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KITO CORPORATION

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Notice of Difference between Business Forecasts and Actual Performance for the Year Ended March 2011

KITO Corporation announces the difference compared with the business forecasts for the year ended March 2011 (April 1, 2010 – March 31, 2011) which were announced on November 2, 2010. Details are as follows.

1. Difference between consolidated forecasts and actual performance for the year ended March 2011

(1) Difference between consolidated forecasts and actual performance (April 1, 2010 – March 31, 2011)

(Yen in millions)

	Net sales	Operating income	Ordinary income	Net income	Net income per share (yen)
Previous forecast (A)	28,000	1,100	800	450	3,696.68
Revised forecast (B)	28,095	1,119	885	423	3,470.30
Increase/decrease (B-A)	95	19	85	(26)	
Percentage change (%)	0.3	1.8	10.6	(5.9)	
(Ref.) Previous results (Year ended Mar. 2010)	23,925	437	471	122	910.72

(2) Difference between non-consolidated forecasts and actual performance (April 1, 2010 – March 31, 2011)

(Yen in millions)

	Net sales	Operating income	Ordinary income	Net income	Net income per share (yen)
Previous forecast (A)	17,000	(500)	(250)	(100)	(821.48)
Revised forecast (B)	17,331	(493)	11	80	661.94
Increase/decrease (B-A)	331	6	261	180	
Percentage change (%)	2.0	—	—	—	
(Ref.) Previous results (Year ended Mar. 2010)	14,682	(886)	(595)	(251)	(1,866.58)

2. Reason for difference

Non-consolidated ordinary income and net income for the year ended March 2011 exceeded the previous forecasts due mainly to dividend received from KITO CANADA INC., KITO's subsidiary which performed well. As a result, KITO was able to secure profits. Consolidated and non-consolidated sales and operating income for the year ended March 2011 are generally in line with the previous forecasts.