

## Notification regarding the revision of the earnings forecasts for Fiscal 2008, year ended March 31, 2008

Given recent trends in company earnings, Sun Frontier Fudousan Co., Ltd. has amended as follows its March 2008 earnings forecast (covering the year from April 1, 2007 to 31 March, 2008) as announced in its “Notification regarding the revision of the earnings forecasts for Fiscal 2008, year ended March 31, 2008” of March 13, 2008.

### 1. Revision of the Projections for Performance in Fiscal 2008, year ended March 31, 2008

#### (1) Consolidated (from April 1, 2007 to March 31, 2008) (¥ million)

	Net Sales	Operating Income	Ordinary Income	Net Income
Previous Forecast (A)	41,300	6,600	6,000	3,200
Revised Forecast (B)	48,150	6,960	6,346	3,650
Increase (Decrease) (B-A)	6,850	360	346	450
Increase (Decrease) ratio	16.6%	5.5%	5.8%	14.1%

#### (2) Non-consolidated (from April 1, 2007 to March 31, 2008) (¥ million)

	Net Sales	Operating Income	Ordinary Income	Net Income
Previous Forecast (A)	29,800	1,950	1,350	4,400
Revised Forecast (B)	36,504	2,070	1,528	4,669
Increase (Decrease) (B-A)	6,704	120	178	269
Increase (Decrease) ratio	22.5%	6.2%	13.2%	6.1%

#### (3) Reasons for Revisions to Consolidated Earnings Forecasts

For the replanning business, which is the Company’s core business, at the time that the “Notification regarding the revision of the earnings forecasts for Fiscal 2008, year ending March 31, 2008,” dated March 13, 2008, was released, it was expected that 17 properties would be sold off during the fourth fiscal quarter, but additional 8 properties were disposed of as sales activities were strengthened as the end of the fiscal year approached. As a result, although number of properties sold and sales for the fiscal year were projected to total 39 properties and ¥34,500 million at the time the notification was released, they reached 47 properties and ¥41,104 million.

Furthermore, although sales losses during the fourth fiscal quarter were projected to total ¥340 million for 6 properties at the time the notification was released, losses reached ¥1,569 million for 12 properties. At the same time, valuation losses at the end of fiscal year were projected to total ¥1,550 million for 6 properties at the time the notification was released. However, they were posted ¥1,332 million for 11 properties.

Consequently, sales and valuation losses during the fiscal year were ¥3,116 million in total including ¥214 million of sales losses during the first three fiscal quarters. While, the Company applied “accounting standards for inventory valuation” early.

Replanning	Number of properties sold during the fiscal year	Net Sales during the fiscal year	Gross profit during the fiscal year
As of the March 13 announcement	39	¥34,500	¥4,550
Revised Forecast	47	¥41,104	¥4,669
Increase (Decrease) ratio	20.5%	19.1%	2.6%

3. Reference: Operating results of the previous fiscal year (April 1, 2006 to March 31, 2007) (¥ million)

	Net Sales	Operating Income	Ordinary Income	Net Income
Consolidated	35,254	8,708	8,289	4,853
Non-consolidated	17,228	3,440	3,286	1,962

(Note) The above earnings forecast was created based on the data which is available as of the day of issuance of this document. The actual performance is subject to change from the forecast due to a variety of factors which will arise in the future.