

The effects of the COMSN problem and the administrative sanction imposed on Goodwill were offset in the interim period under review by the strong performance of the worker dispatch business, mainly the performance of the Premier Group, which was consolidated through M&A.

* Figures in the text are rounded down to the nearest unit (hundred million).

► Highlights of consolidated results

(1) Consolidated revenue

Consolidated revenue rose a significant 204.2 billion yen from the year-ago level, to 333.3 billion yen, with a fall of 17.3 billion yen in the nursing care and medical business offset by a contribution of 228.1 billion yen by the Premier Group.

(2) Operating profit

The Group posted an operating loss of 1.3 billion yen. An increase of 3.0 billion yen due to a contribution by the Premier Group was more than offset by a fall of 4.6 billion yen in COMSN earnings in association with the decision to withdraw from the nursing care business and a decline of 3.8 billion yen in Goodwill earnings associated with a rise in compliance expense.

(3) Recurring profit

The Group posted a recurring loss of 5.2 billion yen as a result of a fall of 5.3 billion yen in operating income and a rise of 2.5 billion yen in interest paid.

(4) Net income

A recurring loss of 5.2 billion yen, an extraordinary loss relating to nursing care operations of 4.2 billion yen, an impairment loss of Barrington House Kichijoji of 4.4 billion yen, a loss of 2.2 billion yen from the closing of Goodwill and other offices, and other negative factors were more than offset by a profit on the sale of nursing care operations of 17.9 billion yen. As a result, the Group recorded income before income taxes and other adjustments of 2.0 billion yen. After income taxes and minority interests of 2.7 billion yen are subtracted, the Group posted a net loss of 0.7 billion yen.

<Account>	Amount (million yen)
Recurring loss	△ 5,285
Profit on sale of nursing care operations	17,910
Extraordinary loss relating to nursing care operations	△ 4,256
Impairment loss of Barrington House Kichijoji	△ 4,492
Loss from the closing of offices	△ 2,220
Other extraordinary gains	352
Income before income taxes and other adjustment	2,009
Income taxes and profit or loss of minority shareholders	△ 2,768
Net loss	△ 759

(5) Shareholders' equity

Shareholders' equity rose from 9.5 billion yen at the end of the previous fiscal year, to 19.2 billion yen at the end of the interim period under review. This reflected a capital increase of 11.2 billion yen through the issuing of new shares. Consequently, the capital adequacy ratio improved from 2.6% at the end of the previous fiscal year to 6.3% at the end of the interim period.

(6) Reduction of interest-bearing debt

In association with the sale of nursing care operations including COMSN operations, the Group reduced its interest-bearing debt using the profit from the sale as funds for repayment. Interest-bearing debt fell 37.2 billion yen, to 165.5 billion yen, from 202.8 billion yen at the end of the previous fiscal year.

<Account>	End of previous fiscal year (June 30, 2007) (million yen)	End of interim period under review (December 31, 2007) (million yen)	Decrease (million yen)
Bonds to be redeemed within one year	4,126	3,250	876
Short-term borrowings	168,004	142,964	25,040
Bonds	6,255	4,065	2,190
Long-term borrowings	24,459	15,280	9,179
Total	202,844	165,559	37,285

► Full-year forecast

Since the results for the interim period are almost in line with the plan, we have not changed our forecast for the fiscal year ending June 2008.

● Revenue	570.0 million yen
● Operating profit	0.0 million yen
● Recurring profit	△ 9.0 million yen
● Net income	0.0 million yen

► Dividend forecast

Our basic policy is to recover earnings from the next fiscal year and to return profits to shareholders accordingly. Unfortunately we do not plan to pay any dividends for the current fiscal year. Please accept our apologies.