

**Consolidated Financial Results for the interim period
of the fiscal year ending March 31, 2014
(April 1, 2013 - September 30, 2013)
[J-GAAP]**

October 31, 2013

Company Name: SCSK Corporation
 Securities Code: 9719
 Stock Exchange Listing: Tokyo Stock Exchange, 1st Section
 URL: http://www.scsk.jp
 Representative: Nobuhide Nakaido, Chairman & CEO
 General Manager, Accounting Group
 Inquiries: Yasuhiko Oka, General Manager, Accounting Control Department TEL: +81-3-5166-2500
 Scheduled date of filing quarterly securities reports: November 13, 2013
 Scheduled date for dividend payment: December 2, 2013
 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 interim period ended September 30, 2013 (April 1, 2013 through September 30, 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	
		%		%		%		%
Six months ended Sep. 30, 2013	137,122	2.0	9,786	5.3	10,664	3.8	8,126	-11.3
Six months ended Sep. 30, 2012	134,385	125.4	9,295	318.3	10,275	100.2	9,158	192.2

(Note) Comprehensive income:

Interim period ended Sep. 30, 2013: 8,642 million yen (-4.7%) Interim period ended Sep. 30, 2012: 9,069 million yen (303.8%)

	Net income per share	Diluted net income per share
	Yen	Yen
Six months ended Sep. 30, 2013	78.35	75.92
Six months ended Sep. 30, 2012	88.35	86.06

(2) Consolidated Financial Position

(Millions of yen unless otherwise stated)

	Total assets	Net assets	Equity ratio	Net assets per share
			%	Yen
As of Sep. 30, 2013	310,711	114,998	35.3	1,056.18
As of March 31, 2013	322,828	108,208	31.8	991.48

(Reference) Shareholders' equity: As of Sep. 30, 2013 ¥109,553 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 Sep. 30, 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 Sep. 30, 2013	4,259,577 shares
As of March 31, 2013	4,303,745 shares
 - 3) The average number of shares during the period

As of Sep. 30, 2013	103,719,042 shares
As of Sep. 30, 2012	103,663,646 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 October 31, 2013. 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.

Contents

1. Qualitative information regarding Operating Results for the interim period ended September 30, 2013	2
(1) Qualitative information of Consolidated Business Results	2
(2) Qualitative information of Consolidated Financial Position	3
(3) Qualitative information of Consolidated Financial Forecast for the fiscal year ending March 31, 2014	3
2. Summary information (notes)	4
(1) Transfer of important subsidiaries in the period under review	4
(2) Adoption of specific accounting procedures in preparing consolidated interim financial statements	4
(3) Changes in accounting policies, changes in accounting estimate and restatement of prior period financial statements after error corrections	4
3. Consolidated Interim Financial Statements	5
(1) Consolidated Interim Balance Sheets	5
(2) Consolidated Interim Statements of Income and Comprehensive Income	7
Consolidated Interim Statements of Income	7
Consolidated Interim Statements of Comprehensive Income	8
(3) Consolidated Interim Statements of Cash Flows	9
(4) Notes regarding Consolidated Financial Results for the interim period ended September 30, 2013	11
(Notes regarding the Premise of a Going Concern)	11
(Notes concerning Significant Changes in Shareholder's Equity)	11
(Segment information)	11

1. Qualitative information regarding Operating Results for the quarter ended September 30, 2013

(1) Qualitative information of Consolidated Business Results

In the interim period under review, the Japanese economy responded to the government and central bank's financial and fiscal policies and the stock market continued to be buoyant as the business climate moved into a recovery trend. Consumer spending and equipment investment firmed as the market looked to complete purchases ahead of the consumption tax increase. In capital investment, the number of companies looking at investment in a positive light has been steadily increasing as corporate earnings recover, due in part to the correction of the high yen. Currently, despite a slowdown in emerging economies such as China and the return of concerns over fiscal problems in the United States, domestic demand is showing a stabilizing trend and exports have been recovering, which indicates a gentle recovery trend for the Japanese economy.

