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FOR IMMEDIATE RELEASE (FRIDAY, NOVEMBER 6, 2009)

**RESULTS OF OPERATIONS FOR THE SIX MONTHS ENDED  
 SEPTEMBER 30, 2009 REPORTED BY KUBOTA CORPORATION**

OSAKA, JAPAN, November 6, 2009 ---Kubota Corporation reported its consolidated results of operations for the six months ended September 30, 2009 today.

**Consolidated Financial Highlights**

**1. Consolidated results of operations for the six months ended September 30, 2009**

(In millions of yen and thousands of U.S. dollars except per American Depositary Share ("ADS") amounts)

(1) Results of operations

	Six months ended Sept. 30, 2009	% (* )	Six months ended Sept. 30, 2008	% (* )
Revenues	¥ 444,634 [ \$ 4,940,378 ]	( 22.3 )	¥ 572,322	2.0
Operating income	¥ 33,132 [ \$ 368,133 ]	( 51.3 )	¥ 68,076	( 9.4 )
Income before income taxes and equity in net income of affiliated companies	¥ 33,287 [ \$ 369,856 ]	( 49.5 )	¥ 65,935	( 13.5 )
Net income attributable to Kubota Corporation	¥ 19,313 [ \$ 214,589 ]	( 46.0 )	¥ 35,737	( 16.9 )
Net income attributable to Kubota Corporation per ADS				
Basic	¥ 75.91 [ \$ 0.84 ]		¥ 139.75	
Diluted	¥ 75.91 [ \$ 0.84 ]		¥ 139.75	

Note : (\*) represents percentage change from the corresponding period in the prior year.

(In millions of yen and thousands of U.S. dollars except per ADS amounts)

(2) Financial position

	Sept. 30, 2009	Mar. 31, 2009
Total assets	¥ 1,400,847 [ \$ 15,564,967 ]	¥ 1,385,824
Equity	¥ 655,053 [ \$ 7,278,367 ]	¥ 616,243
Kubota Corporation shareholders' equity	¥ 610,710 [ \$ 6,785,667 ]	¥ 578,284
Ratio of Kubota Corporation shareholders' equity	43.6%	41.7%
Kubota Corporation shareholders' equity per ADS	¥ 2,400.56 [ \$ 26.67 ]	¥ 2,273.02

Notes : The United States dollar amounts included herein represent translations using the approximate exchanging rate on September 30, 2009, ¥90=US\$1, solely for convenience.

Each American Depositary Share ("ADS") represents five common shares.

(\*) represents percentage change from the corresponding period in the prior year.

## 2. Cash dividends

(In millions of yen except per ADS amounts)

	Cash dividends per ADS		
	Interim	Year end	Total
Year ended March 31, 2009	¥35.00	¥ 35.00	¥70.00
Year ending March 31, 2010	¥35.00	Undecided	Undecided

Note : Although the Company's basic policy for the return of profit to shareholders is to maintain stable dividends or raise dividends, specific amount of cash dividends for each fiscal year is decided in consideration of the development of business performance, financial conditions and payout ratio including share buybacks. Specific amount of year-end dividends for the year ending March 31, 2010 is undecided at this time and the Company will inform the amount as soon as a decision is made.

## 3. Anticipated results of operations for the year ending March 31, 2010

(In millions of yen except per ADS amounts)

	Year ending March 31, 2010	% (* )
Revenues	¥ 950,000	( 14.2)
Operating income	¥ 70,000	( 31.9)
Income before income taxes and equity in net income of affiliated companies	¥ 71,000	( 14.7)
Net income attributable to Kubota Corporation	¥ 41,500	( 13.7)
Net income attributable to Kubota Corporation per ADS	¥ 163.13	

Note : (\*) represents percentage change from the corresponding period in the prior year.

Please refer to page 5 for further information related to the above mentioned anticipated results of operations.

## 4. Other information

(1) Changes in number of material subsidiaries : No

(2) Adoption of simplified accounting procedures or specific accounting procedures for consolidated quarterly financial statements : Yes

Please refer to "4. Other information" on page 5.

(3) Changes in accounting principles, procedures, and presentations for consolidated financial statements

a) Changes due to the revision of accounting standards : Yes

b) Changes in matters other than a) above : No

Please refer to "4. Other information" on page 5.

(4) Number of shares outstanding including treasury stock as of September 30, 2009	:	1,285,919,180
Number of shares outstanding including treasury stock as of March 31, 2009	:	1,285,919,180
Number of treasury stock as of September 30, 2009	:	13,905,866
Number of treasury stock as of March 31, 2009	:	13,856,291
Weighted average number of shares outstanding during the six months ended September 30, 2009	:	1,272,031,101
Weighted average number of shares outstanding during the six months ended September 30, 2008	:	1,278,563,761

# **1. Review of Operations and Financial Condition**

## **1. Review of operations**

### **(1) Summary of the results of operations for the six months under review**

For the six months ended September 30, 2009, revenues of Kubota Corporation and subsidiaries (hereinafter "the Company") decreased ¥127.7 billion (22.3 %), to ¥444.6 billion from the corresponding period in the prior year. This decline of revenues was due to decline of domestic revenues in all 4 segments affected by continuous severe conditions in the domestic market and substantial decline of overseas revenues centering on Internal Combustion Engine and Machinery.

