

eAccess Limited 【9427】

3rdQuarter (cumulative) **Results for Fiscal Year Ending 3/2009**
(4/2008 ~ 12/2008)



February 12th , 2009

I. FY 3/2009 3Q (cumulative) Results Highlights Page 3

II. eAccess / Consolidated Subsidiary “ACCA Networks” Page 5

- Financial Results Page 6
- Operation Overview Page 18

III. EMOBILE Page 21

- Financial Results Page 22
- Operation Overview Page 25

IV. Appendix Page 30

I. **FY 3/2009 3Q (cumulative) Results Highlights** **Page 3**

II. **eAccess / Consolidated Subsidiary “ACCA Networks”** **Page 5**

➤ **Financial Results** **Page 6**

➤ **Operation Overview** **Page 18**

III. **EMOBILE** **Page 21**

➤ **Financial Results** **Page 22**

➤ **Operation Overview** **Page 25**

IV. **Appendix** **Page 30**

FY3/2009 3Q Result Highlights

Financials

- Record highs in consolidated revenue and operating profit
- Turned quarterly profit at the consolidated recurring profit level

eAccess/ACCA Networks (Consolidated Subsidiary)

- eAccess 3Q ADSL churn was low at 1.69%, down 0.10 point YoY
- Earnings of ACCA were better-than-expected in Oct-Dec Quarter
- Plan for a full merger with ACCA by the end of June 2009

EMOBILE (Equity Accounting Affiliate)

- Quarterly record high in subscriber net addition of 308,400
- Expand target users through bundling with netbook PCs
- Plan to launch MVNO mobile data services with SoftBank in March

I. FY 3/2009 3Q (cumulative) Results Highlights Page 3

II. eAccess / Consolidated Subsidiary “ACCA Networks” Page 5

- Financial Results Page 6
- Operation Overview Page 18

III. EMOBILE Page 21

- Financial Results Page 22
- Operation Overview Page 25

IV. Appendix Page 30

FY3/2009 3Q (cumulative) Consolidated Results

3Q consolidated operating profit tripled YoY
With shrinking EMOBILE equity losses, consolidated recurring losses were reduced by half YoY

	FY3/2008		FY3/2009		
	3Q (cumulative) (4~12/2007)	3Q (cumulative) (4~12/2008)	Diff. (%)	Full Year Forecast	Progress
(billion yen)					
Revenue	45.28	70.41	+ 55.5%	95.00	74.1%
Operating Profit ^{*3}	3.65	12.19	+ 234.0%	13.80	88.3%
Recurring Profit (loss) ^{*3}	- 5.69	- 2.57	na	- 5.00	na
Net Income (loss) ^{*1 *2 *3}	- 2.58	- 7.85	na	- 9.80	na
EBITDA	10.26	17.44	+ 70.0%	22.80	76.5%
Capex	12.05	3.55	- 70.5%	6.00	59.2%
Depreciation ^{*3}	6.61	5.25	- 20.5 %	9.00	58.3%

*1 Minority adjustments at the net income level of -2.58 billion yen were included in FY3/2008 results and -0.05 billion yen in FY 3/2009 results.

*2 FY3/2008 1Q consolidated net income line included 4.64 billion yen of gain on EMOBILE share sales.

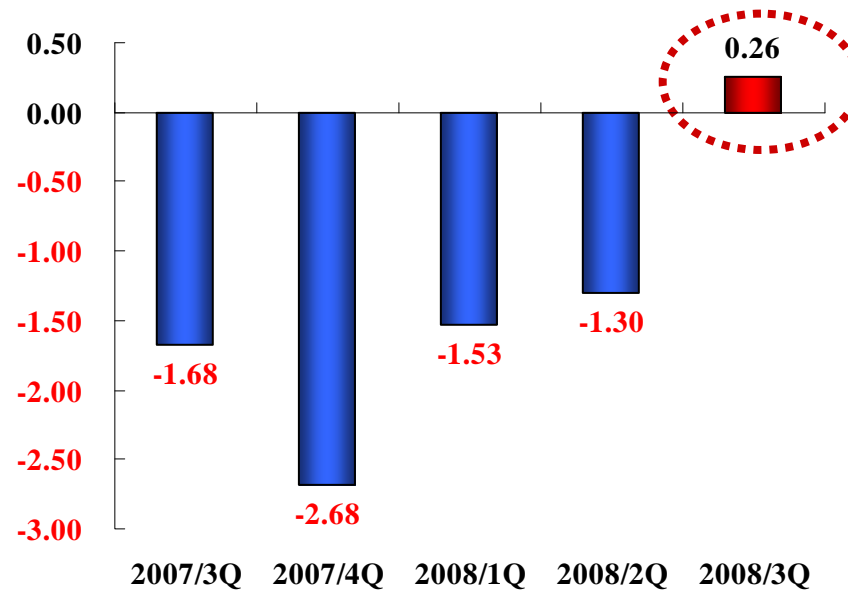
*3 Changed depreciable lives of certain assets to 6 years from 3~5 years in 9/2008, due to reassessment of depreciable lives in conjunction with ACCA consolidation.

Consolidated Quarterly Recurring Trend

Turned quarterly profit at the consolidated recurring profit level in 3Q
Quarterly consolidated losses recovered steadily from shrinking EMOBILE equity losses

Consolidated Recurring Profit/Losses Trend (quarterly)

(billion yen)



**Turned quarterly profit
for the first time
in 2 years**

Consolidated Financials Outlook

**Expect a strong recovery in consolidated operating profits in FY3/2009
Expect to turn profits at consolidated recurring & net levels in FY3/2010**

(billion yen)	FY3/2008 A	FY3/2009 E	FY3/2010 E
Revenue	67.56	95.00	103.00
Operating Profit	7.09	13.80	15.00
Recurring profit (loss)	-8.37	- 5.00	<u>8.00</u>
Net Profit (loss)	- 6.35	- 9.80	<u>2.50</u>
EBITDA	15.38	22.80	24.00
Capex	14.25	6.00	4.00
Depreciation	8.28	9.00	9.00

Progress

- **Earlier-than-expected progress on ACCA integration effort**

- **Steady recovery on EMOBILE financials from increasing subscriber growth**

· ACCA results are consolidated from 9/1/2008.

Consolidated Cash Flow Outlook

**Significant improvement in Net Free Cash Flow (FCF) in 3Q cumulative FY3/2009
Net FCF is expected to increase further in FY3/2010**

	FY3/2009A	FY3/2009E	FY3/2010E
(billion yen)	3Q(cumulative) (4~12/2008)	Full Year Forecast *1	Full Year Forecast *1
EBITDA	17.44	22.80	24.00
Capex	3.55	6.00	4.00
Operating FCF	13.89	16.80	20.00
Interest Expense	1.35	2.10	2.20
Tax	4.20	4.80	4.40
Dividend *2 *3	2.53	3.40	3.40
Net FCF	5.82	6.50	10.00

*1 Full Year Forecasts for FY3/2009 and FY3/2010 are based on the forecasts announced on August 12, 2008 and November 13, 2008, respectively.

