

Earnings Digest

October 30, 2009

Company name	IFIS JAPAN LTD.	Stock Exchange	TSE Mothers
Code number	7833	URL	http://www.ifis.co.jp/
Representative	President	Kazuharu Osawa	
Contact	Managing Director	Shogo Noguchi	
Scheduled submission date of semi-annual securities report		TEL 81-(3)6825—1250 November 6, 2009	

(Fractions less than ¥1 million have been omitted.)

1. Consolidated Financial Results for the 3Q of the Fiscal Year Ending December 31, 2009 (January 1, 2009 to September 30, 2009)

(1) Consolidated Operating Results

(Percentages figure represent changes from same period of previous year.)

	Net sales		Operating income		Ordinary income		Net income	
	yen million	%	yen million	%	yen million	%	yen million	%
3Q ended September 2009	2,227	-	51	-	62	-	24	-
3Q ended September 2008	2,686	11.9	223	7.6	225	9.8	89	43.7

	Net income per share	Diluted net income per share
	Yen	Yen
3Q ended September 2009	482.48	481.87
3Q ended September 2008	1,772.07	1,752.79

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	yen million	yen million	%	Yen
3Q ended September 2009	1,925	1,500	75.0	28,539.24
Fiscal year ending December 2008	1,936	1,514	75.2	29,717.74

(Reference)	Equity	3Q ended September 2009	1,443 yen million
		Fiscal year ended December 2008	1,456 yen million

2 Dividends

	Dividend per share				
	1st quarter end	2nd quarter end	3rd quarter end	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
Fiscal year ending December 2008	-	0.00	-	500.00	500.00
Fiscal year ending December 2009	-	0.00	-		
Fiscal year ending December 2009 (Estimated)			-	700.00	700.00

(Note) Modification in the dividend projection in this quarter: None

3. Projected Results for Fiscal year 2009(January 1 to December 31, 2009)

(Percentages figure represent changes from same period of previous year.)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	¥ million	%	¥million	%	¥ million	%	¥million	%	¥
Fiscal year ending December 2009	3,200	-7.9	120	-56.3	120	-57.2	70	-17.8	1,371.34

(Note) Modifications in forecasts of consolidated operating results in the quarter: None

4 Other

(1) Significant changes in subsidiaries during the period (changes in specified subsidiaries resulting in the change in consolidation scope) : None

(2) Adoption of simplified accounting treatment and special accounting treatments for quarterly consolidated financial statements : Adopted

[(Note) For details, refer to "4.Others" in [Qualitative Information and Financial Statements] in Page 5.]

(3) Changes in accounting principles, procedures, and the presentation for quarterly consolidated financial statements (matters to be included in the section, Changes in Basic Important Matters for Preparation of Quarterly Consolidated Financial Statements)

1) Changes due to revisions of accounting standards etc : Yes

2) Changes other than 1) : Yes

[(Note) For details, refer to "4.Others" in [Qualitative Information and Financial Statements] in Page 5.]

(4) Number of shares outstanding (common stock)

1) Number of shares outstanding at term end (including treasury stock)

3Q ended September 2009	51,070 shares	Fiscal year ended December 2008	50,970 shares
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2) Number of shares of treasury stock at term end

3Q ended September 2009	490 shares	Fiscal year ended December 2008	-
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3) Average number of outstanding shares (during the third quarters ended September 30)

3Q ended September 2009	51,037 shares	3Q ended September 2008	50,518 shares
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* Note to ensure appropriate use of forecasts

- From the current fiscal year, the Company has applied the "Accounting Standard for Quarterly Financial Reporting"(Accounting Standards Board of Japan (ASBJ) Statement No.12) and the "Guidance on Accounting Standard for Quarterly Financial Reporting (ASBJ Guidance No.14). The Company prepares its quarterly consolidated financial statements in accordance with the Regulations for Quarterly Consolidated Financial Statements.
- These forecasts are based on information available to the company as of the date of release of this document and are subject to a number of risks, uncertainties and assumptions. As such, actual results may differ materially from those projected.

