



COMSYS.HD

February 9, 2007
COMSYS Holdings Corporation

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Consolidated Financial Results for the Third Quarter Ended December 31, 2006 (Unaudited)

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 Stock Exchange Listings: First Section of Tokyo Stock Exchange and Osaka Securities Exchange (Securities code: 1721)
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1. Accounting Policy

(1) Adoption of simple method for accounting procedures: Yes

Income taxes are calculated by the estimated rate based on the statutory effective tax rate.

(2) Changes in the method of accounting since the most recent fiscal year: No

(3) Changes in scope of consolidation and application of equity method: No

2. Consolidated Financial Results (for the nine months ended December 31, 2006)

(1) Consolidated Operating Results

Amounts less than one million yen have been omitted.
(Millions of yen, except per share data and percentages)

	Net Sales	Operating Income	Recurring Profit	Net Income
Nine months ended December 31, 2006	¥208,206 18.4%	¥10,252 —%	¥11,788 —%	¥ 8,554 —%
Nine months ended December 31, 2005	175,791 3.8	— —	— —	— —
(Ref.) Fiscal year ended March 31, 2006	307,485	16,318	18,753	10,030

	Net Income per Share	Net Income per Share (Diluted)
Nine months ended December 31, 2006	60.28	60.27
Nine months ended December 31, 2005	—	—
(Ref.) Fiscal year ended March 31, 2006	69.65	69.62

Note: The values shown for net sales indicate the percentage of change from the same quarter of the previous fiscal year. For figures other than net sales, the computation of quarterly consolidated operating results commenced with the first quarter of the current fiscal year. Therefore, values for the same quarter of the previous fiscal year and year-on-year percentage changes are not given.

[Qualitative Information Regarding Consolidated Operating Results]

Consolidated orders received and net sales were up this quarter compared to the third quarter of the previous fiscal year. This was the result of a strong performance in the NTT Information Telecommunication Engineering Business. Especially strong performers included projects related to improvement of the quality of mobile communications and expansion of service areas and B Flets optical technology projects, together with NCC related base station projects and FTTH projects in the Electrical Communications Engineering Business.

[Supplementary Information]

Consolidated Orders Received

(Millions of yen, except percentages)

	Orders Received
Nine months ended December 31, 2006	¥251,689 12.4%
Nine months ended December 31, 2005	223,975 10.6
(Ref.) Fiscal year ended March 31, 2006	310,005

Note: Percentages shown are rates of change from the same quarter of the previous fiscal year.

(2) Consolidated Financial Position

(Millions of yen, except per share data and percentages)

	Total Assets	Shareholders' Equity	Equity Ratio	Shareholders' Equity per Share
As of December 31, 2006	¥207,920	¥143,344	68.3%	1007.01
As of December 31, 2005	—	—	—	—
(Ref.) As of March 31, 2006	220,785	137,160	62.1	964.70

Note: Changes in consolidated financial position were shown for the first time in the first quarter of the current fiscal year. Accordingly, no results for the same quarter of the previous fiscal year are given.

[Consolidated Cash Flows]

(Millions of yen)

	Cash Flows from Operating Activities	Cash Flows from Investing Activities	Cash Flows from Financing Activities	Cash and Cash Equivalents at End of Period
Nine months ended December 31, 2006	¥14,436	¥(2,942)	¥(6,160)	¥41,351
Nine months ended December 31, 2005	—	—	—	—
(Ref.) Fiscal year ended March 31, 2006	9,128	(5,139)	(3,631)	35,814

Note: Changes in consolidated cash flows were shown for the first time in the first quarter of the current fiscal year. Accordingly, no results for the same quarter of the previous fiscal year are given.

[Qualitative Information Regarding Changes in Consolidated Financial Position]

Total assets declined ¥12.86 billion to ¥207.92 billion from the end of the previous fiscal year. This was caused by the contraction of notes and accounts receivable—trade. Liabilities fell ¥17.78 billion to ¥64.57 billion, as a result of a drop in accounts payable—trade in comparison to the end of the previous fiscal year.

3. Earnings Forecast (for the fiscal year ending March 31, 2007)

(Millions of yen)

	Net Sales	Recurring Profit	Net Income
Fiscal year ending March 31, 2007	325,000	20,000	12,000

(Reference) Forecasted net income per share for the fiscal year ending March 31, 2007: ¥85.09

[Qualitative Information on Performance Forecasts]

There are no significant revisions of the performance forecasts released on November 14, 2006.

* The above forecasts are based on information available to COMSYS Group on the date of the report's announcement. Unforeseen circumstances, however, may cause actual results to differ from these forecasts.

[Appendix]

1. Consolidated Balance Sheets (Summary)

(Millions of yen)

Category	Period	Current 3rd quarter (as of December 31, 2006)	Previous fiscal year (as of March 31, 2006)
		Amount	Amount
ASSETS			
Current Assets:			
Cash and cash equivalents		43,629	38,050
Notes and accounts receivable—trade		43,406	83,738
Accumulated cost of construction in progress		43,164	21,973
Other current assets		6,802	7,595
Total current assets		137,002	151,357
Fixed Assets:			
Property and equipment		48,963	47,417
Intangible assets		1,730	1,725
Investments and other assets		20,223	20,286
Total fixed assets		70,917	69,428
Total assets		207,920	220,785
LIABILITIES			
Current Liabilities:			
Accounts payable—Trade		26,977	49,772
Short-term bank loans		787	3,293
Advances received on construction in progress		15,010	6,779
Other current liabilities		10,390	8,321
Total current liabilities		53,166	68,167
Long-Term Liabilities:			
Deferred tax liabilities for unrealized gains on land revaluation		2,365	2,365
Accrued severance indemnities		3,790	4,159
Consolidation adjustments account		—	3,961
Negative goodwill		2,598	—
Other long-term liabilities		2,654	3,703
Total long-term liabilities		11,409	14,189
Total liabilities		64,576	82,356
MINORITY INTERESTS		—	1,268
SHAREHOLDERS' EQUITY			
Common stock		—	10,000
Additional paid-in capital		—	56,941
Retained earnings		—	80,393
Unrealized loss on land revaluation		—	(7,896)
Unrealized gain (loss) on securities		—	850
Treasury stock, at cost		—	(3,128)
Total shareholders' equity		—	137,160
Total liabilities, minority interests and shareholders' equity		—	220,785
NET ASSETS			
Shareholders' Equity:			
Common stock		10,000	—
Additional paid-in capital		56,973	—
Retained earnings		86,722	—
Treasury stock, at cost		(4,343)	—
Total shareholders' equity		149,352	—
Valuation and Translation Adjustments:			
Unrealized gain (loss) on securities		556	—
Unrealized loss on land revaluation		(7,896)	—
Total valuation and translation adjustments		(7,340)	—
Minority Interests		1332	—
Total net assets		143,344	—
Total liabilities and net assets		207,920	—

2. Consolidated Statements of Income (Summary)

(Millions of yen)

Category	Period	Current 3rd quarter (Nine months ended December 31, 2006)	Previous fiscal year (Fiscal year ended March 31, 2006)
		Amount	Amount
Net Sales		208,206	307,485
Cost of Sales		182,848	270,602
Gross profits		25,358	36,882
Selling, General and Administrative Expenses		15,105	20,564
Operating income		10,252	16,318
Other Income		1,598	2,585
Other Expenses		62	150
Recurring profit		11,788	18,753
Extraordinary Income		2,055	803
Extraordinary Loss		663	3,134
Income before income taxes and other adjustments to net income		13,180	16,422
Income Taxes		4,499	6,266
Minority Interests		126	125
Net Income		8,554	10,030