

(TRANSLATION FOR REFERENCE ONLY)

The original document of the English report: "Consolidated Financial Results for the Fiscal Year Ended March 31, 2010" is prepared in Japanese. And some of the notes included in "Notes to Consolidated Financial Statements" of the Japanese Report are omitted in the English Report. In cases where there are discrepancies between the two Reports, the Japanese report will prevail.

Consolidated Financial Results for the Fiscal Year Ended March 31, 2010

May 7, 2010

Company Name: RISO KAGAKU CORPORATION

Listed Market: Tokyo Stock Exchange (First Section)

Stock Code: 6413

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

Representative Director: Akira Hayama, President & CEO

Inquiries: Kihachiro Endo, Director

TEL (03) 5441-6611

Scheduled date of Regular General Meeting of Shareholders: June 24, 2010

Scheduled date of Dividend payment commencement: June 25, 2010

Scheduled date of Securities Report release: June 25, 2010

1. Consolidated Results (April 1, 2009 to March 31, 2010)

(1) Consolidated Operating Results (Millions of yen, rounded down)

	Net Sales		Operating Income		Ordinary Income		Net Income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
FY2010	78,469	[-6.3]	1,669	-	2,113	-	-5,937	-
FY2009	83,774	[-9.6]	-913	-	-695	-	-641	-

	Net Income Per Share		Diluted Net Income Per Share		Return on Equity		Ordinary Income to Total Assets Ratio		Operating Income to Net Sales Ratio	
	Yen		Yen		%		%		%	
FY2010	-231.	06	-	-	-9.6	-	2.3	-	2.1	-
FY2009	-24.	68	-	-	-1.0	-	-0.7	-	-1.1	-

(Ref.) Equity-method loss and gain FY2010 ¥634 million FY2009 ¥310 million

(2) Consolidated Financial Position (Millions of yen, rounded down)

	Total Assets		Net Assets		Equity Ratio		Net Assets Per Share	
	Millions of yen		Millions of yen		%		Yen	
March 31, 2010	88,434	-	58,275	-	65.9	-	2,267.	89
March 31, 2009	97,444	-	65,484	-	67.0	-	2,541.	38

(Ref.) Shareholders' Equity FY 2010 ¥58,275 million FY2009 ¥65,304 million

(3) Consolidated Cash Flows (Millions of yen, rounded down)

	Operating Activities	Investing Activities	Financing Activities	Period-end Cash and Cash Equivalents
FY2010	-1,969	-1,898	-1,250	17,910
FY2009	2,084	6,174	-14,733	23,246

2. Dividends

	First quarter	Second quarter	Third quarter	Fiscal year-end	Annual	Total Dividends (annual)	Dividend Pay-out Ratio (consolidated)	Net Assets-to dividend ratio (consolidated)
	Yen	Yen	Yen	Yen	Yen			
FY2009	-	0.00	-	30.00	30.00	770	-	1.2
FY2010	-	0.00	-	30.00	30.00	770	-	1.2
FY2011 (forecast)	-	0.00	-	30.00	30.00	-	49.1	-

3. Forecast for FY 2011 (April 1, 2010 to March 31, 2011) (Millions of yen, rounded down)

	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
Interim Results	35,490	-5.0	20	-	270	-	300	-	11. 67
Year-end Results	77,190	-1.6	1,410	-15.5	1,620	-23.3	1,570	-	61. 10

4. Other

(1) Change to significant subsidiaries during the period (Change to specific subsidiaries resulting in a change in the scope of consolidation): No

(2) Changes in accounting principles, procedures or presentation methods used in the preparation of consolidated financial statements (changes in basic important matter for preparation of consolidated financial statements):

1. Changes due to the revision of accounting standards, etc. No

2. Changes due to reasons other than item 1 above No

(3) Issued shares (Common shares)

1. Number of shares issued at the end of the consolidated accounting period (including treasury stock)

As of March 31, 2010 26,643,166 shares

As of March 31, 2009 26,643,166 shares

2. Number of treasury stock at the end of the consolidated accounting period

As of March 31, 2010 947,078 shares

As of March 31, 2009 946,768 shares

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

The forecasts above were created 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.

