

Consolidated Quarterly Financial Results

For the nine months ended December 31, 2005

Company name: FANUC LTD

Stock listing: Tokyo Stock Exchange Stock code: 6954 URL <http://www.fanuc.co.jp/>

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1. Items Related to the Creation of This Report

- (1) Adoption of simplified accounting practices: Not applicable
- (2) Changes from accounting methods used in recent fiscal years: Not applicable
- (3) Additions to and deletions from consolidated subsidiaries and affiliates
- Additions: Consolidated subsidiaries: One (1), Affiliates: None
- Deletions: Consolidated subsidiaries: None, Affiliates: None

2. Consolidated Financial Results for the Nine Months Ended December 31, 2005 (April 1, 2005 through December 31, 2005)

(1) Consolidated Results of Operation

Nine months ended December 31

(Figures less than ¥1 million have been omitted.)

	Net Sales		Operating Income		Ordinary income	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
2005	284,587	18.0	107,677	19.2	115,047	19.4
2004	241,149	22.4	90,312	39.5	96,366	41.4
(For reference) Year ended March 31, 2005	330,345		120,210		124,773	

	Net Income		Net Income per Share Basic	Net Income per Share Diluted
	Millions of Yen	%	Yen	Yen
2005	68,359	16.0	319.12	---
2004	58,913	43.0	262.82	---
(For reference) Year ended March 31, 2005	75,764		339.09	---

Note: Percentages above represent changes from the corresponding previous nine months period.

(2) Consolidated Financial Position

December 31

	Total assets	Shareholders' equity	Shareholders' equity ratio	Shareholders' equity per Share
	Millions of Yen	Millions of Yen	%	Yen
2005	859,372	745,997	86.8	3,483.32
2004	827,773	733,865	88.6	3,274.37
(For reference) March 31, 2005	799,575	679,008	84.9	3,167.70

3. Consolidated Financial Results Forecasts for the Year Ending March 31, 2006

Consolidated financial results forecasts for the year ending March 31, 2006 are the same as those announced at October 28, 2005.

Outline of Financial Results for the Nine Months Ended December 31, 2005

[Three Months ended December 31]

(Millions of Yen)

Item	Three Months ended December 31		Year-on-year change (%)
	2005	2004	
Net Sales	101,811	87,666	16.1
Operating Income	37,675	33,720	11.7
Ordinary Income	41,056	35,683	15.1
Net Income	24,584	21,308	15.4
Net Income per Share	114.79 yen	95.07 yen	20.7

[Nine Months ended December 31]

(Millions of Yen)

Item	Nine Months ended December 31		Year-on-year change (%)
	2005	2004	
Net Sales	284,587	241,149	18.0
Operating Income	107,677	90,312	19.2
Ordinary Income	115,047	96,366	19.4
Net Income	68,359	58,913	16.0
Net Income per Share	319.12 yen	262.82 yen	21.4

Consolidated Financial Results for the Nine Months Ended December 31, 2005

During the three months from October to December 2005, the Japanese economy continued along a path of gradual recovery, reflected in rising corporate profitability and capital investment.

In the international economy, the Chinese government's macroeconomic policies had some impact on that country performance, while the United States, South Korea, Taiwan and India continued to grow at a steady pace and Europe made a modest recovery.

Under these circumstances, during the nine months from April to December 2005, FANUC Group posted net sales totaling ¥284,587 million, a 18.0% increase compared with the corresponding period of the previous fiscal year. Ordinary income increased 19.4% to ¥115,047 million, and net income rose 16.0% to ¥68,359 million.

Below is a summary of results for each business group:

[FA Group]

The Japanese machine tool industry remained robust during the period under review thanks to vigorous capital investment activities in such sectors as automotive, construction machinery, digital appliances and information technology.

While growth in the Chinese machine tool market seemed to make a temporary pause, such markets as the United States, Europe, South Korea and India continued to perform steadily.

As a result, the FA Group maintained steady growth, with sales of ¥148,834 million yen, a 20.6% increase from the corresponding period of the previous fiscal year. The FA Group accounted for 52.3% of the total sales.

[Robot Group]

In Japan, FANUC robot sales to the automotive industry remained particularly steady. In addition, FANUC focused efforts on expanding sales of "intelligent" robots to non-automotive industries.

In overseas markets, sales in the U.S. and Europe remained at a high level. In Asia, FANUC focused on the automotive industry in the development of new markets for its robots, with an expectation for strong future potential.

