August 5, 2010

Summary of Financial Results for the First Quarter of the Fiscal Year Ending March 31, 2011 [Japanese standards] (Consolidated)

Company name: PC DEPOT CORPORATION Stock Exchange listings: JASDAQ
Securities code: 7618 URL: http://www.pcdepot.co.jp
Representative: Takahisa Nojima, President and Chief Executive Officer
Contact: Mitsuyoshi Hae, Director, Contact Personnel, Accounting and Finance Tel: +81-(0) 45-472-7795
Scheduled date of filing of quarterly report: August 13, 2010
Scheduled date of payment of dividend: —
Preparation of supplementary references regarding quarterly results: Yes
Holding the briefing of quarterly results: Yes

(All amounts are rounded down to the nearest million yen)

1. Consolidated Financial Results for the Three Months Ended June 30, 2010 (April 1, 2010 – June 30, 2010)

(1) Consolidated results of operations

(Percentages shown for net sales, operating income, ordinary income and net income represent year-over-year changes)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended Jun. 30, 2010	11,204	11.3	333	(1.9)	353	(5.3)	114	(38.3)
Three months ended Jun. 30, 2009	10,063	6.7	339	85.1	373	67.9	185	125.8

	Net income per share	Diluted net income per share
	Yen	Yen
Three months ended Jun. 30, 2010	541.92	540.90
Three months ended Jun. 30, 2009	844.63	—

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Jun 30, 2010	18,613	8,769	46.2	40,650.38
As of Jun 30, 2009	17,954	8,738	47.7	40,514.17

Reference: Shareholders equity: As of Jun 30, 2010: 8,599 million yen
As of Jun 30, 2009: 8,570 million yen

2. Dividends

	Annual dividend				
(Record date)	1Q-end	2Q-end	3Q-end	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended Mar. 2010	—	350.00	—	350.00	700.00
Fiscal year ending Mar. 2011	—				
Fiscal year ending Mar. 2011 (forecasts)		350.00	—	350.00	700.00

(Note) Revision of dividend forecast during the period: None

3. Consolidated Forecast for the Fiscal Year Ending March 31, 2011 (April 1, 2010 – March 31, 2011)

(Percentages represent year-over-year changes)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
First half	21,860	7.7	640	17.9	650	11.6	225	(29.1)	1,063.65
Full year	46,800	4.6	1,740	41.9	1,750	34.0	820	21.2	3,876.41

(Note) Revision of consolidated forecast during the period: None

4. Other (For details, please see “2. Other information” on page 3 of “Appendix.”)

(1) Changes in important subsidiaries during the period: No

Newly companies: ― (Company name:)

Excluded companies: ― (Company name:)

Note: Whether or not specified subsidiaries were changes in specified subsidiaries resulting in changes in scope of consolidation during the current period.

(2) Application of simplified accounting methods and special accounting methods: Yes

Note: Whether or not application of simplified accounting methods and special accounting methods in the preparation of quarterly consolidated financial statements.

(3) Changes in accounting principles, procedures and presentation methods, etc.

1) Changes caused by revision of accounting standards: Yes

2) Other changes: No

Note: Whether or not principles, procedures and display methods for accounting procedures used in preparing quarterly financial statements were changed. These are recorded under “Changes in accounting principles, procedures and presentation methods for preparation of consolidated financial statements”.

(3) Number of outstanding shares (common shares)

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

Jun. 30, 2010:	225,020 shares
Mar. 31, 2010:	225,020 shares

2) Number of treasury stock at the end of period

Jun. 30, 2010:	13,484 shares
Mar. 31, 2010:	13,484 shares

3) Average number of shares outstanding during the period

Three months ended Jun. 30, 2010:	211,536 shares
Three months ended Jun. 30, 2009:	220,147 shares

Note: The number of recorded treasury stock is inclusive of 5,000 of the Company’s shares held by trust account.

