

April 30, 2008  
SURUGA CORPORATION  
( TSE2 : 1880 )

**Notice of a Revision on Business Forecasts**

SURUGA CORPORATION announces a revision on business forecasts for the full fiscal year ending March 31, 2008, which were originally released on October 4, 2007.

1. Revised estimates for the full year ending March, 2008 from April 1, 2007 to March 31, 2008

(Unit: million of yen)

Consolidated

	Sales	Operating Profit	Recurring Profit	Net Income
Previous Estimates(A)	140,000	22,200	18,850	10,100
Revised Estimates(B)	125,800	22,800	19,200	9,100
Amount of change (B-A)	-14,200	600	350	-1,000
% change	-10.1	2.7	1.9	9.9
(Reference) Results for the same period in 2006	80,810	15,079	13,043	7,674

Non-consolidated

	Sales	Operating Profit	Recurring Profit	Net Income
Previous Estimates(A)	139,200	21,880	18,550	9,920
Revised Estimates(B)	125,000	22,600	19,000	9,000
Amount of change (B-A)	-14,200	720	450	-920
% change	-10.2	3.3	2.4	-9.3
(Reference) Results for the same period in 2006	79,221	14,758	12,730	7,480

2. Reasons for the revision

Japanese real estate market has seen the drastic slowdown since late last year due to the credit crunch caused by subprime mortgage crisis, tightening of regulation with amendment of Building Code and enforcement of Financial Instruments and Exchange Law. Under these circumstances, we revised our sales downward as the sales of properties we initially forecasted to sell in the fourth quarter did not happen as planned.

Furthermore, we posted an extraordinary loss due to the revaluation of the real estate in hand

(approx. 1.5 billion yen) and devaluation of the injected capital and loan to the foreign subsidiary (approx. 900 million yen).

< Remarks >

The above-mentioned estimates are prepared on the basis of the information available as of the release date of this document, and the actual results may be changed from the forecasts due to various factors.