

**Notice of Revision of Financial Results Forecast for the Third Quarter**

Funai Zaisan Consultants Co., Ltd. (“the Company”) notifies that it has revised its forecast of financial results for the fiscal year ending December 2009 (FY2009), from the forecast announced on August 7, 2009 as follows, in the light of recent business performance.

**Description**

**Revision of Consolidated Business Results for FY 2009 (January 1 to December 31, 2009)**

(Millions of yen)

	Revenue	Operating income	Ordinary income	Net income	Net income per share
Forecast previously announced (A)	6,929	△ 606	△ 1,117	△ 1,583	△ 14,978.01
Revised forecast (B)	7,480	△ 3,078	△ 3,621	△ 4,188	△ 39,627.36
Change (B-A)	551	△ 2,472	△ 2,504	△ 2,605	
Rate of change (%)	8.0	—	—	—	
(Ref.) Results of FY 2008	15,269	1,785	947	47	454.33

**Revision of Non-consolidated Business Results for FY 2009**

**(January 1 to December 31, 2009)**

(Millions of yen)

	Revenue	Operating income	Ordinary income	Net income	Net income per share
Forecast previously announced (A)	5,936	△ 747	△ 798	△ 1,729	△ 15,639.43
Revised forecast (B)	6,112	△ 2,834	△ 2,890	△ 3,643	△ 34,467.26
Change (B-A)	176	△ 2,087	△ 2,092	△ 1,914	
Rate of change (%)	3.0	—	—	—	
(Ref.) Results of FY 2008	14,439	1,737	1,567	60	578.90

**Reasons for revision**

**(Revision of accumulated consolidated business forecast for the end of the second quarter)**

Triggered by drastically deteriorating conditions in the real estate market, the Company has been facing tough business climate such as the tightening lending policy by banks and the falling real estate price.

In consideration of these changes in operating climate, the Company revised the sales price of inventories and posted a loss on valuation of inventories by “Financial Accounting Standard for Inventory Valuation” of approx. 1,596 million yen in cost of sales for the 3rd quarter of FY2009.

In addition, the Company decided to recognize impairment loss on investments in approximately 330 million of preferred stock, held by a business reconstruction fund operated by the Company's subsidiary, in the 4th quarter of FY2009. Therefore, it also decided to include the impairment loss in operating cost for the FY2009 business forecast.

A major reason for the revision of the forecast is to reflect above mentioned results of its financial restructuring including early disposition and reassessment of its assets, as well as the improvement of financial strength by cutting interest-bearing debt and corporate reorganization including downsizing. With the thorough reassessment of its assets, the Company does not expect to post losses regarding disposal or impairment of assets after next fiscal year.

During FY2009, the Company excluded two companies, Ukai Co., Ltd. and Nippon Investors Securities Co., Ltd., from application of equity method. The former has already been excluded after stock sell-offs on September 11, 2009, and the latter will be excluded within 4th quarter of FY2009 based on dissolution resolution dated September 30, 2009.

These changes in the scope of consolidation and affiliates will have a positive impact as the expected decrease in loss on equity method affiliate, approximately ¥415 million as amortization of goodwill on annual basis for Ukai Co., Ltd., and approximately ¥165 million\* for Nippon Investors Securities Co., Ltd. These impact have already been budgeted in the consolidated and non-consolidated business results forecast for FY2009 announced on August 7, 2009.

\*Total loss minus collections from liquidation by 2<sup>nd</sup> quarter of FY2009. It does not include ¥67 million actual loss occurred in FY2008.

**(Revision of accumulated non-consolidated business forecast by the end of the second quarter)**

Same reasons of revision as given in accumulated consolidated business forecast.