



FY2007 Q1 Financial Results

**ACCESS Co., Ltd.
June 15, 2007**

- **Targets for operating results and other forward-looking statements contained in this presentation represent management's judgments based on information available at the time this presentation was prepared. Such statements embody a variety of uncertainties.**
- **Consequently, actual results may differ from these targets and forecasts. Investors are therefore cautioned not to make investment decisions based solely on these forward-looking statements.**

In the 1st Quarter

- **(Consolidated) Sales 5,643 M JPY, Ordinary Income 4,284 M JPY**
- **(HQ) Sales 3,209 M JPY, Ordinary Income 245 M JPY**
 - **Gross Profit of NRE Products have significantly decreased, but higher Sales than plan and reduced SG&A Expenses have resulted in improved Ordinary Income than as planned.**

In the 1st Half

- **Booked 886 M JPY as Extraordinary Loss for fees paid to Unisys and Lawyer fees, due to the Settlement agreement with Unisys.**

- **Although lower SG&A Expenses than plan are expected,**
 - 1) Increase in orders related to 1seg/3seg from last year**
 - 2) Increase in orders from new customers**
 - 3) Popular demand for ALP**

have made it necessary for aggressive reassignment of engineering resources, which haven't been executed as well as planned, and hence costs have accumulated. As a result, we have revised the 1st Half Outlook.

- **Will decide on whether to revise the Full Year Outlook upon further examination and analysis.**

- **Gross Profit for Q2 onwards should improve due to the following**
 - 1) Completion of initial large projects related to 1seg/3seg**
 - 2) New customer projects should stabilize as normal projects**
 - 3) Further promote shift of engineering resources to China**

Consolidated Financial Highlights



Consolidated

Companies subject to consolidation: 29 consolidated subsidiaries and 2 consolidated companies by equity method

(JPY Million)	FY07 Q1	FY06 Q1	YoY Change	FY06 Total	% of FY06 Total
Net Sales	5,643	4,615	122.2%	26,102	21.6%
Gross Profit	3,349	2,865	116.9%	17,024	19.6%
SG&A Expense (Ordinary Expense)	4,289	3,185	134.6%	17,752	24.1%
Operating Income (Non-GAAP)	939	320	-	727	-
SG&A Expense (M&A Related Expense)	3,578	3,495	102.3%	15,139	23.6%
Operating Income (GAAP)	4,517	3,815	-	15,866	-
Ordinary Income	4,284	3,792	-	15,252	-
Net Income	5,186	3,684	-	16,032	-

Results of Major Subsidiaries (FY07 Q1: Feb-Apr)



Consolidated

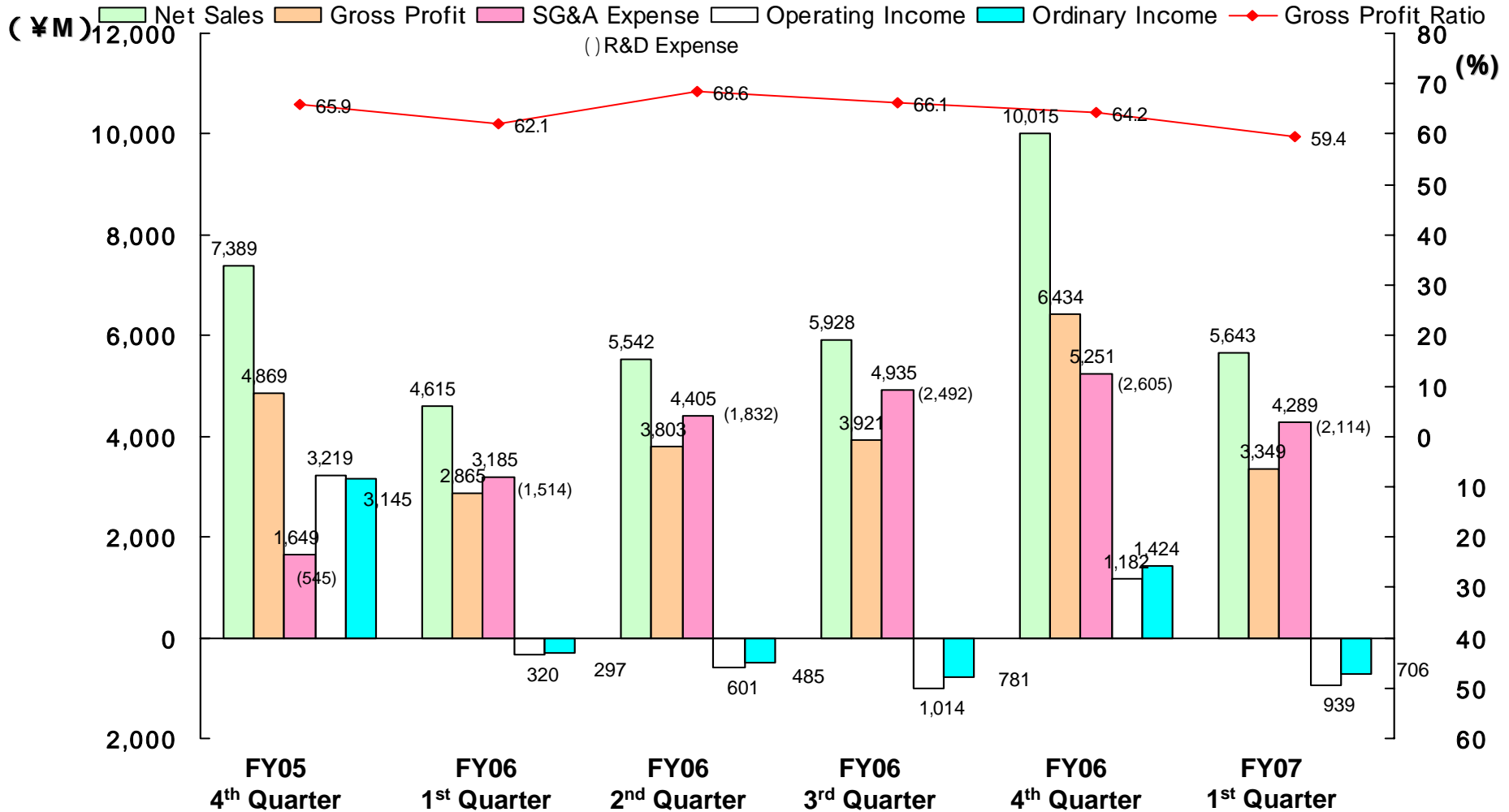
ASA: ACCESS Systems Americas, Inc. (former PalmSource, Inc.)
IPI: IP Infusion, Inc.

