

October 24, 2006

RISO KAGAKU CORPORATION

(Code: 6413) 5-34-7, Shiba

Minato-ku, Tokyo, 108-8385

JAPAN

President & CEO: Akira Hayama

Notice Regarding Changes in Forecast FY2007 Consolidated Results

Riso Kagaku Corporation has announced that it has made the changes to the forecasts of results for FY2007 (April 1, 2006-March 31, 2007), which were presented in "Fiscal 2007 1st Quarterly Report of Consolidated Results" released on August 2, 2006, as described below.

1. Changes in Forecast FY 2007 Consolidated Interim Results (April 1, 2006 to September 30, 2006)

(Millions of yen, rounded down)

	Net Sales	Recurring Income	Net Income
Previous Forecast	42,150	1,870	1,000
Revised Forecast	42,600	2,250	1,290
Difference	450	380	290
Percentage Change	1.0%	20.3%	29.0%
Actual FY2005 Interim Results	40,040	1,556	792

2. Changes in Forecast FY 2007 Consolidated Year-end Results (April 1, 2006 to March 31, 2007)

(Millions of yen, rounded down)

	Net Sales	Recurring Income	Net Income
Previous Forecast	89,900	4,700	2,900
Revised Forecast	90,900	5,220	3,120
Difference	1,000	520	220
Percentage Change	1.1%	11.0%	7.5%
Actual FY2005 Results	87,601	4,552	2,154

3. Reasons for changes

< Interim >

Over the first half of the year, owing to the fact that the ratio of sales of high-priced products in the ORPHIS range exceeded expectations in the inkjet printer business, and to favorable foreign exchange conditions, net sales are likely to exceed previous forecast levels.

On the income side, due to the fact that the full amount of the selling, general administrative expense budget was not used, recurring income and net income are likely to exceed previous forecast levels.

<Full Year>

Over the full year, in view of these changes to the forecast of interim results, net sales, recurring income and net income are likely to exceed previous forecast levels.

(Notes)

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.