

(Transration)

**Brief Statement of Financial Results for the First Quarter
Ended May 31,2006 (Non-Consolidated)**

June 26, 2006

Company Name:	POCKET CARD CO., LTD.
Code No.:	8519
Listed Exchange:	Tokyo Stock Exchange (First Section) Osaka Securities Exchange (First Section)
URL:	http://www.pocketcard.co.jp
Location of the head office:	Tokyo
Representative Director:	Makoto Tsuzuki, President
Contact Person:	Kazuhiko Ikeda, General Manager of Accounting Dept. Tel: +81-3-5441-1924

This document (unaudited) is an English translation of the original Japanese Financial Statements made public on June 26,2006.

In the event of any discrepancy between this translated document and the original Japanese document, the original document shall prevail.

Brief Statements of Financial Results for the First Quarter include forward-looking statements about the future performance of POCKET CARD that are based on assumptions and beliefs in light of information currently available, and involve certain risk and uncertainties.

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1. Matters Relating to Preparation of Financial Statements for the First Quarter Ended May 31, 2006

- (1) Adoption of simplified accounting practices: Yes: A simplified method of calculating Income taxes has been adopted.
 (2) Changes in accounting policies from prior fiscal years: None.

2. Financial Highlight for the First Quarter Ended May 31, 2006

Note: Figures in these statements, which have been prepared in accordance with accounting principles generally accepted in Japan, were rounded down to the nearest million yen.

(1) Results of Operations

	Operating Revenues	Change from Prior Year	Operating Income	Change from Prior Year	Ordinary Income	Change from Prior Year
	(Millions of Yen)	(%)	(Millions of Yen)	(%)	(Millions of Yen)	(%)
Three Months Ended May 31:						
2006	9,471	9.0	2,302	7.2	2,299	7.7
2005	8,685	4.6	2,148	12.5	2,135	11.9
(Reference) Year Ended February 28, 2006	35,898	7.0	8,331	14.9	8,330	15.0

	Net Income	Change from Prior Year	Net Income per Share	Diluted Net Income per Share
	(Millions of Yen)	(%)	(Yen)	(Yen)
Three Months Ended May 31:				
2006	1,314	69.0	21.88	—
2005	777	13.6	25.82	—
(Reference) Year Ended February 28, 2006	4,481	21.5	148.74	—

Notes: 1. The above percentages for operating revenues, operating income, ordinary income and net income represent ratio of change from these in prior year.

2. The Company executed a two-for-one stock split effective on March 1, 2006.

(2) Financial Position

	Total Assets	Shareholders' Equity	Net Worth Ratio	Equity per Share
	(Millions of Yen)	(Millions of Yen)	(%)	(Yen)
Three Months Ended May 31:				
2006	187,449	50,728	27.1	851.04
2005	162,563	47,330	29.1	1,570.83
(Reference) Year Ended February 28, 2006	177,246	50,536	28.5	1,677.27

Note: The Company executed a two-for-one stock split as of March 1, 2006.

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(3) Cash Flow Information

	Operating Activities	Investing Activities	Financing Activities	Cash and Cash Equivalents at the End of Period
	(Millions of Yen)	(Millions of Yen)	(Millions of Yen)	(Millions of Yen)
Three Months Ended May 31:				
2006	(12,010)	(216)	9,914	9,755
2005	(8,139)	(726)	3,294	13,023
(Reference) Year Ended February 28, 2006	(20,588)	(1,360)	15,421	12,067

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1. (Summary) Non-Consolidated Balance Sheets

Note: Figures in these statements, which have been prepared in accordance with accounting principles generally accepted in Japan, were rounded down to the nearest million yen.

Item	May 31, 2006	May 31, 2005	February 28, 2006
	Amount (Millions of Yen)	Amount (Millions of Yen)	Amount (Millions of Yen)
I Current assets	179,353	155,225	169,519
Cash and cash equivalents	9,755	13,023	12,067
Installment shopping receivable	41,643	36,132	37,574
Cashing loans receivable	125,942	103,458	118,050
Accounts receivables	3,503	3,038	3,090
Other	5,638	6,158	5,552
Allowance for possible credit losses	(7,131)	(6,586)	(6,815)
II Fixed assets	8,096	7,338	7,726
Tangible fixed assets	406	528	415
Buildings and structures	113	188	111
Office equipment	292	233	304
Land	—	106	—
Intangible fixed assets	2,392	2,086	2,407
Software	1,377	1,456	1,382
Other	1,015	629	1,025
Investments and other	5,297	4,723	4,903
Investments in securities	2,432	1,964	1,987
Rental deposits	2,488	2,348	2,410
Other	396	430	525
Allowance for possible credit losses	(19)	(19)	(19)
Total assets	187,449	162,563	177,246

