

Yokogawa Electric Corporation

Financial Results for 3rd Quarter of Fiscal Year 2007



YOKOGAWA

Jan. 31, 2008



FY07 3Q Financial Results

(Billion ¥)

	FY07 budget 07/10/31	FY07 results				Achieve- ment
		1Q	2Q	3Q	9 month total	
Orders	475.0	112.1	116.4	110.5	339.0	71.4%
Sales	450.0	83.5	120.8	88.2	292.5	65.0%
Operating income	31.0	(0.4)	9.2	0.3	9.1	29.4%
Ordinary income	24.0	(0.1)	5.8	(0.6)	5.1	21.3%
Net income	12.0	(0.3)	3.0	(0.8)	1.9	15.8%



Comparison of FY07/FY06 3Q Financial Results

(Billion ¥)

	FY06 3Q	FY07 3Q	Growth rate	Difference
Orders	109.7	110.5	0.7%	0.8
Sales	85.1	88.2	3.6%	3.1
Operating income	3.6	0.3	-91.2%	(3.3)
Ordinary income	3.2	(0.6)	—	(3.8)
Net income	1.3	(0.8)	—	(2.1)



Comparison of FY07/FY06 1Q-3Q Financial Results

(Billion ¥)

	FY06 1Q-3Q	FY07 1Q-3Q	Growth rate	Difference
Orders	332.0	339.0	2.1%	7.0
Sales	271.5	292.5	7.7%	21.0
Operating income	12.7	9.1	-28.4%	(3.6)
Ordinary income	14.6	5.1	-64.8%	(9.5)
Net income	5.3	1.9	-64.0%	(3.4)



Non-operating / Extraordinary Income and Expenses

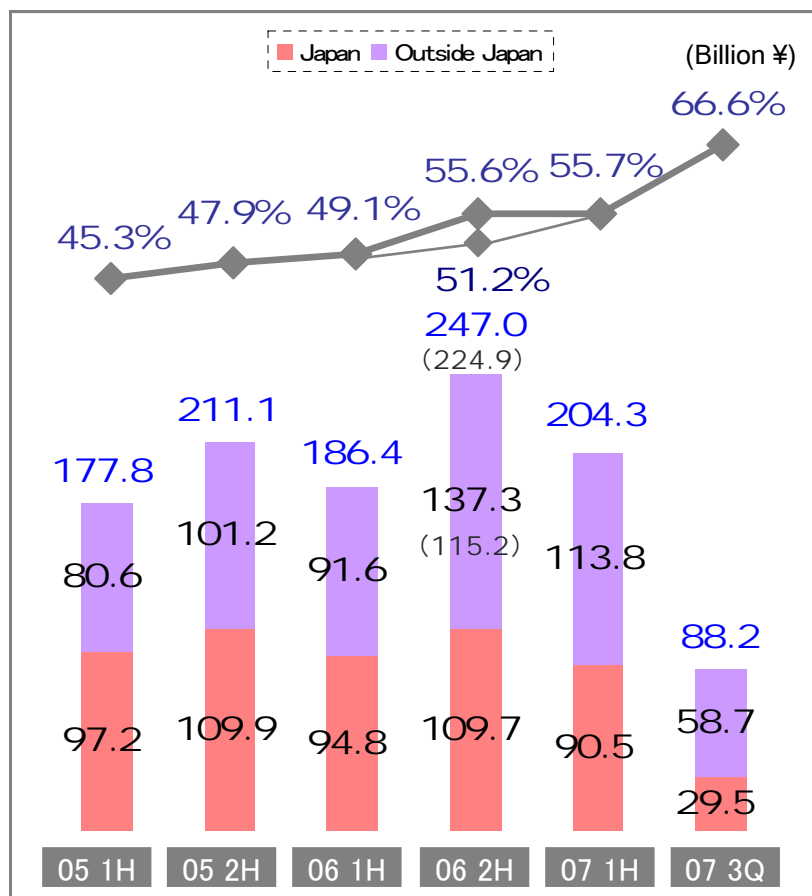
(Billion ¥)

	FY06 1Q-3Q	FY07 1Q-3Q
Operating income	12.7	9.1
Non-operating income	5.8	2.1
Non-operating expenses	3.8	6.0
Ordinary income	14.6	5.1
Extraordinary income	0.4	1.5
Extraordinary expenses	3.1	2.2
Income before tax	11.9	4.4
Tax, etc.	6.6	2.5
Net income	5.3	1.9