(JPY Million)	ACCESS	ASA	IPI	Other Subs	Elimination	Goodwill Amortization	Consolidated Total
Net Sales	3,209	1,599	250	1,178	595		5,643
Gross Profit	1,570	1,490	211	228	150		3,349
SG&A Expense (Ordinary Expense)	1,810	1,730	292	643	187		4,289
Operating Income (Non-GAAP)	240	239	81	415	36		939
SG&A Expense (M&A Related Expense)	-	697	92	8	-	2,779	3,578
Operating Income (GAAP)	240	936	174	423	2,742		4,517
Ordinary Income	245	717	178	400	2,742		4,284
Net Income	730	1,215	182	383	2,673		5,186

Trend of Quarterly Sales, etc (Consolidated)



Consolidated



[For purpose of comparison, Goodwill Amortization expense is excluded]

HQ Financial Highlights

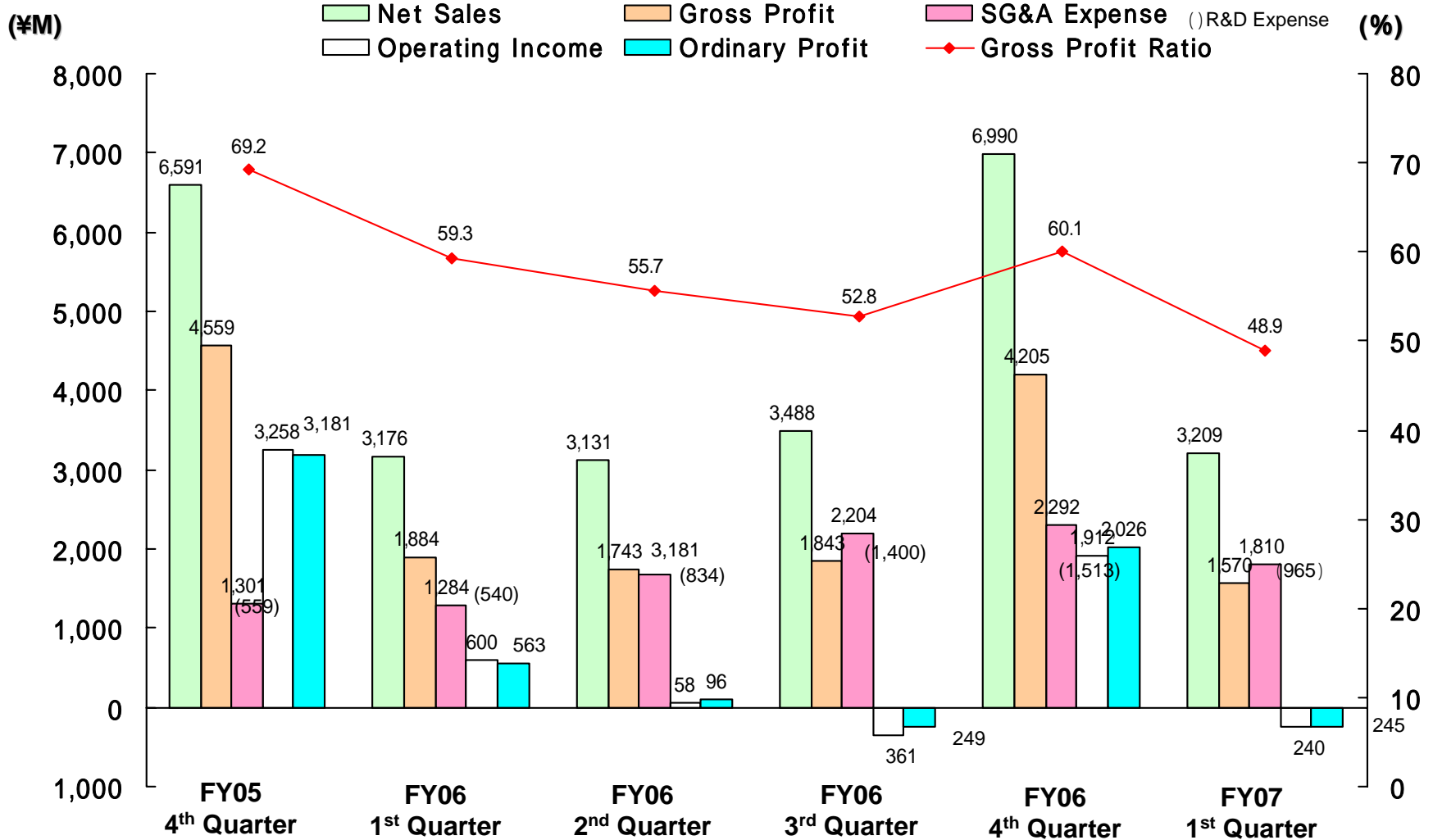


HQ Only

(JPY Million)	FY07 Q1	FY06 Q1	YoY Change	FY06 Total	% of FY06 Total
Net Sales	3,209	3,176	101.0%	16,787	19.1%
Gross Profit	1,570	1,884	83.3%	9,677	16.2%
Gross Profit Ratio	48.9%	59.3%	-	57.6%	-
SG&A Expense	1,810	1,284	140.9%	7,466	24.2%
Operating Income	240	600	-	2,210	-
Ordinary Income	245	563	-	2,435	-
Net Income	730	239	-	1,275	-

