

Consolidated Earnings Report for the Third-Quarter Ended December 31, 2008

(Year ending March 31, 2009)

Company Name: ITX Corporation
 Stock Listing: Osaka Securities Exchange (Hercules)
 Code: 2725
 (URL <http://www.itx-corp.co.jp/>)
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1. Consolidated Financial Results for the Third-Quarter ended December 31, 2008 (April 1, 2008 –December 31, 2008) -- Unaudited

(1) Consolidated Operating Results

(The percentage figure accompanying amounts represents the year-on-year change.)
(Millions of yen)

	Revenues		Operating income		Net income	
Apr. 1 –Dec. 31, 2008	183,071	(-)%	(1,243)	(-)%	(4,603)	(-)%
Apr. 1 –Dec. 31, 2007	240,291	(1.8)%	2,433	(-)%	471	(-)%

(Yen)

	Net income per share	Net income per share (diluted)
Apr. 1 –Dec. 31, 2008	(7,189.84)	-
Apr. 1 –Dec. 31, 2007	866.09	857.53

(2) Consolidated Financial Position

(Millions of yen)

	Total assets	Total net assets	Equity Ratio	Net assets per share
			%	(Yen)
Dec. 31, 2008	144,342	32,983	21.2	47,753.77
Mar. 31, 2008	169,613	39,081	21.0	55,655.89

(Reference): Equity:

Dec. 31, 2008 ¥ 30,574 million Mar. 31, 2008 ¥ 35,633 million

2. Dividends

Record date	Dividends per Share(¥)				
	Jun.30, 2008	Sep.30, 2008	Dec.30, 2008	Year-end	Annual
	(Yen)	(Yen)	(Yen)	(Yen)	(Yen)
Year ended March 31, 2008	-	0.00	-	0.00	0.00
Year ended March 31, 2009	-	0.00	-	-	-
Year ending March 31, 2009 (forecast)	-	-	-	0.00	0.00

(Note) Revision of Dividend Forecast : None

3. Forecast for Fiscal 2009 (April 1, 2008 – March 31, 2009)

(The percentage figure accompanying amounts represents the year-on-year change.)

	Revenues		Operating income		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Year ending March 31, 2009	268,000	17.0	1,500	65.6	3,500	-	5,466.69

(Note) Revision of Forecast : Yes

4. Other

(1) Changes in major subsidiaries during the period

(changes in specified subsidiaries due to change in the scope of consolidation): Yes

Decrease: 1 (ITX-Nextream Fund No.1 Investment Limited Liability Partnership)

(Note) For more details, please refer to the section of "4. Other Information of Qualitative Data, Financial Statements and Other Information" on page 6.

(2) Application of simplified accounting methods as well as special accounting methods for preparing quarterly consolidated financial statements: Yes

(Note) For more details, please refer to the section of "4. Other Information of Qualitative Data, Financial Statements and Other Information" on page 6.

(3) Changes in accounting principles, procedures and methods of presentation associated with quarterly consolidated financial statements (significant changes in basis of presenting quarterly consolidated financial statements):

(i) Changes due to revisions to accounting standards: Yes

(ii) Other changes besides (i): None

(Note) For more details, please refer to the section of "4. Other Information of Qualitative Data, Financial Statements and Other Information" on page 6.

(4) Number of shares issued and outstanding (Common stock):

	Dec. 31, 2008	Mar. 31, 2008
Number of shares issued and outstanding	640,240	640,240
	Dec. 31, 2008	Mar. 31, 2008
Treasury Stock	-	-
	Apr. 1 –Dec. 31, 2008	Apr. 1 –Dec. 31, 2007
The weighted average number of shares issued and outstanding	640,240	543,695

(5) Concerning of Accounting Auditor: None

Cautionary Statement on Appropriate Use of Earnings Forecasts

(1) Effective from the year ending March 31, 2009, the "Accounting Standard for Quarterly Financial Statements" (Accounting Standards Board of Japan (ASBJ) Statement No.12, March 14, 2007), and the "Implementation Guidance for Accounting Standards for Quarterly Financial Statements" (ASBJ Guidance No. 14, March 14, 2007) are applied. Also, the current quarterly financial statements were prepared in accordance with Quarter Consolidated Financial Statement Regulation.

