

# ***Non-consolidated Results of Operations***

Summary

**Full Year , year ending March 31,2010**

Verification  
Service

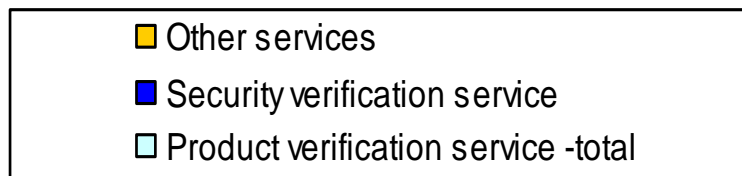
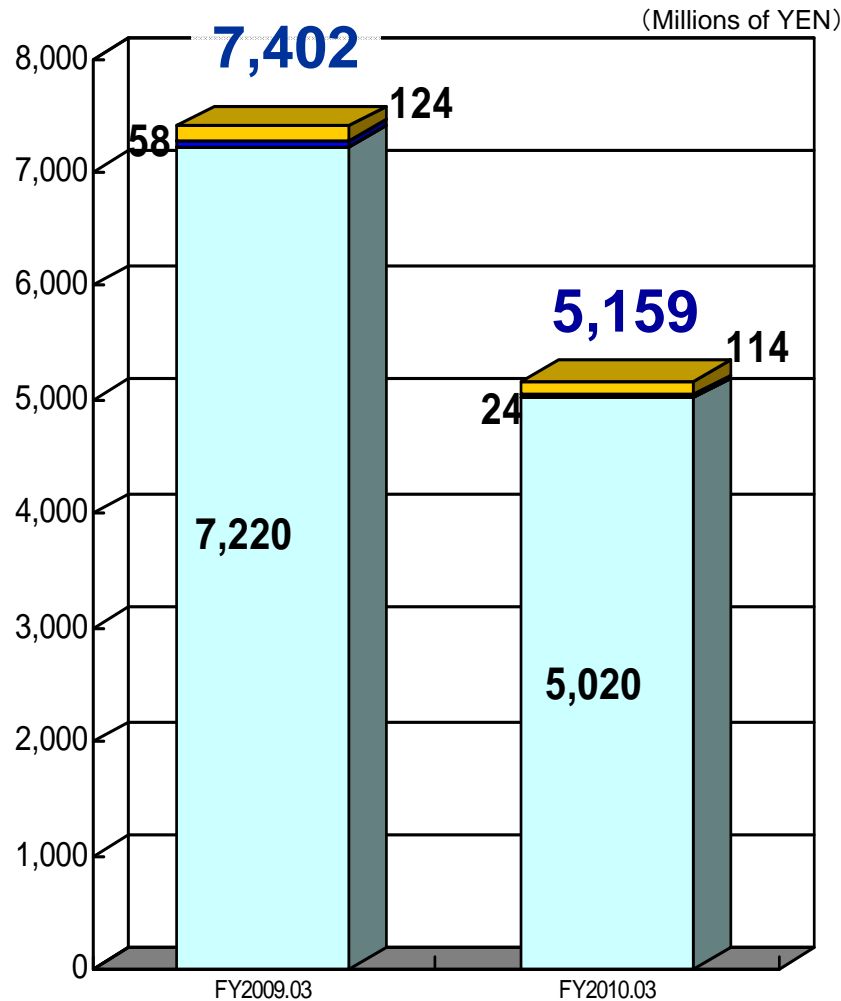
April 28 . 2010  
VERISERVE Corp.

