

# Year-End Financial Statements

For the fiscal year ended March 31, 2008

AIFUL Corporation      Stock Listings: 1st Section of Tokyo and Osaka Stock Exchanges  
 Stock Code: 8515      URL <http://www.aiful.co.jp>  
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Scheduled date of convention of ordinary general meeting of shareholders: June 24, 2008

Scheduled date of commencement of dividend payments: June 25, 2008

Scheduled date of submission of financial report: June 25, 2008

## I. Consolidated Business Results for the Fiscal Year Ended March 31, 2008

(April 1, 2007 – March 31, 2008)

### 1. Consolidated Operating Results

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

(In millions of yen, except where noted; percentage figures show year-on-year growth.)

	Operating Revenue		Operating Income (loss)		Ordinary Income (loss)		Net Income (loss)	
Fiscal year ended March 31, 2008	405,784	(18.7)%	31,725	–	32,065	–	27,434	–
Fiscal year ended March 31, 2007	499,031	(9.2)%	(163,801)	–	(163,092)	–	(411,250)	–

	Net Income (loss) per Share (Yen)	Diluted Net Income per Share (Yen)	Net Income to Shareholders' Equity Ratio (%)	Ordinary Income to Total Assets Ratio (%)	Operating Income to Operating Revenue Ratio (%)
Fiscal year ended March 31, 2008	190.77	186.86	9.6	1.5	7.8
Fiscal year ended March 31, 2007	(2,903.85)	–	(88.1)	(6.5)	(32.8)

Reference: Equity method investment gain or loss for: Fiscal year ended March 31, 2008: - million yen  
 Fiscal year ended March 31, 2007: - million yen

### 2. Consolidated Financial Position

(In millions of yen, except where noted)

	Total Assets	Net Assets	Shareholders' Equity Ratio (%)	Net Assets per Share (Yen)
Fiscal year ended March 31, 2008	2,041,128	324,520	15.6	1,909.46
Fiscal year ended March 31, 2007	2,214,559	257,144	11.4	1,777.44

Reference: Shareholders' equity for: Fiscal year ended March 31, 2008: 318,915 million yen  
 Fiscal year ended March 31, 2007: 251,724 million yen

### 3. Consolidated Cash Flows

(In millions of yen)

	Cash Flow from Operating Activities	Cash Flow from Investing Activities	Cash Flow from Financing Activities	Cash and Cash Equivalents at the End of the Year
Fiscal year ended March 31, 2008	247,524	16,420	(133,734)	257,310
Fiscal year ended March 31, 2007	250,558	13,498	(271,390)	127,089

## II. Dividend Information

(Record date)	Dividend per share (Yen)			Total Annual Dividends (Million Yen)	Dividend Payout Ratio (Consolidated, %)	Dividend on Equity Ratio (Consolidated, %)
	Interim	Year-end	Annual			
Fiscal year ended March 31, 2007	30.00	30.00	60.00	8,497	–	1.8
Fiscal year ended March 31, 2008	20.00	20.00	40.00	6,171	21.0	2.2
Fiscal year ending March 31, 2009 (Forecast)	20.00	20.00	40.00		21.1	

## III. Full Year Consolidated Forecast (April 1, 2008 - March 31, 2009)

(In millions of yen, except where noted; Percentage figures show year-on-year growth for the full year and growth compared to the same period the previous year for the first half.)

	Operating Revenue	Operating Income	Ordinary Income	Net Income	Net Income per Share (Yen)
First half	164,567 (24.0)%	16,237 (22.9)%	16,200 (24.7)%	16,518 (23.1)%	98.90
Full year	312,039 (23.1)%	32,892 3.7%	33,000 2.9%	31,730 15.7%	189.98

## IV. Other

- (1) Transfers of leading subsidiaries during the fiscal year (transfers of specified subsidiaries accompanied by changes in the scope of consolidation): None
- (2) Changes in accounting principles, procedures and methods of presentation relating to the preparation of consolidated financial statements (Recorded under Changes to Significant Matters Forming the Basis for the Preparation of Consolidated Financial Statements)

(a) Changes accompanying amendments to accounting standards: Yes

(b) Changes other than those in (a): None

Note: Please refer to Changes to Significant Matters Forming the Basis for the Preparation of Consolidated Financial Statements on page 12 for details.

- (3) Number of shares issued and outstanding (Ordinary shares)

(a) Number of shares issued and outstanding at end of fiscal year (including treasury stock)

Year ended March 31, 2008: 167,475,000 shares

Year ended March 31, 2007: 142,035,000 shares

(b) Number of shares of treasury stock issued and outstanding at end of fiscal year

Year ended March 31, 2008: 455,717 shares

Year ended March 31, 2007: 412,835 shares

Note: Please refer to Per Share Information on page 14 for the number of shares used in the computation of consolidated net income per share.

## (Reference) Highlights of Non-Consolidated Business Results

### I. Non-Consolidated Business Results for the Fiscal Year Ended March 31, 2008

(April 1, 2007 – March 31, 2008)

#### 1. Non-Consolidated Operating Results

(In millions of yen, except where noted; percentage figures show year-on-year growth.)

	Operating Revenue		Operating Income (loss)		Ordinary Income (loss)		Net Income (loss)	
Fiscal year ended March 31, 2008	233,039	(22.5)%	16,957	–	22,191	–	27,069	–
Fiscal year ended March 31, 2007	300,755	(12.4)%	(106,937)	–	(101,225)	–	(359,399)	–

	Net Income (loss) per Share (Yen)	Diluted Net Income per Share (Yen)
Fiscal year ended March 31, 2008	188.24	184.37
Fiscal year ended March 31, 2007	(2,537.73)	–

#### 2. Non-Consolidated Financial Position

(In millions of yen, except where noted)

	Total Assets	Net Assets	Shareholders' Equity Ratio (%)	Net Assets per Share (Yen)
Fiscal year ended March 31, 2008	1,535,957	322,015	21.0	1,928.02
Fiscal year ended March 31, 2007	1,660,826	255,005	15.4	1,800.60

### II. Full Year Non-Consolidated Forecast (April 1, 2008 - March 31, 2009)

(In millions of yen, except where noted; Percentage figures show year-on-year growth for the full year and growth compared to the same period the previous year for the first half.)

	Operating Revenue		Operating Income		Ordinary Income		Net Income		Net Income per Share (Yen)
First half	93,812	(25.1)%	11,336	9.8%	13,948	6.0%	16,263	(11.7)%	97.37
Full year	176,676	(24.2)%	20,898	23.2%	26,000	17.2%	30,931	14.3%	185.19

**\* Disclaimer concerning the proper use of business results forecasts**

The consolidated and non-consolidated forecasts above are based on information available as of the day of the announcement of this material. Actual results may vary materially due to various unknown future factors.

