

Consolidated Quarterly Financial Results

For the nine months ended December 31, 2006

Company name: FANUC LTD

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

Head Office: Yamanashi Prefecture

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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: Two (2), Affiliates: One (1)
- Deletions: Consolidated subsidiaries: None, Affiliates: None

2. Consolidated Financial Results for the Nine Months Ended December 31, 2006 (April 1, 2006 through December 31, 2006)

(1) Consolidated Results of Operation

Nine months ended December 31

	Net Sales		Operating Income		Ordinary Income	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
2006	312,260	9.7	124,561	15.7	136,705	18.8
2005	284,587	18.0	107,677	19.2	115,047	19.4
(For reference) Year ended March 31, 2006	381,074		140,589		150,832	

	Net Income		Net Income per Share Basic	Net Income per Share Diluted
	Millions of Yen	%	Yen	Yen
2006	81,204	18.8	379.26	---
2005	68,359	16.0	319.12	---
(For reference) Year ended March 31, 2006	90,437		420.01	---

Note: 1. Percentages above represent changes from the corresponding previous nine months period.

2. Figures for the nine months ended December 31 2006 are rounded off to the nearest million. Figures for the nine months ended December 31 2005, and for the FY ended March 2006 are rounded down to the nearest million.

(2) Consolidated Financial Position

December 31

	Total assets	Net assets	Shareholders' equity ratio	Shareholders' equity per Share
	Millions of Yen	Millions of Yen	%	Yen
2006	966,079	853,978	85.8	3,872.90
2005	859,372	745,997	86.8	3,483.32
(For reference) March 31, 2006	903,409	774,418	85.7	3,614.17

3. Consolidated Financial Results Forecasts for the Year Ending March 31, 2007

Consolidated financial results forecasts for the year ending March 31, 2007 are the same as those announced at October 27, 2006.

Outline of Consolidated Quarterly Financial Results

[Three Months ended December 31]

(Millions of Yen)

Item	Three Months ended December 31		Year-on-year change (%)
	2006	2005	
Net Sales	111,784	101,811	9.8
Operating Income	46,316	37,675	22.9
Ordinary Income	50,762	41,056	23.6
Net Income	29,599	24,584	20.4
Net Income per Share	138.25 yen	114.79 yen	20.4

[Nine Months ended December 31]

(Millions of Yen)

Item	Nine Months ended December 31		Year-on-year change (%)
	2006	2005	
Net Sales	312,260	284,587	9.7
Operating Income	124,561	107,677	15.7
Ordinary Income	136,705	115,047	18.8
Net Income	81,204	68,359	18.8
Net Income per Share	379.26 yen	319.12 yen	18.8

Summary Report on Results of Operations

Consolidated Financial Results for the First Three Quarters of the Fiscal Year Ending March 31, 2007

During the nine months from April to December 2006, the Japanese economy continued to grow, driven by continual improvement in corporate earnings, and an increase in capital investment.

Overseas, the economies of China, South Korea, Taiwan, India and the United States continued to expand, while the European economy made a progressive recovery.

Under these favorable conditions, FANUC expanded its production to respond to the significantly increased demand for facility investment in the manufacturing industries. FANUC achieved record monthly production in November 2006, and its sales posted a record high in the third quarter from October to December 2006.

As a result, for the first three quarters of the fiscal year ending March 31, 2007, FANUC posted consolidated net sales totaling ¥312,260 million, a 9.7% rise compared with the corresponding period of the previous fiscal year. Consolidated ordinary income increased 18.8 % to ¥136,705 million, and consolidated net income expanded 18.8% to ¥81,204 million, compared with the corresponding period of the previous fiscal year.

Following is a summary of results for each business group:

[FA Group]

In Japan, FANUC CNC sales remained strong, driven by vigorous capital investment by a wide range of machining production industries, including construction machinery, electric appliances, precision devices and automotive, expansion of production capacity of machine tool builders, and a high level of exports of machine tools to Europe and the United States. Overseas, CNC sales increased in Europe and the United States, where there was robust demand from the construction machinery, aircraft and energy industries. Sales also grew in Asia, driven mainly by significant sales growth in China.

