

August 1, 2005

Notice of Acquisition of Treasury Stock

Notice is hereby given that at the meeting of the Board of Directors of Cybernet Systems Co., Ltd. (the Company), held on August 1, 2005, it was resolved that the Company would acquire treasury stock, pursuant to the provisions of Article 211-3, Paragraph 1, Item 2, of the Commercial Code of Japan (“Commercial Code”).

1. Reason for the Purchase

The Company will purchase the treasury stock to ensure more flexible and speedy capital policies to address future changes in management environments.

2. Shares to be Acquired

- (1) Class of shares to be acquired: The Company’s common shares
- (2) Number of shares to be acquired: maximum of 2,000 shares
(ratio to the total number of shares issued and outstanding: 0.62%)
- (3) Aggregate acquisition price: maximum of ¥320,000,000
- (4) Date of acquisition of treasury stock: August 2, 2005, through February 28, 2006

[Reference]

Aggregate number of shares issued and outstanding excluding treasury stock: 313,131 shares
Treasury stock: 10,869 shares