



Non-consolidated Interim Financial Results for FY ending March 2010

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T-gaia Corporation

TSE : 3738

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for FY ending March 2010** **P 3**

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*This material contains statements about the future performance of T-Gaia, which are based on management's assumptions and beliefs taking information currently available into consideration. Therefore, please be advised that T-Gaia's actual results could differ materially from those described in these forward-looking statements as a result of numerous factors, including general economic conditions in T-Gaia's principal markets as well as other factors detailed from time to time.

Outline of Interim Financial Results for FY ending March 2010

Telepark has merged with MS Communications Co., Ltd. as of October 1, 2008 and changed the company name to T-Gaia Corp. Therefore, the individual results of the fiscal year ended March 31, 2009 are calculated by adding results of the first-half for Telepark Corp. to results of the second-half for T-Gaia Corp.

Outline of 2Q Interim Financial Results

(Unit : million yen)	※1			※2 Reference data			
	09/3 Interim Results	10/3 Interim Results	YoY Increase / Decrease (%)	10/3 Full-year Forecast	Achievement Ratio (%)	Real 09/3 Interim Results	Real YoY Increase /Decrease (%)
Net Sales	148,528	279,910	188.5%	567,000	49.4%	269,425	103.9%
Gross Margin (Gross Margin to Net Sales)	16,153 (10.9%)	31,232 (11.2%)	193.3%	61,900	50.5%	-	-
SGA Expenses	12,224	23,174	189.6%	46,900	49.4%	-	-
Operating Income (Operating Income to Net Sales)	3,929 (2.6%)	8,058 (2.8%)	205.1%	15,000 (2.6%)	53.7%	7,699 (2.9%)	104.7%
Ordinary Income (Ordinary Income to Net Sales)	3,617 (2.4%)	7,939 (2.8%)	219.5%	14,750 (2.6%)	53.8%	7,249 (2.6%)	109.5%
Net Income (Net Income to Net Sales)	1,639 (1.1%)	4,353 (1.5%)	265.5%	8,000 (1.4%)	54.4%	3,210 (1.1%)	135.6%
FCF	9,456	14,730	155.8%	81,900	-	-	-
Net Income/Share (yen)	5,230.35	8,496.19	162.4%	15,613.7	-	-	-
Dividend/Share (yen)	2,500.00	3,000.00	-	5,500.00	-	-	-

(Dividend yield:35.7%)

(Dividend yield:35.2%)

※ We revised our full-year forecast upward on October 22, 2009.

※1 09/3 Interim Results recorded by Telepark only

※2 Real 09/3 Interim Results are calculated by adding MS Com's Interim Results to Telepark's Interim Results

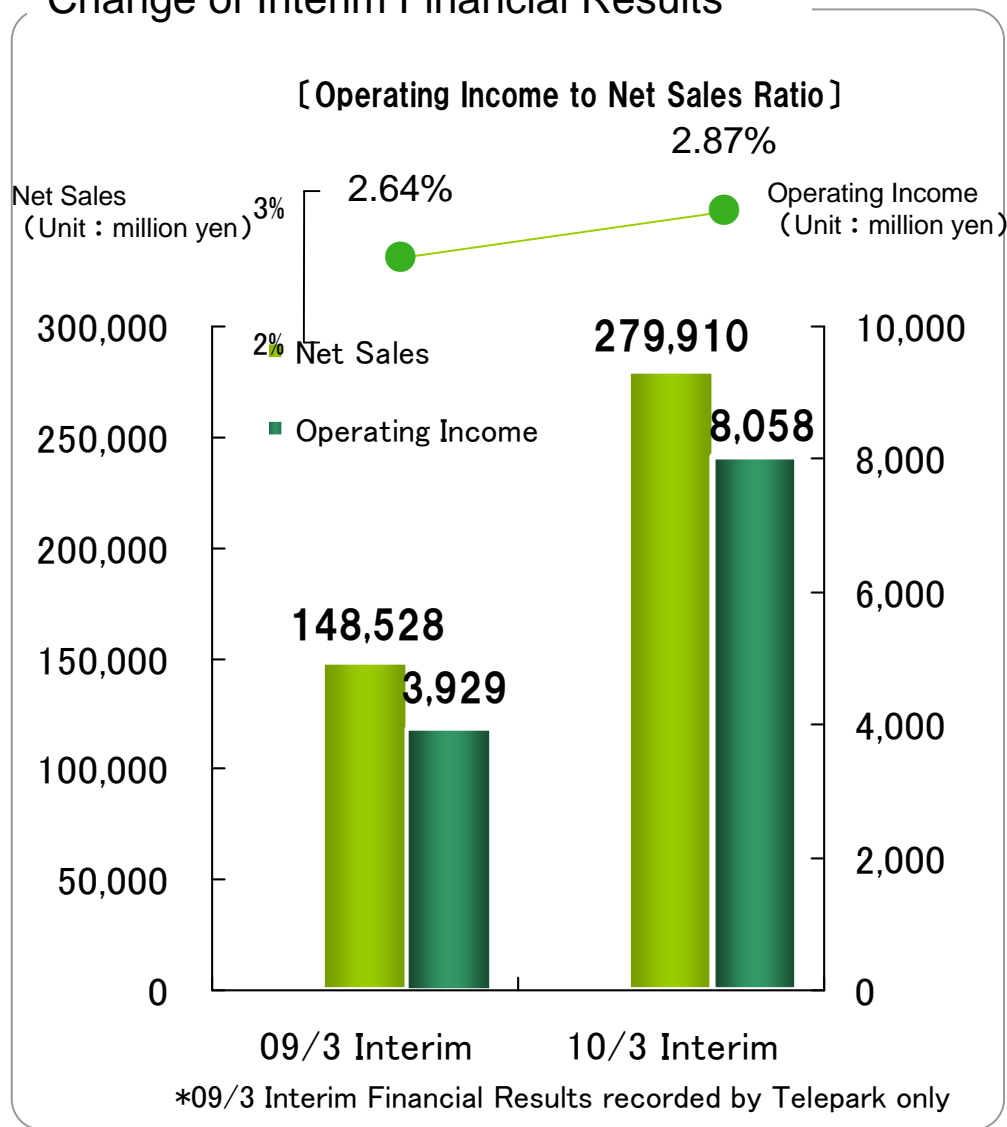
Outline of 2Q Interim Financial Results on a Quarterly Basis

(Unit : million yen)			(Reference data)	※	
	1Q	2Q	Interim Results	Interim Forecasts before revision	Interim Achievement Ratio (%)
Net Sales	135,306	144,604	279,910	274,500	102.0%
Gross Margin (Gross Margin to Net Sales)	15,093	16,139	31,232	-	-
SGA Expenses	10,946	12,238	23,174	-	-
Operating Income (Operating Income to Net Sales)	4,146	3,900	8,058	6,100	132.1%
Ordinary Income (Ordinary Income to Net Sales)	4,081	3,845	7,939	5,900	134.6%
Net Income (Net Income to Net Sales)	2,270	2,082	4,353	3,150	138.2%
FCF	8,927	-	14,730	-	-
Net Income/Share (yen)	4,432.24	-	8,496.19	6,147.94	138.2%
Dividend/Share (yen)	-	-	3,000.00	2,500.00	120.0%

