

FINANCIAL RESULTS

for the Fiscal Year ended March 31, 2009

May 21, 2009

HANWA CO.,LTD.

- *Our sales amount for the fiscal year ended March 31, 2009 was 1,539.2 billion yen, showing 2.1% increase over the same period of last year by rise of the market price of steel products in first half period. We achieved record-high sales. On profit side, the net income was 5.9 billion yen, down 54.3% from the same period of last year by decrease sales revenue, revaluation losses on inventories and impairment losses on investment securities.*
- *We plan the year-end dividend payment of 6 yen. As a result, the planned annual dividend for FY2008 (year ended March 31, 2009) will be 12 yen per share.
As for Fiscal Year ending March 31, 2010, the interim dividend of 6 yen and the year-end dividend of 6 yen, thus totally 12 yen per share for the year are planned.*
- *Although it will be hard to accomplish sales amount and earnings target of the mid-term business plan ended in March 2010, due to dramatic changes in the global economic environment, we execute our business strategy.*

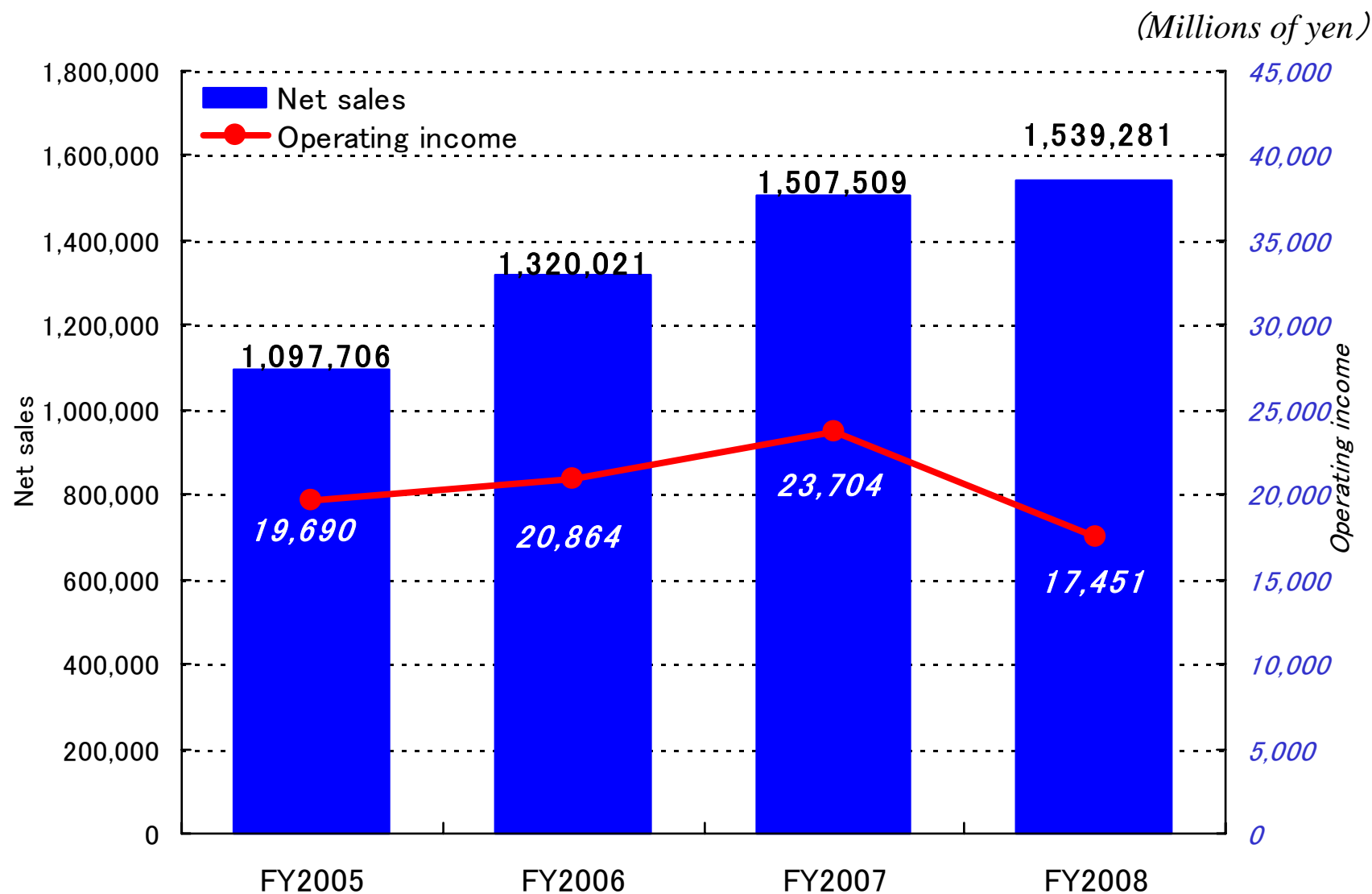
Operating Results (consolidated)



