



YASKAWA

YASKAWA Electric Corporation

(TSE 6506)

- **First Half of FY2009 Financial Results Summary
(Ended September 20, 2009)**
- **FY2009 Financial Forecasts Summary
(Ending March 20, 2010)**

Presented by Koji Toshima, President

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 Corporation undertakes no obligation to update or revise these forward-looking statements, whether as a result of new information, future events, or otherwise.

October 2009

Sales Break Down by Business Segment

Information Technologies :(IT)

Core products

Computer peripherals, laser marking devices, etc.
Information management software and services

System Engineering :(S)

Core products

Electrical systems for steel plants
Electrical instrumentation for water supply plants
and sewage treatment facility systems, etc.



Robotics :(R)

Core products

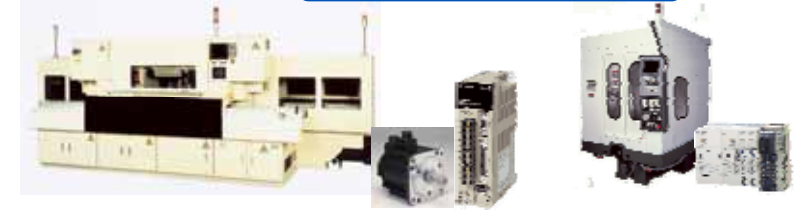
Arc and spot welding robots, Painting robots, Handling robots
FPD glass sheet transfer robots
New generation robots
Semiconductor wafer transfer robots, etc.

Welding of automobile components by arc-welding robots



Assembly by new generation robots

Main applications



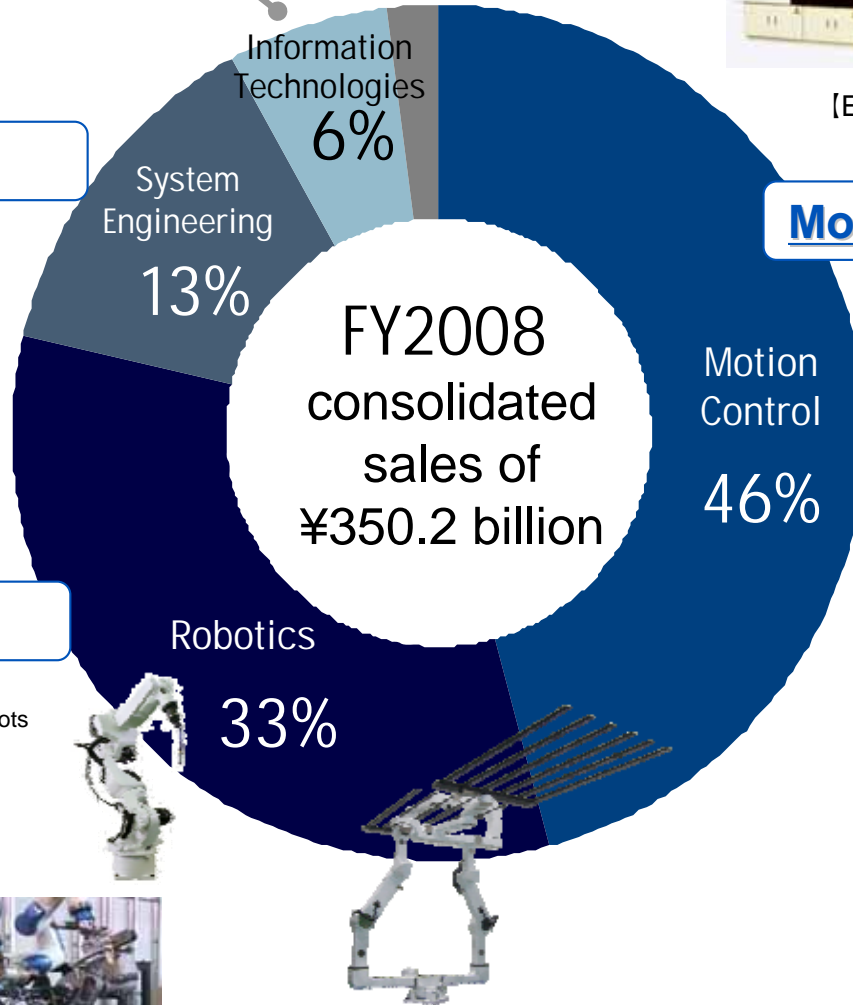
[Electronic components]
Chip molder

[Machine tools]
Tapping machine

Motion Control :(M)

Core products

AC servo motors and controllers, Linear servo
General purpose AC drives, etc.



