

**Consolidated Financial Results for the nine-month period
of the fiscal year ending March 31, 2014
(April 1, 2013 - December 31, 2013)
[J-GAAP]**

January 30, 2014

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 Securities Code: 9719
 Stock Exchange Listing: Tokyo Stock Exchange, 1st Section
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 Scheduled date of filing quarterly securities reports: February 13, 2014
 Scheduled date for dividend payment: -
 Preparation of supplementary information material on financial results (yes/no): Yes
 Financial results conference for institutional investors and analysts (yes/no): Yes

(Amounts of less than ¥1 million are truncated)

1. Consolidated Business Results for the nine-month period ended December 31, 2013 (April 1, 2013 through December 31, 2013)

(1) Consolidated Operating Results

(Millions of yen unless otherwise stated)

(Percentage figures are changes from the previous fiscal year)

	Net sales		Operating income		Ordinary income		Net income	
		%		%		%		%
Nine months ended Dec. 31, 2013	205,914	2.2	15,000	7.5	16,320	7.8	12,365	-15.5
Nine months ended Dec. 31, 2012	201,400	61.6	13,949	140.9	15,145	74.4	14,634	-32.4

(Note) Comprehensive income:

Nine-month period ended Dec. 31, 2013: 13,317 million yen (-9.7%) Nine-month period ended Dec. 31, 2012: 14,741 million yen (-29.3%)

	Net income per share	Diluted net income per share
	Yen	Yen
Nine months ended Dec. 31, 2013	119.22	116.58
Nine months ended Dec. 31, 2012	141.17	137.49

(2) Consolidated Financial Position

(Millions of yen unless otherwise stated)

	Total assets	Net assets	Equity ratio	Net assets per share
			%	Yen
As of Dec. 31, 2013	303,691	117,564	36.9	1,080.60
As of March 31, 2013	322,828	108,208	31.8	991.48

(Reference) Shareholders' equity: As of Dec. 31, 2013 ¥112,100 million As of March 31, 2013 ¥102,799 million

2. Dividends

	Dividends per share (Yen)				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
FY 2012	—	18.00	—	18.00	36.00
FY 2013	—	20.00	—	—	—
FY 2013 (Forecast)	—	—	—	20.00	40.00

(Note) Revisions during this quarter of Dividends forecasts for Fiscal Year 2013: None

3. Consolidated Financial Forecasts for Fiscal Year 2013 (April 1, 2013 to March 31, 2014)

(Millions of yen unless otherwise stated)

(Percentage figures are changes from the corresponding period of the previous fiscal year)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
		%		%		%		%	Yen
Full Year	290,000	4.1	23,500	13.0	23,500	5.7	17,500	4.6	168.78

(Note) Revisions during this quarter of consolidated earnings forecasts for Fiscal Year 2013: None

- (1) Changes in significant subsidiaries during the period: None
- (2) Adoption of specific accounting procedures in preparing quarterly consolidated financial statements: None
- (3) Changes in accounting policies, changes in accounting estimates and restatement of prior period financial statements after error corrections
 - 1) Changes in accounting policies, changes in accounting standards and other regulations: None
 - 2) Changes in accounting policies due to other reasons: None
 - 3) Changes in accounting estimates: None
 - 4) Restatement of prior period financial statements after error corrections: None
- (4) Number of shares issued (Common stock)
 - 1) The number of shares issued as of the period end (including treasury stock)

As of Dec. 31, 2013	107,986,403 shares
As of March 31, 2013	107,986,403 shares
 - 2) The number of shares of treasury stock as of the period end

As of Dec. 31, 2013	4,247,581 shares
As of March 31, 2013	4,303,745 shares
 - 3) The average number of shares during the period

As of Dec. 31, 2013	103,724,727 shares
As of Dec. 31, 2012	103,663,372 shares

***Notification regarding the auditing process**

- This financial report is not within the scope of the auditing process as prescribed by the Financial Instruments and Exchange Act. Therefore, and as of the time of disclosure, the auditing process of this financial report has not been completed.

*** Cautionary statement concerning appropriate use of financial forecasts and other explanatory notes**

- The financial forecasts contained in this document are based on the information currently available and certain assumptions deemed reasonable. Actual results may vary from these forecasts for various reasons. With regard to the assumptions on which financial forecasts are based and other explanatory notes in connection with the use of financial forecasts, please refer to “Qualitative information of Consolidated Financial Forecast for the fiscal year ending March 31, 2014” on page 3.
- SCSK will hold a results briefing for institutional investors and analysts on January 30, 2014. Materials used in the briefing, a transcript of the main questions and answers, and other related information will be published on SCSK’s website promptly thereafter.

