

Summary of Financial Statements for the Year Ended December 31, 2007

February 7, 2008

Company name: Lion Corporation

Listed stock exchanges: Tokyo Stock Exchange

Code: 4912

URL: <http://www.lion.co.jp>

Representative: Sadayoshi Fujishige, Representative Director and President

Contact: Shinjiro Iwahori, Executive Officer, Director of Finance Department

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Annual meeting of shareholders: March 28, 2008

Start date for payment of year end dividend: March 5, 2008

Filing of financial report: March 31, 2008

1. Consolidated Results for the Year Ended December 31, 2007 (January 1, 2007 – December 31, 2007)

a) Consolidated Results

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal 2007	341,717	3.4	8,905	—	10,104	316.3	5,423	(2.1)
Fiscal 2006	330,380	(0.4)	343	(94.3)	2,427	(71.5)	5,540	1.2

Note: Figures in this and subsequent tables are rounded down to the nearest million.

	EPS	Diluted EPS	Return on equity	Ratio of ordinary income to total assets	Ratio of operating income to net sales
	Yen	Yen	%	%	%
Fiscal 2007	20.06	20.02	5.3	3.8	2.6
Fiscal 2006	19.60	19.52	5.3	1.0	0.1

Notes:

- Equity in earnings of non-consolidated subsidiaries and affiliates: ¥1,045 million in FY 2007 and ¥1,555 million in FY 2006.

b) Consolidated Financial Position

	Total assets	Net assets	Shareholders' equity to total assets	Net assets per share
	Millions of yen	Millions of yen	%	Yen
December 31, 2007	279,147	107,540	37.1	382.80
December 31, 2006	246,327	105,133	41.3	376.76

Note: Shareholders' equity: ¥103,570 million in FY2007 and ¥101,778 million in FY 2006.

c) Consolidated 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
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Fiscal 2007	16,030	(39,500)	29,844	33,219
Fiscal 2006	3,343	11,092	(3,610)	26,782

2. Dividend

Record Date	Cash dividend per share / Yen			Total dividend paid (annual)	Payout ratio (consolidated)	Dividend/ Net assets (consolidated)
	Interim	Year-end	Annual			
	Yen	Yen	Yen	Millions of yen	%	%
Fiscal 2006	5.00	5.00	10.00	2,770	51.0	2.6
Fiscal 2007	5.00	5.00	10.00	2,704	49.9	2.6
Fiscal 2008 plan	5.00	5.00	10.00		47.5	

3. Forecast of Consolidated Financial Results for the Fiscal Year Ending December 31, 2008
(January 1, 2008 – December 31, 2008)

	Net sales		Operating income		Ordinary income		Net income		EPS
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Interim 2008	162,000	1.5	2,500	2.8	2,500	(33.2)	1,300	(30.2)	4.80
Fiscal 2008	345,000	1.0	10,000	12.3	10,500	3.9	5,700	5.1	21.07

Notes: Percent figures for net sales, operating income, ordinary income, and net income express percentage change over the year-ago period.

4. Others

a) Significant Change in Scope of Consolidation during Period: No

b) Change in Accounting Principals, Procedures, Presentation Methods, etc., concerning Preparation of Consolidated Financial Statements (To be stated as Changes in Significant Matters in the Presentation of Consolidated Financial Statements):

1. Changes accompany with reversion in accounting standards: No

2. Other changes: No

c) Number of Outstanding Shares (Common Stocks)

1. Number of outstanding shares on balance sheet date (including treasury stocks): 299,115,346 for FY 2007; and 299,115,346 for FY 2006.

2. Number of treasury stocks on balance sheet date: 28,556,290 for FY 2007; and 28,974,638 for FY 2006.

Note: Please see "Per-Share Information" on page 59 regarding the number of shares used in calculating interim and full-term consolidated net income per share.

Reference: Summary of Non-consolidated Financial Statements

1. Non-consolidated Results for the Year Ended December 31, 2007 (January 1, 2007 – December 31, 2007)

a) Non-consolidated Results

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
FY 2007	267,135	3.8	5,058	—	10,171	523.8	5,087	(13.3)
FY 2006	257,471	(5.0)	(2,108)	—	1,630	(74.7)	5,869	26.0

	EPS	Diluted EPS
	Yen	Yen
Fiscal 2007	18.81	18.77
Fiscal 2006	20.76	20.68

Notes: Percent figures for net sales, operating income, ordinary income, and net income express percentage change over the year-ago period.

b) Non-consolidated Financial Position

	Total assets	Net Assets	Shareholders' equity to total assets	Shareholders' equity per share
	Millions of yen	Millions of yen	%	Yen
December 31, 2007	244,366	90,874	37.2	335.60
December 31, 2006	212,806	89,421	42.0	331.02

Note: Shareholders' equity: ¥90,799 million in FY 2007, and ¥89,421 million in FY 2006.

2. Forecast of Non-consolidated Results for the Year Ending December 31, 2008 (January 1, 2008 – December 31, 2008)

	Net sales		Operating income		Ordinary income		Net income		EPS
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Interim 2008	126,000	1.0	500	(13.6)	1,900	(59.1)	1,500	(48.4)	5.54
Fiscal 2008	270,000	1.1	6,500	28.5	8,000	(21.3)	5,000	(1.7)	18.48

Notes: Percent figures for net sales, operating income, ordinary income, and net income express percentage change over the year-ago period.

The forecasts and projected operating results contained in this report are based on information available at the time of preparation, and thus involve inherent risks and uncertainties.

Accordingly, readers are cautioned that actual results may differ materially from those projected as a result of a variety of factors.

Refer to pages 5 through 15 regarding the above forecast.