

Notification of Revision to the Performance Forecast for the Fiscal 2005 ending March 2006

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

* Amounts indicated are rounded down.

1. Revised Consolidated Forecast

The first half of fiscal 2005 (from April 1, 2005 to September 30, 2005)

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

	Sales	Operating income	Recurring income	Net income
Original forecast on May 12, 2005	86,000	3,200	3,200	2,400
Revised forecast	84,000	3,300	3,500	3,200
Change	(2,000)	100	300	800
%	(2.3)	3.1	9.4	33.3
1H of previous year	80,788	1,650	1,831	(1,260)

2. Background to the revision of the forecast

For the first half of fiscal 2006, consolidated sales is expected to be slightly lower than the prior forecasts issued on May 12, 2005. Operating income and recurring income are almost as forecasted, with a slight gain in consolidated operating income and recurring income attributable to improvements in profitability through the reductions in cost of sales and selling, general and administrative expenses.

Consolidated net income is anticipated to be higher than previously forecasted due to such extraordinary profit as the gain on sales of investment securities as well as reduced income taxes.

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:

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