

Summary of Business Results for the First Three Quarters

For the fiscal year ending March 2009

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Scheduled date of submission of this financial report: February 13, 2009

I. Consolidated Business Results for the First Three Quarters of Fiscal 2008 (April 1, 2008 – December 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 change.)

	Operating Revenue		Operating Income		Ordinary Income		Net Income	
First three quarters, FY2008	242,913	–	9,585	–	10,888	–	9,222	–
First three quarters, FY2007	314,672	(18.2)%	31,609	34.9%	32,196	34.6%	30,591	–

	Net Income per Share (Yen)	Diluted Net Income per Share (Yen)
First three quarters, FY2008	55.22	45.51
First three quarters, FY2007	216.07	–

2. Consolidated Financial Position

(In millions of yen, except where noted)

	Total Assets	Net Assets	Shareholders' Equity Ratio (%)	Net Assets per Share (Yen)
End of third quarter, FY2008	1,753,682	328,738	18.4	1,933.67
End of FY2007	2,041,128	324,520	15.6	1,909.46

Reference: Shareholders' equity for: End of third quarter, FY2008: 322,958 million yen
 End of FY2007: 318,915 million yen

II. Dividend Information

(Record date)	Dividend per Share (Yen)				
	End of First quarter	End of First half	End of Third quarter	Year-end	Annual
FY2007	–	20.00	–	20.00	40.00
FY2008	–	10.00	–	–	–
FY2008 (Forecast)	–	–	–	10.00	20.00

Note: Revisions to quarterly dividend forecasts: None

III. Consolidated Results Forecasts for Fiscal 2008 (April 1, 2008 – March 31, 2009):

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

	Operating Revenue	Operating Income	Ordinary Income	Net Income	Net Income per Share (Yen)
Full year	311,140 (23.3)%	11,383 (64.1)%	12,000 (62.6)%	8,599 (68.7)%	51.49

Note: Revisions to consolidated earnings forecasts: None

IV. Other

- (1) Transfers of leading subsidiaries during the fiscal period (transfers of specified subsidiaries accompanied by changes in the scope of consolidation): None
- (2) Application of simplified accounting procedures and specific accounting procedures in preparing consolidated financial statements: None
- (3) Changes in accounting principles, procedures and methods of presentation relating to the preparation of quarterly consolidated financial statements (Recorded under Changes to Significant Matters Forming the Basis for the Preparation of Quarterly Consolidated Financial Statements)
 - (a) Changes accompanying amendments to accounting standards: Yes
 - (b) Changes other than those in (a): None

* For details, please refer to “4. Other” in the “Qualitative Information, Financial Statements and Other Information” section (page 3).
- (4) Number of shares issued and outstanding (Ordinary shares)
 - (a) Number of shares issued and outstanding at end of fiscal period (including treasury stock)
 - End of third quarter, FY2008: 167,475,000 shares
 - End of FY2007: 167,475,000 shares
 - (b) Number of shares of treasury stock issued and outstanding at end of fiscal period
 - End of third quarter, FY2008: 456,124 shares
 - End of FY2007: 455,717 shares
 - (c) Average number of shares during fiscal period: (year-to-date)
 - First three quarters, FY2008: 167,019,138 shares
 - First three quarters, FY2007: 141,582,970 shares

* Disclaimer concerning the proper use of business results forecasts

(1) The consolidated and non-consolidated forecasts above are based on information available as of the day of the publication of this material. Actual results may vary materially due to various unknown future factors. Please refer to “3. Qualitative Information on Consolidated Earnings Forecasts” in the “Qualitative Information, Financial Statements and Other Information” section (page 3).

(2) Effective from the period under review, the Company has adopted the Accounting Standard for Quarterly Financial Reporting (ASBJ Statement No. 12) and the Guidance on Accounting Standards for Quarterly Financial Reporting (ASBJ Guidance No. 14). In addition, the quarterly consolidated financial report is prepared in accordance with the Regulation for Quarterly Consolidated Financial Statements.

Qualitative Information, Financial Statements and Other Information

1. Qualitative Information Regarding Consolidated Operating Results

In the first three quarters of the fiscal year, the Japanese economy was affected by the sharp slowdown in the global economy due to the disruption of international financial markets originating in the U.S. Signs of an economic recession included a growing sense of uncertainty over the economic outlook, concerns over deteriorating corporate earnings, and a drop in consumer confidence due to the volatile employment situation.