(1) Business Results

1. Analysis of Results

(1) Results of the term under review

In the global economy during the fiscal year under review, although the economic slowdown that developed from the year before last's financial market turmoil continued, there were signs of economic recovery in the latter half of the fiscal year thanks partly to the effect of the economic measures of various countries. In Japan as well as Europe and the U.S., although the level of autonomy in the recovery of private-sector demand continued to be weak and the employment conditions remained severe, there is continuing improvement in corporate earnings. In Asia, economies continued to recover thanks to the effect of economic stimulus measures and the increase in exports to China.

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 the expansion of the inkjet business (high-speed color printers) and the digital duplicating business (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.

With respect to "increasing profits through sales of high value-added models," for Japan, RISO implemented a full-fledged sales expansion of the ORPHIS X series high-speed color printers that were domestically released in February 2009, while for overseas, RISO launched these printers under the new brand ComColor series in July 2009. As for digital printers, RISO domestically released RISOGRAPH MD6650W, which supports A3 intelligent automatic duplex printing, an industry first, and worked for its sales expansion.

With respect to "reducing costs by enhancing production efficiency and increasing purchasing power," RISO has been able to reduce costs such as by relocating the entire production of mono-color digital printers and introducing new products of high-speed color printers.

With respect to "promoting development planning for high value-added models required by the market," RISO has revised the development system and the product planning process to ensure it accurately responds to the customers' various needs.

With respect to "concentrating expenditures on main focus subjects and trimming other costs thoroughly," Riso has reduced expenditures group wide, while devoting expenses toward key measures such as the improvement of overseas subsidiary operating results and the development of new products.

Net sales for the fiscal year under review, impacted by the appreciation of the yen and lower revenues in the digital duplicating business, amounted to 78,469 million yen (down 6.3% year on year). Based on a trial calculation of net sales that deducts the effect from foreign exchange rates, the year-on-year decrease is 3.3%.

In terms of profit, because of efforts to lower cost of sales and reduce selling, general and administrative expenses, operating income was 1,669 million yen (compared to an operating loss of 913 million yen in the previous fiscal year), and ordinary income was 2,113 million yen (compared to an ordinary loss of 695 million yen in the previous fiscal year), which is the first time in two years that RISO is back in the black for both operating income and ordinary income. However, the recording as an extraordinary loss of the special premiums upon withdrawal from the pension fund and the reversal of deferred tax assets resulted in a net loss of 5,937 million yen (compared to a net loss of 641 million yen in the previous fiscal year). Please note that the average exchange rate over the fiscal year under review was 92.85 yen (a 7.69 yen appreciation of the yen year on year) for the US dollar and 131.15 yen (a 12.33 yen appreciation of the yen year on year) for the euro.

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, domestically, sales were robust and ended higher year on year. On the other hand, sales in the digital duplicating business were lower, particularly in developed countries. As a result, net sales in the printing equipment-related business amounted to 77,254 million yen (down 6.5% year on year). In terms of profit, operating income of 697 million yen (compared to an operating loss of 1,838 million yen in the previous fiscal year) was recorded as a result of RISO's efforts to lower

cost of sales and reduce selling, general and administrative expenses.

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 1,215 million yen (up 3.9% year on year) and operating income was 972 million yen (up 5.0% year on year).

The business results by geographical segment are as follows:

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

Domestically, although sales in the inkjet business were robust, sales in the digital duplicating business decreased. Net sales including the real estate business and others was 49,501 million yen (down 0.7% year on year). In terms of profit, operating income of 1,040 million yen (compared to an operating loss of 1,010 million yen in the previous fiscal year) was recorded due to lower cost of sales, from the introduction of new products of high-speed color printers, and reductions in selling, general and administrative expenses.

2) The Americas (American subsidiaries)

In the Americas, the drop in sales in both the inkjet business and the digital duplicating business and the impact of a strong yen resulted in net sales of 7,937 million yen (down 19.7% year on year) with an operating loss of 694 million yen (compared with an operating loss of 681 million yen in the previous fiscal year).

3) Europe (European subsidiaries)

In Europe, net sales fell to 13,866 million yen (down 12.8% year on year) due to a decrease in sales in the digital duplicating business and effects from a strong yen despite signs of a recovery in sales in the inkjet business. In terms of profit, an operating loss of 276 million yen (compared to an operating loss of 1,491 million yen in the previous fiscal year) was recorded due to efforts to reduce selling, general and administrative expenses.

4) Asia (Asian and Chinese subsidiaries)

In Asia, due to a decrease in sales in the digital duplicating business and the effects from a strong yen, net sales amounted to 7,164 million yen (down 11.9% year on year). In terms of profit, operating income was 515 million yen (up 36.3% year on year) due to reductions in selling, general and administrative expenses.

