



March 16, 2006

## Year-End Financial Statements (Non-Consolidated)

For the fiscal year ended March 31, 2006

AIFUL Corporation  
 Stock Code: 8515  
 (URL <http://www.aiful.co.jp>)  
 Representative:  
 Inquiries:

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Date of the Board of Directors' meeting  
 approving financial statements:

May 16, 2006

Interim dividends payment:

Yes

Date of the annual shareholders' meeting:

June 27, 2006

The Company adopted the "Tangen" credit unit system:

Yes (One Tangen of stock at AIFUL Corporation is equivalent to 50 shares)

### I. Non-Consolidated Business Results for the Year Ended March 31, 2006 (April 1, 2005 – March 31, 2006)

#### 1. Non-Consolidated Operating Results

Note: Amounts in the non-consolidated financial statements and the supplementary data are rounded down.

(In millions of yen, except where noted)

	Operating Revenue		Operating Income		Ordinary Income	
Fiscal year ended March 31, 2006	343,515	0.9%	87,548	(18.6)%	94,632	(15.9)%
Fiscal year ended March 31, 2005	340,615	1.7%	107,581	13.0%	112,533	13.7%

	Net Income	Net Income per Share (Yen)	Diluted Net Income per Share (Yen)	Net Income to Shareholders' Equity Ratio	Ordinary Income to Total Assets Ratio	Ordinary Income to Operating Revenue Ratio
Fiscal year ended March 31, 2006	50,381 (25.1)%	355.77	355.65	8.3%	4.5%	27.5%
Fiscal year ended March 31, 2005	67,301 26.8%	711.20	711.14	12.2%	5.8%	33.0%

Notes: 1. Average number of shares during: Fiscal year ended March 31, 2006: 141,613,814 shares

Fiscal year ended March 31, 2005: 94,453,068 shares

2. Changes in accounting policies:

Yes

3. Percentage figures shown for operating revenue, operating income, etc., show year-on-year growth.

#### 2. Dividend Information

	Dividends per Share (Yen)			Total Dividends (Million Yen)	Dividend Payout Ratio (%)	Dividend on Equity (%)
		Interim	Year-end			
Fiscal year ended March 31, 2005	60.00	30.00	30.00	8,496	16.9%	1.3%
Fiscal year ended March 31, 2004	60.00	30.00	30.00	5,668	8.4%	1.0%

### 3. Non-Consolidated Financial Position

(In millions of yen, except where noted)

	Total Assets	Shareholders' Equity	Shareholders' Equity Ratio (%)	Shareholders' Equity per Share (Yen)
Fiscal year ended March 31, 2006	2,204,482	632,917	28.7	4,469.03
Fiscal year ended March 31, 2005	2,033,547	584,308	28.7	6,188.00

- Notes: 1. Number of shares issued and outstanding: As of March 31, 2006: 141,622,876 shares  
As of March 31, 2005: 94,405,535 shares
2. Number of treasury stocks: As of March 31, 2006: 412,124 shares  
As of March 31, 2005: 284,465 shares
3. AIFUL implemented a 1:1.5 stock split on May 23, 2005.

### II. Full Year Forecast (April 1, 2006 - March 31, 2007)

(In millions of yen, except where noted)

	Operating Revenue	Ordinary Income	Net Income	Dividends per Share (in Yen)		
				Interim	Year-End	
Interim period ending, September 30, 2005	166,485	29,231	16,930	30.00	—	—
Fiscal year ending March 31, 2006	322,368	65,000	38,085	—	30.00	60.00

Reference:

Forecast for net income per share for fiscal year ending March 31, 2007: 268.92 yen

Caution Relating to Results Forecasts:

The above forecasts are based on the information available to management at the time they were made, and are estimates involving uncertain factors thought likely to have an effect on future results. Actual results can differ materially from these forecasts for a variety of reasons.

**(Supplementary Data)****I. Non-Consolidated Financial Statements**

## 1. Non-Consolidated Balance Sheets

(In millions of yen, except where noted)

Category	Note No.	End of previous fiscal year (As of March 31, 2005)		End of current fiscal year (As of March 31, 2006)	
		Amount	%	Amount	%
(Assets)					
I. Current assets					
1. Cash and cash equivalents		67,535		86,093	
2. Loans	*1, 2, 4	1,471,767		1,512,717	
3. Customers' liabilities for acceptances and guarantees		—		62,313	
4. Property for sale	*1	168		138	
5. Pre-paid expenses		3,437		3,342	
6. Deferred tax assets		8,203		16,501	
7. Accrued income		11,558		11,954	
8. Short-term loans	*3	5,187		50,128	
9. Other	*1	18,118		17,389	
Allowance for bad debts		(81,928)		(85,659)	
Total current assets		1,504,048	74.0	1,674,920	76.0
II. Fixed assets					
1. Tangible fixed assets					
(1) Buildings		23,298		24,081	
Total accumulated depreciation		(11,437)	11,861	(11,791)	12,290
(2) Structures		4,741		4,763	
Total accumulated depreciation		(2,952)	1,789	(3,127)	1,636
(3) Machinery		161		161	
Total accumulated depreciation		(43)	117	(60)	100
(4) Equipment and fixtures		16,156		23,146	
Total accumulated depreciation		(7,251)	8,904	(9,401)	13,745
(5) Land			5,612		6,762
(6) Construction in process account			209		398
Total tangible fixed assets			28,495		34,934
2. Intangible fixed assets					
(1) Software			11,113		11,637
(2) Telephone rights			361		360
(3) Other			9		8
Total intangible fixed assets			11,484		12,006
3. Investment and other fixed assets					
(1) Investment securities			19,318		27,763
(2) Stock in affiliated companies			131,754		135,335
(3) Claims in bankruptcy			25,278		28,541
(4) Long-term loans			1,080		—
(5) Long-term loans to shareholders and employees			22		14
(6) Long-term loans to affiliated companies			298,223		288,524
(7) Long-term prepaid expenses			3,193		2,756
(8) Deferred tax assets			14		—
(9) Lease deposits and guarantees			8,716		8,832
(10) Loss on deferred hedge			18,970		10,229
(11) Other			1,451		1,215
Allowance for bad debts			(19,124)		(21,339)
Total investment and other fixed assets			488,898	24.0	481,875
Total fixed assets			528,877	26.0	528,817
III. Deferred assets					
Bond issuing expenses			621		744
Total deferred assets			621	0.0	744
Total assets			2,033,547	100.0	2,204,482