## Supplementary Data

These supplementary data are a condensed version of the Japanese supplementary data.

For details, please refer to the Japanese financial statements or the English version of *Annual Report 2008* that will be published later.

### Consolidated Business Results

#### I. Consolidated Financial Statements

##### 1. Consolidated Balance Sheets

(In millions of yen, %)

Category	Note No.	End of previous fiscal year (As of March 31, 2007)		End of fiscal year under review (As of March 31, 2008)	
		Amount	%	Amount	%
(Assets)					
I. Current assets					
1. Cash and cash equivalents		127,166		228,422	
2. Loans	*2, 3, 8, 9	1,912,689		1,598,705	
3. Installment receivables	*2, 6, 8	174,923		148,490	
4. Operational investment securities		1,836		1,174	
5. Customers' liabilities for acceptances and guarantees		141,929		129,712	
6. Other operating receivables		12,652		13,534	
7. Marketable securities		—		2,000	
8. Purchased claims		12,753		12,847	
9. Deferred tax assets		13,770		16,997	
10. Short-term loans	*4	30,099		30,087	
11. Other	*2	47,459		44,613	
Allowance for bad debts	*10	(379,848)		(297,383)	
Total current assets		2,095,434	94.6	1,929,201	94.5
II. Fixed assets					
1. Tangible fixed assets					
(1) Buildings and structures	*2	44,118		38,921	
Total accumulated depreciation		(28,317)	15,800	(22,746)	16,175
(2) Machinery and vehicles	*2	267		265	
Total accumulated depreciation		(130)	137	(144)	120
(3) Equipment and fixtures		24,878		21,112	
Total accumulated depreciation		(13,891)	10,987	(12,278)	8,833
(4) Land	*2		14,463		14,363
(5) Construction in process account			1,016		2,920
Total tangible fixed assets			42,405		42,413
Total tangible fixed assets					2.1
2. Intangible fixed assets					
(1) Software			21,337		22,792
(2) Good will			3,144		2,288
(3) Other			386		318
Total intangible fixed assets			24,868		25,400
Total intangible fixed assets					1.3
3. Investment and other fixed assets					
(1) Investment securities	*5		24,129		16,823
(2) Claims in bankruptcy	*9		38,988		46,349
(3) Lease deposits and guarantees			11,492		7,639
(4) Deferred tax assets			334		2,151
(5) Other			3,999		3,784
Allowance for bad debts			(27,725)		(33,031)
Total investment and other fixed assets			51,219	2.3	43,718
Total investment and other fixed assets					2.1
Total fixed assets			118,493	5.4	111,532
Total fixed assets					5.5
III. Deferred assets					
Bond issuing expenses			631		393
Total deferred assets			631	0.0	393
Total deferred assets					0.0
Total assets			2,214,559	100.0	2,041,128
Total assets					100.0

(In millions of yen, %)

Category	Note No.	End of previous fiscal year (As of March 31, 2007)		End of fiscal year under review (As of March 31, 2008)	
		Amount	%	Amount	%
(Liabilities)					
I. Current liabilities					
1. Notes & accounts payable - trade		24,621		24,892	
2. Acceptances and guarantees		141,929		129,712	
3. Short-term debts	*2	91,370		158,930	
4. Current portion of bonds		72,000		55,000	
5. Current portion of long-term debts	*2	332,241		303,818	
6. Commercial paper		—		5,000	
7. Income taxes payable		7,991		2,204	
8. Reserve for accrued bonuses		3,783		3,658	
9. Reserve for losses on treatment of soil contamination		630		—	
10. Business reorganization reserve		11,316		193	
11. Gains on deferred installments	*7	8,453		4,203	
12. Lease assets impairment account		134		—	
13. Other		48,916		44,217	
Total current liabilities		743,389	33.6	731,830	35.9
II. Long-term liabilities					
1. Bonds		424,100		369,100	
2. Bonds with warrants		—		70,000	
3. Long term debts	*2	610,551		392,240	
4. Deferred tax liabilities		525		7	
5. Reserve for losses on interest repayments		167,153		143,750	
6. Allowance for retirement benefits for directors		1,338		1,063	
7. Interest swaps		8,193		6,417	
8. Other		2,163		2,198	
Total long-term liabilities		1,214,025	54.8	984,777	48.2
Total liabilities		1,957,414	88.4	1,716,607	84.1
(Net Assets)					
I. Shareholders' equity					
1. Common stock		83,317	3.7	108,324	5.3
2. Capital surplus	*1	104,125	4.7	129,133	6.3
3. Retained earnings		66,465	3.0	86,819	4.3
4. Treasury stock		(2,968)	(0.1)	(3,110)	(0.2)
Total shareholders' equity		250,940	11.3	321,167	15.7
II. Evaluation and foreign currency translation adjustments					
1. Differences in evaluation of other marketable securities		6,536	0.3	2,080	0.1
2. Gain (loss) on deferred hedge		(5,752)	(0.3)	(4,332)	(0.2)
Total evaluation and foreign currency translation adjustments		784	0.0	(2,251)	(0.1)
III. Minority interests					
Total net assets		257,144	11.6	324,520	15.9
Total net assets and liabilities		2,214,559	100.0	2,041,128	100.0

## 2. Consolidated Statements of Income

(In millions of yen, %)

Category	Note No.	Previous fiscal year (Apr. 1, 2006 to Mar. 31, 2007)		Fiscal year under review (Apr. 1, 2007 to Mar. 31, 2008)	
		Amount	%	Amount	%
I. Operating revenue					
1. Interest on loans to customers		448,662	89.9	356,435	87.9
2. Credit card revenue		12,754	2.6	14,948	3.7
3. Per-item credit revenue		12,998	2.6	6,912	1.7
4. Credit guarantee revenue		9,186	1.8	8,547	2.1
5. Financial revenue - other		229	0.0	561	0.1
6. Operating revenue - other					
(1) Revenue from operational investment securities		527		515	
(2) Collection of purchased claims		3,725		6,633	
(3) Bad debt write-off recovery		4,022		4,394	
(4) Other		6,924	3.1	6,834	4.5
Total operating revenue		499,031	100.0	405,784	100.0
II. Operating expenses					
1. Financial expenses					
(1) Interest expenses		24,980		22,688	
(2) Interest on bonds		7,916		7,957	
(3) Other		3,718	7.3	2,646	8.2
2. Cost of sales					
(1) Cost of sales of operational investment securities		163		207	
(2) Cost of purchased claims		2,666	0.6	5,061	1.3
3. Operating expenses - other					
(1) Advertising expenses		15,073		7,429	
(2) Commissions		25,584		22,901	
(3) Loan losses		59,745		191	
(4) Transfer to allowance for bad debts		280,618		155,652	
(5) Interest repayments		15,239		—	
(6) Transfer to reserve for losses on interest repayments		97,835		49,818	
(7) Salaries for employees		43,651		32,811	
(8) Transfer to reserve for accrued bonuses		3,782		3,658	
(9) Expenses for retirement benefits for employees		1,371		1,168	
(10) Transfers to allowance for retirement benefits for directors		123		120	
(11) Goodwill write-offs		1,734		855	
(12) Other		78,626	124.9	60,887	82.7
Total operating expenses		662,832	132.8	374,058	92.2
Operating income (loss)		(163,801)	(32.8)	31,725	7.8