The business environment for the AIFUL Group remained difficult, driven by factors such as the looming industry reorganization accompanying Japan's revised Money Lending Business Control and Regulation Law and the continued demand for interest repayments.

In this environment, the AIFUL Group continued to reform its cost structure, took steps to reinforce its internal management structure and worked to solidify its management foundation by establishing internal regulations, systems, employee training and organizational structures with the aim of boosting the compliance framework.

In the loan business, in addition to lowering its minimum lending rate from the previous 12.775% to 6.8% in June 2008 — one of the lowest rates in the industry — the AIFUL Group carried out systematic preparations for the lowering of the maximum interest rate and restrictions on total lending under the Money Lending Business Control and Regulation Law and related legislation, which will be fully enforced by June 2010. These preparations included a transition toward the interest rates stipulated by the Interest Rate Restriction Law and moves to tighten up on credit ahead of time.

In the credit card business, the AIFUL Group issued a new co-branded credit card with a major shopping complex and decided to issue the BANCO DO BRASIL LIFE Card in partnership with the Bank of Brazil. Aside from this, the Group has been working to improve convenience for customers by enabling more people to pay their public utilities with their credit card and further upgrading and enhancing the function of the LIFE-Web Desk online customer service center. Furthermore, existing co-branded cards, primarily the Aoyama (business suit company) and DEODEO cards, continued to perform well. As a result of the above, the number of cardholders stood at 15.13 million (up by 320,000 compared to the end of the previous fiscal year) with transaction volume of 586,274 million yen (up 19.4%).

In the credit guarantee business, the AIFUL Group has been making efforts to expand its new guarantee affiliations. This included the initiation of a guarantee partnership that uses Chambers of Commerce and Industry throughout Miyazaki Prefecture as points of application to support small and medium-sized businesses within the prefecture and make a contribution to the development and revitalization of the regional economy. As a result of these efforts, AIFUL has commenced new affiliations with 19 companies and LIFE with seven. This brings the number of the Group's credit guarantee partners to 180 for unsecured personal loans and 102 for unsecured business loans.

As a result of these measures, at the end of the third quarter the AIFUL Group had 1,454,658 million yen in loans outstanding, down 12.7% compared to the end of the previous fiscal year, 188,844 million yen in installment receivables, down 0.9%, 122,766 million yen in customers' liabilities for acceptances and guarantees, down 5.4% (these amounts include 72,364 million yen removed from the balance sheet due to securitization, consisting of 48,458 million yen in loans outstanding and 23,906 million yen in installment receivables).

Accordingly, the Group's consolidated operating revenue for the first three quarters stood at 242,913 million yen, down 22.8% year-on-year, operating income was 9,585 million yen, down 69.7%, ordinary income amounted to 10,888 million yen, down 66.2%, and net income was 9,222 million yen, down 69.9%. This was the result of conservative provision for the reserve for losses on interest repayments despite the decline in expenses related to bad debts and a fall in operating expenses due to the effect of cost reductions.

On a non-consolidated basis, operating revenue was 138,105 million yen, down 23.9% year-on-year, operating income amounted to 1,275 million yen, down 91.7%, ordinary income was 5,874 million yen, down 69.9%, and net income for the quarter totaled 9,105 million yen, down 67.8%. Comparisons with the same period last year are included for reference.

The AIFUL Group continues to push forward with cost structure reforms while also strengthening its internal management structure ahead of the full implementation of the Money Lending Business Control and Regulation Law. Moreover, adapting to the challenging business environment, the Group is pursuing selection and concentration, including the restructuring of duplicated business sectors, in order to build a business structure that can secure ROA of 1.5% through management appropriate for the changing times.

2. Qualitative Information Regarding Consolidated Financial Position

Total assets on a consolidated basis declined 287,445 million yen, or 14.1%, compared to the end of the previous fiscal year to 1,753,682 million yen at the end of the third quarter. This was primarily due to a decline of 104,525 million yen in cash and cash equivalents and a 192,505 million yen decline in loans outstanding. Total liabilities fell 291,663 million yen, or 17.0%, compared to the end of the previous fiscal year to 1,424,943 million yen. This can be attributed to a 284,386 million yen decline in interest bearing debt. Net assets rose 4,218 million yen, or 1.3% compared to the end of the previous fiscal year because of the 9,222 million yen in net income recorded for the quarter despite a decline of 5,010 million yen from the distribution of retained earnings.