(2) Business outlook for the next fiscal year

Looking forward, the prospects of the global economy remain uncertain. On one hand, the gradual recovery from the economic slowdown is continuing, but on the other, the financial conditions of certain countries in Europe are deteriorating, employment conditions continue to be problematic, and there are growing concerns that the effect of economic measures will dwindle out.

Under these economic circumstances, RISO aims to achieve sound growth by acquiring new customers and build a stable profit structure. However, as sales in the digital duplicating business continues to decline and we expect the yen to appreciate higher than the fiscal year under review, our forecast for the next fiscal year is net sales of 77,190 million yen, operating income of 1,410 million yen, ordinary income of 1,620 million yen and net income of 1,570 million yen.

In the above forecast, we use the exchange rate of 89 yen against the US dollar and 122 yen against the euro.

2. Analysis of Financial Position

(1) Assets, liabilities and net assets

The financial position of the Company at the end of the fiscal year under review compared to the previous fiscal year is as follows.

Both total assets and net assets fell 9,009 million yen and 7,208 million yen, respectively.

The main changes in the assets portion include increases of 1,688 million yen in short-term investment securities, 802 million yen in current deferred tax assets, in contrast to decreases of 6,926 million yen in cash and deposits, 913 million yen in land and 2,193 million yen in noncurrent deferred tax assets. In the liabilities portion, notes and accounts payable-trade was down 1,256 million yen and short-term loans payable was down 535 million yen.

(2) Cash flows

Cash and cash equivalents (“cash”) at the end of the fiscal year under review decreased by 5,336 million yen year on year to 17,910 million yen.

The positions and contributing factors of each cash flow in the fiscal year under review were as follows.

(Cash flows from operating activities)

Net cash used in operating activities was 1,969 million yen (compared to net cash provided of 2,084 million yen in the previous fiscal year). This is mainly attributable to loss before income taxes and minority interests of 3,960 million yen, equity in earnings of affiliates of 634 million yen, a decrease in notes and accounts payable-trade of 1,120 million yen, and depreciation and amortization of 3,158 million yen.

(Cash flows from investing activities)

Net cash used in investing activities was 1,898 million yen (compared to net cash provided of 6,174 million yen in the previous fiscal year). This is primarily the result of the expense of 1,660 million yen for the purchase of property, plant and equipment, the expense of 639 million yen for the purchase of intangible assets, and the proceeds from sales of property, plant and equipment of 980 million yen.

(Cash flows from financing activities)

Net cash used in financing activities was 1,250 million yen (down 91.5% year on year). The result mainly reflects a net decrease of 359 million yen in short-term loans payable and payments of 770 million yen for cash dividends.

3. Basic Policy for Earning Distribution and Current and Next Period Dividends

Our basic policy for the distribution of earnings to shareholders is the allocation of an appropriate portion of earnings as a dividend in accordance with business results while retaining the means to strengthen the corporate structure. RISO will strive to provide a stable dividend based on this policy and distribute annual dividends from surplus once a year at the end of every fiscal year. Also, although we regard the repurchasing of shares as a measure for allocating earnings to shareholders effectuated taking into account stock price levels and market trends, no treasury stock was acquired during the fiscal year under review.

In the fiscal year under review, the recording as an extraordinary loss of the special premiums at withdrawal from pension fund and the reversal of deferred tax assets resulted in RISO recording a significant net loss. However, the printing equipment-related business, RISO’s mainstay business, is following a path of recovery and RISO was able to record operating income for the first time in two years. In light of the above, we plan to pay a year-end dividend of 30 yen per share, the same amount as the previous fiscal year. RISO plans to pay a dividend of 30 yen per share for the next fiscal year also.

(2) Status of the Corporate Group

The Riso Group (RISO) consists of Riso Kagaku Corporation (the parent company), 25 subsidiaries, and 2 affiliated companies. The main business of the Group is the manufacture and sale of printing equipment, as well as related market research. The Group also operates a real estate business and an insurance agency.

The following shows the relationship of the RISO members and their business territories.