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1. Qualitative information regarding Operating Results for the quarter ended December 31, 2013

(1) Qualitative information of Consolidated Business Results

In the nine-month period under review, the Japanese economy moved into an overall recovery trend in response to the government and central bank's financial and fiscal policies, and the stock market continued to be buoyant as the business climate improved. Consumer spending and housing investment firmed as the employment environment improved and the market looked to complete purchases ahead of the consumption tax increase. In capital investment, a recovery trend has been evident recently as corporate earnings recover, due in part to the correction of the high yen.

The outlook for the Japanese economy is for a gentle recovery trend to continue as domestic demand has bottomed out and exports are recovering. However, some concerns remain, including an expected drop in demand following the consumption tax increase, the unreliable overseas economy due to decelerating economic growth in some developing countries, and concern related to economic effects caused by diplomatic issues with neighboring countries.

In these economic conditions the business environment surrounding SCSK Group improved, especially in capital investment for system development projects, after several years of corporate customers cutting back on or postponing IT investment. This was based on the upward trend of IT investment in the financial industry as a whole, as financial industry demand has continued to be strong for large-scale IT investment relating to business mergers and integration, particularly from banking and insurance industry customers. Additionally, strengthened production and sales activities and globalization measures are driving demand for strategic IT investment at manufacturing industry customers. At the same time, growing IT demand accompanying the corporate earnings recovery suggests that this demand can be expected to actualize as manufacturing industry customers expand their IT investment.

Together with the above, demand has grown for cloud-type IT services to further increase work efficiency and production, as customers' demand for data center services, especially for BCP and disaster recovery measures, has been continuing to grow.

For the period under review, consolidated net sales increased 2.2% compared to the same period of the previous fiscal year to ¥205,914 million. This reflects firm demand for system development from financial industry customers. Operating income increased 7.5% compared to the previous nine-month period to ¥15,000 million reflecting increased profit on increased sales and higher profit margin due to improved operational efficiency. Ordinary income increased 7.8% to ¥16,320 million on an increase in sales. Net income decreased 15.5% to ¥12,365 million, reflecting the influence of a one-time business portfolio restructuring expense that had been incorporated into initial forecasts, along with other factors.

(2) Qualitative information of Consolidated Financial Position

Cash and cash equivalents (“cash”) as of December 31, 2013 decreased ¥15,461 million compared to March 31, 2013 to ¥67,786 million. The increase or decrease in each cash flow type and the main factors for such changes are as follows.

Cash flow from operating activities

Net cash provided by operating activities was ¥21,811 million.

The main cash inflow factors were net income before income taxes and minority interests of ¥14,295 million, depreciation of ¥5,122 million and a ¥11,096 million increase in capital stemming from a decrease in accounts receivable. The main cash outflow factors were an increase in inventories of ¥4,319 million and a decrease in accounts payable of ¥4,207 million.

Cash flow from investing activities

Net cash used in investing activities was ¥6,447 million.

The main cash inflow factor was proceeds from sales and redemption of investment securities of ¥851 million. The main cash outflow factors were payments for the acquisition of property, plant and equipment of ¥5,935 million and acquisition of intangible fixed assets of ¥1,176 million.

Cash flow from financing activities

Net cash used in financing activities was ¥30,908 million.

The main cash inflow factor was a capital increase on new short-term bank loans payable of ¥17,000 million. The main cash outflow factors were a capital reduction for redemption of bonds of ¥35,000 million, payments for repayment of long-term debt of ¥7,500 million, and dividend payments of ¥1,870 million (¥18 per share) for the year-end dividend of the fiscal year ended March 31, 2013 and ¥2,079 million (¥20 per share) for the interim period of the fiscal year ending March 31, 2014.

(3) Qualitative information of Consolidated Financial Forecast for the fiscal year ending March 31, 2014

Business performance for the nine-month period was generally in accordance with forecasts and there are no changes to the full-year forecast issued on April 26, 2013.