In the domestic market, revenues decreased ¥31.0 billion (11.9 %), to ¥228.6 billion from the corresponding period in the prior year. Sales of farm equipment, engines and construction machinery declined all together in Internal Combustion Engine and Machinery. Sales declines of plastic pipes, steel pipes and industrial castings resulted in a decrease in revenues of Pipes, Valves, and Industrial Castings, while sales of ductile iron pipes and valves increased. Revenues in Environmental Engineering declined and revenues in Other also decreased affected by decrease in demand.

In overseas markets, revenues decreased ¥96.7 billion (30.9 %), to ¥216.0 billion from the corresponding period in the prior year. Although sales of combine harvesters and rice transplanters increased steadily in Asia outside Japan, revenues in Internal Combustion Engine and Machinery decreased due to substantial sales declines of tractors, engines and construction machinery in North America and Europe. Revenues in Pipes, Valves, and Industrial Castings increased due to sales increase of ductile iron pipes. Revenues in Environmental Engineering also increased due to sales increase of pumps. Revenues in Other decreased slightly.

Operating income decreased ¥34.9 billion (51.3 %), to ¥33.1 billion from the corresponding period in the prior year. Operating income in Internal Combustion Engine and Machinery registered a significantly decline owing to a decrease in revenues and the appreciation of the yen. Operating income in Pipes, Valves, and Industrial Castings sharply increased due to lower raw material prices. While operating loss in Environmental Engineering was almost same level as the corresponding period in the prior year, operating income in Other decreased.

Income before income taxes and equity in net income of affiliated companies decreased ¥32.6 billion (49.5 %), to ¥33.3 billion. Income taxes were ¥11.0 billion (representing an effective tax rate of 33.1 %), and equity in net income of affiliated companies was ¥0.3 billion. Accordingly, net income decreased ¥17.7 billion (43.9 %), to ¥22.6 billion.

After deducting ¥3.3 billion of net income attributable to the noncontrolling interests, net income attributable to Kubota Corporation was ¥19.3 billion, ¥16.4 billion (46.0 %) lower than the corresponding period in the prior year.

\* The Company adopted the FASB Accounting Standards Codification (ASC) 810, "Consolidation". "Net income" presented in the consolidated financial statements until the year ended March 31, 2009 was renamed "Net income attributable to Kubota Corporation" to conform to ASC 810.

### **(2) Review of operations by industry segment**

#### **1) Internal Combustion Engine and Machinery**

Revenues in Internal Combustion Engine and Machinery were ¥309.8 billion, 26.4 % lower than the corresponding period in the prior year, comprising 69.7 % of consolidated revenues. Domestic revenues decreased 9.1 %, to ¥116.1 billion, and overseas revenues decreased 34.0 %, to ¥193.7 billion. This segment comprises farm equipment, engines and construction machinery.

In the domestic market, sales of farm equipment decreased affected by decreased off-farm income resulting from a weakening economy and holding-off buying farm equipment in waiting for governmental subsidy for leasing agricultural machinery. Sales of construction machinery largely decreased due to substantial demand decline. Sales of engines also declined sharply due to clients' adjustment of production and inventory.

In overseas markets, sales of tractors substantially decreased. Sales of tractors in North America, where is in severe market condition, decreased due to the slump in housing related markets in the U.S. Sales of tractors in

Europe also decreased due to stagnant economy in this region. Sales of tractors in Asia outside Japan decreased affected by the appreciation of the yen, even though sales quantity in the region continued healthy growth centering on Thailand. Sales of construction machinery substantially decreased due to stagnation in North America and Europe. Sales of engines also decreased. On the other hand, sales of combine harvesters and rice transplanters increased sharply in China and Thailand.

## **2) Pipes, Valves, and Industrial Castings**

Revenues in Pipes, Valves, and Industrial Castings decreased 7.6 %, to ¥85.6 billion from the corresponding period in the prior year, comprising 19.2 % of consolidated revenues. Domestic revenues decreased 11.9 %, to ¥67.2 billion, and overseas revenues increased 12.4 %, to ¥18.4 billion. This segment comprises pipes and valves (ductile iron pipes, spiral welded steel pipes, plastic pipes, and valves), and industrial castings.

In the domestic market, although sales of ductile iron pipes increased slightly and sales of valves expanded, sales of plastic pipes and steel pipes decreased due to declining demand. Sales of industrial castings also decreased due to drop in capital expenditure of private-sector.

Overseas revenues increased due to increased sales of ductile iron pipes in the Middle East, while sales of industrial castings decreased.

## **3) Environmental Engineering**

Revenues in Environmental Engineering decreased 10.1 %, to ¥21.0 billion from the corresponding period in the prior year, comprising 4.7 % of consolidated revenues. Domestic revenues decreased 16.4 %, to ¥17.8 billion, and overseas revenues increased 54.3 %, to ¥3.2 billion. This segment consists of environmental control plants and pumps.

In the domestic market, sales of the waste engineering products substantially decreased, while sales of the water & sewage engineering products increased. In overseas markets, sales of pumps largely increased, while sales of submerged membrane system decreased.

## **4) Other**

Revenues in Other decreased 19.7 %, to ¥28.3 billion from the corresponding period in the prior year, comprising 6.4 % of consolidated revenues. Domestic revenues decreased 19.8 %, to ¥27.5 billion, and overseas revenues decreased 14.3 %, to ¥0.8 billion. This segment comprises vending machines, electronic-equipped machinery, air-conditioning equipment, construction, septic tanks and other business.

Sales of vending machines and electronic-equipped machinery decreased due to decline in private capital investment affected by a weakened economy. Sales of construction and septic tanks decreased affected by decline of private investment in construction in Japan.

