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FOR IMMEDIATE RELEASE

Furusato Industries, Ltd.

Upward Revision to Full-Year Earnings Forecasts for Fiscal 2005

FURUSATO Industries, Ltd. has announced today an upward revision to its earnings forecasts for the year ending March 31, 2006 (FY2005), which was announced on May 13, 2005. The details of the upward revision are as follows:

1. Upward revision to its earnings forecasts for FY2005

(from April 1, 2005 to March 31, 2006)

(1) Consolidated

(Millions of yen)

	Net Sales	Ordinary Income	Net Income
Initial forecasts (A)	76,376	4,098	2,309
Revised forecasts (B)	82,664	5,001	2,812
Change (B-A)	6,288	903	503
% Change	8.2%	22.0%	21.8%
(Reference) FY2004	74,739	4,226	1,772

(2) Non-consolidated

(Millions of yen)

	Net Sales	Ordinary Income	Net Income
Initial forecasts (A)	22,965	2,230	1,263
Revised forecasts (B)	24,712	2,676	1,494
Change (B-A)	1,747	446	231
% Change	7.6%	20.0%	18.3%
(Reference) FY2004	21,862	2,169	656

2. Reason for the upward revision

We estimate that capital investment in private sectors will remain positive in the second half of fiscal 2005, driven by high corporate earnings. The upward revision is attributed to expected net sales increase on both consolidated and non-consolidated bases.

*The forecasts presented above are based on information currently available. The statements involve various factors that could cause actual results to be materially different.