

Year-End Financial Statements

For the fiscal year ended March 31, 2009

AIFUL Corporation Stock Listings: 1st Section of Tokyo and Osaka Stock Exchanges
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Scheduled date of convention of ordinary general meeting of shareholders: June 25, 2009

Scheduled date of commencement of dividend payments: June 4, 2009

Scheduled date of submission of financial report: June 26, 2009

I. Consolidated Business Results for the Fiscal Year Ended March 31, 2009

(April 1, 2008 – March 31, 2009)

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, 2009	312,241	(23.1)%	7,441	(76.5)%	8,608	(73.2)%	4,247	(84.5)%
Fiscal year ended March 31, 2008	405,784	(18.7)%	31,725	–	32,065	–	27,434	–

	Net Income 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, 2009	24.77	–	1.2	0.5	2.4
Fiscal year ended March 31, 2008	190.77	186.86	9.6	1.5	7.8

Reference: Equity method investment gain or loss for: Fiscal year ended March 31, 2009: - million yen
 Fiscal year ended March 31, 2008: - 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, 2009	1,644,744	393,334	23.6	1,626.89
Fiscal year ended March 31, 2008	2,041,128	324,520	15.6	1,909.46

Reference: Shareholders' equity for: Fiscal year ended March 31, 2009: 387,572 million yen
 Fiscal year ended March 31, 2008: 318,915 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, 2009	240,592	(37)	(366,341)	131,597
Fiscal year ended March 31, 2008	247,524	16,420	(133,734)	257,310

II. Dividend Information

(Record date)	Dividend per Share (Yen)					Total Annual Dividends (Millions of yen)	Dividend Payout Ratio (Consolidated) (%)	Dividend on Equity Ratio (Consolidated) (%)
	End of 1st quarter	End of 1st half	End of 3rd quarter	Year-end	Annual			
Fiscal year ended March 31, 2008	–	20.00	–	20.00	40.00	6,171	21.0	2.2
Fiscal year ended March 31, 2009	–	10.00	–	5.00	15.00	2,861	60.6	0.8
Fiscal year ending March 31, 2010 (Forecast)	–	5.00	–	5.00	10.00		29.4	

III. Full Year Consolidated Forecast (April 1, 2009 - March 31, 2010)

(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	122,272 (26.2)%	6,037 (24.2)%	6,026 (33.4)%	4,921 31.4%	20.66
Full year	226,382 (27.5)%	10,633 42.9%	10,677 24.0%	8,115 91.1%	34.07

IV. Other

- (1) Transfers of major subsidiaries during the fiscal year (transfers of specified subsidiaries accompanied by changes in the scope of consolidation): None

Newly added to the scope of consolidation: ___ companies (Company names: _____)

Excluded from the scope of consolidation: ___ companies (Company names: _____)

- (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 Significant Items 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, 2009: 238,685,568 shares

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

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

Year ended March 31, 2009: 456,724 shares

Year ended March 31, 2008: 455,717 shares

Note: Please refer to Per Share Information on page 19 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, 2009

(April 1, 2008 – March 31, 2009)

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, 2009	177,216	(24.0)%	(2,805)	–	2,807	(87.3)%	9,657	(64.3)%
Fiscal year ended March 31, 2008	233,039	(22.5)%	16,957	–	22,191	–	27,069	–

	Net Income (loss) per Share (Yen)	Diluted Net Income per Share (Yen)
Fiscal year ended March 31, 2009	56.31	–
Fiscal year ended March 31, 2008	188.24	184.37

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, 2009	1,241,766	396,232	31.9	1,663.24
Fiscal year ended March 31, 2008	1,535,957	322,015	21.0	1,928.02

Reference: Shareholders' equity for: Fiscal year ended March 31, 2009: _____ million yen
Fiscal year ended March 31, 2008: _____ million yen

II. Full Year Non-Consolidated Forecast (April 1, 2009 - March 31, 2010)

(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	68,657	(27.1)%	1,614	2.2%	4,151	(12.4)%	4,445	(41.6)%	18.66
Full year	125,928	(28.9)%	3,015	–	8,200	192.1%	8,033	(16.8)%	33.72

*** 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

I. Consolidated Financial Statements

1. Consolidated Balance Sheets

	(In millions of yen, %)			
	End of previous fiscal year (As of March 31, 2008)		End of fiscal year under review (As of March 31, 2009)	
Assets				
Current assets				
Cash and cash equivalents		228,422		132,825
Loans	*2, *3, *8, *9	1,598,705	*2, *3, *8, *9	1,290,353
Installment receivables	*2, *6, *8	148,490	*2, *6, *8	142,017
Operational investment securities		1,174		899
Customers' liabilities for acceptances and guarantees		129,712		118,206
Other operating receivables		13,534		13,363
Purchased claims		12,847		10,936
Marketable securities		2,000		—
Deferred tax assets		16,997		6,783
Short-term loans	*4	30,087		—
Other	*2	44,613	*2	44,903
Allowance for bad debts	*10	(297,383)	*10	(209,317)
Total current assets		1,929,201		1,550,973
Fixed assets				
Tangible fixed assets				
Buildings and structures	*2	38,921	*2	37,460
Total accumulated depreciation		(22,746)		(22,983)
Net buildings and structures		16,175		14,476
Machinery	*2	265	*2	342
Total accumulated depreciation		(144)		(172)
Net machinery		120		169
Equipment and fixtures		21,112		24,039
Total accumulated depreciation		(12,278)		(14,442)
Net equipment and fixtures		8,833		9,596
Lease assets		—		340
Total accumulated depreciation		—		(23)
Net lease assets		—		317
Land	*2	14,363	*2	13,969
Construction in process account		2,920		116
Total tangible fixed assets		42,413		38,646
Intangible fixed assets				
Software		22,792		19,550
Good will		2,288		—
Other		318		212
Total intangible fixed assets		25,400		19,762
Investment and other fixed assets				
Investment securities	*5	16,823	*2, *5	10,983
Claims in bankruptcy	*9	46,349	*9	41,872
Lease deposits and guarantees		7,639		5,658
Deferred tax assets		2,151		1,835
Other		3,784		3,296
Allowance for bad debts		(33,031)		(28,502)
Total investment and other fixed assets		43,718		35,143
Total fixed assets		111,532		93,551
Deferred assets				
Bond issuing expenses		393		219
Total deferred assets		393		219
Total assets		2,041,128		1,644,744

