

(Translation)

**EARNINGS RELEASE FOR THE 1ST QUARTER OF FISCAL YEAR ENDING FEBRUARY 29, 2008
(NON-CONSOLIDATED)**

June 26, 2007

Company Name:	POCKET CARD CO., LTD.
Listed Exchange:	Tokyo Stock Exchange (First Section) Osaka Securities Exchange (First Section)
Code No.:	8519
URL:	http://www.pocketcard.co.jp/
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This document (unaudited) is an English translation of the original Japanese Financial Statements made public on June 26, 2007.

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 1st 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.

(Translation)

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. FINANCIAL HIGHLIGHT FOR THE THREE MONTHS ENDED MAY 31, 2007

(1) RESULTS OF OPERATIONS

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

	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:						
2007	10,105	6.7	1,581	(31.3)	1,576	(31.4)
2006	9,471	9.0	2,302	7.2	2,299	7.7
(Reference) Year Ended February 28, 2007	38,829	8.2	6,383	(23.4)	6,377	(23.4)

	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:				
2007	920	(30.0)	15.55	—
2006	1,314	69.0	21.88	—
(Reference) Year Ended February 28, 2007	1,248	(72.2)	20.98	—

(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:				
2007	210,295	49,839	23.7	841.85
2006	187,449	50,728	27.1	851.04
(Reference) Year Ended February 28, 2007	203,678	49,414	24.3	834.68

(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:				
2007	(1,807)	(702)	3,059	15,826
2006	(12,010)	(216)	9,914	9,755
(Reference) Year Ended February 28, 2007	(22,137)	(2,190)	27,540	15,277

(Translation)

2.DIVIDENDS

	Dividends per Share (Yen)
	1st Quarter
Three Months Ended May 31:	
2007	—
2006	—

3. OTHER INFORMATION

- (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.

(Translation)

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, 2007	February 28, 2007
	Amount (Millions of Yen)	Amount (Millions of Yen)	Amount (Millions of Yen)
I CURRENT ASSETS	179,353	201,830	194,237
Cash and cash equivalents	9,755	15,826	15,277
Installment shopping receivable	41,643	50,905	46,071
Cashing loans receivable	125,942	137,164	135,563
Accounts receivables	3,503	4,286	3,688
Other	5,638	6,578	5,812
Allowance for possible credit losses	(7,131)	(12,931)	(12,176)
II FIXED ASSETS	8,096	8,464	9,441
Tangible fixed assets	406	516	528
Buildings and structures	113	170	160
Office equipment	292	345	367
Intangible fixed assets	2,392	4,518	4,581
Software	1,377	4,444	4,461
Other	1,015	73	119
Investments and other	5,297	3,430	4,331
Investments in securities	2,432	633	620
Rental deposits	2,488	1,134	2,076
Other	396	1,681	1,653
Allowance for possible credit losses	(19)	(18)	(18)
TOTAL ASSETS	187,449	210,295	203,678

(Translation)

Item	May 31, 2006	May 31, 2007	February 28, 2007
	Amount (Millions of Yen)	Amount (Millions of Yen)	Amount (Millions of Yen)
I CURRENT LIABILITIES	63,426	86,991	75,017
Accounts payable trade	10,750	10,323	6,983
Short-term borrowings	3,000	7,500	7,500
Long-term debt due within one year	31,804	29,454	31,378
Bonds due within one year	560	10,200	5,400
Commercial paper	13,000	25,000	18,400
Accounts payable others	1,648	1,346	2,363
Accrued income taxes	791	1,260	1,172
Accrued bonus	271	263	159
Allowance for credit card point redemption	366	450	480
Allowance for possible guarantee losses	415	545	462
Allowance for refundable excess interest	250	—	—
Other	569	647	719
II NON-CURRENT LIABILITIES	73,294	73,464	79,246
Bonds	20,600	17,400	22,500
Long-term debt	52,462	54,020	54,834
Liabilities for employees' retirement benefits	232	222	221
Allowance for refundable excess interest	—	1,822	1,691
TOTAL LIABILITES	136,720	160,456	154,264
I OWNERS' EQUITY	50,613	50,042	49,625
Paid-in-capital	11,268	11,268	11,268
Capital surplus	12,730	12,730	12,730
Earned surplus	27,495	27,342	26,925
Treasury stock	(881)	(1,299)	(1,299)
II VALUATION AND TRANSLATION ADJUSTMENT	115	(203)	(211)
Valuation difference on available-for-sale securities	115	(203)	(211)
TOTAL NET ASSETS	50,728	49,839	49,414
TOTAL LIABILITES AND NET ASSETS	187,449	210,295	203,678

(Translation)