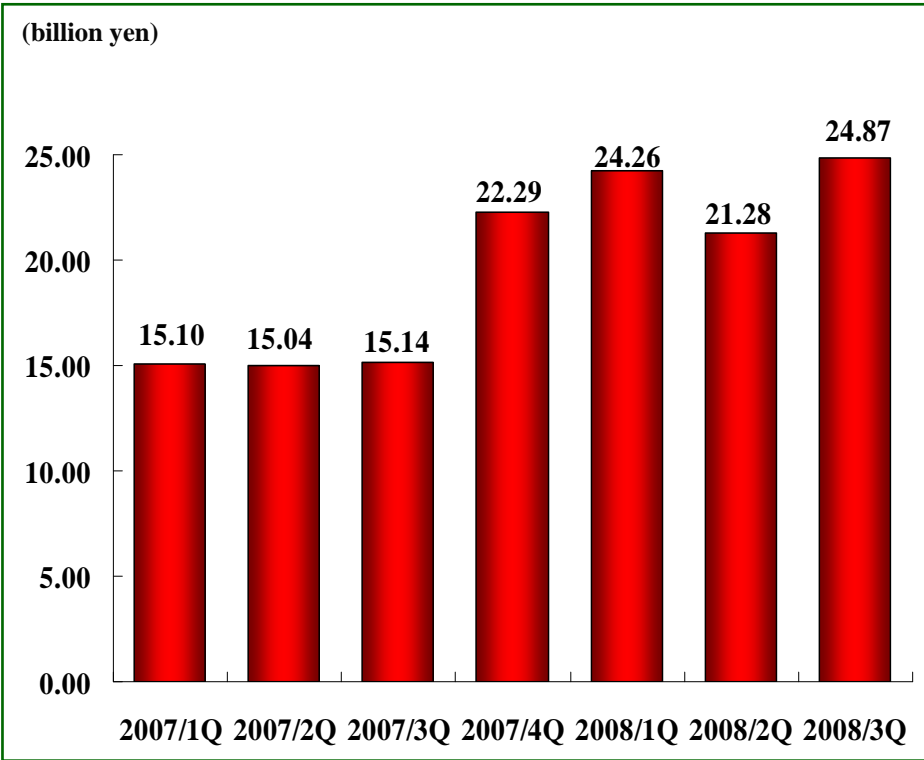
*2 Dividends of full year forecast are based on the current dividend policy.

*3 FY3/2010 dividend is calculated assuming eAccess and ACCA merger.

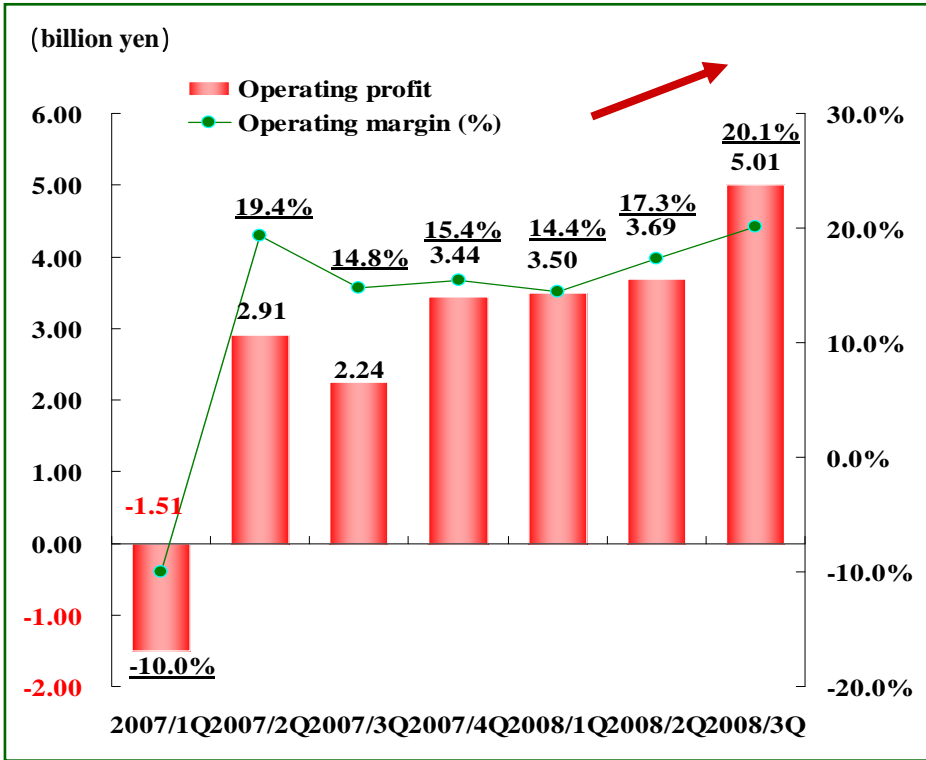
Consolidated Revenue and Operating Profits

**Record highs in both consolidated quarterly & 3Q cumulative revenue and operating profits
Consolidated operating margin improved to 20.1% in 3Q**

Revenue Trend (Consolidated)



Operating Profit/Operating Profit Margin (Consolidated)



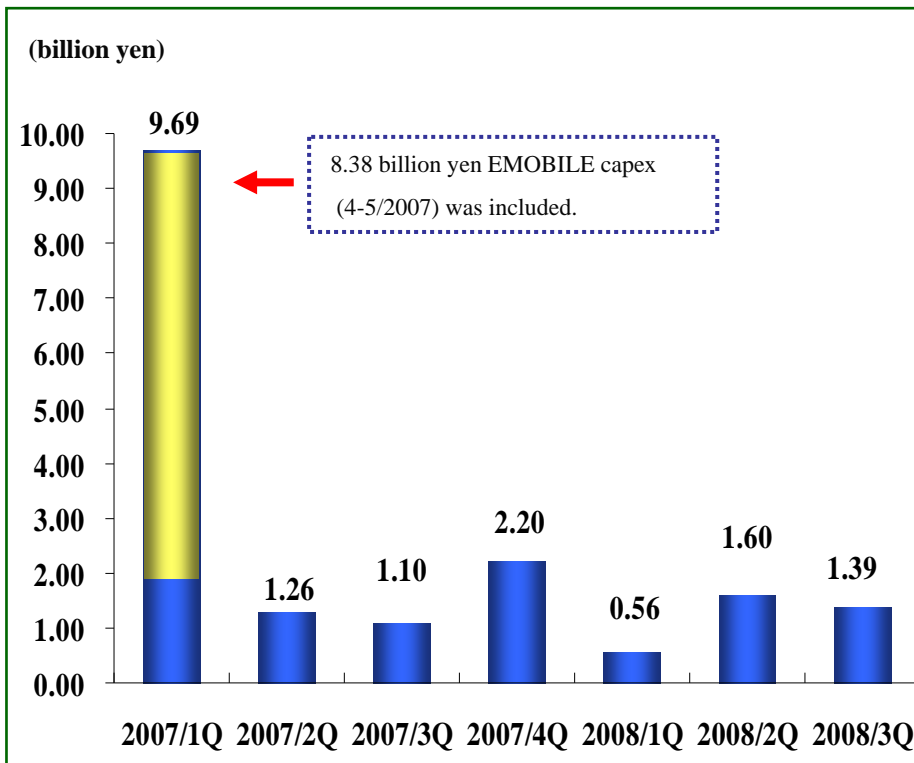
* EMOBILE was accounted under equity accounting method from 5/31/2007. On a consolidated basis, 2007/1Q includes 2 months of EMOBILE results.