	(In millions of yen, %)	
	End of previous fiscal year (As of March 31, 2008)	End of fiscal year under review (As of March 31, 2009)
Liabilities		
Current liabilities		
Notes & accounts payable - trade	24,892	25,361
Acceptances and guarantees	129,712	118,206
Short-term debts	*2 158,930	*2 102,140
Current portion of bonds	55,000	94,849
Current portion of long-term debts	*2 303,818	*2 230,034
Commercial paper	5,000	10,000
Income taxes payable	2,204	916
Reserve for accrued bonuses	3,658	3,027
Reserve for business structure improvement	193	365
Gains on deferred installments	*7 4,203	*7 2,558
Other	44,217	52,188
Total current liabilities	731,830	639,648
Long-term liabilities		
Bonds	369,100	258,210
Bonds with warrants	70,000	—
Long term debts	*2 392,240	*2 222,558
Deferred tax liabilities	7	—
Reserve for losses on interest repayments	143,750	124,164
Allowance for retirement benefits for directors	1,063	—
Interest swaps	6,417	2,062
Negative goodwill	—	1,088
Other	2,198	3,678
Total long-term liabilities	984,777	611,761
Total liabilities	1,716,607	1,251,409
Net Assets		
Shareholders' equity		
Common stock	108,324	143,324
Capital surplus	*1 129,133	*1 164,133
Retained earnings	86,819	86,056
Treasury stock	(3,110)	(3,110)
Total shareholders' equity	321,167	390,404
Evaluation and foreign currency translation adjustments		
Differences in evaluation of other marketable securities	2,080	(732)
Gain (loss) on deferred hedge	(4,332)	(2,098)
Total evaluation and foreign currency translation adjustments	(2,251)	(2,831)
Minority interests	5,604	5,761
Total net assets	324,520	393,334
Total net assets and liabilities	2,041,128	1,644,744

2. Consolidated Statements of Income

(In millions of yen, %)

	Previous fiscal year (April 1, 2007 – March 31, 2008)	Fiscal year under review (April 1, 2008 – March 31, 2009)
Operating revenue		
Interest on loans to customers	356,435	263,797
Credit card revenue	14,948	16,880
Per-item credit revenue	6,912	3,630
Credit guarantee revenue	8,547	8,020
Financial revenue – other	561	550
Operating revenue – other		
Revenue from operational investment securities	515	—
Collection of purchased claims	6,633	5,211
Bad debt write-off recovery	4,394	7,256
Other	6,834	6,892
Total operating revenue – other	18,378	19,361
Total operating revenue	405,784	312,241
Operating expenses		
Financial expenses		
Interest expenses	22,688	18,464
Interest on bonds	7,957	6,899
Other	2,646	1,553
Total financial expenses	33,292	26,917
Cost of sales		
Cost of sales of operational investment securities	207	152
Cost of purchased claims	5,061	3,820
Total cost of sales	5,269	3,972
Operating expenses – other		
Advertising expenses	7,429	6,714
Commissions	22,901	20,602
Loan losses	191	227
Transfer to allowance for bad debts	155,652	99,018
Transfer to reserve for losses on interest repayments	49,818	58,315
Salaries for employees	32,811	29,275
Transfer to reserve for accrued bonuses	3,658	3,027
Expenses for retirement benefits for employees	1,168	1,222
Transfers to allowance for retirement benefits for directors	120	—
Goodwill write-offs	855	855
Other	60,887	54,650
Total operating expenses – other	335,497	273,909
Total operating expenses	374,058	304,799
Operating income	31,725	7,441

(In millions of yen, %)

	Previous fiscal year (April 1, 2007– March 31, 2008)		Fiscal year under review (April 1, 2008 – March 31, 2009)	
Non-operating income				
Dividends received		368		750
Dividends on insurance		161		—
Refunds on corporate income tax		—		452
Other		384		573
Total non-operating income		914		1,777
Non-operating expenses				
Loss on investment in anonymous association	*1	90	*1	121
Amortization of stock issuance expenses		286		388
Other		197		101
Total non-operating expenses		574		610
Ordinary income		32,065		8,608
Extraordinary income				
Gain on sale of fixed assets	*2	872		—
Gain on sales of investment securities		—		966
Gain on bond redemption		—		5,381
Other		86		71
Total extraordinary income		959		6,419
Extraordinary losses				
Loss on disposal of fixed assets	*3	735	*3	949
Non-recurrent losses		521		—
Goodwill impairment loss		—	*5	2,521
Losses on branch closure		251		—
Business structure improvement cost		—		1,599
Other		618	*4	2,241
Total extraordinary losses		2,126		7,312
Net income before taxes		30,898		7,715
Corporate tax, local and enterprise taxes		3,073		646
Refunds on corporate and other taxes		—		(7,527)
Prior year corporate tax, etc.		3,451		—
Adjustment on corporate tax, etc.		(3,251)		10,187
Total corporate tax, etc.		3,274		3,306
Gain on minority interests		189		161
Net income		27,434		4,247

3. Consolidated Statements of Change in Shareholders' Equity

(In millions of yen)

	Previous fiscal year (April 1, 2007 – March 31, 2008)	Fiscal year under review (April 1, 2008 – March 31, 2009)
Shareholders' equity		
Common stock		
Balance at end of previous fiscal year	83,317	108,324
Change during fiscal year		
Issue of new stock	25,007	—
Issue of new stock (Exercise of new stock subscription rights)	—	35,000
Total change during fiscal year	25,007	35,000
Balance at end of fiscal year	108,324	143,324
Capital surplus		
Balance at end of previous fiscal year	104,125	129,133
Change during fiscal year		
Issue of new stock	25,007	—
Issue of new stock (Exercise of new stock subscription rights)	—	35,000
Total change during fiscal year	25,007	35,000
Balance at end of fiscal year	129,133	164,133
Retained earnings		
Balance at end of previous fiscal year	66,465	86,819
Change during fiscal year		
Distribution of retained earnings	(7,080)	(5,010)
Net income	27,434	4,247
Disposal of treasury stock	(0)	(0)
Total change during fiscal year	20,354	(763)
Balance at end of fiscal year	86,819	86,056
Treasury stock		
Balance at end of previous fiscal year	(2,968)	(3,110)
Change during fiscal year		
Acquisition of treasury stock	(142)	(0)
Disposal of treasury stock	0	0
Total change during fiscal year	(142)	0
Balance at end of fiscal year	(3,110)	(3,110)
Total shareholders' equity		
Balance at end of previous fiscal year	250,940	321,167
Change during fiscal year		
Issue of new stock	50,015	—
Issue of new stock (Exercise of new stock subscription rights)	—	70,000
Distribution of retained earnings	(7,080)	(5,010)
Net income	27,434	4,247
Acquisition of treasury stock	(142)	(0)
Disposal of treasury stock	0	0
Total change during fiscal year	70,226	69,236
Balance at end of fiscal year	321,167	390,404

(In millions of yen)

