

February 1, 2010

Corporate name: Future Architect, Inc.
Code: 4722, Tokyo Stock Exchange, Section 1
Representative: Shin Yasunobe, President and COO
Contact: Shinji Yamamoto, Director, Executive
Officer and Manager of Corporate Strategy Division
(Tel: +81-3-5740-5724)

Notice on Occurrence of Extraordinary Losses and Revision to Earnings Forecast for Fiscal 2009 (Year ended December 31, 2009)

The Company hereby announces that the Board of Directors resolved at a meeting held on February 1, 2010, to post extraordinary losses as follows. It also announces that it has revised its earnings forecast (consolidated and non-consolidated) for the fiscal year ended December 31, 2009, which were disclosed on February 5, 2009, as follows.

The Company plans to pay dividends in the amount of ¥1,600 per share for fiscal 2009, as the projected dividend payment that has already been disclosed.

1. Occurrence and Details of Extraordinary Losses

Uoei Shoten Corporation, a consolidated subsidiary of the Company, has focused on restructuring after considering the business results in the previous fiscal year (fiscal 2008). It has achieved this by renovating or closing unprofitable stores, reviewing sales strategies, conducting a purchase reform and taking other measures. As a result, the business results of the company have been more favorable than projected and the amount of losses is expected to decrease significantly.

However, regional economies in particular are still sluggish as the overall business remains weak. Against this backdrop, we strictly verified, evaluated and reviewed the growth plan and profitability of the company and judged that it is proper to recognize impairment losses on assets, which are excessive compared with cash flows to be generated in the future, and to set aside a reserve for shares of Future Investment Corporation, which is the parent company of Uoei Shoten Corporation, and for loans to the company. We decided to post the impairment losses and the reserve as extraordinary losses.

Breakdown of extraordinary losses posted in the fourth quarter of fiscal 2009

Item	Amount (Consolidated)	Amount (Non-consolidated)
Impairment losses	¥217 million	¥- million
Provision of reserve for investment losses	¥- million	¥313 million
Provision of allowance for doubtful accounts	¥- million	¥310 million
Other items	¥182 million	¥106 million
Total	¥400 million	¥730 million

2. Revision to Earnings Forecast for Fiscal 2009 (January 1, 2009 through December 31, 2009)

(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)	26,100	3,200	3,250	1,930	4,392.56
Revised forecast (B)	23,658	2,618	2,704	1,204	2,719.50
Change (B - A)	(2,441)	(581)	(545)	(725)	
Percentage change (%)	(9.4)	(18.2)	(16.8)	(37.6)	
(Reference) Results for Fiscal 2008	28,174	2,598	2,678	701	1,569.29
Year-on-year percentage change (%)	(16.0)	0.8	1.0	71.7	

(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)	17,000	3,100	3,150	1,620	3,687.02
Revised forecast (B)	15,400	2,726	2,768	1,046	2,361.40
Change (B - A)	(1,599)	(373)	(381)	(573)	
Percentage change (%)	(9.4)	(12.1)	(12.1)	(35.4)	
(Reference) Results for Fiscal 2008	19,225	2,891	3,118	1,016	2,272.88
Year-on-year percentage change (%)	(19.9)	(5.7)	(11.2)	3.0	

3. Reasons for the Revisions

(1) Consolidated

We expect net sales to be below the figure disclosed last time, due to the postponement of investment following the worsening of the external environment and to the freezing of projects for some reasons attributable to clients.

Under this harsh situation, the Company has been pushing forward with the enhancement of project management, thorough cost management and other measures under its policy of attaching "more importance to quality than quantity." We expect operating income and ordinary income to exceed those posted in the previous year, but we project they will be below the figures announced last time.

Though net income decreased from a year earlier, we expect it to be below the figure disclosed last time, reflecting the posting of extraordinary losses as described in "1. Occurrence and Details of Extraordinary Losses."

(2) Non-consolidated

The reasons for the revision to non-consolidated earnings forecast are almost the same as those for the revision to consolidated earnings forecast.

The business earnings themselves remain steady, and the decrease in net income for the period under review is chiefly due to extraordinary losses caused by the reserve for and devaluation of assets. Given these facts, the Company plans to pay a ¥1,600 per-share dividend as disclosed last time.

Note: The above forecasts are based on information available as of the day this material was announced.
Various factors may cause actual results to differ from these forecasts.

- Any questions relating to the above press release should be directed to:
Investor Relations,
Corporate Strategy Division,
Future Architect, Inc.
Direct line (IR Section): +81-3-5740-5724
E-mail: ir@future.co.jp