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## Summary of Financial and Business Results for the First Half of the Fiscal Year Ending February 2013

October 12, 2012

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

Representative: Kenji Iwasaki, President and Representative Statutory Executive Officer

Inquiries: Takashi Minamikawa, Executive Managing Director and Statutory Executive Officer

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

Date of Submission of *Shihanki Hokokusho* (Quarterly Report): October 15, 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, 2012 to August 31, 2012)

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

	Revenues		Operating Profit		Recurring Profit		Net Profit	
	(million yen)	(%)	(million yen)	(%)	(million yen)	(%)	(million yen)	(%)
Feb 13 H1	7,637	-40.0	694	120.5	617	94.6	535	-58.5
Feb 12 H1	12,729	79.0	315	-54.0	317	-70.1	1,292	-44.8

Note: Comprehensive income Feb 13 H1: 608 million yen (-15.6%) Feb 12 H1: 720 million yen (-%)

	Net Profit per Share (basic, yen)	Net Profit per Share (diluted, yen)
Feb 13 H1	239.63	-
Feb 12 H1	557.89	-

#### (2) Consolidated Financial Condition

	Total Assets (million yen)	Net Assets (million yen)	Equity Ratio (%)
Feb 13 H1	81,629	28,903	32.3
Feb 12	82,170	28,187	31.6

Reference: Shareholders' equity Feb 13 H1: 26,365 million yen Feb 12: 25,972 million yen

### 2. Dividends

	Dividend per Share (yen)				
	First Quarter	Second Quarter	Third Quarter	Fourth Quarter	Fiscal Year
Feb 12	-	0	-	0	0
Feb 13	-	0			
Feb 13 (Expected)			-	200	200

Note: Changes in the dividend forecast during the period: None

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			

Note 1: Changes in the forecast during the period: None

Note 2: The forecast for Net Profit per Share has been estimated under the assumption that the number of outstanding shares as of the first half-end is unchanged through the end of the full fiscal year.

4. Other

- (1) Changes in significant consolidated subsidiaries (material changes in scope of consolidation): None
- (2) Application of accounting treatment specific to interim consolidated financial statements: None
- (3) Changes in accounting principles and accounting estimates and revisions to previous financial statements
  - (i) Changes in accounting principles due to the amendment of accounting standards: Yes
  - (ii) Changes in accounting principles other than the above: None
  - (iii) Changes in accounting estimates: Yes
  - (iv) Revisions of previous financial statements: None

Note: The depreciation method was amended after FY13 Q1, which qualifies as “a case which cannot be classified as either a change in accounting principles or a change in accounting estimates.”

(4) Number of outstanding shares (common shares)

(i) Number of outstanding shares including treasury stock

Feb 13 H1:	2,256,319
Feb 12:	2,256,319

(ii) Number of shares of treasury stock

Feb 13 H1:	20,000
Feb 12:	20,000

(iii) Average number of outstanding shares

Feb 13 H1:	2,236,319
Feb 12 H1:	2,317,116

\*Implementation Status of Quarterly Review Procedures

At the time of this release, the quarterly summary of financial and business results was reviewed pursuant to the procedures for quarterly consolidated financial statements under the Financial Instruments and Exchange Act, although technically it is not subject to the quarterly review procedures under the Act.

\*Explanation on Appropriate Use of Earnings Projection

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

## Consolidated Balance Sheet

(Million Yen)