	Previous fiscal year (April 1, 2007 – March 31, 2008)	Fiscal year under review (April 1, 2008 – March 31, 2009)
Evaluation and foreign currency adjustments		
Differences in evaluation of other marketable securities		
Balance at end of previous fiscal year	6,536	2,080
Change during fiscal year		
Net change in items other than shareholders' equity during fiscal year	(4,455)	(2,812)
Total change during fiscal year	(4,455)	(2,812)
Balance at end of fiscal year	2,080	(732)
Gain (loss) on deferred hedge		
Balance at end of previous fiscal year	(5,752)	(4,332)
Change during current fiscal year		
Net change in items other than shareholders' equity during fiscal year	1,420	2,233
Total change during fiscal year	1,420	2,233
Balance at end of fiscal year	(4,332)	(2,098)
Total evaluation and foreign currency adjustments		
Balance at end of previous fiscal year	784	(2,251)
Change during fiscal year		
Net change in items other than shareholders' equity during fiscal year	(3,035)	(579)
Total change during fiscal year	(3,035)	(579)
Balance at end of fiscal year	(2,251)	(2,831)
Minority interests		
Balance at end of previous fiscal year	5,419	5,604
Change during fiscal year		
Net change in items other than shareholders' equity during fiscal year	184	157
Total change during fiscal year	184	157
Balance at end of fiscal year	5,604	5,761
Total net assets		
Balance at end of previous fiscal year	257,144	324,520
Change during current fiscal year		
Issue of new stock	50,015	—
Issue of new stock (Exercise of new stock subscription rights)	—	70,000
Distribution of retained earnings	(7,080)	(5,010)
Net income	27,434	4,247
Acquisition of treasury stock	(142)	(0)
Disposal of treasury stock	0	0
Net changes in items other than shareholders' equity during fiscal year	(2,851)	(422)
Total change during fiscal year	67,375	68,813
Balance at end of fiscal year	324,520	393,334

4. Consolidated Statements of Cash Flows

(In millions of yen)

	Previous fiscal year (April 1, 2007 – March 31, 2008)	Fiscal year under review (April 1, 2008 – March 31, 2009)
Cash flow from operating activities		
Net income before taxes	30,898	7,715
Depreciation expenses	11,072	11,198
Goodwill write-offs	855	3,377
Increase (decrease) in allowance for bad debts	(77,158)	(92,594)
Increase (decrease) in reserve for losses on interest repayments	(23,402)	(19,585)
Increase (decrease) in allowance for retirement benefits for directors	—	(1,063)
Interest on loans and cash dividends	(389)	(776)
Gain on bond redemption	—	(5,381)
Loss (gain) on sale of fixed assets	(795)	—
Loss on disposal of fixed assets	735	949
Loss (gain) on sale of investment securities	—	(960)
Decrease (increase) in loans to customers	313,983	308,352
Decrease (increase) in installment receivables	26,431	6,472
Decrease (increase) in operational investment securities	596	279
Decrease (increase) in other operating receivables	(882)	170
Decrease (increase) in purchased claims	(93)	1,910
Decrease (increase) in claims in bankruptcy	(7,361)	4,477
Decrease (increase) in other current assets	3,032	300
Increase (decrease) in other current liabilities	(19,961)	5,456
Other	1,886	4,505
Subtotal	259,448	234,803
Interest on loans and cash dividends	389	776
Refunds on corporate income tax	—	7,154
Payments for corporate and other taxes	(12,313)	(2,141)
Cash flow from operating activities	247,524	240,592
Cash flow from investing activities		
Funds used for purchase of tangible fixed assets	(5,474)	(1,154)
Funds used for purchase of intangible fixed assets	(8,715)	(4,756)
Funds used for purchase of investment securities	(1,968)	(1,067)
Funds provided by sales of investment securities	934	2,340
Decrease (increase) in short-term receivables	29,987	—
Other	1,658	4,600
Cash flow from investing activities	16,420	(37)

(In millions of yen)

	Previous fiscal year (April 1, 2007 – March 31, 2008)	Fiscal year under review (April 1, 2008 – March 31, 2009)
Cash flow from financing activities		
Proceeds from short-term debts	586,260	463,280
Repayment of short-term debts	(518,700)	(520,070)
Increase (decrease) in commercial paper	5,000	5,000
Proceeds from long-term debts	104,328	89,400
Repayments of long-term debts	(351,062)	(332,866)
Proceeds from issuance of bonds	69,898	—
Redemption of bonds	(72,000)	(65,666)
Proceeds from issuance of common stock	49,763	—
Payment for acquisition of treasury stock	(142)	(0)
Proceeds from disposal of treasury stock	0	0
Cash dividends paid	(7,080)	(5,010)
Other	—	(407)
Cash flow from financing activities	(133,734)	(366,341)
Effect of exchange rate changes on cash and cash equivalents	10	73
Increase (decrease) in cash and cash equivalents	130,221	(125,712)
Balance of cash and cash equivalents at the beginning of the year	127,089	257,310
Balance of cash and cash equivalents at the end of the year	*1 257,310	*1 131,597

5. Significant Doubtful Events or Circumstances in Assumptions for Surviving Company

No relevant matters

6. Significant Items Forming the Basis for the Preparation of the Consolidated Financial Statements

Item	Previous fiscal year (April 1, 2007 – March 31, 2008)	Fiscal year under review (April 1, 2008 – March 31, 2009)
<p>1. Matters pertaining to the scope of consolidation</p> <p>2. 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 Straight line depreciation method for buildings (excluding attached facilities) that consolidated subsidiaries acquired on or after April 1, 1998</p> <p>Major useful lives are as follows: Buildings and structures 2-62 years Machinery 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.</p> <p>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.</p> <p>As a result, operating income, ordinary income, and net income before income taxes have each declined by 30 million yen.</p>	<p>(1) Disclosed special purpose companies The outline of disclosed special purpose companies, the outline of transactions using disclosed special purposed companies, and the amount of transactions with disclosed special purpose companies are recorded under Disclosed Special Purpose Companies</p> <p>i) Tangible fixed assets As on left</p>

Item	Previous fiscal year (April 1, 2007 – March 31, 2008)	Fiscal year under review (April 1, 2008 – March 31, 2009)
(2) Scope of funds in the consolidated statements of cash flows	<p>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.</p> <p>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.</p>	

Note: With the exception of the above-described items, there have been no significant changes since those listed in the most recent financial report (submitted June 25, 2008). Accordingly, no mention is made of them.

