

Notification of Revision to the Performance Forecast for the Fiscal 2006 ending March 31, 2007

We announce that the forecast for the first half of fiscal 2006 ending March 31, 2007 is revised to reflect the current business climate.

* Amounts indicated are rounded down.

1. Revised Consolidated Forecast

The first half of fiscal 2006 (from April 1, 2006 to September 30, 2006)

(Millions of yen & % of inc./dec.)

	Sales	Recurring income	Net income
Original forecast on May 16, 2006	104,500	4,800	2,200
Revised forecast	104,500	5,300	3,000
Change	0	500	800
%	0.0	10.4	36.4
1H of previous year	84,533	4,293	3,876

2. Revised Non-consolidated Forecast

The first half of fiscal 2006 (from April 1, 2006 to September 30, 2006)

(Millions of yen & % of inc./dec.)

	Sales	Recurring income	Net income
Original forecast on May 16, 2006	74,000	2,900	1,400
Revised forecast	75,000	3,700	2,000
Change	1,000	800	600
%	1.4	27.6	42.9
1H of previous year	73,228	3,011	3,019

3. Background to the revision of the forecast

For the first half of fiscal 2006, consolidated sales are expected to maintain the prior forecast issued on May 16, 2006. Recurring income and net income are anticipated to be higher than previously forecasted due to cost reductions and lower selling, general and administrative expenses. Non-consolidated sales are anticipated to be higher than previous forecasted due to growth in both Building Automation and Advanced Automation businesses. Recurring income and net income are also expected to be higher than previously forecasted due to an increase in sales, improved profitability, and other factors.

The financial forecast for fiscal 2006 may be subject to revision at the midterm financial announcement on November 10, 2005.



* These projections are based on management's assumptions, intent and expectations in light of the information currently available to it, and therefore these statements are not guarantees of future performance.

Due to various factors, actual results may differ from those discussed in this document. Such factors include, but are not limited to: (i) general economic conditions in Yamatake's markets, particularly levels of capital investments; (ii) exchange rates, particularly between the Japanese yen and US dollar and other currencies in which Yamatake makes significant sales or Yamatake's assets and liabilities are denominated; (iii) continued acceptance of Yamatake's products and services which are offered in highly competitive markets characterized by rapid development of new technologies and the advancement of the global economy.

Any inquiry relating to these statements should be made to:

Shiro Toyama, General Manager of Fiscal Control Department

Tel: +81-3-6810-1009; Fax: +81-3-5220-7270