

**Notice Concerning Revision of the Outlook for Performance  
for the First Half of Fiscal Year Ending March 31, 2011**

Kawasaki Heavy Industries, Ltd.(KHI) today has announced revision of the outlook for performance published on April 27, 2010 for the first half (cumulative first and second quarters) of fiscal year ending March 31, 2011 as follows.

1. Revision of the Outlook for Performance for the first half of fiscal year ending March 31, 2011 (Consolidated)

	Net sales (Mill. yen)	Operating income (Mill. yen)	Recurring Profit (Mill. yen)	Net income (Mill. yen)	Earnings per share (Yen)
Previous forecast announced on Apr. 27, 2010 (A)	580,000	7,000	6,000	5,000	2.99
Revised forecast announced today (B)	580,000	15,000	14,000	7,000	4.19
Change (B-A)	N/A	8,000	8,000	2,000	N/A
% Change	N/A	114.2%	133.3%	40.0%	N/A
Results for the first half of fiscal year ended March 31, 2010 (for reference only)	516,053	(6,167)	(1,223)	(6,294)	(3.77)

2. Reasons for the Revision

There is no change in the forecast of net sales for the first half of fiscal year ended March 31, 2011.

The forecast for operating income, recurring profit and net income are expected to increase from previously announced forecast because of mainly steady sales in emerging markets at the first quarter.

We did not change the year forecast because of uncertainty about economies of developed countries, cost of material, foreign exchange rates, and so on.