*** Presentation concerning implementation status of quarterly review procedures**

Financial results for this fiscal quarter are not the subject of a quarterly review procedure based on the Financial Instruments and Exchange Act, and at the point in time when these quarterly financial results were disclosed, review procedures for quarterly financial statements based on the Financial Instruments and Exchange Act had not been completed.

***Explanation and other special notes regarding the appropriate use of the earnings forecast**

Earnings forecasts and other descriptions concerning the future that are contained in this document are based on information currently available to the Company, and on certain assumptions that are considered to be reasonable. Due to various factors, these may vary greatly from actual results. For details on the conditions that form the assumptions used for earnings forecasts, and notes on using earnings forecasts, please see [attached document] page 3, “Qualitative Information Regarding the Consolidated Performance for the Current Quarter, etc.: (3) Qualitative Information Regarding Consolidated Forecast.”

○Table of contents of the appendix

* We are scheduled to hold an investor meeting for mass media and analyst as following. It is scheduled to post the documentation, moving image of the investor meeting, and question-and-answer material delivered at this investor conference on our Webpage at a later date.

- August 6, 2010 (Fri) First quarter results meeting for analysts and institutional investors
  (Our Website: http://www.pcdepot.co.jp/co_ir/index.html)

1. Qualitative Information Regarding the Consolidated Performance for the Current Quarter, etc.

(1) Qualitative Information Regarding Consolidated Results of Operations

With regard to the Japanese economy in the first quarter of the current consolidated fiscal year (April 1, 2010 – June 30, 2010), although consumer spending showed signs of rallying due to a trend toward improvement in corporate profits, the employment situation continued harsh. As there was no broad improvement in the income environment, circumstances did not develop into a legitimate economic recovery.

As for in-store computer sales, while sales of low-priced computers (less than 50,000 yen) were strong in previous year, due to this year's release of high-performance computers loaded with the new "Windows 7" OS, new CPUs, 3D capabilities and other such functions, the unit price, number and total amount of computers are all larger than the value for the previous year.

Under these circumstances, our corporate group increased its number of stores through new store openings, expanded our range of network-compatible products, and advanced the sale of services to resolve our customers' problems, all of which enabled a smooth transition of our sales figures. With regard to profits, as we were unable to keep a lid on increasing selling, general and administrative expenses such as personnel expenses, and as our provision of new Internet-related business services was delayed, our ordinary income were down from previous year. In addition, due to the effects of the application of accounting standards regarding asset retirement obligation, we posted an extraordinary loss of 120 million yen in the first quarter of the current consolidated fiscal year.

As a result of the above, in the first quarter of the current consolidated fiscal year, the net sales were 11,204 million yen, 11.3% larger than the value for the same period previous year; operating income was 333 million yen, 1.9% smaller than the value for the same period previous year; ordinary income was 353 million yen, 5.3% smaller than the value for the same period previous year; and quarterly net income was 114 million yen, 38.3% smaller than the value for the same period previous year.

The operating results for each business segment are as follows.

1) PC sales business

As for products, we increased the range of new products we handle, and expanded our range of network-compatible products. For example, we began to deal with the "iPhone 4" and "XPERIA", which are known as "smart-phones", in all directly-managed stores, and we reinforced our line of Internet devices. Additionally, our two Chiba prefecture stores began to carry large televisions.

On the service front, we expanded sales in technical services, in computer data transmission services via MVNOs (Mobile Virtual Network Operators), and of monthly-membership maintenance services (premium service), resulting in service sales that are 135.6% of those of the same quarter of the previous year. In addition, we began premium service for televisions in the two stores which carry large televisions.

However, our company handles few products related to the government's "eco-point" system economic policy, in effect since May of last year; our number of customers was lower than that of previous year during this quarter as well, and a harsh situation of competition for customers with volume electronics stores continues.