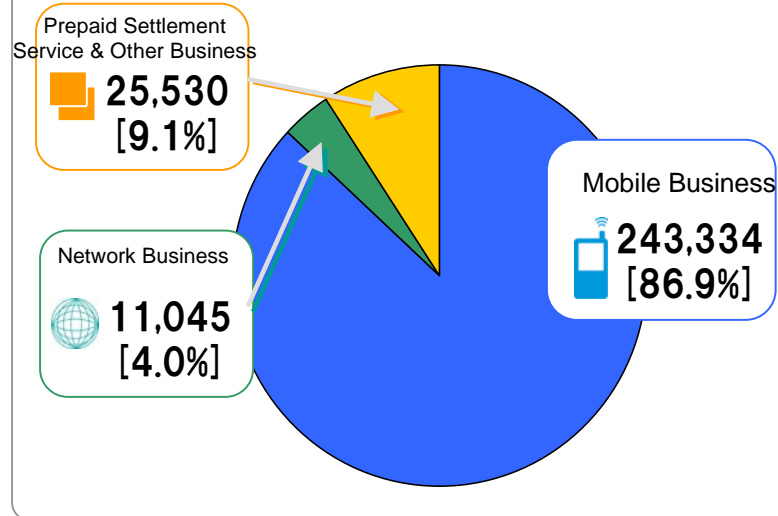
※ We revised our full-year forecast upward on October 22, 2009.

Change of Interim Financial Results/Operating Income to Net Sales Ratio & Composition Ratio by Business Segment

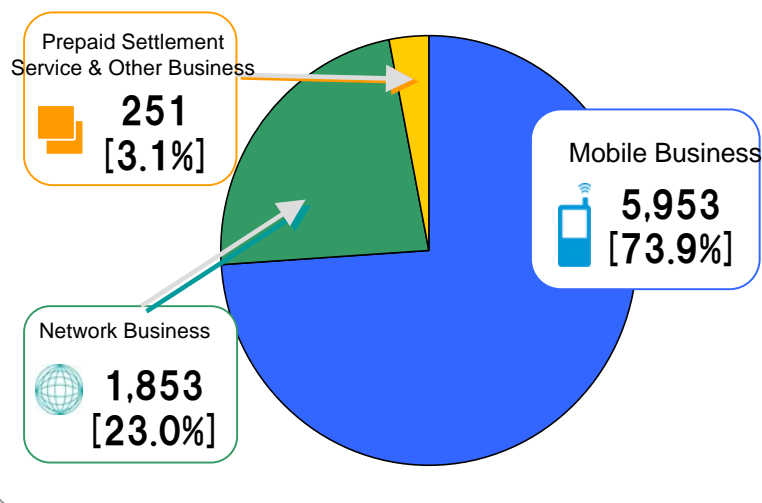
Change of Interim Financial Results



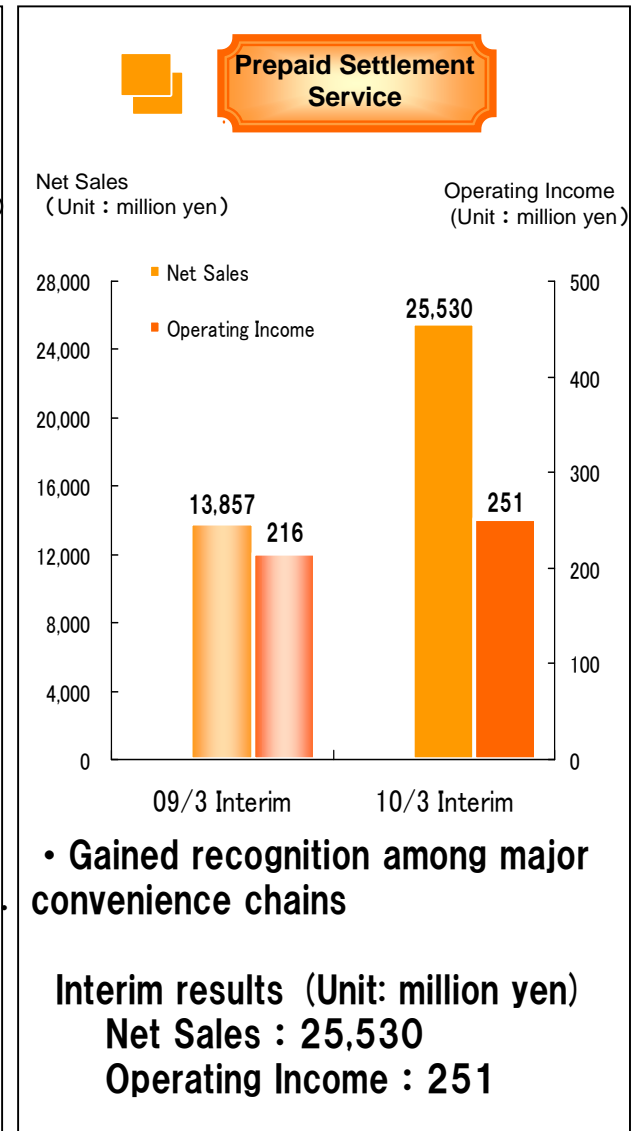
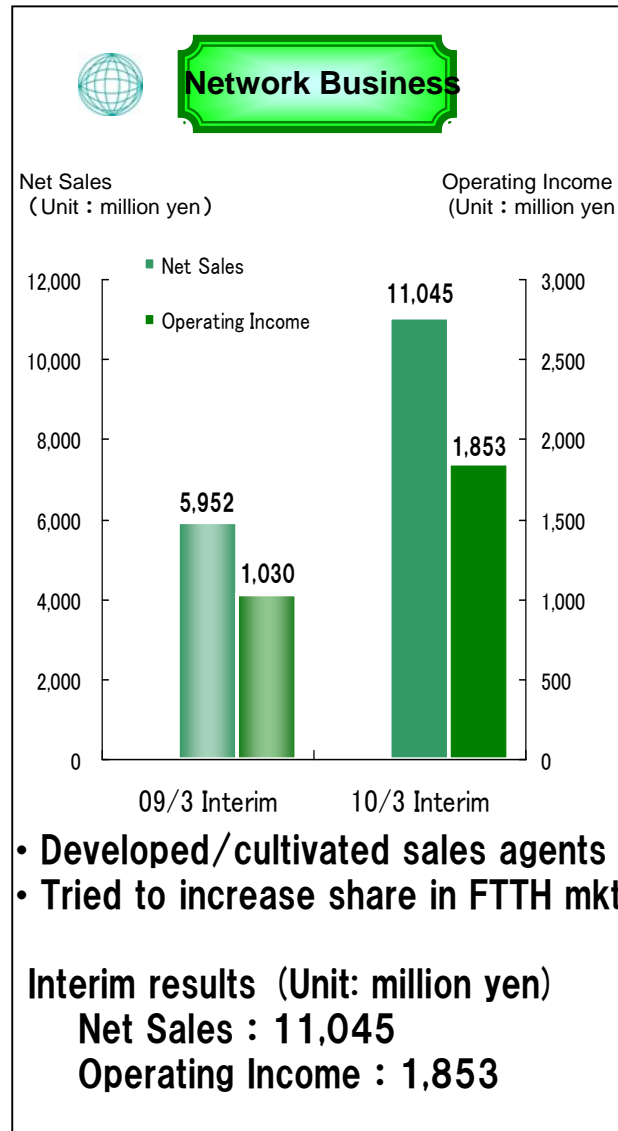
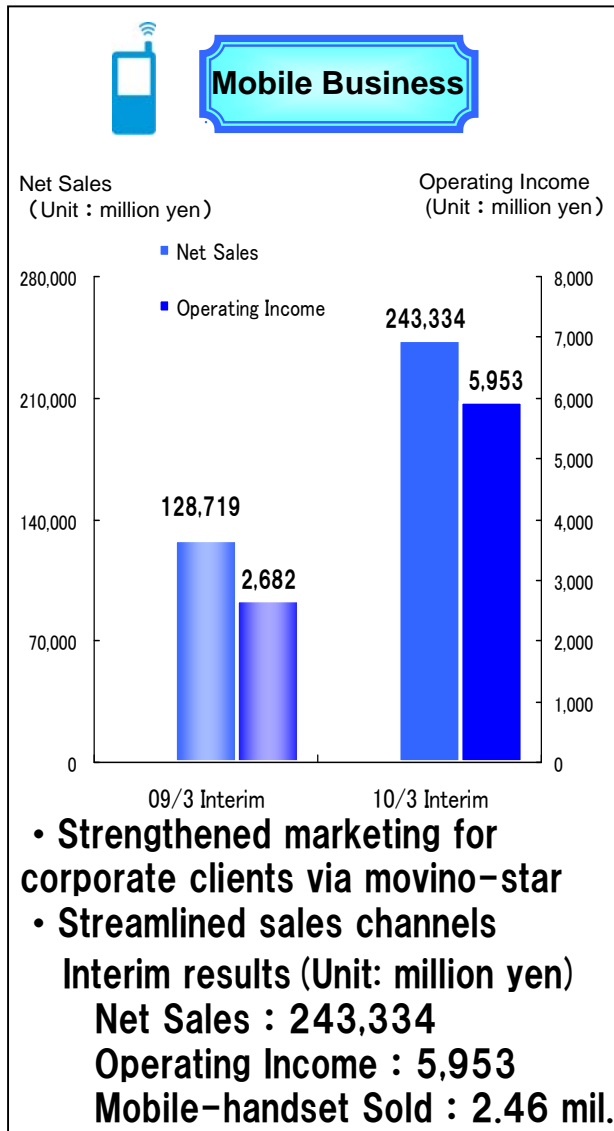
Net Sales by Segment (Unit : million yen)



