

Results for First Three Quarters of Fiscal 2015, ending September 30, 2015

August 2015

FinTech Global Incorporated

Mothers Stock Code: 8789

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

Fiscal 2015 First Three Quarters: Consolidated Performance

(Millions of yen)	Fiscal 2014 First Three Quarters (A)	Fiscal 2015 First Three Quarters (B)	YOY Change (B)-(A)	Fiscal 2014 Full Year	Fiscal 2015 Full Year (Forecast)
Revenues	2,756	3,445	689	3,911	7,000
Gross profit	1,985	1,379	(606)	2,398	—
Operating income (loss)	663	(281)	(945)	555	1,250
Ordinary income (loss)	709	(100)	(809)	684	1,200
Net income (loss)	861	(87)	(949)	923	1,100



Major developments during third quarter

①⇒Secured excellent projects in solar power generation business. Demand for arrangement transaction services down.

- Amid continued rate reductions on purchase price of electricity under feed-in tariff system, FGI prioritized measures to secure excellent projects. Secured projects will become source of revenue in fourth quarter onward. Consequently, arrangement transaction services, which enjoyed favorable demand in the first two quarters, faltered in the third quarter.

②⇒Receipt of dividends from venture capital fund (FGF) to be booked in fourth quarter.

- Set to receive dividends of US\$5.8 million from exits on large investments in FGF portfolio in June 2015. Investment multiple on large deals is about four times. FGF's financial statements to June 2015, which reflect the exit, should be delivered to FGI during the fourth quarter of fiscal 2015. (Amount reflected in original performance outlook announced in November 2014.)

③⇒Metsä project begins in earnest.

- Sales agreement for property on the shores of Lake Miyazawa, in the city of Hanno, Saitama Prefecture, signed with Seibu Railway Co., Ltd., on June 30, 2015.
- Signed Basic Agreement on Local Renaissance with city of Hanno, the local governing authority. Will work jointly with city on project that enables visitors to experience Moomin world and also on efforts to promote tourism in the area.

④⇒Exercise of rights to 14th Series of Share Warrants moved forward, with end date of August 4.

- Issued on April 7, 2015. Raised ¥2,392 million by end of exercise period on August 4. Applications will be 1) Moomin theme park project and 2) investment in and loans to renewable energy projects or else venture firms, including venture funds.

⑤⇒Construction company Okayama Corporation removed from scope of consolidation in third quarter due to sale of shares.

Forward-looking statements, such as performance forecasts, are based on information available to management and on certain reasonable assumptions. Please note that various factors beyond management's control could cause actual results and other developments to be very different than expected.

Segment Performance

Note: Revenues include inter-segment transactions.

	(Millions of yen)	Fiscal 2014 First Three Quarters	Fiscal 2015 First Three Quarters	YOY Change	Principal Consolidated Subsidiaries
1	Investment Banking Business	Revenue 1,522 Operating income (loss) 1,277	Revenue 785 Operating income (loss) 542	(737) (734)	FGI, FinTech Global Trading(FGT)(Note) FinTech Asset Management Inc.(FAM)
2	Real Estate Business	Revenue 583 Operating income (loss) (15)	Revenue 2,213 Operating income (loss) (45)	1,630 (29)	Better Life Support Co., Ltd. (BELS) Unihouse Co.,Ltd, Better Life House Co.,Ltd. Jonan Development Co.,Ltd.,Three Oak Co.,Ltd.
3	Construction Business	Revenue 606 Operating income (loss) (7)	Revenue 423 Operating income (loss) (0)	(183) 6	Okayama Corporation(Note)
4	Others	Revenue 0 Operating income (loss) (14)	Revenue 34 Operating income (loss) (74)	(20) (59)	Moomin Monogatari Ltd., Adacotech Incorporated Public Management Consulting Corporation(PMC)(Note)
	Adjustment	Revenue 0 Operating income (loss) (575)	Revenue (11) Operating income (loss) (704)	0 (128)	
	Amount Booked on Consolidated Statement of Income	Revenue 2,756 Operating income (loss) 663	Revenue 3,445 Operating income (loss) (281)	689 (945)	

Note: Moomin Monogatari and Adacotech fall under the scope of consolidation from the second quarter of fiscal 2015, while PMC is excluded from the second quarter and Okayama Corporation is excluded from the third quarter.