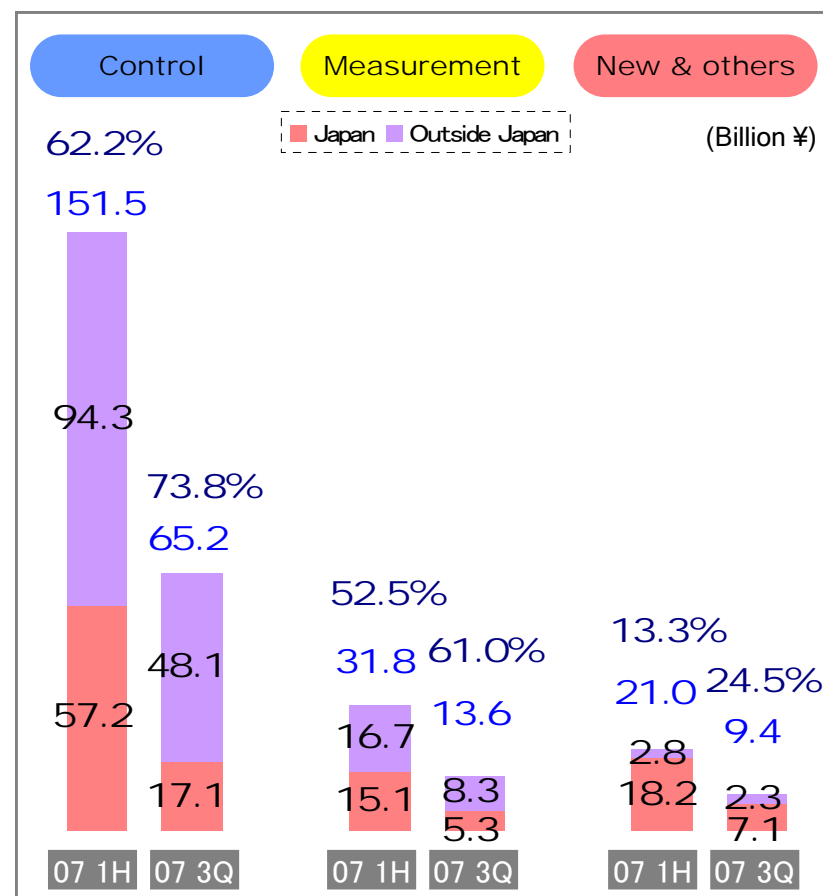


Global Sales

Total



By Segment

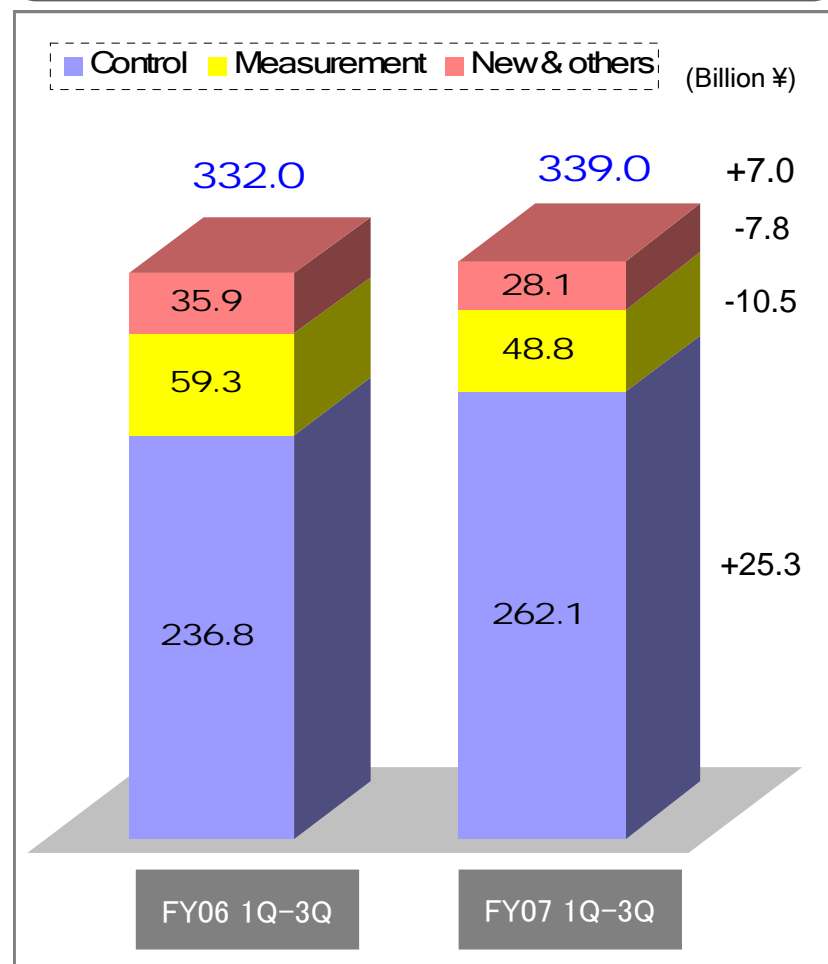


* In FY06 all subsidiaries outside Japan except those in China changed the fiscal year-end date from February 28 to March 31. Subsidiaries in China changed from December 31 to March 31. The numbers in brackets show the results without the increase from this change.

