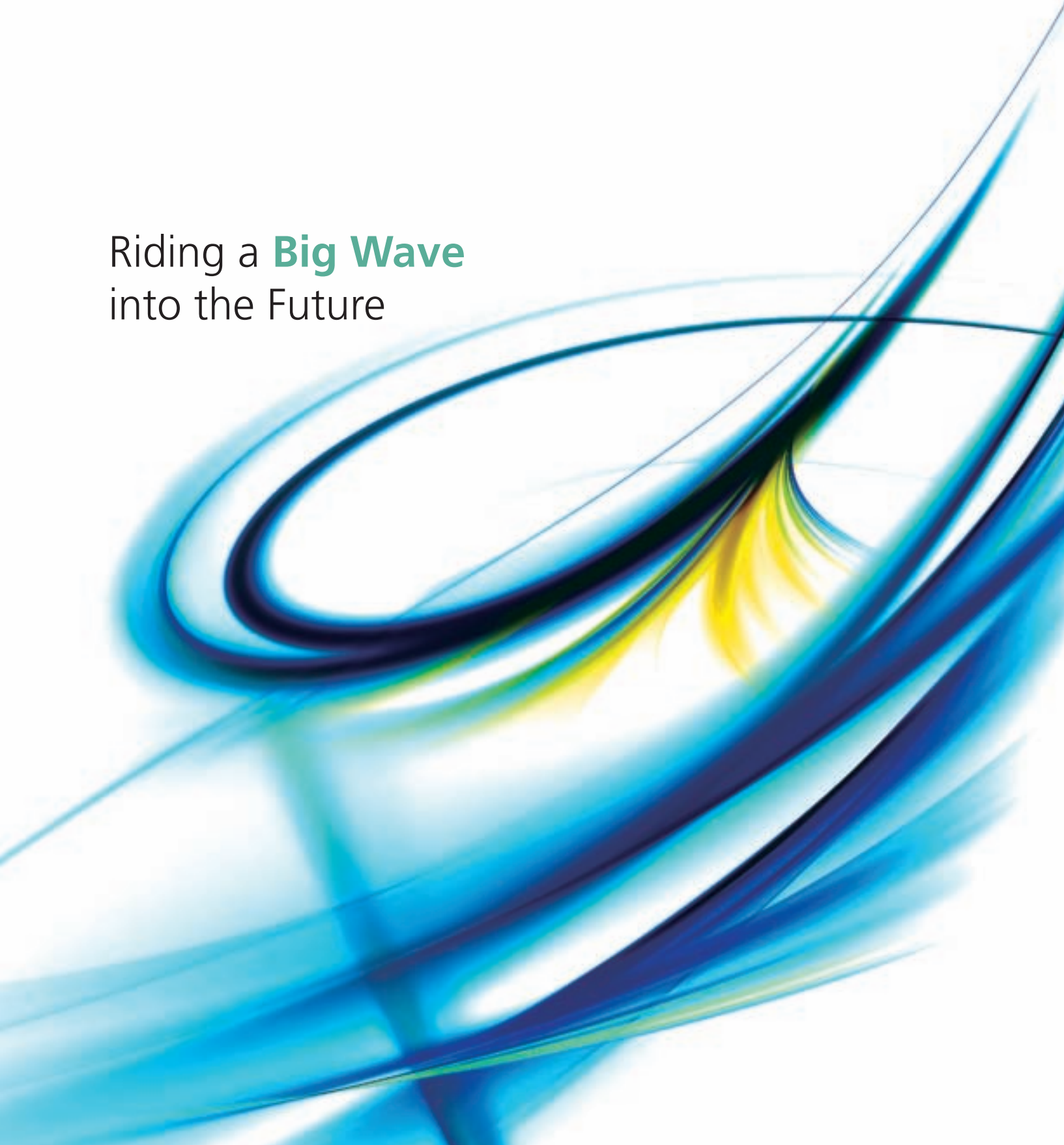




Riding a **Big Wave**
into the Future



Riding a **Big Wave** into the Future



Kazuhiko Adachi
Chairman

Handwritten signature of Kazuhiko Adachi.



Yoshiyuki Yamamoto
Representative Director
and President

Handwritten signature of Yoshiyuki Yamamoto.

In our main business areas, namely credit card, securities and financial industries, businesses are seeking ways to remain competitive despite streamlined budgets by reducing their capital and operating costs. To enable this, we must enhance our products' features and formulate innovative system solution proposals to boost revenue opportunities.

Against this background, Intelligent Wave accepted a tender offer from Dai Nippon Printing., Ltd. (DNP)(stock code: 7912) and became a member company of the DNP Group. Intelligent Wave and DNP have pursued opportunities for business collaboration in the past to bolster ties in the security business. Going forward, we will promote further collaboration through expanded sales efforts and a closer exchange of personnel to create business energy.

Intelligent Wave does not anticipate that joining the DNP Group will dramatically improve its business environment or help increase profit sharply. Rather, we are determined to take the initiative and incorporate a thoughtful, proactive approach to generate synergy with DNP for steady growth.

