

Asgent, Inc.

Summary of Consolidated Financial Results Financial Highlights (For the 6 months ended September 30, 2006)

Listed Company Name: Asgent, Inc.

Listing Exchange: JASDAQ

Security Code No:4288

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President & CEO

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1. Consolidated Business Results

(1) Consolidated Operating Results

Note: Figures less than one million yen omitted, except for EPS and BPS

	Net sales	Operating income	Ordinary income	Net income
For the 6 months ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Sept. 30, 2006	1,634 -6.0%	(23) -%	(30) -%	(18) -%
Sept. 30, 2005	1,739 +16.2%	38 -%	25 -%	25 -%
For the year ended				
Mar. 31, 2006	3,298	(38)	(48)	(154)

Note: the ratio represents the changes from the same period of the previous year

	Basic EPS	Diluted EPS
For the 6 months ended	Yen	Yen
Sept. 30, 2007	(459.57)	-
Sept. 30, 2006	653.51	647.56
For the year ended		
Mar. 31, 2007	(3,929.43)	-

(2) Consolidated Financial Conditions

	Total Assets	Shareholders' Equity	Shareholders' Equity ratio	BPS
As of	Millions of yen	Millions of yen		Yen
Sept. 30, 2007	2,488	1,345	+54.1 %	34,130.37
Sept. 30, 2006	2,851	1,543	54.1%	39,144.38
Mar. 31, 2007	2,606	1,375	52.8	34,876.65

(3) Consolidated Cash Flows

	Operating activities	Investing activities	Financing activities	Cash and cash equivalents end of period
For the 6 months ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Sept. 30, 2007	(73)	(264)	(151)	327
Sept. 30, 2006	255	(5)	(30)	1,169
For the year ended				
Mar. 31, 2007	157	(242)	(60)	815

2. Forecast for the Consolidated Financial Results (For the year Ending March 31st, 2008)

	Net sales	Ordinary income	Net income
For the year ending	Millions of yen	Millions of yen	Millions of yen
Mar. 31, 2008	3,510	35	10

Note: the ratio represents the changes from the same period of the previous year

3. Consolidated financial statements

(for the six months ended September 30, 2007)

(1) Consolidated Balance Sheets

Note: Figures less than one thousand yen omitted

Account Title	Sept 30., 2005		Sept. 30, 2006		Mar. 31, 2006	
	Amount	Ratio	Amount	Ratio	Amount	Ratio
Assets						
Current Assets						
1.Cash and Deposits	1,159,162		327,020		705,526	
2.Account Receivable-trade	693,340		707,841		669,598	
3.Marketable Securities	10,229		100,000		110,232	
4.Inventories	260,794		371,945		307,062	
5.Deferred Tax	73,774		87,345		91,816	
6.Corporate Tax Receivable	396		87		8,623	
7.Others	102,286		92,589		53,071	
Allowance for Bad Debt	(1,044)		(1,159)		(1,020)	
Total Current Assets	2,298,940	80.6	1,685,671	67.7	1,944,911	74.6
Fixed Assets						
Tangible Fixed Assets						
1. Building	21,971		20,429		21,158	
2.Tools, Furniture and Fixtures	39,449		43,001		43,726	
3.Land	469		469		469	
Sub-total	61,890	2.2	63,901	2.6	65,354	2.5
Intangible Fixed Assets						
1.Software	95,087		152,395		133,706	
2.Others	65,469		35,555		42,391	
Sub-total	160,556	5.6	187,951	7.6	176,097	6.8
Investment and Other Assets						
1.Investment Securities	-		313,690		219,542	
2.Deposits	57,724		57,353		57,321	
3.Deferred Tax	263,808		169,201		133,271	
4.Others	8,111		10,330		9,770	
Sub-total	329,644	11.6	550,576	22.1	419,905	16.1
Total Fixed Assets	552,091	19.4	802,429	32.3	661,358	25.4
Deferred Assets	783	0.0	-	-	-	-
Total Assets	2,851,815	100.0	2,488,100	100.0	2,606,269	100.0

Note: Figures less than one thousand yen omitted

Account Title	Sept. 30, 2005		Sept. 30, 2006		Mar 31, 2006	
	Amount	Ratio	Amount	Ratio	Amount	Ratio
Liabilities						
Current Liabilities						
1.Accounts payable-trade	375,748		365,570		369,750	
2.Short-term Loan Payble	-		-		-	
3.Current Portion of Bond	60,000		-		60,000	
4. Accounts Payble	53,695		63,283		97,744	
5.Accrued Corporate Taxes	2,692		3,819		-	
6.Reserve for bonus	43,912		45,765		45,478	
7. Others	124,656		131,814		41,923	
Total Current Liabilities	660,705	23.2	610,254	24.5	614,897	23.6
Fixed Liabilities						
1.Bond	620,000		500,000		590,000	
2.Reserve for retirement allowance	27,843		32,256		26,360	
Total Fixed Liabilities	647,843	22.7	532,256	21.4	616,360	23.6
Total Liabilities	1,308,548	45.9	1,142,510	45.9	1,231,257	47.2
Net Assets						
Stockholders' equity						
1.Capital stock	768,800	27.0	768,800	30.9	768,800	
2.Capital surplus	704,960	24.7	704,960	28.3	704,960	
3.Earned surplus	65,637	2.3	(133,163)	(5.3)	(115,045)	
Total Stockholders' equity	1,539,397	54.0	1,340,596	53.9	1,358,715	52.1
Appraisal / Conversion Differences						
1. Appraisal Differences on Investment Securities	-		(12,058)	(0.5)	(983)	
2. Exchange Conversion Adjustment Account	3,869	0.1	17,052	0.7	17,280	
Total Appraisal Conversion Differences	3,869	0.1	4,993	0.2	16,297	0.6
Total Net Assets	1,543,266	54.1	1,345,589	54.1	1,375,011	52.8
Total Liabilities and Net Assets	2,851,815	100.0	2,488,100	100.0	2,606,269	100.0

