

## Consolidated Financial Results for the Three Months of the Fiscal Year Ending March 31, 2010

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 Listing: First Section of the Tokyo Stock Exchange  
 Stock code: 6413  
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(Millions of yen with fractional amounts discarded, unless otherwise noted)

### 1. Consolidated performance for the three months of the fiscal year ending March 31, 2010 (from April 1, 2009 to June 30, 2009)

#### (1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
1Q ended June 30, 2009	18,937	(14.1)	385	(58.5)	700	(52.0)	307	(65.1)
1Q ended June 30, 2008	22,042	-	929	-	1,459	-	881	-

	Net income per share	Diluted net income per share
	Yen	Yen
1Q ended June 30, 2009	11.96	-
1Q ended June 30, 2008	33.68	32.09

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2009	95,123	65,326	68.7	2,542.30
As of March 31, 2009	97,444	65,484	67.0	2,541.38

Reference: Equity As of June 30, 2009: 65,326 million yen As of March 31, 2009: 65,304 million yen

## 2. Cash dividends

Record date	Cash dividends per share				
	First quarter	Second quarter	Third quarter	Fiscal year-end	Annual
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2009	-	0.00	-	30.00	30.00
Fiscal year ending March 31, 2010	-	-	-	-	-
Fiscal year ending March 31, 2010 (Forecast)	-	0.00	-	20.00	20.00

Note: Revision of the forecast in the first quarter of the fiscal year ending March 31, 2010: None

## 3. Forecast for the fiscal year ending March 31, 2010 (from April 1, 2009 to March 31, 2010)

(Percentages indicate year-on-year changes.)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
2Q ending September 30, 2009 (cumulative)	36,820	(13.6)	(1,200)	-	(1,100)	-	(1,230)	-	(47.87)
Fiscal year ending March 31, 2010	78,000	(6.9)	(2,410)	-	(2,040)	-	(2,260)	-	(87.95)

Note: Revision of the forecasts in the first quarter of the fiscal year ending March 31, 2010: None

## 4. Others

(1) Significant changes in subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None

(2) Application of simplified accounting as well as specific accounting for preparing the quarterly consolidated financial statements: Yes

Note: For more details, please refer to the section of "4. Others of [Qualitative Information and Financial Statements]" on page 6.

(3) Changes in accounting policies, procedures, and methods of presentation for preparing the quarterly consolidated financial statements (changes described in the section of "Changes in significant matters forming the basis of preparing the quarterly consolidated financial statements")

a. Changes due to revisions to accounting standards: None

b. Changes due to other reasons: Yes

Note: For more details, please refer to the section of "4. Others of [Qualitative Information and Financial Statements]" on page 6.

- (4) Number of issued shares (common stock)
- |    |   |                   |
|----|---|-------------------|
| a. | Total number of issued shares at the end of the period (including treasury stock)             |                   |
|    | As of June 30, 2009   | 26,643,166 shares |
|    | As of March 31, 2009  | 26,643,166 shares |
| b. | Number of treasury stock at the end of the period   |                   |
|    | As of June 30, 2009   | 947,112 shares    |
|    | As of March 31, 2009  | 946,768 shares    |
| c. | Average number of shares during the period (cumulative from the beginning of the fiscal year) |                   |
|    | For the first quarter of the fiscal year ending March 31, 2010                                | 25,696,167 shares |
|    | For the first quarter of the fiscal year ended March 31, 2009                                 | 26,170,223 shares |

\* Explanatory statement concerning the appropriate use of business earnings forecasts and other special instructions

The forward-looking statements, including forecast, contained in these materials are based on information that was available as of the date of announcement of this material, and there is a possibility that actual results will differ materially from the forecast figures due to various factors in the future.

## [Qualitative Information and Financial Statements]

### 1. Qualitative information regarding consolidated operating results

The global economy during the current three-month consolidated accounting period continued on a stringent path beset since last year by financial market turmoil and a recession. While some signs of improvement came to light in the area of production thanks to economic measures implemented in Japan as well as Europe and the U.S., uncertainty abounds as capital investment shunned recovery and consumer spending was dragged down by deteriorating employment conditions.

Under these economic circumstances, in an effort to enable improvements in its earning power through the acquisition of new customers in the printing equipment-related business, the Riso Group (RISO) focused on sales of high-speed color printers and digital printers addressing the following four essential objectives:

- Increasing profits through sales of high value-added models;
- Reducing costs by enhancing production efficiency and increasing purchasing power;
- Promoting development planning for high value-added models required by the market; and
- Concentrating expenditures on main focus subjects and trimming other costs thoroughly.