# **2. Financial condition**

## **(1) Assets, liabilities and equity**

Total assets at the end of September 2009 increased ¥15.0 billion (1.1 %) compared with those at the end of March 2009. As for assets, notes and accounts receivable, and inventories decreased, while short- and long-term finance receivables, and cash and cash equivalents increased substantially.

As for liabilities, accounts payable decreased affected by production adjustment. On the other hand, interest-bearing debt, centering on long-term debt, increased mainly due to issuances of bonds by overseas subsidiaries.

Equity largely increased due to an increase of accumulated other comprehensive income and recorded net income. Shareholders' equity ratio was 43.6 %, 1.9 percentage points higher than the prior year end.

## **(2) Cash flows**

Net cash provided by operating activities during the six months under review was ¥41.9 billion, increase of ¥49.9 billion of cash inflow from the corresponding period in the prior year. Although net income decreased,

increased cash inflow by change in working capital such as notes and accounts receivable and inventories exceeded such decrease. Accordingly, cash flow status in operating activities changed from outflow to inflow.

Net cash used in investing activities was ¥20.6 billion, decrease of ¥22.2 billion of cash outflow from the corresponding period in the prior year. This decrease was mainly due to shrinkage of net increase in short- and long-term finance receivables, decrease in purchases of fixed assets, and large increase in proceeds from sales and redemption of investments.

Net cash provided by financing activities was ¥2.0 billion, decrease of ¥43.8 billion of cash inflow from the corresponding period in the prior year. This large decrease was due to decrease in fund-raising centering on short-term borrowings.

As a result, including the effect of exchange rate, cash and cash equivalents at the end of September 2009 was ¥94.4 billion, an increase of ¥24.9 billion from the beginning of the year.

### 3. Prospect for the fiscal year under review

The Company revised the forecasts of revenues for the year ending March 31, 2010 to be ¥950.0 billion, a decrease of ¥70.0 billion from the previous forecast on May 13, 2009. In the domestic market, although revenues in Environmental Engineering are forecast to the same level as the previous forecast, revenues in other 3 segments are forecast to decrease from the previous forecast. Overseas revenues are also forecast to decrease substantially due to large decrease of revenues in Internal Combustion Engine and Machinery from the previous forecast, which faces severer conditions in North America and Europe than the Company expected.

In spite of downward revision of revenues forecast, the Company expects same amount of operating income as the previous forecast. Income before income taxes and equity in net income of affiliated companies, and net income attributable to Kubota Corporation are forecast to increase by ¥1.5 billion from the previous forecasts. (These forecasts are based on the assumption of an exchange rate of ¥94=US\$1.)

(In millions of yen)

	Previous Forecasts on May 13, 2009	Revised Forecasts	Change		Prior year (Year ended March 31, 2009)
Revenues	1,020,000	950,000	(70,000)	(6.9%)	1,107,482
Operating Income	70,000	70,000	-	-	102,815
Income before income taxes and equity in net income of affiliated companies	69,500	71,000	1,500	2.2%	83,259
Net income attributable to Kubota Corporation	40,000	41,500	1,500	3.8%	48,064

### 4. Other information

#### (1) Changes in number of material subsidiaries

None

#### (2) Adoption of simplified accounting procedures or specific accounting procedures for consolidated quarterly financial statements

Income tax expense for the six months ended September 30, 2009 was calculated using reasonably estimated annual effective tax rate for this fiscal year.

**(3) Changes in accounting principles, procedures and presentations for consolidated financial statements**

**1) Changes due to the revision of accounting standards**

The Company adopted the FASB Accounting Standards Codification (ASC) 105, "Generally Accepted Accounting Principles" in September 2009. ASC restructured the existing US GAAP, and the adoption of ASC 105 did not have an impact on the Company's consolidated results of operations and financial position.

The Company adopted ASC 810, "Consolidation" (former SFAS No. 160, "Noncontrolling Interests in Consolidated Financial Statements - an amendment of ARB No. 51") effective April 1, 2009. Upon the adoption of ASC 810, noncontrolling interests, which were previously referred to as minority interests and classified between total liabilities and shareholders' equity on the consolidated balance sheets, are now included as a separate component of total equity. Net income is classified and attributed between noncontrolling interests and Kubota Corporation in the consolidated statements of income, and related presentation of consolidated statements of cash flows and other consolidated financial statements has been changed. Amounts in the prior consolidated financial statements have been reclassified or adjusted to conform to the current presentation.

Under ASC 810, changes in a parent's ownership interest while the parent retains its controlling financial interest in its subsidiary are accounted for as equity transactions. The adoption of ASC 810 did not have a material impact on the Company's consolidated results of operations and financial position.

**2) Changes in matters other than 1) above.**

None

**(4) Assumptions for going concern**

None

**< Cautionary Statements with Respect to Forward-Looking Statements >**

This document may contain forward-looking statements that are based on management's expectations, estimates, projections and assumptions. These statements are not guarantees of future performance and involve certain risks and uncertainties, which are difficult to predict. Therefore, actual future results may differ materially from what is forecast in forward-looking statements due to a variety of factors, including, without limitation: general economic conditions in the Company's markets, particularly government agricultural policies, levels of capital expenditures, both in public and private sectors, foreign currency exchange rates, continued competitive pricing pressures in the marketplace, as well as the Company's ability to continue to gain acceptance of its products.

