

Summary of Financial Results for the Fiscal Year Ended March 31, 2008

May 13, 2008

Company: Keyware Solutions Inc.
Stock code: 3799

Stock Exchange Listings: TSE 2nd section, JASDAQ
URL: <http://www.keyware.co.jp>

Representative director: Hiroshi Hattanda, President
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Ordinary general meeting of shareholders (scheduled): June 25, 2008

Dividend payout date (scheduled): June 10, 2008

Securities report filing date (scheduled): June 25, 2008

(Amounts are rounded down to units of million yen)

1. Consolidated financial results for the fiscal year ended March 31, 2008

(April 1, 2007 – March 31, 2008)

(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, 2008	21,936	9.6	1,043	26.6	1,070	27.3	603	10.0
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	Return on ownership equity	Ratio of ordinary income to total assets	Ratio of operating income to sales
	¥	¥	%	%	%
FY ended March 31, 2008	66.29	–	7.6	9.4	4.8
FY ended March 31, 2007	63.09	–	7.7	7.8	4.1

(Reference) Equity in earnings:

Fiscal year ended March 31, 2008: ¥80 million

Fiscal year ended March 31, 2007: ¥122 million

(2) Consolidated financial position

	Total assets	Net assets	Ownership equity ratio	Net assets per share
	¥million	¥million	%	¥
FY ended March 31, 2008	11,615	8,175	70.4	897.43
FY ended March 31, 2007	11,114	7,806	70.2	856.94

(Reference) Ownership equity:

FY ended March 31, 2008: ¥8,175 million

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

(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, 2008	-137	-196	118	1,009
FY ended March 31, 2007	-78	227	366	1,225

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, 2007	5.00	15.00	20.00	182	31.7	2.4
FY ended March 31, 2008	5.00	17.00	22.00	200	33.2	2.5
FY ended March 2009 (projected)	5.00	10.00	15.00	—	15.2	—

Note: Year-end dividends for fiscal year ending March 2008 consisted of an ordinary dividend of ¥12.00 and a commemorative dividend of ¥5.00.

3. Projections for consolidated financial results for the fiscal year ending March 31, 2009
(April 1, 2008 – March 31, 2009)

(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	9,580	1.1	265	0.0	273	18.0	156	98.0	17.12
Full year	22,500	2.6	1,510	44.7	1,564	46.2	898	48.7	98.57