



## Summary of Financial Results for the Fiscal Year Ended March 31, 2007

Company: Keyware Solutions Inc.

Stock code: 3799

Representative director: Hiroshi Hattanda, President

Contact: Shigetoshi Yako, Head of Management Control Office

Ordinary general meeting of shareholders (scheduled): June 27, 2007

Dividend payout date (scheduled): June 12, 2007

Securities report filing date (scheduled): June 27, 2007

May 11, 2007

Stock Exchange Listings: JASDAQ

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

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(Amounts are rounded down to units of million yen)

### 1. Consolidated financial results for the fiscal year ended March 31, 2007

(April 1, 2006 – March 31, 2007)

(1) Consolidated operating results (Percentage figures indicate changes from the prior fiscal year.)

	Sales		Operating income		Ordinary income		Net income	
	¥million	%	¥million	%	¥million	%	¥million	%
FY ended March 31, 2007	20,006	8.0	824	25.7	840	14.9	548	-20.4
FY ended March 31, 2006	18,522	3.0	655	183.7	731	179.0	689	183.2

	Net income per share	Diluted net income per share	Return on ownership equity	Ratio of ordinary income to total assets	Ratio of operating income to sales
	¥	¥	%	%	%
FY ended March 31, 2007	63.09	—	7.7	7.8	4.1
FY ended March 31, 2006	90.81	—	11.3	7.2	3.5

(Reference) Equity in earnings:

Fiscal year ended March 31, 2007: ¥122 million

Fiscal year ended March 31, 2006: ¥146 million

## (2) Consolidated financial position

	Total assets	Net assets	Ownership equity ratio	Net assets per share
	¥million	¥million	%	¥
FY ended March 31, 2007	11,114	7,806	70.2	856.94
FY ended March 31, 2006	10,339	6,361	61.5	840.34

## (Reference) Ownership equity:

FY ended March 31, 2007: ¥7,806 million

FY ended March 31, 2006: none

Note: For the data for fiscal year March 2006, the former shareholders' equity is shown under "Net assets," shareholders' equity ratio under "Ownership equity ratio," and shareholders' equity per share under "Net assets per share."

## (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
FY ended March 31, 2007	-78	227	366	1,225
FY ended March 31, 2006	1,009	-334	-655	709

## 2. Dividends

Record dated	Dividends per share			Total dividends (annual)	Payout ratio (consolidated)	Ratio of dividends to net assets (consolidated)
	End of first-half	Fiscal-year end	FY			
	¥	¥	¥	¥million	%	%
FY ended March 31, 2006	—	10.00	10.00	75	11.0	1.2
FY ended March 31, 2007	5.00	15.00	20.00	182	31.7	2.4
FY ending March 2008 (projected)	5.00	10.00	15.00	136	28.3	1.2

Note: Year-end dividends for fiscal year ending March 2007 consisted of an ordinary dividend of ¥10.00 and 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)

(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	%	¥
First-half	9,179	13.3	237	12.9	191	41.5	47	-23.0	5.15
Full year	21,400	7.0	927	12.5	959	14.2	480	-12.4	52.68