Software Testing

# Financial Highlights

(Millions of YEN)	<b>FY2009</b> Year ended March 31,2009	<b>FY2010</b> Year ended March 31,2010	Increase/ (Decrease)	%
<b>Revenue</b>	<b>7,402</b>	<b>5,159</b>	<b>(2,243)</b>	<b>(30.3%)</b>
Cost of sales	<b>5,240</b>	<b>3,683</b>	<b>(1,557)</b>	<b>(29.7%)</b>
Gross profit	<b>2,162</b>	<b>1,476</b>	<b>(685)</b>	<b>(31.7%)</b>
%	29.2%	28.6%	(0.6 pt)	
Selling, general and administrative expenses	<b>1,593</b>	<b>1,279</b>	<b>(314)</b>	<b>(19.7%)</b>
%	21.5%	24.8%	3.3 Pt	
<b>Operating income</b>	<b>568</b>	<b>196</b>	<b>(372)</b>	<b>(65.4%)</b>
%	7.7%	3.8%	(3.9pt)	
Non-operating income	18	25	7	-
Non-operating expenses	7	3	(3)	-
<b>Ordinary income</b>	<b>579</b>	<b>218</b>	<b>(361)</b>	<b>(62.3%)</b>
%	7.8%	4.2%	(3.6pt)	
Extraordinary losses	9	-	(9)	
<b>Net income</b>	<b>233</b>	<b>97</b>	<b>(200)</b>	<b>(67.3%)</b>
%	4.0%	1.9%	(2.1pt)	

# Business Segment Highlights <Year on Year>



(Millions of YEN)

Segment	FY2009.03	FY2010.03	%
Development support verification service	7,097	4,868	(31.4)%
Accreditation support service	56	55	(0.4)%
Verification data service	66	95	43.8%
<b>Product verification service -total</b>	<b>7,220</b>	<b>5,020</b>	<b>(30.5)%</b>
<b>Security verification service</b>	<b>58</b>	<b>24</b>	<b>(58.7)%</b>
<b>Other services</b>	<b>124</b>	<b>114</b>	<b>(7.7)%</b>
<b>Total</b>	<b>7,402</b>	<b>5,159</b>	<b>(30.3)%</b>

# Balance Sheets < Summary >

(Millions of YEN)

	FY2009.03 (As of March 31,2009)	FY2010.03 (As of March 31,2010)	Increase/ (Decrease)
<b>Assets</b>			
<b>Current assets</b>	<b>4,709</b>	<b>4,717</b>	<b>7</b>
Cash on hand and in banks	3,560	3,650	89
Trade accounts receivable	1,006	883	(122)
Marketable securities	0	8	8
other current assets	143	175	33
<b>Fixed assets</b>	<b>401</b>	<b>402</b>	<b>0</b>
current assets	112	97	(15)
Intangible fixed assets	75	100	24
Investments and other assets	212	204	(8)
<b>Total current assets</b>	<b>5,111</b>	<b>5,119</b>	<b>8</b>
<b>Liabilities</b>			
Total Current liabilities	604	569	(34)
Total long-term liabilities	4	3	(1)
<b>Total liabilities</b>	<b>608</b>	<b>573</b>	<b>(35)</b>
<b>Net Assets</b>			
Shareholder's equity	780	786	5
Additional paid-in capital	764	769	5
Retained earnings carried forward	2,956	2,990	33
<b>Total net assets</b>	<b>4,502</b>	<b>4,546</b>	<b>43</b>
<b>Total liabilities and net assets</b>	<b>5,111</b>	<b>5,119</b>	<b>8</b>

# Statements of Income < Summary >

(Million of Yen)

	FY2009.03 Year ended March 31,2009	FY2010.03 Year ended March 31,2010	Increase/ (Decrease)	% (Y on Y)
Revenue	7,402	5,159	(2,243)	(30.3%)
Cost of sales	5,240	3,683	(1,557)	(29.7%)
Gross profit	2,162	1,476	(685)	(31.7%)
%	29.2%	28.6%		
selling,general and administrative expenses	1,593	1,279	(313)	(19.7%)
%	21.5%	24.8%		
Operating income	568	196	(372)	(65.4%)
%	7.7%	3.8%		
Non-operating income	18	25	7	-
Non-operating cost	7	3	(3)	-
Ordinary income	579	218	(361)	(62.3%)
%	7.8%	4.2%		
Extraordinary losses	9	-	(9)	-
income before income taxes	569	218	(351)	-
Income taxes -current and deferred	272	120	(151)	-
Net income	297	97	(200)	(67.3%)
%	4.0%	1.9%		

