

[Provisional Translation Only]

This English translation of the original Japanese document is provided solely for information purposes.

Should there be any discrepancies between this translation and the Japanese original, the latter shall prevail.

Summary of Financial and Business Results for the Fiscal Year Ending February 2012

April 19, 2012

Ichigo Group Holdings Co., Ltd. (JASDAQ, 2337)

Representative: Kenji Iwasaki, President and Representative Statutory Executive Officer

Inquiries: Takashi Minamikawa, Senior Statutory Executive Officer

Telephone: +81-3-3502-4818 www.ichigo-holdings.co.jp/english

Date of Annual General Meeting of Shareholders: May 26, 2012 (expected)

Date of Submission of *Yuka Shoken Hokokusho* (Financial Report): May 28, 2012 (expected)

Date of Dividend Payment: N/A

Supplemental Material to Financial and Business Results: Yes

Financial and Business Results Briefing: Yes (for institutional investors and analysts)

1. Consolidated Financial Results (from March 1, 2011 to February 29, 2012)

(1) Consolidated Financial Results (% change is year-on-year)

	Revenues		Operating Profit		Recurring Profit		Net Profit	
	(million yen)	(%)	(million yen)	(%)	(million yen)	(%)	(million yen)	(%)
Feb 12 Q4	18,952	48.5	1,050	-22.3	979	-39.4	1,770	185.3
Feb 11 Q4	12,760	-39.6	1,351	21.9	1,616	182.0	620	-65.7

	Net Profit per Share (basic, yen)	Net Profit per Share (diluted, yen)	Return on Equity (%)	Return on Assets (%)	Operating Profit Margin (%)
Feb 12 Q4	775.14	-	6.9	1.1	5.5
Feb 11 Q4	317.64	265.56	2.7	1.6	10.6

(2) Consolidated Financial Condition

	Total Assets (million yen)	Net Assets (million yen)	Equity Ratio (%)	Net Assets per Share (yen)
Feb 12 Q4	82,170	28,187	31.6	11,613.85
Feb 11 Q4	98,653	27,771	25.9	10,920.79

Reference: Shareholders' equity Feb 12 Q4: 25,972 million yen Feb 11 Q4: 25,514 million yen

(3) Consolidated Cash Flow

	Cash Flow from Operations (million yen)	Cash Flow from Investing (million yen)	Cash Flow from Financing (million yen)	Cash and Cash Equivalents (million yen)
Feb 12 Q4	2,127	2,808	-5,480	9,438
Feb 11 Q4	4,094	2,889	-5,078	12,343

2. Dividends

	Dividend per Share (yen)					Total Dividend (million yen)	Payout Ratio (consolidated) (%)	Dividend on Equity Ratio (consolidated) (%)
	First Quarter	Second Quarter	Third Quarter	Fourth Quarter	Fiscal Year			
Feb 11	-	0	-	0	0	0	0.0	0.0
Feb 12	-	0	-	0	0	0	0.0	0.0
Feb 13 (Expected)	-	0	-	200	200		44.7	

The Company (“Ichigo”) deems generating positive returns for its shareholders one of its most important priorities, and has a basic principle of carrying out shareholder distributions in line with Ichigo’s financial performance while securing retained earnings necessary for stable growth. During the fiscal year ending February 2012, Ichigo considered various shareholder distribution measures based upon Ichigo’s earnings outlook and possible future growth funding needs. As a consequence, Ichigo twice executed share buybacks with a total acquisition cost of JPY 935million and cancelled the repurchased shares. Given these share repurchases and cancellations, Ichigo has chosen not to pay a dividend for the fiscal year ending February 2012.

Meanwhile, Ichigo has successfully built a strong foundation of stable fee income, and SG&A and Non-Operating Expenses in the fiscal year ending February 2013 are expected to be fully covered by this fee income. Ichigo thus expects to resume dividend payments of 200 yen per share from the fiscal year ending February 2013.

