

Financial Result for 3rd Quarter of Fiscal Year 2005

January 31, 2006

Yokogawa Electric Corporation



YOKOGAWA



FY05 3Q Financial Results

YOKOGAWA ◆

Billion ¥

	FY05 Budget (1/31)	FY05				Achieve- ment
		1Q	2Q	3Q	9 month total	
Orders	400.0	92.0	91.8	98.8	282.6	70.7%
Sales	390.0	70.9	106.9	75.7	253.5	65.0%
Operating income	30.0	(1.5)	9.2	1.2	8.9	29.7%
Ordinary income	28.0	(1.4)	9.8	1.4	9.8	35.0%
Net income	16.0	(5.7)	7.5	0.7	2.6	16.3%



Comparison of Financial Results

FY05 3Q and FY04 3Q

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Billion ¥

	FY04 3Q (A)	FY05 3Q (B)	Growth ratio(%)	(B)-(A)
Orders	85.8	98.8	15.2%	13.0
Sales	73.6	75.7	2.9%	2.1
Operating income	0.6	1.2	100.0%	0.6
Ordinary income	(0.5)	1.4	-	1.9
Net income	(2.0)	0.7	-	2.7



Comparison of FY05 1Q-3Q and FY04 1Q-3Q

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Billion ¥

	FY04 1Q-3Q (A)	FY05 1Q-3Q(B)	Growth ratio(%)	(B)-(A)
Orders	281.7	282.6	0.3%	0.9
Sales	260.7	253.5	-2.8%	(7.2)
Operating income	11.1	8.9	-19.8%	(2.2)
Ordinary income	9.4	9.8	4.3%	0.4
Net income	0.9	2.6	188.9%	1.7



Non-operating / Extraordinary Income and Expenses

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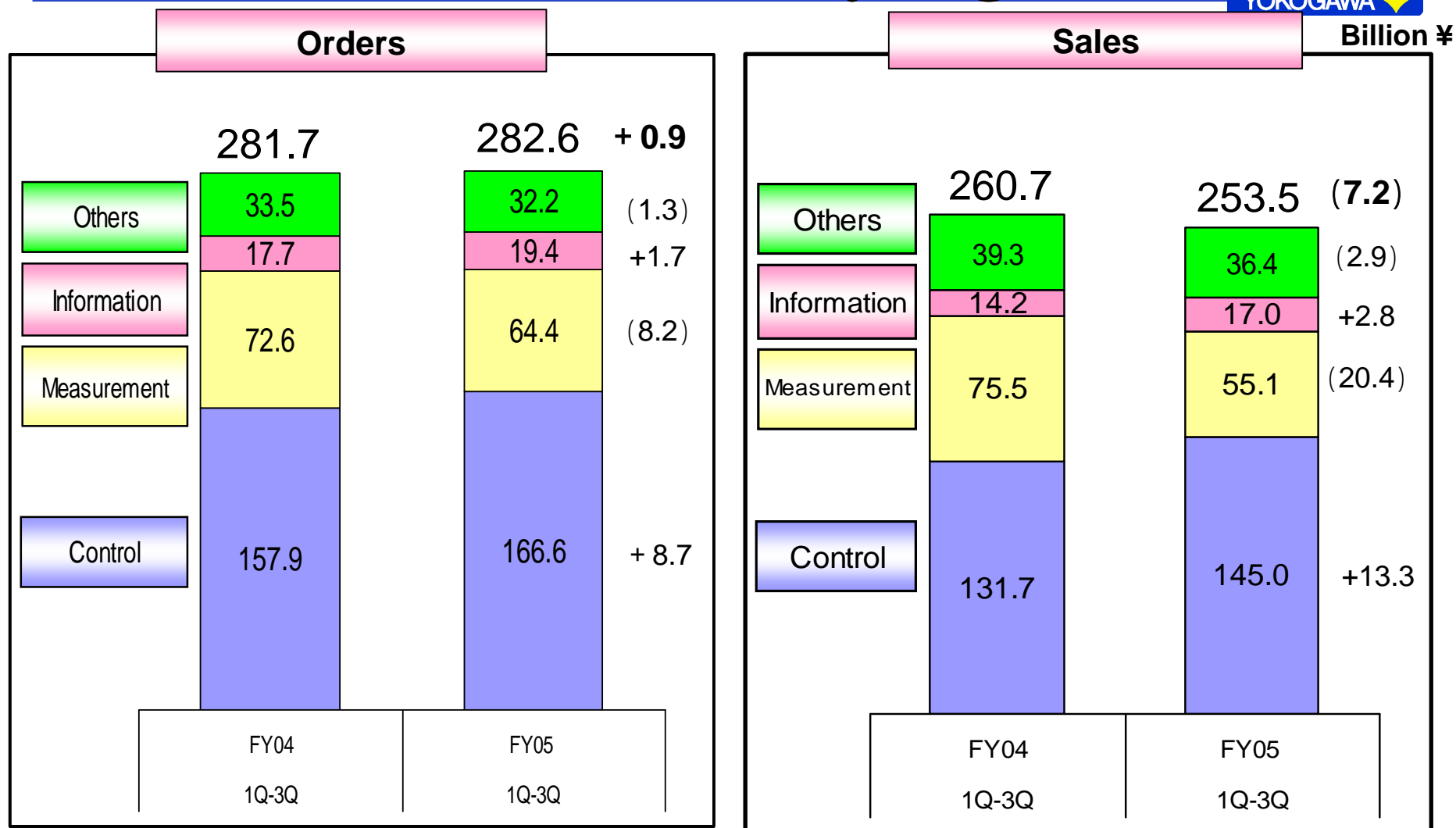
Billion ¥