	Feb 12 Full Year (Feb 29, 2012)	Feb 13 H1 (August 31, 2012)
<b>Assets</b>		
<b>Current Assets</b>		
Cash and cash equivalents	9,791	10,076
Trade notes and accounts receivable	1,069	641
Operational investments in loans	2,527	2,530
Operational investments in securities	4,226	4,445
Real estate for sale	49,674	49,205
Others	1,465	1,732
Less: allowance for doubtful accounts	(2,930)	(3,108)
<b>Total Current Assets</b>	<b>65,824</b>	<b>65,523</b>
<b>Fixed Assets</b>		
<b>Tangible Assets</b>		
	<b>10,109</b>	<b>10,059</b>
<b>Intangible Assets</b>		
Goodwill	2,077	2,021
Others	27	23
<b>Total Intangible Assets</b>	<b>2,105</b>	<b>2,045</b>
<b>Investments and Other Assets</b>		
Investments in securities	3,589	3,514
Long-term loans receivable	14	13
Other investments	623	567
Less: allowance for doubtful accounts	(96)	(95)
<b>Total Investments and Other Assets</b>	<b>4,131</b>	<b>4,000</b>
<b>Total Fixed Assets</b>	<b>16,346</b>	<b>16,106</b>
<b>Total Assets</b>	<b>82,170</b>	<b>81,629</b>
<b>Liabilities</b>		
<b>Current Liabilities</b>		
Trade notes and accounts payable	57	63
Short-term borrowings	170	540
Long-term borrowings (due within one year)	1,768	3,390
Long-term non-recourse loans (due within one year)	8,793	8,604
Income taxes payable	115	50
Accrued bonuses	22	67
Other current liabilities	2,974	3,137
<b>Total Current Liabilities</b>	<b>13,902</b>	<b>15,854</b>
<b>Long Term Liabilities</b>		
Long-term borrowings	7,413	5,028
Long-term non-recourse loans	28,899	28,064
Long-term security deposits received	3,362	3,395
Negative goodwill	360	315
Other long-term liabilities	43	67
<b>Total Long Term Liabilities</b>	<b>40,080</b>	<b>36,871</b>
<b>Total Liabilities</b>	<b>53,982</b>	<b>52,725</b>

(Million Yen)

	Feb 12 Full Year (Feb 29, 2012)	Feb 13 Q2 (August 31, 2012)
<b>Net Assets</b>		
<b>Shareholders' Equity</b>		
Capital	18,078	18,078
Capital reserve	2,395	2,395
Retained earnings	6,298	6,834
Treasury stock	(187)	(187)
<b>Total Shareholders' Equity</b>	<b>26,584</b>	<b>27,120</b>
<b>Other Comprehensive Income</b>		
Unrealized gain (loss) on other securities, net	(604)	(690)
Foreign currency translation adjustment	(7)	(63)
<b>Total Other Comprehensive Income (loss)</b>	<b>(612)</b>	<b>(754)</b>
<b>Stock Acquisition Rights</b>	<b>116</b>	<b>131</b>
<b>Minority Interests</b>	<b>2,099</b>	<b>2,406</b>
<b>Total Net Assets</b>	<b>28,187</b>	<b>28,903</b>
<b>Total Liabilities and Net Assets</b>	<b>82,170</b>	<b>81,629</b>

## Consolidated Income Statement

(Million Yen)

	Feb 12 H1 (From Mar 1, 2011 To August 31, 2011)	Feb 13 H1 (From Mar 1, 2012 To August 31, 2012)
<b>Revenues</b>	<b>12,729</b>	<b>7,637</b>
<b>Cost of Revenues</b>	<b>10,908</b>	<b>5,419</b>
<b>Gross Profit</b>	<b>1,821</b>	<b>2,217</b>
<b>SG&amp;A</b>	<b>1,506</b>	<b>1,522</b>
<b>Operating Profit</b>	<b>315</b>	<b>694</b>
<b>Non-Operating Profit</b>		
Interest income	0	0
Dividend income	11	13
Equity in earnings of affiliates	141	-
Amortization of negative goodwill	45	45
Others	25	21
<b>Total Non-Operating Profit</b>	<b>224</b>	<b>81</b>
<b>Non-Operating Expenses</b>		
Interest on debt	164	143
Issuance cost of corporate bonds	44	-
Others	13	15
<b>Total Non-Operating Expenses</b>	<b>222</b>	<b>159</b>
<b>Recurring Profit</b>	<b>317</b>	<b>617</b>
<b>Extraordinary Gain</b>		
Gain on sales of equity holdings in affiliates	1,173	-
Others	10	1
<b>Total Extraordinary Gain</b>	<b>1,183</b>	<b>1</b>
<b>Extraordinary Loss</b>		
Loss on sale and retirement of fixed assets	32	0
Valuation loss on investments	40	-
Office move	-	13
Others	49	-
<b>Total Extraordinary Loss</b>	<b>121</b>	<b>14</b>
<b>Profit before Income Taxes</b>	<b>1,378</b>	<b>603</b>
<b>Income Taxes</b>	<b>47</b>	<b>29</b>
<b>Profit before Gain on Minority Interests</b>	<b>1,331</b>	<b>573</b>
<b>Gain on Minority Interests</b>	<b>39</b>	<b>37</b>
<b>Net Profit</b>	<b>1,292</b>	<b>535</b>

