

Consolidated Financial Results for the First Quarter of the Fiscal Year Ending March 31, 2006 ("Fiscal 2005")
NIPPON MINING HOLDINGS, INC. (<http://www.shinnikko-hd.co.jp/>)

Code No. : 5016
 Stock Listings : Tokyo, Osaka, Nagoya
 Address of head office : 10-1, Toranomom 2-chome, Minato-ku, Tokyo
 Contact to : IR and Public Relations Department Telephone number : (03) 5573 - 5118

This Financial Statement is prepared in accordance with accounting principles generally accepted in Japan.

1. Matters relating to prepare quarterly consolidated financial statements

(1) Changes in accounting method : None.

(2) Changes in scope of consolidation and application of the equity method (a newly consolidated subsidiary)

Consolidated subsidiaries (newly included) 3 (Asishoji Co., Ltd.,
 Nikko Woojin Precision Manufacturing (Suzhou) Co., Ltd.,
 Nippon Mining Procurement, Inc.)

Reference) Consolidated subsidiaries : 110, Non-consolidated subsidiary accounted for by equity method : 1, Affiliated companies accounted for by equity method : 18

(3) Quarterly figures are unaudited.

2. Consolidated financial results for the First Quarter of Fiscal Year 2005 (From April 1, 2005 to June 30, 2005)

(1) Operating results

	Sales		Operating Income		Income before special items	
	millions of yen	%	millions of yen	%	millions of yen	%
For the three months ended June 30, 2005	636,934	14.6	36,636	74.6	46,356	94.5
For the three months ended June 30, 2004	555,954	7.7	20,982	92.4	23,830	117.4
Reference) For the year ended March 31, 2005 (Fiscal 2004)	2,502,538		125,608		148,055	

	Net Income		Primary EPS		Fully diluted EPS	
	millions of yen	%	yen	sen	yen	sen
For the three months ended June 30, 2005	28,945	103.9	34	17	-	-
For the three months ended June 30, 2004	14,198	470.4	20	91	-	-
Reference) For the year ended March 31, 2005 (Fiscal 2004)	50,577		63	84	-	-

Note: 1. Average number of shares issued (consolidated)

For the three-months ended June 30, 2005 : 847,021,670 shares , For the three-months ended June 30, 2004 : 679,102,849 shares

For the year ended March 31, 2005 : 789,164,998 shares

2. This represents a percentage of an increase or decrease from the first quarter of Fiscal Year 2004.

(2) Financial position

	Total Assets		Total Shareholders' Equity	
	millions of yen		millions of yen	
As of June 30, 2005	1,640,544		376,958	
As of June 30, 2004	1,591,885		244,528	
Reference) As of March 31, 2005	1,580,144		353,437	

	Net Worth Ratio		Shareholders' Equity Per Share	
	%		yen sen	
As of June 30, 2005	23.0		444 99	
As of June 30, 2004	15.4		360 08	
Reference) As of March 31, 2005	22.4		416 98	

Note: Number of shares issued at end of first quarter (consolidated)

As of June 30, 2005 : 847,112,040 shares, As of June 30, 2004 : 679,095,111 shares, As of March 31, 2005 : 847,132,246 shares

(3) Cash Flows

	Cash flows from operating activities	Cash flows from investing activities
	millions of yen	millions of yen
For the three months ended June 30,2005	(21,296)	(2,632)
For the three months ended June 30,2004	(46,669)	(4,300)
Reference) For the year ended March 31,2005 (Fiscal 2004)	45,360	(15,170)

	Cash flows from financing activities	Cash and cash equivalents at end of period
	millions of yen	millions of yen
For the three months ended June 30,2005	22,120	62,381
For the three months ended June 30,2004	28,996	50,324
Reference) For the year ended March 31,2005 (Fiscal 2004)	(38,734)	62,473

3. Consolidated projection for the six months ending September 30, 2005

	Sales	Income before special items	Net Income
	millions of yen	millions of yen	millions of yen
For the six months ending September 30,2005	1,330,000	77,000	48,000

Note: Projection for the year ending March 31, 2006 will be disclosed at the day of disclosure of interim financial results.