	FY04 1Q-3Q	FY05 1Q-3Q
Operating income	11.1	8.9
Non-operating income	2.1	3.9
Non-operating expenses	3.8	3.1
Ordinary income	9.4	9.8
Extraordinary income	1.3	0.4
Extraordinary expenses	8.8	4.3
Income before tax	1.9	5.9
Tax, etc.	1.0	3.3
Net income	0.9	2.6



Comparison of FY05 1Q-3Q and FY04 1Q-3Q Orders and Sales by Segment

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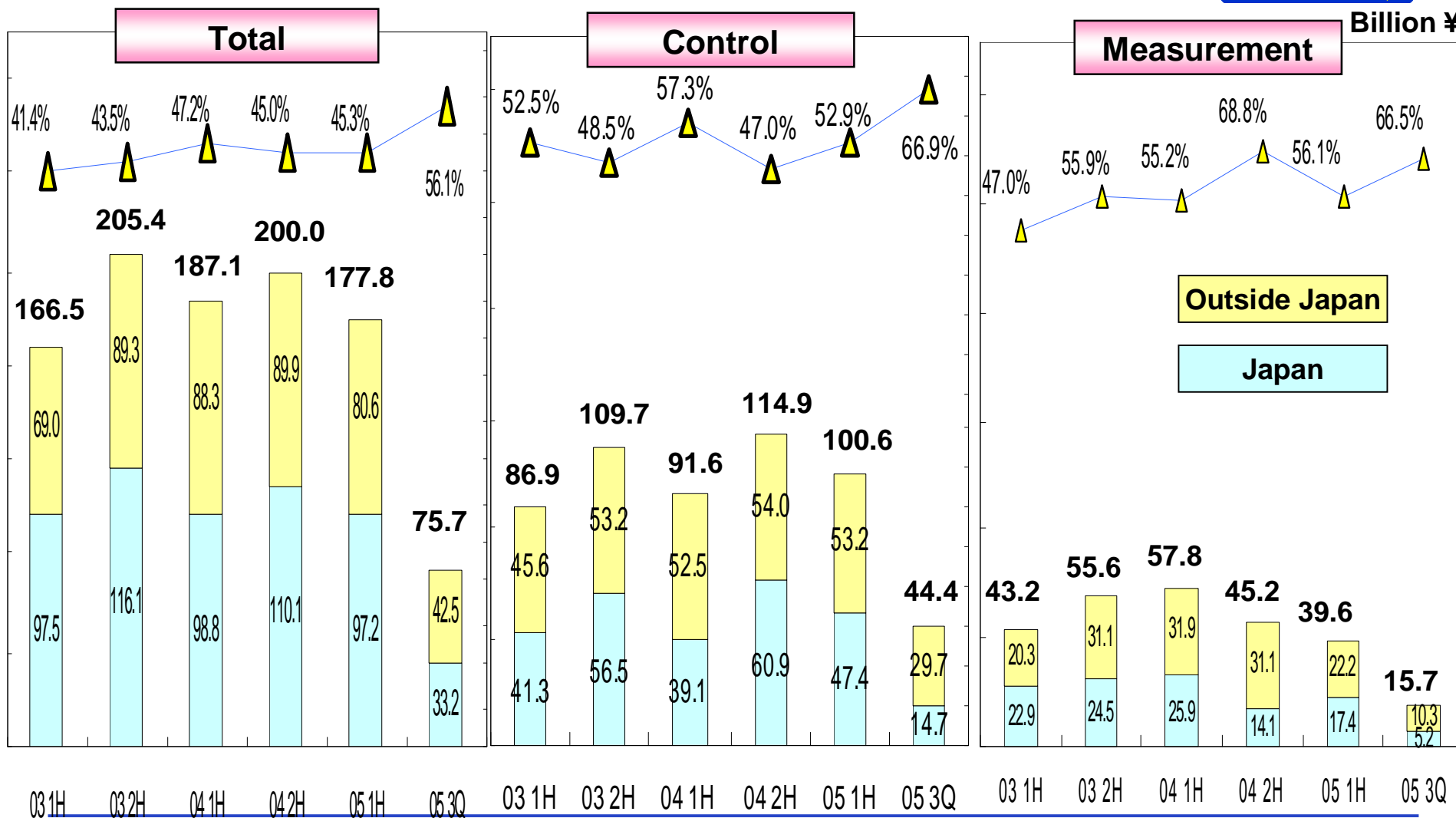