Main applications

Sales Break Down by Destination

Asia

Major subsidiaries

YASKAWA Electric (Shanghai) Co., Ltd. (China)
 YASKAWA Electric (Singapore) PTE Ltd. (Singapore)
 YASKAWA Electric Korea Corporation (Korea)
 YASKAWA Electric Taiwan Corporation (Taiwan)
 Shougang Motoman Robot Co., Ltd. (China)
 Motoman Motherson Robotics Ltd. (India)

Europe

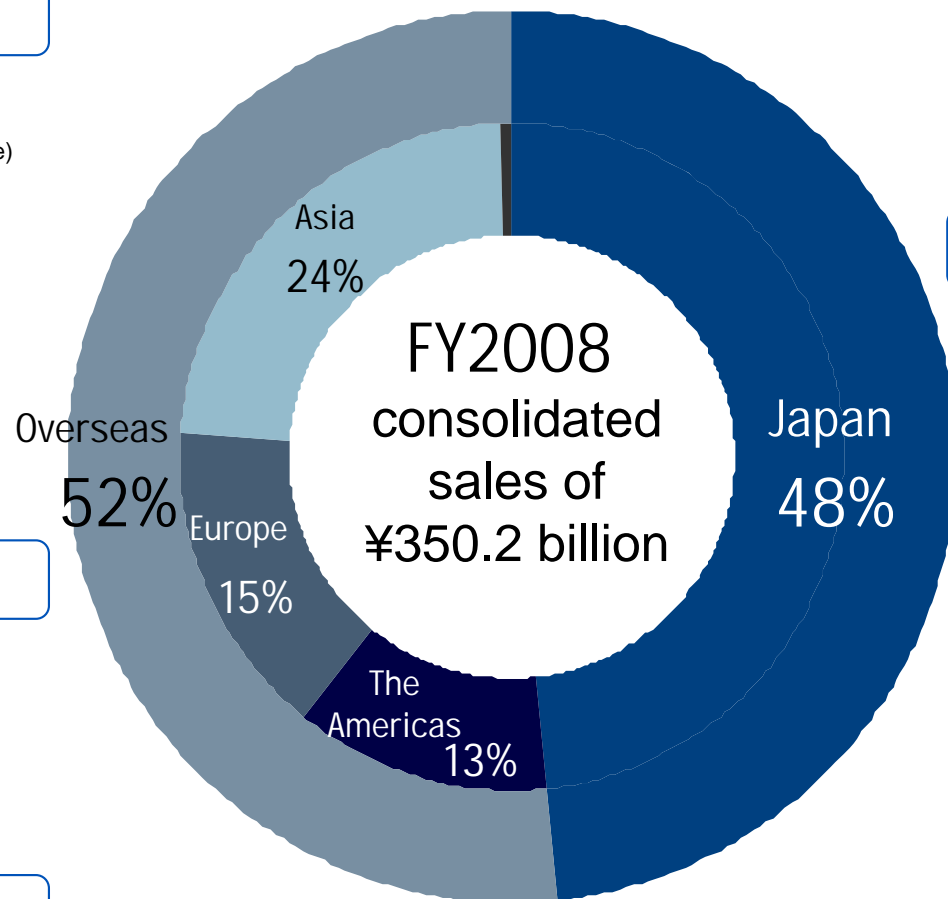
Major subsidiaries

YASKAWA Electric Europe GmbH(Germany)
 Motoman Robotics Europe AB (Sweden)
 Motoman Robotec GmbH (Germany)
 YASKAWA Electric UK, Ltd.(UK)

The Americas

Major subsidiaries

YASKAWA Electric America, Inc. (U.S.)
 YASKAWA Eletrico do Brasil Ltda. (Brazil)
 Motoman, Inc. (U.S.)



