

Summary of Business Results for the Second Quarter Ended June 30, 2011 [Japan GAAP] (Consolidated)

August 9, 2011

Listed on the OSE JASDAQ Market

Company **Shinoken Group Co., Ltd.**

Stock Code 8909 URL: <http://www.shinoken.co.jp>

Representative Hideaki Shinohara, President and CEO

Contact Junichi Tsurukawa, Director, General Manager of Administration Dept. TEL: +81-92-477-0040

Expected date of filing of quarterly report: August 12, 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 six months ended June 2011

(January 1, 2011 through June 30, 2011)

(1) Consolidated results of operations

(Percentage figures represent year-on-year changes)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Six months ended Jun. 2011	9,354	7.3	770	23.9	507	22.9	202	8.1
Six months ended Jun. 2010	8,712	—	621	—	412	—	187	—

	Net income per share		Diluted net income per share	
	Yen	Yen	Yen	Yen
Six months ended Jun. 2011	2,359.25	—	—	—
Six months ended Jun. 2010	2,163.72	—	—	—

(2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Jun. 2011	13,705	943	6.8	11,226.33
As of Dec. 2010	14,524	793	5.7	9,088.28

(Reference) Shareholders' equity:

As of June 2011: 938 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	Yen	Yen
Year ended Dec. 2010	—	0.00	—	0.00	0.00
Year ending Dec. 2011	—	0.00	—	0.00	0.00
Year ending Dec. 2011 (forecast)	—	—	—	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
Year ending Dec. 2011	21,000	6.8	1,200	0.5	850	4.4	1,050	801.2	12,394.97

(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: Yes

(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 June 2011	87,182 shares
Year ended December 2010	87,182 shares

② Treasury stock at the end of period

As of June 2011	3,588 shares
Year ended December 2010	588 shares

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

Six months ended June 2011	85,848 shares
Six months ended June 2010	86,594 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 year ending December 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.