FANUC laser sales were also strong both in Japan and overseas.

[Robot Group]

FANUC robot sales continued to recover after having suffered as a result of the temporary falloff in projects among automotive related industries. Sales to general industries, mainly for material handling and machining applications, posted strong growth. FANUC demonstrated its highly automated machining system incorporating machine tools and intelligent robots at the IMTS (International Manufacturing Technology Show) in Chicago and the JIMTOF (The Japan International Machine Tool Fair) in Tokyo, which received significant feedback. Expectations are high that intelligent robots will enhance production competitiveness.

[Robomachine Group]

Orders of ROBOSHOT (AI electric injection molding machines) in the third quarter decreased as the IT and electronic components industries in Japan and other Asian countries reached a level where demand was almost fully met. FANUC will therefore focus on the more favorable areas such as automotive components and medical equipment for sales promotion. In addition, FANUC will enhance its sales activities in the United

States and Europe.

Sales of ROBODRILL (CNC drills) and ROBOCUT (wire-cut electric discharge machines) remained at high levels in Japan. Sales of these products also expanded in Asian markets, mainly to the automotive, motorcycle and IT industries.

Outlook for the Fiscal Year Ending March 31, 2007

At present, FANUC's forecast for the fiscal year ending March 31, 2007 is not expected to change from the forecast announced in October 2006. That forecasts as follows:

Consolidated net sales	¥415,600 million
Operating income	¥157,100 million
Ordinary income	¥171,100 million
Net income	¥103,200 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			
	2006	%	2005	%
FA	65,895	58.9	55,845	54.8
Robot	26,439	23.7	29,585	29.1
Robomachine	19,450	17.4	16,381	16.1
Total	111,784	100.0	101,811	100.0

Overseas Sales	71,136	63.6	64,720	63.6
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[Nine Months ended December 31]

(Millions of Yen)

Group	Nine Months ended December 31			
	2006	%	2005	%
FA	181,804	58.2	158,030	55.5
Robot	74,970	24.0	80,460	28.3
Robomachine	55,486	17.8	46,097	16.2
Total	312,260	100.0	284,587	100.0

Overseas Sales	201,654	64.6	180,988	63.6
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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
	2006		2005		
Net sales	111,784	100.0%	101,811	100.0%	9.8%
Cost of sales	51,381	46.0	52,517	51.6	(2.2)
Gross profit	60,403	54.0	49,293	48.4	22.5
Selling, general and administrative expenses	14,087	12.6	11,618	11.4	21.3
Operating income	46,316	41.4	37,675	37.0	22.9
Non-operating revenues					
Interests and dividends income	1,856		800		
Equity in earnings	1,723		1,782		
Others	1,197		1,880		
Total non-operating income	4,776	4.3	4,463	4.4	7.0
Non-operating expenses					
Others	330		1,082		
Total non-operating expenses	330	0.3	1,082	1.1	(69.5)
Ordinary income	50,762	45.4	41,056	40.3	23.6
Income before income taxes and minority interests	50,762	45.4	41,056	40.3	23.6
Income taxes	20,156	18.0	15,827	15.6	27.4
Minority interests	1,007	0.9	644	0.6	56.4
Net income	29,599	26.5	24,584	24.1	20.4

CONSOLIDATED STATEMENTS OF INCOME

[Nine Months ended December 31]

(Millions of Yen)

	Nine Months ended December 31				Year-on-year change
	2006		2005		
Net sales	312,260	100.0%	284,587	100.0%	9.7%
Cost of sales	146,029	46.8	143,290	50.4	1.9
Gross profit	166,231	53.2	141,297	49.6	17.6
Selling, general and administrative expenses	41,670	13.3	33,620	11.8	23.9
Operating income	124,561	39.9	107,677	37.8	15.7
Non-operating revenues					
Interests and dividends income	4,686		2,249		
Equity in earnings	4,997		3,901		
Others	3,454		2,724		
Total non-operating income	13,137	4.2	8,876	3.1	48.0
Non-operating expenses					
Others	993		1,505		
Total non-operating expenses	993	0.3	1,505	0.5	(34.1)
Ordinary income	136,705	43.8	115,047	40.4	18.8
Income before income taxes and minority interests	136,705	43.8	115,047	40.4	18.8
Income taxes	52,644	16.9	44,645	15.7	17.9
Minority interest	2,857	0.9	2,042	0.7	39.9
Net income	81,204	26.0	68,359	24.0	18.8

