

March 18, 2008

Company Name: RISO KAGAKU CORPORATION
Listed Market: Tokyo Stock Exchange (First Section), JASDAQ
Stock Code: 6413 (URL: <http://www.riso.co.jp/>)

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Notice Regarding Changes in Forecast FY2008 Consolidated Year-end Results

Riso Kagaku Corporation announced that it made changes to the forecast FY2008 (April 1, 2007 to March 31, 2008) consolidated year-end results, which were presented in “Fiscal 2008 Consolidated Interim Earnings Report” released on November 2, 2007, as described below.

1. Changes in Forecast FY 2008 Consolidated Results (April 1, 2007 to March 31, 2008)

(Millions of yen, rounded down)

	Net Sales	Operating Income	Recurring Income	Net Income	Net Income Per Share
Previous Forecast	94,000	6,520	6,170	3,840	145.09 yen
Revised Forecast	94,000	5,750	5,100	2,050	77.49 yen
Difference	–	(770)	(1,070)	(1,790)	–
Percentage Change	–	(11.8)%	(17.3)%	(46.6)%	–
Actual FY2007 Results	90,863	5,379	5,139	2,977	112.12 yen

2. Reasons for changes

With regard to the forecast of FY 2008 consolidated results, operating income is expected to decrease because of the increase in selling, general and administrative expenses. In addition, recurring income is expected to decrease because of the increase in non-operating expenses from fluctuations in exchange rates.

Furthermore, net income is expected to decrease because of write-offs (approx. 471 million yen) accompanying the revision of the redemption schedule of deferred tax assets related to investment securities impaired over previous fiscal years, and payments (approx. 341 million yen) including the compensation based on the arbitration award regarding the dispute ^(Note) between RISO KOREA LTD. and its dealer.

(Note)

The dispute is a result of a petition filed for arbitration proceedings to the Korean Commercial Arbitration Board upon RISO KOREA LTD., Riso Kagaku Corporation's sales subsidiary in Korea, notifying the dealer (hereafter, the “claimant”) of termination of the distributorship agreement for the

purpose of strengthening its sales network and market management. The claimant's claim was that the aforesaid agreement was still valid.

(This matter was announced in the "Fiscal 2008 Consolidated Interim Earnings Report" released on November 2, 2007.)

(Note)

The above forecasts are based on beliefs and assumptions of management in light of information currently available to it at the time of announcement and are subject to a number of uncertainties that may affect future results. A number of factors could cause actual results to differ materially from forecasts.