

Financial Results for the year ended March 31, 2008

May 9, 2008

ROUND ONE corporation

The person who accepts inquiry.

C.E.O. and President

Managing Director and General Manager of Administrative Division

Masahiko Sugino

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Dividend will be paid on after:

June 23, 2008

Date of Regular General Shareholder's Meeting : June 21, 2008.

Date of presentation expected date of securities report : June 23, 2008.

1. Business Results for the year ended in March 2008. (April 1, 2007 to March 31, 2008)

(1) Operating Results

(Figures are rounded down to the nearest million yen.)

	Sales		Operating Income		Ordinary Income		Net Income	
	¥mn	%	¥mn	%	¥mn	%	¥mn	%
Term 2008.	77,993	18.5	18,287	2.1	15,986	(2.4)	9,152	(5.9)
Term 2007.	65,826	-	17,913	-	16,385	-	9,730	-

	Earnings per Share	Net Income per share, fully diluted	Return on Equity	Ordinary Income to Total capital ratio	Operating Income to sales ratio
			%	%	%
Term 2008.	¥14,507.10	¥14,507.05	13.9	9.3	23.4
Term 2007.	¥15,510.19	¥15,411.55	15.7	9.8	27.2

(Note) Investment gains and losses by the equity method Term 2008 : None , Term 2007 : None

(2) Financial Status

(Figures are rounded down to the nearest million yen.)

	Total Assets	Net Assets	Shareholder's Equity Ratio	Shareholder's Equity Per Share
	¥mn	¥mn	%	
Term 2008.	176,384	69,694	39.5	¥110,452.57
Term 2007.	166,357	61,822	37.2	¥97,954.49

(Note) Shareholder's equity Term 2008 : ¥69,694mn , Term 2007 : ¥61,801mn

(3) Cash Flow

(Figures are rounded down to the nearest million yen.)

	Cash flow by operating activities	Cash flow by investing activities	Cash flow by financing activities	Cash and cash equivalents at the end of quarter
	¥mn	¥mn	¥mn	¥mn
Term 2008.	17,285	(23,632)	3,256	10,808
Term 2007.	9,766	(43,083)	22,147	13,898

2.Dividend Payment

(Figures are rounded down to the nearest million yen.)

	Annual dividend per share			Total amount of dividend	Dividend payout ratio (Consolidated)	Ratio of dividends paid to shareholder's equity (Consolidated)
	Interim	Term end	Annual	(annual)		
	¥	¥	¥	¥mn	%	%
Term 2007.	1,000.00	1,000.00	2,000.00	1,258	12.9	2.0
Term 2008.	1,000.00	1,000.00	2,000.00	1,261	13.8	1.8
Term 2009. (estimate)	1,000.00	1,000.00	2,000.00		13.1	

3.Forecasts for the March 2008 Term. (April 1, 2008 to March 31, 2009) (Figures are rounded down to the nearest million yen.)

	Sales (Consolidate)		Operating Income (Consolidate)		Ordinary Income (Consolidate)		Net Income (Consolidate)		Earnings per share (Consolidate)
	¥mn	%	¥mn	%	¥mn	%	¥mn	%	
Interim	41,000	6.8	8,900	(6.1)	7,900	(6.8)	4,500	(8.7)	¥7,132.67
Term 2009.	85,000	9.0	19,000	3.9	16,700	4.5	9,600	4.9	¥15,216.37

4.Others

- (1) The change of the important subsidiary in term 2008. (Change in consolidation scope in subsidiary.)
Consolidation (newly included) : 1 / (not included) : 1
- (2) Change in accounting method, accounting principle, how to disclose, and others to make the consolidated financial statements.
① Change in accounting standard : Yes
② Without above ① : None
- (3) Number of shares outstanding during the term (Common stock)
① Number of shares issued at the term end. (Include treasury stock) Term 2008 : 632,413 / Term 2007 : 632,381
② Number of treasury stock at the term end. Term 2008 : 1,514 / Term 2007 : 1,457

(Reference) Non-consolidate business results

1. Business Results for the year ended in March 2008. (April 1, 2007 to March 31, 2008)

(1) Operating Results

(Figures are rounded down to the nearest million yen.)

	Sales		Operating Income		Ordinary Income		Net Income	
	¥mn	%	¥mn	%	¥mn	%	¥mn	%
Term 2008.	77,993	18.5	14,097	(6.1)	15,986	(2.4)	9,152	(5.9)
Term 2007.	65,826	30.9	15,017	17.9	16,384	22.1	9,730	(18.7)

	Earnings per Share	Net Income per share, fully diluted
	Term 2008.	¥14,507.10
Term 2007.	¥15,510.19	¥15,411.55

(2) Financial Status

(Figures are rounded down to the nearest million yen.)

