other than shareholders' equity	(3)	7
Total changes during the fiscal year	(3)	7
Balance as of the end of the fiscal year	14	22
Profit (loss) on hedge transactions		
Balance as of the previous fiscal year-end	(106)	(81)
Changes during the fiscal year		
Net changes in items other than shareholders' equity	24	46
Total changes during the fiscal year	24	46
Balance as of the end of the fiscal year	(81)	(35)
Foreign currency translation adjustments		
Balance as of the previous fiscal year-end	(314)	252
Changes during the fiscal year		
Net changes in items other than shareholders' equity	566	(302)
Total changes during the fiscal year	566	(302)
Balance as of the end of the fiscal year	252	(49)
Total valuation and translation adjustments		
Balance as of the previous fiscal year-end	(403)	184
Changes during the fiscal year		
Net changes in items other than shareholders' equity	587	(248)
Total changes during the fiscal year	587	(248)
Balance as of the end of the fiscal year	184	(63)
Minority interests		
Balance as of the previous fiscal year-end	66	-
Changes during the fiscal year		
Net changes in items other than shareholders' equity	(66)	-
Total changes during the fiscal year	(66)	-
Balance as of the end of the fiscal year	-	-
Total net assets		
Balance as of the previous fiscal year-end	39,460	31,998
Changes during the fiscal year		
Dividends from surplus	(1,033)	(843)
Net income	2,014	4,818
Disposal of treasury stock	1	0
Acquisition of treasury stock	(8,966)	(3,840)
Retirement of treasury stock	-	-
Net changes in items other than shareholders' equity	521	(248)
Total changes during the fiscal year	(7,461)	(113)
Balance as of the end of the fiscal year	31,998	31,884

(4) Consolidated Statements of Cash Flow

	(In millions of yen)	
	Fiscal 2008 (April 1, 2008 to March 31, 2009)	Fiscal 2009 (April 1, 2009 to March 31, 2010)
Cash flows from operating activities		
Income before income taxes and others	2,921	3,514
Depreciation and amortization	4,516	4,577
Impairment loss	461	336
Increase (decrease) in allowance for doubtful accounts	(40)	14
Increase (decrease) in allowance for bonuses	(180)	(53)
Increase (decrease) in allowance for loss on liquidation of affiliated companies	387	(396)
Increase (decrease) in the allowance for employee retirement benefits	(93)	(28)
Increase (decrease) in the allowance for directors and corporate auditors retirement benefits	37	36
Increase (decrease) in allowance for loss on inappropriate transactions	4,417	(3,712)
Increase (decrease) in allowance for loss on orders	850	(850)
Interest and dividends received	(322)	(153)
Interest paid	1,884	1,536
Loss on disposal of fixed assets	250	-
(Gain) loss on sale of fixed assets	(503)	(168)
(Gain) loss on sale of investments in securities	(1,318)	370
(Gain) loss on valuation of investments in securities	10	-
Foreign currency exchange (gain) loss	933	(430)
(Increase) decrease in notes and accounts receivable	7,077	(490)
(Increase) decrease in inventory	(7,929)	10,038
(Increase) decrease in other business assets	(191)	550
Increase (decrease) in notes and accounts payable	1,136	(7,037)
Increase (decrease) in consumption and other taxes payable	(1,519)	1,218
Increase (decrease) in other business liabilities	1,333	(3,354)
Other	44	155
Subtotal	14,164	5,675
Interest and dividends received	329	153
Interest paid	(1,894)	(1,537)
Income and other taxes paid	(405)	(82)
Net cash provided by (used in) operating activities	12,194	4,208

	(In millions of yen)	
	Fiscal 2008 (April 1, 2008 to March 31, 2009)	Fiscal 2009 (April 1, 2009 to March 31, 2010)
Cash flows from investing activities		
Increase in fixed deposits	(169)	(130)
Decrease in fixed deposits	233	134
Payments for the acquisition of fixed assets	(3,811)	(3,721)
Proceeds from the sale of fixed assets	1,497	1,129
Payments for the acquisition of investments in securities	(19)	(0)
Proceeds from the sale of investments in securities	31	11
Payments for the sale of investments in subsidiaries in line with changes in the scope of consolidation	-	(504)
Proceeds from the sale of investments in subsidiaries in line with changes in the scope of consolidation	1,531	177
Increase in loans receivable	(204)	-
Proceeds from the collection of loans receivable	223	46
Proceeds from the recovery of other investments	69	386
Other	(219)	(180)
Net cash provided by (used in) investing activities	(837)	(2,651)
Cash flows from financing activities		
Increase in short-term loans payable	118,393	205,263
Decrease in short-term loans payable	(108,834)	(212,945)
Increase in long-term loans payable	1,790	16,710
Decrease in long-term loans payable	(10,379)	(9,439)
Payments for redemption of corporate bonds	(8)	(8)
Payments for the acquisition of treasury stock	(8,966)	(3,840)
Cash dividends paid	(1,033)	(843)
Other	1	0
Net cash provided by (used in) financing activities	(9,037)	(5,103)
Effect of exchange rate changes on cash and cash equivalents	(122)	9
Net increase (decrease) in cash and cash equivalents	2,197	(3,536)
Balance of cash and cash equivalents at the beginning of the fiscal year	5,724	7,921
Balance of cash and cash equivalents at the end of the fiscal year	7,921	4,384

Important Items Considered Fundamental to the Preparation of the Company's Consolidated Financial Statements

