

1. Quarterly Consolidated Financial Information

① Quarterly consolidated balance sheets

		1st quarter Consolidated fiscal period - current year (As of March 31, 2010) (Unit: Thousands of U.S. Dollars)	1st quarter Consolidated fiscal period - current year (As of March 31, 2010) (Unit: Millions of Japanese Yen)	Consolidated fiscal year - prior year (As of December 31, 2009) (Unit: Thousands of U.S. Dollars)	Consolidated fiscal year - prior year (As of December 31, 2009) (Unit: Millions of Japanese Yen)
Assets					
Current assets					
Cash and deposits	※1	22,934	2,134	23,688	2,204
Accounts receivable-trade	※2	2,294	213	2,213	206
Accounts receivable-other		1,913	178	2,095	195
Other	※2	1,509	140	1,562	145
Total current assets		28,649	2,666	29,558	2,750
Non-current assets					
Property, plant and equipment					
Buildings and structures		388	36	986	92
Accumulated depreciation		△ 224	△ 21	△ 445	△ 41
Buildings and structures, net		165	15	540	50
Tools, furniture and fixtures		2,329	217	3,028	282
Accumulated depreciation		△ 2,133	△ 198	△ 2,030	△ 189
Tools, furniture and fixtures, net		196	18	998	93
Total property, plant and equipment		360	34	1,538	143
Intangible assets					
Right of trademark		275	26	300	28
Total intangible assets		275	26	300	28
Investments and other assets					
Investment securities		57	5	65	6
Investments in capital of subsidiaries and affiliates		8,245	767	7,840	729
Total investments and other assets	※2	8,301	772	7,906	736
Total non-current assets		8,937	831	9,744	907
Deferred assets					
Bond issuance costs		114	11	133	12
Total deferred assets		114	11	133	12
Total assets		37,701	3,508	39,434	3,669

		1st quarter Consolidated fiscal period - current year (As of March 31, 2010) (Unit: Thousands of U.S. Dollars)	1st quarter Consolidated fiscal period - current year (As of March 31, 2010) (Unit: Millions of Japanese Yen)	Consolidated fiscal year - prior year (As of December 31, 2009) (Unit: Thousands of U.S. Dollars)	Consolidated fiscal year - prior year (As of December 31, 2009) (Unit: Millions of Japanese Yen)
Liabilities					
Current liabilities					
Accounts payable-trade		893	83	1,106	103
Current portion of bond		3,787	352	3,787	352
Short-term loans payable	※1,3	16,719	1,556	16,726	1,556
Income taxes payable		962	90	984	92
Accounts payable-other		1,313	122	1,401	130
Accrued expenses		6,826	635	6,664	620
Other		702	65	552	51
Total current liabilities		31,202	2,903	31,220	2,905
Non-current liabilities					
Bonds payable		5,392	502	5,388	501
Deferred tax liabilities		40	4	42	4
Other		782	73	1,042	97
Total non-current liabilities		6,214	578	6,472	602
Total liabilities		37,417	3,481	37,692	3,507
Net Assets					
Shareholders' equity					
Capital stock		3,885	361	3,882	361
Capital surplus		404,034	37,591	403,856	37,575
Retained earnings		△ 384,315	△ 35,757	△ 383,004	△ 35,635
Total shareholders' equity		23,604	2,196	24,734	2,301
Valuation and translation adjustments					
Valuation differences on available-for-sale securities		29	3	36	3
Foreign currency translation adjustments	※4	△ 25,243	△ 2,349	△ 24,853	△ 2,312
Total valuation and translation adjustments		△ 25,213	△ 2,346	△ 24,817	△ 2,309
Subscription rights to shares		1,709	159	1,659	154
Minority interests		184	17	166	15
Total net assets		284	26	1,742	162
Total liabilities and net assets		37,701	3,508	39,434	3,669

② Quarterly consolidated income statements
First quarter consolidated income statements

