

October 23, 2007

Company name: Fuji Heavy Industries Ltd.
Representative: Mr. Ikuo Mori, President and CEO
Code number: 7270 (1st section of Tokyo Stock Exchange)
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Revision of Performance Projection for Fiscal Year Ending March 31, 2008

Considering the current business trend, Fuji Heavy Industries Ltd. (FHI) has announced the revision of performance projection for Fiscal Year Ending March 31, 2008 (From April 1, 2007 to March 31, 2008) which was released at the timing of consolidated basis financial results announcement on July 31, 2007.

1. Revision of consolidated basis performance projection for 1st half of Fiscal 2008 (From April 1, 2007 to September 30, 2007)

(Unit; Millions of yen)

	Net sales	Operating income	Ordinary income	Net income
Previous projection (A)	690,000	10,000	5,000	0
Revised projection (B)	708,800	18,900	14,100	7,800
Increase and decrease (B-A)	18,800	8,900	9,100	7,800
Change of percentage (%)	2.7%	89.0%	182.0%	-
Actual results of 1 st half of fiscal 2007 (Ended September 30, 2006)	698,676	18,126	13,883	11,604

2. Reason of revision of consolidated basis performance projection for 1st half of Fiscal 2008

Revision of net sales was due to the overseas sales increase and so on.

In terms of operating income and ordinary income, we have revised the projection according to the following factors.

(Unit: 100 million yen)

	Factors of revision	1 st half of Fiscal 2008
Operating income	Decrease of SG&A expenses and others etc.	+89
Ordinary income	Increase of operating income etc.	+91
Net income	Increase of ordinary income and improvement of extraordinary gains and losses	+78

3. Revision of consolidated basis performance projection for Fiscal year ending March 2008 (From April 1, 2007 to March 31, 2008)

(Unit; Millions of yen)

	Net sales	Operating income	Ordinary income	Net income
Previous projection (A)	1,550,000	35,000	30,000	16,000
Revised projection (B)	1,560,000	40,000	35,000	17,000
Increase and decrease (B-A)	10,000	5,000	5,000	1,000
Change of percentage (%)	0.6%	14.3%	16.7%	6.3%
Actual results of fiscal 2007 (Ended March 31, 2007)	1,494,817	47,906	42,215	31,899

4. Reason of revision of consolidated basis performance projection for Fiscal 2008

Revision of net sales is due to the expected overseas sales increase and so on.

In terms of operating income and ordinary income, we have revised the projection according to the following factors.

(Unit: 100 million yen)

	Factors of revision	Fiscal 2008
Operating income	Decrease of SG&A expenses and others etc.	+140
	Deterioration of sales volume and mixture and others	(90)
Ordinary income	Increase of operating income etc.	+50
Net income	Increase of ordinary income etc.	+10

Note: Above mentioned projections are based on certain assumptions and our management's judgment in light of currently available information, therefore actual results may differ from these projections. End.