Towards this goal, we aim for a further leap forward with policies designed to increase sales, rather than securing profit in a defensive manner by pushing ahead with the new three-year Medium-Term Management Plan. We have designed the next three years as a run-up period of "riding a big wave into the future." As we move forward, I sincerely ask all parties concerned for their continued support and understanding.



Retail Banking Online Systems

Business

Sales Composition
48.6%
¥2,407 million

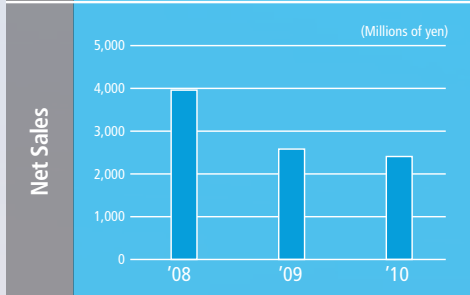
Development and maintenance of 24/7 online network systems for credit card or cash card transactions and others. In-house developed product NET+1 provides functionality that includes network connection and authorization processing. Systems adopting it achieve high reliability.

Main Products

NET+1
Basic system package that provides online network connection for card transactions (connections between domestic/overseas networks and credit terminals, ATM and other terminals) and authorization process control.

Main Clients

Credit card companies, banks, major retailers, etc.



System Solutions

Business

Sales Composition
37.8%
¥1,873 million

Sales and maintenance service of in-house developed credit card abuse detection system, ACE Plus. Development, sales and maintenance of Market Data Distribution System for securities trading. System development and maintenance services for improving efficiency.

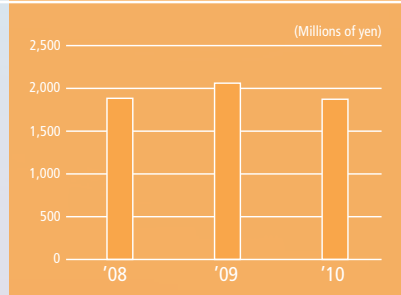
Main Products

ACEplus®
System that detects and alerts credit card abuse in real time. Used by credit card companies. Holds the biggest share of the Japanese market.

Market Data Distribution System
System package for securities companies that performs large scale, high-speed information processing of securities trading.

Main Clients

Credit card companies, securities companies



Security Systems

Business

Sales Composition
13.6%
¥675 million

Building and sales of information security systems based on in-house developed internal information leakage countermeasure system, CWAT; providing security services.

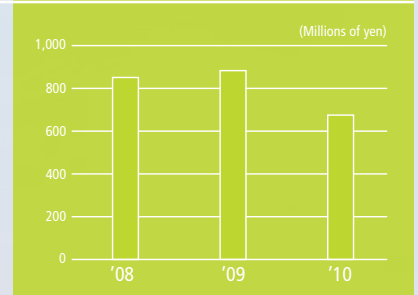
Main Products

CWAT®
Information leakage countermeasure system realizing total security, from prevention of information leakage to log management and tracking, with superb real-time quality.

EUCSecure
System package that prevents information leakage and falsification by means of enciphering technologies.

Main Clients

Wide range of businesses including those in the finance, manufacturing, telecommunications, retail, pharmaceuticals/chemicals, and public sectors.



Intelligent Wave has implemented its new Medium-Term Management Plan. The plan is guiding our efforts to lay the foundation for a leap forward, towards growth.



Please discuss the business environment during the fiscal year ended June 2010, including that for sales.



From April 2010, amid the economic recovery, the Retail Banking Online Systems business and the Systems Solutions business reported higher net sales than expected, aided by increasing orders from our main clients such as credit card companies, securities companies and financial institutions. At the same time, the sluggish performance of the Security Systems business kept overall sales at virtually the level forecast at the beginning of the term.

Profit sharply exceeded the low level that had been projected and rose compared to the previous fiscal year, thanks to the improved profitability of the Company's projects. In addition to our ongoing cost-cutting efforts, we benefited from rising orders for system development from credit card companies in the wake

of the amendment to the Money-Lending Business Act and the Installment Sales Law that raised our efficiency. Higher profit also resulted from increased package sales of our detection system for fraudulent credit card use in the System Solution business.

In software development, the impact of business fluctuations tends to be felt six months or one year later than in other fields. Our clients and affiliated companies are maintaining earnings, partly through internal efforts and partly because of business recovery among end users. Lower profitability is anticipated in the future, however, due to deflationary pressure and tighter competition. To overcome this challenge, the Company must lay the foundation for a leap ahead—one that is not directly linked to previous business.



Please talk about your business collaboration with Dai Nippon Printing Co., Ltd.



Intelligent Wave accepted a tender offer from Dai Nippon Printing Co., Ltd. (DNP). As a result, DNP became our parent company and the largest shareholder, holding 50.61% of our voting rights as of April 9, 2010.

