

## Notification of Revision to the Performance Forecast for the Fiscal 2007 ending March 2008

We announce that the forecast for the first half of fiscal year ending March 31, 2008 is revised to reflect the current business climate.

\* Amounts indicated are rounded down.

## 1. Revised Consolidated Forecast

The first half of fiscal 2007 (from April 1, 2007 to September 30, 2007)

	(Millions of yen & % of inc./dec.)			
	Sales	Operating income	Recurring income	Net income
Original forecast on May 10, 2007	112,000	7,000	6,900	3,900
Revised forecast	112,000	7,000	6,900	5,500
Change	0	0	0	1,600
%	0.0	0.0	0.0	41.0
1H of previous year	104,273	5,358	5,638	3,298

## 2. Background to the revision of the forecast

In order to facilitate closer coordination and collaboration between divisions and to strengthen development capabilities, Yamatake has brought together its research, development and engineering operations at the Fujisawa Technology Center. This initiative is designed not simply for existing business fields: Yamatake is actively working to create new businesses, products and services that transcend divisional boundaries. Recently, the decision was made to close the Environmental Engineering Research Center located at the Industrial Operations Tokyo office (formerly the Kamata Factory) and to transfer its operations to the Advanced Technology Lab (tentative name) planned for construction at the Fujisawa Technology Center. As a result of the sale of the old facility and site, an extraordinary profit of 2.5 billion yen will appear in the mid-term financial statement for the fiscal year ending 31 March 2008. While the forecast for Yamatake's business performance for the whole year will be announced at the time of the mid-term financial statement in November 2007.

\*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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