- 1
 - Gained access to excellent projects through cooperation with prominent EPC (engineering, procurement and construction) providers and was able to offer investment opportunities to power providers. Provided arrangement transaction services for numerous solar power generation projects during first two quarters. Currently, anticipating access to about 10 projects, with total output of about 20MW. These projects will become sources of revenue from fourth quarter.
 - In second quarter, FAM entrusted by special purpose company that owns assisted-living housing for seniors to provide arrangement transaction services and asset management services (business under Item 3 of Real Estate Specified Joint Enterprise Law). Through lateral development, anticipate arrangement requests for several more assisted-living housing facilities in fourth quarter.
 - Venture capital fund FGF had some exits in October 2014 but some remaining companies in the portfolio suffered losses, leading to valuation losses on the books.
 - Lacked large investment exits from investment business limited partnerships that occurred in the corresponding period a year ago and added ¥1.2 billion to revenue and operating income, causing year-on-year decrease.
- 2
 - At BELS, homeowner support services marked increase in transfer of properties, and referral fee income exceeded expectations. Selected to provide homeowner support services to association with as many as 300,000 members.
 - In real estate sales activities, hinging on Better Life House, construction of detached homes commenced in the second quarter, with the first one completed in the third quarter. Sales of real estate for sale began to grow in the third quarter.
 - Unihouse faced a bit of an uphill struggle with its real estate brokerage services, but the company reinforced its corporate network to boost the contract rate. Seeking to increase its connections to major corporations and government agencies, the company strengthened its corporate sales division and pursued various approaches, including a full revision of its website for building introductions.
- 3
 - In May 2015, FGI sold all shares in Okayama Corporation, which is involved in the construction business, and the company was removed from the scope of consolidation from the third quarter. (No progress since second quarter)
- 4
 - Moomin Monogatari is working with FGI to determine the concept and content of the Metsä project.
 - Adacotech develops and markets software for anomaly detection systems using pattern recognition technology. Inquiries from major corporations, such as IP camera makers and members of the logistics and passenger transport sectors because of the applicability of the software in diverse fields, including production processes, crime-prevention, and medical treatment and nursing care.

