

(Translation)

**BRIEF STATEMENT OF FINANCIAL RESULTS
FOR THE THREE MONTHS ENDED MAY 31, 2016 [Japanese GAAP] (NON-CONSOLIDATED)**

July 8, 2016

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:	Yoshinori Hayashida, General Manager of Corporate Planning Dept. Tel: +81-3-5441-3450 E-mail: koho@pocketcard.co.jp
Date of Quarterly Securities Report Filing:	July 15, 2016
Date of Dividend Payment:	None
The additional materials of the Financial Results for the First Quarter :	Yes
The briefing session of the Financial Results for the First Quarter :	None

This document (unaudited) is an English translation of the original Japanese Financial Statements made public on July 8, 2016.

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 Three months ended May 31, 2016 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 THREE MONTHS ENDED MAY 31, 2016

(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)	(%)
Three Months Ended May 31, 2016	9,214	2.2	823	(22.7)	822	(23.3)
Three Months Ended May 31, 2015	9,013	3.2	1,066	(23.5)	1,072	(23.3)

	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, 2016	293	11.1	3.75	—
Three Months Ended May 31, 2015	264	(59.5)	3.38	—

(2) FINANCIAL POSITION

	Total Assets	Net Assets	Net Worth Ratio
	(Millions of Yen)	(Millions of Yen)	(%)
As of May 31, 2016	257,688	58,395	22.7
Year Ended February 29, 2016	248,972	58,493	23.5

(REFERENCE) Net Worth:

As of May 31, 2016: ¥58,395 million

As of February 29, 2016: ¥58,493 million

2. DIVIDENDS

•Cash Dividends	Annual Dividends per Share (Yen)				
	1Q	2Q	3Q	Year End	Total
For the year ended February 29, 2016 (actual)	—	5.00	—	5.00	10.00
For the year ended February 28, 2017 (actual)	—				
For the year ended February 28, 2017 (forecast)		5.00	—	5.00	10.00

Note: There are no revisions to the previous forecast that was announced on April 7, 2016.

(Translation)

3. FORECAST OF OPERATIONS FOR THE YEAR ENDING FEBRUARY 28, 2017

	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	18,300	2.7	1,900	3.0	1,900	2.7
Annual	36,500	2.3	4,000	6.4	4,000	5.8

	Net Income	Change from Prior Year	Net Income per Share
	(Millions of Yen)	(%)	(Yen)
Semi-annual	900	34.8	11.50
Annual	2,200	30.8	28.11

Notes: There are no revisions to the previous forecast that was announced on April 7, 2016.

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: Yes
- 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 May 31, 2016: 79,323,844 shares
 - As of February 29, 2016: 79,323,844 shares
- ii Total Number of Treasury Stock:
 - As of May 31, 2016: 1,073,112 shares
 - As of February 29, 2016: 1,073,072 shares
- iii Weighted-average number of outstanding shares
 - Three months ended May 31, 2016: 78,250,762 shares
 - Three months ended May 31, 2015: 78,251,213 shares

Information Regarding the Quarterly Review Procedures

At the time of disclosure of this report, the procedures for audit of quarterly 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 29, 2016	May 31, 2016
	Amount (Millions of Yen)	Amount (Millions of Yen)
I CURRENT ASSETS		
Cash and cash equivalents	8,191	8,344
Installment shopping receivable	194,640	203,575
Cashing loans receivable	41,060	40,513
Other	9,730	9,823
Allowance for possible credit losses	(13,204)	(12,877)
Total current assets	240,418	249,379
II FIXED ASSETS		
Tangible fixed assets	355	327
Intangible fixed assets	4,019	3,730
Investments and other assets		
Investments and other assets	4,210	4,283
Allowance for possible credit losses	(31)	(31)
Total investments and other assets	4,178	4,251
Total fixed assets	8,553	8,309
TOTAL ASSETS	248,972	257,688

(Translation)

Item	February 29, 2016	May 31, 2016
	Amount (Millions of Yen)	Amount (Millions of Yen)
I CURRENT LIABILITIES		
Accounts payable trade	12,651	15,225
Short-term borrowings	18,000	21,000
Long-term debt due within one year	29,302	26,270
Commercial paper	8,000	15,000
Allowance for other	365	476
Other	5,272	4,353
Total current liabilities	73,591	82,325
II NON-CURRENT LIABILITIES		
Bonds payable	30,000	30,000
Long-term debt	76,091	75,481
Liabilities for employees' retirement benefits	445	459
Allowance for refundable excess interest	10,346	11,024
Other	4	2
Total non-current liabilities	116,887	116,967
TOTAL LIABILITES	190,479	199,293
I OWNERS' EQUITY		
Paid-in-capital	14,374	14,374
Capital surplus	15,816	15,816
Earned surplus	29,603	29,505
Treasury stock	(1,300)	(1,300)
Total owners' equity	58,493	58,395
TOTAL NET ASSETS	58,493	58,395
TOTAL LIABILITES AND NET ASSETS	248,972	257,688

(Translation)

2. NON-CONSOLIDATED STATEMENTS OF OPERATION

Item	Three Months Ended May 31, 2015	Three Months Ended May 31, 2016
	Amount (Millions of Yen)	Amount (Millions of Yen)
OPERATING REVENUES		
Financing fees on installment shopping	6,315	7,046
Interest income on installment loans	1,755	1,545
Other operating revenues	942	623
Total operating revenues	9,013	9,214
OPERATING EXPENSES		
Selling, general and administrative expenses		
Provision for possible credit losses	1,355	1,397
Provision for refundable excess interest	1,408	1,633
Other	4,865	5,076
Total selling, general and administrative expenses	7,629	8,107
Interest expense and other finance charges		
Interest expense	229	196
Other finance charges	87	86
Total interest expense and other finance charges	317	282
Total operating expenses	7,946	8,390
OPERATING INCOME	1,066	823
NON-OPERATING INCOME	7	4
NON-OPERATING EXPENSES	1	5
ORDINARY INCOME	1,072	822
INCOME BEFORE INCOME TAXES	1,072	822
INCOME TAXES (CURRENT)	409	424
INCOME TAXES (DEFERRED)	399	105
TOTAL INCOME TAXES	808	529
NET INCOME	264	293

(Translation)

(REFERENCE) BUSINESS RESULTS

Item	Three Months Ended May 31, 2015	Three Months Ended May 31, 2016	Year Ended February 29, 2016
Volume of New Contracts (millions of yen)	112,848	120,999	451,356
Shopping	103,160	111,602	415,255
Cashing	8,423	8,071	31,127
Others	1,264	1,324	4,973
Operating Revenue (millions of yen)	9,013	9,214	35,676
Shopping	6,315	7,046	25,943
Cashing	1,755	1,545	6,641
Others	942	622	3,091
Outstanding Balance (millions of yen)	227,164	244,088	235,701
Shopping (A)	181,339	203,575	194,640
Cashing (B)	45,825	40,513	41,060
Credit Expenses (millions of yen) (C)	1,636	1,515	7,621
Ratio of Credit Expenses to Outstanding Balance of Finance Receivables (%) (C / (A + B))	2.88	2.48	3.23
Number of Card Holders (thousands of holders)	4,900	4,791	4,791

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