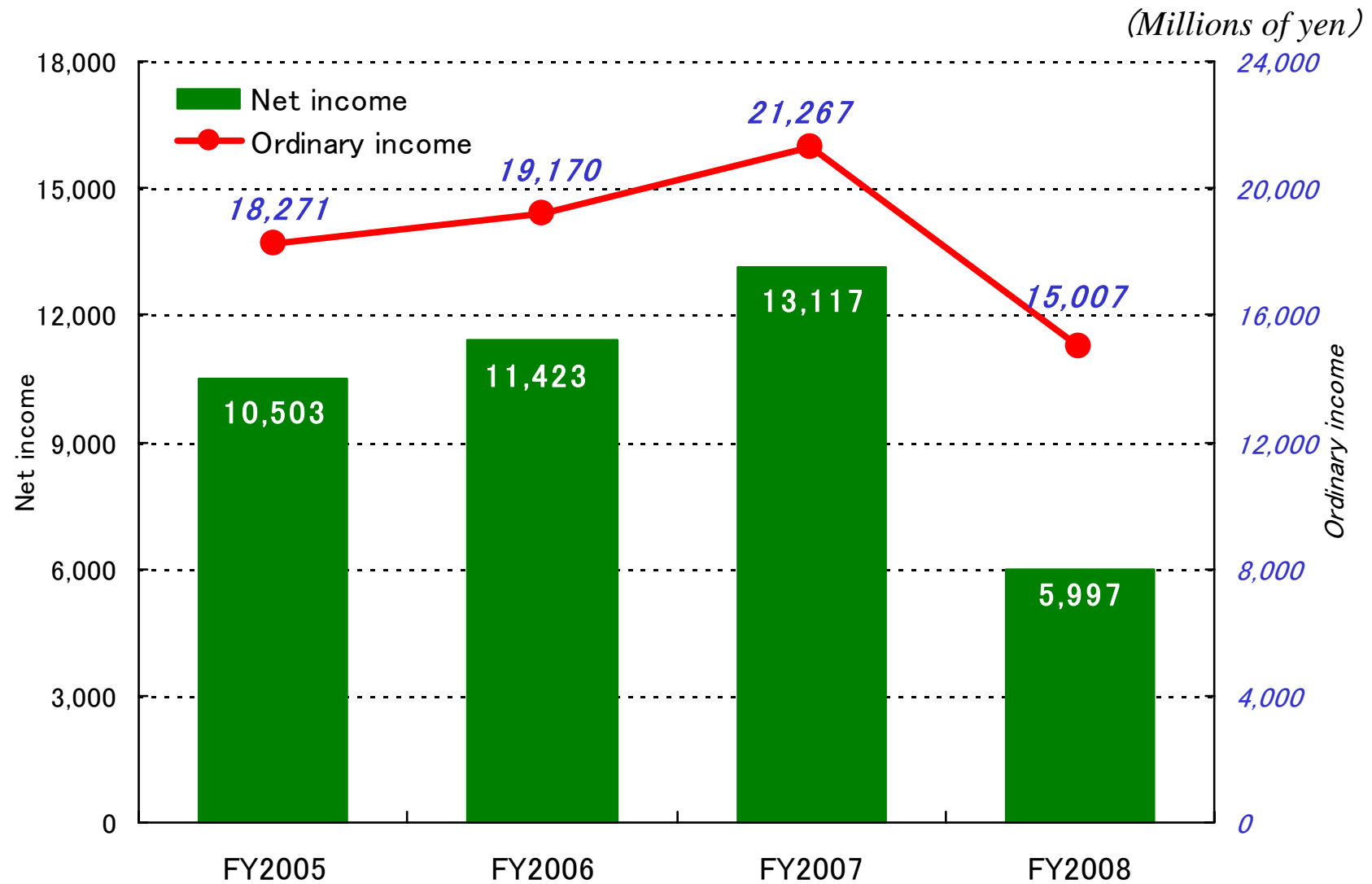
(Millions of yen)

	<i>FY2008</i> <i>(year ended</i> <i>March 31, 2009)</i>	<i>FY2007</i> <i>(year ended</i> <i>March 31, 2008)</i>	<i>Rate of change</i>
<i>Net sales</i>	<i>1,539,281</i>	<i>1,507,509</i>	<i>+2.1%</i>
<i>Operating income</i>	<i>17,451</i>	<i>23,704</i>	<i>-26.4%</i>
<i>Ordinary income</i>	<i>15,007</i>	<i>21,267</i>	<i>-29.4%</i>
<i>Net income</i>	<i>5,997</i>	<i>13,117</i>	<i>-54.3%</i>

Changes in Net sales (consolidated)



Changes in Net income (consolidated)



Financial Position (consolidated)



(Millions of yen)

	FY2008 <i>(March 31, 2009)</i>	FY2007 <i>(March 31, 2008)</i>	Rate of change
Total assets	479,379	482,014	-0.5%
Total liabilities	384,466	381,088	+0.9%
Shareholders' equity	94,912	100,926	-6.0%
Shareholders' equity ratio	19.7%	20.7%	
Shareholders' equity per share(yen)	450.05	473.70	-5.0%
Net debt/equity ratio	190.4%	151.7%	+25.5%

Cash Flows Situation (consolidated)



(Millions of yen)

	<i>FY2008</i> <i>(year ended March 31, 2009)</i>	<i>FY2007</i> <i>(year ended March 31, 2008)</i>	<i>Increase</i> <i>(decrease)</i>
<i>Cash flows from Operating activities</i>	<i>(5,742)</i>	<i>21,430</i>	<i>(27,172)</i>
<i>Cash flows from Investing activities</i>	<i>(19,535)</i>	<i>(8,443)</i>	<i>(11,092)</i>
<i>Cash flows from Financing activities</i>	<i>46,591</i>	<i>(9,144)</i>	<i>55,735</i>
<i>Cash and cash equivalents at end of year</i>	<i>35,046</i>	<i>14,178</i>	<i>20,867</i>

Segment Information (consolidated)