		1st quarter Consolidated fiscal period - prior year (From January 1, 2009 to March 31, 2009) (Unit: Thousands of U.S. Dollars)	1st quarter Consolidated fiscal period - prior year (From January 1, 2009 to March 31, 2009) (Unit: Millions of Japanese Yen)	1st quarter Consolidated fiscal period - current year (From January 1, 2010 to March 31, 2010) (Unit: Thousands of U.S. Dollars)	1st quarter Consolidated fiscal period - current year (From January 1, 2010 to March 31, 2010) (Unit: Millions of Japanese Yen)
Net sales		9,095	846	3,104	289
Cost of sales		3,396	316	1,955	182
Gross profit		5,699	530	1,149	107
Selling, general and administrative expenses					
Directors' compensations		158	15	194	18
Salaries and allowances		2,922	272	1,406	131
Advertising expenses		36	3	44	4
Depreciation		271	25	189	18
Amortization of goodwill		129	12	-	-
Commission fee		-	-	599	56
Others		3,387	315	1,680	156
Total selling, general and administrative expenses		6,903	642	4,112	383
Operating loss (△)		△ 1,204	△ 112	△ 2,963	△ 276
Non-operating income					
Interest and dividend income		527	49	85	8
Equity in earnings of affiliates		-	-	1,834	171
Foreign exchange gain		-	-	415	39
Commission fee		256	24	171	16
Others		246	23	62	6
Total non-operating income		1,028	96	2,567	239
Non-operating expenses					
Interest expenses		2,251	209	538	50
Foreign exchange loss		414	39	-	-
Equity in loss of affiliates		4,465	415	-	-
Others		-	-	7	1
Total non-operating expenses		7,130	663	545	51
Ordinary loss (△)		△ 7,306	△ 680	△ 941	△ 88
Extraordinary gains					
Gain on sales of stocks of subsidiaries and affiliates	※1	827	77	669	62
Total extraordinary gains		827	77	669	62
Extraordinary losses					
Loss on change in equity		2,555	238	-	-
Loss on sales of stocks of subsidiaries and affiliates		553	51	-	-
Impairment loss	※2	-	-	1,035	96
Others		193	18	-	-
Total extraordinary losses		3,301	307	1,035	96
Loss before income taxes and minority interests (△)		△ 9,781	△ 910	△ 1,307	△ 122
Income taxes (current)		△ 4	△ 0	△ 14	△ 1
Income taxes (deferred)		△ 9	△ 1	-	-
Total income tax		△ 13	△ 1	△ 14	△ 1
Minority interests in income		1,743	162	18	2
Net loss (△) for the period		△ 11,511	△ 1,071	△ 1,311	△ 122

③ Quarterly consolidated cashflow statements

		1st quarter Consolidated fiscal period - prior year (From January 1, 2009 to March 31, 2009) (Unit: Thousands of US dollars)	1st quarter Consolidated fiscal period - prior year (From January 1, 2009 to March 31, 2009) (Unit: Millions of Japanese Yen)	1st quarter Consolidated fiscal period - current year (From January 1, 2010 to March 31, 2010) (Unit: Thousands of US dollars)	1st quarter Consolidated fiscal period - current year (From January 1, 2010 to March 31, 2010) (Unit: Millions of Japanese Yen)
Net cash provided by (used in) operating activities					
Loss before income taxes and minority interests (△)		△ 9,781	△ 910	△ 1,307	△ 122
Depreciation and amortization		292	27	189	18
Impairment loss		-	-	1,035	96
Amortization of goodwill		129	12	-	-
Share-based compensation		-	-	233	22
Interest and dividends income		△ 527	△ 49	△ 85	△ 8
Interest expenses		2,251	209	538	50
Gain (loss) on change in equity (△ : gain)		2,555	238	-	-
Equity in earnings (loss) of affiliates (△ : earnings)		4,465	415	△ 1,834	△ 171
Gain (loss) on sales of stocks of subsidiaries and affiliates (△ : gain)		△ 273	△ 25	△ 669	△ 62
Increase (decrease) in accounts receivable (△ : increase)		607	56	△ 81	△ 8
Increase (decrease) in accounts payable (△ : decrease)		△ 380	△ 35	△ 213	△ 20
Other, net		△ 4,771	△ 444	△ 247	△ 23
Subtotal		△ 5,433	△ 505	△ 2,441	△ 227
Income taxes (paid) refund (△ : paid)		△ 178	△ 17	106	10
Net cash provided by (used in) operating activities (△ : used in)		△ 5,611	△ 522	△ 2,335	△ 217
Net cash provided by (used in) investment activities					
Interest and dividends income received		527	49	1,514	141
Purchase of property, plant and equipment		△ 86	△ 8	△ 14	△ 1
Payments of short-term loans receivable		△ 6,420	△ 597	-	-
Proceeds from sales of stocks of subsidiaries and affiliates	※1	-	-	1,000	93
Proceeds from sales of investments in subsidiaries resulting in change in scope of consolidation		7,128	663	-	-
Net cash provided by (used in) investing activities (△ : used in)		1,148	107	2,501	233
Net cash provided by (used in) financing activities					
Interest expenses paid		△ 1,336	△ 124	△ 515	△ 48
Increase (decrease) in deposit pledged (△ : increase)		△ 152	△ 14	-	-
Redemption of bonds		△ 38,943	△ 3,623	-	-
Net increase (decrease) in short-term loans payable (△ : decrease)		6,071	565	29	3
Net cash provided by (used in) financing activities (△ : used in)		△ 34,361	△ 3,197	△ 487	△ 45
Effect of exchange rate change on cash and cash equivalents		437	41	△ 396	△ 37
Net increase (decrease) in cash and cash equivalents (△ : decrease)		△ 38,387	△ 3,571	△ 717	△ 67
Cash and cash equivalents at beginning of year		57,624	5,361	5,428	505
Cash and cash equivalents at end of year	※2	19,238	1,790	4,712	438