* ACCA results are consolidated from 9/1/2008. FY3/2009 2Q included 1 month and FY3/2009 3Q included 3 months of ACCA results.

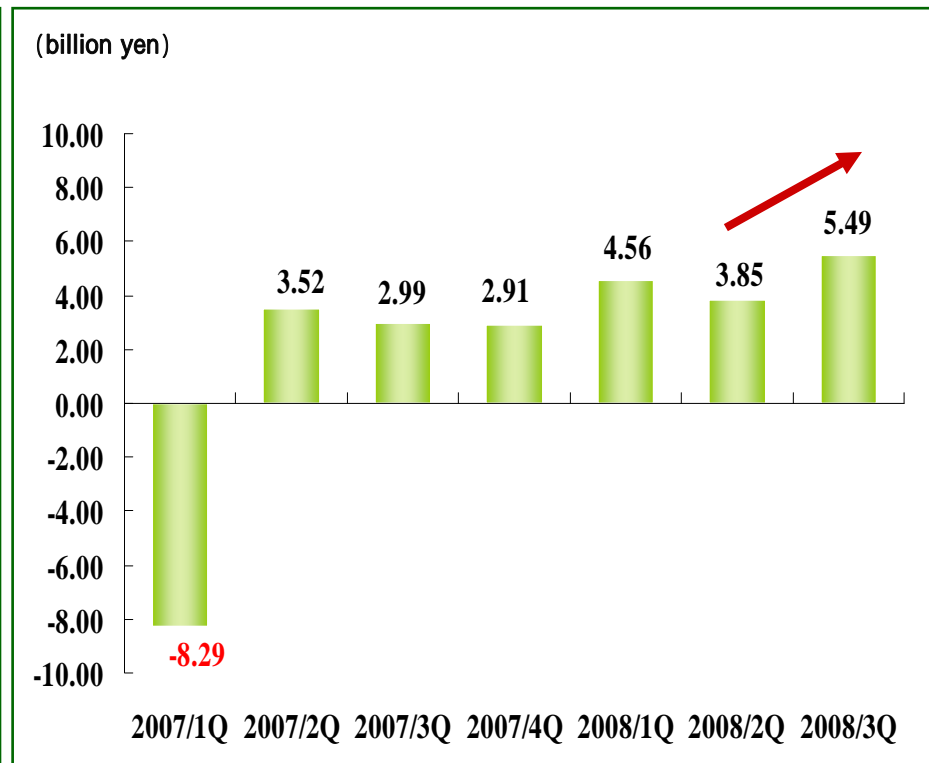
Consolidated Capex and Operating FCF

Improvement in consolidated operating free cash flow (FCF) following ACCA consolidation

Capex (Consolidated)



Operating FCF (Consolidated)



* Operating FCF = EBITDA - Capex

* EMOBILE was accounted under equity accounting method from 5/31/2007. On a consolidated basis, 2007/1Q includes 2 months of EMOBILE results.

* ACCA results are consolidated from 9/1/2008. FY3/2009 2Q included 1 month and FY3/2009 3Q included 3 months of ACCA results.

Consolidated Balance Sheets

Maintained good liquidity on balance sheet as of 12/2008. Strengthened consolidated shareholders' equity with non-dilutive preferred shares of 2.5 billion yen

	As of 12/31/2008		As of 3/31/2008	
	Consolidated*	Parent	Consolidated	Parent
(billion yen)				
Cash and Cash Deposit	68.54	56.47	47.62	46.84
Debt	107.39	104.82	84.51	84.51
Net Debt	38.84	48.34	36.89	37.67
Shareholders' Equity	12.78	47.83	20.54	42.03
Minority Interest	3.10	-	0.60	-
Net Asset	15.14	47.10	19.43	40.32
Total Asset	137.45	162.69	121.59	142.45
Net debt/net asset Ratio (%)	256.6%	102.6%	189.8%	93.4%

* ACCA results are consolidated from 9/1/2008

eAccess & ACCA Financials

eAccess 3Q (cumulative) Parent Results

**Parent revenue and operating profit increased YoY
Strong financial progress versus our full year forecasts**

	FY3/2008		FY3/2009		
	3Q (cumulative) (4~12/2007)	3Q (cumulative) (4~12/2008)	Diff.(%)	Full Year Forecast	Progress
(billion yen)					
Revenue	44.14	61.02	+ 38.2%	80.00	76.3%
Operating Profit ^{*2}	7.98	10.95	+ 37.2%	12.80	85.5%
Recurring Profit ^{*2}	6.75	10.10	+ 49.6%	11.00	91.8%
Net Income ^{*1 *2}	6.10	5.72	- 6.2%	6.60	86.7%
EBITDA	13.54	14.86	+ 9.7 %	19.20	77.4%
Capex	3.68	2.69	- 26.9%	4.80	56.0%
Depreciation ^{*2}	5.56	3.90	- 29.9%	6.40	60.9%

*1 FY3/2008 parent net income line included 3.50 billion yen of gain on EMOBILE share sales.

*2 Changed depreciable lives of certain assets to 6 years from 3~5 years in 9/2008 due to reassessment of depreciable lives of assets in conjunction with ACCA consolidation.

