

April 27, 2007

FOR IMMEDIATE RELEASE

Furusato Industries, Ltd.

Upward Revision to Full-Year Earnings and Year-End Dividend Forecasts for the Year Ended March 31, 2007

FURUSATO Industries, Ltd. has passed a resolution at the Board of Directors meeting held on April 27, 2007, an upward revision to its full-year earnings and year-end dividend forecasts for the year ended March 31, 2007 (FY2006), which was announced on November 9, 2006. The details of the revision are as follows:

1. Revision to the full-year earnings forecasts for FY2006

(1) Consolidated full-year earnings forecasts (from April 1, 2006 to March 31, 2007)

(Millions of yen)

	Net Sales	Ordinary Income	Net Income
Previous forecasts (A)	88,494	5,209	3,013
Revised forecasts (B)	90,370	5,510	3,150
Change (B-A)	1,876	301	137
% Change	2.1%	5.8%	4.5%
(Reference) FY2005	84,129	5,148	2,880

(2) Non-consolidated full-year earnings forecasts (from April 1, 2006 to March 31, 2007)

(Millions of yen)

	Net Sales	Ordinary Income	Net Income
Previous forecasts (A)	26,242	2,474	1,419
Revised forecasts (B)	27,100	2,680	1,530
Change (B-A)	858	206	111
% Change	3.3%	8.3%	7.8%
(Reference) FY2005	24,853	2,620	1,452

(3) Reason for the revision to the full-year earnings forecasts

Furusato estimates sales and profit surpassing the previous forecasts, driven by strong private capital investment on consolidated and non-consolidated bases.

2. Revision to the year-end dividend forecast for FY2006

(from April 1, 2006 to March 31, 2007)

(1) Reason for the revision to the year-end dividend forecast

Furusato aims to continue stable dividend returns to our shareholders according to our consolidated performance-based dividend policy with a target annual payout ratio of approximately 20% or minimum annual dividend of 10 yen.

Due to the full-year consolidated financial results for FY2006 surpassing the previous forecasts, Furusato plans to raise the year-end dividend to 30 yen per share, 2 yen increase from the previous forecast of 28 yen. The decision is planned to be submitted to the Ordinary General Meeting of Shareholders scheduled in June 2007.

(2) Revision to the year-end dividend forecast

(Yen per share)

	Interim	Year-end	Total
Previous forecast (As of November 9, 2006)	10	28	38
Revised forecast	10	30	40
(Reference) FY2005	10	27	37

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