* This projection is based on information available as of August 10, 2005.

* The actual results are subject to change due to changes in the business environment.

Consolidated Balance Sheets (Unaudited)

Account title	First quarter of Fiscal 2005 (As of June 30, 2005)		Fiscal 2004 (As of March 31, 2005)		Increase (Decrease) millions of yen	First quarter of Fiscal 2004 (As of June 30, 2004)	
	millions of yen	%	millions of yen	%		millions of yen	%
Assets	1,640,544	100.0	1,580,144	100.0	60,400	1,591,885	100.0
<i>Current assets</i>	728,978	44.4	677,062	42.8	51,916	596,269	37.5
Cash and time deposits	62,532		62,068		464	50,183	
Notes and accounts receivable, trade	269,554		269,186		368	222,541	
Inventories	340,767		283,984		56,783	261,456	
Other current assets	56,125		61,824		(5,699)	62,089	
<i>Fixed assets</i>	911,566	55.6	903,082	57.2	8,484	995,616	62.5
Property, plant and equipment	588,378		589,837		(1,459)	644,587	
Intangible assets	64,738		64,890		(152)	77,596	
Investments in securities	193,801		182,716		11,085	177,389	
Other long-term assets	64,649		65,639		(990)	96,044	
<i>Total assets</i>	1,640,544	100.0	1,580,144	100.0	60,400	1,591,885	100.0
Liabilities	1,222,836	74.5	1,188,762	75.2	34,074	1,306,839	82.1
<i>Current liabilities</i>	798,951	48.7	756,849	47.9	42,102	751,583	47.2
Notes and accounts payable, trade	229,993		229,411		582	208,894	
Short-term borrowing	349,027		322,286		26,741	389,264	
Commercial paper	44,000		27,000		17,000	-	
Current portion of bonds	-		-		-	1,900	
Accounts payable, other	98,299		81,161		17,138	84,501	
Other current liabilities	77,632		96,991		(19,359)	67,024	
<i>Long-term liabilities</i>	423,885	25.8	431,913	27.3	(8,028)	555,256	34.9
Bonds	-		-		-	53,600	
Long-term debt	286,523		294,504		(7,981)	371,213	
Other long-term liabilities	137,362		137,409		(47)	130,443	
Minority interest in consolidated subsidiaries	40,750	2.5	37,945	2.4	2,805	40,518	2.5
Shareholders' Equity	376,958	23.0	353,437	22.4	23,521	244,528	15.4
<i>Common stock</i>	40,000	2.4	40,000	2.5	-	40,000	2.5
<i>Capital surplus</i>	192,924	11.8	201,382	12.7	(8,458)	145,218	9.1
<i>Retained earnings</i>	124,183	7.6	95,537	6.0	28,646	58,602	3.7
<i>Surplus from land revaluation</i>	(2,994)	(0.2)	(2,994)	(0.2)	-	(2,371)	(0.1)
<i>Unrealized gain on marketable securities</i>	23,839	1.4	23,022	1.5	817	26,099	1.6
<i>Accumulated translation adjustment</i>	(647)	(0.0)	(3,175)	(0.1)	2,528	(4,083)	(0.2)
<i>Less: Treasury stock, at cost</i>	(347)	(0.0)	(335)	(0.0)	(12)	(18,937)	(1.2)
Total liabilities, minority interest in consolidated subsidiaries and shareholders' equity	1,640,544	100.0	1,580,144	100.0	60,400	1,591,885	100.0

Consolidated Statements of Income (Unaudited)