In the area of high-speed color printers, RISO increased the product lineup of the ORPHIS X series, which was launched in February 2009, and steadily expanded sales by proposing to its customers ways to enhance the efficiency of printing tasks and cutting costs. Sadly, sales of digital printers and consumables fell mostly in developed countries.

Please note that the average exchange rate for the US dollar and the euro over the current three months was, respectively, 97.32 yen (an increase of 7.23 yen year on year) and 132.57 yen (an increase of 30.86 yen year on year), representing a significant increase compared to the previous year.

As a result, net sales for the current three-month consolidated accounting period amounted to 18,937 million yen (down 14.1% year on year) and net sales without the effect from foreign exchange rates decreased 8.0% compared to the previous year with an operating income of 385 million yen (down 58.5% year on year), an ordinary income of 700 million yen (down 52.0% year on year) and a net income of 307 million yen (down 65.1% year on year).

Results by business segment are as follows:

#### (1) Printing equipment-related business

RISO's main activity in the printing equipment-related business is the inkjet business and digital duplicating business. In the inkjet business in Japan, we succeeded in steadily increasing sales by focusing on our new ORPHIS X series, however, slumping sales overseas and effects from exchange rates slightly pushed down sales overall compared to the previous year. Meanwhile, in the digital duplicating business, sales greatly fell short of the previous year's results due to a drop in sales both in Japan and overseas, and due to the impact of foreign exchange rates. As a result, consolidated net sales in the printing equipment-related business amounted to 18,633 million yen (down 14.4% year on year) with an operating income of 137 million yen (down 80.7% year on year).

#### (2) Real estate business and others

RISO operates a real estate business focusing on leasing of the Omotesando building and Shin-Osaka building. It also operates an insurance agency business.

Both the real estate business and the insurance agency business have performed as projected, and net sales for the real estate business and others was 303 million yen (up 8.5% year on year) and operating income was 248 million yen (up 12.4% year on year).

The business results by geographical segment are as follows:

(1) Japan (domestic sales and sales to Asian dealers)

Domestically, although sales in the inkjet business advanced, sales in the digital duplicating business decreased. As a result, net sales including the real estate business and others was 11,612 million yen (down 3.4% year on year) with an operating income of 19 million yen (down 96.8% year on year).

(2) The Americas (American subsidiaries)

In the Americas, sales in both the inkjet business and the digital duplicating business decreased due to the effects from the economic slowdown. Net sales totaled 1,916 million yen (down 24.9% year on year) from the impact of foreign exchange rates and an operating income of 4 million yen was recorded (compared to an operating loss of 251 million yen in the same period of the previous fiscal year) thanks to the effect from selling, general and administrative expenses reduction.

(3) Europe (European subsidiaries)

In Europe, sales in both the inkjet business and the digital duplicating business greatly fell short of the previous year's results due to the effects from the economic slowdown and a very strong yen. As a result, net sales was 3,610 million yen (down 33.3% year on year) with an operating income of 9 million yen (down 80.7% year on year).

(4) Asia (Asian and Chinese subsidiaries)

In Asia, also affected by the economic slowdown, net sales amounted to 1,797 million yen (down 12.3% year on year) and operating income was 98 million yen (down 42.4% year on year).

## 2. Qualitative information regarding consolidated financial position

The financial position of the Company at the end of the three-month consolidated accounting period under review compared to the end of the previous fiscal year is as follows.

Total assets dropped 2,320 million yen to 95,123 million yen and net assets decreased 157 million yen to 65,326 million yen. As a result, the equity ratio moved up 1.7 points to 68.7%.

The main changes in the assets portion include increases of 727 million yen in short-term investment securities and 968 million yen in merchandise and finished goods, in contrast to decreases of 565 million yen in cash and deposits and of 2,496 million yen in notes and accounts receivable-trade. In the liabilities portion, provision for bonuses was down 789 million yen.

### (Cash Flows)

Net cash provided by operating activities was 1,951 million yen (down 29.7% year on year). This is mainly attributable to income before income taxes and minority interests of 700 million yen, depreciation and amortization of 730 million yen, a decrease in notes and accounts receivable-trade of 2,659 million yen, a decrease in provision for bonuses of 791 million yen, an increase in inventories of 357 million yen, a decrease in notes and accounts payable-trade of 413 million yen and a decrease in accounts payable-other of 615 million yen.

