

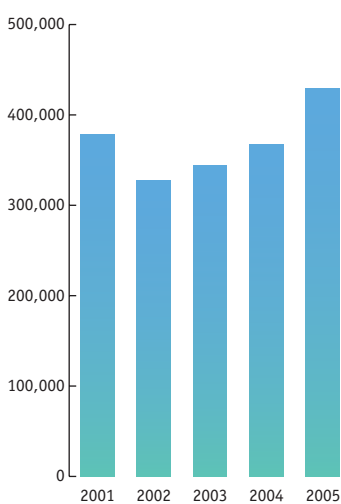
# Financial Highlights

DAIDO STEEL CO., LTD. AND CONSOLIDATED SUBSIDIARIES  
YEARS ENDED MARCH 31, 2005 AND 2004

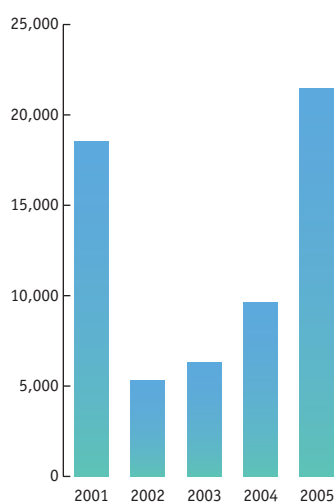
	Millions of Yen			Thousands of U.S. Dollars
	2005	2004	2003	2005
<b>For the Year:</b>				
Net Sales	<b>¥429,106</b>	¥367,793	¥344,457	<b>\$4,010,336</b>
Operating Income	<b>21,456</b>	9,616	6,324	<b>200,523</b>
Income (Loss) before Income Taxes and Minority Interests	<b>19,037</b>	10,177	(12,308)	<b>177,916</b>
Net Income (Loss)	<b>11,385</b>	4,201	(10,379)	<b>106,402</b>
<b>At Year-End:</b>				
Total Assets	<b>436,335</b>	427,393	399,441	<b>4,077,897</b>
Shareholders' Equity	<b>144,267</b>	132,880	124,148	<b>1,348,289</b>
<b>Per Share of Common Stock (Yen and U.S. Dollars):</b>				
Basic Net Income (Loss)	<b>25.70</b>	9.40	(24.09)	<b>0.24</b>
Cash Dividends Applicable to the Year	<b>5.00</b>	2.00	1.00	<b>0.05</b>
Return on Equity (ROE)	<b>7.89</b>	3.16	(8.36)	<b>7.89</b>

Note: The translation of Japanese yen amounts into U.S. dollar amounts is included solely for the convenience of readers outside Japan and has been made at the rate of ¥107 to \$1, the approximate rate of exchange at March 31, 2005.

**Net Sales**  
(millions of yen)



**Operating Income**  
(millions of yen)



**Net Income (Loss)**  
(millions of yen)