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 due to 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 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 2.0% compared to the same period of the previous fiscal year to ¥137,122 million. This reflects firm demand for system development from financial industry customers. Operating income increased 5.3% compared to the previous interim period to ¥9,786 million reflecting increased profit on increased sales and higher operating efficiency. Ordinary income increased 3.8% to ¥10,664 million, as the absence of a one-time gain on investments in partnership that influenced performance in the previous fiscal year was offset by an increase in operating profit. Net income decreased 11.3% to ¥8,126 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 September 30, 2013 decreased ¥10,529 million compared to March 31, 2013 to ¥72,718 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 ¥16,958 million.

The main cash inflow factors were net income before income taxes and minority interests of ¥9,550 million, depreciation of ¥3,420 million and a ¥10,219 million increase in capital stemming from a decrease in accounts receivable. The main cash outflow factors were an increase in inventories of ¥3,082 million and a decrease in accounts payable of ¥2,241 million.

Cash flow from investing activities

Net cash used in investing activities was ¥1,841 million.

The main cash inflow factor was proceeds from sales and redemption of investment securities of ¥825 million. The main cash outflow factors were payments for the acquisition of property, plant and equipment of ¥1,679 million and acquisition of intangible fixed assets of ¥756 million.

Cash flow from financing activities

Net cash used in financing activities was ¥25,801 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 ¥5,000 million, and year-end dividend payments of ¥1,870 million (¥18 per share).

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

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

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 Interim Financial Statements

(1) Consolidated Interim Balance Sheets

(Unit: Millions of Yen)

	As of Mar. 31, 2013	As of Sep. 30, 2013
ASSETS		
Current assets		
Cash and deposits	19,669	19,176
Notes and accounts receivable-trade	61,661	51,477
Securities	1,298	1,500
Operational investment securities	37,326	39,582
Merchandise and finished goods	2,793	3,569
Work in process	646	2,944
Raw materials and supplies	21	32
Short-term loans receivable	106	106
Deposits paid	64,478	54,542
Other	20,718	26,126
Allowance for doubtful accounts	-101	-28
Total current assets	208,620	199,027
Noncurrent assets		
Property, plant and equipment		
Buildings and structures, net	26,684	26,112
Land	22,118	22,135
Others, net	7,420	7,776
Total property, plant and equipment	56,223	56,023
Intangible assets		
Goodwill	343	293
Other	7,346	7,017
Total intangible assets	7,690	7,310
Investments and other assets		
Investment securities	11,428	10,537
Other	39,163	38,073
Allowance for doubtful accounts	-298	-260
Total investments and other assets	50,294	48,349
Total noncurrent assets	114,208	111,684
Total assets	322,828	310,711

(Unit: Millions of Yen)

	As of Mar. 31, 2013	As of Sep. 30, 2013
LIABILITIES		
Current liabilities		
Notes and accounts payable-trade	17,568	15,335
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	4,860
Income taxes payable	777	1,477
Provision for bonuses	7,546	6,926
Provision for directors' bonuses	110	38
Provision for loss on construction contracts	12	612
Deposits received of prepaid cards	64,414	65,678
Other	24,585	30,458
Total current liabilities	159,876	142,387
Noncurrent liabilities		
Bonds payable	20,000	20,000
Long-term loans payable	20,000	20,000
Provision for retirement benefits	7,697	7,011
Provision for directors' retirement benefits	29	29
Asset retirement obligations	1,391	1,409
Other	5,625	4,875
Total noncurrent liabilities	54,743	53,326
Total liabilities	214,619	195,713
NET ASSETS		
Shareholders' equity		
Capital stock	21,152	21,152
Capital surplus	3,066	3,066
Retained earnings	86,735	92,994
Treasury stock	-8,654	-8,562
Total shareholders' equity	102,300	108,650
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	957	1,167
Deferred gains or losses on hedges	8	17
Foreign currency translation adjustment	-468	-281
Total accumulated other comprehensive income	498	903
Subscription rights to shares	168	152
Minority interests	5,241	5,292
Total net assets	108,208	114,998
Total liabilities and net assets	322,828	310,711

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

(Unit: Millions of Yen)