Trend of Quarterly Sales, etc (HQ)

HQ Only

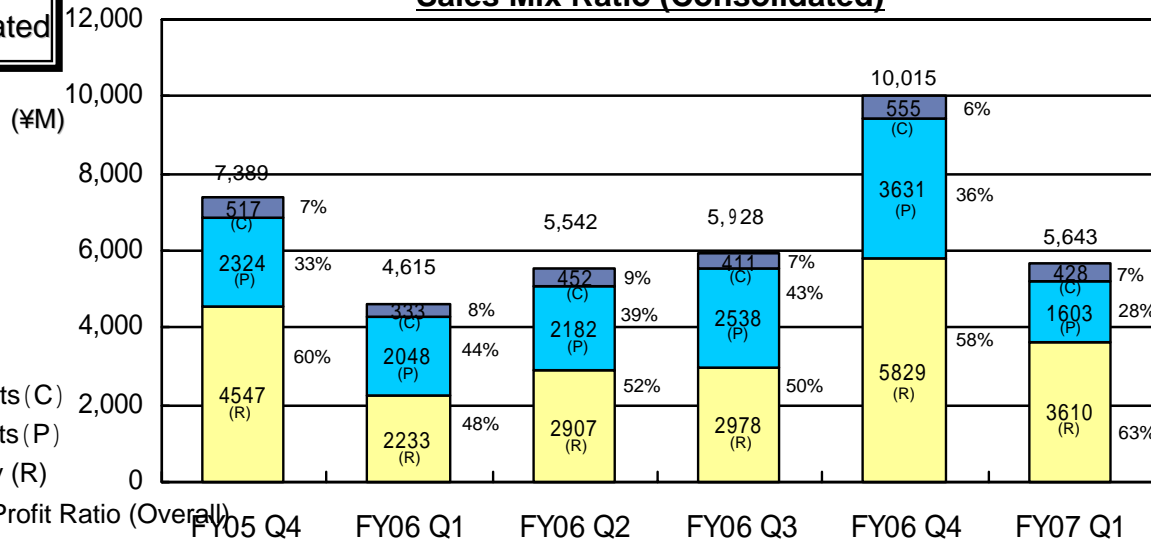


Trend of Sales & Gross Profit (Consolidated)

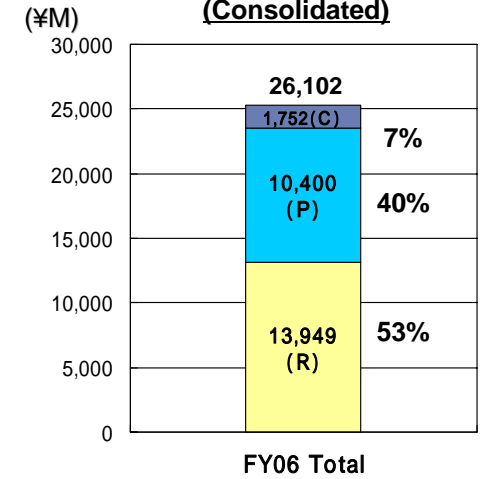


Consolidated

Sales Mix Ratio (Consolidated)

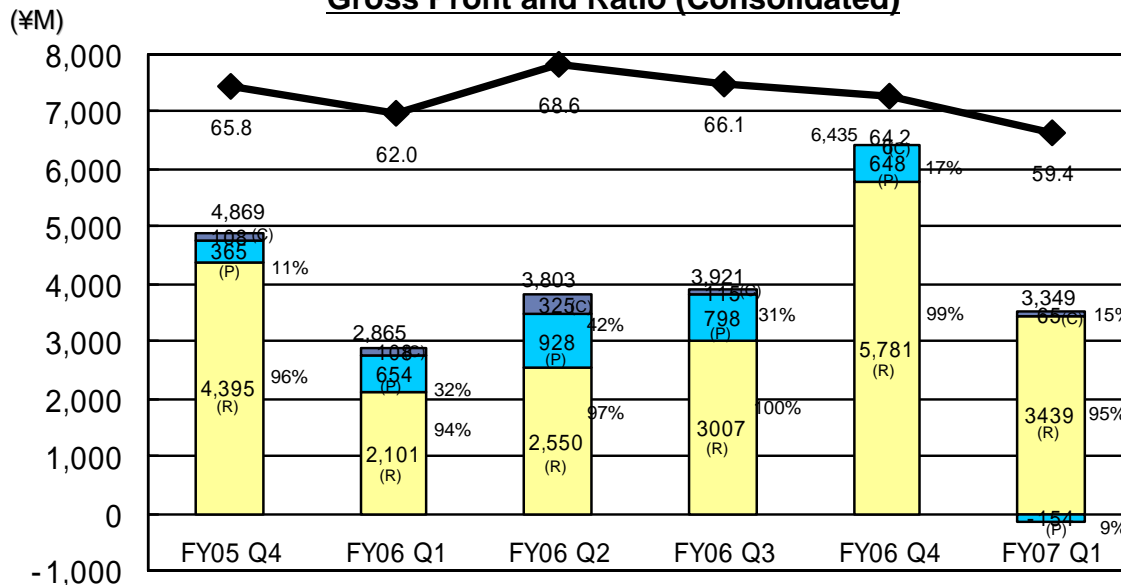


Sales Mix Ratio (Consolidated)