## Consolidated Income Statement

(Million Yen)

	Feb 12 Q2 (From June 1, 2011 To August 31, 2011)	Feb 13 Q2 (From June 1, 2012 To August 31, 2012)
<b>Revenues</b>	<b>4,892</b>	<b>5,274</b>
<b>Cost of Revenues</b>	<b>3,948</b>	<b>4,158</b>
<b>Gross Profit</b>	<b>943</b>	<b>1,115</b>
<b>SG&amp;A</b>	<b>810</b>	<b>756</b>
<b>Operating Profit</b>	<b>133</b>	<b>359</b>
<b>Non-Operating Profit</b>		
Interest income	0	0
Dividend income	11	4
Amortization of negative goodwill	22	22
Others	13	11
<b>Total Non-Operating Profit</b>	<b>48</b>	<b>38</b>
<b>Non-Operating Expenses</b>		
Interest on debt	66	73
Others	9	15
<b>Total Non-Operating Expenses</b>	<b>76</b>	<b>88</b>
<b>Recurring Profit</b>	<b>105</b>	<b>309</b>
<b>Extraordinary Gain</b>		
Gain on sales of equity holdings in affiliates	1,173	-
Others	1	0
<b>Total Extraordinary Gain</b>	<b>1,174</b>	<b>0</b>
<b>Extraordinary Loss</b>		
Loss on sale and retirement of fixed assets	-	0
Valuation loss on investments	40	-
Office move	-	13
Others	42	-
<b>Total Extraordinary Loss</b>	<b>83</b>	<b>14</b>
<b>Profit before Income Taxes</b>	<b>1,197</b>	<b>295</b>
<b>Income Taxes</b>	<b>19</b>	<b>12</b>
<b>Profit before Gain on Minority Interests</b>	<b>1,177</b>	<b>282</b>
<b>Gain on Minority Interests</b>	<b>(9)</b>	<b>11</b>
<b>Net Profit</b>	<b>1,187</b>	<b>270</b>

## Consolidated Statements of Comprehensive Income

(Million Yen)

	Feb 12 H1 (From Mar 1, 2011 To August 31, 2011)	Feb 13 H1 (From Mar 1, 2012 To August 31, 2012)
<b>Profit before Gain on Minority Interests</b>	<b>1,331</b>	<b>573</b>
<b>Other Comprehensive Income</b>		
Valuation gain (loss) on other securities	(492)	137
Foreign currency translation adjustment	(62)	(103)
Share of other comprehensive income associates accounted for using equity method	(56)	-
<b>Total Other Comprehensive Income</b>	<b>(610)</b>	<b>34</b>
<b>Comprehensive Income</b>	<b>720</b>	<b>608</b>
(Breakdown)		
Comprehensive income for shareholders of the parent company	<b>756</b>	<b>393</b>
Comprehensive income for minority interests	<b>(35)</b>	<b>214</b>

## Consolidated Statements of Comprehensive Income

(Million Yen)

	Feb 12 Q2 (From June 1, 2011 To August 31, 2011)	Feb 13 Q2 (From June 1, 2012 To August 31, 2012)
<b>Profit before Gain on Minority Interests</b>	<b>1,177</b>	<b>282</b>
<b>Other Comprehensive Income</b>		
Valuation gain (loss) on other securities	(273)	215
Deferred gain (loss) on hedges	(10)	-
Foreign currency translation adjustment	(6)	(143)
Share of other comprehensive income associates accounted for using equity method	(168)	-
<b>Total Other Comprehensive Income</b>	<b>(459)</b>	<b>72</b>
<b>Comprehensive Income</b>	<b>717</b>	<b>354</b>
(Breakdown)		
Comprehensive income for shareholders of the parent company	<b>727</b>	<b>162</b>
Comprehensive income for minority interests	<b>(9)</b>	<b>191</b>

