

August 25, 2006

**Company Name:** Yamaha Corporation  
**President and  
Representative Director:** Shuji Ito  
**Code Number:** 7951 (First Section of Tokyo Stock Exchange)

### **Yamaha Announces Offering of Shares**

At its meeting of August 25, 2006, the Board of Directors of Yamaha Corporation (Yamaha, the Company) decided to make an offering of Company shares. The details of the offering are as follows.

- (1) Number of shares to be offered: 2,576,000 of the Company's common shares.
- (2) Parties making the offering: Japan Trustee Services Bank, Ltd. (Mitsui Asset Trust and Banking Company, Limited., re-entrustment account, Banks' Shareholdings Purchase Corporation, trust account)
- (3) Offer price: Not yet decided (The price will be determined by the formula specified in Article 14-7-2 of the Fair Practices Regulations of the Japan Securities Dealers Association as follows. The provisional price will be the closing price of the Company's shares on the Tokyo Stock Exchange Co., Ltd., on one of the days in the period beginning Monday, September 4, 2006, and ending Friday, September 8, 2006 (hereinafter, the Decision Date for the Offering Price, Etc.; in the event that no closing price is available on these dates, the closing price on the date immediately prior to these dates for which a closing price is available will be the provisional price), multiplied by a factor between 0.90 and 1.00 (with amounts less than one yen to be omitted). The final offer price will be set based on this provisional price with reference to demand and supply conditions.
- (4) Offer method: The shares will be offered after the full amount of the shares has been purchased by Nomura Securities Co., Ltd., Mizuho Securities Co.,

Ltd., and Nikko Citigroup Limited.(hereinafter, the Underwriters). The consideration to be paid to the Underwriters of the offering will be the offer price less the underwriting price, which is the amount paid by the Underwriters to the sellers of the shares.

- (5) Subscription period: From the business day following the determination of the offer price through the second business day following the determination of the offer price.
- (6) Date for delivery of the shares: The sixth business day following the determination of the offer price.
- (7) Initial payment to be made: An amount equivalent to the offer price for each share purchased
- (8) Minimum subscription unit: 100 shares
- (9) Decisions regarding the final offer price and all other matters necessary for this offering will be made by Shuji Ito, President and Representative Director of the Company.

**Additional information:**

Objective of the offering: The aim of the decision to conduct this offering was improving the ownership distribution and liquidity of the Company's shares.

Cautionary note: This news release regarding the offering of the Company's shares has been prepared and distributed to the media for public announcement purposes only and is not intended as a solicitation or promotion of investment in the Company's shares. The Company requests that when making investments, investors read the Prospectus the Company has prepared regarding the offering and any Corrections to the Prospectus (if such corrections are issued) and only then make investment decisions based on their own judgment.