



MEMBERSHIP  
July 28, 2011

## Consolidated Financial Results for the First Quarter Ended June 30, 2011

### (Japanese GAAP)

Company name: CSK CORPORATION  
 Code number: 9737  
 Representative: Takeshi Nakanishi, President  
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 Schedule date of filing the Quarterly securities Reports: August 12, 2011  
 Schedule date of payment of cash dividends: –  
 The additional materials of the Financial Results for the First Quarter: Yes  
 The briefing session of the Financial Results for the First Quarter : None

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(Amounts of less than one million are rounded down.)

### 1. Consolidated Financial Results for the First Quarter Ended June 30, 2011 (April 1, 2011 through June 30, 2011)

(1) Consolidated operating results (% represents the change from the same period in the previous fiscal year)

	Operating revenue		Operating income		Ordinary income		Net income	
	million yen	%	million yen	%	million yen	%	million yen	%
Three months ended June 30,2011	32,335	(0.8)	1,759	-	2,220	-	1,444	-
Three months ended June 30,2010	32,602	(22.1)	68	-	105	-	(8,331)	-

Note) Comprehensive Income

First Quarter Ended June 30, 2011: 1,434 million yen

First Quarter Ended June 30, 2010: (8,400) million yen

	Net income per share	Diluted net income per share
	yen	yen
Three months ended June 30,2011	8.59	2.99
Three months ended June 30,2010	(66.26)	-

(2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio
	million yen	million yen	%
As of June 30,2011	180,911	15,378	5.9
As of Mar. 31,2011	180,862	11,054	3.3

Reference) Shareholders' equity

As of June 30, 2011: 10,610 million yen

As of Mar. 31, 2011: 5,942 million yen

### 2. Dividends

	Dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	yen	yen	yen	yen	yen
Fiscal Year 2011	-	0.00	-	0.00	0.00
Fiscal Year 2012	-				
Fiscal Year 2012 (forecast)		0.00	-	0.00	0.00

Note) Changes in dividends forecast for fiscal year 2012 as of June 30,2011:None

### 3. Forecast of consolidated operating results for Fiscal Year 2012 (Apr. 1, 2011 through Mar. 31, 2012)

(% represents the change from the same period in the previous fiscal year)

	Operating revenue		Operating income		Ordinary income		Net income		Net income per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Interim	68,700	0.8	2,800	27.7	2,600	466.2	1,700	-	9.79
Full-year	142,000	1.1	7,300	4.2	7,250	121.3	5,150	-	29.64

Note) Revision of forecast of consolidated operating results for Fiscal Year 2012 during this quarter :None

#### 4. Others

- (1) Significant changes in scope of consolidation: None

Note: This section shows whether or not there is a change in Specified Subsidiaries that led to the change of the consolidated scope during the current quarter.

- (2) Adoption of simplified method or specific method to quarterly financial statement in accounting procedure: None

Note: This section shows the use of any simplified accounting methods, or the use of any particular accounting methods for quarterly consolidated financial statements.

- (3) Changes in accounting policies, estimates ,retrospective restatement

① Changes in accounting policies due to the revision of accounting standards: None

② Changes due to reasons other than ① : None

③ Changes in accounting estimates : None

④ Retrospective restatement : None

Note: This section shows changes to accounting policies, estimates and restatement that are described in Japanese regulations as “Alterations on significant issues that are the basis of the preparation for quarterly financial accounting statements”.

- (4) Number of shares issued (common stock)

①Number of shares issued (including treasury stock)

②Number of treasury stock

③Average number of shares issued

Accounting period	Shares	Accounting period	Shares
FY2012 1 <sup>st</sup> Quarter	173,747,714	FY2011	149,747,714
FY2012 1 <sup>st</sup> Quarter	16,528	FY2011	16,015
FY2012 1 <sup>st</sup> Quarter	168,192,954	FY2011 1 <sup>st</sup> Quarter	125,735,528

#### ※Implementation status of Quarterly review

This Financial Results report for the First Quarter was exempt from quarterly review based on Financial Instruments and Exchange Law of Japan. As of the First Quarter disclosing, the review for the quarterly financial statements has not been completed.

#### ※Explanation regarding the appropriate use of forecasts of business results

The financial forecasts of business results are based on judgments and estimates that have been made using of currently available information. By nature, such financial forecasts are subject to uncertainty and risk. Therefore, you are advised that the final results might be significantly different from the aforementioned forecast due to changes in economic environments related to our business, market trends and exchange rate, etc.

