

(Translation)

**BRIEF STATEMENT OF FINANCIAL RESULTS
FOR THE YEAR ENDED FEBRUARY 28, 2015 [Japanese GAAP] (NON-CONSOLIDATED)**

April 9, 2015

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 22, 2015
Date of Dividend Payment:	May 8, 2015
Date of Annual Securities Report Filing:	May 25, 2015
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 9, 2015.

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, 2015

(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, 2015	35,510	3.9	4,303	(8.8)	4,328	(8.8)
Year Ended February 28, 2014	34,174	8.4	4,719	71.8	4,745	71.9

	Net Income	Change from Prior Year	Net Income per Share	Diluted Net Income per Share
	(Millions of Yen)	(%)	(Yen)	(Yen)
Year Ended February 28, 2015	2,201	(19.5)	28.13	—
Year Ended February 28, 2014	2,733	3.5	34.93	—

	Return on Equity	Ratio of Ordinary Income to Total Assets	Ratio of Ordinary Income to Operating Revenues
	(%)	(%)	(%)
Year Ended February 28, 2015	3.9	1.8	12.1
Year Ended February 28, 2014	5.0	2.1	13.8

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

Year ended February 28, 2015: nil

Year ended February 28, 2014: nil

(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, 2015	238,621	57,600	24.1	736.09
Year Ended February 28, 2014	234,734	56,122	23.9	717.21

(REFERENCE) Net Worth:

As of February 28, 2015: ¥57,600million

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

(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, 2015	2,856	(987)	(1,859)	9,493
Year Ended February 28, 2014	(11,165)	(539)	11,634	9,456

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 28, 2014 (actual)	—	4.25	—	4.25	8.50	665	24.3	1.2
For the year ended February 28, 2015 (actual)	—	5.00	—	5.00	10.00	782	35.6	1.4
For the year ended February 29, 2016 (forecast)	—	5.00	—	5.00	10.00		48.9	

3. FORECAST OF OPERATIONS FOR THE YEAR ENDING FEBRUARY 29, 2016

	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	17,900	(0.6)	1,800	(28.8)	1,800	(29.1)
Annual	36,200	1.9	3,700	(14.0)	3,700	(14.5)

	Net Income	Change from Prior Year	Net Income per Share
	(Millions of Yen)	(%)	(Yen)
Semi-annual	600	(52.8)	7.67
Annual	1,600	(27.3)	20.45

(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: None
- iv Retrospective restatement: None

(2) NUMBER OF COMMON STOCK ISSUED:

- i Total Number of Shares Issued (Including Treasury Stock):
 - As of February 28, 2015: 79,323,844 shares
 - As of February 28, 2014: 79,323,844 shares
- ii Total Number of Treasury Stock:
 - As of February 28, 2015: 1,072,625 shares
 - As of February 28, 2014: 1,072,331 shares
- iii Weighted-average number of outstanding shares
 - Year ended February 28, 2015: 78,251,327 shares
 - Year ended February 28, 2014: 78,251,859 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.

(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 28, 2014	February 28, 2015
	Amount (Millions of Yen)	Amount (Millions of Yen)
I CURRENT ASSETS		
Cash and cash equivalents	9,456	9,493
Installment shopping receivable	160,168	175,318
Cashing loans receivable	58,007	47,239
Inventories	239	236
Prepaid expenses	284	258
Deferred tax assets	4,453	3,364
Other	8,201	6,968
Allowance for possible credit losses	(15,818)	(13,876)
Total current assets	224,994	229,002
II FIXED ASSETS		
Tangible fixed assets		
Buildings and structures	228	195
Accumulated depreciation	(146)	(134)
Buildings, net	82	60
Office equipment	1,349	1,370
Accumulated depreciation	(993)	(1,068)
Equipment, net	355	301
Total tangible fixed assets	437	362
Intangible fixed assets		
Goodwill	2,639	2,262
Software	2,474	2,328
Other	73	94
Total intangible fixed assets	5,187	4,685
Investments and other assets		
Investments in securities	135	136
Long-term prepaid expenses	85	158
Prepaid pension expenses	—	29
Deferred tax assets	3,215	3,600
Other	710	676
Allowance for possible credit losses	(32)	(31)
Total investments and other assets	4,115	4,570
Total fixed assets	9,740	9,618
TOTAL ASSETS	234,734	238,621

(Translation)