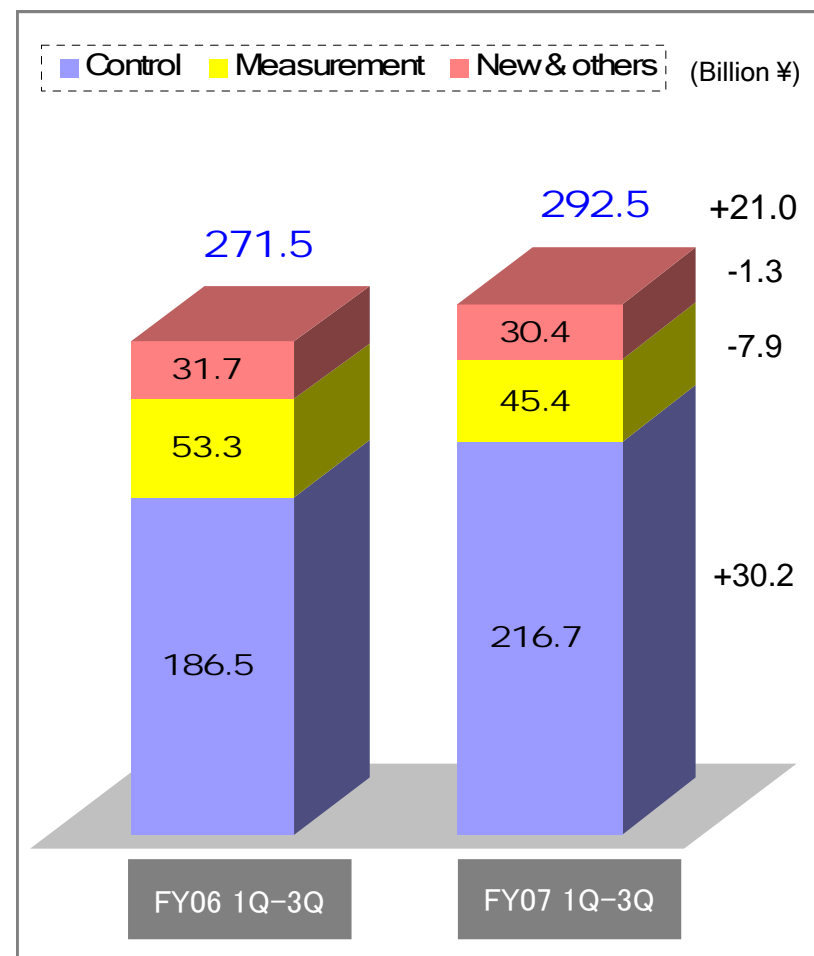


FY07/FY06 1Q-3Q Comparison for Orders and Sales by Segment

Orders



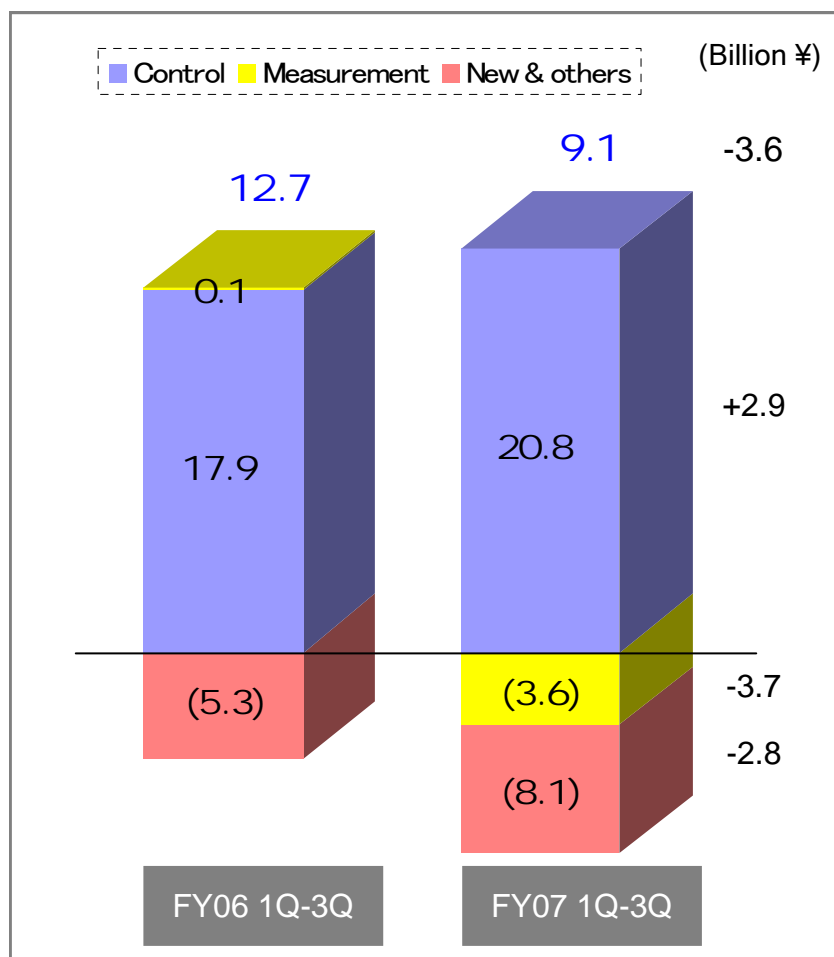
Sales





FY07/FY06 1Q-3Q Comparison for Operating Income by Segment

Operating Income



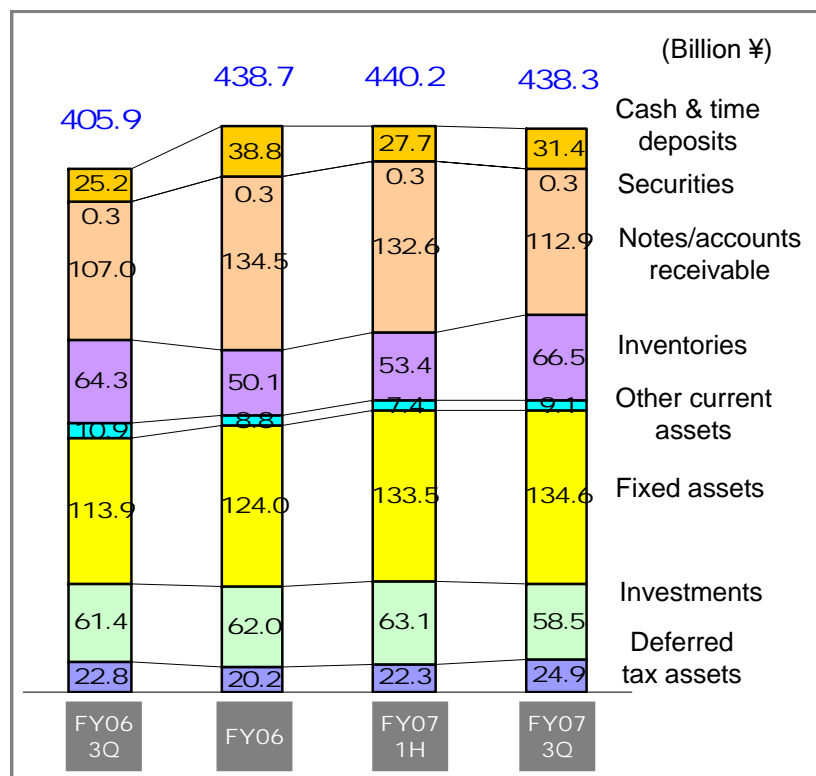
(Billion ¥)

	FY06 1Q-3Q	FY07 1Q-3Q	Difference
Control	17.9	20.8	2.9
Measurement	0.1	(3.6)	(3.7)
New & others	(5.3)	(8.1)	(2.8)
Total	12.7	9.1	(3.6)



