

FOR IMMEDIATE RELEASE:

Furusato Announces Consolidated Financial Results for the First Quarter Ended June 30, 2003

Osaka, Japan, August 8, 2003 – Furusato Industries, Ltd. announced its consolidated financial results for the three months ended June 30, 2003 of the year ending March 31, 2004. The following summary of the financial results is unaudited and for reference only.

Securities Traded : The Second Section of the Osaka Securities Exchange
Code Number : 8087

All figures are rounded down to the nearest million yen.

CONSOLIDATED FINANCIAL RESULTS

(1) Net sales

(Millions of yen)	Three Months Ended June 30, 2003	Three Months Ended June 30, 2002	FY2002
Net Sales	¥ 13,016	¥ -	¥ 51,877

Note: As Furusato has started disclosing the quarterly financial results only this fiscal year, the equivalent results and changes for the quarter of the previous fiscal year are not stated.

[Consolidated operating results]

During the three months ended June 30, 2003, the manufacturing sector and the steel frame construction industry, the Furusato Group's business domains, remained at low level though the construction demand for factories and warehouses was bottomed out.

Meanwhile, replacement demand for factory machines and equipments and orders for machine peripheral accessories showed signs of a recovery.

Accordingly, consolidated net sales for the period under review were ¥13,016 million.

(2) There were no events to significantly impact on the consolidated financial position and operating results.

Consolidated Earnings Forecasts for Fiscal 2003 (April 1, 2003 – March 31, 2004)

The forecasts are unchanged from the previous forecasts.

*The forecasts involve our management's assumptions, prospects and plans based on the information currently available. Actual results may differ materially from the expectations depending on various factors.