7. Notes to the Consolidated Balance Sheets

Previous fiscal year (As of March 31, 2008)	Fiscal year under review (As of March 31, 2009)																																																						
<p>*1. An increase of ¥18, 693 million (includes ¥13, 900 million in recognized evaluation differences for shares of subsidiaries during the process of capital consolidation) in capital reserves resulting from a simple exchange of shares is included under capital surplus.</p> <p>*2. Assets pledged as collateral and corresponding liabilities</p> <p>(1) Assets pledged as collateral</p> <table style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 80%;"></th> <th style="text-align: right;">Millions of yen</th> </tr> </thead> <tbody> <tr> <td>Operating loans</td> <td style="text-align: right;">458,262</td> </tr> <tr> <td>Installment receivables</td> <td style="text-align: right;">51,387</td> </tr> <tr> <td>Other current assets</td> <td style="text-align: right;">94</td> </tr> <tr> <td>Buildings and structures</td> <td style="text-align: right;">746</td> </tr> <tr> <td>Machinery</td> <td style="text-align: right;">5</td> </tr> <tr> <td><u>Land</u></td> <td style="text-align: right;"><u>501</u></td> </tr> <tr> <td>Total</td> <td style="text-align: right;">510,999</td> </tr> </tbody> </table> <p>(2) Corresponding liabilities</p> <table style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 80%;"></th> <th style="text-align: right;">Millions of yen</th> </tr> </thead> <tbody> <tr> <td>Short-term debt</td> <td style="text-align: right;">139,090</td> </tr> <tr> <td>Current portion of long-term debt</td> <td style="text-align: right;">86,030</td> </tr> <tr> <td><u>Long-term debt</u></td> <td style="text-align: right;"><u>143,558</u></td> </tr> <tr> <td>Total</td> <td style="text-align: right;">368,678</td> </tr> </tbody> </table> <p>The above amounts include figures related to securitized claims (¥295, 623 million for operating loans, ¥80, 000 million for short-term borrowings, ¥19, 950 million for the current portion of long-term debt, and ¥60,150 million for long-term debt) at the end of the fiscal year.</p> <p>The following items are not included in the above amounts</p>		Millions of yen	Operating loans	458,262	Installment receivables	51,387	Other current assets	94	Buildings and structures	746	Machinery	5	<u>Land</u>	<u>501</u>	Total	510,999		Millions of yen	Short-term debt	139,090	Current portion of long-term debt	86,030	<u>Long-term debt</u>	<u>143,558</u>	Total	368,678	<p>*1. As on left</p> <p>*2. Assets pledged as collateral and corresponding liabilities</p> <p>(1) Assets pledged as collateral</p> <table style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 80%;"></th> <th style="text-align: right;">Millions of yen</th> </tr> </thead> <tbody> <tr> <td>Operating loans</td> <td style="text-align: right;">453,042</td> </tr> <tr> <td>Installment receivables</td> <td style="text-align: right;">36,379</td> </tr> <tr> <td>Other current assets</td> <td style="text-align: right;">84</td> </tr> <tr> <td>Buildings and structures</td> <td style="text-align: right;">9,440</td> </tr> <tr> <td>Machinery</td> <td style="text-align: right;">8</td> </tr> <tr> <td>Land</td> <td style="text-align: right;">9,834</td> </tr> <tr> <td><u>Investment securities</u></td> <td style="text-align: right;"><u>4,928</u></td> </tr> <tr> <td>Total</td> <td style="text-align: right;">513,719</td> </tr> </tbody> </table> <p>(2) Corresponding liabilities</p> <table style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 80%;"></th> <th style="text-align: right;">Millions of yen</th> </tr> </thead> <tbody> <tr> <td>Short-term debt</td> <td style="text-align: right;">101,180</td> </tr> <tr> <td>Current portion of long-term debt</td> <td style="text-align: right;">100,323</td> </tr> <tr> <td><u>Long-term debt</u></td> <td style="text-align: right;"><u>117,289</u></td> </tr> <tr> <td>Total</td> <td style="text-align: right;">318,792</td> </tr> </tbody> </table> <p>The above amounts include figures related to securitized claims (¥192,940 million for operating loans, ¥40, 000 million for short-term borrowings, ¥16, 200 million for the current portion of long-term debt, and ¥25,450 million for long-term debt) at the end of the fiscal year.</p> <p>The following items are not included in the above amounts</p>		Millions of yen	Operating loans	453,042	Installment receivables	36,379	Other current assets	84	Buildings and structures	9,440	Machinery	8	Land	9,834	<u>Investment securities</u>	<u>4,928</u>	Total	513,719		Millions of yen	Short-term debt	101,180	Current portion of long-term debt	100,323	<u>Long-term debt</u>	<u>117,289</u>	Total	318,792
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<ul style="list-style-type: none"> ● Agreements concluded pledging ¥183, 111 million in operating loans as collateral for a total of ¥175, 991 million consisting of ¥81, 556 million in the current portion of long-term debt and ¥94, 435 million in long-term debt at the request of lenders. ● ¥1,289 million in cash (Other current assets) supplied as collateral for interest swap transactions. <p>*3. Includes ¥1, 211,024 million in unsecured personal loans.</p> <p>*4. Financial assets accepted as collateral with right of free disposal and market value</p> <p>Commercial paper ¥29, 975 million</p> <p>*5. Shares of non-consolidated subsidiaries and affiliated companies and other securities issued by non-consolidated subsidiaries and affiliated companies included in investment securities ¥4,392 million</p> <p>*6. 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Includes ¥971,804 million in unsecured personal loans.</p> <p>*4. —</p> <p>*5. Shares of non-consolidated subsidiaries and affiliated companies and other securities issued by non-consolidated subsidiaries and affiliated companies included in investment securities ¥3,746 million</p> <p>*6. Installment receivables</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td>Credit card shopping loans</td> <td style="text-align: right;">¥113,614 million</td> </tr> <tr> <td><u>Per-item shopping loans</u></td> <td style="text-align: right;"><u>¥28,402 million</u></td> </tr> <tr> <td>Total</td> <td style="text-align: right;">¥142, 017 million</td> </tr> </table> <p>*7. 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Securitization of claims As of the end of the fiscal year, ¥72,379 million in operating loans and installment receivables was removed from the balance sheet through securitization. The breakdown is as follows</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td>Operating loans</td> <td style="text-align: right;">¥43,842 million</td> </tr> <tr> <td><u>Installment receivables</u></td> <td style="text-align: right;"><u>¥28,536 million</u></td> </tr> <tr> <td>Total</td> <td style="text-align: right;">¥72,379 million</td> </tr> </table> <p>*9. 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In millions of yen			
	Unsecured loans	Other than unsecured loans	Total
Loans in legal bankruptcy	5,143	41,752	46,895
Loans in arrears	96,644	93,076	189,720
Loans 3-months+ in arrears	21,247	8,103	29,350
Restructured loans	71,346	6,455	77,801
Total	194,381	149,386	343,768

The loan categories in the table above are as follows.

(Loans in legal bankruptcy)

Loans in legal bankruptcy are those loans in which payment of principal or interest remain past due for a considerable period and accruals of interest are discontinued, with the conditions stipulated under (a) through (e) of sub-paragraph 3, paragraph 1, Article 96 or sub-paragraph 4 of the same paragraph of the Corporation Tax Law Enforcement Ordinance (Enforcement Ordinance No. 97 of 1965) arise. Bad debt allowances for claims in bankruptcy are stated at the amount estimated to be non-recoverable based on individual assessment of claims.

(Loans in arrears)

Loans in arrears are loans in which accruals of interest are discontinued, other than loans in legal bankruptcy, excluding those loans receiving regular payments in the case of reduction, waiver or deferral of interest payments for debtors in financial difficulties to assist them in business restructuring.

(Loans three months or more in arrears)

Loans three months or more in arrears are loans for which payments of principal or interest have not been received for a period of three months or more beginning with the next business day following the last due date for such payments. Loans classified as loans in legal bankruptcy and loans in arrears are excluded from loans three months or more in arrears.

(Restructured loans)

Restructured loans are loans in which regular payments are being received on loans with concessions such as reduction, waiver, or deferral of interest granted to debtors in order to assist in business restructuring. Loans classified as loans in legal bankruptcy and loans in arrears are excluded from restructured loans.

*10. ¥108,973 million in estimated interest repayments forecast to have priority application is included in operating loans.

In millions of yen			
	Unsecured loans	Other than unsecured loans	Total
Loans in legal bankruptcy	2,820	38,461	41,282
Loans in arrears	87,905	93,919	181,824
Loans in 3-months+ in arrears	18,594	7,384	25,979
Restructured loans	65,937	7,033	72,971
Total	175,258	146,800	322,058

The loan categories in the table above are as follows.

