UNOFFICIAL TRANSLATION
The formal press release document is in Japanese.

Summary of Consolidated Financial Statements
For the Third Quarter of Fiscal 2007

August 15, 2007

Company Name: FinTech Global Incorporated (Code Number: 8789 TSE Mothers)

(URL: http://www.fgi.co.jp/) TEL: (03) 5733-2121

Responsible	President, Representative Director	Name: Nobumitsu Tamai
for Inquiries:	Director, Head of Treasury & Administration Division / Head of Finance Department	Name: Takeshi Sugimoto

Scheduled starting date of dividend payment:

1. Overview of the financial conditions and business results for the third quarter of fiscal 2007.
(October 1. 2006 – June 30, 2007)

(1) Business results (The percentage in the table indicates YOY changes.)

	Net revenue		Operating income		Ordinary profit		Net income	
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%
Third quarter of fiscal 2007	13,478	(168.4)	5,046	(38.2)	4,890	(43.8)	1,752	(△12.9)
Third quarter of fiscal 2006	5,021	(274.2)	3,650	(358.4)	3,400	(346.7)	2,011	(353.1)
(Reference) Full-fiscal 2006	8,231		5,921		5,581		3,235	

	Net income per share	Net income per share (diluted)
	Yen	Yen
Third quarter of fiscal 2007	1,474.73	1,378.11
Third quarter of fiscal 2006	9,045.30	7,905.57
(Reference) Full-fiscal 2006	14,354.40	12,458.52

(2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Million Yen	Million Yen	%	Yen
Third quarter of fiscal 2007	84,189	26,683	29.7	20,908.14
Third quarter of fiscal 2006	64,889	23,590	36.2	100,498.09
(Reference) Full-fiscal 2006	61,229	24,957	40.7	105,180.27

(3) Consolidated cash flows (Unit: Millions of yen)

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at the end of period
Third quarter of fiscal 2007	(3,147)	(7,042)	7,740	14,935
Third quarter of fiscal 2006	(37,957)	(8,570)	52,741	7,866
(Reference) Full-fiscal 2006	(24,266)	(2,916)	44,247	18,718

2. Dividends

	Dividends per share		
Record date	The end of interim period	The end of fiscal 2007	Total
	Yen	Yen	Yen
Fiscal 2006	—	5,000.00	5,000.00
Fiscal 2007 (Actual results)	550.00		1,300.00
Fiscal 2007 (Estimates)		750.00	

3. Performance forecasts for the full-fiscal 2007. (October 1. 2006 – September 30, 2007)

(The percentage in the table indicates YOY changes.)

	Net revenue		Operating income		Ordinary profit		Net income	
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%
Full-fiscal 2007	16,032	(94.8)	7,764	(31.1)	7,606	(36.3)	3,249	(0.4)

	Net income per share
	Yen
Full-fiscal 2007	2,733.84

4. Others

(1) Transfer of the principal consolidated subsidiary during the term. (Transfer of specified subsidiary with change of scope of consolidation.): N/A

(2) Standards for preparing quarterly consolidated financial statements: Standards for preparing consolidated financial statements for the interim period.

(3) Existence or non-existence of a change in the accounting method from the latest fiscal year: Yes

(4) Involvement of an accounting auditor

With respect to the quarterly consolidated financial statements, the procedure for the statement of opinions was carried out based on the “Standards for Stating Opinions about Quarterly Financial Statements” which are provided in the attachment to the Handling of Regulations Concerning the Timely Disclosure of Corporate Information on an Issuer of Listed Securities of the Tokyo Stock Exchange.

5. Summary of non-consolidated financial conditions and business results

(1) Non-consolidated financial conditions and business results for the interim period of fiscal 2007.
(October 1, 2006 – June 30, 2007)

(1) Non-consolidated business results (The percentage in the table indicated YOY changes.)

	Net revenue		Operating income		Ordinary profit		Net income	
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%
Third quarter of fiscal 2007	6,079	(25.5)	3,937	(5.9)	3,510	(-1.1)	1,791	(-16.0)
Third quarter of fiscal 2006	4,844	(261.0)	3,719	(364.9)	3,548	(363.5)	2,132	(377.4)
(Reference) Full-fiscal 2006	7,544		5,815		5,480		3,234	

	Net income per share
	Yen
Third quarter of fiscal 2007	1,507.31
Third quarter of fiscal 2006	9,591.88
(Reference) Full-fiscal 2006	14,349.40

(2) Non-consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Million Yen	Million Yen	%	Yen
Third quarter of fiscal 2007	70,216	24,913	35.5	20,853.30
Third quarter of fiscal2006	64,556	23,712	36.7	101,355.89
(Reference) Full-fiscal 2006	58,595	24,896	42.5	105,215.93

6. Non-consolidated performance estimates for the full-fiscal 2007.
(October 1. 2006 – September 30, 2007)

(The percentage in the table indicates YOY changes.)

	Net revenue		Operating income		Ordinary profit		Net income	
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%
Full-fiscal 2007	10,800	(43.2)	7,454	(28.2)	6,975	(27.3)	3,699	(14.4)

	Net income per share
	Yen
Full-fiscal 2007	3,112.50

* Information concerning proper use of forward-looking statements and other special instructions
Forward-looking statements in this material are based on data available to management as of August 15, 2007 and certain assumptions which are believed to be rational. Actual results may differ from these estimates due to unforeseen factors.

(Reference) Per-share information in case retroactive adjustment is made

The Company conducted a 5-for-1 stock split on October1, 2006. Assuming that the share split was effected at the beginning of the previous year, the per-share information can be summarized as follows:

(1) Consolidated

	Net income per share	Net assets per share
	Yen	Yen
Third quarter of fiscal 2007	1,474.73	20,908.14
Third quarter of fiscal 2006 (adjusted)	1,809.06	20,099.62
Full-fiscal 2006	2,870.88	21,036.05

(2) Non-consolidated

	Net income per share	Net assets per share
	Yen	Yen
Third quarter of fiscal 2007	1,507.31	20,853.30
Third quarter of fiscal 2006 (adjusted)	1,918.38	20,271.18
Full-fiscal 2006	2,869.88	21,043.19

【Qualitative information on financial statements】

1. Qualitative information on consolidated management results

The Japanese economy during the current 3Q consolidated account period maintained moderate growth backed by a solid growth of the overall export-related industry as well as a steady growth of personal consumption and plant investment activities despite recent slowdown in US economy and negative impact of higher interest rate on the economy.

There is a surge in funding demands by way of structured financing against the backdrop of aggressive plant investment initiatives taken by several companies aiming to explore new business opportunities. In response to such developments, the Company has implemented organizational restructuring in April 2007 for promotion of market-oriented marketing activities and business operations as well as development of new products and reinforced management system of investment loan funds, deals and credits by close alliance between the investment banking and finance divisions.

In addition to the above, the Company reinforced the management capacity of the group subsidiaries by establishment of the Corporate Strategy & Planning Division. As to the marketing operations, total value of structured transactions as part of the arrangement operations remained at JPY46.3 billion during the three-month period from April to June due to a lack of high-profile transactions despite the similar number of transactions as that of the corresponding period last year. As a result of the aforesaid, the consolidated performance of the current 3Q consolidated account period posted a net revenue of JPY13,478 million (up 168.4% from the corresponding period last year), operating income of JPY5,046 million (up 38.2% from the corresponding period last year), ordinary profit of JPY4,890 million (up 43.8% from the corresponding period last year) and quarterly net income of JPY 1,752 million (down 12.9% from the corresponding period last year).

The figures above include a net revenue of JPY3,658 million, operating income of JPY979 million and ordinary profit of JPY898 million incurred from sale of the marketing properties possessed by Godo Kaisha Tempu Moderate Udagawa-cho Kaihatsu which was included in scope of consolidation in the current 3Q consolidated account in accordance with the "Practical Solution on Application of Control Criteria and Influence Criteria to Investment Association" (dated September 8, 2006, No. 20 of Practical Guide).

On the other hand, the quarterly net income of the current 3Q consolidated account period suffered a drop of 12.9% mainly on account of loss of the minority interests as well as reduction of loss from the quarterly net income despite ongoing efforts in studying tax impact of losses incurred by subsidiaries.

I. Investment Banking Business

(1) Arrangement Operations

1) Arrangement services

The performance of the current 3Q consolidated account period showed no drastic surge due to a lack of high-profile transactions as well as lesser number of transactions from April to June as compared to that of other quarters despite continued strong appetite for bridge finance arrangement before the confirmation of construction and subsequent property development securitization which generated expectations for synergy effect by combination of principal finance operations and arrangement deals.

In conclusion, the arrangement services during the current 3Q account period posted a net revenue of JPY2,957 million (up 18.7% from the corresponding period last year) and a gross profit of JPY2,826 million (up 24.8% from the corresponding period last year) respectively.

2) Arrangement services with credit enhancement

The Arrangement services with credit enhancement means an arrangement of a structure to facilitate participation of financial institutions as lender in schemes structured by the Company by providing guarantee for certain risks by Stellar Capital AG, a subsidiary of the Company. During the three-month period from April to June this year, we have arranged 2 schemes with credit enhancement facility, which added to the total transactions of 4 since the beginning of this period.

As a result, the Arrangement services with credit enhancement during the current 3Q account period posted a net revenue of JPY528 million (down 6.2% from the corresponding period last year) and a gross profit of JPY510 million (down 6.3% from the corresponding period last year) respectively.

In conclusion, the overall arrangement operations during the current 3Q account period posted a turnover of JPY3,486 million (up 14.1% from the corresponding period last year) and a gross profit of JPY3,337 million (up 18.8% from the corresponding period last year) respectively.

(2) Principal finance operations

The balance of the principal finance operations undertaken by the Company alone at the end of the 3Q consolidated account period summed up to JPY39,022 million in combination with the loans receivable, trade and silent partnership investments, up JPY5,035 million from the balance as of the end of March 2007 on account of intensive generation of deals in June. These investment and loan activities generated commission fee and interest rate revenues. In addition to the aforesaid, total investment and loan balance including short-term loans receivable to subsidiaries (excluding cash and deposits held by the subsidiaries) stands at JPY42,121 million.

The aforesaid is mainly attributable to new loans receivable, trade of JPY12.6 billion (including JPY7.6 billion collected upon redemption or sale) as a result of proactive loan activities launched from April to June against the backdrop of relaxed financial and management restrictions (reserve requirements as merger funds) which was in place until the interim term. However despite higher interest revenue than that of the corresponding period last year there was no drastic growth due to slowdown in the principal finance operations lingered until the interim term.

We have continued efforts in taking drastic measures to improve operation of ASAP Payment System Inc.

As a result, the principal finance operations during the current 3Q consolidated account period posted a net revenue of JPY1,995 million (up 21.4% from the corresponding period last year) and gross profit of JPY1,542 million (down 1.1% from the corresponding period last year).

(3) Other investment banking operations

During the current 3Q consolidated account period, we saw a continued increase in the commission fee income generated from administrative services. Furthermore, FinTech Global Securities, Inc. has won brokerage deals between overseas private funds and major domestic institutional investors.

As a result, other investment banking operations of the current 3Q consolidated account period posted a net revenue of JPY393 million (up 107.4% from the corresponding period last year) and gross profit of JPY392 million (up 106.7% from the corresponding period last year).

In conclusion, the investment banking operations of the current 3Q consolidated account period posted a net revenue of JPY5,874 million (up 20.2% from the corresponding period last year) and gross profit of JPY5,272 million (up 15.6% from the corresponding period last year).

II. Reinsurance /financial guarantee business

As stated in the “Arrangement services with credit enhancement”, Stellar Capital AG, a Swiss corporation provided credit enhancement for 2 arrangement transactions in three month from April to June which resulted in a profit opportunity. Steady growth in the number of reinsurance transactions has been maintained by its subsidiary, Crane Reinsurance Limited.

Entrust, Inc. provides a business model in which major, domestic and local property management companies will benefit from business profits by “possessing” a company under own name providing guarantee for late rent payments. Entrust has been taking various initiatives to win contracts for the aforesaid.

As a result, the reinsurance and financial guarantee business of the current 3Q consolidated account period posted a net revenue of JPY1,433 million (up 983.9% from the corresponding period last year) and gross profit of JPY276 million (up 113.1% from the corresponding period last year).

III. FX (Foreign Exchange) business

FX business has been undertaken by FX Online Japan Co., Ltd. (“FXO”), a consolidated subsidiary since April 1, 2007 as a result of purchase of shares from January to March 2007. Internet FX margin trading as part of the operations of FXO has rapidly grown in the market size despite fierce competitions. Furthermore, FXO has launched measures to reinforce marketing infrastructure as well as exploration of new customers since June 2007 by way of narrowing spreads which resulted in a steady growth in the number of transactions and trading lots.

As a result, the FX business during the current 3Q consolidated account period posted a net revenue of JPY1,221 million and the same amount has been realized in the gross profit on a consolidated basis. There is no comparison with the previous term available as FXO has been included in scope of consolidated account since this term.

IV. Real estate related business

FinTech Real Estate, Inc., a consolidated subsidiary of the Company generated commission fees from brokerage of property transactions and SPC included in scope of consolidated account posted sales generated from rent revenue.

The results of the current 3Q consolidated account include a net revenue of JPY3,658million and cost of revenue of JPY2,569 million incurred from sale of the marketing properties possessed by Godo Kaisha Tempu Moderate Udagawa-cho Kaihatsu which was included in scope of consolidation in the current 3Q consolidated account in accordance with the "Practical Solution on Application of Control Criteria and Influence Criteria to Investment Association" (dated September 8, 2006, No. 20 of Practical Guide).

Based on the above, a gross profit of JPY 1,089 million has been posted as well as operating income of JPY979 million, 3Q net income before income taxes and ordinary profit of JPY898 million each. There will be no impact of the sale on the 3Q net income in terms of consolidated statements of income given the fact that the same volume of minority income as 3Q net income before income taxes has been realized based on 0% holding by the Company group of Godo Kaisha Tempu Moderate Udagawa-cho Kaihatsu shares.

As a result, the real estate-related business of the current 3Q consolidated account period posted a net revenue of JPY4,948 million and gross profit of JPY1,631 million. There is no comparison with those of the previous term available as there were no sales generated in the real estate-related business.

2. Qualitative information on consolidated financial conditions

I. Assets, Liabilities, and Net Assets

Current status of the assets, liabilities and net assets during the 3Q consolidated account period are summarized as follows:

(Current Assets)
Current Assets at the end of the current 3Q consolidated account period totaled JPY75,369 million, up JPY16,793 million from the corresponding period last year. The increase is mainly attributable to an offsetting of an increase of JPY12,453 million and JPY9,286 million from deposits in relation to the FX business and loans receivable, trade, respectively with a decrease of JPY3,971 million and JPY5,242 million in cash and deposits, and inventory assets respectively.

