

(Translation)

**BRIEF STATEMENT OF FINANCIAL RESULTS
FOR THE SIX MONTHS ENDED AUGUST 31, 2014 [Japanese GAAP] (NON-CONSOLIDATED)**

October 9, 2014

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 Quartary Securiteis Report Filing:	October 15, 2014
Date of Dividend Payment:	November 11, 2014
The additional materials of the Financial Results for the Second Quarter :	Yes
The briefing session of the Financial Results for the Second Quarter :	Yes

This document (unaudited) is an English translation of the original Japanese Financial Statements made public on October 9, 2014.

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 the Six months ended August 31, 2014 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 SIX MONTHS ENDED AUGUST 31, 2014

(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)	(%)
Six Months Ended August 31, 2014	18,006	5.1	2,529	35.4	2,540	35.9
Six Months Ended August 31, 2013	17,126	—	1,868	—	1,868	—

	Net Income	Change from Prior Year	Net Income per Share	Diluted Net Income per Share
	(Millions of Yen)	(%)	(Yen)	(Yen)
Six Months Ended August 31, 2014	1,272	17.3	16.26	—
Six Months Ended August 31, 2013	1,084	—	13.86	—

Note: Year-on-year comparisons for the Six months year ending February 28, 2013 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
	(Millions of Yen)	(Millions of Yen)	(%)
As of August 31, 2014	240,713	57,060	23.7
Year Ended February 28, 2014	234,734	56,122	23.9

(REFERENCE) Net Worth:

As of August 31, 2014: ¥57,060 million

As of February 28, 2014: ¥56,122 million

2. DIVIDENDS

•Cash Dividends	Annual Dividends per Share (Yen)				
	1Q	2Q	3Q	Year End	Total
For the year ended February 28, 2014 (actual)	—	4.25	—	4.25	8.50
For the year ended February 28, 2015 (actual)	—	5.00			
For the year ended February 28, 2015 (forecast)			—	5.00	10.00

Note: There are no revisions to the previous forecast that was announced on April 10, 2014.

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3. FORECAST OF OPERATIONS FOR THE YEAR ENDING FEBRUARY 28, 2015

	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)	(%)
Annual	35,500	3.9	4,700	(0.4)	4,700	(1.0)

	Net Income	Change from Prior Year	Net Income per Share
	(Millions of Yen)	(%)	(Yen)
Annual	2,400	(12.2)	30.67

Notes: There are revisions to the previous forecast that was announced on April 10, 2014.

4. OTHER INFORMATION

(1) Adoption of simplified accounting practices and particular accounting practices used for the preparation of quarterly financial Statements : None

(2) 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: None
- iv Retrospective restatement: None

(3) NUMBER OF COMMON STOCK ISSUED:

- i Total Number of Shares Issued (Including Treasury Stock):
 - As of August 31, 2014: 79,323,844 shares
 - As of February 28, 2014: 79,323,844 shares
- ii Total Number of Treasury Stock:
 - As of August 31, 2014: 1,072,531 shares
 - As of February 28, 2014: 1,072,331 shares
- iii Weighted-average number of outstanding shares
 - Six months ended August 31, 2014: 78,251,411 shares
 - Six months ended August 31, 2013: 78,252,014 shares

Information Regarding the Quarterly Review Procedures

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

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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 28, 2014	August 31, 2014
	Amount (Millions of Yen)	Amount (Millions of Yen)
I CURRENT ASSETS		
Cash and cash equivalents	9,456	9,639
Installment shopping receivable	160,168	171,426
Cashing loans receivable	58,007	52,076
Other	13,179	12,709
Allowance for possible credit losses	(15,818)	(14,730)
Total current assets	224,994	231,121
II FIXED ASSETS		
Tangible fixed assets	437	441
Intangible fixed assets		
Goodwill	2,639	2,450
Other	2,548	2,465
Total intangible fixed assets	5,187	4,916
Investments and other assets		
Investments and other assets	4,147	4,265
Allowance for possible credit losses	(32)	(31)
Total investments and other assets	4,115	4,233
Total fixed assets	9,740	9,591
TOTAL ASSETS	234,734	240,713