RISO KAGAKU CORPORATION (Manufacture and sales)

<Subsidiaries in Japan>

Printing equipment - Sales and market research

RISO OKINAWA CORPORATION

Printing equipment - Sales and funded research and development

RISO VEC CORPORATION

Real estate business and others

- Insurance

RISO AGENCY CORPORATION

- Real estate

<Affiliated companies in Japan>

Printing equipment - Research and development, manufacture and sales

ORTEK CORPORATION

<Overseas subsidiaries>

Printing equipment - Sales and market research

RISO, INC.

RISO LATIN AMERICA, INC.

RISO EUROPE LTD.

RISO (U.K.) LTD.

RISO (Deutschland) GmbH

RISO FRANCE S.A.

RISO IBERICA, S.A.

RISOGRAPH ITALIA S.p.A.

RISO AFRICA (PTY) LTD.

RISO HONG KONG LTD.

RISO (Thailand) LTD.

RISO INDIA PRIVATE LTD.

RISO KOREA LTD.

Printing equipment - Manufacture and sales

RISO TECHNOLOGY ZHUHAI CO., LTD.

Printing equipment - Manufacture

RISO INDUSTRIES (H.K.) LTD.

(3) Management Policies

1. Basic Managerial Policies and Medium to Long-Term Business Strategy

RISO formulated its third medium-term management plan “RISO Vision 10”, whose final fiscal period ended in March 31, 2010, and holding the gain of new customers in its printing equipment-related business as an important concern, RISO operated its business according to the following six actions as basic measures for establishing a growth platform for its inkjet business and securing profits in the digital duplicating business.

<Basic Policies in the Third Medium-Term Management Plan “RISO Vision 10”>

- (1) Accelerating our hardware installation in the inkjet business;
- (2) Gaining new customers in the digital duplicating business;
- (3) Creating new businesses that could be our future core businesses;
- (4) Making investments in development, engineering and manufacturing in anticipation of changes in businesses;
- (5) Creating a corporate culture that will nurture future leaders; and
- (6) Increasing corporate value through the promotion of CSR activities.

In the third medium-term management plan period, the Company was affected by the global economic recession beginning the second half of the second year as well as the appreciation of the yen. Net sales decreased consecutively for two fiscal years and RISO did not achieve net sales target by a considerable margin.

RISO will commence its fourth medium-term management plan from the fiscal year ending March 31, 2011, which has an important concern of continuing to acquire new customers. The fourth medium-term management plan from the fiscal year ending March 31, 2011 to the fiscal year ending March 31, 2013 is as follows.

<Basic Policies in the Fourth Medium-Term Management Plan “RISO Vision 13”>

The aim of Riso Vision 13 is to realize strong growth by gaining new customers through the utilization of optimum corporate resources in order to re-establish a stable profit-making business model.

- (1) Develop, cultivate and strengthen sales channels in the Inkjet business;
- (2) Build up both the product planning system and sales planning system on a global basis; and
- (3) Conduct a dynamic review of both the manufacturing system as well as the structure of selling, general and administrative expenses.

2. Business Performance Target

RISO aims to expand its unique products, targeting markets where there is demand for high-volume printing, and realize a stable revenue structure. In the fourth medium-term management plan (Riso Vision 13), in the fiscal year ending March 31, 2013, RISO is aiming for consolidated net sales of 83.0 billion yen and consolidated operating income of 2.5 billion yen.

3. Issues to Address

In the printing equipment-related business, RISO’s mainstay business, the inkjet business is growing, but the digital duplicating business is continuing to follow a trend of decline. A key issue for RISO to address is to accelerate the speed of growth in the inkjet business and maintain and recover in the digital duplicating business.

In the inkjet business, RISO shall secure new customers based on marketing that is refined according to segment and target. RISO shall share market information and sales information within the Group, and work to strengthen its sales force through suitable sales promotion support.

In the digital duplicating business, although sales are continuing to decline, RISO believes that market needs certainly exist and there is room for market expansion. RISO is therefore revising its regional strategies and sales channels in order to provide more appropriate services to existing customers in regions of high demand and expand sales of key products to raise sales efficiency.

Moreover, in product planning, RISO aims to shorten development periods by grasping market needs globally and improving processes related to product planning.

In the year ending March 31, 2011, the first year of the fourth medium-term management plan, RISO will focus on the following two actions.

- (1) Develop, cultivate and strengthen sales channels in the Inkjet business; and
- (2) Improve internal structure for product development best suited to the markets.