With regard to store development, we opened the Ichihara Inter Store (Chiba prefecture) in April. As of June 30th, we have 44 directly-managed stores, 4 subsidiary stores, and 17 franchise stores, for a total of 65 stores. One of our "PC Clinic", which is franchised by the volume electronics stores with the in-shop method, closed in May, leaving 23 stores.

As a result, the net sales of PC sales business were 10,677 million yen, 12.7% larger than the value for the same period previous year; with ordinary income at 319 million yen, 5.2% larger than the value for the previous year.

2) Internet-related business

In addition to the postponement of provision of hosting services and other new services, sales of web policy-related business fell below that of previous year. As a result, sales of Internet-related business decreased. As priority investments were made in human resources with regard to new product development, we were unable to hold down the selling, general and administrative expenses. As a result, profits of Internet-related business decreased.

As a result, the net sales of internet-related business were 556 million yen, 9.9% smaller than the value for the same period previous year; with ordinary income at 48 million yen, 38.9% smaller than the value for the previous year.

*From the first quarter of this consolidated fiscal year, "Accounting standards regarding the disclosure of segment information etc." (ASBJ No. 17, March 27, 2009), and "Application guidelines for accounting standards regarding the disclosure of segment information etc." (ASBJ Guideline No. 20, March 21, 2008) have been applied. Each segment, which was previously categorized in accordance with similarities of products and selling methods, is re-categorized under the perspective of business management. When comparing this year's and previous year's figures, figures for the first quarter of last year are recalculated in accordance with new segment category.

(2) Qualitative Information Regarding Consolidated Financial Position

Assets totaled 18,613 million yen at the end of the first quarter under review, an increase of 659 million yen from the end of the previous fiscal year. Liabilities totaled 9,843 million yen, an increase of 627 million yen.
Networking capital (calculated by subtracting current liabilities from current assets) totaled 461 million yen, a level that suggests sound finances.
The total capital investment for the consolidated first quarter was 80 million yen. These capital investments were funded with the Company's own capital and loans.

(3) Qualitative Information Regarding Consolidated Forecast

Earnings for this first quarter are transitioning largely according to plan. As a result, there is no change to the earnings forecasts for the first and second quarters and full year in the fiscal year ending March 2011 which were published on May 11th, 2010.
The content outlined above was drafted based on information available on the date this material was published. Due to various factors, actual earnings may differ from predicted figures.

2. Other Information

(1) Summary of changes in important subsidiaries

Not applicable.

(2) Summary of simplified accounting and special accounting method

1) Simplified accounting methods

a. The uncollectible amount of general receivables was estimated using the historical write-off ratio at the end of the previous fiscal year as the ratio at the end of the first quarter of the current fiscal year was found not to be significantly different from the ratio at the end of the previous fiscal year.

b. For inventories at the end of the first quarter of the current fiscal year, a valuation was determined by using a reasonable method based on actual inventories at the end of the second quarter. Some physical inventory counts were omitted.

c. For non-current assets subject to the declining-balance method, depreciation was calculated pro rata based on the amount for the fiscal year.

d. Deferrals and accruals are reported based on a reasonable calculation method for items of insignificant value and in order to avoid causing errors in judgment among readers of these financial statements.

e. Corrections of small amount items are not made in the calculation of income taxes, deferred tax assets and deferred tax liabilities. Judgments about the recoverability of deferred tax assets are made based on the earnings forecast at the end of the previous fiscal year and tax planning.

2) Special accounting methods in the preparation of quarterly consolidated financial statements

Not applicable.

(3) Summary of changes in accounting principles, processes, presentation methods, etc.

1) Changes in items regarding the account processing standards

(Application of accounting standards for asset retirement obligation)

As of this first fiscal quarter, we are applying "Accounting Standards Concerning Asset Removal Obligation" (ASBJ No.18, March 31, 2008) and "Application Guide for Accounting Standards for Asset Removal Obligation" (ASBJ Guidance No.21, March 31, 2008).
Any impact that this may have on operating loss, ordinary loss or quarterly net loss before taxes and other adjustments will be minimal.