Operating Income by Segment (Unit : million yen)



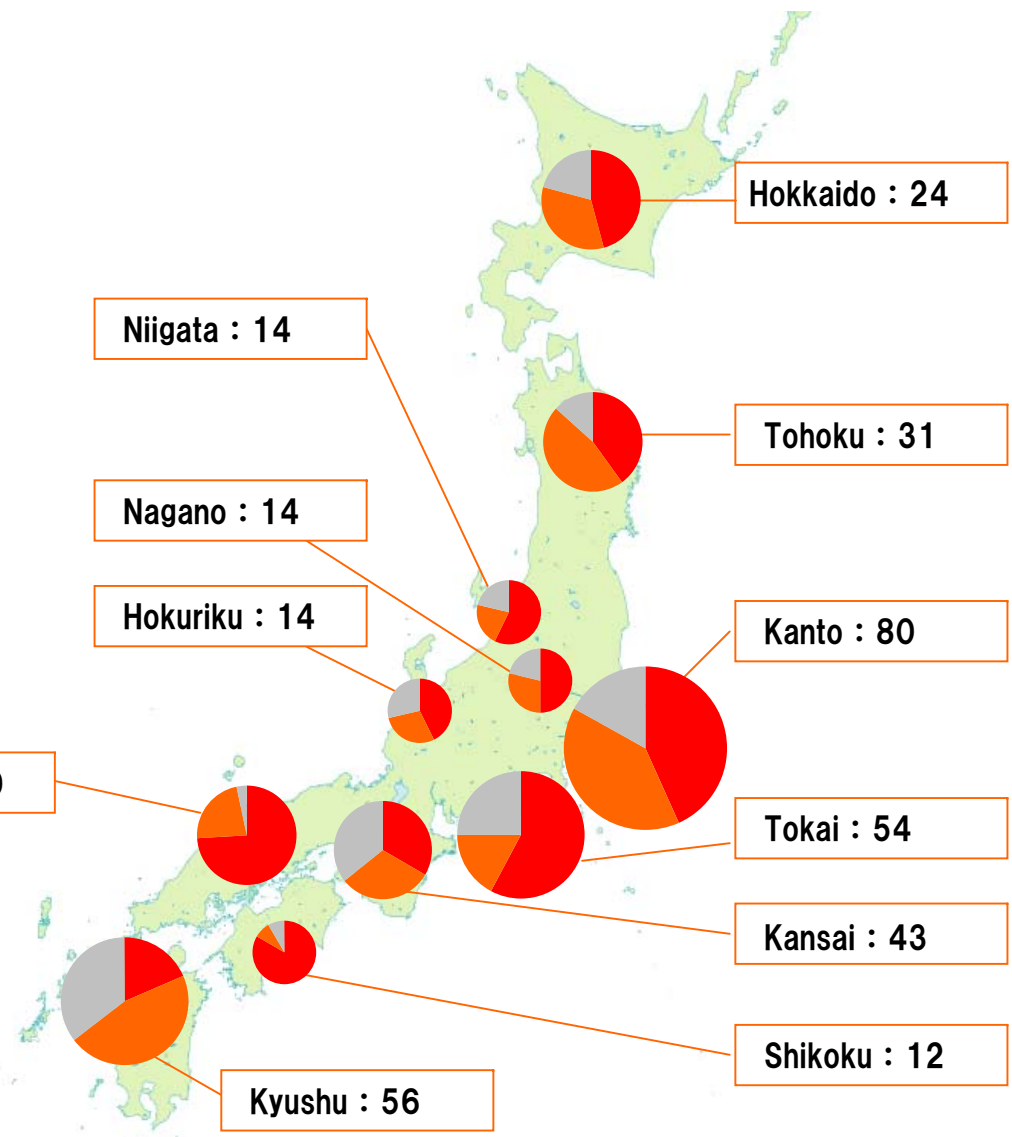
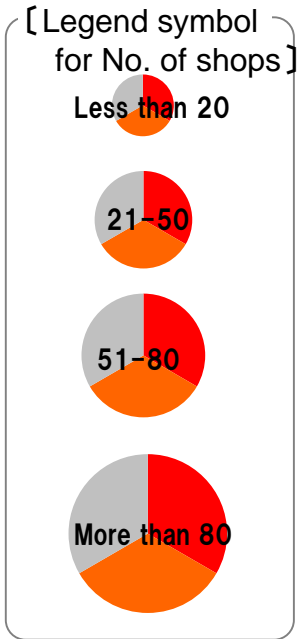
2010/3 Interim Financial Results by Business Segment