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Item	May 31, 2006	May 31, 2005	February 28, 2006
	Amount (Millions of Yen)	Amount (Millions of Yen)	Amount (Millions of Yen)
I Current liabilities	63,426	58,944	55,939
Accounts payable trade	10,750	13,800	9,685
Short-term borrowings	3,000	3,700	4,000
Long-term debt due within one year	31,804	33,259	31,071
Bonds due within one year	560	4,520	520
Commercial paper	13,000	—	4,000
Accounts payable others	1,648	1,433	2,120
Accrued income taxes	791	735	2,514
Other	1,871	1,495	2,026
II Non-Current liabilities	73,294	56,288	70,771
Long-term debt	52,462	39,857	49,633
Bonds	20,600	16,160	20,900
Other	232	271	237
Total liabilities	136,720	115,233	126,710
I Owners' equity	50,613	47,435	50,685
Paid-in-capital	11,268	11,268	11,268
Capital surplus	12,730	12,730	12,730
Earned surplus	27,495	23,441	26,693
Treasury stock	(881)	(4)	(6)
II Valuation and translation adjustment	115	(104)	(148)
Valuation difference on available-for-sale securities	115	(104)	(148)
Total net assets	50,728	47,330	50,536
Total liabilities and net assets	187,449	162,563	177,246

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2. (Summary) Non-Consolidated Statements of income

Item	Three Months Ended May 31, 2006	Three Months Ended May 31, 2005	Year Ended February 28, 2006
	Amount (Millions of Yen)	Amount (Millions of Yen)	Amount (Millions of Yen)
I Operating revenues	9,471	8,685	35,898
Financing fees on installment shopping	1,097	918	3,994
Interest Income on installment loans	7,746	7,176	29,489
Income from service fees	54	77	273
Other operating revenues	572	512	2,140
II Operating expenses	7,168	6,537	27,567
Selling, general and administrative expenses	6,685	6,001	25,648
Interest expense and other finance charges	482	536	1,919
Operating income	2,302	2,148	8,331
III Non-Operating income	1	1	21
IV Non-Operating expenses	4	13	21
Ordinary income	2,299	2,135	8,330
V Extraordinary gains	0	—	295
VI Extraordinary losses	44	822	1,157
Income before income taxes	2,255	1,313	7,468
Total income taxes	940	535	2,986
Net income	1,314	777	4,481

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3. (Summary) Non-Consolidated Statements of Cash Flows

Item	Three Months Ended May 31, 2006	Three Months Ended May 31, 2005	Year Ended February 28, 2006
	Amount (Millions of Yen)	Amount (Millions of Yen)	Amount (Millions of Yen)
I Cash flows from operating activities			
Income before income taxes	2,255	1,313	7,468
Increase in installment accounts receivable	(4,068)	(3,580)	(5,021)
Increase in consumer loans receivable	(7,892)	(7,208)	(21,800)
Other-net	113	2,002	199
Subtotal	(9,592)	(7,472)	(19,154)
Income taxes paid	(2,418)	(667)	(1,434)
Net cash used in operating activities	(12,010)	(8,139)	(20,588)
II Cash flows from investing activities			
Purchases of intangible fixed assets	(41)	(675)	(1,342)
Other-net	(174)	(51)	(17)
Net cash used in investing activities	(216)	(726)	(1,360)
III Cash flows from financing activities			
Net increase in commercial paper	9,000	—	4,000
Net decrease in short-term borrowings	(1,000)	(1,000)	(700)
Proceeds from long-term debt	13,940	10,693	43,280
Repayment of long-term debt	(10,378)	(10,315)	(35,314)
Proceeds from issuance of bonds	—	5,953	10,907
Redemption of bonds	(260)	(1,660)	(5,920)
Other-net	(1,386)	(377)	(831)
Net cash provided by financing activities	9,914	3,294	15,421
IV Foreign currency translation adjustments on cash and cash equivalents	—	—	(1)
V Net decrease in cash and cash equivalents	(2,311)	(5,572)	(6,528)
VI Cash and cash equivalents at beginning of year	12,067	18,595	18,595
VII Cash and cash equivalents at end of period	9,755	13,023	12,067

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4. Business Results

Item	Three Months Ended May 31, 2006	Three Months Ended May 31, 2005	Year Ended February 28, 2006
Volume of New Contracts (millions of yen)	90,442	79,136	323,857
Shopping	48,933	40,774	172,451
Cashing	35,662	30,381	122,966
Agency services	4,836	6,878	23,947
Others	1,009	1,101	4,492
Operating Revenue (millions of yen)	9,471	8,685	35,898
Shopping	1,097	918	3,994
Cashing	7,746	7,176	29,489
Agency services	54	77	273
Others	572	512	2,140
Outstanding Balance (millions of yen)	178,189	162,876	168,798
Shopping (A)	41,643	36,132	37,574
Cashing (B)	135,953	125,808	130,573
Agency services	592	935	650
Credit Expenses (millions of yen) (C)	1,934	1,653	6,665
Ratio of Credit Expenses to Outstanding Balance of Finance Receivables (%) (C / (A + B))	4.36	4.09	3.96
Number of Card Holders (thousands of holders)	3,966	3,798	3,947
Number of CDs (number of machines)	131,197	108,812	130,514
Own CDs	84	120	117
Partnerships	131,113	108,692	130,397

Notes: 1. The figure for “outstanding balance” includes the off-balance sheet pools of cashing loans receivables in securitization (10,602 million yen as of May 31, 2006, 23,285 million yen as of May 31, 2005, and 13,172 million yen as of February 28, 2006, respectively).

2. The ratio of credit expenses to Financing receivables represents the modulated rate for one-year basis.