

Consolidated Results for Third Quarter of Fiscal 2004

February 25, 2004

Company name The Yokohama Rubber Co., Ltd.

Stock exchange listings Tokyo, Osaka, and Nagoya

Code number 5101

Head office location Tokyo

(URL <http://www.yrc.co.jp/>)

Representative Yasuo Tominaga, President

Contact person Tatsunari Kojima, Director and General Manager of Accounting Department Tel: (03) 5400-4520

1. Basis for preparing quarterly financial statements

Difference in consolidated accounting from previous fiscal year : Yes Method partially changed to calculate tax expenses

Changes in scope of consolidation and equity method : Nine companies newly included and 15 removed from consolidation

2. Overview of results for third quarter of fiscal 2004 (April 1, 2003, to December 31, 2003)

(1) Consolidated financial results

Note: Amounts rounded to nearest million yen

	Net Sales		Operating Income		Ordinary Income		Net Income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Fiscal 2004 third quarter	297,009	(0.2)	17,936	-	15,315	-	8,684	-
Fiscal 2003 third quarter	297,516	-	-	-	-	-	-	-
Fiscal 2003	400,448		23,184		18,795		10,144	

	Net Income per Share (Basic)	Net Income per Share (Diluted)
	Yen	Yen
Fiscal 2004 third quarter	25.36	-
Fiscal 2003 third quarter	-	-
Fiscal 2003	29.38	-

Note: Sales percentages represent year-on-year changes.

Analysis of consolidated financial results

The period under review saw a turnaround in the U.S. economy and economic expansion throughout Asia. In contrast, the Japanese economic picture remained unclear. This was because personal consumption failed to fully recover, public works were at a low ebb, and the yen appreciated rapidly, which offset such positive developments as stronger exports and private sector capital investment and recovering equity markets.

During the term, Yokohama Rubber performed well in overseas markets, particularly in its mainline tire business. At the same time, we suffered from lackluster domestic demand and higher materials prices, especially for natural rubber.

As a result of these factors, net sales were 297.0 billion yen, while operating income was 17.9 billion yen, ordinary income was 15.3 billion yen, and net income was 8.7 billion yen.

(2) Developments materially affecting financial condition and operating results: None

3. Consolidated forecasts for fiscal 2004 (April 1, 2003, to March 31, 2004)

	Net Sales	Ordinary Income	Net Income	Net Income per Share
	Million yen	Million yen	Million yen	Yen
Full year	400,000	18,000	10,000	29.21

Management reiterates its forecasts, as the Company is performing in line with initial projections.

Note: The above forecasts are based on information available as of the date management issued this report. Actual results may differ owing to various unforeseen factors.