

Summary of Business Results for the First Quarter Ended March 31, 2011

[Japan GAAP] (Consolidated)

May 11, 2011

Listed on the OSE JASDAQ Market

Company Shinoken Group Co., Ltd.
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 Expected date of filing of quarterly report: May 13, 2011
 Expected starting date of dividend payment: —
 Preparation of quarterly supplementary financial document: None
 Quarterly results briefing: None

(Rounded down to million yen)

1. Consolidated business results for the three months ended March 2011

(January 1, 2011 through March 31, 2011)

(1) Consolidated results of operations

(% change from the previous corresponding period)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended Mar. 2011	6,206	19.0	524	47.7	396	70.7	184	38.9
Three months ended Mar. 2010	5,211	—	354	—	232	—	132	—

	Net income per share		Diluted net income per share	
	Yen		Yen	
Three months ended Mar. 2011	2,125.14		—	
Three months ended Mar. 2010	1,529.34		—	

(2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Mar. 2011	13,374	984	7.3	11,311.36
As of Dec. 2010	14,524	793	5.4	9,088.28

(Reference) Shareholders' equity

As of March 2011: 979 million yen
 As of December 2010: 786 million yen

2. Dividends

	Annual dividend				
	End of 1Q	End of 2Q	End of 3Q	Year-end	Total
	Yen		Yen		Yen
Year ended Dec. 2010	—	0.00	—	0.00	0.00
Year ending Dec. 2011	—	—	—	—	—
Year ending Dec. 2012 (forecast)	—	0.00	—	0.00	0.00

(Note) Revisions to dividend forecast for the current quarter: None

3. Forecast of consolidated business results for the year ending December 2011

(January 1, 2011 through December 31, 2011)

(% change from the previous year)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
For the six months ending Jun. 2011	9,800	12.4	600	(3.4)	350	(15.2)	140	(25.2)	1,616.74
Year ending Dec. 2011	21,000	6.8	1,200	0.5	850	4.4	450	286.2	5,196.66

(Note) Revisions to business forecast for the current quarter: Yes

4. Others

(1) Changes in significant subsidiaries during the period: None

(Note) This item indicates whether there were changes in specified subsidiaries that caused a change in the scope of consolidation during the period.

(2) Applications of simplified accounting procedures and specific accounting procedures: None

(Note) This item indicates whether the Company has adopted simplified accounting procedures and accounting procedures specific to quarterly consolidated financial statements.

(3) Changes in rules, procedures and indication methods of accounting procedures

① Changes due to revision of accounting standards: None

② Changes other than ①: None

(4) Shares outstanding (common stock)

① Number of shares outstanding at end of period (treasury stock included)

As of March 2011 87,182 shares

Year ended December 2010 87,182 shares

② Treasury stock at the end of period

As of March 2011 588 shares

Year ended December 2010 588 shares

③ Average number of stock during period (quarterly cumulative period)

Three months ended March 2011 87,182 shares

Three months ended March 2010 87,182 shares

* Implementation status of quarterly review procedure

This financial summary is not subject to the quarterly review procedures pursuant to the Financial Instruments and Exchange Act. At the time of disclosure of this report, the procedures for review of consolidated financial statements pursuant to the Financial Instruments and Exchange Act have not been completed.

* Explanation regarding appropriate use of business forecasts and other special instructions

The Company made revisions to its business forecasts for the six months ending June 2011 announced on February 14, 2011.

Forecasts regarding future performance in this material are based on information available at the time this report was prepared. Actual results may differ from the forecasts due to various factors.