Intelligent Wave and DNP had for some years stepped up business collaboration to bolster ties in the security business, but we had yet to reap major benefits in terms of business results. Now, having become a subsidiary of DNP, the Company can expect further mutual cooperation to help broaden its sales base, and we intend to promote cooperation through closer personnel exchange than ever before. Under this collaborative framework, we are pursuing (1) cross-selling, (2) consigned development and (3) new businesses in the security segment. These three areas and the creation of synergy are important factors that should support our three-year Medium-Term Management Plan, which I will describe below.

With regard to cross-selling, we have been making preparations over the past year and several months, and the sales departments of our two companies have been listing existing clients as well as new clients to be tapped. We will devise a spectrum of approaches for respective clients and implement them with determination.

In consigned development, several projects have already been proposed and quotes are being prepared. In the first year of collaboration, we will launch development of these projects and take on the projects assigned to us from a range of DNP's client companies and their development projects.

New businesses in the security segment require a relatively long lead time, as we are starting them from scratch. We plan to create new business models by exchanging or combining products of the two companies, instead of developing entirely new products. Specifically, we intend to boost business

opportunities by offering SaaS (software as a service), a software service that allows necessary functions to be used via the Internet, and business process outsourcing (BPO).

Since such collaboration involves software items whose operational rules must be determined through consultation

with clients, consultative sales skills with client companies are a necessity. We do not anticipate that the increase in size of the business group, achieved through the tender offer, will impact business results immediately; further time must pass before we see an impact.



Please discuss the new Medium-Term Management Plan in detail.



Intelligent Wave commenced its new three-year Medium-Term Management Plan in the year ending June 2011. Under the program, we aim to achieve net sales of ¥7,000 million, operating income of ¥890 million, ordinary income of ¥910 million and net income of ¥520 million in the final year ending June 2013.

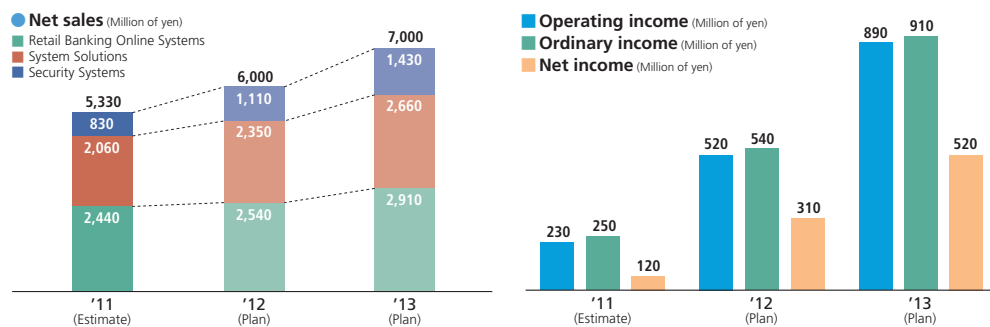
As I mentioned, we are working to lay the foundation for a leap forward not directly linked to our business in the past. The Medium-Term Management Plan focuses on formulating and pushing ahead with policies designed to boost sales, rather than securing profit defensively.

Concrete measures in the respective segments are described below. In the Retail Banking Online Systems business, we will concentrate on policies that incorporate new business areas amid the difficult business environment of our existing clients resulting from the amendment to the industry-related laws. We aim to develop and introduce a Linux-compatible NET+1 to benefit client companies in terms of lower capital expenditure and reduced maintenance costs.

We expect this to enable us to make inroads into new business areas in which Intelligent Wave was not previously engaged, such as peripheral operations for the mission-critical systems at financial institutions and other online operations.

In the System Solution business, we will launch sales overseas of ACE Plus, a proprietary product for detecting fraudulent credit card use, which boasts a 60% share in the Japanese market. We will also approach non-credit card companies. For example, we will seek to tap demand from banks for anti-money laundering functions. Concurrently, we will boost cooperation with DNP to raise the order intake of development projects.

In the Security Systems business, we plan to start up and nurture the new businesses described above, in cooperation with DNP. We also seek to strengthen cooperation with sales partners in terms of EUCSecure, enhance product reliability and improve service.



What is the business outlook for the fiscal year ending June 2011?



Limitations on the total amount that individuals can borrow were imposed under the revised Money-Lending Business Act, which took effect in June 2010, while the revised Installment Sales Law was scheduled to come into full effect by the end of 2010. The credit card industry has taken measures to address the amended laws, and

consequently we expect demand for systems—and investment in them—to stage a recovery in the next fiscal year, after bottoming out in the current fiscal year. As slumping demand for system investments is likely to continue during the current fiscal year, we predict modest growth in net sales and profit on a consolidated basis.