## Consolidated Balance Sheets

Assets

(In millions of yen)

	Sept. 30, 2009		Mar. 31, 2009		Change Amount	Sept. 30, 2008	
	Amount	%	Amount	%		Amount	Amount
<b>Current assets:</b>							
Cash and cash equivalents	94,360		69,505		24,855	82,028	
Notes and accounts receivable	356,618		387,500		(30,882)	392,878	
Short-term finance receivables-net	104,705		97,292		7,413	112,873	
Inventories	193,179		207,401		(14,222)	210,523	
Interest in sold receivables	-		-		-	2,124	
Other current assets	60,200		54,648		5,552	64,055	
Total current assets	809,062	57.8	816,346	58.9	(7,284)	864,481	57.4
<b>Investments and long-term finance receivables</b>	308,094	22.0	279,965	20.2	28,129	353,032	23.4
<b>Property, plant, and equipment</b>	224,420	16.0	225,621	16.3	(1,201)	233,239	15.5
<b>Other assets</b>	59,271	4.2	63,892	4.6	(4,621)	55,331	3.7
<b>Total</b>	1,400,847	100.0	1,385,824	100.0	15,023	1,506,083	100.0

Liabilities and Equity

(In millions of yen)

	Sept. 30, 2009		Mar. 31, 2009		Change Amount	Sept. 30, 2008	
	Amount	%	Amount	%		Amount	Amount
<b>Current liabilities:</b>							
Short-term borrowings	128,828		132,100		(3,272)	136,260	
Notes and accounts payable	133,234		179,627		(46,393)	202,071	
Other current liabilities	118,178		122,270		(4,092)	131,501	
Current portion of long-term debt	72,692		60,378		12,314	54,135	
Total current liabilities	452,932	32.3	494,375	35.7	(41,443)	523,967	34.8
<b>Long-term liabilities:</b>							
Long-term debt	230,848		208,588		22,260	213,708	
Accrued retirement and pension costs	52,364		56,591		(4,227)	39,118	
Other long-term liabilities	9,650		10,027		(377)	27,584	
Total long-term liabilities	292,862	20.9	275,206	19.9	17,656	280,410	18.6
<b>Equity:</b>							
Kubota Corporation shareholders' equity:							
Common stock	84,070		84,070		-	84,070	
Capital surplus	93,086		93,150		(64)	93,150	
Legal reserve	19,539		19,539		-	19,539	
Retained earnings	463,197		452,791		10,406	449,416	
Accumulated other comprehensive income (loss)	(40,072)		(62,184)		22,112	17,671	
Treasury stock	(9,110)		(9,082)		(28)	(6,371)	
Total Kubota Corporation shareholders' equity	610,710	43.6	578,284	41.7	32,426	657,475	43.7
Noncontrolling interests	44,343	3.2	37,959	2.7	6,384	44,231	2.9
Total equity	655,053	46.8	616,243	44.4	38,810	701,706	46.6
<b>Total</b>	1,400,847	100.0	1,385,824	100.0	15,023	1,506,083	100.0

## Consolidated Statements of Income

(In millions of yen)

	Six months ended Sept. 30, 2009		Six months ended Sept. 30, 2008		Change		Year ended Mar. 31, 2009	
	Amount	%	Amount	%	Amount	%	Amount	%
Revenues	444,634	100.0	572,322	100.0	(127,688)	(22.3)	1,107,482	100.0
Cost of revenues	326,598	73.4	413,012	72.2	(86,414)	(20.9)	810,226	73.1
Selling, general, and administrative expenses	84,637	19.0	90,610	15.8	(5,973)	(6.6)	193,426	17.5
Loss from disposal and impairment of businesses and fixed assets	267	0.1	624	0.1	(357)	(57.2)	1,015	0.1
<b>Operating income</b>	<b>33,132</b>	<b>7.5</b>	<b>68,076</b>	<b>11.9</b>	<b>(34,944)</b>	<b>(51.3)</b>	<b>102,815</b>	<b>9.3</b>
Other income (expenses):								
Interest and dividend income	1,871		2,692		(821)		4,822	
Interest expense	(1,274)		(1,184)		(90)		(2,664)	
Gain (loss) on sales of securities-net	312		16		296		(116)	
Valuation loss on other investments	(43)		(708)		665		(8,618)	
Foreign exchange gain (loss) -net	874		(2,199)		3,073		(11,525)	
Other-net	(1,585)		(758)		(827)		(1,455)	
Other income (expenses), net	155		(2,141)		2,296		(19,556)	
<b>Income before income taxes and equity in net income of affiliated companies</b>	<b>33,287</b>	<b>7.5</b>	<b>65,935</b>	<b>11.5</b>	<b>(32,648)</b>	<b>(49.5)</b>	<b>83,259</b>	<b>7.5</b>
Income taxes	11,011		25,790		(14,779)		28,746	
Equity in net income of affiliated companies	334		180		154		222	
<b>Net income</b>	<b>22,610</b>	<b>5.1</b>	<b>40,325</b>	<b>7.0</b>	<b>(17,715)</b>	<b>(43.9)</b>	<b>54,735</b>	<b>4.9</b>
Less: Net income attributable to the noncontrolling interests	3,297		4,588		(1,291)		6,671	
<b>Net income attributable to Kubota Corporation</b>	<b>19,313</b>	<b>4.3</b>	<b>35,737</b>	<b>6.2</b>	<b>(16,424)</b>	<b>(46.0)</b>	<b>48,064</b>	<b>4.3</b>

