

## Consolidated Financial Results for the First Half of Fiscal 2005 ending March 2006

### 1. Performance for the half year (from April 1, 2005 to September 30, 2005)

- Prepared in accordance with the Japanese financial accounting standards.
- Amounts indicated are rounded down.
- Percentage shows the increase/(decrease) from the first half of previous fiscal year.

#### (1) Results

(Millions of yen, except for per share figures & % of inc./dec.)

	Sales		Operating income		Recurring income	
First Half of Fiscal 2005	84,533	4.6%	4,058	145.9%	4,293	134.5%
First Half of Fiscal 2004	80,788	4.0%	1,650	150.9%	1,831	177.9%
Fiscal 2004	180,762	-	9,352	-	9,495	-

	Net income		Net income Per Share (Yen)
First Half of Fiscal 2005	3,876	-	52.69
First Half of Fiscal 2004	(1,260)	-	(17.13)
Fiscal 2004	3,709	-	49.88

Notes: Weight average number of shares outstanding:

First Half of Fiscal 2005	73,568,917 shares	First Half of Fiscal 2004	73,569,743 shares
Fiscal 2004	73,569,523 shares		

#### (2) Financial Position

(Millions of yen, except for per share figures)

	Total Assets (A)	Shareholders' Equity (B)	(B)/(A) (%)	Shareholders' Equity per Share (Yen)
As of September 30, 2005	167,289	104,109	62.2%	1,415.13
As of September 30, 2004	159,235	93,560	58.8%	1,271.74
As of March 31, 2005	172,586	99,847	57.9%	1,356.65

Notes: Number of shares outstanding as of:

September 30, 2005	73,568,655 shares	September 30, 2004	73,569,535 shares
March 31, 2005	73,569,151 shares		

#### (3) Cash Flows

(Millions of yen)

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents
First Half of Fiscal 2005	186	(4,017)	(1,577)	35,111
First Half of Fiscal 2004	1,906	(2,444)	(731)	37,135
Fiscal 2004	8,502	(3,706)	(2,921)	40,249

#### (4) Scope of consolidation and application of equity method

Consolidated subsidiaries	22 companies
Unconsolidated subsidiaries using the equity method	0 companies
Affiliates using the equity method	0 companies

## (5) Change in scope of consolidation and application of equity method

Consolidated subsidiaries	(Newly)	2 companies	(Exclusion)	0 companies
Equity method	(Newly)	0 companies	(Exclusion)	0 companies

## (6) Business Segment Information

### a. Sales and Operating Income

#### First Half of Fiscal 2005 ( April 1, 2005 to September 30, 2005 )

(Millions of yen)

	BS	AA	Others	Total	Elimination/ Corporate	Consoli- dation
Sales						
i . Customers	32,864	44,595	7,074	84,533	-	84,533
ii. Inter-segment	232	277	287	797	(797)	-
Total	33,096	44,873	7,362	85,331	(797)	84,533
Operating cost and expenses	32,536	41,103	7,690	81,330	(854)	80,475
Operating income	560	3,769	(328)	4,001	56	4,058

Notes: BS/Building System Business, AA/Advanced Automation Business

#### First Half of Fiscal 2004 ( April 1, 2004 to September 30, 2004 )

(Millions of yen)

	BS	AA	Others	Total	Elimination/ Corporate	Consoli- dation
Sales						
i . Customers	34,269	38,893	7,626	80,788	-	80,788
ii. Inter-segment	336	286	123	746	(746)	-
Total	34,606	39,179	7,749	81,535	(746)	80,788
Operating cost and expenses	34,129	37,413	8,239	79,781	(643)	79,138
Operating income	477	1,766	(489)	1,753	(103)	1,650

#### Fiscal 2004 ( April 1, 2004 to March 31, 2005 )

(Millions of yen)

	BS	AA	Others	Total	Elimination/ Corporate	Consoli- dation
Sales						
i . Customers	81,806	83,738	15,218	180,762	-	180,762
ii. Inter-segment	791	578	305	1,675	(1,675)	-
Total	82,598	84,316	15,523	182,438	(1,675)	180,762
Operating cost and expenses	77,061	79,593	16,457	173,112	(1,702)	171,409
Operating income	5,536	4,723	(933)	9,325	26	9,352

