

Flash Consolidated Financial Report For the Year Ended December 31, 2007

January 31, 2008

SIOS Technology, Inc.

Address: 4-1-28, Minato-ku, Tokyo, 105-0001 Japan
 Share listed: Tokyo Stock Exchange (TSE)'s Mothers
 Stock code number: 3744
 URL: <http://www.sios.com/>
 Representative: Nobuo Kita, Representative Director
 Contact: Tokutaro Kobayashi, General Manager of Finance & Accounting
 (Tel: +81-3-6860-5105)

Date of Regular General Shareholders Meeting: March 24, 2008

(Amounts below one million are rounded down)

1. Consolidated results for the years ended December 31, 2006 and 2007

(1) Consolidated results of operations (% change from previous year)

	Net Sales		Operating Profit		Ordinary Income		Net Income	
	million yen	%	million yen	%	million yen	%	million yen	%
Year ended Dec 2007	5,851	14.2	118	-	137	-	△51	-
Year ended Dec 2006	5,125	-	△13	-	△16	-	△184	-

	Net Income per Share	Diluted Net Income per Share	Ratio of Net Income to Shareholders' Equity	Ratio of Ordinary Income to Total Assets	Ratio of Operating Profit to Net Sales
	yen	yen	%	%	%
Year ended Dec 2007	△ 581.38	-	△2.0	2.5	2.0
Year ended Dec 2006	△2, 249.72	-	△8.2	△0.3	△0.3

(2) Consolidated Financial Position

	Total Assets	Shareholders' Equity	Shareholders' Equity Ratio	Shareholders' Equity per Share
	million yen	million yen	%	yen
Year ended Dec 2007	5,556	2,567	45.9	28,747.89
Year ended Dec 2006	5,551	2,713	48.8	30,577.41

(3) Consolidated Cash Flows

	Cash Flow from Operating Activities	Cash Flow from Investing Activities	Cash Flow from Financing Activities	Cash and Cash Equivalents - ending
	million yen	million yen	million yen	million yen
Year ended Dec 2007	150	△ 73	△168	1,251
Year ended Dec 2006	744	△ 2,094	1,968	1,360

2. Cash Dividends

Record Date				Total cash dividends (annual)	Dividend Payout ratio (consolidated)	Cash dividend rate for Shareholders' Equity (consolidated)
	Interim	Year end	Annual			
	yen	yen	yen	Million yen	%	%
Year ended Dec 2006	-	500.00	500.00	44	△ 22.2	1.9
Year ended Dec 2007	-	-	-	-	-	-
Year ended Dec 2008 (Forecast)	-	-	0	-	-	-

3. Consolidated Earnings Forecast for the year Ending (January 1, 2008 to December 31, 2008)

(Millions of yen, % change from previous year)

	Net Sales		Operating Profit		Ordinary Income		Net Income		Net Income per Share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Interim Period	3,100	4.8	10	△71.7	0	-	△30	-	△338.05
Full Business Year	6,400	9.4	140	18.1	150	8.9	20	-	△225.37

4. Other

(1) Changes to principal subsidiaries during the (status change of specified subsidiaries due to changes in the scope of consolidation): None

(2) Changes in accounting principles procedures and reporting policies (description of changes to important items fundamental to financial statement preparation)

1. Changes accompanying amendment of accounting standard: yes

(3) Number of shares issued (Common Stock)

1. Number of shares issued (Treasury stock included)

As of December 31, 2007: 88,744 shares

As of December 31, 2006: 88,744 shares

2. Number of Treasury Stock:

As of December 31, 2007: - shares

As of December 31, 2006: - shares

(Reference) Summary of Non-consolidated Financial Results

1. Results for the years ended December 31, 2006 and 2007

(1) Non-consolidated Results of Operations

	Net Sales		Operating Profit		Ordinary Income		Net Income	
	million yen	%	million yen	%	million yen	%	million yen	%
Year ended Dec 2007	5,136	6.1	225	182.4	231	219.4	100	–
Year ended Dec 2006	4,843	14.0	79	△70.4	72	△73.1	△84	–

	Net Income per Share	Diluted Net Income per Share
	million yen	million yen
Year ended Dec 2007	1,132.75	1,129.85
Year ended Dec 2006	△1,033.24	–

(2) Non-consolidated Financial Position

	Total Assets	Shareholders' Equity	Shareholders' Equity Ratio	Shareholders' Equity per Share
	million yen	million yen	%	yen
Year ended Dec 2007	5,516	2,828	51.0	31,688.90
Year ended Dec 2006	5,367	2,756	51.3	31,056.15

2. Non-consolidated Forecast for the year Ending (January 1, 2008 to December 31, 2008)

(Millions of yen, except per share data)

	Net Sales		Operating Profit		Ordinary Income		Net Income		Net Income per Share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Interim Period	2,700	2.0	90	△35.8	80	△38.5	40	△11.6	450.73
Full Business Yea	5,500	7.1	220	△2.6	200	△13.4	120	19.4	1,352.20

[Note]

Forecasts announced by the company referred to above were prepared based on management's assumption with information available at this time and therefore involve known and unknown risks and uncertainties. Please note such risks and uncertainties may cause the actual results to be materially different from the forecasts.

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