Global Sales

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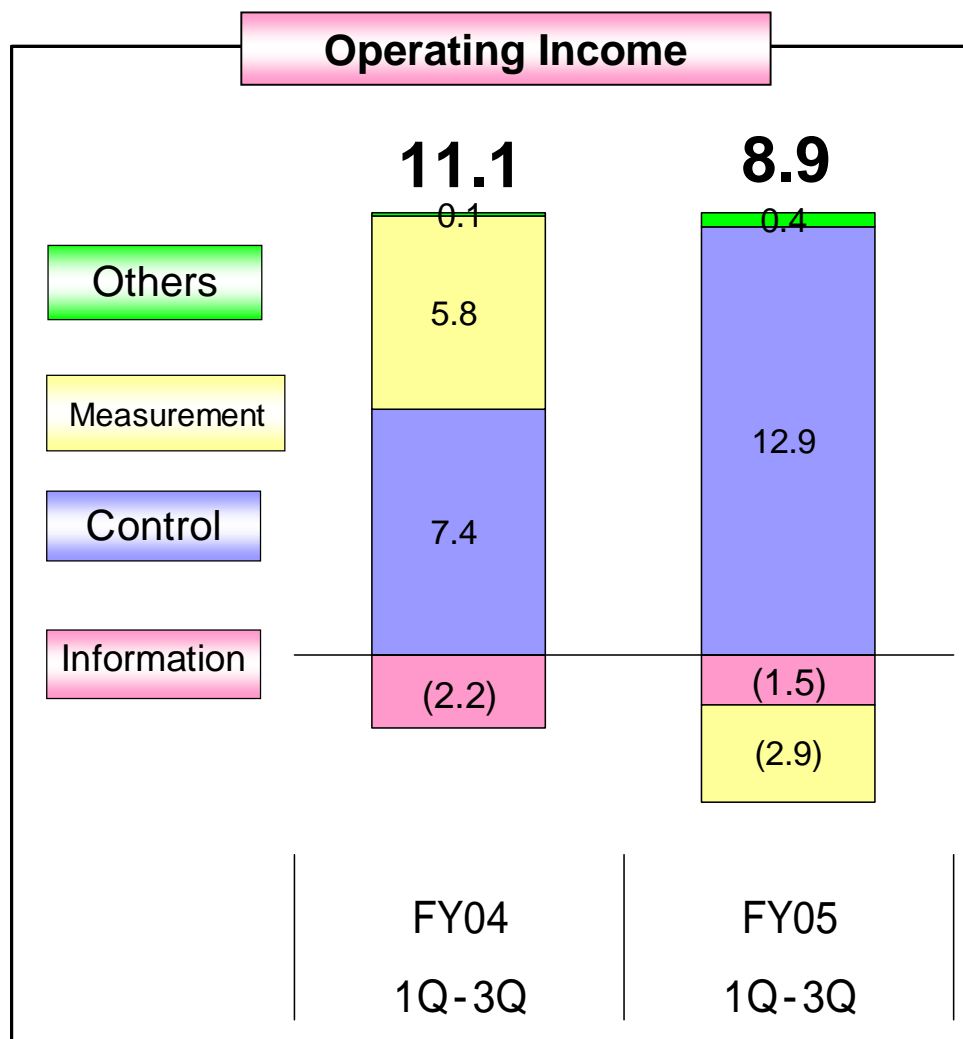
Billion ¥