3. Consolidated Forecast for the Fiscal Year Ending February 2013 (from March 1, 2012 to February 28, 2013)

(% change is year-on-year)

	Revenues		Operating Profit		Recurring Profit	
	(million yen)	(%)	(million yen)	(%)	(million yen)	(%)
FY 13 Full Year	17,000	-10.3	1,500	42.9	1,200	22.5
	Net Profit		Net Profit per Share			
	(million yen)	(%)	(Yen)			
FY 13 Full Year	1,000	-43.5	447.16			

4. Other

- (1) Changes in significant consolidated subsidiaries (material changes in scope of consolidation): None
- (2) Changes in accounting principles, procedure and presentation
 - (i) Change due to the amendments of accounting principles: Yes
 - (ii) Change due to other than the above: None

(3) Number of outstanding shares (common shares)

(i) Number of outstanding shares including treasury stock

Feb 12: 2,256,319

Feb 11: 2,336,559

(ii) Number of shares of treasury stock

Feb 12: 20,000

Feb 11: 240

(iii) Average number of outstanding shares

Feb 12: 2,283,590

Feb 11: 1,953,238

5. Parent Financial Results (from March 1, 2011 to February 29, 2012)

(1) Parent Financial Results

(% change is year on year)

	Revenues		Operating Profit		Recurring Profit		Net Profit	
	(million yen)	(%)	(million yen)	(%)	(million yen)	(%)	(million yen)	(%)
Feb 12 Q4	4,043	-12.9	215	-87.6	54	-96.5	1,672	-28.6
Feb 11 Q4	4,639	-17.0	1,734	-	1,543	-	2,341	3.5

	Net Profit per Share (basic, yen)	Net Profit per Share (diluted, yen)
Feb 12 Q4	732.60	-
Feb 11 Q4	1,198.83	1,002.26

(2) Parent Financial Condition Total Assets

	Total Assets (million yen)	Net Assets (million yen)	Equity Ratio (%)	Net Assets per Share (yen)
Feb 12 Q4	33,995	23,027	67.4	10,245.12
Feb 11 Q4	36,560	22,535	61.4	9,611.18

Reference: Shareholders' equity

Feb 12 Q4: 22,911million yen

Feb 11 Q4: 22,454 million yen

(Note)

Explanation on the Appropriate Use of the Earnings Projection:

Forward-looking statements contained in this material are based on judgments obtained from information that was available to the Company and the Group as of the announcement date. However, these statements involve risks and uncertainties. Therefore, please note that actual earnings may differ significantly from the described earnings projection as a result of various factors.

Consolidated Balance Sheet

(Million Yen)

	Feb 11 Full Year (Feb 28, 2011)	Feb 12 Full Year (Feb 29, 2012)
Assets		
Current Assets		
Cash and cash equivalents	12,343	9,791
Trade notes and accounts receivable	696	1,069
Operational investments in loans	1,135	2,527
Operational investments in securities	8,035	4,226
Real estate for sale	68,823	49,674
Other	780	1,465
Less: allowance for doubtful accounts	(4,600)	(2,930)
Total Current Assets	87,215	65,824
Fixed Assets		
Property, Plant and Equipment		
Buildings and structures	3,242	4,724
Accumulated depreciation	(1,737)	(1,821)
Buildings and structures (net)	1,504	2,903
Land	1,568	7,114
Other	354	368
Accumulated Depreciation	(248)	(276)
Other (net)	105	91
Total Tangible Assets	3,178	10,109
Intangible Assets		
Goodwill	1,970	2,077
Other	39	27
Total Intangible Assets	2,009	2,105
Investments and Other Assets		
Investments in securities	5,682	3,589
Long-term loans receivable	14	14
Other investments	684	623
Less: allowance for doubtful accounts	(131)	(96)
Total Investments and Other Assets	6,249	4,131
Total Fixed Assets	11,438	16,346
Total Assets	98,653	82,170

(Million Yen)