Consequently, the Robot Group maintained solid growth both in Japan and

overseas, with sales of ¥80,807 million yen, a 22.0% increase over the corresponding period of the previous fiscal year. The Robot Group accounted for 28.4% of total sales.

[Robomachine Group]

Sales of ROBOSHOT electric injection molding machines remained on course for a recovery to a record level, driven by a full-scale recovery in the information technology (IT) industry.

Sales of ROBOCUT wire-cut electric discharge machines and ROBODRILL CNC drills set new records both in Japan and overseas due to continued active demand in automotive and IT related industries.

As a result, the Robomachine Group posted sales of ¥54,945 million, a 6.8% increase compared with the corresponding period of the previous fiscal year. Robomachine Group sales accounted for 19.3% of total sales.

Outlook for the Fiscal Year ending March 31, 2006

At present, FANUC 's forecast for the fiscal year ending March 31, 2006 is not expected to change from the forecast announced October 2005. That forecasts as follows:

Consolidated net sales	¥367,000 million
Operating income	¥130,500 million
Ordinary income	¥137,900 million
Net income	¥ 83,800 million

Note: The above outlook is subject to change due to uncertain factors, including changes in product supply and demand trends in key markets, competition, and the overall economic climate.

Consolidated Net Sales by Group

[Three Months ended December 31]

(Millions of Yen)

Group	Three Months ended December 31				Year-on-year change (%)
	2005	%	2004	%	
FA	51,935	(51.0)	46,559	(53.1)	11.5
Robot	29,931	(29.4)	23,863	(27.2)	25.4
Robomachine	19,943	(19.6)	17,243	(19.7)	15.7
Total	101,811	(100.0)	87,666	(100.0)	16.1

Overseas Sales	64,720	(63.6)	54,874	(62.6)	17.9
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[Nine Months ended December 31]

(Millions of Yen)

Group	Nine Months ended December 31				Year-on-year change (%)
	2005	%	2004	%	
FA	148,834	(52.3)	123,451	(51.2)	20.6
Robot	80,807	(28.4)	66,244	(27.5)	22.0
Robomachine	54,945	(19.3)	51,453	(21.3)	6.8
Total	284,587	(100.0)	241,149	(100.0)	18.0

Overseas Sales	180,988	(63.6)	150,601	(62.5)	20.2
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CONSOLIDATED STATEMENTS OF INCOME

[Three Months ended December 31]

(Millions of Yen)

	Three Months ended December 31				Year-on-year change
	2005		2004		
Net sales	101,811	100.0%	87,666	100.0%	16.1%
Cost of sales	52,517	51.6	44,302	50.5	18.5
Gross profit	49,293	48.4	43,364	49.5	13.7
Selling, general and administrative expenses	11,618	11.4	9,643	11.0	20.5
Operating income	37,675	37.0	33,720	38.5	11.7
Non-operating revenues					
Interests and dividends income	800		939		
Equity in earnings	1,782		1,042		
Others	1,880		206		
Total non-operating income	4,463	4.4	2,188	2.5	104.0
Non-operating expenses					
Others	1,082		225		
Total non-operating expenses	1,082	1.1	225	0.3	380.9
Ordinary income	41,056	40.3	35,683	40.7	15.1
Income before income taxes and minority interests	41,056	40.3	35,683	40.7	15.1
Income taxes	15,827	15.6	14,174	16.2	11.7
Minority interests	644	0.6	200	0.2	222.0
Net income	24,584	24.1	21,308	24.3	15.4

CONSOLIDATED STATEMENTS OF INCOME

[Nine Months ended December 31]

(Millions of Yen)

	Nine Months ended December 31				Year-on-year change
	2005		2004		
Net sales	284,587	100.0%	241,149	100.0%	18.0%
Cost of sales	143,290	50.4	121,956	50.6	17.5
Gross profit	141,297	49.6	119,193	49.4	18.5
Selling, general and administrative expenses	33,620	11.8	28,880	11.9	16.4
Operating income	107,677	37.8	90,312	37.5	19.2
Non-operating revenues					
Interests and dividends income	2,249		1,768		
Equity in earnings	3,901		2,406		
Others	2,724		2,810		
Total non-operating income	8,876	3.1	6,984	2.9	27.1
Non-operating expenses					
Others	1,505		931		
Total non-operating expenses	1,505	0.5	931	0.4	61.8
Ordinary income	115,047	40.4	96,366	40.0	19.4
Income before income taxes and minority interests	115,047	40.4	96,366	40.0	19.4
Income taxes	44,645	15.7	36,933	15.4	20.9
Minority interest	2,042	0.7	519	0.2	293.1
Net income	68,359	24.0	58,913	24.4	16.0