Operating Income by Segment

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Billion ¥

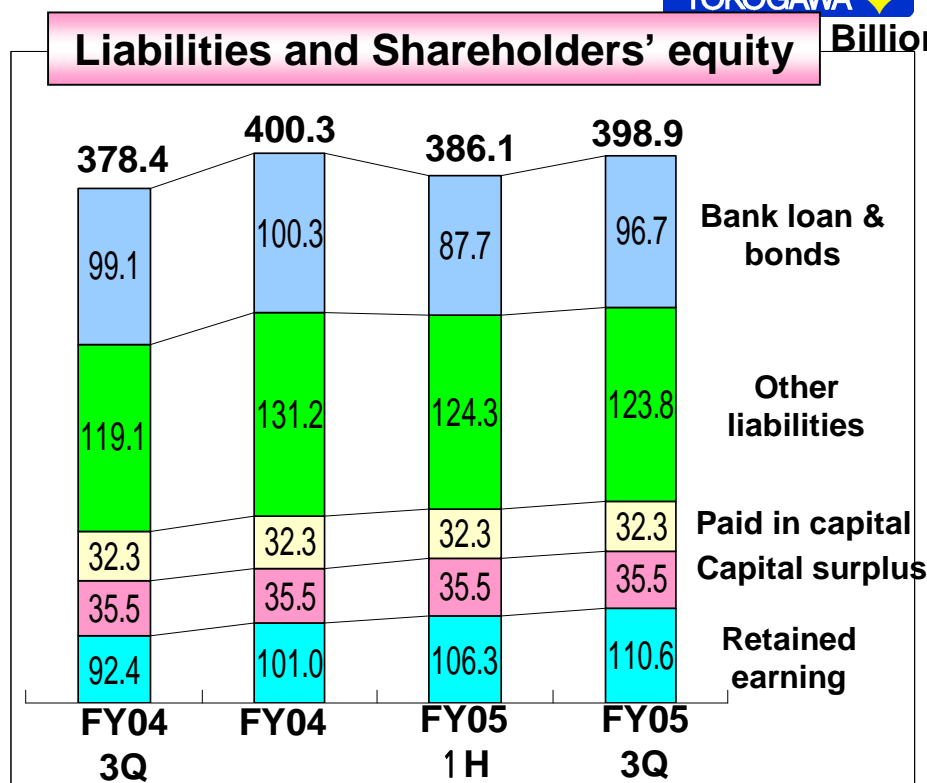
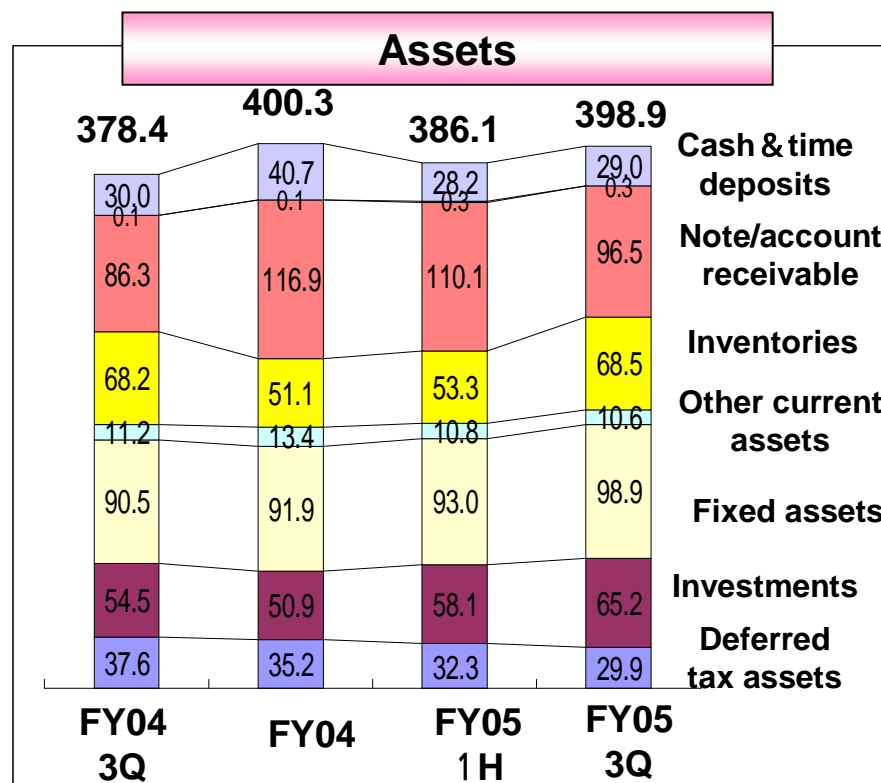
	FY04 1Q-3Q	FY05 1Q-3Q	Difference
Control	7.4	12.9	5.5
Measurement	5.8	(2.9)	(8.7)
Information	(2.2)	(1.5)	0.7
Others	0.1	0.4	0.3
Total	11.1	8.9	(2.2)



Trend of Balance Sheet

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Billion ¥



	FY04 3Q	FY04	FY05 1H	FY05 3Q
Total Assets Turnover	-	0.97	0.98	-
Fixed Assets to Shareholders' Equity	101.2%	98.7%	97.0%	100.0%

	FY04 3Q	FY04	FY05 1H	FY05 3Q
Interest-bearing Debt ratio	26.2%	25.1%	22.7%	24.2%
Debt/Equity Ratio	61.9%	59.4%	50.4%	54.2%
Shareholders' Equity Ratio	42.3%	42.2%	45.1%	44.7%

