

**Notice Concerning Revision of the Outlook for Performance
for the first half of Fiscal Year Ending March 31, 2010**

Kawasaki Heavy Industries, Ltd.(KHI) today has announced revision of the outlook for performance published on April 28, 2009 for the first half (cumulative first and second quarters) of fiscal year ending March 31, 2010 as follows.

1. Revision of the Outlook for Performance for the first half of fiscal year ending March 31, 2010 (Consolidated)

	Net sales (Mil. yen)	Operating income (Mil. yen)	Recurring Profit (Mil. yen)	Net income (Mil. yen)	Earnings per share (Yen)
Previous forecast announced on Apr. 28, 2009 (A)	570,000	△12,000	△8,000	△6,000	△3.60
Revised forecast announced today (B)	516,100	△6,200	△1,200	△6,300	△3.77
Change (B-A)	△53,900	5,800	6,800	△300	-
% Change	△9.4%	-	-	-	-
Results for the previous first half of fiscal year (for reference only)	652,923	24,353	30,718	12,335	7.39

2. Reasons for the Revision

The forecast for net sales is decreased from the previously announced forecast due to the slower than expected progress of some projects and the unexpected shrink of the market in the mass production sectors such as the Consumer Products & Machinery segment.

Despite the decrease in the forecast for net sales, the forecast for operating loss and recurring loss are decreased from the previously announced forecast, because of yen depreciation comparing to the expected foreign exchange rate used for the forecast announced in April 28, 2009(KHI expected as ¥95=1US\$ and ¥125=1 Euro then.), cost reduction and the slower than expected progress of some expenses.

There is no significant change in the forecast for net loss because the Company reserves the reimbursement of ¥6,983 million as provision for losses on damages suit.

And the outlook for performance for fiscal year ending March 31, 2010 will be announced on November 2, 2009 concurrently with the financial results for the first half of fiscal year.