



January 31, 2006

Name of the Company: Cybernet Systems Co., Ltd.
 Stock Listing: the First Section of Tokyo Stock Exchange
 Code Number: 4312
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Revision of Earnings Forecasts for the Year Ending March 31, 2006

The Cybernet Systems group announced it is revising its earnings forecasts for the year ending March 31, 2006 (April 1, 2005 to March 31, 2006) announced on April 21, 2005.

1. Full-year Forecast for the Year Ending March 31, 2006

(1) Consolidated forecast (April 1, 2005 to March 31, 2006) (Millions of yen)

	Net sales	Ordinary income	Net income
Previous forecast (A) (released on April 21, 2005)	18,000	2,700	1,580
Current forecast (B)	17,300	2,300	1,300
Difference (B – A)	(700)	(400)	(280)
Change (%)	(3.9%)	(14.8%)	(17.7%)
Previous period (actual results for full year ended March 31, 2005)	-	-	-

Reference: Estimated net income per share for full year: 4,139.20 yen (No previous forecast available);

As consolidated financial statements are being prepared as of this fiscal year, no actual figures for the previous fiscal year are available.

(2) Non-consolidated forecast (April 1, 2005 to March 31, 2006) (Millions of yen)

	Net sales	Ordinary income	Net income
Previous forecast (A) (released on April 21, 2005)	15,400	2,680	1,560
Current forecast (B)	14,600	2,320	1,320
Difference (B – A)	(800)	(360)	(240)
Change (%)	(5.2%)	(13.4%)	(15.4%)
Previous period (actual results for full year ended March 31, 2005)	13,968	2,616	1,511

Reference: Estimated net income per share for full year: 4,202.88 yen (Previous forecast: 4,739.23 yen)

2. Reasons for the revision

(1) Reasons for the revision to the consolidated forecast

The primary reasons for the revision are due to the changes in the non-consolidated forecast.

The revised consolidated forecast estimates net sales of 17,300 million yen, ordinary

income of 2,300 million yen and net income of 1,300 million yen.

(2) Reasons for the revision to the non-consolidated forecast

The initially-projected sales figures for the CAE Solution Services Business appear unlikely to be realized, as the number of new customers did not materialize as initially targeted in the mechanical & communication control, although sales in mechanical, optics and CAE with circuit design continue to be firm. It was difficult to secure the initially estimated sales in the Network Solution Services Business, since the Company decided against adding new functions to business process management (BPM), so-called product lineups of software that support improvements in operational efficiency, due to turn in direction by the software vendor. Following the abovementioned reasons, net sales are forecast to be below the initial target.

Furthermore, the Company estimates overall profits to be less than initially projected, because sales are seen to be lagging and the effects of the depreciating yen have had a significant impact since the end of last year. The Company is continuing to step up its countermeasures, such as foreign exchange contracts and reductions in various expenses.

The Company's revised non-consolidated forecast estimates net sales of 14,600 million yen, ordinary income of 2,320 million yen and net income of 1,320 million yen.

The year-end dividend as announced on April 21, 2005 remains unchanged.

Note: The above forecast figures are projections based on currently available information. Actual results may differ somewhat from the forecast figures due to unforeseen changes in business conditions.