CONSOLIDATED BALANCE SHEETS

(Millions of Yen)

	December 31				March 31, 2005	
	2005		2004			
ASSETS	859,372	100.0%	827,773	100.0%	799,575	100.0%
Current assets:	599,128	69.7	597,972	72.2	556,638	69.6
Cash and time deposits	428,229		441,462		391,283	
Notes and accounts receivable - trade	95,367		82,894		88,121	
Inventories	59,186		59,172		60,500	
Other	19,816		17,504		20,043	
Allowance for doubtful accounts	(3,471)		(3,062)		(3,310)	
Fixed assets:	260,243	30.3	229,801	27.8	242,937	30.4
Tangible fixed assets	192,870		179,513		192,816	
Intangible fixed assets	1,644		862		1,703	
Investments and other assets	65,729		49,424		48,417	
TOTAL ASSETS	859,372	100.0	827,773	100.0	799,575	100.0
LIABILITIES	93,809	10.9	90,056	10.9	102,585	12.8
Current liabilities:	68,736	8.0	70,790	8.6	81,670	10.2
Notes and accounts payable - trade	23,186		22,670		17,582	
Accrued income taxes	17,778		17,893		31,311	
Provisions for after-sales service	5,179		4,361		4,692	
Other	22,591		25,864		28,083	
Long-term liabilities:	25,073	2.9	19,265	2.3	20,915	2.6
Reserve for retirement benefits of employees	17,611		17,261		18,415	
Reserve for retirement benefits of directors and auditors	1,457		1,235		1,294	
Other	6,003		768		1,205	
MINORITY INTERESTS						
Minority interests	19,565	2.3	3,851	0.5	17,980	2.3
SHAREHOLDERS' EQUITY	745,997	86.8	733,865	88.6	679,008	84.9
Common stock	69,014	8.0	69,014	8.3	69,014	8.6
Capital surplus	96,212	11.2	96,205	11.6	96,211	12.0
Retained earnings	731,358	85.1	659,757	79.7	676,637	84.6
Unrealized gains on other marketable securities	4,318	0.5	491	0.1	1,081	0.2
Foreign currency exchange adjustment	(807)	(0.1)	(8,368)	(1.0)	(10,627)	(1.3)
Treasury stock	(154,099)	(17.9)	(83,236)	(10.1)	(153,308)	(19.2)
TOTAL LIABILITIES, MINORITY INTERESTS AND SHAREHOLDERS' EQUITY	859,372	100.0	827,773	100.0	799,575	100.0

OVERSEAS SALES

Three Months Ended December 31, 2005 (October 1, 2005 through December 31, 2005)

(Millions of Yen)

	America	Europe	Asia	Other	Total
I. Overseas sales	22,908	14,471	26,245	1,095	64,720
II. Consolidated					101,811
III. Overseas sales (%)	22.5	14.2	25.8	1.1	63.6

Three Months Ended December 31, 2004 (October 1, 2004 through December 31, 2004)

(Millions of Yen)

	America	Europe	Asia	Other	Total
I. Overseas sales	18,040	13,365	22,821	646	54,874
II. Consolidated					87,666
III. Overseas sales (%)	20.6	15.3	26.0	0.7	62.6

Nine Months Ended December 31, 2005 (April 1, 2005 through December 31, 2005)

(Millions of Yen)

	America	Europe	Asia	Other	Total
I. Overseas sales	60,066	42,916	75,979	2,025	180,988
II. Consolidated					284,587
III. Overseas sales (%)	21.1	15.1	26.7	0.7	63.6

Nine Months Ended December 31, 2004 (April 1, 2004 through December 31, 2004)

(Millions of Yen)

	America	Europe	Asia	Other	Total
I. Overseas sales	50,167	36,449	62,131	1,851	150,601
II. Consolidated					241,149
III. Overseas sales (%)	20.8	15.1	25.8	0.8	62.5

(Note) Method to categorize countries or regions and principal countries or regions included in each category

1. Method to categorize countries or regions: geographical proximity

2. Principal countries or regions included in each category:

America :U.S. and Canada

Europe :Luxembourg, Germany, France, UK and Italy

Asia :Korea, Taiwan, China, Malaysia, India and Singapore

Other :Australia