



May 10, 2006

Notice of Earnings Forecast for Fiscal Year Ending March 31, 2006

TRANS GENIC INC. hereinafter announces its earnings forecast for the fiscal year ending March 31, 2006 (From April 1, 2005 to March 31, 2006), which have been reported on May 16, 2005.

1 . Earnings Forecast for Fiscal Year Ending March 31, 2006 (April 1, 2005- March 31, 2006)

(Millions of Yen)

	Net sales	Ordinary income	Net income
Previous Forecast (A)	400 ~ 550	960 ~ 860	980 ~ 880
Amended Forecast (B)	470	930	970
Increase/ (Decrease)(A-B)	80 ~ 70	70 ~ 30	90 ~ 10
Change (%)	-	-	-
Result for the Fiscal Year ended March 31, 2005	640	1,299	1,349

2 . Explanatory statements

For this term, net sales by businesses dealing in knockout mice and antibodies were as expected. Regarding profits, both ordinary income and net income remained confined to the previous forecast and deficit was reduced, due to expected net sales and the effect of cost savings, including cost-cutting for R&D.

The abovementioned forecasts, based largely on company expectations and information available as of the date hereof, are therefore subject to risks and uncertainties that may be beyond company control. Actual results could differ materially, due to numerous factors.