ACCA Full Year Results for FY12/2008

**Thanks to the fast integration effort, operating & recurring profits were better-than-expected
Operating profit up 30.7% YoY. Recurring profit up 34.6% YoY**

	FY12/2007	FY12/2008		
	Full Year (1~12/2007)	Full Year (1~12/2008)	Forecast	Progress
(billion yen)				
Revenue	35.08	29.98	31.00	96.7%
Operating Profit	1.99	2.60	2.00	130.0%
Recurring Profit	1.91	2.57	2.00	128.4%
Non-recurring loss	0.55	3.58		
Tax benefit	- 0.04	- 2.66		
Net Income	1.48	1.70	1.70	100.2%
Adjusted EBITDA ^{*1}	8.72	7.23		
Capex	2.03	1.81		
Depreciation	1.93	2.10		

Notice regarding non-recurring loss

- ACCA recorded non-recurring losses in 4Q primarily due to the alignment of the same accounting policies with eAccess, and the restructuring costs of unprofitable businesses.
- Non-recurring losses were offset by deferred taxes adjustment, and thus, net income was in line with the forecast.

Impact on Consolidated Financials

- No impact on eAccess consolidated financials as these changes were already included in eAccess financials in 9/2008.

*1. Adjusted EBITDA: operating profit + depreciation + lease payment

ACCA Balance Sheets

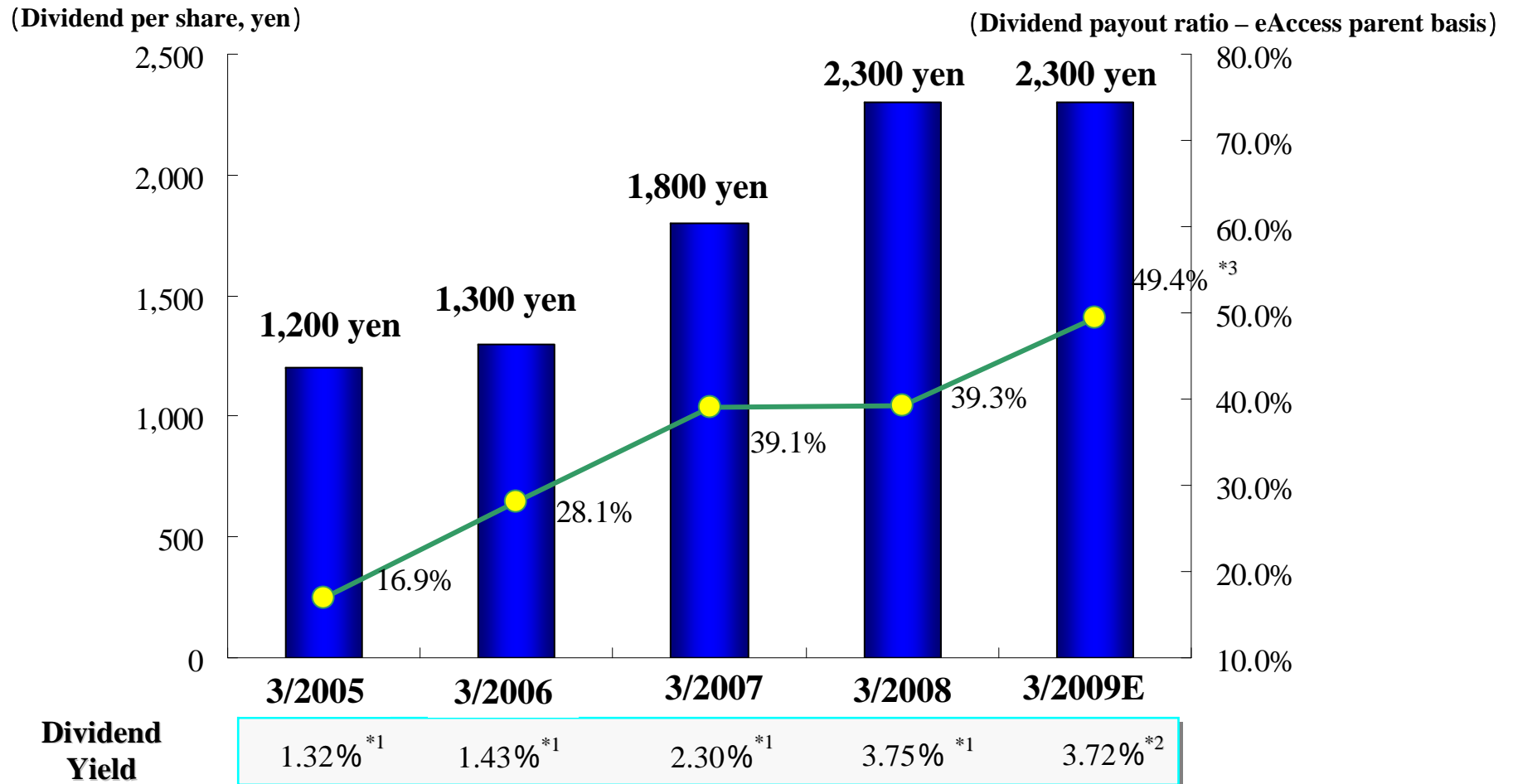
Maintained net cash position of 11.5 billion yen as of 12/31/2008

(billion yen)	as of 12/31/2008	as of 12/31/2007
Cash and Cash Deposit	11.49	9.34
Debt *	5.54	8.93
Net Debt	- 5.95	- 0.41
Shareholders' equity	24.45	18.06
Net Asset	24.45	18.06
Total asset	32.04	29.14
Net Debt/equity ratio (%)	- 24.3%	- 2.2%

* Including lease liabilities.

Shareholders Returns

Plan to pay 575 yen per share 3Q dividend as planned
Maintain annual dividend payout ratio (parent basis) at approx. 50.0%.



*1 Based on the March end stock price of each fiscal year.

*2 Based on the stock price on February 10, 2009 of 61,900 yen.

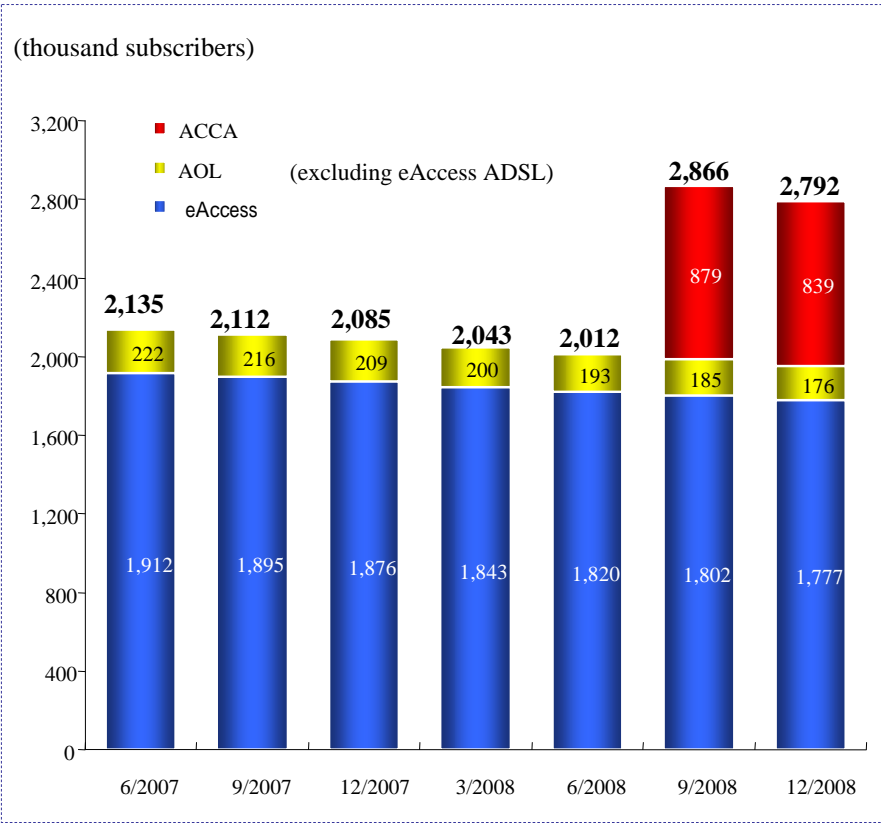
*3 Based on the financial forecasts announced on August 12, 2008.

