



April 16, 2009

To Whom It May Concern

Heiwa Real Estate Co., Ltd.  
Sakutaro Kimbara  
President, Director  
(Code No. 8803)

### Revision of Financial Forecasts for Fiscal Year Ended March 31, 2009

In light of recent financial trends and other factors, Heiwa Real Estate Co., Ltd. has revised its financial forecasts for the full year ended March 31, 2009 from those announced in the financial results dated January 30, 2009.

#### 1. Revision of Consolidated Financial Forecasts

Full year ended March 31, 2009 (April 1, 2008 to March 31, 2009)

	Operating revenue	Operating income	Ordinary income	Net income	Net income per share
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Yen
Previous forecasts: A	48,500	9,100	6,000	2,200	14.80
Revised forecasts: B	51,900	9,100	6,000	800	5.38
Amount of change: B – A	3,400	–	–	(1,400)	(9.42)
Percent change (%)	7.01	–	–	(63.64)	(63.65)
(Reference) Full year ended March 31, 2008	31,384	9,205	7,176	3,737	25.56

#### 2. Revision of Non-consolidated Financial Forecasts

Full year ended March 31, 2009 (April 1, 2008 to March 31, 2009)

	Operating revenue	Operating income	Ordinary income	Net income	Net income per share
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Yen
Previous forecasts: A	45,400	8,700	6,000	2,200	14.80
Revised forecasts: B	48,800	8,700	6,000	1,100	7.40
Amount of change: B – A	3,400	–	–	(1,100)	(7.40)
Percent change (%)	7.49	–	–	(50.00)	(50.00)
(Reference) Full year ended March 31, 2008	28,212	8,644	6,854	3,691	25.25

### 3. Reasons for the Revisions

We have revised our financial forecasts for the full year ended March 31, 2009 for the following reasons. Operating revenue and operating income increased, thanks to the advanced sale of real estate for development and sale. Meanwhile, we have reviewed our future plan for real estate for sale in consideration of the currently weak market conditions. We expect to record a higher loss on revaluation of inventories in the “Cost of sales” account item, in comparison with the previous financial forecasts. We also expect to record a higher loss on revaluation of investment securities as a result of further declines in the market prices of investment securities owned.

Our revision of the non-consolidated financial forecasts is the same as our revision of the consolidated financial forecasts.

### 4. Dividend Forecasts

We have not revised any dividend forecasts (6.00 yen per share of second quarter dividends; 6.00 yen per share of year-end dividends; 12.00 yen per share of annual dividends) announced in the financial results dated January 30, 2009.

<p>The information stated in this reference material was compiled based on data considered reasonable as of the date of compilation of this reference material, and is subject to various uncertain factors. Accordingly, we do not ensure or promise the accuracy or completeness of the information, and may revise the information without notice. We also bear no liability for any deficiencies or errors of the data or expressions used in this reference material.</p>
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