

Summary of Business Results for the Third Quarter of the Year Ending July 31, 2010

June 11, 2010

Company **TYO Inc**
 Stock Code 4358
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 Expected date of filing of quarterly report: June 14, 2010
 Expected starting date of dividend payment: —

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(Rounded down to million yen)

1. Consolidated business results for the nine months ended April 2010 (August 1, 2009 through April 30, 2010)

(1) Consolidated results of operations

(% change from the previous corresponding period)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Nine months ended Apr. 2010	19,636	(11.8)	553	108.5	252	1,038.4	(277)	—
Nine months ended Apr. 2009	22,269	—	265	—	22	—	(2,072)	—

	Net income per share	Diluted net income per share
	Yen	Yen
Nine months ended Apr. 2010	(9.83)	—
Nine months ended Apr. 2009	(73.77)	—

(2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Apr. 2010	15,970	485	2.0	9.68
As of Jul. 2009	22,965	1,399	0.8	6.41

(Reference) Shareholders' equity

As of April 2010: 315 million yen
 As of July 2009: 177 million yen

2. Dividends

	Dividends per share				
	End of 1Q	End of 2Q	End of 3Q	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended Jul. 2009	—	—	—	0.00	0.00
Year ending Jul. 2010	—	—	—		
Year ending Jul. 2010 (forecast)				0.00	0.00

(Note) Revisions to dividend forecast for the current quarter: None

3. Forecast of consolidated business results for the year ending July 2010 (August 1, 2009 through July 31, 2010)

(% change from the previous year)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Year ending Jul. 2010	26,610	(9.7)	760	89.1	420	234.5	(330)	—	(11.25)

(Note) Revisions to consolidated business forecast for the current quarter: None

4. Others

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

New subsidiary: —

Excluded: 2 (Name: Tsuburaya Productions Co., Ltd., Mahotsukai ni Taisetsuna Koto Production Committee)

(2) Applications of simplified accounting procedures and accounting procedures unique to the preparation of quarterly consolidated financial statements: Yes

(3) Changes in rules, procedures and indication methods of accounting process concerning the preparation of quarterly consolidated financial statements (Changes to important items that form the basis for preparing quarterly consolidated financial statements)

① Changes due to revision of accounting standards: Yes

② Changes other than ①: None

(4) Shares outstanding (common stock)

① Number of shares outstanding at the end of period (treasury stock included)

As of April 2010: 32,611,880 shares

As of July 2009: 32,611,880 shares

② Treasury stock at the end of period

As of April 2010: 462 shares

As of July 2009: 4,887,462 shares

③ Average number of stock during period (quarterly consolidated cumulative period)

Nine months ended April 2010: 28,243,550 shares

Nine months ended April 2009: 28,086,990 shares

* **Explanation regarding appropriate use of business forecasts and other special instructions**

Projected net income per share is calculated based on 32,611,418 shares outstanding at the end of year (after deducting treasury stock).

Above forecasts regarding future performance are based on information and assumptions at the time this report was prepared. Actual results may differ from the forecasts due to various factors.

Segment information

Operating segment information

Previous third quarter (from August 1, 2008 to April 30, 2009)

(Thousand yen)

	Advertising business	WEB business	Entertainment business	Contents Solutions business	Total	Eliminations or corporate	Consolidated
Sales							
(1) Sales to external customer	12,300,621	2,409,113	6,961,387	598,469	22,269,590	—	22,269,590
(2) Inter-segment sales and transfers	53,518	106,705	34,976	615,647	810,848	(810,848)	—
Total	12,354,139	2,515,819	6,996,364	1,214,116	23,080,439	(810,848)	22,269,590
Operating income (loss)	648,133	(153,575)	16,577	64,545	575,681	(310,141)	265,539

Current third quarter (from August 1, 2009 through April 30, 2010)

(Thousand yen)

	Advertising business	WEB business	Entertainment business	Contents Solutions business	Total	Eliminations or corporate	Consolidated
Sales							
(3) Sales to external customer	12,725,351	2,245,660	4,222,009	443,883	19,636,904	—	19,636,904
(4) Inter-segment sales and transfers	129,432	173,691	43,730	1,125,221	1,472,076	(1,472,076)	—
Total	12,854,783	2,419,351	4,265,740	1,569,105	21,108,981	(1,472,076)	19,636,904
Operating income (loss)	786,309	(180,162)	(100,563)	174,138	679,721	(126,147)	553,573

(Note) 1. The operating results of WEB business include the operating results of International business

2. The major causes of significant decrease in Entertainment business sales compared with the same quarter a year earlier are withdrawal from Game Software sector in the previous consolidated fiscal year, and sale of TYO consolidated subsidiaries Tsuburaya Productions and Digital Frontier shares during the nine months ended April 2010 resulting in the exclusion of the two subsidiaries.