Japan

Major subsidiaries

YE DATA INC.
 YASKAWA INFORMATION SYSTEMS Corporation
 YASKAWA Electric Engineering Corp.
 YASKAWA Controls Co., Ltd.
 YASKAWA Motor Corp.

FY2009 First Half Financial Highlights

Although management environment was severe as had been expected, sales and profits exceeded the initial plan. This was due to early recovery of (M) and high performance in China and other Asian countries.

Sales	¥98.3 billion, 9.3% higher than plan
Operating income	(¥8.3) billion, ¥1.6 billion higher than plan
Ordinary income	(¥8.0) billion, ¥1.9 billion higher than plan
Net income	(¥6.2) billion, ¥0.7 billion higher than plan

(M) Recovery mainly in China and Asia created robust demand for AC drives to be used for energy saving of infrastructure and air conditioning. AC servo drives for FPD and semiconductor industries also contributed to sales increase.

(R) Secured planned sales level although business conditions remained tough with restrained capital spending at customers. Orders from FPD industry show signs of recovery.

(S) Steady sales and profits continued mainly for steel industry.

(IT) Weak performance due to decline in IT investments

FY2009 First Half Results by Business Segment

Exceeded the initial plan due to recovery of (M)

(unit: billion yen, %)

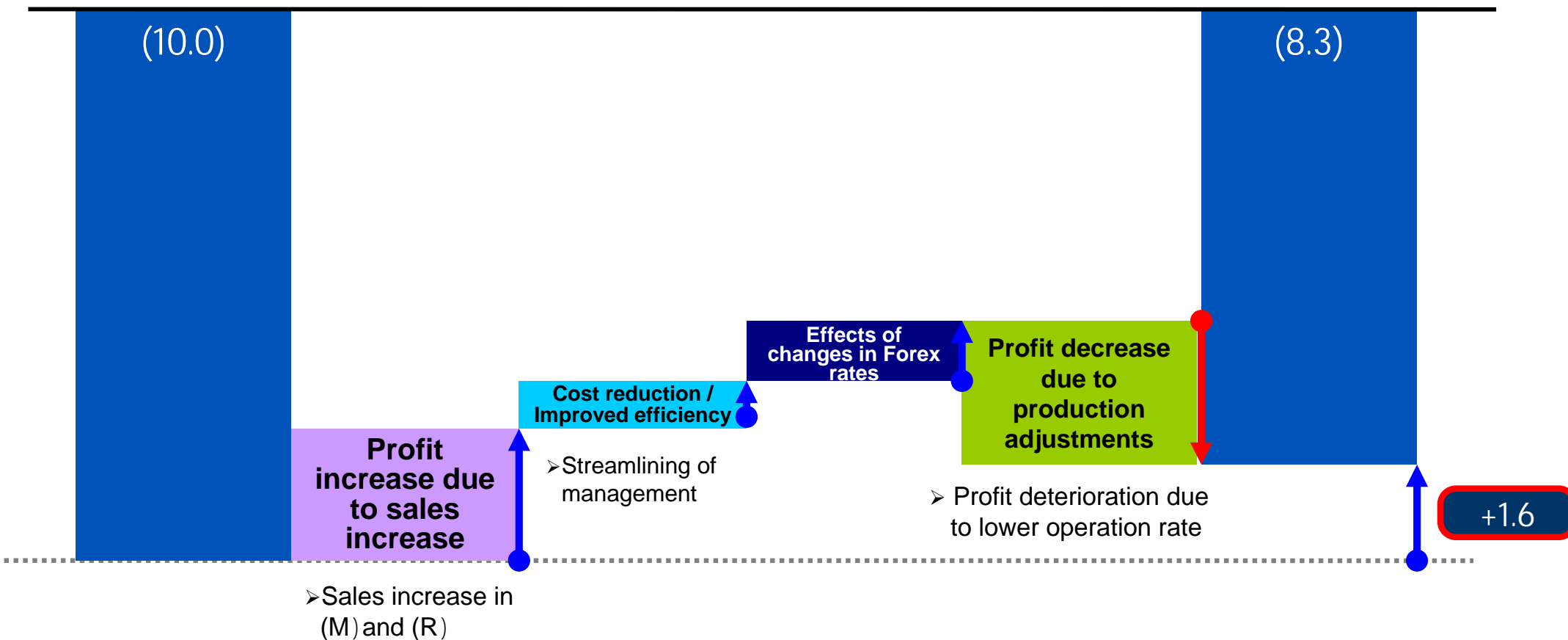
	1H of FY09		Change from Plan		1H of FY08	Change from FY08	
		Plan	(billion yen)	(%)		(billion yen)	(%)
Sales	98.3	90.0	+8.4	+9.3%	189.4	(91.1)	(48.1%)
(M)	45.0	40.0	+5.0	+12.5%	90.9	(46.0)	(50.5%)
(R)	25.1	24.0	+1.2	+5.0%	63.8	(38.7)	(60.5%)
(S)	18.1	17.0	+1.2	+7.0%	19.7	(1.6)	(7.9%)
(IT)	7.3	7.5	(0.1)	(1.6%)	11.1	(3.8)	(33.9%)
Operating income	(8.3)	(10.0)	+1.6	n.m.	15.8	(24.2)	n.m.
(M)	(3.9)	(5.3)	+1.3	n.m.	10.2	(14.2)	n.m.
(R)	(5.2)	(5.2)	(0.1)	n.m.	4.1	(9.4)	n.m.
(S)	1.4	1.1	+0.4	+35.8%	0.6	+0.8	+115.5%
(IT)	(0.6)	(0.4)	(0.2)	n.m.	0.3	(1.0)	n.m.
Ordinary income	(8.0)	(10.0)	+1.9	n.m.	16.6	(24.8)	n.m.
Net income	(6.2)	(7.0)	+0.7	n.m.	9.5	(15.8)	n.m.

