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This financial report is solely a translation of "Kessan Tanshin" (in Japanese, including attachments), which has been prepared in accordance with accounting principles and practices generally accepted in Japan, for the convenience of readers who prefer an English translation.

October 25, 2013

SoftBank Technology Corp.
Consolidated Financial Report for the Second Quarter of Fiscal Year Ending March 31, 2014
(Six Months Ended September 30, 2013)

[Japanese GAAP]

Company name: SoftBank Technology Corp. (Tokyo Stock Exchange/Code No. 4726)

(URL <http://www.softbanktech.co.jp/>)

Representative: Shinichi Ata, President and CEO

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Scheduled date of filing of Quarterly Report: November 13, 2013

Scheduled date of payment of dividend: -

Preparation of supplementary materials for quarterly financial results: Yes

Holding of quarterly financial results meeting: Yes (for institutional investors and analysts)

(All amounts are rounded down to the nearest million yen)

1. Consolidated Financial Results for the Six Months Ended September 30, 2013 (Apr. 1, 2013 – Sep. 30, 2013)

(1) Consolidated Results of Operations (Percentages represent year-on-year changes)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Six months ended Sep. 30, 2013	16,286	1.3	570	(17.2)	584	(32.5)	324	(46.0)
Six months ended Sep. 30, 2012	16,081	8.3	689	0.7	865	26.8	601	54.2

Note: Comprehensive income (million yen) Six months ended Sep. 30, 2013: 391 (down 33.8%)

Six months ended Sep. 30, 2012: 591 (up 30.7%)

	Net income per share	Diluted net income per share
	Yen	Yen
Six months ended Sep. 30, 2013	33.54	33.26
Six months ended Sep. 30, 2012	62.15	-

(2) Consolidated Financial Position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Sep. 30, 2013	16,110	9,267	56.6	942.75
As of Mar. 31, 2013	15,286	8,945	58.4	922.67

Reference: Shareholders' equity (million yen)

As of Sep. 30, 2013: 9,124

As of Mar. 31, 2013: 8,929

2. Dividends

	Dividends per share				
	1Q-end	2Q-end	3Q-end	Year-end	Total
Fiscal year ended Mar. 31, 2013	Yen -	Yen 0.00	Yen -	Yen 20.00	Yen 20.00
Fiscal year ending Mar. 31, 2014	-	0.00			
Fiscal year ending Mar. 31, 2014 (forecast)			-	20.00	20.00

Note: Revisions to the most recently announced dividend forecast: None

3. Consolidated Forecast for the Fiscal Year Ending March 31, 2014 (Apr. 1, 2013 – Mar. 31, 2014)

(Percentages represent year-on-year changes)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	34,000	4.0	1,700	16.1	1,700	2.5	1,000	(3.9)	103.32

Note: Revisions to the most recently announced consolidated forecast: None

*** Notes**

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in changes in scope of consolidation): Yes

Newly added: 1 (Kan Corporation)

Excluded: -

Note: Please refer to "2. Matters Related to Summary Information (Notes), (1) Changes in Significant Subsidiaries during the Period" on page 4 of the attachments for further information.

(2) Application of special accounting methods for presenting quarterly consolidated financial statements: None

(3) Changes in accounting policies and accounting-based estimates, and restatements

i. Changes in accounting policies due to revisions in accounting standards, others: None

ii. Changes in accounting policies other than i. above: None

iii. Changes in accounting-based estimates: None

iv. Restatements: None

(4) Number of outstanding shares (Common stock)

i. Number of shares outstanding at the end of period (including treasury stock)

As of Sep. 30, 2013:	10,640,200 shares	As of Mar. 31, 2013:	10,640,200 shares
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ii. Number of shares of treasury stock at the end of period

As of Sep. 30, 2013:	961,890 shares	As of Mar. 31, 2013:	961,890 shares
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iii. Average number of shares outstanding during the period

Six months ended Sep. 30, 2013:	9,678,310 shares	Six months ended Sep. 30, 2012:	9,678,348 shares
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* Information regarding the implementation of quarterly review procedures

The current quarterly summary report is not subject to the quarterly review procedures based on the Financial Instruments and Exchange Act. At the time of disclosure, the review procedures for the quarterly consolidated financial statements have not been completed.

* Explanation of appropriate use of earnings forecasts, and other special items

Forecasts regarding future performance in these materials are based on assumptions judged to be valid and information available to the Company at the time the materials were created. These materials are not promises by the Company regarding future performance. Actual performance may differ significantly from these forecasts for a number of reasons.