Years ended June 30

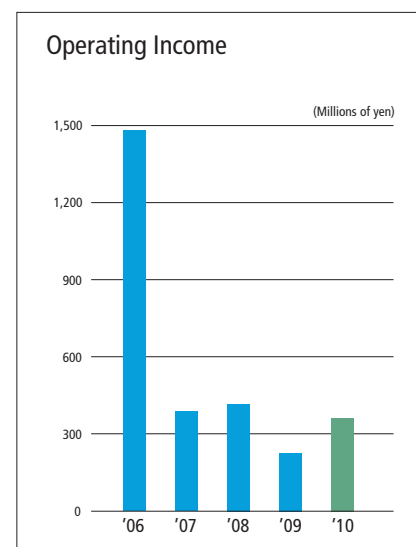
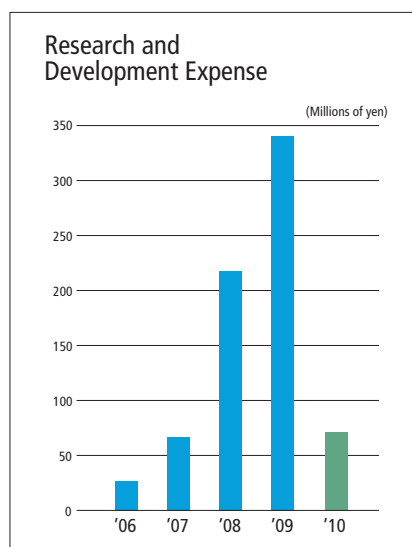
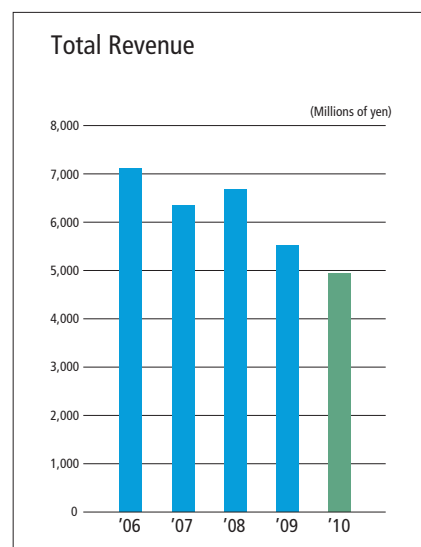
For the year:

Millions of yen

	2000	2001	2002	2003	2004
Total Revenue	¥3,858	¥4,844	¥5,505	¥5,891	¥5,257
Growth Ratio (%)	17.2	25.6	13.6	7.0	(10.8)
Cost of Goods Sold	2,564	2,686	3,103	3,974	4,056
Gross Profit	1,293	2,158	2,402	1,916	1,200
Selling, General and Administrative Expenses	459	629	547	738	829
Operating Income	834	1,528	1,854	1,177	371
Growth Ratio (%)	331.7	83.3	21.3	(36.5)	(68.5)
Ordinary Income	804	1,487	1,846	1,161	365
Extraordinary Income	1,763	–	618	2	41
Extraordinary Loss	541	45	43	219	153
Income before Income Taxes	2,027	1,441	1,803	945	253
Net Income	1,158	822	1,003	539	156
EBITDA	849	1,553	1,895	1,230	458
Cash Flows from Operating Activity	779	178	1,090	111	(122)
Cash Flows from Investing Activity	1,547	(268)	(1,037)	(782)	273
Cash Flows from Financial Activity	(596)	302	(237)	(585)	(307)
Cash & Cash Equivalents at Year-End	2,774	2,988	2,813	1,556	1,399
At Year-End:					
Current Assets	3,668	3,845	3,963	2,767	3,078
Cash and Equivalents	1,798	2,008	2,813	1,556	1,399
Total Assets	4,145	4,533	5,754	5,044	5,009
Ordinary Income to Assets Ratio (ROA) (%)	23.5	34.3	35.9	21.5	7.3
Net Assets	2,060	3,443	4,475	4,485	4,401
Return on Equity (ROE) (%)	82.4	29.9	25.3	12.0	3.5
Shareholders' Equity	–	–	–	–	–
Minority Interests	–	–	–	–	–