(Fixed Assets)
Fixed assets at the end of the current 3Q consolidated account period totaled JPY8,819 million, up JPY6,166 million from the corresponding period last year. The increase is mainly attributable to a rise in goodwill of JPY6,882 million as goodwill upon purchase of FXO shares.

(Current Liabilities)
Current liabilities at the end of the current 3Q consolidated account period totaled JPY27,924 million, up JPY13,895 million from the corresponding period last year. The increase is mainly attributable to a rise in the long-term debt due within one year of JPY6,947 million and the deposits from customers held by FXO of JPY12,371 million.

(Long-term Liabilities)
Long-term liabilities at the end of the current 3Q consolidated account period totaled JPY29,580 million, up JPY7,338 million from the corresponding period last year. The increase is mainly attributable to early redemption of the entire amount of the third unsecured convertible bond-type bonds with stock acquisition rights in November 2006 which cost JPY20,000 million (short-term debt of the same amount was allocated for redemption) and issuance of the JPY20,000,000,000 Zero Coupon Convertible bonds due 2012 in February 2007 which totaled JPY22,170 million as well as long-term debt of JPY3,953 million from the purchase of FXO shares.

(Net Assets)
Net assets at the end of the current 3Q consolidated account period totaled JPY26,683 million, up JPY1,726 million from the corresponding period last year. The increase is mainly attributable to allocation of JPY1,635 million from the increase in FXO minority interests.

As a result of the above, the total assets, liabilities and net assets at the end of the current 3Q consolidated account period totaled JPY 84,189 million, JPY57,505 million and JPY26,683 million respectively.

II. Cash Flow Analysis

Cash and cash equivalents (hereinafter referred to as the "Funds") of the 3Q consolidated account period totaled JPY14,935 million, down JPY3,782 million from the previous consolidated account period.

(Cash flows from operating activities)

A decrease of JPY3,147 million was recorded in cash flows from operating activities for the 3Q consolidated account period whereas a decrease of JPY37,957 million was recorded for the corresponding period last year.

This is mainly attributable to an increase of JPY4,793 million as 3Q net income before income taxes and JPY3,041million incurred from a greater customer deposits held by FXO as well as JPY2,949 million incurred from an increase in deposits held by FXO, JPY3,551 million from an increase in inventory assets and a decrease of JPY4,184 million from payment of corporate taxes.

(Cash flows from investing activities)

A drop of JPY7,042 million was recorded for the current period whereas the cash flows from investing activities of the previous 3Q consolidated account period suffered a drop by JPY8,570 million.

This is mainly attributable to an increase as a result of offsetting JPY7,452 million and JPY1,725 million spent on purchase of newly-consolidated subsidiaries such as FXO and acquisition of investments in securities, trade respectively with an increased revenue from a sale of investments in securities, trade of JPY2,883 million.

(Cash flows from financing activities)

An increase of JPY7,740 million was recorded for the current account period whereas the cash flows from financing activities of the previous 3Q consolidated account period enjoyed an increase by JPY52,741 million.

This is mainly attributable to an increase as a result of offsetting JPY20,200 million as expenditures to redeem the third unsecured convertible bond-type bonds with stock acquisition rights with net income of JPY22,058 million from issuance of the JPY20,000,000,000 Zero coupon convertible bonds due 2012 as well as an revenue of JPY12, 506 million from long-term debt.

3. Qualitative information on consolidated performance forecast

No modification has been made as of the announcement of 3Q results in the full-year performance forecast of the current consolidated account period from the forecast released on May 7, 2007.

There is no major leap in performance of the current 3Q consolidated account period due to a drop in interest revenue triggered from lingering slowdown in the principal finance operations on account of financial and management reasons until the interim term (reserve requirements as merger fund) and lack of high-profile transactions. However, efforts have been made in view of a turnaround in the 4Q consolidated account period such as laying the groundwork for several high-profile transactions to hit the budget target, expansion of human resources and extensive management tools of group subsidiaries.

The investment and loan balance from the principal finance operations has reached a high level as stated in the principal finance operations column and the interest revenue incurred from the aforesaid will contribute to a greater profit in future. Furthermore, we have payout of profits as dividend in mind incurred from arrangement fees of structuring a deal paid to the Company and loan commission fees paid to FinTech Principal Investment Incorporated in JV with Merrill Lynch announced on July 26, 2007. The JV targets high-profile deals of over JPY10 billion and funding from the Merrill Lynch Group will enable the Company to deal in a high-profile transaction that the Company was unable to undertake before as well as contribution of the Company's funds proactively to small and medium-sized transactions.

In view of the above, we expect a net revenue of JPY16,032 million, ordinary profit of JPY7,606 million and current net income of JPY3,249 million as consolidated performance forecast of the current account period.

(FYI)

(Million of yen)

	Net revenue	Ordinary profit	Net income
Consolidated Performance Forecast (as of May 7, 2007)	16,032	7,606	3,249
Full-Year Consolidated Performance of Previous FY	8,231	5,581	3,235

4. Others

(1) Changes in major subsidiaries during the term

(Transfer of a specified subsidiary along with changes in scope of consolidated account settlement)
NIL.

Quarterly Consolidated Financial Statements

FinTech Global Incorporated and Consolidated Subsidiaries

As of and for the nine months ended June 30, 2007

I Quarterly Consolidated Balance Sheets

(Unit: Thousand of yen, %)

	Notes No.	**Third Quarter of Fiscal 2006** (As of June 30, 2006)	**Third Quarter of Fiscal 2007** (As of June 30, 2007)	Change		**Fiscal Year 2006** 〔Summary〕(As of September 30, 2006)
		Amount	Amount	Amount	Percentage change	Amount
(Assets)						
I Current assets						
1 Cash and time deposits	*1	8,055,891	14,935,767	6,879,876	85.4	18,907,675
2 Deposits	*8	-	12,453,705	12,453,705	-	-
3 Accounts receivable, trade		17,469	168,191	150,721	862.8	13,525
4 Investments in securities, trade		388,952	662,515	273,562	70.3	439,512
5 Inventory	*1,6	738	3,343,915	3,343,177	452,913.6	8,586,337
6 Loans receivable, trade	*1	47,227,589	38,693,300	(8,534,289)	(18.1)	29,406,589
7 Short-term loans receivable		6,000,000	-	(6,000,000)	-	-
8 Others		1,027,113	5,227,286	4,200,172	408.9	1,310,878
Allowance for doubtful accounts		-	(115,153)	(115,153)	−	(88,219)
Total current assets		62,717,753	75,369,527	12,651,773	20.2	58,576,299
II Fixed assets						
1 Property, plant and equipment	*2					
(1) Buildings		51,408	133,290	81,882	159.3	48,585
(2) Furniture and equipment		17,942	114,086	96,143	535.8	19,885
Total property, plant and equipment		69,350	247,376	178,025	256.7	68,471
2 Intangible fixed assets						
(1) Goodwill		-	6,974,662	6,974,662	-	-
(2) Others		103,867	53,152	(50,715)	(48.8)	103,735
Totall intangible fixed assets		103,867	7,027,815	6,923,947	6,666.1	103,735
3 Investments and other assets		1,998,895	1,544,392	(454,502)	(22.7)	2,480,602
Total fixed assets		2,172,113	8,819,584	6,647,470	306.0	2,652,808
Total assets		64,889,867	84,189,111	19,299,243	29.7	61,229,108

(Note) Amounts of less than one thousand yen have been rounded down.

(Unit: Thousand of yen, %)

	Notes No.	**Third Quarter of Fiscal 2006** (As of June 30, 2006)	**Third Quarter of Fiscal 2007** (As of June 30, 2007)	Change		**Fiscal Year 2006** 〔Summary〕(As of September 30, 2006)
		Amount	Amount	Amount	Percentage change	Amount
(Liabilities)						
I Current liabilities						
1 Accounts payable, trade		46,163	64,236	18,073	39.2	51,119
2 Short-term debt	*1,6	4,846,000	5,668,000	822,000	17.0	6,330,500
3 Bank loans, trade	*1	3,387,450	-	(3,387,450)	-	3,094,325
4 Long-term debt due within one year	*1	170,256	7,120,456	6,950,200	4,082.2	173,056
5 Income taxes payable		1,138,704	662,774	(475,930)	(41.8)	2,304,894
6 Provision for employee bonuses		22,500	136,000	113,500	504.4	80,000
7 Deposits from customers	*9	-	12,371,925	12,371,925	-	-
8 Others		1,408,045	1,901,017	492,972	35.0	1,994,680
Total current liabilities		11,019,119	27,924,409	16,905,290	153.4	14,028,576
II Long-term liabilities						
1 Bonds with stock acquisition rights		30,000,000	22,170,000	(7,830,000)	(26.1)	20,000,000
2 Long-term debt	*1,6	259,056	6,169,968	5,910,912	2,281.7	2,216,492
3 Accrued retirement benefits		3,727	15,241	11,514	309.0	4,335
4 Others		17,100	1,225,558	1,208,458	7,067.0	21,775
Total long-term liabilities		30,279,883	29,580,768	(699,114)	(2.3)	22,242,602
Total liabilities		41,299,002	57,505,178	16,206,176	39.2	36,271,178
(Net assets)						
I Shareholders` equity						
1 Common stock		10,556,735	10,697,909	141,174	1.3	10,624,769
2 Additional paid-in capital		10,351,900	10,351,900	-	-	10,351,900
3 Retained earnings		2,661,925	3,924,319	1,262,393	47.4	3,882,974
4 Treasury stocks		(3,379)	-	3,379	-	-
Total shareholders` equity		23,567,182	24,974,129	1,406,946	6.0	24,859,644
II Valuation and translation adjustments						
Net unrealized gain/(loss) on other securities		(54,949)	3,468	58,418	-	28,321
Total valuation and translation adjustment		(54,949)	3,468	58,418	-	28,321
III Stock acquisition rights		-	1,243	1,243	-	-
□ Minority interests		78,632	1,705,091	1,626,458	2,068.4	69,963
Total net assets		23,590,865	26,683,933	3,093,067	13.1	24,957,929
Total liabilities and net assets		64,889,867	84,189,111	19,299,243	29.7	61,229,108

(Note) Amounts of less than one thousand yen have been rounded down

II Quarterly Consolidated Statements of Income

(Unit: Thousand of yen, %)

	Notes No.	Third Quarter of Fiscal 2006 (As of June 30, 2006)	Third Quarter of Fiscal 2007 (As of June 30, 2007)	Change		Fiscal Year 2006 〔Summary〕(As of September 30, 2006)
		Amount	Amount	Amount	Percentage change	Amount
I Net revenues						
1 Investment banking business	*1	4,889,308	5,874,935	985,627	20.2	7,745,562
2 Reinsurance/financial guarantee business	*2	132,250	1,433,480	1,301,230	983.9	476,277
3 FX(Foreign Exchange) business		-	1,221,214	1,221,214	-	-
4 Real estate related business	*5	-	4,948,754	4,948,754	-	9,873
Total net revenue		5,021,558	13,478,385	8,456,827	168.4	8,231,713
II Cost of revenue	*5	332,721	5,077,000	4,744,279	1,425.9	622,716
Gross profit	*5	4,688,837	8,401,385	3,712,547	79.2	7,608,997
III Selling, general and administrative expenses	*3	1,038,192	3,354,834	2,316,641	223.1	1,687,114
Operating income	*5	3,650,644	5,046,551	1,395,906	38.2	5,921,883
IV Other income						
1 Interest income		28,722	72,723	44,001	153.2	53,454
2 Gain on sale of investment securities		-	159,331	159,331	-	-
3 Profits from money trusts		-	138,475	138,475	-	-
4 Reversal of allowance for doubtful accounts		3,690	-	(3,690)	-	3,690
5 Others		2,434	13,901	11,467	471.0	1,946
Total other income		34,847	384,433	349,585	1,003.2	59,091
V Other expenses						
1 Interest expense		48,828	216,487	167,659	343.4	89,916
2 Stock issuance costs		87,427	-	(87,427)	-	-
3 Stock distribution costs		-	3,546	3,546	-	112,675
4 Bond issuance costs		18,092	52,329	34,236	189.2	18,092
5 Loss on redemption of bonds with stock acquisition rights		-	200,000	200,000	-	50,000
6 Loss from money trust		86,777	-	(86,777)	-	-
7 Others		43,420	67,971	24,551	56.5	129,198
Total other expenses		284,546	540,334	255,787	89.9	399,883
Ordinary profits	*5	3,400,944	4,890,649	1,489,704	43.8	5,581,091
VI Extraordinary porfit						
1 Equity fluctuation income		-	11,720	11,720	-	-
Total extraordinary profit		-	11,720	11,720	-	-
VII Extraordinary loss						
1 Loss due to impairment	*4	-	66,817	66,817	-	-
2 Loss on disposition of fixed assets		-	41,643	41,643	-	-
Total extraordinary loss		-	108,461	108,461	-	-

	Notes No.	Third Quarter of Fiscal 2006 (As of June 30, 2006)	Third Quarter of Fiscal 2007 (As of June 30, 2007)	Change		Fiscal Year 2006 〔Summary〕(As of September 30, 2006)
		Amount	Amount	Amount	Percentage change	Amount
Income before income taxes	*5	3,400,944	4,793,908	1,392,963	41.0	5,581,091
Income taxes	*6	1,416,335	1,843,921	427,585	30.2	2,581,258
Income tax adjustment	*6	-	113,668	113,668	-	(196,714)
Minority interests(Gain)	*5	26,719	(1,083,694)	(1,110,413)	-	39,208
Net income	*5	2,011,327	1,752,623	(258,703)	(12.9)	3,235,755

(Note) Amounts of less than one thousand yen have been rounded down.

III Quarterly Consolidated Statements of Change in Net Assets

Third Quarter of Fiscal 2006 (From October 1, 2005 to June 30, 2006) (Thousands of yen)

	Shareholders` equity				
	Common stock	Additional paid-in capital	Retained earnings	Treasury stocks	Total shareholders` equity
Balance as of September 30, 2005	1,303,735	1,101,900	1,021,438	-	3,427,073
Changes during the period					
Issuance of common stock	9,253,000	9,250,000	-	-	18,503,000
Dividends	-	-	(369,009)	-	(369,009)
Net income	-	-	2,011,327	-	2,011,327
Acquisition of treasury stocks	-	-	-	(3,379)	(3,379)
Decrease due to increase in number of consolidated subsidiaries	-	-	(1,831)	-	(1,831)
Net changes of items other than shareholders` equity	-	-	-	-	-
Total changes during the period	9,253,000	9,250,000	1,640,487	(3,379)	20,140,108
Balance as of June 30, 2006	10,556,735	10,351,900	2,661,925	(3,379)	23,567,182

	Valuation and translation adjustments		Minority interests	Total net assets
	Net unrealized gain/(loss) on other securities	Total valuation and translation		
Balance as of September 30, 2005	-	-	49,520	3,476,593
Changes during the period				
Issuance of common stock	-	-	-	18,503,000
Dividends	-	-	-	(369,009)
Net income	-	-	-	2,011,327
Acquisition of treasury stocks	-	-	-	(3,379)
Decrease due to increase in number of consolidated subsidiaries	-	-	-	(1,831)
Net changes of items other than shareholders` equity	(54,949)	(54,949)	29,112	(25,836)
Total changes during the period	(54,949)	(54,949)	29,112	20,114,271
Balance as of June 30, 2006	(54,949)	(54,949)	78,632	23,590,865

(Note) Amounts of less than one thousand yen have been rounded down.

