

(Translation)

**BRIEF STATEMENT OF FINANCIAL RESULTS
FOR THE YEAR ENDED FEBRUARY 28, 2013 [Japanese GAAP] (NON-CONSOLIDATED)**

April 11, 2013

Company Name:	POCKET CARD CO., LTD.
Listed Exchange:	Tokyo Stock Exchange (First Section)
Code No.:	8519
URL:	http://www.pocketcard.co.jp/
Representative Director:	Keiichi Watanabe President
Contact Person:	Kazuhiko Ikeda, General Manager of Corporate Communication Dept. Tel: +81-3-5441-3450 E-mail: koho@pocketcard.co.jp
Date of General Shareholders Meeting:	May 24, 2013
Date of Dividend Payment:	May 10, 2013
Date of Annual Securities Report Filing:	May 27, 2013
The additional materials of the Financial Results for fiscal year :	Yes
The briefing session of the Financial Results for fiscal year :	Yes

This document (unaudited) is an English translation of the original Japanese Financial Statements made public on April 11, 2013.

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

Brief Statements of Financial Results for fiscal year include forward-looking statements about the future performance of POCKET CARD CO.,LTD. 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 HIGHLIGHTS FOR THE YEAR ENDED FEBRUARY 28, 2013

(1) RESULTS OF OPERATIONS

The following percentages for operating revenues, operating income, ordinary income and net income represent ratio of change from those 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)	(%)
Year Ended February 28, 2013	31,538	(1.7)	2,746	88.7	2,759	93.9
Year Ended February 29, 2012	32,088	(9.9)	1,455	(11.7)	1,423	(13.9)

	Net Income	Change from Prior Year	Net Income per Share	Diluted Net Income per Share
	(Millions of Yen)	(%)	(Yen)	(Yen)
Year Ended February 28, 2013	2,640	691.6	33.74	—
Year Ended February 29, 2012	333	(74.5)	4.34	—

	Return on Equity	Ratio of Ordinary Income to Total Assets	Ratio of Ordinary Income to Operating Revenues
	(%)	(%)	(%)
Year Ended February 28, 2013	5.0	1.4	8.7
Year Ended February 29, 2012	—	—	—

(REFERENCE) Equity in Earnings (Losses) of Associated Companies

Year ended February 28, 2013: nil

Year ended February 29, 2012: nil

Note: Business results of Return on Equity, Ratio of Ordinary Income to Total Assets and Ratio of Ordinary Income to Operating Revenues for the year ended February 2012 are not provided, because the business result in the last fiscal year was the consolidated.

(2) FINANCIAL POSITION

	Total Assets	Net Assets	Net Worth Ratio	Net Assets per Share
	(Millions of Yen)	(Millions of Yen)	(%)	(Yen)
Year Ended February 28, 2013	219,082	54,082	24.7	691.14
Year Ended February 29, 2012	166,525	52,089	31.3	665.66

(REFERENCE) Net Worth:

As of February 28, 2013: ¥54,082million

As of February 29, 2012: ¥52,089million

(Translation)

(3) CASH FLOWS INFORMATION

	Operating Activities	Investing Activities	Financing Activities	Cash and Cash Equivalents at the End of Year
	(Millions of Yen)	(Millions of Yen)	(Millions of Yen)	(Millions of Yen)
Year Ended February 28, 2013	17,054	(1,868)	(16,362)	9,523
Year Ended February 29, 2012	—	—	—	—

Note: Business results of Cash Flows Information for the year ended February 29, 2012 is not provided, because the business result in the last fiscal year was the consolidated.

