



January 27, 2011

For Immediate Release

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**Notice Concerning the Acquisition of KIS Co., Ltd. Shares
Inclusion in the Scope of Consolidation as a Subsidiary Company**

Pasona Group Inc. (hereafter “Pasona Group” or “the Company”) today announced that at a Board of Directors’ meeting held on January 27, 2011, the Company resolved to acquire shares of KIS Co., Ltd. (hereafter “KIS”). Following completion of the share acquisition, KIS will be included in the Company’s scope of consolidation as a subsidiary. Brief details are provided as follows.

1. Rationale for the Share Acquisition

KIS is a subsidiary of JA Mitsui Leasing, Ltd., a comprehensive leasing company whose principal customers include the Japan Agricultural Co-operatives and the Mitsui groups. Beginning with those companies that comprise the JA Mitsui Leasing group, KIS provides high-quality human resource-related services to a large number of companies including members of the Norinchukin Bank and Zen-noh groups.

In acquiring the company’s shares, the Pasona Group anticipates expanding its business to KIS’s principal customers such as Norinchukin Bank, Zen-noh and JA Mitsui Leasing groups. At the same time, the Group will market its full line of services thereby further bolstering its overall business activities.

2. Overview of KIS

(1) Company Name	KIS Co., Ltd.
(2) Head Office Address	1-4-1 Uchikanda, Chiyoda-ku, Tokyo
(3) Representative	Jyunichi Itoh President and Representative Director
(4) Business Activities	Temporary staffing, placement and recruiting
(5) Paid-in Capital	¥10 million
(6) Date of Incorporation	June 3, 1986
(7) Major Shareholders and its Shareholding Ratio	Zen-noh Business Support Co.,Ltd 49.0% Kyodo Lifecare Co. 41.0% JA Mitsui Leasing, Ltd. 10.0%
(8) Relations between the Company	There are no applicable equity, personal, transactional and related party relationships between Pasona Group and KIS of significance.

(Millions of yen unless otherwise stated)

(9) Non-consolidated results and financial condition over the last three fiscal years			
Fiscal Year Ended	March 31, 2008	March 31, 2009	March 31, 2010
Total Shareholder' Equity	95	99	89
Total Assets	184	190	151
Total Shareholders' Equity per Share (Yen)	479,824	496,986	448,808
Net Sales	827	795	612
Operating Income (Loss)	(9)	(2)	(9)
Ordinary Income (Loss)	(2)	5	(8)
Net Income (Loss)	(1)	3	(9)
Net Income per Share (Yen)	-	18,662	-
Dividends per Share (Yen)	-	-	-

3-1. Overview of Sellers

(1) Company Name	Zen-noh Business Support Co.,Ltd
(2) Head Office Address	1-1-12 Uchikanda, Chiyoda-ku, Tokyo
(3) Representative	Kenji Sekimizu The President and C.E.O.
(4) Business Activities	Administrative services (real estate, facility management, property and casualty insurance, advertising and promotion, temporary staffing), information services
(5) Paid-in Capital	¥594 million
(6) Date of Incorporation	September 1, 1960
(7) Total Shareholder' Equity	¥3,117 million (Fiscal Year ended March 31, 2010)
(8) Total Assets	¥14,479 million (Fiscal Year ended March 31, 2010)
(9) Major Shareholders and its Shareholding Ratio	National Federation of Agricultural Co-operative Associations (Zen-noh) 100.0%
(10) Relations between the Company	There are no applicable equity, personal, transactional and related party relationships between Pasona Group and Zen-noh Business Support of significance.

3-2. Overview of Sellers

(1) Company Name	Kyodo Lifecare Co.
(2) Head Office Address	2-10-2, Higashi Gotanda, Shinagawa-ku, Tokyo
(3) Representative	Jyunichi Itoh President and Representative Director
(4) Business Activities	Welfare equipment leasing, wholesale and retail sales, welfare equipment leasing that falls within the scope of welfare insurance
(5) Paid-in Capital	¥80 million
(6) Date of Incorporation	December 1, 1978
(7) Total Shareholder' Equity	¥382 million (Fiscal Year ended March 31, 2010)
(8) Total Assets	¥509 million (Fiscal Year ended March 31, 2010)
(9) Major Shareholders and its Shareholding Ratio	JA Mitsui Leasing, Ltd. 100.0%
(10) Relations between the Company	There are no applicable equity, personal, transactional and related party relationships between Pasona Group and Kyodo Lifecare of significance.

4. Number of shares to be acquired, Acquisition amount and Status of shares held before/after acquisition

(1) Number of shares held before acquisition	0 shares (0.0% shareholding)
(2) Number of shares to be acquired	160 shares (Acquisition amount: ¥46 million)
(3) Number of shares to be held after acquisition	160 shares (80.0% shareholding)
(4) Shareholding ratio after acquisition	Pasona Group Inc. 80.0% Zen-noh Business Support Co.,Ltd 10.0% JA Mitsui Leasing, Ltd. 10.0%

5. Schedule

(1) Resolution at a Pasona Group Board of Director's meeting	January 27, 2011
(2) Transfer of shares	March 31, 2011

6. The Effect on the Business Results of Pasona Group

KIS will be included in Pasona Group's scope of consolidation. The impact on consolidated financial results for the fiscal year ending May 31, 2011 will be immaterial.