Fiscal 2008 (April 1, 2008 to March 31, 2009)	Fiscal 2009 (April 1, 2009 to March 31, 2010)
<p>1. Scope of Consolidation</p> <p>(1) Consolidated subsidiaries</p> <p>Number of consolidated subsidiaries: 14 companies</p> <p>Names of principal consolidated subsidiaries: Mitsui Muromachi Shipping Co., Ltd., Kyushu Building System Co., Ltd., Sun Ariake Electric Co., Ltd., Mitsui Mining Materials Co., Ltd., Suntech Co., Ltd., Chiba Sancoh Transportation Co., Ltd., Ariake Machinery Co., Ltd.</p> <p>Sanko Construction Co., Ltd., and Hokkaido Kyodo Sekkai Co., Ltd., both consolidated subsidiaries, were excluded from the Company's scope of consolidation in fiscal 2008 following the sale of all shares held.</p> <p>In addition, Sanko Motors Co., Ltd., a consolidated subsidiary, was excluded from the Company's scope of consolidation in fiscal 2008 following the company's liquidation.</p> <p>(2) Names of principal non-consolidated subsidiaries</p> <p>Mitsui Mining USA Inc., MM Resources Pty Ltd., Shin-Tagawa Real Estate Co., Ltd.</p> <p>(3) Rationale for exclusion from the Company's scope of consolidation</p> <p>Both on an individual company as well as an aggregate collective basis, the total assets, net sales, net income (loss) (the amount equivalent to equity shareholdings), retained earnings (the amount equivalent to equity shareholdings) and other items of Mitsui Mining USA Inc. and other non-consolidated subsidiaries are considered insignificant and deemed to have immaterial impact on the Company's consolidated financial statements. Furthermore, any impact on the consolidated group of companies by the aforementioned companies is not expected to increase in the future. As a result, these non-consolidated subsidiaries have been excluded from the Company's scope of consolidation.</p>	<p>1. Scope of Consolidation</p> <p>(1) Consolidated subsidiaries</p> <p>Number of consolidated subsidiaries: 11 companies</p> <p>Names of principal consolidated subsidiaries: Itagaki Kinzoh Co., Ltd., Sanbi Kogyo K.K., Sun Ariake Electric Co., Ltd., Ariake Materials Co., Ltd., Suntech Co., Ltd., Chiba Sancoh Transportation Co., Ltd., Ariake Machinery Co., Ltd.</p> <p>Sanko Construction Co., Ltd., and Muromachi Shipping Co., Ltd., both consolidated subsidiaries, were excluded from the Company's scope of consolidation in fiscal 2009 following the sale of all shares held.</p> <p>In addition, Kyushu Sun Body, Ltd., a consolidated subsidiary, was excluded from the Company's scope of consolidation in fiscal 2009 following the company's liquidation.</p> <p>(2) Names of principal non-consolidated subsidiaries</p> <p>NCE USA Inc., MM Resources Pty Ltd., Shin-Tagawa Real Estate Co., Ltd.</p> <p>(3) Rationale for exclusion from the Company's scope of consolidation</p> <p>Both on an individual company as well as an aggregate collective basis, the total assets, net sales, net income (loss) (the amount equivalent to equity shareholdings), retained earnings (the amount equivalent to equity shareholdings) and other items of NCE USA Inc. and other non-consolidated subsidiaries are considered insignificant and deemed to have immaterial impact on the Company's consolidated financial statements. Furthermore, any impact on the consolidated group of companies by the aforementioned companies is not expected to increase in the future. As a result, these non-consolidated subsidiaries have been excluded from the Company's scope of consolidation.</p> <p>In addition, an agreement relating to the sale of coal mining interests held by MM Resources Pty Ltd. came into effect on April 20, 2010. Taking into consideration the growing importance of MM Resources Pty Ltd. to the Company on a consolidated basis, the company will be included in the scope of Nippon Coke & Engineering's consolidation starting in the fiscal year ending March 31, 2011.</p>

Fiscal 2008 (April 1, 2008 to March 31, 2009)	Fiscal 2009 (April 1, 2009 to March 31, 2010)
<p>2. Matters Relating to Generally Accepted Accounting Principles and Standards</p> <p>(1) Accounting principles and standards for important provisions, allowances and reserves</p> <p>Allowance for employee retirement benefits</p> <p>The Company provides an allowance for retirement and severance benefits for employees based on projected benefit obligations and accrued pension assets as of the end of the fiscal year under review. The transition difference due to a change in the accounting standard amounting to 8,471 million yen is appropriated as an expense over 15 years.</p> <p>In addition, prior service cost is amortized using the straight-line method mainly over a fixed period of 14 years within the average remaining service period of employees as of the time the cost is incurred.</p> <p>Actuarial gains and losses are amortized using the straight-line method mainly over a fixed period of 13 years within the average remaining service period of employees as of the time the cost is incurred, with each amount recognized as an expense starting from the following fiscal year.</p> <p>—</p> <p>—</p>	<p>2. Matters Relating to Generally Accepted Accounting Principles and Standards</p> <p>(1) Accounting principles and standards for important provisions, allowances and reserves</p> <p>Allowance for employee retirement benefits</p> <p>The Company provides an allowance for retirement and severance benefits for employees based on projected benefit obligations and accrued pension assets as of the end of the fiscal year under review. The transition difference due to a change in the accounting standard amounting to 8,471 million yen is appropriated as an expense over 15 years.</p> <p>In addition, prior service cost is amortized using the straight-line method mainly over a fixed period of 14 years within the average remaining service period of employees as of the time the cost is incurred.</p> <p>Actuarial gains and losses are amortized using the straight-line method mainly over a fixed period of 13 years within the average remaining service period of employees as of the time the cost is incurred, with each amount recognized as an expense starting from the following fiscal year.</p> <p>(Change in accounting principle and standard)</p> <p>Effective starting in the fiscal year under review, the Company has applied Partial Amendments to Accounting Standard for Retirement Benefits (Part 3) (Accounting Standards Board of Japan (ASBJ) Statement No. 19 of July 2008).</p> <p>There was no impact on operating income, ordinary income and income before income taxes and others as a result of this change.</p> <p>(2) Standards for recognizing significant revenues and costs</p> <p>Standards for recognizing completed contract revenues and completed contract costs</p> <p>a) Contracts for which the outcome of construction is deemed certain during the period to the end of the fiscal year under review</p> <p>The percentage of completion method (percentage of completion shall be estimated based on the cost-to-cost method)</p> <p>b) All other construction contracts</p> <p>The completed-contract method</p> <p>(Change in accounting principle and standard)</p> <p>With respect to the standard for recognizing revenue relating to contracted construction, the Nippon Coke & Engineering historically adopted the percentage-of-completion method for construction periods of one year or more and in principle amounts of 500 million yen or more. For all other construction, the completed-contract method was used. However, starting in fiscal 2009, the Company adopted the Accounting Standard for Construction Contracts (ASBJ Statement No. 15 of December 27, 2007) and the Guidance on Accounting Standard for Construction Contracts (ASBJ Guidance No. 18 of December 27, 2007). As a result, of all construction projects that commenced in fiscal 2009, those projects for which the outcome of the portion completed by the end of</p>