2. DIVIDENDS

•Cash Dividends	Annual Dividends per Share (Yen)					Total Amount of Cash Dividends (Millions of Yen)	Dividend Payout Ratio (%)	Ratio of Dividends to Net Assets (%)
	1st Quarter	2nd Quarter	3rd Quarter	Year End	Total			
For the year ended February 29, 2012 (actual)	—	4.25	—	4.25	8.50	665	—	—
For the year ended February 28, 2013 (actual)	—	4.25	—	4.25	8.50	665	25.2	1.3
For the year ended February 28, 2014 (forecast)	—	4.25	—	4.25	8.50		25.6	

Note: Dividend Payout Ratio and Ratio of Dividends to Net Assets for the year ended February 29, 2012 is not provided, because the business result in the last fiscal year was the consolidated.

3. FORECAST OF OPERATIONS FOR THE YEAR ENDING FEBRUARY 28, 2014

	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)	(%)
Semi-annual	16,700	—	1,800	—	1,800	—
Annual	33,400	5.9	4,500	63.8	4,500	63.1

	Net Income	Change from Prior Year	Net Income per Share
	(Millions of Yen)	(%)	(Yen)
Semi-annual	1,000	—	12.78
Annual	2,600	(1.5)	33.23

Note: We can not provide year-to-year comparison regarding six months year ending February 28, 2014 because the business result in the last fiscal year was the consolidated.

(Translation)

4. OTHER INFORMATION

(1) Changes of accounting policies or estimates and retrospective restatements:

- i Changes with Reform of Accounting Standards: None
- ii Changes with Other Than Those Above: None
- iii Changes with Accounting estimates: Yes
- iv Retrospective restatement: None

(2) NUMBER OF COMMON STOCK ISSUED:

- i Total Number of Shares Issued (Including Treasury Stock):
 - As of February 28, 2013: 79,323,844 shares
 - As of February 29, 2012: 79,323,844 shares
- ii Total Number of Treasury Stock:
 - As of February 28, 2013: 1,071,729 shares
 - As of February 29, 2012: 1,071,344 shares
- iii Average Number of Treasury Stock:
 - As of February 28, 2013: 78,252,268 shares
 - As of February 29, 2012: 76,786,973 shares

Information Regarding the Quarterly Review Procedures

At the time of disclosure of this report, the procedures for review of financial statements, pursuant to the "Financial Instruments and Exchange Act" of Japan, have not completed.

Appropriate use of business forecast and other special notes

- On September 15, 2012, the Company merged with Famima Credit Corporation, which was the only consolidated subsidiary of the Company, through an absorption-type merger. As a result, Famima Credit Corporation was excluded from the consolidation scope starting from the Brief Statement of Financial Results for the year ended February 28, 2013.
- Brief statement of financial results for the year ended February 28, 2013 includes forward-looking statements about future performance based on assumptions and belief in light of information currently available, and involve certain risks and uncertainties. The actual results may differ from the forecasts indicated herein depending on various future elements.

(Translation)

1. COMPARATIVE 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	February 29, 2012	February 28, 2013
	Amount (Millions of Yen)	Amount (Millions of Yen)
I CURRENT ASSETS		
Cash and cash equivalents	7,878	9,523
Installment shopping receivable	66,409	126,671
Cashing loans receivable	80,066	73,303
Inventories	183	224
Prepaid expenses	271	284
Deferred tax assets	6,302	4,933
Accounts receivable	5,073	6,201
Claim for indemnification on credit guarantees	4,900	4,130
Other	427	3
Allowance for possible credit losses	(17,259)	(17,776)
Total current assets	154,256	207,501
II FIXED ASSETS		
Tangible fixed assets		
Buildings and structures	188	193
Accumulated depreciation	(136)	(145)
Buildings, net	51	47
Office equipment	1,121	1,269
Accumulated depreciation	(526)	(870)
Equipment, net	595	398
Construction in progress	135	2
Total tangible fixed assets	782	449
Intangible fixed assets		
Goodwill	—	3,016
Software	2,123	2,889
Software in progress	418	95
Telephone subscription right	30	30
Total intangible fixed assets	2,571	6,030
Investments and other assets		
Investments in securities	226	257
Investments in associated company	4,356	—
Long-term prepaid expenses	132	104
Deferred tax assets	2,458	3,404
Rental deposits	1,653	1,196
Utility rights	19	19
Other	87	151
Allowance for possible credit losses	(16)	(32)
Total investments and other assets	8,916	5,101
Total fixed assets	12,269	11,581
TOTAL ASSETS	166,525	219,082

