

November 2, 2010

To whom it may concern:

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Securities code: 8840
Listing: First Section, Tokyo Stock Exchange
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**Announcement of Revision of Consolidated Performance Forecast
for the First Six Months Ended September 30, 2010**

DAIKYO INCORPORATED (the “Company”) hereby announces that based on recent trends in its financial results, it has revised the consolidated performance forecast for the first six months ended September 30, 2010, included with the financial results announced on May 12, 2010, as follows:

1. Revision of the Consolidated Performance Forecast for the First Six Months Ended September 30, 2010

(Millions of yen)

	Net sales	Operating income	Ordinary income	Net income	Net income per share
Previous forecast (A)	123,000	3,000	1,000	300	¥0.68
Revised forecast (B)	129,000	6,000	4,600	3,300	¥7.47
Change (B – A)	6,000	3,000	3,600	3,000	—
Change (%)	4.9	100.0	360.0	—	—
(Reference) Results for the first six months ended September 30, 2009	155,939	5,359	4,361	3,875	¥11.33

2. Reasons for the Revision

Results from the main business of condominium sales are trending above initial projections, and the real estate management and real estate brokerage segments are also recording solid results. Based on this performance, combined with the results of expense reduction efforts, consolidated operating income, ordinary income, and net income for the first six months of the fiscal year are expected to be significantly higher than initially projected, and the forecasts have therefore been revised accordingly.

The initially announced figures in the consolidated performance forecast for the full fiscal year have been left unchanged, in light of increasing uncertainty regarding the future direction of the economy and the need to confirm market trends and business conditions from the second half.

<Note Regarding Performance Forecasts>

The above forecasts are based on the information available to the Company as of the date this document was published. Actual performance may differ from the forecast figures as a result of various factors.

Disclaimer

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