

Name of Listed Company: Yokogawa Electric Corporation

(URL: <http://www.yokogawa.com>) (Stock code: 6841, listed in TSE 1st section)

Name and Position of the Representative:

Shuzo Kaihori, President and Chief Executive Officer

Name and Position of the Person in Charge:

Hikaru Kikkawa, General Manager of Public Relations and Investor Relations

Telephone Number: 81-422-52-5530

August 10, 2010

Revision of Financial Forecast for FY10 1st Half

Yokogawa Electric Corporation (the "Company") is notifying you of a revision to the financial forecast that was announced on May 14, 2010.

Revision to forecast of consolidated results for FY10 1st Half

(April 1, 2010 to September 30, 2010)

Unit: million yen

	Net Sales	Operating Income	Ordinary Income	Net Income	Net Income per Share(¥)
Original forecast announced on May 14, 2010 (A)	155,000	0	(2,000)	(4,000)	-15.53
Revised forecast announced on August 10, 2010 (B)	154,000	2,000	0	(3,000)	-11.65
Difference (B)-(A)	(1,000)	2,000	2,000	1,000	3.88
Difference (%)	-0.6%	-	-	-	-
Financial results for 1 st half of fiscal year 2009	150,655	(2,380)	(4,102)	(14,535)	-56.43

Reasons for the revision

For our core Industrial Automation and Control Business, we have revised upward by 6.0 billion yen the orders that we expect to receive in the first two quarters because energy-related investment outside Japan is expected to remain very strong. However, the sales forecast for the first two quarters has not been revised because this increase in orders will be reported as sales in the third and subsequent quarters. The operating income forecast has been revised upward by 1.0 billion yen because of the expected improvement in the cost of sales ratio and a reduction in expenses. The sales forecast for the Test and Measurement Business for the first two quarters has been revised downward by 1.0 billion yen. Although sales are expected to increase for the measuring instruments and photonics businesses, this downward revision has been made because demand for front-end memory testers is not expected to recover until the third quarter or later and semiconductor tester sales are expected to decrease. Meanwhile, the cumulative operating income forecast for the first two quarters has been revised upward by 1.0 billion yen because the reduction in expenses will more than offset the decrease in sales. There is no change in the sales and operating income forecasts for the Other Businesses segment.

Based on the above, the sales forecast for the Company as a whole has been revised downward by 1.0 billion yen, while the forecasts for operating income, ordinary income, and net income have been revised upward by 2.0 billion yen, 2.0 billion yen, and 1.0 billion yen, respectively.

We have not yet reviewed the full-year business forecasts but will do so based on the first two quarters' consolidated business results.

Reference

1. Order forecast by segment

Unit: billion yen

Segment	First two quarters		
	Previous forecast	Revised forecast	Difference
Industrial Automation and Control Business	132.0	138.0	6.0
Test and Measurement Business	19.0	19.0	—
Other Businesses	11.0	11.0	—
Total	162.0	168.0	6.0

2. Sales forecast by segment

Unit: billion yen

Segment	First two quarters		
	Previous forecast	Revised forecast	Difference
Industrial Automation and Control Business	125.0	125.0	—
Test and Measurement Business	19.0	18.0	(1.0)
Other Businesses	11.0	11.0	—
Total	155.0	154.0	(1.0)

3. Operating income forecast by segment

Unit: billion yen

Segment	First two quarters		
	Previous forecast	Revised forecast	Difference
Industrial Automation and Control Business	5.5	6.5	1.0
Test and Measurement Business	(5.0)	(4.0)	1.0
Other Businesses	(0.5)	(0.5)	—
Total	0.0	2.0	2.0