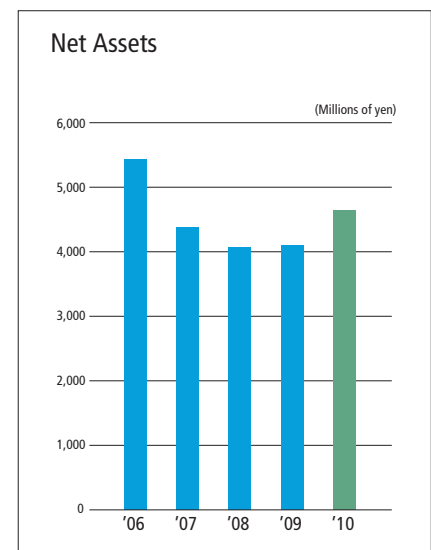
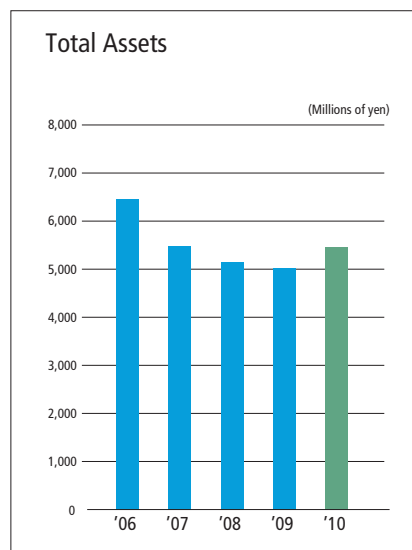
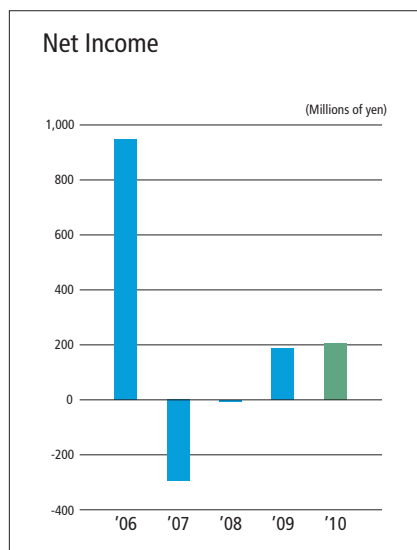
Notes: *EBITDA was computed by the following formula: Operating Income + (Depreciation and Amortization)

*Figures are shown on the non-consolidated basis up to the fiscal year ended June 30, 2005, and on the consolidated basis in the fiscal year ended June 30, 2006 and thereafter.



\$1.00=¥88.48
Thousands of U.S. dollars

2005	2006	2007	2008	2009	2010	2010
¥5,174	¥7,137	¥6,367	¥6,695	¥5,527	¥4,956	\$56,013
(1.6)	–	(10.8)	5.2	(17.5)	(10.3)	
3,259	4,200	3,959	4,389	3,506	3,120	35,262
1,915	2,937	2,407	2,306	2,020	1,836	20,750
1,236	1,454	2,017	1,888	1,791	1,478	16,704
678	1,482	389	417	228	358	4,046
82.9	–	(73.7)	7.3	(45.3)	57.0	
688	1,452	407	403	235	387	4,374
11	186	24	28	147	138	1,560
262	23	466	398	74	101	1,142
437	1,614	(34)	33	308	424	4,792
264	947	(295)	(5)	187	211	2,385
749	1,570	502	544	325	456	5,154
457	944	(119)	971	432	300	3,391
(533)	(343)	(447)	64	(106)	(199)	(2,249)
(202)	(58)	(567)	(123)	(122)	310	3,504
1,121	1,780	654	1,532	1,684	2,087	23,587
3,725	3,792	3,070	3,319	3,126	3,449	38,981
1,121	1,781	656	1,534	1,685	2,089	23,610
6,144	6,443	5,457	5,133	5,011	5,451	61,607
12.3	23.3	6.8	7.6	4.6	7.1	
4,613	5,449	4,400	4,082	4,117	4,642	52,464
5.9	19.1	(6.0)	(0.1)	4.6	4.8	
–	5,397	4,400	4,082	4,117	4,654	52,599
–	52	–	–	–	–	–



7 CONSOLIDATED BALANCE SHEETS

As of June 30, 2009 and 2010

Thousands of yen

\$1.00=¥88.48
Thousands of U.S. dollars

Assets

	2010	2009	2010
Current assets			
Cash and deposits	¥2,089,529	¥1,685,585	\$23,616
Notes and accounts receivable-trade	1,097,711	894,354	12,406
Inventories	132,536	209,226	1,498
Deferred tax assets	73,690	151,970	833
Other	68,079	196,075	769
Allowance for doubtful accounts	(11,898)	(10,250)	(134)
Total current assets	3,449,649	3,126,962	38,988
Noncurrent assets			
Property, plant and equipment			
Buildings and structures, net	220,125	236,814	2,488
Machinery, equipment and vehicles, net	167	261	2
Land	124,299	124,299	1,405
Other, net	58,835	43,779	665
Total property, plant and equipment	403,429	405,154	4,560
Intangible assets			
Software	111,675	150,167	1,262
Software in progress	12,966	3,078	147
Other	3,806	3,806	43
Total intangible assets	128,448	157,052	1,452
Investments and other assets			
Investment securities	764,223	529,672	8,637
Long-term loans receivable	26,440	26,440	299
Deferred tax assets	71,269	210,482	805
Lease and guarantee deposits	–	288,123	–
Long-term time deposits	300,000	–	3,391
Other	404,934	366,123	4,577
Allowance for doubtful accounts	(97,243)	(98,017)	(1,099)
Total investments and other assets	1,469,623	1,322,825	16,610
Total noncurrent assets	2,001,501	1,885,032	22,621
Total assets	5,451,150	5,011,995	61,609