Fiscal 2008 (April 1, 2008 to March 31, 2009)	Fiscal 2009 (April 1, 2009 to March 31, 2010)
	<p>the fiscal year can be reliably estimated are accounted for by the percentage-of-completion method (the rate of completion of each construction project is estimated using the cost-comparison method), while other construction is accounted for by the completed-contract method.</p> <p>There was no material impact on the Company's consolidated net sales, operating income, ordinary income and income before income taxes and other as a result of this change.</p>

Other items are omitted due to lack of significant changes from the Company's most recent annual securities report filed on June 26, 2009.

Cautionary Notes

(With respect to consolidated balance sheets)

As of March 31, 2009	As of March 31, 2010
1. Matters relating to non-consolidated subsidiaries and related companies are presented as follows. Investments and other assets Investment in securities (shares) 759 million yen	1. Matters relating to non-consolidated subsidiaries and related companies are presented as follows. Investments and other assets Investment in securities (shares) 676 million yen
2. Assets pledged as collateral (In millions of yen)	2. Assets pledged as collateral (In millions of yen)
Products and manufactured goods 999 (777)	Inventory 999 (777)
Other deposits 1,876 (–)	Other deposits 1,276 (–)
Buildings and structures 5,454 (4,114)	Buildings and structures 4,901 (3,862)
Machinery, equipment and transportation 17,545 (8,614)	Machinery, equipment and transportation 16,676 (8,865)
Land 33,478 (27,623)	Land 32,820 (27,246)
Other tangible fixed assets 132 (81)	Other tangible fixed assets 111 (61)
Investments in securities 67 (–)	Total 56,786 (40,812)
Total 59,554 (41,211)	The figures in parentheses represent amounts that compose an incorporated foundation. Each amount is included in the relevant principal item.
The figures in parentheses represent amounts that compose an incorporated foundation. Each amount is included in the relevant principal item.	
(In millions of yen)	(In millions of yen)
Debt corresponding to the above	Debt corresponding to the above
Short-term loans payable 945	Short-term loans payable 120
Long-term debt (including long-term debt repayable within one year) 47,982	Long-term debt (including long-term debt repayable within one year) 40,360
3. Contingent liabilities	3. Contingent liabilities
The Company guarantees certain loans and other debt financing provided by financial and other institutions to other than consolidated companies.	The Company guarantees certain loans and other debt financing provided by financial and other institutions to other than consolidated companies.
(In millions of yen)	(In millions of yen)
Mitsui Miike Machinery Co., Ltd. 2,032	Mitsui Miike Machinery Co., Ltd. 1,778
Mitsui Aluminium Co., Ltd. 507	Hibikinada Dvelopment Co. Ltd. 472
Three other companies 999	Four other companies 276
Total 3,538	Total 2,526

(With respect to calculation statements relating to changes in consolidated shareholders' equity)

Fiscal 2008 (April 1, 2008 to March 31, 2009)

1. Matters relating to the type and number of shares issued and outstanding as well as the type and number of treasury stock

(In thousands of shares)

	Number of Shares as of March 31, 2008	Increase during Fiscal 2008	Decrease during Fiscal 2008	Number of Shares as of March 31, 2009
Shares issued and outstanding				
Common stock	230,716	71,633	–	302,349
Class B preferred shares	40,000	–	40,000	–
Class C preferred shares	68,000	–	28,000	40,000
Total	338,716	71,633	68,000	342,349
Treasury stock				
Common stock ¹	496	26	9	513
Class B preferred shares ²	–	40,000	40,000	–
Class C preferred shares ³	–	28,000	28,000	–
Total	496	68,026	68,009	513

Notes:

- The increase of 26,000 shares of common stock represents the buy back of shares that constitute less than one unit (*tangen*). The decrease of 9,000 shares of common stock represents the sale of shares by the Company in response to requests to purchase shares that constitute less than one unit (*tangen*).
- The increase of 40,000,000 shares of Class B preferred shares represents the exercise of appraisal rights in exchange for common stock. The decrease of 40,000,000 shares of Class B preferred shares represents retirement by the Company of treasury stock in accordance with Article 178 of the Companies Act.
- The increase of 28,000,000 shares of Class C preferred shares represents acquisition by the Company of treasury stock in accordance with Article 156 through Article 160 of the Companies Act. The decrease of 28,000,000 shares of Class C preferred shares represents retirement by the Company of treasury stock in accordance with Article 178 of the Companies Act.