Changes in Investment in Securities, Trade, Real Estate for Sale and Other

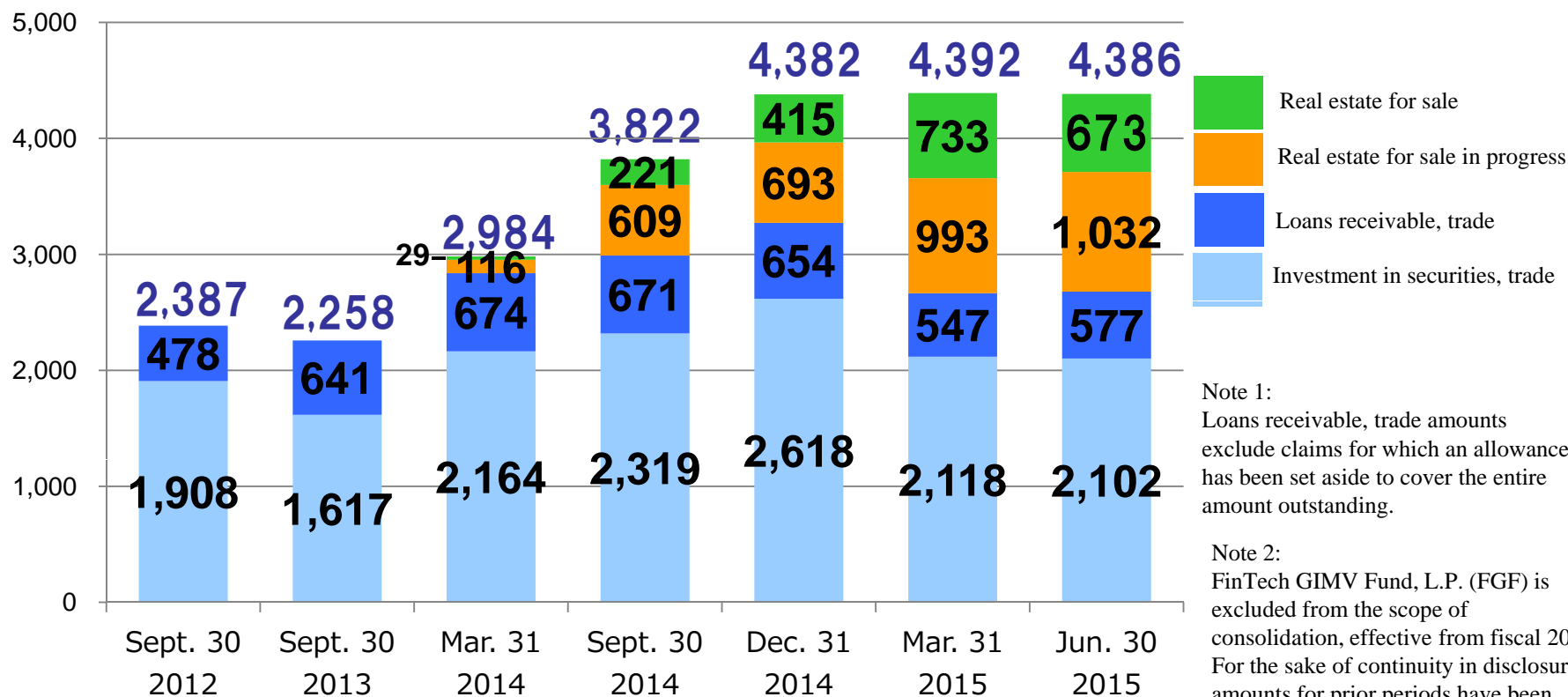
- **Investment in securities, trade**

The balance at June 30, 2015, was down ¥16 million from March 31, 2015.

FGI executed new corporate investment and recorded foreign exchange gains on dollar-denominated FGF venture capital fund, but valuation losses for FGF and investment exits from FGI-contributed corporate investment portfolio led to a net decrease.

- After purchase of land on which to build detached homes, real estate for sale and real estate for sale in progress reached a combined about ¥20 million less than at the end of the second quarter, on March 31, 2015. Revenue from real estate for sale was up.

(Millions of yen)