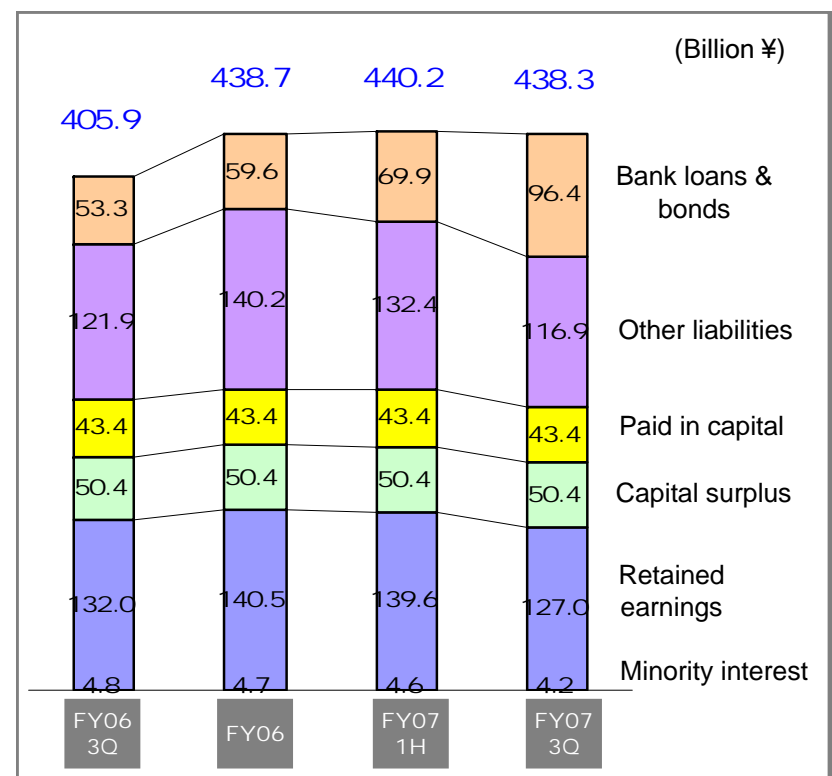
Trend of Balance Sheet

Assets



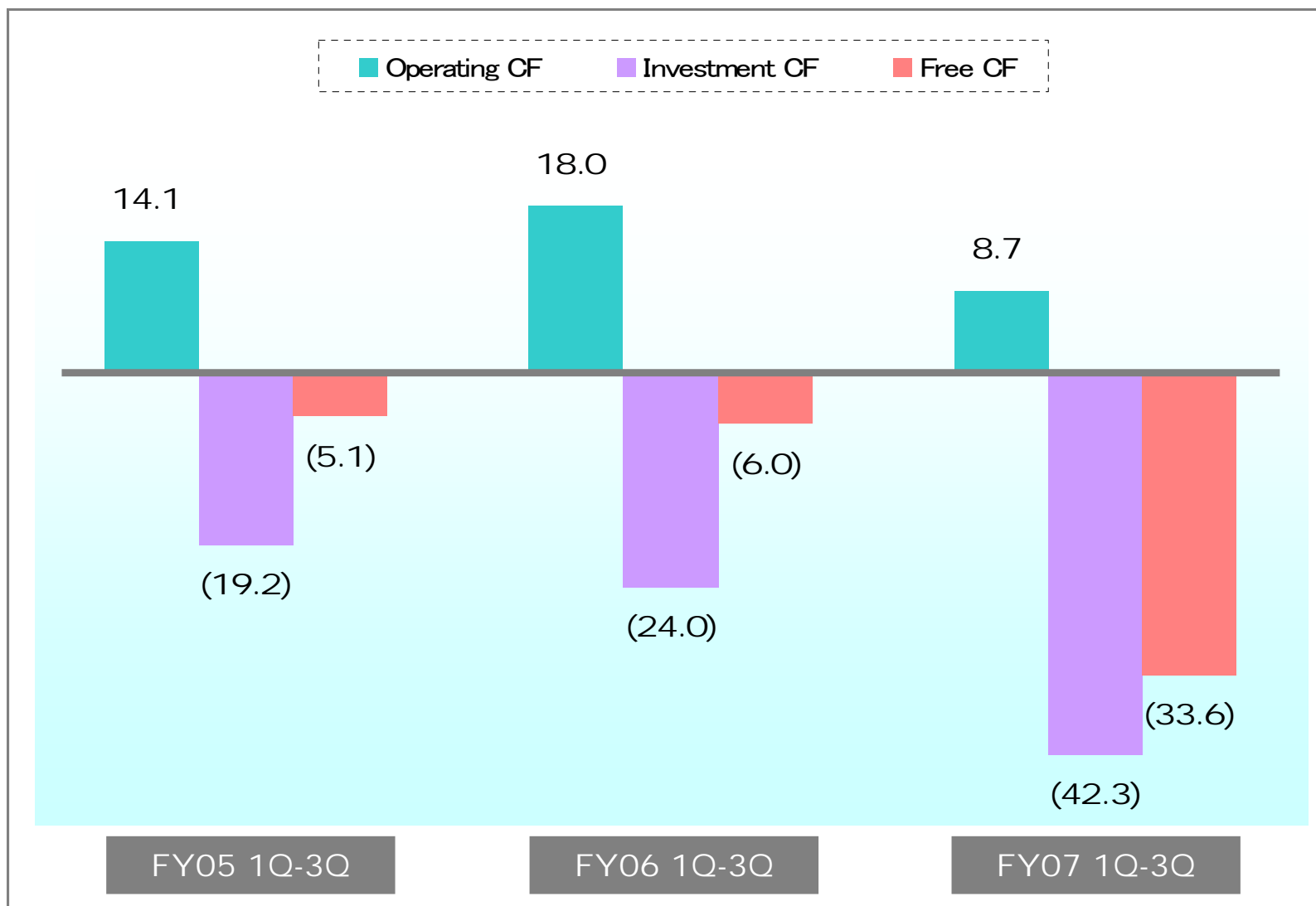
	FY06 3Q	FY06	FY07 1H	FY07 3Q
Total asset turnover	—	1.01	1.06	—
Current ratio	162.3%	157.7%	174.4%	153.4%

Liabilities and Shareholders' Equity



	FY06 3Q	FY06	FY07 1H	FY07 3Q
Interest-bearing debt ratio	13.1%	13.6%	15.9%	22.0%
Debt/equity ratio	23.6%	25.5%	29.9%	43.6%
Shareholders' equity	55.6%	53.4%	53.0%	50.4%

Trend of Cash Flow





FY07 Revised Budget

(Billion ¥)

	FY06 results	FY07 budget		
		Initial budget 07/5/10	Revised budget 07/10/31	Revised budget 08/1/31
Orders	456.5	470.0	475.0	470.0
Sales	433.4	450.0	450.0	450.0
Operating income	29.3	35.0	31.0	31.0
Ordinary income	29.6	30.0	24.0	24.0
Net income	12.6	14.0	12.0	12.0



Quarterly Financial Results and Budget

(Billion ¥)

