

May 23, 2007

For immediate release

**Company Name:** YAMAHA CORPORATION

**President and Representative Director:** Shuji Ito

**Code Number:** 7951 (First Section of Tokyo Stock Exchange)

**Yamaha Revises Consolidated and  
Non-Consolidated Outlook for FY2008.3**

Yamaha Corporation (Head Office: 10-1, Nakazawa-cho, Naka-ku, Hamamatsu, Shizuoka, Japan; President: Shuji Ito; Hereinafter: Yamaha) has revised its outlook for performance for the interim period of FY2008.3 (April 1, 2007, to September 30, 2007) and the full fiscal year (April 1, 2007, to March 31, 2008), on a consolidated and non-consolidated basis, as follows:

**1. Revision of the Outlook for the Interim Period (Consolidated and Non-Consolidated)**

(April 1, 2007, to September 30, 2007)

(1) Consolidated Outlook

(Millions of yen)

	Net sales	Operating income	Recurring profit	Net income
Previously announced outlook (A)	272,000	15,000	23,000	15,000
Revised outlook (B)	272,000	15,000	14,000	24,000
Change (B-A)	—	—	(9,000)	9,000
% change	—	—	(39.1)	60.0
Results from the previous term (Interim period FY2007.3)	264,517	13,840	22,931	17,471

## (2) Non-Consolidated Outlook\*

(Millions of yen)

	Net sales	Operating income	Recurring profit	Net income
Previously announced outlook (A)	166,500	9,000	11,000	9,000
Revised outlook (B)	166,500	9,000	10,500	54,000
Change (B-A)	–	–	(500)	45,000
% change	–	–	(4.5)	500.0
Results from the previous term (Interim period FY2007.3)	169,696	10,509	13,188	9,029

\*Since forecasts for non-consolidated performance were judged to have relatively little significance for making investment judgments, these were not included in the previously announced outlook.

## **2. Revision of the Outlook for the Full Fiscal Year (Consolidated and Non-Consolidated)**

(April 1, 2007, to March 31, 2008)

## (1) Consolidated Outlook

(Millions of yen)

	Net sales	Operating income	Recurring profit	Net income
Previously announced outlook (A)	551,000	30,000	43,000	30,000
Revised outlook (B)	551,000	30,000	27,000	32,500
Change (B-A)	–	–	(16,000)	2,500
% change	–	–	(37.2)	8.3
Results from the previous term (Full fiscal year FY2007.3)	550,361	27,685	42,626	27,866

## (2) Non-Consolidated Outlook\*

(Millions of yen)

	Net sales	Operating income	Recurring profit	Net income
Previously announced outlook (A)	323,000	11,500	16,000	12,000
Revised outlook (B)	323,000	11,500	15,000	57,000
Change (B-A)	–	–	(1,000)	45,000
% change	–	–	(6.3)	375.0
Results from the previous term (Full fiscal year FY2007.3)	323,043	12,558	19,860	11,310

\*Since forecasts for non-consolidated performance were judged to have relatively little significance for making investment judgments, these were not included in the previously announced outlook.

### 3. Reasons for the Revisions

Regarding the outlook for the full fiscal year on a consolidated basis, along with the sale of a portion of the shares held by Yamaha in Yamaha Motor Co., Ltd., Yamaha Motor has been excluded from the scope of consolidation under the equity method, resulting in a decline in recurring profit of ¥9.0 billion on the interim basis, and ¥16.0 billion on the full fiscal year basis. However, the combined effect on net income of the gains from the sale of Yamaha Motor shares, and increase in additional income taxes and deferred income taxes will be an increase of ¥9.0 billion on the interim basis, and ¥2.5 billion on the full fiscal year basis.

On a non-consolidated basis, along with the sale of a portion of shares held in Yamaha Motor, recurring income will be ¥0.5 billion on the interim basis and ¥1.0 billion on the full fiscal year basis lower than otherwise because of lower dividends received, but the combined effect on net income of the gains from the sale of the shares, and increase in additional income taxes and deferred income taxes will be an increase of ¥45.0 billion on the interim basis and the full fiscal year basis.

**For Further Information, Please Contact**

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