

Consolidated Earnings Report For Fiscal Year Ended March 31, 2010

(September 21, 2009 – March 31, 2010)

Company name: FALCO SD Holdings Co., Ltd.
 Stock exchange listing: Tokyo Stock Exchange, 1st Section
 Osaka Securities Exchange, 1st Section
 Stock code: 4671
 URL: <http://www.falco.co.jp>
 Representative: Kenjiro Hirasaki
 Representative Director, President
 Contact: Tadashi Yasuda
 Executive Director of Strategy Division
 Telephone: +81-75-257-8585
 Scheduled date for Ordinary
 General Meeting of
 Shareholders: June 22, 2010
 Scheduled date for
 commencement of dividend
 payment: June 23, 2010
 Scheduled date for submission
 of securities report: June 22, 2010

(Figures less than one million yen are rounded down)

1. Consolidated Business Results for Fiscal Year Ended March 31, 2010 (September 21, 2009 - March 31, 2010)

(1) Business Results

(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 (%)
Year ended March 31, 2010	19,884	–	649	–	552	–	145	–
Year ended September 20, 2009	39,458	5.3	1,751	71.6	1,561	83.0	619	435.7

	Net Income per Share (Basic)	Net Income per Share (Diluted)	ROE	Ratio of Ordinary Income to Total Assets	Ratio of Operating Income to Net Sales
	Yen	Yen	%	%	%
Year ended March 31, 2010	12.20	–	1.3	1.7	3.3
Year ended September 20, 2009	51.59	–	5.4	5.0	4.4

(For reference) Equity in earnings of affiliates

Fiscal year ended March 2010 -million yen

Fiscal year ended September 2009 -million yen

(Note) Because the term ended March 31, 2010 is a transitional period for the change of accounting term (September 21, 2009 to March 31, 2010), no figures have been included for the rates of change against the previous term. Further, net income per share, ROE, and ratio of ordinary income to total assets for the term ended March 31, 2010 are the figures corresponding to profit and loss for the period from September 21, 2009 to March 31, 2010.

(2) Financial Position

	Total Assets	Net Assets	Equity Ratio	Net Assets per Share
	Million Yen	Million Yen	%	Yen
As of March 31, 2010	32,827	11,585	35.3	969.62
As of September 20, 2009	33,653	11,547	34.3	966.43

(For reference) Shareholders' equity:

March 31, 2010: 11,585 million yen

September 20, 2009: 11,547 million yen

(3) Cash Flows

	Cash Flows from Operating Activities	Cash Flows from Investing Activities	Cash Flows from Financing Activities	Cash and Cash Equivalents at End of Period
	Million Yen	Million Yen	Million Yen	Million Yen
Year ended March 31, 2010	1,283	(619)	(642)	8,130
Year ended September 20, 2009	3,292	(1,338)	1,882	8,109

2. Dividends

	Dividend per share					Total Annual Cash Dividends	Dividend Payout Ratio (Consolidated)	Ratio of Dividends to Net Assets (Consolidated)
	End 1 st qtr	End 2 nd qtr	End 3 rd qtr	Year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Million Yen	%	%
Year ended September 20, 2009	—	10.00	—	10.00	20.00	238	38.8	2.1
Year ended March 31, 2010	—	0.00	—	10.00	10.00	119	82.0	1.0
Year ending March 31, 2011 (Forecast)	—	10.00	—	10.00	20.00	—	28.8	—

3. Consolidated Forecasts for Fiscal Year Ending March 31, 2011 (April 1, 2010 – March 31, 2011)

(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
2 nd quarter consolidated cumulative period	30,000	—	1,200	—	1,100	—	500	—	38.54
Full year	60,000	—	2,000	—	1,900	—	900	—	69.38

(Note) Because the term ended March 31, 2010 is a transitional period for the change of accounting term (September 21, 2009 to March 31, 2010), no forecast figures for rates of change against the previous term or the same quarter of the previous term have been included.

(For reference) Overview of Non-Consolidated Business Results

1. Non-consolidated Business Results for Fiscal Year Ended March 31, 2010 (September 21, 2009 – March 31, 2010)

(1) Business Results

(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 (%)
Year ended March 31, 2010	11,914	—	134	—	302	—	271	—
Year ended September 20, 2009	24,559	4.8	672	196.9	758	443.4	31	—

	Net Income per Share (Basic)	Net Income per Share (Diluted)
	Yen	Yen
Year ended March 31, 2010	22.74	—
Year ended September 20, 2009	2.65	—

(Note) Because the term ended March 31, 2010 is a transitional period for the change of accounting term (September 21, 2009 to March 31, 2010), no figure has been included for the rate of change against the previous term. Further, net income per share for the term ended March 31, 2010 is the figure corresponding to profit and loss for the period from September 21, 2009 to March 31, 2010.

(2) Financial Position

	Total Assets	Net Assets	Equity Ratio	Net Assets per Share
	Million Yen	Million Yen	%	Yen
As of March 31, 2010	22,318	10,605	47.5	887.56
As of September 20, 2009	27,027	10,192	37.7	852.98

(For reference) Shareholders' equity:

March 31, 2010: 10,606 million yen
September 20, 2009: 10,192 million yen

2. Consolidated Forecasts for Fiscal Year Ending March 31, 2011 (April 1, 2010 – March 31, 2011)

(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
2 nd quarter consolidated cumulative period	720	—	120	—	80	—	80	—	6.17
Full year	1,600	—	400	—	300	—	300	—	23.13

(Note) Because the term ended March 31, 2010 is a transitional period for the change of accounting term (September 21, 2009 to March 31, 2010), no forecast figures for rates of change against the previous term or the same quarter of the previous term have been included.

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

1. Forecasts of business results and other forecasts in this release are based on information available and certain assumption judged to be reasonable. Actual results may differ from those forecasted due to a variety of factors.
2. The figures for net income per share have been calculated in consideration of the planned number of shares granted on the occasion of the share exchange implemented on April 1, 2010.