Net sales

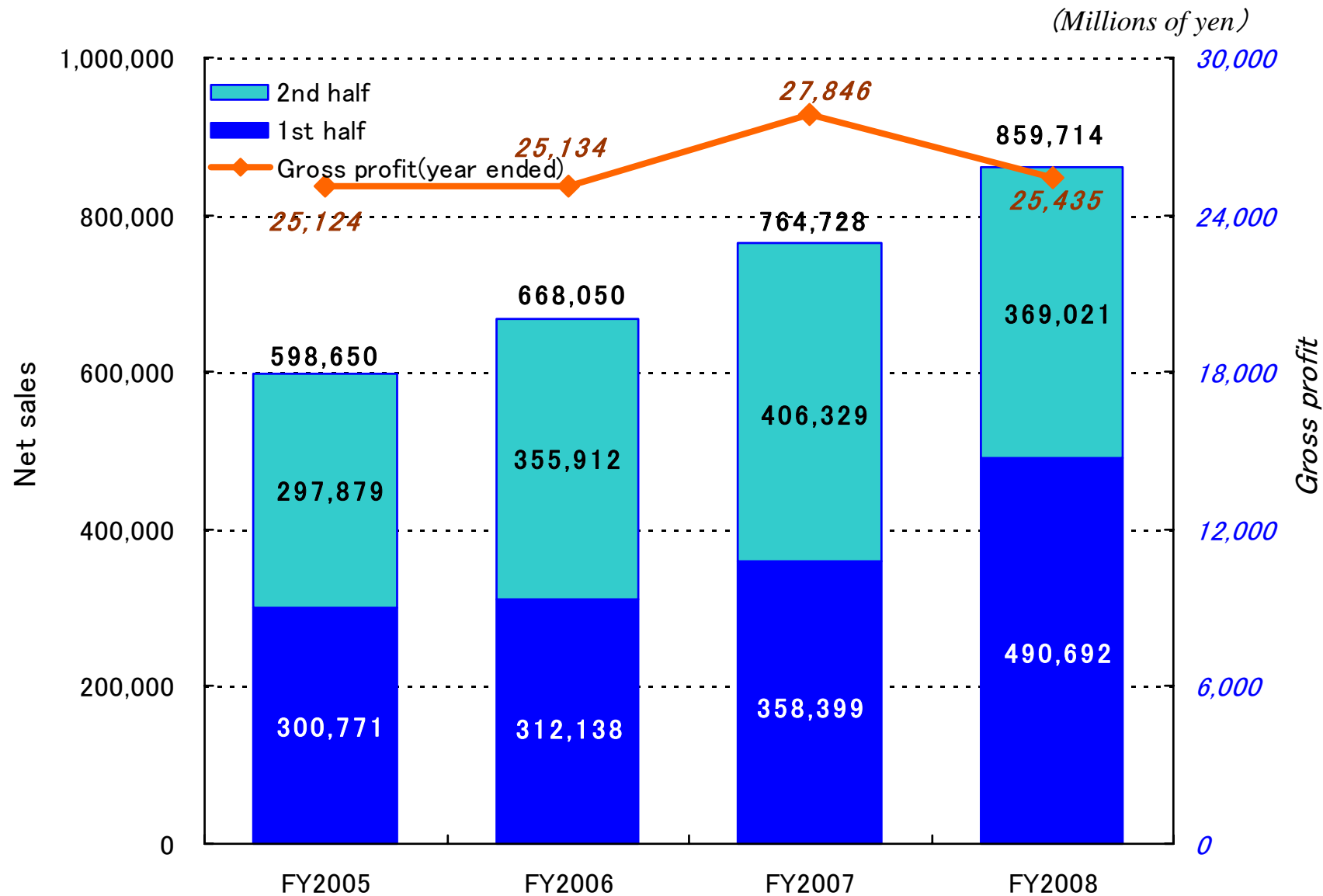
	FY2008	FY2007	Rate of change
Steel	877,755	790,340	+11.1%
Metals & alloys	155,841	202,019	-22.9%
Non-ferrous metals	51,859	65,344	-20.6%
Foods	82,218	84,671	-2.9%
Petroleum & chemicals	320,816	311,480	+3.0%
Others	50,789	53,652	-5.3%
Total	1,539,281	1,507,509	+2.1
Corporate	—	—	—
Consolidated	1,539,281	1,507,509	+2.1%

Operating income

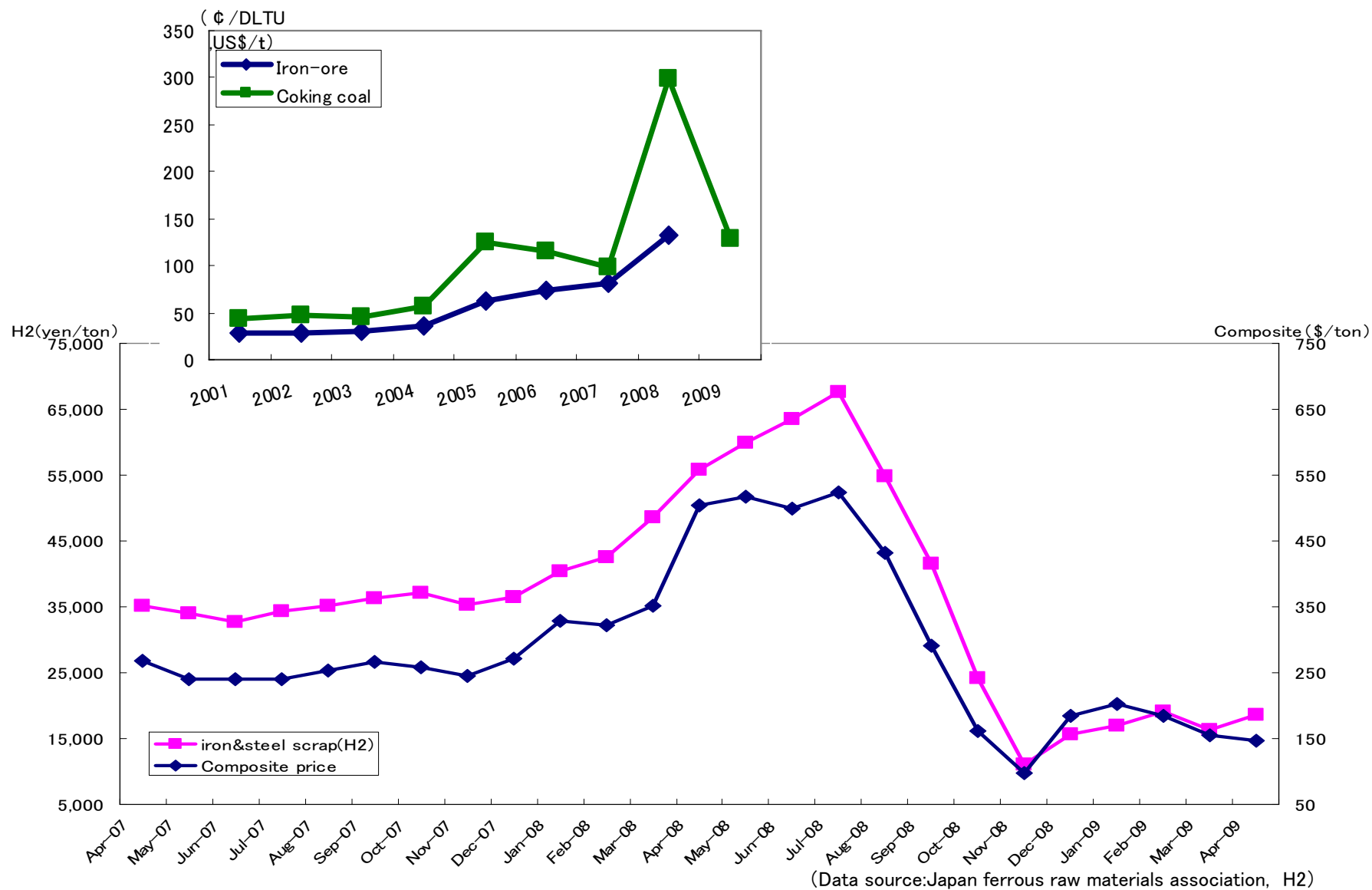
(Millions of yen)

