

Results for First Quarter of Fiscal 2012, ending September 30, 2012

February 2012

FinTech Global Incorporated

Mothers Stock Code: 8789

<http://www.fgi.co.jp/>

Fiscal 2012 First Quarter Consolidated Performance

(Millions of yen)	Fiscal 2011 First Quarter	Fiscal 2012 First Quarter	YOY Change	Fiscal 2012 Full Year Forecast
Revenue	943	721	-221	3,560
Gross profit	373	318	-54	—
Operating loss	(117)	(134)	-16	80
Ordinary loss	(147)	(134)	+12	150
Net loss	(100)	(129)	-29	280



Overall Business Status

No change to full-year forecasts.

- ✓ Laid the foundation to secure future profit opportunities from investments and financial advisory services directed toward growth companies and clients undergoing corporate rehabilitation.
 - FinTech Global Securities, Inc. (FGS), as financial advisor to a listed company on the execution of a third-party allocation of shares to increase capital, introduced a prominent Chinese company to this client and has followed with support for the capital increase and business development activities.
 - FGI was appointed joint sponsor to provide strategic financial advice on revitalization support for a listed company.
 - ⇒ Will promote financial arrangements as well as investment and business opportunities in Japan for overseas investors.
 - FGI's own principal investment operations booked revenue, thanks to exits on investments made in the previous term. FinTech GIMV Fund built up investment in growth companies but signed stock transfer agreements on some deals, which should be recorded as revenue on the books in the second quarter.
- ✓ FGI Capital Partners, Ltd. (FGICP), began offering a new, event-driven investment management strategy
Underpinned by favorable performance, FGICP will strive to boost its balance of assets under management from such investors as pension funds.
- ✓ In the reinsurance business, Crane Reinsurance Limited—a company in FGI's investment portfolio—did not receive billing notification for the first quarter from its ceding source in time to post revenue data into its accounts. Income and expenses based on this statement, which is expected with the next notification, will be booked in the next quarter. Note that Crane Re has not concluded any new reinsurance policies since January 2012 and will therefore be booking premium receipts and payments on existing policies only. At the same time, management will be rethinking the reinsurance underwriting business and implementing an overall business review.
 - *The lack of new reinsurance underwriting policies has been addressed in the full-year business forecast.



Group Operations

- ✓ FGI established the Group Business Development Division in December 2011 to encourage seamless cooperation among Group companies and seek out and expand new business opportunities.

Business Summary by Segment

		Fiscal 2011 First Quarter		Fiscal 2012 First Quarter		YOY Change		(Thousands of yen)
		Revenues	Operating income (loss)	Revenues	Operating income (loss)	Revenues	Operating income (loss)	Principal Consolidated Subsidiaries
1	Investment Banking	102,442	20,882	72,078	(9,455)	(30,363)	(30,338)	FinTech Global Securities, Inc. (FGS)
2	Asset Management Business	51,914	(21,686)	73,388	(69,527)	21,474	(47,841)	FinTech Global Asset Management Inc. (FAM) FGI Capital Partners, Inc. (FGICP)
3	Principal Investment Business	254,622	(20,156)	443,348	74,695	188,725	94,851	FinTech Global Incorporated
4	Portfolio Business	484,263	74,806	122,197	(35,958)	(362,066)	(110,764)	Beter Life Support Co., Ltd. (BELS) Crane Reinsurance Limited FinTech GIMV Fund L.P. (FGF)
5	Public Finance-Related Business	52,506	(3,048)	45,206	(41,582)	(7,299)	(38,533)	Public Management Consulting Corporation (PMC)
Total		945,749	50,797	756,220	(81,829)	(189,528)	(132,626)	
Adjustment		(1,900)	(168,508)	(34,350)	(52,402)	(32,450)	116,106	
Amount Booked on Quarterly Consolidated Statement of Income		943,849	(117,711)	721,870	(134,231)	(221,978)	(16,519)	

1

Despite achieving earnings from such activities as financial advisory services and arrangement services on a third-party allocation of shares for a listed company, FGS showed a decrease in revenue and income compared with the corresponding quarter a year ago. For the full year, however, the company will be in the black, with results buoyed by activities commencing in the second quarter, namely new contracts to support corporate revitalization as well as financial arrangements derived from existing financial advisory deals. Group revenues will rise overall, through efforts to capitalize on investment opportunities discovered in the course of FGS' services and through other revenue opportunities.