(2) Earnings forecasts are based on information available and assumptions of uncertainties that could impact future results as of the date of release. Accordingly, actual results could differ materially to forecasts due to a variety of factors. Please refer to "ITX Revises Forecasts for Fiscal 2009" provided separately today concerning the forecast for fiscal 2009.

Qualitative Data, Financial Statements and Other Information**1. Qualitative Data Related to Consolidated Operating Results**

Operating Environment

For the first nine months of fiscal 2009 ended December 31, 2008, ITX recorded consolidated revenues of ¥183,071 million, a year-on-year decrease of 23.8%. This decrease in revenues is mainly attributable to a slowing replacement cycle for mobile phones because of changes in the price plans of mobile communications carriers. The main contributors to revenues were major consolidated subsidiaries, IT Telecom Inc., ¥110,191 million (consolidated revenues); KS OLYMPUS CO., LTD, ¥22,885 million; Broadleaf Co., Ltd., ¥11,921 million (consolidated revenues); and E-Globaledge Corporation, ¥6,108 million (consolidated revenues). Revenues by business segment were as follows (figures in parentheses indicate share of consolidated revenues): ¥31,917 million (17.4%) in Life Sciences; ¥26,445 million (14.5%) in Networking & Technologies; ¥111,106 million (60.7%) in Mobile Communications; and ¥13,603 million (7.4%) in Business Innovations.

In terms of profit and loss, gross profit was up year-on-year in the mobile phone retailing business because, although revenues were lower due to the reason stated above, commercial profitability was improved principally through attaining higher efficiency in selling expenses. On the other hand, due to an increase in impairment loss on investment securities for business incubation, consolidated gross profit decreased by 11.2% year-on-year, to ¥34,691 million. SG&A expenses decreased by 1.9% year-on-year, to ¥35,934 million, which comprised personnel expenses of ¥15,664 million and non-personnel expenses of ¥20,270 million (including ¥2,579 million for the amortization of goodwill).

Operating income decreased ¥3,676 million compared with the same period of fiscal 2008 to post a loss of ¥1,243 million.

After other income and expenses such as impairment loss on investment securities of ¥1,315, impairment loss on fixed assets of ¥952, interest expense, income taxes and minority interests adjustments, ITX reported net loss of ¥4,603 million (down ¥5,074 million compared with the same period of fiscal 2008).

Management Policies

ITX Corporation announced “ITX Announces Corporate Structural Reform” and “ITX Announces Merger with Consolidated Subsidiary” on December 16, 2008, as well as “Notice Concerning Functional Integration in Electronics and Solutions Field (Supplementary Initiative to “Corporate Structural Reform”)” on December 24, 2008.

Please refer to the following materials for more details.

Materials for the announcement on December 16, 2008

“ITX Announces Corporate Structural Reform”

“ITX Announces Merger with Consolidated Subsidiary”

Materials for the announcement on December 24, 2008

“Notice Concerning Functional Integration in Electronics and Solutions Field (Supplementary Initiative to “Corporate Structural Reform”)”

Operating Result by Business Segment

As of December 31, 2008, the ITX Group consisted of ITX Corporation, 43 subsidiaries, including 1 company not accounted for as a consolidated subsidiary or an equity-method affiliate, and 17 affiliates, including 3 companies not accounted for as an equity-method affiliate, for a total of 61 companies.

The following table lists operating results by segment and by source of revenue (gains from sales of investment securities for business incubation and revenues from sales of equipment and provision of services) on a consolidated basis for the first nine months of fiscal 2009 and 2008.

