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Company Name:	FinTech Global Incorporated
Address:	Toranomon Towers Office, 1-28, Toranomom 4-chome, Minato-ku, Tokyo
Representative:	Nobumitsu Tamai, President and CEO
Stock Listing:	Tokyo Stock Exchange, Mothers
Stock Code:	8789
Inquiries:	Seigo Washimoto, Managing Director and Executive Officer, Head of Business Management Department
Tel:	+81-3-5733-2121

Notice concerning Transfer of Shares Following Change in Subsidiary Status

Tokyo, March 15, 2013—The Board of Directors resolved today that FinTech Global Incorporated (hereafter, “the Company” and “FGI”) would transfer some of the stock it holds in consolidated subsidiary FGI Capital Partners, Inc. (hereafter, “FGICP”) to Tenderness Asset Management Co., Ltd. (hereafter, “Tenderness”). Details are provided below.

Note that FGICP will no longer be treated as a consolidated subsidiary, after the transfer of shares, and instead become an affiliate accounted for by the equity method.

Particulars

1. Reason for transfer of shares

FGICP has developed a business, geared mainly to domestic pension funds, with an emphasis on unique investment products utilizing marketable securities. But a scandal in early 2012 involving AIJ Investment Advisors—a Tokyo-based money manager that lost clients’ pension assets through bad equity and bond derivatives trading and falsified reports to investors to hide the losses—tainted the whole industry and prompted pension funds to take a more cautious stance towards new investment activities. This inevitably hindered the ability of independent fund managers, such as FGICP, to build assets under management. To address this situation, FGI had to consider to a drastic business restructuring at FGICP, including entering into alliances with other companies.

This line of approach led to the Board of Directors’ decision today to transfer some of the equity held by FGI in FGICP to Tenderness, after which the two companies will work together to grow FGICP’s operations. For FGICP, this alliance will provide access to the business know-how and flexible product development capabilities that Tenderness has accumulated as a financial instruments business operator while still retaining its connection to the FGI Group, which will underpin new business development.

The Group as a whole is also expected to benefit tremendously from this alliance because FGICP will continue to function as an investment management company under the Group umbrella even after the share transfer and will continue to provide marketable

securities investment management and other services to the investor base built by other members of the FGI Group.

It should be noted that FGICP is, in principle, on a course to cancel previously concluded discretionary investment agreements and investment advisory agreements. In addition, the management structure will be completely revised following the share transfer, and a new business structure that covers investment management and other services for investment deals identified during the course of Group business activities will be put forward at an early stage along with measures to achieve low-cost operations. Through these steps, FGICP is expected to return to profit within a relatively short period.

2. Outline of subsidiary undergoing change in status (FGICP)

(1)	Name	FGI Capital Partners, Inc.		
(2)	Address	Toranomom Towers Office, 1-28, Toranomom 4-chome, Minato-ku, Tokyo		
(3)	Representative	Robert Hirst, President		
(4)	Business description	<ul style="list-style-type: none"> • Financial instruments business operator (investment management, investment advisory and agency business) • Hedge funds, alternative investments • Venture capital 		
(5)	Paid-in capital	¥100 million		
(6)	Date of establishment	March 6, 2009		
(7)	Major shareholders and shareholding ratios	FinTech Global Incorporated 100%		
(8)	Relationships between FGI and FGICP	Capital Relationship	FGI holds 100% equity in FGICP. FGICP holds 17,400 shares in FGI (Note 1).	
		Personal Relationships	One FGI director holds a concurrent position as a director at FGICP. In addition, some employees are seconded from FGICP to FGI.	
		Business Relationship	FGI handles administrative tasks for FGICP. In addition, loans were granted in fiscal 2012.	
(9)	Consolidated performance and financial position for the past three years (Note 2)			
	Fiscal year	March 2010	March 2011	March 2012
	Net assets	¥184 million	¥189 million	¥150 million
	Total assets	¥196 million	¥313 million	¥185 million
	Net assets per share	¥30,797.38	¥52,290.08	¥8,634.07
	Net revenue	¥196 million	¥360 million	¥194 million
	Operating loss	¥(106) million	¥(35) million	¥(158) million
	Recurring loss	¥(105) million	¥(28) million	¥(159) million
	Net loss	¥(106) million	¥(28) million	¥(180) million
	Net loss per share	¥(17,710.74)	¥(4,728.56)	¥(27,645.94)

Notes: 1. In March 2013, all 17,400 shares held by FGICP in FGI will be sold to Tenderness No. 1 LLC (managing partner: Tenderness Asset Management Co., Ltd.), in which FGI's subsidiaries have invested funds.

2. Net assets per share is based on the number of shares outstanding at the end of the fiscal year. Net income per share is based on the average number of shares outstanding in the applicable fiscal year.

3. Outline of Counterparty to Share Transfer

(1) Name	Tenderness Asset Management Co., Ltd.
(2) Address	801 Executive Tower Toranomon, 7-16, Toranomon 2-chome, Minato-ku, Tokyo
(3) Representative	Yutaka Honma, President
(4) Business description	<ul style="list-style-type: none">• Investment advisory services for domestic and overseas investors and access to information on finance and the economy• Fund management, consultations, fund-associated back office operations
(5) Paid-in capital	¥50 million (after capital increase on March 14, 2013)
(6) Date of establishment	July 2011
(7) Net assets	¥5 million (as of December 31, 2012)
(8) Total assets	¥14 million (as of December 31, 2012)
(9) Major shareholders and shareholding ratios	Yutaka Honma (37.1%) Shigeki Aihara (31.9%)
(10) Relationships with FGI	No noteworthy capital, personal or business relationships exist between FGI and Tenderness. Similarly, no related party interests exist between the two companies.

4. Number of Shares for Transfer, Transfer Price and Status of Shareholding Before and After Transfer

(1) Shareholding prior to transfer	20,400 shares (Number of voting rights: 20,400) (Ownership: 100%)
(2) Number of shares for transfer	14,280 shares (Number of voting rights: 14,280) (Transfer price: ¥42 million)
(3) Shareholding after transfer	6,120 shares (Number of voting rights: 6,120) (Ownership: 30%)

5. Schedule

(1) Resolution by Board of Directors	March 15, 2013
(2) Conclusion of share transfer agreement	March 15, 2013
(3) Anticipated date of share transfer	March 29, 2013

6. Outlook

FGI expects to book ¥83 million in loss on sale of stock in subsidiaries and affiliates and ¥36 million as a valuation loss on stock in affiliates under extraordinary loss on a non-consolidated basis in the second quarter of the fiscal year ending September 30, 2013, but the impact on consolidated results will be minimal.

Note that FGI's reduced equity holding will turn FGICP into an affiliate accounted for by the equity method, and the company's contribution to FGI's consolidated results will decline accordingly. In addition, revenue will be limited until FGICP's new businesses are fully developed, but concerted efforts to achieve low-cost operations should deliver a dramatic improvement in the income and expenditure balance, which should put the company back into the black soon.

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