

Revision to Full-Year Earnings and Annual Dividend Forecasts for the Year Ending March 31, 2009

Furusato Industries, Ltd. (Furusato) has announced today a revision to its full-year earnings and annual dividend forecasts for the year ending March 31, 2009 (FY2008), which were announced on October 27, 2008. The details of the revision are as follows:

1. Revision to the earnings forecasts for FY2008

(1) Consolidated full-year earnings forecasts (from April 1, 2008 to March 31, 2009)

(Millions of yen)

	Net Sales	Operating Income	Ordinary Income	Net Income
Previous forecasts (A)	92,844	4,896	5,328	2,311
Revised forecasts (B)	83,655	3,630	4,038	1,504
Change (B-A)	(9,189)	(1,266)	(1,290)	(807)
% Change	(9.9%)	(25.9%)	(24.2%)	(34.9%)
(Reference) FY2007 results	92,064	4,317	4,732	2,590

(2) Non-consolidated full-year earnings forecasts (from April 1, 2008 to March 31, 2009)

(Millions of yen)

	Net Sales	Operating Income	Ordinary Income	Net Income
Previous forecasts (A)	29,562	3,005	3,239	1,542
Revised forecasts (B)	29,048	2,774	3,012	1,377
Change (B-A)	(514)	(231)	(227)	(165)
% Change	(1.7%)	(7.7%)	(7.0%)	(10.7%)
(Reference) FY2007 results	27,050	2,073	2,316	1,296

2. Reason for the revision to the earnings forecasts

Furusato has revised the full-year earnings forecasts for the year ending March 31, 2009. On a consolidated basis, sales and profits significantly decreased due to shrinking investment in production facilities in the manufacturing sector and reduced industrial production amid the economic downturn. Meanwhile, non-consolidated sales and profits also decreased, reflecting a slowdown in capital investment. Additionally, we recorded the loss on revaluation of investment securities caused by a substantial decline in stock prices.

3. Revision to the dividend forecasts for FY2008

(1)Revision

(Yen per share)

	Interim	Year-end	Total
Previous forecasts (As of October 27, 2008)	10.00	27.00	37.00
Revised forecasts	-	14.00	24.00
FY2008 results	10.00	-	-
(Reference) FY2007 results	10.00	31.00	41.00

(2)Reason for the revision to the dividend forecasts

Furusato has revised the dividend forecasts based on 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.