

Flash Report for the 6-Month Term ended January 31, 2004

March 26, 2004

Name of the listed company: SFCG CO., LTD. (formerly Shohkoh Fund & Co., Ltd.)

Listing stock exchange: Tokyo Stock Exchange (First section)

Code No.: 8597

Location of principal office: Tokyo

URL <http://www.sfcg-ir.com/>

Representative: Kenshin Oshima (President)

Contact: Wataru Kikuchi (Director and General Manager of Business Planning Dept.)

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Date of meeting of the Board of Directors for approval of the interim-term settlement: March 26, 2004

U.S. accounting standards: Not adopted

1. Consolidated Results for the 6-Month term (August 1, 2003 - January 31, 2004)

* Amounts are shown in millions with fractions omitted except for per-share data. Figures less than ¥0.01 for per-share data are omitted.

(1) Operating results

(¥ million)

	Operating revenue		Operating profit		Ordinary profit	
For reporting interim term	38,685	(32.9%)	7,562	(18.2%)	7,629	(19.3%)
For previous interim term	29,099	(-1.2%)	6,397	(10.1%)	6,396	(10.9%)
For previous term ended July 31, 2003	62,932	(6.1%)	14,655	(10.3%)	14,641	(9.7%)

	Net income		Earnings per share (¥)	Diluted earnings per share (¥)
For reporting interim term	3,740	(9.8%)	330.82	—
For previous interim term	3,406	(24.0%)	301.26	—
For previous term ended July 31, 2003	7,428	(1.7%)	657.03	—

(Notes) 1. Equity in earnings (losses) of unconsolidated subsidiaries and affiliates

For reporting interim term : — ; For previous interim term : — ; For previous term ended July 31, 2003 : —

2. Average number of shares for the term

For reporting interim term: 11,305,734; For previous interim term : 11,305,743; For previous term ended July 31, 2003 : 11,305,741

3. Change in accounting policy: none

4. The percentage figures accompanying operating revenue, operating profit, ordinary profit and net income represent year-on-year change.

(2) Financial position

(¥ million)

	Total assets	Shareholders' equity	Shareholders' equity ratio (%)	Shareholders' equity per share (¥)
As of reporting interim term-end	380,890	228,449	60.0	20,206.49
As of previous interim term-end	361,793	223,212	61.7	19,743.28
As of term-end (July 31, 2003)	376,448	227,296	60.4	20,104.50

(Note) Number of shares issued and outstanding at term end

As of reporting interim term-end : 11,305,724; As of previous interim term-end : 11,305,742; As of previous term-end (July 31, 2003) : 11,305,737

(3) Cash flows

(¥ million)

	Net cash provided by (used in) operating activities	Net cash provided by (used in) investing activities	Net cash used in financing activities	Cash and cash equivalents at term-end
For reporting interim term	(16,420)	(6,850)	2,592	22,606
For previous interim term	21,904	(1,101)	(4,172)	59,569
For previous term ended July 31, 2003	3,516	(2,755)	(1,756)	43,004

(4) Scope of consolidation and equity method affiliates

Number of consolidated subsidiaries: 13

Number of equity method unconsolidated subsidiaries: None

Number of equity method affiliated companies: None

(5) Change in scope of consolidation and equity method applied affiliates

New consolidated subsidiaries: 3

Exclusion of consolidated subsidiaries: 1

New equity method affiliates: None

Exclusion of equity method applied affiliates: None

2. Business Forecast for the Year ending July 31, 2004 (August 1, 2003 - July 31, 2004)

(¥ million)

	Operating revenue	Ordinary profit	Net income
Full term ending July 31, 2004	75,000	15,500	8,000

(Reference) Estimated net income per share (for full term): ¥707.60

The above figures are based on information available at the time of disclosure. Unforeseen and uncontrollable factors may cause future performance to differ substantially from forecasts.