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Future Architect, Inc.
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Notice of Revision to Forecast of Earnings and Dividends for FY2007

Based on recent earnings trends, Future Architect, Inc. (hereinafter the “Company”) has revised its earnings forecasts (both consolidated and non-consolidated) for the first half of fiscal 2007 and the whole of fiscal 2007 and its projections of dividends, which were all disclosed on February 8, 2007, as follows.

1. Revision to earnings forecast for the first half of fiscal 2007 (January 1, 2007 through June 30, 2007)

(1) Consolidated

	Net sales	Operating income	Ordinary income	Net income	Net income per share
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Yen
Previously announced forecast (A)	11,240	1,430	1,460	790	1,657.53
Revised forecast (B)	11,237	1,168	1,241	325	688.84
Change (B – A)	-3	-262	-219	-465	
Percentage change	-0.0	-18.3	-15.0	-58.9	
(Reference) Results for fiscal 2006	7,646	1,501	1,483	855	1,854.16

(2) Non-consolidated

	Net sales	Operating income	Ordinary income	Net income	Net income per share
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Yen
Previously announced forecast (A)	6,880	1,170	1,400	800	1,678.51
Revised forecast (B)	6,706	972	1,225	454	962.25
Change (B – A)	-174	-198	-175	-346	
Percentage change	-2.5	-16.9	-12.5	-43.3	
(Reference) Results for fiscal 2006	7,494	1,456	1,459	793	1,720.02

2. Revision to earnings forecast for fiscal 2007 (January 1, 2007 through December 31, 2007)

(1) Consolidated

	Net sales	Operating income	Ordinary income	Net income	Net income per share
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Yen
Previously announced forecast (A)	23,500	3,270	3,300	1,840	3,860.58
Revised forecast (B)	23,500	2,830	2,900	1,240	2,628.17
Change (B – A)	—	-440	-400	-600	
Percentage change	—	-13.5	-12.1	-32.6	
(Reference) Results for fiscal 2006	15,261	2,754	2,741	1,525	3,331.45

(2) Non-consolidated

	Net sales	Operating income	Ordinary income	Net income	Net income per share
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Yen
Previously announced forecast (A)	15,000	2,840	3,100	1,770	3,713.71
Revised forecast (B)	15,000	2,390	2,630	1,290	2,734.15
Change (B – A)	—	-450	-470	-480	
Percentage change	—	-15.8	-15.1	-27.1	
(Reference) Results for fiscal 2006	14,831	2,591	2,594	1,405	3,069.50

3. Reason for the revision

(1) Earnings forecast for the first half

We expect both consolidated and non-consolidated net sales to remain almost unchanged from our previously announced figures. However, we project operating income and ordinary income, both on a consolidated and non-consolidated basis, to fall short of our previously announced figures. These weakened forecasts are attributable to the following two factors. First, the Company has not reached an agreement with a client on a contract about an ongoing project, and the conclusion of the relevant contract has been delayed as of today. Hence, contrary to our original plans, we refrained from booking sales of the said project for the first half. Second, the profitability of some operations, which we have decided to scale down, declined more than expected and fell short of our original projections.

We expect both consolidated and non-consolidated net income to be lower than our previously announced figures, because we booked some extraordinary losses, which we will separately announce today.

(2) Earnings forecast for fiscal 2007

We expect net sales for the entire fiscal year to be as we originally projected. Meanwhile, we forecast that operating income, ordinary income and net income will fall slightly short of our earlier

targets. This bleak prediction is partly because we booked additional costs, which are likely to occur in some projects, based on a conservative estimate, and we project that the effects of a planned reorganization of some operations through downsizing will fully contribute to our earnings in and after the next fiscal year.

Against this backdrop, from now on we will shift our management resources to profitable businesses to improve operational efficiency, and make Group-wide efforts to manage costs even more strictly. Despite this, however, operating income, ordinary income and net income, on a consolidated and non-consolidated basis, are likely to fall short of our previously announced figures.

4. Revision to dividend forecast

(1) Reason for the revision

Previously, we had planned to pay a year-end dividend of ¥1,050 per share for the current fiscal year. However, earnings for the entire fiscal year are likely to be worse than our previously announced forecast, as described above, and hence we have decided to revise the expected year-end dividend down to ¥850 per share.

(2) Details of the revision

Record date	Dividend per share (yen)		
	First half-end	Year-end	Annual
Previous dividend forecast (announced on February 8, 2007)	—	1,050	1,050
Revised forecast	—	850	850
Actual dividend for fiscal 2007			
Actual dividend for fiscal 2006	—	950	950

Note: The above forecasts are based on information available as of the day of announcement of this material. Actual results may differ from these forecasts for a variety of reasons.