



Summary of Consolidated Financial Results for the Third Quarter of the Fiscal Year Ending March 31, 2008

February 5, 2008

Company: Keyware Solutions Inc.

Stock code: 3799

Representative director: Hiroshi Hattanda, president

Contact: Shigetoshi Yako, Head of Management Control Office

Stock Exchange Listings: JASDAQ

URL: <http://www.keyware.co.jp>

Tel: (03)5369 - 1118

(Amounts are rounded down to units of million yen)

1. Summary of financial results for the third quarter of the fiscal year ending March 31, 2008

(April 1, 2007 – December 31, 2007)

(1) Consolidated operating results

(Percentage figures indicate changes from the same quarter of the prior fiscal year.)

	Sales		Operating income		Ordinary income		Net income	
	¥million	%	¥million	%	¥million	%	¥million	%
3rd Quarter FY March 2008	13,597	14.2	137	-26.3	73	-32.6	-23	-
3rd Quarter FY March 2007	11,902	-	187	-	108	-	19	-
FY ended March 31, 2007	20,006	8.0	824	25.7	840	14.9	548	-20.4

	Net income per share	Diluted net income per share
	¥	¥
3rd Quarter FY March 2008	-2.53	-
3rd Quarter FY March 2007	3.17	-
FY ended March 31, 2007	63.09	-

Notes:

1. Consolidated quarterly results were first published in the previous fiscal year. For the previous fiscal year, comparative year-on-year changes in quarterly consolidated results are therefore not stated.
2. Since the Company has issued no dilutive instruments, diluted net income per share for the period is not stated.

(2) Consolidated financial position

	Total assets	Net assets	Ownership equity ratio	Net assets per share
	¥million	¥million	%	¥
3rd Quarter FY March 2008	11,104	7,573	68.2	831.38
3rd Quarter FY March 2007	11,248	7,292	64.8	800.53
FY ended March 31, 2007	11,114	7,806	70.2	856.94

(3) Consolidated cash flows

	Operating cash flows	Investing cash flows	Financing cash flows	Cash and cash equivalents at the end of the period
	¥million	¥million	¥million	¥million
3rd Quarter FY March 2008	-658	-172	419	814
3rd Quarter FY March 2007	-723	-297	968	656
FY ended March 31, 2007	-78	227	366	1,225

2. Dividends

Record date	Dividends per share		
	End of first-half	Fiscal-year end	Full-year
	¥	¥	¥
FY ended March 31, 2007	5.00	15.00	20.00
FY ending March 31, 2008 (recorded)	5.00		15.00
FY ending March 31, 2008 (projected)		10.00	

Note: The year-end dividend for fiscal year ended March 2007 consisted of a commemorative dividend of ¥5.00.

3. Projections for consolidated financial results for the fiscal year ending March 31, 2008
(April 1, 2007 – March 31, 2008) (For reference)
(Percentage figures indicate changes from the corresponding periods a year earlier)

	Sales		Operating income		Ordinary income		Net income		Net income per share
	¥million	%	¥million	%	¥million	%	¥million	%	¥
Full year	21,400	7.0	927	12.5	959	14.2	480	-12.4	52.68

4. Other information

- (1) There were no changes in the number of important subsidiaries during the period (changes in the scope of consolidation due to change in the number of specified subsidiaries).
- (2) The Company uses simplified accounting methods.
- (3) Accounting methods are unchanged from the consolidated financial statements for the previous fiscal year.

(Reference 1) Non-consolidated operating results for the 3rd quarter of fiscal year ending March 31, 2008
(April 1, 2007 – December 31, 2007)
(Percentage figures indicate changes from the same quarter of the prior fiscal year.)

	Sales		Operating income		Ordinary income		Net income for the quarter	
	¥million	%	¥million	%	¥million	%	¥million	%
3rd Quarter FY March 2008	10,919	12.8	48	-42.6	43	155.5	-7	-
3rd Quarter FY March 2007	9,684	-	83	-	16	-	-24	-
FY ended March 31, 2007	16,598	5.4	667	25.1	588	24.2	330	-27.2

	Net income per share	Net income per share
	¥	¥
3rd Quarter FY March 2008	-0.78	-
3rd Quarter FY March 2007	-2.77	-
FY ended March 31, 2007	37.44	-

Notes:

1. Consolidated quarterly results were first published in the previous fiscal year. For the previous fiscal year, comparative year-on-year changes in quarterly consolidated results are therefore not stated.
2. Since the Company has issued no dilutive instruments, diluted net income per share for the period is not stated.

(Reference 2) Projections for consolidated financial results for the fiscal year ending March 31, 2008
(April 1, 2007 – March 31, 2008)
(Percentage figures indicate changes from the corresponding periods a year earlier)

	Sales		Operating income		Ordinary income		Net income		Net income per share
	¥million	%	¥million	%	¥million	%	¥million	%	¥
Full year	17,292	4.2	912	36.7	851	44.7	416	26.1	45.66

*Disclaimer

The above projections are based on information available as of the date of dissemination of this summary of consolidated financial results. Actual results may differ from forecasts due to various future factors.