2

FinTech Asset Management Incorporated (FAM) built up assets under management with the addition of hotel assets. FGICP, which came under the FGI umbrella in the third quarter of fiscal 2011, provided a larger revenue contribution. FAM will utilize approaches, including the Group's network of overseas investors, to encourage more clients to entrust assets to the company. FGICP has been actively promoting a new fund format established in November 2011 and is steadily attracting participation from institutional investors. Both companies are building up assets under management—crucial to this business—and aim to realize full-year profit and revenue stability.

3

FGI selectively contributes capital into investment and loan opportunities that have been identified inside and outside the Group. The Company is promoting activities to expand the business activities of existing investment targets still further and utilizes approaches, such as business-matching, to connect corporate investment targets with the right investors. Exits on investments made in fiscal 2011 are progressing well and returns have been booked as revenue.

4

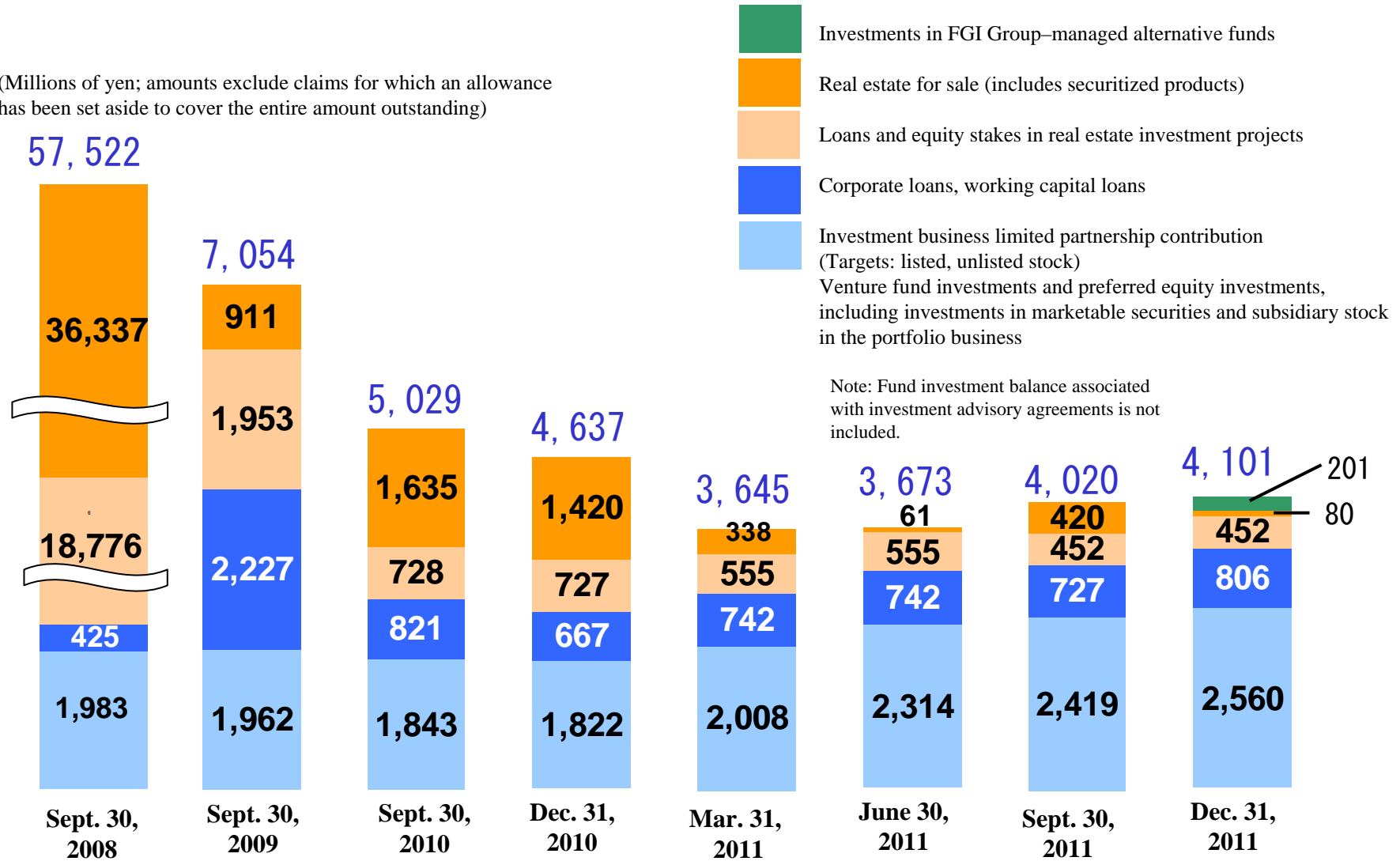
The business results of portfolio company Better Life Support Co., Ltd. (BELS) were brisk. Crane Re—another company in FGI's investment portfolio—did not receive billing notification for the first quarter from its ceding source in time to post revenue data into its accounts, so earned premiums, claims paid and costs for the first quarter were booked based on the billing notification received in the previous quarter. First-quarter billing information is expected soon and associated income and expenses will be booked in the next quarter.