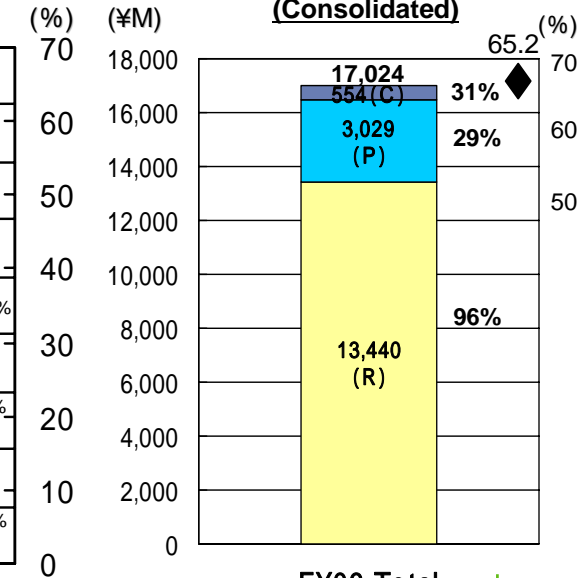


FY06 Total

Gross Profit and Ratio (Consolidated)



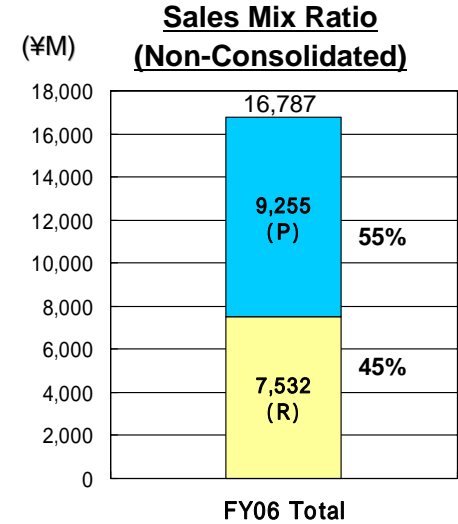
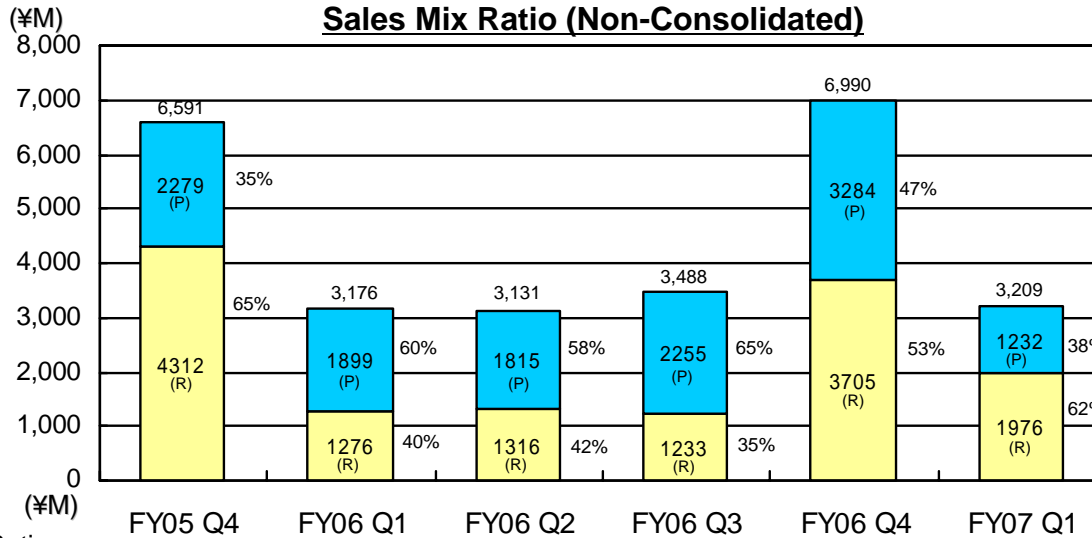
Gross Profit and Ratio (Consolidated)



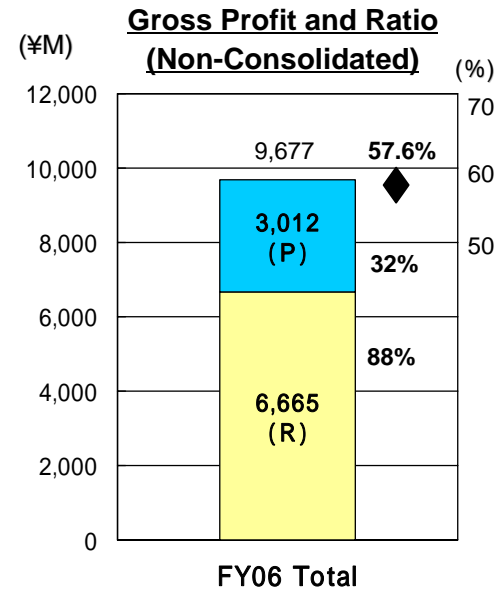
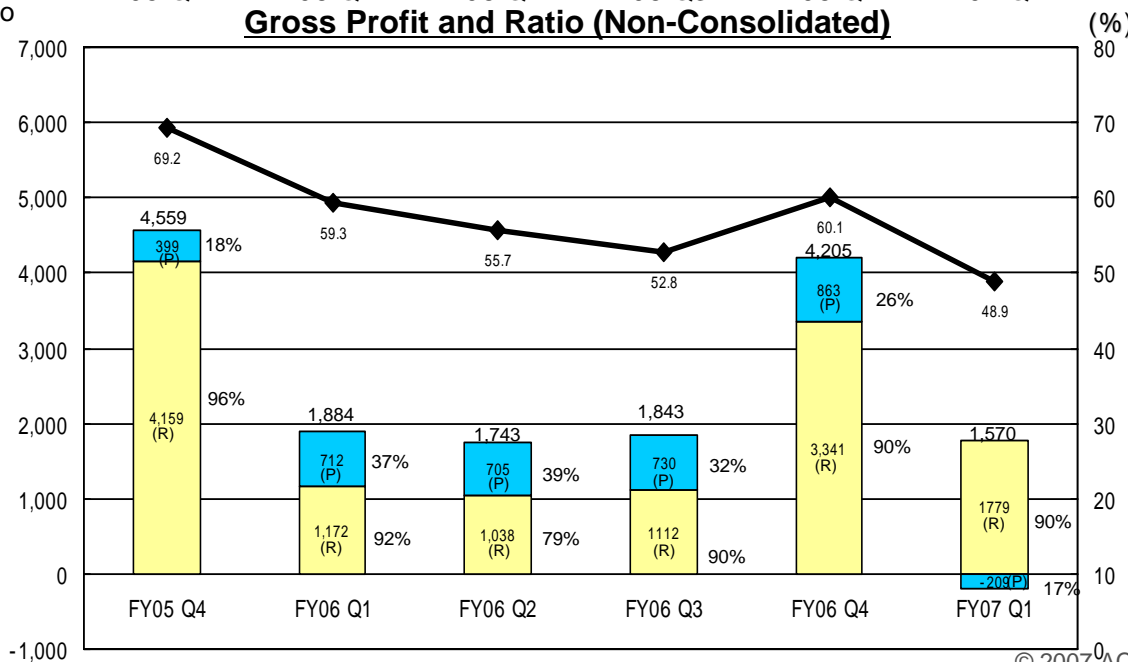
FY06 Total

