



**First Quarter Financial Results for the FY2009
(2008 April - June)**

AIFUL CORPORATION

<http://www.ir-aiful.com>



¥ billion	07/06	08/06	yoy %	09/3 (E)	yoy %
Operating revenue	109.9	85.0	-22.6	312.0	-23.1
Operating expenses	98.1	71.7	-26.9	279.1	-25.4
Operating income	11.7	13.3	13.4	32.8	3.7
Ordinary income	11.9	14.3	19.7	33.0	2.9
Net income	7.2	18.2	152.4	31.7	15.7

Total Outstanding *	2,265.1	1,930.9	-14.8	1,784.4	-10.8
Loans *	1,891.2	1,599.1	-15.4	1,441.5	-13.5
AIFUL	1,225.8	1,012.1	-17.4	902.5	-14.8
Shopping receivables of LIFE *	222.4	190.4	-14.4	190.4	0.0
Number of loan accounts (thousand)	3,412	2,951	-13.5	-	-
Number of credit card holders (thousand)	14,313	14,945	4.4	15,294	3.2
Number of new loan customers	43,156	29,990	-30.5	138,468	0.6

* “Loan” related figures include loan provided to AIFUL, LIFE, and other subsidiaries. “Shopping Receivables” include credit card, installment finance provided by LIFE. Receivables outstanding includes off-balance-sheet receivables



¥ billion	Aiful	Life *	Businext	City's	Wide	Tryto	Group
Business	Consumer Finance	Credit card	Small Business Loan	Small Business Loan	Consumer Finance	Consumer Finance	-
Operating revenue	48.2	26.8	2.7	2.2	2.0	1.4	85.0
Operating expenses	38.9	25.9	2.7	2.0	0.6	0.7	71.7
Operating income	9.2	0.8	0.01	0.1	1.3	0.6	13.3
Ordinary income	11.2	0.9	0.01	0.1	1.3	0.6	14.3
Net income	18.0	0.4	0.0	0.1	1.3	0.6	18.2


* Managed Asset Basis



¥ billion	Aiful	Life *	Businext	City's	Wide	Tryto	Group
Business	Consumer Finance	Credit card	Small Business Loan	Small Business Loan	Consumer Finance	Consumer Finance	-
Receivables Outstanding *	968.6	618.9	84.8	66.1	22.0	15.9	1,784.4
yoy%	-13.5%	-5.2%	1.9%	10.0%	-46.0%	-45.6%	-10.8%
Operating revenue	176.6	100.0	10.9	8.7	6.5	4.6	312.0
yoy%	-24.2%	-17.1%	-3.5%	-10.9%	-53.5%	-50.8%	-23.1%
Operating income	20.8	2.9	0.08	1.4	2.8	1.3	32.8
yoy%	23.2%	-41.6%	-69.8%	-	-55.4%	370.1%	3.7%
Ordinary income	26.0	3.0	0.08	1.4	2.8	1.3	33.0
yoy%	17.2%	-42.1%	-66.6%	-	-55.7%	333.4%	2.9%
Net income	30.9	1.4	0.02	1.4	2.8	1.2	31.7
yoy%	14.3%	-57.6%	-72.3%	-	-55.4%	183.5%	15.7%

* Managed Asset Basis




 ¥ billion	07/6	08/6	yoy %	09/3 (E)	yoy %
Loans outstanding	1,225.8	1,012.1	-17.4	902.5	-14.8
Unsecured loan	940.4	785.6	-16.5	708.5	-13.4
Home equity loan	259.5	208.8	-19.5	180.6	-18.5
Small business loan	25.9	17.6	-32.1	13.3	-31.6
Number of accounts (Thousands)	1,800	1,533	-14.8	1,416	-11.1
Number of new loan customers	33,048	28,633	-13.4	135,000	17.1
Number of branches	1,025	1,008	-17	999	-11