eAccess & ACCA ADSL Operations Overview

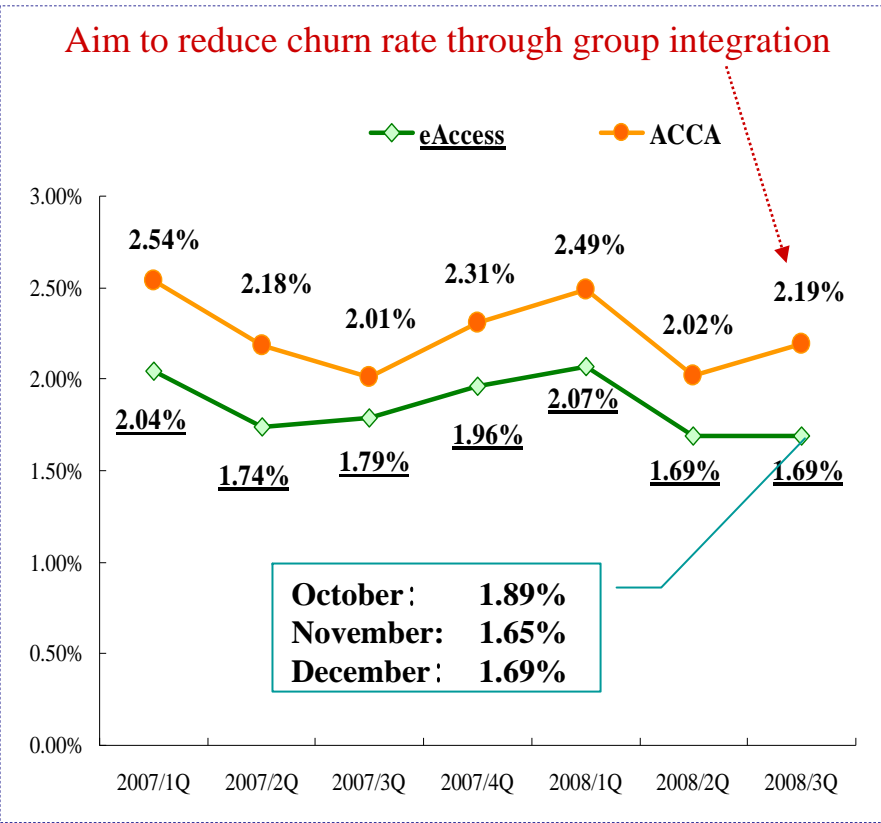
Subscribers & Churn Rate Trend

**Consolidated ADSL/ISP subscribers were 2.79 million with 22% ADSL market share
eAccess parent 3Q ADSL churn rate was low at 1.69%, down 0.1 point YoY.**