Trend of Sales & Gross Profit (HQ)

HQ Only



■ Products (P)
■ Royalty (R)
◆ Gross Profit Ratio (Overall)

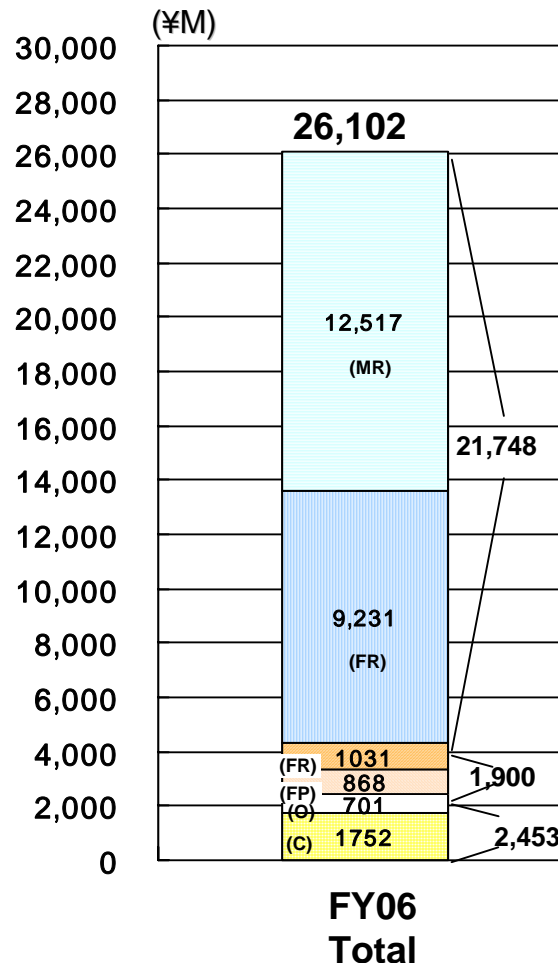
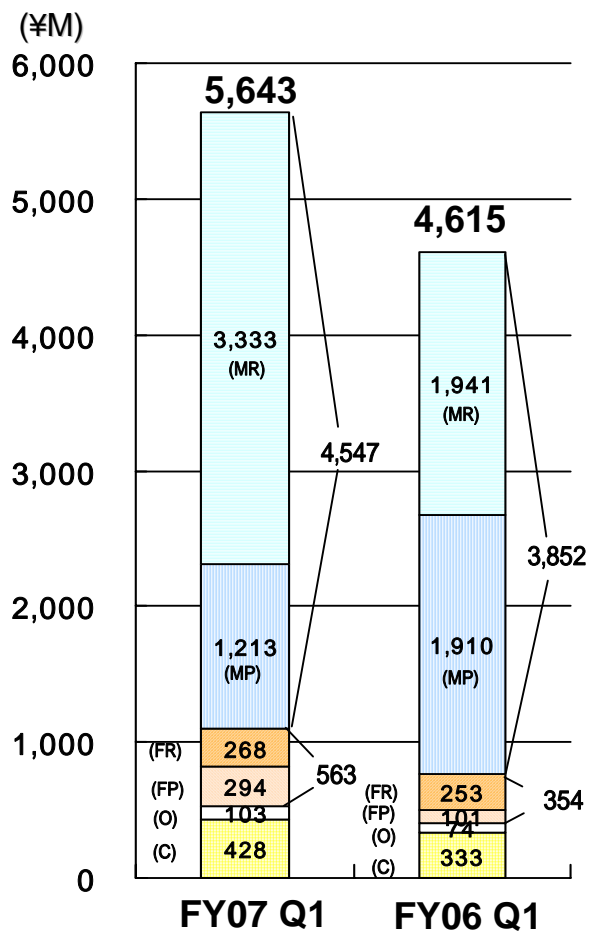


Breakdown of Sales (Consolidated: FY07 1st Quarter)