Operating revenue	64.5	48.2	-25.3	176.6	-24.2
Operating expenses	60.0	38.9	-35.0	155.7	-27.9
Operating income	4.5	9.2	102.4	20.8	23.2
Ordinary income	5.9	11.2	89.4	26.0	17.2
Net income	2.3	18.0	666.1	30.9	14.3
Cash dividends per share (¥)	-	-	-	40	0.0

1Q – Credit Card Subsidiary “ LIFE ”





 (¥billion)	07/06	08/06	yoy %	09/3 (E)	yoy %
Transaction volume	208.5	229.4	10.0	1,009.9	13.7
Credit card purchase	148.9	177.4	19.2	789.9	18.8
Receivable outstanding (Managed)	703.1	642.7	-8.6	618.9	-5.2
Credit card purchases	125.1	134.9	7.8	150.8	18.1
Installment finance	97.3	55.5	-42.9	39.6	-36.9
Credit card-cash advance	230.3	219.5	-4.7	219.5	-1.0
LIFE Cash Plaza	159.0	150.4	-5.4	121.3	-22.6
Guarantee	81.2	71.5	-11.9	77.9	6.1
Number of new issue (Thousands)	504	369	-26.7	1,854	0.3
Number of card holders (Thousands)	14,313	14,945	4.4	15,294	3.2
Operating revenue	30.6	26.8	-12.2	100.0	-17.1
Operating expenses	27.8	25.9	-6.6	97.1	-16.0
Operating income	2.7	0.8	-68.5	2.9	-41.6
Ordinary income	2.8	0.9	-66.7	3.0	-42.1
Net income	1.7	0.4	-75.6	1.4	-57.6

* Managed Asset Basis


1Q - Small Business Loan Subsidiaries “ BUSINEXT ” and “ City s ”




Middle risk (¥ billion)		07/06	08/06	yoy %	09/3 (E)	yoy %
	Loans outstanding	82.0	82.3	0.3	84.8	1.9
	Number of accounts (Thousands)	44	43	-3.7	41	-5.5
	Average interest rate (%)	14.8	14.5	-0.3	14.5	-0.1
	Operating revenue	2.8	2.7	-2.6	10.9	-3.5
	Ordinary income	-0.1	0.01	-	0.08	-66.6
	Net income	-0.09	0.0	-	0.02	-72.3
	Small business loan guarantees (AIFUL)	20.4	21.6	6.3	26.5	24.1