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Item	February 28, 2014	August 31, 2014
	Amount (Millions of Yen)	Amount (Millions of Yen)
I CURRENT LIABILITIES		
Accounts payable trade	9,721	13,811
Short-term borrowings	9,000	12,000
Long-term debt due within one year	56,987	59,628
Commercial paper	10,000	10,000
Long-term borrowing from securitization of installment receivables due within one year	4,522	4,250
Allowance for other	360	359
Other	4,525	4,612
Total current liabilities	95,115	104,661
II NON-CURRENT LIABILITIES		
Bonds payable	10,000	10,000
Long-term debt	61,989	58,579
Long-term borrowing from securitization of installment receivables	3,978	1,904
Liabilities for employees' retirement benefits	375	372
Allowance for refundable excess interest	7,128	8,116
Other	24	19
Total non-current liabilities	83,496	78,991
TOTAL LIABILITES	178,612	183,652
I OWNERS' EQUITY		
Paid-in-capital	14,374	14,374
Capital surplus	15,816	15,816
Earned surplus	27,225	28,165
Treasury stock	(1,300)	(1,300)
Total owners' equity	56,116	57,055
II VALUATION AND TRANSLATION ADJUSTMENTS		
Valuation difference on available-for-sale securities	6	4
Total valuation and translation adjustments	6	4
TOTAL NET ASSETS	56,122	57,060
TOTAL LIABILITES AND NET ASSETS	234,734	240,713

(Translation)

2. NON-CONSOLIDATED STATEMENTS OF OPERATION

Item	Six Months Ended August 31, 2013	Six Months Ended August 31, 2014
	Amount (Millions of Yen)	Amount (Millions of Yen)
OPERATING REVENUES		
Financing fees on installment shopping	10,198	11,760
Interest income on installment loans	5,325	4,169
Other operating revenues	1,602	2,076
Total operating revenues	17,126	18,006
OPERATING EXPENSES		
Selling, general and administrative expenses		
Provision for possible credit losses	3,499	2,706
Provision for refundable excess interest	1,669	2,429
Other	9,144	9,603
Total selling, general and administrative expenses	14,313	14,740
Interest expense and other finance charges		
Interest expense	654	556
Other finance charges	290	179
Total interest expense and other finance charges	944	736
Total operating expenses	15,258	15,476
OPERATING INCOME	1,868	2,529
NON-OPERATING INCOME	8	13
NON-OPERATING EXPENSES	7	2
ORDINARY INCOME	1,868	2,540
EXTRAORDINARY INCOME		
Income on sales of investment securities	59	—
Total extraordinary income	59	—
EXTRAORDINARY LOSSES		
Loss on sales of investment securities	0	—
Total extraordinary losses	0	—
INCOME BEFORE INCOME TAXES	1,927	2,540
INCOME TAXES (CURRENT)	687	739
INCOME TAXES (DEFERRED)	156	528
TOTAL INCOME TAXES	843	1,267
NET INCOME	1,084	1,272

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(REFERENCE) BUSINESS RESULTS

Item	Six Months Ended August 31, 2013	Six Months Ended August 31, 2014	Year Ended February 28, 2014
Volume of New Contracts (millions of yen)	207,714	220,565	419,002
Shopping	188,872	201,858	381,786
Cashing	16,538	16,302	32,588
Others	2,303	2,404	4,627
Operating Revenue (millions of yen)	17,126	18,006	34,174
Shopping	10,198	11,760	21,103
Cashing	5,325	4,169	9,960
Others	1,602	2,076	3,111
Outstanding Balance (millions of yen)	217,471	223,503	218,176
Shopping (A)	152,197	171,426	160,168
Cashing (B)	65,274	52,076	58,007
Credit Expenses (millions of yen) (C)	3,297	3,256	6,492
Ratio of Credit Expenses to Outstanding Balance of Finance Receivables (%) (C / (A + B))	3.03	2.91	2.98
Number of Card Holders (thousands of holders)	4,972	5,019	5,021

Note: The ratio of credit expenses to financing receivables represents the modulated rate for one-year basis.