

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

Financial Forecast and Dividend Forecast for the Fiscal Year Ending March 20, 2012

The financial forecast and dividend forecast for the fiscal year ending March 2012 that were not announced in “Consolidated Results for the Fiscal Year Ended March 20, 2011” announced on April 20, 2011 are as follows.

1. Consolidated Financial Forecast for the First Half of Fiscal Year Ending March 2012 (March 21, 2011 to September 20, 2011)

	Net sales (million yen)	Operating income (million yen)	Ordinary income (million yen)	Net income (million yen)	Earnings per share (yen)
First half results of previous fiscal year (A)	139,464	3,478	3,478	1,701	6.76
Forecast (B)	150,000	7,000	7,000	4,500	17.88
Change (B – A)	10,535	3,521	3,521	2,798	
Change (%)	7.6	101.2	101.2	164.5	

2. Consolidated Financial Forecast for the Fiscal Year Ending March 2012 (March 21, 2011 to March 20, 2011)

	Net sales (million yen)	Operating income (million yen)	Ordinary income (million yen)	Net income (million yen)	Earnings per share (yen)
Results of previous fiscal year (A)	296,847	12,874	13,429	6,544	26.00
Forecast (B)	320,000	20,000	20,000	12,000	47.68
Change (B – A)	23,152	7,125	6,570	5,455	
Change (%)	7.8	55.3	48.9	83.4	

3. Factors Relating to the Financial Forecast

The impact of East Japan Great Earthquake which the financial forecast is based on has become clearer as follows.

- The earthquake had only a minimal effect on facilities of the Yaskawa Group. And, the facilities have already been restored.
- All of the domestic and overseas production factories are in normal operation as the parts that are necessary for production so far are secured by our inventory and the inventory of our suppliers.
- We are now prepared to keep up production for stable supply of our products due to the recovery of parts suppliers, which had been uncertain, and by securing alternative parts. We have also taken measures to reduce electric power consumption in the summer.
- Orders from abroad are expected to be strong.

With the abovementioned determination of the impact of East Japan Great Earthquake, the Yaskawa Group will be taking actions below to achieve growth in sales and earnings for the fiscal year ending March 2012.

1. Growth of established businesses
2. Earnings contribution from new businesses
3. Constantly upgrade development, manufacturing and sales capabilities

The forecast is based on average exchange rates of ¥83 to the U.S. dollar and ¥111 to the euro.

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.

4. Dividend Forecast

	Dividend per share (yen)		
	End of 2Q	Year-end	Annual total
Year Ending March 20, 2012 (Forecast)	5.00	5.00	10.00
Year Ended March 20, 2011	2.00	4.00	6.00

5. Factors Relating to the Dividend Forecast

Regarding profit distribution, our goal is to secure stable and continuous cash dividends to our shareholders as well as internal reserve to enrich our business base and to enable future business expansion. We base our decision of profit distribution on the integrated consideration of our business performance, the business environment, and the financial conditions.

Dividend forecast is now announced as the financial forecast for the fiscal year ending March 2012 is announced as above.