5

Public Management Consulting (PMC) put a lot of effort into marketing, seeking to reserve an allocation of funds from local governments in their fiscal 2012 budgets. But many local governments were waiting for a report from the Ministry of Public Management, Home Affairs, Posts and Telecommunications' study group on the promotion of new regional public accounting, and the resulting delay led to a slowdown in demand for services and thus a year-on-year drop in income for PMC. The situation will remain difficult through March, due to lingering budget-related issues, but should brighten from the new fiscal year, beginning in April, as wider marketing channels attract new clients. This will lead to a profit position. The company also plans to actively promote new approaches to local governments, including environment-conscious energy business and related financing.

Changes in the Principal Investment Portfolio

(Millions of yen; amounts exclude claims for which an allowance has been set aside to cover the entire amount outstanding)



Note: Fund investment balance associated with investment advisory agreements is not included.

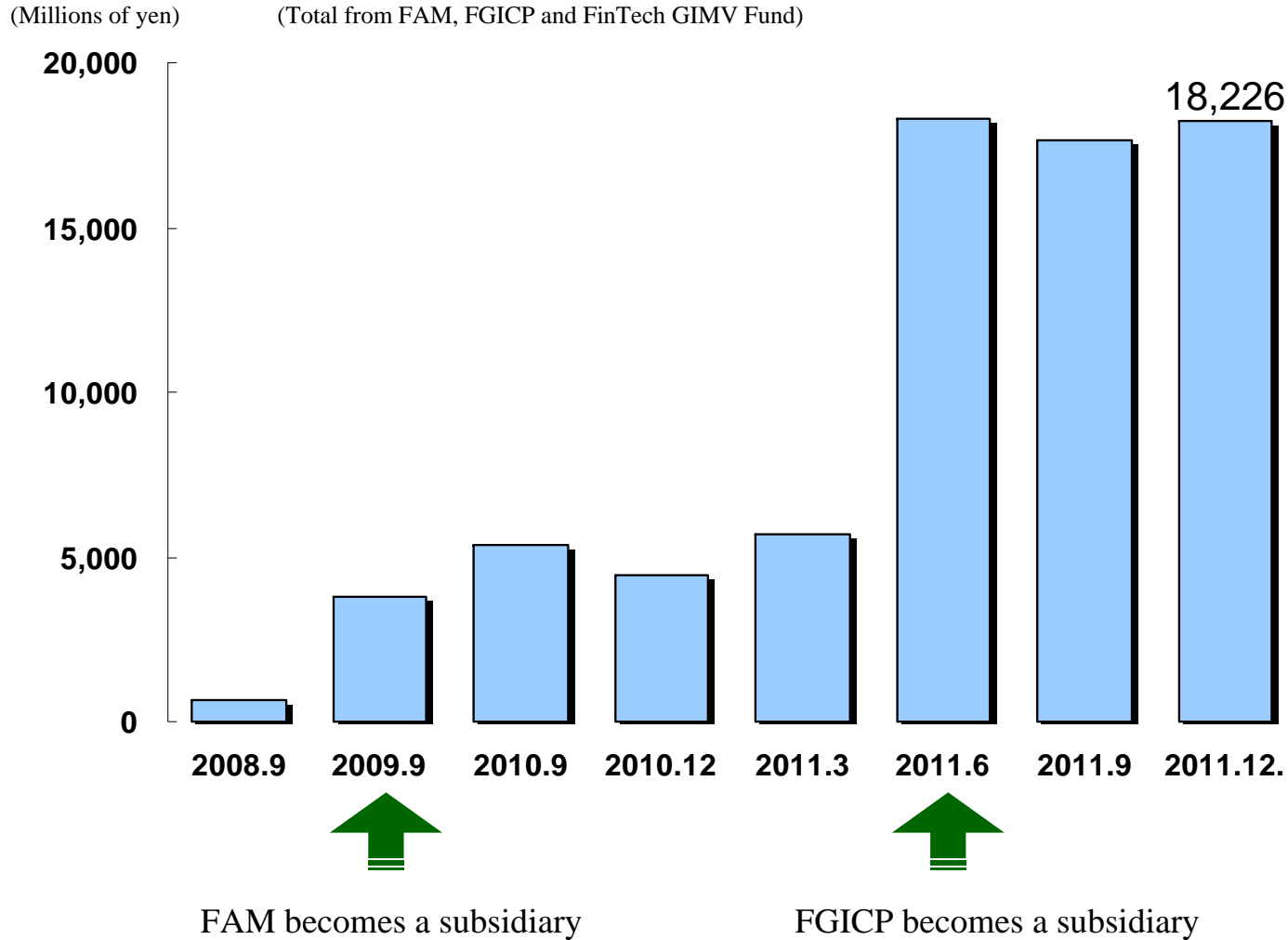


Fiscal 2011

**Fiscal 2012
First Quarter**

Changes in the FGI Group's Assets under Management Balance

Assets under management at the end of the first quarter were up over the end of fiscal 2011, owing to new real estate assets entrusted to FAM and the establishment of a new fund format at FGICP.



Consolidated Balance Sheets

(Thousands of yen)

Assets

	Fiscal 2011	Fiscal 2012 First Quarter	Change
Current Assets	6,656,212	6,169,554	(486,657)
Cash and time deposits	1,804,161	2,007,683	203,521
Accounts receivable, trade	125,682	122,729	(2,953)
Investments in securities, trade	2,002,744	2,345,022	342,277
Real estate for sale	420,531	80,979	(339,551)
Deffered tax assets	1,049	5,282	4,232
Loans receivable, trade	2,707,235	2,737,634	30,399
Accrued income	1,563,973	832,586	(731,387)
Other	122,286	77,943	(44,343)
Allowance for doubtful accounts	(2,091,453)	(2,040,306)	51,146
Fixed assets	1,026,282	934,365	(91,916)
Property, plant and equipment	169,408	163,151	(6,257)
Intangible fixed assets	502,844	474,215	(28,628)
Investments and other assets	354,029	296,998	(57,030)
Total assets	7,682,494	7,103,919	(578,574)