5 Consolidated Financial Statements
(1) Consolidated balance sheet

(Thousands of yen)

	As of September 30, 2009	Financial year ended December 31, 2008 summary
(Assets)		
Current assets		
Cash and deposits	1,042,433	879,517
Accounts receivable-trade	199,024	314,487
Other	73,474	75,909
Allowance for doubtful accounts	-730	-
Total current assets	<u>1,314,201</u>	<u>1,269,914</u>
Noncurrent assets		
Property, plant and equipment	67,781	89,012
Intangible assets		
Goodwill	18,695	27,385
Software	395,910	444,181
Software in progress	20,652	-
Other	612	13,634
Total intangible assets	<u>435,870</u>	<u>485,201</u>
Investments and other assets	<u>107,717</u>	<u>92,058</u>
Total noncurrent assets	<u>611,368</u>	<u>666,273</u>
Total assets	<u>1,925,570</u>	<u>1,936,187</u>
Liabilities		
Current liabilities		
Accounts payable-trade	188,016	245,573
Current portion of long-term loans payable	-	481
Income taxes payable	961	37,037
Provision for bonuses	32,994	7,203
Other	<u>170,372</u>	<u>130,178</u>
Total current liabilities	<u>392,343</u>	<u>420,473</u>
Noncurrent liabilities		
Negative goodwill	22,488	-
Other	<u>10,015</u>	<u>1,000</u>
Total noncurrent liabilities	<u>32,503</u>	<u>1,000</u>
Total liabilities	<u>424,847</u>	<u>421,474</u>
Net assets		
Shareholders' equity		
Capital stock	381,290	380,690
Capital surplus	437,090	436,490
Retained earnings	638,445	639,333
Treasury stock	-13,310	-
Total shareholders' equity	<u>1,443,514</u>	<u>1,456,513</u>
Minority interests	<u>57,208</u>	<u>58,199</u>
Total net assets	<u>1,500,722</u>	<u>1,514,713</u>
Total net liabilities	<u>1,925,570</u>	<u>1,936,187</u>

(2) 【Consolidated statement of income】**(Thousands of yen)**

	Nine months ended September 30, 2009 (January 1, 2009 to September 30, 2009)
Net sales	2,227,895
Cost of sales	1,490,327
Gross profit	<u>737,568</u>
Selling, general and administrative expenses	<u>686,222</u>
Operating income	<u>51,345</u>
Non-operating income	
Interest income	1,366
Dividends income	2
Amortization of negative goodwill	7,496
Other	<u>2,093</u>
Total non-operating income	<u>10,958</u>
Non-operating expenses	
Interest expenses	0
Purchase of treasury stock expenses	167
Other	<u>110</u>
Total non-operating expenses	<u>278</u>
Ordinary income	<u>62,025</u>
Extraordinary loss	
Loss on retirement of noncurrent assets	830
Total extraordinary loss	<u>830</u>
Income before income taxes	<u>61,194</u>
Income taxes-current	36,314
Income taxes-deferred	74
Total income taxes	<u>36,389</u>
Minority interests in income	<u>208</u>
Net income	<u>24,596</u>

(3) 【Consolidated statement of cash flows】

(Thousands of yen)

Nine months ended September 30, 2009
(January 1, 2009 to September 30, 2009)

Net cash provided by (used in) operating activities	
Income before income taxes	61,194
Depreciation and amortization	113,293
Amortization of goodwill	8,689
Amortization of negative goodwill	-7,496
Increase (decrease) in allowance for doubtful accounts	230
Increase (decrease) in provision for bonuses	22,172
Interest and dividends income	-1,368
Interest expenses	0
Loss on retirement of noncurrent assets	830
Decrease (increase) in notes and accounts receivable-trade	131,323
Increase (decrease) in notes and accounts payable-trade	-57,557
Increase (decrease) in accrued consumption taxes	12,374
Other	-12,902
Subtotal	<u>270,785</u>
Interest and dividends income received	1,368
Proceeds from long-term loans payable	-0
Income taxes refund	-111,164
Net cash provided by (used in) operating activities	<u>160,989</u>
Net cash provided by (used in) investment activities	
Purchase of property, plant and equipment	-4,096
Purchase of intangible assets	-43,856
Increase in cash and cash equivalents from newly consolidated	60,512
Proceeds from collection of lease and guarantee deposits	-1,863
Proceeds from collection of guarantee deposits	412
Decrease (increase) in short-term loans receivable	50,000
Payments into time deposits	-20,000
Proceeds from withdrawal of time deposits	3,600
Net cash provided by (used in) investment activities	<u>44,708</u>
Net cash provided by (used in) financing activities	
Repayment of long-term loans payable	-481
Repayment for obligations of civil rehabilitation	-19,726
Proceeds from issuance of common stock	1,197
Purchase of treasury stock	-13,486
Cash dividends paid	-25,485
Cash dividends paid to minority shareholders	-1,200
Net cash provided by (used in) financing activities	<u>-59,182</u>
Increase (decrease) in cash and cash equivalents	<u>146,516</u>
Opening balance of cash and cash equivalents	<u>845,917</u>
Closing balance of cash and cash equivalents	<u>992,433</u>