2) Change in presentation method

Items regarding quarterly consolidated statement of income
Pursuant to the "Cabinet Office regulations for amending part of the regulations regarding the terms, forms, and production methods of financial statements, etc." (Cabinet Office Edict 5; March 24, 2009) based on "Accounting Standards for Consolidated Financial Statements" (Corporate Accounting Standards No. 22, December 26, 2008), the items of "quarterly net income before minority interests" are described in the consolidated statement of income for the first quarter of the consolidated cumulative period.

(4) Summary of important information for going concern assumption

Not applicable.

3. Quarterly Consolidated Financial Statements
(1) Quarterly consolidated balance sheets

(Thousands of yen)

	First quarter of FY2010 (As of Jun. 30, 2010)	FY2009 Summary (As of Mar. 31, 2010)
Assets		
Current assets		
Cash and deposits	2,249,331	1,753,981
Accounts receivable-trade	2,174,580	2,251,074
Inventories	5,837,795	5,315,725
Accounts receivable-other	456,806	624,370
Deferred tax assets	178,042	167,163
Other	385,599	412,247
Allowance for doubtful accounts	(13,392)	(13,106)
Total current assets	11,268,763	10,511,455
Non-current assets		
Property, plant and equipment		
Buildings and structures	3,068,644	2,679,909
Accumulated depreciation	(818,472)	(766,465)
Buildings and structures, net	2,250,171	1,913,444
Tools, furniture and fixtures	1,611,143	1,557,661
Accumulated depreciation	(1,120,821)	(1,074,658)
Tools, furniture and fixtures, net	490,322	483,002
Construction in progress	41,832	344,153
Other	105,010	105,010
Accumulated depreciation	(1,652)	(1,630)
Other, net	103,357	103,379
Total property, plant and equipment	2,885,683	2,843,979
Intangible assets		
Goodwill	941,335	1,024,972
Other	255,073	260,913
Total intangible assets	1,196,409	1,285,885
Investments and other assets		
Investment securities	264,233	279,708
Deferred tax assets	128,292	71,178
Guarantee deposits	1,446,999	1,478,521
Lease deposits	1,238,313	1,328,826
Other	208,684	178,635
Allowance for doubtful accounts	(23,992)	(23,992)
Total investments and other assets	3,262,529	3,312,878
Total non-current assets	7,344,622	7,442,743
Total assets	18,613,385	17,954,199

(Thousands of yen)

	First quarter of FY2010 (As of Jun. 30, 2010)	FY2009 Summary (As of Mar. 31, 2010)
Liabilities		
Current liabilities		
Accounts payable-trade	2,848,510	2,764,150
Short-term loans payable	900,000	800,000
Current portion of long-term loans payable	810,752	690,252
Accounts payable-other	1,160,076	1,215,712
Income taxes payable	167,742	391,304
Provision for bonuses	226,506	98,050
Provision for merchandise warranties	33,799	33,615
Other	519,945	479,904
Total current liabilities	6,667,331	6,472,989
Non-current liabilities		
Long-term loans payable	2,233,184	1,936,247
Long-term accounts payable-other	121,954	123,799
Provision for retirement benefits	2,727	2,727
Provision for directors' retirement benefits	20,576	22,911
Asset retirement obligations	142,940	—
Long-term guarantee deposited	654,968	657,507
Total non-current liabilities	3,176,350	2,743,192
Total liabilities	9,843,682	9,216,181
Net assets		
Shareholders' equity		
Capital stock	1,601,196	1,601,196
Capital surplus	1,888,605	1,888,605
Retained earnings	5,509,258	5,468,659
Treasury stock	(411,462)	(411,462)
Total shareholders' equity	8,587,598	8,546,999
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	11,420	23,207
Total valuation and translation adjustments	11,420	23,207
Subscription rights to shares	10,140	—
Minority interests	160,544	167,811
Total net assets	8,769,703	8,738,017
Total liabilities and net assets	18,613,385	17,954,199