Substantial doubt about its ability to continue as a going concern

1st quarter - consolidated fiscal period - current year (From January 1, 2010 to March 31, 2010)

The Group incurred operating loss of USD 4,173 thousand (JPY 388 million) and net loss of USD 113,454 thousand (JPY 10,556 million) for the consolidated fiscal year ended December 31, 2009. Net cash used in operating activities for the consolidated fiscal year ended December 31, 2009 was US\$ 4,834 thousand (JPY 450 million). The Group also incurred operating loss of USD 2,963 thousand (JPY 276 million) and net loss of USD 1,311 thousand (JPY 122 million) for the 1st quarter consolidated fiscal period ended March 31, 2010. Net cash used in operating activities for the 1st quarter consolidated fiscal period ended March 31, 2010 was USD 2,335 thousand (JPY 217 million). In addition, bonds payable (Principal) of USD 3,800 thousand (JPY 354 million) become due within one year after the end of this 1st quarter consolidated fiscal period.

This is primarily due to worldwide economic downturn after the subprime financial crisis hit the profitability of the Group's existing business.

These conditions raise substantial doubt about the Group's ability to continue as a going concern.

The Group is continuing the repositioning of its business and moving ahead. At same time, the management team is taking a number of actions. Going forward, the Group will be seeking to raise funds by selling certain assets and provide the proceeds for the redemption of the bond and making investments in the new ventures to diversify the business portfolio. In parallel, the Group will further cut overall corporate costs to improve profitability of the existing business and cut finance cost by the redemption of bond for the future sustainable growth. In addition, the Group will take advantage of its presence in the fast growing Chinese market, especially in light of the improving conditions in the global financial markets, and leverage its unique core competencies in China to capture local opportunities.

However, as the Group's ability to continue as a going concern is heavily pending on the success of divestment of certain assets to raise funds, and the growth of its existing business and new ventures, there exist material uncertainties related to the substantial doubt about the Group's ability to continue as a going concern. The accompanying quarterly consolidated financial statements have been prepared assuming that the Group will continue as going concern, and the effect of the material uncertainties is not reflected in the quarterly consolidated financial statements.