(Loans in legal bankruptcy)

As on left

(Loans in arrears)

As on left

(Loans three months or more in arrears)

As on left

(Restructured loans)

As on left

*10. ¥490 million in estimated interest repayments forecast to have priority application is included in operating loans.

8. Notes to Statements of Income

Previous fiscal year (April 1, 2007 – March 31, 2008)	Fiscal year under review (April 1, 2008 – March 31, 2009)																																																				
<p>*1. Gain (loss) on investment in anonymous associations is the evaluation gain (loss) based on the financial statements of investment partnerships, etc.</p> <p>*2. The breakdown of gains on disposal of fixed assets is as follows.</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td></td> <td style="text-align: right;">Millions of yen</td> </tr> <tr> <td>Equipment and fixtures</td> <td style="text-align: right;">197</td> </tr> <tr> <td>Software</td> <td style="text-align: right;">600</td> </tr> <tr> <td><u>Other</u></td> <td style="text-align: right;"><u>75</u></td> </tr> <tr> <td>Total</td> <td style="text-align: right;">872</td> </tr> </table> <p>*3. The breakdown of loss on elimination of fixed assets is as follows.</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td></td> <td style="text-align: right;">Millions of yen</td> </tr> <tr> <td>Buildings and structures</td> <td style="text-align: right;">278</td> </tr> <tr> <td>Equipment and fixtures</td> <td style="text-align: right;">163</td> </tr> <tr> <td>Software</td> <td style="text-align: right;">287</td> </tr> <tr> <td><u>Other</u></td> <td style="text-align: right;"><u>4</u></td> </tr> <tr> <td>Total</td> <td style="text-align: right;">735</td> </tr> </table> <p>*4. —</p>		Millions of yen	Equipment and fixtures	197	Software	600	<u>Other</u>	<u>75</u>	Total	872		Millions of yen	Buildings and structures	278	Equipment and fixtures	163	Software	287	<u>Other</u>	<u>4</u>	Total	735	<p>*1. As on left</p> <p>*2. —</p> <p>*3. The breakdown of loss on elimination of fixed assets is as follows.</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td></td> <td style="text-align: right;">Millions of yen</td> </tr> <tr> <td>Buildings and structures</td> <td style="text-align: right;">250</td> </tr> <tr> <td>Equipment and fixtures</td> <td style="text-align: right;">27</td> </tr> <tr> <td>Software</td> <td style="text-align: right;">647</td> </tr> <tr> <td><u>Other</u></td> <td style="text-align: right;"><u>24</u></td> </tr> <tr> <td>Total</td> <td style="text-align: right;">949</td> </tr> </table> <p>*4. Impairment losses The AIFUL Group recorded the following impairment losses during the fiscal year under review.</p> <p>(1) Assets with recognized impairment losses</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: center;">Use</th> <th style="text-align: center;">Type</th> <th style="text-align: center;">Impairment loss</th> </tr> </thead> <tbody> <tr> <td>Business systems, etc., scheduled for elimination</td> <td>Buildings, equipment and fixtures, software, etc.</td> <td style="text-align: center;">¥648 million</td> </tr> </tbody> </table> <p>(2) Method of asset grouping AIFUL groups the finance business as one unit. For assets related to business reorganization, outlets scheduled for closure and business systems scheduled for elimination are grouped as one unit.</p> <p>(3) Background to recognition of impairment loss The Group recognized impairment losses in conjunction with the promotion of its business reorganization plan.</p> <p>(4) Amount of impairment loss</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td></td> <td style="text-align: right;">Millions of yen</td> </tr> <tr> <td>Buildings and structures</td> <td style="text-align: right;">198</td> </tr> <tr> <td>Furniture and fixtures</td> <td style="text-align: right;">257</td> </tr> <tr> <td>Software</td> <td style="text-align: right;">153</td> </tr> <tr> <td><u>Other</u></td> <td style="text-align: right;"><u>39</u></td> </tr> <tr> <td>Total</td> <td style="text-align: right;">648</td> </tr> </table> <p>(5) Method of calculation for recoverable amount The recoverable amount is calculated as the value in use at an amount equal to the depreciation through to the point of the closure of outlets.</p> <p>*5. —</p> <p>*5. Amortization of goodwill The Group applies a lump sum amortization of goodwill based on its judgment that obtaining the initially expected future excess income is unlikely.</p>		Millions of yen	Buildings and structures	250	Equipment and fixtures	27	Software	647	<u>Other</u>	<u>24</u>	Total	949	Use	Type	Impairment loss	Business systems, etc., scheduled for elimination	Buildings, equipment and fixtures, software, etc.	¥648 million		Millions of yen	Buildings and structures	198	Furniture and fixtures	257	Software	153	<u>Other</u>	<u>39</u>	Total	648
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	Millions of yen																																																				
Buildings and structures	198																																																				
Furniture and fixtures	257																																																				
Software	153																																																				
<u>Other</u>	<u>39</u>																																																				
Total	648																																																				

9. Stock and Dividend Information

Fiscal year under review (April 1, 2008 – March 31, 2009, consolidated)

1. Matters pertaining to class and number of issued shares and class and number of treasury stock

	No. of shares at end of previous consolidated fiscal year	Increase in no. of shares during current fiscal year	Decrease in no. of shares during current fiscal year	No. of shares at end of current fiscal year
No. of issued shares				
Common stock	167,475,000	71,210,568	–	238,685,568
Total	167,475,000	71,210,568	–	238,685,568
Treasury stock				
Common stock (Notes 1 & 2)	455,717	1,102	95	456,724
Total	455,717	1,102	95	456,724

Note 1. The increase in the number of shares of common stock is due to the issue of new shares accompanying the exercise of the new share subscription rights of the convertible bonds.

Note 2. The increase of 1,102 in the number of shares of common treasury stock is due to the purchase of less than a unit shares. The decrease of 95 in the number of shares of treasury stock is due to the sale of less than a unit shares.

2. Matters pertaining to new stock subscription rights

No relevant matters

3. Matters pertaining to dividends

(1) Dividend payments

Resolution	Class of shares	Aggregate amount of dividend (Millions of yen)	Dividend per share (Yen)	Date of record	Effective date
Board of directors' meeting, May 19, 2008	Common stock	3,340	20	March 31, 2008	June 25, 2008
Board of directors' meeting, November 6, 2008	Common stock	1,670	10	September 30, 2008	December 10, 2008

(2) Dividends with a date of record during the current fiscal year with an effective date during the following fiscal year

Scheduled date of resolution	Class of shares	Aggregate amount of dividend (Millions of yen)	Source of funds for dividend	Dividend per share (Yen)	Date of record	Effective date
Board of directors' meeting, May 18, 2009	Common stock	1,191	Retained earnings	5	March 31, 2009	June 4, 2009