**Net income attributable to Kubota Corporation per ADS**

(In yen)

Basic	75.91	139.75		188.40
Diluted	75.91	139.75		188.40

## Consolidated Statements of Cash Flows

(In millions of yen)

	Six months ended Sept. 30, 2009	Six months ended Sept. 30, 2008	Change
<b>Operating activities:</b>			
Net income	22,610	40,325	
Depreciation and amortization	14,223	15,060	
Valuation loss on other investments	43	708	
Deferred income taxes	417	4,730	
Decrease (increase) in notes and accounts receivable	37,243	(119,419)	
Decrease (increase) in inventories	20,771	(10,708)	
Decrease in interest in sold receivable	-	69,502	
Increase in other current assets	(2,174)	(11,850)	
Decrease in trade notes and accounts payable	(52,932)	(1,514)	
Increase in income taxes payable	3,027	2,070	
Increase (decrease) in other current liabilities	(4,717)	10,358	
Increase (decrease) in accrued retirement and pension costs	112	(4,692)	
Other	3,263	(2,628)	
Net cash provided by (used in) operating activities	41,886	(8,058)	49,944
<b>Investing activities:</b>			
Purchases of fixed assets	(11,003)	(15,975)	
Proceeds from sales of property, plant, and equipment	1,068	641	
Proceeds from sales and redemption of investments	5,763	46	
Increase in finance receivables	(82,188)	(102,807)	
Collection of finance receivables	67,578	75,803	
Other	(1,827)	(547)	
Net cash used in investing activities	(20,609)	(42,839)	22,230
<b>Financing activities:</b>			
Proceeds from issuance of long-term debt	46,354	63,068	
Repayments of long-term debt	(25,126)	(36,864)	
Net increase (decrease) in short-term borrowings	(10,970)	33,197	
Cash dividends	(8,907)	(10,248)	
Purchases of treasury stock	(24)	(2,614)	
Other	716	(719)	
Net cash provided by financing activities	2,043	45,820	( 43,777 )
<b>Effect of exchange rate changes on cash and cash equivalents</b>	1,535	(1,679)	3,214
<b>Net increase (decrease) in cash and cash equivalents</b>	24,855	(6,756)	
<b>Cash and cash equivalents at beginning of period</b>	69,505	88,784	
<b>Cash and cash equivalents at end of period</b>	94,360	82,028	12,332

## Consolidated Segment Information

### (1) Information by industry segments

Six months ended September 30, 2009

(In millions of yen)

		Internal Combustion Engine & Machinery	Pipes, Valves, & Industrial Castings	Environmental Engineering	Other	Total	Corporate & Eliminations	Consolidated
Revenues	Unaffiliated customers	309,755	85,564	21,048	28,267	444,634	-	444,634
	Intersegment	31	123	35	7,345	7,534	(7,534)	-
	Total	309,786	85,687	21,083	35,612	452,168	(7,534)	444,634
Cost of revenues and operating expenses		276,940	73,986	24,124	34,938	409,988	1,514	411,502
Operating income (loss)		32,846	11,701	(3,041)	674	42,180	(9,048)	33,132

Six months ended September 30, 2008

(In millions of yen)

		Internal Combustion Engine & Machinery	Pipes, Valves, & Industrial Castings	Environmental Engineering	Other	Total	Corporate & Eliminations	Consolidated
Revenues	Unaffiliated customers	421,078	92,638	23,407	35,199	572,322	-	572,322
	Intersegment	15	121	83	7,111	7,330	(7,330)	-
	Total	421,093	92,759	23,490	42,310	579,652	(7,330)	572,322
Cost of revenues and operating expenses		347,835	89,198	26,633	40,288	503,954	292	504,246
Operating income (loss)		73,258	3,561	(3,143)	2,022	75,698	(7,622)	68,076

## Consolidated Segment Information

### (2) Information by geographic segments

Six months ended September 30, 2009

(In millions of yen)

		Japan	North America	Europe	Asia	Other Areas	Total	Corporate & Eliminations	Consolidated
Revenues	Unaffiliated customers	250,279	81,534	34,228	73,295	5,298	444,634	—	444,634
	Intersegment	75,770	4,430	909	533	-	81,642	(81,642)	—
	Total	326,049	85,964	35,137	73,828	5,298	526,276	(81,642)	444,634
Cost of revenues and operating expenses		303,522	78,168	32,878	64,431	4,517	483,516	(72,014)	411,502
Operating income		22,527	7,796	2,259	9,397	781	42,760	(9,628)	33,132

Six months ended September 30, 2008

(In millions of yen)

		Japan	North America	Europe	Asia	Other Areas	Total	Corporate & Eliminations	Consolidated
Revenues	Unaffiliated customers	280,302	152,957	66,500	64,625	7,938	572,322	—	572,322
	Intersegment	147,561	5,799	2,089	696	-	156,145	(156,145)	—
	Total	427,863	158,756	68,589	65,321	7,938	728,467	(156,145)	572,322
Cost of revenues and operating expenses		391,017	141,321	61,506	55,850	6,611	656,305	(152,059)	504,246
Operating income		36,846	17,435	7,083	9,471	1,327	72,162	(4,086)	68,076

### (3) Overseas revenues

Six months ended September 30, 2009

(In millions of yen)

	North America	Europe	Asia	Other Areas	Total
Overseas revenues	82,344	35,711	78,878	19,073	216,006
Consolidated revenues					444,634
Ratio of overseas revenues to consolidated revenues	18.5%	8.0%	17.8%	4.3%	48.6%

Six months ended September 30, 2008

(In millions of yen)

	North America	Europe	Asia	Other Areas	Total
Overseas revenues	150,777	69,196	73,823	18,888	312,684
Consolidated revenues					572,322
Ratio of overseas revenues to consolidated revenues	26.3%	12.1%	12.9%	3.3%	54.6%

Note:

The consolidated segment information, which is required under the regulations of the Financial Instruments and Exchange Act of Japan, is not consistent with accounting principles generally accepted in the United States of America.