Cash Flows

Cash and cash equivalents (“funds”) fell 134,640 million yen, or 52.3%, compared to the end of the previous fiscal year to 122,669 million yen. Net cash provided by operating activities recorded an increase of 154,487 million yen as the increase in funds caused by the decline in loans outstanding exceeded the decline in funds due to the fall in the allowance for bad debts. Net cash provided by investing activities rose by 146 million yen as the increase in funds from the repayment of term deposits and the sale of investment securities exceeded the decrease in funds from the acquisition of fixed assets. Net cash provided by financing activities fell 289,264 million yen due to the repayment of borrowings and the redemption of bonds.

3. Qualitative Information on Consolidated Earnings Forecasts

Earnings for the third quarter have been moving steadily in line with the forecasts published previously on November 12, 2008, and there are no revisions to earnings forecasts.

4. Other

- (1) Transfers of leading subsidiaries during the fiscal period (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 quarterly financial statements

1. Effective from the period under review, the Company has adopted the Accounting Standard for Quarterly Financial Reporting (ASBJ Statement No. 12) and the Guidance on Accounting Standards for Quarterly Financial Reporting (ASBJ Guidance No. 14). In addition, the quarterly consolidated financial report is prepared in accordance with the Regulation for Quarterly Consolidated Financial Statements.

2. Non-ownership transfer (*shoyuken iten gai*) finance lease transactions have hitherto been accounted for in accordance with the method for lease transactions. However, the Accounting Standards for Lease Transactions Accounting Standard No. 13 (June 17, 1993, Accounting Standards Sub-committee No. 1) Revised March 2007) and the Implementation Guidance on the Accounting Standards for Lease Transactions (Accounting Standard Implementation Guidance No. 16 (January 18, 1994 (Japan Institute of Certified Public Accountants, Accounting System Committee) Revised March 30, 2007) are applicable to quarterly consolidated financial statements relating to consolidated fiscal years starting on or after April 1, 2008. Accordingly, the Company has adopted these accounting standards from the first consolidated quarter of the fiscal year under review, treating these leases in accordance with the accounting treatment relating to ordinary sale and purchase transactions. In addition, with regard to the method of depreciation of lease assets related to non-ownership transfer finance lease transactions, the Company employs the straight-line method over the residual period using the period of the lease as the service life.

The Company will continue to account for non-ownership transfer finance lease transactions for which the date of commencement of the lease transaction falls prior to the commencement of the applicable fiscal year in accordance with the method used for ordinary lease transactions. This will have no major impact on the Company’s earnings.

V. Consolidated Financial Statements for the First Three Quarters of Fiscal 2008

1. Consolidated Balance Sheets as of the End of the Third Quarter of Fiscal 2008

	End of third quarter (As of December 31, 2008)	(In millions of yen) Condensed consolidated balance sheets for previous fiscal year (As of March 31, 2008)
Assets		
Current assets		
Cash and cash equivalents	123,897	228,422
Loans	1,406,200	1,598,705
Installment receivables	164,938	148,490
Operational investment securities	1,019	1,174
Customers' liabilities for acceptances and guarantees	122,766	129,712
Marketable securities	-	2,000
Purchased claims	11,935	12,847
Other current assets	63,245	105,232
Allowance for bad debts	(239,499)	(297,383)
Total current assets	1,654,504	1,929,201
Fixed assets		
Tangible fixed assets	39,618	42,413
Intangible fixed assets	21,903	25,400
Investment and other fixed assets	37,359	43,718
Total fixed assets	98,881	111,532
Deferred assets	296	393
Total assets	1,753,682	2,041,128
Liabilities		
Current liabilities		
Notes & accounts payable - trade	30,287	24,892
Acceptances and guarantees	122,766	129,712
Short-term debts	103,010	158,930
Commercial paper	3,000	5,000
Current portion of bonds	65,500	55,000
Current portion of long-term debts	256,119	303,818
Income taxes payable	1,406	2,204
Reserves	2,169	3,851
Other current liabilities	58,698	48,420
Total current liabilities	642,957	731,830
Long-term liabilities		
Bonds	321,100	369,100
Bonds with warrants	70,000	70,000
Long term debts	250,973	392,240
Reserve for losses on interest repayments	131,938	143,750
Allowance for retirement benefits for directors	-	1,063
Other long-term liabilities	7,975	8,623
Total long-term liabilities	781,986	984,777
Total liabilities	1,424,943	1,716,607
Net Assets		
Shareholders' equity		
Common stock	108,324	108,324
Capital surplus	129,133	129,133
Retained earnings	91,031	86,819
Treasury stock	(3,110)	(3,110)
Total shareholders' equity	325,378	321,167
Evaluation and foreign currency translation adjustments		
Differences in evaluation of other marketable securities	300	2,080
Gain (loss) on deferred hedge	(2,720)	(4,332)
Total evaluation and foreign currency translation adjustments	(2,420)	(2,251)
Minority interests	5,779	5,604
Total net assets	328,738	324,520
Total net assets and liabilities	1,753,682	2,041,128

