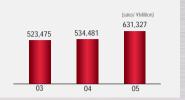
Business Segment

Iron and Steel Segment



[Main Product and Services]

Steel wire rod and bar, steel sheet, steel plate, billets, steel castings and forgings, titanium and titanium alloy, iron powder and powder products, pig iron for castings, pig iron for steelmaking, slag products, stainless steel tube, building materials, specialty steel products, steel wire, welding consumables, welding robots, welding power supplies, welding robot systems, welding testing/analysis/consulting

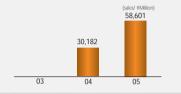


Wholesale **Power Supply** Segment



[Main Product and Services]

[Main Product and Services]
Wholesale power supply
Note: The No. 2 Power Plant of our Shinko Kobe Power Station went into commercial operation in April 2004, supplying electricity as part of our wholesale supply operations. The addition of a second plant substantially augments our power-supply capabilities. Consequently, from the reporting term ended March 2005 we have decided to report this business under a separate business category of "Wholesale Power Supply" instead of the previous category of "from afficed." The sales figures for the said operations have been recalculated for the previous term ended March 2004 in accordance with the new segmentation criteria for purposed of comparison. Sales figures have not been recalculated for the term ended March 2003, and therefore are included in the category of "fron and Steel."



Aluminum and Copper Segment



[Main Product and Services]

Aluminum rolled products, copper rolled products, aluminum alloy and magnesium alloy cast and forged products, aluminum processed

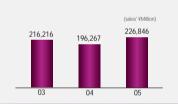


Machinery Segment



[Main Product and Services]

Industrial plants, energy/chemical equipment, nuclear power-related equipment, civil engineering, bridges, new transit systems, tire/rubber processing machinery, plastics processing machinery, isostatic presses, physical vapor deposition systems, metalworking machinery, compressors, refrigeration compressors, heat pumps, mining and rock-crushing equipment, environmental plants, recycling and soil purification systems, cooling towers, internal combustion engines, heavy electrical equipment, handling equipment

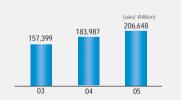


Construction **Machinery** Segment



[Main Product and Services]

Hydraulic excavators, mini excavators, wheel loaders, crawler cranes, rough-terrain cranes, work vessels, electric mining shovels



Real Estate Segment



[Main Product and Services]

Real estate sales/leasing, building management, area/urban development, insurance agency services



Electronic Materials and Other Businesses Segment



[Main Product and Services]

Electronics-related equipment, IT systems, special alloys and other new materials (for sputtering targets etc), materials inspection, LP gas container manufacturing, general trading, IC testing services, superconductive products, information services, travel agency business