Consolidated

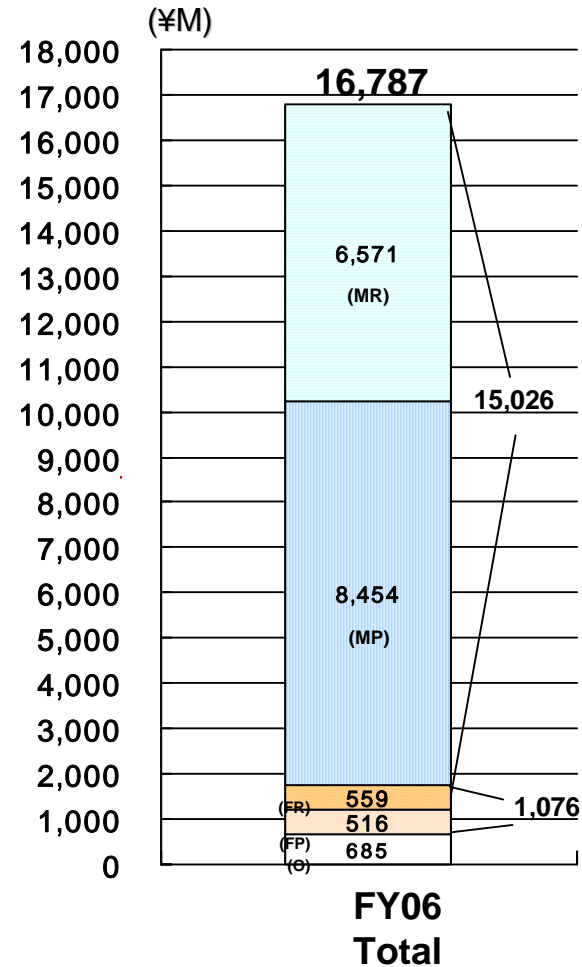
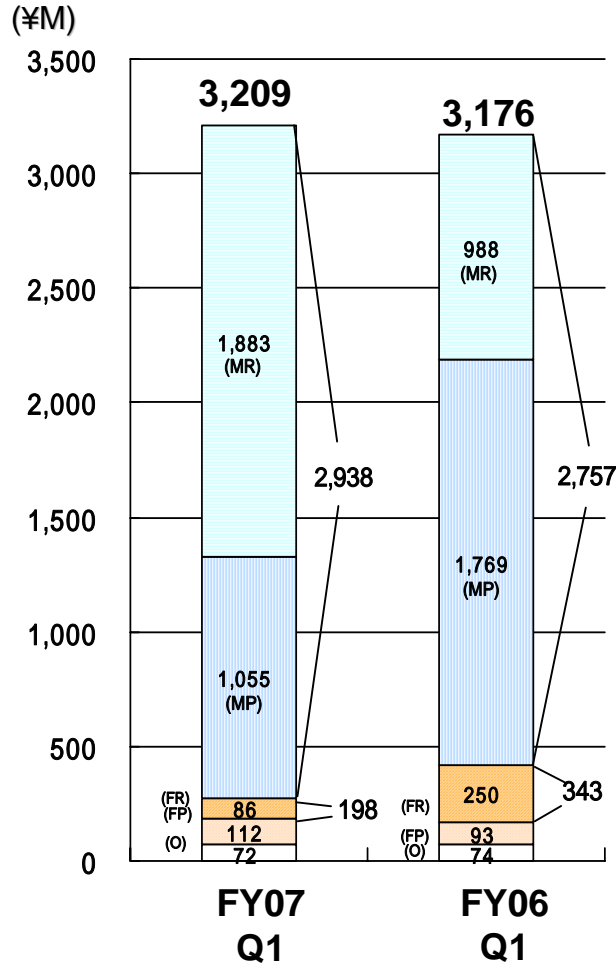
- Wireless / Royalty (MR)
- Wired / Royalty (FR)
- SDK, NRE and others / Royalty & Products (O)
- Wireless / Products (MP)
- Wired / Products (FP)
- Contents (C)



Breakdown of Sales (HQ)