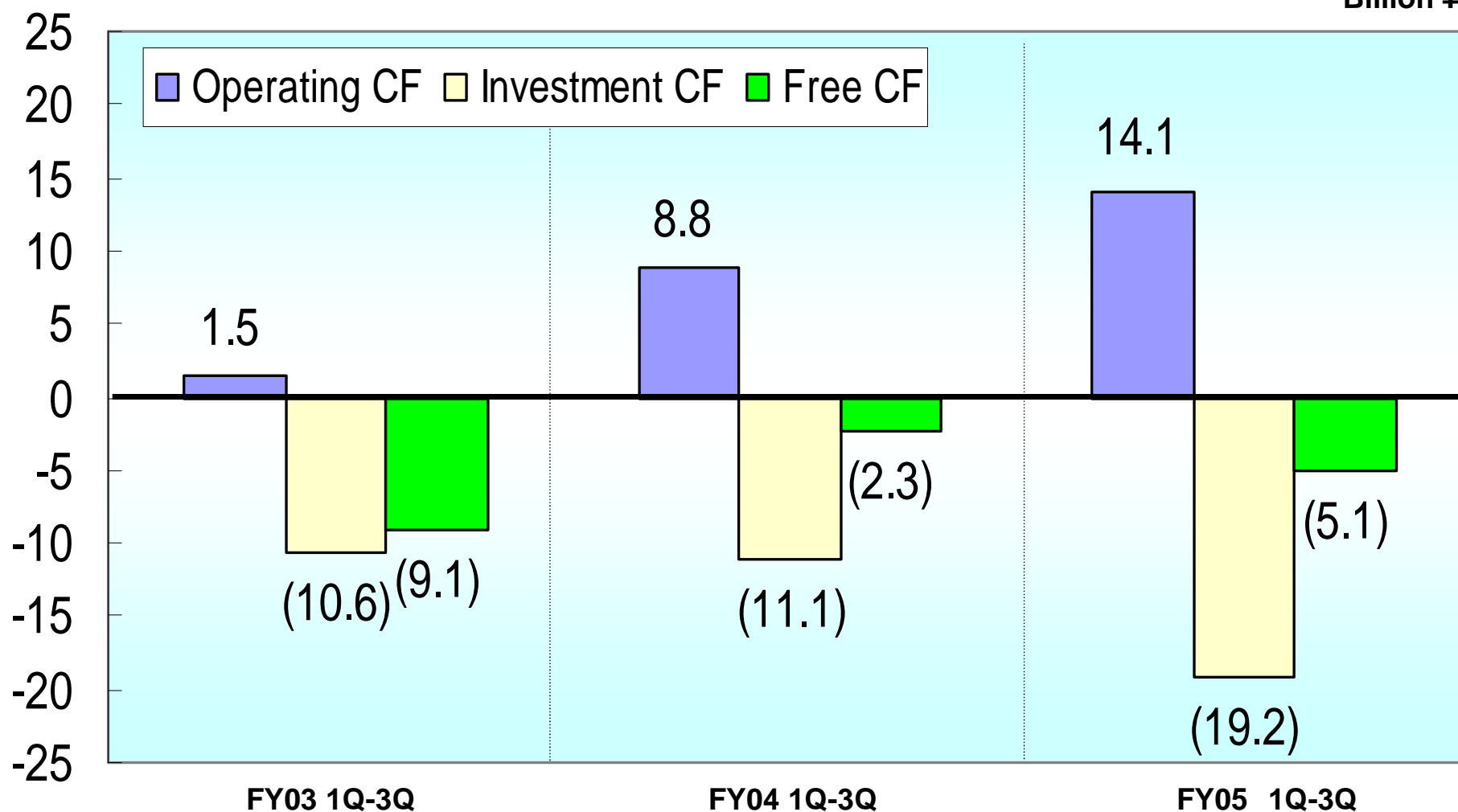


Trend of Cash Flow

FY03 - 05 3Q

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Billion ¥





FY05 Revised Budget

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Billion ¥

	FY04 Actual	FY05 Budget		
		Original (2005/5/10)	Revised (2005/11/7)	Revised (2006/1/31)
Orders	375.5	410.0	400.0	400.0
Sales	387.1	400.0	390.0	390.0
Operating income	24.8	35.0	30.0	30.0
Ordinary income	22.4	30.0	28.0	28.0
Net income	9.4	15.0	13.0	16.0



