

February 6, 2007

Press Release

Name of Company: Cosmo Oil Co., Ltd.

Name of Representative: Yaichi Kimura,
President

(Company Code: 5007,
Shares traded: TSE, OSE, and NSE first
sections)

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Notice Concerning the Amendment to the Forecast for Full-Year Business Performance

Based on the recent business climate and other factors, amendments have been made as follows to the Consolidated Full-Year Business Outlook and Non-Consolidated Full-Year Business Outlook for the FY2006 (ending March 31, 2007), which were released during the announcement of the first half results of FY2006 on November 7, 2006.

1. Amendments to the Consolidated Full-Year Business Outlook for FY2006 (from April 1, 2006 –March 31, 2007):

(Units: million yen, %)

	Net sales	Ordinary income	Net income
Previously announced forecast (A) (announced on November 7, 2006)	3,170,000	79,000	29,000
Currently amended forecast (B)	3,040,000	61,000	17,000
Variance (B-A)	-130,000	-18,000	-12,000
Rate of variance	-4.1%	-22.8%	-41.4%
Actual results of the previous year (ended March 31, 2006)	2,670,628	119,557	61,795

2. Amendments to the Non-Consolidated Full-Year Business Outlook for FY2006 (from April 1, 2006 – March 31, 2007):

(Units: million yen, %)

	Net sales	Ordinary income	Net income
Previously announced forecast (A) (announced on November 7, 2006)	2,960,000	17,000	6,000
Currently amended forecast (B)	2,840,000	-3,000	-7,000
Variance (B-A)	-120,000	-20,000	-13,000
Rate of variance	-4.1%	—	—
Actual results of the previous year (ended March 31, 2006)	2,495,351	75,558	46,497

3. Reasons for the amendments:

The above amendments to the business outlook for the full year of FY2006 mainly reflect expected negative factors including an increase in cost of sales due to the effect from inventory valuation under the weighted average method, as affected by a fall in crude oil prices in comparison with the previous assumptions (announced on November 7, 2006). The currently amended forecast is based on the updated assumptions for the fourth quarter of FY2006 (from January 1, 2007 to March 31, 2007) that include a crude oil price at US\$52.0 per barrel and a foreign exchange rate at ¥120.0 per US dollar.

Note: The above outlook is based on data and information available as of the date of publication. However, actual results may differ materially from the forecasts due to effects from various factors.