

Asgent, Inc.

Summary of Consolidated Financial Results Financial Highlights (For the 6 months ended September 30, 2007)

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, 2007	1,655 +1.3%	1 -%	3 -%	17 -%
Sept. 30, 2006	1,634 -6.0%	(23) -%	(30) -%	(18) -%
For the year ended				
Mar. 31, 2007	3,390 +2.8%	(156) -%	(187) -%	(420) -%

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	431.13	428.44
Sept. 30, 2006	(459.57)	-
For the year ended		
Mar. 31, 2007	(10,672.54)	-

(2) Consolidated Financial Conditions

	Total Assets	Shareholders' Equity	Shareholders' Equity ratio	BPS
As of	Millions of yen	Millions of yen		Yen
Sept. 30, 2007	2,020	971	+48.1 %	24,601.15
Sept. 30, 2006	2,488	1,345	+54.1 %	34,130.37
Mar. 31, 2007	2,318	958	+41.3 %	24,271.95

(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	7	(73)	(76)	390
Sept. 30, 2006	(73)	(264)	(151)	327
For the year ended				
Mar. 31, 2007	(198)	(60)	(35)	530

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

	Net sales	Operating income	Ordinary income	Net income	Basic EPS
For the year ending	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Yen
Mar. 31, 2008	3,510 +3.5%	50 -%	40 -%	30 -%	759.78

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., 2006		Sept. 30, 2007		Change	Mar. 31, 2007	
	Amount	Ratio	Amount	Ratio	Amount	Amount	Ratio
Assets							
Current Assets							
1.Cash and Deposits	327,020		390,238			530,019	
2.Account Receivable-trade	707,841		704,166			912,645	
3.Marketable Securities	100,000		-			-	
4.Inventories	371,945		88,011			325,528	
5.Deferred Tax	87,345		53,371			41,020	
6.Corporate Tax Receivable	87		79			1,038	
7.Others	92,589		93,956			39,034	
Allowance for Bad Debt	(1,159)		(1,208)			(1,139)	
Total Current Assets	1,685,671	67.7	1,328,615	65.8	(357,056)	1,848,146	79.7
Fixed Assets							
Tangible Fixed Assets							
1. Building	20,429		21,923			21,726	
2.Tools, Furniture and Fixtures	43,001		226,471			38,596	
3.Land	469		819			819	
Sub-total	63,901	2.6	249,214	12.3	185,313	61,143	2.7
Intangible Fixed Assets							
1.Software	152,395		118,539			117,371	
2.Others	35,555		85,267			47,992	
Sub-total	187,951	7.6	203,806	10.1	15,855	165,364	7.1
Investment and Other Assets							
1.Investment Securities	313,690		176,631			181,153	
2.Deposits	57,353		58,068			57,459	
3.Deferred Tax	169,201		-			-	
4.Others	10,330		3,850			5,405	
Sub-total	550,576	22.1	238,550	11.8	(312,025)	244,018	10.5
Total Fixed Assets	802,429	32.3	691,572	34.2	(110,856)	470,526	20.3
Total Assets	2,488,100	100.0	2,020,187	100.0	(467,912)	2,318,672	100.0

Note: Figures less than one thousand yen omitted

Account Title	Sept. 30, 2006		Sept. 30, 2007		Change	Mar 31, 2007	
	Amount	Ratio	Amount	Ratio	Amount	Amount	Ratio
Liabilities							
Current Liabilities							
1.Accounts payable-trade	365,570		230,125			471,416	
2.Short-term Loan Payble	-		540,400			115,000	
3.Current Portion of Bond	-		-			500,000	
4. Accounts Payble	93,283		55,658			108,451	
5.Accrued Corporate Taxes	3,819		4,138			5,036	
6.Reserve for bonus	45,765		42,318			45,245	
7. Others	131,814		135,936			78,238	
Total Current Liabilities	610,254	24.5	1,008,577	49.9	398,322	1,323,388	57.1
Fixed Liabilities							
1.Bond	500,000		-			-	
2.Reserve for retirement allowance	32,256		40,234			36,905	
Total Fixed Liabilities	532,256	21.4	40,234	2.0	(492,022)	36,905	1.6
Total Liabilities	1,142,510	45.9	1,048,811	51.9	(93,699)	1,360,294	58.7
Net Assets							
Stockholders' equity							
1.Capital stock	768,800	30.9	769,500	38.1	700	769,500	33.2
2.Capital surplus	704,960	28.3	705,200	34.9	240	705,200	30.4
3.Earned surplus	(133,163)	(5.3)	(518,861)	(25.7)	(385,697)	(535,884)	23.1
Total Stockholders' equity	1,340,596	53.9	955,838	47.3	(384,757)	938,815	40.5
Appraisal / Conversion Differences							
1. Appraisal Differences on Investment Securities	(12,058)	(0.5)	(11,173)	(0.5)	884	(8,492)	0.4
2. Exchange Conversion Adjustment Account	17,052	0.7	26,711	1.3	9,659	28,055	1.2
Total Appraisal Conversion Differences	4,993	0.2	15,538	0.8	10,544	19,562	0.8
Total Net Assets	1,345,589	54.1	971,376	48.1	(374,213)	958,377	41.3
Total Liabilities and Net Assets	2,488,100	100.0	2,020,187	100.0	(467,912)	2,318,672	100.0