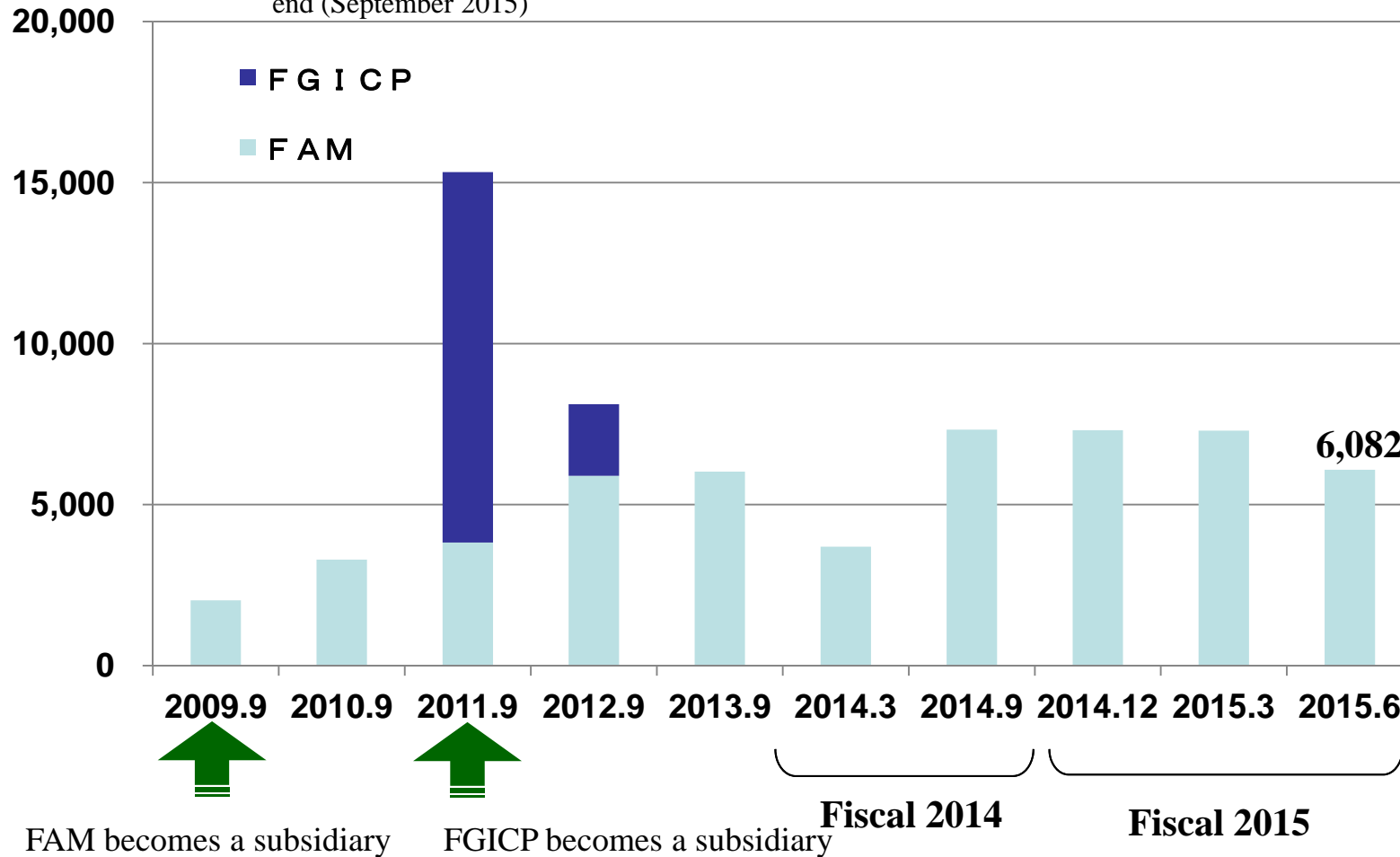
Note 1:
Loans receivable, trade amounts exclude claims for which an allowance has been set aside to cover the entire amount outstanding.

Note 2:
FinTech GIMV Fund, L.P. (FGF) is excluded from the scope of consolidation, effective from fiscal 2013. For the sake of continuity in disclosure, amounts for prior periods have been restated to exclude the FGF portion.

Changes in the FGI Group's Assets under Management Balance

(Millions of yen)

Increase in balance of assets under management for real estate-related projects.
 Balance of assets under management in corporate investment funds down as investment term comes to an end (September 2015)



Assets in FinTech GIMV Fund contributed by FGI (\$26 million as of March 31, 2015) are excluded.

Consolidated Balance Sheets

(Thousands of yen)

Assets	Fiscal 2014	Fiscal 2015 First Three Quarters	Change
Current assets	6,591,999	8,734,666	2,142,667
Cash and time deposits	2,034,917	3,670,646	1,635,728
1 Notes and accounts receivable, trade	255,142	145,617	(109,524)
※ Completed construction contracts, accounts receivable	247,275	—	(247,275)
2 Investments in securities, trade	2,319,357	2,102,513	(216,844)
Loans receivable, trade	857,021	762,732	(94,289)
3 Real estate for sale	221,332	673,301	451,969
Real estate for sale in progress	609,460	1,032,734	423,273
※ Costs on uncompleted construction contracts	2,387	—	(2,387)
Other current assets	329,132	580,415	251,282
Allowance for doubtful assets	(284,028)	(233,293)	50,734
Noncurrent assets	860,247	866,376	6,129
Property, plant and equipment	121,373	315,014	193,641
4 Intangible fixed assets	164,331	155,403	(8,928)
Investments and other assets	574,541	395,959	(178,582)
Total assets	7,452,246	9,601,043	2,148,797

1 Decrease due to collection of accounts receivable on arrangements for renewable energy projects

2 Exit activity on corporate investments with FGI contributions moved forward, but additional corporate investments made. Balance decreased due to change in Moomin Monogatari to subsidiary status.