※1 09/3 Interim Results recorded by Telepark only

Directly Managed Carrier Shops All Over Japan

Mobile Business



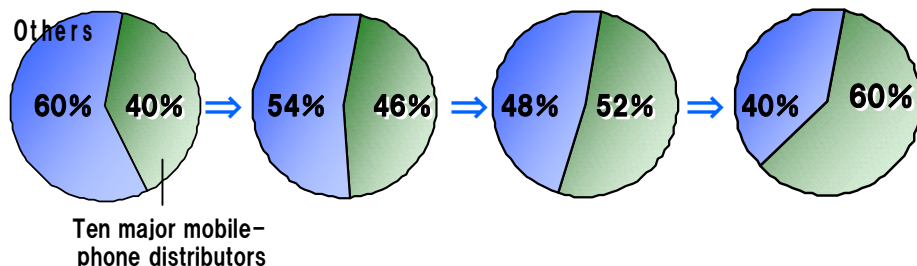
(As of Sep. 30, 2009)

※Shops in large retail stores such as “DS Service Counters”, “au Squares”, “SB Sites” and “SB Stages” have been counted as directly managed carrier shops.

Accelerating Market Reorganization

Transition of Mobile Market Share in the Total Market Sales

[4-5 years ago] [End of March, 08] [End of March, 09] [2-3 years later]



Expansion of Demand for Second Handsets

- Various new model of mobile handsets to satisfy users' needs including smart phones
- Attractive telecommunication rate plans to attract users

2008 Global Mobile-phone Penetration Ranking

Ranking	Country	Penetration Rate
1	UAE	177%
2	Italy	153%
3	Qatar	150%
17	U.K.	119%
18	Germany	118%
47	Korean	90%
50	France	90%
55	Japan	84%
57	U.S.A.	84%
84	China	41%

[Source: ITU (International Telecommunication Union)]

Penetration Rate : 84%
Ranking : 55th

※Market environmental differs by nation.

For instance, prepaid mobile phones are popular abroad.

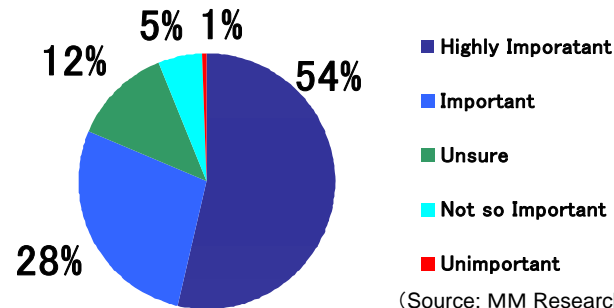
Strengthening of Sales for Corporate Clients

Growing Market for Corporate Clients Reaching 20 million handsets in few years

- Increasing number of staff for Corporate Sales Dept. from Current 265 to approx. 280 by the end of March 2010
- Boosted by Response to Personal Info. Protection Law & internal control
- “Consulting Marketing” to propose optimal solutions incl. carriers & price plans depending on each company's needs for various mobile carriers such as **NTT docomo, au, Softbank, EMOBILE and Willcom**
- Expanding client base starting with Mitsui, Sumitomo & Mitsubishi Groups
- Responding to the needs for smart phones
- Integrated “Mo-Vino” and “MobileStar” into “movino star” in October 09 to provide more attractive mobile solutions to our corporate clients



Personal Info. Protection is Important Consideration for Corporations



(Source: MM Research Institute)

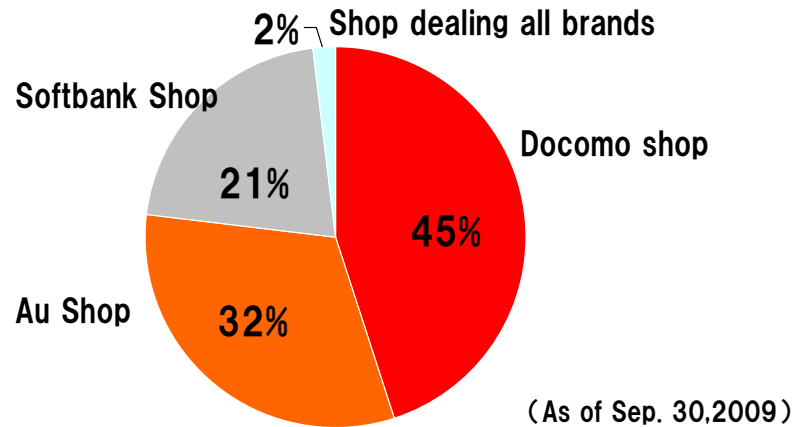
- As part of personal info. protection, No. of corporations, which switch their mobile handsets & PHSs from personal use to corporate use, have been increasing year by year.

Optimization of Sales Channels

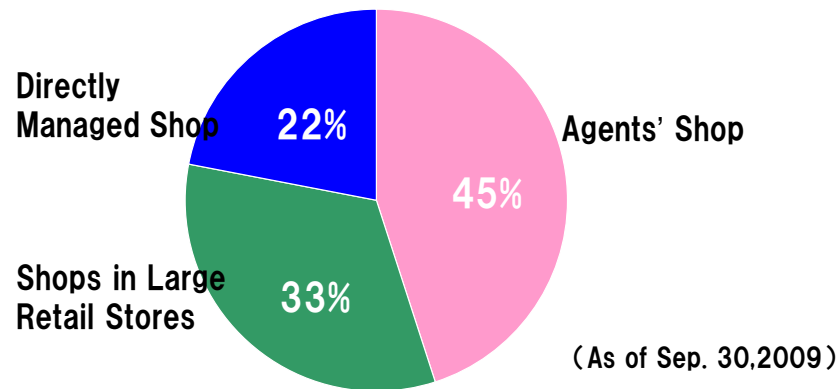
Mobile Business

Well-balanced Sales Channel

Composition by Carrier in Directly Managed Shops

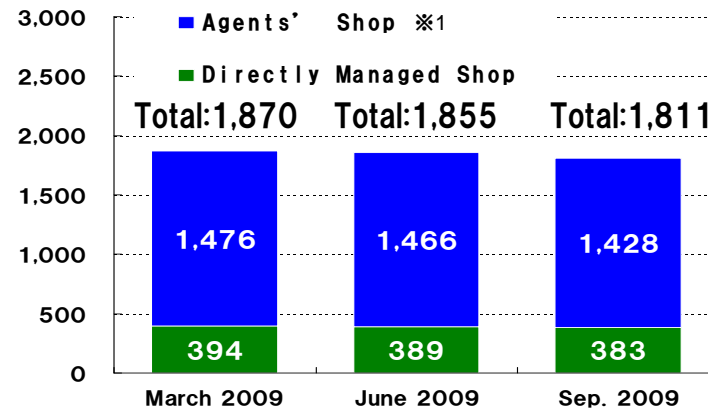


Composition By Sales Channel



Increase of Profitability by Efficient Operation

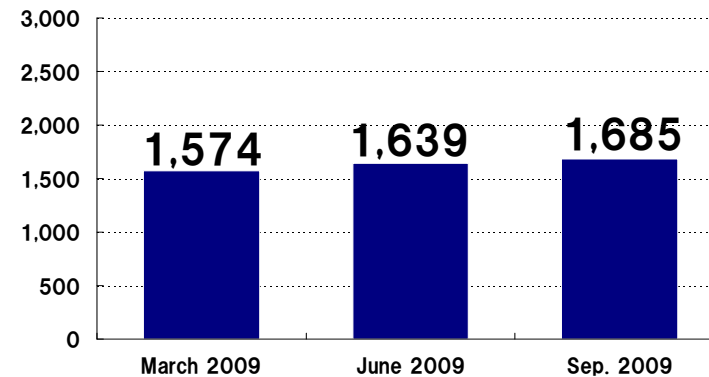
Directly Managed & Agents' Shops



※1 Including carrier shops managed by agents

※2 As a result of optimization of sales channels considering profitability, total number of shops has been slightly decreasing.