## (7) Dividends per Share

	Interim Dividends per Share (Yen)	Annual Dividends per Share (Yen)
First Half of Fiscal 2005	20.00	-
First Half of Fiscal 2004	10.00	-
Fiscal 2004	-	13.00

## 2. Forecast for Fiscal 2005 ( April 1, 2005 to March 31, 2006 )

(Millions of yen)

	Sales	Operating income	Recurring income	Net income
Year ending March 31, 2006	188,000	12,300	12,000	8,800

For reference: Estimate of net income per share for the year ending March 31, 2006: 119.07 yen

(Millions of yen)

Business segment	Sales	Operating income
BS	82,000	5,900
AA	92,000	6,700
Others	16,000	(300)
Elimination	(2,000)	-
Consolidation	188,000	12,300

\* 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.

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## Consolidated Balance Sheets

(Millions of yen)

ASSETS							
	(A) As of Sep. 30, 2004		(B) As of Sep. 30, 2005		Difference (B)-(A)	As of Mar. 31, 2005	
<b>Current assets</b>	120,662	75.8	126,519	75.6	5,857	132,372	76.7
Cash	35,772		27,031		(8,741)	38,319	
Notes and accounts receivable	55,385		59,528		4,143	66,576	
Marketable securities	-		8,998		8,998	-	
Inventories	19,360		17,478		(1,881)	16,454	
Deferred tax assets	5,029		4,148		(880)	5,327	
Prepaid expenses and other current assets	5,428		9,811		4,382	6,092	
Allowance for doubtful receivable	(315)		(478)		(162)	(398)	
<b>Fixed assets</b>	38,573	24.2	40,770	24.4	2,196	40,213	23.3
Property, plant and equipment	15,427	9.7	14,641	8.8	(785)	15,074	8.7
Intangible fixed assets	1,462	0.9	1,559	0.9	97	1,498	0.9
Investment and other assets	21,683	13.6	24,568	14.7	2,885	23,640	13.7
Investment securities	10,959		16,637		5,678	14,474	
Deferred tax assets	5,600		2,305		(3,294)	4,161	
Other assets	5,449		5,855		405	5,328	
Allowance for doubtful receivable	(325)		(229)		96	(324)	
<b>Total</b>	159,235	100.0	167,289	100.0	8,054	172,586	100.0

(Millions of yen)

LIABILITIES AND SHAREHOLDERS' EQUITY							
	(A) As of Sep. 30, 2004		(B) As of Sep. 30, 2005		Difference (B)-(A)	As of Mar. 31, 2005	
<b>Current liabilities</b>	50,519	31.7	48,854	29.2	(1,664)	58,078	33.6
Notes and accounts payable	25,625		25,657		32	30,594	
Short-term borrowings	5,125		3,682		(1,442)	4,240	
Advance payments	5,599		3,612		(1,986)	3,444	
Accrued bonuses	5,388		5,831		442	7,709	
Other current liabilities	8,780		10,070		1,289	12,089	
<b>Long-term liabilities</b>	14,716	9.2	13,730	8.2	(985)	14,149	8.2
Long-term debt	2,271		1,517		(754)	1,589	
Liability for employees' retirement benefits	11,412		11,445		32	11,493	
Liability for retirement benefits for directors and corporate auditors	414		125		(288)	457	
Other long term liabilities	617		642		24	609	
<b>Total liabilities</b>	65,235	40.9	62,584	37.4	(2,650)	72,227	41.8
<b>Minority interests</b>	439	0.3	595	0.4	156	510	0.3
<b>Shareholders' equity</b>							
Common stock	10,522	6.6	10,522	6.3	-	10,522	6.1
Capital surplus	12,647	8.0	12,647	7.5	-	12,647	7.3
Retained earnings	68,896	43.3	76,024	45.4	7,128	73,130	42.4
Unrealized gain on available-for-sale securities	1,603	1.0	4,967	3.0	3,363	3,638	2.1
Foreign currency translation adjustments	(103)	(0.1)	(45)	(0.0)	57	(84)	(0.0)
Treasury stock	(6)	(0.0)	(7)	(0.0)	(1)	(6)	(0.0)
<b>Total shareholders' equity</b>	93,560	58.8	104,109	62.2	10,548	99,847	57.9
<b>Total</b>	159,235	100.0	167,289	100.0	8,054	172,586	100.0