(2) Quarterly consolidated statements of income
(For the Three-month Period)

(Thousands of yen)

	First three months of FY2009 (Apr. 1, 2009 – Jun. 30, 2009)	First three months of FY2010 (Apr. 1, 2010 – Jun. 30, 2010)
Net sales	10,063,791	11,204,604
Cost of sales	7,246,984	7,961,623
Gross profit	2,816,806	3,242,981
Selling, general and administrative expenses		
Advertising expenses	277,289	323,943
Sales commission	85,604	109,947
Directors' compensations	32,882	33,557
Salaries and allowances	673,817	828,495
Provision for bonuses	112,708	128,456
Retirement benefit expenses	17,361	11,305
Provision for directors' retirement benefits	5,300	1,150
Supplies expenses	105,135	109,308
Depreciation	88,614	114,070
Amortization of goodwill	86,871	83,637
Rent expenses on real estates	429,617	473,300
Other	561,831	692,491
Total selling, general and administrative expenses	2,477,033	2,909,664
Operating income	339,772	333,316
Non-operating income		
Interest income	488	381
Dividends income	1,260	1,260
Sales incentives	12,781	20,317
Rent income	28,534	22,295
Commission fee	8,409	7,896
Other	17,228	15,430
Total non-operating income	68,703	67,582
Non-operating expenses		
Interest expenses	5,430	11,947
Rent expenses	27,860	32,810
Equity in losses of affiliates	1,937	2,349
Other	228	462
Total non-operating expenses	35,457	47,569
Ordinary income	373,019	353,329
Extraordinary income		
Reversal of allowance for doubtful accounts	2,727	—
Other	—	50
Total extraordinary income	2,727	50

(Thousands of yen)

	First three months of FY2009 (Apr. 1, 2009 – Jun. 30, 2009)	First three months of FY2010 (Apr. 1, 2010 – Jun. 30, 2010)
Extraordinary loss		
Loss on retirement of noncurrent assets	－	11,122
Impairment loss	－	5,006
Loss on adjustment for changes of accounting standard for asset retirement obligations	－	120,642
Total extraordinary losses	－	136,771
Income before income taxes and minority interests	375,746	216,608
Income taxes-current	205,402	165,145
Income taxes-deferred	(20,816)	(67,267)
Total income taxes	184,585	97,878
Income before minority interest	－	118,729
Minority interests in income	5,218	4,093
Net income	185,942	114,636

(3) Quarterly consolidated statements of cash flows

(Thousands of yen)

	First three months of FY2009 (Apr. 1, 2009 – Jun. 30, 2009)	First three months of FY2010 (Apr. 1, 2010 – Jun. 30, 2010)
Cash flow from operating activities		
Income before income taxes	375,746	216,608
Depreciation and amortization	107,073	133,717
Amortization of goodwill	86,871	83,637
Increase (decrease) in allowance for doubtful accounts	(2,727)	286
Increase (decrease) in provision for bonuses	112,708	128,456
Increase (decrease) in provision for directors' retirement benefits	(139,411)	(2,335)
Increase (decrease) in provision for retirement benefits	14,103	—
Interest and dividends income	(6,624)	184
Increase (decrease) in provision for merchandise warranties	(1,749)	(1,642)
Interest expenses	5,430	11,947
Foreign exchange losses (gains)	228	442
Equity in losses of affiliates	1,937	2,349
Retirement non-current assets expenses	—	11,122
Impairment loss	—	5,006
Loss on adjustment for changes of accounting standard for asset retirement obligations	—	120,642
Decrease (increase) in notes and accounts receivable-trade	370,910	76,493
Decrease (increase) in inventories	(330,148)	(522,070)
Decrease (increase) in accounts receivable-other	297,617	167,564
Increase (decrease) in notes and accounts payable-trade	(617,513)	84,359
Increase (decrease) in accounts payable-other	(499,425)	(93,734)
Decrease (increase) in other assets	680	27,513
Increase (decrease) in other liabilities	24,798	38,811
Other	(3,627)	10,775
Subtotal	(203,120)	500,135
Interest and dividends income received	1,260	1,261
Interest expenses paid	(5,870)	(12,813)
Income taxes paid	(424,834)	(377,207)
Net cash provided by (used in) operating activities	(632,564)	111,375
Cash flow from investing activities		
Purchase of property, plant and equipment	(222,972)	(80,948)
Purchase of intangible assets	(4,528)	(12,046)
Payments for lease and guarantee deposits	(70,892)	(9,948)
Proceeds from collection of lease and guarantee deposits	24,192	48,525
Repayments of guarantee deposits received	(2,539)	(2,539)
Proceeds from guarantee deposits received	6,000	—
Other	(257)	(10,972)
Net cash provided by (used in) investing activities	(270,998)	(67,929)

