

Announcement of Revision to 2006 Financial Results Forecast

January 31, 2007

Listing Name: NGK Insulators, Ltd.
(URL: <http://www.ngk.co.jp/english/>)
Code Number: 5333
Stock Exchange Listings: Tokyo, Nagoya, Osaka and Sapporo
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NGK Insulators, Ltd. announced the revision of its consolidated financial results forecast for the fiscal year 2006 (year ending March 31, 2007) from its previous forecast announced on November 8, 2006.

Details are as follows.

1. Revised Financial Results Forecast for Fiscal Year 2006 (year ending March 31, 2007)

(1) Consolidated (Millions of Yen, %)

	Net Sales	Ordinary Income	Net Income
Previous Forecast (A) (announced on November 8, 2006)	306,000	40,000	24,000
Revised Forecast (B)	317,000	50,000	28,000
Increase or Decrease (B - A)	11,000	10,000	4,000
Percentage of Increase or Decrease (%)	3.6%	25.0%	16.7%
Results of Fiscal Year 2005 (year ended March 31, 2006)	283,753	30,926	16,522

(2) Non-consolidated (Millions of Yen, %)

	Net Sales	Ordinary Income	Net Income
Previous Forecast (A) (announced on November 8, 2006)	216,500	26,500	17,000
Revised Forecast (B)	220,000	32,500	21,000
Increase or Decrease (B - A)	3,500	6,000	4,000
Percentage of Increase or Decrease (%)	1.6%	22.6%	23.5%
Results of Fiscal Year 2005 (year ended March 31, 2006)	205,938	21,966	15,299

2. Explanation of Revision of Financial Results Forecast

Higher sales of NGK's mainstay ceramic honeycomb substrates for automotive catalytic converters and better productivity for SiC-DPFs are expected for the full year. In addition, sales of insulators for the Power Business and ceramics for semiconductor manufacturing equipment for the Electronics Business are expected to be in higher demand than the previous forecast.

For the reasons above and due to the impact of a weaker yen, consolidated and non-consolidated net sales and profit are expected to be higher than the previous forecast.

* All predictions have been made considering data currently available to the company. Therefore, discrepancies may occur between the actual and predicted outcomes according to circumstances.

[For Reference]

1. Operations by Line of Business (consolidated)

(1) For fiscal year 2006 (year ending March 31, 2007)

(Billions of Yen, %)

	Power	Ceramics	Electronics	Engineering	Consolidated
Total sales	70.0	118.5	71.5	46.0	306.0
Revised total sales	73.0	125.0	73.5	45.5	317.0
Operating income	3.5	24.5	11.5	1.5	41.0
Revised operating income	6.5	30.0	13.0	1.5	51.0
Operating income ratio (%)	5%	21%	16%	3%	13%
Revised operating income ratio (%)	9%	24%	18%	3%	16%

(2) For fiscal year 2005 (year ended March 31, 2006)

(Billions of Yen, %)

	Power	Ceramics	Electronics	Engineering	Consolidated
Total sales	67.8	95.8	67.7	52.5	283.8
Operating income	1.9	17.7	10.1	1.4	31.3
Operating income ratio (%)	3%	19%	15%	3%	11%

2. Operations by Line of Business (non-consolidated)

(1) For fiscal year 2006 (year ending March 31, 2007)

(Billions of Yen)

	Power	Ceramics	Electronics	Engineering	Total
Total sales	52.0	77.5	44.5	42.5	216.5
Revised total sales	54.5	78.5	45.5	41.5	220.0
Operating income					22.5
Revised operating income					28.5

(2) For fiscal year 2005 (year ended March 31, 2006)

(Billions of Yen)

	Power	Ceramics	Electronics	Engineering	Total
Total sales	51.0	61.6	44.7	48.6	205.9
Operating income					19.3