## Consolidated Statements of Changes in Equity

(In millions of yen)

	Shares of common stock outstanding (thousands)	Kubota Corporation Shareholders' Equity						Non-controlling interests	Total
		Common stock	Capital surplus	Legal reserve	Retained earnings	Accumulated other comprehensive income (loss)	Treasury stock		
Balance at March 31, 2009	1,272,063	84,070	93,150	19,539	452,791	(62,184)	(9,082)	37,959	616,243
Net income					19,313			3,297	22,610
Other comprehensive income						22,112		2,592	24,704
Cash dividends paid to Kubota Corporation shareholders, ¥35 per ADS					(8,907)				(8,907)
Cash dividends paid to the noncontrolling interests								(191)	(191)
Purchases and sales of treasury stock	(50)						(28)		(28)
Changes in ownership interests in subsidiaries and others			(64)					686	622
Balance at September 30, 2009	1,272,013	84,070	93,086	19,539	463,197	(40,072)	(9,110)	44,343	655,053

## Consolidated Revenues by Industry Segment

(In millions of yen)

	Six months ended Sept. 30, 2009		Six months ended Sept. 30, 2008		Change		Year ended Mar. 31, 2009	
	Amount	%	Amount	%	Amount	%	Amount	%
<b>Farm Equipment and Engines</b>	<b>281,454</b>	<b>63.3</b>	<b>367,731</b>	<b>64.3</b>	<b>(86,277)</b>	<b>(23.5)</b>	<b>671,292</b>	<b>60.6</b>
Domestic	108,355		116,933		(8,578)	(7.3)	214,905	
Overseas	173,099		250,798		(77,699)	(31.0)	456,387	
<b>Construction Machinery</b>	<b>28,301</b>	<b>6.4</b>	<b>53,347</b>	<b>9.3</b>	<b>(25,046)</b>	<b>(46.9)</b>	<b>83,124</b>	<b>7.5</b>
Domestic	7,723		10,757		(3,034)	(28.2)	20,249	
Overseas	20,578		42,590		(22,012)	(51.7)	62,875	
<b>Internal Combustion Engine &amp; Machinery</b>	<b>309,755</b>	<b>69.7</b>	<b>421,078</b>	<b>73.6</b>	<b>(111,323)</b>	<b>(26.4)</b>	<b>754,416</b>	<b>68.1</b>
Domestic	116,078	26.1	127,690	22.3	(11,612)	(9.1)	235,154	21.2
Overseas	193,677	43.6	293,388	51.3	(99,711)	(34.0)	519,262	46.9
<b>Pipes and Valves</b>	<b>68,824</b>	<b>15.5</b>	<b>70,835</b>	<b>12.4</b>	<b>(2,011)</b>	<b>(2.8)</b>	<b>164,797</b>	<b>14.9</b>
Domestic	58,858		65,397		(6,539)	(10.0)	153,190	
Overseas	9,966		5,438		4,528	83.3	11,607	
<b>Industrial Castings</b>	<b>16,740</b>	<b>3.7</b>	<b>21,803</b>	<b>3.8</b>	<b>(5,063)</b>	<b>(23.2)</b>	<b>43,073</b>	<b>3.9</b>
Domestic	8,353		10,914		(2,561)	(23.5)	22,862	
Overseas	8,387		10,889		(2,502)	(23.0)	20,211	
<b>Pipes, Valves, &amp; Industrial Castings</b>	<b>85,564</b>	<b>19.2</b>	<b>92,638</b>	<b>16.2</b>	<b>(7,074)</b>	<b>(7.6)</b>	<b>207,870</b>	<b>18.8</b>
Domestic	67,211	15.1	76,311	13.4	(9,100)	(11.9)	176,052	15.9
Overseas	18,353	4.1	16,327	2.8	2,026	12.4	31,818	2.9
<b>Environmental Engineering</b>	<b>21,048</b>	<b>4.7</b>	<b>23,407</b>	<b>4.1</b>	<b>(2,359)</b>	<b>(10.1)</b>	<b>74,390</b>	<b>6.7</b>
Domestic	17,827	4.0	21,319	3.7	(3,492)	(16.4)	68,885	6.2
Overseas	3,221	0.7	2,088	0.4	1,133	54.3	5,505	0.5
<b>Other</b>	<b>28,267</b>	<b>6.4</b>	<b>35,199</b>	<b>6.1</b>	<b>(6,932)</b>	<b>(19.7)</b>	<b>70,806</b>	<b>6.4</b>
Domestic	27,512	6.2	34,318	6.0	(6,806)	(19.8)	69,098	6.3
Overseas	755	0.2	881	0.1	(126)	(14.3)	1,708	0.1
<b>Total</b>	<b>444,634</b>	<b>100.0</b>	<b>572,322</b>	<b>100.0</b>	<b>(127,688)</b>	<b>(22.3)</b>	<b>1,107,482</b>	<b>100.0</b>
Domestic	228,628	51.4	259,638	45.4	(31,010)	(11.9)	549,189	49.6
Overseas	216,006	48.6	312,684	54.6	(96,678)	(30.9)	558,293	50.4