(In millions of yen, %)

Category	Note No.	Previous fiscal year (Apr. 1, 2006 to Mar. 31, 2007)		Fiscal year under review (Apr. 1, 2007 to Mar. 31, 2008)	
		Amount	%	Amount	%
III. Non-operating income					
1. Dividends received		217		368	
2. Dividends on insurance		292		161	
3. Other		554	1,064	384	914
					0.2
IV. Non-operating expenses					
1. Loss on investment in anonymous association	*1	213		90	
2. Amortization of stock issuance expenses		—		286	
3. Other		141	354	197	574
					0.1
Ordinary income (loss)			(163,092)		32,065
					7.9
V. Extraordinary income					
1. Gain on sale of fixed assets	*2	—		872	
2. Gain on sale of investment securities		3,286		—	
3. Other		458	3,744	86	959
					0.2
VI. Extraordinary losses					
1. Loss on disposal of fixed assets	*3	—		735	
2. Impairment losses	*4	6,804		—	
3. Goodwill write-offs	*5	4,393		—	
4. Transfer to allowance for bad debts		107,012		—	
5. Transfer to reserve for losses on interest repayments		69,312		—	
6. Transfer to reserve for losses on treatment of soil contamination		630		—	
7. Business reorganization losses		7,211		—	
8. Transfer to business reorganization reserve		11,316		—	
9. Dissolution fees for cancellation of contract		2,210		521	
10. Loss on closure of unstaffed branches		—		251	
11. Other		4,023	212,914	618	2,126
					0.5
Net income (loss) before taxes			(372,262)		30,898
					7.6
Corporate tax, local and enterprise taxes		15,795		3,073	
Prior-year corporate tax, local and enterprise taxes		—		3,451	
Adjustment on corporate tax, etc.		24,733	40,529	(3,251)	3,274
					0.8
Gain (loss) on minority interests			(1,540)		189
					0.0
Net income (loss)			(411,250)		27,434
					6.8

### 3. Consolidated Statements of Change in Shareholders' Equity

Previous fiscal year (Apr. 1, 2006 to Mar. 31, 2007)

(In millions of yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at March 31, 2006	83,317	104,125	486,214	(2,964)	670,692
Change during fiscal year					
Distribution of retained earnings*			(4,248)		(4,248)
Distribution of retained earnings			(4,248)		(4,248)
Net loss			(411,250)		(411,250)
Acquisition of treasury stock			–	(3)	(3)
Disposal of treasury stock			(0)	0	0
Net change in items other than shareholders' equity during fiscal year					
Total change during fiscal year	–	–	(419,748)	(3)	(419,751)
Balance at March 31, 2007	83,317	104,125	66,465	(2,968)	250,940

(In millions of yen)

	Evaluation and foreign currency translation adjustments			Minority interests	Total net assets
	Differences in evaluation of other marketable securities	Gain (loss) on deferred hedge	Total evaluation and foreign currency translation adjustments		
Balance at March 31, 2006	11,001	–	11,001	6,964	688,658
Change during fiscal year					
Distribution of retained earnings*			–		(4,248)
Distribution of retained earnings			–		(4,248)
Net loss			–		(411,250)
Acquisition of treasury stock			–		(3)
Disposal of treasury stock			–		0
Net change in items other than shareholders' equity during fiscal year	(4,465)	(5,752)	(10,217)	(1,544)	(11,762)
Total change during fiscal year	(4,465)	(5,752)	(10,217)	(1,544)	(431,514)
Balance at March 31, 2007	6,536	(5,752)	784	5,419	257,144

Note: Distribution of retained earnings approved by the ordinary general meeting of shareholders in June 2006.

Fiscal year under review (Apr. 1, 2007 to Mar. 31, 2008)

(In millions of yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at March 31, 2007	83,317	104,125	66,465	(2,968)	250,940
Change during fiscal year					
Issuance of new stock for capital increase	25,007	25,007			50,015
Distribution of retained earnings			(4,248)		(4,248)
Distribution of retained earnings			(2,831)		(2,831)
Net income			27,434		27,434
Acquisition of treasury stock				(142)	(142)
Disposal of treasury stock			(0)	0	0
Net change in items other than shareholders' equity during fiscal year					
Total change during fiscal year	25,007	25,007	20,354	(142)	70,226
Balance at March 31, 2008	108,324	129,133	86,819	(3,110)	321,167

(In millions of yen)

	Evaluation and foreign currency translation adjustments			Minority interests	Total net assets
	Differences in evaluation of other marketable securities	Gain (loss) on deferred hedge	Total evaluation and foreign currency translation adjustments		
Balance at March 31, 2007	6,536	(5,752)	784	5,419	257,144
Change during fiscal year					
Issuance of new stock for capital increase			—		50,015
Distribution of retained earnings			—		(4,248)
Distribution of retained earnings			—		(2,831)
Net income			—		27,434
Acquisition of treasury stock			—		(142)
Disposal of treasury stock			—		0
Net change in items other than shareholders' equity during fiscal year	(4,455)	1,420	(3,035)	184	(2,851)
Total change during fiscal year	(4,455)	1,420	(3,035)	184	67,375
Balance at March 31, 2008	2,080	(4,332)	(2,251)	5,604	324,520

#### 4. Consolidated Statements of Cash Flows

(In millions of yen)

