

Summary of Business Results for the Year Ended December 31, 2011

[Japan GAAP] (Consolidated)

February 14, 2012

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.
 Expected date of annual shareholders' meeting: March 28, 2012
 Expected date of filing of annual securities report: March 28, 2012
 Preparation of supplementary financial document: None
 Results briefing: None

Listed on the OSE JASDAQ Market

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Expected starting date of dividend payment: March 29, 2012

(Rounded down to million yen)

1. Consolidated business results for the year ended December 2011

(January 1, 2011 through December 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 | % |
| Year ended Dec. 2011 | 19,822 | 0.8 | 1,309 | 9.6 | 881 | 8.3 | 1,001 | 759.4 |
| Year ended Dec. 2010 | 19,659 | — | 1,193 | — | 814 | — | 116 | — |

(Note) Comprehensive income:

Year ended December 2011: 996 million yen (999.8%)

Year ended December 2010: 90 million yen (—%)

| | Net income per share | Diluted net income per share | Return on equity | Ratio of ordinary income to total assets | Ratio of operating income to net sales |
|----------------------|----------------------|------------------------------|------------------|--|--|
| | Yen | Yen | % | % | % |
| Year ended Dec. 2011 | 11,820.87 | — | 80.8 | 5.4 | 6.6 |
| Year ended Dec. 2010 | 1,345.49 | — | 15.7 | 5.7 | 6.1 |

(Reference) Investment earnings/loss on equity-method:

Year ended December 2011: 64 million yen

Year ended December 2010: 60 million yen

(2) Consolidated financial position

| | Total assets | Net assets | Shareholders' equity ratio | Net assets per share |
|-----------------|--------------|-------------|----------------------------|----------------------|
| | Million yen | Million yen | % | Yen |
| As of Dec. 2011 | 15,878 | 1,697 | 10.7 | 20,250.72 |
| As of Dec. 2010 | 14,524 | 793 | 5.4 | 9,088.28 |

(Reference) Shareholders' equity:

As of December 2011: 1,692 million yen

As of December 2010: 786 million yen

(3) Consolidated results of cash flows

| | Cash flows from operating activities | Cash flows from investing activities | Cash flows from financing activities | Cash and cash equivalents at the end of period |
|----------------------|--------------------------------------|--------------------------------------|--------------------------------------|--|
| | Million yen | Million yen | Million yen | Million yen |
| Year ended Dec. 2011 | 1,689 | (394) | (1,549) | 1,449 |
| Year ended Dec. 2010 | 3,172 | (998) | (1,313) | 1,664 |

Dividends

| | Annual dividend | | | | | Total dividends (Total) | Dividend payout ratio (Consolidated) | Rate of total dividend to net assets (Consolidated) |
|----------------------------------|-----------------|-----------|-----------|----------|--------|-------------------------|--------------------------------------|---|
| | End of 1Q | End of 2Q | End of 3Q | Year-end | Annual | | | |
| | Yen | Yen | Yen | Yen | Yen | Million yen | % | % |
| Year ended Dec. 2010 | — | 0.00 | — | 0.00 | 0.00 | — | — | — |
| Year ended Dec. 2011 | — | 0.00 | — | 550.00 | 550.00 | 45 | 4.7 | 3.7 |
| Year ending Dec. 2012 (forecast) | — | 0.00 | — | 600.00 | 600.00 | | 7.7 | |

3. Forecast of consolidated business results for the year ending December 2012

(January 1, 2012 through December 31, 2012)

(% 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. 2012 | 11,000 | 17.6 | 650 | (15.6) | 400 | (21.2) | 300 | 48.1 | 3,588.77 |
| Year ending Dec. 2012 | 23,000 | 16.0 | 1,400 | 6.9 | 900 | 2.0 | 650 | (35.0) | 7,775.68 |

4. Others

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries accompanying changes in the scope of consolidation): None

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

① Changes due to revision of accounting standards: Yes

② Changes other than ①: None

(3) Shares outstanding (common stock)

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

As of December 2011 87,182 shares

As of December 2010 87,182 shares

② Treasury stock at the end of period:

As of December 2011 3,588 shares

As of December 2010 588 shares

③ Average number of stock during period

Year ended December 2011 84,711 shares

Year ended December 2010 86,594 shares

(Reference) Summary of non-consolidated business results

1. Non-consolidated business results for the year ended December 2011

(January 1, 2011 through December 31, 2011)

(1) Non-consolidated results of operations

(% change from the previous year)

| | Net sales | | Operating income | | Ordinary income | | Net income | |
|----------------------|-------------|------|------------------|------|-----------------|------|-------------|-------|
| | Million yen | % | Million yen | % | Million yen | % | Million yen | % |
| Year ended Dec. 2011 | 478 | 17.4 | 78 | 40.9 | 105 | 26.5 | 425 | 251.2 |
| Year ended Dec. 2010 | 407 | — | 55 | — | 83 | — | 121 | — |

| | Net income per share | Diluted net income per share |
|----------------------|----------------------|------------------------------|
| | Yen | Yen |
| Year ended Dec. 2011 | 5,022.36 | — |
| Year ended Dec. 2010 | 1,398.88 | — |

(2) Non-consolidated financial position

| | Total assets | Net assets | Shareholders' equity ratio | Net assets per share |
|-----------------|--------------|-------------|----------------------------|----------------------|
| | Million yen | Million yen | % | Yen |
| As of Dec. 2011 | 2,178 | 1,708 | 78.2 | 20,387.89 |
| As of Dec. 2010 | 1,721 | 1,338 | 77.4 | 15,383.33 |

(Reference) Shareholders' equity:

As of December 2011: 1,704 million yen

As of December 2010: 1,332 million yen

※Implementation status of auditing procedure

This financial summary is not subject to auditing procedure pursuant to the Financial Instruments and Exchange Act. At the time of disclosure of this report, the auditing procedure of financial statements pursuant to the Financial Instruments and Exchange Act is being conducted.

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

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