



February 23, 2007

To: Whom it may concern,

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 ( Code: 7518 First Section of Tokyo Stock Exchange )  
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Notice regarding revised forecasts

Please be advised that based on recent business performance trends, forecast for the fiscal year ending March 2007 (April 1, 2006 to March 31, 2007) announced in August 7, 2006 announcement of financial statements has been revised as follows.

1. Revised forecast for the fiscal year ending March 2007 (April 1, 2006 to March 31, 2007)

( Consolidated )

( unit: million yen )

	Sales	Ordinary Profit	Current Net Income
Previous forecast (A)	120,000	7,500	4,300
Revised forecast (B)	108,000	5,200	2,800
Difference (B-A)	12,000	2,300	1,500
Ratio (B-A)/A	10.0%	30.7%	34.9%
Previous FY ended March, 2006	107,383	7,824	4,783

( Non-Consolidated )

( unit: million yen )

	Sales	Ordinary Profit	Current Net Income
Previous forecast (A)	117,000	7,000	4,100
Revised forecast (B)	106,000	5,000	2,750
Difference (B-A)	11,000	2,000	1,350
Ratio (B-A)/A	9.4%	28.6%	32.9%
Previous FY ended March, 2006	105,508	6,855	4,226

## 2 . Factors leading to revisions of forecasts

The EP sector (non-governmental enterprises) is seeing an increase in capital spending on the whole, especially in financial industry where it remains strong, although differences among industries can be noticed.

The SP sector (telecom industries and ISPs), amid the run-up to the Next Generation Network, showed decreasing investments to existing infrastructure. Net One strived to generate new business to compensate for the plunge in the existing business but could not make up the loss incurred by the decreasing investments to existing infrastructure.

In the Public sector, amounts of orders accepted and sales orders continue to fall short of annual sales target as fierce price competition is heating up in this sector.

Taking full account of the above circumstances, Net One will revise downward the forecast for the fiscal year ending March 2007.

( Note ) Above-mentioned forecasts are calculated based on currently available information and actual results may differ from the forecasts due to various unforeseeable factors.