3 Increase mainly due to acquisition of land by the real estate business for building homes

4 Real estate subsidiary purchased office space paralleling business expansion

5 Increase due to receipt of proportional dividends from venture fund (FGF)

6 Increase due to loans in the real estate business and bond issuance

Liabilities	Fiscal 2014	Fiscal 2015 First Three Quarters	Change
Current liabilities	1,459,524	2,615,119	1,155,594
※ Notes and accounts payable, trade	254,826	11,987	(242,838)
※ Accounts payable for construction contracts	65,396	—	(65,396)
6 Short-term loans payable	628,100	1,314,845	686,745
Current portion of bonds	16,000	46,000	30,000
Current portion of long-term loans payable	13,068	158,552	145,484
※ Advances received on uncompleted construction	55,867	—	(55,867)
5 Deposits received	187,038	806,454	619,416
Other current liabilities	239,228	277,279	38,051
Noncurrent liabilities	457,877	696,566	238,688
6 Bonds payable	24,000	121,000	97,000
Long-term loans payable	226,591	413,930	187,339
Net defined benefit liability	148,926	114,250	(34,676)
Deferred tax liability	45,797	35,172	(10,624)
Other noncurrent liabilities	12,562	12,213	(349)
Total liabilities	1,917,402	3,311,686	1,394,283

Net assets

Shareholders' equity	5,507,738	6,254,236	746,497
Common stock	3,351,561	3,860,918	509,356
Additional paid-in capital	929,373	1,438,730	509,356
Retained earnings	1,226,803	954,587	(272,216)
Accumulated other comprehensive income	(573)	(42,292)	(41,718)
Subscription rights to shares	4,168	21,784	17,616
Minority interests	23,510	55,628	32,117
Total net assets	5,534,844	6,289,357	754,513
Total liabilities and net assets	7,452,246	9,601,043	2,148,797

* Line item amount decreased greatly or balanced at zero, due to exclusion of Okayama Corporation from scope of consolidation

Consolidated Statements of Income

(Thousands of yen)

		Fiscal 2014 First Three Quarters	Fiscal 2015 First Three Quarters	Change
Revenue	1	2,756,648	3,445,881	689,233
Cost of revenue		771,082	2,066,561	1,295,478
Gross profit		1,985,565	1,379,319	(606,245)
Selling, general and administrative expenses	2	1,321,594	1,660,978	339,383
Operating income/(loss)		663,970	(281,658)	(945,629)
Other income		56,152	210,734	154,581
Other expenses		10,755	29,677	18,922
Ordinary profit/(loss)		709,368	(100,601)	(809,969)
Extraordinary profit		178,200	23,930	(154,269)
Extraordinary loss		13,184	2,280	(10,904)
Income before income taxes		874,383	(78,951)	(953,335)
Income taxes		6,521	18,359	11,837
Income before minority interests		867,862	(97,310)	(965,172)
Minority interests/(loss)		6,275	(9,327)	(15,603)
Net income/(loss)		861,586	(87,982)	(949,568)

1 Revenue from investment banking services (requests for arrangement transaction services) was up, but the absence of major exits in corporate investment activities, as there had been in corresponding period a year ago, led to a decrease in revenue for the investment banking business. Revenue and cost of revenue in the real estate business were up (consolidated accounts reflect inclusion of income statements from five consolidated subsidiaries in the real estate business, as of the third quarter of fiscal 2014)

2 No arbitration costs were booked in the first three quarters of 2015, whereas such costs existed in the first three quarters of fiscal 2014. Nevertheless, efforts to strengthen personnel as well as an increase in subsidiaries under consolidation led to higher personnel costs and rent. In addition, advertising and promotions in the real estate business were up.