Category	Note No.	End of previous fiscal year (As of March 31, 2005)		End of current fiscal year (As of March 31, 2006)	
		Amount	%	Amount	%
(Liabilities)					
I. Current liabilities					
1. Notes payable - trade		4,598		3,990	
2. Acceptances and guarantees		—		62,313	
3. Short-term debts		15,000		53,000	
4. Current portion of bonds		94,000		82,000	
5. Current portion of long-term debts	*1	348,065		326,797	
6. Trade accounts payable		6,348		7,556	
7. Income taxes payable		22,544		21,162	
8. Accrued expenses payable		4,565		4,454	
9. Deposits		428		374	
10. Income in advance		3		2	
11. Reserve for accrued bonuses		2,386		2,251	
12. Reserve for losses on interest repayments		—		17,019	
13. Other		343		219	
Total current liabilities		498,285	24.5	581,144	26.4
II. Long-term liabilities					
1. Bonds		374,890		418,500	
2. Long term debts	*1	556,659		557,264	
3. Deferred tax liabilities		—		3,759	
4. Allowance for retirement benefits for employees		319		—	
5. Allowance for retirement benefits for directors		1,209		1,279	
6. Interest swaps		17,834		9,462	
7. Other		41		155	
Total long-term liabilities		950,954	46.8	990,420	44.9
Total liabilities		1,449,239	71.3	1,571,565	71.3
(Shareholders' equity)					
I. Common stock	*5	83,317	4.1	83,317	3.8
II. Capital surplus					
Capital reserves		90,225		90,225	
Total Capital surplus		90,225	4.4	90,225	4.0
III. Retained earnings					
1. Earned surplus reserves		1,566		1,566	
2. Voluntary reserves					
General reserve		336,822		395,496	
3. Unappropriated retained earnings		70,156		54,641	
Total retained earnings		408,545	20.1	451,704	20.5
IV. Differences in evaluation of other marketable securities		5,284	0.3	10,636	0.5
V. Treasury stock	*8	(3,063)	(0.2)	(2,964)	(0.1)
Total shareholders' equity		584,308	28.7	632,917	28.7
Total liabilities and shareholders' equity		2,033,547	100.0	2,204,482	100.0

## 2. Non-Consolidated Statements of Income

(In millions of yen, except where noted)

Category	Note No.	Previous fiscal year (Apr. 1, 2004 to Mar. 31, 2005)		Current fiscal year (Apr. 1, 2005 to Mar. 31, 2006)		
		Amount	%	Amount	%	
I. Operating revenue						
1. Interest on loans to customers			330,528	97.0	333,541	97.1
2. Financial revenue - other						
(1) Interest on deposits		1			1	
(2) Interest on marketable securities		0			0	
(3) Interest on loans		111			—	
(4) Other		0	113	0.0	0	
3. Operating revenue – other						
(1) Sales of real estate		—			23	
(2) Bad debt write-off recovery		4,090			4,299	
(3) Other		5,883	9,973	3.0	5,648	
Total operating revenue			340,615	100.0	343,515	100.0
II. Operating expenses						
1. Financial expenses						
(1) Interest expenses		21,092			19,861	
(2) Interest on bonds		8,743			8,485	
(3) Other		2,758	32,593	9.6	2,871	
2. Cost of sales						
Cost of sales of real estate		—	—	—	24	
3. Operating Expenses – other						
(1) Advertising expenses		14,978			16,533	
(2) Commissions		11,966			14,024	
(3) Loan losses		9,549			11,494	
(4) Transfer to allowance for bad debts		87,835			92,025	
(5) Transfer to reserve for losses on interest repayment					17,019	
(6) Director's salaries and remuneration		442			539	
(7) Salaries for employees		19,701			19,699	
(8) Bonus for employees		2,300			2,393	
(9) Transfer to reserve for accrued bonuses		2,386			2,251	
(10) Transfers to allowance for retirement benefits for directors		76			71	
(11) Welfare expenses		3,646			3,826	
(12) Expenses for retirement benefits for employees		1,368			729	
(13) Rent fees		6,557			4,893	
(14) Land rent		7,458			7,729	
(15) Supplies		1,027			2,017	
(16) Repairs		4,709			5,125	
(17) Communication expenses		2,438			2,458	
(18) Insurance premiums		4,411			4,181	
(19) Depreciation expenses		6,751			7,587	
(20) Consumption tax		3,219			3,766	
(21) Other		9,611	200,441	58.8	6,354	
Total operating expenses			233,034	68.4	255,966	74.5
Operating income			107,581	31.6	87,548	25.5
III. Non-operating income						
1. Interest on loans	*5	4,095			5,027	
2. Dividends received		116			244	
3. Dividends on insurance		765			607	
4. Gain on investment in anonymous association	*1				611	
5. Miscellaneous		669	5,647	1.6	662	
IV. Non-operating expenses						
1. Loss on valuation of real estate for sale		12			5	
2. Loss on investment in anonymous association	*6	610			0	
3. Miscellaneous		71	694	0.2	65	
Ordinary income			112,533	33.0	94,632	27.5

Category	Note No.	Previous fiscal year (Apr. 1, 2004 to Mar. 31, 2005)			Current fiscal year (Apr. 1, 2005 to Mar. 31, 2006)		
		Amount		%	Amount		%
IV. Extraordinary income							
1. Gain on sale of fixed assets	*2	—			0		
2. Gain on sale of investment securities		685			2		
3. Allowance for bad debts from previous year		0			0		
4. Gain from transfer of agency portion of employees' pension fund to government		207			—		
5. Gain on transfer to defined contribution pension system		—	894	0.3	283	287	0.1
VI. Extraordinary losses							
1. Loss on sale of fixed assets	*3	69			2		
2. Loss on disposal of fixed assets	*4	375			223		
3. Loss on cancellation of leases		5			63		
4. Loss on sale of investment securities		58			—		
5. Loss on valuation of investment securities		0			—		
6. Expenses accompanying replacement of automatic loan-contracting machines		—			111		
7. Interest repayments		—			10,603		
8. Loan on cancellation of real estate deposits		69			83		
9. Loss on valuation of golf club memberships		8			15		
10. Dissolution fees for cancellation of contract		76	662	0.2	39	11,141	3.2
Net income before taxes			112,765	33.1		83,778	24.4
Corporate tax, local and enterprise taxes		39,913			41,576		
Adjustment on corporate tax, etc.		5,550	45,464	13.3	(8,179)	33,397	9.7
Net income			67,301	19.8		50,381	14.7
Retained earnings brought forward			5,733			8,523	
Loss on price differences in disposal of treasury stock			42			15	
Interim dividends			2,835			4,248	
Retained earnings at the end of the year			70,156			54,641	