	FY2008	FY2007	Rate of change
Steel	10,234	15,874	-35.5%
Metals & alloys	2,092	6,619	-68.4%
Non-ferrous metals	1,068	2,014	-47.0%
Foods	1,645	776	+112.0%
Petroleum & chemicals	4,801	2,545	+88.6%
Others	3,382	1,424	-137.5%
Total	23,225	29,256	-20.6%
Corporate	(5,774)	(5,552)	+4.0%
Consolidated	17,451	23,704	-26.4%

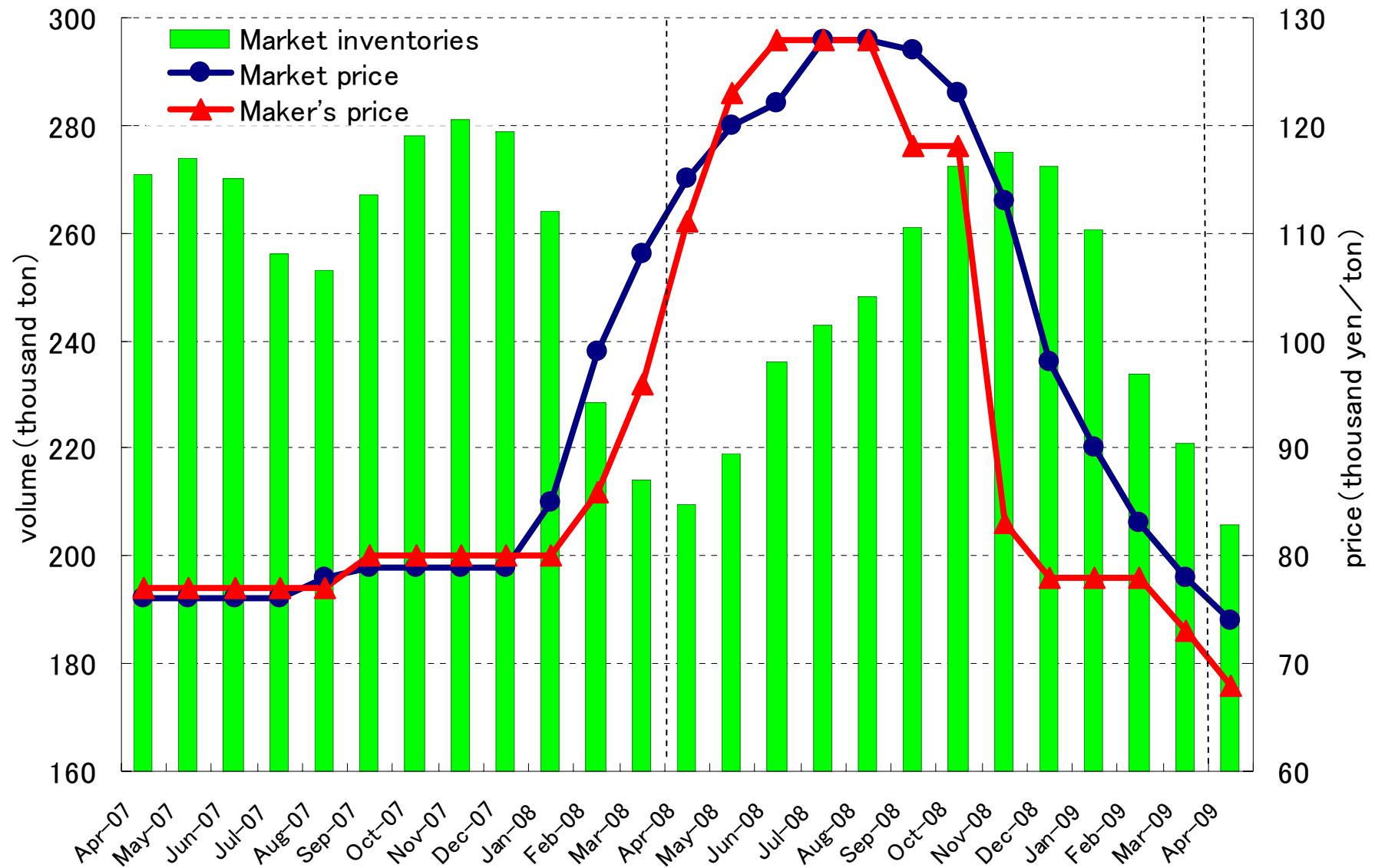
Sales and Profit by Steel Segment (unconsolidated)



