



COMSYS.HD

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**COMSYS Holdings Corporation****Consolidated Financial Results for the First Quarter Ended June 30, 2007 (Unaudited)**

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

1. Consolidated Financial Results (for the three months ended June 30, 2007)**(1) Consolidated Operating Results**

(Percentages indicate the percentage change from the corresponding period of the previous fiscal year.)

	Net Sales	Operating Income	Recurring Profit	Net Income
Three months ended June 30, 2007	¥ 54,066 17.8%	¥ 769 155.6%	¥ 1,382 64.6%	¥ 1,011 50.6%
Three months ended June 30, 2006	45,890 5.2	301 —	839 —	671 —
Fiscal year ended March 31, 2007	336,518 —	19,213 —	21,120 —	12,382 —

	Net Income per Share	Net Income per Share (Diluted)
Three months ended June 30, 2007	¥ 7.18	¥ 7.18
Three months ended June 30, 2006	4.73	4.73
Fiscal year ended March 31, 2007	87.39	87.37

Note: Because the Group began releasing consolidated operating results with the first quarter of the fiscal year ended March 31, 2007, there are no comparisons of figures from the first quarter of the fiscal year ended March 31, 2007 with the corresponding quarter of the previous fiscal year, with the exception of net sales.

(2) Consolidated Financial Position

	Total Assets	Shareholders' Equity	Equity Ratio	Shareholders' Equity per Share
As of June 30, 2007	¥201,832	¥145,529	71.5%	¥1,028.87
As of June 30, 2006	201,218	137,703	67.8	961.10
As of March 31, 2007	229,953	147,005	63.4	1,033.87

(3) Consolidated Cash Flows

	Cash Flows from Operating Activities	Cash Flows from Investing Activities	Cash Flows from Financing Activities	Cash and Cash Equivalents at End of Period
Three months ended June 30, 2007	¥ 2,407	¥(1,877)	¥(3,074)	¥40,097
Three months ended June 30, 2006	14,020	(1,119)	(1,333)	47,390
Fiscal year ended March 31, 2007	18,575	(5,524)	(6,610)	42,458

2. Earnings Forecast (for the fiscal year ending March 31, 2008)**(Reference)**

There are no significant revisions of the earnings forecasts released on May 11, 2007, either for the first half or for the entire year.

(For fiscal-year figures, percentages indicate the percentage change from the previous fiscal year.
For interim figures, percentages indicate the percentage change from the corresponding half of the previous fiscal year.)

	Net Sales	Operating Income	Recurring Profit	Net Income	Net Income per Share
Six months ending September 30, 2007	¥136,500 (4.8)%	¥ 6,700 (14.2)%	¥ 7,700 (12.4)%	¥ 4,500 (28.9)%	¥31.94
Fiscal year ending March 31, 2008	340,000 1.0	19,500 1.5	21,500 1.8	12,500 1.0	88.73

3. Other

- (1) Transfers of leading subsidiaries during the fiscal period
(Transfers of specified subsidiaries accompanied by changes in the scope of consolidation): No
- (2) Adoption of simple method for accounting procedures: Yes
- (3) Changes in the method of accounting since the most recent fiscal year: No

(Note: For detailed information, see page 3, Qualitative Information, Financial Statements, Etc. Paragraph 3, "Other.")

**** Explanations and other notes on the suitable use of the performance forecasts***

The performance outlook and other forward-looking statements in this release reflect the judgment of COMSYS Holdings Corporation based on the best information in its possession at the time of publication. Actual results may differ significantly from these performance forecasts due to a large number of factors.

Qualitative Information, Financial Statements, Etc.

1. Qualitative Information Regarding Consolidated Operating Results

Consolidated orders received during the first quarter declined in comparison to the first quarter of the previous fiscal year. This was primarily due to the fact that, in the first quarter of the previous fiscal year, the Group received orders in the NTT business for improvements in quality and expansion of service areas in connection with DoCoMo's inauguration of mobile telephone number portability service.

Consolidated net sales rose in comparison to the first quarter of the previous fiscal year, boosted by the healthy performance of NCC-related base station and FTTH projects, as well as the upturn in the IT solutions business.

(Reference) Consolidated Orders Received

(Millions of yen, except percentages)

	Orders Received
Three months ended June 30, 2007	¥ 68,033 (16.6)%
Three months ended June 30, 2006	81,575 13.4
Fiscal year ended March 31, 2007	334,171 —

Note: Percentages indicate the percentage change from the corresponding period of the previous fiscal year.

2. Qualitative Information Regarding Consolidated Financial Position

Total assets at the end of the first quarter contracted by ¥28.12 billion in comparison to the end of the previous fiscal year, falling to ¥201.83 billion. This was primarily the result of a decline in accounts receivable—trade. Total liabilities dropped by ¥26.64 billion in comparison to the end of the previous fiscal year, to ¥56.30 billion. This was chiefly due to a drop in accounts payable—trade.