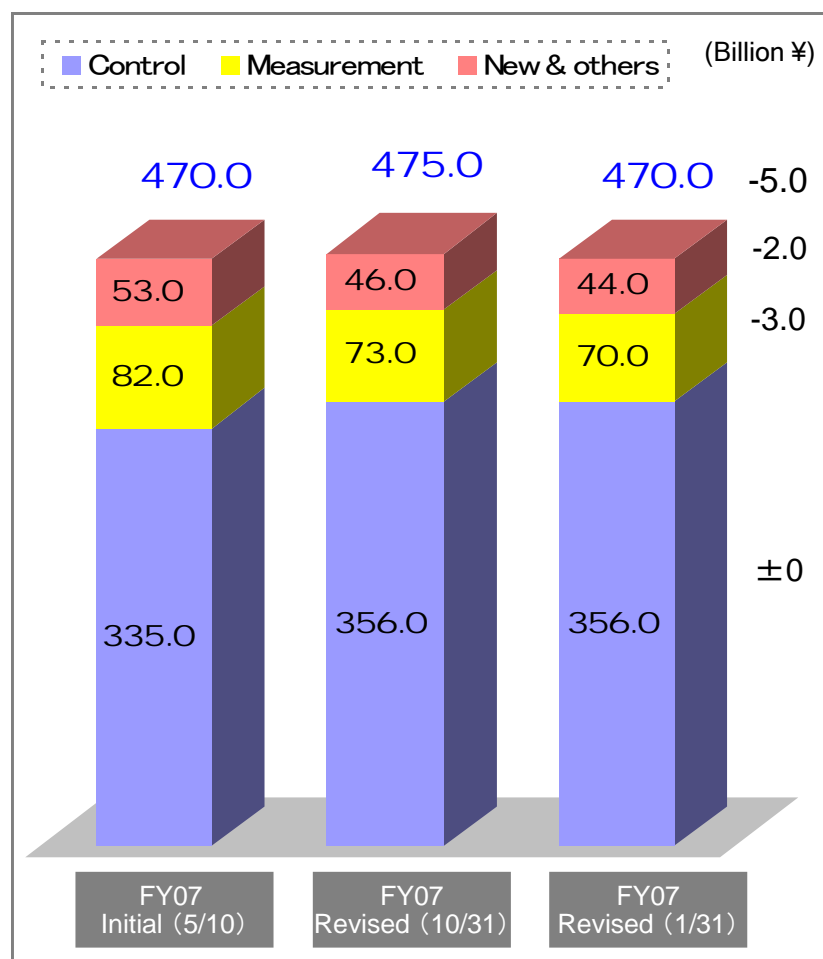
	FY06					FY07				
	1Q	2Q	3Q	4Q [*]	Total	1Q	2Q	3Q	4Q (budget)	Total
Orders	110.7	111.6	109.7	124.5 [16.8]	456.5	112.1	116.4	110.5	131.0	470.0
Sales	69.6	116.8	85.1	161.9 [22.1]	433.4	83.5	120.8	88.2	157.5	450.0
Operating income	(1.4)	10.5	3.6	16.6 [1.4]	29.3	(0.4)	9.2	0.3	21.9	31.0

* The one-time increase resulting from the fiscal year change of subsidiaries outside Japan is shown in brackets.

