

Company name: **RISO KAGAKU CORPORATION**
 Listing: First Section of the Tokyo Stock Exchange
 Stock code: 6413
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Notice Regarding Changes in Results Forecasts and Cash Dividends Forecasts

Riso Kagaku Corporation (the “Company”) announced that it had made changes to the consolidated forecasts for the fiscal year ended March 31, 2011 (April 1, 2010 to March 31, 2011), which had been released on November 2, 2010, and the forecasts of cash dividends for the fiscal year, which had been released on May 7, 2010, as described below.

1. Changes in Results Forecasts

(1) Changes to the full-year forecast figures for the fiscal year ended March 31, 2011 (April 1, 2010 to March 31, 2011)

(Millions of yen)

	Net sales	Operating income	Ordinary income	Net income	Net income per share
Previous forecasts	78,000	3,200	3,300	3,000	118.05 yen
Revised forecasts	76,850	4,400	4,900	6,250	245.94 yen
Difference	(1,150)	1,200	1,600	3,250	–
Percentage change	(1.5)	37.5	48.5	108.3	–
(Reference) Actual results of the fiscal year ended March 31, 2010	78,469	1,669	2,113	(5,937)	(231.06) yen

(2) Reasons for changes

Although net sales in the second half were lower than projected both in domestic and overseas markets, due to the facts that domestic sales of high value-added products were higher than projected, and that selling, general and administrative expenses were below projection, operating income and ordinary income are expected to be higher than the previous forecasts. In addition, as announced in the “Notice Regarding Determination of Amount of Goodwill and Posting of Extraordinary Income” announced today, a “gain on step acquisitions” was posted as extraordinary income. As a result, net income is expected to be higher than the previous forecast.

2. Changes in Cash Dividends Forecasts

(1) Changes in the forecasts of cash dividends for the fiscal year ended March 31, 2011 (April 1, 2010 to March 31, 2011)

	Cash dividends per share (Yen)				
	First quarter	Second quarter	Third quarter	Fiscal year-end	Total
Previous forecasts (Released May 7, 2010)	–	0.00	–	30.00	30.00
Revised forecasts	–	–	–	50.00	50.00
Actual results of the fiscal year ended March 31, 2011	–	0.00	–		
(Reference) Actual results of the fiscal year ended March 31, 2010	–	0.00	–	30.00	30.00

(2) Reasons for changes

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. The Company has striven to provide a stable dividend based on this policy and has distributed annual dividends from surplus once a year at the end of every fiscal year.

Although the Company previously expected to pay a year-end dividend for the fiscal year ended March 31, 2011 of 30 yen per share, since the revised forecast income is higher than the previous forecast, as mentioned above, the year-end dividend was changed to 50 yen per share.

(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 the forecast.