Note: Figures less than one thousand yen omitted

Account Title	6 months ended Sept.30, 2005		6 months ended Sept. 30, 2006		Year ended Mar. 31, 2006	
	Amount	Ratio	Amount	Ratio	Amount	Ratio
Net Sales	1,739,551	100.0	1,634,727	100.0	3,298,857	100.0
Cost of Sales	1,156,394	66.5	1,108,384	67.8	2,218,617	67.3
Gross Profit	583,156	33.5	526,342	32.2	1,080,239	32.7
Selling, General and Administrative expense	544,317	31.3	549,389	33.6	1,118,862	33.9
Operation Profit(Loss)	38,839	2.2	(23,046)	(1.4)	(38,622)	(1.2)
Non-operating Profit	16,982	1.0	13,028	0.8	65,637	2.0
Non-operating Expense	30,129	1.7	20,711	1.3	75,297	2.3
Ordinary Income (Loss)	25,692	1.5	(30,729)	(1.9)	(48,282)	(1.5)
Extraordinary Profit(Loss)	30,702	1.8	(10,100)	(0.6)	38,309	1.2
Profit(Loss) Before Taxes	56,394	3.3	(40,830)	(2.5)	(9,973)	(0.3)
Tax Expenses	30,630	1.8	(22,711)	(1.4)	144,944	4.4
Profit(Loss) After Taxes	25,764	1.5	(18,118)	(1.1)	(154,917)	(4.7)

(3) Consolidated Statements of Cash Flows

Figures less than one thousand yen omitted.

	6 months ended Sept.30 2005	6 months ended Sept.30, 2006	Year ended Mar. 31,2006
Cash Flow from Operating Activities			
Income(Loss) Before Income Tax	56,394	(40,830)	(9,973)
Adjustments to Reconcile Net Income to Net Cash used in Operating Activities:			
Depreciation and Amortization	25,034	38,946	59,397
Loss from Evaluation of Software Assets	-	10,100	-
Increase(Decrease) in Reserve for Bad Debts	(293)	138	(318)
Increase(Decrease) in Reserve for Bonus Payment	(1,401)	(126)	1,624
Increase in Reserve for Retirement Allowance	3,264	5,594	1,558
Interest and Dividends Received	(2,392)	(1,023)	(2,507)
Interest Paid	4,699	3,930	9,194
Exchange Loss(Gain)	(1,199)	(86)	(0)
Increase(Decrease) in Notes and Accounts Receivable-trade	363,453	(38,108)	387,196
Decrease(Increase) in Inventories	(9,268)	(64,970)	(54,914)
Decrease(Increase) in Notes and Accounts Payable	(170,203)	(4,172)	(176,841)
Others	(45,129)	11,878	(82,940)
Sub-total	222,958	(78,728)	131,475
Interest and Dividends Received	2,392	442	2,507
Interest Paid	(4,506)	(3,730)	(10,232)
Income Taxes Refunded(Paid)	34,912	8,537	33,480
Net Cash Provided by(used in) Operating Activities	255,756	(73,480)	157,231
Cash Flows from Investing Activities			
Payments for Purchases of Tangible Fixed Assets	(15,073)	(12,469)	(22,503)
Payments for Purchases of Intangible Fixed Assets	(37,377)	(56,077)	(75,162)
Payments for Purchases of Marketable Securities	-	(387,135)	(414,335)
Revenue from Sales of Marketable Securities	93,486	193,624	314,851
Others	(46,590)	(2,043)	(44,887)
Net Cash Used in Investing Activities	(5,555)	(264,100)	(242,038)
Cash Flows from Financing Activities			
Payments for Bond Redemption	(30,000)	(151,200)	(60,000)
Payments for Dividends	(74)	(17)	(113)
Net Cash Provided used in Financing Activities	(30,074)	(151,217)	(60,113)
Effect of Exchange Rate on Cash and Cash Equivalents	6,925	61	18,338
Net Increase(Decrease) in Cash and Cash Equivalents	227,050	(488,737)	(126,582)
Cash and Cash Equivalents at the Beginning of the Fiscal Year	942,341	815,758	942,341
Cash and Cash Equivalents at the End of the Fiscal Year	1,169,392	327,020	815,758

(4) Consolidated Statements of Shareholders' Equity

Figures less than one thousand yen omitted.

	6 months ended Sept.30, 2006
Shareholders' Equity	
Common Stock	
Balance, Beginning of period	768,800
Changes: Issuance of common stock upon exercise of stock option	
Balance, end of period	768,800
Additional paid-in capital	
Balance, beginning of period	704,960
Changes: Issuance of common stock upon exercise of stock option	
Balance, end of period	704,960
Unappropriated retained earnings	
Balance, Beginning of period	(115,045)
Changes: Net income (loss)	(18,118)
Balance, end of period	(133,163)
Net unrealized securities available for sale	
Balance, Beginning of period	(983)
Changes	(11,075)
Balance, end of period	(12,058)
Foreign currency translation adjustments	
Balance, Beginning of period	17,280
Changes	(228)
Balance, end of period	17,052
Total	
Balance, Beginning of period	1,375,011
Changes	(29,422)
Balance, end of period	1,345,589