		Previous fiscal year (Apr. 1, 2006 to Mar. 31, 2007)	Fiscal year under review (Apr. 1, 2007 to Mar. 31, 2008)
Category	Note No.	Amount	Amount
I. Cash flow from operating activities			
Net income (loss) before taxes		(372,262)	30,898
Depreciation expenses		13,122	11,072
Impairment losses		6,804	—
Goodwill write-offs		6,128	855
Increase (decrease) in allowance for bad debts		235,857	(77,158)
Increase (decrease) in reserve for losses on interest repayments		146,078	(23,402)
Non-operating interest on loans and cash dividends		(242)	(389)
Loss (gain) on sale of fixed assets		—	(795)
Loss on disposal of fixed assets		1,964	735
Loss (gain) on sale of investment securities		(3,241)	—
Decrease (increase) in loans to customers		211,327	313,983
Decrease (increase) in installment receivables		34,661	26,431
Decrease (increase) in operational investment securities		(12)	596
Decrease (increase) in other operating receivables		(2,132)	(882)
Decrease (increase) in purchased claims		(1,821)	(93)
Decrease (increase) in claims in bankruptcy		(5,957)	(7,361)
Decrease (increase) in other current assets		5,114	3,032
Increase (decrease) in other current liabilities		5,620	(19,961)
Other		2,148	1,886
Subtotal		283,160	259,448
Non-operating interest on loans and cash dividends		242	389
Payments for corporate and other taxes		(32,843)	(12,313)
Cash flow from operating activities		250,558	247,524
II. Cash flow from investing activities			
Funds used for purchase of tangible fixed assets		(3,043)	(5,474)
Gain on sale of tangible fixed assets		457	—
Funds used for purchase of intangible fixed assets		(8,224)	(8,715)
Funds used for purchase of investment securities		(1,676)	(1,968)
Funds provided by sales of investment securities		5,087	934
Decrease (increase) in short-term receivables		20,028	29,987
Other		870	1,658
Cash flow from investing activities		13,498	16,420

(In millions of yen)

		Previous fiscal year (Apr. 1, 2006 to Mar. 31, 2007)	Fiscal year under review (Apr. 1, 2007 to Mar. 31, 2008)
Category	Note No.	Amount	Amount
III. Cash flow from financing activities			
Proceeds from short-term debts		746,500	586,260
Repayment of short-term debts		(768,330)	(518,700)
Increase (decrease) in commercial paper		(25,000)	5,000
Proceeds from long-term debts		374,710	104,328
Repayments of long-term debts		(575,964)	(351,062)
Proceeds from issuance of bonds		67,194	69,898
Redemption of bonds		(82,000)	(72,000)
Proceeds from issuance of common stock		—	49,763
Payment for acquisition of treasury stock		(3)	(142)
Proceeds from disposal of treasury stock		0	0
Cash dividends paid		(8,497)	(7,080)
Cash flow from financing activities		(271,390)	(133,734)
IV. Effect of exchange rate changes on cash and cash equivalents		45	10
V. Increase (decrease) in cash and cash equivalents		(7,287)	130,221
VI. Balance of cash and cash equivalents at the beginning of the year		134,376	127,089
VIII. Balance of cash and cash equivalents at the end of the year	*1	127,089	257,310

## 5. Significant Accounting Policies Relating to the Consolidated Financial Statements

Item	Previous fiscal year (Apr. 1, 2006 to Mar. 31, 2007)	Fiscal year under review (Apr. 1, 2007 to Mar. 31, 2008)
<p>1. Accounting principles used for standard accounting treatment</p> <p>(1) Depreciation methods for important depreciable assets</p>	<p>i) Tangible fixed assets Diminishing balance depreciation method Major useful lives are as follows: Buildings and structures 2-62 years Machinery and vehicles 2-17 years Equipment and fixtures 2-20 years</p>	<p>i) Tangible fixed assets Diminishing balance depreciation method Straight line depreciation method for buildings (excluding attached facilities) that consolidated subsidiaries acquired on or after April 1, 1998 Major useful lives are as follows: Buildings and structures 2-62 years Machinery and vehicles 2-17 years Equipment and fixtures 2-20 years</p> <p>(Changes to accounting policies) In conjunction with the revision of Japan's Corporation Tax Law, AIFUL and its consolidated subsidiaries have changed the method of depreciation for tangible fixed assets (excludes buildings at AIFUL) acquired on or after April 1, 2007 to the method based on the Corporation Tax Law after its revision, starting in the fiscal year under review. As a result, operating income, ordinary income, and net income before income taxes have each declined by 68 million yen.</p> <p>(Supplementary Data) In conjunction with the revision of the Corporation Tax Law, AIFUL and its consolidated subsidiaries have accounted for assets (excludes buildings at AIFUL) acquired on or before March 31, 2007 through the uniform depreciation over 5 years of the difference between an amount equivalent to 5% of the acquisition price and the memorandum price from the fiscal year following the fiscal year when 5% of the acquisition price is reached, through the adoption of a depreciation method based on the Corporation Tax Law before its revision. As a result, operating income, ordinary income, and net income before income taxes have each declined by 30 million yen.</p>

Item	Previous fiscal year (Apr. 1, 2006 to Mar. 31, 2007)	Fiscal year under review (Apr. 1, 2007 to Mar. 31, 2008)
(2) Scope of funds in the consolidated statements of cash flows	Funds include cash on hand, deposits on demand, and short-term, highly liquid investments with maturities of three months or less at the date of acquisition that are readily convertible to cash and cash equivalents and are subject to only insignificant risk of changes in value. —	(Change to the scope of funds) In the past, receivables repurchase agreement transactions, as financial assets (short-term loans), were not included in the scope of funds in the consolidated statement of cash flows. To show actual conditions with regard to the application of short term excess funds more accurately, from this fiscal year forward they will be included under cash equivalents. As a result of these changes, cash flow from investing activities, increase in cash and cash equivalents, and balance of cash and cash equivalents at the end of the year increased by ¥29,975 million.

Note: With the exception of the above-described depreciation methods for important depreciable assets and the change to the scope of funds in the consolidated statement of cash flows, there have been no significant changes since those listed in the most recent financial report (submitted June 28, 2007). Accordingly, no mention is made of them.

## 6. Changes to Significant Matters Forming the Basis for the Preparation of Consolidated Financial Statements

Previous fiscal year (Apr. 1, 2006 to Mar. 31, 2007)	Fiscal year under review (Apr. 1, 2007 to Mar. 31, 2008)
<p>(Accounting Standards for Presentation of Net Assets in the Balance Sheets) The Company adopted Accounting Standards for Presentation of Net Assets in the Balance Sheet (ASBJ Statement No. 5, December 9, 2005) and Implementation Guidance on Accounting Standards for Presentation of Net Assets in the Balance Sheet (ASBJ Guidance No. 8, December 9, 2005) starting in the fiscal year under review.</p> <p>The amount of shareholders' equity under former accounting standards was 257,477 million yen.</p> <p>With the amendment of the regulations for consolidated financial statements, the Company has presented net assets in the consolidated balance sheets for the fiscal year under review on the basis of the regulations for consolidated financial statements after amendment.</p> <p>(Accounting Standards for Business Combinations, etc.) The Company adopted Accounting Standard for Business Combinations (Business Accounting Council, October 31, 2003) and Accounting Standard for Business Separations (ASBJ Statement No. 7, December 27, 2005) as well as Implementation Guidance on Accounting Standard for Business Combinations and Accounting Standard for Business Separations (ASBJ Guidance No. 10, December 27, 2005) starting in the fiscal year under review.</p>	—

### Per Share Information

Previous fiscal year (Apr. 1, 2006 to Mar. 31, 2007)		Fiscal year under review (Apr. 1, 2007 to Mar. 31, 2008)	
Net assets per share	1,777.44 yen	Net assets per share	1,909.46 yen
Net loss per share	2,903.85 yen	Net income per share	190.77 yen
Diluted net income per share omitted because the Company recorded a net loss per share and because there were no latent shares with a dilutive effect.		Diluted net income per share	186.86 yen

Note 1: Basis for calculation of net assets per share is as follows.

