

November 7, 2006

AIFUL Announces Revision to Full Term Financial Results Forecasts

KYOTO — AIFUL Corporation has announced that the financial results forecasts for the year ending March 31, 2007 (April 1, 2006 – March 31, 2007), which the company published when it released its financial results on May 16, 2006, have been 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 today.

1. Revision to Financial Results Forecasts for the year ending March 31, 2007 (April 1, 2006 - March 31, 2007)

a) Consolidated

(Unit: millions of yen, %)

	Operating Income	Ordinary Income	Net Income
Previous forecast (A)	537,925	96,000	52,540
Current forecast (B)	508,714	20,000	(185,476)
Change (B – A)	(29,211)	(76,000)	(238,016)
Rate of change (%)	(5.4)	(79.2)	-
(Reference) Results for the year ended March 31, 2006	549,547	126,964	65,827

b) Non-consolidated

	Operating Income	Ordinary Income	Net Income
Previous forecast (A)	322,368	65,000	38,085
Current forecast (B)	305,864	12,500	(163,442)
Change (B – A)	(16,504)	(52,500)	(201,527)
Rate of change (%)	(5.1)	(80.8)	-
(Reference) Results for the year ended March 31, 2006	343,515	94,632	50,381

2. Reasons for Revision to Financial Results Forecasts

a) Revision to Non-consolidated Forecasts

In terms of revenue, interest on loans is expected to fall below initial projections, but in costs, interest repayment is on the rise as a result of the increasing interest repayment claims. AIFUL already accounted for a ¥79,757 million reserve for interest repayment losses and a ¥120,609 million reserve for bad debts in its interim financial results forecasts, 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, 2006. Furthermore, the company 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 full-term financial results forecasts.

b) Revision to Consolidated Forecasts

In conjunction with the revision to the non-consolidated financial results forecasts, the company has revised its forecasts for consolidated financial results for similar reasons to those provided above. AIFUL already accounted for a ¥98,755 million reserve for interest repayment losses and a ¥129,367 million reserve for bad debts in its interim financial results forecasts.

The financial results forecasts above are prepared based on information available as of the date of publication. Actual results may differ from forecasts due to various factors.

	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)