Breakdown of Changes in Operating Income (FY2009 First Half Plan to Result)

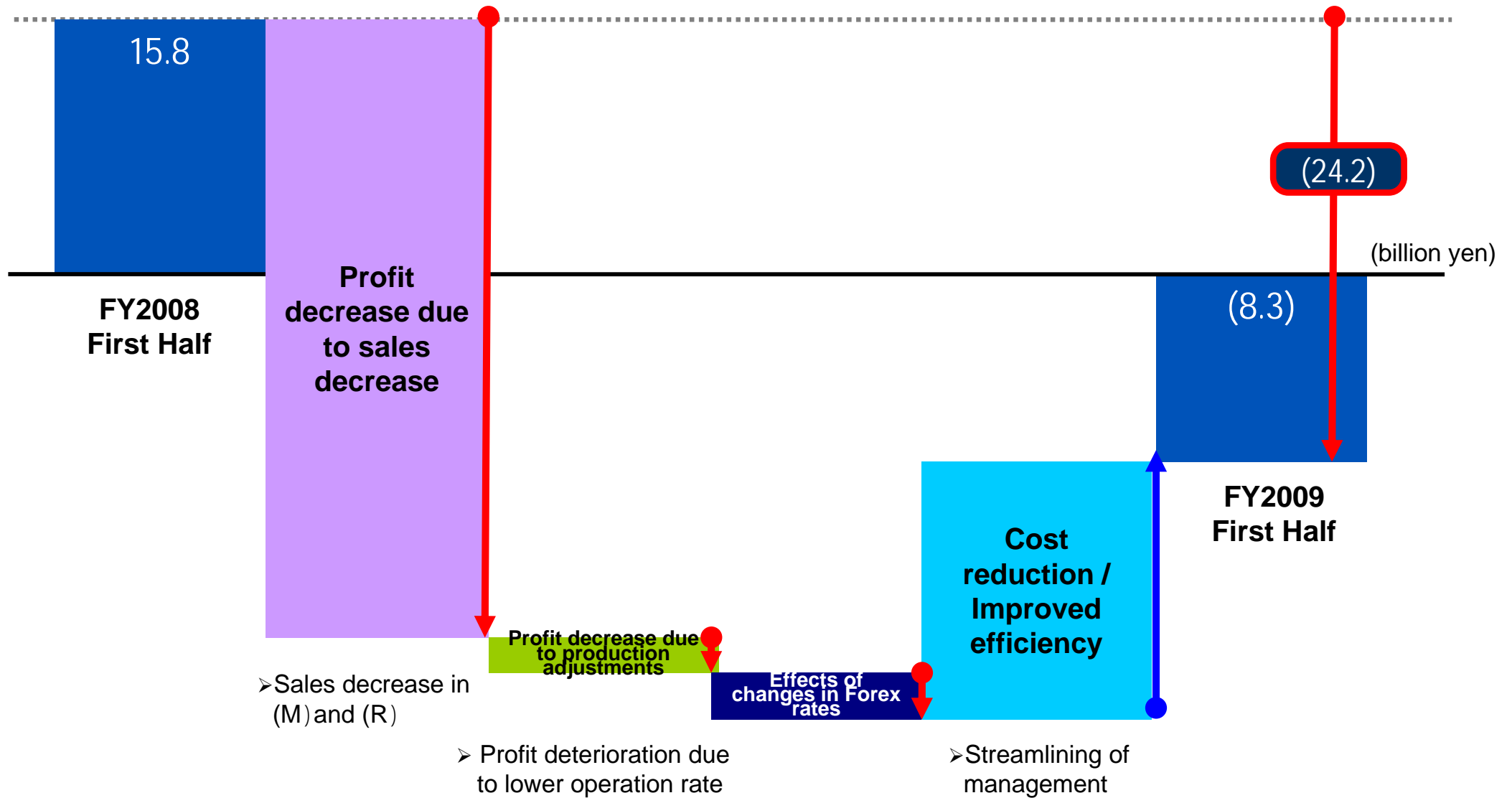
(billion yen)

FY2009 First Half Plan

FY2009 First Half Result



Breakdown of Changes in Operating Income (FY2008 First Half to FY2009 First Half)