Consolidated Balance Sheets

Millions of yen

Item	December 31, 2006		December 31, 2005		March 31, 2006	
		%		%		%
(Assets)	966,079	100.0	859,372	100.0	903,409	100.0
Current assets	694,421	71.9	599,128	69.7	637,565	70.6
Cash and cash equivalents	517,479		428,229		471,575	
Notes and accounts receivable trade	97,374		95,367		89,881	
Inventories	62,091		59,186		59,858	
Other	20,682		19,816		19,577	
Allowance for doubtful accounts	(3,205)		(3,471)		(3,327)	
Fixed assets	271,658	28.1	260,243	30.3	265,843	29.4
Tangible fixed assets	198,083		192,870		196,092	
Intangible fixed assets	1,466		1,644		1,627	
Investments and other assets	72,109		65,729		68,123	
Total	966,079	100.0	859,372	100.0	903,409	100.0
(Liabilities)	112,101	11.6	93,809	10.9	108,181	12.0
Current liabilities	82,043	8.5	68,736	8.0	82,433	9.1
Notes and accounts payable – trade	24,863		23,186		17,665	
Accrued income taxes	23,337		17,778		30,560	
Provisions for after-sales service	4,940		5,179		4,910	
Other	28,903		22,591		29,297	
Long-term liabilities	30,058	3.1	25,073	2.9	25,747	2.9
Reserve for retirement benefits of employees	18,046		17,611		16,459	
Reserve for retirement benefits of directors and auditors	2,399		1,457		1,535	
Other	9,613		6,003		7,752	
(Net Assets)	853,978	88.4	-	-	-	-
Owners' equity	814,886	84.3	-	-	-	-
Common stock	69,014	7.1	-	-	-	-
Capital surplus	96,222	10.0	-	-	-	-
Retained earnings	804,653	83.3	-	-	-	-
Treasury stock	(155,004)	(16.1)	-	-	-	-
Valuation and translation adjustments	14,212	1.5	-	-	-	-
Unrealized gains on other marketable securities	4,414	0.5	-	-	-	-
Translation adjustments	9,798	1.0	-	-	-	-
Minority interests	24,880	2.6	-	-	-	-
Total	966,079	100.0	-	-	-	-
(Minority interests)						
Minority interests	-	-	19,565	2.3	20,810	2.3
(Shareholders' equity)	-	-	745,997	86.8	774,418	85.7
Common Stock	-	-	69,014	8.0	69,014	7.6
Capital surplus	-	-	96,212	11.2	96,215	10.7
Retained earnings	-	-	731,358	85.1	753,436	83.4
Unrealized gains on other marketable securities	-	-	4,318	0.5	4,791	0.5
Foreign currency translation adjustments	-	-	(807)	(0.1)	5,269	0.6
Treasury stock	-	-	(154,099)	(17.9)	(154,309)	(17.1)
Total	-	-	859,372	100.0	903,409	100.0

OVERSEAS SALES

Three Months Ended December 31, 2006 (October 1, 2006 through December 31, 2006)

(Millions of Yen)

	America	Europe	Asia	Other	Total
I. Overseas sales	19,200	16,683	34,553	700	71,136
II. Consolidated					111,784
III. Overseas sales (%)	17.2%	14.9%	30.9%	0.6%	63.6%

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%

Nine Months Ended December 31, 2006 (April 1, 2006 through December 31, 2006)

(Millions of Yen)

	America	Europe	Asia	Other	Total
I. Overseas sales	57,448	47,092	95,339	1,775	201,654
II. Consolidated					312,260
III. Overseas sales (%)	18.4%	15.1%	30.5%	0.6%	64.6%

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%

(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