

UNOFFICIAL TRANSLATION
The official press release is in Japanese.

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Notice concerning the establishment of Public Finance Institute and Public Sector Asset Management

Tokyo, July 6, 2009—FinTech Global Incorporated (hereafter, “FGI” or “the Company”) is pleased to announce management’s decision to pursue full-scale development of the public sector–related business—financial services and solutions involving public assets held by local governments—and the associated establishment of two subsidiaries that will underpin this wider scope of activity. Public Finance Institute Ltd., will conduct surveys and research with an emphasis on public sector financing and offer related consultations, and Public Sector Asset Management Ltd., will provide asset management services involving public assets.

Particulars

1. Reason for establishing subsidiaries

Local governments are finding their financial positions are becoming increasingly precarious, owing to rising financial assistance costs, reduced local grant tax and diversifying administrative needs, including responses to environmental issues and demand for parenting support. Bottom lines are being further eroded by a shortage of tax revenue due to the economic downturn. In addition, an immense financial burden looms before local governments, since many facilities, particularly public housing—sprawling apartment complexes built after World War II and through the high-growth years—and infrastructures, such as roadways and waterworks, are old and dilapidated and must be upgraded. Even municipal offices are in need of renovation.

Another issue to deal with is a financial health law for local governments designed to prevent bankruptcy that went into effect April 1, 2009. It requires

changes in the way local governments disclose assets and debts and obligates them to improve operations at struggling public corporations under their control. This mandated disclosure will undoubtedly reveal an increasing number of deficits—that is, hidden debt comprising loan guarantees and compensation for losses at public corporations—for public corporations responsible for waterworks, hospitals and other municipal operations.

Under the new law, if, based on measures of financial soundness set by the national government, the financial health of a local government deteriorates to a level that necessitates corrective action, the national government or an appointed agency will become involved in that local government's finances and the local government will lose its autonomy. Measures to strengthen financial positions are thus a topic of the utmost urgency.

Given this situation, local governments will be working to reinforce efforts to ensure a sound state of financial health. The FGI Group will be ready to provide total support, drawing on the expertise of FGI, Public Management Consulting Corporation and the two newly established companies, Public Finance Institute and Public Sector Asset Management. The all-round approach will cover public-sector accounting consultations; proposals on methods, such as liquidation of assets held by local governments and public corporations and public/private partnerships (PPP), to enhance financial position; information on financing for public services; securitization arrangements; and asset management on chosen investment vehicles.

Each company will utilize their respective capabilities to the full to develop the following activities under the Group umbrella.

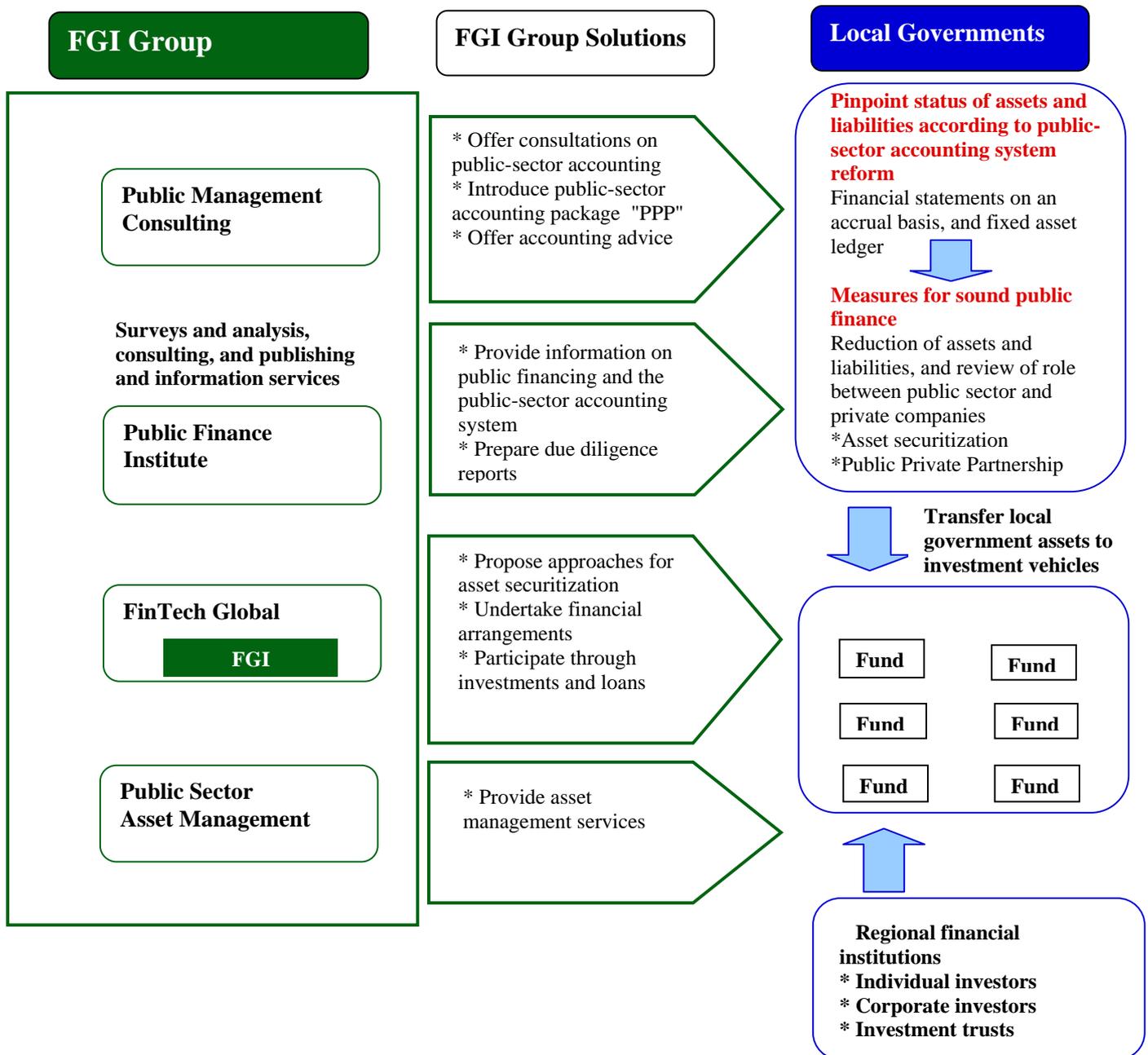
- (1) Public Management Consulting will work on public-sector software development, sales and consulting and utilize public-sector accounting know-how and its existing client network to pursue accounting advisory services for local governments and source new projects.

