

Brief Announcement on the Consolidated Financial Results
for the Fiscal Year Ended March 31, 2009

Company : Quest Co., Ltd.

Stock Exchanges : JASDAQ

Stock Code Number : 2332

Location of headquarters : Tokyo Met. Japan

URL: <http://www.quest.co.jp/>

Representative: Name: Kazuro Sato Title: President & Representative director

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1. Consolidated Performance for the FY 2008(April 1, 2008 – March 31, 2009)

(1) Consolidated operating results

(In millions of yen)

	Net sales	Operating income	Ordinary income	Net income
Mar.31, 2009	7,281(+1.0%)	281(△38.5%)	305(△35.9%)	213(△18.3%)
Mar.31, 2008	7,212(+4.6%)	458(△ 2.5%)	476(+ 0.3%)	260(△10.1%)

	Net profit per share	Fully diluted net profit per share	Return on Equity	Return on Assets	Ratio of ordinary profit to net sales
Mar.31, 2009	39.37 yen	—	5.5%	6.2%	3.9%
Mar.31, 2008	47.73 yen	70.35 yen	6.8%	9.6%	6.4%

(2) Consolidated financial position

(in millions of yen)

	Total assets	Total net assets	Capital Ratio	Shareholder's equity per share
Mar.31,2009	4,802	3,874	80.7%	724.61 yen
Mar.31,2008	5,005	3,921	78.3%	717.08 yen

Note: Tangible net worth: Mar.31 2009 = 3,874; Mar.31 2008 =3,920

(3) Consolidated cash flows

(In millions of yen)

	Net cash from operating activities	Net cash from investment activities	Net cash from financing activities	Cash and cash equivalents at end of period
Mar.31, 2009	105	△591	△268	1,085
Mar.31, 2008	504	△684	△157	1,840

2. Dividend position

	Dividends par share			Amount of dividend (Full term) (in millions of yen)	Payout ratio	Dividend on Equity ratio
		Interim	Year-end			
Mar.31, 2008	-	30.00 yen	30.00 yen	164	62.9%	4.2%
Mar.31, 2009	-	35.00 yen	35.00 yen	187	88.9%	4.9%
Mar.31, 2010 (Forecast)	-	35.00 yen	35.00 yen	-	89.1%	-

3. Forecast Consolidated Performance for FY 2009 (April 1, 2009 - March 31, 2010)

(In millions of yen)

	Net sales	Operating income	Ordinary income	Net income	Net profit per share
Fiscal 2009	7,250(△0.4%)	325(+15.3%)	335(+9.7%)	203(△4.7%)	37.96 yen

(In thousands of yen)

Consolidated balance sheets		
Assets	previous year(FY 2007)	this year(FY 2008)
Current assets		
Cash and deposits	2,055,181	1,702,067
Notes and accounts receivable-trade	973,987	947,715
Short-term investment securities	499,913	399,877
Inventories	26,248	—
Merchandise	—	1,525
Work in process	—	28,423
Deferred tax assets	162,853	147,454
Other	51,694	119,930
Allowance for doubtful accounts	-83	-537
Total current assets	3,769,795	3,346,455
Noncurrent assets		
Property, plant and equipment		
Buildings	198,140	167,260
Accumulated depreciation	-104,481	-79,168
Buildings, net	93,658	88,092
Land	179,875	110,534
Other	121,927	115,102
Accumulated depreciation	-83,651	-88,376
Other, net	38,276	26,725
Total property, plant and equipment	311,810	225,352
Intangible assets		
Advance for goodwill purchase	—	52,500 ※
Other	43,828	113,396
Total intangible assets	43,828	165,896
Investments and other assets		
Investment securities	452,409	734,398
Deferred tax assets	100,777	97,366
Other	327,272	233,096
Allowance for doubtful accounts	—	-309
Total investments and other assets	880,459	1,064,551
Total noncurrent assets	1,236,098	1,455,800
Deferred assets		
Total assets	5,005,894	4,802,256
Liabilities		
Current liabilities		
Accounts payable-trade	184,429	211,887
Income taxes payable	120,767	7,249
Provision for bonuses	330,449	310,067
Other	253,565	218,712
Total current liabilities	889,211	747,917
Noncurrent liabilities		
Provision for retirement benefits	50,759	59,564
Provision for directors' retirement benefits	143,523	119,918
Other	650	—
Total noncurrent liabilities	194,933	179,482
Reserves under the special laws		
Reserves under the special laws		

Total liabilities	1,084,144	927,400
Net assets		
Shareholders' equity		
Capital stock	491,031	491,031
Capital surplus	499,678	499,678
Retained earnings	2,938,417	2,987,466
Treasury stock	-14,934	-102,585
Total shareholders' equity	3,914,191	3,875,589
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	5,251	-139
Foreign currency translation adjustment	1,504	-593
Total valuation and translation adjustments	6,755	-733
Minority interests	801	—
Total net assets	3,921,749	3,874,855
Total liabilities and net assets	5,005,894	4,802,256