Liabilities

Current liabilities			
Notes and accounts payable-trade	103,849	289,820	1,174
Income taxes payable	7,506	–	85
Provision for bonuses	95,124	59,024	1,075
Provision for directors' bonuses	27,720	24,273	313
Provision for loss on business of subsidiaries and affiliates	39,284	–	444
Other	313,868	323,918	3,547
Total current liabilities	587,355	697,036	6,638
Noncurrent liabilities			
Provision for retirement benefits	161,346	143,898	1,824
Provision for directors' retirement benefits	58,050	51,970	656
Other	1,628	1,685	18
Total noncurrent liabilities	221,024	197,554	2,498
Total liabilities	808,380	894,591	9,136

Net assets

Shareholders' equity			
Capital stock	843,750	843,750	9,536
Capital surplus	559,622	568,778	6,325
Retained earnings	3,250,667	3,999,812	36,739
Treasury stock	–	(1,280,609)	–
Total shareholders' equity	4,654,039	4,131,731	52,600
Valuation and translation adjustments			
Valuation difference on available-for-sale securities	43,615	34,913	493
Foreign currency translation adjustment	(54,885)	(49,241)	(620)
Total valuation and translation adjustments	(11,269)	(14,327)	(127)
Total net assets	4,642,770	4,117,404	52,473
Total liabilities and net assets	¥5,451,150	¥5,011,995	\$61,609

8 CONSOLIDATED STATEMENTS OF INCOME

Years ended June 30, 2009 and 2010

Thousands of yen

\$1.00=¥88.48
Thousands of U.S. dollars

	2010	2009	2010
Net sales	¥4,956,637	¥5,527,350	\$56,020
Cost of sales	3,120,095	3,506,948	35,263
Gross profit	1,836,542	2,020,401	20,757
Selling, general and administrative expenses			
Advertising expenses	54,238	68,889	613
Provision of allowance for doubtful accounts	874	–	10
Directors' compensations	63,409	61,347	717
Salaries and allowances	501,052	468,660	5,663
Bonuses	90,297	98,593	1,021
Provision for directors' bonuses	24,501	22,588	277
Provision for bonuses	22,327	18,148	252
Retirement benefit expenses	26,373	30,601	298
Provision for directors' retirement benefits	6,080	5,790	69
Welfare expenses	80,358	83,478	908
Traveling and transportation expenses	41,914	39,126	474
Communication expenses	14,118	30,071	160
Supplies expenses	18,949	18,665	214
Depreciation	18,716	20,579	212
Rent expenses	114,208	135,532	1,291
Compensations	40,455	48,494	457
Business consignment expenses	122,244	116,548	1,382
Research and development expenses	71,167	339,641	804
Other	167,216	185,008	1,890
Total selling, general and administrative expenses	1,478,505	1,791,768	16,710
Operating income	358,036	228,633	4,047
Non-operating income			
Interest income	915	2,856	10
Dividends income	20,706	15,918	234
Foreign exchange gains	1,960	–	22
Subsidy income	–	23,332	–
Other	12,528	6,669	142
Total non-operating income	36,111	48,776	408
Non-operating expenses			
Interest expenses	110	–	1
Commitment fee	5,176	5,563	58
Foreign exchange losses	–	26,292	–
Loss on investments in partnership	–	9,151	–
Rent expenses	1,114	–	13
Other	38	1,234	0
Total non-operating expenses	6,440	42,241	73
Ordinary income	387,707	235,168	4,382
Extraordinary income			
Reversal of allowance for doubtful accounts	–	11,831	–
Gain on investment in silent partnership	138,596	34,267	1,566
Gain on sales of investment securities	–	59,656	–
Office closure loss reserve reversal	–	41,776	–
Total extraordinary income	138,596	147,532	1,566
Extraordinary loss			
Loss on retirement of noncurrent assets	3,094	105	35
Impairment loss	3,198	2,816	36
Software write-down loss	43,223	2,151	489
Loss on valuation of investment securities	6,408	3,901	72
Provision for loss on business of subsidiaries and affiliates	39,284	–	444
Office transfer expenses	–	36,568	–
Retirement benefit expenses for prior periods	–	13,021	–
Compensation for damage	–	11,607	–
Other	6,754	4,239	76
Total extraordinary loss	101,965	74,413	1,152
Income before income taxes	424,339	308,287	4,796
Income taxes-current	20,242	40,476	229
Refund of income taxes for prior periods	(19,519)	–	(221)
Income taxes-deferred	211,647	79,942	2,392
Total income taxes	212,369	120,418	2,400
Net income	¥ 211,969	¥ 187,868	\$ 2,396