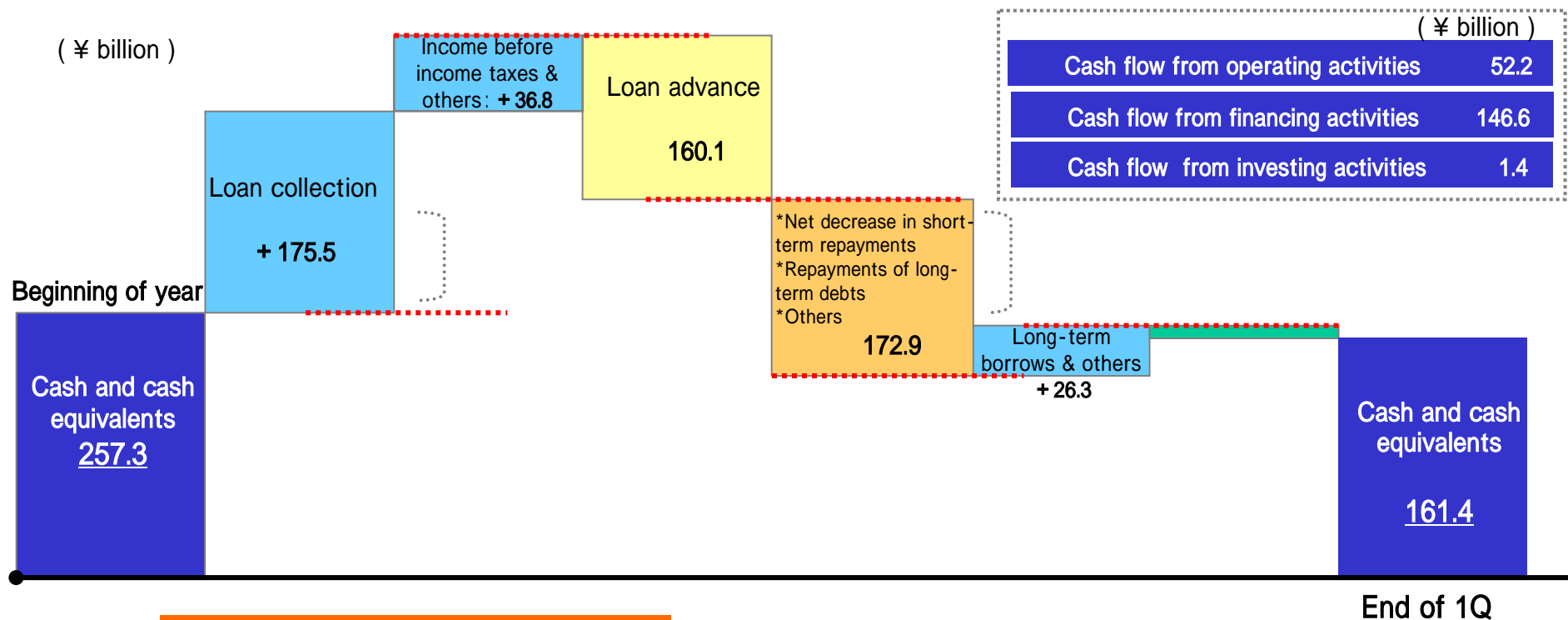
High risk (¥ billion)		07/06	08/06	yoy %	09/3 (E)	yoy %
	Loans outstanding	56.3	60.8	8.1	66.1	10.0
	Number of accounts (Thousands)	29	25	-11.8	23	-10.0
	Average interest rate (%)	22.9	15.8	-7.1	15.5	-1.7
	Operating revenue	2.5	2.2	-13.5	8.7	-10.9
	Ordinary income	0.7	0.1	-79.1	1.4	-
	Net income	0.7	0.1	-78.2	1.4	-
	Small business loan (AIFUL)	25.9	17.6	-32.1	13.3	-31.6



 (¥billion)	07/6	08/6	yoy %	09/3 (E)	yoy %
Loans outstanding	50.2	25.2	-49.6	15.9	-45.6
Number of accounts (Thousands)	133	76	-42.5	-	-
Operating revenue	2.9	1.4	-52.5	4.6	-50.8
Ordinary income	0.2	0.6	149.3	1.3	333.4
Net income	0.2	0.6	133.3	1.2	183.5