- (2) Public Finance Institute will draw on the expertise of business professionals and frontline researchers in finance, PPP and administrative finances to survey and analyze financing that supports national and local governments in the operation of assets and in fiscal restructuring and to identify potential PPPs. The company will be a conduit to the latest information through seminars and publications aimed at national and local government officials. The company will also look for projects that might benefit the local governments subscribing to its information services and will offer business advice.

- (3) FGI will take advantage of the client network built by Group companies to facilitate its search for projects. The Company will also utilize proven results and know-how gained as an arranger of securitized products as well as its connections to investors and financial institutions to execute public service financing arrangements, including scheme formation and efforts to bring lenders and investors on board, and to participate itself as a lender or investor.

- (4) Public Sector Asset Management plans to manage assets transferred by clients, primarily local governments, to investment vehicles on behalf of these clients. The company will also develop activities based on prudent market research and analysis by other members of the FGI Group and may acquire a license to operate investments.

Role of FGI Group companies in public sector-related business



2. Profiles of New Subsidiaries

A. Public Finance Institute Ltd.

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| (1) | Name | Public Finance Institutes Ltd. |
| (2) | Principal activities | Surveys and analysis, consulting, publishing and information services related to public finance |
| (3) | Date of establishment | June 29, 2009 |
| (4) | Head office | Toranomon Towers Office,
1-28, Toranomon 4-chome, Minato-ku, Tokyo |
| (5) | Board of directors | Hiroto Abe, (Joint representative of Public sector finance association)
Katsuhiko Eguchi, Director (President, PHP Research Institute, Inc.)
Yuji Nemoto, Director (Professor, public/private partnership, graduate school of economics, Toyo University)
Fumiki Sakurauchi, Director (Former deputy Director, Ministry of Finance; former associate professor, Faculty of economics, Niigata University)
Nobumitsu Tamai, Director (President of FGI) |
| (6) | Paid-in capital | ¥50 million |
| (7) | Number of issued shares | 1,000 shares |
| (8) | Principal shareholders and equity stakes | 100% ownership by the Company |

B. Public Sector Asset Management Ltd.

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| (1) | Name | Public Sector Asset Management Ltd. |
| (2) | Principal activities | Public sector asset management (Considering acquisition of approval and license for investment management under Financial Instruments and Exchange Law) |
| (3) | Date of establishment | June 29, 2009 |
| (4) | Head office | Toranomon Towers Office,
1-28, Toranomon 4-chome, Minato-ku, Tokyo |
| (5) | Representative | Nobumitsu Tamai, President (President of FGI) |
| (6) | Paid-in capital | ¥1 million (the Company plans to increase its investment) |
| (7) | Number of issued shares | 20 shares |
| (8) | Principal shareholders and equity stakes | 100% ownership by the Company |

3. Outlook

The establishment of Public Finance Institute and Public Sector Asset Management and full-scale development of the public sector-related business may or may not have an impact on fiscal results. The Company will swiftly disclose any impact if and when such developments are identified.

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