



March 1, 2006

Company name: Sun Frontier Fudousan Co., Ltd.

Stock listing: JASDAQ

Code number: 8934

URL: <http://www.sunfrt.co.jp>

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Notice of Gratis Stock Split and Exercise Price Adjustment

At a meeting on March 1, 2006, the Board of Directors, Sun Frontier Fudousan Co., Ltd. resolved to implement a gratis stock split as follows:

1. Purpose of Stock Split

The management aims to lower the per share cost of investing in the Company's stock, broadening the investor base and enhancing share liquidity.

2. Overview of Stock Split

(1) Methodology

The Company will make a three -for- one stock split to actual and effective shares of record as of Friday, March 31, 2006.

(2) Increase in number of shares owing to split

Total number of shares issued and outstanding before split: 96,966

Increase in number of shares following split: 193,932

Total number of shares issued and outstanding following split: 290,898

Total number of authorized shares following split: 912,000

3. Effective from: Saturday, April 1, 2006

4. Issue date: Friday, May 19, 2006

5. Commencement date for dividend calculation: Saturday, April 1, 2006

6. The board will discuss and decide on other matters related to the stock split.



7. Adjustment of new share warranted (stock options) exercise price

Adjustment of the per-share exercise price after April 1, 2006 for new share warrants (stock options) issued under articles 280-20 and 280-21 of the Commercial Code and a resolution of a regular general meeting of shareholders shall be as follows:

Stock name	Exercise price after adjustment	Exercise price before adjustment
New share warrants (Approved at the meeting of shareholders on June 25, 2005)	¥6,667	¥20,000

Notes:

1. The stock split will not increase capitalization, which was ¥3,050,911,750 as of February 28, 2006.
2. At the meeting, the board resolved to increase the total number of shares issued and outstanding by 608,000 from 304,000 to 912,000 through the stock split in line with the requirements of Article 218-2 of the Commercial Code.
3. The stock split will go into effect on April 1, 2006, and will have no effect on the planned cash dividends of ¥1,000 per share for the year ending March 31, 2006. The management will determine dividends in the fiscal year following the stock split after comprehensively assessing performance trends, business developments, and other factors.