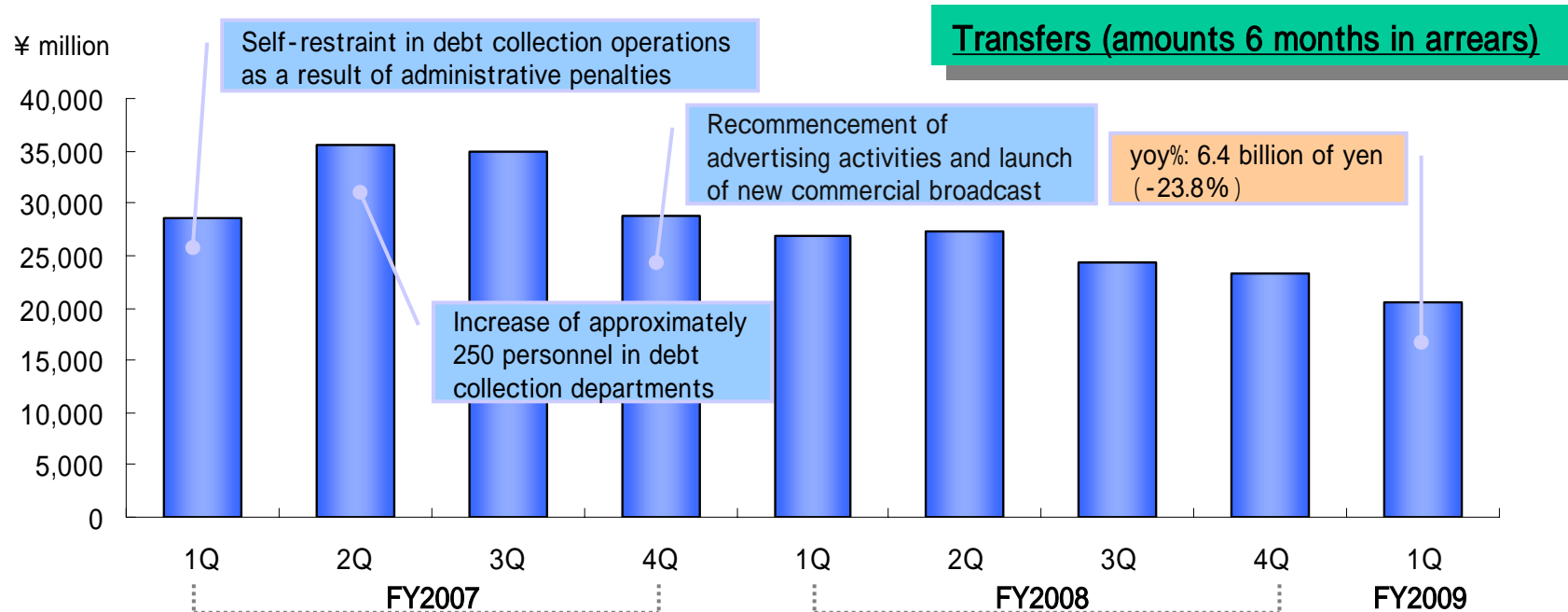
 (¥ billion)	07/6	08/6	yoy %	09/3 (E)	yoy %
Loans outstanding	73.2	34.9	-52.3	22.0	-46.0
Number of accounts (Thousands)	174	100	-42.3	-	-
Operating revenue	4.5	2.0	-55.6	6.5	-53.5