(Thousands of yen)

	First three months of FY2009 (Apr. 1, 2009 – Jun. 30, 2009)	First three months of FY2010 (Apr. 1, 2010 – Jun. 30, 2010)
Cash flow from financing activities		
Increase in short-term loans payable	1,300,000	1,700,000
Decrease in short-term loans payable	(580,000)	(1,600,000)
Proceeds from long-term loans payable	—	600,000
Repayment of long-term loans payable	(92,514)	(182,563)
Cash dividends paid	(57,191)	(53,731)
Cash dividends paid to minority shareholders	(4,763)	(11,360)
Net cash provided by (used in) financing activities	565,531	452,345
Effect of exchange rate change on cash and cash equivalents	(228)	(442)
Net increase (decrease) in cash and cash equivalents	(338,260)	495,349
Cash and cash equivalents at beginning of period	1,802,500	1,753,981
Cash and cash equivalents at end of period	1,464,240	2,249,331

(4)Going Concern Assumption

Not applicable.

(5) Segment information

[Operating segment information)]

First three months of FY2009 (Apr. 1, 2009 – Jun. 30, 2009)

(Thousands of yen)

	PC sales business	Internet-related business	Total	Elimination or corporate	Consolidated
Net sales					
(1) External sales	9,350,305	713,486	10,063,791	−	10,063,791
(2) Inter-segment sales and transfers	56,129	30,358	86,487	(86,487)	−
Total	9,406,434	743,844	10,150,278	(86,487)	10,063,791
Operating income	246,992	91,852	338,884	927	339,772
Ordinary income	297,410	92,585	389,996	(16,977)	373,019

Notes: Operating segments are determined in accordance with the characteristics of each business activity. The activities of each segment area as follows.

PC sales business: Sales of personal computers and related merchandise (includes income from royalties)

Internet-related business: Internet service provider business of a subsidiary, website production business, Internet-related services, business involving Yahoo! BB, and agency services for SoftBank mobile phone subscriptions

[Geographical segment information]

First three months of FY2009 (Apr. 1, 2009 – Jun. 30, 2009)

Not applicable.

[Overseas sales]

First three months of FY2009 (Apr. 1, 2009 – Jun. 30, 2009)

Overseas sales information is not presented since we had no overseas sales.

[Segment information]

1. Summary of Reporting Segments

The Company's reporting segments are segments within the Company's structural unit, for which separated financial information is available, and because the board of directors makes decisions on the allocation of management resources, and evaluates performance, they are subject to periodic reviews.

The Company group contains the Company and subsidiaries compartmentalized by products and services. Each company formulates comprehensive strategies and develops business activities for the products and services which they handle.

Accordingly, The Company group is composed of segments compartmentalized by products and services with a base of the Company and subsidiaries, and has two reporting segments: "PC Sales Business" and "Internet-related business", which are grouped in accordance with similarities of products and services.