FY05/04 Sales and Orders by Segment

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Billion ¥

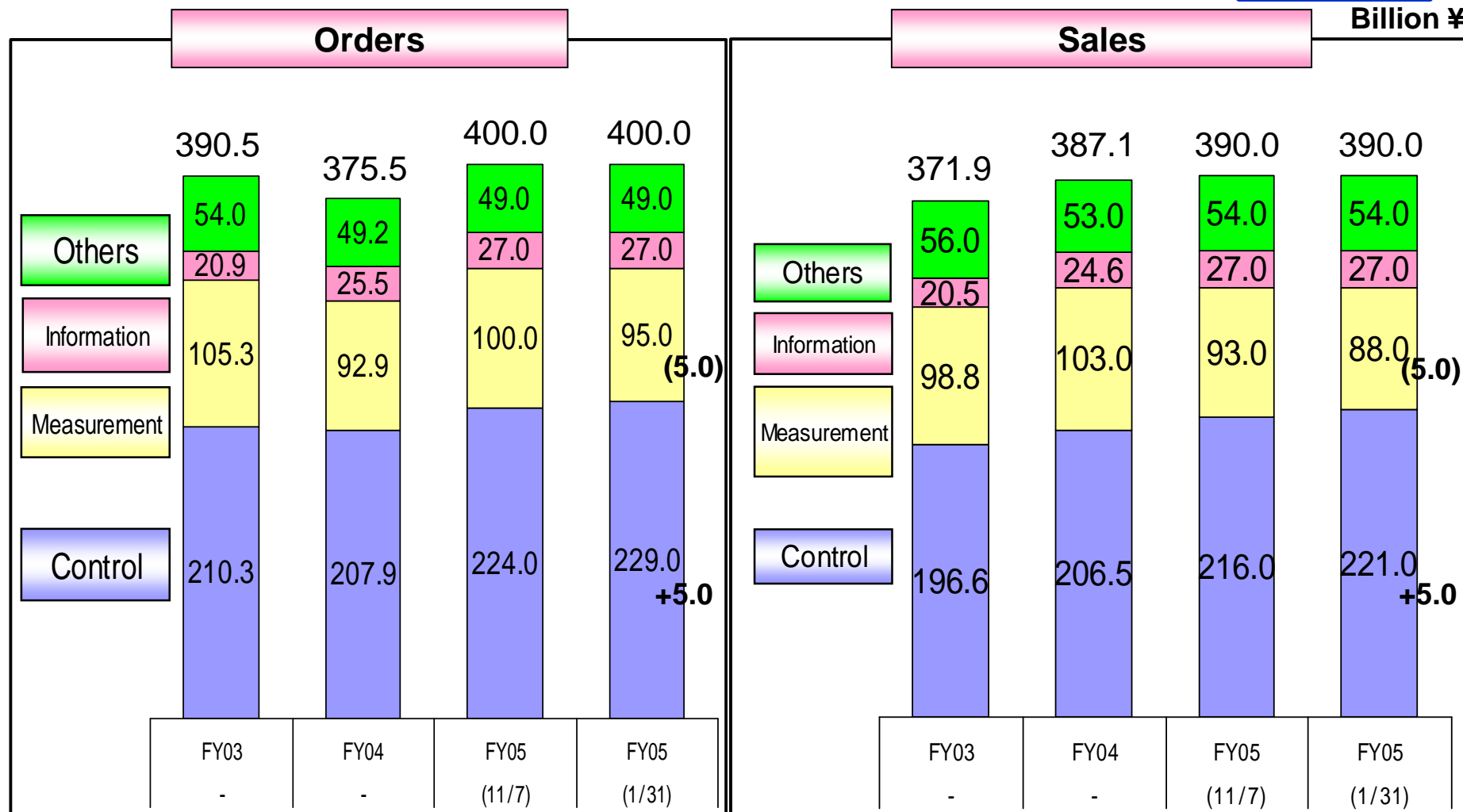
	FY04					FY05				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
Orders	99.3	96.6	85.8	93.8	375.5	92.0	91.8	98.8	117.4	400.0
Sales	76.4	110.7	73.6	126.4	387.1	70.9	106.9	75.7	136.5	390.0
Operating income	1.6	9.0	0.6	13.6	24.8	(1.5)	9.2	1.2	21.1	30.0