(Millions of yen)

Segment	Apr.1, 2007- Dec.31, 2007	Apr.1, 2008- Dec.31, 2008	Apr.1, 2007- Mar.31, 2008
Life Sciences			
Revenues	35,538	31,917	50,510
Sales of investment securities for business incubation	763	7	755
Equipment sales and services	34,775	31,910	49,755
Gross Profit	6,361	5,159	8,745
Sales of investment securities for business incubation	310	(759)	46
Equipment sales and services	6,051	5,918	8,699
Selling, general and administrative expenses	5,386	5,666	7,436
Operating income (Loss)	975	(507)	1,309
Sales of investment securities for business incubation	237	(825)	(53)
Equipment sales and services	738	318	1,362
Networking & Technologies			
Revenues	37,452	26,445	50,537
Sales of investment securities for business incubation	5,899	551	7,662
Equipment sales and services	31,553	25,894	42,875
Gross Profit	12,703	10,901	18,040
Sales of investment securities for business incubation	923	(170)	1,703
Equipment sales and services	11,780	11,071	16,337
Selling, general and administrative expenses	10,962	10,165	14,596
Operating income (Loss)	1,741	736	3,444
Sales of investment securities for business incubation	823	(260)	1,587
Equipment sales and services	918	996	1,857
Mobile Communications			
Revenues	153,602	111,106	203,930
Sales of investment securities for business incubation	-	-	-
Equipment sales and services	153,602	111,106	203,930
Gross Profit	16,904	16,853	23,358
Sales of investment securities for business incubation	-	-	-
Equipment sales and services	16,904	16,853	23,358
Selling, general and administrative expenses	16,374	16,408	21,883
Operating income (Loss)	530	445	1,475
Sales of investment securities for business incubation	(12)	(8)	(18)
Equipment sales and services	542	453	1,493

(Millions of yen)

Segment	Apr.1, 2007- Dec.31, 2007	Apr.1, 2008- Dec.31, 2008	Apr.1, 2007- Mar.31, 2008
Business Innovations			
Revenues	13,699	13,603	18,228
Sales of investment securities for business incubation	407	30	406
Equipment sales and services	13,292	13,573	17,822
Gross Profit	3,078	1,778	3,298
Sales of investment securities for business incubation	152	(651)	(283)
Equipment sales and services	2,926	2,429	3,581
Selling, general and administrative expenses	3,106	2,927	4,134
Operating income (Loss)	(28)	(1,149)	(836)
Sales of investment securities for business incubation	60	(713)	(403)
Equipment sales and services	(88)	(436)	(433)
Elimination and Corporate			
Revenues	-	-	(65)
Sales of investment securities for business incubation	-	-	-
Equipment sales and services	-	-	(65)
Gross Profit	-	-	(26)
Sales of investment securities for business incubation	-	-	-
Equipment sales and services	-	-	(26)
Selling, general and administrative expenses	785	768	1,000
Operating income (Loss)	(785)	(768)	(1,026)
Sales of investment securities for business incubation	(393)	(384)	(513)
Equipment sales and services	(392)	(384)	(513)
Consolidated			
Revenues	240,291	183,071	323,140
Sales of investment securities for business incubation	7,069	588	8,823
Equipment sales and services	233,222	182,483	314,317
Gross Profit	39,046	34,691	53,415
Sales of investment securities for business incubation	1,385	(1,580)	1,466
Equipment sales and services	37,661	36,271	51,949
Selling, general and administrative expenses	36,613	35,934	49,049
Operating income (Loss)	2,433	(1,243)	4,366
Sales of investment securities for business incubation	715	(2,190)	600
Equipment sales and services	1,718	947	3,766

Notes: Operating income from sales of investment securities for business incubation and from equipment sales and services has been shown for reference purposes from the period under review.

