November 12, 2009

Revision of the Financial Forecast and the Dividend Forecast for the Fiscal Year Ending March 31, 2010

Meitec Corporation

Meitec Corporation, in view of its current performance, have revised it financial forecast for the fiscal year ending March 31, 2010 which was announce on May 13, 2009, and year end dividend forecast which was announce on September 15, 2009 as following;

1. Revision of the Financial Forecast

1-1. Revision of the Financial Forecast (for the fiscal year ending March 2010)

1-1-1. Revision of the Consolidated Financial Forecast (April 1, 2009 to March 31, 2010)

(Millions of yen)	Net Sales	Operating Income	Ordinary Income	Net Profit	Net Profit per share (yen)
Previous Forecast (A)	59,000	(3,100)	(3,100)	(3,200)	(96.53)
Revised Forecast (B)	51,000	(7,600)	(2,600)	(2,500)	(75.41)
Difference (B-A)	(8,000)	(4,500)	+500	+700	+21.12
Change (%)	(13.6)	—	—	—	—
Previous fiscal year FY2009	79,898	9,280	9,260	4,303	127.31

1-1-2. Revision of the Non-Consolidated Financial Forecast (April 1, 2009 to March 31, 2010)

(Millions of yen)	Net Sales	Operating Income	Ordinary Income	Net Profit	Net Profit per share (yen)
Previous Forecast (A)	45,500	(1,450)	(1,150)	(1,200)	(36.19)
Revised Forecast (B)	39,000	(5,000)	(1,100)	(1,500)	(45.25)
Difference (B-A)	(6,500)	(3,550)	+50	(300)	(9.06)
Change (%)	(14.3)	—	—	—	—
Previous fiscal year FY2009	60,457	8,807	9,294	2,998	88.70

[Note] Conditions for the Revision of the Financial Forecast (April 1, 2009 to March 31, 2010)

	Meitec		MF		MGS	
	Revised Forecast	Previous Forecast	Revised Forecast	Previous Forecast	Revised Forecast	Previous Forecast
Utilization Ratio for the Year	70.2%	77.1%	66.0%	71.4%	23.1%	36.9%
Actual for 1st Half of the Year	70.2%	72.0%	65.6%	64.8%	24.2%	31.6%
Forecast for the 2nd Half	70.2%	82.1%	66.4%	78.4%	21.9%	42.1%
Operating Hour	8.47h/day	8.69h/day	8.57h/day	8.45h/day	7.86h/day	8.07h/day

1-2. Reason for the Revision of Financial Forecast (Fiscal year ending March 31, 2010)

1-2-1. Consolidated Forecast

Considering the current conditions such as utilization ratio for the core engineer staffing business, we have revised the consolidated revenue to 51 billion yen and the operating loss to 7.6 billion yen.

Also, because the Meitec Group employs large number of engineers as full time employee, we have applied for the government subsidies for the employment adjustment. Therefore we have included expected government grants we will receive, and have revised the consolidated ordinary loss to 2.6 billion yen and the net loss to 2.5 billion yen.

We also would like to note that there is a larger possibility, un-comparable to the past, to make revision to the forecast at later date, because forecasting the economic condition itself is un-comparably difficult today.

1-2-2. Non-consolidated Performance

Considering the current trend of the utilization ratio which reflect the cost cutting measures including the R&D budgets taken by the major manufacturing industries who are our major customers, and projected depreciation of the subsidiary stock value according to their performance forecast, we have revised the forecast of non–consolidated performance.

2. Revision of the Dividend Forecast

2-1. Reason for the Revision of the Dividend Forecast

Company had made below announcement regarding the dividends on May 13, 2009.

Dividends for the fiscal year ending March 31, 2010, in view of the bleak earnings forecast, has been set at in accordance with the basic policy at 5% of consolidated dividend on equity ratio (DOE).

Also, any increase in shareholders' equity stemming from government subsidies for employment adjustment, or other forms of public support, has been excluded from the dividend calculation as not consistent with the intentions of government subsidies.

Dividend payments are premised on securing the working capital necessary for the following fiscal year, ending March 31, 2011. If there is a possibility that should the Company anticipates a considerable deterioration in capital, it will revise the dividend ratio from the standpoint of ensuring the continued existence and growth for the core temporary engineers staffing business.

Interim Dividends is calculated as equivalent to 5% of DOE based on the shareholders' equity excluding the increased portion due to the government grants.

But, at this point, excluding the government grant, we believe that our financial position for securing the necessary working capital would not be sufficient. Therefore, to our regret, we are planning to not to issue the dividend for the end of the year.

We will continue our effort to soon regain our performances to meet with shareholder's expectations. We would like to express our appreciation to your understanding.

2-2. Details of the Dividend Forecast

	Dividend per Share (Yen)				
	First Quarter	Second Quarter	Third Quarter	Year-end	Total
Previous Forecast (Announced Sept. 15, 2009)		24.50		Not decided	Not decided
Revised Forecast				0.00	24.50
Actual. Current Period		24.50		—	—
Actual. Previous Fiscal Year ended march 31, 2009		47.00		28.00	75.00

End