Change in basis of presenting quarterly consolidated financial statements

1st quarter - Consolidated fiscal period - current year (From January 1, 2010 to March 31, 2010)
1 Change in scope of consolidation
(1) Change in scope of consolidation
In the 1st quarter consolidated fiscal period, Taylor Rafferty KK is excluded from the scope of consolidation due to dissolution.
(2) The number of consolidated subsidiaries after the change: 23

Additional information

1st quarter - Consolidated fiscal period - current year (From January 1, 2010 to March 31, 2010)
Conversion of dollars into yen
In accordance with the Article 88 of the Quarterly Financial Statements rules, the amounts in Japanese yen are calculated by the foreign currency exchange rate (middle rate), being US\$1.00=93.04, from the Bank of Tokyo-Mitsubishi UFJ, Ltd. for buying and selling spot US\$ by telegraphic transfer against yen as of March 31, 2010. The Japanese yen amounts are stated only for purpose of convenience. Therefore it is not assured that the amounts in U.S. Dollars could be exchanged to Japanese yen amounts calculated by the abovementioned exchange rate.

Change in presentation

1st quarter - Consolidated fiscal period - current year
(From January 1, 2010 to March 31, 2010)

(Quarterly Consolidated balance sheets)

"Unearned revenue" (USD 426 thousand (JPY 40 million)) , "Notes payable-non-operating" (USD 26 thousand (JPY 2 million)) and "Lease obligations " (USD 2 thousand (JPY 0 million)), which were represented separately in previous years, are included in "others" in Current liabilities as their amount fell below 10% of the total Liabilities and net assets.

"Long-term account payable-other" (USD 200 thousand (JPY 19 million)) and "Lease obligation" (USD 0 thousand (JPY 0 million)) , which were represented separately in previous years, are included in "others" in Non-current liabilities as their amount fell below 10% of the total Liabilities and net assets.

(Quarterly Consolidated income statements)

"Commission fee" (USD 1,154 thousand (JPY 108 million)) for the quarterly period ended March 31, 2009), which was included in "others" in Selling, general and administrative expenses in previous years, is represented separately as materiality has increased.

(Quarterly consolidated cashflow statements)

"Share based compensation" (USD 80 thousand (JPY 7 million)) for the quarterly period ended March 31, 2009), which was included in "Other, net" in Net cash provided by (used in) operating activities in previous years, is represented separately as materiality has increased.

Footnote Information

(Quarterly consolidated balance sheets)

(Unit: Thousands of U.S. Dollars (Millions of Japanese Yen))

1st quarter - Consolidated fiscal period - current year (As of March 31, 2010)	Consolidated fiscal year - prior year (As of December 31, 2009)
<p>※1 Assets collateralized and corresponding liabilities</p> <p>Assets collateralized</p> <p>Bank deposit</p> <p style="text-align: right;">18,222 (1,695)</p> <p>Corresponding liabilities</p> <p>Short-term loan payable</p> <p style="text-align: right;">16,212 (1,508)</p>	<p>※1 Assets collateralized and corresponding liabilities</p> <p>Assets collateralized</p> <p>Bank deposit</p> <p style="text-align: right;">18,222 (1,695)</p> <p>Corresponding liabilities</p> <p>Short-term loan payable</p> <p style="text-align: right;">16,184 (1,506)</p>
<p>※2 Assets are presented after deduction of allowance for doubtful accounts.</p> <p>Amounts deducted from current assets:</p> <p style="text-align: right;">504 (47)</p> <p>Amounts deducted from investment and other assets:</p> <p style="text-align: right;">5,904 (549)</p>	<p>※2 Assets are presented after deduction of allowance for doubtful accounts.</p> <p>Amounts deducted from current assets:</p> <p style="text-align: right;">967 (90)</p> <p>Amounts deducted from investment and other assets:</p> <p style="text-align: right;">5,904 (549)</p>
<p>※3 Xinhua Financial Network (Shanghai) Ltd., Xinhua Financial Network Korea Company Limited, and Shanghai Huacai Investment Advisory Company Limited have line of credit agreements with banks. The amount of the lines of credit and the balance outstanding under the agreements at March 31, 2010 are as follows:</p> <p>Total amount of the line of credit</p> <p style="text-align: right;">31,900 (2,968)</p> <p>Outstanding balance</p> <p style="text-align: right;">16,685 (1,552)</p> <hr/> <p>Remaining amount of the line of credit</p> <p style="text-align: right;">15,215 (1,416)</p>	<p>※3 Xinhua Financial Network (Shanghai) Ltd., Xinhua Financial Network Korea Company Limited, and Shanghai Huacai Investment Advisory Company Limited have line of credit agreements with banks. The amount of the lines of credit and the balance outstanding under the agreements at December 31, 2009 are as follows:</p> <p>Total amount of the lines of credit</p> <p style="text-align: right;">30,925 (2,877)</p> <p>Outstanding balance</p> <p style="text-align: right;">16,692 (1,553)</p> <hr/> <p>Remaining amount of the lines of credit</p> <p style="text-align: right;">14,234 (1,324)</p>
<p>※4 This account includes the difference arising on the translation of Xinhua Finance Limited's functional currency into reporting currency.</p>	<p>※4 Same as on the left.</p>
<p>※1-4 notes correspond with ※1-4 as denoted in the consolidated balance sheet.</p>	<p>Same as on the left.</p>