Consolidated ADSL/ISP Subscriber Trend

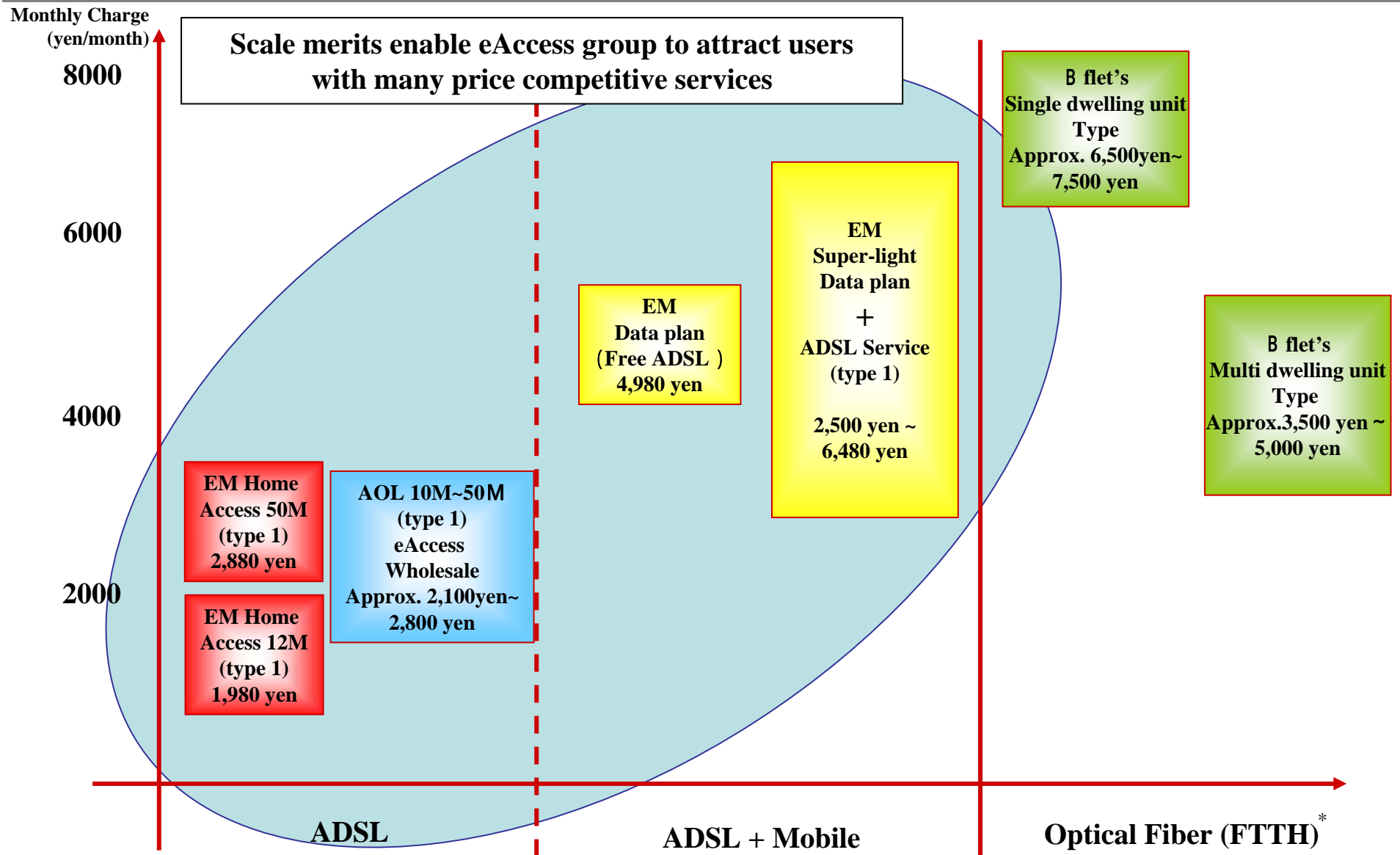


ADSL Churn Rate Trend



• Matched ACCA churn rate period to eAccess due to consolidation.

Competitive Broadband Price Plans



* As of 2/12/2009. Charges are calculated based on the average service fee of major ISPs. Monthly charge includes ISP charge and network facility usage charge .

I. FY 3/2009 3Q (cumulative) Results Highlights Page 3

II. eAccess / Consolidated Subsidiary “ACCA Networks” Page 5

- Financial Results Page 6
- Operation Overview Page 18

III. EMOBILE Page 21

- Financial Results Page 22
- Operation Overview Page 25

IV. Appendix Page 30

EMOBILE Highlights

Subscribers

- Accumulated subscribers as of the end of January 2009 was **1,191,800**
- Quarterly record high in addition of 308,400. **Ranked 2nd** in industry
- 3Q average churn rate remained low at **approx. 1%**

Service Area

- Nationwide population coverage (EMOBILE network only) as of December 2008 achieved **approx. 89%**
- Launched underground coverage in major cities outside Tokyo & Osaka. Plan to roll out Tokyo & Osaka underground coverage in the next few months

Marketing

- Strong demand for data card and netbook bundling packages
- Introduced a new competitive mobile voice plan “*Gacchiri-Course*” at **¥780/** month which includes free calls between EMOBILE users
- Plan to launch MVNO mobile data services with Softbank in March

EMOBILE Financial and Operational Results

Accelerating subscriber and revenue growth
Shrinking losses at all levels from EBITDA to Net levels

(billion yen)	FY3/2008 1Q	FY3/2008 2Q	FY3/2008 3Q	FY3/2008 4Q	FY3/2009 1Q	FY3/2009 2Q	FY3/2009 3Q
Revenue	2.24	2.93	3.69	5.64	10.68	12.93	17.29
Operating Loss	- 6.61	- 7.22	- 8.83	- 15.55	- 10.38	- 10.12	- 8.76
Recurring Loss	- 7.82	- 7.87	- 9.59	- 16.68	- 11.65	- 11.85	- 10.70
Net Loss	- 7.82	- 7.87	- 9.61	- 16.72	- 11.67	- 11.89	- 10.71
EBITDA Loss	- 5.05	- 5.00	- 6.05	- 11.49	- 6.18	- 5.71	- 4.03
Capex	16.19	20.23	16.59	45.20	6.67	10.03	9.37
Depreciation	1.55	2.23	2.78	4.06	4.19	4.41	4.74
Accumulated Subscribers	60,200	122,300	205,900	411,500	603,100	811,700	1,120,100
Subscriber Net addition	+ 50,700	+ 62,100	+ 83,600	+ 205,600	+ 191,600	+ 208,600	+ 308,400

EMOBILE Balance Sheet

Maintained high cash position of 94.4 billion yen
Secured a further 30 billion yen unused commitment line

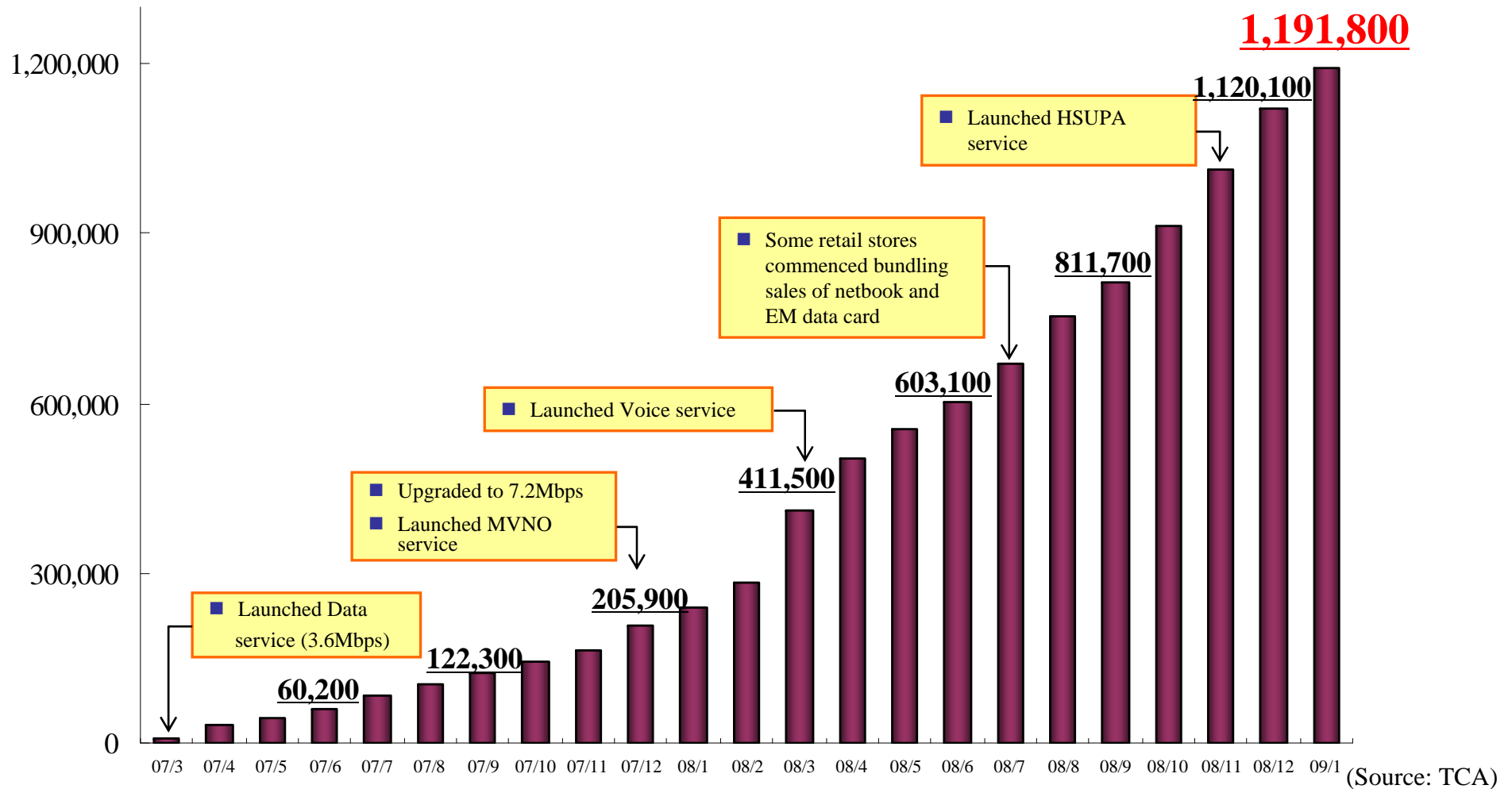
(billion yen)	As of 3/31/2008	As of 6/30/2008	As of 9/30/2008	As of 12/31/2008	
Cash and Cash Deposit	93.74	112.13	81.62	94.38	+
Debt	106.79	175.66	174.53	213.31	Unused commitment line: 30 billion yen
Net Debt	13.05	63.53	92.91	118.92	
Equity	86.39	74.71	62.82	52.11	
Total Asset	250.30	275.99	260.15	289.37	
Net Debt/ Equity Ratio	15.1%	85.0%	147.9%	228.2%	

