

Revision of the Financial Forecast and Dividends for the first half of the fiscal year ending March 31, 2010

Meitec Corporation

Based on recent operating trends, Meitec Corporation (“the Company”) has revised its forecast, which was previously disclosed on May 13, 2009, for the performances and dividends of the first half of the fiscal year as follows;

Revised Forecast of Consolidated Performances

1. For the first half of the fiscal year ending March 31, 2010 (from April 1, 2009 to September 30, 2009)

(millions of yen)

	Net Sales	Operating Income	Ordinary Income	Net Profit	Net Profit per share (yen)
Previous Forecast (A)	27,500	(3,200)	(3,200)	(3,250)	(98.04)
Revised Forecast (B)	26,000	(3,700)	(1,250)	(1,300)	(39.22)
Difference (B-A)	(1,500)	(500)	+1,950	+1,950	+58.82
Difference (%)	(5.5%)	—	—	—	—
First half of previous fiscal year FY2008	41,396	5,375	5,395	3,039	88.91

2. Reason for the Revision

Company forecast that the utilization ratio for the core engineer staffing business of the Meitec Group may become slightly lower than that of what we expected at the beginning of the fiscal year. Therefore, Company have revised its forecast of the consolidated net sales for the first half of the fiscal year to 26 billion yen, less 1,500 million yen compare to our previous forecast.

[Reference]Major Indicators Forming the Assumptions Underlying Forecasts for the First Half Ending September 30, 2009

	Meitec		Meitec Fielders		Meitec Global Solutions	
	Revised Forecast	Previous Forecast	Revised Forecast	Previous Forecast	Revised Forecast	Previous Forecast
Utilization Ratio (First Half)	Slightly less than 70%	72.0%	Slightly less than 65%	64.8%	Slightly less than 24%	31.6%

Because of the revision on the consolidated net sales, we have also revised our operating income to 3,700 million of loss, less 500 million yen compared to that of previous forecast for the first half of the fiscal year.

On the other hand, since we have applied for the government subsidies for employment adjustment we expect to receive 2,450 million yen of grant as non-operating profit. Therefore, company have revised its ordinary income to be 1,250 million yen of loss, revising 1,950 million yen upward. And company also have revised its net income to be 1,300 million yen of loss, revising 1,950 million yen upward.

Detail explanations of the performances during the first half and forecast will be disclosed at the time when we disclose the results for the 2nd quarter.

Revised Forecast on Dividends

1. Reason for the Revision

Our dividends policy is that the dividends are paid out at interim and year-end during the each fiscal year if the Company does not plan any major capital requirements, and the method of determining the dividend payouts are set at a minimum of 50% of consolidated net income, while the minimum dividend standard is set at a 5% dividend on equity ratio (DOE).

In calculating the dividends for the current fiscal year, considering the purpose of the government subsidies for employment adjustment, we are planning to exclude the increasing amount in the shareholders equity due to the grant. For the dividends at the interim period, due to our revision of the consolidated performances for the first half of the fiscal year, we will revise it 0.5 yen downward to 24.5 yen per share. Simulated consolidated financial figures which to be a basis for calculating the dividends are as following.

[Reference] Simulation of Consolidated Financial Figures which to be a Basis for Calculating the Dividends

(millions of yen)	Actual	Trial figure*	Difference	(millions of yen)	Actual	Trial figure*	Difference
Net Sales	26,000	26,000	—	Total Equity	33,928	31,478	(2,450)
Operating Income	(3,700)	(3,700)	—	Stockholder's equity	34,519	32,069	(2,450)
Ordinary Income	(1,250)	(3,700)	(2,450)	Valuation and translation adjustments	(871)	(871)	—
Net Profit	(1,300)	(3,750)	(2,450)	Minority interests	280	280	—

Note: Trial figure does not account the effect from the government subsidies for employment adjustment

Forecast of the year end dividends will be disclosed together with a consolidated forecast for the fiscal year when we disclose the results for the 2nd quarter.

2. Revised Dividends Forecast

	Dividends per Share (yen)				
	First Quarter	Second Quarter	Third Quarter	Year-end	Total
Previous Forecast (Announced May 13, 2009)		25.00		24.50	49.50
Revised Forecast		24.50		Not decided	Not decided
Actual, Current Period		—		—	—
Actual, Previous Year ended March 31, 2009		47.00		28.00	75.00

REFERENCE

Company have revised its non-consolidated forecast which was announced on May 13, 2009 as followings;

Revision of non-consolidated Forecast

1. For the first half of the fiscal year ending March 31, 2010 (from April 1, 2009 to September 30, 2009)

(millions of yen)	Net Sales	Operating Income	Ordinary Income	Net Profit	Net Profit per share (yen)
Previous Forecast (A)	20,800	(2,100)	(1,800)	(1,850)	(55.81)
Revised Forecast (B)	19,800	(2,250)	(200)	(250)	(7.54)
First half of previous fiscal year FY 2008	31,163	4,985	5,471	3,402	99.53
Difference (B-A)	(10,000)	(150)	+1,600	+1,600	+48.26
Difference (%)	(4.8%)	—	—	—	—

2. Reason for the Revision

The revision has been made considering the trend of performance factor such as utilization ratio up to 2nd quarter. Detail explanation of the performances during the 2nd quarter will be disclosed at the time when we disclose the results for the 2nd quarter.

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