(Quarterly consolidated income statements)

(Unit: Thousands of U.S. Dollars (Millions of Japanese Yen))

1st quarter - Consolidated fiscal period - prior year (From January 1, 2009 to March 31, 2009)	1st quarter - Consolidated fiscal period - current year (From January 1, 2010 to March 31, 2010)																				
<p>※1 _____</p> <p>※2 _____</p> <p>※1-2 notes correspond with ※1-2 as denoted in the consolidated income statements.</p>	<p>※1 Gain on sales of stocks of subsidiaries and affiliates Gain on sales of stocks of subsidiaries and affiliates includes the reduced amount of expenses related to the sales and consideration received as a result of non-estimated earn out of the subsidiaries and affiliates subsequent to the sales. Expenses was overestimated in prior fiscal year and then adjusted in this quarter.</p> <p>※2 Impairment loss The Group recognized an impairment loss for asset groups presented below for the 1st quarter consolidated fiscal period ended March 31, 2010.</p> <table border="1" data-bbox="829 592 1380 873"> <thead> <tr> <th>Region</th> <th>Type</th> <th>Account</th> <th>Impairment loss</th> </tr> </thead> <tbody> <tr> <td>Asia</td> <td>Asset for operation</td> <td>Buildings and structures</td> <td>303 (28)</td> </tr> <tr> <td>Asia</td> <td>Asset for operation</td> <td>Tools, furniture and fixture</td> <td>680 (63)</td> </tr> <tr> <td>North America</td> <td>Asset for operation</td> <td>Tools, furniture and fixture</td> <td>52 (5)</td> </tr> <tr> <td>Total</td> <td></td> <td></td> <td>1,035 (96)</td> </tr> </tbody> </table> <p>Grouping is basically implemented by each company unit. However, if it is possible to identify cash flows from an individual asset, recoverable amount is determined for each individual asset. Impairment loss for assets above were recognized as an extraordinary loss because the future cash flows from those assets expected to be generated in respective estimated periods were considered unrecoverable due to change in economic environment. The impairment loss was determined at amount by which the carrying amount of the asset exceeds its recoverable amount based on its value in use. The discount rate used for computation of present value of future cash flows was omitted, because future cash flows are negative.</p> <p>Same as on the left.</p>	Region	Type	Account	Impairment loss	Asia	Asset for operation	Buildings and structures	303 (28)	Asia	Asset for operation	Tools, furniture and fixture	680 (63)	North America	Asset for operation	Tools, furniture and fixture	52 (5)	Total			1,035 (96)
Region	Type	Account	Impairment loss																		
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Total			1,035 (96)																		

(Quarterly Consolidated cashflow statements)

(Unit: Thousands of U.S. Dollars (Millions of Japanese Yen))

