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Company Name: Iino Kaiun Kaisha, Ltd. (Iino Lines)

Stock Code: 9119

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Iino Lines Details Disparity between Consolidated First-half Earnings Results and Forecast and Revises Consolidated Full-year Earnings Forecast

Iino Kaiun Kaisha, Ltd. (Iino Lines) reports that its consolidated financial results for the first half of the fiscal year ending March 31, 2011, deviated from its earnings forecast of July 29, 2010, and that it has revised its consolidated full-year earnings forecast. Details appear below.

1. Disparity between consolidated earnings results and forecast for the first half of the fiscal year ending March 31, 2011 (April 1 – September 30, 2010)

	Consolidated				
	Revenues	Operating Profit	Recurring Profit	Net Income	Net Income per Share
Previous Forecast (A) (issued Jul 29, 2010)	million yen 38,400	million yen 1,400	million yen 500	million yen 200	yen 1.88
Results (B)	38,319	1,531	718	364	3.41
Value Change (B – A)	(81)	131	218	164	-
Percent Change (%)	(0.2)	9.4	43.6	82.0	-
For reference: Six Months ended September 30, 2009 (actual)	37,800	2,078	975	608	5.70

2. Reason for disparity between consolidated first-half earnings results and forecast

Dry-dock works that were initially scheduled for the second quarter were rescheduled to the third quarter and thereafter. Owing to this and other factors, Iino Lines' consolidated first-half results for the fiscal year ending March 31, 2011, exceeded the forecast issued on July 20, 2010.

3. Revised consolidated forecast for the fiscal year ending March 2011 (from April 1, 2010 to March 31, 2011)

	Consolidated				
	Revenues	Operating Profit	Recurring Profit	Net Income	Net Income per Share
Previous Forecast (A) (issued Jul 29, 2010)	million yen 74,800	million yen 3,000	million yen 1,500	million yen 900	yen 8.44
Revised Forecast (B) (issued October 29, 2010)	72,000	2,400	1,000	500	4.69
Value Change (B – A)	(2,800)	(600)	(500)	(400)	-
Percent Change (%)	(3.7)	(20.0)	(33.3)	(44.4)	-
For reference: Year ended March 31, 2010 (actual)	77,031	4,086	2,225	180	1.62

4. Reason for change from forecast issued on July 29, 2010

Iino Lines revised its forecast after comprehensively considering a number of factors including: yen appreciation during the fiscal first half that substantially exceeded expectations; its view that exchange rates are likely to remain around their current levels during the third quarter and beyond; and the unlikelihood of freight rates in tanker markets, Iino Lines' core area, improving substantially versus initial expectations in the third quarter and beyond.

Iino Lines will work to minimize the effect of market stagnation on its profits by efficiently deploying vessels and rebuilding its fleet by decommissioning unprofitable vessels and other means.

	Foreign exchange rate	Bunker price
Previous forecast's assumptions	1US\$ = ¥90.0	US\$450 / MT
Revised forecast's assumptions	1US\$ = ¥82.5	US\$460 / MT

Earnings and performance forecasts are based on information available at the time of preparation and are subject to underlying risks and uncertainties. Actual results may therefore differ materially from those expressed or implied by forecasts due to a variety of factors.