# Statements of Cash Flows < Summary >

	Account	FY2010.03 FULL YEAR	principal factor
			(Million of Yen)
I	<b>Cash flows from operating activities</b>	<b>228</b>	<increase> Income before income taxes                      218 M Decrease in account receivable                      (122 M) <Decrease> Decrease in allowances                                      64 M Income taxes paid    ( 199 M )
II	<b>Cash flows from investing activities</b>	<b>(80)</b>	Increase of short-term loan to holding company    2,000M Decrease of short-term loan to holding company    (2,000M) Payment for purchase of tangible fixed assets and Payment for purchase of intangible fixed assets    ( 75M )
III	<b>Cash flows from financing activities</b>	<b>(54)</b>	Income due to issue of stock                                      10M Cash dividends paid    (63M)
IV	<b>Conversion difference coded by cash and cash equivalent</b>	<b>(3)</b>	
V	<b>Increase (decrease) in cash and cash equivalents</b>	<b>89</b>	
VI	<b>Cash and cash equivalents at beginning of period</b>	<b>3,560</b>	
VII	<b>Cash and cash equivalents at end of period</b>	<b>3,650</b>	

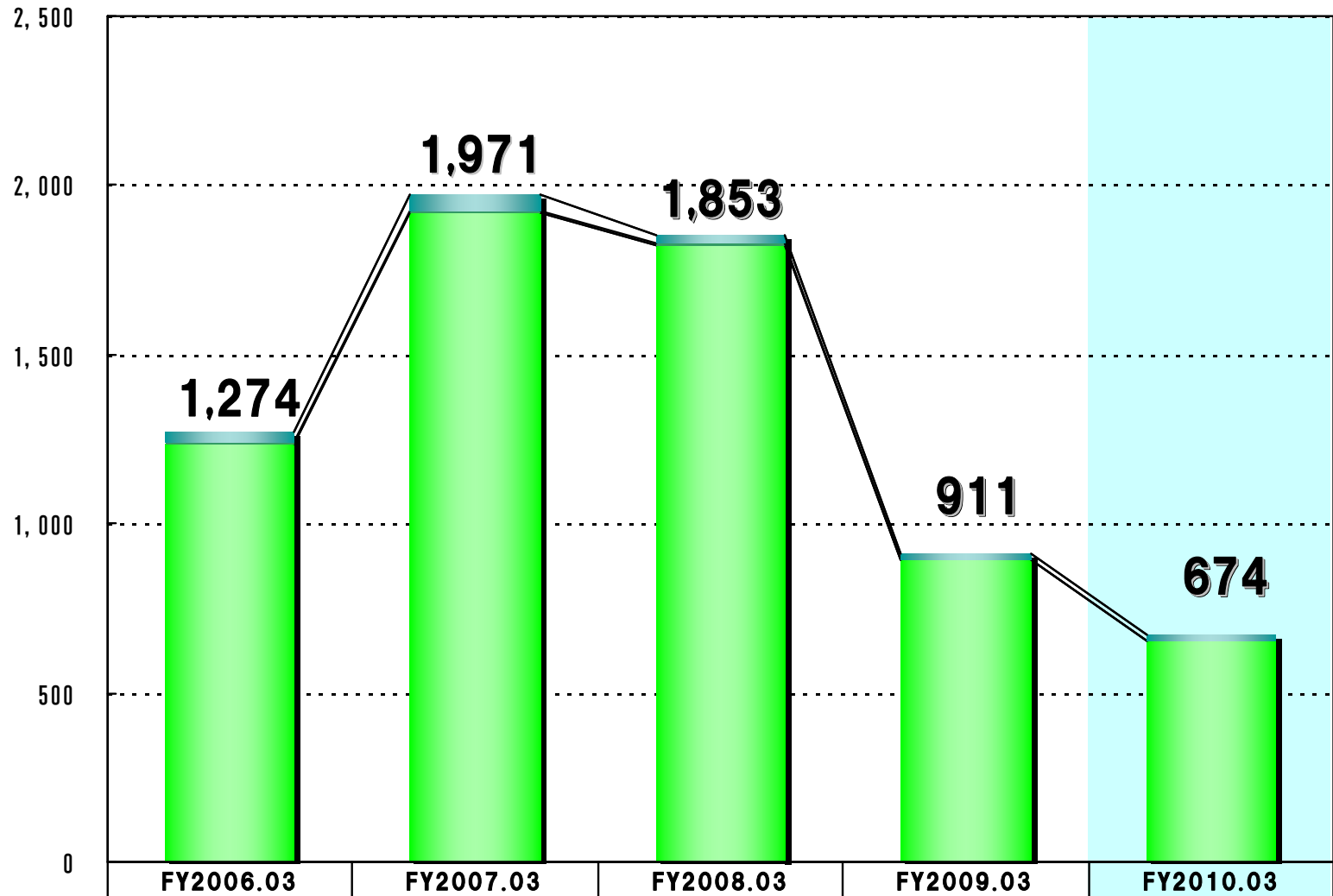
# Dividends per share (yen)