2. (Summary) NON-CONSOLIDATED STATEMENTS OF INCOME

Item	Three Months Ended May 31, 2006	Three Months Ended May 31, 2007	Year Ended February 28, 2007
	Amount (Millions of Yen)	Amount (Millions of Yen)	Amount (Millions of Yen)
I OPERATING REVENUES	9,471	10,105	38,829
Financing fees on installment shopping	1,097	1,359	4,824
Interest Income on installment loans	7,746	8,091	31,575
Income from service fees	54	31	166
Other operating revenues	572	623	2,263
II OPERATING EXPENSES	7,168	8,524	32,446
Selling, general and administrative expenses	6,685	7,846	30,209
Interest expense and other finance charges	482	677	2,236
Operating income	2,302	1,581	6,383
III NON-OPERATING INCOME	1	1	16
IV NON-OPERATING EXPENSES	4	6	22
Ordinary income	2,299	1,576	6,377
V EXTRAORDINARY GAINS	0	—	210
VI EXTRAORDINARY LOSSES	44	6	4,371
INCOME BEFORE INCOME TAXES	2,255	1,570	2,216
TOTAL INCOME TAXES	940	649	968
NET INCOME	1,314	920	1,248

(Translation)

3. (Summary) NON-CONSOLIDATED STATEMENTS OF CASH FLOWS

Item	Three Months Ended May 31, 2006	Three Months Ended May 31, 2007	Year Ended February 28, 2007
	Amount (Millions of Yen)	Amount (Millions of Yen)	Amount (Millions of Yen)
I Cash flows from operating activities			
Income before income taxes	2,255	1,570	2,216
Depreciation and amortization	165	254	803
Increase in installment accounts Receivable	(4,068)	(4,834)	(8,496)
Increase in consumer loans receivable	(7,892)	(1,600)	(17,512)
Increase (decrease) in accounts payable trade	1,064	3,339	(2,702)
Other-net	(1,116)	625	7,714
Subtotal	(9,592)	(645)	(17,977)
Income taxes paid	(2,418)	(1,161)	(4,160)
Net cash used in operating activities	(12,010)	(1,807)	(22,137)
II Cash flows from investing activities			
Purchases of intangible fixed assets	(41)	(705)	(2,397)
Other-net	(174)	2	207
Net cash used in investing activities	(216)	(702)	(2,190)
III Cash flows from financing activities			
Net increase in commercial paper	9,000	6,600	14,400
Net increase (decrease) in short-term borrowings	(1,000)	—	3,500
Proceeds from long-term debt	13,940	7,892	39,670
Repayment of long-term debt	(10,378)	(10,629)	(34,163)
Proceeds from issuance of bonds	—	—	6,960
Redemption of bonds	(260)	(300)	(520)
Cash dividends paid	(512)	(503)	(1,015)
Reissuance of treasury stock	0	—	0
Purchase of treasury stock	(874)	0	(1,292)
Net cash provided by financing activities	9,914	3,059	27,540
IV Foreign currency translation adjustments on cash and cash equivalents	—	—	(2)
V Net increase (decrease) in cash and cash equivalents	(2,311)	549	3,209
VI Cash and cash equivalents at beginning of year	12,067	15,277	12,067
VII Cash and cash equivalents at end of period	9,755	15,826	15,277

(Translation)

4. BUSINESS RESULTS

Item	Three Months Ended May 31, 2006	Three Months Ended May 31, 2007	Year Ended February 28, 2007
Volume of New Contracts (millions of yen)	90,442	90,698	363,454
Shopping	48,933	57,267	211,859
Cashing	35,662	29,696	133,016
Agency services	4,836	2,787	14,604
Others	1,009	946	3,974
Operating Revenue (millions of yen)	9,471	10,105	38,829
Shopping	1,097	1,359	4,824
Cashing	7,746	8,091	31,575
Agency services	54	31	166
Others	572	623	2,263
Outstanding Balance (millions of yen)	178,189	191,310	186,202
Shopping (A)	41,643	50,905	46,071
Cashing (B)	135,953	140,009	139,790
Agency services	592	395	340
Credit Expenses (millions of yen) (C)	1,934	2,525	9,293
Ratio of Credit Expenses to Outstanding Balance of Finance Receivables (%) (C / (A + B))	4.36	5.29	5.00
Number of Card Holders (thousands of holders)	3,966	4,054	4,025
Number of CDs (number of machines)	131,197	141,123	140,724
Own CDs	84	82	82
Partnerships	131,113	141,041	140,642

Notes: 1. The figure for "outstanding balance" includes the off-balance sheet pools of cashing loans receivables in securitization (3,240million yen as of May 31, 2007, 10,602 million yen as of May 31, 2006, and 4,567 million yen as of February 28, 2007, respectively).

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