2. Qualitative Data Related to Consolidated Financial Position

At December 31, 2008, ITX Group had ¥144,342 million in total assets, a decrease of ¥25,271 million, compared to the end of the previous fiscal year. This mainly reflected the collection of trade notes and accounts receivable and the payment of trade notes and accounts payable of consolidated subsidiaries, IT Telecom, Inc. and KS OLYMPUS CO., LTD, and the repayments of debt at ITX Corporation and consolidated subsidiaries. Net assets was ¥32,983 million, which mainly reflects the reporting net loss of ¥4,603 million. As a result of the above, the equity ratio increased from 21.0% to 21.2%. Investments totaling ¥1,179 million were made by ITX Corporation and investment subsidiaries in Group companies and investees during the nine months ended December 31, 2008.

3. Qualitative Data Related to Consolidated Forecasts

Please refer to "ITX Revises Forecasts for Fiscal 2009" provided separately today concerning the forecast for fiscal 2009.

4. Other Information

- (1) Changes in major subsidiaries during the period
(changes in specified subsidiaries due to change in the scope of consolidation):

Name: ITX-Nextream Fund No.1 Investment Limited Liability Partnership

Reason for change: ITX resolved the decisions to: increase capital, through allocation of new shares to a third party, in its subsidiary, ITX Capital Innovation Co., Ltd. (ITX Capital Innovation); and execute a partial sale of shares of ITX Capital Innovation. By way of these decisions, the classification of ITX Capital Innovation changed from a subsidiary of ITX to an equity-method affiliate of ITX. In addition, ITX-Nextream Fund No.1 Investment Limited Liability Partnership, whose operations are under the control of ITX Capital Innovation, no longer will be classified as a specified subsidiary of ITX because of ITX's diminished control.

Besides the above-mentioned companies, the changes in consolidated subsidiaries during fiscal 2009 are as follows.

(Increase)	(Decrease)
Consolidated subsidiaries	Consolidated subsidiaries
Makewave Japan co., ltd. NT(purchase of shares)	Japan Market Intelligence KK BI(sales of shares)
	Six other companies

Note:

- Business segment names have been abbreviated: Networking & Technologies (NT), Business Innovations (BI). Both ITX Capital Innovation Co., Ltd. and ITX-Nextream Fund No.1 Investment Limited Liability Partnership are in Business Innovations (BI).
 - Reason for change in parentheses.
- (2) Application of simplified accounting methods as well as special accounting methods for preparing quarterly consolidated financial statements:
- Valuation of inventories
At certain consolidated subsidiaries, inventories at this quarter-end is calculated by reasonable calculating method based on the physical inventory taking at the end of the previous fiscal year or at the end of the current second quarter, without a physical inventory taking.
- Calculation for Depreciation expense of Property and equipment
Depreciation expense of property and equipment to which the declining-balance method is applied is calculated dividing the depreciation expense for the business year proportionally over the term.

- (3) Changes in accounting principles, procedures or methods of presentation associated with quarterly consolidated financial statements.:

Changes in Accounting Policies

Application of the "Accounting Standard for Quarterly Financial Statements"

Effective from the year ending March 31, 2009, the "Accounting Standard for Quarterly Financial Statements" (Accounting Standards Board of Japan (ASBJ) Statement No.12, March 14, 2007), and the "Implementation Guidance for Accounting Standards for Quarterly Financial Statements" (ASBJ Guidance No. 14, March 14, 2007) are applied. Also, the current quarterly financial statements were prepared in accordance with Quarter Consolidated Financial Statement Regulation.

Application of the "Practical Solution on Unification of Accounting Policies Applied to Foreign Subsidiaries for Consolidated Financial Statements"

From this first quarter period, the "Practical Solution on Unification of Accounting Policies Applied to Foreign Subsidiaries for Consolidated Financial Statements" (ASBJ PITF Practical Solution No.18, May 17, 2006) is applied. This change has no impact on profits and losses.