	Feb 11 Full Year (Feb 28, 2011)	Feb 12 Full Year (Feb 29, 2012)
Liabilities		
Current Liabilities		
Trade notes and accounts payable	47	57
Short-term borrowings	1,293	170
Corporate bonds (due within one year)	400	-
Non-recourse bonds (due within one year)	1,280	-
Long-term borrowings (due within one year)	2,874	1,768
Long-term non-recourse loans (due within one year)	25,243	8,793
Income taxes payable	99	115
Accrued bonuses	24	22
Other current liabilities	4,155	2,974
Total Current Liabilities	35,417	13,902
Long Term Liabilities		
Long-term borrowings	6,215	7,413
Long-term non-recourse loans	25,390	28,899
Long-term security deposits received	3,392	3,362
Negative goodwill	451	360
Other long-term liabilities	13	43
Total Long Term Liabilities	35,463	40,080
Total Liabilities	70,881	53,982
Net Assets		
Shareholders' Equity		
Capital	18,078	18,078
Capital reserve	2,447	2,395
Retained earnings	5,155	6,298
Treasury stock	(36)	(187)
Total Shareholders' Equity	25,644	26,584
Other Comprehensive Income		
Unrealized gain (loss) on other securities, net	362	(604)
Foreign currency translation adjustment	(492)	(7)
Total Other Comprehensive Income (loss)	(130)	(612)
Stock Acquisition Rights	80	116
Minority Interests	2,177	2,099
Total Net Assets	27,771	28,187
Total Liabilities and Net Assets	98,653	82,170

Consolidated Income Statement

(Million Yen)

	Feb 11 (From Mar 1, 2010 To Feb 28, 2011)	Feb 12 (From Mar 1, 2011 To Feb 29, 2012)
Revenues	12,760	18,952
Cost of Revenues	8,805	15,030
Gross Profit	3,954	3,921
SG&A	2,603	2,871
Operating Profit	1,351	1,050
Non-Operating Profit		
Interest income	35	5
Dividend income	11	20
Equity in earnings of affiliates	466	141
Amortization of negative goodwill	90	90
Valuation gain on foreign currency	2	-
Valuation gain on derivatives	28	-
Other	58	33
Total Non-Operating Profit	694	291
Non-Operating Expenses		
Interest on debt	340	284
Issuance cost of corporate bonds	-	48
Other	87	29
Total Non-Operating Expenses	428	361
Recurring Profit	1,616	979
Extraordinary Gain		
Gain on sales of investment securities	1,476	-
Gain on sales of equity holdings in affiliates	2,344	1,173
Other	181	75
Total Extraordinary Gain	4,002	1,248
Extraordinary Loss		
Loss on sales and retirement of fixed assets	-	38
Loss on sale of investment securities	-	62
Valuation loss on investments	-	41
Loss on business liquidation	2,643	26
Other	86	82
Total Extraordinary Loss	2,730	251
Profit before Income Taxes	2,889	1,976
Income Taxes	41	159
Profit before Gain on Minority Interests	-	1,817
Gain on Minority Interests	2,227	47
Net Profit	620	1,770
Profit before Gain on Minority Interests	-	1,817
Other Comprehensive Income		
Valuation gain (loss) on other securities	-	(420)
Foreign currency translation adjustment	-	(63)
Share of other comprehensive income associates accounted for using equity method	-	(56)
Total Other Comprehensive Income	-	(540)
Comprehensive Income	-	1,277
(Breakdown)		
Comprehensive income for shareholders of the parent company	-	1,289
Comprehensive income for minority interests	-	(11)

Consolidated Cash Flow Statement

(Million Yen)