1 Increase through Group-managed alternative investments and corporate investments.

2 Decrease due to investment exits.

3 Lower loss reserve associated with earned premiums in the first quarter.

4 Drop due to quarterly net loss and dividends.

Liabilities

	Fiscal 2011	Fiscal 2012 First Quarter	Change
Current liabilities	1,176,541	1,098,348	(78,192)
Short-term debt	55,000	55,000	0
Long-term debt due within one year	81,837	82,004	167
Accrued liabilities	301,649	295,639	(6,010)
Accrued expenses	54,312	57,131	2,818
Deposits received	490,755	501,171	10,415
Other	192,986	107,402	(85,584)
Long-term liabilities	1,635,063	1,368,670	(266,392)
Long-term debt	45,157	24,656	(20,501)
Deffered tax liabilities	74,123	78,098	3,974
Accrued retirement benefits	86,097	87,988	1,890
Reserve for insurance policy	1,286,699	1,109,212	(177,486)
Other	142,985	68,715	(74,270)
Total liabilities	2,811,604	2,467,018	(344,585)
Net Assets			
Shareholders' equity	3,936,656	3,687,696	(248,959)
Common stock	2,312,384	2,312,517	133
Capital surplus	5,183	5,183	0
Retained earnings	1,671,501	1,422,407	(249,093)
Treasury Stock	(52,412)	(52,412)	0
Other comprehensive income	(179,872)	(168,773)	11,098
Valuation difference on available-for-sale securities	(629)	2,025	2,654
Foreign currency translation adjustments	(179,243)	(170,799)	8,444
Stock acquisition rights	18,091	17,311	(780)
Minority interests	1,096,015	1,100,667	4,652
Total net assets	4,870,890	4,636,901	(233,989)
Total liabilities and net assets	7,682,494	7,103,919	(578,574)

Consolidated Statements of Income

(Thousands of yen)

	Fiscal 2011 First Quarter	Fiscal 2012 First Quarter	Change	Fiscal 2011
Revenues	943,849	721,870	(221,978)	6,988,197
Cost of revenues	570,413	403,040	(167,373)	3,479,193
Gross profit/(loss)	373,435	318,830	(54,605)	3,509,003
1 Selling, general and administrative	491,147	453,061	(38,085)	2,232,314
Operating income/(loss)	(117,711)	(134,231)	(16,519)	1,276,688
Other income	2,189	4,054	1,865	13,940
Other expenses	31,536	4,498	(27,037)	69,728
Ordinary profit/(loss)	(147,058)	(134,674)	12,383	1,220,900
Extraordinary profit	53,829	866	(52,962)	589,628
Extraordinary loss	18,478	8,364	(10,113)	398,839
Income/(Loss) before income taxes	(111,707)	(142,173)	(30,465)	1,411,689
Income taxes	6,246	3,673	(2,572)	61,432
Income/(Loss) before minority interests	(117,953)	(145,846)	(27,893)	1,350,257
Minority Interests/(loss)	(17,417)	(15,917)	1,499	(53,789)
Net income/(loss)	(100,536)	(129,929)	(29,392)	1,404,046

1

Decrease due to booking of negative transaction difference following exits on loans receivable, trade for which an allowance had already been set aside. Other expenses and personnel costs were roughly the same as in the corresponding quarter a year ago.

Reference Materials

- **Quarterly Non-Consolidated Financial Statements (Balance Sheets and Statements of Income)**
- **Changes in Financial Indicators (Consolidated)**
- **Summary of Subsidiary Results**

Quarterly Non-Consolidated Balance Sheets

Assets

	Fiscal 2011	Fiscal 2012 First Quarter	Change
Current Assets	3,066,538	2,949,387	(117,150)
Cash and time deposits	425,683	299,000	(126,683)
Accounts receivable, trade	105	105	0
Investments in securities, trade	799,007	999,697	200,690
Real estate for sale	284,078	80,979	(203,099)
Deferred tax assets	2,718,194	2,748,593	30,399
Loans receivable, trade	146,127	51,017	(95,110)
Accrued income	758,545	775,048	16,503
Other	35,005	34,878	(126)
Allowance for doubtful accounts	(2,100,208)	(2,039,933)	60,275
Fixed assets	3,843,843	3,926,430	82,587
Property, plant and equipment	157,079	151,853	(5,225)
Intangible fixed assets	10,684	9,372	(1,311)
Investments and other assets	3,676,079	3,765,204	89,124
Total assets	6,910,381	6,875,818	(34,563)