Application of the "Accounting Standard for Lease Transactions"

Before the change, the accounting treatment for finance lease transactions not involving the transfer of ownership followed mutatis mutandis the method for operating lease transactions. However, now after the application of the "Accounting Standard for Lease Transactions" (ASBJ Statement No.13: the First Committee of the Business Accounting Council, June 17, 1993; revised March 30, 2007) and the "Guidance on Accounting Standard for Lease Transactions" (ASBJ Guidance No.16; the JICPA Accounting Committee, January 18, 1994; revised March 30, 2007) are allowed starting from the quarterly consolidated financial statements related to the fiscal year beginning April 1, 2008 or later, the Company applies these standard and guidance from this first quarter period, and the accounting treatment for such transactions follow the method for ordinary purchase and sales transactions. Meanwhile, depreciation of leased assets pertaining to finance lease transactions not

involving the transfer of ownership is computed on a straight-line method over the lease period as durable period without residual value. Also, the accounting treatment for finance lease transactions not involving the transfer of ownership and whose transaction commenced before the first fiscal year in which the Accounting Standard for Lease Transactions is applied continuously follows mutatis mutandis the method for operating lease transactions. The impact of this change on profits and losses is immaterial.

Applications of the “Accounting Standard for Measurement of Inventories”

In the past, inventories held for sale in the ordinary course of business were stated at cost, determined principally on a first-in, first-out basis.

As the “Accounting Standard for Measurement of Inventories” (ASBJ Statement No.9, July 5, 2006) are applied from this first quarter period, we mainly employ the moving average method and the first-in, first-out method based on the cost method (for the value stated on the balance sheet, book value is written down based on the decreased profitability). As a result of this change, operation loss increased by ¥8 million and loss before income taxes and minority interests increased by ¥64 million respectively.

ITX Corporation
Consolidated Balance Sheets

Assets	Millions of yen		Thousands of U.S. dollars
	Dec. 31, 2008	Mar. 31, 2008	Dec. 31, 2008
Current assets:			
Cash and cash equivalents	¥ 22,531	¥ 25,312	\$ 247,593
Trade notes and accounts receivable	34,136	48,515	375,121
Allowance for doubtful accounts	(555)	(312)	(6,099)
	33,581	48,203	369,022
Marketable securities	198	-	2,176
Inventories	10,908	12,258	119,868
Other current assets	10,690	11,416	117,473
Total current assets	77,908	97,189	856,132
Non-current assets:			
Property and equipment	7,081	6,937	77,813
Investment and other assets:			
Investment securities	3,862	4,734	42,440
Investment securities for business incubation	4,994	6,775	54,879
Goodwill	38,644	42,058	424,659
Intangible assets	3,330	3,366	36,594
Other non-current assets	8,523	8,554	93,659
	59,353	65,487	652,231
Total non-current assets	66,434	72,424	730,044
Total assets	¥ 144,342	¥ 169,613	\$ 1,586,176

The U.S. dollar amounts represent translations of Japanese yen amounts at the rate of ¥91=US\$1.

ITX Corporation Consolidated Balance Sheets

Liabilities and Net Assets	Millions of yen		Thousands of U.S. dollars
	Dec. 31, 2008	Mar. 31, 2008	Dec. 31, 2008
Current liabilities:			
Trade notes and accounts payable	¥ 26,564	¥ 36,435	\$ 291,912
Short-term borrowings	10,823	14,614	118,934
Current portion of long-term debt	10,486	4,797	115,231
Accrued income taxes	750	979	8,242
Provision	72	133	791
Other current liabilities	9,974	11,886	109,604
Total current liabilities	58,669	68,844	644,714
Non-current liabilities:			
Long-term debt	50,829	59,417	558,560
Retirement allowance: Employees	1,597	1,570	17,550
Provision	62	523	681
Other non-current liabilities	202	178	2,220
Total non-current liabilities	52,690	61,688	579,011
Net Assets:			
Shareholders' Equity:			
Common stock	25,444	25,444	279,605
Capital surplus	18,005	18,005	197,857
Retained earnings	(11,394)	(6,775)	(125,209)
Total Shareholders' Equity	32,055	36,674	352,253
Valuation and Translation Adjustments:			
Net unrealized holding loss on available-for-sale securities, net of taxes	(463)	(446)	(5,088)
Net unrealized losses on hedging derivatives, net of taxes	(94)	(146)	(1,033)
Revaluation reserve for land	(135)	(135)	(1,484)
Foreign currency translation adjustments	(789)	(314)	(8,670)
Total valuation and translation adjustments	(1,481)	(1,041)	(16,275)
Minority Interests	2,409	3,448	26,473
Total Net Assets	32,983	39,081	362,451
Total liabilities and Net Assets	¥ 144,342	¥ 169,613	\$ 1,586,176

