

KAJIMA CORPORATION

Announcement of Revisions to the Financial Projections for the Financial Year ended March 31, 2011

Please be advised that we have revised the financial projections for the financial year ended March 31, 2011, which we announced on October 26, 2010. The revisions were made based on the latest financial performance of our group.

1. Revisions to the Financial Projections for the FY2010 (From April 1, 2010 to March 31, 2011)

(1) Consolidated

(Millions of Yen)

	Revenues	Operating Income	Recurring Profit	Net Income	Basic Net Income per Share
Projections announced on Oct.26, 2010 (A)	1,380,000	26,000	25,000	13,000	¥12.51
Revisions announced herein (B)	1,320,000	16,500	16,500	26,000	¥25.02
Change (B-A)	(60,000)	(9,500)	(8,500)	13,000	-
Change (%)	(4.3%)	(36.5%)	(34.0%)	100.0%	-
Results for the FY2009	1,637,362	(6,762)	9,011	13,225	¥13.03

(2) Non-consolidated

(Millions of Yen)

	Revenues	Operating Income	Recurring Profit	Net Income	Basic Net Income per Share
Projections announced on Oct.26, 2010 (A)	1,040,000	20,000	20,000	11,000	¥10.56
Revisions announced herein (B)	970,400	7,900	5,700	4,500	¥4.32
Change (B-A)	(69,600)	(12,100)	(14,300)	(6,500)	-
Change (%)	(6.7%)	(60.5%)	(71.5%)	(59.1%)	-
Results for the FY2009	1,244,411	(7,976)	7,530	3,128	¥3.07

2. Reasons for Revised Projections

(1) Consolidated

The projection for operating income is revised downward by ¥9.5 billion to ¥16.5 billion mainly due to downward revision of non-consolidated operating income and that for recurring profit is revised downward by ¥8.5 billion to ¥16.5 billion mainly due to the above-mentioned revision although a North-American subsidiary in warehouse development business was ahead of business plan.

The projection for net income is revised upward by ¥13 billion to ¥26 billion mainly due to elimination of valuation loss on equity in a certain subsidiary and deferred tax expense resulting from winding up a European subsidiary.

(2) Non-consolidated

The projection for operating income is revised downward by ¥12.1 billion to ¥7.9 billion mainly due to certain construction projects' declined gross profit margins and that for recurring profit is revised downward by ¥14.3 billion to ¥5.7 billion mainly due to the above-mentioned revision and foreign exchange losses.

The projection for net income is revised downward by ¥6.5 billion to ¥4.5 billion mainly due to the valuation loss on equity in a certain subsidiary (¥7.2 billion) on one hand, and the gain from the sale of preferred equity in UDX (Announcement of Sale of Preferred Equity in UDX SPC dated November 11, 2010) on the other hand in addition to the above-mentioned revision.

The year-end dividend will be ¥3.0 per share, ¥6.0 per share for the annual dividend, as we have announced previously.

Supplementary Information: Contract awards for the FY2010 (Non-consolidated)

(Billions of Yen)

	FY2010		FY2009 Result
	Projection as of May 13, 2010	Result	
Civil Engineering	280.0	226.0	267.9
<i>Domestic</i>	250.0	230.4	241.8
<i>Overseas</i>	30.0	(4.3)	26.0
Building Construction	750.0	731.9	650.9
<i>Domestic</i>	750.0	731.9	649.9
<i>Overseas</i>	0.0	0.0	1.0
Construction Total	1,030.0	957.9	918.8
<i>Domestic</i>	1,000.0	962.3	891.7
<i>Overseas</i>	30.0	(4.3)	27.1
Real Estate and Other	50.0	65.9	25.1
Grand Total	1,080.0	1,023.9	944.0

Disclaimer

Projections contained herein are based on information available as at the date of this announcement, and are subject to risks and uncertainties that may cause the actual results to vary.

For inquiries, please contact

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