2. Matters Relating to Dividends

(1) Cash dividend payment amount

(Resolution)	Type of Share	Total Cash Dividends Paid (Million yen)	Cash Dividends per Common Share (Yen)	Record Date	Effective Date
Annual General Meeting of shareholders held on June 27, 2008	Common stock	460	2.00	March 31, 2008	June 30, 2008
	Class B preferred shares	180	4.52	March 31, 2008	June 30, 2008
	Class C preferred shares	392	5.77	March 31, 2008	June 30, 2008

(2) Dividends for which the effective date falls after fiscal 2009 included in dividends for fiscal 2008

(Resolution)	Type of Share	Total Cash Dividends Paid (Million yen)	Source of Cash Dividend Payment	Cash Dividends per Common Share (Yen)	Record Date	Effective Date
Annual General Meeting of shareholders held on June 26, 2009	Common stock	603	Retained earnings	2.00	March 31, 2009	June 29, 2009
	Class C preferred shares	239	Retained earnings	5.99	March 31, 2009	June 29, 2009

Fiscal 2009 (April 1, 2009 to March 31, 2010)

1. Matters relating to the type and number of shares issued and outstanding as well as the type and number of treasury stock
(In thousands of shares)

	Number of Shares as of March 31, 2009	Increase during Fiscal 2009	Decrease during Fiscal 2009	Number of Shares as of March 31, 2010
Shares issued and outstanding				
Common stock	302,349	–	–	302,349
Class C preferred shares	40,000	–	12,000	28,000
Total	342,349	–	12,000	330,349
Treasury stock				
Common stock ¹	513	8	0	521
Class C preferred shares ²	–	12,000	12,000	–
Total	513	12,008	12,000	521

Notes:

- The increase of 8,666 shares of common stock represents the buy back of shares that constitute less than one unit (*tangen*). The decrease of 850 shares of common stock represents the sale of shares by the Company in response to requests to purchase shares that constitute less than one unit (*tangen*).
- The increase of 12,000,000 shares of Class C preferred shares represents acquisition by the Company of treasury stock in accordance with Article 156 through Article 160 of the Companies Act. The decrease of 12,000,000 shares of Class C preferred shares represents retirement by the Company of treasury stock in accordance with Article 178 of the Companies Act.

2. Matters Relating to Dividends

(1) Cash dividend payment amount

(Resolution)	Type of Share	Total Cash Dividends Paid (Million yen)	Cash Dividends per Common Share (Yen)	Record Date	Effective Date
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(2) Dividends for which the effective date falls after fiscal 2009 included in dividends for fiscal 2008

(Resolution)	Type of Share	Total Cash Dividends Paid (Million yen)	Source of Cash Dividend Payment	Cash Dividends per Common Share (Yen)	Record Date	Effective Date
Annual General Meeting of shareholders held on June 26, 2010	Common stock	603	Retained earnings	2.00	March 31, 2010	June 28, 2010
	Class C preferred shares	153	Retained earnings	5.47	March 31, 2010	June 28, 2010

(With respect to consolidated statements of cash flow)

Fiscal 2008 (April 1, 2008 to March 31, 2009)	Fiscal 2009 (April 1, 2009 to March 31, 2010)
1. The relationship between the balance of cash and cash equivalents as of the fiscal year-end and relevant accounting line items listed in the consolidated balance sheet	1. The relationship between the balance of cash and cash equivalents as of the fiscal year-end and relevant accounting line items listed in the consolidated balance sheet
(As of March 31, 2009)	(As of March 31, 2010)
(In millions of yen)	(In millions of yen)
Cash and deposits	Cash and deposits
8,050	4,510
Time deposits with deposit terms exceeding three months	Time deposits with deposit terms exceeding three months
(128)	(125)
Cash and cash equivalent	Cash and cash equivalent
7,921	4,384

(Matters relating to the payment of retirement benefits)

1. Overview of the Retirement Benefit System Applied

The Company and its consolidated subsidiaries apply defined-benefit, lump-sum termination and approved retirement annuity plans. In addition, certain consolidated subsidiaries participate in the smaller enterprise retirement allowance mutual aid system.

2. Matters Relating to Retirement Benefit Liability

(In millions of yen)

	As of March 31, 2009	As of March 31, 2010
(1) Retirement benefit liability	(7,204)	(5,917)
(2) Pension assets	503	224
(3) Unfunded retirement benefit liability (1) + (2)	(6,700)	(5,693)
(4) Unappropriated amount relating to differences due to changes in generally accepted accounting principles and standards	1,550	828
(5) Unrecognized actuarial differences	171	113
(6) Unrecognized past service liability (amount of liability reduction)	(270)	—
(7) Net amount recorded in the consolidated balance sheet (3) + (4) + (5) + (6)	5,250	(4,751)
(8) Prepaid pension costs	—	—
(9) Allowance for employee retirement benefits (7) - (8)	(5,250)	(4,751)

3. Matters Relating to Retirement Benefit Expenses

(In millions of yen)