*Characteristics of SCSK Group’s quarterly results

As many companies in Japan have fiscal years that run from April to March, adoption and inspection of computer systems tends to be concentrated in September and March, respectively the halfway point and end of the April to March fiscal year. Excluding sales covered by contract agreements, SCSK Group mainly records sales on a receipt-and-inspection basis. This means that Group business results fluctuate by season, with sales and income tending to be concentrated in the second and fourth quarters of each year.

2.Summary information (notes)

(1)Transfer of important subsidiaries in the period under review

No applicable items

(2)Adoption of specific accounting procedures in preparing quarterly consolidated financial statements

No applicable items

(3)Changes in accounting policies, changes in accounting estimates and restatement of prior period financial statements after error corrections

No applicable items

3. Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Unit: Millions of Yen)

	As of Mar. 31, 2013	As of Dec. 31, 2013
ASSETS		
Current assets		
Cash and deposits	19,669	20,351
Notes and accounts receivable-trade	61,661	50,618
Securities	1,298	901
Operational investment securities	37,326	40,363
Merchandise and finished goods	2,793	4,569
Work in process	646	3,196
Raw materials and supplies	21	29
Short-term loans receivable	106	53
Deposits paid	64,478	48,734
Other	20,718	24,491
Allowance for doubtful accounts	-101	-28
Total current assets	208,620	193,279
Noncurrent assets		
Property, plant and equipment		
Buildings and structures, net	26,684	25,659
Land	22,118	22,135
Others, net	7,420	11,230
Total property, plant and equipment	56,223	59,025
Intangible assets		
Goodwill	343	271
Other	7,346	6,847
Total intangible assets	7,690	7,119
Investments and other assets		
Investment securities	11,428	11,267
Other	39,163	33,257
Allowance for doubtful accounts	-298	-260
Total investments and other assets	50,294	44,265
Total noncurrent assets	114,208	110,411
Total assets	322,828	303,691

(Unit: Millions of Yen)

	As of Mar. 31, 2013	As of Dec. 31, 2013
LIABILITIES		
Current liabilities		
Notes and accounts payable-trade	17,568	13,382
Short-term loans payable	-	17,000
Current portion of bonds with subscription rights to shares	35,000	-
Current portion of long-term loans payable	9,860	2,360
Income taxes payable	777	1,083
Provision for bonuses	7,546	3,698
Provision for directors' bonuses	110	58
Provision for loss on construction contracts	12	628
Deposits received of prepaid cards	64,414	68,419
Other	24,585	31,204
Total current liabilities	159,876	137,835
Noncurrent liabilities		
Bonds payable	20,000	20,000
Long-term loans payable	20,000	20,000
Provision for retirement benefits	7,697	2,089
Provision for directors' retirement benefits	29	29
Asset retirement obligations	1,391	1,492
Other	5,625	4,678
Total noncurrent liabilities	54,743	48,290
Total liabilities	214,619	186,126
NET ASSETS		
Shareholders' equity		
Capital stock	21,152	21,152
Capital surplus	3,066	3,063
Retained earnings	86,735	95,154
Treasury stock	-8,654	-8,540
Total shareholders' equity	102,300	110,831
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	957	1,367
Deferred gains or losses on hedges	8	72
Foreign currency translation adjustment	-468	-171
Total accumulated other comprehensive income	498	1,268
Subscription rights to shares	168	147
Minority interests	5,241	5,317
Total net assets	108,208	117,564
Total liabilities and net assets	322,828	303,691

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

(Unit: Millions of Yen)

	From Apr. 1, 2012 to Dec. 31, 2012	From Apr. 1, 2013 to Dec. 31, 2013
Net sales	201,400	205,914
Cost of sales	154,940	157,605
Gross profit	46,460	48,308
Selling, general and administrative expenses	32,511	33,307
Operating income	13,949	15,000
Non-operating income		
Interest income	165	173
Dividends income	286	44
Equity in earnings of affiliates	209	202
Gain on sales of investment securities	10	268
Gain on investments in partnership	379	198
Hoard profit of prepaid card	881	823
Other	372	303
Total non-operating income	2,304	2,013
Non-operating expenses		
Interest expenses	315	262
Loss on valuation of investment securities	80	44
Foreign exchange losses	37	43
Retirement benefit expenses	195	195
Financing expenses	218	-
Other	262	148
Total non-operating expenses	1,108	694
Ordinary income	15,145	16,320
Extraordinary income		
Gain on sales of noncurrent assets	5	4
Gain on sales of investment securities	96	3
Gain on sales of subsidiaries and affiliates' stocks	6	0
Gain on sales of memberships	0	12
Total extraordinary income	109	21
Extraordinary loss		
Loss on retirement of noncurrent assets	50	56
Loss on sales of noncurrent assets	0	25
Loss on sales of memberships	1	-
Loss on valuation of memberships	23	-
Loss on sales of investment securities	0	-
Loss on valuation of stocks of subsidiaries and affiliates	-	757
Loss on liquidation of subsidiaries	-	89
Business withdrawal loss	-	377
Office transfer related expenses	-	739
Total extraordinary loss	76	2,045
Income before income taxes and minority interests	15,178	14,295
Income taxes — current	964	1,327
Income taxes — deferred	-595	428
Total income taxes	368	1,756
Income before minority interests	14,810	12,539
Minority interests in gain	175	173
Net income	14,634	12,365