HQ Only

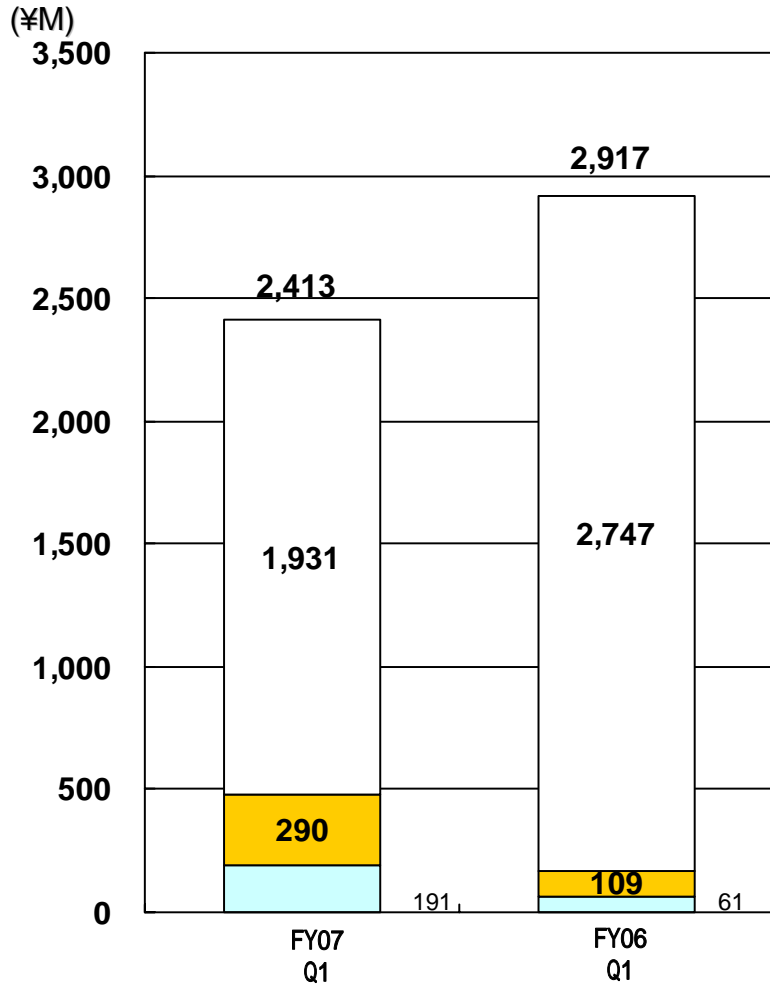
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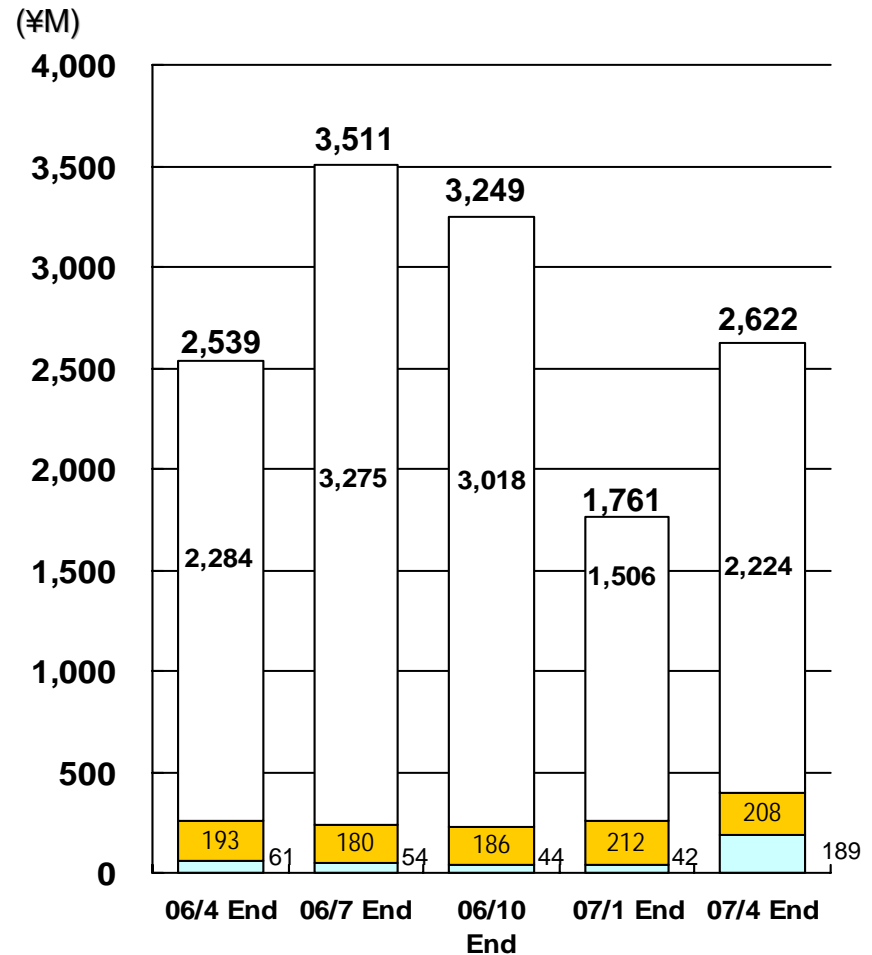
Orders for NRE Products (Consolidated)