2. Consolidated Statements of Income for the First Three Quarters of Fiscal 2008

(In millions of yen)

	First three quarters (April 1 to December 31, 2008)
Operating revenue	
Interest on loans to customers	206,371
Credit card revenue	12,519
Per-item credit revenue	3,113
Credit guarantee revenue	6,093
Financial revenue - other	430
Operating revenue - other	14,386
Total operating revenue	242,913
Operating expenses	
Financial expenses	20,827
Cost of sales	2,822
Operating expenses - other	209,677
Total operating expenses	233,327
Operating income	9,585
Non-operating income	
Dividends received	684
Interest on refund of corporate taxes and other taxes	452
Non-operating income - other	319
Total non-operating income	1,457
Non-operating expenses	
Loss on investment association fund management	96
Non-operating expenses – other	57
Total non-operating expenses	154
Ordinary income	10,888
Extraordinary income	
Gain on sales of investment securities	966
Other	151
Total extraordinary income	1,118
Extraordinary losses	
Losses on disposal of fixed assets	762
Other	1,753
Total extraordinary losses	2,515
Net income before taxes	9,491
Corporate tax, local and enterprise taxes	1,242
Refunds on corporate and other taxes	(7,122)
Adjustment on corporate tax, etc.	5,972
Total corporate and other taxes	93
Gain on minority interests	175
Net income	9,222

Consolidated Statements of Income for the Third Quarter of Fiscal 2008

(In millions of yen)

	Third quarter (October 1 to December 31, 2008)
Operating revenue	
Interest on loans to customers	64,995
Credit card revenue	4,407
Per-item credit revenue	894
Credit guarantee revenue	2,005
Financial revenue - other	61
Operating revenue - other	4,866
Total operating revenue	<u>77,230</u>
Operating expenses	
Financial expenses	6,820
Cost of sales	901
Operating expenses - other	67,885
Total operating expenses	<u>75,607</u>
Operating income	<u>1,623</u>
Non-operating income	
Insurance bonus	102
Interest on refund of corporate taxes and other taxes	75
Non-operating income - other	101
Total non-operating income	<u>279</u>
Non-operating expenses	
Loss on exchange rate	49
Non-operating expenses - other	19
Total non-operating expenses	<u>69</u>
Ordinary income	<u>1,833</u>
Extraordinary income	
Gain on sales of investment securities	966
Reversal of allowance for business reorganization	97
Other	42
Total extraordinary income	<u>1,106</u>
Extraordinary losses	
Appraisal loss on investment securities	259
Other	450
Total extraordinary losses	<u>710</u>
Net income before taxes	<u>2,229</u>
Corporate tax, local and enterprise taxes	692
Refunds on corporate and other taxes	(2)
Adjustment on corporate tax, etc.	(530)
Total corporate and other taxes	<u>159</u>
Gain on minority interests	19
Net income	<u>2,051</u>