(2) Consolidated Statements of Income

Note: Figures less than one thousand yen omitted

Account Title	6 months ended Sept.30, 2006		6 months ended Sept. 30, 2007		Change Amount	Year ended Mar. 31, 2007	
	Amount	Ratio	Amount	Ratio		Amount	Ratio
Net Sales	1,634,727	100.0	1,655,960	100.0	21,233	3,390,648	100.0
Cost of Sales	1,108,384	67.8	1,115,747	67.4	7,362	2,361,726	69.7
Gross Profit	526,342	32.2	540,213	32.6	13,870	1,028,921	30.3
Selling, General and Administrative expense	549,389	33.6	539,058	32.6	(10,331)	1,185,242	34.9
Operation Profit(Loss)	(23,046)	(1.4)	1,155	0.0	24,201	(156,320)	(4.6)
Non-operating Profit	13,028	0.8	9,851	0.6	(3,176)	33,441	1.0
Non-operating Expense	20,711	1.3	7,867	0.5	(12,844)	64,276	1.9
Ordinary Income (Loss)	(30,729)	(1.9)	3,140	0.1	33,869	(187,156)	(5.5)
Extraordinary Loss	10,100	0.6	964	0.0	(9,136)	42,171	1.3
Profit(Loss) Before Taxes	(40,830)	(2.5)	2,175	0.1	43,005	(229,327)	(6.8)
Tax Expenses	(22,711)	(1.4)	(14,847)	(0.9)	7,863	191,512	5.6
Profit(Loss) After Taxes	(18,118)	(1.1)	17,023	1.0	35,141	(420,839)	(12.4)

(3) Consolidated Statements of Cash Flows

Figures less than one thousand yen omitted.

	6 months ended Sept.30 2006	6 months ended Sept.30, 2007	Year ended Mar. 31,2007
Cash Flow from Operating Activities			
Income(Loss) Before Income Tax	(40,830)	2,175	(229,327)
Adjustments to Reconcile Net Income to Net Cash used in Operating Activities:			
Depreciation and Amortization	38,946	62,284	81,782
Loss from Evaluation of Software Assets	10,100	-	38,465
Loss from Impairment of Assets	-	-	3,705
Increase(Decrease) in Reserve for Bad Debts	138	69	119
Increase(Decrease) in Reserve for Bonus Payment	(126)	(2,276)	(54)
Increase in Reserve for Retirement Allowance	5,594	3,229	10,053
Interest and Dividends Received	(1,023)	(569)	(2,752)
Interest Paid	3,930	4,291	7,689
Exchange Loss(Gain)	(86)	(30)	1,801
Increase(Decrease) in Notes and Accounts Receivable-trade	(38,108)	208,535	(243,042)
Decrease(Increase) in Inventories	(64,970)	31,954	(17,478)
Decrease(Increase) in Notes and Accounts Payable	(4,172)	(241,315)	101,496
Others	11,878	(53,673)	44,617
Sub-total	(78,728)	14,673	(202,924)
Interest and Dividends Received	442	569	2,752
Interest Paid	(3,730)	(6,341)	(5,964)
Income Taxes Refunded(Paid)	8,537	(1,083)	7,585
Net Cash Provided by(used in) Operating Activities	(73,480)	7,817	(198,550)
Cash Flows from Investing Activities			
Payments for Purchases of Tangible Fixed Assets	(12,469)	(19,824)	(21,991)
Payments for Purchases of Intangible Fixed Assets	(56,077)	(53,341)	(90,055)
Payments for Purchases of Marketable Securities	(387,135)	(450)	(510,934)
Revenue from Sales of Marketable Securities	193,624	680	562,434
Others	(2,043)	(336)	500
Net Cash Used in Investing Activities	(264,100)	(73,272)	(60,047)
Cash Flows from Financing Activities			
Payments for Bond Redemption	(151,200)	(501,375)	(151,200)
Revenue by short-term loan	-	425,400	115,000
Revenue by Stock Issue	-	-	940
Payments for Dividends	(17)	(206)	(166)
Net Cash Provided used in Financing Activities	(151,217)	(76,181)	(35,426)
Effect of Exchange Rate on Cash and Cash Equivalents	61	1,856	8,285
Net Increase(Decrease) in Cash and Cash Equivalents	(488,737)	(139,780)	(285,739)
Cash and Cash Equivalents at the Beginning of the Fiscal Year	815,758	530,019	815,758
Cash and Cash Equivalents at the End of the Fiscal Year	327,020	390,238	530,019

(4) Consolidated Statements of Shareholders' Equity

Figures less than one thousand yen omitted.

	6 months ended Sept.30 2006	6 months ended Sept.30, 2007	Year ended Mar. 31,2007
Shareholders' Equity			
Common Stock			
Balance, Beginning of period	768,800	769,500	768,800
Changes: Issuance of common stock upon exercise of stock option	-	-	700
Balance, end of period	768,800	769,500	769,500
Additional paid-in capital			
Balance, beginning of period	704,960	705,200	704,960
Changes: Issuance of common stock upon exercise of stock option	-	-	240
Balance, end of period	704,960	705,200	705,200
Unappropriated retained earnings			
Balance, Beginning of period	(115,045)	(535,884)	(115,045)
Changes: Net income (loss)	(18,118)	17,023	(420,839)
Balance, end of period	(133,163)	(518,861)	(535,884)
Net unrealized securities available for sale			
Balance, Beginning of period	(983)	(8,492)	(983)
Changes	(11,075)	(2,681)	(7,509)
Balance, end of period	(12,058)	(11,173)	(8,492)
Foreign currency translation adjustments			
Balance, Beginning of period	17,280	28,055	17,280
Changes	(228)	(1,343)	10,774
Balance, end of period	17,052	26,711	28,055
Total			
Balance, Beginning of period	1,375,011	958,377	1,375,011
Changes	(29,422)	12,998	(416,633)
Balance, end of period	1,345,589	971,376	958,377