(Translation)

Item	February 29, 2012	February 28, 2013
	Amount (Millions of Yen)	Amount (Millions of Yen)
I CURRENT LIABILITIES		
Accounts payable trade	7,565	10,434
Short-term borrowings	17,550	7,500
Long-term debt due within one year	8,997	34,095
Long-term debt of associated company due within one year	3,734	14,596
Commercial paper	27,500	10,000
Long-term borrowing from securitization of installment receivables due within one year	5,720	1,980
Accounts payable others	1,716	2,049
Accrued expenses	203	236
Accrued income taxes	24	50
Deposits received	92	860
Accrued bonus	117	118
Allowance for credit card point redemption	358	270
Allowance for possible guarantee losses	2,550	—
Other	14	29
Total current liabilities	76,143	82,220
II NON-CURRENT LIABILITIES		
Long-term debt	9,693	46,935
Long-term debt of associated company	5,905	20,508
Long-term borrowing from securitization of installment receivables	16,443	8,500
Liabilities for employees' retirement benefits	342	357
Allowance for refundable excess interest	5,909	6,449
Other	—	30
Total non-current liabilities	38,293	82,779
TOTAL LIABILITES	114,436	164,999
I OWNERS' EQUITY		
Paid-in capital	14,374	14,374
Capital surplus		
Capital legal reserve	15,664	15,664
Other	152	152
Total capital surplus	15,816	15,816
Earned surplus		
Earned legal reserve	509	509
General reserve	24,285	24,285
Unappropriated retained earnings	(1,612)	362
Total earned surplus	23,182	25,157
Treasury stock	(1,299)	(1,299)
Total owners' equity	52,073	54,048
II VALUATION AND TRANSLATION ADJUSTMENT		
Valuation difference on available-for-sale securities	15	35
Deferred gains or losses on hedges	—	(1)
Total valuation and translation adjustment	15	34
TOTAL NET ASSETS	52,089	54,082
TOTAL LIABILITES AND NET ASSETS	166,525	219,082

(Translation)

2. COMPARATIVE NON-CONSOLIDATED STATEMENTS OF OPERATION

Item	Year Ended February 29, 2012	Year Ended February 28, 2013
	Amount (Millions of Yen)	Amount (Millions of Yen)
OPERATING REVENUES		
Financing fees on installment shopping	9,660	13,879
Interest income on installment loans	14,727	11,675
Other operating revenues	7,699	5,983
Total operating revenues	32,088	31,538
OPERATING EXPENSES		
Selling, general and administrative expenses		
Advertising	465	531
Sales Utilities	631	618
Commissions	2,767	3,385
Provision for credit card point redemption	326	249
Provision for possible credit losses	6,883	6,026
Provision for possible guarantee losses	2,497	1,054
Provision for refundable excess interest	2,697	3,041
Remuneration for directors and corporate auditors	119	127
Salaries and bonuses	2,305	2,212
Provision for bonuses	117	118
Retirement benefits	116	113
Welfare expense	332	319
Communication expenses	1,396	1,502
EDP out-sourcing fee	1,200	1,021
Leases expenses	297	281
Depreciation	1,949	1,868
Tax and public imposts	907	933
Other expenses	3,182	3,539
Total selling, general and administrative expenses	28,193	26,945
Interest expense and other finance charges		
Interest expense	1,052	1,098
Other finance charges	1,386	746
Total interest expense and other finance charges	2,439	1,845
Total operating expenses	30,632	28,791
Operating income	1,455	2,746

(Continued)

(Translation)