	From Apr. 1, 2012 to Sep. 30, 2012	From Apr. 1, 2013 to Sep. 30, 2013
Net sales	134,385	137,122
Cost of sales	103,296	105,178
Gross profit	31,089	31,944
Selling, general and administrative expenses	21,793	22,157
Operating income	9,295	9,786
Non-operating income		
Interest income	109	123
Dividends income	275	29
Equity in earnings of affiliates	167	151
Gain on sales of investment securities	4	289
Gain on investments in partnership	331	109
Hoard profit of prepaid card	575	516
Other	272	189
Total non-operating income	1,736	1,411
Non-operating expenses		
Interest expenses	207	188
Loss on valuation of investment securities	27	67
Foreign exchange losses	2	31
Retirement benefit expenses	130	130
Financing expenses	218	-
Other	169	114
Total non-operating expenses	756	532
Ordinary income	10,275	10,664
Extraordinary income		
Gain on sales of noncurrent assets	5	3
Gain on sales of investment securities	96	-
Gain on sales of subsidiaries and affiliates' stocks	-	0
Gain on sales of memberships	0	12
Total extraordinary income	102	16
Extraordinary loss		
Loss on retirement of noncurrent assets	24	29
Loss on sales of noncurrent assets	0	2
Loss on valuation of memberships	23	-
Loss on sales of investment securities	0	-
Loss on valuation of subsidiaries and affiliates' stocks	-	348
Business withdrawal loss	-	377
Relocation costs	-	372
Total extraordinary loss	48	1,130
Income before income taxes and minority interests	10,329	9,550
Income taxes — current	961	1,143
Income taxes — deferred	96	177
Total income taxes	1,058	1,321
Income before minority interests	9,271	8,229
Minority interests in income	113	103
Net income	9,158	8,126

Consolidated Interim Statements of Comprehensive Income

(Unit: Millions of Yen)

	From Apr. 1, 2012 to Sep. 30, 2012	From Apr. 1, 2013 to Sep. 30, 2013
Income before minority interests	9,271	8,229
Other comprehensive income		
Valuation difference on available-for-sale securities	-191	202
Deferred gains or losses on hedges	-9	8
Foreign currency translation adjustment	-16	183
Gain or loss on change in equity	7	5
Share of other comprehensive income of associates accounted for using equity method	7	12
Total other comprehensive income	-202	413
Comprehensive income	9,069	8,642
(Comprehensive income attributable to)		
Comprehensive income attributable to owners of the parent	8,954	8,533
Comprehensive income attributable to minority interests	114	109

(3) Consolidated Interim Statements of Cash Flows

(Unit: Millions of Yen)

	From Apr. 1, 2012 to Sep. 30, 2012	From Apr. 1, 2013 to Sep. 30, 2013
Net cash provided by (used in) operating activities		
Income before income taxes and minority interests	10,329	9,550
Depreciation and amortization	3,274	3,420
Amortization of goodwill	55	50
Increase (decrease) in allowance for doubtful accounts	-50	-111
Increase (decrease) in provision for retirement benefits	478	-678
Decrease (increase) in prepaid pension costs	-226	530
Loss on retirement of noncurrent assets	24	29
Loss(gain) on sales of noncurrent assets	-5	-0
Loss (gain) on valuation of investment securities	27	67
Loss (gain) on sales of investment securities	-99	-289
Loss on valuation of stocks of subsidiaries and affiliates	-	348
Loss (gain) on sales of stocks of subsidiaries and affiliates	-	-0
Equity in (earnings) losses of affiliates	-167	-151
Share-based compensation expenses	1	-
Interest and dividends income	-384	-153
Interest expenses paid on loans and bonds	207	188
Loss (gain) on investments in partnership	-331	-109
Decrease (increase) in investment securities for sale	-1,121	-2,339
Decrease (increase) in notes and accounts receivable-trade	4,002	10,219
Decrease (increase) in inventories	-1,017	-3,082
Increase (decrease) in notes and accounts payable-trade	-1,831	-2,241
Increase (decrease) in deposits received of prepaid cards	1,063	1,264
Directors' bonus payments	-65	-123
Other, net	-4,501	732
Subtotal	9,662	17,120
Interest and dividends income received	492	309
Interest expenses paid	-182	-190
Income taxes (paid) refund	884	-280
Net cash provided by (used in) operating activities	10,856	16,958
Net cash provided by (used in) investing activities		
Purchase of securities	-2,299	-1,999
Proceeds from sales and redemption of securities	2,600	1,728
Purchase of property, plant and equipment	-4,746	-1,679
Proceeds from sales of property, plant and equipment	1	6
Purchase of intangible assets	-1,166	-756
Purchase of investment securities	-73	-140
Proceeds from sales and redemption of investment securities	1,809	825
Collection of short-term loans receivable	1,354	1
Proceeds from withdrawal of investments in partnership	537	431
Payments for lease and guarantee deposits	-75	-423
Proceeds from collection of lease and guarantee deposits	82	98
Payments for asset retirement obligations	-	-14
Other, net	234	81
Net cash provided by (used in) investing activities	-1,741	-1,841