1st quarter - Consolidated fiscal period - prior year (From January 1, 2009 to March 31, 2009)	1st quarter - Consolidated fiscal period - current year (From January 1, 2010 to March 31, 2010)																								
※1 _____ ※2 Reconciliation between ending balance of cash and cash equivalents in the 1st quarter consolidated cashflow statement and balance in the consolidated balance sheet: <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 80%;">Cash and deposits</td> <td style="text-align: right;">37,395</td> </tr> <tr> <td></td> <td style="text-align: right;">(3,479)</td> </tr> <tr> <td>Deposit pledged as collateral</td> <td style="text-align: right;">△18,157</td> </tr> <tr> <td></td> <td style="text-align: right;">(△1,689)</td> </tr> <tr> <td style="border-top: 1px solid black;">Cash and cash equivalents</td> <td style="text-align: right; border-top: 1px solid black;">19,238</td> </tr> <tr> <td></td> <td style="text-align: right;">(1,790)</td> </tr> </table>	Cash and deposits	37,395		(3,479)	Deposit pledged as collateral	△18,157		(△1,689)	Cash and cash equivalents	19,238		(1,790)	※1 Proceeds from sales of stocks of subsidiaries and affiliates Proceeds from sales of stocks of subsidiaries and affiliates includes the consideration received as a result of non-estimated earn out of the subsidiaries and affiliates subsequent to the sales. ※2 Reconciliation between ending balance of cash and cash equivalents in the 1st quarter consolidated cashflow statement and balance in the consolidated balance sheet: <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 80%;">Cash and deposits</td> <td style="text-align: right;">22,934</td> </tr> <tr> <td></td> <td style="text-align: right;">(2,134)</td> </tr> <tr> <td>Deposit pledged as collateral</td> <td style="text-align: right;">△18,222</td> </tr> <tr> <td></td> <td style="text-align: right;">(△1,695)</td> </tr> <tr> <td style="border-top: 1px solid black;">Cash and cash equivalents</td> <td style="text-align: right; border-top: 1px solid black;">4,712</td> </tr> <tr> <td></td> <td style="text-align: right;">(438)</td> </tr> </table>	Cash and deposits	22,934		(2,134)	Deposit pledged as collateral	△18,222		(△1,695)	Cash and cash equivalents	4,712		(438)
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(Shareholders' equity)

1st quarter - Consolidated fiscal period - current year (As of March 31, 2010 and from January 1, 2010 to March 31, 2010)

1. Number and class of issued shares

Ordinary share	1,515,306 shares
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2. Number and class of repurchased shares

Not applicable.	
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3. Share subscription rights

The ending balance of share subscription rights granted by the Company as share option rights is USD 1,709 thousand (JPY 159 million).	
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4. Dividend

Not applicable.	
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5. Material change in Shareholders' equity

Not applicable.	
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(Segment information)

【Business segmental information】

1st quarter - Consolidated fiscal period - prior year (From January 1, 2009 to March 31, 2009) and current year (From January 1, 2010 to March 31, 2010)

The Group operates in one business segment thus information on business segment is omitted.

【Regional segmental information】

1st quarter - Consolidated fiscal period - prior year (From January 1, 2009 to March 31, 2009)

(Unit: Thousands of U.S. Dollars (Millions of Japanese Yen))

	Japan	Asia	North America	Others	Total	Eliminated or unallocated	Consolidated
Sales							
(1) Outside customer	133	6,657	2,279	26	9,095	-	9,095
	(12)	(619)	(212)	(2)	(846)	(-)	(846)
(2) Inter segment or transfer	-	2,887	47	2,051	4,984	△ 4,984	-
	(-)	(269)	(4)	(191)	(464)	(△464)	(-)
Total	133	9,543	2,326	2,077	14,079	△ 4,984	9,095
	(12)	(888)	(216)	(193)	(1,310)	(△464)	(846)
Operating income / loss	△ 31	3,788	△ 1,029	△ 3,929	△ 1,202	△ 2	△ 1,204
(△)	(△3)	(352)	(△96)	(△366)	(△112)	(△0)	(△112)

1st quarter - Consolidated fiscal period - current year (From January 1, 2010 to March 31, 2010)

(Unit: Thousands of U.S. Dollars (Millions of Japanese Yen))

