

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

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November 8, 2011

Announcement on Differences between FY2011 1st Half Forecast and Consolidated Financial Results and on Revision to FY2011 Financial Forecast

Yokogawa Electric Corporation (the “Company” herein) is notifying you of differences between the FY2011 1st half forecast announced on August 9, 2011 and the consolidated financial results. The Company also is notifying you of a revision to the FY2011 financial forecast announced on August 9, 2011.

1. Differences between FY2011 1st half forecast and consolidated financial results

Unit: million yen

	Net Sales	Operating Income	Ordinary Income	Net Income	Net Income per Share(¥)
Previous forecast announced on August 9, 2011 (A)	155,000	4,500	2,500	0	0.00
Results (B)	157,751	6,816	4,216	726	2.82
Difference (B)-(A)	2,751	2,316	1,716	726	2.82
Difference (%)	1.8	51.5	68.6	—	—
(Reference) Financial results for 1 st half of FY2010	153,341	3,871	1,844	(3,489)	(13.55)

Reasons for the difference

The operating income generated in the first two quarters of the current fiscal year exceeded the previous forecast due to increased sales and an improved gross margin. As a result, ordinary income and net income also exceeded the previous forecast.

2. Revision to forecast of FY2011 consolidated results

Unit: million yen

	Net Sales	Operating Income	Ordinary Income	Net Income	Net Income per Share(¥)
Previous forecast announced on August 9, 2011 (A)	333,000	13,000	10,000	5,000	19.41
Revised forecast announced on November 8, 2011 (B)	336,000	15,000	12,000	6,000	23.30
Difference (B)-(A)	3,000	2,000	2,000	1,000	3.88
Difference (%)	0.9	15.4	20.0	20.0	—
(Reference) Financial results for FY2010	325,620	11,079	8,590	(6,692)	(25.98)

Note: For the 2nd half consolidated business forecast, the Company assumes an exchange rate of 1\$ = 77 yen and 1€ = 105 yen.

Reasons for the revision

The Yokogawa Group has revised its consolidated business forecast for the fiscal year ending March 31, 2012, which was announced on August 9, 2011, as follows.

Since the performance in the first two quarters of the current fiscal year exceeded the previous forecast, the Group has revised its forecast upwards for net sales by 3.0 billion yen, operating income and ordinary income by 2.0 billion yen each, and net income by 1.0 billion yen.

The Industrial Automation and Control Business has revised its forecast upwards for orders and net sales by 2.0 billion yen each, and operating income by 1.5 billion yen. The Test and Measurement Business has revised its forecast upwards for net sales by 1.0 billion yen and operating income by 0.5 billion yen. As for the Other Businesses segment, we have revised its forecast downwards for orders by 1.0 billion yen but made no changes to net sales and operating income.

The exchange rates used in the forecast have been changed from 80 yen to 77 yen to the US dollar, and from 110 yen to 105 yen to the euro.

Reference

1. Order forecast by segment

Unit: billion yen

Segment	Full year		
	Previous forecast	Revised forecast	Difference
Industrial Automation and Control Business	290.0	292.0	2.0
Test and Measurement Business	41.0	41.0	0.0
Other Businesses	24.0	23.0	(1.0)
Total	355.0	356.0	1.0

2. Sales forecast by segment

Unit: billion yen

Segment	Full year		
	Previous forecast	Revised forecast	Difference
Industrial Automation and Control Business	270.0	272.0	2.0
Test and Measurement Business	40.0	41.0	1.0
Other Businesses	23.0	23.0	0.0
Total	333.0	336.0	3.0

3. Operating income forecast by segment

Unit: billion yen

Segment	Full year		
	Previous forecast	Revised forecast	Difference
Industrial Automation and Control Business	16.5	18.0	1.5
Test and Measurement Business	(3.5)	(3.0)	0.5
Other Businesses	0.0	0.0	0.0
Total	13.0	15.0	2.0