	Total Assets	Net Assets	Shareholder's Equity Ratio	Shareholder's Equity Per Share
	¥mn	¥mn	%	
Term 2008.	82,060	69,684	84.9	¥110,452.57
Term 2007.	74,093	61,801	83.4	¥97,954.49

(Note) Shareholder's equity Term 2008 : ¥69,684mn , Term 2007 : ¥61,801mn

2.Forecasts for the March 2009 Term. (April 1, 2008 to March 31, 2009) (Figures are rounded down to the nearest million yen.)

	Sales		Operating Income		Ordinary Income		Net Income		Earnings per share
	¥mn	%	¥mn	%	¥mn	%	¥mn	%	
Interim	41,000	6.8	6,900	(10.3)	7,900	(6.9)	4,500	(8.7)	¥7,132.67
Term 2008.	85,000	9.0	14,720	4.4	16,700	4.4	9,600	4.9	¥15,216.37

Consolidated Balance sheets - 1

(million of yen)

Item	Term	End of Previous Term (as of March 31, 2007)		End of Current Term (as of March 31, 2008)		Change
		Amount	Ratio	Amount	Ratio	Amount
(Assets)						
1.Current assets						
Cash and deposit		13,898		10,808		(3,089)
<u>Cash and deposit (non-exempt properties)</u>		<u>14,966</u>		<u>12,116</u>		<u>(2,849)</u>
Accounts receivable		284		330		45
Inventory		737		857		119
Others		4,386		4,247		(139)
<u>Others (non-exempt properties)</u>		<u>1,208</u>		<u>1,136</u>		<u>(72)</u>
Current assets total		35,482	21.3	29,495	16.7	(5,986)
2.Fixed assets						
Tangible fixed assets						
Buildings and structures		22,049		28,898		6,849
<u>Buildings and structures (non-exempt properties)</u>		<u>49,391</u>		<u>57,405</u>		<u>8,014</u>
Bowling equipment		196		111		(84)
Land		610		1,230		619
<u>Land (non-exempt properties)</u>		<u>43,057</u>		<u>43,546</u>		<u>488</u>
Others		4,023		4,356		333
<u>Others (non-exempt properties)</u>		<u>650</u>		<u>-</u>		<u>(650)</u>
Tangible fixed assets total		119,978	72.1	135,548	76.8	15,570
Intangible fixed asset		109	0.1	219	0.1	110
Investments and other assets						
Investment securities		449		443		(6)
Investments in affiliated company		114		108		(6)
Key money deposited		7,058		7,613		555
<u>Key money deposited (non-exempt properties)</u>		<u>330</u>		<u>322</u>		<u>(7)</u>
Long-term loans		62		58		(4)
Deferred tax assets		320		295		(25)
Deferred tax assets for land revaluation		373		373		-
Others		828		602		(225)
<u>Others (non-exempt properties)</u>		<u>743</u>		<u>793</u>		<u>49</u>
Investments and other assets total		10,281	6.2	10,612	6.1	330
Fixed assets total		130,370	78.4	146,380	83.0	16,010
3.Deferred assets						
Opening expense		504		508		3
Deferred assets total		504	0.3	508	0.3	3
Total assets		166,357	100.0	176,384	100.0	10,027

Note (1) Figures are rounded down to the nearest million yen.

(2) Red letters indicate assets of consolidated subsidiaries.

(silent partnerships relating to special-purpose companies)

Consolidated Balance sheets - 2

(million of yen)

