
Notice regarding the recording of unrecoverable debts accompanying the dissolution of subsidiaries under allowance for doubtful accounts

December 18, 2012—The general meetings of stockholders of CSK Institute for Sustainability, Ltd. (“CSK-IS”) and CSK PRINCIPALS Co., Ltd. (“PRINCIPALS”), both of which are consolidated subsidiaries of SCSK Corporation (“SCSK”), have resolved to dissolve the companies and begin special liquidation. Accordingly, SCSK expects to forgive debt owed by the two companies.

As the relevant expected unrecoverable debt is already entirely accounted for there will be no material impact on results. There is no revision to the full-year forecasts for SCSK.

1. Outline of the debtor consolidated subsidiaries (as of September 30, 2012)

Unit: yen unless stated otherwise

(1) Company name	CSK Institute for Sustainability, Ltd.	
(2) Head office	2-26-1, Minami-Aoyama, Minato-ku, Tokyo	
(3) Representative	Masaaki Kobayashi, President and CEO	
(4) Main business	Financial services (operations have already been discontinued)	
(5) Paid-in capital	100 million	
(6) Date of establishment	January 24, 2006	
(7) Total assets at end of previous fiscal year	436 million	
(8) Net assets at end of previous fiscal year	(9,072 million)	
(9) Major shareholders and ownership interest	SCSK Corporation 100%	
(10) Relationship with listed parent company	Capital relationship	SCSK holds 100% percent of voting rights in Company.
	Personnel relationship	All three of the Company's directors are concurrently employees of SCSK. The Company's auditor is also concurrently an employee of SCSK.
	Business relationship	SCSK is a lender to the Company.
	Status of relevant parties	The Company is a consolidated subsidiary of SCSK.

(1) Company name	CSK PRINCIPALS Co., Ltd.	
(2) Head office	2-26-1, Minami-Aoyama, Minato-ku, Tokyo	
(3) Representative	Masaaki Kobayashi, President and CEO	
(4) Main business	Financial services (operations have already been discontinued)	
(5) Paid-in capital	100 million	
(6) Date of establishment	November 9, 2006	
(7) Total assets at end of previous fiscal year	263 million	
(8) Net assets at end of previous fiscal year	(10,157 million)	
(9) Major shareholders and ownership interest	SCSK Corporation 100%	
(10) Relationship with listed parent company	Capital relationship	SCSK holds 100% percent of voting rights in Company.
	Personnel relationship	All three of the Company's directors are concurrently employees of SCSK. The Company's auditor is also concurrently an employee of SCSK.
	Business relationship	SCSK is a lender to the Company.
	Status of relevant parties	The Company is a consolidated subsidiary of SCSK.

2. Back ground of debt becoming possibly uncollectable or collection being delayed

CSK-IS and PRINCIPALS were both established for the purpose of conducting investments, but since ceasing investment activity in January 2009 they were redesignated as companies for managing the marketable security, stock and bond assets they hold.

With the disposal of assets held by the companies now completed, they have completed their purpose as asset management companies and their special liquidations commenced on December 18, 2012. Accordingly, there is the possibility that debt owed to SCSK by these companies will become uncollectable.

3. Types and amounts of debt owed (as of September 30, 2012) (Million yen)

(1) Debtor	CSK Institute for Sustainability, Ltd.	CSK PRINCIPALS Co., Ltd.
(2) Type of debt	Loan	Loan
(3) Amount	9,493	10,405

4.Outlook

The relevant expected unrecoverable debt is already entirely accounted for in allowance for doubtful accounts, so there will be no material impact on results. There is no revision to the full-year forecasts.

Reference: Results forecast for this fiscal year (announced October 31, 2012) and results for last fiscal year

	(Million yen)			
	Operating revenue	Operating income	Ordinary income	Net income
Consolidated forecast for this fiscal year (ending March 31, 2013)	280,000	20,000	20,300	15,000
Consolidated results for last fiscal year (ended March 31, 2012)	200,326	12,879	16,659	25,669

Ends