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To whom it may concern:

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### Revision of Part of "Interim (Consolidated) Financial Statements for FYE June 2008"

The "Interim (Consolidated) Financial Statements for FYE June 2008" announced on February 26, 2008, included a few misstatements, and thus has been revised as shown below. The revised portions are underlined.

#### Details

[Reason for the revision]

As the result of an audit, we have been advised to revise a part of the cash flow classifications and therefore have made revisions as follows:

[Revision]

1. Page 1 of the consolidated financial statements for the half year ended December 2007 (July 1 - December 31, 2007)

(3) Consolidated cash flow statement

(Before the revision)

(million yen)

	Cash flow from operating activities	Cash flow from investing activities	Cash flow from financing activities	Cash and cash equivalents at end of term
Fiscal half year ending December 2007	<u>-4,836</u>	<u>33,701</u>	<u>-29,624</u>	56,400
Fiscal half year ending December 2006	-1,711	- 35,995	115,975	94,584

(After the revision)

(million yen)

	Cash flow from operating activities	Cash flow from investing activities	Cash flow from financing activities	Cash and cash equivalents at end of term
Fiscal half year ending December 2007	<u>-3,653</u>	<u>29,213</u>	<u>-26,699</u>	56,400
Fiscal half year ending December 2006	-1,711	- 35,995	115,975	94,584

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## (4) Interim Consolidated Cash Flow Statement

(Before the revision)

(million yen)

	Previous interim consolidated accounting term (From July 1, 2006 to December 31, 2006)	This interim consolidated accounting term (From July 1, 2007 to December 31, 2007)
I Cash flow from operating activities		
1 Net income or net loss (-) before income taxes and minority interests	-25,965	2,009
2 Depreciation and amortization	1,836	<u>3,022</u>
3 Impairment	28,146	4,831
4 Profit on sale of fixed assets	-654	-1,173
5 Loss on disposal and sale of fixed assets	62	229
6 Depreciation of goodwill	1,219	1,700
7 Write-off of long-term prepaid expenses	306	35
8 Change in reserve against defaults	216	<u>868</u>
9 Change in reserve against investment losses	-	<u>777</u>
10 Change in reserve for bonuses	-	<u>-325</u>
11 Change in reserve for losses on data equipment charges	-	-2,249
12 Change in reserve for refunds of nursing care remuneration	-	288
13 Change in reserve for losses on withdrawal from business	-	-983
14 Change in reserve for retirement benefits	-26	<u>399</u>
15 Interest and dividends receivable	-47	<u>-434</u>
16 Interest expenses	959	3,532
17 Profit on sale of investment securities	-	-1,279
18 Appraisal loss on investment securities	61	239
19 Change in trade notes and accounts receivable	-5,181	<u>4,896</u>
20 Change in accrued operating receivables	530	9,392
21 Change in inventories	197	299
22 Change in accrued consumption tax	-	<u>775</u>
23 Change in lease guarantee money	-674	<u>269</u>
24 Change in accrued expenses	2,657	<u>-12,059</u>
25 Change in deposits received	3,216	<u>-8,879</u>
26 Change in long-term prepaid expenses	-1,002	<u>37</u>
27 Change in bills payable and accounts payable	-	<u>862</u>
28 Change in arrears	-1,986	<u>6,970</u>
29 Others	-1,854	<u>-13,066</u>
Subtotal	2,016	<u>988</u>
30 Interest and dividends received	176	<u>197</u>
31 Interest paid	-1,177	<u>-3,762</u>
32 Corporate tax etc. paid	-2,726	<u>-2,259</u>
Cash flow from operating activities	-1,711	<u>-4,836</u>
II Cash flow from investing activities		
1 Net change in time deposits	-	111
2 Proceeds from sale of investment securities	2	<u>1,937</u>
3 Expenditures for acquisition of investment securities	-	<u>-243</u>

4 Expenditures for additional acquisition of consolidated subsidiary equity	-451	-
5 Expenditures for acquisition of subsidiary shares in conjunction with changes in the scope of consolidation	-34,286	=
6 Expenditures for acquisition of tangible fixed assets	-5,250	<u>-6,984</u>
7 Expenditures for acquisition of non-consolidated subsidiary equity	-516	=
8 Proceeds from sale of tangible fixed assets	4,754	<u>4,590</u>
9 Expenditures for acquisition of intangible fixed assets	-176	<u>-1,817</u>
10 Expenditures for loans	-39	<u>-1,948</u>
11 Proceeds from collection of loans	39	<u>11,818</u>
12 Proceeds from assignment of business	-	<u>26,166</u>
13 Expenditures for assignment of business	-	=
14 Payment of earnest money for acquisition	=	=
15 Others	-70	<u>71</u>
Cash flow from investing activities	-35,995	<u>33,701</u>
III Cash flow from financing activities		
1 Net change in short-term borrowing	113,697	<u>-28,500</u>
2 Proceeds from long-term borrowing	18,900	-
3 Expenditures for repayment of long-term borrowing	-14,786	-9,332
4 Expenditures for redemption of bonds	-273	-3,066
5 Expenditures for acquisition of treasury shares	-682	-
6 Expenditures for the repayment of finance lease obligations	-	<u>-22</u>
7 Expenditures for repayment of installment-payment obligations	-	=
8 Proceeds from issue of shares	-	<u>11,297</u>
9 Others	-879	-0
Cash flow from financing activities	115,975	<u>-29,624</u>
IV Conversion discrepancies for cash and cash equivalents	0	<u>-380</u>
V Change in cash and cash equivalents	78,269	-1,140
VI Cash and cash equivalents at beginning of term	16,315	57,901
VII Change in cash and cash equivalents due to exclusion of subsidiaries from consolidation	-	-360
VIII Cash and cash equivalents at end of term	94,584	56,400

