

Brief Announcement on the Financial Results
for the First Quarter of the Fiscal Year 2011 (Consolidated)

Company : Quest Co., Ltd.

Stock Exchanges : OSE JASDAQ(Standard)

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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(In millions of yen)

1. Consolidated Performance for the first quarter of FY 2011 (April 1, 2011 – June 30, 2011)

(1) Consolidated operating results

	Net sales	Operating income	Ordinary income	Net income for the first quarter of the fiscal year
Results for the first quarter of FY 2011	1,615 (9.6%)	5 (△63.7%)	12 (△47.0 %)	8 (52.9%)
Results for the first quarter of FY 2010	1,473 (△3.7%)	14 (35.1%)	23 (213.4 %)	5 (△57.0%)

(Note) Comprehensive Income: First quarter of FY2011: 7million yen (65.2%), First quarter of FY2010: 4million yen (___%)

	Net income per share for the first quarter of the fiscal year	Net income per share after adjustment of latent shares for the first quarter of the fiscal year
Results for the first quarter of FY 2011	1.61 yen	----
Results for the first quarter of FY 2010	1.05 yen	----

(2) Consolidated financial position

	Total assets	Shareholder's equity	Ratio of shareholder's equity	Shareholder's equity per share
June 30 2011	4,468	3,567	79.8%	675.39 yen
FY 2010	4,677	3,718	79.5%	703.92 yen

(Reference) Shareholder's equity: First quarter of FY2011: 3,567 million yen, FY2010: 3,718 million yen

2. Dividend position

	End of first quarter	End of second quarter	End of third quarter	End of FY	Annual Total
FY 2010	----	0.00 yen	----	30.00 yen	30.00 yen
FY 2011	----				
FY 2011 (Forecast)		0.00 yen	----	30.00 yen	30.00 yen

3. Forecast Consolidated Performance for FY 2011 (April 1, 2011 – March 31, 2012)

	Net sales	Operating income	Ordinary income	Net income	Net income per share
FY 2011	6,700 (5.8%)	294 (16.5%)	300 (6.4%)	170 (12.3%)	32.19 yen

(In thousands of yen)

Previous Year (FY 2010) First Quarter (FY 2011)

Consolidated quarterly balance sheets		
Assets		
Current assets		
Cash and deposits	1,426,477	1,304,722
Accounts receivable-trade	968,101	910,841
Short-term investment securities	1,001,015	1,100,606
Merchandise	—	344
Work in process	36,150	60,572
Other	229,232	193,364
Allowance for doubtful accounts	-65	-65
Total current assets	3,660,912	3,570,387
Noncurrent assets		
Property, plant and equipment		
Buildings	127,977	129,468
Accumulated depreciation	-51,437	-52,072
Buildings, net	76,540	77,396
Land	69,864	69,864
Other	111,256	108,320
Accumulated depreciation	-97,400	-93,873
Other, net	13,855	14,447
Total property, plant and equipment	160,260	161,708
Intangible assets		
Goodwill	33,050	28,050
Other	117,672	98,559
Total intangible assets	150,722	126,609
Investments and other assets		
Investment securities	411,944	311,784
Other	293,344	297,582
Total investments and other assets	705,288	609,367
Total noncurrent assets	1,016,271	897,685
Total assets	4,677,183	4,468,072
Liabilities		
Current liabilities		
Accounts payable-trade	157,759	161,698
Income taxes payable	92,424	154
Provision for bonuses	244,178	123,270
Provision for loss on projects	3,778	12,921
Other	203,201	335,281
Total current liabilities	701,342	633,326
Noncurrent liabilities		
Provision for retirement benefits	146,686	160,934
Provision for directors' retirement benefits	111,125	106,525
Total noncurrent liabilities	257,812	267,460
Total liabilities	959,154	900,787
Net assets		
Shareholders' equity		
Capital stock	491,031	491,031
Capital surplus	499,676	499,676
Retained earnings	2,878,401	2,728,456
Treasury stock	-149,563	-149,621
Total shareholders' equity	3,719,545	3,569,542

Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	-254	-562
Foreign currency translation adjustment	-1,262	-1,694
Total accumulated other comprehensive income	-1,516	-2,257
Total net assets	3,718,029	3,567,285
Total liabilities and net assets	4,677,183	4,468,072

(In thousands of yen)

First Quarter (FY 2010) First Quarter (FY 2011)

Consolidated quarterly statements of (comprehensive) income		
Net sales	1,473,594	1,615,323
Cost of sales	1,252,562	1,401,611
Gross profit	221,032	213,712
Selling, general and administrative expenses		
Salaries, allowances and bonuses	58,774	56,176
Directors' compensations	40,492	40,569
Provision for bonuses	8,894	10,014
Retirement benefit expenses	5,630	4,152
Provision for directors' retirement benefits	800	1,000
Other	92,396	96,701
Total selling, general and administrative expenses	206,989	208,614
Operating income	14,042	5,097
Non-operating income		
Interest income	7,576	6,993
Other	1,999	546
Total non-operating income	9,576	7,540
Non-operating expenses		
Foreign exchange losses	137	161
Other	1	40
Total non-operating expenses	139	201
Ordinary income	23,480	12,436
Extraordinary income		
Extraordinary loss		
Loss on adjustment for changes of accounting standard for asset retirement obligations	8,362	—
Total extraordinary losses	8,362	—
Income before income taxes and minority interests	15,118	12,436
Income taxes-current	575	459
Income taxes-deferred	8,976	3,465
Total income taxes	9,552	3,924
Income before minority interests	5,566	8,512
Net income	5,566	8,512

(In thousands of yen)

First Quarter (FY 2010) First Quarter (FY 2011)

Consolidated quarterly statements of comprehensive income		
Income before minority interests	5,566	8,512
Other comprehensive income		
Valuation difference on available-for-sale securities	-653	-308
Foreign currency translation adjustment	-206	-432
Total other comprehensive income	-860	-740
Comprehensive income	4,705	7,771
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	4,705	7,771