	Fiscal 2008 (April 1, 2008 to March 31, 2009)	Fiscal 2009 (April 1, 2009 to March 31, 2010)
(1) Service cost	501	357
(2) Interest cost	115	89
(3) Expected revenue from asset management (reduction)	(3)	—
(4) Costs relating to actuarial differences	272	26
(5) Costs relating to differences due to changes in generally accepted accounting principles and standards	29	200
(6) Costs of past service liability	(53)	—
(7) Retirement benefit expenses (1 + 2 + 3 + 4 + 5 + 6)	862	673
(8) Gain or loss on transfer to a defined contribution pension system	—	—
(9) Other	10	6
Total	851	680

4. Matters Fundamental to the Calculation of Retirement Benefit Liabilities

	As of March 31, 2009	As of March 31, 2010
(1) Methods of attributing the projected benefits to periods of service	Straight-line basis	As left
(2) Discount rate (%)	2.4	2.4
(3) Expected ratio of earnings from asset management (%)	0.02	—
(4) Disposition period (number of years) relating to past service liability	In principle 14 years	—
(5) Amortization period (number of years) relating to actuarial differences	In principle 13 years (Any difference caused in actuarial calculations relating to retirement benefit liabilities is amortized using the straight-line method over employees' average remaining service years from the fiscal year that follows the fiscal year in which the difference occurs.)	As left
(6) Disposition period (number of years) relating to differences due to changes in generally accepted accounting principles and standards	15 years	As left

(With respect to tax effect accounting)

As of March 31, 2009		As of March 31, 2010	
Major causes for the incidence of deferred tax assets and deferred tax liabilities		Major causes for the incidence of deferred tax assets and deferred tax liabilities	
	(In millions of yen)		(In millions of yen)
(Deferred tax assets)		(Deferred tax assets)	
Allowance for employee retirement benefits	2,131	Allowance for employee retirement benefits	1,920
Allowance for doubtful accounts	104	Allowance for doubtful accounts	2
Elimination of profits between consolidated companies	1,735	Elimination of profits between consolidated companies	1,790
Loss carried forward	10,318	Loss carried forward	12,394
Other	11,885	Other	8,221
Subtotal of deferred tax assets	26,175	Subtotal of deferred tax assets	24,328
Valuation allowance	(19,289)	Valuation allowance	(16,091)
Total deferred tax assets	6,886	Total deferred tax assets	8,237
(Deferred tax liabilities)		(Deferred tax liabilities)	
Reserve for condensed booking of fixed assets for tax purposes	(30)	Reserve for condensed booking of fixed assets for tax purposes	(30)
Other	(64)	Other	(74)
Total deferred tax liabilities	(95)	Total deferred tax liabilities	(105)
Net deferred tax assets	6,790	Net deferred tax assets	8,131

(Segment information)

a. Segment information by business type

(In millions of yen)

	Fiscal 2008 (April 1, 2008 to March 31, 2009)					
	Coal and Coke-Related Business	Comprehensive Engineering Business	Other Businesses	Total	Eliminations and Corporate	Consolidated
I. Net sales and operating income (loss)						
Net sales						
(1) Sales to external customers	165,483	13,527	12,311	191,322	–	191,322
(2) Intersegment sales or transfer between segments	46	956	339	1,341	(1,341)	–
Total	165,529	14,483	12,651	192,664	(1,341)	191,322
Operating expenses	151,771	13,703	12,541	178,016	1,149	179,165
Operating income	13,757	780	110	14,648	(2,491)	12,157
II. Assets, depreciation expenses, impairment loss and capital expenditure						
Assets	76,721	9,450	23,552	109,724	28,711	138,435
Depreciation expenses	3,648	355	402	4,405	110	4,516
Impairment loss	–	180	255	436	24	461
Capital expenditure	2,752	368	295	3,416	462	3,879

Notes:

- Business segments are classified according to their product type and characteristics based on individual business management systems.
- Principal products and activities of each business segment are as follows:
 - Coal and Coke-Related Business Coal, coke; coal and coke transportation and cargo handling
 - Comprehensive Engineering Business Chemical equipment and machinery, machinery for general industry, plants, ceramics, recycling of resources
 - Other Businesses Cargo handling, incidental business such as construction work, sale and lease of real estate, building cleaning, security and facility management, other
- Unallocable operating expenses included in “Eliminations and Corporate” totaled 2,530 million yen and principally related to the Company’s general expenses.
- Assets included in “Eliminations and Corporate” totaled 33,720 million yen and principally related to the Company’s surplus funds (cash and marketable securities), short- and long-term loans receivable, long-term investment funds (investments in securities) and assets related to administrative and management departments and divisions.
- Depreciation expenses relating to long-term prepaid expenses are included in depreciation expenses.
- Long-term prepaid expenses are included in capital expenditure.
- (Change in accounting principle and standard)
(Accounting standard for the valuation of inventories)
Effective from fiscal 2008, Nippon Coke & Engineering Co., Ltd., has adopted the Accounting Standard for Measurement of Inventories (ASBJ Statement No. 9 of July 5, 2006). Compared with the previously used method, operating income for the Coal and Coke-Related Business decreased 5,857 million yen as a result of this change in applicable accounting standard.