## Dividends per share (yen)

	Interim Dividends (yen)	Year-End Dividends (yen)	Annual (yen)	Total Dividends paid (million yen)
FY2006.03	-	1,500	1,500	36
FY2007.03	-	2,500	2,500	60
FY2008.03	-	3,500	3,500	89
FY2009.03	1,500	2,000	3,500	89
FY2010.03	500	1,000 → 1,500	1,500 → 2,000	38 → 51

# Order backlog <Year on Year>

(Million of Yen)



	FY2006.03	FY2007.03	FY2008.03	FY2009.03	FY2010.03
Other services	33	47	24	17	19
Security verification service	7	4	6	1	0
Product Verification service	1,233	1,919	1,821	893	655

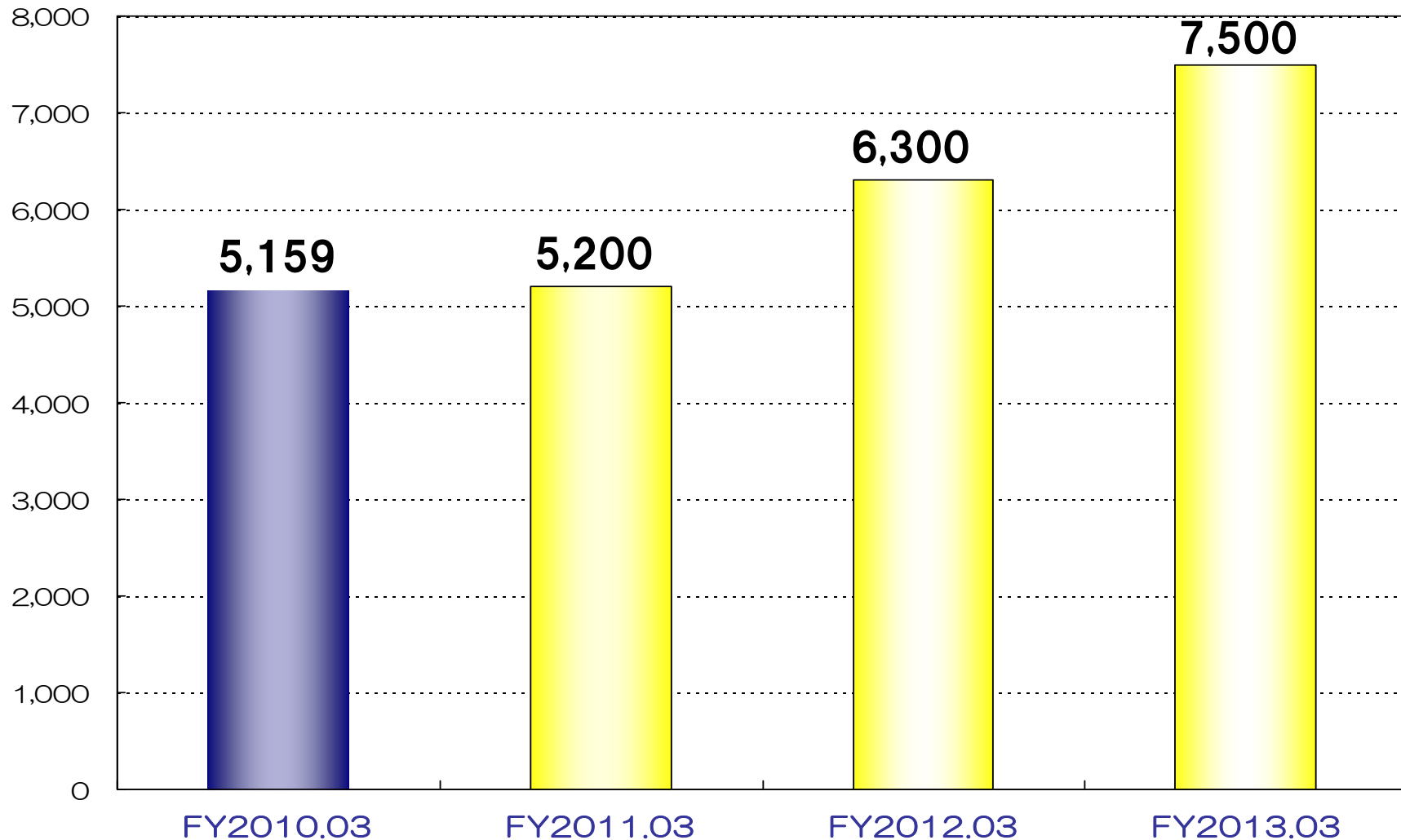
# Medium-term Management Plan for FY2011 to FY 2013