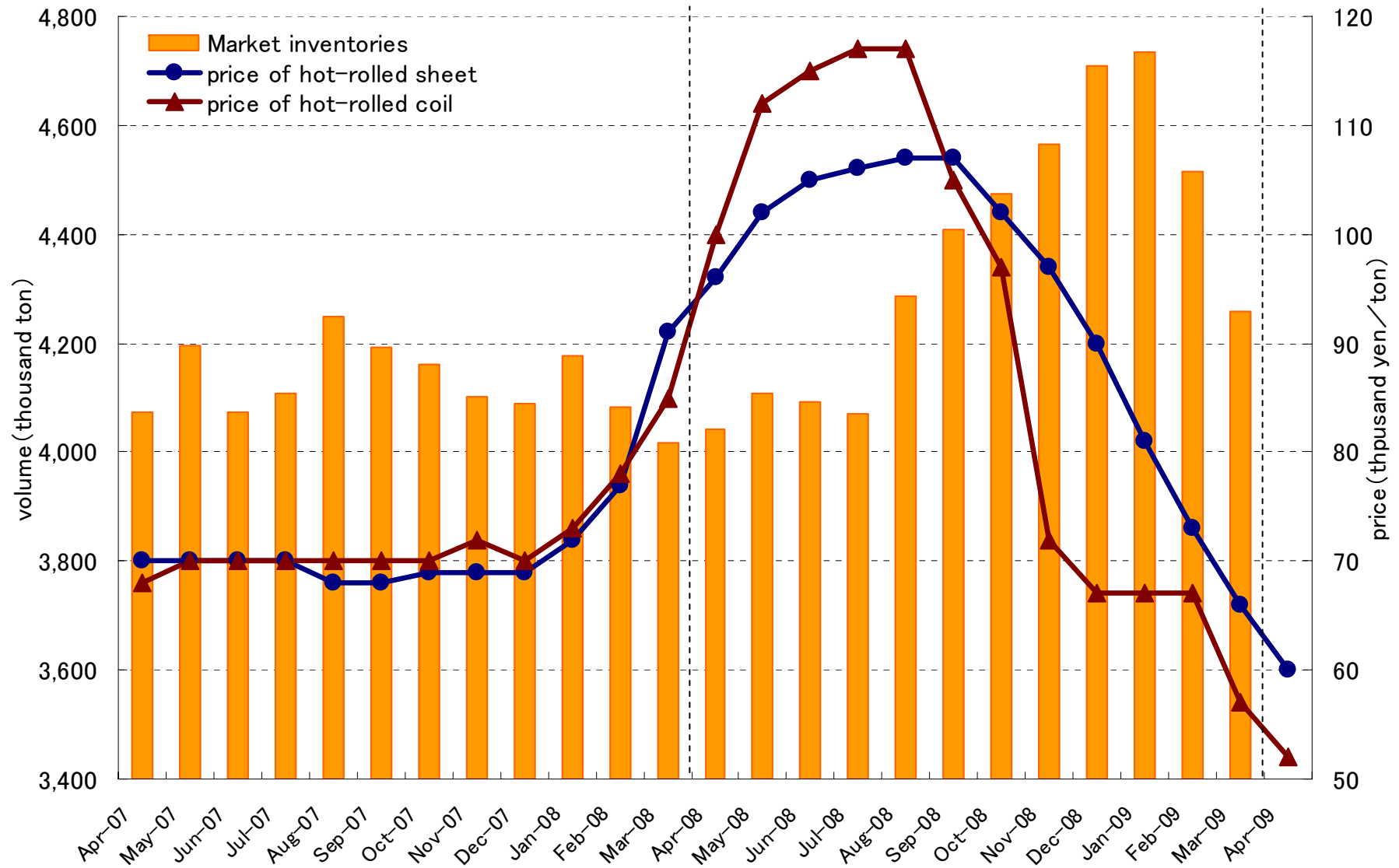
Transition of Iron & Steel Scrap, Iron Ore, Coking Coal Markets



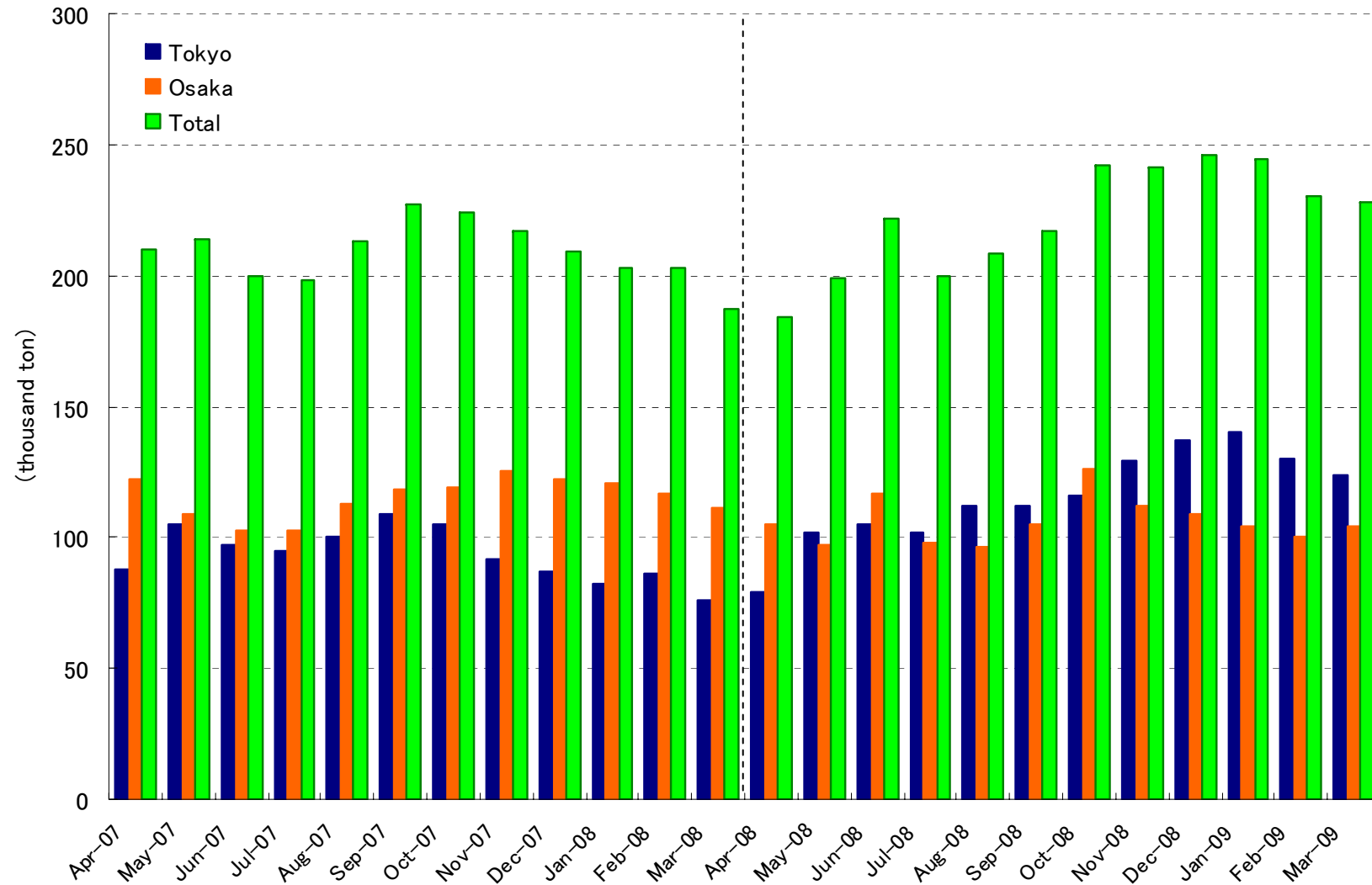
Transition of the H-Beams Markets in Japan



Transition of Steel Sheets Markets in Japan



Transition of Imported Steel-coils Inventory on the Japanese Quay **HANWA**



Study by Hanwa co.,ltd.