### 3. Statement on Appropriation of Profits

(In millions of yen, except where noted)

Category	Note No.	Previous fiscal year ended March 31, 2005		Current fiscal year ended March 31, 2006	
		Amount		Amount	
I. Retained earnings at the end of the year			70,156		54,641
II. Appropriation of profits					
1. Cash dividends		2,832		4,248	
2. Bonuses for directors (Bonuses for auditors)		126 (4)		( )	
3. Voluntary reserves General reserve		58,674	61,632	41,800	46,048
III. Retained earnings carried forward			8,523		8,592

- Notes: 1. During the previous fiscal year, AIFUL paid interim dividends amounting to 2,835 million yen (30 yen per share) on December 10, 2004  
2. During the current fiscal year, AIFUL paid interim dividends amounting to 4,248 million yen (30 yen per share) on December 9, 2005.

### 4. Significant Accounting Policies Relating to the Financial Statements

Item	Previous fiscal year (Apr. 1, 2004 to Mar. 31, 2005)	Current fiscal year (Apr. 1, 2003 to Mar. 31, 2004)
1. Appraisal standards and methods for marketable securities	<p>(1) Subsidiaries stock and stock in affiliated companies Cost method, cost being determined by the moving average method</p> <p>(2) Other marketable securities Securities valued at market: Market value method based on the market prices on the settlement date. All valuation differences are reflected directly in shareholders' equity, the sale price being computed using the moving average method. Securities not valued at market: Cost method, cost being determined by the moving average method Investments in limited liability investment partnerships and other similar partnerships (regarded as marketable securities under paragraph 2, Article 2 of the Securities and Exchange Law) take the net holding based on the most recent available report depending on the date for the statement of accounts specified in the partnership agreement.</p>	<p>(1) Subsidiaries stock and stock in affiliated companies As on left</p> <p>(2) Other marketable securities Securities valued at market: As on left  Securities not valued at market: As on left</p>
2. Appraisal standards and methods for inventories	<p>Real estate for sale Lower-of-cost-or-market method, cost being determined by the specific cost method</p>	<p>Real estate for sale As on left</p>
3. Depreciation methods for depreciable assets	<p>(1) Tangible fixed assets Diminishing balance depreciation method Major useful lives are as follows: Buildings and structures 3-50 years Machinery 3-15 years Equipment and fixtures 3-20 years</p> <p>(2) Intangible fixed assets - Software Straight-line method based on the assumed useful life for internal use (5 years) - Others Straight-line method</p>	<p>(1) Tangible fixed assets As on left</p> <p>(2) Intangible fixed assets As on left  As on left</p>

Item	Previous fiscal year (Apr. 1, 2004 to Mar. 31, 2005)	Current fiscal year (Apr. 1, 2003 to Mar. 31, 2004)
4. Disposal method for deferred assets	Bond issuing expenses Deferred assets are amortized uniformly within the shorter period of either the bonds' redemption period or the longest period (three years) mandated by the Commercial Code Enforcement Regulations.	Bond issuing expenses As on left
5. Accounting standards for allowances and reserves		
(1) Allowance for bad debts	Provision for losses on bad debts is made up to the necessary amount considering the actual percentage of bad loan write-offs for normal claims, and up to the amount forecast to be irrecoverable based on individual assessments of recoverability for doubtful claims.	As on left
(2) Reserve for accrued bonuses	Provision for accrued bonuses to employees is made by appropriating an amount based on the estimated total bonuses that will be paid during the fiscal year.	As on left
(3) Reserve for losses on interest repayments	—	<p>Provision for future interest repayments is made by making a reasonable estimate of the forecast amount of repayments based on actual repayments to date and taking into account the recent status of repayments.</p> <p>(Supplementary Information) In the past, AIFUL Corporation treated interest repayments as an expense at the time of the expenditure. However, the impact on the financial statements has increased because of the more rigorous application of deemed payment provisions. Therefore, the Company has decided to record an amount equivalent to future interest repayments forecast as of the last day of the fiscal year as a reserve for losses on interest repayments in accordance with the Japanese Institute of Certified Public Accountants Hearing Data No. 24, "Considerations for Accounting at Consumer Finance Companies based on the Supreme Court Decision regarding the Application of the Deemed Payment Provisions of the Money Lending Business Control Law" (Japanese Institute of Certified Public Accountants, March 15, 2006).</p> <p>As a result, current liabilities have increased by 17,019 million yen.</p> <p>Accompanying the calculation of the reserve for losses on interest repayments, "Interest repayments" (3,514 million yen in the previous fiscal year), which were previously recorded in "Other" under Operating expenses, has been treated as an extraordinary loss.</p> <p>As a result, operating expenses rose 6,416 million yen, while operating income and ordinary income both declined by the same amount. At the same time, extraordinary losses have risen by 10,603 million yen, and net income before taxes has declined 17,019 million yen.</p>
(4) Allowance for retirement benefits for employees	<p>Provision for employees' retirement benefits is made on the basis of forecast retirement benefit obligations and pension assets at the end of the fiscal year.</p> <p>Actuarial differences and past service obligations are generally written off as lump sum expenses in the fiscal year in which they arise.</p>	—