(4) Consolidated Financial Statements**[1] Consolidated Balance Sheets**

		FY 2009 (As of Mar. 31, 2009)	FY 2010 (As of Mar. 31, 2010)
Item	Ref. no.	Amount (Millions of yen)	Amount (Millions of yen)
(ASSETS)			
Current assets			
Cash and deposits		20,583	13,656
Notes and accounts receivable- trade		13,900	14,221
Short-term investment securities		3,281	4,969
Merchandise and finished goods		11,871	11,591
Work in process		812	403
Raw materials and supplies		1,345	1,276
Deferred tax assets		745	1,548
Other		2,556	2,355
Allowance for doubtful accounts		(298)	(451)
Total current assets		54,797	49,571
Noncurrent assets			
Property, plant and equipment			
Buildings and structures		18,639	17,924
Accumulated depreciation		(11,294)	(11,170)
Buildings and structures, net		7,344	6,754
Machinery, equipment and vehicles		7,828	7,746
Accumulated depreciation		(6,528)	(6,577)
Machinery, equipment and vehicles, net		1,299	1,169
Tools, furniture and fixtures		16,034	15,682
Accumulated depreciation		(14,247)	(14,512)
Tools, furniture and fixtures, net		1,787	1,169
Land		18,053	17,139
Lease assets		378	349
Accumulated depreciation		(141)	(178)
Lease assets, net		237	170
Construction in progress		98	92
Other		12,574	13,174
Accumulated depreciation		(8,902)	(9,200)
Other, net		3,672	3,973
Total property, plant and equipment		32,492	30,469

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		FY 2009 (As of Mar. 31, 2009)	FY 2010 (As of Mar. 31, 2010)
Item	Ref. no	Amount (Millions of yen)	Amount (Millions of yen)
Intangible assets			
Software		1,971	1,749
Other		336	547
Total intangible assets		2,307	2,296
Investments and other assets			
Investment securities		1,718	1,767
Long-term loans receivable		160	149
Deferred tax assets		2,193	-
Other		4,019	4,343
Allowance for doubtful accounts		(245)	(163)
Total investments and other assets		7,846	6,097
Total noncurrent assets		42,647	38,863
Total assets		97,444	88,434
(LIABILITIES)			
Current liabilities			
Notes and accounts payable-trade		14,311	13,055
Short-term loans payable		5,368	4,832
Current portion of long-term loans payable		9	5
Income taxes payable		99	316
Provision for bonuses		1,470	1,370
Provision for product warranties		137	135
Other		5,575	5,288
Total current liabilities		26,972	25,005
Noncurrent liabilities			
Long-term loans payable		83	68
Deferred tax liabilities		-	215
Provision for retirement benefits		3,278	3,524
Provision for directors' retirement benefits		242	-
Provision for loss on litigation		-	66
Other		1,384	1,278
Total noncurrent liabilities		4,988	5,153
Total liabilities		31,960	30,159

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		FY 2009 (As of Mar. 31, 2009)	FY 2010 (As of Mar. 31, 2010)
Item	Ref. no	Amount (Millions of yen)	Amount (Millions of yen)
(NET ASSETS)			
Shareholders' equity			
Capital stock		14,114	14,114
Capital surplus		14,779	14,779
Retained earnings		38,816	32,108
Treasury stock		(1,386)	(1,386)
Total shareholders' equity		66,325	59,616
Valuation and translation adjustments			
Valuation difference on available-for-sale securities		304	263
Foreign currency translation adjustment		(1,324)	(1,604)
Total valuation and translation adjustment		(1,020)	(1,340)
Minority interests		179	-
Total net assets		65,484	58,275
Total liabilities and net assets		97,444	88,434

[2] Consolidated Statements of Income

Item	Ref. no.	FY 2009	FY 2010
		(Year ended Mar. 31, 2009)	(Year ended Mar. 31, 2010)
		Amount	Amount
		(Millions of yen)	(Millions of yen)
Net sales		83,774	78,469
Cost of sales		43,885	40,053
Gross profit		39,888	38,416
Selling, general and administrative expenses		40,802	36,746
Operating income (loss)		(913)	1,669
Non-operating income			
Interest income		285	161
Dividends income		44	29
Equity in earnings of affiliates		310	634
Other		465	247
Total non-operating income		1,105	1,073
Non-operating expenses			
Interest expenses		438	117
Foreign exchange losses		241	261
Losses on retirement of noncurrent assets		115	188
Other		92	62
Total non-operating expenses		887	629
Ordinary income (loss)		(695)	2,113
Extraordinary income			
Settlement package		-	165
Insurance return		1,820	102
Reversal of allowance for doubtful accounts		-	43
Total extraordinary income		1,820	311
Extraordinary loss			
Expenses paid on withdrawal from employees' pension fund		-	5,835
Business structure improvement expenses		-	402
Impairment loss		-	79
Provision for loss on litigation		-	67
Loss on revision of retirement benefit plan		337	-
Loss on valuation of investment securities		83	-
Total extraordinary losses		421	6,384
Income (loss) before income taxes and minority interests		704	(3,960)
Income taxes-current		296	368
Income taxes-deferred		1,022	1,608
Total income taxes		1,318	1,976
Minority interests in income		26	-
Net loss		(641)	(5,937)