Ordinary income	2.3	1.3	-41.4	2.8	-55.7
Net income	2.2	1.3	-39.8	2.8	-55.4

Consolidated statements of Cash flows



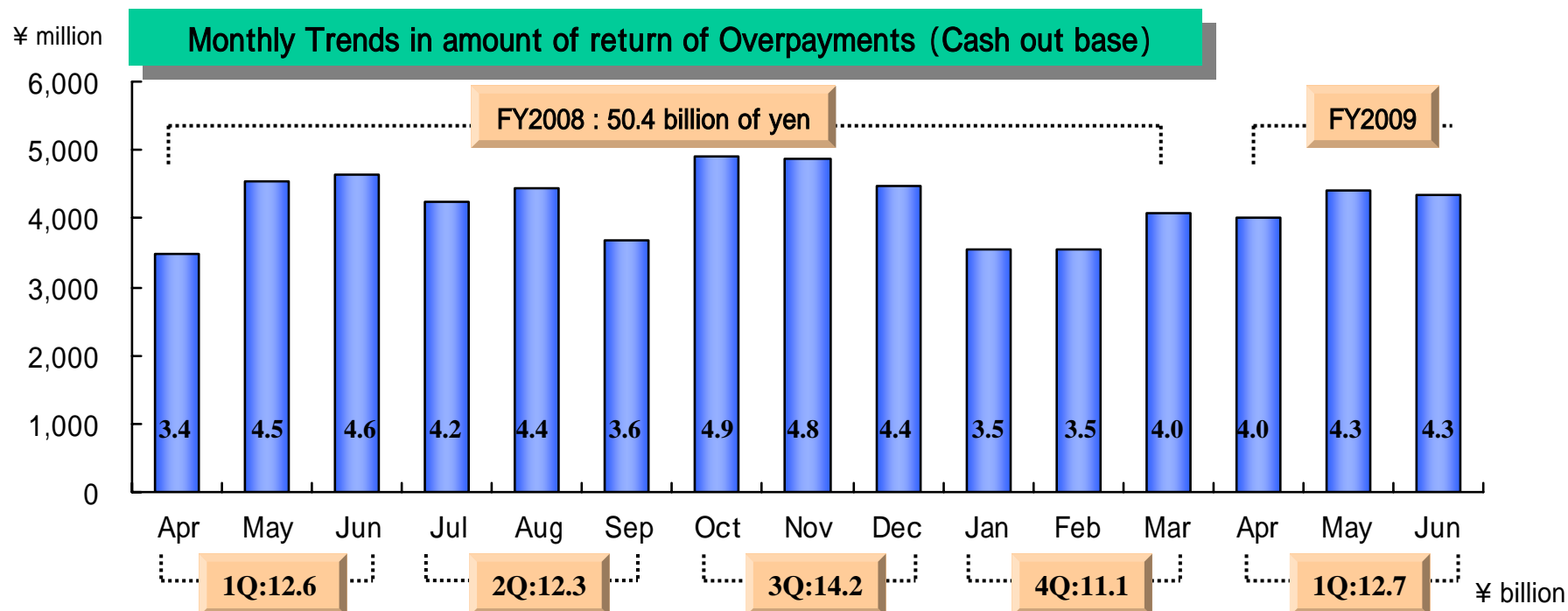
Review of funding (Consolidated)