Account title	For the three months ended June 30, 2005		For the three months ended June 30, 2004		Increase (Decrease) millions of yen	Fiscal 2004 (from April 1, 2004 to March 31, 2005)	
	millions of yen	%	millions of yen	%		millions of yen	%
Operating income							
Net sales	636,934	100.0	555,954	100.0	80,980	2,502,538	100.0
Cost of sales	560,884	88.0	488,337	87.8	72,547	2,202,409	88.0
Selling, general and administrative expenses	39,414	6.2	46,635	8.4	(7,221)	174,521	7.0
<i>Operating Income</i>	<i>36,636</i>	<i>5.8</i>	<i>20,982</i>	<i>3.8</i>	<i>15,654</i>	<i>125,608</i>	<i>5.0</i>
Other income	13,944	2.2	8,280	1.5	5,664	43,806	1.8
Interest and dividend income	1,290		847		443	2,549	
Amortization of consolidation adjustment account	505		1,170		(665)	5,178	
Equity in income of non-consolidated subsidiaries and affiliates	11,053		5,406		5,647	31,278	
Other	1,096		857		239	4,801	
Other expenses	4,224	0.7	5,432	1.0	(1,208)	21,359	0.9
Interest expenses	2,634		3,317		(683)	12,581	
Exchange loss	160		427		(267)	509	
Other	1,430		1,688		(258)	8,269	
<i>Income before special items</i>	<i>46,356</i>	<i>7.3</i>	<i>23,830</i>	<i>4.3</i>	<i>22,526</i>	<i>148,055</i>	<i>5.9</i>
Special profit	3,933	0.6	3,933	0.7	-	35,101	1.4
Gain on sales of property, plant and equipment	2,476		1,397		1,079	1,995	
Gain on sales of investments in securities	1,359		2,041		(682)	17,606	
Gain on change in equity of consolidated subsidiary	-		-		-	7,000	
Amortization of prior service cost	-		-		-	5,561	
Other	98		495		(397)	2,939	
Special loss	885	0.1	1,652	0.3	(767)	76,479	3.0
Loss on sales of property, plant and equipment	34		-		34	616	
Loss on disposal of property, plant and equipment	469		1,136		(667)	10,461	
Impairment losses	-		-		-	25,232	
Loss on write-down of investments in securities	36		4		32	789	
Reorganization and restructuring costs	211		445		(234)	20,726	
Loss on lump-sum recognition of the previous years' unrecognized net actuarial losses	-		-		-	6,900	
Provision for environmental remediation allowance	-		-		-	3,408	
Provision for allowance for cost of disposal of unutilized property, plant and equipment	-		-		-	2,489	
Loss on redemption of bonds	-		-		-	1,695	
Provision for allowance for doubtful accounts	-		-		-	419	
Other	135		67		68	3,744	
<i>Income before income taxes</i>	<i>49,404</i>	<i>7.8</i>	<i>26,111</i>	<i>4.7</i>	<i>23,293</i>	<i>106,677</i>	<i>4.3</i>
Income taxes	11,830	1.9	3,188	0.6	8,642	42,331	1.7
Deferred income tax	5,252	0.9	6,251	1.1	(999)	5,645	0.2
Minority interest in earnings of consolidated subsidiaries	(3,377)	(0.5)	(2,474)	(0.4)	(903)	(8,124)	(0.4)
<i>Net income</i>	<i>28,945</i>	<i>4.5</i>	<i>14,198</i>	<i>2.6</i>	<i>14,747</i>	<i>50,577</i>	<i>2.0</i>

Consolidated Statements of Retained Earnings (Unaudited)

(millions of yen)