<FY ending 31 March 2010 - FY ending 31 March 2013>

VERISERVE announced its medium-term management plan on a year-on-year rolling basis which covers the three year period beginning in April of that year.

## Performance Revenue targets

(Millions of yen)



# Medium-term Management Plan for FY2011 to FY 2013

<FY ending March 31,2011 - FY ending March 31,2013>

## Performance targets

	9th fiscal year ended March 31, 2010	Medium-term Management Plan		
		10th fiscal year ended March 31, 2011	11th fiscal year ended March 31, 2012	12th fiscal year ended March 31, 2013
(Millions of yen)				
<b>Revenue</b>	5,159	<b>5,200</b>	<b>6,300</b>	<b>7,500</b>
Operating Income	196	220	440	560
Ordinary income	218	230	450	570
Net income	97	120	230	300

*\* Projections of operating results are based on information available to management at the time this report was prepared. Readers should be aware that actual results and events may differ substantially from these projections.*

# Forecast for FY2011.03 *For Year Ending March 31, 2011*

< Million of Yen >	FY2011.03 < forecast >	
	1 <sup>st</sup> Half	Full-Year
Revenue	<b>2,450</b> 百万円	<b>5,200</b> 百万円
Operating Income	<b>50</b> 百万円	<b>220</b> 百万円
Ordinary income	<b>54</b> 百万円	<b>230</b> 百万円
Net income	<b>30</b> 百万円	<b>120</b> 百万円
	<b>Interim</b>	<b>Year-end</b>
Dividends per share (yen) <plan>	<b>1,000yen/share</b>	<b>1,000yen/share</b>
Annual Dividends per share (yen) <plan>	<b>2,000yen/share</b>	

\* Projections of operating results are based on information available to management at the time this report was prepared. Readers should be aware that actual results and events may differ substantially from these projections.

## ***Our mission***

*Our mission is to contribute to make more comfortable IT Society through the verification of IT-related products and systems to be introduced in the market.*

### **Cautionary statement with respect to forward-looking statements**

These materials contain forward-looking statements and statements of this nature based on information available at the time this report was prepared. Forecasts therefore embody risks and uncertainties. Actual results may differ significantly from these forecasts from changes in the economic and business environment.

Projections of operating results are based on information available to management at the time this report was prepared. Readers should be aware that actual results and events may differ substantially from these projections.