Item	February 28, 2014	February 28, 2015
	Amount (Millions of Yen)	Amount (Millions of Yen)
I CURRENT LIABILITIES		
Accounts payable trade	9,721	11,367
Short-term borrowings	9,000	14,000
Long-term debt due within one year	40,624	40,153
Long-term debt of associated company due within one year	16,362	11,480
Commercial paper	10,000	8,000
Long-term borrowing from securitization of installment receivables due within one year	4,522	3,978
Accounts payable others	1,986	2,305
Accrued expenses	216	219
Accrued income taxes	1,448	816
Deposits received	845	846
Accrued bonus	128	135
Allowance for credit card point redemption	232	217
Other	29	26
Total current liabilities	95,115	93,545
II NON-CURRENT LIABILITIES		
Bonds payable	10,000	20,000
Long-term debt	47,094	45,375
Long-term debt of associated company	14,895	12,415
Long-term borrowing from securitization of installment receivables	3,978	—
Liabilities for employees' retirement benefits	375	393
Allowance for refundable excess interest	7,128	9,276
Other	24	14
Total non-current liabilities	83,496	87,475
TOTAL LIABILITES	178,612	181,020
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	2,430	3,908
Total earned surplus	27,225	28,703
Treasury stock	(1,300)	(1,300)
Total owners' equity	56,116	57,593
II VALUATION AND TRANSLATION ADJUSTMENT		
Valuation difference on available-for-sale securities	6	6
Total valuation and translation adjustment	6	6
TOTAL NET ASSETS	56,122	57,600
TOTAL LIABILITES AND NET ASSETS	234,734	238,621

(Translation)

2. COMPARATIVE NON-CONSOLIDATED STATEMENTS OF OPERATION

Item	Year Ended February 28, 2014	Year Ended February 28, 2015
	Amount (Millions of Yen)	Amount (Millions of Yen)
OPERATING REVENUES		
Financing fees on installment shopping	21,103	23,864
Interest income on installment loans	9,960	7,882
Other operating revenues	3,111	3,764
Total operating revenues	34,174	35,510
OPERATING EXPENSES		
Selling, general and administrative expenses		
Advertising	620	897
Sales Utilities	891	1,430
Commissions	4,370	4,426
Provision for credit card point redemption	232	217
Provision for possible credit losses	6,294	5,651
Provision for refundable excess interest	3,242	5,253
Salaries and bonuses	2,400	2,432
Provision for bonuses	128	135
Retirement benefits	91	63
Communication expenses	1,818	1,674
EDP out-sourcing fee	1,095	1,043
Depreciation	1,248	1,165
Other expenses	5,261	5,356
Total selling, general and administrative expenses	27,694	29,747
Interest expense and other finance charges		
Interest expense	1,245	1,046
Other finance charges	515	413
Total interest expense and other finance charges	1,760	1,459
Total operating expenses	29,455	31,207
OPERATING INCOME	4,719	4,303

(Continued)

(Translation)

Item	Year Ended February 28, 2014	Year Ended February 28, 2015
	Amount (Millions of Yen)	Amount (Millions of Yen)
NON-OPERATING INCOME	39	33
NON-OPERATING EXPENSES	13	8
ORDINARY INCOME	4,745	4,328
EXTRAORDINARY INCOME		
Gain on sales of investment securities	59	—
State subsidy	13	—
Total extraordinary income	72	—
EXTRAORDINARY LOSSES		
Loss on sales of investment securities	0	—
Impairment loss	6	19
Total extraordinary losses	6	19
INCOME BEFORE INCOME TAXES	4,811	4,309
INCOME TAXES (CURRENT)	1,393	1,403
INCOME TAXES (DEFERRED)	684	704
TOTAL INCOME TAXES	2,078	2,108
NET INCOME	2,733	2,201

(Translation)

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

(Millions of Yen)

	Year Ended February 28, 2014							
	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	362	25,157
Changes of items during the year								
Dividends from surplus							(665)	(665)
Net income							2,733	2,733
Purchase of treasury stock								
Net changes of items other than owners' equity								
Total changes of items during the year	—	—	—	—	—	—	2,067	2,067
Balance at the end of the year	14,374	15,664	152	15,816	509	24,285	2,430	27,225

(Continued)

(Translation)

(Millions of Yen)