3. Consolidated Statements of Cash Flows for the First Three Quarters of Fiscal 2008
(In millions of yen)

	First three quarters (April 1 to December 31, 2008)
Cash flow from operating activities	
Net income before taxes	9,491
Depreciation expenses	8,353
Goodwill write-offs	641
Increase (decrease) in allowance for bad debts	(60,456)
Increase (decrease) in reserve for losses on interest repayments	(11,811)
Interest on loans and cash dividends	(703)
Losses on disposal of fixed assets	762
Loss (gain) on sales of investment securities	(960)
Decrease (increase) in loans to customers	192,505
Decrease (increase) in installment receivables	(16,449)
Decrease (increase) in operational investment securities	137
Decrease (increase) in operating receivables	682
Decrease (increase) in claims in bankruptcy	4,225
Decrease (increase) in other current assets	6,170
Increase (decrease) in other current liabilities	16,190
Increase (decrease) due to other operating activities	(23)
Subtotal	<u>148,754</u>
Interest on loans and cash dividends	703
Payments for corporate and other taxes	(2,063)
Refunds on corporate and other taxes	7,091
Cash flow from operating activities	<u>154,487</u>
Cash flow from investing activities	
Funds used for fixed term deposits	(1,150)
Income from repayment of fixed term deposits	3,010
Funds used for purchase of tangible fixed assets	(753)
Funds used for purchase of intangible fixed assets	(3,233)
Funds used for purchase of investment securities	(1,035)
Funds provided by sales of investment securities	2,273
Funds used for long-term loan receivables	(205)
Increase (decrease) due to other investment activities	1,239
Cash flow from investing activities	<u>146</u>
Cash flow from financing activities	
Proceeds from short-term debts	378,490
Repayment of short-term debts	(434,410)
Increase (decrease) in commercial paper	(2,000)
Proceeds from long-term debts	59,635
Repayments of long-term debts	(248,601)
Redemption of bonds	(37,358)
Proceeds from disposal of treasury stock	0
Payment for acquisition of treasury stock	(0)
Payment for finance lease obligation	(8)
Cash dividends paid	(5,010)
Cash flow from financing activities	<u>(289,264)</u>
Effect of exchange rate changes on cash and cash equivalents	(9)
Increase (decrease) in cash and cash equivalents	<u>(134,640)</u>
Balance of cash and cash equivalents at the beginning of period	<u>257,310</u>
Balance of cash and cash equivalents at the end of period	<u>122,669</u>

Effective from the fiscal period under review, the Company has adopted the Accounting Standard for Quarterly Financial Reporting (ASBJ Statement No. 12) and the Guidance on Accounting Standards for Quarterly Financial Reporting (ASBJ Guidance No. 14). In addition, the quarterly consolidated financial report is prepared in accordance with the Regulation for

Quarterly Consolidated Financial Statements.

4. Notes on premise of going concern

None

5. Notes in event of significant changes in shareholders' equity

None

6. Results of Operations (Consolidated)

Operating Revenue

(In millions of yen, %)

Item	Period	First three quarters, FY2007 (Apr. 1 to Dec. 31, 2007)		First three quarters, FY2008 (Apr. 1 to Dec. 31, 2008)		Reference: FY2007 (Apr. 1, 2007 to Mar. 31, 2008)	
		Amount	%	Amount	%	Amount	%
Interest on loans to customers		277,309	88.1	206,371	85.0	356,435	87.9
Unsecured loans		234,367	74.5	172,231	70.9	300,886	74.2
Secured loans		24,805	7.9	19,626	8.1	31,958	7.9
Small business loans		18,135	5.8	14,513	6.0	23,590	5.8
Credit card revenue		11,090	3.5	12,519	5.1	14,948	3.7
Per-item credit revenue		5,559	1.8	3,113	1.3	6,912	1.7
Credit guarantee revenue		6,473	2.1	6,093	2.5	8,547	2.1
Other financial revenue		305	0.1	430	0.2	561	0.1
Other operating revenue		13,933	4.4	14,386	5.9	18,378	4.5
Collection of purchased claims		4,934	1.6	3,947	1.6	6,633	1.6
Bad debt write-off recovery		3,463	1.1	5,270	2.2	4,394	1.1
Other		5,535	1.7	5,168	2.1	7,350	1.8
Total		314,672	100.0	242,913	100.0	405,784	100.0

Note: 1. "Other" included in other operating revenue includes card membership fees.