3. Other

(1) Transfers of leading subsidiaries during the fiscal period

(Transfers of specified subsidiaries accompanied by changes in the scope of consolidation): No

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

The simple method is also used for the calculation of income taxes.

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

4. Consolidated Financial Statements (Summary)

(1) Consolidated Balance Sheets (Summary)

(Millions of yen, except percentages)

Category	Previous 1st quarter (As of June 30, 2006)	Current 1st quarter (As of June 30, 2007)	Change		(Ref.) Previous fiscal year (As of March 31, 2007)
	Amount	Amount	Amount	Percent (%)	Amount
ASSETS					
Current Assets:					
Cash and cash equivalents	49,646	43,019	(6,627)	(13.3)	45,365
Notes and accounts receivable—trade	36,638	42,587	5,949	16.2	83,645
Accumulated cost of construction in progress	36,666	33,146	(3,519)	(9.6)	23,465
Other current assets	8,460	11,587	3,127	37.0	7,346
Total current assets	131,411	130,340	(1,070)	(0.8)	159,822
Fixed Assets:					
Property and equipment	47,603	48,665	1,062	2.2	47,626
Intangible assets	1,691	2,039	347	20.6	2,135
Investments and other assets	20,511	20,786	274	1.3	20,368
Total fixed assets	69,806	71,491	1,684	2.4	70,130
Total assets	201,218	201,832	613	0.3	229,953
LIABILITIES					
Current Liabilities:					
Accounts payable—Trade	25,326	27,949	2,623	10.4	52,146
Short-term bank loans	3,188	224	(2,964)	(93.0)	359
Advances received on construction in progress	14,089	7,766	(6,323)	(44.9)	3,255
Other current liabilities	7,719	9,712	1,992	25.8	16,033
Total current liabilities	50,324	45,653	(4,671)	(9.3)	71,795
Long-Term Liabilities:					
Deferred tax liabilities for unrealized gains on land revaluation	2,365	2,365	—	—	2,365
Accrued severance indemnities	4,034	3,611	(423)	(10.5)	3,623
Negative goodwill	3,595	2,078	(1,516)	(42.2)	2,455
Other long-term liabilities	3,194	2,592	(601)	(18.8)	2,708
Total long-term liabilities	13,190	10,649	(2,541)	(19.3)	11,152
Total liabilities	63,514	56,302	(7,212)	(11.4)	82,947
NET ASSETS					
Shareholders' Equity:					
Common stock	10,000	10,000	—	—	10,000
Additional paid-in capital	56,941	56,973	32	0.1	56,973
Retained earnings	79,774	90,121	10,347	13.0	90,550
Treasury stock, at cost	(3,135)	(5,387)	(2,251)	—	(4,360)
Total shareholders' equity	143,579	151,707	8,128	5.7	153,163
Valuation and Translation Adjustments:					
Unrealized gain (loss) on other securities	787	540	(247)	(31.4)	519
Unrealized loss on land revaluation	(7,896)	(7,896)	—	—	(7,896)
Total valuation and translation adjustments	(7,109)	(7,356)	(247)	—	(7,376)
Minority Interests	1,233	1,178	(54)	(4.4)	1,219
Total net assets	137,703	145,529	7,826	5.7	147,005
Total liabilities and net assets	201,218	201,832	613	0.3	229,953

(2) Consolidated Statements of Income (Summary)

(Millions of yen, except percentages)

Category	Previous 1st quarter (Three months ended June 30, 2006)	Current 1st quarter (Three months ended June 30, 2007)	Change		(Ref.) Previous fiscal year (Fiscal year ended March 31, 2007)
	Amount	Amount	Amount	Percent (%)	Amount
Net Sales	45,890	54,066	8,176	17.8	336,518
Cost of Sales	40,668	48,041	7,373	18.1	295,096
Gross profits	5,221	6,024	803	15.4	41,421
Selling, General and Administrative Expenses	4,920	5,255	334	6.8	22,208
Operating income	301	769	468	155.6	19,213
Other Income	567	619	52	9.2	1,991
Other Expenses	28	6	(21)	(76.2)	85
Recurring profit	839	1,382	542	64.6	21,120
Extraordinary Income	157	279	122	77.6	2,003
Extraordinary Loss	47	56	8	18.9	3,656
Income before income taxes and other adjustments to net income	950	1,605	655	69.0	19,467
Income Taxes	260	619	358	137.7	7,055
Minority Interests	17	(25)	(42)	—	29
Net Income	671	1,011	339	50.6	12,382