Third Quarter of Fiscal 2007 (From October 1, 2006 to June 30, 2007) (Thousands of yen)

	Shareholders' equity			
	Common Stock	Additional paid-in capital	Retained earnings	Total shareholders` equity
Balance as of September 30, 2006	10,624,769	10,351,900	3,882,974	24,859,644
Changes during the period				
Issuance of common stock	73,140	-	-	73,140
Dividends	-	-	(1,838,591)	(1,838,591)
Net income	-	-	1,752,623	1,752,623
Increase due to decrease in number of consolidated subsidiaries	-	-	127,312	127,312
Net changes of items other than shareholders` equity	-	-	-	-
Total changes during the period	73,140	-	41,344	114,484
Balance as of June 30, 2007	10,697,909	10,351,900	3,924,319	24,974,129

	Valuation and translation adjustments		Stock acquisition rights	Minority interests	Total net assets
	Net unrealized gain/(loss) on other securities	Total valuation and translation			
Balance as of September 30, 2006	28,321	28,321	-	69,963	24,957,929
Changes during the period					
Issuance of common stock	-	-	-	-	73,140
Dividends	-	-	-	-	(1,838,591)
Net income	-	-	-	-	1,752,623
Increase due to decrease in number of consolidated subsidiaries	-	-	-	-	127,312
Net changes of items other than shareholders` equity	(24,853)	(24,853)	1,243	1,635,128	1,611,519
Total changes during the period	(24,853)	(24,853)	1,243	1,635,128	1,726,003
Balance as of June 30, 2007	3,468	3,468	1,243	1,705,091	26,683,933

(Note) Amounts of less than one thousand yen have been rounded down.

Fiscal Year 2006 (From October 1, 2005 to September 30, 2006) (Thousands of yen)

	Shareholders' equity				
	Common Stock	Additional paid-in capital	Retained earnings	Treasury stocks	Total shareholders` equity
Balance as of September 30, 2005	1,303,735	1,101,900	1,021,438	-	3,427,073
Changes during the fiscal year					
Issuance of common stock	9,321,034	9,250,000	-	-	18,571,034
Dividends	-	-	(369,009)	-	(369,009)
Net income	-	-	3,235,755	-	3,235,755
Acquisition of treasury stocks	-	-	-	(3,379)	(3,379)
Disposition of treasury stocks	-	-	(3,379)	3,379	-
Decrease due to increase in number of consolidated subsidiaries	-	-	(1,831)	-	(1,831)
Net changes of items other than shareholders' equity	-	-	-	-	-
Total changes during the fiscal year	9,321,034	9,250,000	2,861,536	-	21,432,570
Balance as of September 30, 2006	10,624,769	10,351,900	3,882,974	-	24,859,644

	Valuation and translation adjustments		Minority interests	Total net assets
	Net unrealized gain/(loss) on other securities	Total valuation and translation		
Balance as of September 30, 2005	-	-	49,520	3,476,593
Changes during the fiscal year				
Issuance of common stock	-	-	-	18,571,034
Dividends	-	-	-	(369,009)
Net income	-	-	-	3,235,755
Acquisition of treasury stocks	-	-	-	(3,379)
Disposition of treasury stocks	-	-	-	-
Decrease due to increase in number of consolidated subsidiaries	-	-	-	(1,831)
Net changes of items other than shareholders`equity	28,321	28,321	20,443	48,764
Total changes during the fiscal year	28,321	28,321	20,443	21,481,335
Balance as of September 30, 2006	28,321	28,321	69,963	24,957,929

(Note) Amounts of less than one thousand yen have been rounded down.

IV Quarterly Consolidated Statements of Cash Flows

		Third Quarter of Fiscal 2006 (From October 1, 2005 to June 30, 2006)	**Third Quarter of Fiscal 2007** (From October 1, 2006 to June 30, 2007)	**Fiscal Year 2006** [Summary] (From October 1, 2005 to September 30, 2006)
	Notes No.	Amount (Thousands of yen)	Amount (Thousands of yen)	Amount (Thousands of yen)
I Cash flows from operating activities				
Income before income taxes	*2	3,400,944	4,793,908	5,581,091
Depreciation and amortization		12,087	32,677	15,172
Increase in accrued bonus		6,942	42,901	64,442
Increase in accrued retirement benefits		1,356	10,906	1,964
Increase (decrease) in allowance for doubtful		(3,690)	26,933	84,529
Amortization of guarantee charges		116	66	149
Interest income		(28,722)	(72,723)	(53,454)
Interest expense		48,828	-	89,916
Cost of funds and interest expense		-	441,581	-
Stock issuance costs		87,427	-	-
Stock distribution costs		-	3,546	112,675
Bonds issuance costs		18,092	111,699	18,092
Loss from money trust		86,777	-	-
Increse in deposits (increase)		-	(2,949,601)	-
Increase in trade receivable (increase)		(17,455)	(154,666)	(13,511)
Increase in investments in securities, trade (increase)		(5,921)	(223,002)	(56,482)
Increase in inventory (increase)		(574)	(3,551,344)	(6,255,562)
Increase in loans receivable, trade (increase)		(41,863,589)	(106,711)	(24,572,589)
Increase in accounts payable, trade (decrease)		8,964	13,116	13,921
Increase in bank loans, trade (decrease)		320,250	-	27,125
Increase in accrued liabilities (decrease)		4,400	147,468	24,385
Increase in accrued expenses (decrease)		27,830	24,732	87,720
Increase in deposits from customers (decrease)		-	3,041,272	-
Others		962,073	(210,112)	1,565,359
Sub-total		(36,933,860)	1,422,649	(23,265,052)
Interest income received		6,297	83,139	55,400
Interest expense paid		(37,107)	(469,221)	(63,229)
Income taxes paid		(993,306)	(4,184,092)	(993,306)
Net cash used in operating activities		(37,957,976)	(3,147,524)	(24,266,188)

(Note) Amounts of less than one thousand yen have been rounded down.

	Notes No.	**Third Quarter of Fiscal 2006** (From October 1, 2005 to June 30, 2006) Amount (Thousands of yen)	**Third Quarter of Fiscal 2007** (From October 1, 2006 to June 30, 2007) Amount (Thousands of yen)	**Fiscal Year 2006** [Summary] (From October 1, 2005 to September 30, 2006) Amount (Thousands of yen)
II Cash flows from investing activities				
Payment for purchase of property, plant and equipment		(17,185)	(224,807)	(28,535)
Payment for purchase of investments in securities		(1,782,408)	(1,725,957)	(2,144,956)
Proceeds from sale of investments in securities		-	2,883,440	-
Payment for acquiring investment in capital		(36,000)	(5,000)	(48,049)
Payments due to increase of money trust		(716,371)	(523,200)	(831,973)
Payments from loan receivable		(6,000,000)	-	(6,000,000)
Proceeds from collection of loan receivable		-	-	6,010,402
Payment of guarantee money		(8,727)	(156,320)	(67,550)
Refund of guarantee money		4,474	94,831	4,474
Cash paid for purchase of newly consolidated subsidiaries		(53,730)	(7,452,020)	(53,730)
Others		39,158	66,249	243,317
Net cash used for investing activities		(8,570,791)	(7,042,784)	(2,916,601)
III Cash flows from financing activities				
Increase in short-term debt (net)		4,386,000	(562,500)	3,926,500
Proceeds from long-term debt		400,000	12,506,568	2,400,000
Repayment of long-term debt		(62,736)	(4,700,017)	(102,500)
Proceeds from issuance of bonds		48,481,857	22,058,300	48,481,857
Redemptions of bonds		-	(20,200,000)	(10,050,000)
Proceeds from issuance of common stock		-	69,593	42,674
Payments for issuance of common stock		(84,377)	-	(73,115)
Dividends paid		(367,014)	(1,791,730)	(367,360)
Proceeds from issuance of common stock to minority shareholders		25,000	377,537	25,000
Others		(37,314)	(17,741)	(35,834)
Net cash provided by financing activities		52,741,415	7,740,010	44,247,222
IV Effect of exchange rate changes on cash and cash equivalents		(13,139)	44,260	(13,139)
V Net increase (decrease) in cash and cash equivalents		6,199,508	(2,406,038)	17,051,293
VI Cash and cash equivalents at the beginning of year		1,659,843	18,718,675	1,659,843
VII Cash and cash equivalents of newly consolidated subsidiaries		7,539	3,000	7,539
VIII Decrease in cash and cash equivalents due to deconsolidation of subsidiaries	*2	-	(1,379,869)	-
IX Cash and cash equivalents at the end of period	*1	7,866,891	14,935,767	18,718,675

(Note) Amounts of less than one thousand yen have been rounded down.

Significant Policies in Preparation of Quarterly Consolidated Financial Statements

Item	**Third Quarter of Fiscal 2006** (From October 1, 2005 to June 30, 2006)	**Third Quarter of Fiscal 2007** (From October 1, 2006 to June 30, 2007)	**Fiscal Year 2006** (From October 1, 2005 to September 30, 2006)
1. Scope of Consolidation	(1) Number of consolidated subsidiaries: 7 Names of consolidated subsidiaries: • FinTech Capital Risk Solutions Incorporated • FinTech Global Securities, Inc. • FinTech Real Estate, Inc. • Stellar Capital AG • Crane Reinsurance Limited • Entrust, Inc. • ASAP Payment System Inc. Stellar Capital AG, Crane Reinsurance Limited and Entrust, Inc. were newly established and included in consolidation. Also ASAP Payment System Inc. has become a consolidated subsidiary due to the acquisition of voting rights. FinTech Real Estate, Inc. has been consolidated because of the increased importance on the consolidation.	(1) Number of consolidated subsidiaries: 21 Names of major consolidated subsidiaries: • FinTech Capital Risk Solutions Incorporated • FinTech Global Securities, Inc. • FinTech Real Estate, Inc. • Stellar Capital AG • Crane Reinsurance Limited • Entrust, Inc. • ASAP Payment System Inc. • FGI Principal Co., Ltd. • FX Online Japan Co., Ltd. • FinTech Global Asset Management Inc. FinTech Global Asset Management Inc. was newly established and included in consolidation. FGI Medical Finance Co., Ltd. and FX Online Japan Co., Ltd. have become consolidated subsidiaries due to the acquisition of voting rights. FGI Investment Three Incorporated, Yugen Kaisya Hibiki, and three Silent Partnership (Tokumei Kumiai) have also been consolidated due to the fact that FinTech Global Incorporated (hereinafter refered referred to as “the Company”) substantially assumes the majority of rights and duties as well as the risks associated with profits and losses of those companies. Furthermore, FGI Principal Co., Ltd. has been consolidated because it was material to medium- and long-term business strategies. TSM Fifteen Incorporated has been excluded from consolidation due to the fact that the Company does not assume the majority of rights and duties nor the risks associated with profits and losses of the Company. TSM Thirty Incorporated, Godo Kaisha Temp Moderate Udagawa-cho Kaihatsu and one Silent Partnership (Tokumei Kumiai) had become consolidated subsidiaries and later excluded from consolidation during the third quarter of tiscal 2007 depending upon whether the Company substantially assumes the majority of rights and duties as well as the risks associated with profits and losses of the company. Profits and losses during this consolidated period are included in the quarterly consolidated financial statements.	(1) Number of consolidated subsidiaries: 13 Names of consolidated subsidiaries: • FinTech Capital Risk Solutions Incorporated • FinTech Global Securities, Inc. • FinTech Real Estate, Inc. • Stellar Capital AG • Crane Reinsurance Ltd • Entrust, Inc. • ASAP Payment System Inc. • TSM Fifteen Incorporated • FGI Investment Two Incorporated • TSM Fourteen Incorporated • Blenheim Partners One Incorporated • two Silent Partnership (Tokumei Kumiai) Stellar Capital AG, Crane Reinsurance Limited and Entrust, Inc. were newly established and included in consolidation. ASAP Payment System Inc. has become a consolidated subsidiary due to the acquisition of voting rights. TSM Fifteen Incorporated, FGI Investment Two Incorporated, TSM Fourteen Incorporated, Blenheim Partners One Incorporated and two Silent Partnership (Tokumei Kumiai) have also been consolidated due to the fact that FinTech Global Incorporated (hereinafter refered referred to as “the Company) substantially assumes the majority of rights and duties as well as the risks associated with profits and losses of those companies. FinTech Real Estate, Inc has been consolidated because of the increased importance on the consolidation.

Item	**Third Quarter of Fiscal 2006** (From October 1, 2005 to June 30, 2006)	**Third Quarter of Fiscal 2007** (From October 1, 2006 to June 30, 2007)	**Fiscal Year 2006** (From October 1, 2005 to September 30, 2006)
1. Scope of Consolidation	(2) Names of unconsolidated subsidiaries ―――――	(2) Names of unconsolidated subsidiaries: • RF Funding One Incorporated • one Silent Partnership (Tokumei Kumiai) • FinTech Global Capital, LLC	(2) Names of unconsolidated subsidiaries: • RF Funding One Incorporated • one Silent Partnership (Tokumei Kumiai) • FGI Principal Co., Limited FGI Principal Co., Limited changed its Japanese company format from Yugen Kaisya to Kabushiki Kaisya in November 2006.
	(Reasons for excluding from the scope of consolidation) ―――――	(Reasons for excluding from the scope of consolidation) The unconsolidated subsidiaries are small, and their total assets, net revenue, third quarter net income and losses (amount proportionate to equity share), and retained earnings (amount proportionate to equity share) have no material impact on the quarterly consolidated financial statements.	(Reasons for excluding from the scope of consolidation) The unconsolidated subsidiaries are small, and their total assets, net revenue, net income and losses (amount proportionate to equity share), and retained earnings (amount proportionate to equity share) have no material impact on the consolidated financial statements.
2. Application of the Equity method	(1) Number of unconsolidated subsidiaries accounted for by the equity method: ―――――	(1) Number of unconsolidated subsidiaries and affiliates accounted for by the equity method: 6 Names of those companies: • RF Funding One Incorporated • TSM Fifteen Incorporated • TSM Seventeen Incorporated • three Silent Partnership (Tokumei Kumiai) TSM Fifteen Incorporated, TSM Seventeen Incorporated, and two Silent Partnership (Tokumei Kumiai) have been accounted for by the equity method due to the fact that the Company substantially assumes the certain part of rights and duties as well as the risks associated with the profits and losses of those companies.	(1) Number of unconsolidated subsidiaries and affiliates accounted for by the equity method: 2 Names of those companies: • RF Funding One Incorporated • one Silent Partnership (Tokumei Kumiai) RF Funding One Incorporated and one Silent Partnership (Tokumei Kumiai) have been accounted for by the equity method due to the fact that the Company retains operating executive rights over those companies. (Change in Accounting Policy) "Practical Solution on Application of Control Criteria and Influence Criteria to Investment Association" (issued on 8 September 2006 by the Accounting Standard Board of Japan) is adopted effective as of the fiscal year 2006. Upon the adoption of Practical Issue Task Force No. 20, RF Funding One Incorporated and one Silent Partnership (Tokumei Kumiai) are newly accounted for using the equity method from the fiscal year 2006. As a result of this change, there is no impact on income and losses in this consolidated financial statements compared to what would have been reported under the previous accounting standard.
	(2) Names of unconsolidated subsidiaries and affiliates which are not accounted for by the equity method: • Quintet Advisor Co., Ltd. • JBFintech Capital, Inc.	(2) Names of unconsolidated subsidiaries and affiliates which are not accounted for by the equity method: • FinTech Global Capital, LLC	(2) Names of unconsolidated subsidiaries and affiliates which are not accounted for by the equity method: • JBFinTech Capital, Inc. • FinTech Global Capital, LLC • FGI Principal Co., Ltd.