	Previous fiscal year (Apr. 1, 2006 to Mar. 31, 2007)	Fiscal year under review (Apr. 1, 2007 to Mar. 31, 2008)
Total net assets	257,144 million yen	324,520 million yen
Amount deducted from total net assets	5,419 million yen	5,604 million yen
(Of which minority interests)	(5,419 million yen)	(5,604 million yen)
Net assets related to common stock at end of fiscal year	251,724 million yen	318,915 million yen
Number of shares of common stock at the end of the fiscal year used in the calculation of net assets per share	141,622,165 shares	167,019,283 shares

Note 2: Basis for calculation of net income (loss) per share and diluted net income per share is as follows.

Item	Previous fiscal year (Apr. 1, 2006 to Mar. 31, 2007)	Fiscal year under review (Apr. 1, 2007 to Mar. 31, 2008)
Net income (loss) per share		
Net income (loss)	(411,250 million yen)	27,434 million yen
Amount not attributable to common stock shareholders	—	—
Net income (loss) related to common stock	(411,250 million yen)	27,434 million yen
Average number of shares of common stock during the period	141,622,497 shares	143,806,320 shares
Diluted net income per share		
Adjusted net income	—	—
Increase in number of common stock	—	3,015,748 shares
(of which warrants)	(—)	(3,015,748 shares)
Outline of stock not included in diluted net income per share due to lack of dilutive effect	New share subscription-type stock options (No. of shares: 325,800) decided upon at the 27th ordinary general meeting of shareholders (June 25, 2004) New share subscription-type stock options (No. of shares: 351,600) decided upon at the 28th ordinary general meeting of shareholders (June 24, 2005)	New share subscription-type stock options (No. of shares: 252,000) decided upon at the 27th ordinary general meeting of shareholders (June 25, 2004) New share subscription-type stock options (No. of shares: 276,600) decided upon at the 28th ordinary general meeting of shareholders (June 24, 2005)

### Omissions from Disclosure

Notes pertaining to lease transactions, transactions with related parties, marketable securities, derivative transactions, retirement benefits, stock options, etc., and business combinations have been omitted because there is not considered to be a strong necessity for disclosure in these brief financial statements.

## II. Consolidated Results of Operations

### 1. Operating Revenue

(In millions of yen, %)

Item	Period	Previous fiscal year (Apr. 1, 2006 to Mar. 31, 2007)		Fiscal year under review (Apr. 1, 2007 to Mar. 31, 2008)	
		Amount	%	Amount	%
Interest on loans to customers		448,662	89.9	356,435	87.9
Unsecured loans		374,839	75.1	300,886	74.2
Secured loans		43,575	8.7	31,958	7.9
Small business loans		30,247	6.1	23,590	5.8
Credit card revenue		12,754	2.6	14,948	3.7
Per-item credit revenue		12,998	2.6	6,912	1.7
Credit guarantee revenue		9,186	1.8	8,547	2.1
Other financial revenue		229	0.0	561	0.1
Other operating revenue		15,200	3.1	18,378	4.5
Collection of purchased claims		3,725	0.8	6,633	1.6
Revenue from operational investment securities		527	0.1	515	0.1
Other		10,947	2.2	11,229	2.8
<b>Total</b>		<b>499,031</b>	<b>100.0</b>	<b>405,784</b>	<b>100.0</b>

Note: "Other" included in other operating revenue includes bad debt write-off recovery and card membership fees.

### 2. Other Operating Indicators

Item	Period	End of previous fiscal year (As of Mar. 31, 2007)	End of fiscal year under review (As of Mar. 31, 2008)
Total amount of loans outstanding (millions of yen)		1,985,263	1,665,682
Unsecured loans		1,537,904	1,278,001
Secured loans		291,716	246,519
Small business loans		155,642	141,161
Number of customer accounts		3,547,633	3,067,440
Unsecured loans		3,366,873	2,911,227
Secured loans		87,384	73,039
Small business loans		93,376	83,174
Number of branches		2,307	1,205
Staffed branches		364	223
Unstaffed branches		1,943	982
Number of automatic loan-contracting machines		1,872	1,096
Number of loan application processing machines		304	38
Number of ATMs		167,238	151,392
Company-owned		1,998	1,174
Partner-owned		165,240	150,218
Number of employees		6,477	5,138
Bad debt write-off (millions of yen)		205,980	227,727
Allowance for bad debts (millions of yen)		407,573	330,414
Net income (loss) per share (yen)		(2,903.85)	190.77
Net assets per share (yen)		1,777.44	1,909.46

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. Furthermore, off-balance sheet operating loans from the securitization of receivables (72,573 million yen at the end of the previous fiscal year and 66,976 million yen at the end of the fiscal year under review) have been included.

2. Bad debt write-off does not include losses on claims in bankruptcy, which came to 5,505 million yen in the previous fiscal year, and 5,359 million yen in the fiscal year under review.

3. The allowance for bad debts includes the expected amount of interest repayments estimated to have priority application to loans outstanding (195,545 million yen at the end of the previous fiscal year and 108,973 million yen at the end of the fiscal year under review).

## Non-Consolidated Business Results

### I. Non-Consolidated Financial Statements

#### 1. Non-Consolidated Balance Sheets

(In millions of yen, %)

Category	Note No.	End of previous fiscal year (As of March 31, 2007)		End of fiscal year under review (As of March 31, 2008)	
		Amount	%	Amount	%
(Assets)					
I. Current assets					
1. Cash and cash equivalents		75,255		171,563	
2. Loans	*1, 2, 4	1,298,611		1,058,879	
3. Customers' liabilities for acceptances and guarantees		58,914		56,224	
4. Marketable securities		—		2,000	
5. Pre-paid expenses		2,577		1,603	
6. Deferred tax assets		9,333		11,362	
7. Accrued income		11,063		8,316	
8. Short-term loans	*3	30,099		30,087	
9. Other	*1	14,824		13,961	
Allowance for bad debts	*5	(262,185)		(201,897)	
Total current assets		1,238,494	74.6	1,152,101	75.0
II. Fixed assets					
1. Tangible fixed assets					
(1) Buildings		21,044		17,037	
Total accumulated depreciation		(11,792)	9,251	(8,607)	8,430
(2) Structures		3,721		2,409	
Total accumulated depreciation		(2,928)	792	(1,785)	623
(3) Machinery		161		161	
Total accumulated depreciation		(74)	86	(86)	74
(4) Equipment and fixtures		22,066		19,224	
Total accumulated depreciation		(11,901)	10,165	(11,067)	8,156
(5) Land		6,762		6,762	
(6) Construction in process account		759		2,917	
Total tangible fixed assets		27,818	1.7	26,963	1.8
2. Intangible fixed assets					
(1) Software		11,992		13,454	
(2) Other		224		179	
Total intangible fixed assets		12,217	0.7	13,633	0.9