[3] Consolidated Statements of Changes in net assets

Item	Ref. no.	FY 2009	FY 2010
		(Year ended Mar. 31, 2009)	(Year ended Mar. 31, 2010)
		Amount	Amount
		(Millions of yen)	(Millions of yen)
Shareholders' equity			
Capital stock			
Balance at the end of previous period		14,114	14,114
Balance at the end of current period		14,114	14,114
Capital surplus			
Balance at the end of previous period		14,779	14,779
Changes of items during the period			
Disposal of treasury stock		(0)	-
Retirement of treasury stock		(0)	-
Total changes of items during the period		(0)	-
Balance at the end of current period		14,779	14,779
Retained earnings			
Balance at the end of previous period		43,131	38,816
Effect of changes in accounting policies applied to foreign subsidiaries		(131)	-
Changes of items during the period			
Dividends from surplus		(1,050)	(770)
Net loss		(641)	(5,937)
Disposal of treasury stock		-	(0)
Retirement of treasury stock		(2,490)	-
Total changes of items during the period		(4,182)	(6,708)
Balance at the end of current period		38,816	32,108
Treasury stock			
Balance at the end of previous period		(3,210)	(1,386)
Changes of items during the period			
Purchase of treasury stock		(666)	(0)
Disposal of treasury stock		0	0
Retirement of treasury stock		2,490	-
Total changes of items during the period		1,824	(0)
Balance at the end of current period		(1,386)	(1,386)
Total shareholders' equity			
Balance at the end of previous period		68,815	66,325
Effect of changes in accounting policies applied to foreign subsidiaries		(131)	-
Changes of items during the period			
Dividends from surplus		(1,050)	(770)
Net loss		(641)	(5,937)
Purchase of treasury stock		(666)	(0)
Disposal of treasury stock		0	0
Retirement of treasury stock		-	-
Total changes of items during the period		(2,358)	(6,708)
Balance at the end of current period		66,325	59,616

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		FY 2009 (Year ended Mar. 31, 2009)	FY 2010 (Year ended Mar. 31, 2010)
Item	Ref. no	Amount (Millions of yen)	Amount (Millions of yen)
Valuation and translation adjustments			
Valuation difference on available-for-sale securities			
Balance at the end of previous period		831	304
Changes of items during the period			
Net changes of items other than shareholders' equity		(527)	(40)
Total changes of items during the period		(527)	(40)
Balance at the end of current period		304	263
Foreign currency translation adjustment			
Balance at the end of previous period		(16)	(1,324)
Changes of items during the period			
Net changes of items other than shareholders' equity		(1,308)	(279)
Total changes of items during the period		(1,308)	(279)
Balance at the end of current period		(1,324)	(1,604)
Total valuation and translation adjustments			
Balance at the end of previous period		815	(1,020)
Changes of items during the period			
Net changes of items other than shareholders' equity		(1,836)	(320)
Total changes of items during the period		(1,836)	(320)
Balance at the end of current period		(1,020)	(1,340)
Minority interests			
Balance at the end of previous period		165	179
Changes of items during the period			
Net changes of items other than shareholders' equity		13	(179)
Total changes of items during the period		13	(179)
Balance at the end of current period		179	-
Total net assets			
Balance at the end of previous period		69,796	65,484
Effect of changes in accounting policies applied to foreign subsidiaries		(131)	-
Changes of items during the period			
Dividends from surplus		(1,050)	(770)
Net loss		(641)	(5,937)
Purchase of treasury stock		(666)	(0)
Disposal of treasury stock		0	0
Retirement of treasury stock		-	-
Net changes of items other than shareholders' equity		(1,822)	(499)
Total changes of items during the period		(4,180)	(7,208)
Balance at the end of current period		65,484	58,275