Item	Third Quarter of Fiscal 2006 (From October 1, 2005 to June 30, 2006)	Third Quarter of Fiscal 2007 (From October 1, 2006 to June 30, 2007)	Fiscal Year 2006 (From October 1, 2005 to September 30, 2006)
2. Application of the Equity method	(Reasons for not applying the equity method) Those companies are excluded from consolidation because they have a minimal impact on third quarter net income (amount proportionate to equity share) and retained earnings (amount proportionate to equity share).	(Reasons for not applying the equity method) Those companies are excluded from consolidation because they have a minimal impact on third quarter net income (amount proportionate to equity share) and retained earnings (amount proportionate to equity share), and also little in significance as a whole.	(Reasons for not applying the equity method) Those companies are excluded from consolidation because they have a minimal impact on net income (amount proportionate to equity share) and retained earnings (amount proportionate to equity share), and also little in significance as a whole.
3. Fiscal Year Ends of Consolidated Subsidiaries	Subsidiaries; FinTech Capital Risk Solutions Incorporated and FinTech Global Securities, Inc. with third quarter fiscal year ends at September 30 and December 31, respectively, are consolidated based on their preliminary financial statements as of June 30.	Third quarter of fiscal year ends for consolidated subsidiaries: End of March: 4 End of April: 1 End of June: 9 End of September: 1 End of October: 2 End of December: 4 Subsidiaries with third quarter of fiscal year ends at September 30, October 31, and December31 are consolidated based on their preliminary financial statements as of June 30. Subsidiaries with third quarter fiscal year ends at March 31 and April 30 are consolidated based on the financial statements for their respective third quarter of fiscal year ends. Significant transactions occurring during the intervening periods are reflected in the quarterly consolidated financial statements.	Subsidiaries; Fin Tech Capital Risk Solutions Incorporated and TSM Fourteen Incorporated with fiscal year ends December 31 are consolidated based on their preliminary financial statements as of September 30. Subsidiaries; Fin Tech Global Securities, Inc. and TSM Fifteen Incorporated with fiscal year ends March 31 are consolidated based on their preliminary financial statements as of Setptember 30. Subsidiary; Blenheim Partners One Incorporated with fiscal year ends June 30 is consolidated based on the financial statements for the fiscal year ends. Subsidiaries; FGI Investment Two Incorporated and two Silent Partnership (Tokumei Kumiai) with fiscal year ends at July 31 are consolidated based on the financial statements for their respective fiscal year ends. Signigicant transactions occurring during the intervening periods are reflected in the consolidated financial statements.
4. Summary of Significant Accounting Policies	(i) Securities Other securities with fair market value:	(i) Securities Other securities with fair market value:	(i) Securities Other securities with fair market value:
(1) Bases and methods of valuation of important assets	Stated at fair market value as of the third quarter balance sheet dates. Unrealized holding gains and losses, net of the related tax effect, are recorded as an accumulated comprehensive income until realized. Costs are determined by the moving-average method. Other securities with no fair market value: Stated at cost determined by the moving-average method. However, investments in Silent Partnership (Tokumei Kumiai) are determined by the specific-identification method.Details are shown in "(7) Other significant policies to prepare quarterly consolidated financial statements (consolidated financial statements) (ii) Investments in securities, trade Investments in Silent Partnership (Tokumei Kumiai)"	Same as at left Other securities with no fair market value: Same as at left	Stated at fair market value as of the balance sheet dates. Unrealized holding gains and losses, net of the related tax effect, are recorded as an accumulated comprehensive income until realized. Costs are determined by the moving-average method. Other securities with no fair market value: Same as at left

Item	**Third Quarter of Fiscal 2006** (From October 1, 2005 to June 30, 2006)	**Third Quarter of Fiscal 2007** (From October 1, 2006 to June 30, 2007)	**Fiscal Year 2006** (From October 1, 2005 to September 30, 2006)
(1) Bases and methods of valuation of important assets	(ii) Derivatives All derivatives are stated at fair value with changes in fair value being charged to income or loss for the period in which they arise except for derivatives that are designated and qualified as hedging instruments. (iii) Inventory Work in process: Stated at cost determined by the specific-identification method. Real Estate for Sale: ————	(ii) Derivatives ———— (iii) Inventory Work in process: Same as at left Real Estate for Sale: Stated at cost determined by the specific identification method.	(iii) Derivatives Same as at left (iv) Inventory Work in process: Same as at left Real Estate for Sale: Same as at left
(2) Depreciation of important assets	(i) Property, plant and equipment Depreciation is computed using the declining balance method. Useful lives for major assets are as follows: • Buildings: 3-15 years • Furniture and equipment: 3-20 years	(i) Property, plant and equipment Depreciation is computed using the declining balance method. Useful lives for major assets are as follows: • Buildings: 6-18 years • Furniture and equipment: 3-20 years	(i) Property, plant and equipment Same as at left Useful lives for major assets are as follows: • Buildings: 8-15 years • Furniture and equipment: 3-20 years
(3) Important Deferred Assets	(i) Stock issuance costs Charged to income as incurred (ii) Stock distribution costs ———— (iii) Bond issuance costs Charged to income as incurred	(i) Stock issuance costs ———— (ii) Stock distribution costs Charged to income as incurred (iii) Bond issuance costs Same as at left	(i) Stock issuance costs ———— (ii) Stock distribution costs Same as at left (iii) Bond issuance costs Same as at left
(4) Important allowances	(i) Allowance for doubtful accounts To provide for future losses on doubtful accounts, FinTech Global Incorporated (hereinafter referred to as “the Company”) determines allowance for doubtful accounts based on historical experience, plus additional estimated amounts to cover specifically uncollectible receivables. (ii) Accrued bonus Accrued bonuse is provided for in the amount that is expected to be paid for employee bonuses. (iii) Accrued retirement benefits To provide for future payment of retirement benefits to employees, the Company determines the amount necessary to be provided for the accrued retirement benefits at the end of third quarter as the projected benefits obligation. The simplified method is adopted since the number of employees covered by the retirement benefits plan is less than 300.	(i) Allowance for doubtful accounts Same as at left (ii) Accrued bonus Same as at left (iii) Accrued retirement benefits Same as at left	(i) Allowance for doubtful accounts Same as at left (ii) Accrued bonus Same as at left (iii) Accrued retirement benefits To provide for future payment of retirement benefits to employees, the Company determines the amount necessary to be provided for the accrued retirement benefits at the end of fiscal year as the projected benefits obligation. The simplified method is adopted since the number of employees covered by the retirement benefits plan is less than 300.
(5) Important leases	Finance leases, except for those leases under which the ownership of the leased assets is considered to be transferred to the lessee, are accounted for in the same manner as operating leases.	Same as at left	Same as at left
(6) Important hedge accounting	(i) Methods of hedge accounting For interest rate swaps that meet the requirements for special treatment, special accounting treatment is adopted.	(i) Methods of hedge Same as at left	(i) Methods of hedge Same as at left

Item	Third Quarter of Fiscal 2006 (From October 1, 2005 to June 30, 2006)	Third Quarter of Fiscal 2007 (From October 1, 2006 to June 30, 2007)	Fiscal Year 2006 (From October 1, 2005 to September 30, 2006)
(6) Important hedge accounting	(ii) Hedging vehicles and hedged items a) Hedging vehicles Interest rate swaps b) Hedged items Borrowings (iii) Hedging policy Interest rate swaps are used to avoid fluctuations of market interest rates. (iv) Methods of hedge efficiency assessment Efficiency assessment for interest rate swaps is omitted, as they meet the requirements for special treatment.	(ii) Hedging vehicles and hedged items Same as at left (iii) Hedging policy Same as at left (iv) Methods of hedge efficiency assessment Same as at left	(ii) Hedging vehicles and hedged items Same as at left (iii) Hedging policy Same as at left (iv) Methods of hedge efficiency assessment Same as at left
(7) Other significant policies to prepare quarterly consolidated financial statements (consolidated financial statements)	(i) Accounting for consumption tax and local consumption tax Consumption tax and local consumption tax are accounted for using the tax exclusion method. Suspense consumption tax paid and suspense consumption tax received during the period are balanced out and shown in “others” under current liabilities” in the quarterly consolidated balance sheets. (ii) Investments in securities, trade Investments in Silent Partnership (Tokumei Kumiai) Investments in securities, trade investments in Silent Partnership (Tokumei Kumiai), are stated at cost, adjusted for equity in earnings and losses of the partnership. The adjustments are recognized as “Net revenue’’. (iii) Methods for allocating financing expenses ————	(i) Accounting for consumption tax and local consumption tax Same as at left (ii) Investments in securities, trade Investments in Silent Partnership (Tokumei Kumiai) Same as at left (iii) Methods for allocating financing expenses Financing expenses of the companies providing with the lending services are classified into financing expenses associated with operating revenues and other financing expenses. In allocating those expenses, the total assets are allocated between the assets for business transactions and other assets, and based on the balance of the allocated assets, the financing expenses for the operating assets are classified as the cost of revenue, and the financing expenses for other assets are classified as other expense on the quarterly consolidated statements of income.	(i) Accounting for consumption tax and local consumption tax Consumption tax and local consumption tax are accounted for using the tax exclusion method. (ii) Investments in securities, trade Investments in Silent Partnership (Tokumei Kumiai) Same as at left (iii) Methods for allocating financing expenses ————
5. Amortization of Goodwill	————	Goodwill of the Company and its consolidated subsidiaries is amortized by the straight-line method over five years except the amount which has minimal impact on the quarterly consolidated financial statemet.	Goodwill of the Company and its consolidated subsidiaries is amortized by the straight-line method over five years.
6. Cash and Cash Equivalents	In preparing the quarterly consolidated statement of cash flows, the Company considers all highly liquid investments with an insignificant risk of changes in value and with original maturities of three months or less to be cash equivalents.	Same as at left	In preparing the consolidated statement of cash flows, the Company considers all highly liquid investments with an insignificant risk of changes in value and with original maturities of three months or less to be cash equivalents.

Changes in Important Items to Prepare Quarterly Consolidated Financial Statements

Third Quarter of Fiscal 2006 (From October 1, 2005 to June 30, 2006)	**Third Quarter of Fiscal 2007** (From October 1, 2006 to June 30, 2007)	**Fiscal Year 2006** (From October 1, 2005 to September 30, 2006)
(Impairment Loss on Fixed Assets) In third quarter of fiscal 2006, the Company adopted the new accounting standard "Accounting for Impairment of Fixed Assets (Opinion Concerning Establishment of Accounting Standard for Impairment of Fixed Assets)" issued by the Business Accounting Deliberation Council on August 9, 2002 and "Implement Guidance for the Accounting Standard for Impairment of Fixed Assets" (Financial Accounting Standard Implementation Guidance No.6 issued on October 31, 2003). The application of the new standards had no impact on the Company's results of operation.	————	(Impairment Loss on Fixed Assets) In fiscal 2006, the Company adopted the new accounting standard "Accounting for Impairment of Fixed Assets (Opinion Concerning Establishment of Accounting Standard for Impairment of Fixed Assets)" issued by the Business Accounting Deliberation Council on August 9, 2002 and "Implement Guidance for the Accounting Standard for Impairment of Fixed Assets" (Financial Accounting Standard Implementation Guidance No.6 issued on October 31, 2003). The application of the new standards had no impact on the Company's results of operation.
(Presentation of Net Assets on the Balance Sheet) In the third quarter of fiscal 2006, the Company adopted the new accounting standard "Accounting Standard for Presentation of Net Assets on the Balance Sheet" (Accounting Standard Board Statement No.5 issued on December 9, 2005) and "Financial Accounting Implementation Guidance on Presentation of Net Assets on the Balance Sheet" (Financial Accounting Implementation Guidance No.8 issued on December 9, 2005). Total shareholders' equity would have been ¥23,512,232 thoudand under the previous accounting standard.	————	(Presentation of Net Assets on the Balance Sheet) In fiscal 2006, the Company adopted the new accounting standard "Accounting Standard for Presentation of Net Assets on the Balance Sheet" (Accounting Standard Board Statement No.5 issued on December 9, 2005) and "Financial Accounting Implementation Guidance on Presentation of Net Assets on the Balance Sheet" (Financial Accounting Implementation Guidance No.8 issued on December 9, 2005). Total shareholders' equity would have been ¥24,887,966 thoudand under the previous accounting standard.
————	(Methods for allocating financing expenses) Financing expenses on the loans associated with individual investments or financings had been classified as cost of revenue and financing expenses on the loans which could not be traced to individual fund requirement had been classified as other expense. However, due to the increasing the ratio of the financing expenses which could not be traced to individual fund requirement, the Company has decided to allocate financing expenses of the companies providing with the lending services to properly present cost of revenue and other expenses, since this third quarter fiscal year 2007. As for the allocation method, the total assets are allocated between the assets for business transactions and other assets, and based on the balance of the aloocated assets, the financing expenses for the operating assets are classified as the cost of revenue, and the financing expenses for other assets are classified as other expense on the quarterly consolidated statement of income. Alone with the change, "bank loans, trade"is reclassified to "short-term debt" or "long-term debt" based on the term of payment. As a result of the change, the operating income have decreased by ¥162,124 thousands compared to what whould have been reported under the previous presentation, but there is no impact on the ordinary profit in the quarterly consolidated statements of income. Current liabilities have decreased by ¥650,000 thousands, and long-term liabilities have increased by the same amount. In the quarterly consolidated statement of cash flows, cash flows on operating activities have increased by ¥2,059,325 thousands and cash flows on financing activities have decreased by the same amount.	————

