

July 27, 2006

Listed company name: YASKAWA Electric Corporation
http://www.yaskawa.co.jp/en/
President: Koji Toshima
Stock exchange listings: Tokyo, Fukuoka
Stock ticker number: 6506

Notice of Revised Financial Forecast

The financial forecast for the first half of fiscal year 2006 (March 21, 2006 to September 20, 2006) announced on July 3, 2006 has been revised based on the Company's recent business performance as follows.

Revision of financial forecast for the first half of fiscal year 2006 (March 21, 2006 to September 20, 2006)

(1) Consolidated

(Millions of yen)

	Net sales	Ordinary income	Net income
Previous Forecast announced on July 3, 2006 (A)	158,000	9,500	6,895
Revised Forecast (B)	166,000	12,500	7,500
Change (B – A)	8,000	3,000	605
Change (%)	5.1%	31.6%	8.8%
FY 2005 First Half Results	146,101	8,189	2,748

(2) Non-consolidated

(Millions of yen)

	Net sales	Ordinary income	Net income
Previous Forecast announced on July 3, 2006 (A)	92,000	5,000	5,056
Revised Forecast (B)	100,000	7,000	5,600
Change (B – A)	8,000	2,000	544
Change (%)	8.7%	40.0%	10.8%
FY 2005 First Half Results	87,973	4,217	540

3. Factors Relating to the Forecast Revision

The previous forecast for the first half of this fiscal year disclosed on July 3, 2006 was revised as demand in the segments of Motion Control and Robotics continues to be steady and earnings are growing.

At this time, the 2006 full-year financial forecast remains unchanged from the forecast disclosed previously.

Note

The information within this document is made as of the date of writing. Any forward-looking statements are made according to the assumptions of management and are subject to change as a result of risks and uncertainties. Yaskawa Electric undertakes no obligation to update or revise these forward-looking statements, whether as a result of new information, future events, or otherwise.