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1. Qualitative Information on Quarterly Consolidated Financial Performance

(1) Overview of Operations Results

	(Millions of yen)			(Yen)	
	Net sales	Operating income	Ordinary income	Net income	Net income per share
Six months ended Sep. 30, 2013	16,286	570	584	324	33.54
Six months ended Sep. 30, 2012	16,081	689	865	601	62.15
Change	1.3%	(17.2)%	(32.5)%	(46.0)%	(46.0)%
(Reference) Fiscal year ended Mar. 31, 2013	32,703	1,463	1,658	1,040	107.53

In the first half of the current fiscal year ending on March 31, 2014, consolidated net sales increased 1.3% year on year to 16,286 million yen, operating income decreased 17.2% to 570 million yen, ordinary income decreased 32.5% to 584 million yen and net income decreased 46.0% to 324 million yen.

Sales were about the same as one year earlier in the eBusiness Services Business and sales were higher in the Cloud Solutions Business. The result was a year-on-year increase of 204 million yen (1.3%) in net sales. There was a 2.7 percentage point improvement from one year earlier in consolidated marginal profit ratio to 21.1%. This was mainly attributable to a shift in Cloud Solutions Business from hardware sales to service provisions and efficient cost controls in the eBusiness Services Business.

Company-wide fixed expenses increased 600 million yen (26.5%) as the Company continued to make investments for achieving medium to long-term growth. Major components of this increase were personnel expenses, recruiting expenses due to extensive recruiting activities, and employee training expenses, such as payments to encourage individuals to earn advanced technology certifications. The number of employees on a consolidated basis increased 143 from one year earlier to 587 at the end of the first half because the Company continued to conduct aggressive recruiting activities as in the previous fiscal year. As a result, personnel, training, recruiting and other related expenses increased 487 million yen (26.8%). This caused operating income to decrease 118 million yen (17.2%) from one year earlier.

Ordinary income and net income decreased more than operating income. The reason is the inclusion in earnings in the previous fiscal year ended on March 31, 2013 of dividend income of 186 million yen, a one-time item associated with the sale of stock of an equity-method affiliate.

During the first half, SoftBank Technology looked for M&A opportunities involving companies with distinctive business operations that have the potential of yielding synergies with the Softbank Technology Group (the Company Group). Two companies joined the Company Group in June 2013. Fontworks Inc. is a major provider of digital fonts and Kan Corporation is a major provider of web access analysis tools for small and midsize companies.

The Company Group is currently placing priority on investments to achieve medium to long-term growth and will continue to pursue a growth strategy that includes M&A and other measures.

Business segment performance was as follows.

(Millions of yen)

	Six months ended Sep. 30, 2012		Six months ended Sep. 30, 2013		(Reference) Fiscal year ended Mar. 31, 2013	
	Net sales	Operating income	Net sales	Operating income	Net sales	Operating income
eBusiness Services	8,972	358	8,969	345	18,790	960
Cloud Solutions	7,109	331	7,317	225	13,913	502
Consolidated total	16,081	689	16,286	570	32,703	1,463

eBusiness Services Business

Segment sales was unchanged year on year to 8,969 million yen and operating income decreased 3.7% to 345 million yen.

EC-BPO services are the core category of the eBusiness Services Business. In the Symantec Store business, the primary component of this category, sales volume increased but sales in Japan were lower because the higher volume could not

offset the effect of revisions to selling prices. There was an increase in sales in Southeast Asia. Web marketing services sales were about the same as one year earlier. There were cancellations by some major customers but sales were supported by two companies that were newly consolidated in the second quarter: digital font provider Fontworks Inc. and Kan Corporation, which provides web access analysis tools to small and midsize companies.

Segment operating income decreased because of the increase in personnel expenses, training expenses and other components of fixed expenses.

Cloud Solutions Business

Segment sales increased 2.9% to 7,317 million yen and operating income decreased 31.9% to 225 million yen.

Sales in the energy-conservation and network device categories were down significantly as demand in these two sectors has passed the peak. Two initiatives were used in order to shift from a profit structure centered on the provision of services instead of sales of hardware. One was recruiting many more workers starting in the previous fiscal year upgrade engineering resources. The other was improving technological skills in leading-edge ICT sectors. Taking these actions resulted in strong growth in sales from capturing service integration orders from the SoftBank Group's communications business and from companies that do not belong to the SoftBank Group. In addition, the higher marginal profit ratio in this segment made a big contribution to the improvement in the consolidated marginal profit ratio.

