

October 30, 2006

AIFUL Announces Revision to Interim Financial Results Forecasts

KYOTO — AIFUL Corporation has announced that the financial results forecasts for the interim period of the year ending March 31, 2007 (April 1, 2006 – September 30, 2006), which the company published when it released its financial results on May 16, 2006, were revised as shown below in view of recent trends in business results, based on a decision taken at a meeting of the board of directors held on October 30, 2006.

1. Revision to Interim Financial Results Forecasts

a) Consolidated

(Unit: millions of yen, %)

	Operating Income	Ordinary Income	Net Income
Previous forecast (A)	274,232	42,360	22,870
Current forecast (B)	262,283	28,115	179,564
Change (B – A)	11,948	14,244	202,434
Rate of change (%)	4.4	33.6	-
(Reference) Actual results for same period in the previous year (interim period for year ended March 2006)	272,802	75,757	44,210

b) Non-consolidated

	Operating Income	Ordinary Income	Net Income
Previous forecast (A)	166,485	29,231	16,930
Current forecast (B)	159,524	22,283	159,647
Change (B – A)	6,960	6,947	176,577
Rate of change (%)	4.2	23.8	-
(Reference) Actual results for same period in the previous year (interim period for year ended March 2006)	172,607	59,663	35,569

2. Reasons for Revision to Financial Results Forecasts

a) Revision to Non-consolidated Forecasts

While interest on loans has been lower than initial projections due to factors such as recent trends in business results and social circumstances, interest repayments have risen.

Together with this environment, AIFUL has revised the reserve for interest repayment losses to 79,757 million yen and the reserve for bad debts to 120,609 million yen to accompany the announcement of the Accounting Treatment for Calculation of Reserves Relating to Losses at Consumer Finance Companies, etc., Resulting from Interest Repayment Claims by the Japanese Institute of Certified Public Accountants (JICPA) on October 13. Moreover, the company has also made revisions to deferred tax assets in view of the outlook for the amendments to the Money Lending Business Control and Regulation Law.

As a result of the factors above, AIFUL has revised its interim financial results forecasts.

b) Revision to Consolidated Forecasts

In conjunction with the revision to the non-consolidated financial results forecasts, the company has revised forecast consolidated operating income, ordinary income and net income downwards. AIFUL has also revised the consolidated reserve for interest repayment losses and consolidated reserve for bad debts to 98,755 million yen and 129,367 million yen, respectively, to accompany the announcement of the Accounting Treatment for Calculation of Reserves Relating to Losses at Consumer Finance Companies, etc., Resulting from Interest Repayment Claims by the Japanese Institute of Certified Public Accountants (JICPA) on October 13

3. Dividend

There are no plans to change the interim dividend.

The financial results forecasts above are forward projections based on information available as of the date of publication. Final results may differ from forecasts due to various factors. Forecasts for the full term for the year ending March 31, 2007 will be announced with the next interim financial results forecasts on November 7, 2006.

	AIFUL Corporation
Headquarters:	381-1 Takasago-cho, Gojo-Agaru, Karasuma-Dori, Shimogyo-ku, Kyoto
President:	Yoshitaka Fukuda
Stock code:	8515
Exchanges:	TSE 1st Section; OSE 1st Section
Fiscal year:	Ending March 31
Inquiries:	Kenichi Kayama, General Manager, Public Relations Department
Telephone:	(03) 4503-6050 (Public Relations) (03) 3274-6100 (Investor Relations)