

Results for the Three Months Ended June 30, 2010

August 5, 2010

KYOWA EXEO CORPORATION

URL <http://www.exeo.co.jp/overseas/index.html>

1. Consolidated Figures



(1) Overview

(¥bn)

	FY 2009		FY 2010				
	1st quarter	Interim	1st quarter		Interim		Progress rate
	Actual A	Actual B	Actual C	YOY C/A	Plan D	YOY D/B	
Orders received	65.2	130.0	64.7	99%	126.5	97%	51%
Net sales	49.9	111.5	45.1	90%	105.5	95%	43%
Gross profit	(11.1%) 5.5	(10.9%) 12.2	(10.2%) 4.6	83%	(12.0%) 12.7	104%	36%
SG&A expenses	(8.9%) 4.4	(8.1%) 8.9	(9.3%) 4.1	94%	(8.1%) 8.6	96%	49%
Operating income	(2.2%) 1.0	(2.9%) 3.2	(1.0%) 0.4	41%	(3.9%) 4.1	127%	11%
Ordinary income	(2.8%) 1.3	(3.1%) 3.4	(1.9%) 0.8	61%	(4.1%) 4.3	126%	19%
Net income	(1.5%) 0.7	(1.8%) 1.9	(1.6%) 0.7	92%	(2.4%) 2.5	127%	28%

Notes: All amounts less than ¥100m are disregarded. Figures in parentheses are ratio to net sales.

1. Consolidated Figures



(2) Orders Received and Net Sales

(¥bn)

				FY 2009		FY 2010				
				1st quarter	Interim	1st quarter		Interim		Progress rate
				Actual A	Actual B	Actual C	YOY C/A	Plan D	YOY D/B	
Orders received	ENGINEERING-SOLUTIONS	Telecommunications infrastructure	NTT Group engineering	41.5	83.5	38.0	92%	73.0	87%	52%
			Non-NTT telecom engineering	15.3	31.0	18.6	121%	35.5	114%	52%
		Sub-total	56.9	114.6	56.6	100%	108.5	95%	52%	
		Environmental and social infrastructure	4.7	8.8	5.3	111%	12.0	135%	44%	
		Sub-total	61.7	123.4	61.9	100%	120.5	98%	51%	
		SYSTEM-SOLUTIONS	3.5	6.5	2.7	77%	6.0	92%	46%	
	TOTAL	65.2	130.0	64.7	99%	126.5	97%	51%		

Net sales	ENGINEERING-SOLUTIONS	Telecommunications infrastructure	NTT Group engineering	34.3	73.6	31.5	92%	70.0	95%	45%
			Non-NTT telecom engineering	9.2	22.3	9.5	103%	23.5	105%	41%
		Sub-total	43.6	96.0	41.0	94%	93.5	97%	44%	
		Environmental and social infrastructure	3.7	10.4	1.6	45%	6.5	62%	26%	
		Sub-total	47.4	106.4	42.7	90%	100.0	94%	43%	
		SYSTEM-SOLUTIONS	2.5	5.0	2.3	93%	5.5	109%	43%	
	TOTAL	49.9	111.5	45.1	90%	105.5	95%	43%		

Note: All amounts less than ¥100m are disregarded.

1. Consolidated Figures



(3) Business Overview (by Group)

(¥bn)

	Wako Engineering Group			Daiwa Densetsu Group		
	FY 2009	FY 2010	YOY	FY 2009	FY 2010	YOY
	1st quarter	1st quarter		1st quarter	1st quarter	
Orders received	8.4	7.9	94%	4.0	6.0	148%
Net sales	6.8	6.1	90%	3.1	2.8	90%
Gross profit	(4.2%) 0.28	(5.5%) 0.33	119%	(7.6%) 0.23	(9.3%) 0.26	110%
SG&A expenses	(7.0%) 0.47	(7.1%) 0.43	92%	(7.3%) 0.23	(8.0%) 0.22	98%
Operating income	(-2.8%) -0.18	(-1.6%) -0.09	-	(0.3%) 0.00	(1.3%) 0.03	418%
Ordinary income	(-2.6%) -0.18	(-1.4%) -0.08	-	(0.8%) 0.02	(1.8%) 0.05	214%
Net income	(-2.3%) -0.15	(1.6%) 0.09	-	(0.9%) 0.02	(1.0%) 0.02	102%
Total assets	14.3	13.4	94%	6.5	7.0	107%
Net assets	7.9	7.6	97%	4.0	4.7	117%
Equity ratio (Shareholders' equity/Total assets)	55.5%	57.1%		60.5%	65.6%	

Notes: The above figures are prior to elimination of intercompany transactions between group companies. All amounts less than ¥100m are disregarded. Figures in parentheses are ratio to net sales.

