

Supplementary Information of Consolidated Financial Results
for FY2011 (Year Ended March 31, 2011)

May 11, 2011

RISO KAGAKU CORPORATION

1. Sales Performance (Consolidated Data)

*FY2010 results are re-classified in accordance with the new segmentation (effective from FY2011) for easy comparison.

(unit: Million yen, %)

| | FY2010 (Year Ended Mar. 31, 2010) | | | FY2011 (Year Ended Mar. 31, 2011) | | | Change | | | Remarks |
|-------------------------------------|-----------------------------------|-----------|-----------------------------------|-----------------------------------|-----------|-----------------------------------|--------|------------------|-------------------------------|---|
| | Amount | Breakdown | Consolidated/ non-consolidated | Amount | Breakdown | Consolidated/ non-consolidated | Amount | Year- on-year | Impact of exchange rate | |
| Total sales | 78,469 | 100.0 | 1.19 | 76,897 | 100.0 | 1.19 | (1572) | (2.0) | (2694) | • Sales increased 1.4% if recalculated by exchange rate of the previous term |
| Printing equipment-related business | 76,648 | 97.7 | 1.19 | 75,191 | 97.8 | 1.20 | (1457) | (1.9) | (2692) | • Inkjet sales amount to 31% of consolidated sales |
| Japan | 45,762 | 58.3 | 1.01 | 46,082 | 59.9 | 1.00 | 320 | 0.7 | 0 | • Sales in the Inkjet business increased, while sales in the Digital duplication business decreased |
| Americas | 7,946 | 10.1 | 1.62 | 6,747 | 8.8 | 2.33 | (1199) | (15.1) | (560) | • Inkjet business decreased on a year-to-year comparison • Sales in the Digital duplicating business decreased • Sales decreased 8.0% if recalculated by exchange rate of the previous term |
| Europe | 13,980 | 17.8 | 1.71 | 13,203 | 17.2 | 1.59 | (777) | (5.6) | (1772) | • Sales in the Inkjet business showed positive results, while sales in the Digital duplicating business decreased • Sales increased 7.1% if recalculated by exchange rate of the previous term |
| Asia | 8,959 | 11.4 | 1.59 | 9,157 | 11.9 | 1.59 | 198 | 2.2 | (359) | • Sales in the Digital duplicating business were firm overall • Sales increased 6.2% if recalculated by exchange rate of the previous term |
| Real estate business and others | 1,821 | 2.3 | 1.01 | 1,705 | 2.2 | 1.02 | (116) | (6.4) | (1) | • Part of real estate rent was lowered |

● Exchange rate

(unit: yen)

| | FY2010 (Year Ended Mar. 31, 2010) | FY2011 (Year Ended Mar. 31, 2011) | |
|------------|-----------------------------------|-----------------------------------|--|
| One dollar | 92.85 | 85.72 | • a 7.13 yen appreciation of the yen year on year |
| One euro | 131.15 | 113.12 | • a 18.03 yen appreciation of the yen year on year |

2. Operating income (Consolidated Data)

*FY2010 results are re-classified in accordance with the new segmentation (effective from FY2011) for easy comparison.

(unit: Million yen, %)

| | FY2010 (Year Ended Mar. 31, 2010) | | | FY2011 (Year Ended Mar. 31, 2011) | | | Change | | | Remarks |
|-------------------------------------|-----------------------------------|-----------|-----------------------------------|-----------------------------------|-----------|-----------------------------------|--------|------------------|-------------------------------|--|
| | Amount | Breakdown | Consolidated/ non-consolidated | Amount | Breakdown | Consolidated/ non-consolidated | Amount | Year- on-year | Impact of exchange rate | |
| Operating income | 1669 | 100 | 3 | 4406 | 100 | 1 | 2737 | 164.0 | (1096) | |
| Printing equipment-related business | 1177 | 71 | — | 3825 | 87 | 1 | 2648 | 225.0 | (1094) | |
| Japan | 2799 | 168 | 1 | 4147 | 94 | 1 | 1348 | 48.2 | 146 | •Sales in the Inkjet business and Digital duplicating business were both buoyant owing to the increased sales of high-end models |
| Americas | (1645) | (99) | — | (1582) | (36) | 2 | 63 | — | (119) | •Carried out business restructuring and reduced selling, general and administrative expenses |
| Europe | (710) | (43) | — | 0 | 0 | — | 710 | — | (1079) | •Sales were strong in the inkjet business owing to the sales of the ComColor series |
| Asia | 734 | 44 | 3 | 1259 | 29 | 1 | 525 | 71.5 | (41) | •Gross profit increased with strong result in Digital duplicating business |
| Real estate business and others | 491 | 29 | 1 | 581 | 13 | 1 | 90 | 18.3 | (1) | |