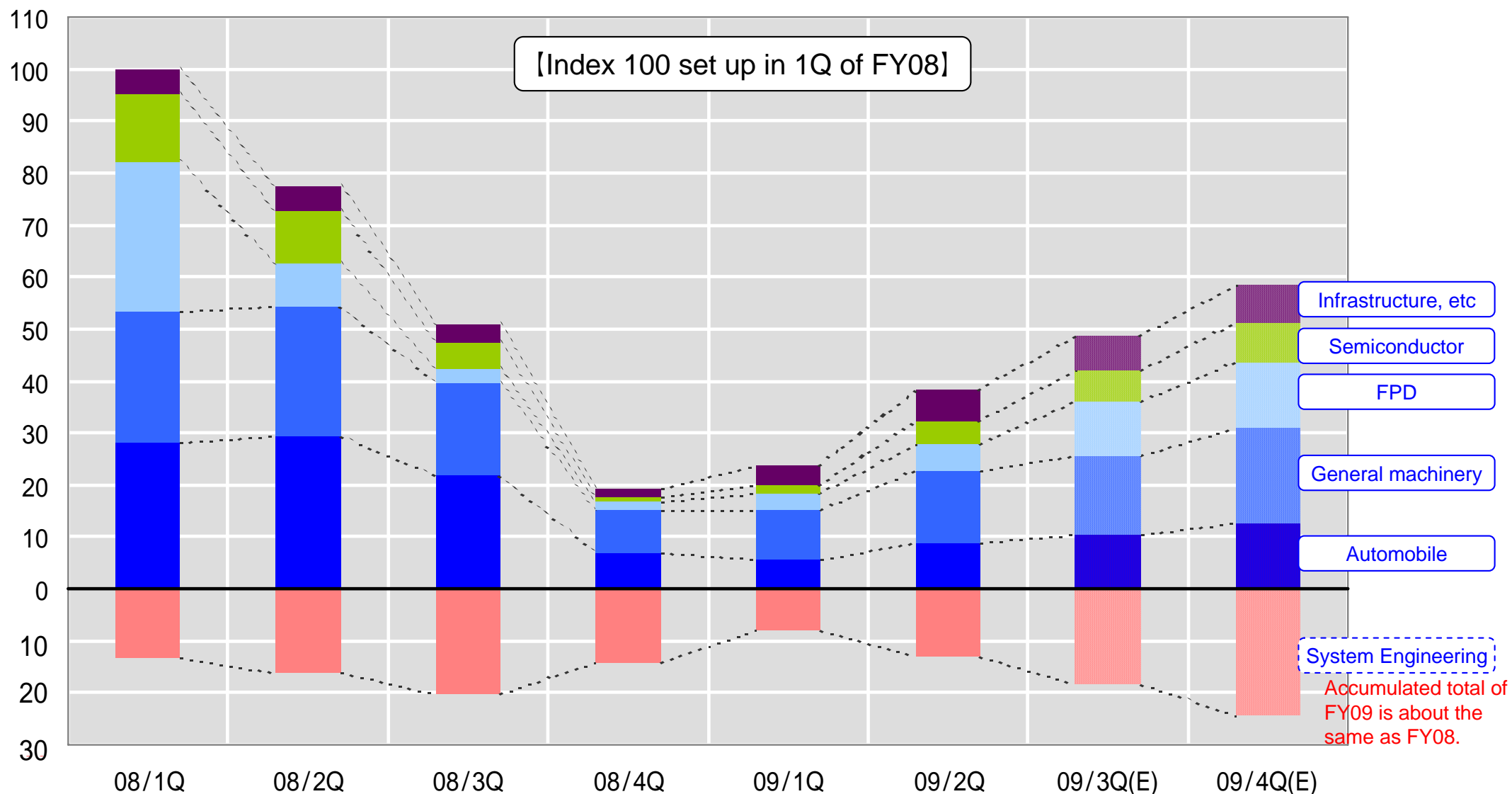
FY2009 Financial Forecast

Forecast for the second half performance remains the same level as initially planned. Full-year forecast is revised up, taking account of the first-half results which exceeded the initial plan.

Sales	¥228.0 billion, 3.6% higher than plan
Operating income	(¥6.5) billion, ¥1.5 billion higher than plan
Ordinary income	(¥6.5) billion, ¥1.5 billion higher than plan
Net income	(¥4.8) billion, ¥0.7 billion higher than plan