(Thousands of yen)

Liabilities

	Fiscal 2011	Fiscal 2012 First Quarter	Change
Current liabilities	2,977,952	3,081,362	103,410
Short-term debt	1,287,026	1,325,601	38,575
Accrued expenses	1,155,402	1,189,555	34,153
Deposits received	483,602	497,825	14,223
Other	51,920	68,379	16,458
Noncurrent Liabilities	38,268	38,114	(154)
Accrued retirement benefits	22,317	24,298	1,981
Other	15,951	13,816	(2,135)
Total liabilities	3,016,221	3,119,477	103,256

Net Assets

Shareholders' equity	3,876,068	3,739,029	(137,039)
Common stock	2,312,384	2,312,517	133
Additional paid-in capital	14	14	0
Retained earnings	1,563,669	1,426,497	(137,172)
Stock acquisition rights	18,091	17,311	(780)
Total net assets	3,894,160	3,756,341	(137,819)
Total liabilities and net assets	6,910,381	6,875,818	(34,563)

Non-Consolidated Statements of Income

(Thousands of yen)

	Fiscal 2011 First Quarter	Fiscal 2012 First Quarter	Change	Fiscal 2011
Revenues	401,185	345,502	(55,683)	4,474,381
Cost of revenues	257,425	205,693	(51,732)	1,840,575
Gross profit/(loss)	143,759	139,808	(3,950)	2,633,805
1 Selling, general and administrative	343,460	151,155	(192,304)	1,372,350
Operating income/(loss)	(199,700)	(11,346)	188,354	1,261,455
Other income	3,195	3,266	70	14,352
Other expenses	15,403	537	(14,866)	30,875
Ordinary profit/(loss)	(211,908)	(8,617)	203,291	1,244,931
Extraordinary profit	53,644	866	(52,777)	496,433
Extraordinary loss	7,525	8,214	689	176,484
Income/(Loss) before income taxes	(165,789)	(15,965)	149,824	1,564,879
Income taxes	302	302	0	1,210
Net income/(loss)	(166,092)	(16,268)	149,824	1,563,669

1

Decrease due to booking of negative transaction difference following exits on loans receivable, trade for which an allowance had already been set aside and also due to a decline in payment fees

Changes in Key Financial Data

Fiscal Year		Fiscal 2007	Fiscal 2008	Fiscal 2009	Fiscal 2010	Fiscal 2011	First quarter Fiscal 2012
Net revenues	(millions of yen)	16,914	14,165	10,385	3,465	6,988	721
Gross profit	(millions of yen)	11,432	8,314	(7,326)	935	3,509	318
Ordinary income (loss)	(millions of yen)	5,951	(9,114)	(21,197)	(2,604)	1,220	(134)
Net income (loss)	(millions of yen)	1,767	(7,160)	(12,091)	(2,172)	1,404	(129)
Net assets	(millions of yen)	27,191	17,426	5,447	3,164	4,870	4,636
Total assets	(millions of yen)	90,740	79,021	15,766	7,352	7,682	7,103
Net assets per share	(yen)	20,798	13,912	3,851	2,025	3,152	2,953
Net income (loss) per share	(yen)	1,484	(5,937)	(10,008)	(1,799)	1,169	(109)
Diluted net income (loss) per share	(yen)	1,395	—	—	—	1,168	—
Equity to total asset ratio	(%)	28	21	30	33	49	50
Equity to net income ratio	(%)	7	(34)	(113)	(61)	45	—
Price earning ratio(PER)	(times)	24	—	—	—	3	—
Cash flow from operating activities	(millions of yen)	(10,000)	13,155	8,333	626	1,953	—
Cash flow from investing activities	(millions of yen)	(7,150)	(12,099)	7,687	(2,281)	(631)	—
Cash flow from financing activities	(millions of yen)	15,018	(6,743)	(19,674)	(3,376)	(413)	—
Cash and cash equivalents at the end of the fiscal year	(millions of yen)	15,163	9,500	5,811	829	1,711	—
Number of employees (consolidated)(part-time employee)	(employees)	129(11)	112(7)	117(16)	72(13)	70(16)	69(25)
Number of employees (non-consolidated)(part-time employee)	(employees)	78(8)	83(5)	50(5)	40(2)	15(2)	16(4)

