

**Consolidated Earnings Report for
the Third-Quarter Ended December 31, 2010**

Company Name: ITX Corporation
Stock Listing: Osaka Securities Exchange (JASDAQ)
Code: 2725
(URL <http://www.itx-corp.co.jp/>)
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Scheduled date for submitting a Quarterly Securities Report: February 14, 2011
Scheduled start date of dividend payment: -
Preparation of supplementary materials for quarterly financial results: No
Information meeting for quarterly financial results to be held: No

1. Consolidated Financial Results for the Third-Quarter ended December 31, 2010 (April 1, 2010 –December 31, 2010) -- 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, 2010	162,154	(-5.8)%	3,139	(12.3) %	2,191	(35.2)%
Apr. 1 –Dec. 31, 2009	172,195	(-5.9)%	2,795	(-) %	1,620	(-)%

(Yen)

	Net income per share	Net income per share (diluted)
Apr. 1 –Dec. 31, 2010	3,421.86	-
Apr. 1 –Dec. 31, 2009	2,530.75	2,526.50

(2) Consolidated Financial Position

(Millions of yen)

	Total assets	Total net assets	Equity Ratio	Net assets per share
Dec. 31, 2010	100,593	35,753	35.5 %	55,842.19
Mar. 31, 2010	116,329	33,514	27.7	50,301.95

(Reference): Equity: Dec. 31, 2010 ¥ 35,753million Mar. 31, 2010 ¥ 32,205 million

2. Dividends

Record date	Dividends per Share(¥)				
	At end of the 1Q	At end of the 2Q	At end of the 3Q	Year-end	Annual
Year ended Mar. 31, 2010	-	0.00	-	0.00	0.00
Year ending Mar. 31, 2011	-	0.00	-	-	-
Year ending Mar. 31, 2011 (forecast)	-	-	-	0.00	0.00

(Note) Revision of Dividend Forecast: None

3. Forecast for Fiscal 2011 (April 1, 2010 – March 31, 2011)

(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 Mar. 31, 2011	218,000	8.1	4,200	3.5	2,700	78.8	4,217.16

(Note) Revision of Forecast: None

4. Other

- (1) Changes in major subsidiaries during the period
(changes in specified subsidiaries accompanying change in the scope of consolidation): None
- (2) Application of simplified accounting methods as well as special accounting methods for preparing quarterly consolidated financial statements: Yes
- (3) Changes in accounting principles, procedures and presentation methods 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
- (4) Number of shares issued and outstanding (Common stock):

	Dec. 31, 2010	Mar. 31, 2010
Number of shares issued and outstanding	640,240	640,240

	Dec. 31, 2010	Mar. 31, 2010
Treasury Stock	-	-

	Apr.1 - Dec.31, 2010	Apr.1- Dec.31, 2009
The weighted average number of shares issued and outstanding	640,240	640,240

Implementation status of quarterly review procedures

This earnings report is not subject to quarterly review procedures under Japan's Financial Instruments and Exchange Law. At the time of this report's release such quarterly review procedures under the Financial Instruments and Exchange Law had not been completed.

Cautionary statement on appropriate use of earnings forecasts;

Earnings forecasts are based on information available and on certain assumptions deemed rational as of the date of release. Accordingly, actual results could differ materially from forecasts due to a variety of factors.

ITX Corporation Consolidated Balance Sheets

Assets	Millions of yen		Thousands of U.S. dollars
	Dec.31, 2010	Mar.31, 2010	Dec.31, 2010
Current assets:			
Cash and cash equivalents	¥ 9,330	¥ 21,825	\$ 115,185
Trade notes and accounts receivable	22,468	32,255	277,383
Merchandise and finished goods	9,457	9,721	116,753
Work in process	-	242	-
Short-term loan receivable	25,045	3,428	309,198
Other current assets	1,461	3,620	18,037
Allowance for doubtful accounts	(60)	(268)	(741)
Total current assets	67,701	70,823	835,815
Non-current assets:			
Property and equipment	2,211	6,204	27,296
Investment and other assets			
Investment securities	4,501	3,480	55,568
Goodwill	22,061	26,552	272,358
Intangible assets	621	1,567	7,667
Other non-current assets	3,649	8,735	45,049
Allowance for doubtful accounts	(151)	(1,032)	(1,864)
Total non-current assets	30,681	39,302	378,778
Total non-current assets	32,892	45,506	406,074
Total assets	¥ 100,593	¥ 116,329	\$ 1,241,889

The U.S. dollar amounts represent translations of Japanese yen amounts at the rate of ¥81=US\$1.

