

March 21, 2008

To whom it may concern

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Announcement Regarding Accounting of Extraordinary Profit/Loss and
Revision to Performance Forecast

Nippon Suisan Kaisha, Ltd. hereby announces that it expects to account extraordinary profit and loss, and has thus revised its previous forecasts for the fiscal year ending March 31, 2008 (April 1, 2007 to March 31, 2008), which was released on October 24, 2007 as follows:

1. Details of Extraordinary Profit and Loss

(Consolidated)

Extraordinary profit

The Company expects to account extraordinary profits totaling approximately 27.0 billion yen, including a gain on the sale of a fixed asset, the former Harumi frozen food factory site, in February 2008, amounting to approx. 26.7 billion yen (already disclosed at the time of signing the land sales agreement on October 24, 2007).

Extraordinary Loss

In view of the continuing poor performance of King & Prince Seafood Corporation in the United States, the Company expects to post an impairment loss of approx. 6.7 billion yen on goodwill, etc., of the said company, which was recorded at the time of acquisition, in accordance with the US Generally Accepted Accounting Principles (US-GAAP), a loss on disposal of fixed assets of about 1.5 billion yen and director's retirement benefits of about 1.4 billion yen following the abolition of the director's retirement benefits system, etc., resulting in the posting of a total of approx. 12.8 billion yen all as extraordinary losses.

(Non-Consolidated)

Extraordinary profit

The Company will record approx. 27 billion yen in total including the aforementioned gain on sale of the land in Harumi, amounting to approx. 26.7 billion yen.

Extraordinary loss

In line with the recording of the impairment loss on goodwill of King & Prince Seafood Corporation, the Company will write down the stocks of its parent company, Nippon Suisan (U.S.A.), Inc. in the United States by about 5.8 billion yen; to reflect the significant delay in reforms at P.T. Nissui Investment and Management Indonesia (Indonesia), the Company will write down the stocks of its parent company, Nippon Suisan (Singapore) Pte, Ltd. by about 2.7 billion yen; due to a slump in the fishing business, the Company will write down the stocks of the Empresa Pesquera de la Patagonia Y Antartida, S.A. (Argentina) by about 0.8 billion yen, totaling a loss on revaluation of stocks in affiliate companies of some 11.9 billion yen. Further, it will record the allowance for doubtful debts of about 2.5 billion yen for the affiliate companies and directors' retirement benefits of about 1.4 billion yen, thus resulting in a total extraordinary loss of approx. 17.4 billion yen.

The impacts of the above gains and losses on the performance forecast for the fiscal year ending March 2008 are stated in Section 2.

2. Revision to Forecasts for the fiscal year ending March 31, 2008 (April 1, 2007 to March 31, 2008)

(Consolidated)

(Unit: millions of yen)

	Net sales	Operating income	Ordinary income	Net income
Previously announced forecast (A)	535,000	13,000	11,500	12,000
Revised forecast (B)	531,000	7,000	7,000	9,600
Difference (B-A)	(4,000)	(6,000)	(4,500)	(2,400)
Percentage change (%)	(0.7)	(46.1)	(39.1)	(20.0)
(Reference) Results for the previous year (FY ended March 31, 2007)	552,871	16,544	16,065	9,301

(Non-consolidated)

(Unit: millions of yen)

	Net sales	Operating income	Ordinary income	Net income
Previously announced forecast (A)	344,000	5,000	6,600	11,500
Revised forecast (B)	336,000	2,700	4,400	5,300
Difference (B-A)	(8,000)	(2,300)	(2,200)	(6,200)
Percentage change (%)	(2.3)	(46.0)	(33.3)	(53.9)
(Reference) Results for the previous year (FY ended March 31, 2007)	343,666	6,169	8,248	4,960

3. Reasons for the revisions

As the cost of fuel, primary and secondary ingredients, and equipment and materials continued to soar in all segments, the Company was not able to pass on this rising cost onto sales prices as planned, which put an immense strain on the Company's profits. In the Marine Products business, factors such as the decrease in sales volume of surimi (fish paste), shrimp and Chinese-grown eel and the effects of a significant delay in the reform of the shrimp aquaculture business in Indonesia in Asia, sluggish fishing business in Argentina, earthquakes and fish diseases in salmon-farming business in Chile combined to substantially lower earnings. In the Foods business, sales volume rapidly decreased due to the increase in sales expenses for frozen foods and the impact of the Chinese frozen dumpling incident in Japan, in addition to the continuing slow sales of frozen seafood for commercial use in North America due to fierce competition in the market.

As a result of the above, the full-year net sales, operating income, ordinary income and net income for the current year are expected to considerably fall short of the previous forecasts.

(Note) The forecast above is based on the information available on the issuing date of this report. Accordingly, the final results will be changed due to various unknown factors.