



Consolidated Earnings Report for Six Months Ended March 20, 2009

(September 21, 2008 – March 20, 2009)

April 28, 2009

Company name: **FALCO biosystems Ltd.**
 Stock exchange listing: Tokyo Stock Exchange, 1st Section
 Osaka Securities Exchange, 1st Section
 Stock code: 4671
 URL: <http://www.falco.co.jp>
 Representative Director: Kenjiro Hirasaki
 Contact: Tadashi Yasuda,
 Executive Director, General Manager of Planning Management Division
 Telephone: +81-75-257-8556
 Scheduled filing date for quarterly reports: May 1, 2009
 Scheduled start date for payment of dividends: June 10, 2009

(Figures less than one million yen are rounded down)

1. Consolidated Business Results for Six Months Ended March 20, 2009 (September 21, 2008 - March 20, 2009)

(1) Business Results (Cumulative)

(Each "YoY change" represents the relevant change in percentage relative to the same period of the previous year.)

	Net Sales		Operating Income		Ordinary Income		Net Income	
	Million Yen	YoY change (%)	Million Yen	YoY change (%)	Million Yen	YoY change (%)	Million Yen	YoY change (%)
Six months ended March 20, 2009	18,968	—	597	—	575	—	(51)	—
Six months ended March 20, 2008	18,059	6.7	407	(37.6)	312	(49.7)	25	(92.3)

	Net Income (Loss) per Share (Basic)	Net Income (Loss) per Share (Diluted)
	Yen	Yen
Six months ended March 20, 2009	(4.26)	—
Six months ended March 20, 2008	2.05	—

(2) Financial Position

	Total Assets	Net Assets	Equity Ratio	Net Assets per Share
	Million Yen	Million Yen	%	Yen
As of ended March 20, 2009	32,497	11,059	34.0	925.59
As of September 20, 2008	29,257	11,394	38.9	939.79

(Reference) Equity capital

As of March 20, 2009, 11,059 million yen; as of September 20, 2008, 11,394 million yen

2. Dividends

(Record date)	Dividend per share				
	End Q1	End Q2	End Q3	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
Year ended September 20, 2008	—	10.00	—	10.00	20.00
Year ending September 20, 2009	—	10.00	—	—	20.00
Year ending September 20, 2009 (Forecast)	—	—	—	10.00	

(Note) Revisions to dividend forecast in current quarter: None

3. Consolidated Forecasts for Fiscal Year Ending September 20, 2009 (September 21, 2008 – September 20, 2009)

(Each “YoY change” represents the relevant change in percentage relative to the same period of the previous year.)

	Net Sales		Operating Income		Ordinary Income		Net Income		Net Income per Share (Basic)
	Million Yen	YoY change (%)	Million Yen	YoY change (%)	Million Yen	YoY change (%)	Million Yen	YoY change (%)	Yen
Full year	39,700	6.0	1,200	17.6	1,100	29.0	330	187.0	27.33

(Note) Revisions to consolidated forecast figures in current quarter: None

4. Other

(1) Number of shares outstanding (common stock)

1) Number of shares outstanding at term-end (including treasury stock)

Six months ended March 20, 2009, 12,356,177 shares; year ended September 20, 2008, 12,356,177 shares

2) Number of treasury shares at term-end

Six months ended March 20, 2009, 407,287 shares; year ended September 20, 2008, 231,627 shares

3) Average number of shares through accounting period (quarterly consolidated accumulative period)

Six months ended March 20, 2009, 12,073,191 shares; six months ended March 20, 2008, 12,271,127 shares

Note: Explanations regarding the appropriate use of earnings forecasts and other special note

1. All matters contained in these materials regarding future developments, such as earnings forecasts, are recorded based on information currently held by the company and certain assumptions considered to be rational at the time, but there is the possibility of large variations with outcomes due to a variety of factors, including business results.

2. “Accounting Standard for Quarterly Financial Reporting” (ASBJ Statement No.12) and “Guidance on Accounting Standard for Quarterly Financial Reporting” (ASBJ Guideline No.14) have been applied from the current consolidated fiscal year. Moreover, quarterly consolidated financial statements have been prepared in accordance with the “Regulation for Quarterly Consolidated Financial Statements.”