2. The figures in the above table do not include consumption tax.

Other Operating Indicators

Item	Period	End of third quarter, FY2007 (As of Dec. 31, 2007)	End of third quarter FY2008 (As of Dec. 31, 2008)	Reference: End of FY2007 (As of Mar. 31, 2008)
Total amount of loans outstanding (millions of yen)		1,730,135	1,454,658	1,665,682
Unsecured loans		1,329,441	1,116,815	1,278,001
Secured loans		255,755	217,214	246,519
Small business loans		144,939	120,628	141,161
Number of customer accounts		3,165,518	2,748,544	3,067,440
Unsecured loans		3,002,372	2,611,313	2,911,227
Secured loans		77,378	64,513	73,039
Small business loans		85,768	72,718	83,174
Number of branches		1,217	1,052	1,205
Staffed branches		229	181	223
Unstaffed branches		988	871	982
Number of automatic loan-contracting machines		1,101	975	1,096
Number of loan application processing machines		39	-	38
Number of ATMs		164,727	153,282	151,392
Company-owned		1,204	1,058	1,174
Partner-owned		163,523	152,224	150,218
Number of employees		5,233	4,995	5,138

Notes: 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 (73,392 million yen at the end of the third quarter of the previous fiscal year, 48,458 million yen at the end of the third quarter, this fiscal year, and 66,976 million yen at the end of the previous fiscal year) have been included.

Reference:

Summary of Consolidated Statements of Income for the First Three Quarters of Fiscal 2007
(In millions of yen, except where noted)

Category	First three quarters, FY2007 (Apr. 1 to Dec. 31, 2007)
I. Operating revenue	
Interest on loans to customers	277,309
Credit card revenue	11,090
Per-item credit revenue	5,559
Credit guarantee revenue	6,473
–Other	14,239
Total operating revenue	314,672
II Operating expenses	
Financial expenses	25,233
Cost of sales	4,092
Other	253,737
Total operating expenses	283,063
Operating income	31,609
III. Non-operating income	708
IV Non-operating expenses	120
Ordinary income	32,196
V. Extraordinary income	972
VI Extraordinary losses	
Transfer to allowance for bad debts	0
Other	923
Total extraordinary losses	923
Net income before taxes	32,246
Tax expenses	1,542
Gain on minority interests	111
Net income	30,591

Summary of Consolidated Statements of Cash Flows for the First Three Quarters of Fiscal 2007

(In millions of yen)

Category	First three quarters, FY2007 (Apr. 1, 2007 to Dec 31, 2007)
Category	Amount
I. Cash flow from operating activities	
Net income before taxes	32,246
Depreciation expenses	8,414
Increase (decrease) in allowance for bad debts	(73,557)
Increase (decrease) in reserve for losses on interest repayments	(13,170)
Decrease (increase) in loans to customers	255,946
Decrease (increase) in installment receivables	8,896
Other	(1,241)
Subtotal	217,533
Payments for corporate and other taxes	(12,416)
Other	369
Cash flow from operating activities	205,486
II. Cash flow from investing activities	
Funds used for purchase of fixed assets	(9,781)
Decrease (increase) in short-term loans	29,990
Other	739
Cash flow from investing activities	20,949
III. Cash flow from financing activities	
Increase in short-term debts	493,580
Repayment of short-term debts	(413,680)
Proceeds from long-term debts	64,8000
Repayments of long-term debts	(267,783)
Redemption of bonds	(43,000)
Other	(5,222)
Cash flow from financing activities	(171,305)
IV. Effect of exchange rate changes on cash and cash equivalents	42
V. Increase (decrease) in cash and cash equivalents	55,172
VI. Balance of cash and cash equivalents at the beginning of the year	127,089
VII. Balance of cash and cash equivalents at the end of the third quarter	182,262

Reference

Non-Consolidated Financial Statements for the First Three Quarters of Fiscal 2008

