

Notice of revised business result forecast

Upward Revision of Sales, Ordinary Income and Net Income

In light of recent business trends, the business result forecast issued on May 31, 2005, for the year ended March 31, 2006, have been revised as follows:

1. Revision of interim forecast (April 1, 2005 ~ September 30, 2005, ASAHI TEC Standalone)

(Unit : millions of yen)

	Sales	Ordinary Income	Net Income
Previous forecast (A) (issued on May 31, 2005)	18,900	(900)	(1,300)
Revised forecast(B)	21,522	14	(526)
Difference (B - A)	2,622	914	774
Percentage difference	13.9%	101.6%	59.5%
Previous year interim results	19,309	(1,155)	(715)

2. Revision of interim forecast (April 1, 2005 ~ September 30, 2005, Consolidated)

(Unit : millions of yen)

	Sales	Ordinary Income	Net Income
Previous forecast (A) (issued on May 31, 2005)	23,500	(700)	(1,200)
Revised forecast(B)	26,407	723	(49)
Difference (B - A)	2,907	1,423	1,151
Percentage difference	12.4%	203.3%	95.9%
Previous year interim results	23,803	(598)	(259)

3. Revision of yearly forecast (April 1, 2005 ~ March 31, 2006, ASAHI TEC Standalone)

(Unit : millions of yen)

	Sales	Ordinary Income	Net Income
Previous forecast (A) (issued on May 31, 2005)	45,000	600	150
Revised forecast(B)	47,400	980	300
Difference (B - A)	2,400	380	150
Percentage difference	5.3%	63.3%	100.0%
Previous year results	46,338	(1,121)	(2,259)

Ref: Forecasted net income per share (for a year) 3.38yen

4. Revision of yearly forecast (April 1, 2005 ~ March 31, 2006, Consolidated)

(Unit : millions of yen)

	Sales	Ordinary Income	Net Income
Previous forecast (A) (issued on May 31, 2005)	55,000	1,500	850
Revised forecast(B)	57,700	2,100	1,000
Difference (B - A)	2,700	600	150
Percentage difference	4.9%	40.0%	17.6%
Previous year results	57,574	107	(1,294)

Ref: Forecasted net income per share (for a year) 11.27yen

5. Reasons

(1) Reasons for revision

Interim forecast

Sales are forecasted to exceed the prior forecast due to front-loaded production of truck parts prior to new long term motor vehicle emission regulation, increased customer's production of motorcycles during the first half of the year, increased sales from the effect of new models, and increased sales in subsidiaries in Thailand reflecting the good economical climate of automobile industries in Thailand.

Interim ordinary income and net income are forecasted to exceed the prior forecast as well, due to the increased sales volume, stable cost of raw-materials, productivity enhancement activities, and reduction of selling and administration expenses.

Accordingly we revised the interim financial projections for non-consolidated and consolidated financial forecast as above.

Yearly forecast

The standalone and consolidated financial forecast will be above the prior forecast reflecting the interim financial performance.

Note:

The above forecasts are based on information available at the time and in the present business climate. Actual results may differ from the forecast due to influence of various future factors.