(In millions of yen)

	Fiscal 2009 (April 1, 2009 to March 31, 2010)					
	Coal and Coke-Related Business	Comprehensive Engineering Business	Other Businesses	Total	Eliminations and Corporate	Consolidated
I. Net sales and operating income (loss)						
Net sales						
(1) Sales to external customers	78,929	11,222	4,769	94,921	–	94,921
(2) Intersegment sales or transfer between segments	38	999	175	1,213	(1,213)	–
Total	78,968	12,222	4,944	96,135	(1,213)	94,921
Operating expenses	71,783	11,629	4,610	88,023	956	88,980
Operating income	7,184	592	334	8,111	(2,170)	5,941
II. Assets, depreciation expenses, impairment loss and capital expenditure						
Assets	64,367	10,025	17,984	92,376	25,905	118,281
Depreciation expenses	3,805	333	298	4,437	140	4,577
Impairment loss	–	–	–	–	336	336
Capital expenditure	3,093	183	276	3,553	(100)	3,452

Notes:

- Business segments are classified according to their product type and characteristics based on individual business management systems.
- Principal products and activities of each business segment are as follows:
 - Coal and Coke-Related Business Coal, coke; coal and coke transportation and cargo handling
 - Comprehensive Engineering Business Chemical equipment and machinery, machinery for general industry, plants, ceramics, recycling of resources
 - Other Businesses Cargo handling; sale and lease of real estate; building cleaning, security and facility management; other
- Unallocable operating expenses included in “Eliminations and Corporate” totaled 2,039 million yen and principally related to the Company’s general expenses.
- Assets included in “Eliminations and Corporate” totaled 29,344 million yen and principally related to the Company’s surplus funds (cash and marketable securities), short- and long-term loans receivable, long-term investment funds (investments in securities) and assets related to administrative and management departments and divisions.
- Depreciation expenses relating to long-term prepaid expenses are included in depreciation expenses.
- Long-term prepaid expenses are included in capital expenditure.

b. Segment information by geographic location

Fiscal 2008 (April 1, 2008 to March 31, 2009) and fiscal 2009 (April 1, 2009 to March 31, 2010)

As the amounts of net sales and assets in Japan represented more than 90% of the consolidated net sales and total assets for all business segments, business segment information by geographic location has been omitted.

c. Overseas sales

Fiscal 2008 (April 1, 2008 to March 31, 2009) and fiscal 2009 (April 1, 2009 to March 31, 2010)

As overseas sales represented less than 10% of consolidated net sales, overseas sales information has been omitted.

(Per share information)

Fiscal 2008 (April 1, 2008 to March 31, 2009)		Fiscal 2009 (April 1, 2009 to March 31, 2010)	
	(Yen)		(Yen)
Net assets per share	72.09	Net assets per share	81.94
Net income per share	6.67	Net income per share	15.46
Diluted net income per share	5.07	Diluted net income per share	12.91

Notes:

1. The basis for calculating net assets per share is presented as follows.

(In millions of yen unless otherwise stated)

	As of March 31, 2009	As of March 31, 2010
Total net assets	31,998	31,884
Amounts deducted from total net assets	10,239	7,153
(Payments for Class C preferred shares included in the above with put options for ordinary shares as compensation)	(10,000)	(7,000)
(Dividend amount applicable to Class C preferred shares included in the above)	(239)	(153)
Net assets as of the fiscal year-end relating to ordinary shares	21,758	24,731
Number of ordinary shares as of the fiscal year-end used in the calculation of net assets per share (shares)	301,835,830	301,828,014

2. The bases for calculating net income per share and diluted net income per share are presented as follows.

(In millions of yen unless otherwise stated)

	Fiscal 2008 (April 1, 2008 to March 31, 2009)	Fiscal 2009 (April 1, 2009 to March 31, 2010)
Net income per share		
Net income	2,014	4,818
Amount not pertaining to ordinary shares	239	153
(Dividend amount applicable to Class C preferred shares included in the above)	(239)	(153)
Net income pertaining to ordinary shares	1,775	4,665
Average number of shares for the fiscal year (shares)	265,929,702	301,831,982
Diluted net income per share		
Net income adjustment amount	239	153
(Dividend amount applicable to Class C preferred shares included in the above)	(239)	(153)
Increase in the number of ordinary shares (shares)	131,864,034	71,279,977
(Payments for Class B preferred shares included in the above with put options for ordinary shares as compensation)	(35,914,746)	(—)
(Payments for Class C preferred shares included in the above with put options for ordinary shares as compensation)	(95,949,288)	(71,279,977)
Overview of diluted shares that were not included in the calculation of diluted net income per share due to their not having a diluting effect	—	—

(Disclosure omission)

Information with respect to lease transactions, related-party transactions, marketable securities, derivative transactions and rental and other real estate are considered immaterial as disclosure items for inclusion in this Consolidated Financial Report. Accordingly, explanatory notes have been omitted.

5. Non-Consolidated Financial Statements**(1) Balance Sheets**

	(In millions of yen)	
	As of March 31, 2009	As of March 31, 2010
Assets		
Current assets		
Cash and deposits	4,769	2,023
Notes receivable	60	270
Accounts receivable	5,756	5,746
Products and manufactured goods	16,789	8,252
Work in progress	669	389
Raw materials and stored goods	7,051	5,997
Prepaid expenses	115	132
Other receivables	884	435
Deferred tax assets	384	1,698
Other deposits	1,876	1,276
Other	306	297
Allowance for doubtful accounts	(378)	(4)
Total current assets	38,287	26,515
Fixed assets		
Tangible fixed assets		
Buildings	1,866	1,878
Structures	5,128	4,797
Machinery and equipment	24,652	22,843
Vessels	39	45
Motor vehicles and transportation equipment	39	31
Tools, furniture and fixtures	182	142
Land	41,998	40,956
Construction work in progress	725	2,054
Total tangible fixed assets	74,631	72,751
Intangible fixed assets		
Software	531	424
Other	17	16
Total intangible fixed assets	549	441
Investments and other assets		
Investments in securities	350	330
Affiliated company shares	2,865	1,871
Investments	4	4
Long-term loans to employees	3	3
Long-term loans to affiliated companies	3,790	3,329
Bankruptcy, rehabilitation and other related claims	0	0
Long-term prepaid expenses	1,174	1,100
Deferred tax assets	4,245	4,309
Other	996	798
Allowance for doubtful accounts	(1,038)	(852)
Total investments and other assets	12,392	10,895
Total fixed assets	87,573	84,089
Total assets	125,860	110,605

