

March 22, 2005

Gulliver International Co., Ltd.
(Code Number 7599 TSE 1st Section)

Notice Regarding Revision to the Full Year Performance Forecast

This is to provide notice of revisions to the forecast of the corporate financial performance for the Fiscal Year ending February 2005 (commencing March 1, 2004 and ending February 28, 2005) announced on April 15, 2004.

Recitals

1. Revision to the Consolidated Performance Forecast for Year (Commencing March 1, 2004 and ending February 28, 2005)

(Unit: ¥ Million)

	Sales	Recurring Income	Net Profit for the Year
Announced Projection (A)	140,000	8,800	4,600
Revised Forecast (B)	156,000	10,000	5,300
Change (B - A)	16,000	1,200	700
Percentage Change (%)	11.4	13.6	15.2
P r i o r Y e a r A c t u a l (Year Ending February 2004)	121,885	7,700	4,050

2. Revision to the Standalone Performance for the Year (Commencing March 1, 2004 and ending February 28, 2005)

(Unit: ¥ Million)

	Sales	Recurring Income	Net Profit for the Year
Announced Projection (A)	131,300	8,200	4,300
Revised Forecast (B)	147,000	9,400	5,000
Change (B - A)	15,700	1,200	700
Percentage Change (%)	12.0	14.6	16.3
P r i o r Y e a r A c t u a l (Year Ending February 2004)	114,991	7,232	3,863

3. The Reasons Behind the Revision

During the current fiscal period, the opening of the directly operated Gulliver stores was ahead of the original plan. The number of directly owned stores as of the end of the current fiscal period was 248 stores which is a 43 store increase over the beginning of the period making the aggregate stores number 497 with the inclusion of 249 franchised stores. With the growing social acceptance of the business of “buying cars” and the aggressive advertisement and public relations activities of the Company, the number of users increased resulting in an increase in the number of vehicles handled.

With respect to the advertising activities, including running advertising campaigns using Hideki Matsui of the New York Yankees as the corporate image character, along with the expansion of the directly operated stores, the Company has been undertaking aggressive marketing activities.

The sales price per vehicle was on plan and with the enhanced performance of the headquarters function that control the sales to the auction and the strengthened employee education and training, the gross margin on the vehicles sold has been improving.

“Original” as used in the text above refers to April 15, 2004 when the performance forecast for the current year was announced.