2. Non-consolidated Figures



(1) Overview

(¥bn)

	FY 2009		FY 2010				Progress rate C/D
	1st quarter	Interim	1st quarter		Interim		
	Actual A	Actual B	Actual C	YOY C/A	Plan D	YOY D/B	
Orders received	51.4	102.1	49.2	96%	98.0	96%	50%
Net sales	39.2	88.5	35.0	89%	84.5	95%	42%
Gross profit	(10.7%) 4.1	(10.4%) 9.1	(10.5%) 3.6	88%	(11.0%) 9.3	101%	40%
SG&A expenses	(8.2%) 3.2	(7.4%) 6.4	(8.6%) 3.0	95%	(7.4%) 6.3	97%	48%
Operating income	(2.5%) 0.9	(3.0%) 2.6	(1.9%) 0.6	67%	(3.6%) 3.0	112%	22%
Ordinary income	(3.6%) 1.4	(3.3%) 2.9	(2.5%) 0.8	62%	(3.9%) 3.3	113%	27%
Net income	(2.1%) 0.8	(2.3%) 2.0	(1.5%) 0.5	61%	(2.2%) 1.9	93%	27%

Notes: All amounts less than ¥100m are disregarded. Figures in parentheses are ratio to net sales.

2. Non-consolidated Figures



(2) Orders Received

(¥bn)

				FY 2009		FY 2010				
				1st quarter	Interim	1st quarter		Interim		Progress rate
				Actual A	Actual B	Actual C	YOY C/A	Plan D	YOY D/B	
ENGINEERING-SOLUTIONS	Telecommunications infrastructures	NTT Group engineering	Access engineering	16.1	30.0	13.5	84%	25.0	83%	54%
			Network engineering	4.5	9.3	3.8	86%	8.0	86%	48%
			Mobile engineering	11.4	26.4	12.1	106%	23.0	87%	53%
		Sub-total	32.1	65.8	29.5	92%	56.0	85%	53%	
		Non-NTT telecom engineering	13.2	26.1	13.2	100%	28.0	107%	47%	
	Sub-total	45.3	92.0	42.7	94%	84.0	91%	51%		
	Environmental and social infrastructure	3.0	4.8	4.1	139%	9.0	186%	47%		
	Sub-total	48.3	96.8	46.9	97%	93.0	96%	50%		
SYSTEM-SOLUTIONS				3.0	5.3	2.2	74%	5.0	94%	45%
TOTAL				51.4	102.1	49.2	96%	98.0	96%	50%
(NTT DoCoMo-related)				(14.6)	(31.6)	(14.8)	(101%)	(26.0)	(82%)	(57%)

Note: All amounts less than ¥100m are disregarded.

2. Non-consolidated Figures



(3) Net Sales

(¥bn)

				FY 2009		FY 2010				
				1st quarter	Interim	1st quarter		Interim		Progress rate
				Actual A	Actual B	Actual C	YOY C/A	Plan D	YOY D/B	
ENGINEERING-SOLUTIONS	Telecommunications infrastructures	NTT Group engineering	Access engineering	12.8	26.7	12.0	94%	23.0	86%	53%
			Network engineering	3.6	8.1	3.7	101%	9.0	110%	42%
			Mobile engineering	10.6	23.9	8.4	80%	23.0	96%	37%
		Sub-total	27.2	58.8	24.2	89%	55.0	93%	44%	
		Non-NTT telecom engineering	7.4	18.1	7.8	104%	20.5	113%	38%	
		Sub-total	34.6	77.0	32.1	93%	75.5	98%	43%	
	Environmental and social infrastructure	2.2	6.9	0.8	38%	4.5	64%	19%		
	Sub-total	36.9	84.0	32.9	89%	80.0	95%	41%		
SYSTEM-SOLUTIONS				2.2	4.5	2.1	93%	4.5	99%	47%
TOTAL				39.2	88.5	35.0	89%	84.5	95%	42%
(NTT DoCoMo-related)				(12.3)	(29.0)	(10.7)	(87%)	(26.0)	(90%)	(41%)

Note: All amounts less than ¥100m are disregarded.

Disclaimer Regarding Forward-Looking Statements

Management of the Company has made estimates and assumptions relating to financial forecasts based on information available as of the reporting date. Actual results could differ from those estimates.

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