

Summary of Business Result for FY October 2004 (Consolidated)

Date: December 13, 2004

Company **D3 Publisher Inc.**

Stock Code 4311

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Date of the meeting of board of directors December 13, 2004

Application of US Accounting Standard None

1. Business Results as of FY October 2004 (November 1, 2003 — October 31, 2004)

(1) Results of Operations

(Note: Rounded down to ¥ Million)

	Revenues		Operating Income		Recurring Income	
	¥ Million	%	¥ Million	%	¥ Million	%
FY October 2004	3,057	0.5	205	324.2	160	-
FY October 2003	3,042	-3.4	48	-88.7	-79	-

	Net Income		Net Income per Share	Diluted Net Income per Share	Ratio of Net Income to Shareholders' Equity	Ratio of Recurring Income to Total Assets	Ratio of Recurring Income to Revenues
	¥ Million	%	¥	¥	%	%	%
FY October 2004	160	-	13,102.52	12,815.50	10.5	5.0	5.3
FY October 2003	-103	-	-11,401.93	-11,396.96	-9.6	-3.1	-2.6

(Note) 1. Investment profits and losses on equity method: ¥-42 million in October 2004, ¥-109 million in October 2003

2. Outstanding averaged number of shares (Consolidated): 12,246 shares in October 2004, 9,049 shares in October 2003

3. Change in accounting method: None

(2) Financial Position

	Total Assets	Shareholders' Equity	Shareholders' Equity to Total Assets	Shareholders' Equity per Share
	¥ Million	¥ Million	%	¥
FY October 2004	3,744	2,063	55.1	149,362.65
FY October 2003	2,736	996	36.4	111,484.61

(Note) Outstanding shares at the end of October (Consolidated): 13,818 shares in October 2004, 8,939 shares in October 2003

(3) Results of Cash Flows

	Net Cash Flows by Operating Activities	Net Cash Flows by Investing Activities	Net Cash flows by Financing Activities	Balance of Cash and Cash Equivalents at the end of year
	¥ Million	¥ Million	¥ Million	¥ Million
FY October 2004	697	-542	654	1,374
FY October 2003	-549	-55	692	566

(4) Scope of consolidation and application of equity method

Number of consolidated subsidiaries: 2 Number of non-consolidated subsidiaries not accounted for by the equity method: -

Number of affiliates accounted for by the equity method: 1

(5) Change in scope of consolidation and application of equity method

Newly consolidated subsidiaries: 1 Excluded consolidated subsidiaries: -

Newly accounted affiliates for by the equity method: - Excluded affiliates accounted for by the equity method: 1

2. Forecast of Financial Performance in FY October 2005 (November 1, 2004 — October 31, 2005)

	Revenues	Recurring Income	Net Income
	¥ Million	¥ Million	¥ Million
April 2005 Interim	2,259	122	101
FY ending October 2005	5,114	373	171

(Note) Forecast net income per share for the year: 12,377.85 yen