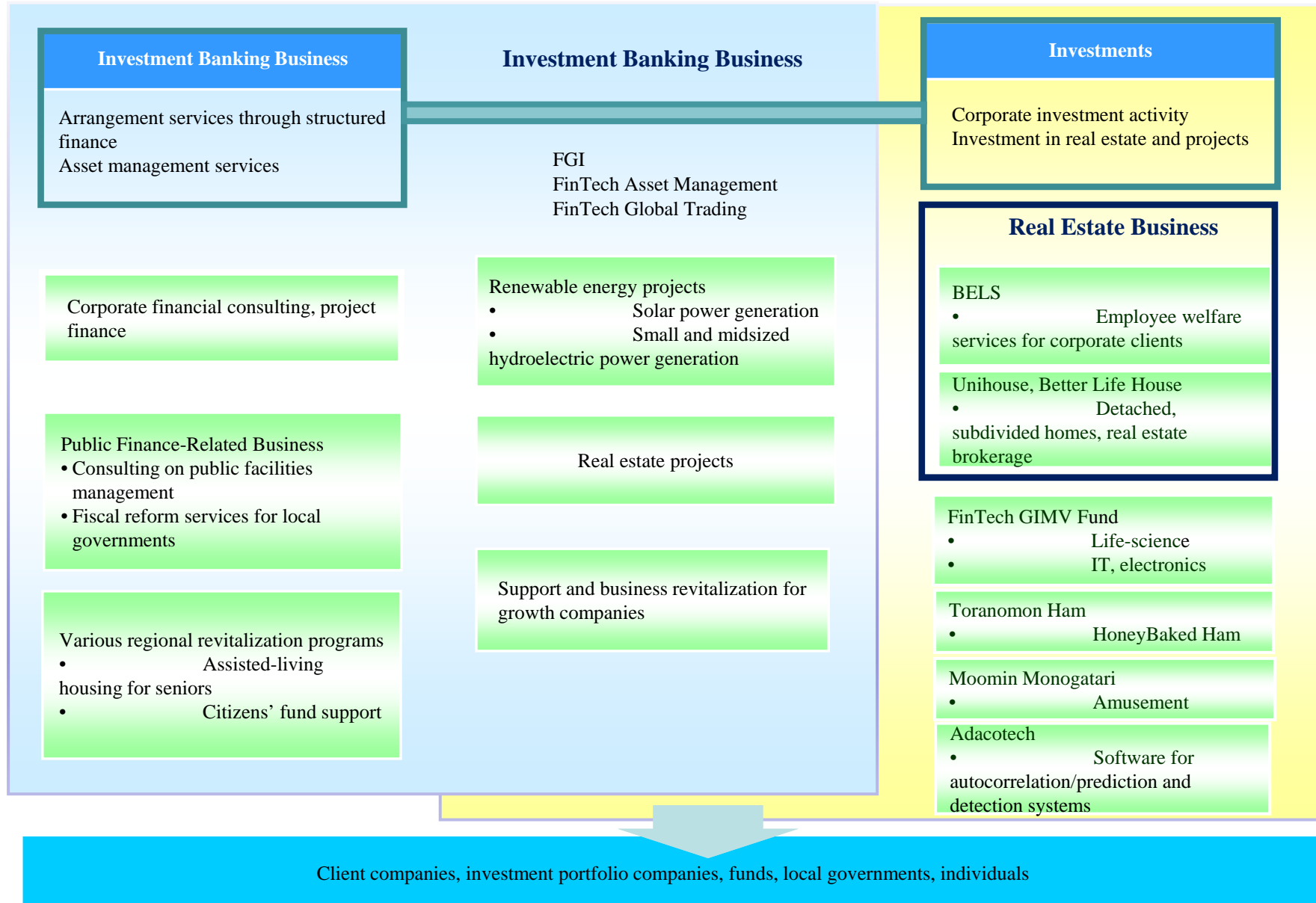
3 Booked ¥166 million in gain on foreign exchange. Mainly from investment in dollar-denominated FGI venture capital fund.

Reference Materials

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

FGI Group Business Domains

FGI got its start in arrangement services using structured finance and has expanded its scope of business activity to cover asset management, corporate investment and investment in real estate.