ITX Corporation Consolidated Balance Sheets

Liabilities and Net Assets	Millions of yen		Thousands of U.S. dollars
	Dec.31, 2010	Mar. 31, 2010	Dec.31, 2010
Current liabilities:			
Trade notes and accounts payable	¥ 20,646	¥ 27,408	\$ 254,889
Short-term loans payable	3,500	5,899	43,210
Current portion of long-term debt	8,670	7,839	107,037
Accrued income taxes	87	448	1,074
Provision	-	2	-
Other current liabilities	5,974	8,922	73,753
Total current liabilities	38,877	50,518	479,963
Non-current liabilities:			
Long-term debt	24,225	29,903	299,074
Retirement allowance: Employees	1,262	1,563	15,580
Provision	-	32	-
Other non-current liabilities	476	799	5,877
Total non-current liabilities	25,963	32,297	320,531
Net Assets:			
Shareholders' Equity:			
Common stock	25,444	25,444	314,123
Capital surplus	9,458	18,015	116,765
Retained earnings	1,477	(9,271)	18,235
Total Shareholders' Equity	36,379	34,188	449,123
Valuation and Translation Adjustments:			
Net unrealized holding losses on available-for-sale securities, net of taxes	3	(160)	37
Net unrealized losses on hedging derivatives, net of taxes	(549)	(487)	(6,778)
Revaluation reserve for land	11	(113)	136
Foreign currency translation adjustments	(91)	(1,223)	(1,123)
Total valuation and translation adjustments	(626)	(1,983)	(7,728)
Minority Interests	-	1,309	-
Total Net Assets	35,753	33,514	441,395
Total Liabilities and Net Assets	¥ 100,593	¥ 116,329	\$ 1,241,889

The U.S. dollar amounts represent translations of Japanese yen amounts at the rate of ¥81=US\$1.

ITX Corporation
Consolidated Statements of Operations

	Millions of yen		Thousands of U.S. dollars
	Apr.1, 2010- Dec.31, 2010	Apr.1, 2009- Dec.31, 2009	Apr.1, 2010- Dec.31, 2010
Revenues	¥ 162,154	¥ 172,195	\$ 2,001,901
Costs of revenues	<u>134,927</u>	<u>136,661</u>	<u>1,665,765</u>
Gross profit	<u>27,227</u>	<u>35,534</u>	<u>336,136</u>
Selling, general and administrative expenses	<u>24,088</u>	<u>32,739</u>	<u>297,383</u>
Operating income	<u>3,139</u>	<u>2,795</u>	<u>38,753</u>
Other income (expenses):			
Interest and dividend income	184	180	2,272
Interest expenses	(625)	(831)	(7,716)
Impairment loss on investment securities	(68)	(415)	(840)
Gain on sales of investment securities, net	29	422	358
Gain on sales of investment securities in subsidiaries and affiliates	64	1,380	790
Impairment loss on fixed assets	(1)	(331)	(12)
Equity in gains (losses) of unconsolidated subsidiaries and affiliates	22	(231)	272
Foreign exchange gains	-	14	-
Loss on sales and disposal of non-current assets, net	(52)	(76)	(642)
Gain on change in equity	40	-	494
Prior year adjustment relating to adoption of the accounting standard on asset retirement obligations	(160)	-	(1,975)
Loss on valuation of inventories	(123)	-	(1,519)
Co-sponsor fee	76	-	938
Other, net	(21)	(555)	(259)
Income before income taxes and minority interests	<u>2,504</u>	<u>2,352</u>	<u>30,914</u>
Income taxes:			
Current	312	506	3,852
Deferred	(65)	177	(802)
	<u>247</u>	<u>683</u>	<u>3,050</u>
Income before minority interests	<u>2,257</u>	<u>1,669</u>	<u>27,864</u>
Minority interests	<u>(66)</u>	<u>(49)</u>	<u>(815)</u>
Net income	<u>¥ 2,191</u>	<u>¥ 1,620</u>	<u>\$ 27,049</u>

The U.S. dollar amounts represent translations of Japanese yen amounts at the rate of ¥81=US\$1.