(In millions of yen, %)

Category	Note No.	End of previous fiscal year (As of March 31, 2007)		End of fiscal year under review (As of March 31, 2008)	
		Amount	%	Amount	%
3. Investment and other fixed assets					
(1) Investment securities		18,879		11,046	
(2) Stock in affiliated companies		110,144		120,731	
(3) Other marketable securities of affiliated companies		448		425	
(4) Claims in bankruptcy	*4	33,517		39,998	
(5) Long-term loans to affiliated companies		277,502		228,291	
(6) Long-term prepaid expenses		1,544		1,037	
(7) Lease deposits and guarantees		8,468		5,945	
(8) Deferred tax assets		—		1,792	
(9) Other		922		1,092	
Allowance for bad debts	*6	(69,765)		(67,496)	
Total investment and other fixed assets		381,664	23.0	342,864	22.3
Total fixed assets		421,700	25.4	383,462	25.0
III. Deferred assets					
Bond issuing expenses		631		393	
Total deferred assets		631	0.0	393	0.0
Total assets		1,660,826	100.0	1,535,957	100.0

(In millions of yen, %)

Category	Note No.	End of previous fiscal year (As of March 31, 2007)		End of fiscal year under review (As of March 31, 2008)	
		Amount	%	Amount	%
(Liabilities)					
I. Current liabilities					
1. Acceptances and guarantees		58,914		56,224	
2. Short-term debts		16,000		90,000	
3. Current portion of bonds		72,000		45,000	
4. Current portion of long-term debts	*1	228,600		195,207	
5. Trade accounts payable		11,523		5,538	
6. Accrued expenses payable		3,881		3,798	
7. Income taxes payable		37		236	
8. Reserve for accrued bonuses		2,042		1,921	
9. Reserve for losses on treatment of soil contamination		630		—	
10. Business reorganization reserve		4,381		147	
11. Other		517		662	
Total current liabilities		398,529	24.0	398,736	25.9
II. Long-term liabilities					
1. Bonds		414,100		369,100	
2. Bonds with warrants		—		70,000	
3. Long term debts	*1	460,259		268,984	
4. Deferred tax liabilities		425		—	
5. Reserve for losses on interest repayments		122,956		99,467	
6. Allowance for retirement benefits for directors		1,255		969	
7. Interest swaps		8,193		6,417	
8. Other		101		267	
Total long-term liabilities		1,007,292	60.6	815,205	53.1
Total liabilities		1,405,821	84.6	1,213,942	79.0
(Net Assets)					
I. Shareholders' equity					
1. Common stock		83,317	5.0	108,324	7.0
2. Capital surplus					
(1) Capital reserves		90,225		115,232	
Total capital surplus		90,225	5.4	115,232	7.5
3. Retained earnings					
(1) Earned surplus reserves		1,566		1,566	
(2) Other retained earnings					
General reserve		437,296		437,296	
Retained earnings carried forward		(355,054)		(335,065)	
Total retained earnings		83,807	5.1	103,796	6.8
4. Treasury stock		(2,968)	(0.1)	(3,110)	(0.2)
Total shareholders' equity		254,381	15.4	324,243	21.1
II. Evaluation and foreign currency translation adjustments					
1. Differences in evaluation of other marketable securities		6,376	0.4	2,104	0.1
2. Gain (loss) on deferred hedge		(5,752)	(0.4)	(4,332)	(0.2)
Total evaluation and foreign currency translation adjustments		623	0.0	(2,227)	(0.1)
Total net assets		255,005	15.4	322,015	21.0
Total net assets and liabilities		1,660,826	100.0	1,535,957	100.0

## 2. Non-Consolidated Statements of Income

(In millions of yen, %)

Category	Note No.	Previous fiscal year (Apr. 1, 2006 to Mar. 31, 2007)		Fiscal year under review (Apr. 1, 2007 to Mar. 31, 2008)	
		Amount	%	Amount	%
I. Operating revenue					
1. Interest on loans to customers		292,668	97.3	224,706	96.4
2. Financial revenue - other		179	0.1	400	0.2
3. Operating revenue - other					
(1) Credit guarantee revenue		5,052		4,738	
(2) Bad debt write-off recovery		1,840		2,552	
(3) Other		1,014	2.6	641	3.4
Total operating revenue		300,755	100.0	233,039	100.0
II. Operating expenses					
1. Financial expenses					
(1) Interest expenses		18,257		15,420	
(2) Interest on bonds		7,772		7,813	
(3) Other		2,828	9.6	2,121	10.9
2. Operating expenses - other					
(1) Advertising expenses		5,733		4,142	
(2) Commissions		11,449		8,522	
(3) Loan losses		48,469		190	
(4) Transfer to allowance for bad debts		169,616		102,881	
(5) Interest repayments		11,195		—	
(6) Transfer to reserve for losses on interest repayments		65,886		26,935	
(7) Director's salaries and remuneration		354		326	
(8) Salaries for employees		19,037		14,750	
(9) Bonus for employees		2,458		1,971	
(10) Transfer to reserve for accrued bonuses		2,042		1,921	
(11) Transfers to allowance for retirement benefits for directors		88		83	
(12) Welfare expenses		3,905		3,549	
(13) Expenses for retirement benefits for employees		742		650	
(14) Rent fees		3,910		2,359	
(15) Land rent		7,701		5,058	
(16) Repairs		4,139		3,540	
(17) Depreciation expenses		8,641		6,547	
(18) Other		13,461	126.0	7,295	81.8
Total operating expenses		407,693	135.6	216,081	92.7
Operating income (loss)		(106,937)	(35.6)	16,957	7.3

(In millions of yen, %)