EMOBILE Operation Overview

EMOBILE Subscribers

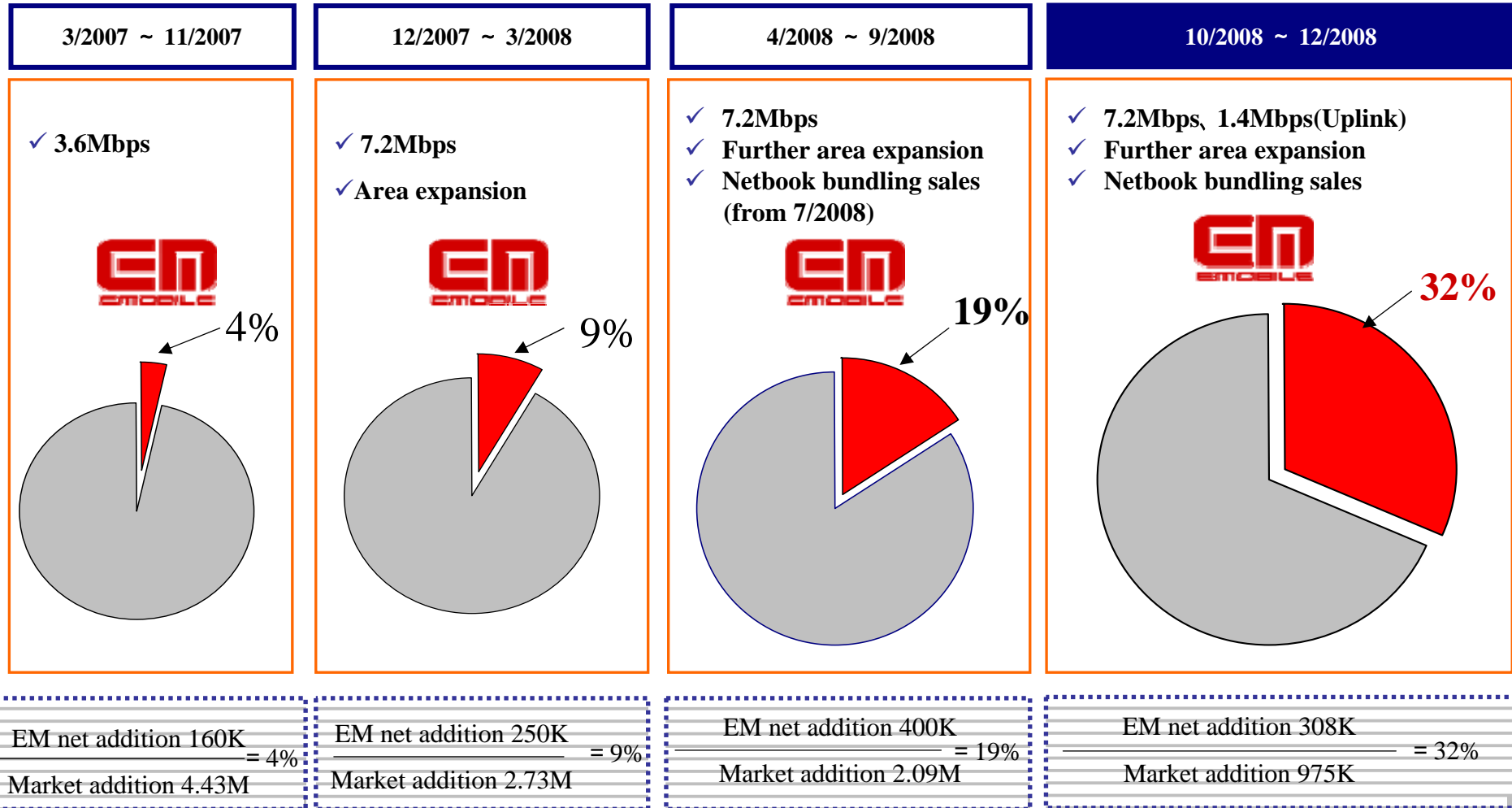
Achieved 1,191,800 subscribers with increasing mobile data subscribers
Record high in quarterly subscriber addition in 3Q

(Subscribers)