Third Quarter of Fiscal 2006 (From October 1, 2005 to June 30, 2006)	**Third Quarter of Fiscal 2007** (From October 1, 2006 to June 30, 2007)	**Fiscal Year 2006** (From October 1, 2005 to September 30, 2006)
	Additionally, as for the breakdown of cash flows on operating activities, interest expenses included in the cost of revenues and in other expenses are combined and classified as to “cost of fund and interest expense”.	
————	(Stock options) On December 27, 2005, Accounting Standard Boards of Japan issued “Accounting Standard for Stock Options” and related guidance. The new standard and guidance are applicable to stock options newly granted on and after May 1, 2006. As a result of this change, there is no impact on income and losses in this quarterly consolidated financial statements compared to what would have been reported under the previous accounting standard.	————
————	(Change in depreciation method of fixed asset) In line with the amendment of the Corporation Tax Law [Law for Partial Amendment of the Income Tax Law etc. (March 30, 2007, Law No. 6) and Cabinet Order for Partial Amendment of the Corporation Tax Law Enforcement Ordinance (March 30, 2007, Cabinet Order No. 83)], depreciation expenses for the fixed assets required on and after April 1, 2007 is computed by the method based on the amended Corporation Tax Law. As a result of this change, there is no impact on income and losses in this quarterly consolidated financial statements compared to what would have been reported under the previous accounting standard.	————

Changes in Presentation

Third Quarter of Fiscal 2006 (From October 1, 2005 to June 30, 2006)	**Third Quarter of Fiscal 2007** (From October 1, 2006 to June 30, 2007)
(Note to quarterly consolidated financial statements) In the third quarter of fiscal 2005, “Short-term loans, “which totaled ¥3,000 thousand were included in “Others” under Current assets. However, from the third quarter of fiscal 2006, “Short-term loans” were separately shown since the amount surpassed more than 5 persent of total assets.	(Note to quarterly consolidated financial statements) In the third quarter of fiscal 2006, “goodwill”, which totaled ¥95,979 thousand was included in “Others” under Inventiments and other assets. However, from the third quarter of fiscal 2007, “goodwill” was separately shown since the amount surpassed more than 5 persent of total assets.
(Note to quarterly consolidated statements of income) Unrealized loss on derivative instruments was separately shown during and prior to the third quarter of fiscal 2005. However, the amount of the Unrealized loss on derivative instruments was less than 10 persontof Non-operating expenses for the current quarter and, therefore, was included in “Others” under Non-operating expenses.	————
————	(Note to quarterly consolidated statements of income and cash flow) From the third quarter of tiscal 2007, the Company discloses “Stock disposition costs,” which was presented as “Stock issueance costs” in the third quarter of fiscal 2007.

Notes to Quarterly Consolidated Balance Sheets

<table>
<tr><th>Third Quarter of Fiscal 2006
(As of June 30, 2006)</th><th>Third Quarter of Fiscal 2007
(As of June 30, 2007)</th><th>Fiscal Year 2006
(As of September 30, 2006)</th></tr>
<tr>
<td>*1. Pledged assets and secured debts
(1) Pledged assets
Cash and time deposits ¥189,000 thousand
Corresponding secured debts
Bank loans, trade ¥296,700 thousand

(2) Assets for pledges were as follows:
“Creation of pledges”
(Thousands of yen)
<table>
<tr><td>Class of Asset</td><td>Book Value</td><td>Corresponding Debts</td></tr>
<tr><td>Loans receivable, trade</td><td>¥725,000</td><td>Bank loans, trade ¥585,000</td></tr>
</table></td>
<td>*1. Pledged assets and secured debts
(1) Pledged assets
Assets for pledges were as follows:
(Thousands of yen)
<table>
<tr><td>Inventory</td><td>¥1,012,669</td></tr>
<tr><td>Loans receivable, trade</td><td>¥4,635,000</td></tr>
<tr><td>Total</td><td>¥5,647,669</td></tr>
</table>
Corresponding secured debts were as follows:
(Thousands of yen)
<table>
<tr><td>Long-term debt due within one year</td><td>¥165,000</td></tr>
<tr><td>Long-term debt</td><td>¥3,533,568</td></tr>
<tr><td>Total</td><td>¥3,698,568</td></tr>
</table>
Except the amounts mentioned above, the Company put up ¥8,420,970 thousand of stocks of consolidated subsidiaries, which are eliminated during the consolidation, as collateral against ¥5,000,000 thousand of long-term debt due within one year.</td>
<td>*1. Pledged assets and secured debts
(1) Pledged assets
Assets for pledges were as follows:
(Thousands of yen)
<table>
<tr><td>Cash and time deposits</td><td>¥189,000</td></tr>
<tr><td>Inventory</td><td>¥2,399,660</td></tr>
<tr><td>Loans receivable, trade</td><td>¥815,000</td></tr>
<tr><td>Total</td><td>¥3,403,660</td></tr>
</table>
Corresponding secured debts were as follows:
(Thousands of yen)
<table>
<tr><td>Bank loans, trade</td><td>¥961,700</td></tr>
<tr><td>Short-term debt</td><td>¥1,944,000</td></tr>
<tr><td>Total</td><td>¥2,905,700</td></tr>
</table></td>
</tr>
<tr>
<td>*2. Accumulated depreciation of property, plant and equipment
¥26,537 thousand</td>
<td>*2. Accumulated depreciation of property, plant and equipment
¥51,335thousand</td>
<td>*2. Accumulated depreciation of property, plant and equipment
¥31,223 thousand</td>
</tr>
<tr>
<td>3. Loan Commitment Line Agreement

(Thousands of yen)
<table>
<tr><td>Total commitment</td><td>¥2,000,000</td></tr>
<tr><td>Executed loans</td><td>220,000</td></tr>
<tr><td>Unused balance</td><td>¥1,780,000</td></tr>
</table></td>
<td>3. Loan Commitment Line Agreement
In the principal finance operations, the Company is committed to provide loans to a customer. The outstanding commitment balance as of June 30, 2007 was as follows:
(Thousands of yen)
<table>
<tr><td>Total commitment</td><td>¥2,920,000</td></tr>
<tr><td>Executed loans</td><td>240,000</td></tr>
<tr><td>Unused balance</td><td>¥2,680,000</td></tr>
</table>
For ¥2,000,000 thousand out of the above unused balance, full amounts are not necessarily loaned because the Company lends out funds subject to the purpose for use of funds as well as the credit of the borrowers.</td>
<td>3. Loan Commitment Line Agreement
In the principal finance operations, the Company is committed to provide loans to a customer. The outstanding commitment balance as of September 30, 2006 was as follows:
(Thousands of yen)
<table>
<tr><td>Total commitment</td><td>¥2,000,000</td></tr>
<tr><td>Executed loans</td><td>95,000</td></tr>
<tr><td>Unused balance</td><td>¥1,905,000</td></tr>
</table>
In the above committed loan agreements, full amounts are not necessarily loaned because the Company lends out funds subject to the purpose for use of funds as well as the credit of the borrowers.</td>
</tr>
<tr>
<td>*4. Investment Commitment Line Agreement

(Thousands of yen)
<table>
<tr><td>Total commitment</td><td>¥5,000,000</td></tr>
<tr><td>Executed investments</td><td>-</td></tr>
<tr><td>Unused balance</td><td>¥5,000,000</td></tr>
</table></td>
<td>*4. ――――</td>
<td>*4. Investment Commitment Line Agreement
In the principal finance operations, the Company is committed to provide investments. The outstanding commitment balance as of September 30, 2006 was as follows:
(Thousands of yen)
<table>
<tr><td>Total commitment</td><td>¥5,000,000</td></tr>
<tr><td>Executed investments</td><td>-</td></tr>
<tr><td>Unused balance</td><td>¥5,000,000</td></tr>
</table>
In the above committed investment agreements, full amounts are not necessarily invested because the Company invests out funds subject to the purpose for use of funds as well as the credit of the investees.</td>
</tr>
<tr>
<td>*5. Contingent Liabilities
The Company gurarantees borrowings of the following companies as of June 30, 2006:

(Thousands of yen)
<table>
<tr><td>Duplex Thirty-Sixth Ltd.</td><td>¥2,000,000</td></tr>
<tr><td>Duplex Thirty-Third Ltd.</td><td>800,000</td></tr>
<tr><td>Duplex Thirty-Fourth Ltd.</td><td>600,000</td></tr>
</table></td>
<td>*5. Contingent Liabilities
The Company gurarantees borrowings of the following companies as of June 30, 2007:

(Thousands of yen)
<table>
<tr><td>Duplex Thirty-Sixth Ltd.</td><td>¥740,000</td></tr>
<tr><td>Duplex Thirty-Third Ltd.</td><td>800,000</td></tr>
<tr><td>Duplex Thirty-Fourth Ltd.</td><td>600,000</td></tr>
<tr><td>Duplex Forty-First Ltd.</td><td>400,000</td></tr>
<tr><td>Duplex Forty-Fourth Ltd.</td><td>300,000</td></tr>
<tr><td>Duplex Forty-Seventh Ltd.</td><td>450,000</td></tr>
<tr><td>Yokohama Bayside Resort Ltd.</td><td>2,000,000</td></tr>
<tr><td>Duplex Forty-Fifth Ltd.</td><td>500,000</td></tr>
<tr><td>Duplex Forty-Ninth Ltd.</td><td>300,000</td></tr>
<tr><td>Duplex Fifty-Forth Ltd.</td><td>1,000,000</td></tr>
</table></td>
<td>*5. Contingent Liabilities
The Company gurarantees borrowings of the following companies as of September 30, 2006:

(Thousands of yen)
<table>
<tr><td>Duplex Thirty-Sixth Ltd.</td><td>¥740,000</td></tr>
<tr><td>Duplex Thirty-Third Ltd.</td><td>800,000</td></tr>
<tr><td>Duplex Thirty-Fourth Ltd.</td><td>600,000</td></tr>
<tr><td>Duplex Forty-First Ltd.</td><td>400,000</td></tr>
<tr><td>Duplex Forty-Fourth Ltd.</td><td>300,000</td></tr>
<tr><td>Duplex Forty-Seventh Ltd.</td><td>450,000</td></tr>
<tr><td>Yokohama Bayside Resort Ltd.</td><td>2,000,000</td></tr>
</table></td>
</tr>
</table>

Third Quarter of Fiscal 2006 (As of June 30, 2006)	**Third Quarter of Fiscal 2007** (As of June 30, 2007)	**Fiscal Year 2006** (As of September 30, 2006)
*6. ————	*6. The following special purpose companies and the Silent Partnership (Tokumei Kumiai) have been consolidated due to the fact that the Company substantially assumes the majority of rights and duties as well as the risks associated with the profits and losses of those companies. • TSM Fourteen Incorporated • FGI Investment Two Incorporated • Blenheim Partners One Incorporated • Yugen Kaisya Hibiki • FGI Investment Three Incorporated Major assets and liabilities of the above special purpose companies and the Silent Partnership (Tokumei Kumiai) are as follows: (Thousands of yen) Inventory ¥ 1,946,984 Short-term debts 658,568	*6. The following special purpose companies and the Silent Partnership (Tokumei Kumiai) have been consolidated due to the fact that the Company substantially assumes the majority of rights and duties as well as the risks associated with the profits and losses of those companies. • TSM Fifteen Incorporated • FGI Investment Two Incorporated • TSM Fourteen Incorporated • Blenheim Partners One Incorporated Major assets and liabilities of the above special purpose companies and the Silent Partnership (Tokumei Kumiai) are as follows: (Thousands of yen) Inventory ¥ 8,584,620 Short-term debts 1,944,000
7. ————	7. ————	7. Credit Line Agreement The Company has credit line agreements with banks to make an appropriation for funds for investments and loans in the principal finance operations. The credit line under the agreements and the outstanding balance as of September 30, 2006 were as follows: (Thousands of yen) Total commitment ¥4,000,000 Executed loans - Unused balance ¥4,000,000
*8. ————	*8. Deposits Deposits are cash held in trust under an investor protection fund for FX (Foreign Exchange) business by FX Online Japan Co., Ltd.	*8. ————
*9. ————	*9. Deposits from customers Deposits from customers are for FX (Foreign Exchange) business by FX Online Japan Co., Ltd.	*9. ————

Notes to Quarterly Consolidated Statements of Income

*1. The following is the breakdown of net revenues from investment banking business:

Third Quarter of Fiscal 2006 (From October 1, 2005 to June 30, 2006)

	(Thousands of yen)
Investment banking operations:	¥4,180,302
(Arrangement services:	2,492,498)
(Principal finance operations:	1,643,022)
(Others:	44,782)
Arrangement services with credit enhancement:	563,994
Other operations:	145,011
Total	¥4,889,308

Third Quarter of Fiscal 2007 (From October 1, 2006 to June 30, 2007)

	(Thousands of yen)
Arrangement operations:	¥3,486,291
(Arrangement services:	2,957,471)
(Arrangement services with credit enhancement:	528,820)
Principal finance operations:	1,995,059
Other investment banking operations:	393,585
Total	¥5,874,935

Fiscal Year 2006 (From October 1, 2005 to September 30, 2006)

	(Thousands of yen)
Arrangement operations:	¥4,674,212
(Arrangement services:	3,734,998
(Arrangement services with credit enhancement:	939,214
Principal finance operations:	2,796,810
Other investment banking operations:	274,540
	¥7,745,562

*2. The following is the breakdown of net revenues from the reinsurance/financial guarantee businesses:

(Financial Guarantee Business)

(Thousands of yen)	Third Quarter of Fiscal 2006 (From October 1, 2005 to June 30, 2006)	Third Quarter of Fiscal 2007 (From October 1, 2006 to June 30, 2007)	Fiscal Year 2006 (From October 1, 2005 to September 30, 2006)
Net guarantee fees	¥453,750	¥169,408	¥466,583
Unearned guarantee fees	(416,499)	(3,232)	(354,916)
Guarantee arrangement fees	95,000	93,500	216,687
Total	¥132,250	¥259,675	¥328,354

(Reinsurance Business)

(Thousands of yen)	Third Quarter of Fiscal 2006	Third Quarter of Fiscal 2007	Fiscal Year 2006
Reinsurance premiums assumed	―――	¥1,255,805	¥152,923
Reinsurance premiums ceded		(82,000)	(5,000)
Total		¥1,173,805	¥147,923

*3. Major selling, general and administrative expenses

(Thousands of yen)	Third Quarter of Fiscal 2006	Third Quarter of Fiscal 2007	Fiscal Year 2006
Directors' bonuses	¥134,931	¥268,058	¥194,644
Salaries	203,812	425,961	324,325
Provision for accrued bonuses	20,035	238,718	137,651
Retirement benefit expenses	1,208	18,232	1,749
Depreciation expenses	8,985	30,652	13,550
Commissions paid	205,388	1,025,090	351,968
Amotization expense of goodwill		374,924	

*4.