Item	Previous fiscal year (Apr. 1, 2004 to Mar. 31, 2005)	Current fiscal year (Apr. 1, 2003 to Mar. 31, 2004)
	<p>(Supplementary Information) With the enforcement of the Defined Benefit Corporate Pension Law, AIFUL received authorization from the Minister of Health, Labour and Welfare on September 30, 2004 to return the past portion of the agency portion of the employees' pension fund. The amount returned was confirmed on March 16, 2005. The impact on profit and loss in the current fiscal year is 207 million yen recorded as extraordinary income.</p> <p>AIFUL obtained authorization on September 30, 2004 from the Minister of Health, Welfare and Labour to dissolve the AIFUL employees' pension fund and to introduce defined contribution pensions, and a new defined contribution pension system and advance retirement benefit system were adopted on October 1, 2004. However, the amount of assets under management per individual to be transferred to the defined contribution pension system with respect to the portion relating to past service had not been determined as of March 31, 2005.</p>	<p>(Supplementary Information) On September 30, 2004, AIFUL Corporation received authorization from the Minister of Health, Labour and Welfare to dissolve the AIFUL employees' pension fund and to introduce defined contribution pensions, and the AIFUL employees' pension fund was dissolved and a new defined contribution pension system and advance retirement benefit system were adopted on October 1, 2004.</p> <p>The amount of assets under management per individual to be transferred to the defined contribution pension system with respect to the portion relating to past service, which had not been determined during the previous fiscal year, has been determined during the fiscal year under review.</p> <p>Accounting for Transfers among Retirement Benefit Plans (Financial Accounting Standard Implementation Guidance No. 1) is applied in the treatment of these transfers for accounting purposes.</p> <p>The impact of these transfers on profit and loss in the current fiscal year is 283 million yen recorded as "Gain on transfer to defined contribution pension system" under Extraordinary income.</p>
(5) Allowance for retirement benefits for directors	The Company provides for retirement benefits for directors by determining the amount to be paid at the end of the fiscal year based on the regulation for the payment of directors' retirement benefits.	As on left
6. Accounting methods for income and expenses	Interest on loans to customers is recorded in accordance with accrual standards. Uncollected interest is recorded at the lower of the maximum legal interest rate and the pertinent Company interest rate.	As on left
7. Accounting treatment for lease transactions	In finance lease transactions, other than those in which the title of the leased asset is deemed to be transferred to the lessee, finance leases are treated according to the method used for ordinary loan transactions, <i>mutatis mutandis</i> .	As on left
8. Hedge accounting methods		
(1) Hedge accounting methods	<p>The Company uses deferred hedge accounting.</p> <p>The Company also applies appropriation treatment to exchange rate fluctuation risk hedge transactions that meet the requirements for appropriation treatment, and exceptional accounting rules for interest swaps that meet the requirements for exceptional treatment as interest swaps and interest caps</p>	As on left
(2) Hedging methods and hedged transactions	<p>a. Hedging methods: Currency swaps Hedged transactions: Foreign currency-denominated bonds</p> <p>b. Hedging methods: Interest caps and interest swaps Hedged transactions: Borrowing that will change the Company's cash flow depending upon changes in market interest rates (floating rate bank borrowing and corporate bonds).</p>	<p>a. Hedging methods: As on left Hedged transactions: As on left</p> <p>b. Hedging methods: As on left Hedged transactions: As on left</p>
(3) Hedging policy	The Company uses currency swaps as hedge transactions for exchange rate fluctuation risk related to the payment of principal and interest on foreign currency denominated corporate bonds. The Company uses hedge transactions for interest caps and interest swaps to keep the percentage of fixed interest rate capital at a specified percentage of total capital funds procured.	As on left

Item	Previous fiscal year (Apr. 1, 2004 to Mar. 31, 2005)	Current fiscal year (Apr. 1, 2003 to Mar. 31, 2004)
(4) Evaluation of hedge effectiveness	The Company determines the effectiveness of its hedging transactions based on a method of ratio analysis covering cumulative changes over a ten-year period. However, no evaluation of the effectiveness of interest swaps based on exceptional accounting rules is conducted.	As on left
9. Other significant accounting policies relating to the financial statements		
(1) Accounting treatment of interest on debts	Interest on debts used to provide consumer loans is accounted for as "interest expenses" in financial expenses. All other interest expenses are accounted for as "interest expenses" in non-operating expenses.	As on left
(2) Accounting methods for leveraged leases	The Company signed a contract in December 1992 in which it participates in an anonymous association involved in the leasing of aircraft. The contract, which involved an investment of 100 million yen, is due to run for a total of 13 years, and the association ended in the current fiscal year. AIFUL Corporation has recorded the net income accompanying the end of the association under Miscellaneous (165 million yen) on the Statements of Income.	—
(3) Accounting treatment of consumption taxes	Consumption taxes are taken out of all Statements of Income items and Balance Sheets items. Consumption taxes for fixed assets that are not subject to the exclusion, however, are included in "other" under investment and other fixed assets, and are written off using the straight-line method over a five-year period.	As on left

## 5. Changes in Accounting Methods

Previous fiscal year (Apr. 1, 2004 to Mar. 31, 2005)	Current fiscal year (Apr. 1, 2003 to Mar. 31, 2004)
—	<p>(Accounting Standard for Impairment of Fixed Assets) AIFUL adopted the Accounting Standard for Impairment of Fixed Assets (Opinion Concerning Establishment of Accounting Standard for the Impairment of Fixed Assets, Business Accounting Council, August 9, 2002 and Implementation Guidance for the Accounting Standard for Impairment of Fixed Assets (Financial Accounting Standard Implementation Guidance No. 6) Accounting Standards Board of Japan, October 31, 2003) from the current fiscal year. There has been no effect on income as a result.</p> <p>(Guarantee Obligations) The balances of guarantee obligations related to guarantee operations were hitherto recorded in Notes to the Non-Consolidated Balance Sheets (Liabilities for guarantee). However, the method of recording has been changed to record Customers' liabilities for acceptance and guarantees under Current Assets and Acceptance and guarantees under Current Liabilities on the interim balance sheets from the current fiscal year. The change is due to consideration of the linkage between the balance of Customers' liabilities for acceptance and guarantees and the amount recorded as Operating revenue for the credit guarantee business. As a result of the change, current assets and liabilities have each increased by 62,313 yen.</p>

## 6. Changes in Labeling Method

Previous fiscal year (Apr. 1, 2004 to Mar. 31, 2005)	Current fiscal year (Apr. 1, 2005 to Mar. 31, 2006)
<p>Investments in limited liability investment partnerships and other similar partnerships are deemed securities under paragraph 2, Article 2 of the Securities and Exchange Law based on the Law to Partially Amend the Securities and Exchange Law (Law No. 97 of 2004, June 9, 2004). Accompanying this, investments, etc., in limited liability investment partnerships which AIFUL Corporation included in "Investments in equity" on the balance sheets until the previous fiscal year have been included in "Investment securities" from the current fiscal year.</p> <p>As a result, "Investment securities" increased by 819 million yen in the current fiscal year.</p> <p>AIFUL Corporation included 3 million yen in other "Investments in equity" under "Investment and other fixed assets" because of the insubstantial amount.</p>	—