Item	Term	End of Previous Term (as of March 31, 2007)		End of Current Term (as of March 31, 2008)		Change
		Amount	Ratio	Amount	Ratio	Amount
(Liabilities)						
1.Current liabilities						
Account payable		141		111		(29)
Short-term loans		-		1,360		1,360
<u>Short-term loans</u>		<u>12,590</u>		<u>4,340</u>		<u>(8,250)</u>
Bonds to be redeemed within one year		80		-		(80)
Long-term loans to be repaid within one year		1,694		950		(744)
<u>Long-term loans to be repaid within one year (non-exempt properties)</u>		<u>7,017</u>		<u>6,214</u>		<u>(802)</u>
Account corporate tax etc.		2,427		3,271		843
Others		7,416		4,172		(3,244)
Current liabilities total		31,366	18.8	20,419	11.6	(10,947)
Fixed liabilities						
Bonds		2,000		2,000		-
Long-term loans		1,325		375		(950)
<u>Long-term loans (non-exempt properties)</u>		<u>69,285</u>		<u>83,279</u>		<u>13,993</u>
Officer's retirement allowance		147		167		19
Key money received		410		450		39
Fixed liabilities total		73,168	44.0	86,271	48.9	13,103
Liabilities total		104,534	62.8	106,690	60.5	2,155
(Net assets)						
1.Shareholder's equity						
Capital stock		15,322	9.2	15,324	8.7	2
Capital reserve		15,797	9.5	15,799	9.0	2
Profit reserve		31,524	19.0	39,415	22.3	7,890
Treasury stock		(293)	(0.2)	(306)	(0.2)	(13)
Shareholder's equity total		62,350	37.5	70,232	39.8	7,882
2.Difference from revaluation and exchange rate changes						
Difference for land revaluation		(548)	(0.3)	(548)	(0.3)	-
Difference from land revaluation and exchange rate changes total		(548)	(0.3)	(548)	(0.3)	-
3.Minority interest						
Minority interest		21	0.0	9	0.0	(11)
Net assets total		61,822	37.2	69,694	39.5	7,871
Total liabilities and net assets		166,357	100.0	176,384	100.0	10,027

Note (1) Figures are rounded down to the nearest thousand yen.

(2) Red letters indicate liabilities of consolidated subsidiaries.

(silent partnerships relating to special-purpose companies)

Consolidated Profit & Loss Statements

(million of yen)

Item	Term	Previous Term		Current Term		Change Amount
		From April 1, 2006 to March 31, 2007		From April 1, 2007 to March 31, 2008		
		Amount	Ratio	Amount	Ratio	
			%		%	
Sales		65,826	100.0	77,993	100.0	12,166
Cost of sales		46,500	70.6	58,102	74.5	11,601
Gross profit		19,325	29.4	19,890	25.5	565
Selling, general & administrative expenses		1,412	2.2	1,602	2.1	190
Operating income		17,913	27.2	18,287	23.4	374
Non-operating income						
Interest and dividend income		64		83		
Others		239	0.4	271	0.5	50
Non-operating expenses						
Interest expense		1,670		2,526		
Others		161	2.7	129	3.4	824
Ordinary income		16,385	24.9	15,986	20.5	(398)
Extraordinary gain						
Gain on liquidation of subsidiary		479	0.7	-	-	(479)
Extraordinary loss						
Loss on sales of property, plant and equipment		-		34		
Loss on disposal of property, plant and equipment		87		249		
Prior-period adjustment		-		17		
Adjusted acquisition price of buildings (non-exempt properties) in accordance with change in consolidation scope		190	0.4	-	0.4	23
Pretax net income for the current term		16,586	25.2	15,684	20.1	(902)
Corporate inhabitants and enterprise taxes		6,709		6,615		
Corporate tax adjustments		146	10.4	(84)	8.4	(324)
Minority interest income		0	0.0	(0)	(0.0)	(0)
Net income		9,730	14.8	9,152	11.7	(577)

Note : Figures are rounded down to the nearest million yen.

Consolidated Statements of Shareholders Equity

Previous Term (From April 1, 2006 to March 31, 2007)

(million of yen)

	Shareholder's Equity				
	Capital stock	Capital reserve	Profit reserve	Treasury stock	Total
Balance as of 31 March 2006	14,259	14,734	23,044	(257)	51,780
Change in current term					
Share issued (exercise of convertible bonds and stock option)	1,062	1,062			2,125
Dividend of profit reserve			(1,250)		(1,250)
Net income			9,730		9,730
Purchase of treasury stock				(36)	(36)
Others					-
Change in current term total	1,062	1,062	8,480	(36)	10,569
Balance as of 31 March 2007	15,322	15,797	31,524	(293)	62,350

Note : Figures are rounded down to the nearest million yen.

	Difference from revaluation and exchange rate changes		Minority interest	Net assets total
	Difference for land revaluation	Difference from revaluation and exchange rate changes total		
Balance as of 31 March 2006	(548)	(548)	-	51,232
Change in current term				
Share issued (exercise of convertible bonds and stock option)		-		2,125
Dividend of profit reserve		-		(1,250)
Net income		-		9,730
Purchase of treasury stock		-		(36)
Others		-	21	21
Change in current term total	-	-	21	10,590
Balance as of 31 March 2007	(548)	(548)	21	61,822

Note : Figures are rounded down to the nearest million yen.