Consolidated Statements of Comprehensive Income

(Unit: Millions of Yen)

	From Apr. 1, 2012 to Dec. 31, 2012	From Apr. 1, 2013 to Dec. 31, 2013
Income before minority interests	14,810	12,539
Other comprehensive income		
Valuation difference on available-for-sale securities	-187	374
Deferred gains or losses on hedges	38	63
Foreign currency translation adjustment	69	292
Gain or loss on change in equity	7	5
Share of other comprehensive income of associates accounted for using equity method	3	42
Total other comprehensive income	-68	777
Comprehensive income	14,741	13,317
(Comprehensive income attributable to)		
Comprehensive income attributable to owners of the parent	14,563	13,139
Comprehensive income attributable to minority interests	178	178

(3) Consolidated Statements of Cash Flows

(Unit: Millions of Yen)

	From Apr. 1, 2012 to Dec. 31, 2012	From Apr. 1, 2013 to Dec. 31, 2013
Net cash provided by (used in) operating activities		
Income before income taxes and minority interests	15,178	14,295
Depreciation and amortization	4,956	5,122
Amortization of goodwill	82	72
Increase (decrease) in allowance for doubtful accounts	-48	-112
Increase (decrease) in provision for retirement benefits	711	-96
Decrease (increase) in prepaid pension costs	-224	-169
Loss on retirement of noncurrent assets	50	56
Loss(gain) on sales of noncurrent assets	-5	21
Loss (gain) on valuation of investment securities	80	44
Loss (gain) on sales of investment securities	-99	-271
Loss on valuation of stocks of subsidiaries and affiliates	—	757
Loss (gain) on sales of stocks of subsidiaries and affiliates	-6	-0
Equity in (earnings) losses of affiliates	-209	-202
Share-based compensation expenses	1	—
Interest and dividends income	-452	-218
Interest expenses paid on loans and bonds	315	262
Loss (gain) on investments in partnership	-379	-198
Decrease (increase) in investment securities for sale	-1,921	-3,141
Decrease (increase) in notes and accounts receivable-trade	5,288	11,096
Decrease (increase) in inventories	-1,301	-4,319
Increase (decrease) in notes and accounts payable-trade	-2,281	-4,207
Increase (decrease) in deposits received of prepaid cards	3,637	4,004
Directors' bonus payments	-65	-123
Other, net	-7,868	-247
Subtotal	15,440	22,425
Interest and dividends income received	564	448
Interest expenses paid	-280	-264
Income taxes (paid) refund	183	-798
Net cash provided by (used in) operating activities	15,908	21,811
Net cash provided by (used in) investing activities		
Purchase of securities	-3,299	-2,599
Proceeds from sales and redemption of securities	3,600	2,728
Purchase of property, plant and equipment	-7,932	-5,935
Proceeds from sales of property, plant and equipment	1	6
Purchase of intangible assets	-1,879	-1,176
Purchase of investment securities	-198	-993
Proceeds from sales and redemption of investment securities	2,207	851
Collection of short-term loans receivable	1,357	102
Proceeds from withdrawal of investments in partnership	569	471
Payments for lease and guarantee deposits	-85	-428
Proceeds from collection of lease and guarantee deposits	93	514
Payments for asset retirement obligations	—	-14
Other, net	249	25
Net cash provided by (used in) investing activities	-5,316	-6,447

(Unit: Millions of Yen)