●Exchange rate

(unit: yen)

| | FY2010 (Year Ended Mar. 31, 2010) | FY2011 (Year Ended Mar. 31, 2011) |
|------------|-----------------------------------|-----------------------------------|
| One dollar | 92.85 | 85.72 |
| One euro | 131.15 | 113.12 |

•a 7.13 yen appreciation of the yen year on year
•a 18.03 yen appreciation of the yen year on year

3. Statements of Income Results (Consolidated Data)

(unit: Million yen, %)

| | FY2010 (Year Ended Mar. 31, 2010) | | | FY2011 (Year Ended Mar. 31, 2011) | | | Change | | Remarks |
|--|-----------------------------------|-----------|-----------------------------------|-----------------------------------|-----------|-----------------------------------|---------|-------------------|--|
| | Amount | Breakdown | Consolidated/ non-consolidated | Amount | Breakdown | Consolidated/ non-consolidated | Amount | Rate of change | |
| Net sales | 78,469 | 100.0 | 1.19 | 76,897 | 100.0 | 1.19 | (1,572) | (2.0) | |
| Cost of sales | 40,053 | 51.0 | 1.01 | 38,273 | 49.8 | 1.06 | (1,780) | (4.4) | •Decreased owing to the increase in unit sales of Inkjet printer |
| Gross profit | 38,416 | 49.0 | 1.45 | 38,624 | 50.2 | 1.36 | 208 | 0.5 | |
| Selling, general and administrative expenses | 36,746 | 46.8 | 1.42 | 34,217 | 44.5 | 1.40 | (2,529) | (6.9) | •Increased due to the decrease in advertisement expenses, rents and R&D expenses |
| Operating income | 1,669 | 2.1 | 2.97 | 4,406 | 5.7 | 1.08 | 2,737 | 164.0 | •Increased owing to the reduction of cost of sales and selling, general and administrative expenses |
| Non-operating income | 1,073 | 1.4 | | 951 | 1.2 | | (122) | (11.4) | |
| Interest income | 161 | 0.2 | | 201 | 0.3 | | 40 | 24.8 | |
| Dividends income | 29 | 0.0 | | 37 | 0.0 | | 8 | 27.6 | |
| Equity in earnings of affiliates | 634 | 0.8 | | 358 | 0.5 | | (276) | (43.5) | •Decreased due to increase of R&D expenses at ORTEK CORPORATION |
| Other non-operating income | 247 | 0.3 | | 353 | 0.5 | | 106 | 42.9 | |
| Non-operating expenses | 629 | 0.8 | | 418 | 0.5 | | (211) | (33.5) | |
| Interest expenses | 117 | 0.1 | | 91 | 0.1 | | (26) | (22.2) | |
| Foreign exchange losses | 261 | 0.3 | | 166 | 0.2 | | (95) | (36.4) | |
| Loss on retirement of noncurrent assets | 188 | 0.2 | | 71 | 0.1 | | (117) | (62.2) | |
| Other non-operating expenses | 62 | 0.1 | | 88 | 0.1 | | 26 | 41.9 | |
| Ordinary income | 2,113 | 2.7 | 2.25 | 4,939 | 6.4 | 0.91 | 2,826 | 133.7 | |
| Extraordinary income | 311 | 0.4 | | 1,328 | 1.7 | | 1,017 | 327.0 | •¥1,293 million of gain on step acquisition was recognized as ORTEK CORPORATION became a wholly owned subsidiary |
| Extraordinary loss | 6,384 | 8.1 | | 194 | 0.3 | | (6,190) | (97.0) | •Cost for reorganizing the operation of the U.S. subsidiary was posted •¥5,835 million of special premiums upon withdrawal from the pension fund was posted in FY2010 |
| Income (loss) before income taxes | (3,960) | (5.0) | | 6,073 | 7.9 | | 10,033 | (253.4) | |
| Net income/loss | (5,937) | (7.6) | 1.05 | 6,288 | 8.2 | 1.20 | 12,225 | (205.9) | •Returned to the black after two terms' loss |
| Capital expenditure | 4,992 | 6.4 | | 5,462 | 7.1 | | 470 | 9.4 | |
| Depreciation | 5,670 | 7.2 | | 4,828 | 6.3 | | (842) | (14.9) | |
| Number of employees | 3,140 | — | | 3,101 | — | | (39) | (1.2) | |
| ●Breakdown of key selling, general and administrative expenses | | | | | | | | | |
| Sales promotion fees | 1,124 | 1.4 | | 932 | 1.2 | | (192) | (17.1) | |
| Advertisement expenses | 1,008 | 1.3 | | 678 | 0.9 | | (330) | (32.7) | |
| Research and development expenses | 4,453 | 5.7 | | 3,945 | 5.1 | | (508) | (11.4) | |

