

KAJIMA CORPORATION

Announcement of Revisions to the Financial Projections for the 1st Half of the Financial Year ending March 31, 2012

Please be advised that we have revised the financial projections for the 1st half of the financial year ending March 31, 2012, which we announced on May 13, 2011. The revisions were made based on the latest financial performance of our group.

1. Revisions to the Financial Projections for the 1st half of FY2011 (From April 1, 2011 to March 31, 2012)

(1) Consolidated

(Millions of Yen)

	Revenues	Operating Income	Recurring Profit	Net Income	Basic Net Income per Share
Projections announced on May 13, 2011 (A)	660,000	12,000	11,000	6,000	¥5.77
Revisions announced herein (B)	660,000	14,500	19,000	6,000	¥5.77
Change (B-A)	0	2,500	8,000	0	-
Change (%)	0.0%	20.8%	72.7%	0.0%	-
Results for the 1 st half of FY2010	651,582	28,912	32,287	20,236	¥19.47

(2) Non-consolidated

(Millions of Yen)

	Revenues	Operating Income	Recurring Profit	Net Income	Basic Net Income per Share
Projections announced on May 13, 2011 (A)	480,000	9,000	7,000	3,500	¥3.36
Revisions announced herein (B)	495,200	10,400	16,200	4,500	¥4.32
Change (B-A)	15,200	1,400	9,200	1,000	-
Change (%)	3.2%	15.6%	131.4%	28.6%	-
Results for the 1 st half of FY2010	486,655	25,300	25,458	16,185	¥15.54

2. Reasons for Revised Projections for the 1st Half

(1) Consolidated

Operating income projection is revised by ¥2.5 billion to ¥14.5 billion in view of better-than-expected operations of the Company and group companies. Recurring profit projection is also revised upward by ¥8.0 billion to ¥19.0 billion reflecting the receipt of a ¥6.0 billion cancellation fee of a certain lease which is in excess of foreign exchange losses. Net income projection is unchanged mainly due to ¥5.8 billion impairment loss arising from the replacement lease.

(2) Non-consolidated

In view of better-than-expected operations and the above-mentioned lease transactions, the projections of operating income, recurring profit and net income are revised upward by ¥1.4 billion to ¥10.4 billion, by ¥9.2 billion to ¥16.2 billion and by ¥1.0 billion to ¥4.5 billion, respectively.

As to the construction contracts, gross margin ratio is 7.5% (8.4% for civil engineering and 7.2% for building construction)

3. Revisions to the Financial Projections for the Entire FY2011 (From April 1, 2011 to March 31, 2012)

We will announce the Consolidated and Non-consolidated projections for the entire FY2011 on November 10, 2011.

Supplementary Information: Contract awards for the FY2011 (Non-consolidated) (Billions of Yen)

	The 1 st half period of FY2011	
	Projection as of May 13, 2011	Result
Civil Engineering	90.0	175.6
<i>Domestic</i>	80.0	173.1
<i>Overseas</i>	10.0	2.5
Building Construction	300.0	303.3
<i>Domestic</i>	300.0	303.3
<i>Overseas</i>	0.0	0.0
Construction Total	390.0	479.0
<i>Domestic</i>	380.0	476.5
<i>Overseas</i>	10.0	2.5
Real Estate and Other	20.0	27.9
Grand Total	410.0	507.0

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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