9 CONSOLIDATED STATEMENTS OF CASH FLOWS

Years ended June 30, 2009 and 2010

Thousands of yen

\$1.00=¥88.48
Thousands of U.S. dollars

	2010	2009	2010
Net cash provided by (used in) operating activities			
Income before income taxes	¥ 424,339	¥ 308,287	\$ 4,796
Depreciation and amortization	98,988	97,677	1,119
Increase (decrease) in allowance for doubtful accounts	874	(34,985)	10
Increase in provision for bonuses	36,100	59,024	408
Decrease in provision for loss on order received	–	(7,500)	–
Increase in provision for directors' bonuses	3,447	13,319	39
Office closure loss reserve, change	–	(85,790)	–
Increase in provision for retirement benefits	39,284	45,546	444
Increase in provision for directors' retirement benefits	17,447	5,352	197
Interest and dividends income	6,080	(18,775)	69
Equity accounting method income	(21,622)	–	(244)
Loss (gain) on investment in partnership	(901)	9,151	(10)
Interest expenses	110	–	1
Commitment fee	5,176	5,563	58
Gain on investments in silent partnership	(138,596)	(34,267)	(1,566)
Gain on sales of investment securities	–	(59,656)	–
Loss on retirement of noncurrent assets	3,094	105	35
Software write-downs	43,223	2,151	489
Impairment loss	3,198	2,816	36
Loss on sales of investment securities	6,408	3,901	72
Increase (decrease) in notes and accounts receivable-trade	(220,807)	267,805	(2,496)
Increase in inventories	76,689	104,453	867
Decrease in notes and accounts payable-trade	(169,437)	(66,704)	(1,915)
Other	31,088	(13,773)	351
Subtotal	244,187	603,702	2,760
Interest and dividends income received	21,774	19,267	246
Interest expenses paid	(110)	–	(1)
Commitment fee paid	(4,859)	(4,950)	(55)
Income taxes refund	76,747	–	867
Income taxes paid	(36,856)	(185,857)	(417)
Net cash provided by (used in) operating activities	300,883	432,161	3,401
Net cash provided (used in) investing activities			
Payments into time deposits	(100,000)	–	(1,130)
Purchase of investment securities	(300,600)	(13,459)	(3,397)
Proceeds from sales of investment securities	62,980	2,409	712
Investment partnership dividend	213,686	17,725	2,415
Purchase of property, plant and equipment	(44,097)	(39,672)	(498)
Purchase of intangible assets	(76,067)	(61,338)	(860)
Payments for lease and guarantee deposits	(16,405)	(43,235)	(185)
Proceeds from collection of lease and guarantee deposits	65,249	32,146	737
Purchase of insurance funds	(13,006)	(18,764)	(147)
Proceeds from cancellation of insurance funds	12,523	9,723	142
Other, net	(4,127)	7,695	(47)
Net cash provided by (used in) investing activities	(199,865)	(106,771)	(2,259)
Net cash provided by (used in) financing activities			
Increase in short-term loans payable	300,000	–	3,391
Decrease in short-term loans payable	(300,000)	–	(3,391)
Proceeds from sales of treasury stock	433,729	–	4,902
Cash dividends paid	(123,596)	(122,568)	(1,397)
Net cash provided by (used in) financing activities	310,133	(122,568)	3,505
Effect of exchange rate change on cash and cash equivalents	(7,447)	(8,814)	(84)
Net increase in cash and cash equivalents	403,703	194,006	4,563
Cash and cash equivalents at beginning of period	1,684,179	1,532,819	19,035
Decrease in cash and cash equivalents resulting from exclusion of subsidiaries from consolidation	–	(42,646)	–
Cash and cash equivalents at end of periods	¥2,087,883	¥1,684,179	\$23,597

