

AIFUL Announces Revisions to Earnings Forecasts

AIFUL Corporation has announced the following revisions to its second quarter earnings forecasts for the fiscal year ending March 31, 2018, modifying the forecast initially published on May 10, 2017.

1. Revisions to Consolidated Earnings Forecast for the Second quarter of fiscal year ending March 31, 2018
(April 1, 2017- September 30, 2017)

(Millions of yen)

	Operating Revenue	Operating Income	Ordinary Income	Net income attributable to owners of parent	Net income per share (yen)
Previous Forecast (A) (announced on May 10, 2017)	48,300	2,600	2,200	2,000	4.13
Revised Forecast (B)	49,200	2,100	2,300	3,400	7.03
Amount of change (B-A)	900	(500)	100	1,400	-
Percentage change (%)	1.9	(19.2)	4.5	70.0	-
Reference: Earnings for previous FY Second quarter ended in September 30, 2016	45,221	2,711	2,905	2,900	6.00

2. Reason for the Revision

AIRA & AIFUL Public Company Limited, which operates in Thailand is included in the scope of consolidation from the First quarter of FY2017. Although AIRA & AIFUL Public Company Limited is expanding its balance steadily through increasing the number of branches and aggressive advertising mainly on TV, the Company is actively making advance investment an aim toward future business growth.

As a results, compare to the previous forecast AIFUL Corporation is expected to record an operating revenue of 49.2 billion yen (an increase of 0.9 billion yen from the previous forecast), operating expense of 47.1 billion yen (an increase of 1.4 billion yen from the previous forecast), operating income of 2.1 billion yen (a decline of 0.5 billion yen from the previous forecast) and ordinary income of 2.3 billion yen (an increase of 0.1 billion yen from the previous forecast).

Also, net income attributable to owners of parent is expected to be 3.4 billion yen (an increase of 1.4 billion yen from the previous forecast), reflecting a gain on reversal of stock acquisition rights to shares of 0.7 billion yen recorded as extraordinary income in the first quarter of the fiscal year under review.

The forecast provided above are based on information that was available as of the date of this announcement. Actual earnings may differ from this forecast due to various factors.

3. Revisions to Full-year Earnings Forecast

AIFUL Corporation is currently reviewing its full-year forecast for FY2017, and will announce an updated forecast when posting its Second quarter of FY2017 results scheduled on November 13, 2017.