Segment Information (consolidated)



Net sales

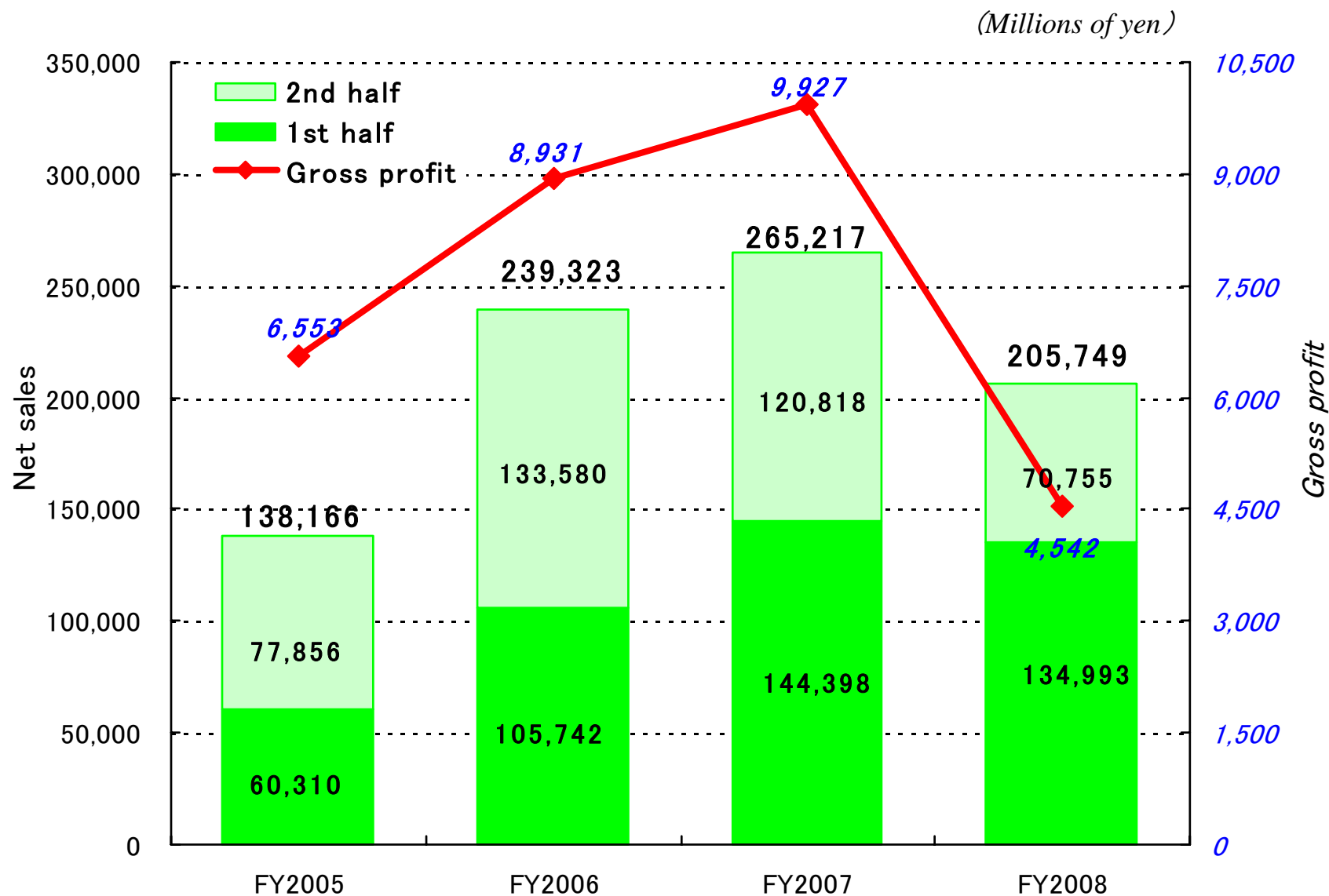
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Operating income

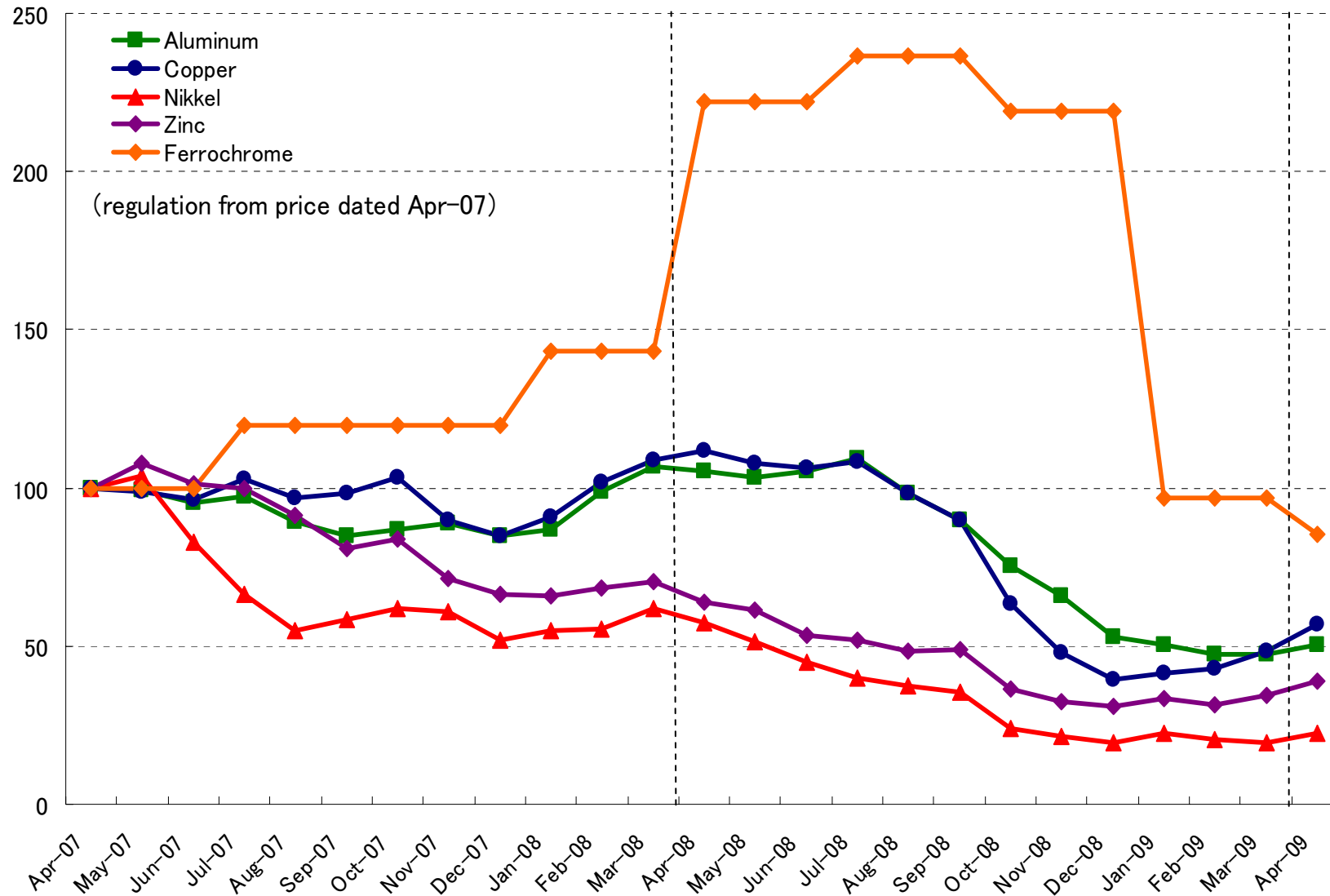
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Sales and Profit by Metals & Alloys, Non-ferrous Metals Segment (unconsolidated)



