



Report on the 47th Term
April 1, 2009 – March 31, 2010

FUJITSU BROAD SOLUTION & CONSULTING Inc.

Securities code: 4793

shaping tomorrow with you

Financial highlights



Note: The financial results for business year 2007 were not provided on a consolidated basis.

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To our shareholders



Takao Kaneko, President (CEO)

兼子孝夫

We greatly appreciate our shareholders' continued support, and hereby report the Company's review of the 47th term (covering business year 2009 from April 1, 2009 to March 31, 2010).

In the term under review, our earnings environment continued to be harsh due chiefly to the reexamination of and delays to IT investments by companies and their requests for price reductions, amid the sluggish domestic economy. Under such circumstances, consolidated net sales decreased from the previous term to ¥32,187 million. Meanwhile, profits remained almost unchanged from a year earlier, with operating income standing at ¥2,231 million, ordinary income at ¥2,020 million and net income at ¥1,147 million. This reflects our efforts to maintain profitability through improving the efficiency of systems development and enhancing productivity.

We will pay ¥12.50 per share for the year-end dividend, subject to approval at the 47th annual meeting of shareholders, to meet the expectation of our shareholders who provide us with their continuing support.

Consequently, our annual dividend will come to ¥25 per share when combined with the interim dividend of ¥12.50.

We hope to go on receiving the support and encouragement of our shareholders in the future.

June 2010

Business report

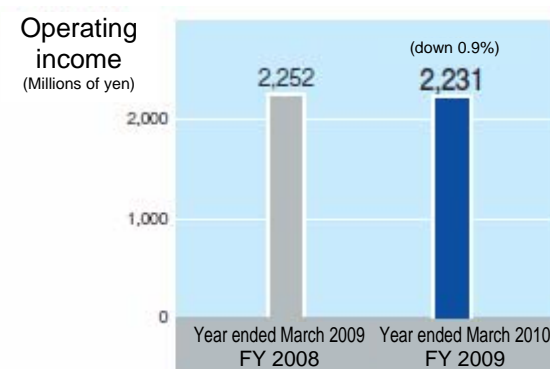
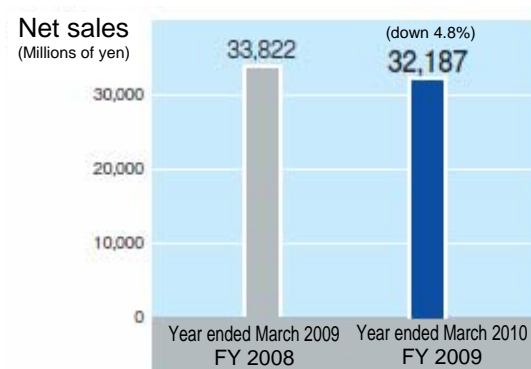
(Documents attached to the notice of 47th annual meeting of shareholders) (from April 1, 2009 to March 31, 2010)

1 Current state of the Company Group

(1) Course of business and results

During the business year under review (from April 1, 2009 to March 31, 2010; the same hereinafter), consolidated net sales came to ¥32,187 million (down 4.8% from the previous business year). This year-on-year decrease was attributable to the reexamination of IT investments mainly by private corporations, and delays in related orders and their requests for price discounts, reflecting the increasing uncertainty about the Japanese economy.

Profits stayed nearly unchanged from the previous business year, thanks to the following measures for ensuring profitability: we improved the cost ratio by standardizing and increasing the efficiency of development by applying Topjax Solution (the development framework of FUJITSU Ltd.), and we reduced selling, general and administrative expenses. Consequently, consolidated operating income was ¥2,231 million (down 0.9% from the previous business year), ordinary income came to ¥2,020 million (down 1.4%) and net income posted ¥1,147 million (down 2.0%).

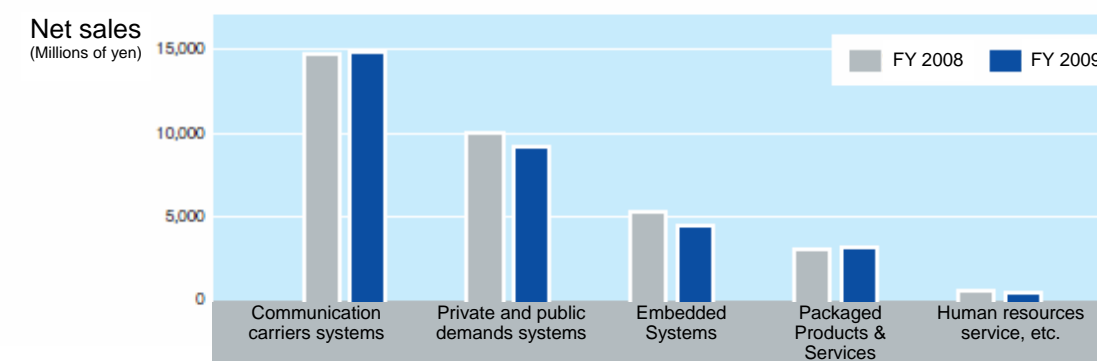


(Unit: millions of yen)

	FY 2008 (46 th)		FY 2009 (47 th)		vs. previous year	
	Amount	Percentage (%)	Amount	Percentage (%)	Change	Rate of change (%)
Net sales	33,822	100.0	32,187	100.0	-1,635	-4.8
Costs of sales	28,656	84.7	27,171	84.4	-1,484	-5.2
Gross profit	5,165	15.3	5,015	15.6	-150	-2.9
Selling, general and administrative expenses	2,913	8.6	2,783	8.7	-129	-4.4
Operating income	2,252	6.7	2,231	6.9	-21	-0.9
Ordinary income	2,048	6.1	2,020	6.3	-28	-1.4
Net income	1,170	3.5	1,147	3.6	-23	-2.0

In the communication carriers systems segment, we continued to be involved in large-scale development projects, such as next-generation key business systems, customer management systems and corporate client data systems for major communication carriers. Particularly, in establishing corporate client data systems, we were able to proceed with each development process within the deadline and provide systems that realize high-quality and stable operations. In the private and public demands systems segment, sales of in-house systems for FUJITSU Ltd. were robust, and sales of various solutions in relation to ERP, medical treatment/pharmaceuticals and use of mobile phones were strong. However, as a whole, the business environment was severe due to a decrease in the number of development projects for system integration (SI) for private-sector companies, centering on manufacturers.

We strove to develop new businesses in the embedded systems segment, as seen in the launch of a joint venture business with the Nikon Group, a leading manufacturer of optical instruments. However, sales at the segment decreased sharply, affected by weak orders for not only mainstay mobile phones but also information home appliances and automobile-related systems. In the packaged products & services segment, sales of the FENCE series of information security software expanded steadily, partly because of a purchase by a major insurance company. Outsourcing services also continued to be robust. Sales for general customers declined substantially, hurt by a drop in sales at the embedded systems segment.



[Net sales by business segment]

(Unit: millions of yen)

	FY 2008 (46 th)		FY 2009 (47 th)		vs. previous year	
	Amount	Percentage (%)	Amount	Percentage (%)	Change	Rate of change (%)
Communication carriers systems	14,765	43.7	14,813	46.0	47	0.3
Private and public demands systems	9,984	29.5	9,232	28.7	-752	-7.5
Embedded systems	5,320	15.7	4,461	13.9	-858	-16.1
Packaged products & services	3,083	9.1	3,181	9.9	98	3.2
Human resources service, etc.	667	2.0	497	1.5	-169	-25.4
Total	33,822	100.0	32,187	100.0	-1,635	-4.8

* Sales for the 46th term are stated according to new business segments.