Third Quarter of Fiscal 2006: ―――

Third Quarter of Fiscal 2007:

*4. Impairment loss

The impairment loss on the following asset group was recognized in the third quarter of fiscal 2007.

Name of company	Type of asset
ASAP Payment System Inc.	Goodwill

For the purpose of identifying fixed assets that are impaired, the Company grouped its fixed assets at the lowest level for which identifiable cash flows are largely independent of the cash flows of other assets or group of assets.

The Company recognized ¥66,817 thousand of impairment loss on the Goodwill related to the investments in ASAP Payment System Inc. because expected future cash flows from the asset are not considered as collectible.

Fiscal Year 2006: ―――

Third Quarter of Fiscal 2006 (From October 1, 2005 to June 30, 2006)	**Third Quarter of Fiscal 2007** (From October 1, 2006 to June 30, 2007)	**Fiscal Year 2006** (From October 1, 2005 to September 30, 2006)
*5 ————	*5 Godo Kaisha Temp Moderate Udagawa-cho Kaihatsu, which has been consolidated in accordance with "Practical Solution on Application of Control Criteria and Influence Criteria to Investment Association" (Practival Issue Task Force No. 20 issued by the Accounting Standard Board of Japan on 8 September 2006), sold the real estate held for re-sell in this third quarter. As a result, ¥3,658,511 thousand of net revenue, including the sales of the real estate, and ¥2,569,504 thousand of cost of goods sold are recognized in the Real estate related business segment, resulted ¥1,089,007 thousand of gross profit, ¥979,908 thousand of operating income, and ¥898,286 thousand of ordinary profit and income before income taxes. The Company, however, recognized the same amount of minority interests since the Company's ownership interest in Godo Kaisha Temp Moderate Udagawa-cho Kaihatsu was 0%. Therefore there is no impact on net income in the quarterly consolidated financial statements.	*5 ————
*6 Income taxes The provision for income taxes for the quarter is computed based on the simplified method of deferred tax accounting. Therefore the amount of income tax adjustment is included in income taxes on the quarterly consolidated statement of income.	*6 ————	*6 ————
————	(Additional information) To calculate income taxes more reasonably, the Company has changed its accounting method for income taxes from this third quarter and the provision for income taxes is computed based on the original method of deferred tax accounting. As for the consolidated subsidiaries, the provision for income taxes is computed based on the simplified method of deferred tax accounting and the amount of income tax adjustment of the consolidated subsidiaries is included in income taxes on the quarterly consolidated statement of income. As a result of this change, there is no impact on the quarterly consolidated financial statements.	————

Notes to Quarterly Consolidated Statements of Changes in Net Assets

Third Quarter of Fiscal 2006 (From October 1, 2005 to June 30, 2006)

1. The type of issued stock and number of shares, the type of treasury stock and the number of shares

Type of stock	Number of shares as of September 30, 2005	Increases	Decreases	Number of shares as of June 30, 2006
Issued stock Common stock	68,335	165,625.79	—	233,960.79
Treasury stock Common stock	—	3.79	—	3.79

Notes: 1. The increase in number of shares of issued common stock were resulted from the followings:
Exercise of stock acquisition rights 860 shares
Exercise of stock acquisition rights on bonds with stock acquisition rights 28,055.79 shares
A three-for-one stock split 136,710 shares
2. The increase of 3.79 shares in treasury stock was resulted from acquisition of odd-lot shares (shares less than one unit).

2. Stock disposition costs

Name of company	Details	Type of stock to be issued	Number of shares to be issued for the stock acquisition rights				Balance as of June 30, 2006 (Thousands of yen)
			As of September 30, 2005	Increases	Decreases	As of June 30, 2006	
FinTech Global Incorporated	Stock acquisition rights on the third series of bonds issued in December 2005	Common stock	—	28,055.79	28,055.79	—	—
	Stock acquisition rights on the Euro-yen denominated bonds issued in April 2006	Common stock	—	11,111.11	—	11,111.11	—
	Stock acquisition rights on the Euro-yen denominated bonds issued in April 2006	Common stock	—	22,222.22	—	22,222.22	—
Total			—	61,389.12	28,055.79	33,333.33	—

Notes: The increases in number of stock acquisition rights were resulted from the issuance of bonds with stock acquisition rights, and the decrease was resulted from the exercise of such rights.

3. Dividends

(1) Dividends paid

Resolution	Type of stock	Total dividends (Thousands of yen)	Dividend per share (Yen)	Record date	Effective date
General shareholders' meeting on December 20, 2005	Common stock	¥369,009	¥5,400	September 30, 2005	December 21, 2005

Third Quarter of Fiscal 2007 (From October 1, 2006 to June 30, 2007)

1. The type of issued stock and number of shares

Type of stock	Number of shares as of September 30, 2006	Increases	Decreases	Number of shares as of June 30, 2007
Issued stock Common stock	236,622	958,013	—	1,194,635

(Reasons for changes)
The increases in the number of shares were resulted from the following:
A 5-for-1 stock split on October 1, 2006 946,488 shares
Exercise of stock acquisition rights (stock options) 11,525shares

2. Stock disposition costs

Name of company	Details	Type of stock to be issued	Number of shares to be issued for the stock acquisition rights				Balance as of June 30, 2007 (Thousands of yen)
			As of September 30, 2006	Increases	Decreases	As of June 30, 2007	
FinTech Global Incorporated	Stock acquisition rights on the third series of bonds issued in April 2006	Common stock	22,222.22	—	22,222.22	—	—
	Stock acquisition rights on the Euro-yen denominated bonds issued in Feburary 2007	Common stock	—	139,785	—	139,785	—
	Stock acquisition rights issued in June 2007	Common stock	—	1,280	10	1,270	1,243
Total			22,222.22	141,065	22,232.22	141,055	1,243

Notes: 1. Number of shares to be issued for the stock acquisition rights represents the maximum number of shares derived through the exercise of stock acquisition rights.

2. Reasons for changes in number of shares

The decrease in number of shares for stock acquisition rights on the third series of bonds issued in April 2006 is resulted from the early redemption of those bonds.

The increase in number of shares for stock acquisition rights on the Euro-yen bonds issued in Febrary 2007 is resulted from issuance of ¥20,000,000,000 Zero Coupon Convertible Bonds due 2012.

3. The increase in number of stock acquisition rights was a result from the issuance of stock acquisition rights (stock option) in June 2007.

3. Dividends

(1) Dividends paid

Resolution	Type of stock	Total dividends (Thousands of yen)	Dividend per share (Yen)	Record date	Effective date
General shareholders' meeting on December 20, 2006	Common stock	¥1,183,110	¥5,000	September 30, 2006	December 21, 2006
Board of directors meeting on May 15 2007	Common stock	¥655,481	¥550	March 31, 2007	June 14, 2007

Fiscal Year 2006 (From October 1, 2005 to September 30, 2006)

1. The type of issued stock and number of shares, the type of treasury stock and the number of shares

Type of stock	Number of shares as of September 30, 2005	Increases	Decreases	Number of shares as of September 30, 2006
Issued stock Common stock	68,335	168,290.79	3.79	236,622
Treasury stock Common stock	—	3.79	3.79	—

(Reasons for changes)

The increases in number of shares were resulted from the following:

A three-for-one stock split on December 20, 2005	136,710 shares
Exercise of stock acquisition rights (stock options)	3,525 shares
Exercise of stock acquisition rights on the first series of unsecured convertible bond-type bonds	28,055.79 shares

The decreases in number of shares were resulted from the following:

Decrease through disposition of treasury stock	3.79 shares

2. Stock disposition costs

Name of company	Details	Type of stock to be issued	Number of shares to be issued for the stock acquisition rights				Balance as of September 30, 2006 (Thousands of yen)
			As of September 30, 2005	Increases	Decreases	As of September 30, 2006	
FinTech Global Incorporated	Stock acquisition rights on the first series of bonds issued in April 2005	Common stock	–	28,055.79	28,055.79	–	–
	Stock acquisition rights on the second series of bonds issued in April 2006	Common stock	–	11,111.11	11,111.11	–	–
	Stock acquisition rights on the third series of bonds issued in April 2006	Common stock	–	22,222.22	–	22,222.22	20,000,000
Total			–	61,389.12	39,166.9	22,222.22	20,000,000

Notes:
1. Number of shares to be issued for the stock acquisition rights represents the maximum number of shares derived through the exercise of stock acquisition rights.
2. Reasons for changes in number of shares
   The increases in number of shares were resulted from issurances of the first series of bonds, the second series of bonds, and the third series of bonds, with stock acquisition rights, during fiscal 2006.
   The decreases in number of shares for stock acquisition rights on the first series of bonds issued in December 2005 is resulted from the exercise of such rights.
   The decreases in number of shares for stock acquisition rights on the second series of bonds issued in April 2006 is resulted from the early redemption of those bonds.
3. The Company executed early redemption of third series of bonds, issued in April 2006, on November 6, 2006.

3. Dividends

(1) Dividends paid

Resolution	Type of stock	Total dividends (Thousands of yen)	Dividend per share (Yen)	Record date	Effective date
General shareholders' meeting on December 20, 2005	Common stock	¥369,009	¥5,400	September 30, 2005	December 21, 2005

(2) Dividends of which the record date falls in the current fiscal year but the effective date falls in the following fiscal year.

Resolution	Type of stock	Source of dividends	Total dividends (Thousands of yen)	Dividend per share (Yen)	Record date	Effective date
General shareholders' meeting on December 20, 2006	Common stock	Retained earnings	¥1,183,110	¥5,000	September 30, 2006	December 21, 2006

Notes to Quarterly Consolidated Statements of Cash Flows

Third Quarter of Fiscal 2006
(From October 1, 2005
to June 30, 2006)

*1. Cash and cash equivalents as of June 30, 2006 was computed as follows:

	(Thousands of yen)
Cash and time deposits	¥8,055,891
Less: time deposits which mature more than three months after the date of acquisition	(189,000)
Cash and cash equivalents	¥7,866,891

*2. ————

Third Quarter of Fiscal 2007
(From October 1, 2006
to June 30, 2007)

*1. Cash and cash equivalents as of June 30, 2007 was computed as follows:

	(Thousands of yen)
Cash and time deposits	¥ 14,935,767
Cash and cash equivalents	¥ 14,935,767

*2.
As described in Note 5 of the notes to quarterly consolidated statemetns of income, Godo Kaisha Temp Moderate Udagawa-cho Kaihatsu, which has been consolidated in accordance with “Practical Solution on Application of Control Criteria and Influence Criteria to Investment Association” (PITF No. 20 issued by ASBJ on 8 September 2006), sold the real estate held for re-sell in this third quarter. As a result, ¥898,286 thousand is included in income before income taxes and the same amount is included in decrease in cash and cash equivalents due to deconsolidation of subsidiaries on the quarterly consolidated statement of cash flows.

Fiscal Year 2006
(From October 1, 2005
to September 30, 2006)

*1. Cash and cash equivalents as of September 30, 2006 was computed as follows:

	(Thousands of yen)
Cash and time deposits	¥ 18,907,675
Less: time deposits which mature more than three months after the date of acquisition	(189,000)
Cash and cash equivalents	¥ 18,718,675

*2. ————

Leases

Third Quarter of Fiscal 2006
(From October 1, 2005
to June 30, 2006)

Finance leases, except for those leases under which the ownership of the leased assets is considered to be transferred to the lessee, were accounted for in the same manner as operating leases.

1. Pro forma information of the leased property, such as acquisition costs, accumulated depreciation, and net book value as of June 30, 2006 are as follows:

(Thousands of yen)

	Acquisition costs	Accumulated depreciation	Net book value
Buildings	¥1,938	¥581	¥1,356
Furniture and equipment	22,022	5,294	16,728
Intangible fixed assets	556	102	454
Total	¥24,518	¥5,977	¥18,540

2. The scheduled maturities of future lease payments of such lease contracts as of June 30, 2006, were as follows:

	(Thousands of yen)
Within one year	¥ 4,707
More than one year	14,369
	¥ 19,077

3. Lease expenses, pro forma depreciation expenses, and pro forma interest expenses for the period ended June 30, 2006 were as follows:

	(Thousand of yen)
Lease expenses	¥ 2,878
Pro forma depreciation expenses	2,543
Pro forma interest expenses	518

4. Pro forma depreciation expenses were calculated using the straight-line method over the lease term with no residual value.

Third Quarter of Fiscal 2007
(From October 1, 2006
to June 30, 2007)

Finance leases, except for those leases under which the ownership of the leased assets is considered to be transferred to the lessee, were accounted for in the same manner as operating leases.

1. Pro forma information of the leased property, such as acquisition costs, accumulated depreciation, and net book value as of June 30, 2007 are as follows:

(Thousands of yen)

	Acquisition costs	Accumulated depreciation	Net book value
Furniture and equipment	35,151	13,454	21,697
Intangible fixed assets	556	213	343
Total	¥ 37,708	¥ 13,667	¥ 22,040

2. The scheduled maturities of future lease payments of such lease contracts as of June 30, 2007, were as follows:

	(Thousands of yen)
Within one year	¥ 7,155
More than one year	16,714
	¥ 23,869

3. Lease expenses, pro forma depreciation expenses, and pro forma interest expenses for the period ended June 30, 2007 were as follows:

	(Thousand of yen)
Lease expenses	¥ 3,546
Pro forma depreciation expenses	3,033
Pro forma interest expenses	483

4. Same as at left

Fiscal Year 2006
(From October 1, 2005
to September 30, 2006)

Finance leases, except for those leases under which the ownership of the leased assets is considered to be transferred to the lessee, were accounted for in the same manner as operating leases.