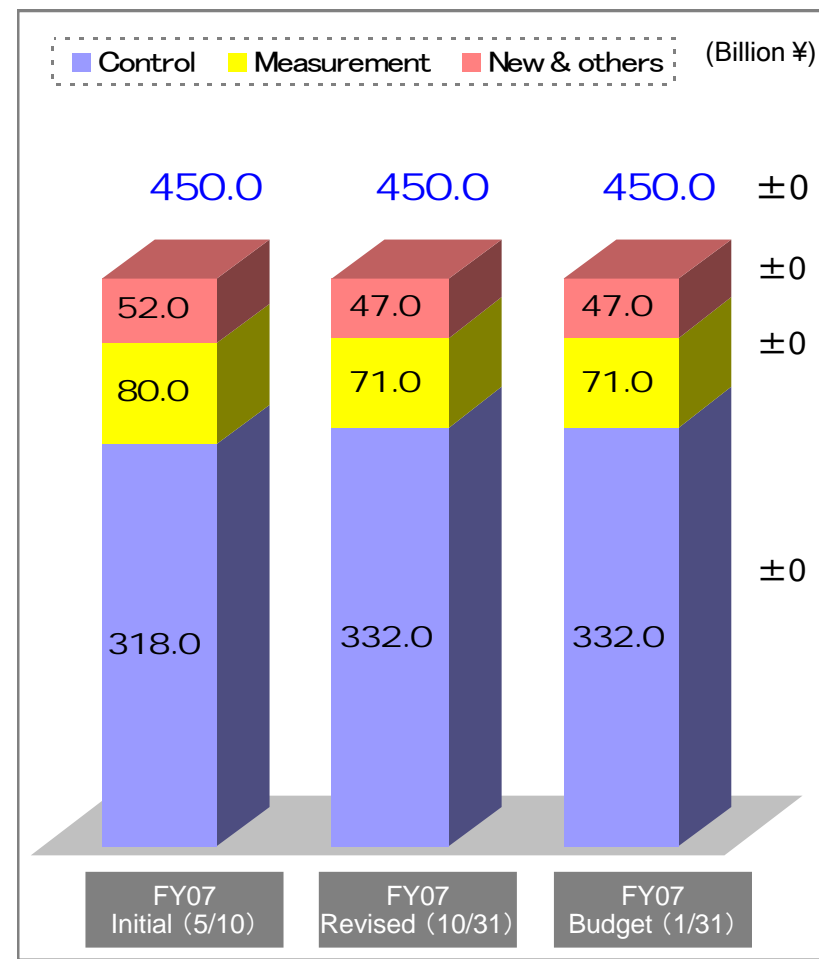


FY07 Budget for Orders and Sales by Segment

Orders



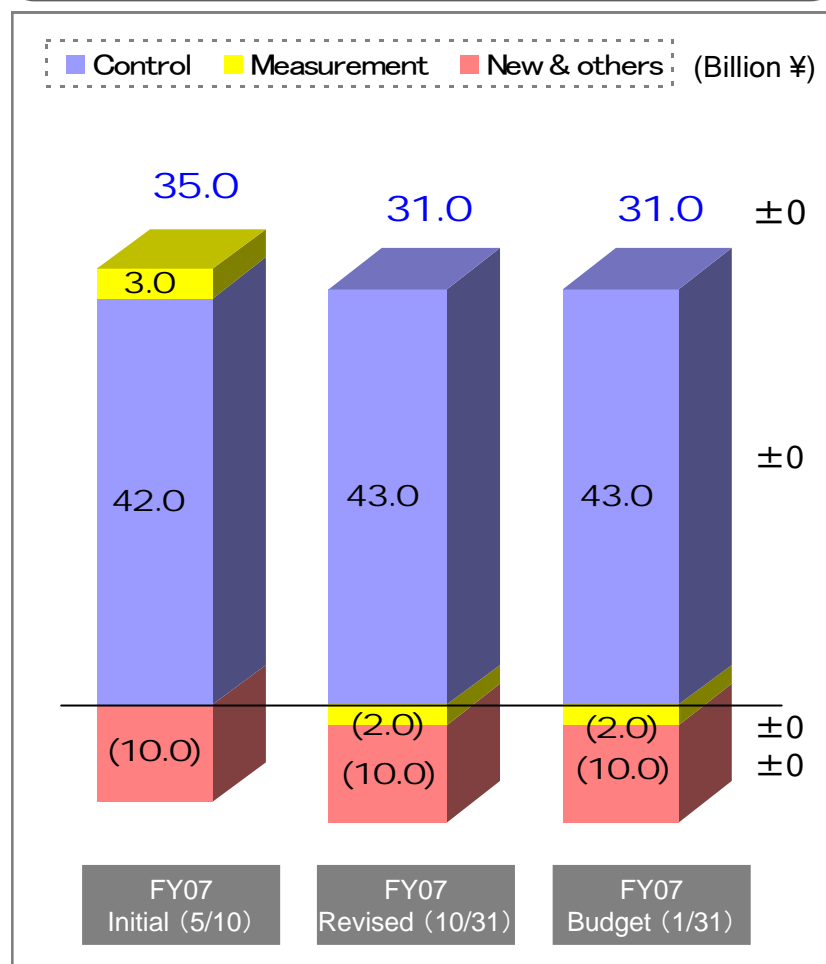
Sales



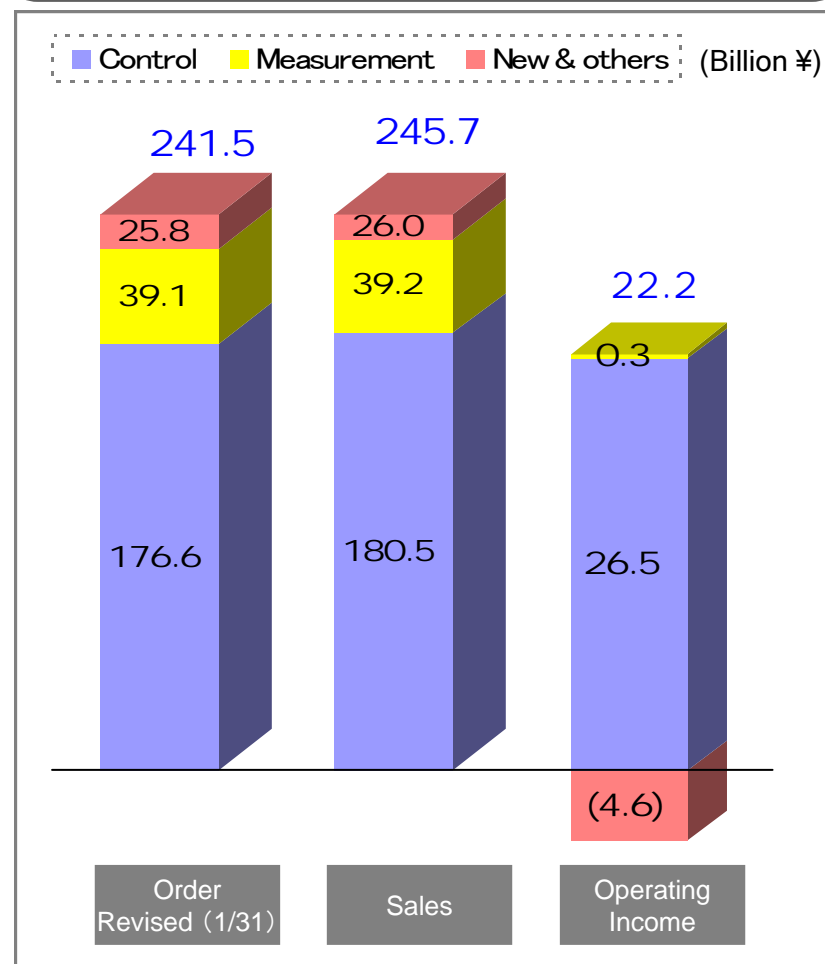


FY07 Budget for Operating Income and 2H Budget by Segment

Operating Income



FY07 2H Budget





FY07 Budget for Non-operating / Extraordinary Income and Expenses

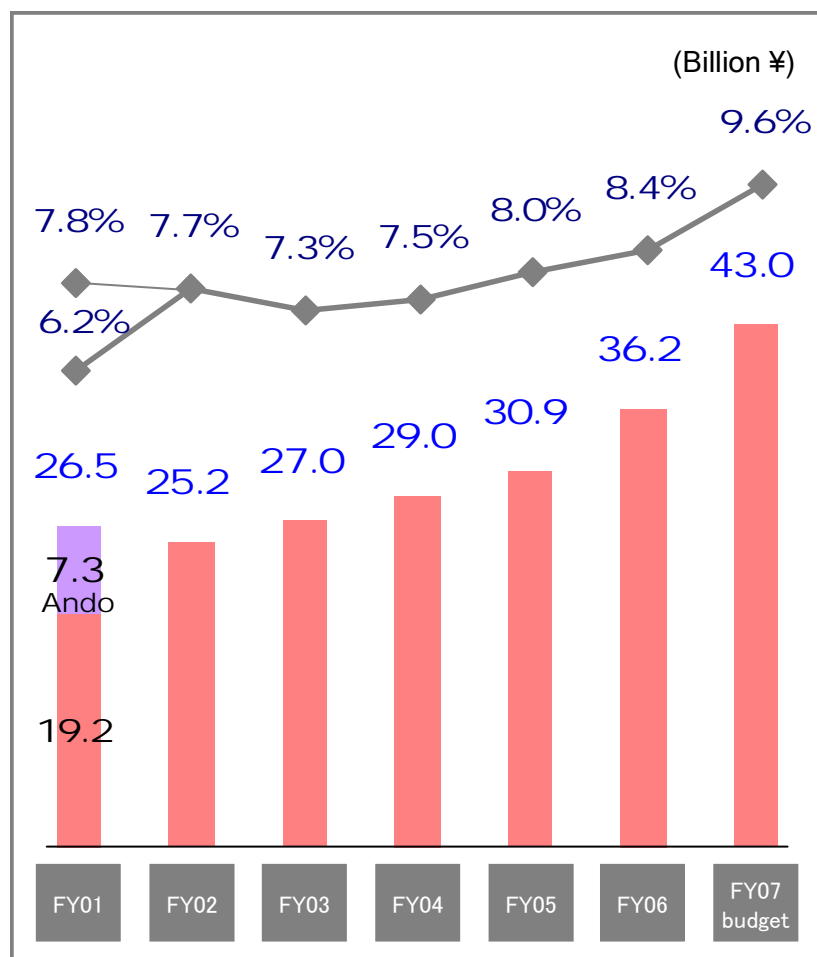
(Billion ¥)