**Anticipated Consolidated Revenues by Industry Segment**

(In billions of yen)

	Year ending March 31, 2010		Year ended March 31, 2009		Change	
	Amount	%	Amount	%	Amount	%
Domestic	225.5		235.1		( 9.6 )	( 4.1 )
Overseas	396.0		519.3		( 123.3 )	( 23.7 )
Internal Combustion Engine and Machinery	621.5	65.4	754.4	68.1	( 132.9 )	( 17.6 )
Domestic	154.0		176.1		( 22.1 )	( 12.5 )
Overseas	36.0		31.8		4.2	13.2
Pipes, Valves, and Industrial Castings	190.0	20.0	207.9	18.8	( 17.9 )	( 8.6 )
Domestic	69.0		68.9		0.1	0.1
Overseas	8.0		5.5		2.5	45.5
Environmental Engineering	77.0	8.1	74.4	6.7	2.6	3.5
Domestic	60.5		69.1		( 8.6 )	( 12.4 )
Overseas	1.0		1.7		( 0.7 )	( 41.2 )
Other	61.5	6.5	70.8	6.4	( 9.3 )	( 13.1 )
Total	950.0	100.0	1,107.5	100.0	( 157.5 )	( 14.2 )
Domestic	509.0	53.6	549.2	49.6	( 40.2 )	( 7.3 )
Overseas	441.0	46.4	558.3	50.4	( 117.3 )	( 21.0 )

< Reference >

Results for Three Months Ended September 30, 2009

Consolidated Statements of Income

(In millions of yen)

	Three months ended Sept. 30, 2009		Three months ended Sept. 30, 2008		Change	
	Amount	%	Amount	%	Amount	%
Revenues	249,308	100.0	310,435	100.0	(61,127)	(19.7)
Cost of revenues	180,793	72.5	228,403	73.6	(47,610)	(20.8)
Selling, general, and administrative expenses	45,677	18.3	48,108	15.5	(2,431)	(5.1)
Loss from disposal and impairment of businesses and fixed assets	(18)	(0.0)	398	0.1	(416)	-
<b>Operating income</b>	<b>22,856</b>	<b>9.2</b>	<b>33,526</b>	<b>10.8</b>	<b>(10,670)</b>	<b>(31.8)</b>
Other income (expenses):						
Interest and dividend income	438		514		(76)	
Interest expense	(632)		(739)		107	
Gain on sales of securities-net	65		-		65	
Valuation loss on other investments	(11)		(2)		(9)	
Foreign exchange gain (loss) -net	99		(4,630)		4,729	
Other-net	(277)		(201)		(76)	
Other income (expenses), net	(318)		(5,058)		4,740	
<b>Income before income taxes and equity in net income of affiliated companies</b>	<b>22,538</b>	<b>9.0</b>	<b>28,468</b>	<b>9.2</b>	<b>(5,930)</b>	<b>(20.8)</b>
Income taxes	7,271		10,777		(3,506)	
Equity in net income of affiliated companies	609		453		156	
<b>Net income</b>	<b>15,876</b>	<b>6.4</b>	<b>18,144</b>	<b>5.8</b>	<b>(2,268)</b>	<b>(12.5)</b>
Less: Net income attributable to the noncontrolling interests	2,120		2,444		(324)	
<b>Net income attributable to Kubota Corporation</b>	<b>13,756</b>	<b>5.5</b>	<b>15,700</b>	<b>5.1</b>	<b>(1,944)</b>	<b>(12.4)</b>

Net income attributable to Kubota Corporation per ADS

(In yen)

Basic	54.07	61.45	
Diluted	54.07	61.45	

## Consolidated Segment Information

### (1) Information by industry segments

Three months ended September 30, 2009

(In millions of yen)

		Internal Combustion Engine & Machinery	Pipes, Valves, & Industrial Castings	Environmental Engineering	Other	Total	Corporate & Eliminations	Consolidated
Revenues	Unaffiliated customers	174,796	47,272	11,864	15,376	249,308	-	249,308
	Intersegment	11	80	16	4,305	4,412	(4,412)	-
	Total	174,807	47,352	11,880	19,681	253,720	(4,412)	249,308
Cost of revenues and operating expenses		153,621	40,440	13,040	18,970	226,071	381	226,452
Operating income (loss)		21,186	6,912	(1,160)	711	27,649	(4,793)	22,856

Three months ended September 30, 2008

(In millions of yen)

		Internal Combustion Engine & Machinery	Pipes, Valves, & Industrial Castings	Environmental Engineering	Other	Total	Corporate & Eliminations	Consolidated
Revenues	Unaffiliated customers	224,768	52,861	13,966	18,840	310,435	-	310,435
	Intersegment	15	71	18	3,909	4,013	(4,013)	-
	Total	224,783	52,932	13,984	22,749	314,448	(4,013)	310,435
Cost of revenues and operating expenses		189,672	50,120	15,450	21,690	276,932	(23)	276,909
Operating income (loss)		35,111	2,812	(1,466)	1,059	37,516	(3,990)	33,526

## Consolidated Segment Information

### (2) Information by geographic segments

Three months ended September 30, 2009

(In millions of yen)