Consolidated Statements of Shareholders Equity

Current Term (From April 1, 2007 to March 31, 2008)

(million of yen)

	Shareholder's Equity				
	Capital stock	Capital reserve	Profit reserve	Treasury stock	Total
Balance as of 31 March 2007	15,322	15,797	31,524	(293)	62,350
Change in current term					
Share issued (exercise of convertible bonds and stock option)	2	2			5
Dividend of profit reserve			(1,261)		(1,261)
Net income			9,152		9,152
Purchase of treasury stock				(13)	(13)
Others					-
Change in current term total	2	2	7,890	(13)	7,882
Balance as of 31 March 2008	15,324	15,799	39,415	(306)	70,232

Note : Figures are rounded down to the nearest million yen.

	Difference from revaluation and exchange rate changes		Minority interest	Net assets total
	Difference for land revaluation	Difference from revaluation and exchange rate changes total		
Balance as of 31 March 2007	(548)	(548)	21	61,822
Change in current term				
Share issued (exercise of convertible bonds and stock option)		-		5
Dividend of profit reserve		-		(1,261)
Net income		-		9,152
Purchase of treasury stock		-		(13)
Others		-	(11)	(11)
Change in current term total	-	-	(11)	7,871
Balance as of 31 March 2008	(548)	(548)	9	69,694

Note : Figures are rounded down to the nearest million yen.

Consolidated Statements of Cash Flow

(million of yen)

Item	Term	Previous Term	Current Term	Change
		(From April 1, 2006 to March 31, 2007)	(From April 1, 2007 to March 31, 2008)	
		Amount	Amount	Amount
Cash flow from operating activities				
Net income before taxes		16,586	15,684	(901)
Depreciation expenses		4,549	7,754	3,204
Increase in officer's retirement allowance		14	19	4
Interest and dividend received		(64)	(83)	(19)
Interest paid		1,670	2,526	855
Gain on liquidation of subsidiary		(479)	-	479
Fixed assets sales losses		-	34	34
Fixed assets disposal losses		87	249	162
Adjusted acquisition price of buildings (non-exempt properties) in accordance with change in consolidation scope		190	-	(190)
Increase in accounts receivables		(102)	(45)	56
Increase in inventory		(52)	(119)	(66)
Increase in account payable		58	(29)	(88)
Increase in temporary payable		(367)	(183)	183
Others		777	(283)	(1,061)
Subtotal		22,869	25,523	2,654
Interest and dividends received		45	23	(22)
Interest paid		(1,622)	(2,468)	(846)
Corporate taxes paid		(11,526)	(5,792)	5,734
Total cash flow from operating activities		9,766	17,285	7,519
Cash flow from investing activities				
Decrease in cash and deposit (non-exempt properties)		(5,270)	2,849	8,120
Proceeds from collection of securities		1,005	2,020	1,015
Payment for acquisition of securities		(1,004)	(2,017)	(1,013)
Payment for acquisition of fixed asset investment		(37,818)	(27,104)	10,714
Proceeds for sales of fixed asset investment		-	8	8
Proceeds from liquidation of subsidiary		479	-	(479)
Payment for short-term loan		(1,300)	-	1,300
Proceeds from collection of loan		1,036	1,110	73
Payment for key money deposit		(190)	(746)	(555)
Proceeds from collection of key money deposit		271	461	190
Others		(291)	(215)	76
Total cash flow from investing activities		(43,083)	(23,632)	19,450
Cash flow from financing activities				
Decrease in short-term loan		(2,990)	(6,890)	(3,900)
Proceeds from long-term loans (non-exempt properties)		30,993	20,295	(10,698)
Payment for long-term loans (non-exempt properties)		(2,503)	(7,104)	(4,600)
Payment for long-term loans		(1,947)	(1,694)	253
Payment for bond redemption		(160)	(80)	80
Proceeds from stock issue		41	5	(36)
Payment for acquisition treasury stock		(36)	(13)	22
Dividend payments		(1,250)	(1,261)	(11)
Total cash flow from financing activities		22,147	3,256	(18,891)
Increase / decrease in cash and cash equivalents		(11,169)	(3,089)	8,079
Cash and cash equivalents at beginning of term		25,067	13,898	(11,169)
Cash and cash equivalents at end of Interim		13,898	10,808	(3,089)

Note : Figures are rounded down to the nearest million yen.