Substantial investments for medium and long-term growth continued in this segment. Fixed expenses increased because of the higher number of employees, the establishment of a development environment that uses leading-edge ICT, and other measures. As a result, segment operating income decreased.

(2) Overview of Financial Position

i. Assets, Liabilities, and Net Assets

(Millions of yen)

	As of Mar. 31, 2013	As of Sep. 30, 2013	(Reference) As of Sep. 30, 2012
Total assets	15,286	16,110	15,077
Net assets	8,945	9,267	8,485
Shareholders' equity ratio	58.4%	56.6%	56.3%

Assets

Total assets increased 823 million yen from the end of the previous fiscal year to 16,110 million yen at the end of the second quarter of the fiscal year under review.

Current assets decreased 1,199 million yen mainly due to decreases in cash and deposits, and notes and accounts receivable-trade.

Noncurrent assets increased 2,023 million yen mainly due to an increase in goodwill from the acquisition of subsidiaries' stock and an increase in customer relationships.

Liabilities

Total liabilities increased 502 million yen from the end of the previous fiscal year to 6,843 million yen at the end of the second quarter of the fiscal year under review.

Current liabilities decreased 64 million yen mainly because of a decrease in accounts payable-trade.

Noncurrent liabilities increased 567 million yen mainly due to increases in bonds payable resulting from the acquisition of a subsidiary stock and deferred tax liabilities.

Net assets

Net assets increased 321 million yen from the end of the previous fiscal year to 9,267 million yen at the end of the second quarter of the fiscal year under review. It was mainly due to increases in retained earnings and minority interests.

ii. Cash Flows

(Millions of yen)

	Six months ended Sep. 30, 2012	Six months ended Sep. 30, 2013	(Reference) Fiscal year ended Mar. 31, 2013
Cash flows from operating activities	1,170	477	1,463
Cash flows from investing activities	141	(3,949)	205
Cash flows from financing activities	(209)	(206)	(226)
Net increase in cash and cash equivalents	1,102	(3,677)	1,442
Cash and cash equivalents at end of period	5,869	2,532	6,209

Cash and cash equivalents at the end of the second quarter of the fiscal year under review decreased 3,677 million yen over the end of the previous fiscal year to 2,532 million yen.

The details of cash flows from each activity in the first half of the fiscal year under review and the major components of changes are as follows.

Cash flows from operating activities

Net cash provided by operating activities decreased 692 million yen from the same period of the previous fiscal year to 477 million yen. Major sources of cash include income before income taxes and minority interests of 579 million yen, and a decrease in notes and accounts receivable-trade of 542 million yen. Meanwhile, major uses of cash include income taxes paid of 272 million yen.

Cash flows from investing activities

Net cash used in investing activities totaled 3,949 million yen (compared with 141 million yen provided in the same period of the previous fiscal year). Major uses of cash include payments of loans receivable of 2,300 million yen and purchase of investments in subsidiaries resulting in change in scope of consolidation of 1,493 million yen.

Cash flows from financing activities

Net cash used in financing activities increased 3 million yen from the same period of the previous fiscal year to 206 million yen, mainly due to cash dividends paid of 193 million yen.

(3) Explanation of Consolidated Forecast and Other Forward-looking Statements

Forecasts are based on information currently available to the Company. Actual performance may differ from these forecasts for a number of reasons.

The Company maintains its consolidated forecasts for the fiscal year ending on March 31, 2014 that was announced on April 24, 2013.

2. Matters Related to Summary Information (Notes)**(1) Changes in Significant Subsidiaries during the Period**

Kan Corporation was included in the scope of consolidation in the first quarter of the current fiscal year following the acquisition of its shares by the Company.

Although this is not a change in specified subsidiaries, Fontworks Inc. was included in the scope of consolidation in the first quarter following the acquisition of its shares by the Company.

3. Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheets

	(Thousands of yen)	
	FY3/13 (As of Mar. 31, 2013)	Second quarter of FY3/14 (As of Sep. 30, 2013)
Assets		
Current assets		
Cash and deposits	6,209,901	2,834,540
Notes and accounts receivable-trade	5,051,203	4,641,286
Securities	99,900	-
Merchandise	28,718	83,446
Work in process	149,179	244,621
Short-term loans receivable	-	2,300,000
Deferred tax assets	162,870	234,143
Other	561,379	707,605
Allowance for doubtful accounts	(25,197)	(7,316)
Total current assets	12,237,954	11,038,327
Noncurrent assets		
Property, plant and equipment		
Buildings, net	145,516	141,066
Tools, furniture and fixtures, net	286,435	289,557
Construction in progress	-	10,598
Total property, plant and equipment	431,951	441,221
Intangible assets		
Goodwill	-	1,013,256
Software	642,503	709,280
Software in progress	41,949	116,466
Customer relationships	-	750,406
Other	11,787	13,207
Total intangible assets	696,240	2,602,617
Investments and other assets		
Investment securities	954,012	1,057,514
Deferred tax assets	333,684	281,121
Other	632,918	748,409
Allowance for doubtful accounts	-	(58,656)
Total investments and other assets	1,920,614	2,028,389
Total noncurrent assets	3,048,806	5,072,227
Total assets	15,286,761	16,110,555

	(Thousands of yen)	
	FY3/13 (As of Mar. 31, 2013)	Second quarter of FY3/14 (As of Sep. 30, 2013)
Liabilities		
Current liabilities		
Accounts payable-trade	3,990,375	3,744,238
Lease obligations	33,723	34,990
Accounts payable-other	467,542	393,139
Income taxes payable	283,925	300,742
Provision for bonuses	302,616	358,785
Provision for directors' bonuses	-	29,142
Provision for loss on order received	3,943	4,541
Asset retirement obligations	-	57,286
Other	794,655	889,282
Total current liabilities	5,876,781	5,812,149
Noncurrent liabilities		
Bonds payable	-	200,000
Lease obligations	26,779	12,206
Deferred tax liabilities	-	194,808
Long-term advances received	358,803	356,862
Negative goodwill	4,480	2,688
Provision for retirement benefits	-	49,164
Asset retirement obligations	74,046	25,637
Other	-	189,899
Total noncurrent liabilities	464,110	1,031,266
Total liabilities	6,340,891	6,843,416
Net assets		
Shareholders' equity		
Capital stock	634,555	634,555
Capital surplus	712,204	712,204
Retained earnings	8,286,159	8,417,195
Treasury stock	(747,634)	(747,634)
Total shareholders' equity	8,885,285	9,016,321
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	44,159	106,921
Foreign currency translation adjustment	434	1,018
Total accumulated other comprehensive income	44,594	107,940
Subscription rights to shares	15,990	32,216
Minority interests	-	110,661
Total net assets	8,945,869	9,267,139
Total liabilities and net assets	15,286,761	16,110,555

(2) Quarterly Consolidated Statements of Income and Comprehensive Income
(For the Six-month Period)

	(Thousands of yen)	
	First six months of FY3/13 (Apr. 1, 2012 – Sep. 30, 2012)	First six months of FY3/14 (Apr. 1, 2013 – Sep. 30, 2013)
Net sales	16,081,854	16,286,655
Cost of sales	14,459,081	14,458,240
Gross profit	1,622,772	1,828,414
Selling, general and administrative expenses	933,294	1,257,819
Operating income	689,478	570,595
Non-operating income		
Interest income	15,811	4,261
Dividends income	189,693	4,060
Miscellaneous income	9,097	10,636
Total non-operating income	214,602	18,958
Non-operating expenses		
Interest expenses	1,434	1,013
Loss on investments in partnership	7,701	-
Foreign exchange losses	5,257	-
Commission fee	24,079	-
Miscellaneous loss	2	4,398
Total non-operating expenses	38,475	5,412
Ordinary income	865,606	584,140
Extraordinary loss		
Loss on valuation of investment securities	21,706	-
Impairment loss	7,713	4,267
Total extraordinary losses	29,419	4,267
Income before income taxes and minority interests	836,186	579,873
Income taxes-current	227,676	261,348
Income taxes-deferred	6,996	(9,310)
Total income taxes	234,673	252,037
Income before minority interests	601,512	327,836
Minority interests in income	-	3,234
Net income	601,512	324,601
Minority interests in income	-	3,234
Income before minority interests	601,512	327,836
Other comprehensive income		
Valuation difference on available-for-sale securities	(10,278)	62,761
Foreign currency translation adjustment	(7)	584
Total other comprehensive income	(10,285)	63,346
Comprehensive income	591,227	391,182
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	591,227	387,948
Comprehensive income attributable to minority interests	-	3,234