Shops in Large Retail Stores



● Structure of Network Communications Business

Telecom. Carrier (Service Provider)
 NTT East, NTT West, NTT Communications,
 KDDI, Softbank Telecom,
 Fusion Communications

■ Improvement of Communications Infrastructure
 ■ Provision of New Services

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- Good business partnerships with all major telecom. carriers
- Product line-up to suit market conditions
- Strong nationwide sales agents' network

Sales Agents

Users (Customers)

Market Environment

Fixed-line Market

No. of Subscribers for "Myline" Services
 Approx: 39.3 million

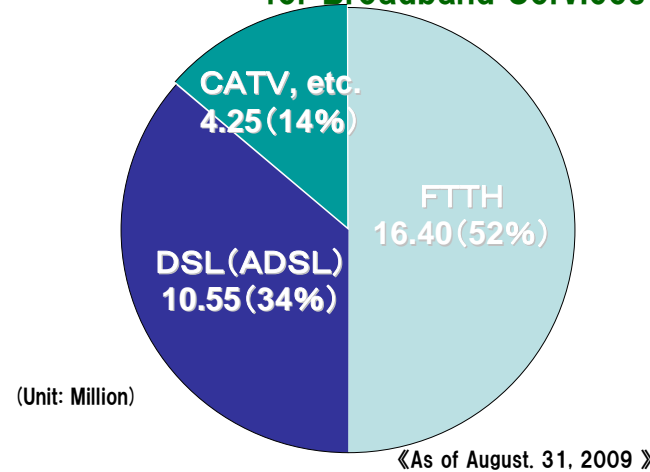
《As of Sep. 30, 2009》

No. of Subscribers for Broadband Services
 Approx: 31.2 million

◎FTTH users are expected to grow
 to 20 million in 2010 or later

《As of August. 31, 2009》

Breakdown of Subscribers for Broadband Services



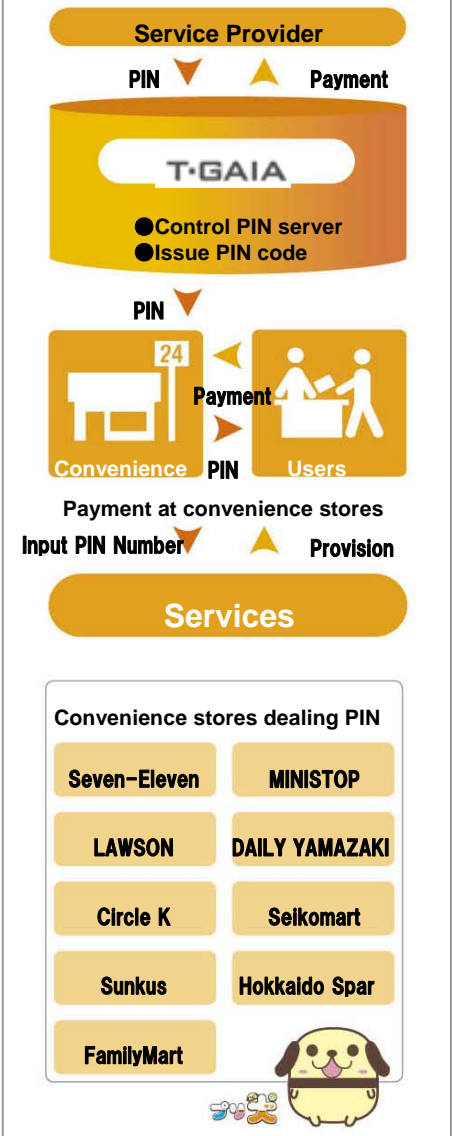
Strategy

Network Communications Business Strategy

Strategy Focusing on Expansion of FTTH Business

- Acquiring new sales agents
- Marketing for one unit homes
- Providing content services incl. video pictures & IP telephones
- Diversifying sales & marketing method such as business alliance
- Cooperating with Corporate Sales Dept. taking "FMC Era" into consideration

● Structure of PIN Service



Development of Settlement Service (For Prepaid Mobile Handsets, Overseas Calls, E-money, and Contents, etc.)

Expansion of Business with 40 Thousand Convenience Stores
(incl. 32 Thousand Stores with whom Online Network for PIN System has been Established)

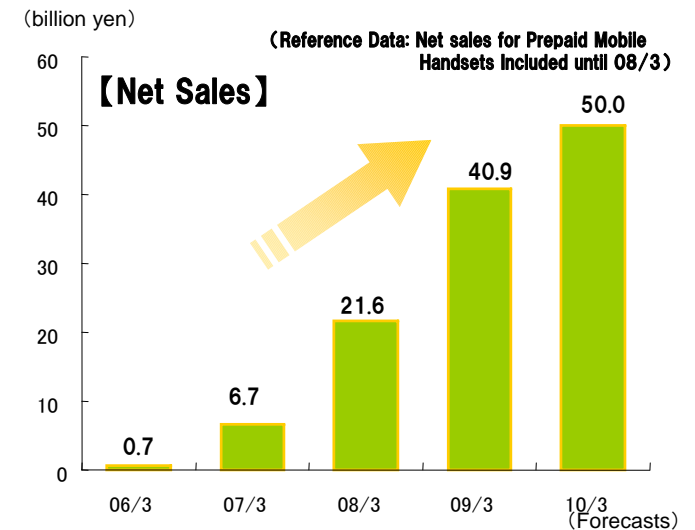
Secure Sales Channel for Future Growth

【 Strengthening of E-settlement business using PIN (*) 】

- ① For mobile handsets : Settlement of calling rate for prepaid & postpaid mobile handsets
- ② For overseas calls: Settlement of overseas calls
- ③ E-money: Convenient & secured general purpose e-money
- ④ For variety of products: iTunes Card, Amazon ® Gift Card & game cards, etc.