10 CONSOLIDATED STATEMENTS OF CHANGES IN NET ASSETS

Years ended June 30, 2009 and 2010	Thousands of yen		\$1.00=¥88.48 Thousands of U.S. dollars
	2010	2009	2010
Shareholders' equity			
Capital stock			
Balance at the end of previous period	¥ 843,750	¥ 843,750	\$ 9,536
Balance at the end of current period	843,750	843,750	9,536
Capital surplus			
Balance at the end of previous period	568,778	568,778	6,428
Disposal of treasury stock	(9,156)	–	(103)
Total change of items during the period	(9,156)	–	(103)
Balance at the end of current period	559,622	568,778	6,325
Retained earnings			
Balance at the end of previous period	3,999,812	3,931,555	45,206
Dividends from surplus	(123,391)	(123,391)	(1,395)
Increase from exclusion of consolidation	–	3,780	–
Net income	211,969	187,868	2,396
Disposal of treasury stock	(837,723)	–	(9,468)
Total change of items during the period	(749,145)	68,257	(8,467)
Balance at the end of current period	3,250,667	3,999,812	36,739
Treasury stock			
Balance at the end of previous period	(1,280,609)	(1,280,609)	(14,473)
Disposal of treasury stock	1,280,609	–	14,473
Total change of items during the period	1,280,609	–	14,473
Balance at the end of current period	–	(1,280,609)	–
Total shareholders' equity			
Balance at the end of previous period	4,131,731	4,063,473	46,697
Dividends from surplus	(123,391)	(123,391)	(1,395)
Increase from exclusion of consolidation	–	3,780	–
Net income	211,969	187,868	2,396
Disposal of treasury stock	433,729	–	4,902
Total change of items during the period	522,308	68,257	5,903
Balance at the end of current period	4,654,039	4,131,731	52,600
Valuation and translation adjustments			
Valuation difference on available-for-sale securities			
Balance at the end of previous period	34,913	44,056	395
Net changes of items other than shareholders' equity	8,701	(9,142)	98
Total change of items during the period	8,701	(9,142)	98
Balance at the end of current period	43,615	34,913	493
Foreign currency translation adjustments			
Balance at the end of previous period	(49,241)	(25,220)	(557)
Net changes of items other than shareholders' equity	(5,643)	(24,021)	(64)
Total change of items during the period	(5,643)	(24,021)	(64)
Balance at the end of current period	(54,885)	(49,241)	(620)
Total valuation and translation adjustments			
Balance at the end of previous period	(14,327)	18,836	(162)
Net changes of items other than shareholders' equity	3,057	(33,163)	35
Total change of items during the period	3,057	(33,163)	35
Balance at the end of current period	(11,269)	(14,327)	(127)
Total net assets			
Balance at the end of previous period	4,117,404	4,082,310	46,535
Dividends from surplus	(123,391)	(123,391)	(1,395)
Increase from exclusion of consolidation	–	3,780	–
Net income	211,969	187,868	2,396
Disposal of treasury stock	433,729	–	4,902
Net changes of items other than shareholders' equity	3,057	(33,163)	35
Total change of items during the period	525,366	35,093	5,938
Balance at the end of current period	¥4,642,770	¥4,117,404	\$52,473

Corporate Data (As of December 31, 2010)

Name	Intelligent Wave Inc.
Date established	December 27, 1984
Number of Employees	280 (Consolidated) 268 (Non-consolidated)
Paid-in capital	¥843 million
Stock listing	JASDAQ
Code number	4847
Accounting period	July 1 to June 30
Annual shareholders' meeting	Within three months after the day following the end of the fiscal year
Head office	Kayabacho Tower, 1-21-2, Shinkawa, Chuo-ku, Tokyo 104-0033, Japan
Phone	+81-3-6222-7111
Fax	+81-3-6222-7104
E-mail	ir_info@iwi.co.jp

Board of Directors and Corporate Auditors (As of January 1, 2011)

Director	Chairman	Kazuhiko Adachi
Representative Director	President	Yoshiyuki Yamamoto
Director	Vice President	Chiharu Tsuchida
Director	Senior Director	Masaharu Shirasugi
Director	Senior Director	Koji Orita
Director	Managing Director	Keiji Oyama
Director	Managing Director	Ikuo Ishii
Director	Senior Corporate Officer	Koichi Namai
Director	Corporate Officer	Hideki Nishino
Director	Corporate Officer	Wataru Kuramochi
Director		Jun Kuwata
Standing Auditor		Hitoshi Nomura
Auditor		Toyonori Imada
Auditor		Hidehiro Kuramoto
Auditor		Hideaki Kobori

Overseas Subsidiaries

U.S.A. (New York City)

INTELLIGENT WAVE USA, INC.
60 East 42nd Street, Suite 1801 New York, NY 10165 U.S.A.
Phone: +1-212-867-3205 Fax: +1-212-867-4053
E-mail: info@iwiusa.com
(Sale of CWAT products)

Korea (Seoul)

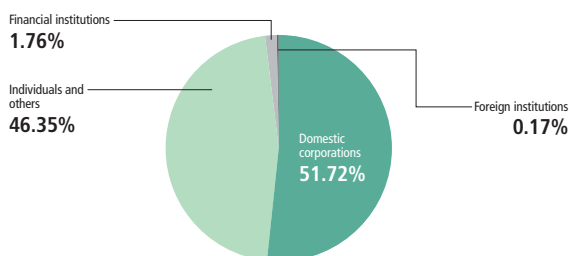
INTELLIGENT WAVE KOREA INC.
4F, YoungLim B/D, 166-6, Garak 2-dong, Songpa-gu, Seoul, Korea 138-810
Phone: +82-2-406-1513 Fax: +82-2-406-1511
E-mail: webmaster@iwki.co.kr
(Contracted development of software)

Share Information (As of December 31, 2010)

Number of authorized shares	1,053,600 shares
Number of share issued and outstanding	263,400 shares
Shares per trading unite	1 share
Number of shareholders	10,496

Shareholders Composition (%)

Domestic corporations	51.72
Individuals and others	46.35
Financial institutions	1.76
Foreign institutions	0.17



Major Shareholders

Shareholders	Shares held	%
Dai Nippon Printing Co., Ltd.	133,307	50.61
Kazuhiko Adachi	27,319	10.37
Intelligent Wave Employee Shareholders Association	3,836	1.46
Motoichi Mizota	3,000	1.14
Hideki Nishino	2,081	0.79

Common Stock Price and Trading Volume

