

August 30, 2007

## Acquisition of Shares in Secure Rent Guarantor Service Corporation

KYOTO — AIFUL Corporation (AIFUL) has announced that three AIFUL Group companies have decided to subscribe to the private placement capital increase to be conducted by Secure Rent Guarantor Service Corporation (SRGS), acquiring 61.5% of its issued shares.

### 1. Reason for Share Acquisition

AIFUL has been expanding its business lines that mainly include consumer finance operations as well as credit card operations, business loan operations, and guarantee operations for loan products sold by financial institutions with the aim of becoming a comprehensive financial corporate group in the retail segment in order to deliver financial services that meet the needs of even more customers.

AIFUL has now decided to draw on the Group's assets, expertise and systems to strengthen its ties with SRGS in order to make a full-scale entry into a new sector that combines rent guarantee and credit card operations, where business expansion is anticipated.

SRGS is engaged in guarantee operations for real estate rentals, and it is the business partner that is marketing the LIFE Anshin Plus rental guarantee product. (In 2003, LIFE Co., Ltd., [LIFE] invested in SRGS and has a 12.2% shareholding).

The AIFUL Group (AIFUL, LIFE, and New Frontier Partners Co., Ltd., [NFP]) will subscribe to the private placement capital increase to be conducted by SRGS, further strengthening the alliance with credit card operations with the aim of making a full-scale entry into rent guarantee operations by boosting product development and marketing in cooperation with the Group.

### 2. Outline of Subsidiary to be Transferred

- (1) Company name: Secure Rent Guarantor Service Corporation
- (2) Representative: Masaru Amesaka
- (3) Address: 2-16-1 Shinbashi, Minato-ku, Tokyo
- (4) Date of establishment: December 16, 2002
- (5) Main business lines: Residential rent guarantees
- (6) Settlement of accounts: September
- (7) Number of employees: 22 (as of August 1, 2007)
- (8) Main Offices: Head office, Osaka office
- (9) Capital: 245 million yen
- (10) Number of shares issued: 4,900

(11) Major shareholders and shareholding

LIFE Co., Ltd.	12.2%
Turnaround RE Co., Ltd.	12.2%
Masaru Amesaka	7.8%

(12) Financial Results Trends for Most Recent Fiscal Years

(Unit: Thousand yen)

	Fiscal Year ended September 2005	Fiscal Year ended September 2006
Sales	41,545	68,029
Operating income	-29,258	-87,267
Ordinary income	-28,704	-87,331
Net income	-30,486	-91,445
Total assets	32,317	90,193
Net assets	30,334	73,888

### 3. Method of Share Acquisition

Three companies, AIFUL, LIFE, and NFP, will invest in the next capital increase conducted by SRGS.

- (1) Number of new shares to be issued: 7,300
- (2) Issue price: 50,000 yen/share
- (3) Portion of issue price not to be included in capital: 25,000 yen/share
- (4) Date of capital increase: August 30, 2007
- (5) Allotment method: Private placement capital increase
- (6) AIFUL Group companies to be allotted shares and number of shares

Address: 381-1 Takasago-cho, Gojo-Agaru, Karasuma-dori, Shimogyo-ku,  
Kyoto, Kyoto Prefecture

Name: AIFUL Corporation

Number of shares: 5,500

Address: 1-3-20 Edanishi, Aoba-ku, Yokohama, Kanagawa Prefecture

Name: LIFE Co., Ltd.

Number of shares: 1,000

Address: 1-2-2 Yurakucho, Chiyoda-ku, Tokyo

Name: New Frontier Partners Co., Ltd.

Number of shares: 400

- (7) Capital after capital increase: 427.5 million yen

#### 4. Number of shares to be acquired, acquisition price, and shareholding before and after acquisition

(1) AIFUL Co., Ltd.

- (a) Shareholding before transfer: 0 (Ownership ratio: 0%)  
(0 voting rights)
- (b) Number of shares to be acquired: 5,500 (Ownership ratio: 45.0%)  
(Number of voting rights: 5,500)
- (c) Acquisition price: 275 million yen
- (d) Shareholding after transfer: 5,500 (Ownership ratio: 45.0%)  
(Number of voting rights: 5,500)

(2) LIFE Co., Ltd.

- (a) Shareholding before transfer: 600 (Ownership ratio: 12.2%)  
(600 voting rights)
- (b) Number of shares to be acquired: 1,000 (Ownership ratio: 8.2%)  
(Number of voting rights: 1,000)
- (c) Acquisition price: 50 million yen
- (d) Shareholding after transfer: 1,600 (Ownership ratio: 13.1%)  
(Number of voting rights: 1,600)

(3) New Frontier Partners Co., Ltd.

- (a) Shareholding before transfer: 0 (Ownership ratio: 0%)  
(0 voting rights)
- (b) Number of shares to be acquired: 400 (Ownership ratio: 3.2%)  
(Number of voting rights: 400)
- (c) Acquisition price: 20 million yen
- (d) Shareholding after transfer: 400 (Ownership ratio: 3.2%)  
(Number of voting rights: 400)

#### 5. Schedule

August 20, 2007 (planned) payment date

#### 6. Future Outlook

The effect of the investment on financial results will be negligible.

	<b>AIFUL Corporation</b>
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