## (Accompanying Materials)

## Consolidated Financial Statements and Others

## (1) Consolidated Balance Sheets

(millions of yen)

	Fiscal year 2011 (As of Mar. 31, 2011)	Fiscal year 2012 1st quarter (As of June. 30, 2011)
<b>Assets</b>		
Current assets		
Cash and time deposits	49,972	52,175
Notes and accounts receivable	23,034	18,371
Marketable securities	8,995	3,997
Inventories	1,987	3,620
Short term loans receivable	17,351	17,350
Other current assets	12,026	12,953
Allowance for doubtful accounts	(10,800)	(10,777)
Total current assets	102,568	97,690
Fixed assets		
Tangible fixed assets	23,228	22,682
Intangible fixed assets		
Other intangible fixed assets	2,284	2,258
Total intangible fixed assets	2,284	2,258
Investments and other assets		
Investments in securities	41,105	47,311
Other assets	12,009	11,258
Allowance for doubtful accounts	(332)	(290)
Total investments and other assets	52,781	58,279
Total fixed assets	78,293	83,221
Total assets	180,862	180,911

## CSK CORPORATION (9737)

(millions of yen)

	Fiscal year 2011 (As of Mar. 31, 2011)	Fiscal year 2012 1st quarter (As of June. 30, 2011)
<b>Liabilities</b>		
Current liabilities		
Accounts payable	5,366	4,601
Current portion of convertible bonds payable	21,792	21,792
Current portion of long-term loans payable	10,063	10,047
Accrued income taxes	841	299
Deposits received of prepaid cards	57,854	58,384
Accrued bonuses to employees	3,915	1,950
Accrued bonuses to directors	7	7
Allowance for anticipated losses on contracts	79	58
Other current liabilities	13,071	14,138
Total current liabilities	112,992	111,279
Long-term liabilities		
Convertible bonds payable	35,000	35,000
Long-term bank loans payable	19,860	17,360
Accrued employees' retirement benefits	104	107
Accrued directors' retirement benefits	25	25
Other long-term liabilities	1,825	1,760
Total long-term liabilities	56,814	54,253
Total liabilities	169,807	165,533
<b>Net assets</b>		
Shareholders' equity		
Capital stock	97,811	99,459
Capital surplus	55,349	56,997
Retained earnings	(147,265)	(145,880)
Treasury stock, at cost	(11)	(11)
Total shareholders' equity	5,884	10,564
Accumulated other comprehensive income		
Net unrealized gains (losses) on securities	58	48
Foreign currency translation adjustment	-	(2)
Total accumulated other comprehensive income	58	46
Subscription rights to shares	295	-
Minority interests	4,816	4,768
Total net assets	11,054	15,378
Total liabilities and net assets	180,862	180,911

**(2) Consolidated Statements of Operations and Comprehensive Income**  
**Consolidated Statements of Operations**

(millions of yen)

	Fiscal year 2011 From Apr. 1, 2010 To Jun. 30, 2010	Fiscal year 2012 From Apr. 1, 2011 To June. 30, 2011
Operating revenue	32,602	32,335
Operating costs	25,453	24,677
Gross profits	7,148	7,657
Selling, general and administrative expenses	7,080	5,898
Operating income	68	1,759
Non-operating income		
Interest income	36	11
Dividend income	33	42
Hoard profit of prepaid card	287	271
Gain on sales of investment securities	0	405
Others	183	360
Total non-operating income	540	1,090
Non-operating expenses		
Interest expenses	259	211
Others	244	418
Total non-operating expenses	503	630
Ordinary income	105	2,220
Extraordinary gains		
Gain on sales of investment securities	-	1
Reversal of allowance for doubtful accounts	25	-
Others	9	-
Total extraordinary gains	34	1
Extraordinary losses		
Loss on sales of investment securities	-	26
Loss on withdrawal from securities business	8,904	-
Others	503	-
Total extraordinary losses	9,408	26
Income(Loss) before income taxes and minority interests	(9,268)	2,195
Income taxes : Current	175	77
Income taxes : Deferred	(1,117)	670
Total income taxes	(942)	748
Income(Loss) before minority interests	(8,326)	1,446
Minority interests in income	5	2
Net income(loss)	(8,331)	1,444

**Consolidated Statements of Comprehensive Income**

(millions of yen)

	Fiscal year 2011 From Apr. 1, 2010 To June. 30, 2010	Fiscal year 2012 From Apr. 1, 2011 To June. 30, 2011
Income(Loss) before minority interests	(8,326)	1,446
Other comprehensive income		
Net unrealized holding gains(losses) on securities	(74)	(8)
Foreign currency translation adjustments	-	(4)
Total other comprehensive income	(74)	(12)
Comprehensive income	(8,400)	1,434
<breakdown>		
Comprehensive income attributable to owners of parent	(8,408)	1,431
Comprehensive income attributable to minority interests	8	2

### (3) Consolidated Statements of Cash Flows

(millions of yen)