FY05 Revised Orders and Sales Budget by Segment

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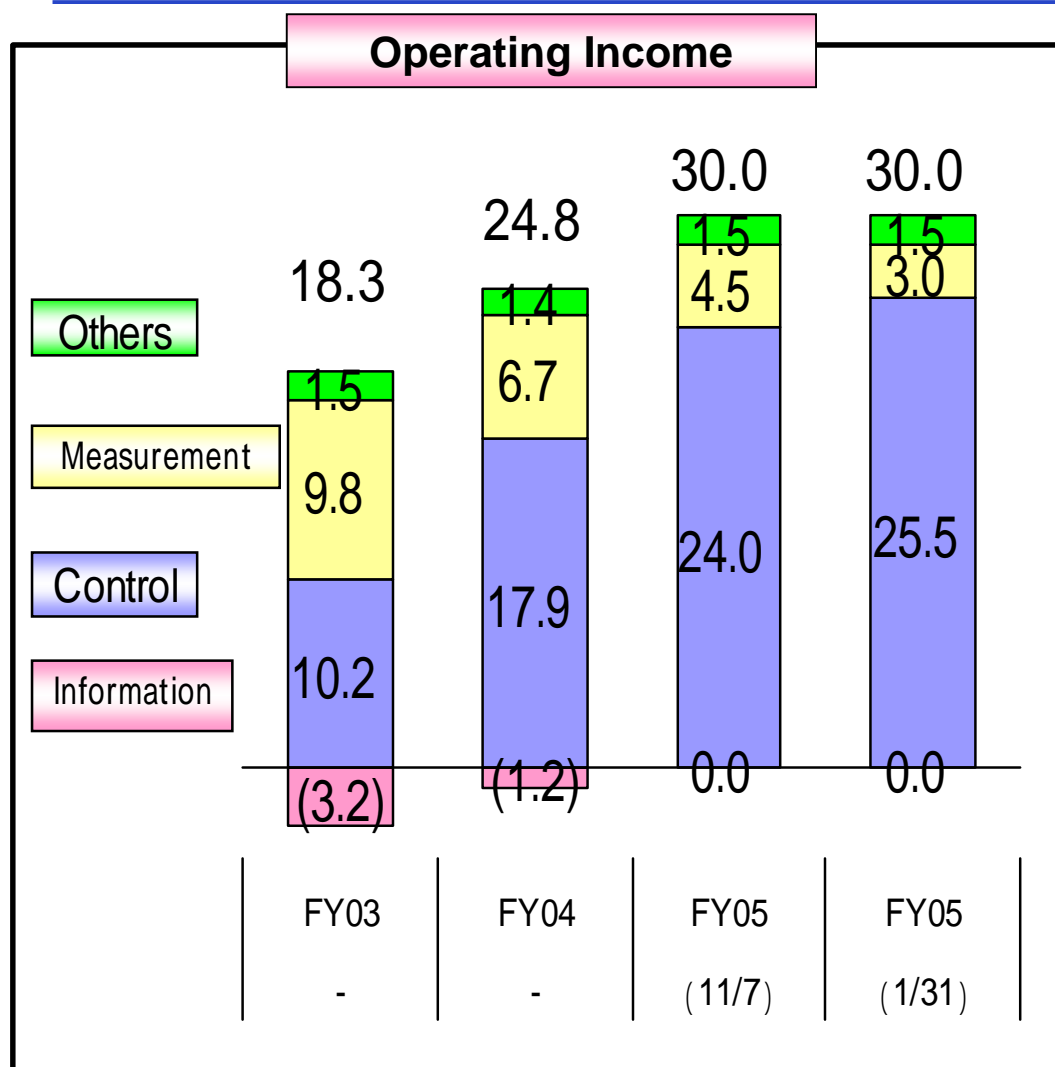
Billion ¥





FY05 Revised Operating Income Target by Segment

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Billion ¥

	FY05 (11/7)	FY05 (1/31)	Difference
Control	24.0	25.5	1.5
Measurement	4.5	3.0	(1.5)
Information	0	0	0
Others	1.5	1.5	0
Total	30.0	30.0	0



Transfer of Subsidiary's Shares

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- **Yokogawa is transferring ownership of its shares of Yokogawa Analytical Systems Inc., a Yokogawa subsidiary, to Agilent Technologies.**

Yokogawa Analytical Systems Inc.

- Established in 1992 as a 49:51 joint venture between Yokogawa and Hewlett-Packard (present Agilent Technologies)
- Engaged in gas-chromatography for laboratory and other scientific applications and recorded over 19 billion yen sales in last fiscal Year

- Agilent will pursue the advanced analytical system business in Japan through formation of a wholly owned subsidiary.
- Yokogawa is electing to take a return on its investment.



By selling its stake in this venture, Yokogawa will realize an extraordinary income of 10.4 billion yen in its consolidated results.