[Net sales by client]

(Unit: millions of yen)

	FY 2008 (46 th)		FY 2009 (47 th)		vs. previous year	
	Amount	Percentage (%)	Amount	Percentage (%)	Change	Rate of change (%)
FUJITSU Ltd.	15,793	46.7	15,546	48.3	-246	-1.6
FUJITSU Group	5,379	15.9	5,342	16.6	-37	-0.7
Other clients	12,648	37.4	11,297	35.1	-1,350	-10.7
Total	33,822	100.0	32,187	100.0	-1,635	-4.8

The following is a summary of net sales of the reporting company by business segment:

a) **Communication carriers systems**

Net sales for the communication carriers systems segment increased slightly by 0.3% from the previous business year to ¥14,813 million. In the establishment of corporate client data systems for major communication carriers, which we continued to be engaged in from the previous business year, we attained short-period delivery and high-quality development through the adoption of Topjax Solution (the development framework of FUJITSU Ltd.). We also continued to provide the existing business applications revolving around billing (charging systems) and mobile phone shop systems and established information data warehouses.

b) **Private and public demands systems**

Net sales for the private and public demands systems segment were ¥9,232 million, down 7.5%. We steadily expanded the provision of various solutions, including CAP21, an ERP solution for midsize construction companies, solutions for leading pharmaceutical firms, such as a clinical test support system, and mobile phone-based solutions. The business of in-house systems for FUJITSU Ltd., such as a key purchase system and a key sales system, continued to be strong. However, SI development projects for the private sector decreased as private companies curtailed IT investments affected by the economic slowdown.

We began to sell the backbone function of a key purchase system established at FUJITSU Ltd. as a reference model.

c) **Embedded systems**

Net sales for the embedded systems segment decreased sharply by 16.1% to ¥4,461 million. Sales of portable information terminals, information home appliances, automobile-related systems and others were severely hurt by the economic stagnation. Companies continuously put off and reduced the development of these products and systems. The communication infrastructure business expanded due to a rise in demand associated with a new communication environment such as LTE*. To increase new businesses, we established a joint venture with the Nikon Group, a leading manufacturer of optical instruments, to develop firmware for Nikon's digital cameras. This joint venture began operations in August 2009.

* New high-speed data communication standards for mobile phones.

d) **Packaged products & services**

Net sales for the packaged products & services segment rose 3.2% to ¥3,181 million. Sales of packaged products increased steadily, partly because a major insurance company decided to buy the FENCE series of information security software. Sales of the high-speed on-memory database Oh-Pa 1/3 (Oh-Pa One-Third) also advanced, as the database was applied to the new merchandise accounting

system for leading department stores and the new sales information analysis system for major fast food chains. The outsourcing services business remained firm centering on the operation monitoring service at the data centers.

e) **Human resources service, etc.**

Net sales at the human services segment, which covers staffing, placement and other services, declined 25.4% to ¥497 million, due to weaker demand in the temporary staffing market.

(2) **Investment in plant and equipment**

We did not make any significant investments in plant and equipment that should be described here.

(3) **Funding**

We did not perform any funding activities that should be described here.

(4) **Acquisition or disposal of shares and interests in other companies or new equity warrants**

There are no applicable items.

(5) **Assets and profit & loss**

	FY 2006 (44 th) (Reporting company)	FY 2007 (45 th) (Reporting company)	FY 2008 (46 th) (Consolidated)	FY 2009 (47th) (Consolidated)
Net sales (millions of yen)	32,089	33,466	33,822	32,187
Ordinary income (millions of yen)	1,693	2,273	2,048	2,020
Net income (millions of yen)	993	1,216	1,170	1,147
Net income per share (yen)	84.16	103.11	99.22	97.26
Total assets (millions of yen)	26,166	27,944	29,087	29,929

Note: 1: Net income per share is calculated based on the average number of outstanding shares during the term.

2: The financial results for business year 2006 and 2007 were not provided on a consolidated basis.

(6) **Key challenges ahead**

In the IT service industry, technologies are remarkably progressing and the business environment is changing on a daily basis. Against this backdrop, our Group recognizes the following points as key challenges, and will strive to tackle them.

a) **Expanding sales, securing operating income and reducing costs**

The Group recognizes the expansion of orders received and sales as important challenges. In line with this recognition, we will strengthen cooperation with the FUJITSU Group in the SI business to obtain new business opportunities by extracting customer needs, ensure a steady flow of orders regarding continued projects, and expand sales. We will also expand services in the outsourcing service business that leverages the data centers in order to stably secure orders and sales. In addition, we will promote offshore development that makes effective use of our Chinese subsidiary so as to control development costs, secure operating income and reduce other costs.

b) **Improving product productivity and quality**

The Group will provide products and services that satisfy customers. To this end, we will thoroughly manage the progress of projects, standardize our development technologies, improve development efficiency through the use of Topjax Solution, and promote the development of high-performance, high-quality products.

c) **Enhancing efforts toward new businesses**

In the IT industry, it is forecast that Cloud computing will spread due to its features of enabling customers to use various services via the Internet without having special software and hardware. The Group, considering this as a business opportunity, will establish new business models, such as one to provide the ERP solution "CAP21" through Cloud computing, by leveraging the know-how acquired in the outsourcing service business. Furthermore, we will cultivate new customers by selling products whose reference model is the backbone function of the key purchase system established at FUJITSU Ltd.

d) **Developing engineers**

The Group will develop engineers who can respond to the progress of IT technologies with highly specialized technologies and excellent project management capability.

(7) Important parent and subsidiaries

a) **Relationship with parent company**

Our parent company is FUJITSU Ltd. (in Kawasaki-shi), which holds 56.4% (6,660,000 shares) of the total voting shares of the Company. We have been commissioned to develop software, among other things, by FUJITSU Ltd., the sales of which account for 48.3% of the Company's net sales.

b) **Important subsidiaries**

There are no applicable items.

(8) Primary lines of business (as of March 31, 2010)

The Company Group develops and sells computer software as its primary business, and also engages in incidental operations.

(9) Primary offices (as of March 31, 2010)

a) **The Company**

Headquarters	Tradepia Odaiba, 2-3-1, Daiba, Minato-ku, Tokyo
Technology centers	Sendai Technology Center, Mishima Technology Center, Osaka Technology Center, Fukuoka Technology Center
Human resources centers	Tokyo Human Resources Center, Osaka Human Resources Center



Tradepia Odaiba

b) **Consolidated Subsidiary**

Beijing Brain Cell Software Corporation Limited (Beijing, People's Republic of China)

(10) Employees (as of March 31, 2010)

a) **Employees of the Company Group**

No. of employees	Year-on-year change	Average age	Average years of employment
2,093	19	38.3	13.2 years

b) **Employees of the Company**

No. of employees	Year-on-year change	Average age	Average years of employment
1,912	35	39.2	14.1 years

(11) Major creditors (as of March 31, 2010)

We have no loans.

(12) Other important matters concerning the current state of the Company Group

There are no relevant items.

2 Company shares (as of March 31, 2010)

- a) Total number of shares to be issued: 43,200,000 shares
- b) Shares outstanding: 11,800,000 shares
- c) Number of shareholders: 7,178
- d) Major shareholders

Name of shareholder	Shares held in the Company (thousands of shares)	Percentage of shares held (%)
FUJITSU Ltd.	6,660	56.4
Onoe Kigyo K.K.	432	3.6
FUJITSU BROAD SOLUTION & CONSULTING Inc. employee stock ownership society	326	2.7
Fukuya Denken LLC	146	1.2
Benten Trading LLC	99	0.8
State Street Bank and Trust Company 505019	90	0.7
Japan Trustee Services Bank, Ltd. (Trust account)	84	0.7
UBS AG LONDON A/C IPB SEGREGATED CLIENT ACCOUNT	83	0.7
Hidefumi Ito	80	0.6
Deutsche Bank AG London-PB Non-Treaty Clients 613	57	0.4

Note: The percentage of shares held is calculated by deducting 257 shares of treasury stock.

- e) Other important matters concerning shares
There are no relevant items.

3 New equity warrants

There are no relevant items.

4 Directors and auditors

(1) Directors and auditors (as of March 31, 2010)

Position	Name	Responsibility and significant concurrent position
President (CEO)	Takao Kaneko	
Director	Haruyuki Kodama	GM of Business Management & Business Support Group
Director	Chuzou Maruyama	GM of Computer Systems Group 1
Director	Hiroshi Asakawa	GM of Computer Systems Group 2
Director	Yoshiaki Muromachi	GM of Corporate Planning Group CEO of Beijing Brain Cell Software Corporation Ltd.
Director	Makoto Murakami	Executive Officer of FUJITSU Ltd.
Director	Hiroshi Suyama	Managing Director & Officer of FUJITSU Ltd.
Standing Auditor	Tsugio Nijima	
Auditor	Masao Kasugai	Managing Director & Officer of FUJITSU Ltd. President of Fujitsu Capital Co., Ltd.
Auditor	Youichi Hirose	GM & Corporate Controller of Corporate Finance Unit of FUJITSU Ltd.