The U.S. dollar amounts represent translations of Japanese yen amounts at the rate of ¥91=US\$1.

ITX Corporation
Consolidated Statements of Operations

	Millions of yen	Thousands of U.S. dollars
	Apr.1, 2008- Dec. 31, 2008	Apr.1, 2008- Dec. 31, 2008
Revenues	183,071	2,011,769
Costs of revenues	148,380	1,630,549
Gross profit	34,691	381,220
Selling, general and administrative expenses	35,934	394,879
Operating loss	(1,243)	(13,659)
Other income (expenses):		
Interest and dividend income	324	3,560
Interest expense	(1,026)	(11,275)
Impairment loss on investment securities	(1,315)	(14,451)
Gain on sales of investment securities, net	18	198
Gain on holding gain of investment securities, net	225	2,473
Impairment loss on fixed assets	(952)	(10,462)
Equity in loss of unconsolidated subsidiaries and affiliates	(357)	(3,923)
Gain on deemed sales of investment securities in affiliates due to dilution of equity interests, net	9	99
Loss on sales and retirement of non-current assets, net	(44)	(483)
Settlement received	74	813
Other, net	87	956
Loss before income taxes and minority interests	(4,200)	(46,154)
Income taxes:		
Current	482	5,297
Deferred	44	483
	526	5,780
Minority interests	123	1,352
Net loss	¥ (4,603)	\$ (50,582)

The U.S. dollar amounts represent translations of Japanese yen amounts at the rate of ¥91=US\$1.

ITX Corporation

Consolidated Statements of Cash Flows

	Millions of yen	Thousands of U.S. dollars
	Apr.1, 2008- Dec. 31, 2008	Apr.1, 2008- Dec. 31, 2008
Cash flows from operating activities:		
Loss before income taxes and minority interests	¥ (4,200)	\$ (46,154)
Adjustments to reconcile loss before income taxes and minority interests to net cash provided by operating activities		
Depreciation	2,228	24,484
Impairment loss on fixed assets	952	10,462
Amortization of goodwill	2,579	28,341
Increase in allowance for doubtful accounts	321	3,527
Increase (decrease) in retirement allowance:		
Employees	69	758
Directors and corporate auditors	(8)	(88)
Interest and dividend income	(324)	(3,560)
Interest expense	1,026	11,275
Equity in losses of unconsolidated subsidiaries and affiliates	357	3,923
Gain on sales of investment securities, net	(18)	(198)
Gain on deemed sales due to changes in equity, net	(9)	(99)
Impairment loss on investment securities	1,315	14,450
Gain on sales of investment securities in subsidiaries and affiliates	(5)	(55)
Decrease in investment securities for business incubation	1,973	21,681
Decrease in trade receivables	13,143	144,429
Decrease in inventories	600	6,593
Decrease in trade payables	(8,870)	(97,473)
Increase in other assets	(1,605)	(17,637)
Decrease in other liabilities	(1,079)	(11,857)
Other, net	(344)	(3,780)
Sub-total	<u>8,101</u>	<u>89,022</u>
Receipt of interest and dividends	357	3,923
Payment of interest	(926)	(10,176)
Refund of income taxes	311	3,418
Payment of income taxes	<u>(1,803)</u>	<u>(19,813)</u>
Net cash provided by operating activities	<u>6,040</u>	<u>66,374</u>
Cash flows from investment activities:		
Purchase of short-term investment securities	(200)	(2,198)
Acquisition of property and equipment	(1,223)	(13,440)
Proceeds from sales of property and equipment	36	396
Acquisition of intangible fixed assets	(1,582)	(17,385)
Acquisition of investment securities	(627)	(6,890)
Proceeds from sales and redemption of investment securities	612	6,725
Net decrease due to sales of investments in subsidiaries related to changes in scope of consolidation	(96)	(1,055)
Acquisition of investments in subsidiaries and affiliates	(897)	(9,857)
Decrease in short-term loans receivable	614	6,747
Payments of long-term loans receivable	(91)	(1,000)
(to be continued)		

