

October 6, 2004

## KAJIMA CORPORATION

Notice of revisions made to the interim financial projection for the first half of the financial year ending March 31, 2005 (for the six-month period from April 1 through September 30, 2004)

Please be advised that Kajima Corporation has duly revised as follows, based on the latest financial performance, the interim Consolidated and Non-Consolidated financial projections for the first half of the year ending March 31, 2005 (for the six-month period from April 1 through September 30, 2004), which was originally announced on May 18, 2004 upon the release of its financial result for the financial year ended March 31, 2004.

1. Revisions made to the interim Consolidated financial projection for the six-month period from April 1 through September 30, 2004

(Millions of Yen)

	<u>Revenue</u>	<u>Recurring Profit</u>	<u>Net Profit</u>
(A) Previous projection released on May 18, 2004	720,000	9,000	(-) 5,000
(B) Revised projection	740,000	17,000	(-) 3,500
(C) Change (B)-(A)	20,000	8,000	1,500
(D) %Change	2.8%	88.9%	- %
Same period last year (from April 1 through September 30, 2003)	783,372	12,123	6,079

2. Revisions made to the interim Non-Consolidated financial projection for the six-month period from April 1 through September 30, 2004

(Millions of Yen)

	<u>Revenue</u>	<u>Recurring Profit</u>	<u>Net Profit</u>
(A) Previous projection released on May 18, 2004	560,000	9,000	(-) 5,000
(B) Revised projection	580,000	24,000	1,500
(C) Change (B)-(A)	20,000	15,000	6,500
(D) %Change	3.6%	166.7%	- %
Same period last year (from April 1 through September 30, 2003)	548,068	4,766	1,785

### 3. Reason for revision

#### (1) Increase in recurring profit

Non-Consolidated recurring profit for the first half of the year is projected to improve by 15 billion yen to 24 billion yen due to earlier sale of a large-scale real estate project closed during the first half of the year as well as to the improved gross profit margin from construction. Rate of improvement on the consolidated basis, however, will be curbed by the unsuccessful operations of some overseas subsidiaries for the six-month period, bringing the interim Consolidated recurring profit projection up slightly by 8 billion yen to 17 billion yen.

#### (2) Increase in net profit during first half of the year

Increase in recurring profit is expected to reduce the projected interim Consolidated net loss by 1.5 billion yen to 3.5 billion yen. Interim Non-Consolidated net profit is expected to advance to 1.5 billion yen, up 6.5 billion yen from previous projection of 5.0 billion yen in net loss.

4. Consolidated and Non-Consolidated financial performance projection for the full-year ending March 31, 2005 will be made available on November 18, 2004 when the finalized interim financial result is to be officially announced.

Further information is available at:

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