- Notes:
1. Mr. Makoto Murakami and Mr. Hiroshi Suyama are outside directors.
 2. Mr. Masao Kasugai and Mr. Youichi Hirose are outside auditors.
 3. Mr. Masao Kasugai has many years' experience in accounting and treasury operations at FUJITSU Ltd., and has considerable knowledge in the fields of treasury and accounting. Also, Mr. Youichi Hirose has many years' experience in accounting and treasury operations at FUJITSU Ltd. and has considerable knowledge in the fields of treasury and accounting.
 4. Outside Director Ryo Umemura resigned from his position on June 19, 2009. No one has assumed the position of director or auditor, and no director or auditor has retired from the position since the day following the close of the 46th annual general meeting of shareholders (held on June 24, 2009).
 5. The CEO of Beijing Brain Cell Software Corporation Ltd. changed from Mr. Haruyuki Kodama, Director, to Mr. Yoshiaki Muromachi, Director on December 24, 2009.

(2) Corporate vice presidents (as of March 31, 2010)

The Company has introduced the corporate vice president system to divide management and execution of operations, and the lineup is as follows.

Position	Name	Responsibility
President	Takao Kaneko	
Corporate Executive Vice President	Haruyuki Kodama	GM of Business Management & Business Support Group
Corporate Executive Vice President	Chuzou Maruyama	GM of Computer Systems Group 1
Corporate Senior Vice President	Hiroshi Asakawa	GM of Computer Systems Group 2
Corporate Senior Vice President	Yoshiaki Muromachi	GM of Corporate Planning Group
Corporate Vice President	Michiharu Hirosawa	GM of Embedded Systems Group
Corporate Vice President	Toshio Kobayashi	Deputy GM of Computer Systems Group 2
Corporate Vice President	Akira Ishigami	GM of Packaged Products & Services Group
Corporate Vice President	Yousuke Kondou	Deputy GM of Computer Systems Group 1
Corporate Vice President	Tadashi Kondou	Deputy GM of Computer Systems Group 2
Corporate Vice President	Hideaki Tsumagari	Deputy GM of Computer Systems Group 1

(3) Total compensation to directors and auditors during the current business year

(Unit: millions of yen)

Section	Number of persons	Type of compensation				Total amount of compensation, etc.
		Basic compensation	Stock option	Bonus	Allowance for retirement benefits	
Directors (outside directors)	12 (2)	68 (-)	- (-)	27 (0)	23 (-)	119 (0)
Auditors (outside auditors)	3 (2)	10 (-)	- (-)	5 (0)	1 (-)	18 (0)

- Notes: 1. There were seven directors at the end of the current business year (including two outside directors), together with three auditors (including two outside auditors). The above number of directors includes five directors who retired from their positions upon the conclusion of the 46th annual meeting of shareholders held on June 24, 2009. The said five directors received a total of ¥10 million, including the above compensation, etc. and employee wages that are paid to directors who are also employees.
2. The maximum compensation amount for directors is as follows:
- (1) The maximum amount paid to directors
¥140 million annually (resolved at the 43rd annual meeting of shareholders held on June 29, 2006)
- (2) The maximum amount paid to auditors
¥30 million annually (resolved at the 43rd annual meeting of shareholders held on June 29, 2006)
3. In addition to the above compensation, three outside officers received compensation from the Company's parent or the parent's subsidiary, and that compensation totaled less than ¥1 million.
4. In addition to the above compensation, etc., retirement benefits for officers were paid to directors who retired from their positions upon the conclusion of the 46th annual general meeting of shareholders held on June 24, 2009 in accordance with the resolution of the said meeting, as shown below.
- A total of ¥18 million was paid to the five retired directors.
 - The above amount includes ¥10 million of the addition to allowance for retirement benefits which had been included in the above total amount of compensation, etc. and in the total amount of compensation, etc. for officers in the financial statements during the previous business years.
5. In addition to the above compensation, if the "Proposal of payment of retirement bonuses to retiring directors" is approved at the 47th annual meeting of shareholders to be held on June 23, 2010, the company will pay a total of ¥48 million to two directors and one auditor as director's retirement bonuses in accordance with specific standards.

(4) Outside directors and auditors

a) Important concurrent service as executive director or other post in other corporations

Concurrent services by Mr. Makoto Murakami, Director, Mr. Hiroshi Suyama, Director, Mr. Masao Kasugai, Auditor, and Mr. Youichi Hirose, Auditor, are as stated in (1) Directors and auditors. In this regard, the relation between the Company and FUJITSU Ltd. is as stated in "(7) Important parent and subsidiaries' state" of "1 Current state of the Company Group."

b) Important concurrent service as outside director in other corporations

Mr. Masao Kasugai, Auditor
President of FUJITSU CAPITAL, Ltd.
The Company has deposited funds with FUJITSU CAPITAL, Ltd.
This company is a wholly-owned subsidiary of Fujitsu Ltd.

c) Relations with specific related enterprises, including major business partners

There are no relevant items.

d) Primary activities in the current business year

Primary activities of outside directors and auditors are as follows:

Classification	Name	Attendance and statement
Director	Makoto Murakami	Attended ten of twelve Board of Directors meetings (ten meetings after he took office), and made necessary remarks from time to time in deliberating agendas to ensure proper performance of operations, among others.
Director	Hiroshi Suyama	Attended ten of twelve Board of Directors meetings (ten meetings after he took office), and made necessary remarks from time to time in deliberating agendas to ensure proper performance of operations, among others.
Auditor	Masao Kasugai	Attended eleven of twelve Board of Directors meetings, and six of six Board of Auditors meetings, and made necessary remarks from time to time in deliberating agendas from a specialized treasury and accounting perspective.
Auditor	Youichi Hirose	Attended ten of twelve Board of Directors meetings, and five of six Board of Auditors meetings, and made necessary remarks from time to time in deliberating agendas from a specialized treasury and accounting perspective.

e) Limited liability contracts

There are no relevant items.

5 Independent Auditors

(1) Name of the Independent Auditors

Ernst & Young ShinNihon LLC

(2) Compensation

- a) Compensation paid to the Independent Auditors for the relevant business year: ¥38 million
- b) Total pecuniary and other property interests to be provided by the Company to the audit company: ¥38 million

Note: In the audit contract made between the Company and the Independent Auditors, the amount of compensation for audits under the Company Law and the amount of compensation for audits under the Securities and Exchange Law are not separated, and those amounts cannot be separated on an actual basis, so we have entered the total amount as shown in a) above.

(3) Non-audit operations

There are no relevant items.

(4) Policy on dismissal or non-reappointment of the accountant

There are no relevant items.

(5) Limited liability contracts

There are no relevant items.

6 Development of a system to ensure proper operations

The following describes our basic policies on the establishment of an internal control system (the establishment of the system as stipulated in Clauses 4 item 6 of Article 362 of the Companies Act, and the respective paragraphs of Clauses 1 and 3, Article 100 of the Enforcement Regulations of the Companies Act).

(1) Purpose

We aim, as our corporate philosophy, to “constantly seek reforms, contribute to building a networked society that is comfortable and secure, and provide a rich future of dreams for people around the world,” and focus on fulfilling our social responsibilities to our stakeholders such as employees, clients, shareholders and investors, counterparties and business partners, communities and world communities, in accordance with the “FUJITSU Way,” the group’s philosophy and principles, as a member of the Fujitsu Group.

(2) System to ensure proper performance of our operations

1. System to ensure that the performance of duties by directors and employees complies with laws, regulations and the Articles of Incorporation
 - a) We will establish a code of corporate conduct whereby directors and employees perform their duties in compliance with laws, regulations and the Articles of Incorporation (hereinafter referred to as the “Laws, etc.”), fulfill our social responsibility, and make this code well known to all directors and employees.
 - b) To promote compliance with Laws, etc. when carrying out our business activities, we will appoint a director who is responsible for compliance with Laws, etc., and establish a compliance system.
 - c) The director responsible for compliance with Laws, etc. will foster awareness of compliance by implementing training and educational programs for employees.