	For the three months ended June 30, 2010	For the three months ended June 30, 2011
Cash flows from operating activities		
Income (Loss) before income taxes and minority interests	(9,268)	2,195
Depreciation	1,081	934
Amortization of goodwill	34	-
Increase (decrease) in allowances and decrease (increase) in prepaid pension costs	(1,347)	(2,201)
Interest and dividend income	(70)	(54)
Interest expenses	262	211
Loss on withdrawal from securities business	8,904	-
Decrease (increase) in accounts receivable	7,089	4,667
Decrease (increase) in inventories	(1,199)	(1,632)
Increase (decrease) in accounts payable	(2,464)	(765)
Increase (decrease) in deposits received of prepaid cards	693	529
Decrease (increase) in venture capital investments	125	-
Other net	(1,830)	641
Subtotal	2,010	4,527
Interest and dividends income received	44	95
Interest expenses paid	(236)	(274)
Income taxes paid	(1,595)	(280)
Net cash used in operating activities	223	4,068
Cash flows from investing activities		
Decrease (increase) in time deposit, net	-	(100)
Net proceeds from sales, redemption and purchases of marketable securities	9,521	0
Purchases of property and equipment	(69)	(1,421)
Proceeds from sales and equipment	18	290
Purchases of intangible assets	(170)	(237)
Purchases of investments in securities	(12,104)	(7,361)
Proceeds from sales and redemption of investments in securities	245	6,396
Net decrease (increase) in short-term loans receivable	3,269	0
Proceeds from sales of investments in subsidiaries resulting in change in scope of consolidation	3,006	-
Other net	(19)	140
Net cash provided by (used in) investing activities	3,696	(2,292)
Cash flows from financing activities		
Cash dividends paid	(11,265)	(2,515)
Proceeds from issuance of common stock	-	3,000
Other net	(128)	(92)
Net cash provided by financing activities	(11,394)	392
Effect of exchange rate changes on cash and cash equivalents	(3)	0
Net increase (decrease) in cash and cash equivalents	(7,478)	2,167
Cash and cash equivalents, at beginning	43,394	48,772
Increase in cash and cash equivalents from newly consolidated subsidiary	-	33
Decrease in cash and cash equivalents resulting from exclusion of subsidiaries from consolidation	(32)	(98)
Cash and cash equivalents, at end	35,883	50,875

**(4) Note for Assumption of Going Concern**

Not applicable

**(5) Segment Information (Consolidated)****Information by Reportable segments**

1 Net sales and segment income or loss of reportable segments

(millions of yen)

	For the three months period ended June 30, 2010								
	Reportable Segments					Other Note 1	Total	Elimination and corporation Note 2	Consolidated Note 3
	BPO	IT- Management	Systems- Integration	Prepaid- Card	Total				
Operating revenue:									
Outside customers	7,441	8,165	15,808	925	32,340	261	32,602	-	32,602
Inter-segment sales/transfers	385	337	71	34	829	-	829	(829)	-
Total	7,827	8,503	15,880	959	33,170	261	33,431	(829)	32,602
Operating income(loss)	106	416	398	165	1,086	(129)	956	(888)	68

Notes: 1 "Other" represents categories of businesses that are not included in reportable segments, and includes investments in venture companies and investment trust managements.

2 Amounts in the column "Elimination and corporation of Operating income (loss)" of ¥(888) million represents Group's management revenue of ¥426 million, and corporate expense of ¥(1,467) million that was not allocated to reportable segments. The expense was management expenses for group companies incurred at CSK (the Company).

3 Segment income (loss) is adjusted with operating income in the consolidated statements of income.

(millions of yen)

	For the three months period ended June 30, 2011						
	Reportable Segments					Elimination and corporation Note 1	Consolidated Note 2
	BPO	IT-Management	Systems- Integration	Prepaid- Card	Total		
Operating revenue:							
Outside customers	7,363	8,707	15,406	858	32,335	-	32,335
Inter-segment sales/transfers	292	546	109	57	1,005	(1,005)	-
Total	7,656	9,253	15,515	915	33,340	(1,005)	32,335
Operating income(loss)	(126)	962	1,494	215	2,545	(785)	1,759

Notes: 1 Amounts in the column "Elimination and corporation of Operating income (loss)" of ¥(785) million represents corporate expense of ¥(802) million that was not allocated to reportable segments. The expense was management expenses for group companies incurred at the Company.

2 Segment income (loss) is adjusted with operating income in the consolidated statements of income.

## 2 Matters related to changes in reportable segments

Structural reforms have been carried out during the First Quarter of fiscal year 2012. As a result, Cloud Business Division, which belonged to the Systems-Integration segment, transferred to IT-Management segment, and Business Service Division, which also belonged to the Systems-Integration segment, transferred to BPO segment.



The segment information for the First Quarter of fiscal year 2011 was prepared based on the reportable segment that is used for reporting for the First Quarter of fiscal year 2012.

**(6) Note for material changes in Shareholder's Equity**

Sumisho Computer Systems Corporation, together with Sumitomo Corporation completed a tender offer for the Shares, etc. of the Company (the "Tender Offer") undertaken during the purchase period from March 10, 2011 through April 11, 2011, and Sumitomo Corporation acquired the 7th series subscription rights to shares (issued September 30, 2009) owned by ACA INVESTMENTS PTE, LTD and as of April 22 2011, Sumitomo Corporation exercised all the rights.

As a consequence, increase of capital stock and capital surplus was ¥1,647 million respectively during the First Quarter of fiscal year 2012 and capital stock and capital surplus were ¥99,459 million and ¥56,997 million respectively at the end of the First Quarter of fiscal year 2012.