

October 30, 2006

Company Name: Fuji Electric Holdings Co., Ltd.

Representative: Haruo Ito, President and Representative Director

(Code Number: 6504, listed in 1st section of TSE, OSE and NSE; and FSE)

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## Announcement of Fiscal 2006 Interim Dividend

At a meeting of the Board of Directors today, Fuji Electric Holdings Co., Ltd. resolved to increase its interim dividend for fiscal 2006, the year ending March 31, 2007, in light of the consolidated interim financial results, full-year forecast and other factors. Details are as follows.

### 1. **Reasons for Increase**

As the holding company of the Fuji Electric Group, Fuji Electric Holdings' basic policy is to consistently pay stable dividends to shareholders based on a comprehensive assessment of the Group's financial results, capital investment plans and operating environment.

For the first six months of fiscal 2006, the Company posted a year-on-year increase in consolidated net sales. This increase resulting from positive initiatives to expand orders, together with benefits from a drastic cost reduction through Group-wide business process reengineering activities, supported a significant improvement in profitability compared to the same period a year earlier.

Although there are some concerns about the operating environment in the second half of the year, the Company today upwardly revised its consolidated financial results forecast for full-year, previously announced on April 27, 2006, after factoring in the better-than-expected interim figures\*.

In light of the above, Fuji Electric has decided to raise its interim dividend per share by ¥1.00, to ¥4.00. The year-end dividend is yet to be announced.

**\*Note:** For further details regarding interim financial results and full-year forecast, please refer to the Announcement of Revised Financial Results Forecast and the Consolidated Financial Report for the First Half of Fiscal 2006 released today.

2. Revision of Interim Dividends for Fiscal 2006 (April 1, 2006 through March 31, 2007)

(Dividends per share, ¥)

	<b>Previous Forecasts (As of April 27, 2006)</b>	<b>Revised Dividends</b>	<b>(Reference) Fiscal 2005 Dividends</b>
<b>Interim</b>	Pending	<u>¥4.00</u>	¥3.00
<b>Year-end</b>	Pending	Pending	¥4.00
<b>Full-year</b>	Pending	Pending	¥7.00