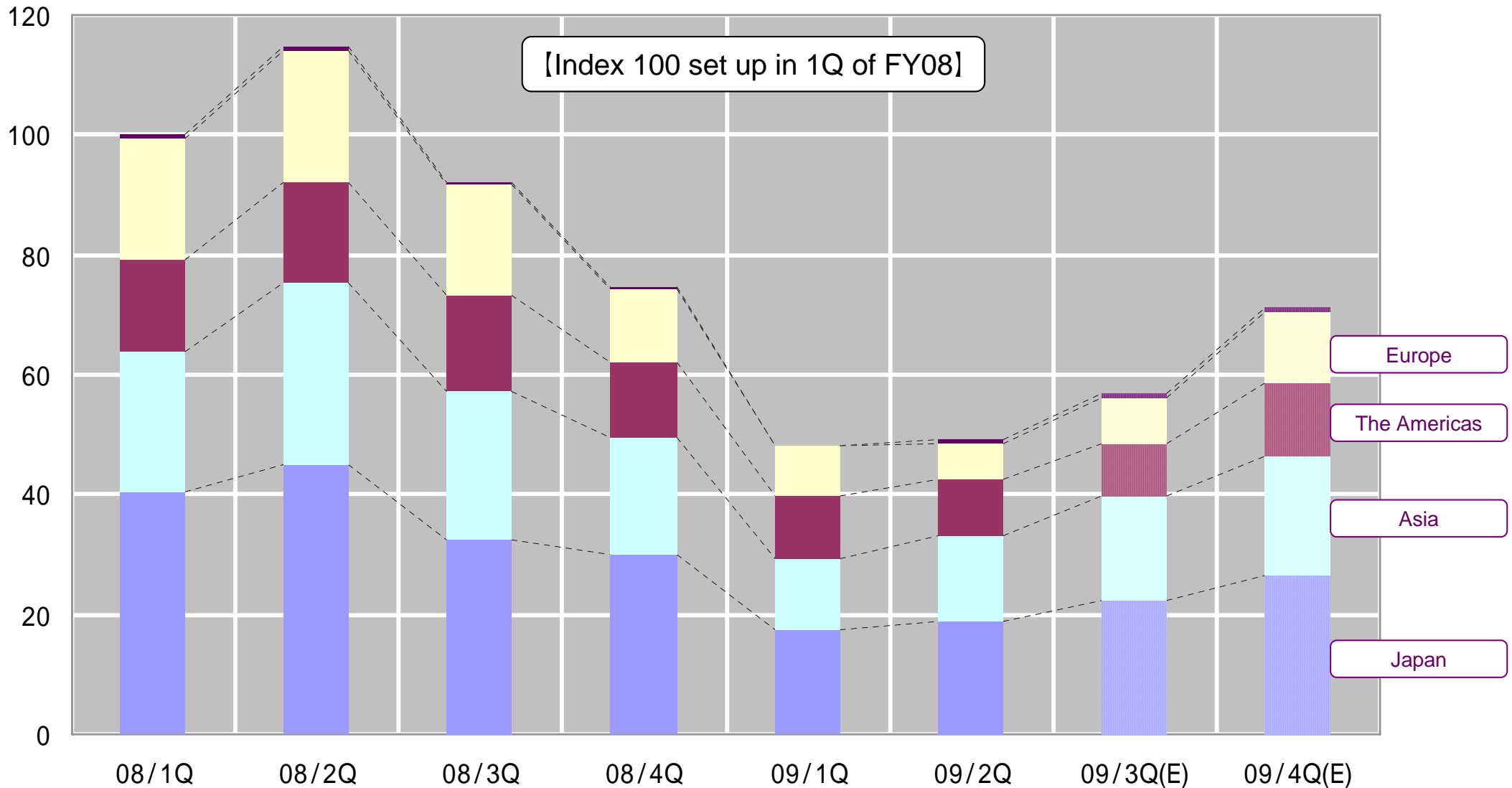
Domestic Order Trends by Market (Non-consolidated)

Forecast 3 times orders in 4Q of FY09 compared to the bottom in 4Q of FY08



Sales Trends by Region (Consolidated (M) + (R))

