

MHI ANNOUNCES OUTLINE OF FY2003 FIRST QUARTER RESULTS
(CONSOLIDATED)

Tokyo, August 1, 2003 -- Mitsubishi Heavy Industries, Ltd. (MHI) today announced its **consolidated** results for the first quarter of 2003.

(billions of yen)

	FY2003 First Quarter
Orders Received	532.0
Net Sales	444.1

Orders Received by Industry Segment

(billions of yen)

	FY2003 First Quarter
Shipbuilding & Ocean Development	24.8 (4.7)
Power Systems	198.7 (37.4)
Machinery & Steel Structures	77.0 (14.5)
Aerospace	45.9 (8.6)
Mass and Medium-Lot Manufactured Machinery	161.4 (30.4)
Others	23.9 (4.4)
TOTAL	532.0 (100.0)

Figures in parentheses represent percentage of the segment's orders in total orders.

Consolidated financial results (continued)

Sales by Industry Segment

(billions of yen)

	FY2003 First Quarter
Shipbuilding & Ocean Development	56.1 (12.6)
Power Systems	118.3 (26.7)
Machinery & Steel Structures	41.9 (9.4)
Aerospace	58.2 (13.1)
Mass and Medium-Lot Manufactured Machinery	145.1 (32.7)
Others	24.2 (5.5)
TOTAL	444.1 (100.0)

Figures in parentheses represent percentage of each segment's sales in total sales.

Forecast of Consolidated Results for FY 2003

For the fiscal year 2003 ending March 31, 2004, MHI is expecting 2,400 billion yen in net sales, 85 billion yen in operating income, 60 billion yen in ordinary income, 60 billion yen in income before tax and 35 billion yen in net income.

(This estimate is based on the assumption of currency exchange rate of US\$ 1.00 = ¥120.00)

Note to Investors

This forecast has been projected based on information and data available to MHI as of August 1, 2003 and may involve certain risks and uncertainties. Therefore MHI's actual results could differ materially from those stated above, due to outside factors such as economics surrounding MHI or currency exchange rate fluctuation.

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Consolidated financial results (continued)

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