	(In millions of yen)	
	As of March 31, 2009	As of March 31, 2010
Liabilities		
Current liabilities		
Notes payable	7,530	2,603
Accounts payable	10,203	8,094
Short-term loans payable	10,143	2,714
Corporate bonds redeemable within one year	6,549	44,778
Leased liabilities	0	0
Other accounts payable	5,039	1,852
Accrued expenses payable	1,711	1,416
Income and other taxes payable	127	32
Advances received	288	321
Deposits payable	979	594
Allowance for bonuses	579	577
Allowance for loss on liquidation of affiliated companies	1,476	911
Allowance for loss on inappropriate transactions	4,417	705
Allowance for loss on orders	850	—
Other	175	160
Total current liabilities	50,075	64,765
Long-term liabilities		
Long-term loans payable	38,208	7,391
Leased liabilities	1	0
Allowance for employee retirement benefits	4,191	4,217
Allowance for director and corporate auditor retirement benefits	108	138
Allowance for environmental development	2,703	2,703
Other	98	48
Total long-term liabilities	45,311	14,499
Total liabilities	95,386	79,265
Net assets		
Shareholders' equity		
Capital	7,000	7,000
Capital surplus		
Legal capital surplus	1,750	1,750
Total capital surplus	1,750	1,750
Retained earnings		
Legal retained earnings reserve	3	3
Other retained earnings		
Retained earnings brought forward	21,860	22,689
Total retained earnings	21,863	22,692
Treasury stock	(92)	(93)
Total shareholders' equity	30,520	31,349
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	34	25
Profit (loss) on hedge transactions	(81)	(35)
Total valuation and translation adjustments	(47)	(9)
Total net assets	30,473	31,339
Total liabilities and net assets	125,860	110,605

(2) Non-Consolidated Statements of Income

	(In millions of yen)	
	Fiscal 2008 (April 1, 2008 to March 31, 2009)	Fiscal 2009 (April 1, 2009 to March 31, 2010)
Net sales	170,393	84,208
Cost of sales	152,335	73,685
Gross profit	18,058	10,522
Selling, general and administrative expenses	6,459	4,933
Operating income	11,598	5,588
Non-operating income		
Interest received	222	137
Dividends received	191	76
Fixed asset rental income	37	–
Subsidy income	–	105
Other	92	70
Total non-operating income	545	389
Non-operating expenses		
Interest paid	1,724	1,455
Foreign currency exchange loss	308	157
Taxes and due	324	284
Other	604	646
Total non-operating expenses	2,962	2,543
Ordinary income	9,181	3,434
Extraordinary income		
Gain on sale of fixed assets	645	267
Gain on sales of affiliated company shares	1,495	946
Reversal of allowance for affiliated company doubtful accounts	23	252
Relocation compensation	338	–
Subsidy income	–	396
Other	84	51
Total extraordinary income	2,586	1,913
Extraordinary loss		
Loss on inappropriate transactions	5,912	–
Loss on sale of fixed assets	124	123
Loss on disposal of fixed assets	239	59
Loss on devaluation of affiliated company shares	–	286
Provision for allowance for affiliated company doubtful accounts	830	–
Loss on cancellation/termination of rental contract	–	165
Impairment loss	214	336
Other	831	242
Total extraordinary loss	8,152	1,214
Income before income taxes and others	3,615	4,134
Income taxes—current	24	24
Income taxes—deferred	758	(1,402)
Total income taxes	782	(1,378)
Net income	2,832	5,513

(3) Calculation Statements Relating to Changes in Non-Consolidated Shareholders' Equity

	(In millions of yen)	
	Fiscal 2008 (April 1, 2008 to March 31, 2009)	Fiscal 2009 (April 1, 2009 to March 31, 2010)
Shareholders' equity		
Capital		
Balance as of the previous fiscal year-end	7,000	7,000
Changes during the fiscal year		
Total changes during the fiscal year	—	—
Balance as of the end of the fiscal year	7,000	7,000
Capital surplus		
Legal capital surplus		
Balance as of the previous fiscal year-end	6,845	1,750
Changes during the fiscal year		
Transfer from legal to other surplus	(5,095)	—
Total changes during the fiscal year	(5,095)	—
Balance as of the end of the fiscal year	1,750	1,750
Other capital surplus		
Balance as of the previous fiscal year-end	0	—
Changes during the fiscal year		
Transfer from legal to other surplus	5,095	—
Disposal of treasury stock	0	—
Retirement of treasury stock	(5,096)	—
Total changes during the fiscal year	(0)	—
Balance as of the end of the fiscal year	—	—
Total capital surplus		
Balance as of the previous fiscal year-end	6,846	1,750
Changes during the fiscal year		
Transfer from capital to other surplus	—	—
Disposal of treasury stock	0	—
Retirement of treasury stock	(5,096)	—
Total changes during the fiscal year	(5,096)	—
Balance as of the end of the fiscal year	1,750	1,750
Retained earnings		
Legal retained earnings reserve		
Balance as of the previous fiscal year-end	3	3
Changes during the fiscal year		
Total changes during the fiscal year	—	—
Balance as of the end of the fiscal year	3	3
Other retained earnings		
Retained earnings brought forward		
Balance as of the previous fiscal year-end	23,924	21,860
Changes during the fiscal year		
Dividends from surplus	(1,033)	(843)
Net income	2,832	5,513
Disposal of treasury stock	—	(0)
Retirement of treasury stock	(3,863)	(3,840)
Total changes during the fiscal year	(2,064)	829
Balance as of the end of the fiscal year	21,860	22,689