1. Non-Consolidated Balance Sheets as of the End of the Third Quarter of Fiscal 2008

	End of third quarter (As of December 31, 2008)	Condensed non-consolidated balance sheets for previous fiscal year (As of March 31, 2008)
(In millions of yen)		
Assets		
Current assets		
Cash and cash equivalents	69,762	171,563
Loans	917,324	1,058,879
Customers' liabilities for acceptances and guarantees	55,633	56,224
Marketable securities	—	2,000
Other current assets	23,747	65,331
Allowance for bad debts	(151,485)	(201,897)
Total current assets	914,982	1,152,101
Fixed assets		
Tangible fixed assets	24,800	26,963
Intangible fixed assets	11,442	13,633
Investment and other fixed assets	358,109	342,864
Total fixed assets	394,352	383,462
Deferred assets	296	393
Total assets	1,309,632	1,535,957
Liabilities		
Current liabilities		
Acceptances and guarantees	55,633	56,224
Short-term debts	35,000	90,000
Current portion of bonds	55,500	45,000
Current portion of long-term debts	168,949	195,207
Income taxes payable	154	236
Reserves	1,147	2,069
Other current liabilities	10,026	9,999
Total current liabilities	326,410	398,736
Long-term liabilities		
Bonds	321,100	369,100
Bonds with warrants	70,000	70,000
Long term debts	169,180	268,984
Reserve for losses on interest repayments	91,199	99,467
Allowance for retirement benefits for directors	—	969
Other long-term liabilities	5,755	6,684
Total long-term liabilities	657,234	815,205
Total liabilities	983,645	1,213,942
Net Assets		
Shareholders' equity		
Common stock	108,324	108,324
Capital surplus	115,232	115,232
Retained earnings	107,891	103,796
Treasury stock	(3,110)	(3,110)
Total shareholders' equity	328,338	324,243
Evaluation and foreign currency translation adjustments		
Differences in evaluation of other marketable securities	368	2,104
Gain (loss) on deferred hedge	(2,720)	(4,332)
Total evaluation and foreign currency translation adjustments	(2,351)	(2,227)
Total net assets	325,986	322,015
Total net assets and liabilities	1,309,632	1,535,957

Note: These balance sheets were prepared in accordance with the Regulation for Quarterly Financial Statements but are not reviewed as part of legally mandated disclosure.

2. Non-Consolidated Statements of Income for the First Three Quarters of Fiscal 2008

(In millions of yen)

	First three quarters (April 1 to December 31, 2008)
Operating revenue	
Interest on loans to customers	130,891
Financial revenue - other	322
Operating revenue - other	6,891
Total operating revenue	138,105
Operating expenses	
Financial expenses	15,211
Operating expenses - other	121,619
Total operating expenses	136,830
Operating income	1,275
Non-operating income	
Interest on loans	3,061
Non-operating income - other	1,660
Total non-operating income	4,722
Non-operating expenses	
Loss on investment association fund management	96
Non-operating expenses - other	25
Total non-operating expenses	122
Ordinary income	5,874
Extraordinary income	
Allowance for bad debts from previous year	1,800
Gain on sales of investment securities	867
Gain on bond redemption	144
Total extraordinary income	2,811
Extraordinary losses	
Losses on disposal of fixed assets	699
Non-recurrent losses	295
Other	183
Total extraordinary losses	1,179
Net income before taxes	7,506
Corporate tax, local and enterprise taxes	74
Refunds on corporate and other taxes	(7,111)
Income tax adjustments	5,437
Total corporate and other taxes	(1,599)
Net income	9,105

Note: These statements of income were prepared in accordance with the Regulation for Quarterly Financial Statements but are not reviewed as part of legally mandated disclosure.

Non-Consolidated Statements of Income for the Third Quarter of Fiscal 2008

(In millions of yen)

	Third quarter (October 1 to December 31, 2008)
Operating revenue	
Interest on loans to customers	41,589
Financial revenue - other	35
Operating revenue - other	2,362
Total operating revenue	43,986
Operating expenses	
Financial expenses	5,058
Operating expenses - other	39,232
Total operating expenses	44,291
Operating loss	(304)
Non-operating income	
Interest on loans	1,089
Non-operating income - other	357
Total non-operating income	1,446
Non-operating expenses	
Loss on exchange rate	1
Non-operating expenses - other	6
Total non-operating expenses	7
Ordinary income	(1,134)
Extraordinary income	
Gain on sales of investment securities	867
Otherその他	136
Total extraordinary income	1,003
Extraordinary losses	
Loss on disposal of fixed assets	203
Transfer to allowance for bad debts	304
Other	108
Total extraordinary losses	616
Net income before taxes	1,521
Corporate tax, local and enterprise taxes	24
Total corporate and other taxes	24
Net income	1,494

Note: These quarterly statements of income were prepared in accordance with the Regulation for Quarterly Financial Statements but are not reviewed as part of legally mandated disclosure.