10. Notes to the Consolidated Statements of Cash Flow

Previous fiscal year (April 1, 2007 – March 31, 2008)	Fiscal year under review (April 1, 2008 – March 31, 2009)
*1. Connection between balance of cash and cash equivalents at the end of the consolidated fiscal year and the amount of items recorded in the consolidated balance sheets.	*1. Connection between balance of cash and cash equivalents at the end of the consolidated fiscal year and the amount of items recorded in the consolidated balance sheets
Millions of yen	Millions of yen
Cash and deposits	Cash and deposits
228,422	132,825
Time deposits with maturities exceeding three months	<u>Time deposits with maturities exceeding three months</u>
(3,087)	(1,227)
Marketable securities	Cash and cash equivalents
2,000	(131,597)
<u>Short-term loans (Repo)</u>	
29,975	
Cash and cash equivalents	Millions of yen
257,310	Capital increase due to exercise of new share subscription rights
	35,000
	Increase in capital reserve due to exercise of new share subscription rights
	35,000
	<u>Decrease in bonds with new share subscription rights due to exercise of new share subscription rights</u>
	70,000

11. Tax Effect Accounting

Previous fiscal year (As of March 31, 2008)	Fiscal year under review (As of March 31, 2009)
<p>1. Breakdown of major components in deferred tax assets and deferred tax liabilities</p> <p style="text-align: right;">Millions of yen</p> <p>Deferred tax assets</p> <p> Allowance for bad debts 69,984</p> <p> Allowance for losses on interest repayments 58,420</p> <p> Loan losses 19,872</p> <p> Accrued revenue 5,727</p> <p> Tax loss carry forwards 34,078</p> <p> Appraisal differences on financial instruments 2,958</p> <p> Other <u>10,925</u></p> <p>Deferred tax assets subtotal 201,966</p> <p>Valuation allowance <u>(181,651)</u></p> <p>Deferred tax assets total 20,315</p> <p>Deferred tax liabilities</p> <p> Appraisal differences on other marketable securities <u>(1,174)</u></p> <p>Deferred tax liabilities total <u>(1,174)</u></p> <p>Net deferred tax assets (liabilities) <u>19,140</u></p> <p>Net deferred tax assets are included in the consolidated balance sheet items below.</p> <p style="text-align: right;">Millions of yen</p> <p>Current assets – deferred tax assets 16,997</p> <p>Fixed assets – deferred tax assets 2,151</p> <p>Fixed liabilities – deferred tax liabilities (7)</p> <p>2. Breakdown of major components of disparity when a significant disparity arises between the effective statutory tax rate and the actual effective tax rate after the application of tax effect accounting.</p> <p style="text-align: right;">(%)</p> <p>Effective statutory tax rate 40.6</p> <p>(Adjustments)</p> <p> Local tax per capita basis 0.7</p> <p> Valuation allowance (32.8)</p> <p> Consolidation adjustment account write down 1.1</p> <p> Other <u>1.0</u></p> <p>Actual effective tax rate after application of tax effect accounting <u>10.6</u></p>	<p>1. Breakdown of major components in deferred tax assets and deferred tax liabilities</p> <p style="text-align: right;">Millions of yen</p> <p>Deferred tax assets</p> <p> Allowance for bad debts 42,464</p> <p> Allowance for losses on interest repayments 50,686</p> <p> Loan losses 18,565</p> <p> Accrued revenue 5,837</p> <p> Tax loss carry forwards 58,027</p> <p> Accrued interest repayment losses 2,196</p> <p> Other <u>10,906</u></p> <p>Deferred tax assets subtotal 188,684</p> <p>Valuation allowance <u>(179,970)</u></p> <p>Deferred tax assets total 8,713</p> <p>Deferred tax liabilities</p> <p> Accrued refund of corporation tax, etc. <u>(94)</u></p> <p>Deferred tax liabilities total <u>(94)</u></p> <p>Net deferred tax assets are included in the consolidated balance sheet items below.</p> <p style="text-align: right;">Millions of yen</p> <p>Current assets – deferred tax assets 6,783</p> <p>Fixed assets – deferred tax assets 1,835</p> <p>2. Breakdown of major components of disparity when a significant disparity arises between the effective statutory tax rate and the actual effective tax rate after the application of tax effect accounting.</p> <p style="text-align: right;">(%)</p> <p>Effective statutory tax rate 40.9</p> <p>(Adjustments)</p> <p> Local tax per capita basis 2.5</p> <p> Valuation allowance (8.8)</p> <p> Consolidation adjustment account write down 20.2</p> <p> Prior year corporation tax, etc. (29.4)</p> <p> Enterprise tax rate disparity 21.3</p> <p> Other <u>(3.8)</u></p> <p>Actual effective tax rate after application of tax effect accounting <u>42.9</u></p>

12. Disclosed Special Purpose Companies

Previous fiscal year (April 1, 2007 – March 31, 2008)

Omitted.

Fiscal year under review (April 1, 2008 – March 31, 2009)

1. Outline of disclosed special purpose companies and outline of transactions using disclosed special purpose transactions

Some subsidiaries have securitized trust beneficiary rights backed by installment receivables and operating loans with the aim of diversifying fund procurement and raising stable funds. Such securitization utilizes special purpose companies, which are special purpose companies under the Asset Securitization Law. On securitization, the subsidiaries firstly establish entrusted assets for installment receivables and operating loans respectively before dividing the beneficiary rights into preferred and subordinate portions. Then, the subsidiary transfers the preferred portion only of the beneficiary rights to a special purpose company and receives the funds that the special purpose company raises from the issue of bonds backed by

the transferred preferred trust beneficiary rights as the sale fee.

In addition, some subsidiaries carry out collection servicing operations, holding the subordinated beneficiary rights of entrusted assets. The bad debt allowance is established for trust assets for which recovery was inadequate.

As a result of securitization, there were five special purpose companies with a balance of transactions as of March 31, 2009. On the most recent date for financial results at the special purpose companies total assets (net total) stood at ¥93,917 million and total liabilities (net total) stood at ¥93,879 million. The subsidiaries did not own any shares with voting rights, etc., in any of the special purpose companies, and did not second any officers or employees to any of the special purpose companies.

2. Amount of transactions, etc., with special purpose companies during fiscal year under review

In millions of yen

	Amount of main transactions or balance at end of consolidated fiscal year under review	Main gain (loss)	
		Category	Amount
Transferred assets ^(Note) Preferred trust beneficiary rights	15,000	Loss on sale	133

Note: The amount of transactions relating to transferred assets is recorded at book value at the time of transfer. In addition, loss on sale relating to transferred assets is deducted from operating revenue.

13. Per Share Information

Previous fiscal year (April 1, 2007 – March 31, 2008)		Fiscal year under review (April 1, 2008 – March 31, 2009)	
Net assets per share	1,909.46 yen	Net assets per share	1,626.89 yen
Net income per share	190.77 yen	Net income per share	24.77 yen
Diluted net income per share	186.86 yen	Diluted net income per share omitted because there were no latent shares with a dilutive effect.	