	Fiscal 2008 (April 1, 2008 to March 31, 2009)	Fiscal 2009 (April 1, 2009 to March 31, 2010)
Total retained earnings		
Balance as of the previous fiscal year-end	23,927	21,863
Changes during the fiscal year		
Dividends from surplus	(1,033)	(843)
Net income	2,832	5,513
Disposal of treasury stock	–	(0)
Retirement of treasury stock	(3,863)	(3,840)
Total changes during the fiscal year	(2,064)	829
Balance as of the end of the fiscal year	21,863	22,692
Treasury stock		
Balance as of the previous fiscal year-end	(87)	(92)
Changes during the fiscal year		
Disposal of treasury stock	1	0
Acquisition of treasury stock	(8,966)	(3,840)
Retirement of treasury stock	8,960	3,840
Total changes during the fiscal year	(4)	(0)
Balance as of the end of the fiscal year	(92)	(93)
Total shareholders' equity		
Balance as of the previous fiscal year-end	37,686	30,520
Changes during the fiscal year		
Transfer from legal to other surplus	–	–
Dividends from surplus	(1,033)	(843)
Net income	2,832	5,513
Disposal of treasury stock	1	0
Acquisition of treasury stock	(8,966)	(3,840)
Retirement of treasury stock	–	–
Total changes during the fiscal year	(7,165)	828
Balance as of the end of the fiscal year	30,520	31,349
Valuation and translation adjustments		
Valuation difference on available-for-sale securities		
Balance as of the previous fiscal year-end	31	34
Changes during the fiscal year		
Net changes in items other than shareholders' equity	3	(9)
Total changes during the fiscal year	3	(9)
Balance as of the end of the fiscal year	34	25
Profit (loss) on hedge transactions		
Balance as of the previous fiscal year-end	(106)	(81)
Changes during the fiscal year		
Net changes in items other than shareholders' equity	24	46
Total changes during the fiscal year	24	46
Balance as of the end of the fiscal year	(81)	(35)

	Fiscal 2008 (April 1, 2008 to March 31, 2009)	Fiscal 2009 (April 1, 2009 to March 31, 2010)
Total valuation and translation adjustments		
Balance as of the previous fiscal year-end	(74)	(47)
Changes during the fiscal year		
Net changes in items other than shareholders' equity	27	37
Total changes during the fiscal year	27	37
Balance as of the end of the fiscal year	(47)	(9)
Total net assets		
Balance as of the previous fiscal year-end	37,611	30,473
Changes during the fiscal year		
Transfer from legal to other surplus	-	-
Dividends from surplus	(1,033)	(843)
Net income	2,832	5,513
Disposal of treasury stock	1	0
Acquisition of treasury stock	(8,966)	(3,840)
Retirement of treasury stock	-	-
Net changes in items other than shareholders' equity	27	37
Total changes during the fiscal year	(7,137)	865
Balance as of the end of the fiscal year	30,473	31,339

6. Other Matters

Changes and New Appointments of Directors

(1) Changes in representatives

None

(2) Changes in directors and statutory auditors (effective as of June 25, 2010)

(i) Newly appointed directors (scheduled)

Shinzaburo Hino, Managing Director (Current position: Managing Executive Officer and General Manager, Coke & Coal Department)

Shoji Yoshida, Director (Current position: Executive Officer and General Manager, Corporate Technical Department)

(ii) Retiring directors (scheduled)

Koji Sakata (Current position: Managing Director, Managing Executive Officer and General Manager, Chemical Machinery Department)

Akio Hattori (Current position: Managing Director and Managing Executive Officer)

(iii) Newly appointed statutory auditors (scheduled)

Ryosuke Noda, Standing Statutory Auditor (Current position: General Manager, Tochigi Engineering Factory, Chemical Machinery Department)

Junichi Sadamori, Statutory Auditor (Current position: Assistant to General Manager, Planning & Administration Department, Mineral Resources, Energy, Chemical & Electronics Business Unit, Sumitomo Corporation)

Note: Junichi Sadamori is an outside statutory auditor as prescribed under Article 2, Paragraph 16 of the Companies Act.

(iv) Retiring statutory auditor (scheduled)

Shuji Sueda (Current position: Standing Statutory Auditor)

Takahiro Izuta (Current position: Statutory Auditor)

(Reference)

May 14, 2010

Nippon Coke & Engineering Co., Ltd.
Directors, Statutory Auditors and Executive Officers

(Following the Company's Annual Meeting of Shareholders to be held toward the end of June 2010)

1. Directors and Statutory Auditors

Kiyoaki Ogura	Representative Director and President
Koichiro Kakihara	Executive Managing Director
Shinzaburo Hino	Managing Director (newly appointed)
Kazuhiro Kajiya	Director
Shoji Yoshida	Director (newly appointed)
Toru Furihata	Director
Makoto Akagi	Director
Ryosuke Noda	Standing Statutory Auditor (newly appointed)
Kakuei Miyagi	Statutory Auditor
Hiroshi Murakami	Statutory Auditor
Junichi Sadamori	Statutory Auditor (newly appointed)

2. Executive Officers

Hiroaki Kakegawa	Executive Officer, General Manager of Kyushu Regional Office
Hiroaki Owada	Executive Officer, General Manager of Kitakyushu Coking Works
Minoru Sasaki	Executive Officer, General Manager of Personnel and General Affairs Department