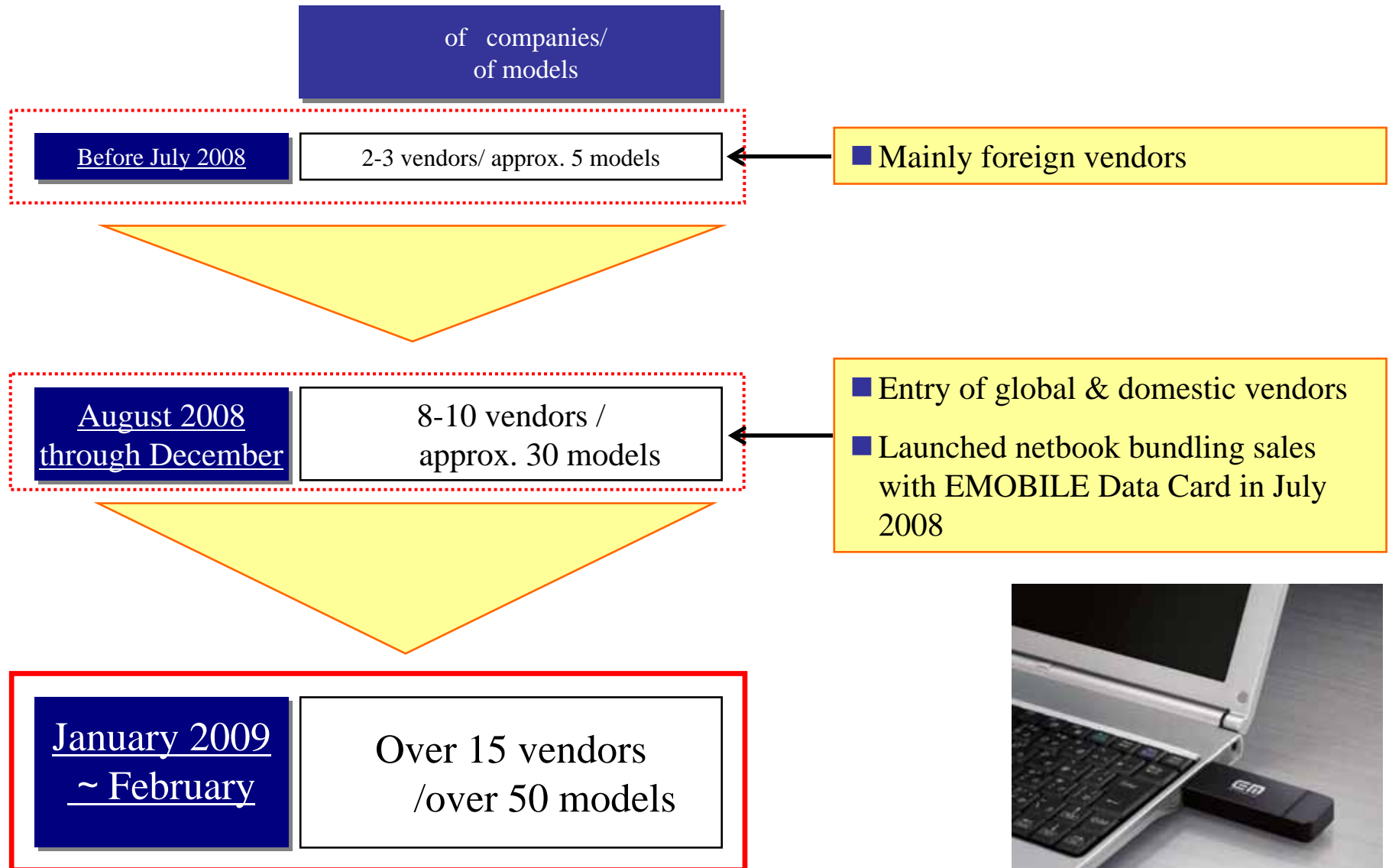
Net Addition Share Increasing

**Strong improvement in net addition market share
Acquired approx. 32% of market increase in 3Q**



(Source : TCA)

Expanding Netbook Market



New Mobile Voice Plan

**Introduced a new competitive mobile voice plan “Gacchiri-Course”
with the industry’s most competitive mobile voice tariffs**

	Basic Monthly Charge		Flat Rate Data Option
EMOBILE	780 yen/month (21 yen/30 sec.)	Free calls between EMOBILE users	1,000-4,980 yen (0.084 yen/data packet) Incl. modem usage
A	980 yen/month (21 yen/30 sec.)	Free calls between family members	1,029-5,985 yen (0.084 yen/data packet) Excl. modem usage
B	980 yen/month (21 yen/30 sec.)	Free calls between family members	1,050-5,985 yen (0.084 yen/data packet) Excl. modem usage
C	980 yen/month (21 yen/30 sec.)	Free calls between C users (not applied in 21:00 ~ 25:00)	1,029-5,985 yen (0.084 yen/data packet) Excl. modem usage

Note: Could be charged in some cases even between EMOBILE. Please refer to <<http://www.emobile.jp/cgi-bin/press.cgi?id=618>>for more information

I. FY 3/2009 3Q (cumulative) Results Highlights Page 3

II. eAccess / Consolidated Subsidiary “ACCA Networks” Page 5

➤ Financial Results Page 6

➤ Operation Overview Page 18

III. EMOBILE Page 21

➤ Financial Results Page 22

➤ Operation Overview Page 25

IV. Appendix Page 30

FY3/2009 3Q (cumulative) Results (Segment Info.)

	FY3/2009 3Q (cumulative) (4-12/2008)			
	Network Business *	Device Business	EMOBILE etc.	Consolidated
(billion yen)				
Revenue	47.99	22.42		70.41
Operating Profit	11.40	0.81		12.19
Recurring Profit	10.81		- 13.38	- 2.57
Net Income	5.53			- 7.85
EBITDA	16.61	0.85		17.44
Capex	3.54	0.01		3.55
Depreciation	5.21	0.04		5.25

* Network Business: ADSL Business, ISP Business, Backbone Business, MVNO Business, and ACCA.

* ACCA results are consolidated in Network Business portion from 9/1/2008.

Merger Scheme (Plan)

Plan to complete merger with ACCA by the end of June 2009 through stock exchange

Results of
Tender Offer (TOB)
(11/2008)

Further purchased 74,852 ACCA stocks at 120,000 yen per share.
Current eAccess holdings in ACCA were 88.91%. (as of 12/2008. Based on voting rights)

Summary
(plan)

- ◆ Plan to complete the merger by the end of June 2009
- ◆ Summary
 1. Merger with eAccess as the surviving company
 2. eAccess to issue common shares to the shareholders of ACCA (excluding eAccess and ACCA) as of the date immediately preceding the effective date (6/25/2009).

Merger Ratio =
$$\frac{120,000 \text{ yen}}{\text{Average share price of common shares of eAccess (volume weighted average price from 5/25/2009-6/5/2009)}}$$

3. # of ACCA shares to be exchanged: 19,147 shares

4. Plan to pay 2H dividend of 3,750 yen per share as scheduled

5. ACCA is planned to be delisted from JASDAQ on 6/19/2009, if the merger is approved at the ACCA general shareholders' meeting (scheduled on 3/27/2009).

(as of 2/12/2009)

Disclaimer

This presentation has been prepared by eAccess Ltd. (“the Company”). This presentation contains forward-looking statements, which are subject to risks, uncertainties, and assumptions. This presentation is being presented solely for your information and is subject to change without notice. No representation or warranty, expressed or implied, is made and no reliance should be placed on the accuracy, actuality, fairness, or completeness of the information presented. The Company accept no liability whatsoever for any losses arising from any information contained in the presentation.

This presentation does not constitute an offer or invitation to purchase or subscribe for any shares of the Company, and no part of this presentation shall form the basis of or be relied upon in connection with any contract or commitment.