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

In millions of yen, share

	Previous fiscal year (As of March 31, 2008)	Fiscal year under review (As of March 31, 2009)
Total net assets	324,520	393,334
Amount deducted from total net assets	5,604	5,761
(Of which minority interests)	(5,604)	(5,761)
Net assets related to common stock at end of fiscal year	318,915	387,572
Number of shares of common stock at the end of the fiscal year used in the calculation of net assets per share	167,019,283 shares	238,228,844 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 (April 1, 2007 – March 31, 2008)	Fiscal year under review (April 1, 2008 – Mar 31, 2009)
Net income (loss) per share		
Net income (loss)	27,434 million yen	4,247 million yen
Amount not attributable to common stock shareholders	—	—
Net income (loss) related to common stock	27,434 million yen	4,247 million yen
Average number of shares of common stock during the period	143,806,320 shares	171,495,135 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: 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)	New share subscription-type stock options (No. of shares: 246,600) decided upon at the 27th ordinary general meeting of shareholders (June 25, 2004) New share subscription-type stock options (No. of shares: 270,000) decided upon at the 28th ordinary general meeting of shareholders (June 24, 2005)
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14. 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 due to lack of 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 (April 1, 2007 – March 31, 2008)		Fiscal year under review (April 1, 2008 – March 31, 2009)	
		Amount	%	Amount	%
Interest on loans to customers		356,435	87.9	263,797	84.4
Unsecured loans		300,886	74.2	219,968	70.4
Secured loans		31,958	7.9	25,327	8.1
Small business loans		23,590	5.8	18,501	5.9
Credit card revenue		14,948	3.7	16,880	5.4
Per-item credit revenue		6,912	1.7	3,630	1.2
Credit guarantee revenue		8,547	2.1	8,020	2.6
Other financial revenue		561	0.1	550	0.2
Other operating revenue		18,378	4.5	19,361	6.2
Collection of purchased claims		6,633	1.6	5,211	1.7
Revenue from operational investment securities		515	0.1	76	0.0
Other		11,229	2.8	14,073	4.5
Total		405,784	100.0	312,241	100.0

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, 2008)	End of fiscal year under review (As of Mar. 31, 2009)
Total amount of loans outstanding (millions of yen)		1,665,682	1,334,196
Unsecured loans		1,278,001	1,015,647
Secured loans		246,519	206,941
Small business loans		141,161	111,607
Number of customer accounts		3,067,440	2,629,257
Unsecured loans		2,911,227	2,498,764
Secured loans		73,039	62,140
Small business loans		83,174	68,353
Number of branches		1,205	987
Staffed branches		223	133
Unstaffed branches		982	854
Number of automatic loan-contracting machines		1,096	957
Number of loan application processing machines		38	—
Number of ATMs		151,392	163,507
Company-owned		1,174	1,040
Partner-owned		150,218	162,467
Number of employees		5,138	4,895
Bad debt write-off (millions of yen)		227,727	177,989
Allowance for bad debts (millions of yen)		330,414	237,820
Net income (loss) per share (yen)		190.77	24.77
Net assets per share (yen)		1,909.46	1,626.89

- 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 (66,976 million yen at the end of the previous fiscal year and 43,842 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 5,359 million yen in the previous fiscal year, and 10,548 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 (108,973 million yen at the end of the previous fiscal year and 88,490 million yen at the end of the fiscal year under review).

III. Non-Consolidated Financial Statements

1. Non-Consolidated Balance Sheets

	(In millions of yen, %)			
	End of previous fiscal year (As of March 31, 2008)		End of fiscal year under review (As of March 31, 2009)	
Assets				
Current assets				
Cash and cash equivalents		171,563		106,877
Loans	*1, *2, *4	1,058,879	*1, *2, *4	842,786
Customers' liabilities for acceptances and guarantees		56,224		54,167
Marketable securities		2,000		–
Pre-paid expenses		1,603		1,456
Deferred tax assets		11,362		3,310
Accrued income		8,316		6,513
Short-term loans	*3	30,087		–
Other	*1	13,961	*1	17,717
Allowance for bad debts	*5	(201,897)	*5	(144,150)
Total current assets		1,152,101		888,678
Fixed assets				
Tangible fixed assets				
Buildings		17,037	*1	16,560
Total accumulated depreciation		(8,607)		(8,929)
Buildings (net)		8,430		7,630
Structures		2,409		2,335
Total accumulated depreciation		(1,785)		(1,808)
Structures (net)		623		527
Machinery		161		161
Total accumulated depreciation		(86)		(97)
Machinery (net)		74		63
Equipment and fixtures		19,224		22,158
Total accumulated depreciation		(11,067)		(13,197)
Equipment and fixtures (net)		8,156		8,960
Land		6,762	*1	6,762
Construction in process account		2,917		57
Total tangible fixed assets		26,963		24,001
Intangible fixed assets				
Software		13,454		10,624
Other		179		119
Total intangible fixed assets		13,633		10,744

	(In millions of yen, %)	
	End of previous fiscal year (As of March 31, 2008)	End of fiscal year under review (As of March 31, 2009)
Investment and other fixed assets		
Investment securities	11,046	*1 6,151
Stock in affiliated companies	120,731	120,721
Other marketable securities of affiliated companies	425	375
Claims in bankruptcy	*4 39,998	*4 35,355
Long-term loans to affiliated companies	228,291	206,841
Long-term prepaid expenses	1,037	678
Lease deposits and guarantees	5,945	4,664
Deferred tax assets	1,792	1,450
Other	1,092	1,071
Allowance for bad debts	*6 (67,496)	*6 (59,189)
Total investment and other fixed assets	342,864	318,122
Total fixed assets	383,462	352,868
Deferred assets		
Bond issuing expenses	393	219
Total deferred assets	393	219
Total assets	1,535,957	1,241,766

	(In millions of yen, %)	
	End of previous fiscal year (As of March 31, 2008)	End of fiscal year under review (As of March 31, 2009)
Liabilities		
Current liabilities		
Acceptances and guarantees	56,224	54,167
Short-term debts	*1 90,000	*1 40,000
Current portion of bonds	45,000	94,849
Current portion of long-term debts	*1 195,207	*1 147,276
Trade accounts payable	5,538	10,676
Accrued expenses payable	3,798	3,106
Income taxes payable	236	328
Reserve for accrued bonuses	1,921	1,837
Reserve for business structure improvement	147	-
Other	662	479
Total current liabilities	398,736	352,721
Long-term liabilities		
Bonds	369,100	258,210
Bonds with warrants	70,000	-
Long term debts	*1 268,984	*1 146,738
Reserve for losses on interest repayments	99,467	84,318
Allowance for retirement benefits for directors	969	-
Interest swaps	6,417	2,062
Other	267	1,483
Total long-term liabilities	815,205	492,812
Total liabilities	1,213,942	845,533
Net Assets		
Shareholders' equity		
Common stock	108,324	143,324
Capital surplus		
Capital reserves	115,232	150,232
Total capital surplus	115,232	150,232
Retained earnings		
Earned surplus reserves	1,566	1,566
Other retained earnings		
General reserve	437,296	102,230
Retained earnings carried forward	(335,065)	4,646
Total retained earnings	103,796	108,442
Treasury stock	(3,110)	(3,110)
Total shareholders' equity	324,243	398,889
Evaluation and foreign currency translation adjustments		
Differences in evaluation of other marketable securities	2,104	(558)
Gain (loss) on deferred hedge	(4,332)	(2,098)
Total evaluation and foreign currency translation adjustments	(2,227)	(2,657)
Total net assets	322,015	396,232
Total net assets and liabilities	1,535,957	1,241,766