## Consolidated Statements of Operations

(Millions of yen)

	(A) Apr. 1, 2004 to Sep. 30, 2004		(B) Apr. 1, 2005 to Sep. 30, 2005		Difference (B)-(A)	Apr. 1, 2004 to Mar. 31, 2005	
<b>Net sales</b>	80,788	100.0	84,533	100.0	3,745	180,762	100.0
Cost of sales	50,228	62.2	51,852	61.3	1,624	113,008	62.5
<b>Gross profit</b>	30,560	37.8	32,681	38.7	2,120	67,754	37.5
Selling, general and administrative expenses	28,909	35.8	28,623	33.9	(286)	58,401	32.3
<b>Operating income</b>	1,650	2.0	4,058	4.8	2,407	9,352	5.2
<b>Non-operating income</b>	335	0.4	328	0.4	(7)	475	0.3
Interest income	10		17		7	19	
Dividend income	124		153		29	159	
Exchange gain	94		82		(12)	85	
Others	105		74		(31)	211	
<b>Non-operating expenses</b>	154	0.1	92	0.1	(62)	332	0.2
Interest expense	67		50		(17)	121	
Others	86		41		(44)	211	
<b>Recurring profit</b>	1,831	2.3	4,293	5.1	2,462	9,495	5.3
<b>Extraordinary profit</b>	91	0.1	3,228	3.8	3,137	105	0.1
Gain on sales of investment securities	2		513		510	5	
Gain on sales of property, plant and equipment	88		2,715		2,626	99	
<b>Extraordinary loss</b>	3,639	4.5	962	1.1	(2,676)	3,832	2.2
Loss on sales or disposals of property, plant and equipment	118		181		62	356	
Loss on impairment of investment securities	-		19		19	4	
Loss on changes to the employees' pension plan	3,452		-		(3,452)	3,452	
Headquarter office, factory relocation expenses	-		421		421	-	
Impairment loss	-		330		330	-	
Others	67		9		(57)	18	
<b>Income(loss) before income taxes and minority interest</b>	(1,716)	(2.1)	6,560	7.8	8,276	5,768	3.2
Income taxes - current	247	0.3	468	0.6	221	2,945	1.6
Income taxes - deferred	(761)	(0.9)	2,134	2.5	2,895	(989)	(0.5)
Minority interests in net income	56	0.1	80	0.1	23	103	0.1
<b>Net income(loss)</b>	(1,260)	(1.6)	3,876	4.6	5,136	3,709	2.1

## Consolidated Statements of Shareholders' Equity

(Millions of yen)

	(A) Apr. 1, 2004 to Sep. 30, 2004	(B) Apr. 1, 2005 to Sep. 30, 2005	Difference (B)-(A)	Apr. 1, 2004 to Mar. 31, 2005
<b>Capital surplus</b>				
<b>Balance - at the beginning of period</b>	12,647	12,647	-	12,647
<b>Balance - at the end of period</b>	12,647	12,647	-	12,647
<b>Retained earnings</b>				
<b>Balance - at the beginning of period</b>	70,782	73,130	2,347	70,782
<b>Increase in retained earnings</b>	-	3,890	3,890	3,709
Net income	-	3,876	3,876	3,709
Increase of retained earnings for newly consolidated subsidiaries	-	14	14	-
<b>Decrease in retained earnings</b>	1,886	996	(889)	1,361
Net loss	1,260	-	(1,260)	-
Cash dividend	588	956	367	1,324
Bonus to directors	37	40	2	37
<b>Balance - at end of period</b>	68,896	76,024	7,128	73,130

## Consolidated Statements of Cash Flows

(Millions of yen)

