

## Revision to Full-Year Earnings and Annual Dividend Forecasts for the Year Ending March 31, 2008

FURUSATO Industries, Ltd. has announced today a revision to its full-year earnings and annual dividend forecasts for the year ending March 31, 2008 (FY2007), which were announced on November 6, 2007. The details of the revision are as follows:

### 1. Revision to the earnings forecasts for FY2007

#### (1) Consolidated full-year earnings forecasts (from April 1, 2007 to March 31, 2008)

(Millions of yen)

	Net Sales	Operating Income	Ordinary Income	Net Income
Previous forecasts (A)	93,655	4,635	5,029	2,791
Revised forecasts (B)	92,060	4,160	4,550	2,510
Change (B-A)	(1,595)	(475)	(479)	(281)
% Change	(1.7%)	(10.2%)	(9.5%)	(10.1%)
(Reference) FY2006	90,378	5,097	5,518	3,154

#### (2) Non-consolidated full-year earnings forecasts (from April 1, 2007 to March 31, 2008)

(Millions of yen)

	Net Sales	Operating Income	Ordinary Income	Net Income
Previous forecasts (A)	27,722	2,310	2,548	1,442
Revised forecasts (B)	26,360	1,870	2,110	1,180
Change (B-A)	(1,362)	(440)	(438)	(262)
% Change	(4.9%)	(19.0%)	(17.2%)	(18.2%)
(Reference) FY2006	27,103	2,461	2,687	1,530

### 2. Reason for the revision to the earnings forecasts for FY2007

As in the first half of fiscal 2007, Furusato expects the profitability to remain low due to the fierce competition throughout FY2007 on both consolidated and non-consolidated bases. In terms of the non-consolidated financial results, building construction projects have been unexpectedly delayed, negatively impacted by prolonged building confirmation procedures in accordance with the revised Building Standard Law while Furusato found it hard to pass the sales decline after July on to the earnings forecasts for the second half of FY2007.

### 3. Revision to the dividend forecasts for FY2007

#### (1)Revision

(Yen per share)

	Interim	Year-end	Total
Previous forecasts (As of November 6, 2007)	10.00	34.50	44.50
Revised forecasts	10.00	30.00	40.00
(Reference) FY2006	10.00	30.00	40.00

#### (2)Reason for the revision to the dividend forecasts

Furusato revised the dividend forecasts according to its consolidated performance-based dividend policy.

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