Quarterly Non-Consolidated Balance Sheets

(Thousands of yen)

Assets			
	Fiscal 2014	Fiscal 2015 First Three Quarters	Change
Current Assets	4,837,705	6,594,812	1,757,106
Cash and time deposits	1,172,656	3,047,097	1,874,441
Accounts receivable, trade	205,826	106,962	(98,864)
Investment in securities, trade	2,313,509	1,995,154	(318,355)
Loans receivable, trade	877,981	783,692	(94,289)
Short-term loans	443,504	756,887	313,383
Other current assets	104,211	182,279	78,068
Allowance for doubtful assets	(279,984)	(277,261)	2,722
Noncurrent assets	905,930	992,920	86,990
Property, plant and equipment	107,451	100,185	(7,265)
Intangible assets	1,961	9,670	7,709
Investments and other assets	796,517	883,064	86,546
Total assets	5,743,636	7,587,733	1,844,097

Liabilities			
	Fiscal 2014	Fiscal 2015 First Three Quarters	Change
Current liabilities	548,909	1,270,642	721,733
Accounts payable-trade	46,938	11,861	(35,077)
Short-term loans payable	265,100	391,600	126,500
Current portion of long-term debt	—	16,668	16,668
Accounts payable-others	25,525	40,860	15,335
Deposits received	163,728	772,829	609,101
Accrued employee bonuses	18,721	17,619	(1,101)
Others	28,896	19,202	(9,693)
Long-term liabilities	100,095	138,665	38,570
Long-term loans payable	—	27,776	27,776
Lease obligations	1,254	590	(664)
Provision for retirement benefits	69,925	79,792	9,866
Others	28,914	30,506	1,591
Total liabilities	649,004	1,409,307	760,303

Net Assets			
Shareholders' equity	5,091,706	6,199,602	1,107,895
Capital stock	3,351,561	3,860,918	509,356
Additional paid-in capital	916,784	1,426,140	509,356
Retained earnings	823,361	912,543	89,182
Valuation difference on available-for-sale securities	(1,243)	(42,962)	(41,718)
Subscription rights to shares	4,168	21,784	17,616
Total net assets	5,094,631	6,178,425	1,083,793
Total liabilities and net	5,743,636	7,587,733	1,844,097

Quarterly Non-Consolidated Statement of Income

(Thousands of yen)

	Fiscal 2014 First Three Quarters	Fiscal 2015 First Three Quarters	Change
Revenue	1,387,648	648,730	(738,918)
Cost of revenue	151,825	163,656	11,830
Gross profit	1,235,823	485,073	(750,749)
Selling, general and administrative expenses	667,053	787,422	120,368
Operating income/(loss)	568,769	(302,348)	(871,117)
Other income	98,496	233,719	135,222
Other expenses	68,244	52,262	(15,981)
Ordinary income/(loss)	599,022	(120,891)	(719,913)
Extraordinary profit	137	269,903	269,765
Extraordinary loss	94,108	10,930	(83,177)
Income before income taxes	505,051	138,081	(366,970)
Income taxes	(29,005)	(24,699)	4,306
Net income/(loss)	534,057	162,780	(371,276)

Changes in Key Financial Data

Fiscal Year		Fiscal 2010	Fiscal 2011	Fiscal 2012	Fiscal 2013	Fiscal 2014	First three quarters Fiscal 2015
Net Revenue	(millions of yen)	3,465	6,988	2,038	1,603	3,911	3,445
Gross profit	(millions of yen)	935	3,509	908	1,468	2,398	1,379
Ordinary income (loss)	(millions of yen)	(2,604)	1,220	(915)	88	684	(100)
Net income (loss)	(millions of yen)	(2,172)	1,404	(1,274)	182	923	(87)
Net assets	(millions of yen)	3,164	4,870	3,632	2,716	5,534	6,289
Total assets	(millions of yen)	7,352	7,682	6,417	4,770	7,452	9,601
Net assets per share	(yen)	20.25	31.52	19.82	22.23	37.41	40.21
Net income (loss) per share	(yen)	(17.99)	11.69	(10.70)	1.52	6.92	(0.59)
Diluted net income (loss) per share	(yen)	—	11.68	—	1.52	6.89	—
Equity to total asset ratio	(%)	33.3	48.9	36.8	56.4	73.9	64.7
Equity to net income ratio	(%)	(61.2)	45.3	(41.7)	7.2	22.5	—
Price earning ratio (PER)	(times)	—	2.6	—	21.9	9.2	—
Cash flow from operating activities	(millions of yen)	626	1,953	959	(464)	(2,208)	—
Cash flow from investing activities	(millions of yen)	(2,281)	(631)	80	85	509	—
Cash flow from financing activities	(millions of yen)	(3,376)	(413)	(233)	(128)	2,065	—
Cash and cash equivalents at the end	(millions of yen)	829	1,711	2,522	1,644	2,024	—
Number of employees(consolidated) (part-time employees)	(employees)	72(13)	70(17)	60(19)	51(13)	109(7)	109(9)
Number of employees(non- consolidated)(part-time employees)	(employees)	40(2)	15(2)	20(3)	26(3)	24(3)	32(3)