	From Apr. 1, 2012 to Dec. 31, 2012	From Apr. 1, 2013 to Dec. 31, 2013
Net cash provided by (used in) financing activities		
Increase in short-term loans payable	—	17,000
Proceeds from long-term loans payable	20,000	—
Repayment of long-term loans payable	-7,500	-7,500
Proceeds from issuance of bonds	10,000	—
Redemption of bonds	—	-35,000
Repayments of lease obligations	-1,348	-1,435
Purchase of treasury stock	-30,081	-20
Proceeds from sales of treasury stock	1	98
Cash dividends paid	-3,532	-3,949
Cash dividends paid to minority shareholders	-83	-101
Other, net	2	—
Net cash provided by (used in) financing activities	-12,542	-30,908
Effect of exchange rate change on cash and cash equivalents	46	229
Net increase (decrease) in cash and cash equivalents	-1,904	-15,315
Cash and cash equivalents at beginning of period	63,661	83,247
Decrease in cash and cash equivalents resulting from exclusion of subsidiaries from consolidation	-15	-146
Cash and cash equivalents at end of period	61,742	67,786

(4) Notes regarding Consolidated Financial Results for the nine-month period ended December 31, 2013
(Notes regarding the Premise of a Going Concern)

No applicable items.

(Notes concerning significant changes in shareholders' equity)

No applicable items.

(Segment Information)

I. Nine-month period of fiscal year ended March 31, 2013 (April 1, 2012 to December 31, 2012)

1) Information on Sales, Income (Loss) by Reported Segment

(Unit: Millions of Yen)

	Industrial Systems Business	Financial Systems Business	Global Systems Business	Business Solutions	Business Services	IT Management	IT Platform Solutions	Prepaid Card Business
Sales								
(1) Outside customers	51,942	37,358	8,542	11,175	23,192	26,240	39,765	2,572
(2) Inter-segment sales or transfers	1,901	175	1,175	1,122	1,016	5,839	3,822	109
Total	53,843	37,534	9,717	12,298	24,209	32,080	43,588	2,681
Segment income (loss)	3,415	3,094	1,400	1,303	690	2,089	2,019	573

	Others	Total	Adjustments (Note 1)	Amounts Reported in the Consolidated Financial Statements (Note 2)
Sales				
(1) Outside customers	610	201,400	—	201,400
(2) Inter-segment sales or transfers	2,000	17,162	-17,162	—
Total	2,610	218,563	-17,162	201,400
Segment income (loss)	205	14,792	-842	13,949

Notes: Adjustments are as follows:

1. The adjustment loss of ¥842 million to segment income (loss) represents general corporate expenses that have not been allocated to the reported segments.
2. Segment income (loss) has been reconciled to operating income in the consolidated income statement.

II. Nine-month period of fiscal year ending March 31, 2014 (April 1, 2013 to December 31, 2013)

Information on Sales, Income (Loss) by Reported Segment

(Unit: Millions of Yen)

	Industrial Systems Business	Financial Systems Business	Global Systems Business	Business Solutions	Business Services	IT Management	IT Platform Solutions	Prepaid Card Business
Sales								
(1) Outside customers	50,048	40,490	10,056	11,957	23,747	27,537	39,229	2,259
(2) Inter-segment sales or transfers	1,317	272	1,770	1,374	1,172	6,770	4,536	72
Total	51,365	40,762	11,827	13,332	24,920	34,307	43,766	2,331
Segment income (loss)	3,064	3,897	1,433	1,169	1,183	2,481	2,236	123

	Others	Total	Adjustments (Note 1)	Amounts Reported in the Consolidated Financial Statements (Note 2)
Sales				
(1) Outside customers	586	205,914	—	205,914
(2) Inter-segment sales or transfers	1,991	19,277	-19,277	—
Total	2,578	225,191	-19,277	205,914
Segment income (loss)	153	15,743	-742	15,000

Notes: Adjustments are as follows:

1. The adjustment loss of ¥742 million to segment income (loss) represents general corporate expenses that have not been allocated to the reported segments.
2. Segment income (loss) has been reconciled to operating income in the consolidated income statement.

2) Changes in reported segments

Since the merger with CSK Corporation on October 1, 2011, SCSK has been working to accelerate and maximize the effects of the merger by unifying and integrating the management systems. With the aim of full unification of the management system from the first quarter under review, there have been changes in reporting segments due to reorganization and reclassification of business units. In accordance with these changes, the Business Solutions and Cross-Functional Business segment has been renamed the Business Solutions segment.

Segment information for the previous nine-month period has been restated according to new reported segments for comparison purposes.