- d) To promptly identify any acts that may infringe on Laws, etc. and take proper measures to deal with such acts through a communications route independent of the normal business lines, we will manage an internal reporting system in which protection of reporters is ensured.
2. System to retain and control information on directors’ performance of duties
 - a) We will properly retain the following documents involving decisions made by directors or reports to directors and other important information. In addition, we will prepare, retain, and destroy such documents and information in accordance with the Information Control Rules and Document Control Rules.
 - Minutes of general meetings of shareholders and related materials
 - Minutes of board of directors meetings and related materials
 - Minutes of other important decision-making meetings and related materials
 - Approval documents indicating approval given by directors and related documents
 - Other important documents concerning directors’ performance of duties
 - b) Directors and auditors may inspect the documents in a) above to confirm the performance of duties, and the persons responsible for the respective documents shall develop a system whereby such documents can be inspected at the request of directors and auditors.
 3. Rules and other systems on managing risks
 - a) The Company aims to continue its business, increase its corporate value, and steadily expand its corporate activities. We designate a department in charge for each risk, and develop a proper risk management system to deal with any risk that could impede these aims.
 - b) Directors shall always assess and examine any risks that could harm the Company and report important risks to the Board of Directors.
 - c) Directors shall conduct risk control, such as compiling risk prevention measures, to guard against the risks in (b) above and other risks that we have assumed will occur in the course of our business, and act to minimize losses. In addition, to minimize losses arising from risks that materialize, directors shall establish a risk management committee, take necessary measures, regularly analyze risks that have materialized, submit reports to the Board of Directors and similar bodies, and act to prevent the occurrence of similar risks.
 - d) The Company manages an internal reporting system that puts in place protective measures for those who report, in order to gather risk information that may not be captured through the above.
 4. System to ensure efficient performance of duties by directors
 - a) The Board of Directors shall clarify the job authority of directors and other executive organizations, and have directors and such organizations perform duties according to their own assignments.
 - b) Directors shall make decisions on the performance of duties through proper decision-making procedures based on the Board of Directors Rules, Executive Committee Rules, Approval Rules, and Job Descriptions.
 - c) The Company will promote continuous development of the internal control system and reform of business processes to make business efficient.
 - d) The Company will clarify its management goals, set performance goals by business division, and clarify the parties responsible for achieving such goals.
 - e) The Board of Directors shall monitor and supervise the achievement of management goals by having directors and other executive organizations submit monthly closing reports and other documents.

5. System to ensure appropriate operations of the Group comprised of the Company and its parent and subsidiaries
To ensure appropriate operations of its subsidiaries, the Company will implement necessary controls according to the state of the subsidiaries through the division in charge of control of affiliates under the Affiliates Management Rules.

6. System to ensure appropriate audits by the auditors
<Ensuring independence>
a) The Company will establish an auditing department as an organization of employees to assist auditors' duties, and always deploy the proper number of members.
b) To ensure the independence of members of the auditor department, directors shall make decisions on matters concerning personnel affairs, including the appointment and transfer of members and their compensation, on the basis of prior consultations with the auditors.
<Reporting system>
a) Directors shall provide auditors with opportunities to attend important meetings.
b) Directors and employees shall immediately report to auditors if they discover an event that could cause serious harm to the Company or its subsidiaries or affiliates that has occurred or is likely to occur, or any act violating laws, regulations or the Articles of Incorporation, or if an unlawful act is identified at such companies.
<Ensuring effectiveness>
a) Auditors shall exchange information with representative directors on a regular basis, and cooperate with the internal audit division to ensure proper communications and implement effective audit activities.
b) Auditors shall have the accounting auditors explain and report on the results of audits, from time to time, and exchange information with them on a regular basis.

[Implementation status]

We are carrying out the following with a view to adhering to the corporate philosophy, corporate principles, guidelines and standards for behavior as provided in the "FUJITSU Way," which embodies the philosophy and principles of the FUJITSU Group, ensuring that they spread throughout the Group and run deep within us.

- Spread of "FUJITSU Way"
Through internal education, we are ensuring that the "FUJITSU Way" spreads to all employees and runs deep within them.
- Promotion of compliance
We make efforts to ensure laws and regulations, social standards and internal rules take root. We also operate the Human Rights Issue Consultation Service and the Internal Reporting System (service for reporting violations of laws, etc.) to ensure compliance with standards for behavior.
- Promotion of risk management
We have formulated the "Risk Management Regulations," and are working to instill an awareness of risk in all our employees through internal education. In addition, we seek to gather and extract risk information promptly and coordinate with the Risk Management Committee of FUJITSU Ltd. to not only minimize the occurrence of actual losses to our clients, the Company and the FUJITSU Group, but also to check the status of the preventive measures and recurrence prevention measures.

Fractions less than the relevant unit have been rounded down in this report.

Balance Sheet (as of March 31, 2010)

(Unit: millions of yen)

Account title	Amount	Account title	Amount
Assets		Liabilities	
Current assets	20,331	Current liabilities	5,681
Cash and deposits	942	Accounts payable - trade	1,879
Deposits paid	8,100	Accrued expenses	2,254
Notes and accounts receivable - trade	9,456	Income taxes payable	546
Inventories	653	Provision for directors' bonuses	18
Deferred tax assets	842	Other	982
Other	343	Noncurrent liabilities	7,187
Allowance for doubtful accounts	-8	Provision for retirement benefits	7,061
Noncurrent assets	9,598	Provision for directors' retirement benefits	107
Property, plant and equipment	2,091	Other	17
Buildings and structures, net	657	Total liabilities	12,868
Vehicles and delivery equipment, net	2	Net assets	
Tools, furniture and fixtures, net	162	Shareholders' equity	16,982
Land	1,268	Capital stock	1,970
Intangible assets	575	Capital surplus	3,012
Software	544	Retained earnings	12,000
Other	31	Treasury stock	-0
Investments and other assets	6,931	Valuation and translation adjustments	-9
Investment securities	45	Valuation difference on available-for-sale securities	-1
Long-term deposits	3,500	Foreign currency translation adjustment	-8
Long-term loans receivable from employees	19	Minority interests	87
Deferred tax assets	3,008	Total net assets	17,060
Other	392	Total liabilities and net assets	29,929
Allowance for doubtful accounts	-35		
Total assets	29,929		

Note: Amounts are rounded down to the nearest million yen.

Consolidated Statements of Income

(April 1, 2009 – March 31, 2010)

(Unit: millions of yen)

Account title	Amount
Net sales	32,187
Costs of sales	27,171
Gross profit	5,015
Selling, general and administrative expenses	2,783
Operating income	2,231
Non-operating income	
Interest income	57
Miscellaneous income	27
Total non-operating income	84
Non-operating expenses	
Amortization of shortage reserve for retirement benefits	267
Miscellaneous expenses	28
Total non-operating expenses	295
Ordinary income	2,020
Income before income taxes and minority interests	2,020
Income taxes-current	1,002
Income taxes-deferred	-142
Total income taxes	860
Minority interests in loss	12
Net income	1,147

Note: Amounts are rounded down to the nearest million yen.

Consolidated Statements of Changes in Net Assets

(April 1, 2009 - March 31, 2010)

(Unit: millions of yen)

	Shareholders' Equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance as at March 31, 2009	1,970	3,012	11,154	-0	16,136
Changes of items during the period					
Dividends from surplus			-294		-294
Net income			1,147		1,147
Purchase of treasury stock				-0	-0
Other			-6		-6
Net changes of items other than shareholders' equity					
Total changes of items during the period	-	-	845	-0	845
Balance as at March 31, 2010	1,970	3,012	12,000	-0	16,982

	Valuation and translation adjustments			Minority interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Total valuation and translation adjustments		
Balance as at March 31, 2009	-1	-6	-7	79	16,208
Changes of items during the period					
Dividends from surplus					-294
Net income					1,147
Purchase of treasury stock					-0
Other					-6
Net changes of items other than shareholders' equity	0	-2	-1	7	6
Total changes of items during the period	0	-2	-1	7	851
Balance as at March 31, 2010	-1	-8	-9	87	17,060

Note: Amounts are rounded down to the nearest million yen.

Notes to Consolidated Statements

Notes to important items that form a basis in preparing consolidated financial statements

1. We prepared consolidated financial statements in accordance with the Company Accounting Regulations (Ministry of Justice Order No. 13, February 7, 2006; last amendment: Ministry of Justice Order No. 46, December 11, 2009).
2. Items with regard to the scope of consolidation

Number of consolidated subsidiaries	2
Names of consolidated subsidiaries	Togen Business Software Corporation Limited Beijing Brain Cell Software Corporation Limited
3. Items with regard to the application of equity method

Affiliated company Nikon Imaging Systems Inc., not accounted for by the equity method, is excluded from the scope of equity-method accounting as the effects of its net profit/loss (portion corresponding to holdings), retained earnings (portion corresponding to holdings), and other results on the consolidated financial statements are insignificant and its overall business performance is not material in terms of accounting.
4. Items in relation to the business years of the consolidated subsidiaries, etc.

