

July 27, 2006

Fuji Electric Holdings, Co., Ltd.

Fuji Electric Revises Fiscal 2006 Interim Earnings Forecasts

Fuji Electric Holdings Co., Ltd. today revised its consolidated interim forecasts for the fiscal year ending March 31, 2007, announced together with results for fiscal 2005 on April 27, 2006, in light of recent business performance. Details are as follows.

1. Revisions to consolidated interim forecasts (April 1, 2006 to September 30, 2006)

(millions of yen)

	Net Sales	Operating Income	Ordinary Income	Interim Net Income
Previous Forecasts (A)	393,000	3,500	3,500	0
Current Forecasts (B)	400,000	4,500	4,500	1,000
Increase (B-A)	7,000	1,000	1,000	1,000
Change (%)	1.8%	28.6%	28.6%	-
(Ref) FY2005 Interim Results	369,328	3,331	3,719	(744)

2. Reasons for revisions

Fuji Electric has decided to revise upward its consolidated interim forecasts announced on April 27, 2006, as shown above, in light of first-quarter results.

Consolidated net sales are projected to exceed initial forecasts as higher sales in Energy & Electric Systems, ED&C • Drive Systems and Electronic Devices are expected to outweigh significantly lower-than-expected sales in Retail Systems due to declining demand overall in the vending machine industry and other factors.

Despite negative factors such as surging prices for raw materials, particularly in ED&C • Drive Systems, and lower sales in Retail Systems, operating income, ordinary income and net income are all expected to exceed initial forecasts on the back of higher sales in Energy & Electric Systems, ED&C • Drive Systems and Electronic Devices, as well as greater emphasis on profitability and initiatives to cut costs.

[Cautionary Statement]

Investors are warned that actual results may differ from the above forecasts due to a range of factors, including, but not limited to, sudden changes in the supply-and-demand balance in the markets the Group serves, fluctuations in exchange rates, particularly between the yen and the U.S. dollar, and fluctuations in Japanese stock markets.