(注) PIN (Personal Identification Number)
: Password accessed by users to utilize the PIN-based services

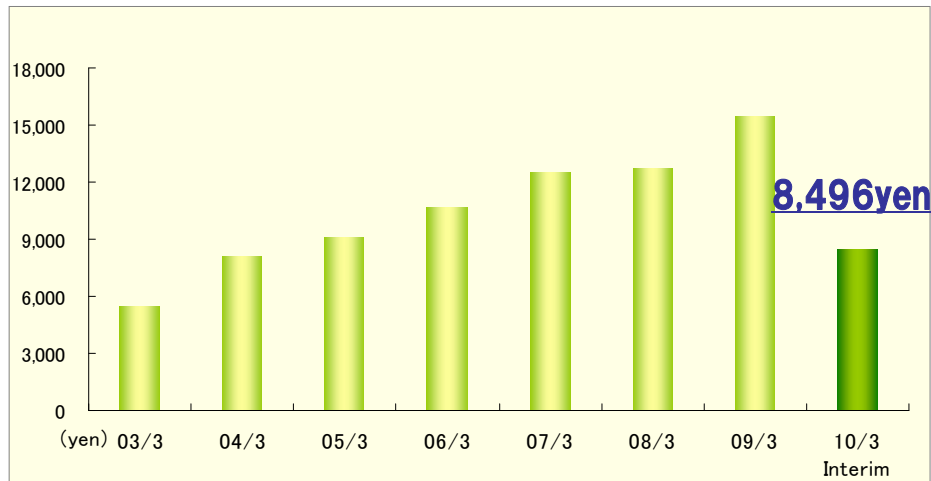
Further Growth though Effect of Merger



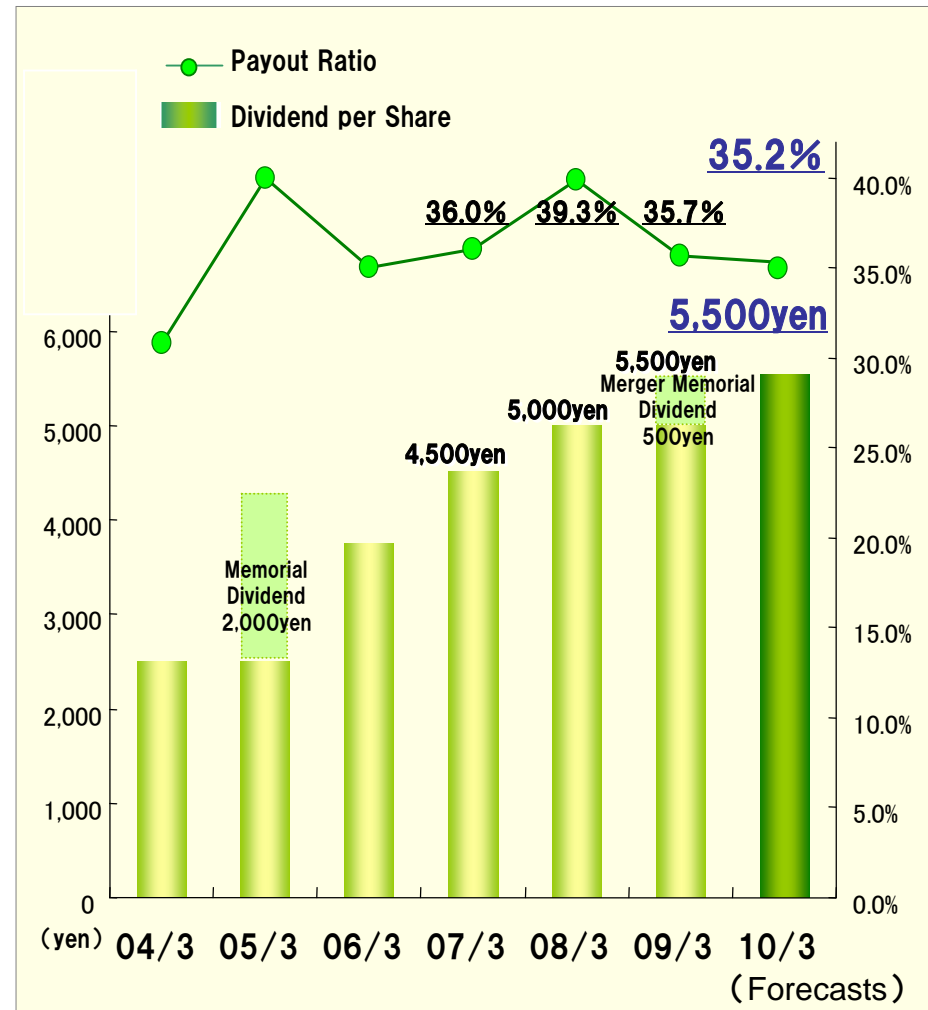
Financial Strategy & Return to Shareholders

Targeting Dividend Payout Ratio over 30% Level based on our Stable Dividend Policy to Strengthen the Future Business Development and the Management Base

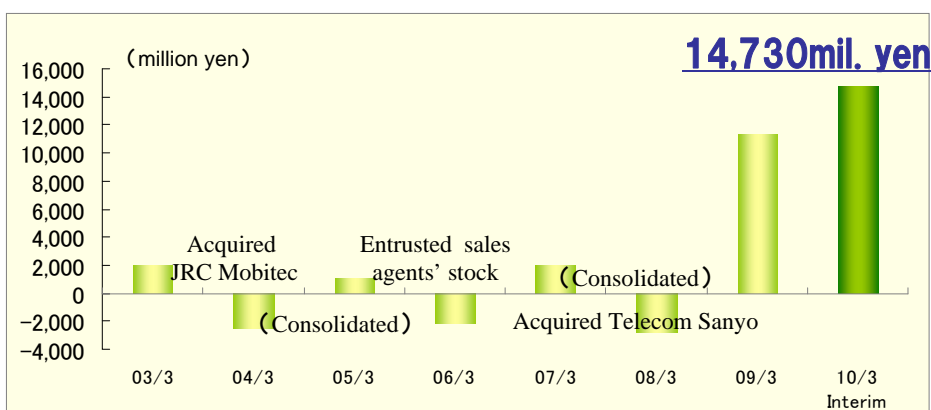
Adjusted Net Income per Share



Adjusted Dividend per Share & Payout Ratio



Historical FCF (Free Cash Flow) Data



※ 09/3 Interim Results recorded by Telepark only

Future Development

Historical Financial Results & Synergy Effect of Merger

Increasing Net Sales & Income for 11 Consecutive Years!!
(Non-consolidated basis)

Early Realization of Synergy Effect of Merger

Targeting at Early Realization of Synergy Effect & Maximization of Corporate Value in Each Business Segment!