Category	Note No.	Previous fiscal year (Apr. 1, 2006 to Mar. 31, 2007)		Fiscal year under review (Apr. 1, 2007 to Mar. 31, 2008)	
		Amount	%	Amount	%
III. Non-operating income					
1. Interest on loans	*1	4,495		4,380	
2. Miscellaneous		1,506	6,002	1,354	5,734
2.4					
IV. Non-operating expenses					
1. Loss on investment in anonymous association	*2	209		90	
2. Transfer to allowance for bad debts		—		59	
3. Amortization of stock issuance expenses		—		251	
4. Miscellaneous		80	289	98	500
0.2					
Ordinary income (loss)			(101,225)	(33.7)	22,191
9.5					
V. Extraordinary income					
1. Gain on sale of fixed assets	*3	—		831	
2. Gain on sale of investment securities		2,940		—	
3. Allowance for bad debts from previous year		—		7,100	
3. Other		1	2,941	24	7,955
3.4					
VI. Extraordinary losses					
1. Loss on disposal of fixed assets	*4	—		602	
2. Impairment losses	*5	3,128		—	
3. Loss on valuation of stock in affiliated companies		21,700		—	
4. Loss on liquidation of shares in absorbed companies		2,549		—	
5. Transfer to allowance for bad debts		145,397		—	
6. Transfer to reserve for losses on interest repayments		57,070		—	
7. Transfer to reserve for losses on treatment of soil contamination		630		—	
8. Business reorganization losses		4,416		172	
9. Transfer to business reorganization reserve		4,381		—	
10. Dissolution fees for cancellation of contract		1,546		521	
11. Other		2,059	242,879	176	1,472
0.6					
Net income (loss) before taxes			(341,163)	(113.4)	28,674
12.3					
Corporate tax, local and enterprise taxes		7,563		191	
Prior-year corporate tax, local and enterprise taxes		—		3,442	
Adjustment on corporate tax, etc.		10,672	18,235	(2,029)	1,604
0.7					
Net income (loss)			(359,399)	(119.5)	27,069
11.6					

### 3. Non-Consolidated Statements of Change in Shareholders' Equity

Previous fiscal year (Apr. 1, 2006 to Mar. 31, 2007)

(In millions of yen)

	Shareholders' equity		
	Common stock	Capital surplus	
		Capital reserves	Total capital surplus
Balance at March 31, 2006	83,317	90,225	90,225
Change during fiscal year			
Total change during fiscal year	-	-	-
Balance at March 31, 2007	83,317	90,225	90,225

(In millions of yen)

	Shareholders' equity					
	Retained earnings				Treasury stock	Total shareholders' equity
	Earned surplus reserves	Other retained earnings		Total retained earnings		
		General reserve	Retained earnings carried forward			
Balance at March 31, 2006	1,566	395,496	54,641	451,704	(2,964)	622,281
Change during fiscal year						
Distribution of retained earnings*			(4,248)	(4,248)		(4,248)
Distribution of retained earnings			(4,248)	(4,248)		(4,248)
Addition to general reserve*		41,800	(41,800)	-		-
Net loss			(359,399)	(359,399)		(359,399)
Acquisition of treasury stock				-	(3)	(3)
Disposal of treasury stock			(0)	(0)	0	0
Total change during fiscal year	-	41,800	(409,696)	(367,896)	(3)	(367,899)
Balance at March 31, 2007	1,566	437,296	(355,054)	83,807	(2,968)	254,381

(In millions of yen)

	Evaluation and foreign currency translation adjustments			Total net assets
	Differences in evaluation of other marketable securities	Gain (loss) on deferred hedge	Total evaluation and foreign currency translation adjustments	
Balance at March 31, 2006	10,636	-	10,636	632,917
Change during fiscal year				
Distribution of retained earnings*			-	(4,248)
Distribution of retained earnings			-	(4,248)
Addition to general reserve*			-	-
Net loss			-	(359,399)
Acquisition of treasury stock			-	(3)
Disposal of treasury stock			-	0
Net change in items other than shareholders' equity during fiscal year	(4,260)	(5,752)	(10,012)	(10,012)
Total change during fiscal year	(4,260)	(5,752)	(10,012)	(377,912)
Balance at March 31, 2007	6,376	(5,752)	623	255,005

Note\*: Distribution of retained earnings approved by the ordinary general meeting of shareholders in June 2006.

Fiscal year under review (Apr. 1, 2007 to Mar. 31, 2008)

(In millions of yen)

	Shareholders' equity		
	Common stock	Capital surplus	
		Capital reserves	Total capital surplus
Balance at March 31, 2007	83,317	90,225	90,225
Change during fiscal year			
Issuance of new stock for capital increase	25,007	25,007	25,007
Total change during fiscal year	25,007	25,007	25,007
Balance at March 31, 2008	108,324	115,232	115,232

(In millions of yen)

	Shareholders' equity						
	Earned surplus reserves	Retained earnings			Total retained earnings	Treasury stock	Total shareholders' equity
		Other retained earnings					
		General reserve	Retained earnings carried forward				
Balance at March 31, 2007	1,566	437,296	(355,054)	83,807	(2,968)	254,381	
Change during fiscal year							
Issuance of new stock for capital increase						50,015	
Distribution of retained earnings			(4,248)	(4,248)		(4,248)	
Distribution of retained earnings			(2,831)	(2,831)		(2,831)	
Net income			27,069	27,069		27,069	
Acquisition of treasury stock					(142)	(142)	
Disposal of treasury stock			(0)	(0)	0	0	
Total change during fiscal year			19,989	19,989	(142)	69,862	
Balance at March 31, 2008	1,566	437,296	(335,065)	103,796	(3,110)	324,243	

(In millions of yen)

	Evaluation and foreign currency translation adjustments			Total net assets
	Differences in evaluation of other marketable securities	Gain (loss) on deferred hedge	Total evaluation and foreign currency translation adjustments	
Balance at March 31, 2007	6,376	(5,752)	623	255,005
Change during fiscal year				
Issuance of new stock for capital increase				50,015
Distribution of retained earnings				(4,248)
Distribution of retained earnings				(2,831)
Net income				27,069
Acquisition of treasury stock				(142)
Disposal of treasury stock				0
Net change in items other than shareholders' equity during fiscal year	(4,271)	1,420	(2,851)	(2,851)
Total change during fiscal year	(4,271)	1,420	(2,851)	67,010
Balance at March 31, 2008	2,104	(4,332)	(2,227)	322,015