Non-operating/Extraordinary Income and Expenses

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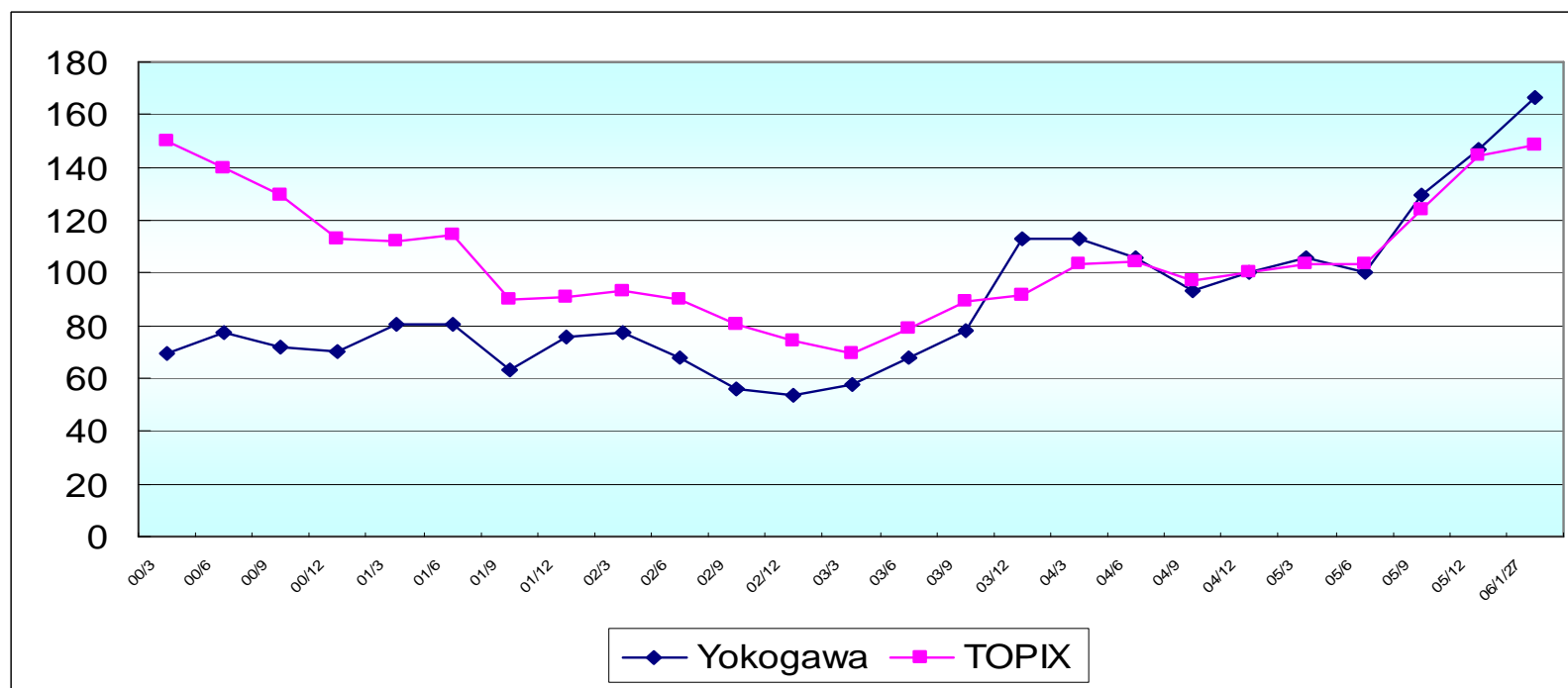
Billion ¥

	FY05			
	1Q-3Q	Budget (11/7)	Revised Budget	Difference
Operating income	8.9	30.0	30.0	0
Non-operating income	3.9	(2.0)	(2.0)	0
Non-operating expenses	3.1			
Ordinary income	9.8	28.0	28.0	0
Extraordinary income	0.4	(5.0)	1.0	6.0
Extraordinary expenses	4.3			
Income before tax	5.9	23.0	29.0	6.0
Tax, etc.	3.3	10.0	13.0	3.0
Net income	2.6	13.0	16.0	3.0



Trend of Stock Price

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04/12 = 100

	00/3	00/6	00/9	00/12	01/3	01/6	01/9	01/12	02/3	02/6	02/9	02/12	03/3	03/6	03/9	03/12	04/3	04/6	04/9	04/12	05/3	05/6	05/9	05/12	06/1/27
Yokogawa	954	1,060	991	965	1,100	1,110	863	1,045	1,059	930	765	737	788	927	1,070	1,548	1,544	1,455	1,276	1,372	1,452	1,371	1,772	2,010	2,290
TOPIX	1,706	1,592	1,471	1,284	1,277	1,301	1,023	1,032	1,060	1,025	921	843	788	903	1,019	1,044	1,179	1,190	1,104	1,139	1,180	1,177	1,412	1,650	1,690
	00/3	00/6	00/9	00/12	01/3	01/6	01/9	01/12	02/3	02/6	02/9	02/12	03/3	03/6	03/9	03/12	04/3	04/6	04/9	04/12	05/3	05/6	05/9	05/12	06/1/27
Yokogawa	70	77	72	70	80	81	63	76	77	68	56	54	57	68	78	113	113	106	93	100	106	100	129	147	167
TOPIX	150	140	129	113	112	114	90	91	93	90	81	74	69	79	89	92	103	104	97	100	104	103	124	145	148



Disclaimer

- The information pertaining to our business plans and forecasts that has been provided in this presentation and at analyst meetings contains forward-looking statements that are based on our management's current knowledge and require the making of assumptions about future events. As such, it cannot be guaranteed that these statements will not differ materially from actual.