[4] Consolidated Statements of Cash Flows

Item	Ref. no	FY 2009	FY 2010
		(Year ended Mar. 31, 2009)	(Year ended Mar. 31, 2010)
		Amount (Millions of yen)	Amount (Millions of yen)
Net cash provided by (used in) operating activities			
Income (loss) before income taxes and minority interests		704	(3,960)
Depreciation and amortization		2,947	3,158
Impairment loss		-	79
Amortization of goodwill		(4)	(3)
Equity in (earnings) losses of affiliates		(310)	(634)
Increase (decrease) in provision for retirement benefits		493	245
Increase (decrease) in provision for directors' retirement benefits		12	(70)
Increase (decrease) in provision for directors' bonuses		(28)	-
Increase (decrease) in allowance for doubtful accounts		33	69
Increase (decrease) in provision for loss on litigation		-	66
Interest and dividends income		(329)	(191)
Gain on maturity of insurance contract		(1,820)	(102)
Interest expenses		438	117
Foreign exchange losses (gains)		667	5
Expenses paid on withdrawal from employees' pension fund		-	5,835
Loss (gain) on valuation of investment securities		83	-
Decrease (increase) in notes and accounts receivable-trade		1,733	(307)
Decrease (increase) in inventories		(2,095)	595
Increase (decrease) in notes and accounts payable-trade		885	(1,120)
Increase (decrease) in accounts payable-other		(309)	(107)
Other, net		197	214
Subtotal		3,298	3,889
Interest and dividends income received		411	190
Interest expenses paid		(441)	(117)
Expenses paid on withdrawal from employees' pension fund		-	(5,835)
Income taxes paid		(1,183)	(257)
Income taxes refund		-	161
Net cash provided by (used in) operating activities		2,084	(1,969)
Net cash provided by (used in) investing activities			
Payments into time deposits		(31)	(1,042)
Proceeds from withdrawal of time deposits		536	914
Purchase of short-term investment securities		(3)	-
Proceeds from sales of short-term investment securities		300	-
Purchase of property, plant and equipment		(2,088)	(1,660)
Proceeds from sales of property, plant and equipment		-	980
Purchase of intangible assets		(1,028)	(639)
Purchase of investment securities		(136)	(85)
Proceeds from sales of investment securities		5,500	1

(TRANSLATION FOR REFERENCE ONLY)

		FY 2009 (Year ended Mar. 31, 2009)	FY 2010 (Year ended Mar. 31, 2010)
Item	Ref. no	Amount (Millions of yen)	Amount (Millions of yen)
Payments of loans receivable		(27)	(97)
Collection of loans receivable		164	104
Proceeds from maturity of insurance funds		3,447	201
Other, net		(458)	(575)
Net cash provided by (used in) investing activities		6,174	(1,898)
Net cash provided by (used in) financing activities			
Net increase (decrease) in short-term loans payable		444	(359)
Proceeds from long-term loans payable		2	-
Repayment of long-term loans payable		(17)	(19)
Redemption of bonds		(13,325)	-
Purchase of treasury stock		(665)	-
Repayments of lease obligations		(121)	(101)
Cash dividends paid		(1,049)	(770)
Other, net		(0)	(0)
Net cash provided by (used in) financing activities		(14,733)	(1,250)
Effect of exchange rate change on cash and cash equivalents		(707)	(217)
Net increase (decrease) in cash and cash equivalents		(7,181)	(5,336)
Cash and cash equivalents at beginning of period		30,427	23,246
Cash and cash equivalents at end of period		23,246	17,910

Note on premise of going concern

No items to report.

Segment Information

[Segment Information by Business]

- FY 2009 (Year ended Mar. 31, 2009) -

(Millions of yen)

	Printing equipment-related business	Real estate business and others	Total	Inter-segment elimination	Consolidated
1. Sales and operating income (loss)					
(1) External customer sales	82,604	1,170	83,774	-	83,774
(2) Inter-segment sales	-	79	79	(79)	-
[Total]	82,604	1,249	83,854	(79)	83,774
Costs and expenses	84,443	324	84,767	(79)	84,687
Operating income (loss)	(1,838)	925	(913)	-	(913)
2. Assets, depreciation and capex					
Assets	95,803	14,093	109,896	(12,452)	97,444
Depreciation	5,297	142	5,440	-	5,440
Capital expenditure	5,590	0	5,591	-	5,591

