

Osaka Securities Exchange, Nippon New Market (Hercules)

May 11, 2010
ITX Corporation

ITX Announces Transfer of Business

Growth Strategy for Expediting the Creation of New Businesses through a Concentration of Corporate Resources on the Telecommunications Service Business and any other Information Communication Services Business

ITX Corporation (“ITX”) announced today that a meeting of its Board of Directors held on May 11, 2010 has resolved to transfer its service and solution business, which consists of a network solutions business and medical information and healthcare business, to a new company to be established jointly with Olympus Corporation (“Olympus”), ITX’s parent company. In addition, ITX announced an extraordinary loss due to the business transfer, reported in its non-consolidated financial results for the fiscal year ended March 31, 2010. Details are as follows:

1. Reasons for Business Transfer

ITX has been executing the “Corporate Structural Reform” announced on December 16, 2008.

The purpose of the reform is: (i) to increase its earnings capacity through a more refined focus of its corporate resources; (ii) to enhance its financial strength by withdrawing from unprofitable businesses; and (iii) to create new businesses. With the execution of the reform, ITX has stabilized and strengthened its earnings base, centering on the telecommunications service business, has significantly enhanced its financial strength through drastic reductions in its net interest-bearing debt and the value of its goodwill, and has steadily achieved other results.

To continue enhancing ITX’s corporate value based on the results of the “Corporate Structural Reform” described above, it is imperative to expedite its efforts to create new businesses as well as to focus its corporate resources on the telecommunications service business, ITX’s core business, and other information communication services businesses. ITX resolved that the best way to enhance the corporate value of the ITX Group is to pursue an aggressive growth strategy by concentrating its service and solution business on the new company, called “Olympus Business Creation Corporation,” which will be established by making effective use of the brand, technologies, customer base and any other strengths of Olympus.

Olympus Business Creation Corporation will be an equity method affiliate of ITX.

2. Summary of Business Transfer

(1) Details of Transfer

ITX will transfer all shares of 14 issues and 24 investment securities in its subsidiaries and affiliates, any other related businesses, and any short-term loans receivable with respect to the service and solution business. The principal business segments of the subsidiaries and affiliates are as follows:

Subsidiaries and Affiliates	Main Business Segment
Nippon Outsourcing Corporation	Comprehensive Outsourcing Services
Cable Networks Akita Co., Ltd.	Cable Television Services
Ai-medic Co., Ltd.	Manufacturing and Sales of Orthopedic Medical Devices

(2) Operating Results of the Business Transferred (Apr. 1, 2009 - Mar. 31, 2010) (Million yen)

	The Business Transferred (a)	Consolidated Financial Results (b)	Ratio (a/b)
Revenues	39,829	237,109	16.8%
Gross Profit	9,284	46,238	20.1%
Operating Income	104	4,058	2.6%
Ordinary Income	157	2,625	6.0%

(3) Assets and Liabilities Transferred and Amounts Thereof (Million yen)

Assets		Liabilities	
Segment	Carrying Value	Segment	Carrying Value
Investment securities and stocks in subsidiaries and affiliates	16,509	-	-
Short-term loans receivable	7,743	-	-

* The value of other related businesses is minor.

(4) Value of the Business Transferred and Method of Payment

- Value of the business transferred: Approximately 24.5 billion yen
- Payment method: Cash settlement

3. Outline of Transferee

(1) Company Name	Olympus Business Creation Corporation (tentative)
(2) Head Office	Shinjuku Monolith, 3-1 Nishi-Shinjuku 2-chome, Shinjuku-ku, Tokyo
(3) Representative	Atsushi Nishikawa, President (Current position: Executive Officer, Olympus Corporation)
(4) Business Activities	Exploration and development of new businesses and management of its subsidiaries

(5) Capital	5 million yen * ITX will contribute roughly four billion yen to increase the capital of Olympus Business Creation Corporation in July, 2010.	
(6) Date of Establishment	In late May, 2010	
(7) Total Net Assets	To be decided	
(8) Total Assets	To be decided	
(9) Ratio of Shareholding	Olympus Corporation: 80%; and ITX Corporation: 20%	
(10) Relationship with ITX Corporation	Financial Relationship	Affiliate of ITX Corporation
	Personnel Relationship	ITX Corporation will dispatch officers and employees.
	Transactional Relationship	Mainly the mutual provision of services including mobile network solutions service for development of joint business

4. Schedule

May 11, 2010	Resolution of the Board of Directors
May 21, 2010 (scheduled)	Execution of Business Transfer Agreement
June 24, 2010 (scheduled)	Resolution of the General Meeting of Shareholders
July 1, 2010 (scheduled)	Business Transfer

5. Summary of Accounting Method

The business will be divested in consideration of cash and the transferee is an ITX affiliate. Therefore, ITX will apply the accounting method to be used if the transferor receives only property including cash and divests its business to its affiliate pursuant to ASBJ Accounting Standards for Business Divestitures (amended on December 26, 2008) and ASBJ Guidance No. 10, Guidance on Accounting Standard for Business Combinations and Accounting Standard for Business Divestitures (lately amended on December 26, 2008).

6. Effects on Earnings Results

As a result of the business transfer, an extraordinary loss of about 3 billion yen will be posted in the previous business year (April 1, 2009 - March 31, 2010) on a non-consolidated basis. The loss does not affect the consolidated financial results of the previous fiscal year. For the consolidated earnings forecasts of the current fiscal year (April 1, 2010 - March 31, 2011), please see the "Consolidated Earnings Report for the Year Ended March 31, 2010," announced separately today.

<Information> Main Approach of the Corporate Structural Reform

(1) Increase of its earning capacity through focus of corporate resources

- ◆ April, 2009: Merged with its consolidated subsidiary, IT Telecom, Inc.
- ◆ April, 2009: Merged three of its consolidated subsidiaries providing outsourcing services
- ◆ April, 2009: Consolidated the functions of two of its consolidated subsidiaries engaged in electronics
- ◆ June, 2009: Took over the telecommunications service segment from Panasonic Telecom Co., Ltd.
- ◆ August, 2009: Took over the telecommunications service segment from Sony Marketing (Japan) Inc.
- ◆ March, 2010: Merged two of its overseas consolidated subsidiaries

(2) Enhancement of financial strength, including a withdrawal from unprofitable businesses.

- ◆ Withdrawal from ITX's investment in CVC business
- ◆ November, 2009: Sold shares of its consolidated subsidiary, Broadleaf Co., Ltd. for 19.5 billion yen
- ◆ Reduced interest-bearing debt by about 20 billion yen compared to the previous fiscal year
 - Improved the net debt-to-equity ratio from "1.26" (as of March, 2009) to "0.67" (as of March, 2010)
- ◆ Reduced the value of its goodwill by approximately 11 billion yen compared to the previous fiscal year

(3) Creation of new businesses

- ◆ Launched the medical information service segment
- ◆ Launched the secure HD imaging service segment