

*March 31, 2008***Notice of Valuation Loss on Investment Securities**

Septeni Holdings Co., Ltd. has posted an investment security valuation loss, based on asset impairment accounting, in the first half of the fiscal year ending in September 2008 for holdings of a listed equity due to recent trends in the stock market.

1. Description of Investment Security Valuation Losses

Septeni Holdings owns shares of Softcreate Co., Ltd. in conjunction with a business and equity alliance with this company. Due to the significant decline in the market value of this stock as of March 31, 2008, Septeni Holdings has applied asset impairment accounting to post the following investment security valuation loss in the first half of the current fiscal year.

【Consolidated】

(A) Valuation loss on investment securities in the first half of fiscal year ending September 2008	259 million yen
(B) Net assets in fiscal year ended September 2007 (A/B x 100)	4,743 million yen (5.5%)
(C) Ordinary income in fiscal year ended September 2007 (A/C x 100)	1,196 million yen (21.7%)
(D) Average net income over past five fiscal years (A/D x 100)	367 million yen (70.6%)

(Reference)

Septeni Holdings ends its fiscal year on September 30.

2. Outlook

Septeni Holdings plans to classify the above valuation loss as an extraordinary loss in the first half of the fiscal year ending September 2008. The company is currently preparing its first half financial statements. Any information concerning the outlook for operating results will be announced as required when this information becomes available.