Out of our consolidated subsidiaries, the accounting year of Beijing Brain Cell Software Corporation Limited ends on December 31. In preparing consolidated financial statements, we use the financial statements as of that date and make necessary adjustments for the purpose of consolidation in case of any material transactions that occur before the consolidated accounting closing date. The accounting closing date for the other consolidated subsidiary is the same as the consolidated accounting closing date.
5. Items in relation to the standards for accounting treatment
 - (1) Valuation standards and methods for important assets
 - a) Short-term investment securities

Other securities:
Securities with market values: Market value method based on the market value, etc. as at the date of account closing
Difference between the acquisition cost and the market value:
.....Stated as a component of net assets.
Cost of sales:
.....Calculated by the moving average cost method.
 - Securities without market values: .. Cost method, primarily based on the moving average method
 - b) Inventories

Merchandise and products: Cost method, primarily based on the first-in first-out method
Work-in-process: Cost method, primarily based on the identified cost method
Materials and stocks: Cost method, primarily based on the first-in first-out method
Inventories whose profitability has been deteriorated are lowered their book values.
 - (2) Depreciation methods for important depreciable assets
 - a) Property, plant and equipment

The declining balance method is mainly adopted.
Primary useful lives are as follows:
Buildings and structures: 45-47 years
Tools, furniture and fixtures: 4-6 years
 - b) Intangible non-current assets

Software for sale on markets:
Method based on projected sales volume over the estimated life of the product (3 years) is mainly adopted.
Software for internal use:
Straight-line method based on the internal useful life of the software (5 years) is mainly adopted
Other: Straight-line method is adopted.
 - (3) Standards for determining the amounts of important allowances
 - a) Allowance for doubtful accounts

To prepare for bad debts from accounts receivable and loans, we record the estimated uncollectible amount based either on the credit loss ratio for general debts or on the individual collectibility of specific debts including doubtful receivables.
 - b) Provision for directors' bonuses

To prepare for payment of bonuses to directors, we provide for accrued bonuses based on the estimated payment amount during the current consolidated accounting year.
 - c) Provision for retirement benefits

To prepare for payment of retirement benefits to employees, we provide for retirement benefits based on the retirement pay obligations and estimated amount of pension assets at the end of the current consolidated accounting year. The difference at the time of change in the accounting standards is expensed by the amount proportionately reduced in 10 years.
Any actuarial gain or loss is expensed by the straight-line method, based on the average remaining period of service by employees at the time of occurrence in each consolidated accounting year, from the consolidated accounting year following the one in which such gain or loss occurs.

- d) Provision for directors' retirement benefits

To prepare for payment of retirement benefits to directors, we provide for the entire amount to be paid at the end of the current consolidated accounting year in accordance with the internal rules.
- (4) Standards for converting important foreign currency denominated assets or liabilities into Japanese yen

Foreign currency denominated monetary claims and obligations are converted at spot foreign exchange rates as of the date of consolidated account closing into Japanese yen. Any differences due to conversion are accounted for as income or expenses.
Further, the assets and liabilities of subsidiaries outside Japan are converted at spot foreign exchange rates as of the date of the consolidated account closing for a relevant subsidiary into Japanese yen. Income and expenses are converted at the average exchange rates during the term into Japanese yen, and any differences are accounted for in the foreign currency translation adjustment account under net assets and minority interest.
- (5) Standards for recording income and expenses

They are primarily accounted in accordance with the Accounting Standards for Construction Contracts. We adopt the percentage of completion method (in accordance with the cost percentage method to determine the progress of the construction) for the progress until the end of the current consolidated accounting year when we consider it certain to achieve the deliverables. The completed contract method is adopted otherwise.
- (6) Other important items in preparing the consolidated financial statements

Methods for accounting consumption taxes, etc.
Consumption tax and local consumption tax are accounted for based on the net of tax method.
- (7) Changes in significant accounting policies

Application of Partial Amendments to Accounting Standards for Retirement Benefits (Part 3)
Beginning in the fiscal year under review, we applied the "Partial Amendments to Accounting Standards for Retirement Benefits (Part 3)" (ASBJ Statement No. 19, July 31, 2008). This change has no impact on consolidated operating income, ordinary income and income before income taxes and minority interests.

Notes to the Consolidated Balance Sheet

Cumulative depreciation amount for tangible non-current assets ¥1,884 million

Notes to the Statement of Changes in Net Assets

1. Matters relating to the types and total number of shares issued as well as the types and total number of treasury stock

	Number of shares at the end of the previous consolidated accounting year (shares)	Increase in the number of shares during the current consolidated accounting year (shares)	Decrease in the number of shares during the current consolidated accounting year (shares)	Number of shares at the end of the current consolidated accounting year (shares)
Shares issued				
Common stock	11,800,000	-	-	11,800,000
Total	11,800,000	-	-	11,800,000
Treasury stock				
Common stock (note)	190	67	-	257
Total	190	67	-	257

Note: The increase of 67 shares in the number of common stock under treasury stock is due to the purchase of fractional shares.

2. Items relating to dividend

- (1) Dividend payment amount

Resolution	Type of stock	Total dividend amount	Dividend per share	Record date	Effective date
June 24, 2009 Annual meeting of shareholders	Common	¥147,000,000	¥12.5	March 31, 2009	June 25, 2009
October 21, 2009 Board of directors meeting	Common	¥147,000,000	¥12.5	September 30, 2009	November 26, 2009

- (2) Out of dividends whose base dates belong to the current consolidated accounting year, those dividends whose effective dates fall on dates during the next consolidated accounting year

Resolution	Type of stock	Total dividend amount	Source of dividends	Dividend per share	Record date	Effective date
June 23, 2010 Annual meeting of shareholders	Common	¥147,000,000	Retained earnings	¥12.5	March 31, 2010	June 24, 2010

Notes to financial instruments

1. Status of financial instruments

(1) Policy for financial instruments

The Group conducts financial activities in accordance with the "FUJITSU Group Financial Rules."

Temporary surplus funds are invested in highly safe financial assets, while ensuring the liquidity necessary for business activities.

(2) Contents of financial instruments and risks associated with them

Notes and accounts receivable, which are operating receivables, are exposed to the credit risks of our customers.

Investment securities, mainly shares related to business alliances with client customers, are exposed to the fluctuation risk of market prices.

Accounts payable and accrued expenses, which are operating payables, are generally due within one year. With regard to some operating payables, compensation for subcontracting to overseas client companies is foreign currency-denominated, and hence, they are exposed to the fluctuation risk of exchange rates.

(3) Risk management system for financial instruments

a) Management of credit risks (risks associated with our customers' nonfulfillment of a contract)

In selling products and providing services, the Company strives to mitigate collection risk in accordance with the credit management standards and procedures. As for operating receivables, a division that is independent from the sales department checks the credit standing of client companies and manages the due date and the balance for each client to make collection smooth and certain.

Cash and deposits are managed by diversifying managers while taking into account their creditworthiness.

The maximum amount of credit risks as of the consolidated account settlement date for the fiscal year under review is shown by the value of financial assets that are exposed to credit risks in the Balance Sheet.

b) Management of market risks (fluctuation risks of exchange rates, interest rates, etc.)

With regard to operating receivables and payables denominated in foreign currencies, the Company keeps track of the fluctuation risk of exchange rates by currency on a monthly basis.

As for marketable securities and investment securities, the Company keeps track of market values and financial conditions of the issuers on a regular basis. We also review the holdings regularly taking into account relations with the issuers.

c) Management of liquidity risks associated with fund procurements (risks of failure to repay on the due date)

To ascertain demand for funds, the Company prepares a cash flows plan. We also reduce liquidity risks by diversifying our fundraising methods.

(4) Supplemental explanation about market values, etc. of financial instruments

The fair values of financial instruments include values based on market prices or reasonably calculated values where market prices are unavailable. As variable factors are incorporated into the calculation of said values, they may vary depending on the prerequisites that are adopted.

2. Fair values, etc. of financial instruments

The amounts of financial instruments on the Consolidated Balance Sheet, the fair values of said instruments, and their differences, as of March 31, 2010 are as follows.