#### 4. Significant Accounting Policies Relating to the Non-Consolidated Financial Statements

Item	Previous fiscal year (Apr. 1, 2006 to Mar. 31, 2007)	Fiscal year under review (Apr. 1, 2007 to Mar. 31, 2008)
1. Depreciation methods for fixed assets	<p>Tangible fixed assets</p> <p>Diminishing balance depreciation method</p> <p>Major useful lives are as follows:</p> <p>Buildings and structures 3-50 years</p> <p>Machinery and vehicles 13-15 years</p> <p>Equipment and fixtures 3-20 years</p>	<p>Tangible fixed assets</p> <p>Diminishing balance depreciation method</p> <p>Major useful lives are as follows:</p> <p>Buildings and structures 3-50 years</p> <p>Machinery and vehicles 13-15 years</p> <p>Equipment and fixtures 2-20 years</p> <p>(Changes to accounting policies)</p> <p>In conjunction with the revision of Japan's Corporation Tax Law, AIFUL has changed the method of depreciation for tangible fixed assets except buildings (excludes attached facilities) acquired on or after April 1, 2007 to the method based on the Corporation Tax Law after its revision from the fiscal year under review.</p> <p>As a result, operating income, ordinary income, and net income before income taxes have each declined by 20 million yen.</p> <p>(Supplementary Data)</p> <p>In conjunction with the revision of the Corporation Tax Law, AIFUL has accounted for assets except building (excludes attached facilities) acquired on or before March 31, 2007 through the uniform depreciation over 5 years of the difference between an amount equivalent to 5% of the acquisition price and the memorandum price from the fiscal year following the fiscal year when 5% of the acquisition price is reached, through the adoption of a depreciation method based on the Corporation Tax Law before its revision.</p> <p>As a result, operating income, ordinary income, and net income before income taxes have each declined by 27 million yen.</p>

Note: With the exception of the above-described depreciation methods for fixed assets, there have been no significant changes since those listed in the most recent financial report (submitted June 28, 2007). Accordingly, no mention is made of them.

5. Changes to Significant Matters Forming the Basis for the Preparation of Non-Consolidated Financial Statements

Previous fiscal year (Apr. 1, 2006 to Mar. 31, 2007)	Fiscal year under review (Apr. 1, 2007 to Mar. 31, 2008)
<p>(Accounting Standards for Presentation of Net Assets in the Balance Sheets) The Company adopted Accounting Standards for Presentation of Net Assets in the Balance Sheet (ASBJ Statement No. 5, December 9, 2005) and Implementation Guidance on Accounting Standards for Presentation of Net Assets in the Balance Sheet (ASBJ Guidance No. 8, December 9, 2005) starting in the fiscal year under review.</p> <p>The amount of shareholders' equity under former accounting standards was 260,757 million yen.</p> <p>With the amendment of the regulations for financial statements, the Company has presented net assets in the balance sheets for the fiscal year under review on the basis of the regulations for financial statements after amendment.</p>	<p style="text-align: center;">—</p>
<p>(Accounting Standards for Business Combinations, etc.) The Company adopted Accounting Standard for Business Combinations (Business Accounting Council, October 31, 2003) and Accounting Standard for Business Separations (ASBJ Statement No. 7, December 27, 2005) as well as Implementation Guidance on Accounting Standard for Business Combinations and Accounting Standard for Business Separations (ASBJ Guidance No. 10, December 27, 2005) starting in the fiscal year under review.</p>	<p style="text-align: center;">—</p>

Per Share Information

Previous fiscal year (Apr. 1, 2006 to Mar. 31, 2007)		Fiscal year under review (Apr. 1, 2007 to Mar. 31, 2008)	
Net assets per share	1,800.60 yen	Net assets per share	1,928.02 yen
Net loss per share	2,537.73 yen	Net income per share	188.24 yen
		Diluted net income per share	184.37 yen
Diluted net income per share omitted because the Company recorded a net loss per share and because there were no latent shares with a dilutive effect.			

Note: Basis for calculation of net income (loss) per share and diluted net income per share is as follows.

Item	Previous fiscal year (Apr. 1, 2006 to Mar. 31, 2007)	Fiscal year under review (Apr. 1, 2007 to Mar. 31, 2008)
Net income (loss) per share		
Net income (loss)	(359,399 million yen)	27,069 million yen
Amount not attributable to common stock shareholders	—	—
Net income (loss) related to common stock	(359,399 million yen)	27,069 million yen
Average number of shares of common stock during the period	141,622,497 shares	143,806,320 shares
Diluted net income per share		
Adjusted net income	—	—
Increase in number of common stock	—	3,015,748 shares
(of which warrants)	(—)	(3,015,748 shares)
Outline of stock not included in diluted net income per share due to lack of dilutive effect	New share subscription-type stock options (No. of shares: 325,800) decided upon at the 27th ordinary general meeting of shareholders (June 25, 2004) New share subscription-type stock options (No. of shares: 351,600) decided upon at the 28th ordinary general meeting of shareholders (June 24, 2005)	New share subscription-type stock options (No. of shares: 252,000) decided upon at the 27th ordinary general meeting of shareholders (June 25, 2004) New share subscription-type stock options (No. of shares: 276,600) decided upon at the 28th ordinary general meeting of shareholders (June 24, 2005)

## II. Non-Consolidated Results of Operations

### 1. Operating Revenue

(In millions of yen, %)

Item	Period	Previous fiscal year (Apr. 1, 2006 to Mar. 31, 2007)		Fiscal year under review (Apr. 1, 2007 to Mar. 31, 2008)	
		Amount	%	Amount	%
Interest on loans to customers		292,668	97.3	224,706	96.4
Unsecured loans		243,614	81.0	190,230	81.6
Secured loans		41,423	13.8	29,808	12.8
Small business loans		7,630	2.5	4,667	2.0
Other financial revenue		179	0.1	400	0.2
Other operating revenue		7,907	2.6	7,932	3.4
Credit guarantee revenue		5,052	1.7	4,738	2.0
Other		2,855	0.9	3,193	1.4
Total		300,755	100.0	233,039	100.0

Note: "Other" included in other operating revenue includes bad debt write-off recovery.

### 2. Other Operating Indicators

Item	Period	End of previous fiscal year (As of Mar. 31, 2007)	End of fiscal year under review (As of Mar. 31, 2008)
Total amount of loans outstanding (millions of yen)		1,298,611	1,058,879
Unsecured loans		995,077	817,824
Secured loans		274,787	221,577
Small business loans		28,747	19,477
Number of customer accounts		1,894,105	1,593,420
Unsecured loans		1,788,545	1,508,507
Secured loans		84,047	69,502
Small business loans		21,513	15,411
Number of branches		1,805	1,010
Staffed branches		101	101
Unstaffed branches		1,704	909
Number of "Ojidosan" automatic loan-contracting machines		1,501	977
Number of loan application processing machines		304	38
Number of ATMs		89,058	91,432
Company-owned		1,668	1,026
Partner-owned		87,390	90,406
Number of employees		3,046	2,585
Bad debt write-off (millions of yen)		134,128	154,487
Allowance for bad debts (millions of yen)		331,951	269,394
Net income (loss) per share (yen)		(2,537.73)	188.24
Net assets per share (yen)		(1,800.60)	1,928.02

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 4,663 million yen in the previous fiscal year, and 4,126 million yen in the fiscal year under review.

3. The allowance for bad debts includes the expected amount of interest repayments estimated to have priority application to operating loans (167,530 million yen at the end of the previous fiscal year and 93,504 million yen at the end of the fiscal year under review).