Item	Year Ended February 29, 2012	Year Ended February 28, 2013
	Amount (Millions of Yen)	Amount (Millions of Yen)
NON-OPERATING INCOME	20	45
NON-OPERATING EXPENSES		
Stock issuance cost	44	—
other	8	32
Total non-operating expenses	52	32
Ordinary income	1,423	2,759
EXTRAORDINARY INCOME		
Gain on extinguishment of tie-in shares	—	594
Total extraordinary income	—	594
EXTRAORDINARY LOSSES		
Loss on sales and disposal of property and equipment	25	2
Special retirement expenses	256	—
Loss on interest repayment	270	—
Merger expenses	—	297
Loss on adjustment for changes of accounting standard for asset retirement obligations	38	—
Total extraordinary losses	590	299
INCOME BEFORE INCOME TAXES	833	3,055
INCOME TAXES (CURRENT)	11	2
REFUND OF INCOME TAXES FOR PRIOR PERIODS	(219)	—
INCOME TAXES (DEFERRED)	707	412
TOTAL INCOME TAXES	499	415
NET INCOME	333	2,640

(Translation)

3. COMPARATIVE NON-CONSOLIDATED STATEMENTS OF CHANGES IN NET ASSETS

	Year Ended February 29, 2012							
	Owners' equity							
	Paid-in capital	Capital surplus			Earned surplus			
		Capital legal reserve	Other	Total	Earned legal reserve	Other		Total
					General reserve	Unappropriated retained earnings		
Balance at the beginning of the year	11,268	12,577	152	12,729	509	24,285	(1,361)	23,433
Changes of items during the year								
Issuance of new shares	3,105	3,086		3,086				
Dividends from surplus							(584)	(584)
Net income							333	333
Purchase of treasury stock								
Reissuance of treasury stock								
Net changes of items other than owners' equity								
Total changes of items during the year	3,105	3,086	—	3,086	—	—	(250)	(250)
Balance at the end of the year	14,374	15,664	152	15,816	509	24,285	(1,612)	23,182

(Continued)

(Translation)

	Year Ended February 29, 2012					
	Owners' equity		Valuation and translation adjustments			Total net assets
	Treasury stock	Total owners' equity	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Total valuation and translation adjustments	
Balance at the beginning of the year	(1,299)	46,132	12	—	12	46,145
Changes of items during the year						
Issuance of new shares		6,192				6,192
Dividends from surplus		(584)				(584)
Net income		333				333
Purchase of treasury stock	(0)	(0)				(0)
Reissuance of treasury stock						—
Net changes of items other than owners' equity			2	—	2	2
Total changes of items during the year	(0)	5,941	2	—	2	5,943
Balance at the end of the year	(1,299)	52,073	15	—	15	52,089

(Translation)

(Millions of Yen)

Year Ended February 28, 2013								
Owners' equity								
	Paid-in capital	Capital surplus			Earned surplus			
		Capital legal reserve	Other	Total	Earned legal reserve	Other		Total
						General reserve	Unappropriated retained earnings	
Balance at the beginning of the year	14,374	15,664	152	15,816	509	24,285	(1,612)	23,182
Changes of items during the year								
Issuance of new shares								
Dividends from surplus							(665)	(665)
Net income							2,640	2,640
Purchase of treasury stock								
Reissuance of treasury stock			(0)	(0)				
Net changes of items other than owners' equity								
Total changes of items during the year	—	—	(0)	(0)	—	—	1,975	1,975
Balance at the end of the year	14,374	15,664	152	15,816	509	24,285	362	25,157

(Continued)

(Translation)

(Millions of Yen)

