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Press Release

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Notice on Revision of Financial Results Forecast

Japan Cash Machine Co., Ltd. (hereinafter referred to as the “Company”) hereby notifies that the Company revises its financial results forecast for full-year ending March 31, 2008 (April 1, 2007- March 31, 2008) previously announced on November 8, 2007 as follows.

1. Revision of Financial Results Forecast for Full-Year Ending March 31, 2008

(April 1, 2007- March 31, 2008)

(1) Consolidated

(Million of Yen)

	Net Sales	Operating Income	Ordinary Income	Net Income	Net Income Per Share
Previous Forecast (A)	30,000	2,700	2,900	800	27.04
Revised Forecast (B)	28,470	2,510	2,550	190	6.42
Changes from previous Forecast (B) – (A)	-1,530	-190	-350	-610	-20.62
Increased/Decreased (%)	-5.1	-7.0	-12.1	-76.3	-76.3
Results for the year ended March 31, 2007	31,785	3,431	3,697	1,758	59.46

(2) Non-Consolidated

(Million of Yen)

	Net Sales	Operating Income	Ordinary Income	Net Income	Net Income Per Share
Previous Forecast (A)	20,200	800	1,700	370	12.51
Revised Forecast (B)	17,220	-210	500	-760	-25.69
Changes from previous Forecast (B) – (A)	-2,980	-1,010	-1,200	-1,130	-38.20
Increased/Decreased (%)	-14.8	-	-70.6	-	-
Results for the year ended March 31, 2007	25,848	1,997	2,946	1,592	53.84

(Provided for convenience purpose only. Japanese-language original controls in all cases.)

2. Reasons for Revision

<Forecast Of Financial Results>

The Company expects consolidated sales to be lower than its previous forecast by ¥1,530 million to ¥28,470 million, due primarily to the sales downturn in both domestic amusement industry and distribution markets. Meanwhile, non-consolidated sales will fall below its previous forecast by ¥2,980 million to ¥17,220 million, affected by sales downturn in overseas market as well as domestic market.

Forecast for consolidated operating profit is ¥2,510 million, partly contributed by the profit from overseas operation. As for non-consolidated results, the Company forecasts operating loss of ¥210 million, a decrease of ¥1,010 million from its previous forecast, primarily affected by downturn in domestic market.

On a cost front, despite decline in operational cost, additional cost for fund for pensions to retired people due to stock market slowdown will be posted to both consolidated and non-consolidated results.

Looking at non-operating profit and loss, the Company forecasts lower term-end appraisal of foreign assets due to rapid change in exchange rates, which will lead to exchange loss of approx. 180 million yen. Consequently, the Company expects consolidated ordinary profit to decline by ¥350 million from the previous forecast, amounting to ¥2,550 million. Exchange loss is also expected with non-consolidated ordinary profit, which will decline by ¥1,200 million from the previous forecast to ¥500 million. For non-consolidated results, the Company posted dividends received from subsidiaries of ¥9 million.

Regarding extraordinary profit and loss, the Company forecasts loss on devaluation of investment in securities of ¥130 million, and loss of ¥160 million resulting from liquidation of business by selection and concentration and the revision of new capital spending to be additionally posted for consolidated results.

Among extraordinary losses including which have been already posted by the third quarter for consolidated results are loss on disposal of fixed assets of ¥77 million, loss on devaluation of investment in securities of ¥363 million, transfer to allowance for doubtful accounts of ¥919 million, and loss related to liquidation of business of ¥135 million. Non-consolidated results will post almost the same amount of losses including transfer to allowance for doubtful accounts of ¥858 million.

As a result, we expect consolidated net profit to decline by ¥610 million from the previous forecast to ¥190 million. Non-consolidated net profit will decline by ¥1,130 million from the previous forecast to ¥760 million.

<Recent Market Trend and Outlook for the Next Year Onwards>

Although there is a move to watch the trend of the next-generation download game machines and buying restraint of game machines continues in the North American gaming (casino) market, JCM group assumes that a full-scale introduction of game machines will start from 2009. The Company is aiming to increase our market share and step up sales by developing and launching new component products targeted at a period of demand growth. As a new segment of business, the Company has been aggressively working on selling cash management system, a table game machine equipped with bill validator unit, installation of which have partly begun.

As for the European gaming market, revision of regulations has facilitated replacement of game machines in Germany. Gaming market is also expanding in the Eastern European countries.

In the commercial segment, the Company has started an approach to the financial market in addition to vending machines and various fee adjustment machines markets. At the same time, the Company has been

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focused on the development of recycling unit and OEM products.

Meanwhile, amusement (pachinko) market continues to face the severe business environment. As uncertainty about the future still continues with decreasing numbers of *pachinko* halls and their customers and increasing credit uneasiness toward the *pachinko* halls, the Company will work to reconstruct its structure and devote ourselves to operating our business steadily in the foreseeable future.

Centered on these measures, the Company will accelerate its activities to achieve Medium-Term Plan announced in the last November.

3. Forecast for Dividend Per Share

There is no revision in the forecast of the year-end dividends per share of 11 yen previously announced.

Please note that the forecast above is based on the currently available information, and actual results may differ from the forecast due to subsequent various factors. The external factor, especially the uncertainty of the financial market, has been the element that affects the financial results. Depending on the situation of financial market, the financial results may change toward the year-end.