1. Pro forma information of the leased property, such as acquisition costs, accumulated depreciation, and net book value as of September 30, 2006 are as follows:

(Thousands of yen)

	Acquisition costs	Accumulated depreciation	Net book value
Buildings	¥ 1,938	¥ 678	¥ 1,260
Furniture and equipment	22,022	6,395	15,627
Intangible fixed assets	556	129	426
Total	¥ 24,518	¥ 7,203	¥ 17,314

2. The scheduled maturities of future lease payments of such lease contracts as of September 30, 2006 were as follows:

	(Thousands of yen)
Within one year	¥ 4,766
More than one year	13,155
	¥ 17,922

3. Lease expenses, pro forma depreciation expenses, and pro forma interest expenses for the year ended September 30, 2006 were as follows:

	(Thousand of yen)
Lease expenses	¥ 5,088
Pro forma depreciation expenses	4,498
Pro forma interest expenses	919

4. Same as at left

Third Quarter of Fiscal 2006 (From October 1, 2005 to June 30, 2006)	Third Quarter of Fiscal 2007 (From October 1, 2006 to June 30, 2007)	Fiscal Year 2006 (From October 1, 2005 to September 30, 2006)
5. Differences between total lease payments and the acquisition costs of the leased assets are assumed as pro forma interest expenses. The pro forma interest expenses are allocated to each period using the interest method over the lease term.	5. Same as at left	5. Same as at left

Investments in Securities

Third Quarter of Fiscal 2006 (As of June 30, 2006)

1. The amounts of other securities with market value as of June 30, 2006, are summarized as follows:

(Thousands of yen)

	Acquisition cost	Fair market value	Unrealized gain (loss)
(1) Equity securities		—	—
(2) Bonds and debentures	—	—	—
(3) Other	1,641,458	1,586,508	(54,949)
Total	1,641,458	1,586,508	(54,949)

2. The carrying amounts of other securities without fair market value as of June 30, 2006, are summarized as follows:

(Thousands of yen)

	Carrying amount
Other securities without fair market value:	
Investments in Silent Partnership (Tokumei Kumiai)	¥388,952
Unlisted equity securities	76,700
Investments in partnerships	22,359

Third Quarter of Fiscal 2007 (As of June 30, 2007)

1. The amounts of other securities with market value as of June 30, 2007, are summarized as follows:

(Thousands of yen)

	Acquisition cost	Fair market value	Unrealized gain (loss)
(1) Equity securities	¥9,200	¥22,200	¥13,000
(2) Bonds and debentures	—	—	—
(3) Other	1,020,000	1,012,848	(7,151)
Total	¥1,029,200	¥1,035,048	¥5,848

2. The carrying amounts of other securities without fair market value as of June 30, 2007, are summarized as follows:

(Thousands of yen)

	Carrying amount
Other securities without fair market value:	
Investments in Silent Partnership (Tokumei Kumiai)	¥662,515
Unlisted equity securities	70,500

Fiscal Year 2006 (As of September 30, 2006)

1. The amounts of other securities with market value as of September 30, 2006, are summarized as follows:

(Thousands of yen)

	Acquisition cost	Fair market value	Unrealized gain (loss)
(1) Equity securities	¥9,200	¥32,280	¥23,080
(2) Bonds and debentures	—	—	—
(3) Other	2,043,123	2,062,897	19,774
Total	¥2,052,324	¥2,095,178	¥42,854

2. The carrying amounts of other securities without fair market value as of September 30, 2006, are summarized as follows:

(Thousands of yen)

	Carrying amount
Other securities without fair market value:	
Investments in Silent Partnership (Tokumei Kumiai)	¥439,512
Unlisted equity securities	67,500
Investments in partnerships	21,734

Derivative Transactions

(Thousands of yen)

Item	Type	Third Quarter of Fiscal 2006 (As of June 30, 2006)			Third Quarter of Fiscal 2007 (As of June 30, 2007)			Fiscal 2006 (As of September 30, 2006)		
		Contract amount	Fair market value	Unrealized gain (loss)	Contract amount	Fair market value	Unrealized gain (loss)	Contract amount	Fair market value	Unrealized gain (loss)
Interest rate	Cap transactions	680,000	897	(444)	—	—	—	200,000	1,258	(1,341)
Total		680,000	897	(444)	—	—	—	200,000	1,258	(1,341)

Notes: 1. Market value is calculated based on the prices presented by the correspondent financial institution, etc.
2. Contract amount is not actual transaction value with trading partners, and thus does not present the market risk associated with derivatives instruments.
3. Derivative instruments to which hedge accounting were applied are excluded from above table.

Stock Options

Third Quarter of Fiscal 2006 (From October 1, 2005 to June 30, 2006)

	3rd stock acquisition rights	4th stock acquisition rights
Title and number of grantees	Member of the board of director: 1 Employees: 29	Employees: 10
Number of stock options (*1)	Common stocks: 3,000 shares (*1)	Common stocks: 650 shares
Grant date	December 2, 2005	April 27, 2006
Condition of vesting	Those who are entitiled to exercise the stock option shall be any of the directors, corporate auditors or employees of the Company, its subsidiaries or related companies at the time of vesting date (on or after the first day of the period for exercise) unless there are any appropriate reasons such as a resignation due to expiry of the term of duty and a mandatory retirement.	Same as at left
Requisite service period	December 2, 2005 to December 9, 2006	April 27, 2006 to December 31, 2007
Exercise period	December 10, 2006 to November 30, 2014	January 1, 2008 to November 30, 2015
Exercise price	¥73,334(*1)	¥729,894
Fair value at the grant date	—	—

(*1) The number of stock options and exercise price are adjusted with the three-for-one stock split held on December 20, 2005.

Third Quarter of Fiscal 2007 (From October 1, 2006 to June 30, 2007)

1. Amount and account used to recognize expenses
Selling, general and administrative expenses: Stock compensation expenses ¥1,243 thousand

Certain consolidated subsidiaries granted stock options during the third quarter of fiscal 2007. The stock options were accounted for by the intrinsic value method, instead of the fair value method, allowed for private held companies in accordance with the "Accounting Standards for Stock Options." No expense was recognized for the stock opitions granted by the consolidated subsidiaries because intrinsic value at the grant date was estimated at zero.

2. Details of the stock options
Detailed information of the stock options granted by the consolidated subsidiaries was omitted because the stock options do not have a significant impact on the financial position and the results of operations.

Fiscal Year 2006 (From October 1, 2005 to September 30, 2006)

Not applicable

Segment Information

1. **Segment information by business**

Third Quarter of Fiscal 2006 (From October 1, 2005 to June 30, 2006)

Net revenues and operating income generated by the investment banking business represent more than 90% of total net revenues and operating income, respectively, from all business segments. Therefore, segment information by business was omitted for third quarter of fiscal 2006.

Third Quarter of Fiscal 2007 (From October 1, 2006 to June 30, 2007)

(Thousands of yen)

	Investment banking business	Reinsurance/ financial guarantee business	FX (Foreign Exchange) business	Real estate related business	Total	Inter-regional or corporate	Consolidated total
Net revenues							
(1) Revenues to third party	¥5,874,935	¥1,433,480	1,221,214	¥4,948,754	¥13,478,385	—	¥13,478,385
(2) Inter-segment revenues	257,974	—	—	—	257,974	(257,974)	—
Total	6,132,910	1,433,480	1,221,214	4,948,754	13,736,360	(257,974)	13,478,385
Operating expenses	2,611,734	1,520,575	754,210	3,634,282	8,520,803	(88,968)	8,431,834
Operating income	3,521,176	(87,094)	467,004	1,314,471	5,215,557	(169,006)	5,046,551

Notes: 1. Business segments are grouped according to the market similarities.
2. Principal business activities in each segment
(1) Investment banking business: Arrangement operations, principal finance operations, and other investment banking operations
(2) Reinsurance/financial guarantee business: Credit enhancement and reinsurance underwriting
(3) FX (Foreign Exchange) business: Foreign exchange business on the Internet
(4) Real estate related business: Real estate development and trade, lease and brokerage
3. Godo Kaisha Temp Moderate Udagawa-cho Kaihatsu, which has been consolidated in accordance with “Practical Solution on Application of Control Criteria and Influence Criteria to Investment Association” (PITF No. 20 issued by ASBJ on 8 September 2006), sold the real estate held for re-sell in this third quarter. As a result, ¥3,658,511 thousand of revenue to third party, ¥2,678,603 thousand of operating expenses, and ¥979,908 thousand of operating income are recognized in the Real estate related business segment.

Fiscal Year 2006 (From October 1, 2005 to September 30, 2006)

Net revenues and operating income generated by the investment banking business represent more than 90% of total net revenues and operating income, respectively, from all business segments. Therefore, segment information by business was omitted for fiscal 2006.

2. Segment information by geographical areas

Third Quarter of Fiscal 2006 (From October 1, 2005 to June 30, 2006)

Sales generated by Company in Japan represent more than 90% of total net revenues from all geographical areas. Therefore, segment information by geographical areas was omitted for third quarter of fiscal 2006.

Third Quarter of Fiscal 2007 (From October 1, 2006 to June 30, 2007)

(Thousands of yen)

	Japan	Europe and Americas	Total	Inter-regional or corporate	Consolidated total
Net revenues					
(1) Revenues to third party	¥12,045,591	¥1,432,794	¥13,478,385	—	¥13,478,385
(2) Inter-segment revenues	—	197	197	(197)	—
Total	12,045,591	1,432,992	13,478,583	(197)	13,478,385
Operating expenses	7,004,103	1,427,928	8,432,032	(197)	8,431,834
Operating income	5,041,487	5,063	5,046,551	—	5,046,551

Notes:
1. National and regional segments are grouped according to the geographical proximity.
2. Countries and regions associated with the geographical segments outside of Japan
   Europe and Americas: Switzerland and Bermuda
3. Godo Kaisha Temp Moderate Udagawa-cho Kaihatsu, which has been consolidated in accordance with "Practical Solution on Application of Control Criteria and Influence Criteria to Investment Association" (PITF No. 20 issued by ASBJ on 8 September 2006), sold the real estate held for re-sell in this third quarter. As a result, ¥3,658,511 thousand of revenue to third party, ¥2,678,603 thousand of operating expenses, and ¥979,908 thousand of operating income are recognized in the Real estate related business segment

Fiscal Year 2006 (From October 1, 2005 to September 30, 2006)

Net revenues generated by Company in Japan represent more than 90% of total net revenues from all geographical areas. Therefore, segment information by geographical areas was omitted for fiscal 2006.

3. Overseas Net Revenues

Third Quarter of Fiscal 2006 (From October 1, 2005 to June 30, 2006)

Overseas net revenues represent less than 10% of consolidated net revenues. Therefore, overseas net revenues were omitted for third quarter of fiscal 2006.

Third Quarter of Fiscal 2007 (From October 1, 2006 to June 30, 2007)

Overseas net revenues represent less than 10% of consolidated net revenues. Therefore, overseas net revenues were omitted for third quarter fiscal 2007.

Fiscal Year 2006 (From October 1, 2005 to September 30, 2006)

Overseas net revenues represent less than 10% of consolidated net revenues. Therefore, overseas net revenues were omitted for fiscal 2006.

Per Share Information

<table>
<tr>
<th>Third Quarter of Fiscal 2006
(From October 1, 2005
to June 30, 2006)</th>
<th>Third Quarter of Fiscal 2007
(From October 1, 2006
to June 30, 2007)</th>
<th>Fiscal Year 2006
(From October 1, 2005
to September 30, 2006)</th>
</tr>
<tr>
<td>(Yen)
Net assets per share ¥100,498.09
Net income per share ¥9,045.30
Net income (diluted) per share ¥7,905.57

The Company executed a stock split at a ratio of 3-for-1 on December 20, 2005. Assuming that the stock split had been executed at the beginning of the fiscal year, the per share information for the fiscal 2005 would have been summarized as follows:

Third Quarter of Fiscal 2005:
(Yen)
Net assets per share ¥14,663.98
Net income per share ¥2,403.80
Net income (diluted) per share ¥2,375.32

Fiscal Year 2005:
(Yen)
Net assets per share ¥16,717.02
Net income per share ¥4,813.25
Net income (diluted) per share ¥4,650.85</td>
<td>(Yen)
Net assets per share ¥20,908.14
Net income per share ¥1,474.73
Net income (diluted) per share ¥1,378.11

The Company executed a stock split at a ratio of 5-for-1 on October 1, 2006. Assuming that the stock split had been executed at the beginning of the fiscal year, the per share information for the fiscal 2006 would have been summarized as follows:

Third Quarter of Fiscal 2006:
(Yen)
Net assets per share ¥20,099.62
Net income per share ¥1,809.06
Net income (diluted) per share ¥1,581.12

Fiscal Year 2006
(Yen)
Net assets per share ¥21,036.05
Net income per share ¥2,870.88
Net income (diluted) per share ¥2,491.70</td>
<td>(Yen)
Net assets per share ¥105,180.27
Net income per share ¥14,354.40
Net income (diluted) per share ¥12,458.52

On October 3, 2005, the Board of Directors of the Company approved a stock split at a ratio of 3-for-1on December 20, 2005. Assuming that the stock split had been executed at the beginning of the fiscal year, the per share information for the fiscal 2005 would have been summarized as follows:

Fiscal Year 2005:
(Yen)
Net assets per share ¥16,717.02
Net income per share ¥4,813.25
Net income (diluted) per share ¥4,650.85</td>
</tr>
</table>

Note: Underlying information for calculation of net income per share and net income per share after adjusting for dilution effects are as follows:

Items	**Third Quarter of Fiscal 2006** (From October 1, 2005 to June 30, 2006)	**Third Quarter of Fiscal 2007** (From October 1, 2006 to June 30, 2007)	**Fiscal Year2006** (From October 1, 2005 to September 30, 2006)
Net income per share			
Net income (Thousands of yen)	¥2,011,327	¥1,752,623	¥3,235,755
Net income for common stock (Thousands of yen)	¥2,011,327	¥1,752,623	¥3,235,755
Average number of common stock during the period (Shares)	222,362	1,188,435	225,419
Net income (diluted) per share			
Major reasons for the increase in number of common stock (Share): • Subscription rights • Stock acquisition rights • Bonds with stock acquisition rights (Shares)	 1,605 16,475 13,975	 3,582 64,684 15,059	 1,417 16,849 16,037
Increased number of common stock (Shares)	32,056	83,325	34,303
Details of the potential common stock excluded from the calculation of the net income (diluted) per share because of the insignificant dilution effect	Stock acquisition rights (stock options) issued on the special resolution at the shareholders' meeting held on December 20, 2005: 650 units	The Company: Stock acquisition rights (stock options) issued on April 27, 2006 based on the special resolution at the shareholders' meeting held on December 20, 2005: 635 units (Common stock: 3,175 shares) Stock acquisition rights on the ¥20,000,000,000 Zero Coupon Convertible Bonds due 2012 issued on February 8, 2007: 2,217 units (Common stock: 139,785 shares) Subsidiaries: (1) FX Online Japan Co., Ltd.: Stock acquisition rights (Tresury stocks) 142 units (Common stock 142 shares) Stock acquisition rights (Stock options) 248 units (Common stock 248 shares) (2) Entrust, Inc.: Stock acquisition rights (Stock options) 86 units (Common stock 86)	Stock acquisition rights (stock options) issued on April 27, 2006 based on the special resolution at the shareholders' meeting held on December 20, 2005: 650 units (Common stock: 650 shares)