¥ billion	Amount of borrowing	%	Funding Rate (%)
Indirect	644.3	48.0	2.21
Direct	697.6	52.0	1.40
Total	1,341.9	100.0	1.79
Long-term borrowings	1,251.4	Long-term borrowings	90.5
Commitment line (As of August, unused)		¥ 100 billion	



Bad debts

¥ billion	Unsecured Loans			Other Loans			¥ million · %	07/6	08/6	yoy
	07/6	08/6	yoy	07/6	08/6	yoy				
Claims in bankruptcy	3.9	2.7	-1.1	34.6	42.0	7.3	Transfer (5M+Arreage)	26,932	20,517	-23.8%
Loans in arrears	68.4	66.9	-1.4	70.7	75.4	4.6		Transfer (5M + Arreage) Ratio	0.998	0.926
Loans in arrears longer than 3 months	15.9	11.6	-4.3	4.3	2.3	-1.9				
Loans with adjusted terms	37.3	35.8	-1.5	1.5	1.6	0.05				
Total	125.6	117.1	-8.5	111.3	121.5	10.1				



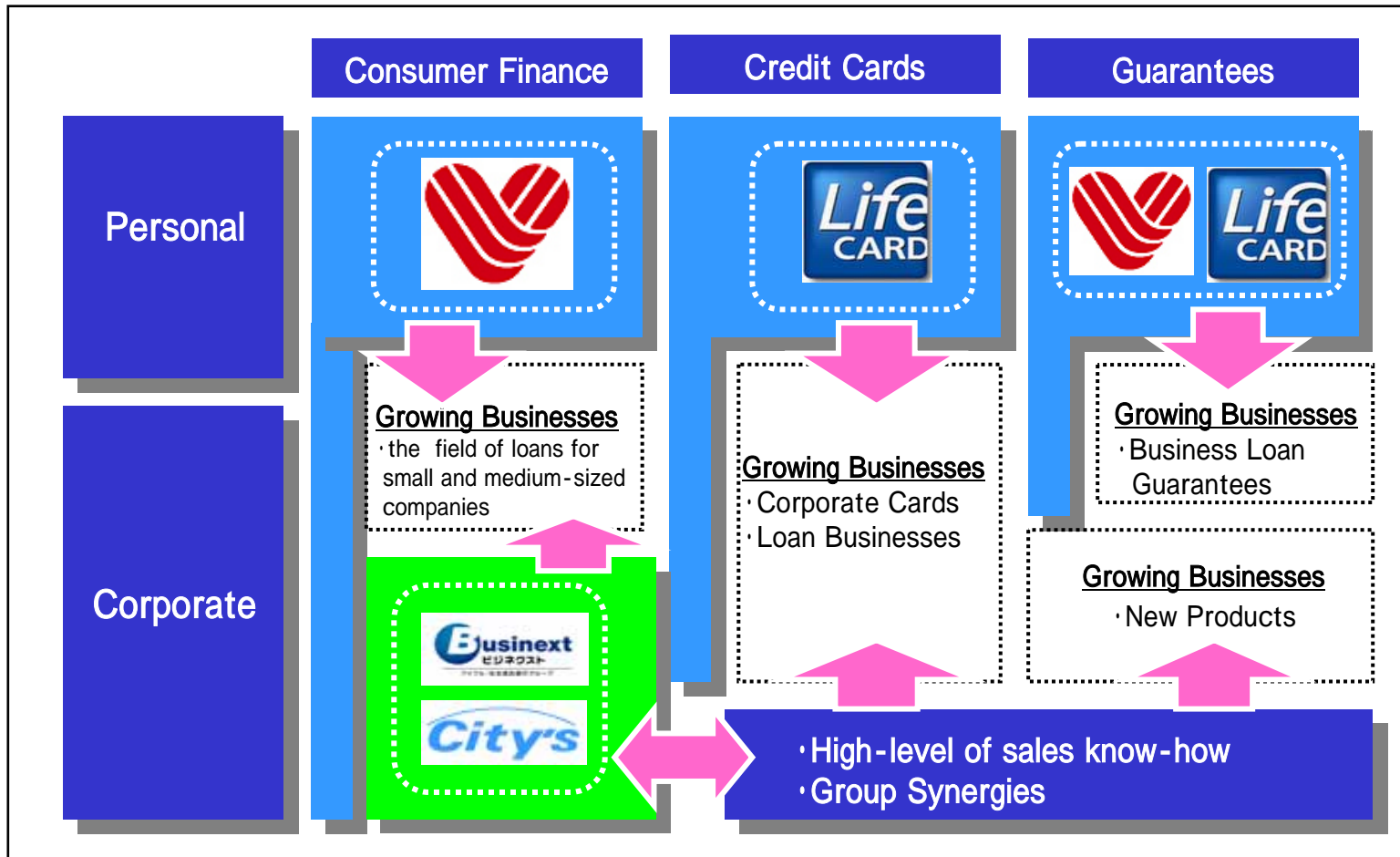
Reserve for losses on interest repayments (¥ billion)

Consolidated	Return of overpayment	Waiver of principal	Total	Non - Consolidated	Return of overpayment	Waiver of principal	Total
Allowance for bad debt (Beginning)	143.7	108.9	252.7	Allowance for bad debt (Beginning)	99.4	93.5	192.9
Reversal	21.5	14.1	35.6	Reversal	13.9	11.7	25.7
Provisions	10.0	1.9	8.1	Provisions	4.5	-4.5	0.0
Allowance for bad debt (End)	132.2	92.8	225.1	Allowance for bad debt (End)	90.0	77.1	167.2



Group's Business Strategy

- Consumer finance business: Seek greater efficiency while emphasizing “selection and concentration”.
- Expand the small business loan and credit card business and the guarantee business segment, which are growth areas. The future growth sector among these fields will be the corporate finance segment .





- Forward Looking Statements -

The figures contained in this presentation with respect to the plans, strategies and other statements that are not historical facts of AIFUL and the AIFUL Group are forward-looking statements about the future performance of AIFUL and the AIFUL Group which are based on management's assumptions and beliefs in light of the information currently available to it and involve risks and uncertainties. Actual results may differ from those in the forward-looking statements as a result of various facts. Potential risks and uncertainties include, without limitation, general economic conditions in the market in which AIFUL and the AIFUL Group operate business, and changes in the size of the overall market for consumer loans, the rate of default by customers, and the level of interest rates charged by AIFUL and the AIFUL Group. This presentation does not constitute any offer of any securities for sale.