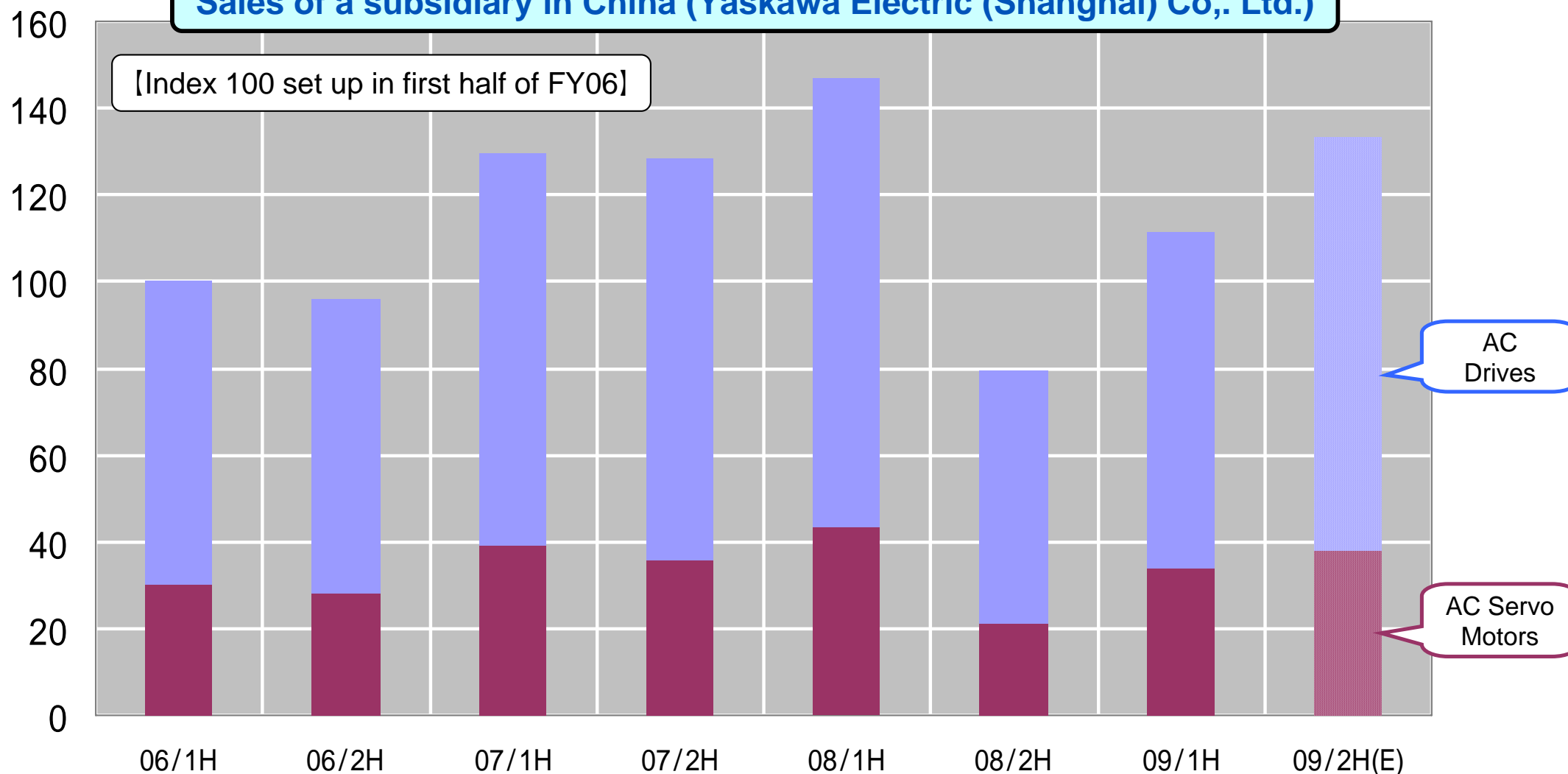
Forecast 50% increase in 4Q of FY09 compared to the bottom in 1Q of FY09



Trends of Motion Control Sales in China

Strong investments in infrastructure. Develop new applications in environment / energy fields.

Sales of a subsidiary in China (Yaskawa Electric (Shanghai) Co., Ltd.)



Risk Factors

1. Change in exchange rates

There is a possibility that changes in exchange rates, such as sharp appreciation of the Japanese yen, may affect our business results negatively.

(Reference) Actual exchange rates in First Half of FY08	\$1=¥105.6	Euro1=¥163.1
Actual exchange rates in Second Half of FY09	\$1=¥96.2	Euro1=¥129.9
Actual exchange rates in First Half of FY09	\$1=¥95.6	Euro1=¥132.1
Estimated exchange rates in Second Half of FY09	\$1=¥90.0	Euro1=¥120.0

2. Market Environment

There is a risk that we are negatively affected by prolonged global economic slowdown, which may lead to decline in orders.

3. Price increase for raw materials and parts

The price fluctuation is unstable. If a price hike occurs, it may compress profits.