

**Brief Announcement on the Financial Results
for the First Quarter of the Fiscal Year 2014 (Consolidated)**

Company: Quest Co., Ltd.

Stock Exchanges: TSE 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

Inquiries: Name: Chiaki Yamakoshi Title: Managing Director, in charge of information disclosure

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1. Consolidated Performance for the first quarter of FY 2014 (April 1, 2014 – June 30, 2014)

(1) Consolidated operating results

(In millions of yen)

	Net sales	Operating income	Ordinary income	Net income for the First quarter of the Fiscal year
Results for the first quarter of FY2014	1,723(6.2%)	33(320.5%)	40(160.9%)	29(175.5%)
Results for the first quarter of FY2013	1,622(△0.3%)	8(△36.4%)	15(△14.2%)	10(△28.4%)

(Note) Comprehensive Income: First quarter of FY 2014: 47 million yen (33.1%), first quarter FY 2013: 35 million yen (137.5%)

	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 FY2014	5.71 yen	—
Results for the first quarter of FY2013	2.07 yen	—

(2) Consolidated financial position

(in millions of yen)

	Total assets	Shareholder's equity	Ratio of shareholder's equity	Shareholder's equity per share
June 30, 2014	4,580	3,608	78.8%	698.07 yen
FY 2013	4,831	3,621	75.0%	700.56 yen

(Reference) Shareholder's equity: First quarter of FY 2014: 3,608 million yen, FY 2013: 3,621 million yen

2. Dividend position

	End of first quarter	End of second quarter	End of third quarter	End of FY	Annual Total
FY 2013	—	0.00 yen	—	30.00 yen	30.00 yen
FY 2014	—				
FY2014(Forecast)		0.00 yen	—	30.00 yen	30.00 yen

3. Forecast Consolidated Performance for FY 2014 (April 1, 2014 - March 31, 2015)

	Net sales	Operating income	Ordinary income	Net income	Net income per share
FY 2014	7,500(+5.8%)	350(+29.4%)	360(+24.2%)	210(+26.5)	40.62 yen

(In thousands of yen)

Consolidated balance sheets	Previous year(FY2013)	First Quarter(FY2014)
Assets		
Current assets		
Cash and deposits	2,042,569	2,058,743
Accounts receivable - trade	1,095,373	866,502
Securities	301,212	503,783
Work in process	10,612	51,238
Other	231,542	186,160
Total current assets	3,681,311	3,666,428
Non-current assets		
Property, plant and equipment		
Buildings	133,595	133,595
Accumulated depreciation	△62,010	△62,858
Buildings, net	71,584	70,737
Land	69,864	69,864
Other	113,127	114,364
Accumulated depreciation	△93,436	△94,185
Other, net	19,691	20,178
Total property, plant and equipment	161,141	160,780
Intangible assets	41,856	44,919
Investments and other assets		
Investment securities	715,442	535,390
Other	231,981	172,621
Total investments and other assets	947,423	708,011
Total non-current assets	1,150,421	913,712
Total assets	4,831,732	4,580,140

(In thousands of yen)

Consolidated balance sheets	Previous year(FY2013)	First Quarter(FY2014)
Liabilities		
Current liabilities		
Accounts payable - trade	183,985	167,678
Income taxes payable	120,520	3,624
Provision for bonuses	247,729	136,837
Provision for loss on projects	2,113	1,492
Other	259,481	408,985
Total current liabilities	813,829	718,618
Non-current liabilities		
Net defined benefit liability	376,632	233,954
Provision for directors' retirement benefits	19,875	19,075
Total non-current liabilities	396,507	253,029
Total liabilities	1,210,337	971,647
Net assets		
Shareholders' equity		
Capital stock	491,031	491,031
Capital surplus	492,898	492,899
Retained earnings	2,863,008	2,831,857
Treasury shares	△222,236	△222,295
Total shareholders' equity	3,624,702	3,593,493
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	89,245	104,882
Foreign currency translation adjustment	2,364	2,117
Remeasurements of defined benefit plans	△94,917	△92,000
Total accumulated other comprehensive income	△3,307	14,999
Total net assets	3,621,394	3,608,492
Total liabilities and net assets	4,831,732	4,580,140

(In thousands of yen)

Consolidated statements of (comprehensive) income	First Quarter(FY2013)	First Quarter(FY2014)
Net sales	1,622,325	1,723,661
Cost of sales	1,412,632	1,498,746
Gross profit	209,692	224,914
Selling, general and administrative expenses		
Salaries, allowances and bonuses	67,534	62,993
Directors' compensations	30,940	28,490
Provision for bonuses	11,490	11,404
Retirement benefit expenses	4,147	3,920
Provision for directors' retirement benefits	800	1,200
Other	86,768	83,217
Total selling, general and administrative expenses	201,681	191,227
Operating income	8,011	33,687
Non-operating income		
Interest income	2,224	1,567
Dividend income	4,668	4,260
Other	1,036	1,347
Total non-operating income	7,928	7,175
Non-operating expenses		
Foreign exchange losses	272	12
Other	10	10
Total non-operating expenses	283	23
Ordinary income	15,656	40,839
Income before income taxes and minority interests	15,656	40,839
Income taxes - current	574	660
Income taxes - deferred	4,367	10,663
Total income taxes	4,941	11,324
Income before minority interests	10,714	29,515
Net income	10,714	29,515

(In thousands of yen)

Consolidated statements of comprehensive income	First Quarter(FY2013)	First Quarter(FY2014)
Income before minority interests	10,714	29,515
Other comprehensive income		
Valuation difference on available-for-sale securities	24,225	15,636
Foreign currency translation adjustment	986	△246
Remeasurements of defined benefit plans, net of tax	-	2,916
Total other comprehensive income	25,211	18,306
Comprehensive income	35,926	47,821
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	35,926	47,821