

Summary of Interim Business Results for FY January 2007 (Consolidated)

Date: September 12, 2006

C o m p a n y	Cybozu, Inc.	Registered on the TSE1	
Stock Code	4776	Head office location: Tokyo	
U R L	http://www.cybozu.co.jp/		
Representative	Yoshihisa Nishibata		
C o n t a c t	Title of Executive	Director and Vice President	
	Name	Kenyu Hosoya	TEL 03-5805-9035
Date of the meeting of board of directors	September 12, 2006	Application of US Accounting Standard: None	

1. Interim Business Results for FY Ended July 2006 (February 1, 2006 - July 31, 2006)

(1) Results of Operations

(Note: Rounded down to ¥ Million)

	Net sales		Operating income		Ordinary income	
	¥ Million	%	¥ Million	%	¥ Million	%
July 2006 Interim	4,594	(107.3)	349	(-37.7)	290	(-48.0)
July 2005 Interim	2,216	(50.1)	560	(122.0)	557	(112.4)
FY ended Jan. 2006	5,954		863		858	

	Net income		Net income per share		Diluted net income per share	
	¥ Million	%	¥		¥	
July 2006 Interim	57	(-79.8)	112.99		109.04	
July 2005 Interim	283	(131.5)	2,904.40		2,768.47	
FY ended Jan. 2006	465		4,735.28		4,539.96	

(Note) 1. Earnings/loss on investments in equity-method affiliates

First half ended July 2006: ¥ 0 million,

First half ended July 2005: ¥ million

Fiscal year ended January 2006: ¥ 0 million

2. Average number of shares outstanding (consolidated)

First half ended July 2006: 505,652 shares,

First half ended July 2005: 97,623 shares,

Fiscal year ended January 2006: 98,385 shares

3. Changes in accounting principles applied: None

4. The percentages shown for net sales, operating income, ordinary income, and net income represent changes from the same period in the previous fiscal year.

5. Number of outstanding shares is 508,279 as Cybozu issued 5,175 shares of common stock through exercise of stock subscription rights and stock acquisition rights from March 24, 2006 to May 10, 2006.

(2) Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	¥ Million	¥ Million	%	¥
July 2006 Interim	6,923	3,523	44.6	6,070.04
July 2005 Interim	4,906	2,852	58.1	28,966.02
FY ended Jan. 2006	5,686	3,108	54.7	30,892.97

(Note) Number of shares outstanding (consolidated) at end of period:

First half ended July 2006: 508,279 shares

First half ended July 2005: 98,463 shares

Fiscal year ended January 2006: 100,620 shares

(3) Results of Cash Flows

	Net cash flows by operating activities	Net cash flows by investment activities	Net cash flows by financial activities	Balance of cash and cash equivalents at the end of year
	¥ Million	¥ Million	¥ Million	¥ Million
July 2006 Interim	526	-1,359	817	1,506
July 2005 Interim	587	-820	495	2,310
FY ended Jan. 2006	849	-2,322	460	1,522

(4) Matters concerning the scope of consolidation and the application of the equity method

Consolidated subsidiaries: 10

Unconsolidated subsidiaries accounted for under the equity method: 0

Affiliates accounted for under the equity method: 1

(5) Changes in the scope of consolidation and affiliates accounted for under the equity method

Consolidated subsidiaries: New: 6 ,Excluded: 0

Affiliates accounted for under the equity method: New: 0 ,Excluded: 0

2 . Forecast of Financial Performance in FY January 2007 (February 1, 2006 - January 31, 2007)

	Net sales	Ordinary income	Net income
	¥ Million	¥ Million	¥ Million
FY ending Jan. 2007	9,600	850	360

(Note) Forecast net income per share for the year: 715.56 yen

Cautionary Statements

Forecasts regarding future performance in these materials are based on judgments made in accordance with information available to management at the time this report was prepared. Forecasts therefore embody risks and uncertainties. Actual results may differ significantly from the forecasts for a number of factors. Investors should not rely solely on these forecasts for making investment decisions.