FGI executed a stock split on April 1, 2014, that split each share into 100 shares. Consequently, net assets per share, net income (loss) per share and net income per share after adjustment for diluted shares have been calculated as if the aforementioned stock split had occurred at the beginning of fiscal 2010.

Summary of Subsidiary Results

(Millions of yen)

Segment : Investbanking Business

FinTech Asset Management (FAM)	Fiscal 2013			Fiscal 2014			Fiscal 2015
	1st half	2nd half	Full year	1st half	2nd half	Full year	3Q
Revenue	118	73	191	179	86	265	61
Gross profit	117	73	191	179	80	260	61
Ordinary income (loss)	36	(7)	29	105	21	126	14

Segment : Investbanking Business

FinTech Global Trading (FGT) (Note1)	Fiscal 2015
	3Q (Jan 2015 ~ Jun 2015)
Revenue	165
Gross profit	163
Ordinary income (loss)	115

Segment : Construction Business

Okayama Corporation (Note) 2	Fiscal 2014	Fiscal 2015
	2nd half	(Oct 2014 ~ Mar 2015)
Revenue	979	423
Gross profit	83	54
Ordinary income (loss)	26	1

Segment : Real Estate Business

Better Life Support	Fiscal 2013			Fiscal 2014			Fiscal 2015
	1st half	2nd half	Full year	1st half	2nd half	Full year	3Q
Revenue	248	256	505	209	233	442	344
Gross profit	207	216	424	169	192	362	255
Ordinary income (loss)	2	3	5	(9)	13	3	(5)

Segment : Real Estate Business

Unihouse (Note)3 (Note)4	Fiscal 2014	Fiscal 2015
		2nd half (Apr 2014 ~ Sept 2015)
Revenue	39	323
Gross profit	39	323
Ordinary income (loss)	(63)	(52)

Segment : Real Estate Business

Jonan Development (Note)3 (Note)5	Fiscal 2014	Fiscal 2015
		2nd half (Apr 2014 ~ Sept 2015)
Revenue	152	13
Gross profit	152	13
Ordinary income (loss)	23	(11)

Segment : Real Estate Business

Better Life House (Note)3	Fiscal 2014	Fiscal 2015	Three Ork (Note)3	Fiscal 2014	Fiscal 2015
	2nd half (Apr 2014 ~ Sept 2015)	3Q		2nd half (Apr 2014 ~ Sept 2015)	3Q
Revenue	20	1,337	Revenue	321	282
Gross profit	17	94	Gross profit	30	10
Ordinary income (loss)	(11)	(13)	Ordinary income (loss)	8	9

Segment : Real Estate Business

Segment : Other

Moomin Monogatari (Note)1	Fiscal 2015
	3Q (Jan 2015 ~ Jun 2015)
Revenue	0
Gross profit	0
Ordinary income (loss)	(38)

Segment : Other

Adacotech (Note)1	Fiscal 2015
	3Q (Jan 2015 ~ Jun 2015)
Revenue	13
Gross profit	13
Ordinary income (loss)	(1)

(Note) 1 The performances of these companies are included in consolidated results from January 2015.

(Note) 2 The performance of this company is included in consolidated results from March 2014. The company was excluded from the scope of consolidation from the third quarter of fiscal 2015 due to share transfer.

(Note) 3 The performances of these companies are included in consolidated results from April 2014.

(Note) 4 On June 30, 2014, operations, including trade name, of Jonan Development (formerly, Unihouse) were transferred to Unihouse Holdings, and the trade name was changed

(Note) 5 Unihouse changed its name to Jonan Development on June 30, 2014.

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.