	Feb 11 (From Mar 1, 2010 To Feb 28, 2011)	Feb 12 (From Mar 1, 2011 To Feb 29, 2012)
Cash Flows from Operating Activities:		
Income before income taxes	2,889	1,976
Depreciation	168	166
Share-based compensation expenses	47	37
Amortization of goodwill	45	107
Amortization of negative goodwill	(90)	(90)
Increase (decrease) in accrued bonuses	(20)	(2)
Increase (decrease) in allowance for doubtful accounts	216	(3,529)
Increase (decrease) in other allowances	143	(135)
Interest and dividend income	(47)	(26)
Interest payable and corporate bond interest	340	284
Issuance cost of corporate bonds	-	48
Foreign exchange loss (gain)	3	-
Equity in earnings of affiliates (gain)	(466)	(141)
Gain (loss) on sales of equity holdings in affiliates	(2,344)	(1,173)
Loss (gain) on sales of investment securities	(1,476)	62
Loss (gain) on sales and retirement of fixed assets	27	38
Loss (gain) on valuations of investment securities	0	-
Decrease (increase) in trading notes and receivable	14	(269)
Decrease (increase) in operating loans receivable	(471)	454
Decrease (increase) in operational investments in securities	(250)	3,068
Valuation loss on operational investments in securities	250	139
Decrease (increase) in operating investment	(5)	-
Decrease (increase) in real estate for sale	1,609	610
Valuation loss in real estate for sale	1,463	471
Valuation loss on investments	-	41
Decrease (increase) in accounts receivable	371	(179)
Increase (decrease) in accounts payable	105	(137)
Increase (decrease) in accrued expenses	726	1,067
Increase (decrease) in advances received	131	(141)
Increase (decrease) in security deposits received	(263)	(81)
Other (net)	593	(240)
Sub-total	3,713	2,425
Interest and dividend income received	817	171
Interest expenses paid	(355)	(315)
Income taxes paid	(81)	(154)
Net Cash from (Used for) Operating Activities	4,094	2,127

(Million Yen)

	Feb 11 (From Mar 1, 2010 To Feb 28, 2011)	Feb 12 (From Mar 1, 2011 To Feb 29, 2012)
Cash Flows from Investing Activities:		
Increase in time deposits	-	(352)
Refund from time deposits	40	-
Proceeds from sale of investment securities	1,596	137
Proceeds from redemption of investment securities	-	40
Proceeds from sale of securities in affiliates	2,499	3,327
Proceeds from capital decrease in affiliates	176	-
Payments for acquisitions of property and equipment	(72)	(63)
Proceeds from sale of property and equipment	-	9
Payments for acquisitions of intangible assets	(20)	(7)
Proceeds from sale of investments	-	4
Payments for acquisitions of subsidiaries resulting in the change of consolidation scope	(2,346)	(271)
Payments of loans receivable	(30)	-
Collection of loans receivable	982	0
Other (net)	62	(15)
Net Cash from (Used for) Investing Activities	2,889	2,808
Cash Flows from Financing Activities:		
Increase (decrease) in short-term bank loans, net	(2,298)	(1,123)
Proceeds from issuance of corporate bonds	7,400	6,059
Redemption on corporate bonds	(8,750)	(6,500)
Proceeds from issuance of non-recourse bonds	300	2,100
Redemption of non-recourse bonds	(878)	(2,455)
Proceeds from long-term debt	4,860	2,900
Repayments of long-term debt	(2,625)	(2,807)
Proceeds from non-recourse loans	3,500	11,610
Repayment of non-recourse loans	(4,810)	(14,231)
Payment on share buyback	-	(935)
Cash dividends paid	(0)	(0)
Payments to minority shareholders for redemption of common stock	(1,161)	(30)
Cash dividends paid to minority shareholders	(613)	(65)
Net Cash from (Used for) Financing Activities	(5,078)	(5,480)
Effect of Exchange Rate Changes on Cash and Cash Equivalents	(228)	(62)
Increase (Decrease) in Cash and Cash Equivalents	1,676	(606)
Cash and Cash Equivalents at Beginning of Period	10,728	12,343
Cash and Cash Equivalents Excluded from Consolidation	(60)	(2,298)
Cash and Cash Equivalents at End of Period	12,343	9,438