4. Balance Sheet Results (Consolidated Data)

(unit: Million yen, %)

| | FY2010 (As of Mar. 31, 2010) | | | Consolidated/ non-consolidated | | | Change | | Remarks |
|--|------------------------------|-----------|-----------------------------------|-----------------------------------|-----------|-----------------------------------|-----------|-------------------|--|
| | Amount | Breakdown | Consolidated/ non-consolidated | Amount | Breakdown | Consolidated/ non-consolidated | Amount | Rate of change | |
| Current assets | 49,571.0 | 56.1 | 1.43 | 49,263.0 | 54.8 | 1.36 | (308.0) | (0.6) | |
| Cash and deposits | 13,656.0 | | | 13,780.0 | | | 124.0 | | |
| Notes and accounts receivable-trade | 14,221.0 | | | 13,881.0 | | | (340.0) | | |
| Short-term investment securities | 4,969.0 | | | 4,096.0 | | | (873.0) | | |
| Merchandise and finished goods | 11,591.0 | | | 11,287.0 | | | (304.0) | | |
| Work in process | 403.0 | | | 416.0 | | | 13.0 | | |
| Raw materials and supplies | 1,276.0 | | | 1,230.0 | | | (46.0) | | |
| Deferred tax assets (short) | 1,548.0 | | | 2,495.0 | | | 947.0 | | •Increased based on reappraisal of realizability of deferred tax assets |
| Other | 2,355.0 | | | 2,561.0 | | | 206.0 | | |
| Allowance for doubtful accounts | (451.0) | | | (485.0) | | | (34.0) | | |
| Noncurrent assets | 38,863.0 | 43.9 | 0.84 | 40,591.0 | 45.2 | 0.85 | 1,728.0 | 4.4 | |
| Property, plant and equipment | 30,469.0 | 34.5 | 1.05 | 28,442.0 | 31.7 | 1.04 | (2,027.0) | (6.7) | |
| Buildings and structures, net | 6,754.0 | | | 6,369.0 | | | (385.0) | | |
| Machinery, equipment and vehicles, net | 1,169.0 | | | 937.0 | | | (232.0) | | |
| Tools, furniture and fixtures, net | 1,169.0 | | | 702.0 | | | (467.0) | | |
| Land | 17,139.0 | | | 17,139.0 | | | 0.0 | | |
| Lease assets, net | 170.0 | | | 132.0 | | | (38.0) | | |
| Construction in progress | 92.0 | | | 83.0 | | | (9.0) | | |
| Other | 3,973.0 | | | 3,076.0 | | | (897.0) | | |
| Intangible assets | 2,296.0 | 2.6 | 1.11 | 7,315.0 | 8.1 | 1.86 | 5,019.0 | 218.6 | |
| Goodwill | — | | | 2,633.0 | | | — | | •Goodwill was posted owing to business transfer from Olympus Corporation and Okaya Olympus Co., Ltd. |
| Software | 1,749.0 | | | 1,552.0 | | | (197.0) | | |
| Other | 547.0 | | | 3,129.0 | | | 2,582.0 | | •Intellectual property (patent right) was posted owing to business transfer from Olympus Corporation and Okaya Olympus Co., Ltd. |
| Investments and other securities | 6,097.0 | 6.9 | 0.40 | 4,833.0 | 5.4 | 0.29 | (1,264.0) | (20.7) | |
| Investment securities | 1,767.0 | | | 1,572.0 | | | (195.0) | | |
| Long-term loans receivable | 149.0 | | | 123.0 | | | (26.0) | | |
| Other | 4,343.0 | | | 3,265.0 | | | (1,078.0) | | •Decreased due to acquisition of ORTEK CORPORATION and suspense payment for establishment of a subsidiary in Russia |
| Allowance for doubtful accounts | (163.0) | | | (126.0) | | | 37.0 | | |
| Total assets | 88,434.0 | 100.0 | 1.09 | 89,854.0 | 100.0 | 1.07 | 1,420.0 | 1.6 | |