	Year Ended February 28, 2013					
	Owners' equity		Valuation and translation adjustments			Total net assets
	Treasury stock	Total owners' equity	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Total valuation and translation adjustments	
Balance at the beginning of the year	(1,299)	52,073	15	—	15	52,089
Changes of items during the year						
Issuance of new shares						—
Dividends from surplus		(665)				(665)
Net income		2,640				2,640
Purchase of treasury stock	(0)	(0)				(0)
Reissuance of treasury stock	0	0				0
Net changes of items other than owners' equity			20	(1)	18	18
Total changes of items during the year	(0)	1,974	20	(1)	18	1,993
Balance at the end of the year	(1,299)	54,048	35	(1)	34	54,082

(Translation)

4. NON-CONSOLIDATED STATEMENTS OF CASH FLOWS

Item	Year Ended
	February 28, 2013
	Amount (Millions of Yen)
I Cash flows from operating activities	
Income before income taxes	3,055
Depreciation and amortization	1,868
Amortization of goodwill	174
Changes in allowance for possible credit losses	(2,033)
Changes in allowance for credit card point redemption	(88)
Changes in allowance for refundable excess interest	512
Change in employees' retirement benefits	14
Gain on extinguishment of tie-in shares	(594)
Increase in installment shopping receivable	(5,943)
Decrease (increase) in cashing loans receivable	20,365
Increase (decrease) in accounts payable trade	(7,789)
Other-net	(7,131)
Subtotal	16,671
Income taxes (paid) refund	383
Net cash provided by (used in) operating activities	17,054
II Cash flows from investing activities	
Purchases of tangible fixed assets	(56)
Purchases of intangible fixed assets	(1,834)
Other-net	22
Net cash provided by (used in) investing activities	(1,868)
III Cash flows from financing activities	
Net increase (decrease) in short-term borrowings	(13,050)
Net increase (decrease) in commercial paper	(17,500)
Proceeds from long-term debt	62,032
Repayment of long-term debt	(34,490)
Repayment of securitization of installment receivables	(11,683)
Redemption of bonds	(1,000)
Cash dividends paid	(665)
Reissuance of treasury stock	0
Purchase of treasury stock	(0)
Other-net	(5)
Net cash provided by (used in) financing activities	(16,362)
IV Foreign currency translation adjustments on cash and cash equivalents	(2)
V Net increase (decrease) in cash and cash equivalents	(1,178)
VI Cash and cash equivalents at beginning of year	7,878
VII Increase in cash and cash equivalents resulting from merger	2,823
VIII Cash and cash equivalents at end of year	9,523

(Translation)

(REFERENCE) BUSINESS RESULTS

Item	Year Ended February 29, 2012	Year Ended February 28, 2013			
	(consolidated)	(provisional consolidated)		(non-consolidated)	
	amount	amount	change from prior year (consolidated)	amount	change from prior year (consolidated)
Volume of New Contracts (millions of yen)	399,152	414,972	15,820	330,906	(68,246)
Shopping	363,164	378,456	15,292	302,072	(61,092)
Cashing	32,518	32,349	(169)	24,667	(7,851)
Others	3,469	4,166	696	4,166	696
Operating Revenue (millions of yen)	35,412	33,555	(1,857)	31,538	(3,874)
Shopping	15,684	17,880	2,196	13,879	(1,805)
Cashing	17,262	13,001	(4,260)	11,675	(5,587)
Others	2,465	2,672	206	5,983	3,517
Outstanding Balance (millions of yen)	220,544			213,475	(7,069)
Shopping (A)	126,922			140,171	13,248
Cashing (B)	93,621			73,303	(20,318)
Credit Expenses (millions of yen) (C)	9,605			7,514	(2,091)
Ratio of Credit Expenses to Outstanding Balance of Finance Receivables (%) (C / (A + B))	4.36			3.52	(0.84)
Number of Card Holders (thousands of holders)	4,917			4,979	61

Notes:

1. The figure for “outstanding balance” includes the off-balance sheet pools of Installment shopping receivables in securitization (¥13,500 million as of February 29, 2012 and ¥13,500 million as of February 28, 2013, respectively).
2. Credit expenses include expenses related to loss on guarantees.