ITX Corporation Consolidated Statements of Cash Flows

	Millions of yen		Thousands of U.S. dollars	
	Apr.1, 2010- Dec.31, 2010	Apr.1, 2009- Dec.31, 2009	Apr.1, 2010- Dec.31, 2010	Apr.1, 2009- Dec.31, 2009
Cash flows from operating activities:				
Income before income taxes and minority interests	¥ 2,504	¥ 2,352	\$ 30,914	
Adjustments to reconcile income before income taxes and minority interests to net cash provided by operating activities				
Depreciation	836	2,036	10,321	
Impairment loss on fixed assets	1	331	12	
Amortization of goodwill	1,870	2,488	23,086	
Prior year adjustment relating to adoption of the accounting standard on asset retirement obligations	160	-	1,975	
Decrease in allowance for doubtful accounts	(22)	(33)	(272)	
Increase (decrease) in retirement allowance:				
Employees	99	123	1,222	
Directors and corporate auditors	(9)	(41)	(111)	
Interest and dividend income	(184)	(180)	(2,272)	
Interest expenses	625	831	7,716	
Equity in losses (gains) of unconsolidated subsidiaries and affiliates	(22)	231	(272)	
Gain on sales of investment securities, net	(29)	(422)	(358)	
Gain on change in equity	(40)	-	(494)	
Impairment loss on investment securities	68	415	840	
Gain on sales of investment securities in subsidiaries and affiliates	(64)	(1,380)	(790)	
Decrease in trade receivables	3,818	1,706	47,136	
Increase in inventories	(656)	(2,476)	(8,099)	
Increase (decrease) in trade payables	(3,181)	1,893	(39,272)	
Decrease (increase) in other assets	(215)	1,106	(2,654)	
Increase (decrease) in other liabilities	285	(657)	3,519	
Other, net	171	868	2,112	
Sub-total	<u>6,015</u>	<u>9,191</u>	<u>74,259</u>	
Receipt of interest and dividends	112	272	1,383	
Payment of interest	(442)	(688)	(5,457)	
Refund of income taxes	301	101	3,716	
Payment of income taxes	(402)	(1,787)	(4,963)	
Net cash provided by operating activities	<u>5,584</u>	<u>7,089</u>	<u>68,938</u>	
(to be continued)				

ITX Corporation Consolidated Statements of Cash Flows

(continued)	Millions of yen		Thousands of U.S. dollars
	Apr.1, 2010- Dec.31, 2010	Apr.1, 2009- Dec.31, 2009	Apr.1, 2010- Dec.31, 2010
Cash flows from investment activities:			
Proceeds from sales and redemption of short-term investment securities	-	200	-
Acquisition of property and equipment	(517)	(1,415)	(6,383)
Proceeds from sales of property and equipment	1	12	12
Acquisition of intangible fixed assets	(154)	(1,219)	(1,901)
Acquisition of investment securities	(4,494)	(142)	(55,481)
Proceeds from sales and redemption of investment securities	46	869	568
Net decrease due to acquisition of investments in subsidiaries related to changes in scope of consolidation	-	(372)	-
Net increase from sales of investments in subsidiaries related to changes in scope of consolidation	201	17,579	2,481
Net decrease due to sales of investments in subsidiaries related to changes in scope of consolidation	-	(22)	-
Purchase of investments in subsidiaries	(55)	(800)	(679)
Net increase in short-term loans receivable	(23,419)	(1,743)	(289,123)
Payments of long-term loans receivable	-	(4)	-
Collection of long-term loans receivable	2	98	25
Payments due to transfer of business	-	(6,851)	-
Proceeds from transfer of business	15,938	95	196,765
Other payments	(360)	(299)	(4,444)
Other proceeds	197	568	2,432
Net cash used in investment activities	(12,614)	6,554	(155,728)
Cash flows from financing activities:			
Net decrease in short-term loans payable	(1,440)	(2,016)	(17,778)
Proceeds from long-term debt	-	28,710	-
Repayments of long-term debt	(3,964)	(44,446)	(48,938)
Proceeds from issuance of bonds	-	200	-
Redemption of corporate bonds	(20)	-	(247)
Cash dividends paid to minority shareholders	(31)	(122)	(383)
Other, net	(26)	(58)	(321)
Net cash used in financing activities	(5,481)	(17,732)	(67,667)
Effect of exchange rate changes on cash and cash equivalents	16	(11)	198
Net decrease in cash and cash equivalents	(12,495)	(4,100)	(154,259)
Cash and cash equivalents at beginning of year	21,825	25,624	269,444
Increase in cash and cash equivalents resulting from merger with unconsolidated subsidiaries	-	87	-
Cash and cash equivalents at end of year	¥ 9,330	¥ 21,611	\$ 115,185

The U.S. dollar amounts represent translations of Japanese yen amounts at the rate of ¥81=US\$1.