4. Balance Sheet Results (Consolidated Data)

(unit: Million yen, %)

| | FY2010 (As of Mar. 31, 2010) | | | Consolidated/ non-consolidated | | | Change | | Remarks |
|---|------------------------------|-----------|-----------------------------------|-----------------------------------|-----------|-----------------------------------|---------|-------------------|---|
| | Amount | Breakdown | Consolidated/ non-consolidated | Amount | Breakdown | Consolidated/ non-consolidated | Amount | Rate of change | |
| Current liabilities | 25,005 | 28.3 | 1.42 | 22,267 | 24.8 | 1.26 | (2,738) | (10.9) | |
| Notes and accounts payable-trade | 13,055 | | | 12,366 | | | (689) | | • Repaid loans payable in U.S. sales subsidiary |
| Short-term loans payable | 4,832 | | | 2,160 | | | (2,672) | | |
| Current portion of Long-term loans payable | 5 | | | 3 | | | (2) | | |
| Income taxes payable | 316 | | | 720 | | | 404 | | |
| Provision for bonuses | 1,370 | | | 1,550 | | | 180 | | |
| Provision for directors' bonuses | — | | | 60 | | | — | | |
| Provision for product warranties | 135 | | | 136 | | | 1 | | |
| Other | 5,288 | | | 5,268 | | | (20) | | |
| Noncurrent liabilities | 5,153 | 5.8 | 0.77 | 5,492 | 6.1 | 0.86 | 339 | 6.6 | |
| Long-term loans payable | 68 | | | 53 | | | (15) | | |
| Deferred tax liabilities | 215 | | | 767 | | | 552 | | |
| Provision for retirement benefits | 3,524 | | | 3,597 | | | 73 | | |
| Provision for loss on litigation | 66 | | | 65 | | | (1) | | |
| Other | 1,278 | | | 1,008 | | | (270) | | |
| Total liabilities | 30,159 | 34.1 | 1.24 | 27,759 | 30.9 | 1.15 | (2,400) | (8.0) | |
| Shareholders' equity | 59,616 | 67.4 | 1.06 | 64,633 | 71.9 | 1.07 | 5,017 | 8.4 | |
| Capital stock | 14,114 | | | 14,114 | | | 0 | | • Treasury stock was purchased and retired |
| Capital surplus | 14,779 | | | 14,779 | | | 0 | | |
| Retained earnings | 32,108 | | | 36,249 | | | 4,141 | | |
| Treasury stock | (1,386) | | | (511) | | | 875 | | |
| Total accumulated other comprehensive income | (1,340) | (1.5) | (5.10) | (2,538) | (2.8) | 120.86 | (1,198) | 89.4 | |
| Valuation difference on available-for-sale securities | 263 | | | (21) | | | (284) | | |
| Foreign currency translation adjustments | (1,604) | | | (2,516) | | | (912) | | |
| Total net assets | 58,275 | 65.9 | 1.03 | 62,095 | 69.1 | 1.03 | 3,820 | 6.6 | |
| Total liabilities and net assets | 88,434 | 100.0 | 1.09 | 89,854 | 100.0 | 1.07 | 1,420 | 1.6 | |