Transition of Non-ferrous Metals Markets



Segment Information (consolidated)



Net sales

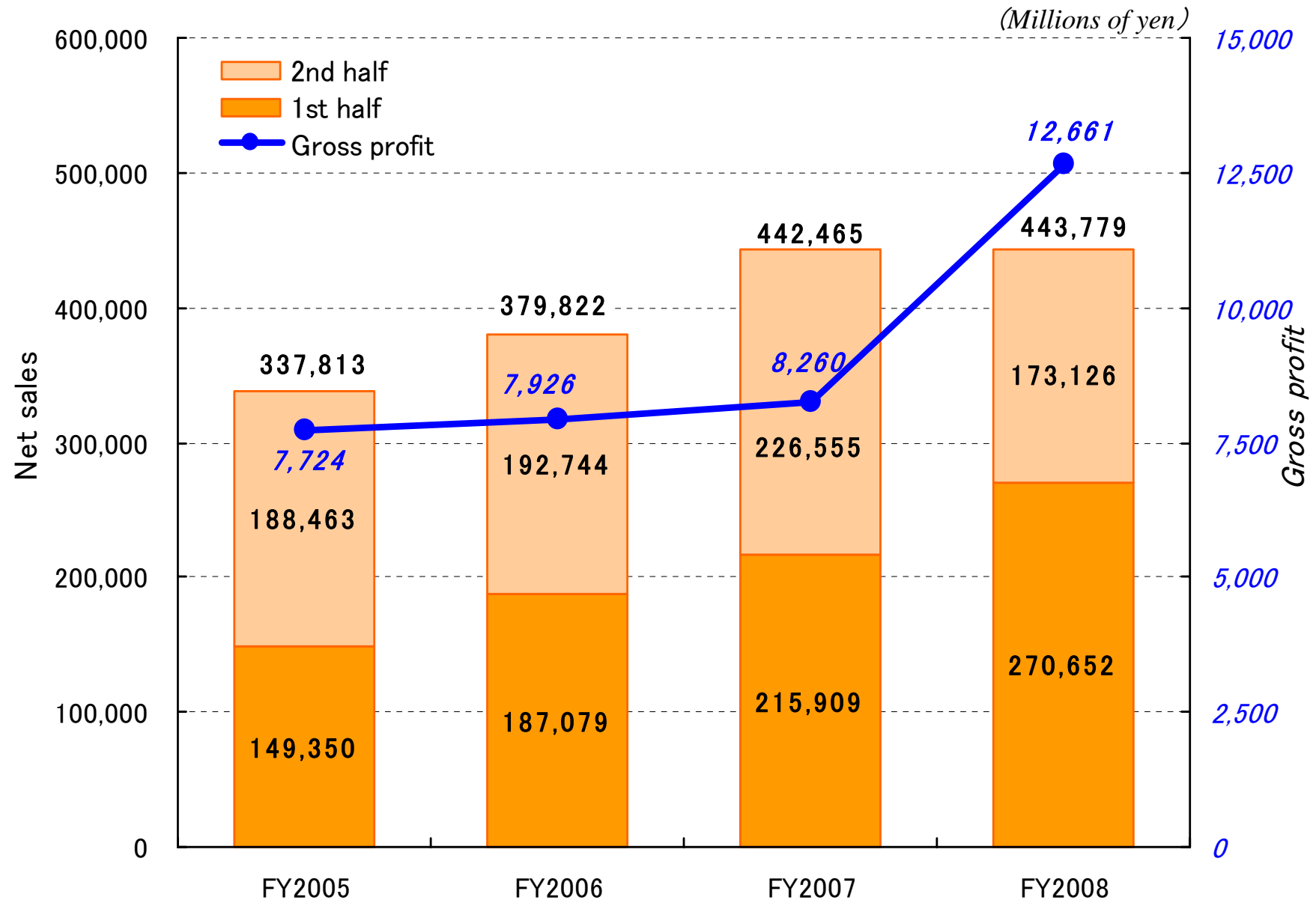
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Operating income