## 7. Supplementary Information

Previous fiscal year (Apr. 1, 2004 to Mar. 31, 2005)	Current fiscal year (Apr. 1, 2005 to Mar. 31, 2006)
<p>On March 31, 2003, Partial Revisions of Regional Tax Laws (Law No. 9 of 2003) was published, and with the incorporation of pro forma standard taxation systems into corporate enterprise taxes from the fiscal year commencing April 1, 2004, the corporate enterprise tax levied in proportion to added value and capital will be included under "Other" in "Operating expenses - other" from the current fiscal year in accordance with Practical Treatment Concerning Presentation of Pro Forma Standard Taxation Portion of Enterprise Tax in Statements of Income, Practice Report No. 12, February 13, 2004, Accounting Standards Boards of Japan.</p> <p>As a result, "Other operating expenses" increased 876 million yen, and operating income, ordinary income and net income before taxes fell 876 million yen.</p>	—

## 8. Notes

### A. Notes to the Non-Consolidated Balance Sheets

Previous fiscal year (Apr. 1, 2004 to Mar. 31, 2005)	Current fiscal year (Apr. 1, 2005 to Mar. 31, 2006)																								
<p>*1 Assets pledged as collateral and corresponding liabilities</p> <p>(1) Assets pledged as collateral (In millions of yen)</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 80%;">Loans</td> <td style="text-align: right;">712,804</td> </tr> <tr> <td>Real estate for sale</td> <td style="text-align: right;">113</td> </tr> <tr> <td style="border-top: 1px solid black;">Total</td> <td style="text-align: right; border-top: 1px solid black;">712,918</td> </tr> </table> <p>(2) Corresponding liabilities (In millions of yen)</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 80%;">Current portion of long-term debts</td> <td style="text-align: right;">172,399</td> </tr> <tr> <td>Long-term debts</td> <td style="text-align: right;">300,670</td> </tr> <tr> <td style="border-top: 1px solid black;">Total</td> <td style="text-align: right; border-top: 1px solid black;">473,070</td> </tr> </table> <p>Above amounts include items related to the securitization of loans receivables, 344,038 million yen for outstanding loans receivables, 33,276 million yen for the current portion of long-term debts, and 100,989 million yen for the long-term debts.</p> <p>The matters below are not included in the aforementioned amounts.</p> <ul style="list-style-type: none"> <li>• The Company has contracted to offer loans as collateral in response to borrowers' requests to the sum of 56,530 million yen for the current portion of long-term debts and 53,354 million yen in long-term debts, totaling 109,884 million yen.</li> <li>• The Company has also offered 4,456 million yen in cash and cash equivalents as collateral for swap transactions.</li> <li>• The Company has taken Marutoh K.K.'s land and other tangible fixed assets as a pledge for their borrowings.</li> </ul>	Loans	712,804	Real estate for sale	113	Total	712,918	Current portion of long-term debts	172,399	Long-term debts	300,670	Total	473,070	<p>*1 Assets pledged as collateral and corresponding liabilities</p> <p>(1) Assets pledged as collateral (In millions of yen)</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 80%;">Loans</td> <td style="text-align: right;">510,708</td> </tr> <tr> <td>Real estate for sale</td> <td style="text-align: right;">107</td> </tr> <tr> <td style="border-top: 1px solid black;">Total</td> <td style="text-align: right; border-top: 1px solid black;">510,815</td> </tr> </table> <p>(2) Corresponding liabilities (In millions of yen)</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 80%;">Current portion of long-term debts</td> <td style="text-align: right;">106,872</td> </tr> <tr> <td>Long-term debts</td> <td style="text-align: right;">167,040</td> </tr> <tr> <td style="border-top: 1px solid black;">Total</td> <td style="text-align: right; border-top: 1px solid black;">273,912</td> </tr> </table> <p>Above amounts include items related to the securitization of loans receivables, 346,796 million yen for outstanding loans receivables, 30,284 million yen for the current portion of long-term debts, and 98,056 million yen for the long-term debts.</p> <p>The matters below are not included in the aforementioned amounts.</p> <ul style="list-style-type: none"> <li>• The Company has contracted to offer loans of 226,643 million yen as collateral in response to borrowers' requests to the sum of 75,839 million yen for the current portion of long-term debts and 133,917 million yen in long-term debts, totaling 209,757 million yen.</li> <li>• The Company has also offered 1,919 million yen in cash and cash equivalents as collateral for swap transactions.</li> <li>• The Company has taken Marutoh K.K.'s land and other tangible fixed assets as a pledge for their borrowings.</li> </ul>	Loans	510,708	Real estate for sale	107	Total	510,815	Current portion of long-term debts	106,872	Long-term debts	167,040	Total	273,912
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<p>Explanations for each of the above items follow:</p> <p>(Claims in bankruptcy) “Claims in bankruptcy” refers to loans that are included in loans on which principal or interest payments have been continuously late for a considerable period of time for the reasons cited in Article 96, Paragraph 1, Number 3, Items A through E of the Corporate Income Tax Law Execution Ordinance (1965, Ordinance No. 97), or for the reasons set forth in Number 4 of the same paragraph. The Company sets aside a reserve for bad debts that is equivalent to the amount the Company believes it will be unable to recover based on an evaluation of each loan.</p> <p>(Loans in arrears) “Loans in arrears” refers to loans other than claims in bankruptcy for which unpaid interest is not accrued. This excludes loans, however, that are included in loans for which the Company has made arrangements convenient to the borrower for the purpose of reorganization or support of the borrower, such as reduction or exemption of interest or extension of the repayment period on which the Company is periodically receiving payments.</p> <p>(Loans in arrears longer than 3 months) “Loans in arrears longer than 3 months” refers to loans for which the principal or interest payment is three or more months overdue from the day following the scheduled payment date and that are not regarded as claims in bankruptcy or loans in arrears.</p> <p>(Loans with adjusted terms) “Loans with adjusted terms” refers to loans for which the Company has made arrangements convenient to the borrower for the purpose of reorganization or support of the borrower, such as reduction or exemption of interest or extension of the repayment period on which the Company is periodically receiving payments, and that are not regarded as claims in bankruptcy, loans in arrears or loans in arrears longer than 3 months.</p>	<p>Explanations for each of the above items follow:</p> <p>(Claims in bankruptcy) As on left</p> <p>(Loans in arrears) As on left</p> <p>(Loans in arrears longer than 3 months) As on left</p> <p>(Loans with adjusted terms) As on left</p>																																																
*5 Number of shares authorized and total number of shares outstanding Number of shares authorized: 373,500,000 shares of common stock  However, the articles of incorporation specify that “AIFUL Corporation shall reduce the number of shares by the equivalent when stock is retired.” Total number of shares outstanding: 94,690,000 shares of common stock	*5 Number of shares authorized and total number of shares outstanding Number of shares authorized: 373,500,000 shares of common stock  However, the articles of incorporation specify that “AIFUL Corporation shall reduce the number of shares by the equivalent when stock is retired.” Total number of shares outstanding: 142,035,000 shares of common stock																																																

