

## Notice of Revised Projections

In light of the Company's recent performance, we have revised, as follows, the forecasts disclosed on May 10 this year for the first half of fiscal 2006, covering April 1, through September 30, 2005 and for fiscal 2006, ending March 31, 2006.

### 1. Amended Projections for First Half of Fiscal 2006

#### Consolidated

(Millions of yen)

	Net sales	Ordinary income	Net income
Previous projections (A)	475,000	22,000	5,000
Revised projections (B)	510,000	32,000	13,000
Change (B-A)	35,000	10,000	8,000
Change (%)	7.4%	45.5%	160.0%
Reference: Results for first half of fiscal 2005	466,325	24,154	9,543

#### Non-consolidated

(Millions of yen)

	Net sales	Ordinary income	Net income
Previous projections (A)	255,000	6,500	2,000
Revised projections (B)	275,000	7,000	2,000
Change (B-A)	20,000	500	—
Change (%)	7.8%	7.7%	—
Reference: Results for first half of fiscal 2005	261,796	10,772	2,534

### 2. Amended Projections for Fiscal 2006

#### Consolidated

(Millions of yen)

	Net sales	Ordinary income	Net income
Previous projections (A)	970,000	55,000	18,000
Revised projections (B)	1,030,000	62,000	24,000
Change (B-A)	60,000	7,000	6,000
Change (%)	6.2%	12.7%	33.3%
Reference: Results for fiscal 2005	984,776	50,505	16,374

#### Non-consolidated

(Millions of yen)

	Net sales	Ordinary income	Net income
Previous projections (A)	500,000	18,000	6,500
Revised projections (B)	525,000	19,000	6,500
Change (B-A)	25,000	1,000	—
Change (%)	5.0%	5.6%	—
Reference: Results for fiscal 2005	531,246	20,203	6,135

### 3. Reasons for Revisions

Management expects consolidated ordinary income to exceed its previous projection by around ¥10 billion, for several reasons. Cement demand in the United States has been above expectations. High copper prices have boosted equity method earnings from overseas subsidiaries. On top of that, sales have been solid in such areas as advanced materials & tools products for the automotive sector and 300mm wafer products.

The Company looks for consolidated net income for the half to be about ¥8 billion higher than originally envisaged, reflecting the improved ordinary income.

While there are some uncertainties associated with fuel price trends and the economic climate, for the full year management anticipates that consolidated ordinary income and consolidated net income will be ¥7 billion and ¥6 billion higher, respectively, than it initially forecast. The Company should thus reach its consolidated ordinary income target of ¥60 billion a full year ahead of its medium-term management plan.

Note: The above projections are based on economic and market trend assumptions foreseeable at the time of the announcement, so results may differ owing to various factors going forward.