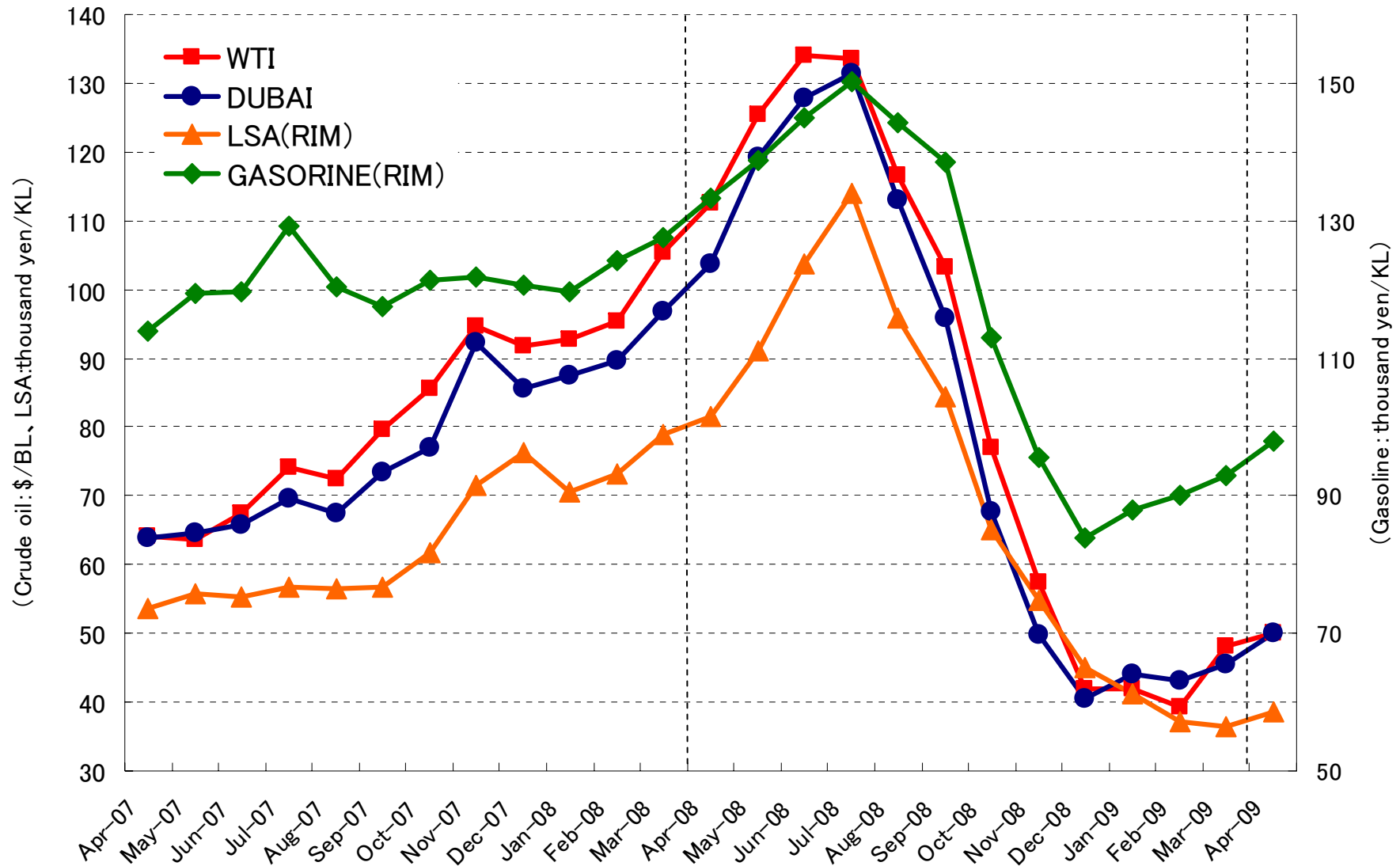
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Sales and Profit by Foods, Petroleum & Chemicals, Others Segment (unconsolidated) 



Transition of Crude Oil & Petroleum Products Markets



Comparison of Results and Mid-term Business Plan



<i>consolidated</i>	<i>FY2007</i> <i>(year ended</i> <i>March 31,2008)</i>	<i>FY2008</i> <i>(year ended</i> <i>March 31,2009)</i>	<i>Last year of</i> <i>MTBP (FY2009)</i>	<i>Achievement</i> <i>Rate</i>
<i>Net sales</i> <i>(Billions of yen)</i>	1,507.5	1,539.2	1,600.0	96.2%
<i>Operating income</i> <i>(Billions of yen)</i>	23.7	17.4	25.0	69.8%
<i>Ordinary income</i> <i>(Billions of yen)</i>	21.2	15.0	23.0	65.2%
<i>ROA</i>	2.7%	1.2%	2.4%	—
<i>ROE</i>	13.3%	6.2%	11.0%	—
<i>BPS (yen)</i>	473.70	450.05	600.00	75.0%
<i>Net debt/equity</i> <i>ratio</i>	151.7%	190.4%	150.0%	—

《Steel》

Enhancement of processing functions . . . Enhancement of leveler line in HRC, coil centers in Changfu and in Dongguan, China

Meeting real demand . . . Establishing Hokkaido factory, Promoting Hiroshima office to a branch

Enhancement of overseas development . . . Coil center business in Indonesia & Vietnam, Inventory sales in Dubai

《Metals & alloys》

Diversification of supply sources . . . Investment in the Ruukki Group in Finland, Establishing Johannesburg office

《Non-ferrous metals》

Enhancement of processing functions . . . New construction of sorting and processing facility of waste aluminum-sash

《Foods》

Enhancement of sales at overseas . . . Export of domestic seafood, Establishing subsidiary company in Amsterdam

《Petroleum & Chemicals》

Enhancement of overseas development . . . Expanding bunker oil sales overseas, Increase of import of petroleum products

《Lumber》

Enhancement of overseas development . . . Export of domestic round timber & wood products

consolidated

(Millions of yen)

	<i>Interim</i>	<i>FY2009</i>	<i>FY2008</i>
<i>Net sales</i>	537,000	1,106,000	1,539,281
<i>Operating income</i>	5,900	14,800	17,451
<i>Ordinary income</i>	4,500	12,000	15,007
<i>Net income</i>	2,700	7,200	5,997

	<i>Year</i>	<i>Year-end</i>	
		<i>Interim</i>	<i>Year-end</i>
<i>Cash dividends (yen)</i>	12.00	6.00	6.00

This material contains statements (including figures) regarding Hanwa Co.,Ltd.(“Hanwa”)’s corporate strategies, objectives, and views of future developments that are forward-looking in nature and are not simply reiterations of historical facts. These statements are presented to inform stakeholders of the Views of Hanwa’s management but should not be relied on solely in making investment and other decisions. Readers should not place undue reliance on forward-looking statements.