Net Sales (Forecasts) **567.0 billion yen**
Income after Tax (Forecasts) **8.00 billion yen**

Further Enhancement of Sales Force

- Enhance Marketing for Corporate Clients
- Regional Supplement
- Optimize Sales Channel

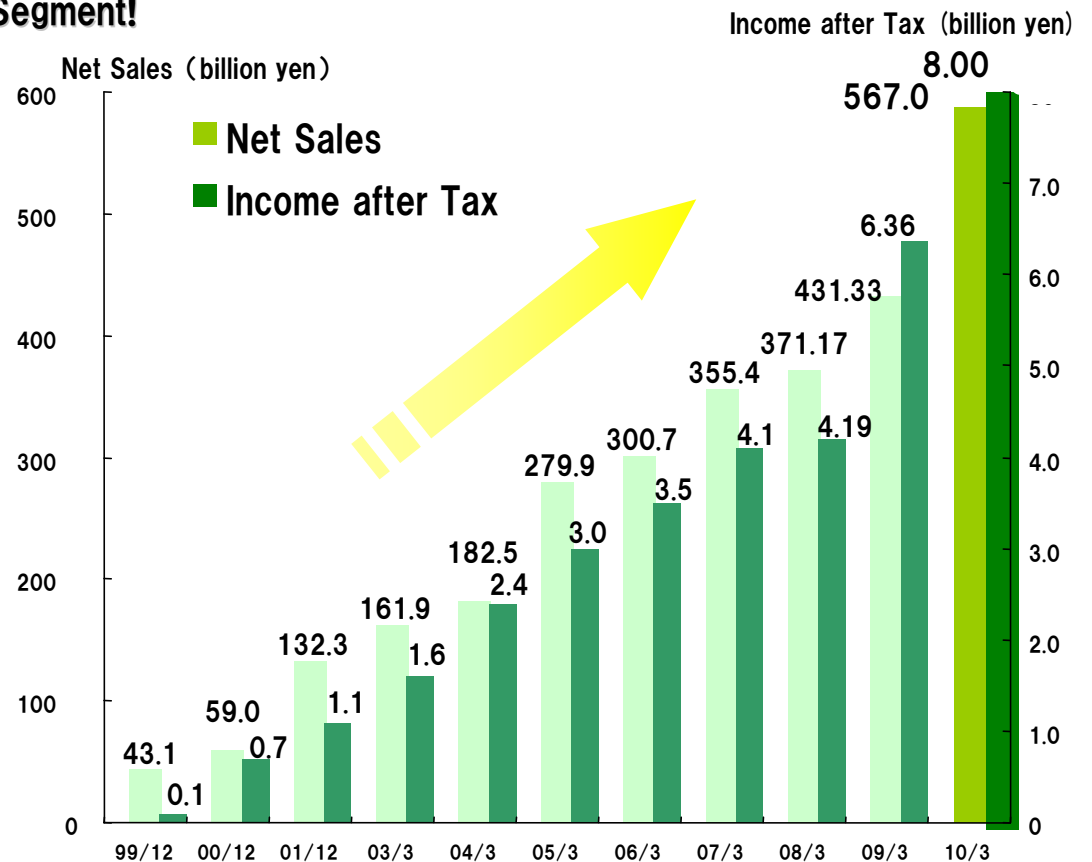
Streamline Business Operations

- Centralize logistics & Inventory Management
- Integration of Activation centers
- Effective Posting of HR

Actively Challenge

New Business Domains

- MVNO-related Business
- Launch Logistic Business
- Expand Business Overseas



Notes) Financial results for 02/03 has been omitted as the fiscal year lasted for only 3 months due to change of the accounting term.

※ We revised our full-year forecast upward on October 22, 2009

Forecast for FY ending March 2010

* We revised our full-year forecast upward on October 22, 2009

Net Sales	(unit: million yen)	09/3 Results※1	10/3 Forecasts	Change of amount	Year-on-Year basis (%)
567.0 bln. yen YoY: 131.4%	Net Sales	431,331	567,000	135,669	131.4%
Operating Income 15.0 bln. yen YoY: 120.9%	Gross Margin	48,757	61,900	13,143	126.9%
	SGA Expenses	36,355	46,900	10,545	129.0%
Ordinary Income 14.75 bln. yen YoY: 123.2%	Operating Income	12,401	15,000	2,599	120.9%
	Ordinary Income	11,965	14,750	2,785	123.2%
Net Income 8.00 bln. yen YoY: 125.7%	Net Income	6,364	8,000	1,636	125.7%
	FCF	11,259	8,190	▲3,069	72.7%
	Profit/share (yen)※2	15,422.68	15,613.69	191.01	101.2%
	Dividend/share (yen)※3	5,500.00	5,500.00	-	-