Previous fiscal year (Apr. 1, 2004 to Mar. 31, 2005)	Current fiscal year (Apr. 1, 2005 to Mar. 31, 2006)
*6 Liabilities for guarantee	—
(1) Liabilities for guarantee relating to personal loans provided by business partner financial institutions: 35,267 million yen	
(2) Liabilities for guarantees related to small business loans provided by business partner financial institutions: 7,912 million yen	
*7 Gains and losses related to hedging methods are recorded as deferred hedge loss on a net basis. The total deferred hedge loss before being netted out was 19,001 million yen. Total deferred hedge gains were 31 million yen.	*7 Gains and losses related to hedging methods are recorded as deferred hedge loss on a net basis. The total deferred hedge loss before being netted out was 10,297 million yen. Total deferred hedge gains were 67 million yen.
*8 The number of treasury shares held by the Company is 284,465 shares of common stock.	*8 The number of treasury shares held by the Company is 412,124 shares of common stock.
*9 Limitation on dividend The increase in net assets as result of setting a market price for assets specified in Item 3 of Article 124 of the Enforcement Regulations of the Commercial Code was 5,284 million yen.	*9 Limitation on dividend The increase in net assets as result of setting a market price for assets specified in Item 3 of Article 124 of the Enforcement Regulations of the Commercial Code was 10,636 million yen.

#### B. Notes to the Non-Consolidated Statements of Income

Previous fiscal year (Apr. 1, 2004 to Mar. 31, 2005)	Current fiscal year (Apr. 1, 2005 to Mar. 31, 2006)
—	*1 Gains on investments in anonymous associations are appraisal gains based on the financial statements of investment partnerships, etc.
—	*2 The breakdown of Gains on sale of fixed assets is as follows. Buildings, etc. 0 million yen
*3 Breakdown of Loss on sale of tangible fixed assets is as follows. Telephone rights 69 million yen	*3 Breakdown of Loss on sale of tangible fixed assets is as follows. Telephone rights 2 million yen
*4 Breakdown of Loss on disposal of fixed assets is as follows: (In millions of yen)	*4 Breakdown of Loss on disposal of fixed assets is as follows: (In millions of yen)
Buildings 159	Buildings 150
Structures 27	Structures 34
Equipment and fixtures 43	Equipment and fixtures 35
Software 113	Other 2
Other 32	Total 223
Total 375	
*5 Matters relating to affiliated companies Interest on loans 4,076 million yen	*5 Matters relating to affiliated companies Interest on loans 5,013 million yen
*6 Loss on investments in anonymous associations is appraised loss based on the financial statements of investment partnerships, etc.	*6 As on left

C. Notes to Lease Transaction

Previous fiscal year (Apr. 1, 2004 to Mar. 31, 2005)	Current fiscal year (Apr. 1, 2005 to Mar. 31, 2006)																								
Notes to finance lease transactions except leases under which the title of the leased asset is deemed to be transferred to the lessee	1. Notes to finance lease transactions except leases under which the title of the leased asset is deemed to be transferred to the lessee																								
(1) Amount equivalent to acquisition cost, accumulated depreciation and period ending balance of lease assets (In millions of yen)	(1) Amount equivalent to acquisition cost, accumulated depreciation, accumulated impairment losses, and period ending balance of lease assets (In millions of yen)																								
<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 50%;"></th> <th style="width: 15%;">Acquisition cost</th> <th style="width: 15%;">Accumulated depreciation</th> <th style="width: 20%;">Period ending balance</th> </tr> </thead> <tbody> <tr> <td>Vehicles</td> <td style="text-align: right;">163</td> <td style="text-align: right;">80</td> <td style="text-align: right;">83</td> </tr> <tr> <td>Equipment and fixtures</td> <td style="text-align: right;">6,187</td> <td style="text-align: right;">5,117</td> <td style="text-align: right;">1,070</td> </tr> <tr> <td>Total</td> <td style="text-align: right;">6,351</td> <td style="text-align: right;">5,198</td> <td style="text-align: right;">1,153</td> </tr> </tbody> </table>		Acquisition cost	Accumulated depreciation	Period ending balance	Vehicles	163	80	83	Equipment and fixtures	6,187	5,117	1,070	Total	6,351	5,198	1,153	<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 50%;"></th> <th style="width: 15%;">Acquisition cost</th> <th style="width: 15%;">Accumulated depreciation</th> <th style="width: 20%;">Period ending balance</th> </tr> </thead> <tbody> <tr> <td>Equipment and fixtures</td> <td style="text-align: right;">1,356</td> <td style="text-align: right;">1,165</td> <td style="text-align: right;">191</td> </tr> </tbody> </table>		Acquisition cost	Accumulated depreciation	Period ending balance	Equipment and fixtures	1,356	1,165	191
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(2) Amount equivalent to outstanding balance of future lease payments at the end of the fiscal year (In millions of yen)	(2) Amount equivalent to outstanding balance of future lease payments at the end of the fiscal year, etc. Amount equivalent to outstanding balance of future lease payments at the end of the fiscal year (In millions of yen)																								
<table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 80%;">Within one year</td> <td style="text-align: right;">915</td> </tr> <tr> <td>Over one year</td> <td style="text-align: right;">267</td> </tr> <tr> <td><b>Total</b></td> <td style="text-align: right;"><b>1,183</b></td> </tr> </table>	Within one year	915	Over one year	267	<b>Total</b>	<b>1,183</b>	<table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 80%;">Within one year</td> <td style="text-align: right;">179</td> </tr> <tr> <td>Over one year</td> <td style="text-align: right;">15</td> </tr> <tr> <td><b>Total</b></td> <td style="text-align: right;"><b>195</b></td> </tr> </table>	Within one year	179	Over one year	15	<b>Total</b>	<b>195</b>												
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(3) Amount of lease fee payments, the amount equivalent to depreciation expenses and the amount equivalent to interest expenses (In millions of yen)	(3) Amount of lease fee payments, reversal of lease assets impairment account, the amount equivalent to depreciation expenses and the amount equivalent to interest expenses (In millions of yen)																								
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(4) Accounting method for the amount equivalent to depreciation expenses Calculated by assuming the lease term is the depreciable life and depreciating the remaining amount to zero using the fixed amount method.	(4) Accounting method for the amount equivalent to depreciation expenses As on left																								
(5) Accounting method for the amount equivalent to interest expenses Interest expense for lease assets is calculated as the difference between the total lease payments and the acquisition price of the leased assets, with the amount allocated to each accounting period using the interest method.	(5) Accounting method for the amount equivalent to interest expenses As on left																								
	2. Operating lease transactions Future lease payments (In millions of yen)																								
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	Impairment losses There are no impairment losses allocated to lease assets.																								