- FY 2010 (Year ended Mar. 31, 2010) -

(Millions of yen)

	Printing equipment-related business	Real estate business and others	Total	Inter-segment elimination	Consolidated
1. Sales and operating income (loss)					
(1) External customer sales	77,254	1,215	78,469	-	78,469
(2) Inter-segment sales	-	75	75	(75)	-
[Total]	77,254	1,291	78,545	(75)	78,469
Costs and expenses	76,556	318	76,875	(75)	76,800
Operating income	697	972	1,669	-	1,669
2. Assets, depreciation, Impairment loss and capex					
Assets	86,355	13,978	100,334	(11,899)	88,434
Depreciation	5,536	134	5,670	-	5,670
Impairment loss	79	-	79	-	79
Capital expenditure	4,985	7	4,992	-	4,992

Note: 1. The given business segments are based on the segmentation for internal management.

2. The main operations in each business segment are as follows:

- (1) Printing equipment-related business: Manufacturing and sales of printing equipment
- (2) Real estate business and others: Lease of real estate

3. All costs and expenses are allocated to the respective business segments without leaving unallocated ones.

4. All assets are allocated to the respective business segments without holding all-segment-covering ones.

(TRANSLATION FOR REFERENCE ONLY)

[Segment Information by Geographic Area]

- FY 2009 (Year ended Mar. 31, 2009) -

(Millions of yen)

	Japan	Americas	Europe	Asia	Total	Inter-segment elimination	Consolidated
1. Sales and operating income (loss)							
(1) External customer sales	49,861	9,883	15,898	8,130	83,774	-	83,774
(2) Inter-segment sales	18,858	1	447	7,184	26,492	(26,492)	-
[Total]	68,720	9,884	16,346	15,315	110,266	(26,492)	83,774
Costs and expenses	69,730	10,566	17,837	14,937	113,072	(28,384)	84,687
Operating income (losses)	(1,010)	(681)	(1,491)	378	(2,805)	1,892	(913)
2. Assets	93,976	5,864	9,433	6,875	116,150	(18,705)	97,444

- FY 2010 (Year ended Mar. 31, 2010) -

(Millions of yen)

	Japan	Americas	Europe	Asia	Total	Inter-segment elimination	Consolidated
1. Sales and operating income (loss)							
(1) External customer sales	49,501	7,937	13,866	7,164	78,469	-	78,469
(2) Inter-segment sales	16,836	0	319	6,360	23,517	(23,517)	-
[Total]	66,338	7,937	14,186	13,524	101,987	(23,517)	78,469
Costs and expenses	65,297	8,632	14,463	13,009	101,402	(24,602)	76,800
Operating income (losses)	1,040	(694)	(276)	515	584	1,084	1,669
2. Assets	86,490	6,773	9,722	7,151	110,138	(21,703)	88,434

Note: 1. The above geographic segments are classified by geographic proximity.

2. The main countries included in each geographic segment are as follows:

(1) Americas – U.S. and Canada

(2) Europe – Germany, United Kingdom and France

(3) Asia – China and Thailand

3. All costs and expenses are allocated to the respective geographic segments without leaving unallocated ones.

4. All assets are allocated to the respective geographic segments without holding all-segment-covering ones.

[Overseas Segment Sales Data]

- FY 2009 (Year ended Mar. 31, 2009) -

	Americas	Europe	Asia	Total
I Overseas sales (Millions of yen)	9,910	16,086	9,979	35,976
II Consolidated net sales (Millions of yen)	-	-	-	83,774
III Ratio of overseas sales in consolidated net sales (%)	11.8	19.2	11.9	42.9

- FY 2010 (Year ended Mar. 31, 2010) -

	Americas	Europe	Asia	Total
I Overseas sales (Millions of yen)	7,961	13,980	8,964	30,907
II Consolidated net sales (Millions of yen)	-	-	-	78,469
III Ratio of overseas sales in consolidated net sales (%)	10.2	17.8	11.4	39.4

Note: 1. The above geographic segments are classified by geographic proximity.

2. The main countries included in each geographic segment are as follows:

(1) Americas – U.S. and Canada

(2) Europe – Germany, United Kingdom and France

(3) Asia – China and Thailand

3. Overseas sales represent the sales realized outside Japan by the parent company and consolidated subsidiaries