## Consolidated Cash Flow Statement

(Million Yen)

	Feb 12 H1 (From Mar 1, 2011 To August 31, 2011)	Feb 13 H1 (From Mar 1, 2012 To August 31, 2012)
<b>Cash Flows from Operating Activities:</b>		
Income before income taxes	1,378	603
Depreciation	76	112
Share-based compensation expenses	20	15
Amortization of goodwill	51	55
Amortization of negative goodwill	(45)	(45)
Increase (decrease) in accrued bonuses	86	45
Increase (decrease) in allowance for doubtful accounts	(2,550)	165
Interest and dividend income	(12)	(14)
Interest on debt	164	143
Issuance cost of corporate bonds	44	-
Equity in earnings of affiliates (gain)	(141)	-
Loss (gain) on sales of equity holdings in affiliates	(1,173)	-
Loss (gain) on sales/retirement of fixed assets	32	0
Valuation loss on investments	40	-
Decrease (increase) in trading notes and receivable	153	428
Decrease (increase) in operating loans receivable	350	-
Decrease (increase) in operational investments in securities	2,137	57
Evaluation loss on operational investments in securities	88	25
Decrease (increase) in real estate for sale	1,958	334
Evaluation loss in real estate for sale	58	119
Decrease (increase) in accounts receivable	93	(103)
Increase (decrease) in accounts payable	(212)	59
Increase (decrease) in accrued expenses	(31)	169
Increase (decrease) in security deposits received	(308)	(83)
Other, net	217	(243)
<b>Sub-total</b>	<b>2,480</b>	<b>1,847</b>
Interest and dividend income received	157	14
Interest expenses paid	(176)	(137)
Income taxes paid	(84)	(88)
<b>Net Cash from (Used for) Operating Activities</b>	<b>2,377</b>	<b>1,635</b>

(Million Yen)

	Feb 12 H1 (From Mar 1, 2011 To August 31, 2011)	Feb 13 H1 (From Mar 1, 2012 To August 31, 2012)
<b>Cash Flows from Investing Activities:</b>		
Decrease in time deposits	(352)	(0)
Proceeds from redemption of investment securities	-	30
Proceeds from sale of securities in affiliates	3,327	-
Acquisition of property and equipment	(30)	(51)
Proceeds from sale of property and equipment	9	0
Acquisition of intangible assets	(3)	(0)
Fund equity investments	-	(1)
Payments for acquisitions of subsidiaries resulting in the change of consolidation scope	(282)	-
Collection of loans receivable	0	0
Other, net	(15)	10
<b>Net Cash from (Used for) Investing Activities</b>	<b>2,651</b>	<b>(12)</b>
<b>Cash Flows from Financing Activities:</b>		
Increase (decrease) in short-term bank loans, net	(48)	370
Issuance of bonds	6,059	-
Redemption of corporate bonds	(6,300)	-
Issuance of non-recourse bonds	2,100	-
Redemption of non-recourse bonds	(2,115)	-
New long-term debt	700	2,150
Repayment of long-term debt	(1,423)	(2,913)
New non-recourse loans	5,610	-
Repayment of non-recourse loans	(7,340)	(847)
Share repurchase	(460)	-
Cash dividends paid	(0)	-
Share issuance to minority shareholders	-	20
Payments to minority shareholders for redemption of common stock	-	(19)
Cash dividends paid to minority shareholders	(1)	(0)
<b>Net Cash from (Used for) Financing Activities</b>	<b>(3,219)</b>	<b>(1,240)</b>
<b>Effect of Exchange Rate Changes on Cash and Cash Equivalents</b>	<b>8</b>	<b>19</b>
<b>Increase (Decrease) in Cash and Cash Equivalents</b>	<b>1,817</b>	<b>401</b>
<b>Cash and Cash Equivalents at Beginning of Period</b>	<b>12,343</b>	<b>9,438</b>
<b>Cash and Cash Equivalents Excluded from Consolidation</b>	<b>(2,174)</b>	<b>(117)</b>
<b>Cash and Cash Equivalents at End of Period</b>	<b>11,986</b>	<b>9,723</b>