※FGI had split its stock at a ratio of 5 for 1 ordinary stock as of October 1, 2006.

Summary of Subsidiary Results

(Millions of yen)

FinTech Global Securities (FGS)	Fiscal 2010			Fiscal 2011			Fiscal 2012
	1st half	2nd half	Full year	1st half	2nd half	Full year	1Q
Revenues	8	1	10	309	138	448	72
Gross profit (loss)	8	1	10	306	138	445	72
Ordinary profit (loss)	(33)	(42)	(76)	150	(56)	93	(9)

FinTech Asset Management (FAM)	Fiscal 2010			Fiscal 2011			Fiscal 2012
	1st half	2nd half	Full year	1st half	2nd half	Full year	1Q
Revenues	33	49	83	178	166	344	25
Gross profit (loss)	33	49	83	178	119	297	25
Ordinary profit (loss)	0	24	24	19	(27)	(8)	(8)

FGI Capital Partners	Fiscal 2011 (2011.5~6) (*)	Fiscal 2012
		1Q
Revenues	110	47
Gross profit (loss)	110	47
Ordinary profit (loss)	(32)	(52)

(*) included in consolidated performance since May 2011

Public Management Consulting	Fiscal 2010			Fiscal 2011			Fiscal 2012
	1st half	2nd half	Full year	1st half	2nd half	Full year	1Q
Revenues	121	50	172	122	85	208	45
Gross profit (loss)	19	(55)	(36)	57	21	79	0
Ordinary profit (loss)	(41)	(165)	(206)	1	(46)	(44)	(41)

Better Life Support	Fiscal 2010			Fiscal 2011			Fiscal 2012
	1st half	2nd half	Full year	1st half	2nd half	Full year	1Q
Revenues	254	292	546	244	274	518	121
Gross profit (loss)	196	235	433	190	232	423	101
Ordinary profit (loss)	0	30	31	2	51	53	6

Crane Reinsurance	Fiscal 2010			Fiscal 2011			Fiscal 2012
	1st half	2nd half	Full year	1st half	2nd half	Full year	1Q
Revenues	444	47	492	618	789	1,408	0
Gross profit (loss)	(36)	14	(21)	134	18	153	(2)
Ordinary profit (loss)	(39)	(33)	(72)	125	(33)	112	(11)

Disclaimer

Certain statements made in these materials, including some management targets, may contain forward-looking statements which reflect management's views and assumptions. Management targets represent goals that management will strive to achieve through the successful implementation of business strategies for the FGI Group. The Group may not be successful in implementing its business strategies, and management may fail to achieve its targets. Management targets and other forward-looking statements involve current assumptions of future events as well as risks and uncertainties that could significantly affect expected results, including adverse economic conditions in Japan, the United States or other countries; declining real estate and/or stock prices; additional corporate bankruptcies or additional problems in business sectors to which Group companies lend; difficulties or delays in integrating businesses and achieving desired cost savings; increased competitive pressures; changes in laws and regulations applicable to the Group's businesses; and adverse changes in Japanese economic policies.

To the extent materials containing forward-looking statements remain in available documents, we have no obligation nor the intent to update such forward-looking statements.