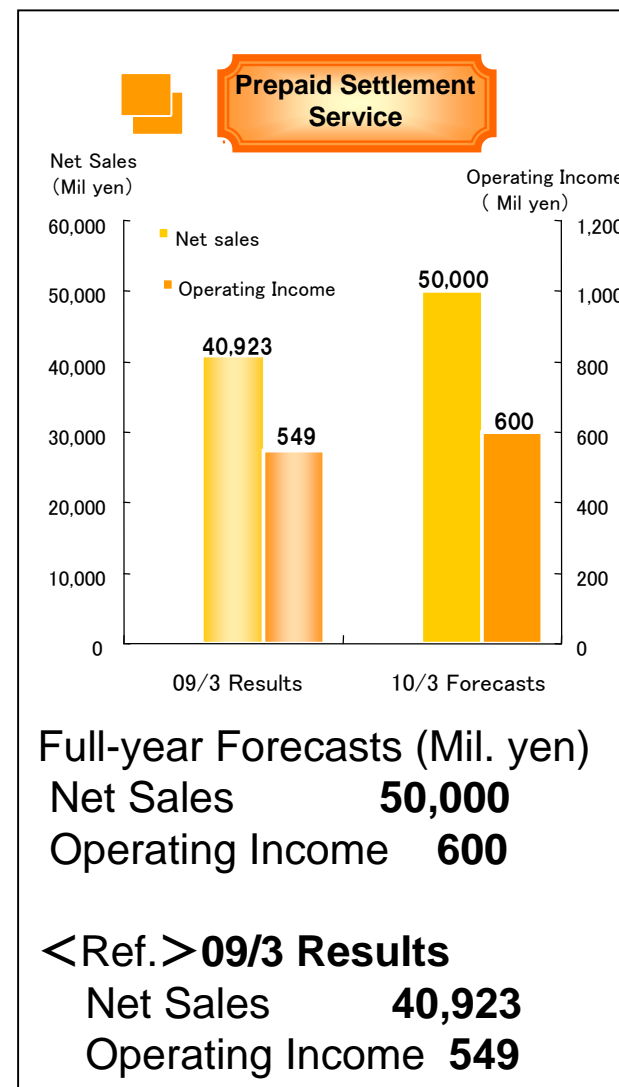
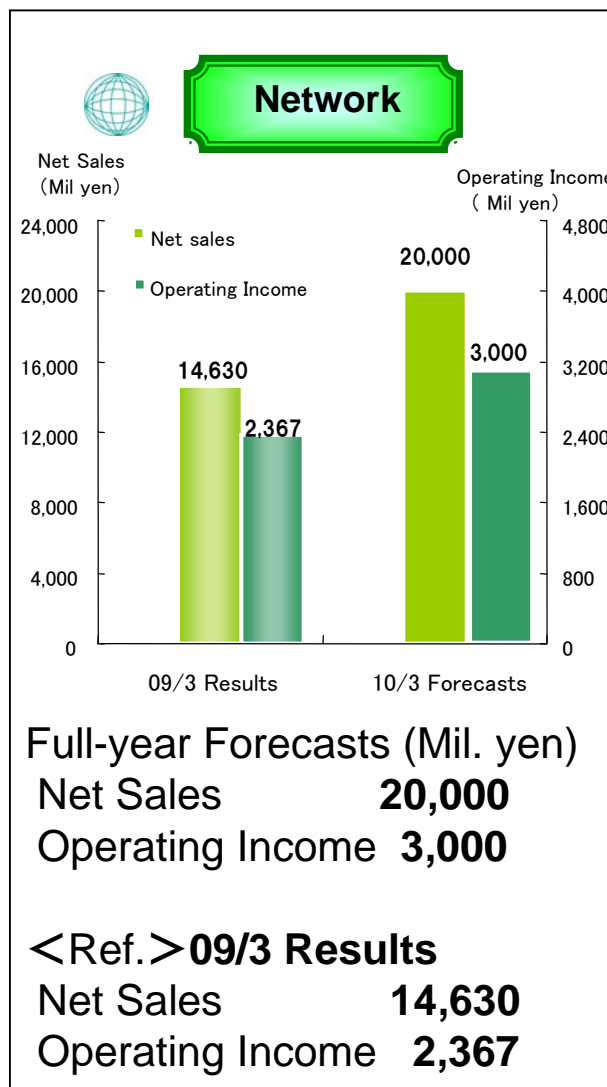
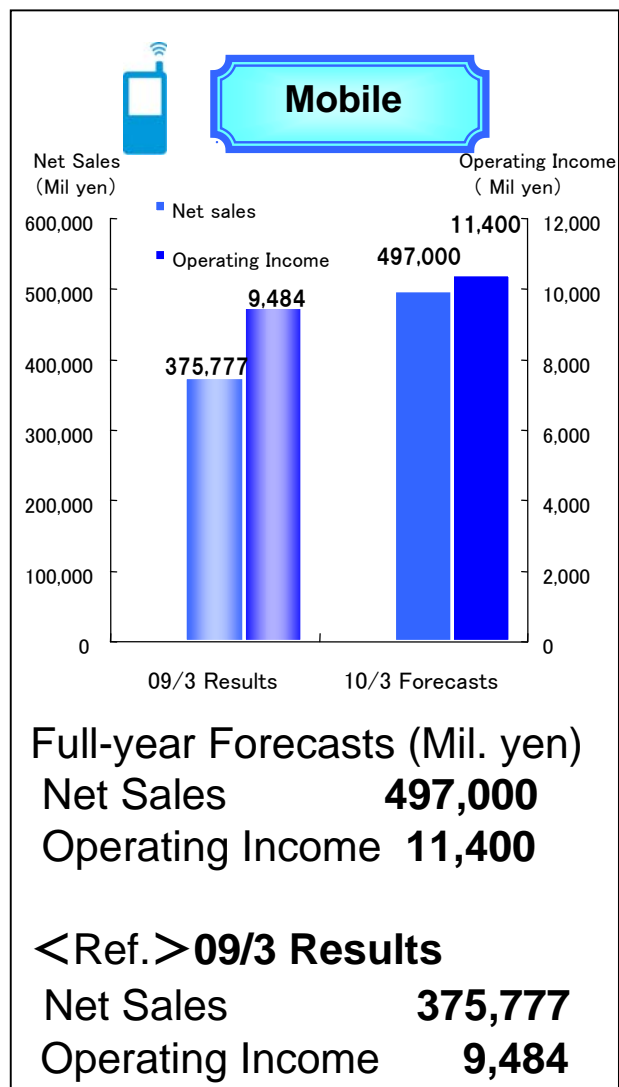
(Payout ratio: 35.7%) (Payout ratio: 35.2%)

※1: Telepark has merged with MS Communications Co., Ltd. as of October 1, 2008 and changed the company name to T-Gaia Corp. Therefore, the individual results of the fiscal year ended March 31, 2009 are calculated by adding results of the first-half for Telepark Corp. to results of the second-half for T-Gaia Corp.

※2: Calculation was made using average number of shares outstanding of 412,657 for 09/3, and number of shares at the fiscal year-end of 512,367 for 10/3.

※3: Including the Merge Memorial Dividend of 500 yen for 09/3 Results.

Forecasts for FY ending March 2010 by Business Segment

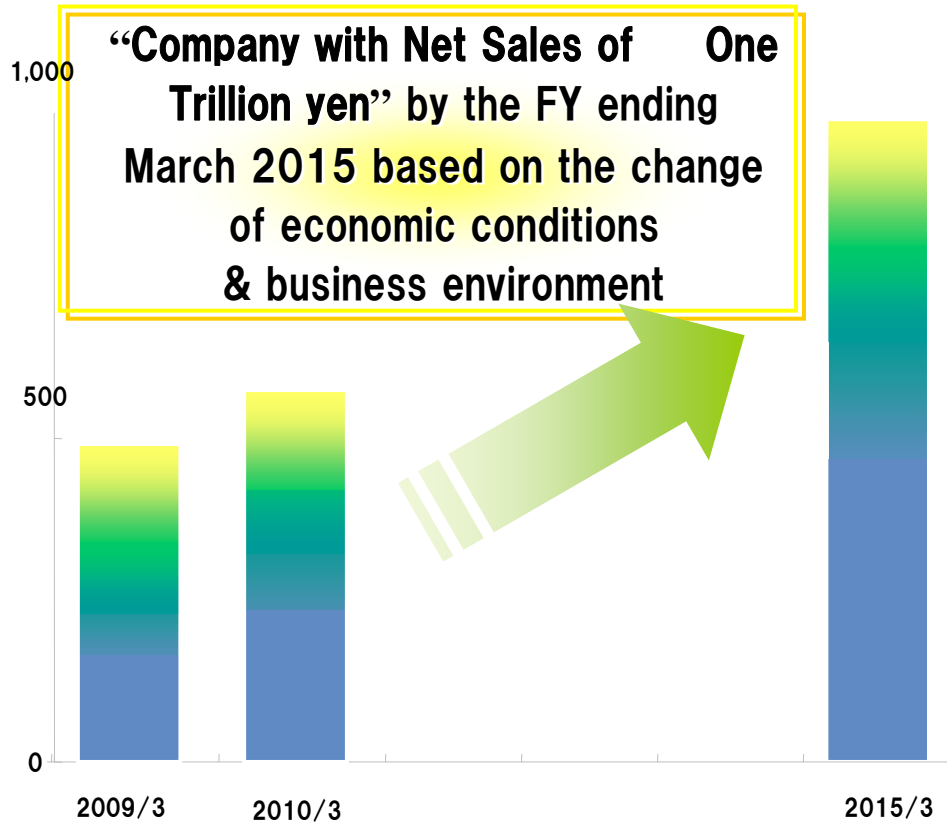


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Future Vision of T-Gaia Corporation

Actively Promoting Marketing for Corporate Clients & New Business

(Net Sales: Billion yen)



Dividend Policy

Dividend Payout Ratio :
Continue to be maintained at stable level above 30%

Priority Areas for Each Segment

- New Business**
 - ✓ Actively explore & promote new business domains
 - ✓ Start overseas marketing research
- Network Business**
 - ✓ Business Development taking FMC and/or NGN into consideration
- Mobile Business**
 - ✓ Strengthen marketing for corporate clients
 - ✓ Stimulate demand for second mobile handset