	FY06	FY07	
	Results	1Q-3Q Results	Budget
Operating income	29.3	9.1	31.0
Non-operating income	7.6	2.1	(7.0)
Non-operating expenses	7.3	6.0	
Ordinary income	29.6	5.1	24.0
Extraordinary income	0.5	1.5	(3.0)
Extraordinary expenses	5.0	2.2	
Income before tax	25.1	4.4	21.0
Tax, etc.	12.5	2.5	9.0
Net income	12.6	1.9	12.0

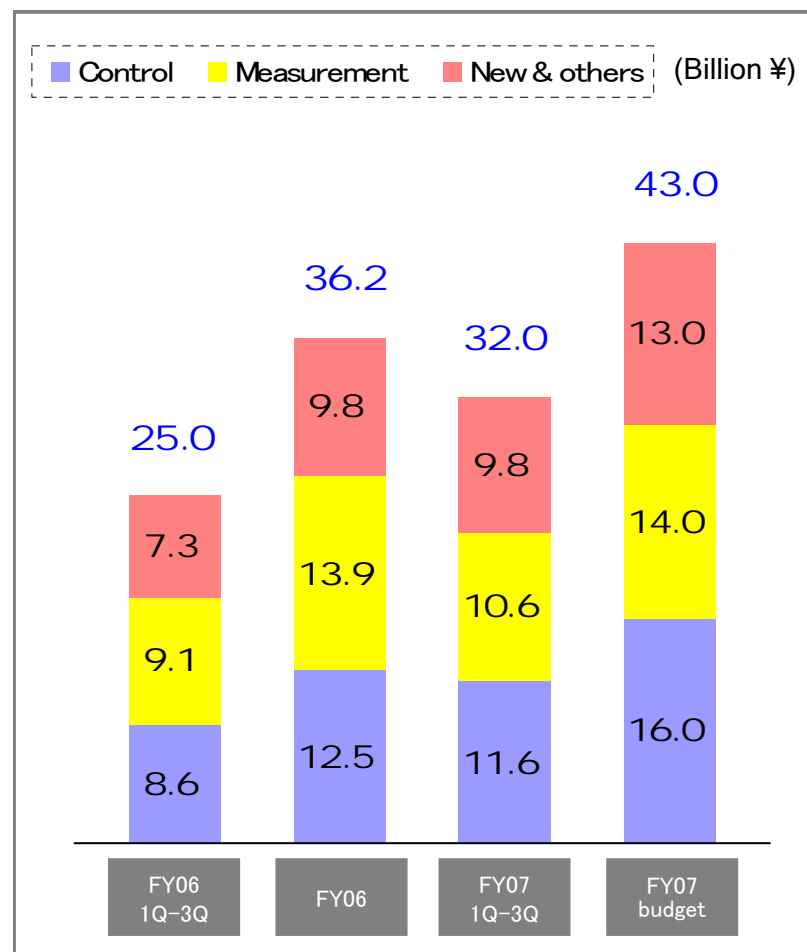


Trend of R&D Expenses

Trend of R&D Expenses

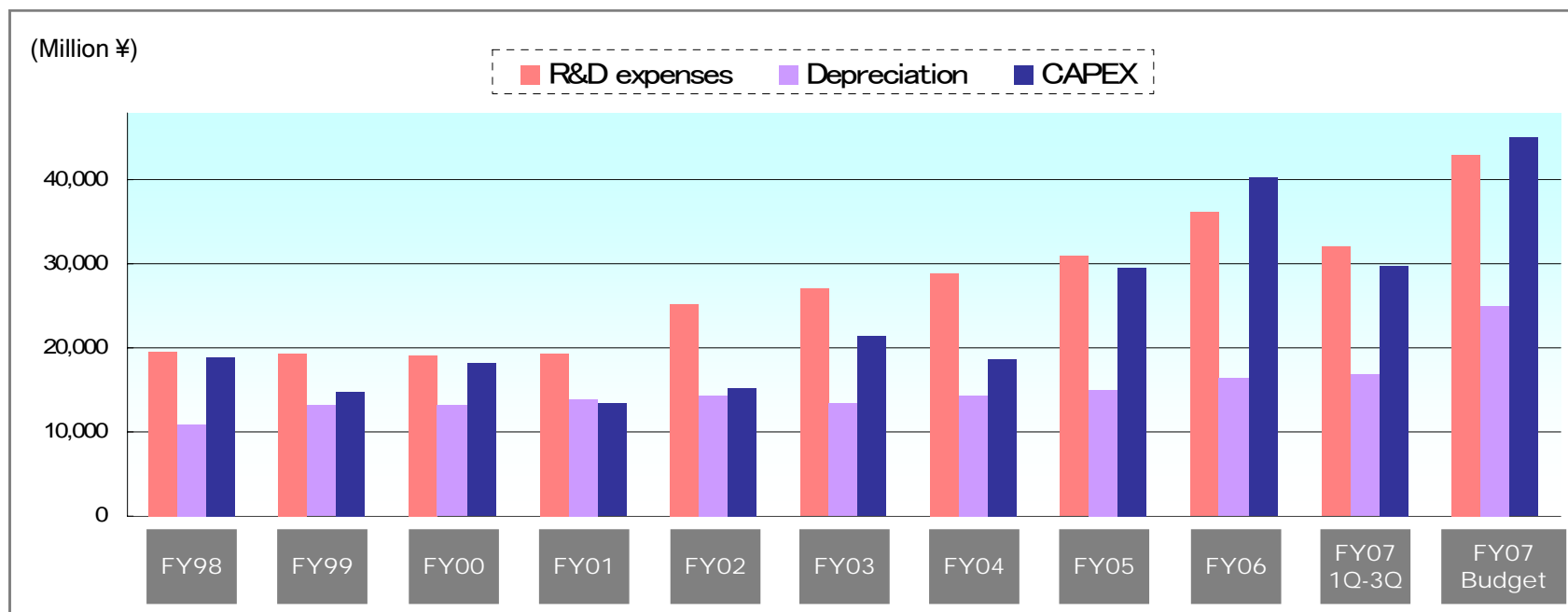


Trend of R&D Expenses by Segment





Trend of R&D Expenses, Depreciation, and CAPEX

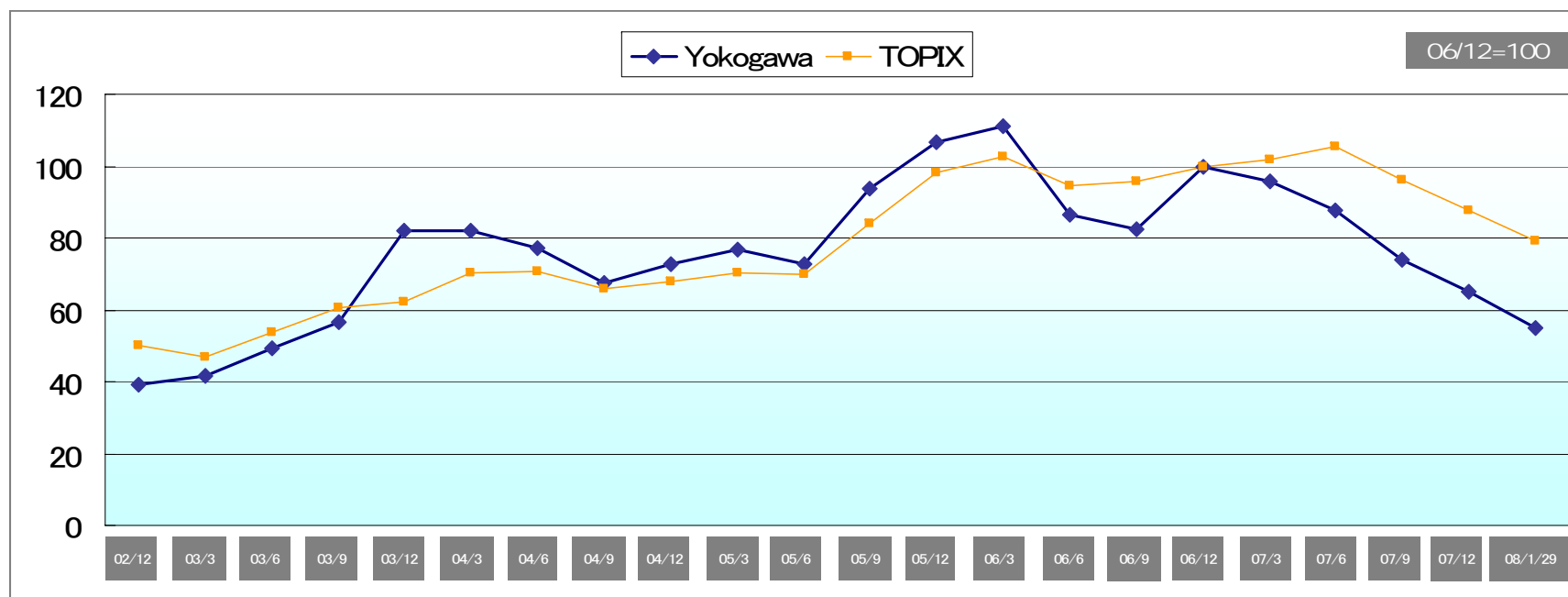


(Million ¥)

	Results										Budget
	FY98	FY99	FY00	FY01	FY02	FY03	FY04	FY05	FY06	FY07 1Q-3Q	FY07
R&D (Sales ratio)	19,492 7.0%	19,259 6.1%	19,181 5.4%	19,236 6.2%	25,233 7.7%	26,991 7.3%	28,998 7.5%	30,917 8.0%	36,223 8.4%	32,017 10.9%	43,000 9.6%
Depreciation (Sales ratio)	11,031 3.9%	13,197 4.2%	13,190 3.7%	13,964 4.5%	14,298 4.3%	13,445 3.6%	14,331 3.7%	15,124 3.9%	16,483 3.8%	16,941 5.8%	25,000 5.6%
CAPEX (Sales ratio)	18,835 6.7%	14,699 4.7%	18,173 5.2%	13,347 4.3%	15,264 4.6%	21,355 5.7%	18,652 4.8%	29,540 7.6%	40,284 9.3%	29,739 10.2%	45,000 10.0%



Trend of Stock Price



	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	06/3	06/6	06/9	06/12	07/3	07/6	07/9	07/12	08/1/29
Yokogawa	737	788	927	1,070	1,548	1,544	1,455	1,276	1,372	1,452	1,371	1,772	2,010	2,095	1,631	1,552	1,887	1,806	1,654	1,398	1,228	1,030
TOPIX	843	788	903	1,019	1,044	1,179	1,190	1,104	1,139	1,180	1,177	1,412	1,650	1,728	1,587	1,611	1,681	1,714	1,775	1,617	1,476	1,329
	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	06/3	06/6	06/9	06/12	07/3	07/6	07/9	07/12	08/1/29
Yokogawa	39	42	49	57	82	82	77	68	73	77	73	94	107	111	86	82	100	96	88	74	65	55
TOPIX	50	47	54	61	62	70	71	66	68	70	70	84	98	103	94	96	100	102	106	96	88	79



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 results.