	Apr. 1, 2004 to Sep. 30, 2004	Apr. 1, 2005 to Sep. 30, 2005	Apr. 1, 2004 to Mar. 31, 2005
<b>Operating activities</b>			
Income(loss) before income taxes and minority interests	(1,716)	6,560	5,768
Depreciation and amortization	1,092	1,082	2,291
Provision for doubtful receivables	42	33	142
Increase(decrease) in liabilities for retirement benefits	(2,894)	(47)	(2,814)
Increase(decrease) in liabilities for retirement benefits for directors and corporate auditors	(50)	0	(8)
Interest and dividend income	(134)	(171)	(179)
Interest expenses	67	50	121
Foreign exchange loss(gain)	(16)	(2)	(2)
Gain on sale or disposal property, plant and equipment	(88)	(2,715)	(99)
Loss on sale or disposal property, plant and equipment	118	181	356
Gain on sale of investment securities	(2)	(513)	(5)
Loss on impairment of investment securities	-	19	4
Impairment loss	-	330	-
Bonuses to directors	(39)	(40)	(39)
Decrease(increase) in accounts receivable	7,917	6,930	(3,263)
Decrease(increase) in inventories	(2,698)	(1,018)	206
Increase(decrease) in notes and accounts payable	(3,321)	(4,881)	1,727
Increase of other current assets	(431)	(845)	(403)
Decrease of other current liabilities	2,328	(1,986)	3,335
Sub Total	172	2,965	7,138
Receipt of interest and dividend income	134	170	179
Payment for interest expenses	(69)	(48)	(143)
Income taxes - refunded	2,093	-	2,079
Income taxes - paid	(423)	(2,900)	(751)
<b>Net cash provided by operating activities</b>	<b>1,906</b>	<b>186</b>	<b>8,502</b>
<b>Investing activities</b>			
Purchase of time deposits with maturity over three months	(76)	-	(77)
Proceeds from time deposits with maturity over three months	77	51	104
Purchase of deposit with the restriction	(731)	-	(731)
Proceeds from deposit with the restriction	189	-	732
Purchase of marketable securities	-	(6,998)	-
Purchase from marketable securities	-	999	-
Purchase of share of investment trust over three months	(999)	(2,552)	(2,589)
Proceeds from sale of share of investment trust over three months	-	2,210	999
Purchase of property, plant and equipment	(810)	(774)	(1,876)
Proceeds from sale of property, plant and equipment	136	2,823	209
Purchase of investment securities	(25)	(103)	(117)
Proceeds from sale of investment securities	8	552	21
Redemption of investment securities	50	84	100
Other - net	(263)	(310)	(480)
<b>Net cash used in investing activities</b>	<b>(2,444)</b>	<b>(4,017)</b>	<b>(3,706)</b>
<b>Financing activities</b>			
Increase in short-term borrowings	698	1,441	3,070
Repayment of short-term borrowings	(802)	(2,007)	(1,814)
Increase in long-term debt	-	-	800
Repayment of long-term debt	(29)	(46)	(3,676)
Dividends paid	(589)	(956)	(1,324)
Dividends paid for minority in consolidated subsidiary company	(8)	(8)	(9)
Receipt from minority in consolidated subsidiary company	-	-	33
Purchase of treasury stock	(0)	(0)	(0)
<b>Net cash used in financing activities</b>	<b>(731)</b>	<b>(1,577)</b>	<b>(2,921)</b>
<b>Net cash used in translation of cash &amp; cash equivalents</b>	<b>2</b>	<b>80</b>	<b>(25)</b>
<b>Net increase(decrease) in cash &amp; cash equivalents</b>	<b>(1,265)</b>	<b>(5,328)</b>	<b>1,848</b>
<b>Cash &amp; cash equivalents ,beginning of year</b>	<b>38,401</b>	<b>40,249</b>	<b>38,401</b>
<b>Cash &amp; cash equivalents of newly consolidated subsidiaries, beginning of year</b>	<b>-</b>	<b>190</b>	<b>-</b>
<b>Cash &amp; cash equivalents, end of year</b>	<b>37,135</b>	<b>35,111</b>	<b>40,249</b>