	Year Ended February 28, 2014					
	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)	54,048	35	(1)	34	54,082
Changes of items during the year						
Dividends from surplus		(665)				(665)
Net income		2,733				2,733
Purchase of treasury stock	(0)	(0)				(0)
Net changes of items other than owners' equity			(29)	1	(27)	(27)
Total changes of items during the year	(0)	2,067	(29)	1	(27)	2,039
Balance at the end of the year	(1,300)	56,116	6	—	6	56,122

(Translation)

(Millions of Yen)

	Year Ended February 28, 2015							
	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	2,430	27,225
Changes of items during the year								
Dividends from surplus							(723)	(723)
Net income							2,201	2,201
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)	—	—	1,477	1,477
Balance at the end of the year	14,374	15,664	152	15,816	509	24,285	3,908	28,703

(Continued)

(Translation)

(Millions of Yen)

	Year Ended February 28, 2015					
	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	(1,300)	56,116	6	—	6	56,112
Changes of items during the year						
Dividends from surplus		(723)				(723)
Net income		2,201				2,201
Purchase of treasury stock	(0)	(0)				(0)
Reissuance of treasury stock	0	0				0
Net changes of items other than owners' equity			0	—	0	0
Total changes of items during the year	(0)	1,477	0	—	0	1,477
Balance at the end of the year	(1,300)	57,593	6	—	6	57,600

(Translation)

4. NON-CONSOLIDATED STATEMENTS OF CASH FLOWS

Item	Year Ended February 28, 2014	Year Ended February 28, 2015
	Amount (Millions of Yen)	Amount (Millions of Yen)
I Cash flows from operating activities		
Income before income taxes	4,811	4,309
Depreciation and amortization	1,248	1,165
Impairment loss	6	19
Amortization of goodwill	377	377
Changes in allowance for possible credit losses	(1,958)	(1,942)
Changes in allowance for credit card point redemption	(38)	(15)
Changes in allowance for refundable excess interest	679	2,148
Change in employees' retirement benefits	18	17
Loss (gain) on sales of investment securities	(59)	—
Increase in installment shopping receivable	(33,496)	(15,150)
Decrease (increase) in cashing loans receivable	15,295	10,767
Increase (decrease) in accounts payable trade	(712)	1,646
Other-net	2,673	1,540
Subtotal	(11,155)	4,883
Income taxes (paid) refund	(10)	(2,026)
Net cash provided by (used in) operating activities	(11,165)	2,856
II Cash flows from investing activities		
Purchases of tangible fixed assets	(165)	(200)
Purchases of intangible fixed assets	(578)	(789)
Proceeds from sales of investment securities	136	—
Other-net	67	2
Net cash provided by (used in) investing activities	(539)	(987)
III Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	1,500	5,000
Net increase (decrease) in commercial paper	—	(2,000)
Proceeds from long-term debt	58,920	51,947
Repayment of long-term debt	(56,079)	(61,500)
Repayment of securitization of installment receivables	(1,980)	(4,522)
Proceeds from issuance of bonds	9,947	9,947
Cash dividends paid	(665)	(723)
Reissuance of treasury stock	—	0
Purchase of treasury stock	(0)	(0)
Other-net	(8)	(8)
Net cash provided by (used in) financing activities	(11,634)	(1,859)
IV Foreign currency translation adjustments on cash and cash equivalents	4	26
V Net increase (decrease) in cash and cash equivalents	(66)	36
VI Cash and cash equivalents at beginning of year	9,523	9,456
VII Cash and cash equivalents at end of year	9,456	9,493

(Translation)

(REFERENCE) BUSINESS RESULTS

Item	Year Ended February 28, 2014	Year Ended February 28, 2015	Change from prior year
Volume of New Contracts (millions of yen)	419,002	436,384	17,382
Shopping	381,786	399,646	17,860
Cashing	32,588	31,930	(658)
Others	4,627	4,808	181
Operating Revenue (millions of yen)	34,174	35,510	1,335
Shopping	21,103	23,864	2,761
Cashing	9,960	7,882	(2,077)
Others	3,111	3,764	652
Outstanding Balance (millions of yen)	218,176	222,558	4,382
Shopping (A)	160,168	175,318	15,150
Cashing (B)	58,007	47,239	(10,767)
Credit Expenses (millions of yen) (C)	6,492	6,494	1
Ratio of Credit Expenses to Outstanding Balance of Finance Receivables (%) (C / (A + B))	2.98	2.92	(0.06)
Number of Card Holders (thousands of holders)	5,021	4,943	(77)