D. Marketable Securities

End of previous fiscal year (As of Mar. 31, 2005)	End of current fiscal year (As of Mar. 31, 2006)
Subsidiaries' shares and the shares of affiliated companies do not have a market price.	As on left

## E. Tax Effect Accounting

End of previous fiscal year (As of Mar. 31, 2005)	End of current fiscal year (As of Mar. 31, 2006)																																																																												
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Principal cause of deferred tax assets and deferred tax liabilities <i>Deferred tax assets (current)</i></p> <p style="text-align: right;">(In millions of yen)</p> <table border="0"> <tr><td>Denied amount of bad debt depreciation</td><td style="text-align: right;">3,668</td></tr> <tr><td>Accrued enterprise tax</td><td style="text-align: right;">1,288</td></tr> <tr><td>Unrecorded interest payments due</td><td style="text-align: right;">2,162</td></tr> <tr><td>Reserve for accrued bonuses</td><td style="text-align: right;">968</td></tr> <tr><td>Other</td><td style="text-align: right;">115</td></tr> <tr><td><u>Total deferred tax assets (current)</u></td><td style="text-align: right;"><u>8,203</u></td></tr> </table> <p><i>Deferred tax assets (fixed)</i></p> <p style="text-align: right;">(In millions of yen)</p> <table border="0"> <tr><td>Excess amount of depreciation and amortization</td><td style="text-align: right;">1,635</td></tr> <tr><td>Excess amount transferred to allowance for bad debt accounts</td><td style="text-align: right;">550</td></tr> <tr><td>Amount transferred to allowance for retirement benefits for directors</td><td style="text-align: right;">490</td></tr> <tr><td>Other</td><td style="text-align: right;">946</td></tr> <tr><td><u>Total deferred tax assets (fixed)</u></td><td style="text-align: right;"><u>3,623</u></td></tr> <tr><td>Amount offset against deferred tax liabilities (fixed)</td><td style="text-align: right;">(3,608)</td></tr> <tr><td><u>Net deferred tax assets (fixed)</u></td><td style="text-align: right;"><u>14</u></td></tr> </table> <p><i>Deferred tax liabilities (fixed)</i></p> <p style="text-align: right;">(In millions of yen)</p> <table border="0"> <tr><td><u>Valuation differences of other marketable securities (3,608)</u></td><td></td></tr> <tr><td><u>Total of deferred tax liabilities (fixed)</u></td><td style="text-align: right;"><u>(3,608)</u></td></tr> <tr><td>Amount offset against deferred tax assets (fixed)</td><td style="text-align: right;">3,608</td></tr> <tr><td><u>Net deferred tax liabilities (fixed)</u></td><td style="text-align: right;"><u>—</u></td></tr> <tr><td><u>Total deferred tax assets</u></td><td style="text-align: right;"><u>8,217</u></td></tr> </table>	Denied amount of bad debt depreciation	3,668	Accrued enterprise tax	1,288	Unrecorded interest payments due	2,162	Reserve for accrued bonuses	968	Other	115	<u>Total deferred tax assets (current)</u>	<u>8,203</u>	Excess amount of depreciation and amortization	1,635	Excess amount transferred to allowance for bad debt accounts	550	Amount transferred to allowance for retirement benefits for directors	490	Other	946	<u>Total deferred tax assets (fixed)</u>	<u>3,623</u>	Amount offset against deferred tax liabilities (fixed)	(3,608)	<u>Net deferred tax assets (fixed)</u>	<u>14</u>	<u>Valuation differences of other marketable securities (3,608)</u>		<u>Total of deferred tax liabilities (fixed)</u>	<u>(3,608)</u>	Amount offset against deferred tax assets (fixed)	3,608	<u>Net deferred tax liabilities (fixed)</u>	<u>—</u>	<u>Total deferred tax assets</u>	<u>8,217</u>	<p>1. 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<p>2. Principal items which caused differences between statutory effective tax rate and income tax charge rate after adoption of tax effect accounting Omitted because the difference between the statutory effective tax rate and income tax charge rate after adoption of tax effect accounting is 5% or less of the statutory effective tax rate.</p>	<p>2. Principal items which caused differences between statutory effective tax rate and income tax charge rate after adoption of tax effect accounting As on left</p>																																																																												

## F. Per Share Information

Item	Previous fiscal year (Apr. 1, 2004 to Mar. 31, 2005)	Current fiscal year (Apr. 1, 2005 to Mar. 31, 2006)								
Net assets per share	6,188.00 yen	4,469.03 yen								
Net income per share	711.20 yen	355.77 yen								
Diluted net income per share	711.14 yen	355.65 yen								
		<p>The Company conducted a 1:1.5 stock split on May 23, 2005.</p> <p>Assuming that the stock split was conducted at the beginning of the previous fiscal year, per share information is as follows.</p> <p style="text-align: right;">(Yen)</p> <table border="1" style="margin-left: auto; margin-right: auto;"> <thead> <tr> <th colspan="2" style="text-align: center;">Previous fiscal year</th> </tr> </thead> <tbody> <tr> <td>Net assets per share</td> <td style="text-align: right;">4,125.33</td> </tr> <tr> <td>Net income per share</td> <td style="text-align: right;">474.13</td> </tr> <tr> <td>Diluted net income per share</td> <td style="text-align: right;">474.09</td> </tr> </tbody> </table>	Previous fiscal year		Net assets per share	4,125.33	Net income per share	474.13	Diluted net income per share	474.09
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Net assets per share	4,125.33									
Net income per share	474.13									
Diluted net income per share	474.09									

*Basis for calculation of net income per share and diluted income per share*

Item	Previous fiscal year (Apr. 1, 2004 to Mar. 31, 2005)	Current fiscal year (Apr. 1, 2005 to Mar. 31, 2006)
Net Income	67,301 million yen	50,381 million yen
Amount not attributable to common stock shareholders	126 million yen	—
Includes directors' bonuses distribution of profit	(126 million yen)	(—)
Net income relating to common stock	67,174 million yen	50,381 million yen
Average number of shares of common stock during the period	94,453,068 shares	141,613,814 shares
Diluted net income per share		
Adjusted net income		
Increase in number of common stock	7,336 shares	44,799 shares
(of which stock options through acquisition of treasury stock)	(6,399 shares)	(14,460 shares)
(of which warrants)	(937 shares)	(30,339 shares)
Outline of stock not included in diluted net income per share due to lack of dilutory effect	—	New share subscription-type stock options (No. of shares: 357,900) decided upon at the 28 <sup>th</sup> ordinary general meeting of shareholders (June 24, 2005)

