

Flash Report for the Term Ended July 31, 2004 (Consolidated)

September 24, 2004

Name of the listed company: SFCG CO., LTD.

Listing stock exchange: Tokyo Stock Exchange (First section)

Code No.: 8597 Location of principal office: Tokyo

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

Representative: Kenshin Oshima (President)

Contact: Wataru Kikuchi (Director and General Manager of Business Planning Dept.) Tel. +81-3-3270-4177

Date of meeting of the Board of Directors for approval of the interim-term settlement: September 24, 2004

U.S. accounting standards: Not adopted

1. Consolidated Results for the Term (August 1, 2003 - July 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 term	77,704	(23.5%)	15,935	(8.7%)	15,912	(8.7%)
For previous term	62,932	(6.1%)	14,655	(10.3%)	14,641	(9.7%)

	Net income	Earnings per share (¥)	Net income per share after dilution (¥)	Return on equity (%)	Ratio of ordinary profit to total assets (%)	Ratio of ordinary profit to operating revenues (%)
For reporting term	8,321 (12.0%)	735.99	729.62	3.6	3.9	20.5
For previous term	7,428 (1.7%)	657.03	—	3.3	4.0	23.3

(Notes) 1. Equity in earnings of unconsolidated subsidiaries and affiliates (¥ million): For reporting term: 40; For previous term: not applicable

2. Average number of shares for the term

For reporting term: 11,306,063; For previous term: 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 term-end	432,028	235,476	54.5	20,795.82
As of previous term-end	376,448	227,296	60.4	20,104.50

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

As of reporting term-end: 11,323,240; As of previous term-end: 11,305,737

(3) Cash flows

(¥ million)

	Net cash provided by 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 term	(28,801)	(4,922)	48,927	58,488
For previous term	3,516	(2,755)	(1,756)	43,004

(4) Scope of consolidation and equity method affiliates

Number of consolidated subsidiaries:	12
Number of equity method unconsolidated subsidiaries:	None
Number of equity method affiliated companies:	1

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

New consolidated subsidiaries:	3
Exclusion of consolidated subsidiaries:	2
New equity method affiliates:	1
Exclusion of equity method applied affiliates:	None

2. Business Forecast for the Year Ending July 31, 2005 (August 1, 2004 - July 31, 2005)

(¥ million)

	Operating revenues	Ordinary profit	Net income
1 st half (6 months to January 31, 2005)	40,000	9,300	4,800
Full term (12 months to July 31, 2005)	80,000	18,700	9,700

(Reference) Estimated net income per share (for full term): ¥856.64

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.