

Summary of Financial Statements for Interim 2008

August 4, 2008

Company name: Lion Corporation

Code: 4912

Listed stock exchange: Tokyo Stock Exchange

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

Representative: Sadayoshi Fujishige, Representative Director and President

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

Telephone: +81-3-3621-6211

Filing of semiannual report: September 12, 2008

Start date for payment of interim dividend: September 5, 2008

1. Consolidated Results for the Interim Period Ended June 30, 2008 (January 1, 2008 – June 30, 2008)

a) Consolidated Results

| | Net sales | | Operating income | | Ordinary income | | Net Income | |
|--------------|-----------------|-------|------------------|------|-----------------|--------|-----------------|--------|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % |
| Interim 2008 | 161,548 | 1.2 | 2,526 | 3.9 | 2,960 | (20.9) | 1,536 | (17.5) |
| Interim 2007 | 159,617 | (2.3) | 2,431 | 81.0 | 3,744 | 49.2 | 1,862 | 5.2 |
| Fiscal 2007 | 341,717 | — | 8,905 | — | 10,104 | — | 5,423 | — |

Notes:

1. Figures in this and subsequent tables are rounded down to the nearest million.
2. Percent figures for net sales, operating income, ordinary income, and net income express percentage change over the year-ago period.

| | EPS | Diluted EPS |
|--------------|-------|-------------|
| | Yen | Yen |
| Interim 2008 | 5.67 | 5.67 |
| Interim 2007 | 6.89 | 6.88 |
| Fiscal 2007 | 20.06 | 20.02 |

Note: Equity in earnings of non-consolidated subsidiaries and affiliates: ¥481 million in interim 2008, ¥936 million in interim 2007, and ¥1,045 million in FY 2007.

b) Consolidated Financial Position

| | Total assets | Net assets | Shareholders' equity to total assets | Net assets per share |
|-------------------|-----------------|-----------------|--------------------------------------|----------------------|
| | Millions of yen | Millions of yen | % | Yen |
| June 30, 2008 | 257,522 | 104,891 | 39.4 | 374.94 |
| June 30, 2007 | 246,851 | 106,914 | 41.7 | 380.46 |
| December 31, 2007 | 279,147 | 107,540 | 37.1 | 382.80 |

Note: Shareholders' equity: ¥101,544 million in interim 2008, ¥102,882 million in interim 2007, and ¥103,570 million in FY 2007.

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 |
| Interim 2008 | (3,054) | (6,323) | (1,432) | 22,062 |
| Interim 2007 | 8,353 | (6,237) | (3,479) | 25,633 |
| Fiscal 2007 | 16,030 | (39,500) | 29,844 | 33,219 |

2. Dividend

| Record Date | Cash dividend per share / Yen | | |
|--------------------|-------------------------------|----------|--------|
| | Interim | Year-end | Annual |
| Fiscal 2007 | 5.00 | 5.00 | 10.00 |
| Fiscal 2008 actual | 5.00 | | 10.00 |
| Fiscal 2008 plan | | 5.00 | |

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

| Fiscal 2008 | Net sales | | Operating income | | Ordinary income | | Net income | | EPS |
|-------------|-----------------|-----|------------------|------|-----------------|-----|-----------------|-----|-------|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % | Yen |
| | 345,000 | 1.0 | 10,000 | 12.3 | 10,500 | 3.9 | 5,700 | 5.1 | 21.05 |

Note: 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 Interim Financial Statements (To be stated as Changes in Significant Matters in the Presentation of Consolidated Interim 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 interim 2008; 299,115,346 for interim 2007; and 299,115,346 for FY 2007.

2. Number of treasury stocks on balance sheet date: 28,286,358 for interim 2008; 28,700,894 for interim 2007; and 28,556,290 for FY 2007.

Note: Please see "Per-Share Information" on page 49 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 Interim Period Ended June 30, 2008
(January 1, 2008 – June 30, 2008)**

a) Non-consolidated Results

| | Net sales | | Operating income | | Ordinary income | | Net income | |
|--------------|-----------------|-------|------------------|-------|-----------------|--------|-----------------|--------|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % |
| Interim 2008 | 124,411 | (0.3) | 612 | 5.9 | 2,063 | (55.6) | 1,582 | (45.6) |
| Interim 2007 | 124,812 | (1.6) | 578 | 272.1 | 4,646 | 39.1 | 2,909 | 16.6 |
| FY 2007 | 267,135 | — | 5,058 | — | 10,171 | — | 5,087 | — |

| | EPS |
|--------------|-------|
| | Yen |
| Interim 2008 | 5.84 |
| Interim 2007 | 10.76 |
| Fiscal 2007 | 18.81 |

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 |
| June 30, 2008 | 228,472 | 90,117 | 39.4 | 332.47 |
| June 30, 2007 | 211,825 | 90,934 | 42.9 | 336.19 |
| December 31, 2007 | 244,366 | 90,874 | 37.2 | 335.60 |

Note: Shareholders' equity: ¥90,043 million in interim 2008, ¥90,909 million in interim 2007, and ¥90,799 million in FY 2007.

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

| Fiscal | Net sales | | Operating income | | Ordinary income | | Net income | | EPS |
|--------|-----------------|-----|------------------|------|-----------------|--------|-----------------|-------|-------|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % | Yen |
| 2008 | 270,000 | 1.1 | 6,500 | 28.5 | 8,000 | (21.3) | 5,000 | (1.7) | 18.47 |

Note: 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 14 regarding the above forecast.