Account Title	For the three months ended June 30,2005	For the three months ended June 30,2004	Fiscal 2004 (from April 1, 2004 to March 31, 2005)
	millions of yen	millions of yen	millions of yen
Capital Surplus:			
Balance at beginning of year	201,382	149,320	149,320
Increase in capital surplus	64	1	56,165
Gain on disposition of treasury stock*	64	1	56,165
Decrease in capital surplus	8,522	4,103	4,103
Cash dividends paid	8,479	4,079	4,079
Bonuses to directors	43	24	24
Balance at end of year	192,924	145,218	201,382
Retained Earnings:			
Balance at beginning of year	95,537	43,687	43,687
Increase in retained earnings	28,949	15,209	52,144
Net income	28,945	14,198	50,577
Increase arising from change of consolidated subsidiaries	-	990	990
Increase arising from merger of consolidated subsidiaries	4	-	-
Reclassification with surplus from land revaluation	-	21	577
Decrease in retained earnings	303	294	294
Bonuses to directors	169	97	97
Decrease arising from change of consolidated subsidiaries	134	197	197
Balance at end of year	124,183	58,602	95,537

Note:

* Gain on disposition of treasury stock of Fiscal year 2004 resulted mainly from the offering of treasury stock (168,165,500 shares) in August, 2004.

Consolidated Statement of Cash Flows (Unaudited)

Account title	For the three months ended June 30, 2005	For the three months ended June 30, 2004	Fiscal 2004 (from April 1, 2004 to March 31, 2005)
	millions of yen	millions of yen	millions of yen
Cash flows from operating activities			
Income before income taxes	49,404	26,111	106,677
Depreciation and amortization	10,968	11,742	47,726
Impairment losses	-	-	25,232
Amortization of consolidation adjustment account	(459)	(1,092)	(4,962)
Interest and dividend income	(1,290)	(847)	(2,549)
Interest expenses	2,634	3,317	12,581
Equity in income of non-consolidated subsidiaries and affiliates	(11,053)	(5,406)	(31,278)
Gain on sales of investments in securities	(1,359)	(2,041)	(17,606)
Loss on write-down of investments in securities	36	4	789
Gain or loss on sales and disposal of property, plant and equipment	(1,973)	(261)	9,082
Gain on change in equity of consolidated subsidiary	-	-	(7,000)
Reorganization and restructuring costs	211	445	20,726
Changes in trade receivables	1,441	17,534	(28,378)
Changes in inventories	(56,193)	(40,074)	(62,859)
Changes in trade payables	15,183	(36,378)	(9,311)
Other, net	3,409	(5,039)	9,407
Subtotal	10,959	(31,985)	68,277
Interest and dividends received	1,518	1,210	13,874
Interest paid	(2,200)	(2,950)	(13,309)
Payment for special retirement benefit	-	-	(833)
Income taxes paid	(31,573)	(12,944)	(22,649)
Net cash provided by (used in) operating activities	(21,296)	(46,669)	45,360
Cash flows from investing activities			
Payments for acquisition of property, plant and equipment	(7,688)	(9,685)	(44,751)
Proceeds from sales of property, plant and equipment	4,458	3,573	13,548
Payments for acquisition of intangible assets	(888)	(402)	(3,120)
Payments for acquisition of investments in securities	(41)	(936)	(15,857)
Proceeds from sales or maturities of investments in securities	1,637	2,375	29,135
Net proceeds from acquisition of investments in newly consolidated subsidiaries	-	494	1,905
Increase in short-term loans, net	(278)	(876)	(508)
Payments for lending of long-term loans	(361)	(1,542)	(2,969)
Collection of long-term loans	1,457	2,984	10,135
Other, net	(928)	(285)	(2,688)
Net cash used in investing activities	(2,632)	(4,300)	(15,170)
Cash flows from financing activities			
Increase in short-term borrowing, net	29,463	62,897	22,682
Increase in commercial paper, net	17,000	-	27,000
Proceeds from borrowing of long-term bank loans and others	-	698	10,271
Repayments of long-term bank loans and others	(14,072)	(26,300)	(125,770)
Payments for redemption of bonds	-	(1,900)	(57,400)
Proceeds from third-party share allotment of consolidated subsidiary	-	-	17,100
Proceeds from offering of treasury stock	-	-	74,840
Cash dividends paid	(8,479)	(4,079)	(4,079)
Other, net	(1,792)	(2,320)	(3,378)
Net cash provided by (used in) financing activities	22,120	28,996	(38,734)
Effect of exchange rate changes on cash and cash equivalents	581	(38)	101
Net decrease in cash and cash equivalents	(1,227)	(22,011)	(8,443)
Cash and cash equivalents at beginning of period	62,473	71,347	71,347
Increase due to subsidiaries newly included consolidation	1,135	988	988
Decrease due to subsidiary excluded consolidation	-	-	(1,419)
Cash and cash equivalents at end of period	62,381	50,324	62,473