(In thousands of yen)

Consolidated statements of income	previous year(FY 2007)	this year(FY 2008)
Net sales	7,212,109	7,281,009
Cost of sales	5,872,228	6,124,830
Gross profit	1,339,881	1,156,178
Selling, general and administrative expenses		
Salaries, allowances and bonuses	226,142	224,928
Directors' compensations	161,436	174,297
Provision for bonuses	17,718	18,855
Retirement benefit expenses	12,655	13,590
Provision for directors' retirement benefits	8,025	6,200
Rent expenses	106,959	107,266
Provision of allowance for doubtful accounts	—	847
Other	348,399	328,282
Total selling, general and administrative expenses	881,337	874,267
Operating income	458,543	281,911
Non-operating income		
Interest income	16,722	27,478
Office work fee	2,488	—
House rent income	1,493	—
Other	2,250	7,938
Total non-operating income	22,955	35,416
Non-operating expenses		
Loss on investments in partnership	—	8,482
Foreign exchange losses	1,791	381
Loss on retirement of noncurrent assets	2,409	2,322
Other	682	634
Total non-operating expenses	4,882	11,819
Ordinary income	476,616	305,507
Extraordinary income		
Commutation expenses for prior periods	—	50,392
		※2
Total extraordinary income	—	50,392
Extraordinary loss		
Impairment loss	7,074	—
	※1	
Loss on sales of stocks of subsidiaries and affiliates	—	33,688
Loss on valuation of investment securities	608	316
Total extraordinary losses	7,682	34,005
Income before income taxes and minority interests	468,933	321,894
Income taxes-current	190,083	86,301
Income taxes-deferred	17,859	22,509
Total income taxes	207,942	108,811
Minority interests in income (loss)	81	-4
Net income	260,909	213,087

(In thousands of yen)

Consolidated statements of cash flows	previous year (FY 2007)	this year (FY 2008)
Net cash provided by (used in) operating activities		
Income before income taxes and minority interests	468,933	321,894
Depreciation and amortization	34,846	34,535
Amortization of goodwill	20,431	7,350
Loss (gain) on sales of stocks of subsidiaries and affiliates	—	33,688
Commutation expenses for prior periods	—	-50,392
Increase (decrease) in provision	-38,900	-34,337
Interest and dividends income	-16,872	-27,688
Impairment loss	7,074	—
Decrease (increase) in notes and accounts receivable-trade	271,553	12,927
Decrease (increase) in inventories	-1,225	-3,700
Increase (decrease) in notes and accounts payable-trade	6,512	18,515
Loss (gain) on valuation of investment securities	608	—
Loss (gain) on investments in partnership	—	8,482
Other, net	-32,334	-38,634
Subtotal	720,628	282,640
Interest and dividends income received	14,454	20,512
Income taxes paid	-230,832	-197,198
Net cash provided by (used in) operating activities	504,250	105,955
Net cash provided by (used in) investing activities		
Payments into time deposits	-1,001,231	-501,246
Proceeds from withdrawal of time deposits	500,000	500,000
Payments of short-term loans receivable	-5,499	—
Collection of short-term loans receivable	22,999	5,499
Purchase of short-term investment securities	-100,000	-298,136
Proceeds from redemption of securities	300,000	400,000
Purchase of property, plant and equipment	-20,129	-14,846
Proceeds from sales of property, plant and equipment	453	71,755
Advance payment for goodwill purchase	—	-52,500
Purchase of intangible assets	-5,920	-58,457
Payments of long-term loans receivable	—	-25,025
Purchase of investment securities	-395,487	-596,893
Purchase of investments in subsidiaries	—	-29,400
Payments for sales of investments in subsidiaries resulting in change in scope of consolidation	—	-4,495 ※3
Proceeds from withdrawal of investment securities	14,190	—
Proceeds from purchase of investments in subsidiaries resulting in change in scope of consolidation	7,400 ※2	—
Other, net	-1,115	12,118
Net cash provided by (used in) investing activities	-684,339	-591,625
Net cash provided by (used in) financing activities		
Decrease in short-term loans payable	-25,000	-16,853
Purchase of treasury stock	-16,356	-88,124
Proceeds from disposal of treasury stock	10,149	—
Cash dividends paid	-125,964	-163,841
Net cash provided by (used in) financing activities	-157,171	-268,819
Effect of exchange rate change on cash and cash equivalents	-1,108	216

Net increase (decrease) in cash and cash equivalents	-338,368	-754,273
Cash and cash equivalents at beginning of period	2,178,489	1,840,120
Cash and cash equivalents at end of period	1,840,120	1,085,846