



**Metal One Corporation and Subsidiaries
Financial Results for the Year Ended December 2004**

March 29, 2005

3-23-1 Shiba, Minato-ku, Tokyo

Metal One Corporation

Statement of Consolidated Income

(In ¥ million)

Item	2003 (January – December)	2004 (January – December)
Sales	1,899,994	2,277,944
Costs of sales	-1,805,544	-2,154,511
Gross profit	94,450	123,433
(Gross profit ratio)	(5.0%)	(5.4%)
Selling, general and administrative expenses	-73,861	-78,891
Operating income	20,589	44,542
Non-operating income	6,078	8,379
(Interest income)	(1,371)	(745)
(Dividends income)	(1,332)	(1,396)
(Equity in earnings of affiliates)	(1,658)	(3,893)
(Other non-operating income)	(1,717)	(2,345)
Non-operating expenses	-5,449	-5,446
(Interest expense)	(-4,022)	(-3,357)
(Other non-operating expenses)	(-1,427)	(-2,089)
Ordinary income	21,218	47,475
Extraordinary gains and losses	-700	-3,415
(Extraordinary gain)	(1,977)	(5,225)
(Extraordinary loss)	(-2,677)	(-8,640)
Income before income taxes	20,518	44,060
Income taxes:		
Current	-9,340	-15,836
Deferred	870	-1,903
Minority interests	-1,452	-3,617
Net income	10,596	22,704

Consolidated Balance Sheet

(In ¥ million)

Assets			Liabilities, Minority Interests and Shareholders' Equity		
Item	December 31, 2003	December 31, 2004	Item	December 31, 2003	December 31, 2004
Current assets	708,721	873,618	Current liabilities	640,802	785,032
Cash and deposits	34,565	37,181	Notes and accounts payable	347,612	427,680
Notes and accounts receivable	551,274	682,035	Short-term loans	261,894	310,696
Inventories	100,661	132,236	Advances receipts	6,544	3,234
Advance payments	4,172	3,314	Accrued expenses	4,901	5,367
Short-term loans	2,095	2,212	Other accounts payable	8,170	18,902
Other accounts receivable	13,996	15,036	Income taxes payable	6,847	10,505
Deferred income taxes	5,561	6,211	Other	4,834	8,648
Other current assets	3,851	5,341			
Allowance for doubtful receivables	-7,454	-9,948			
			Long-term liabilities	83,677	89,506
Fixed assets	202,694	217,749	Long-term loans	53,372	52,519
Tangible assets	91,539	84,412	Reserve for retirement allowance	3,516	2,902
Intangible assets	11,257	11,354	Deferred tax liabilities	11,994	20,837
Goodwill	2,922	2,212	Other	14,795	13,248
Other intangible fixed assets	8,335	9,142			
Investments and other assets	99,898	121,983	Total liabilities	724,479	874,538
Investments	88,523	113,121	Minority interests	16,308	19,206
Long-term loans	5,333	4,037			
Long-term receivables	4,250	1,940	Common stock	100,000	100,000
Deferred income taxes	2,631	1,980	Capital surplus	50,000	50,000
Other	7,516	6,542		150,000	150,000
Allowance for doubtful receivables	-8,355	-5,637	Retained earnings	13,719	30,804
			(Subtotal)	163,719	180,804
			Net unrealized gains on securities	10,711	20,975
			Foreign currency translation adjustments	-3,802	-4,156
Total assets	911,415	1,091,367	Total shareholders' equity	170,628	197,623
			Total liabilities, minority interests and shareholders' equity	911,415	1,091,367

Statement of Income

(In ¥ million)

Item	2003	2004
	(January – December)	(January – December)
Sales	1,315,668	1,457,422
Cost of sales	-1,285,402	-1,423,084
Gross profit	30,266	34,338
(Gross profit ratio)	(2.3%)	(2.4%)
Selling, general and administrative expenses	-22,600	-21,541
Operating income	7,666	12,797
Non-operating income	3,648	2,926
(Interest income)	(1,249)	(644)
(Dividends income)	(2,284)	(2,030)
(Other non-operating income)	(115)	(252)
Non-operating expenses	-2,161	-2,063
(Interest expense)	(-1,429)	(-820)
(Other non-operating expenses)	(-732)	(-1,243)
Ordinary income	9,153	13,660
Extraordinary gain and loss	789	-1,520
(Extraordinary gain)	(1,315)	(3,994)
(Extraordinary loss)	(-526)	(-5,514)
Income before income taxes	9,942	12,140
Income taxes:		
Current	-4,440	-3,894
Deferred	571	171
Net income	6,073	8,417

Balance Sheet

(In ¥ million)

Assets			Liabilities and Shareholders' Equity		
Item	December 31, 2003	December 31, 2004	Item	December 31, 2003	December 31, 2004
Current assets	445,424	483,346	Current liabilities	382,198	421,987
Cash and deposits	4,984	2,147	Notes payable	57,671	43,295
Notes receivable	91,599	99,422	Accounts payable	185,825	212,627
Accounts receivable	311,510	325,820	Short-term loans	125,242	143,875
Inventories	21,109	22,194	Advance receipts	2,496	829
Other accounts receivable	9,325	10,759	Other accounts payable	3,837	13,222
Short-term loans	7,766	28,204	Income taxes payable	4,131	2,272
Deferred tax assets	2,745	3,453	Other current liabilities	2,996	5,867
Other	3,573	4,952	Fixed liabilities	38,417	52,666
Allowance for doubtful receivables	-7,187	-13,605	Long-term loans payable	34,535	41,372
Fixed assets	141,251	170,076	Deferred tax liabilities	3,882	11,294
Tangible assets	4,852	3,560	Total of liabilities	420,615	474,653
Intangible assets	5,378	5,963	Common stock	100,000	100,000
Investments and other assets	131,021	160,553	Capital surplus	50,000	50,000
Investment securities	76,835	96,812	Retained earnings	6,073	8,890
Equity in subsidiaries	46,092	56,489	(Subtotal)	156,073	158,890
Long-term loans	3,114	2,722	Net unrealized gains on securities	9,987	19,879
Long-term receivables	7,042	4,523			
Other	1,568	1,507	Total shareholders' equity	166,060	178,769
Allowance for doubtful receivables	-3,630	-1,500	Total liabilities and shareholders' equity	586,675	653,422
Total assets	586,675	653,422			