Segment Information (Unaudited)

Segment Information summarized by product group

For the three months ended June 30, 2005 (from April 1, 2005 to June 30, 2005) (millions of yen)

	Petroleum	Resources and Non-ferrous Metals	Electronic Materials	Metal Fabrication	Other Operations	Total	Eliminations or corporate	Consolidated
Sales								
(1) Outside customers	508,891	93,852	21,717	10,613	1,861	636,934	-	636,934
(2) Inter-group	905	6,547	856	1,413	2,266	11,987	(11,987)	-
Total	509,796	100,399	22,573	12,026	4,127	648,921	(11,987)	636,934
Operating costs and expenses	482,771	95,122	20,020	10,285	4,213	612,411	(12,113)	600,298
Operating Income (loss)	27,025	5,277	2,553	1,741	(86)	36,510	126	36,636
Income (loss) before special items	27,001	14,684	2,245	1,819	138	45,887	469	46,356

For the three months ended June 30, 2004 (from April 1, 2004 to June 30, 2004) (millions of yen)

	Petroleum	Resources and Non-ferrous Metals	Electronic Materials	Metal Fabrication	Other Operations	Total	Eliminations or corporate	Consolidated
Sales								
(1) Outside customers	421,188	89,375	22,216	12,186	10,989	555,954	-	555,954
(2) Inter-group	1,733	5,555	699	2,135	2,201	12,323	(12,323)	-
Total	422,921	94,930	22,915	14,321	13,190	568,277	(12,323)	555,954
Operating costs and expenses	409,833	90,933	19,924	11,002	15,915	547,607	(12,635)	534,972
Operating Income (loss)	13,088	3,997	2,991	3,319	(2,725)	20,670	312	20,982
Income (loss) before special items	10,920	9,324	2,658	3,261	(2,622)	23,541	289	23,830

For the year ended March 31, 2005 (from April 1, 2004 to March 31, 2005) (millions of yen)

	Petroleum	Resources and Non-ferrous Metals	Electronic Materials	Metal Fabrication	Other Operations	Total	Eliminations or corporate	Consolidated
Sales								
(1) Outside customers	1,979,823	357,989	86,094	47,958	30,674	2,502,538	-	2,502,538
(2) Inter-group	6,534	20,732	2,887	6,360	10,002	46,515	(46,515)	-
Total	1,986,357	378,721	88,981	54,318	40,676	2,549,053	(46,515)	2,502,538
Operating costs and expenses	1,894,045	362,046	78,959	45,696	43,170	2,423,916	(46,986)	2,376,930
Operating Income (loss)	92,312	16,675	10,022	8,622	(2,494)	125,137	471	125,608
Income (loss) before special items	87,837	46,431	7,721	8,566	(2,047)	148,508	(453)	148,055

Note: Main products for each group are the following:

- Petroleum : gasoline, naphtha, kerosene, gas oil, heavy fuel oil, petrochemicals, liquefied petroleum gas, lubricating oil, etc.
- Resources and Non-ferrous Metals : resource development, copper, gold, silver, zinc, sulfuric acid, etc.
- Electronic Materials : copper foils, sputtering targets, compound semiconductor materials, etc.
- Metal Fabrication : wrought copper and copper alloy products, special steel products, precision products, etc.
- Other Operations : information service, common group administrative activities such as fund procurement, etc.