(Unit: Millions of Yen)

	From Apr. 1, 2012 to Sep. 30, 2012	From Apr. 1, 2013 to Sep. 30, 2013
Net cash provided by (used in) financing activities		
Proceeds from short-term loans payable	-	17,000
Proceeds from long-term loans payable	20,000	-
Repayment of long-term loans payable	-5,000	-5,000
Proceeds from issuance of bonds	10,000	-
Redemption of bonds	-	-35,000
Repayments of lease obligations	-886	-937
Purchase of treasury stock	-30,078	-10
Proceeds from sales of treasury stock	0	75
Cash dividends paid	-1,662	-1,870
Cash dividends paid to minority shareholders	-45	-58
Other, net	2	-
Net cash provided by (used in) financing activities	-7,670	-25,801
Effect of exchange rate change on cash and cash equivalents	-3	154
Net increase (decrease) in cash and cash equivalents	1,440	-10,529
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	-
Cash and cash equivalents at end of period	65,086	72,718

(4) Notes regarding Consolidated Financial Results for the interim period ended September 30, 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. Interim period of fiscal year ending March 31, 2013 (April 1, 2012 to September 30, 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	35,147	24,625	5,561	7,487	15,179	17,818	26,275	1,882
(2) Inter-segment sales or transfers	1,217	119	797	654	715	3,888	2,667	77
Total	36,364	24,745	6,358	8,141	15,895	21,706	28,942	1,960
Segment income (loss)	2,220	1,959	937	785	367	1,386	1,360	575

	Others	Total	Adjustments (Note 1)	Amounts Reported in the Consolidated Financial Statements (Note 2)
Sales				
(1) Outside customers	408	134,385	—	134,385
(2) Inter-segment sales or transfers	1,270	11,407	-11,407	—
Total	1,678	145,793	-11,407	134,385
Segment income (loss)	115	9,708	-413	9,295

Notes: Adjustments are as follows:

1. The adjustment loss of ¥413 million to segment income (loss) represent 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 interim income statement.

II. Interim period of fiscal year ended March 31, 2014 (April 1, 2013 to September 30, 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	33,478	26,664	6,494	8,182	15,351	18,308	26,780	1,467
(2) Inter-segment sales or transfers	873	173	1,268	818	770	4,429	2,807	48
Total	34,351	26,837	7,762	9,001	16,122	22,738	29,588	1,516
Segment income (loss)	2,148	2,419	1,028	741	683	1,592	1,463	93

	Others	Total	Adjustments (Note 1)	Amounts Reported in the Consolidated Financial Statements (Note 2)
Sales				
(1) Outside customers	393	137,122	—	137,122
(2) Inter-segment sales or transfers	1,331	12,520	-12,520	—
Total	1,725	149,643	-12,520	137,122
Segment income (loss)	92	10,263	-476	9,786

Notes: Adjustments are as follows:

1. The adjustment loss of ¥476 million to segment income (loss) represent 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 interim 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 interim period has been restated according to new reported segments for comparison purposes.