5.Consolidated Forecasts for FY2012 (Year Ending Mar. 31, 2012)

Consolidated, first half of the year

| | Interim results FY2011 (Year ended March 31, 2011) | | Interim forecasts FY2012 (Year ending March 31, 2012) | | |
|-------------------------------------|--|-----------|---|-----------|--------------|
| | Amount | Breakdown | Amount | Breakdown | Year-on-year |
| Total sales | 37,455 | 100.0 | 36,570 | 100.0 | (2.4) |
| Printing equipment-related business | 36,636 | 97.8 | 35,800 | 97.9 | (2.3) |
| Japan | 22,019 | 58.8 | 21,910 | 59.9 | (0.5) |
| Americas | 3,717 | 9.9 | 3,010 | 8.2 | (19.0) |
| Europe | 6,397 | 17.1 | 6,430 | 17.6 | 0.5 |
| Asia | 4,502 | 12.0 | 4,450 | 12.2 | (1.2) |
| Real estate business and others | 818 | 2.2 | 770 | 2.1 | (5.9) |
| Operating income | 1,848 | 4.9 | 600 | 1.6 | (67.5) |
| Ordinary income | 1,956 | 5.2 | 660 | 1.8 | (66.3) |
| Net income | 1,812 | 4.8 | 840 | 2.3 | (53.6) |
| Capital expenditure | 1,794 | — | | | |
| Depreciation | 2,335 | — | | | |

| Closing rate | Average exchange rate for the period | Average exchange rate for the period |
|--------------|--------------------------------------|--------------------------------------|
| | | 88.95 yen against dollar |
| | 113.85 yen against euro | 115.00 yen against euro |

Consolidated, full year

| | Results FY2011 (Year ended March 31, 2011) | | Interim forecasts FY2012 (Year ending March 31, 2012) | | |
|-------------------------------------|--|-------|---|-----------|--------------|
| | Amount | | Amount | Breakdown | Year-on-year |
| Total sales | 76,897 | 100.0 | 77,700 | 100.0 | 1.0 |
| Printing equipment-related business | 75,191 | 97.8 | 76,050 | 97.9 | 1.1 |
| Japan | 46,082 | 59.9 | 46,440 | 59.8 | 0.8 |
| Americas | 6,747 | 8.8 | 6,290 | 8.1 | (6.8) |
| Europe | 13,203 | 17.2 | 13,890 | 17.9 | 5.2 |
| Asia | 9,157 | 11.9 | 9,430 | 12.1 | 3.0 |
| Real estate business and others | 1,705 | 2.2 | 1,650 | 2.1 | (3.2) |
| Operating income | 4,406 | 5.7 | 2,500 | 3.2 | (43.3) |
| Ordinary income | 4,939 | 6.4 | 2,510 | 3.2 | (49.2) |
| Net income | 6,288 | 8.2 | 2,530 | 3.3 | (59.8) |
| Capital expenditure | 5,462 | - | 6,700 | — | 22.7 |
| Depreciation | 4,828 | - | 5,000 | — | 3.6 |

| Closing rate | Average exchange rate for the period | Average exchange rate for the period |
|--------------|--------------------------------------|--------------------------------------|
| | | 88.95 yen against dollar |
| | 113.85 yen against euro | 115.00 yen against euro |