	Japan	Asia	North America	Others	Total	Eliminated or unallocated	Consolidated
Sales							
(1) Outside customer	82	2,186	836	-	3,104	-	3,104
	(8)	(203)	(78)	(-)	(289)	(-)	(289)
(2) Inter segment or transfer	-	990	-	278	1,268	△ 1,268	-
	(-)	(92)	(-)	(26)	(118)	(△118)	(-)
Total	82	3,176	836	278	4,372	△ 1,268	3,104
	(8)	(295)	(78)	(26)	(407)	(△118)	(289)
Operating income / loss	△ 49	△ 864	△ 525	△ 1,536	△ 2,975	12	△ 2,963
(△)	(△5)	(△80)	(△49)	(△143)	(△277)	(1)	(△276)

Note

- 1 Location segments are based on geographical proximity.
- 2 Main countries or locations which do not belong to Japan:
 - (1) Asia Hong Kong, China, Singapore and other locations.
 - (2) North America.....U.S.A.
 - (3) Others..... British West Indies and other locations.

【Overseas sales】

1st quarter - Consolidated fiscal period - prior year (From January 1, 2009 to March 31, 2009)

(Unit: Thousands of U.S. Dollars (Millions of Japanese Yen))

	Asia	North America	Europe	Others	Total
I Overseas sales	4,782 (445)	1,107 (103)	2,919 (272)	2 (0)	8,809 (820)
II Consolidated sales					9,095 (846)
III Ratio of overseas sales which accounts for consolidated sale (%)	52.6%	12.2%	32.1%	0%	96.9%

1st quarter - Consolidated fiscal period - current year (From January 1, 2010 to March 31, 2010)

(Unit: Thousands of U.S. Dollars (Millions of Japanese Yen))

	Asia	North America	Europe	Others	Total
I Overseas sales	2,342 (218)	401 (37)	213 (20)	- (-)	2,956 (275)
II Consolidated sales					3,104 (289)
III Ratio of overseas sales which accounts for consolidated sale (%)	75.4%	12.9%	6.9%	-%	95.2%

Note

- 1 Location segments are based on the geographical proximity.
- 2 Main countries or locations which do not belong to Japan.:
 - (1)Asia Hong Kong, China, Singapore and other locations.
 - (2)North AmericaU.S.A. and Canada
 - (3)Europe.....U.K., Germany, France and other locations.
 - (4)Others.....Australia, South America and other locations.
- 3 Overseas sales are sales of the Group recognized in countries or locations other than Japan.

(Share option)

1st quarter - consolidated fiscal period - current year (From January 1, 2010 to March 31, 2010)

Expenses recognized

Selling, general and administrative expenses – Directors’ compensations	USD 61 thousand (JPY 6 million)
Selling, general and administrative expenses – Other	USD 171 thousand (JPY 16 million)

(Per share information)

(Unit: U.S. Dollars (Japanese Yen))

1st quarter - Consolidated fiscal period - current year (As of March 31, 2010)		Consolidated fiscal year - prior year (As of December 31, 2009)	
Net assets per Share	△1.06 (△98.62)	Net assets per Share	△0.05 (△4.65)

(Unit: U.S. Dollars (Japanese Yen))

1st quarter - Consolidated fiscal period - prior year (From January 1, 2009 to March 31, 2009)		1st quarter - Consolidated fiscal period - current year (From January 1, 2010 to March 31, 2010)	
Net loss per share	7.73 (719.38)	Net loss per share	0.87 (80.54)
As the Group is in a loss position, diluted net loss per share information is not stated.		As the Group is in a loss position, diluted net loss per share information is not stated.	

(Note) Basis of calculation for the net loss

(Unit: Thousands of U.S. Dollars (Millions of Japanese Yen))

Item	1st quarter - Consolidated fiscal period - prior year (From January 1, 2009 to March 31, 2009)	1st quarter - Consolidated fiscal period - current year (From January 1, 2010 to March 31, 2010)
Net loss for the period	11,511 (1,071)	1,311 (122)
Net income NOT attributed to ordinary shareholders	- (-)	- (-)
Net loss attributed to ordinary shares	11,511 (1,071)	1,311 (122)
Average number of ordinary shares during the period (shares)	1,488,739.27	1,514,473.46
Overview of potential shares without dilutive effect excluded from the formula of diluted income per share for the period and changed significantly from consolidated fiscal year - prior year	-	-

(Significant subsequent events)

Not applicable.

2. Others

Not applicable.