Net cash used in investing activities was 795 million yen (up 273.8% year on year), primarily the result of expenses of 157 million yen from the payments into time deposits, expenses of 534 million yen from the purchase of property, plant and equipment and an expense of 114 million yen for the purchase of intangible assets.

Net cash used in financing activities was 1,216 million yen (down 16.6% year on year). The result mainly reflects a net decrease of 416 million yen in short-term loans payable and payments of 770 million yen for cash dividends.

### 3. Qualitative information regarding forecasts

The consolidated forecasts are currently being revised and, upon close examination of the effect on results by changes in the business environment and other factors, we will immediately disclose any changes if such are deemed necessary.

### 4. Others

#### (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation)

No items to report

#### (2) Application of simplified accounting and special accounting for preparing the quarterly consolidated financial statements

Simplified accounting

Calculation of income taxes and deferred tax assets and liabilities

The calculation of the payment amount of income taxes is based on the method in which the addition and subtraction items and tax credit items are limited to important items only.

In determining the recoverability of deferred tax assets, in cases where it is deemed that material changes have occurred in the business environment or the like, or in temporary differences or other events since the end of the previous fiscal year, earnings forecasts and tax planning used in the previous fiscal year are used after adding the effect of such significant changes to the data.

#### (3) Changes in accounting policies, procedures, and methods of presentation for preparing the quarterly consolidated financial statements

##### a. Changes in accounting policies and procedures

Tax expenses were previously calculated by reasonably estimating the effective tax rate after applying tax effect accounting for income before income taxes for the fiscal year and multiplying income before income taxes for the quarter by this effective tax rate. The Company changed the accounting, however, to that similar to the accounting in the accounting settlement at a fiscal year end effective from the current three months. The purpose was to reflect the tax expenses depending on economic conditions of the quarter in quarterly consolidated financial statements more correctly than by the former method. By this change, net income increased by 123 million yen compared to the results based on the previous method.

Note that income taxes adjustments are included in income taxes.

##### b. Changes in methods of presentation

(Consolidated statements of income)

“Loss on retirement of noncurrent assets” that was included in “Other” of non-operating expenses for the first three months of the previous fiscal year is now presented as a separate item because the amount exceeded 20% of total non-operating expenses.

“Loss on retirement of noncurrent assets” for the first three months of the previous fiscal year was 15 million yen.

(Additional information)

Abolishment of the Directors’ Retirement Benefits Plan

The Company, at a meeting of the Board of Directors held on April 21, 2009, resolved to abolish its directors’ retirement benefits plan and a proposal of the lump-sum payment of retirement benefits in line with the abolishment of the plan was approved at the 55th Regular General Meeting of Shareholders held on June 24, 2009.

Lump-sum payments in line with the abolishment of the plan are paid at the time of retirement of each director or auditor in accordance with his/her service period up until the abolishment of the plan.

Following this change, the balance of provision for directors' retirement benefits was reversed and 171 million yen, an unpaid amount at the end of the current three months, was included in "Other" of noncurrent liabilities.

**5. Consolidated financial statements**  
**(1) Consolidated quarterly balance sheets**

(Millions of yen)

	As of June 30, 2009	As of March 31, 2009 (Summary)
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	20,017	20,583
Notes and accounts receivable-trade	11,403	13,900
Short-term investment securities	4,008	3,281
Merchandise and finished goods	12,840	11,871
Work in process	499	812
Raw materials and supplies	1,210	1,345
Deferred tax assets	465	745
Other	2,672	2,556
Allowance for doubtful accounts	(324)	(298)
<b>Total current assets</b>	<b>52,794</b>	<b>54,797</b>
<b>Noncurrent assets</b>		
<b>Property, plant and equipment</b>		
Buildings and structures	18,640	18,639
Accumulated depreciation	(11,410)	(11,294)
Buildings and structures, net	7,230	7,344
Machinery, equipment and vehicles	7,798	7,828
Accumulated depreciation	(6,582)	(6,528)
Machinery, equipment and vehicles, net	1,216	1,299
Tools, furniture and fixtures	15,394	16,034
Accumulated depreciation	(13,859)	(14,247)
Tools, furniture and fixtures, net	1,535	1,787
Land	18,053	18,053
Lease assets	371	378
Accumulated depreciation	(156)	(141)
Lease assets, net	214	237
Construction in progress	87	98
Other	12,580	12,574
Accumulated depreciation	(8,822)	(8,902)
Other, net	3,758	3,672
<b>Total property, plant and equipment</b>	<b>32,095</b>	<b>32,492</b>
<b>Intangible assets</b>		
Software	1,934	1,971
Other	275	336
<b>Total intangible assets</b>	<b>2,210</b>	<b>2,307</b>
<b>Investments and other assets</b>		
Investment securities	2,052	1,718
Long-term loans receivable	157	160
Deferred tax assets	2,159	2,193
Other	3,915	4,019
Allowance for doubtful accounts	(260)	(245)
<b>Total investments and other assets</b>	<b>8,023</b>	<b>7,846</b>
<b>Total noncurrent assets</b>	<b>42,329</b>	<b>42,647</b>
<b>Total assets</b>	<b>95,123</b>	<b>97,444</b>