Financial instruments whose fair values are thought to be extremely difficult to ascertain are not included in the following table.

(Unit: millions of yen)

	Amount on Consolidated Balance Sheet	Fair value	Difference
(1) Cash and deposits	942	942	—
(2) Deposits paid	8,100	8,100	—
(3) Notes and accounts receivable	9,456		
Allowance for doubtful accounts*	-8		
	9,448	9,448	—
(4) Marketable securities and investment securities			
Other securities	4	4	—
(5) Long-term deposits paid	3,500	3,511	11
Total assets	21,995	22,006	11
(1) Accounts payable	1,879	1,879	—
(2) Accrued expenses	2,254	2,254	—
Total liabilities	4,133	4,133	—

* Allowance for ordinary doubtful accounts mainly concerning accounts receivable is deducted.

Allowance for doubtful accounts is stated as a deduction item for notes receivable, accounts receivable, etc.

Notes:

1. Calculation methods for the fair values of financial instruments and securities

Assets

(1) Cash and deposits, (2) Deposits paid and (3) Notes and accounts receivable

As these are settled on a short-term basis, and their fair values are almost equal to their book values, their book values are used as their fair values.

(4) Marketable securities and investment securities

The fair values of shares, etc. are determined by the quoted market price.

(5) Long-term deposits paid

The fair value of long-term deposits paid is calculated from the present value of the future cash flows discounted at an appropriate rate, such as the yield on government bonds.

Liabilities

(1) Accounts payable and (2) Accrued expenses

As these are settled on a short-term basis, and their fair values are almost equal to their book values, their book values are used as their fair values.

2. Financial instruments whose fair values are thought to be extremely difficult to ascertain are as follows.

Classification	Amount on Consolidated Balance Sheet (millions of yen)
Unlisted shares	41

The unlisted shares have no market price, and their fair values are thought to be extremely difficult to ascertain. Hence, they are not included in "(4) Marketable securities and investment securities."

Notes to the per share information

1. Net assets per share:	¥1,438.40
2. Net income per share:	¥97.26

Note on important subsequent events

There are no relevant items.

Other notes

Notes to retirement benefits

1. Overview of retirement benefit system adopted

The Group adopts a defined-benefit pension system, mainly consisting of the jointly established corporate pension fund system (Kanto IT Software Pension Fund) and the lump-sum retirement payment system.

Matters concerning the multi-employer pension system, where required contributions are recognized as retirement benefit expenses, are as follows.

(1) Funded status of the entire system (as of March 31, 2009)

	(Unit: millions of yen)
Pension assets	127,937
Benefit obligation based on pension finance calculation	155,636
Difference	<u>-27,699</u>

(2) Ratio of the Company's employees participating in the entire system to the total (as of March 31, 2009)

2.30%

(3) Supplementary explanation

The difference in the above (1) resulted mainly from a general reserve of ¥19,539 million, additional amount adjusted after asset valuation of -¥19,342 million, and deficiency of ¥27,896 million for the fiscal year under review. Under the said system, the prior service cost is amortized over 20 years.

2. Retirement benefit obligation (as of March 31, 2010)

(Unit: millions of yen)

a) Retirement benefit obligation	-6,479
b) Pension assets	-
c) Unfunded retirement benefit obligation (a + b)	-6,479
d) Unrecognized difference at change of accounting standards	-
e) Unrecognized actuarial difference	-582
f) Unrecognized prior service cost (decrease in cost)	-
g) Net amount stated in Consolidated Balance Sheet (c + d + e + f)	-7,061
h) Prepaid pension expenses	-
i) Allowance for retirement benefits (g - h)	-7,061

3. Retirement benefit expenses (from April 1, 2009 to March 31, 2010)

(Unit: millions of yen)

a) Service expenses (Note)	752
b) Interest expenses	157
c) Expected investment income	-
d) Amortization of the difference at change of accounting standards	267
e) Amortization of actuarial difference	-31
f) Amortization of prior service cost	-
g) Retirement benefit expenses (a + b + c + d + e + f)	1,145

Note: The service expenses include employer contributions to the corporate pension fund.

4. Basis for calculation of retirement benefit obligation, etc.

a) Method for allocating projected retirement benefits over period:	Straight-line standards
b) Discount rate:	2.5%
c) Years over which actuarial difference is amortized:	15-19
	(Actuarial difference is amortized respectively from the consolidated fiscal years following those in which the difference is recognized by the straight-line method over the average remaining years of service of the employees.)
d) Years over which the difference at change of accounting standards is amortized:	10

Balance Sheet (as of March 31, 2010)

(Unit: millions of yen)

Account title	Amount	Account title	Amount
Assets		Liabilities	
Current assets	20,008	Current liabilities	5,571
Cash and deposits	653	Accounts payable - trade	1,967
Deposits paid	8,100	Accounts payable - other	174
Notes receivable - trade	14	Accrued expenses	2,254
Accounts receivable-trade	9,492	Income taxes payable	544
Merchandise and products	10	Accrued consumption taxes	468
Work in process	568	Advances received	54
Materials and stocks	0	Deposits received	88
Advance payments - trade	141	Provision for directors' bonuses	18
Prepaid expenses	150	Other	0
Deferred tax assets	839	Noncurrent liabilities	7,169
Other	45	Provision for retirement benefits	7,061
Allowance for doubtful accounts	-8	Provision for directors' retirement benefits	107
Noncurrent assets	9,716	Total liabilities	12,741
Property, plant and equipment	2,061	Net assets	
Buildings, net	648	Shareholders' equity	16,984
Structures, net	1	Capital stock	1,970
Tools, furniture and fixtures, net	141	Capital surplus	3,012
Land	1,268	Legal capital surplus	3,012
Intangible assets	575	Retained earnings	12,002
Software	544	Legal retained earnings	86
Telephone subscription right	23	Other retained earnings	11,915
Other	7	Reserve for software programs	3
Investments and other assets	7,079	Reserve for special depreciation	4
Investment securities	17	General reserve	8,735
Stocks of subsidiaries and affiliates	190	Retained earnings brought forward	3,172
Long-term deposits	3,500	Treasury stock	-0
Long-term loans receivable from employees	18	Valuation and translation adjustments	-1
Guarantee deposits	340	Valuation difference on available-for-sale securities	-1
Deferred tax assets	3,008	Total net assets	16,983
Other	39	Total liabilities and net assets	29,724
Allowance for doubtful accounts	-35		
Total assets	29,724		

Note: Amounts are rounded down to the nearest million yen.

Statements of Income (April 1, 2009 - March 31, 2010)

(Unit: millions of yen)

Account title	Amount
Assets	
Net sales	31,998
Costs of sales	27,047
Gross profit	4,951
Selling, general and administrative expenses	2,734
Operating income	2,216
Non-operating income	
Interest income	56
Miscellaneous income	16
Total non-operating income	73
Non-operating expenses	
Amortization of shortage reserve for retirement benefits	267
Miscellaneous expenses	25
Total non-operating expenses	293
Ordinary income	1,996
Income before income taxes	1,996
Income taxes-current	996
Income taxes-deferred	-141
Total income taxes	854
Net income	1,142

Note: Amounts are rounded down to the nearest million yen.

Statements of Changes in Net Assets (April 1, 2009 - March 31, 2010)

(Unit: millions of yen)

(Unit: millions of yen)

	Shareholders' Equity										Total share-holders' equity
	Capital stock	Capital surplus		Legal retained earnings	Retained earnings				Total retained earnings	Treasury stock	
		Legal capital surplus	Total capital surplus		Other retained earnings			Retained earnings brought forward			
				Reserve for software programs	Reserve for special depreciation	General reserve					
Balance as at March 31, 2009	1,970	3,012	3,012	86	14	11	8,735	2,307	11,155	-0	16,137
Changes of items during the period											
Dividend from surplus								-294	-294		-294
Reversal of reserve for software programs					-10			10	-		-
Reversal of reserve for special depreciation						-7		7	-		-
Provision of general reserve							-	-	-		-
Current net income								1,142	1,142		1,142
Purchase of treasury stock										-0	-0
Net changes of items other than shareholders' equity											
Total changes of items during the period	-	-	-	-	-10	-7	-	865	847	-0	847
Balance as at March 31, 2010	1,970	3,012	3,012	86	3	4	8,735	3,172	12,002	-0	16,984

	Valuation and translation adjustments		Total net assets
	Valuation difference on available -for-sale securities	Total valuation and translation adjustments	
Balance as at March 31, 2009	-1	-1	16,135
Total changes of items during the period			
Dividend from surplus			-294
Reversal of reserve for software programs			-
Reversal of reserve for special depreciation			-
Provision of general reserve			-
Current net income			1,142
Purchase of treasury stock			-0
Net changes of items other than shareholders' equity	0	0	0
Total changes of items during the period	0	0	847
Balance as at March 31, 2010	-1	-1	16,983

Note: Amounts are rounded down to the nearest million yen.