(3) Quarterly Consolidated Statements of Cash Flows

(Thousands of yen)

	First six months of FY3/13 (Apr. 1, 2012 – Sep. 30, 2012)	First six months of FY3/14 (Apr. 1, 2013 – Sep. 30, 2013)
Net cash provided by (used in) operating activities		
Income before income taxes and minority interests	836,186	579,873
Depreciation and amortization	170,143	210,218
Impairment loss	7,713	4,267
Amortization of goodwill	(1,792)	23,331
Increase (decrease) in allowance for doubtful accounts	803	(20,357)
Increase (decrease) in provision for bonuses	(6,072)	32,197
Increase (decrease) in provision for directors' bonuses	9,120	29,142
Increase (decrease) in provision for loss on order received	(11,033)	598
Interest and dividends income	(205,505)	(8,321)
Interest expenses	1,434	1,013
Loss (gain) on investments in partnership	7,701	(2,692)
Loss (gain) on valuation of investment securities	21,706	-
Decrease (increase) in notes and accounts receivable-trade	682,615	542,864
Decrease (increase) in inventories	10,722	(151,311)
Decrease (increase) in operating receivables	(177,970)	(97,943)
Increase (decrease) in notes and accounts payable-trade	(122,367)	(254,461)
Increase (decrease) in accrued consumption taxes	9,440	(15,523)
Increase (decrease) in operating debt	207,112	(137,360)
Other, net	1,401	11,276
Subtotal	1,441,359	746,811
Interest and dividends income received	204,072	4,411
Interest expenses paid	(1,434)	(1,013)
Income taxes paid	(473,542)	(272,618)
Net cash provided by (used in) operating activities	1,170,455	477,590
Net cash provided by (used in) investing activities		
Proceeds from withdrawal of time deposits	-	100,000
Purchase of property, plant and equipment	(115,868)	(89,901)
Purchase of intangible assets	(167,340)	(243,807)
Proceeds from redemption of securities	300,000	100,000
Proceeds from sales and redemption of investment securities	116,993	-
Purchase of investments in subsidiaries resulting in change in scope of consolidation	-	(1,493,249)
Payments of loans receivable	-	(2,300,000)
Collection of loans receivable	4,750	845
Payments for guarantee deposits	(2,200)	(20,166)
Proceeds from collection of guarantee deposits	5,083	-
Other, net	-	(3,026)
Net cash provided by (used in) investing activities	141,417	(3,949,306)
Net cash provided by (used in) financing activities		
Decrease in short-term loans payable	-	(1,923)
Cash dividends paid	(193,507)	(193,271)
Repayments of lease obligations	(16,140)	(16,879)
Proceeds from issuance of subscription rights to shares	-	5,566
Net cash provided by (used in) financing activities	(209,647)	(206,507)
Effect of exchange rate change on cash and cash equivalents	(7)	584
Net increase (decrease) in cash and cash equivalents	1,102,217	(3,677,639)
Cash and cash equivalents at beginning of period	4,766,926	6,209,901
Cash and cash equivalents at end of period	5,869,144	2,532,262

(4) Notes to Quarterly Consolidated Financial Statements**Going Concern Assumption**

Not applicable.

Significant Changes in Shareholders' Equity

Not applicable.

Segment and Other Information**Segment Information**

First six months of FY3/13 (Apr. 1, 2012 – Sep. 30, 2012)

1. Information related to Net Sales, Profit or Loss for Each Reportable Segment

(Thousands of yen)

	eBusiness Services	Cloud Solutions	Total
Net sales			
Customers	8,972,752	7,109,101	16,081,854
Inter-segment	-	-	-
Total	8,972,752	7,109,101	16,081,854
Segment profit	358,375	331,102	689,478

Note: Segment profit matches the operating income in the Quarterly Consolidated Statements of Income and Comprehensive Income.

First six months of FY3/14 (Apr. 1, 2013 – Sep. 30, 2013)

1. Information related to Net Sales, Profit or Loss for Each Reportable Segment

(Thousands of yen)

	eBusiness Services	Cloud Solutions	Total
Net sales			
Customers	8,969,617	7,317,037	16,286,655
Inter-segment	-	-	-
Total	8,969,617	7,317,037	16,286,655
Segment profit	345,015	225,579	570,595

Note: Segment profit matches the operating income in the Quarterly Consolidated Statements of Income and Comprehensive Income.

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