(Millions of yen)

	As of June 30, 2009	As of March 31, 2009 (Summary)
<b>Liabilities</b>		
<b>Current liabilities</b>		
Notes and accounts payable-trade	14,002	14,311
Short-term loans payable	4,994	5,368
Current portion of long-term loans payable	9	9
Income taxes payable	156	99
Provision for bonuses	680	1,470
Provision for product warranties	122	137
Other	4,786	5,575
Total current liabilities	24,753	26,972
<b>Noncurrent liabilities</b>		
Long-term loans payable	82	83
Provision for retirement benefits	3,399	3,278
Provision for directors' retirement benefits	-	242
Other	1,561	1,384
Total noncurrent liabilities	5,043	4,988
Total liabilities	29,796	31,960
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Capital stock	14,114	14,114
Capital surplus	14,779	14,779
Retained earnings	38,353	38,816
Treasury stock	(1,386)	(1,386)
Total shareholders' equity	65,861	66,325
<b>Valuation and translation adjustments</b>		
Valuation difference on available-for-sale securities	614	304
Foreign currency translation adjustment	(1,149)	(1,324)
Total valuation and translation adjustments	(534)	(1,020)
Minority interests	-	179
Total net assets	65,326	65,484
Total liabilities and net assets	95,123	97,444

**(2) Consolidated quarterly statements of income**

(Millions of yen)

	First quarter ended June 30, 2008 (From April 1, 2008 to June 30, 2008)	First quarter ended June 30, 2009 (From April 1, 2009 to June 30, 2009)
Net sales	22,042	18,937
Cost of sales	10,936	9,467
Gross profit	11,105	9,469
Selling, general and administrative expenses	10,176	9,084
Operating income	929	385
Non-operating income		
Interest income	80	47
Dividends income	19	22
Equity in earnings of affiliates	240	188
Foreign exchange gains	146	50
Other	187	66
Total non-operating income	674	375
Non-operating expenses		
Interest expenses	117	33
Loss on retirement of noncurrent assets	-	22
Other	27	5
Total non-operating expenses	145	61
Ordinary income	1,459	700
Income before income taxes and minority interests	1,459	700
Income taxes	566	392
Minority interests in income	11	-
Net income	881	307

**(3) Consolidated quarterly statements of cash flows**

(Millions of yen)

	First quarter ended June 30, 2008 (From April 1, 2008 to June 30, 2008)	First quarter ended June 30, 2009 (From April 1, 2009 to June 30, 2009)
Net cash provided by (used in) operating activities		
Income before income taxes and minority interests	1,459	700
Depreciation and amortization	639	730
Equity in (earnings) losses of affiliates	(240)	(188)
Increase (decrease) in provision for retirement benefits	15	120
Increase (decrease) in provision for directors' retirement benefits	9	(70)
Increase (decrease) in provision for directors' bonuses	(18)	-
Increase (decrease) in allowance for doubtful accounts	(9)	16
Increase (decrease) in provision for bonuses	(750)	(791)
Interest and dividends income	(100)	(69)
Interest expenses	117	33
Foreign exchange losses (gains)	58	(87)
Decrease (increase) in notes and accounts receivable-trade	3,239	2,659
Decrease (increase) in inventories	(132)	(357)
Increase (decrease) in notes and accounts payable-trade	(272)	(413)
Increase (decrease) in accounts payable-other	(530)	(615)
Other, net	42	346
Subtotal	3,526	2,013
Interest and dividends income received	91	70
Interest expenses paid	(117)	(34)
Income taxes paid	(724)	(97)
Net cash provided by (used in) operating activities	2,775	1,951

