

**Zero Announces Variance from Same Term of the Previous Year
and Revision to Earnings Forecasts for Fiscal Year Ending June 30, 2011**

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Company Name: Zero Co., Ltd.

Code No: 9028

Tokyo Stock Exchange (Second Section)

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ZERO CO., LTD. (the "Company") hereby announces the variance between the business results of the six month from July 1,2010 to December 31,2010 and the six month from July 1,2009 to December 31,2009 as below.

Based on the recent performance trend, the Company also hereby announces the revision of its earnings forecasts for the fiscal year ending June 30, 2011 as below, which was announced on August 6, 2010.

1. Variance of the Consolidated Business Results of the Six Month (from July 1 to December 31)

	Sales	Operating income	Ordinary income	Net income	Net earnings per share
	Million yen	Million yen	Million yen	Million yen	yen
Previous year (A)	25,277	164	211	0	0.02
This year (B)	26,711	664	731	225	13.20
Increase/decrease (B-A)	1,433	500	519	225	-
Increase/decrease rate (%)	5.7	305.2	245.2	-	-

(Reason of the variance)

Sales increase in vehicle-related business and fix cost reduction

2. Revision of Earnings Forecasts for the Fiscal Year Ending June 30,2011

	Sales	Operating income	Ordinary income	Net income	Net earnings per share
	Million yen	Million yen	Million yen	Million yen	yen
Previous forecast (A)	52,000	750	750	200	11.70
Revised forecast (B)	52,000	1,200	1,300	250	14.63
Increase/decrease (B-A)	0	450	550	50	-
Increase/decrease rate (%)	-	60.0	73.3	25.0	-
(Ref.)FY2009 actual	51,794	709	724	197	11.56

(Reason for the revision)

Although sales forecast is unchanged due to the uncertainty in the demand of vehicle transportation business toward the end of FY2010, operating income and ordinary income have been changed to the larger amount than the previous forecast, based on the business results for the six month from July 1,2010 to December 31,2010.

Due to the anticipated disposal of deferred tax assets that will occur when the reduction of the cooperate tax rate outlined in the FY2011 tax reform takes effect, net income is expected to be 250 million yen.

(Note)The above figures are prepared based on the information available as of the date of announcement of this material. The actual results may differ due to various factors.

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