



May 30, 2008

To whom it may concern:

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Notice of Revisions to Consolidated Results Forecast for FYE June 2008 (14th term)

This is to inform you that, in the light of recent performance, we have revised our full-year consolidated results forecast for FYE June 2008 (July 1, 2007 to June 30, 2008), which was most recently published on December 25, 2007.

Details

(1) Revisions to consolidated results forecast figures (July 1, 2007 to June 30, 2008)

(Unit: 1 million yen)

	Revenues	Operating profits	Recurring profits	Net income
Previously-announced forecast (A)	570,000	0	- 9,000	0
Current revised forecast (B)	580,000	- 9,000	- 15,000	- 9,000
Change (B - A)	10,000	- 9,000	- 6,000	- 9,000
Rate of change (%)	1.7%	-	-	-

- (i) Consolidated revenues are expected to rise to 580 billion yen (previous forecast 570 billion yen), an increase of 10 billion yen compared to the previous results forecast.
- (ii) Consolidated operating profits are expected to drop to -9 billion yen (previous forecast 0 yen), a decline of 9 billion yen from the previous results forecast.
- (iii) Consolidated recurring profits are expected to drop to -15 billion yen (previous forecast -9 billion yen), a decline of 6 billion yen from the previous results forecast.
- (iv) Consolidated net income is expected to drop to -9 billion yen (previous forecast 0 yen), a decline of 9 billion yen from the previous results forecast.

(2) Reasons for revisions

The previous forecast for the consolidated results has been revised due to the following reasons.

The consolidated revenues

On a consolidated basis, we expect the revenues of the group to increase for 10 billion yen, compared to the previous forecast.

- On January 11, 2008, Tokyo Labor Bureau issued the Order of Suspension of the Business and the Order of Improvement of Business to subsidiary Goodwill, Inc., in respect of its worker referral business. Regarding the impact of these Order of Suspension of the Business and the Order of

Improvement of Business, we have projected in the press release “Notice of Revisions to Consolidated Results Forecast and Dividend Forecast for FYE June 2008 (14th term)”, dated December 25, 2007, that the revenues at most locations will start recovering from March 17, 2008 onward following the expiration of the Order. However, due to considerable reinforcement of the internal criteria on compliance and voluntary decision to relinquish the plan to resume the business, among others, we anticipate that the revenues will decrease for approximately 8 billion yen as a result of such efforts to reinforce the compliance structure.

- A part of the transfer of business mentioned in the press release issued on December 25, 2007 under the title, “Notice of Scheduled Change (Assignment) of Certain Subsidiaries and Certain Subsidiary Operations”, is behind schedule. Due to this delay, we have confirmed that the targeted subsidiaries will be consolidated in The Goodwill Group, Inc. in the fiscal year ending June 30, 2008. Through the addition of these subsidiaries, we anticipate that the Group’s revenues for this fiscal year will increase for approximately 18 billion yen.

The consolidated operating profits and consolidated recurring profits

On a consolidated basis, we expect the Group’s operating profits and recurring profits to decrease for 9 billion yen and 6 billion yen respectively.

- Due to the efforts to reinforce the internal criteria on compliance and come to a voluntary decision to relinquish the plan to resume the business, among others, that we have been exerting in response to the Order of Suspension of the Business received by subsidiary Goodwill, Inc., we now foresee that both the operating profits and recurring profits for this fiscal year will decrease for approximately 7 billion yen.
- The Order of Suspension of the Business not only directly affected Goodwill, Inc, but also had adverse impact on the performance of other consolidated subsidiaries, including TechnoPro Engineering, Inc. (formerly The Goodwill Engineering, Inc.). As a consequence, we anticipate that operating profits and recurring profits will turn out to be approximately 1 billion yen lower than the amount projected in the previous forecast.
- Moreover, we also anticipate a decline of another billion yen in operating profits and recurring profits, due to the cost increase led by COMSN, Inc.’s withdrawal from business.
- As announced in the press release published on March 11, 2008 under the title “Notice of Offering of Common and Preferred Stocks through Third-Party Allotment”, we have refinanced 79.5 billion yen. Due to less-than-expected financial burden borne from refinancing (interest expense, etc) and other factors, we anticipate the recurring profits to increase for approximately 3 billion yen.

The consolidated net income

On a consolidated basis, the Group’s net income is expected to decline for 9 billion yen in total.

- We anticipate the Group’s net income to drop for approximately 8 billion yen due to the impact of the Order of Suspension of the Business on Goodwill, Inc., and the self-imposed suspension of operation led by the enforcement of more stringent compliance.
- We also anticipate the Group’s net income to drop for another billion yen or so, due to the increase of loss led by COMSN, Inc.’s withdrawal from business, and the adverse impact on the performance of TechnoPro Engineering, Inc., among other factors.

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