

April 21, 2011

Company name: **RISO KAGAKU CORPORATION**
Listing: First Section of the Tokyo Stock Exchange
Stock code: 6413
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Notice Regarding Determination of Amount of Goodwill and Posting of Extraordinary Income

While Riso Kagaku Corporation (the “Company”) announced in the “Notice Concerning Acquisition of Part of Business and Acquisition of Shares (Subsidiarization) Following the Termination of Joint-Venture Contract” released on February 25, 2011 that it expected to recognize positive goodwill, the Company has recently determined the amount of goodwill and posted extraordinary income. Accordingly the Company announces the details as shown below.

1. Amount of Goodwill

2,633 million yen (consolidated)

2. Posting of Extraordinary Income

The Company made ORTEK CORPORATION, an affiliate of the Company under the equity method, into its consolidated subsidiary as of March 31, 2011, and it conducted related accounting procedures treating the transaction as an acquisition based on the “Accounting Standard for Business Combinations (ASBJ Statement No. 21, revised 2008).” As a result, a “gain on step acquisitions” of 1,293 million yen was posted as extraordinary income in the consolidated statement of income for the fiscal year ended March 31, 2011.

3. Impact on Business Earnings

The impact of the transaction on the business earnings of the fiscal year ended March 31, 2011 was still being examined at the time when the “Notice Concerning Acquisition of Part of Business and Acquisition of Shares (Subsidiarization) Following the Termination of Joint-Venture Contract” was released on February 25, 2011. However, its impact, including the above-mentioned extraordinary income, is factored in in the “Notice Regarding Changes in Results Forecasts and Cash Dividends Forecasts,” which was announced today (April 21, 2011).