G. Significant Subsequent Events

Previous fiscal year (Apr. 1, 2004 to Mar. 31, 2005)	Current fiscal year (Apr. 1, 2005 to Mar. 31, 2006)												
<p>Based on the resolution of the Board of Directors' meeting on February 21, 2005, the Company is issuing new stock through the stock split as follows.</p> <p>1. A 1:1.5 split as of May 23, 2005.</p> <p>(1) Increase in number of shares due to stock split Common stock 47,345,000</p> <p>(2) Method of split A 1:1.5 stock split will be applied to the number of shares owned by shareholders listed in the register of shareholders and the register of beneficial shareholders at the close of March 31, 2005.</p> <p>2. Initial date in reckoning for dividend April 1, 2005.</p> <p>Per share information for the previous fiscal year assuming that the stock split had been conducted at the beginning of the previous fiscal year and per share information for the current fiscal year assuming that the stock split had been conducted at the beginning of the current fiscal year are as below.</p> <p style="text-align: right;">(Yen)</p> <table border="1" style="margin-left: auto; margin-right: auto;"> <thead> <tr> <th></th> <th>Previous fiscal year</th> <th>Current fiscal year</th> </tr> </thead> <tbody> <tr> <td>Net assets per share</td> <td>3,689.45</td> <td>4,125.33</td> </tr> <tr> <td>Net income per share</td> <td>373.88</td> <td>474.13</td> </tr> <tr> <td>Diluted net income per share</td> <td>—</td> <td>474.09</td> </tr> </tbody> </table>		Previous fiscal year	Current fiscal year	Net assets per share	3,689.45	4,125.33	Net income per share	373.88	474.13	Diluted net income per share	—	474.09	<p>On April 14, 2006, the Kinki Finance Bureau of the Financial Services Agency imposed penalties on AIFUL Corporation based on the provision of item 1, Article 36 of the Money Lending Business Control and Regulation Law (Law No. 32 of 1983). The penalties halted operations at all of the Company's branches for a set period, except for the receipt of repayments and operations related to credit protection.</p> <p>The impact of the administrative penalties on the Company's financial position and business performance for next fiscal year and beyond is not known.</p>
	Previous fiscal year	Current fiscal year											
Net assets per share	3,689.45	4,125.33											
Net income per share	373.88	474.13											
Diluted net income per share	—	474.09											

## II. Results of Operations

### 1. Operating Revenue

(In millions of yen)

Item		Previous fiscal year (Apr. 1, 2004 to Mar. 31, 2005)		Current fiscal year (Apr. 1, 2005 to Mar. 31, 2006)	
		Amount	%	Amount	%
Interest on loans to customers	Unsecured loans	266,930	78.3	269,986	78.6
	Secured loans	55,875	16.4	54,560	15.9
	Small business loans	7,722	2.3	8,994	2.6
	Sub-total	330,528	97.0	333,541	97.1
Other financial revenue	Interest on deposits	1	0.0	1	0.0
	Interest on marketable securities	0	0.0	0	0.0
	Interest on loans	111	0.0	0	0.0
	Other	0	0.0	0	0.0
Sub-total	113	0.0	1	0.0	
Other operating revenue	Sales of real estate			23	0.0
	Bad debt write-off recovery	4,090	1.2	4,299	1.3
	Other	5,883	1.8	5,648	1.6
	Sub-total	9,973	3.0	9,972	2.9
Total		340,615	100.0	343,515	100.0

Note: "Other" included in Other operating revenue includes guarantee fees.

### 2. Other Operating Indicators

Item		End of previous fiscal year (As of Mar. 31, 2005)	End of current fiscal year (As of Mar. 31, 2006)
Total amount of loans outstanding (millions of yen)		1,471,767	1,512,717
Unsecured loans		1,093,662	1,133,083
Secured loans		345,180	341,152
Small business loans		32,924	38,480
Number of customer accounts		2,214,748	2,187,382
Unsecured loans		2,091,244	2,057,920
Secured loans		98,625	101,682
Small business loans		24,879	27,780
Number of branches		1,572	1,912
Staffed branches		549	515
Unstaffed branches		1,023	1,397
Number of "Ojidosan" automatic loan-contracting machines		1,561	1,595
Number of loan application processing machines		7	310
Number of ATMs		76,338	86,639
Company-owned		1,761	1,803
Partner-owned		74,577	84,836
Number of employees		3,184	3,066
Bad debt write-off (millions of yen)		91,243	93,422
Allowance for bad debts (millions of yen)		101,053	106,998
Net income per share (yen)		711.20	355.77
Net assets per share (yen)		6,188.00	4,469.03

Notes: 1. Total amount of loans outstanding and the number of customer accounts do not include loans and customer accounts related to claims in bankruptcy.

2. Bad debt write-off does not include losses on claims in bankruptcy, which came to 5,012 million yen in the previous fiscal year, and 4,152 million yen in the current fiscal year.

### III. Changes to the Board of Directors

#### 1. Retirement of a Director

Name	Retirement date
Tetsuo Ninomiya	June 24, 2005

#### 2. Changes to the Responsibilities of Directors: As of April 1, 2006

Name	New areas of responsibility	Former areas of responsibility
Katsuhide Horiba	Senior Managing Director	Senior Managing Director, Senior General Manager, Finance Division
Sadatoshi Kobayashi	Senior Managing Director, Information System Division	Senior Managing Director, Information Systems Development Department, Information Systems Operating Department
Yasutaka Fukuda	Director, Deputy-General Manager, Finance Division	Director, Deputy-General Manager, Finance Division, serving concurrently as Manager, Finance Department
Masayuki Sato	Director	Director, Marketing Department
Hiroshi Abe	Director, General Manager Management Planning Division, concurrently oversees Business Development Department and IT Planning Department	Director, General Manager, Management Planning Division
Tsuneo Sakai	Director, oversees Public Relations Department, Guarantee Business Department, Coordination Department and Investor Relations Office, serving concurrently as Manager, Investor Relations Office	Director, oversees, Public Relations Office, Guarantee Business Department, and Investor Relations Department, serving concurrently as Manager, Investor Relations Office