(After the revision)

(million yen)

	Previous interim consolidated accounting term (From July 1, 2006 to December 31, 2006)	This interim consolidated accounting term (From July 1, 2007 to December 31, 2007)
I Cash flow from operating activities		
1 Net income or net loss (-) before income taxes and minority interests	-25,965	2,009
2 Depreciation and amortization	1,836	<u>3,020</u>
3 Depreciation of goodwill	1,219	1,700
4 Write-off of long-term prepaid expenses	306	35
5 Profit on sale of nursing care business	-	<u>-17,910</u>
6 Profit on sale of fixed assets	-654	-1,173
7 Profit on sale of investment securities	-	-1,279
8 Loss on disposal and sale of fixed assets	62	229

9 Impairment	28,146	4,831
10 Appraisal loss on investment securities	61	239
11 Loss on closing of locations	-	2,220
12 Change in reserve against defaults	216	977
13 Change in reserve for losses on data equipment charges	-	-2,249
14 Change in reserve for refunds of nursing care remuneration	-	288
15 Change in reserve for losses on withdrawal from business	-	-983
16 Change in reserve for retirement benefits	-26	385
17 Interest and dividends receivable	-47	-428
18 Interest expenses	959	3,532
19 Change in trade notes and accounts receivable	-5,181	3,918
20 Change in accrued operating receivables	530	9,392
21 Change in inventories	197	299
22 Change in accrued consumption tax	-	832
23 Change in lease guarantee money	-674	264
24 Change in accrued expenses	2,657	-10,725
25 Change in deposits received	3,216	-1,238
26 Change in long-term prepaid expenses	-1,002	40
27 Change in bills payable and accounts payable	-	1,808
28 Change in arrears	-1,986	-1,297
29 Others	-1,854	3,422
Subtotal	2,016	2,163
30 Interest and dividends received	176	220
31 Interest paid	-1,177	-3,746
32 Corporate tax etc. paid	-2,726	-2,291
Cash flow from operating activities	-1,711	-3,653

II Cash flow from investing activities		
1 Net change in time deposits	-	111
2 Proceeds from sale of investment securities	2	776
3 Expenditures for acquisition of investment securities	-	-111
4 Expenditures for additional acquisition of consolidated subsidiary equity	-451	-
5 Expenditures for acquisition of subsidiary shares in conjunction with changes in the scope of consolidation	-34,286	-2,546
6 Expenditures for sale of subsidiary shares in conjunction with changes in the scope of consolidation	-	-1,196
7 Expenditures for acquisition of tangible fixed assets	-5,250	-3,244
8 Expenditures for acquisition of non-consolidated subsidiary equity	-516	-307
9 Proceeds from sale of non-consolidated subsidiary equity	-	1,012
10 Proceeds from sale of tangible fixed assets	4,754	4,568
11 Expenditures for acquisition of intangible fixed assets	-176	-354
12 Expenditures for loans	-39	-748
13 Proceeds from collection of loans	39	6,453
14 Proceeds from assignment of business	-	24,504
15 Others	-70	295

Cash flow from investing activities	-35,995	<u>29,213</u>
III Cash flow from financing activities		
1 Net change in short-term borrowing	113,697	<u>-25,431</u>
2 Proceeds from long-term borrowing	18,900	-
3 Expenditures for repayment of long-term borrowing	-14,786	-9,332
4 Expenditures for redemption of bonds	-273	-3,066
5 Expenditures for acquisition of treasury shares	-682	-
6 Expenditures for the repayment of finance lease obligations	-	<u>-96</u>
7 Proceeds from issue of shares	-	<u>11,227</u>
8 Others	-879	-0
Cash flow from financing activities	115,975	<u>-26,699</u>
IV Conversion discrepancies for cash and cash equivalents	0	<u>-1</u>
V Change in cash and cash equivalents	78,269	-1,140
VI Cash and cash equivalents at beginning of term	16,315	57,901
VII Change in cash and cash equivalents due to exclusion of subsidiaries from consolidation	-	-360
VIII Cash and cash equivalents at end of term	94,584	56,400

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