Individual Notes

Notes on significant accounting policies

1. We prepared financial statements in accordance with the Company Accounting Regulations (Ministry of Justice Order No. 13, February 7, 2006; last amendment: Ministry of Justice Order No. 46, December 11, 2009).
2. Valuation standards and methods of assets
 - (1) Valuation standards and methods of short-term investment securities
 - Shares in subsidiaries and affiliates: Moving average cost method
 - Other securities:
 - Securities with market value: Market value method based on the market value at fiscal year-end
 - Difference between the acquisition cost and the market value: Stated as a component of net assets.
 - Cost of sales: Calculated by the moving average cost method.
 - Securities without market value: .. Cost method based on the moving-average method
 - (2) Valuation standards and methods of inventories
 - Merchandise and products: Cost method based on the first-in first-out method
 - Work in process: Cost method based on the identified cost method
 - Materials and stocks: Cost method based on the first-in first-out method
 - Inventories of which profitability has been deteriorated are lowered their book values.
3. Depreciation methods for noncurrent assets
 - (1) Property, plant and equipment
 - The declining balance method is adopted.
 - Primary useful lives are as follows:
 - Buildings: 45-47 years
 - Tools, furniture and fixtures: 4-6 years
 - (2) Intangible assets
 - Software for sale on markets:
 - Method based on projected sales volume over the estimated life of the product (3 years) is adopted.
 - Software for internal use:
 - Straight-line method based on the internal useful life of the software (5 years) is adopted.
 - Other:
 - Straight-line method is adopted.
4. Standards for determining the amounts of allowances
 - (1) Allowance for doubtful accounts
 - To prepare for bad debts from accounts receivable and loans, we record the estimated uncollectible amount based either on the credit loss ratio for general debts or on the individual collectibility of specific debts including doubtful receivables.
 - (2) Provision for directors' bonuses
 - To prepare for payment of bonuses to directors, we provide for accrued bonuses based on the estimated payment amount for the current business year.
 - (3) Provision for retirement benefits
 - To prepare for payment of retirement benefits to employees, we provide for retirement benefits based on the retirement pay obligations and estimated amount of pension assets at the end of the current business year.
 - The difference at the time of change in the accounting standards is expensed by the amount proportionately reduced in 10 years.
 - Any actuarial gain or loss is expensed by the straight-line method, based on the average remaining period of service by employees at the time of occurrence in each business year, from the business year following the one in which such gain or loss occurs.
 - (4) Provision for directors' retirement benefits
 - To prepare for payment of retirement benefits to directors, we provide for the entire amount to be paid at the end of the current business year in accordance with the internal rules.

5. Standards for accounting income and expenses
 - Built-to-order software
 - We applied the percentage of completion method for the progress until the end of the business year under review when we consider it certain to achieve the deliverables. The completed contract method was adopted otherwise.
 - In applying the percentage of completion method, the degree of progress at the end of the business year under review was estimated using the cost proportion method.
6. Other significant matters based on which financial statements are prepared
 - Method for accounting consumption taxes and other taxes:
 - Consumption tax and local consumption tax are accounted for on a net-of-tax basis.
7. Changes in significant accounting policies
 - Application of Partial Amendments to Accounting Standards for Retirement Benefits (Part 3)
 - Beginning in the fiscal year under review, we applied the "Partial Amendments to Accounting Standards for Retirement Benefits (Part 3)" (ASBJ Statement No. 19, July 31, 2008). This change has no impact on consolidated operating income, ordinary income and income before income taxes and minority interests.

Notes to the balance sheet: (millions of yen)

1. Accumulated depreciation of tangible assets:	1,857
2. Monetary claims in and obligations to affiliates	
Short-term monetary claims:	5,140
Short-term monetary obligations:	185

Notes to the statements of income: (millions of yen)

Value of transactions with affiliates	
Value of business transactions	
Net sales:	15,628
Purchases:	420
Value of other transactions:	229

Notes to the statements of changes in shareholders' equity:

Matters relating to the types and number of own shares

	Number of shares as at the end of the previous business year (shares)	Increase in the number of shares during the current business year (shares)	Decrease in the number of shares during the current business year (shares)	Number of the shares as at the end of the current business year (shares)
Treasury stock				
Common stock (note)	190	67	-	257
Total	190	67	-	257

Note: The increase of 67 shares in the number of common stock under treasury stock is due to the purchase of fractional shares.

Notes on tax effect accounting

Details of deferred tax assets and liabilities by primary cause of occurrence

Deferred tax assets	(millions of yen)
Provision for retirement benefits	2,873
Accrued bonuses	784
Intangible assets	79
Business taxes payable and business facility taxes payable	51
Other	209
Deferred tax assets, subtotal	3,998
Valuation reserve	-145
Deferred tax assets, total	3,853
Deferred tax liabilities	(millions of yen)
Reserves for the purpose of the Act on Special Measures Concerning Taxation	-5
Deferred tax liabilities, total	-5
Net deferred tax assets	3,847

Notes on transactions with the related parties

1. Parent and major corporate shareholders

Type	Company name	Address	Capital (millions of yen)	Business lines	Ratio of ownership (owned by other) of voting rights	Relationship with related parties	Content of transaction	Transaction amount (millions of yen)	Account title	Closing balance (millions of yen)
Parent	Fujitsu Ltd.	Nakahara-ku, Kawasaki-shi, Kanagawa-ken	324,625	Software services, development, manufacturing and selling of the products in information processing and communications areas and provision of services	(Owned) 56.4% directly	Purchaser of the software development service, supplier of system equipment, etc.	Sales of software development, etc.	15,628	Accounts receivable	5,053

Notes: 1. Above transactions are determined through price negotiations by offering an estimate under the same conditions as in general market transactions.
2. Of the above amounts, the transaction amount does not include consumption taxes, but the closing balance includes consumption taxes.

2. Fellow subsidiaries

Type	Company name	Address	Capital (millions of yen)	Business lines	Ratio of ownership (owned by other) of voting rights	Relationship with related parties	Content of transaction	Transaction amount (millions of yen)	Account title	Closing balance (millions of yen)
Subsidiary of the parent	Fujitsu Capital, Ltd.	Minato-ku, Tokyo	100	Provision of loans to the parent's subsidiaries, and fund management for them	-	Parties with which deposit is maintained and counterparties for factoring	Deposit of funds	1,900	Deposits Long-term deposits	8,100 3,500
							Receipt of interest	56	-	-
							Factoring	9,100	Accounts payable	621

Notes: 1. For deposit of funds, interest is determined considering the period and money market rates.
2. For accounts payable, three of the Company, our supplier and Fujitsu Capital Co., Ltd. enter into a basic agreement to make settlement based on factoring method.
3. Factoring transactions are shown with consumption taxes, etc.

Notes to the per share information

1. Net assets per share:	¥1,439.30
2. Net income per share:	¥96.79

Note on important subsequent events

There are no relevant items.

Audit Report by Accounting Auditor on Consolidated Financial Statements

Audit Report by Independent Auditors

May 17, 2010

To: Board of Directors of Fujitsu Broad Solution & Consulting Inc.

Ernst & Young ShinNihon LLC

Designated limited liability employee & Executive employee

Yuichi Mochinaga, CPA (seal)

Designated limited liability employee & Executive employee

Kazuhiko Umemura, CPA (seal)

Designated limited liability employee & Executive employee

Hiroshi Kobayashi, CPA (seal)

We have audited the consolidated financial statements of Fujitsu Broad Solution & Consulting Inc. for a consolidated accounting year from April 1, 2009 to March 31, 2010, namely, the consolidated balance sheet, consolidated statements of income, consolidated statements of changes in net assets and notes to consolidated statements, in accordance with Article 444-4 of the Companies Act. Fujitsu Broad Solution & Consulting's managers are responsible for preparing such financial statements and supporting schedules, while our responsibility is to express our opinion on those financial statements and supporting schedules as an independent auditor.