		Japan	North America	Europe	Asia	Other Areas	Total	Corporate & Eliminations	Consolidated
Revenues	Unaffiliated customers	139,285	45,766	18,064	42,994	3,199	249,308	-	249,308
	Intersegment	40,842	2,157	427	200	-	43,626	(43,626)	-
	Total	180,127	47,923	18,491	43,194	3,199	292,934	(43,626)	249,308
Cost of revenues and operating expenses		166,300	43,341	17,051	37,487	2,720	266,899	(40,447)	226,452
Operating income		13,827	4,582	1,440	5,707	479	26,035	(3,179)	22,856

Three months ended September 30, 2008

(In millions of yen)

		Japan	North America	Europe	Asia	Other Areas	Total	Corporate & Eliminations	Consolidated
Revenues	Unaffiliated customers	154,676	81,456	32,912	37,110	4,281	310,435	-	310,435
	Intersegment	69,967	2,875	994	360	-	74,196	(74,196)	-
	Total	224,643	84,331	33,906	37,470	4,281	384,631	(74,196)	310,435
Cost of revenues and operating expenses		205,191	75,359	30,706	32,023	3,594	346,873	(69,964)	276,909
Operating income		19,452	8,972	3,200	5,447	687	37,758	(4,232)	33,526

### (3) Overseas revenues

Three months ended September 30, 2009

(In millions of yen)

	North America	Europe	Asia	Other Areas	Total
Overseas revenues	46,699	18,453	45,915	10,378	121,445
Consolidated revenues					249,308
Ratio of overseas revenues to consolidated revenues	18.7%	7.4%	18.4%	4.2%	48.7%

Three months ended September 30, 2008

(In millions of yen)

	North America	Europe	Asia	Other Areas	Total
Overseas revenues	79,801	35,092	42,079	10,527	167,499
Consolidated revenues					310,435
Ratio of overseas revenues to consolidated revenues	25.7%	11.3%	13.6%	3.4%	54.0%

Note:

The consolidated segment information, which is required under the regulations of the Financial Instruments and Exchange Act of Japan, is not consistent with accounting principles generally accepted in the United States of America.

## Consolidated Revenues by Industry Segment

(In millions of yen)

	Three months ended Sept. 30, 2009		Three months ended Sept. 30, 2008		Change	
	Amount	%	Amount	%	Amount	%
<b>Farm Equipment and Engines</b>	<b>158,393</b>	<b>63.5</b>	<b>197,472</b>	<b>63.6</b>	<b>(39,079)</b>	<b>( 19.8 )</b>
Domestic	60,566		62,262		(1,696)	( 2.7 )
Overseas	97,827		135,210		(37,383)	( 27.6 )
<b>Construction Machinery</b>	<b>16,403</b>	<b>6.6</b>	<b>27,296</b>	<b>8.8</b>	<b>(10,893)</b>	<b>( 39.9 )</b>
Domestic	4,332		6,038		(1,706)	( 28.3 )
Overseas	12,071		21,258		(9,187)	( 43.2 )
<b>Internal Combustion Engine &amp; Machinery</b>	<b>174,796</b>	<b>70.1</b>	<b>224,768</b>	<b>72.4</b>	<b>(49,972)</b>	<b>( 22.2 )</b>
Domestic	64,898	26.0	68,300	22.0	(3,402)	( 5.0 )
Overseas	109,898	44.1	156,468	50.4	(46,570)	( 29.8 )
<b>Pipes and Valves</b>	<b>39,242</b>	<b>15.8</b>	<b>41,669</b>	<b>13.4</b>	<b>(2,427)</b>	<b>( 5.8 )</b>
Domestic	34,583		38,271		(3,688)	( 9.6 )
Overseas	4,659		3,398		1,261	37.1
<b>Industrial Castings</b>	<b>8,030</b>	<b>3.2</b>	<b>11,192</b>	<b>3.6</b>	<b>(3,162)</b>	<b>( 28.3 )</b>
Domestic	3,793		5,205		(1,412)	( 27.1 )
Overseas	4,237		5,987		(1,750)	( 29.2 )
<b>Pipes, Valves, &amp; Industrial Castings</b>	<b>47,272</b>	<b>19.0</b>	<b>52,861</b>	<b>17.0</b>	<b>(5,589)</b>	<b>( 10.6 )</b>
Domestic	38,376	15.4	43,476	14.0	(5,100)	( 11.7 )
Overseas	8,896	3.6	9,385	3.0	(489)	( 5.2 )
<b>Environmental Engineering</b>	<b>11,864</b>	<b>4.7</b>	<b>13,966</b>	<b>4.5</b>	<b>(2,102)</b>	<b>( 15.1 )</b>
Domestic	9,512	3.8	12,706	4.1	(3,194)	( 25.1 )
Overseas	2,352	0.9	1,260	0.4	1,092	86.7
<b>Other</b>	<b>15,376</b>	<b>6.2</b>	<b>18,840</b>	<b>6.1</b>	<b>(3,464)</b>	<b>( 18.4 )</b>
Domestic	15,077	6.1	18,454	5.9	(3,377)	( 18.3 )
Overseas	299	0.1	386	0.2	(87)	( 22.5 )
<b>Total</b>	<b>249,308</b>	<b>100.0</b>	<b>310,435</b>	<b>100.0</b>	<b>(61,127)</b>	<b>( 19.7 )</b>
Domestic	127,863	51.3	142,936	46.0	(15,073)	( 10.5 )
Overseas	121,445	48.7	167,499	54.0	(46,054)	( 27.5 )