(Millions of yen)

	First quarter ended June 30, 2008 (From April 1, 2008 to June 30, 2008)	First quarter ended June 30, 2009 (From April 1, 2009 to June 30, 2009)
Net cash provided by (used in) investment activities		
Payments into time deposits	(1)	(157)
Proceeds from withdrawal of time deposits	259	0
Purchase of property, plant and equipment	(274)	(534)
Purchase of intangible assets	(227)	(114)
Payments of loans receivable	-	(17)
Collection of loans receivable	18	19
Other, net	13	8
Net cash provided by (used in) investment activities	(212)	(795)
Net cash provided by (used in) financing activities		
Net increase (decrease) in short-term loans payable	(168)	(416)
Proceeds from long-term loans payable	3	-
Repayment of long-term loans payable	(1)	(2)
Purchase of treasury stock	(245)	-
Cash dividends paid	(1,046)	(770)
Other, net	-	(27)
Net cash provided by (used in) financing activities	(1,457)	(1,216)
Effect of exchange rate change on cash and cash equivalents	313	74
Net increase (decrease) in cash and cash equivalents	1,418	14
Cash and cash equivalents at beginning of period	30,427	23,246
Cash and cash equivalents at end of period	31,846	23,261

**(4) Notes on premise of going concern**

No items to report

**(5) Segment information**

## a. Segment information by business

First quarter of the fiscal year ending March 31, 2009 (from April 1, 2008 to June 30, 2008)

(Millions of yen)

	Printing equipment-related business	Real estate business and others	Total	Inter-segment elimination	Consolidated
Sales					
(1) External customer sales	21,762	279	22,042	-	22,042
(2) Inter-segment sales	-	21	21	(21)	-
Total	21,762	301	22,064	(21)	22,042
Operating income	708	220	929	-	929

First quarter of the fiscal year ending March 31, 2010 (from April 1, 2009 to June 30, 2009)

(Millions of yen)

	Printing equipment-related business	Real estate business and others	Total	Inter-segment elimination	Consolidated
Sales					
(1) External customer sales	18,633	303	18,937	-	18,937
(2) Inter-segment sales	-	19	19	(19)	-
Total	18,633	323	18,956	(19)	18,937
Operating income	137	248	385	-	385

b. Segment information by geographic area

First quarter of the fiscal year ending March 31, 2009 (from April 1, 2008 to June 30, 2008)

(Millions of yen)

	Japan	Americas	Europe	Asia	Total	Inter-segment elimination	Consolidated
Sales							
(1) External customer sales	12,026	2,551	5,415	2,049	22,042	-	22,042
(2) Inter-segment sales	5,621	-	119	1,848	7,589	(7,589)	-
Total	17,648	2,551	5,535	3,897	29,631	(7,589)	22,042
Operating income (loss)	613	(251)	48	170	580	348	929

First quarter of the fiscal year ending March 31, 2010 (from April 1, 2009 to June 30, 2009)

(Millions of yen)

	Japan	Americas	Europe	Asia	Total	Inter-segment elimination	Consolidated
Sales							
(1) External customer sales	11,612	1,916	3,610	1,797	18,937	-	18,937
(2) Inter-segment sales	3,764	0	75	1,304	5,144	(5,144)	-
Total	15,376	1,916	3,686	3,102	24,081	(5,144)	18,937
Operating income	19	4	9	98	131	253	385

c. Overseas segment sales data

First quarter of the fiscal year ending March 31, 2009 (from April 1, 2008 to June 30, 2008)

(Millions of yen)

	Americas	Europe	Asia	Total
I Overseas sales	2,551	5,466	2,528	10,546
II Consolidated sales	-	-	-	22,042
III Percentage of overseas sales	11.6%	24.8%	11.5%	47.9%

First quarter of the fiscal year ending March 31, 2010 (from April 1, 2009 to June 30, 2009)

(Millions of yen)

	Americas	Europe	Asia	Total
I Overseas sales	1,916	3,633	2,178	7,728
II Consolidated sales	-	-	-	18,937
III Percentage of overseas sales	10.1%	19.2%	11.5%	40.8%

(6) Notes on significant changes in the amount of shareholders' equity

No items to report

6. Other Information

No items to report