Consolidated

Orders Received



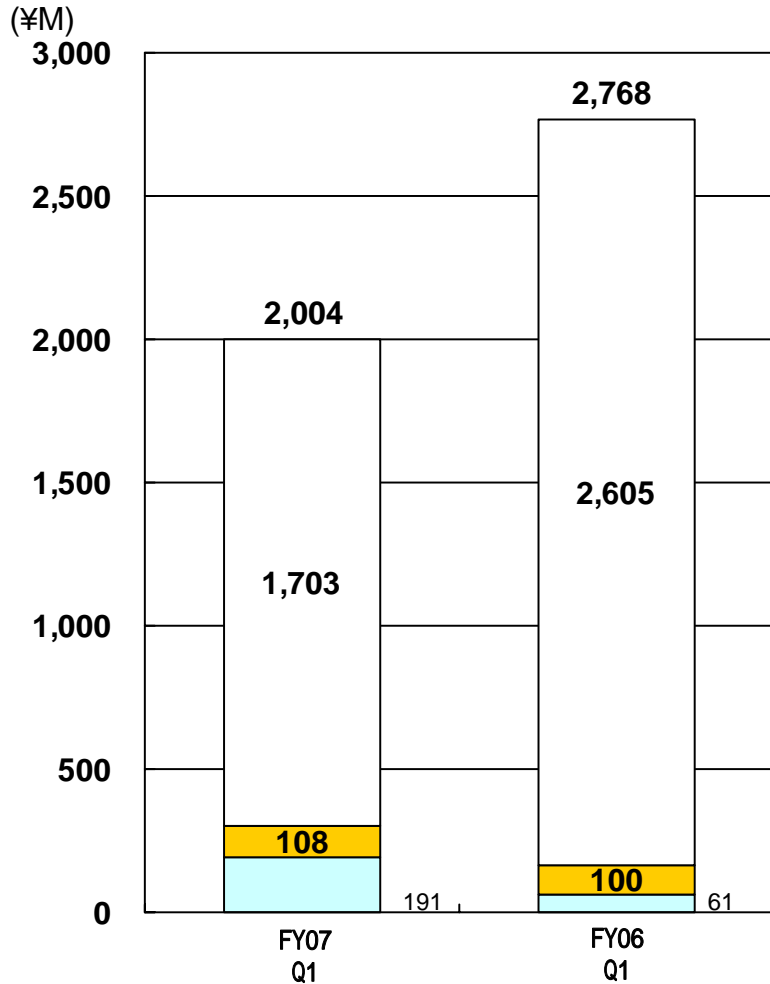
Backlog



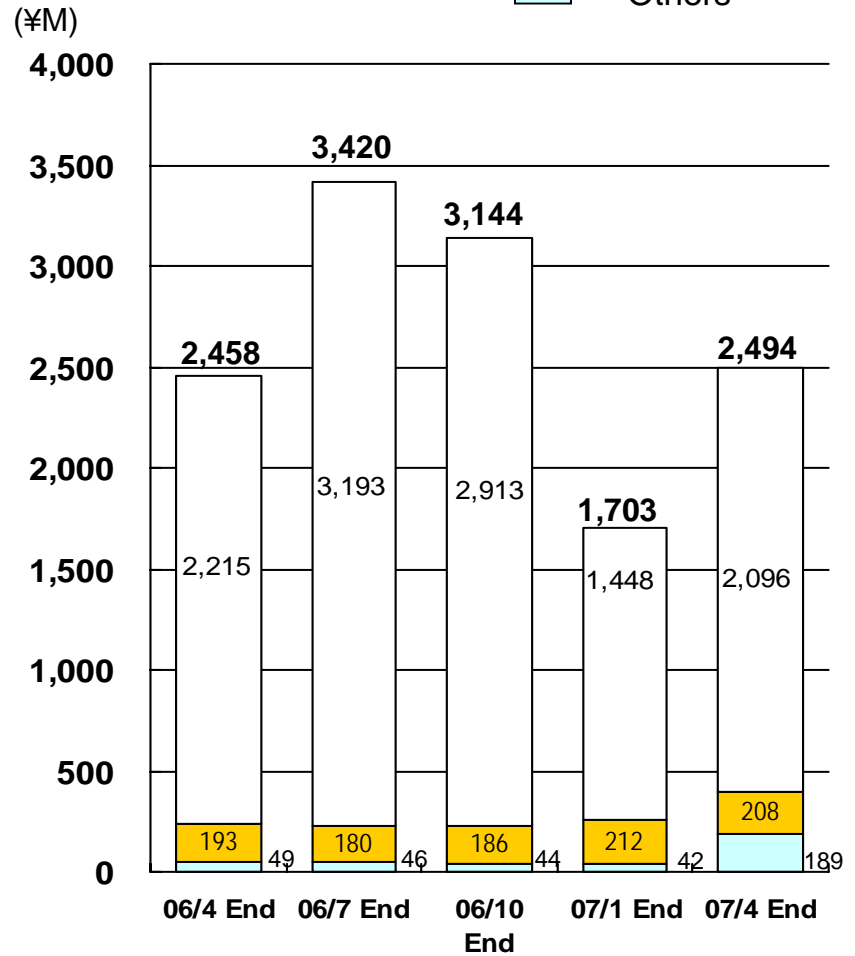
Orders for NRE Products (HQ)

HQ Only

Orders Received



Backlog



Headcount Trend (Consolidated)



Consolidated

(Unit: person)

Region \ Year	2006/01	2006/04	2006/07	2006/10	2007/01	2007/04
Japan	447	520	519	525	536	591
Asia (excluding Japan)	505	471	528	576	606	622
North America	218	223	267	279	275	198
Europe	95	102	110	117	123	134
Total	1,265	1,316	1,424	1,497	1,540	1,545

Consolidated Balance Sheet (Summary)



Consolidated

	FY07 Q1	FY06 Q1	FY06 Total
(JPY Million)			
. Current Assets			
Cash and deposits	11,409	17,680	14,262
Account Receivables	5,020	4,100	9,815
Securities	13,053	9,347	8,501
Inventory	1,175	604	600
Other	2,686	2,397	2,190
. Fixed Assets			
Tangible Fixed Assets	1,424	1,268	1,392
Intangible Fixed Assets	17,097	25,424	20,621
Investments and Other Assets	5,217	10,155	4,795
Total	57,085	70,978	62,179
. Current Liabilities	10,222	5,573	9,438
. Fixed Liabilities	491	1,031	636
. Total Equity	46,370	64,373	52,104
Total	57,085	70,978	62,179

Consolidated Cash Flow (Summary)



Consolidated

(JPY Million)

FY07 Q1

FY06 Q1

FY06 Total

	FY07 Q1	FY06 Q1	FY06 Total
I. Cash Flow from Operating Activities	3,683	1,390	3,225
II. Cash Flow from Investing Activities	3,716	4,745	6,906
III. Cash Flow from Financing Activities	12	100	416
IV. Increase in Cash and Cash Equivalents	110	6,034	9,630
V. Balance of Cash and Cash Equivalents at the beginning of the term	16,763	26,393	26,393
VI. Balance of Cash and Cash Equivalents at the end of the term	16,652	20,359	16,763

Net Income Before Tax: ¥5,671M Depreciation/GW Amort.: ¥3,564M Decrease in Accounts Receivable: ¥4,753M	Net Income Before Tax: ¥3,903M Elimination Amortization: ¥2,544M	Net Income Before Tax : ¥15,328M Amortization of Goodwill and Tangible/Intangible Assets : 14,701M Increase in Account Receivables: ¥3,433M
Buying & Selling of Securities: 2,559M Deposits into Time Deposits: 1,000M	Acquisition of Investment Securities: ¥4,279M	Acquisition of IP Infusion, Inc.: ¥5,822 M Acquisition of ACCESS Seoul, Inc: ¥362M



FY2007 1st Half Outlook (Revision)

(JPY Million)	1st Half (Initial)	1st Half (Revision)	Change
Net Sales	12,369	11,799	570
Ordinary Income	7,623	8,383	760
Net Income	8,247	9,207	960

Revision of the Full Year Outlook will be decided upon further examination.

(JPY Million)	1st Half (Initial)	1st Half (Revision)	Change
Net Sales	6,365	6,585	220
Ordinary Income	19	421	440
Net Income	11	869	880

Revision of the Full Year Outlook will be decided upon further examination.