ITX Corporation

Consolidated Statements of Cash Flows

	Millions of yen	Thousands of U.S. dollars
(continued)	Apr.1, 2008- Dec. 31, 2008	Apr.1, 2008- Dec. 31, 2008
Collection of long-term loans receivable	117	1,286
Other payments	(881)	(9,681)
Other proceeds	627	6,890
Payments for transfer of business	(70)	(769)
Net cash used in investment activities	<u>(3,661)</u>	<u>(40,231)</u>
Cash flows from financing activities:		
Net decrease in short-term borrowings	(3,251)	(35,725)
Proceeds from long-term debt	4,152	45,626
Repayments of long-term debt	(6,458)	(70,967)
Proceeds from issuance of bonds	375	4,121
Redemption of corporate bonds	(186)	(2,044)
Proceeds from issuance of common stock to minority shareholders	146	1,604
Cash dividends paid to minority shareholders	(82)	(901)
Other, net	(25)	(275)
Net cash used in financing activities	<u>(5,329)</u>	<u>(58,561)</u>
Effect of exchange rate changes on cash and cash equivalents	(1)	(11)
Net decrease in cash and cash equivalents	<u>(2,951)</u>	<u>(32,429)</u>
Cash and cash equivalents at beginning of year	25,312	278,154
Increase in cash and cash equivalents resulting from merger with unconsolidated subsidiaries	170	1,868
Cash and cash equivalents at end of year	<u>¥ 22,531</u>	<u>\$ 247,593</u>

The U.S. dollar amounts represent translations of Japanese yen amounts at the rate of ¥91=US\$1.

Effective from the year ending March 31, 2009, the “Accounting Standard for Quarterly Financial Statements” (Accounting Standards Board of Japan (ASBJ) Statement No.12, March 14, 2007), and the “Implementation Guidance for Accounting Standards for Quarterly Financial Statements” (ASBJ Guidance No. 14, March 14, 2007) are applied. Also, the current quarterly financial statements were prepared in accordance with Quarter Consolidated Financial Statement Regulation.

Notes on premise of going concern: None

Notes on significant changes in the amount of stockholders’ equity: None

(Reference)

ITX Corporation
Consolidated Statement of Operations

	Millions of yen
	Apr. 1, 2007 - Dec. 31, 2007
Revenues	¥ 240,291
Costs of revenues	201,245
Gross profit	39,046
Selling, general and administrative expenses	36,613
Operating income	2,433
Other income (expenses):	
Interest and dividend income	450
Interest expense	(1,234)
Impairment loss on investment securities	(237)
Loss on sales of trade notes receivable	(1)
Gain on sales of investment securities, net	286
Gain on sales of investment securities in subsidiaries and affiliates	303
Gain on holding gain of investment securities, net	53
Impairment loss on fixed assets	(15)
Equity in loss of unconsolidated subsidiaries and affiliates	(148)
Gain on derivative swap transaction	7
Reversed of allowance for doubtful accounts	1
Loss on deemed sales of investment securities in affiliates due to dilution of equity interests, net	(2)
Other, net	(308)
Income before income taxes and minority interests	1,588
Income taxes:	
Current	1,066
Deferred	42
	1,108
Minority interests	(9)
Net income	¥ 471