We have conducted our audit in accordance with the generally accepted auditing standards in Japan, which require us to obtain reasonable assurance over whether there are any significant misrepresentations in the financial statements and supporting schedules. We have conducted our audit on a test basis, and included our examinations of the financial statements and supporting schedules, including our assessment of the accounting policies adopted by Fujitsu Broad Solution & Consulting's managers, their application methods, and estimates made by the managers, in general. We believe we have obtained reasonable grounds to express our opinion as a result of our audit.

We recognize that the above financial statements and supporting schedules properly indicate the state of assets and profit and loss of the company group that consists of Fujitsu Broad Solution & Consulting, Inc. and its consolidated subsidiaries for the period involving such financial statements and supporting schedules in all important respects, in accordance with the generally accepted business accounting standards in Japan.

There is no conflict of interest between the Company and the Independent Auditors or executive employees, which should be stated in accordance with the provision of the Certified Public Accountants Law.

Audit Report by Accounting Auditor on Financial Statements

Audit Report by Independent Auditors

May 17, 2010

To: Board of Directors of Fujitsu Broad Solution & Consulting Inc.

Ernst & Young ShinNihon LLC	
Designated limited liability employee & Executive employee	
Yuichi Mochinaga, CPA	(seal)
Designated limited liability employee & Executive employee	
Kazuhiko Umemura, CPA	(seal)
Designated limited liability employee & Executive employee	
Hiroshi Kobayashi, CPA	(seal)

We have audited the financial statements of Fujitsu Broad Solution & Consulting Inc. for the 47th business year from April 1, 2009 to March 31, 2010, namely the balance sheet, statements of income, report on changes in net assets, and individual notes and relevant supporting schedules, in accordance with Article 436-2-1 of the Company Law. Fujitsu Broad Solution & Consulting's managers are responsible for preparing such financial statements and supporting schedules, while our responsibility is to express our opinion on those financial statements and supporting schedules as an independent auditor.

We have conducted our audit in accordance with the generally accepted auditing standards in Japan, which require us to obtain reasonable assurance over whether there are any significant misrepresentations in the financial statements and supporting schedules. We have conducted our audit on a test basis, and included our examinations of the financial statements and supporting schedules, including our assessments of the accounting policies adopted by Fujitsu Broad Solution & Consulting's managers, their application method, and estimates made by the managers, in general. We believe we have obtained reasonable grounds to express our opinion as a result of our audit.

We recognize that the above financial statements and supporting schedules properly indicate the state of assets and profit and loss for the period involving such financial statements and supporting schedules in all important respects, in accordance with the generally accepted business accounting standards in Japan.

There is no conflict of interest between the Company and the Independent Auditors or executive employees, which should be stated in accordance with the provision of the Certified Public Accountants Law.

Audit Report by the Board of Auditors

Audit Report

The Board of Auditors has examined the performance of duties by directors in the 47th business year from April 1, 2009 to March 31, 2010 based on each auditor's audit report, and prepared this audit report in which we hereby declare as follows:

1. Method and content of audit by auditors and Board of Auditors

The Board of Auditors has determined the audit policy and sharing of duties; received reports on the state of implementation and audit results from the respective auditors; received reports from directors and accounting auditors on the performance of their duties, and requested explanations, as necessary.

Each auditor closely communicated with directors, the internal audit division, and other employees; made efforts to gather information and develop an appropriate environment for auditing; attended board of directors meetings and other important meetings; received reports from directors and employees on the performance of their duties, and requested explanations, as necessary; inspected important approval documents; and investigated the state of operations and assets at the head office and major business establishments in accordance with the auditors' audit standards established by the Board of Auditors, audit policy, and sharing of duties. In addition, each auditor has monitored and examined the state of the system (internal control system) to ensure that the directors' performance of their duties complies with laws, regulations and the Articles of Incorporation, as well as another system developed based on the resolution of the Board of Directors concerning the development of a system designated in Article 100-1 and 100-3 of the enforcement regulations of the Company Law, as a necessary system to ensure appropriate operations of a joint stock company.

With regard to internal control on financial reporting, we received reports from the Board of Directors and Ernst & Young ShinNihon LLC on the assessment of the relevant internal control as well as the state of audit, and sought further explanation as needed.

For subsidiaries, the Board of Auditors received reports on operations, as necessary. Using the above methods, the Board of Auditors has examined the business report and relevant supporting schedules for the said business year.

In addition, the Board of Auditors monitored and examined whether accounting auditors maintain their independence, and conduct proper audits, and received reports from accounting auditors on the performance of their duties, while requesting explanations, as necessary. Furthermore, the Board of Auditors has received reports that accounting auditors had developed a "system to ensure proper performance of duties" (as indicated in each paragraph of Article 131 of the Corporate Computation Rules) in accordance with the Quality Control Standards concerning Audit (issued by the Business Accounting Council on October 28, 2005), and requested explanations, as necessary.

MEMO

Based on the above methods, we reviewed the financial statements (balance sheet, statements of income, statements of changes in net assets and individual notes) and their supporting schedules as well as consolidated financial statements (consolidated balance sheet, consolidated statements of income, consolidated statements of changes in net assets and notes to consolidated statements) for the relevant business year.

2. Audit results

- (1) Audit results on the business report and other documents
 - a) We recognize that the business report and relevant schedules properly show the state of the Company in accordance with laws, regulations and the Articles of Incorporation.
 - b) We do not recognize any unlawful acts concerning directors' performance of duties or important facts violating laws, regulations and the Articles of Incorporation.
 - c) We recognize that the resolutions of the board of directors meetings concerning the internal control system are reasonable. In addition, we do not recognize any irregularities with respect to the directors' performance of their duties concerning the internal control system.

- (2) Audit results on financial statements and relevant supporting schedules
We recognize that the methods and results of audit by the Independent Auditors, Ernst & Young ShinNihon, are reasonable.

- (3) Audit results on the consolidated financial statements
We recognize that the methods and results of audit by the Independent Auditors, Ernst & Young ShinNihon, are reasonable.

May 24, 2010

Board of Auditors of Fujitsu Broad Solution & Consulting Inc.

Tsugio Nijima, Standing Auditor	(seal)
Masao Kasugai, Outside Auditor	(seal)
Youichi Hirose, Outside Auditor	(seal)

Our website

<http://www.bsc.fujitsu.com>

On our website, we actively disclose corporate and financial information to shareholders and investors. Please visit the website to learn more about the Company.



Contact for stock-related procedures

Business year	From April 1 to March 31
Annual meeting of shareholders	June each year
Fixed date for financial dividend	March 31 each year
Fixed date for interim dividend	September 30 each year
Shareholder register administrator Account maintenance agent for special account	Mitsubishi UFJ Trust & Banking Corp.
Contact details	Mitsubishi UFJ Trust & Banking Corp., Corporate Agency Department 10-11, 7-chome Higashisuna, Koto-ku, Tokyo 137-8081 Tel: 0120-232-711 (toll-free number)
Listing	Osaka Securities Exchange "JASDAQ"
Public notice method	Public notices will be made electronically. URL for public notice: http://www.bsc.fujitsu.com/ir/ (However, if such electronic public notice cannot be made due to unavoidable circumstances including accidents, public notice shall be made in the Nihon Keizai Shimbun.)

Notes:

1. In conjunction with the introduction of share certificates fully in an electronic form, various procedures including a change of the shareholder's address and request for purchase are, in principle, handled by an accountant maintenance agent (securities company, etc.) with which you have an account. Please contact your securities company, etc. for details. Please note that the shareholder register administrator (Mitsubishi UFJ Trust & Banking) does not handle such procedures.
2. For details of the various procedures for shares that are registered with the special account, please contact the above account maintenance agent for the special account (Mitsubishi UFJ Trust & Banking) since it acts as an account maintenance agent. All branches of Mitsubishi UFJ Trust & Banking in Japan can also handle those requests.
3. Dividends that are not received shall be paid at the head office and branches of Mitsubishi UFJ Trust & Banking.

FUJITSU BROAD SOLUTION & CONSULTING Inc.

Tradepia Odaiba, 2-3-1, Daiba, Minato-ku, Tokyo, 135-8300, Japan
Tel: (+)81-3-3570-4111 (main number), Fax: (+)81-3-3570-4000