Subsequent Events

Third Quarter of Fiscal 2006 (From October 1, 2005 to June 30, 2006)	**Third Quarter of Fiscal 2007** (From October 1, 2006 to June 30, 2007)	**Fiscal Year 2006** (From October 1, 2005 to September 30, 2006)
1. On July 7, 2006, the Board of Directors of the Company approved the redemption of all of the outstanding second series of unsecured convertible bond-type bonds with stock acquisition rights (with a supplementary contract on setting up of the same rank limited to and between convertible bond-type bonds with stock acquisition rights) in accordance with the redemption clause of the bonds and the subscription agreement. (1) Reason for redemption before due date: The second series of bonds with stock acquisition rights have a clause for redemption before due date. After comprehensively considering the balance between the potential dilution of equity value and the enhancement of financial status, the Company decided to redeem all the outstanding of the third series of bonds with stock acquisition rights. (2) Bonds to be redeemed: The second series of unsecured convertible bond-type bonds with stock acquisition rights issued by FinTech Global Incorporated (3) Date of notice: July 7, 2006 Under the subscription agreement, the Company and Goldman Sachs International agreed that the Company would not accept the request for conversion on and after July10, 2006 at noon. The conversion price before that time is ¥900,000. (4) Date of redemption: August 7, 2006 (5) Amount to be redeemed: All of the outstanding second series of bonds with stock acquisition rights as of August 7, 2006 (¥10,000 million) The Company has not converted any of the bonds into shares since issuance. (6) Redemption price: ¥100.5 for ¥100 of nominal value (7) Funds used for the redemption: Short-term debt shall be appropriated for the funds of the redemption.	————	1. On September 8, 2006, the Board of Directors of the Company approved a stock split with no compensation, which became effective on October 1, 2006, to increase the liquidity of the Company’s stock and to broaden the investors’ base by reducing the equity price per share. (1) Number of shares to be increased: Common stock: 946,488 shares (2) Method of stock split The shares held by shareholders recorded on the shareholders’ lists as of September 30, 2006 was split using a ratio of 5-for-1. Assuming that the share split was executed at the beginning of the previous fiscal year, the per-share information is summarized as follows: Fiscal 2005: (Yen) Net assets per share ¥3,343.41 Net income per share ¥962.65 Net income (diluted) per share ¥930.17 Fiscal 2006: (Yen) Net assets per share ¥21,036.05 Net income per share ¥2,870.88 Net income (diluted) per share ¥2,491.70 2. On October 6, 2006, the Board of Directors of the Company approved the redemption of all of the outstanding third series of unsecured convertible bond-type bonds with stock acquisition rights (with a supplementary contract on setting up of the same rank limited to and between convertible bond-type bonds with stock acquisition rights), of which total nominal value amounting to ¥20 billion, in accordance with the redemption clause of the bonds and the subscription agreement. (1) Reason for redemption before due date: The third series of bonds with stock acquisition rights have a clause for redemption before due date. After comprehensively considering the balance between the potential dilution of equity value and the enhancement of financial status, the Company decided to redeem all the outstanding of the third series of bonds with stock acquisition rights. (2) Bonds to be redeemed: The third series of unsecured convertible bond-type bonds with stock acquisition rights issued by FinTech Global Incorporated (3) Date of notice: October 6, 2006 Under the subscription agreement, the Company and Goldman Sachs International agreed that the Company would not accept the request for conversion on and after October 10, 2006 at noon. The conversion price before that time is ¥180,000. (4) Date of redemption: November 6, 2006 (5) Amount to be redeemed: All of the outstanding third series of bonds with stock acquisition rights as of November 6,

Third Quarter of Fiscal 2006 (From October 1, 2005 to June 30, 2006)	**Third Quarter of Fiscal 2007** (From October 1, 2006 to June 30, 2007)	**Fiscal Year 2006** (From October 1, 2005 to September 30, 2006)
		2006 The Company has not converted any of the bonds into shares since issuance. (6) Redemption price: ¥101 for ¥100 of nominal value (7) Funds used for the redemption: Short-term debt shall be appropriated for the funds of the redemption. (8) Expected decrease in annual interest expense due to the decrease in bonds: Not applicalbe 3. On October 6, 2006, the Board of Directors of the Company approved borrowing funds for the early redemption of the third series of unsecured convertible bond-type bonds with stock acquisition rights issued on April 18, 2006. Important terms of the borrowings are as follows: Lender: Nikko Citigroup Limited Amount: ¥20 billion Date of loan: November 2, 2006 Date of repayment: February 28, 2007 Interest rate: 1.17438% (fixed rate) Method: Loan agreement Security: No security Guarantee: No guarantee Other important covenant: Nothing 4. On December 20, 2006, the general shareholders' meeting of the Company approved a stock option plan as prescribed on article 238 and 239 of the Company Law. (1) The type and the number of shares to be issued by the stock options: a. Type: Common stock of the Company b. Number of shares: Up to 5,000 shares In case of stock split, the number of shares to be issued for unexercised stock options shall be calculated by the following formula. Fractions less than one share shall be rounded off. Number of shares after adjustment = Number of shares before adjustment x Ratio of stock split (or combination) (2) Total number of stock options: Up to 5,000 units (One share will be granted per stock option, subject to the adjustment if necessary as prescribed in (1)) (3) Issuing value of stock options: No compensation (4) Amount to be paid at the time of the exercise of stock acquisition rights: The amount to be paid at the time of the exercise of stock acquisition rights ("Exercise value") shall be computed by the following method. The Exercise value shall be the higher of the average of the closing prices of the Company's common stock traded in the regular way at the Tokyo Stock Exchange of a month (excluding the days without transactions) before the month of the allotment day, or the closing price of the business day before the allotment day (if there is not such closing price, that of the nearest preceding day shall apply), multiplied by 1.05. Fractions less than 1 yen shall be rounded up.

Third Quarter of Fiscal 2006 (From October 1, 2005 to June 30, 2006)	**Third Quarter of Fiscal 2007** (From October 1, 2006 to June 30, 2007)	**Fiscal Year 2006** (From October 1, 2005 to September 30, 2006)
		If the Company issues new shares or disposes of treasury stock at a price below the market price (except in the case of issuance of new shares due to the exercise of the rights), the Exercise value shall be adjusted by the following formula. Fractions less than 1 yen shall be rounded up. $\text{(Adjusted Exercise value)} = \text{(Exercise Value before adjustment)} \times \dfrac{\text{(Number of issued shares)} + \dfrac{\text{(Number of new shares to be issued) x (Exercise value per share)}}{\text{(Stock price before issuance of new shares)}}}{\text{(Number of issued shares)} + \text{(Number of new shares to be issued)}}$ (5) Period for exercise of stockacquisition rights: From January 1, 2009 to November 30, 2016 (6) Conditions for exercise of stockacquisition rights: (i) Those who are entitled to exercise the stock acquisition rights shall be any of the directors, corporate auditors or employees of the Company or its subsidiaries at the time of the exercise unless there are any appropriate reasons such as a resignation due to the expiry of the term of duty and a mandatory retirement. (ii) The exercise of the stock options by an heir, assignee, pledgor or anyone who succeeded to the stock acquisition rights is not allowed according to the contract for allotment of the stock acquisition. (iii) The contract for allotment of the stock acquisition rights may fix the maximum number of exercisable acquisition rights or the maximum amount of the total issuing value of the new shares for each year (from January 1 to December 31) during the period for the exercise. (7) Amounts of common stock and additional paid-in capital reserve to be increased with issuance of new shares upon the exercise of stock acquisition rights: (i) The common stock amount to be increased upon the exercise of stock acquisition rights shall be half of the the maximum increasing common stock amount calculated in accordance with Article 40.1 of the Company Account Rules. Fractions less than 1 yen shall be rounded up. (ii) The additional paid-in capital reserve amount to be increased with issuance of new shares upon the exercise of stock acquisition rights shall be the maximum increasing common stock amount mentioned in (i) above minus the common stock amount calculated as mentioned in (i).

Quarterly Non-consolidated Financial Statements
As of and for the third quarter ended June 30, 2007

(1) Quarterly Non-consolidated Balance Sheets

(Unit: Thousand of yen, %)

Item	Third quarter of fiscal 2006	Third quarter of Fiscal 2007	Changes		Fiscal 2006 (As of September 30, 2006)
	Amount	Amount	Amount	Percentage change	Amount
(Assets)					
I Current Assets					
1. Cash and time deposits	5, 558, 261	6, 268, 652	710, 391	12. 8	10, 139, 618
2. Accounts receivable, trade	6, 641	72, 754	66, 113	995. 5	7, 120
3. Investments in securities, trade	338, 952	437, 554	98, 602	29. 1	439, 512
4. Inventory	738	—	△738	—	1, 717
5. Loans receivable, trade	47, 227, 589	38, 584, 500	△8, 643, 089	△18. 3	36, 066, 589
6. Short-term loans receivable	—	4, 020, 000	4, 020, 000	—	538, 000
7. Others	424, 121	563, 508	139, 387	32. 9	453, 961
Allowance for doubtful accounts	—	△479, 246	△479, 246	—	△108, 199
Total assets	53, 556, 302	49, 467, 724	△4, 088, 578	△7. 6	47, 538, 319
II Fixed assets					
1. Property, plant and equipment					
(1) Buildings	48, 573	120, 376	71, 803	147. 8	45, 923
(2) Furniture and equipment	13, 681	61, 689	48, 008	350. 9	14, 658
Total property, plant and equipment	62, 254	182, 066	119, 811	192. 5	60, 581
2. Intangible fixed assets	6, 318	6, 947	628	10. 0	5, 949
3. Investments and other assets					
(1) Investments in subsidiaries and affiliates	10, 629, 316	19, 175, 539	8, 546, 223	80. 4	10, 620, 816
(2) Others	302, 194	1, 383, 960	1, 081, 765	358. 0	369, 470
Total investments and other assets	10, 931, 510	20, 559, 500	9, 627, 989	88. 1	10, 990, 286
Total fixed assets	11, 000, 084	20, 748, 514	9, 748, 430	88. 6	11, 056, 818
Total assets	64, 556, 387	70, 216, 238	5, 659, 851	8. 8	58, 595, 137

(Note) Amounts of less than one thousand yen have been rounded down.

(Unit: Thousand of yen, %)

Item	Third quarter of fiscal 2006	Third quarter of Fiscal 2007	Changes		Fiscal 2006 (As of September 30, 2006)
	Amount	Amount	Amount	Percentage change	Amount
(Liabilities)					
Ⅰ Current liabilities					
1. Accounts payable, trade	42, 304	39, 553	△2, 751	△6. 5	39, 489
2. Short-term debt	4, 846, 000	9, 032, 000	4, 186, 000	86. 4	4, 386, 500
3. Bank loans, trade	3, 387, 450	—	△3, 387, 450	—	3, 094, 325
4. Long term debt due within one year	170, 256	7, 120, 456	6, 950, 200	4, 082. 2	173, 056
5. Income taxes payable	1, 137, 767	76, 284	△1, 061, 482	△93. 3	2, 167, 434
6. Provision for employee bonuses	22, 500	136, 000	113, 500	504. 4	80, 000
7. Others	957, 306	1, 193, 902	236, 595	24. 7	1, 515, 326
Total current liabilities	10, 563, 584	17, 598, 196	7, 034, 611	66. 6	11, 456, 131
Ⅱ Long-term liabilities					
1. Bonds with stock acquisition rights	30, 000, 000	22, 170, 000	△7, 830, 000	△26. 1	20, 000, 000
2. Long-term debt	259, 056	5, 511, 400	5, 252, 344	2, 027. 5	2, 216, 492
3. Accrued retirement benefits	3, 727	15, 241	11, 514	309. 0	4, 335
4. Others	17, 100	8, 079	△9, 020	△52. 8	21, 775
Total long term liabilities	30, 279, 883	27, 704, 721	△2, 575, 161	△8. 5	22, 242, 602
Total liabilities	40, 843, 467	45, 302, 917	4, 459, 449	10. 9	33, 698, 733
(Net assets)					
Ⅰ Shareholders' equity					
1. Common stock	10, 556, 735	10, 697, 909	141, 174	1. 3	10, 624, 769
2. Additional paid-in capital					
Capital surplus	10, 351, 900	10, 351, 900	—	—	10, 351, 900
Total additional paid-in capital	10, 351, 900	10, 351, 900	—	—	10, 351, 900
3. Retained earnings					
Other retained earnings					
Retained earnings carried forward	2, 807, 662	3, 858, 798	1, 051, 136	37. 4	3, 906, 045
Total retained earnings	2, 807, 662	3, 858, 798	1, 051, 136	37. 4	3, 906, 045
4. Treasury stocks	△3, 379	—	3, 379	—	—
Total shareholders' equity	23, 712, 919	24, 908, 608	1, 195, 689	5. 0	24, 882, 715
Ⅱ Valuation and translation adjustments					
Net unrealized gain/(loss) on other securities	—	3, 468	3, 468	—	13, 688
Total valuation and translation adjustments	—	3, 468	3, 468	—	13, 688
Ⅲ Stock acquisition rights	—	1, 243	1, 243	—	—
Total net assets	23, 712, 919	24, 913, 320	1, 200, 401	5. 1	24, 896, 403
Total liabilities and net assets	64, 556, 387	70, 216, 238	5, 659, 851	8. 8	58, 595, 137

(Note) Amounts of less than one thousand yen have been rounded down.

(2) Quarterly Non-Consolidated Statements of Income

(Unit: Thousand of yen, %)

Item	Third quarter of fiscal 2006	Third quarter of Fiscal 2007	Changes		Fiscal 2006 (As of September 30, 2006)
	Amount	Amount	Amount	Percentage change	Amount
Net revenue	4, 844, 525	6, 079, 714	1, 235, 189	25. 5	7, 544, 427
Cost of revenue	330, 232	506, 012	175, 779	53. 2	431, 256
Gross profit	4, 514, 292	5, 573, 702	1, 059, 409	23. 5	7, 113, 171
Selling, general and administrative expenses	794, 342	1, 635, 912	841, 570	105. 9	1, 297, 778
Operating income	3, 719, 950	3, 937, 789	217, 838	5. 9	5, 815, 392
Other income	8, 949	71, 598	62, 649	700. 0	14, 566
Other expenses	180, 388	498, 954	318, 565	176. 6	349, 578
Ordinary profit	3, 548, 511	3, 510, 434	△38, 077	△1. 1	5, 480, 380
Extraordinary loss	—	464, 376	464, 376	—	—
Income before income taxes	3, 548, 511	3, 046, 058	△502, 453	△14. 2	5, 480, 380
Income taxes	1, 415, 645	1, 306, 295	△109, 349	△7. 7	2, 450, 597
Income tax adjustment	—	△51, 582	△51, 582	—	△204, 844
Net income	2, 132, 866	1, 791, 345	△341, 520	△16. 0	3, 234, 627

(Note) Amounts of less than one thousand yen have been rounded down.