"PC Sales Business" handles the sale of personal computers and computer-related products, and the sale of computer-related services. "Internet-related business" operates service providers and website production.

2. Information Concerning Sales and Profit or Loss Amount by Reportable Segment

First three months of FY2010 (Apr. 1, 2010 – Jun. 30, 2010)

(Thousands of yen)

	Reportable Segment			Adjusted amount (Note.1)	Amount stated in quarterly consolidated statements of income (Note.2)
	PC sales business	Internet-related business	Total		
Net sales					
(1) External sales	10,676,864	527,739	11,204,604	―	11,204,604
(2) Inter-segment sales and transfers	227	28,820	29,047	(29,047)	―
Total	10,677,091	556,560	11,233,652	(29,047)	11,204,604
Segment income (loss)	319,292	48,043	367,336	(14,007)	353,329

(Notes) 1. Adjusted amount of segment profits are 14,007 thousand yen, which is elimination of dividend received between segments.

2. Adjustment of segment profits with ordinary income in the quarterly consolidated statements of income is performed.

3. Information on the impairment loss of non-current assets of each reporting segment, and on goodwill

(Significant impairment loss of non-current assets)

No applicable items.

(Significant changes in amount of goodwill)

No significant changes.

(Significant negative goodwill)

No significant negative goodwill.

(Additional information)

From the first quarter of this consolidated fiscal year, "Accounting standards regarding the disclosure of segment information etc." (ASBJ No. 17, March 27, 2009), and "Application guidelines for accounting standards regarding the disclosure of segment information etc." (ASBJ Guideline No. 20, March 21, 2008) have been applied.

(6) Significant Changes in Shareholders' Equity

Not applicable.

4. Expanded information
[Situation of sales]
Sales by Item

(Thousands of yen)

	First three months of FY2009 (Apr. 1, 2009 – Jun. 30, 2009)		First three months of FY2010 (Apr. 1, 2010 – Jun. 30, 2010)		Year-on-year Change (%)
	Amount	%	Amount	%	
PC	2,413,879	24.0	2,842,029	25.4	117.7
Monitor	322,495	3.2	302,876	2.7	93.9
Printer	179,303	1.8	169,483	1.5	94.5
Peripherals	2,826,950	28.1	2,820,513	25.2	99.8
Accessories and supplies	1,148,002	11.4	1,254,657	11.2	109.3
Software	333,563	3.3	341,529	3.0	102.4
Office automation equipment, used goods, and others	645,788	6.4	816,489	7.3	126.4
Total sales of products	7,869,984	78.2	8,547,580	76.3	108.6
Income from royalties	141,047	1.4	142,295	1.3	100.9
Income from technical service and commissions	1,465,207	14.6	1,986,988	17.7	135.6
Total PC sales business	9,476,239	94.2	10,676,864	95.3	112.7
Internet-related business	587,552	5.8	527,739	4.7	89.8
Total	10,063,791	100.0	11,204,604	100.0	111.3

(Notes) 1. The above amounts do not include consumption taxes.
2. Franchise sales, included with other income from royalties, totaled 2,460,846 thousand yen.

*From the first quarter of this consolidated fiscal year, "Accounting standards regarding the disclosure of segment information etc." (ASBJ No. 17, March 27, 2009), and "Application guidelines for accounting standards regarding the disclosure of segment information etc." (ASBJ Guideline No. 20, March 21, 2008) have been applied. Each segment, which was previously categorized in accordance with similarities of products and selling methods, is re-categorized under the perspective of business management. When comparing this year's and previous year's figures, it described with replacing figures for the first quarter of last year with new segment category.

This financial report is solely a translation of "Kessan Tanshin" (in Japanese, including attachments), which has been prepared in accordance with accounting principles and practices generally accepted in Japan, for the convenience of readers who prefer an English translation.