2. Non-Consolidated Statements of Income

(In millions of yen, %)

	Previous fiscal year (April 1, 2007 – March 31, 2008)	Fiscal year under review (April 1, 2008 – March 31, 2009)
Operating revenue		
Interest on loans to customers	224,706	167,415
Financial revenue – other	400	408
Operating revenue – other		
Credit guarantee revenue	4,738	4,636
Bad debt write-off recovery	2,552	4,295
Other	641	460
Total operating revenue – other	7,932	9,392
Total operating revenue	233,039	177,216
Operating expenses		
Financial expenses		
Interest expenses	15,420	12,022
Interest on bonds	7,813	6,761
Other	2,121	988
Total financial expenses	25,355	19,771
Operating expenses – other		
Advertising expenses	4,142	3,815
Commissions	8,522	7,379
Loan losses	190	–
Transfer to allowance for bad debts	102,881	65,310
Transfer to reserve for losses on interest repayments	26,935	39,877
Director's salaries and remuneration	326	261
Salaries for employees	14,750	13,155
Bonus for employees	1,971	1,698
Transfer to reserve for accrued bonuses	1,921	1,837
Transfers to allowance for retirement benefits for directors	83	–
Welfare expenses	3,549	3,116
Expenses for retirement benefits for employees	650	698
Rent fees	2,359	1,964
Land rent	5,058	4,403
Repairs	3,540	3,284
Depreciation expenses	6,547	6,908
Other	7,295	6,538
Total operating expenses – other	190,726	160,250
Total operating expenses	216,081	180,022
Operating income (loss)	16,957	(2,805)

(In millions of yen, %)

	Previous fiscal year (April 1, 2007 to March 31, 2008)		Fiscal year under review (April 1, 2008 to March 31, 2009)	
Non-operating income				
Interest on loans	*1	4,380	*1	4,108
Dividends received		–		660
Miscellaneous		1,354		1,408
Total non-operating income		5,734		6,177
Non-operating expenses				
Loss on investment in anonymous association	*2	90	*2	121
Transfer to allowance for bad debts		59		–
Amortization of stock issuance expenses		251		388
Miscellaneous		98		54
Total non-operating expenses		500		563
Ordinary income		22,191		2,807
Extraordinary income				
Gain on sale of fixed assets	*3	831		–
Allowance for bad debts from previous year		7,100		3,600
Gain on bond redemption		–		5,381
Other		24		907
Total extraordinary income		7,955		9,888
Extraordinary losses				
Loss on disposal of fixed assets	*4	602	*4	790
Impairment losses		–	*5	471
Business structure improvement cost		172		–
Non-recurrent losses		521		303
Other		176		437
Total extraordinary losses		1,472		2,002
Net income before taxes		28,674		10,694
Corporate tax, local and enterprise taxes		191		96
Refunds on corporate and other taxes		–		(7,111)
Prior-year corporate tax, etc.		3,442		–
Adjustment on corporate tax, etc.		(2,029)		8,051
Total corporate tax, etc.		1,604		1,037
Net income		27,069		9,657

3. Statements of Change in Shareholders' Equity

(In millions of yen)

	Previous fiscal year (April 1, 2007 – March 31, 2008)	Fiscal year under review (April 1, 2008 – March 31, 2009)
Shareholders' equity		
Common stock		
Balance at end of previous fiscal year	83,317	108,324
Change during fiscal year		
Issue of new stock	25,007	—
Issue of new stock (Exercise of new stock subscription rights)	—	35,000
Total change during fiscal year	25,007	35,000
Balance at end of fiscal year	108,324	143,324
Capital surplus		
Capital reserve		
Balance at end of previous fiscal year	90,225	115,232
Change during fiscal year		
Issue of new stock	25,007	—
Issue of new stock (Exercise of new stock subscription rights)	—	35,000
Total change during fiscal year	25,007	35,000
Balance at end of fiscal year	115,232	150,232
Total capital surplus		
Balance at end of previous fiscal year	90,225	115,232
Change during fiscal year		
Issue of new stock	25,007	—
Issue of new stock (Exercise of new stock subscription rights)	—	35,000
Total change during fiscal year	25,007	35,000
Balance at end of fiscal year	115,232	150,232
Retained earnings		
Earned surplus reserve		
Balance at end of previous fiscal year	1,566	1,566
Balance at end of fiscal year	1,566	1,566
Other retained earnings		
General reserve		
Balance at end of previous fiscal year	437,296	437,296
Change during fiscal year		
Breakdown of general reserve	—	(355,065)
Total change during fiscal year	—	(335,065)
Balance at end of fiscal year	437,296	102,230
Retained earnings carried forward		
Balance at end of previous year	(355,054)	(335,065)
Change during fiscal year		
Distribution of retained earnings	(7,080)	(5,010)
Net income	27,069	9,657
Disposal of treasury stock	(0)	(0)
Breakdown of general reserve	—	335,065
Total change during fiscal year	19,989	339,711
Balance at end of fiscal year	(335,065)	4,646

(In millions of yen)

	Previous fiscal year (April 1, 2007 – March 31, 2008)	Fiscal year under review (April 1, 2008 – March 31, 2009)
Retained earnings		
Balance at end of previous fiscal year	83,807	103,796
Change during fiscal year		
Distribution of retained earnings	(7,080)	(5,010)
Net income	27,069	9,657
Disposal of treasury stock	(0)	(0)
Total change during fiscal year	19,989	4,646
Balance at end of fiscal year	103,796	108,442
Treasury stock		
Balance at end of previous fiscal year	(2,968)	(3,110)
Change during fiscal year		
Acquisition of treasury stock	(142)	(0)
Disposal of treasury stock	0	0
Total change during fiscal year	(142)	0
Balance at end of fiscal year	(3,110)	(3,110)
Total shareholders' equity		
Balance at end of previous fiscal year	254,381	324,243
Change during fiscal year		
Issue of new stock	50,015	—
Issue of new stock (Exercise of new stock subscription rights)	—	70,000
Distribution of retained earnings	(7,080)	(5,010)
Net income	27,069	9,657
Acquisition of treasury stock	(142)	(0)
Disposal of treasury stock	0	0
Total change during fiscal year	69,862	74,646
Balance at end of fiscal year	324,243	398,889
Evaluation and foreign currency adjustments		
Differences in evaluation of other marketable securities		
Balance at end of previous fiscal year	6,376	2,104
Change during fiscal year		
Net change in items other than shareholders' equity during fiscal year	(4,271)	(2,663)
Total change during fiscal year	(4,271)	(2,663)
Balance at end of fiscal year	2,104	(558)
Gain (loss) on deferred hedge		
Balance at end of previous fiscal year	(5,752)	(4,332)
Change during current fiscal year		
Net change in items other than shareholders' equity during fiscal year	1,420	2,233
Total change during fiscal year	1,420	2,233
Balance at end of fiscal year	(4,332)	(2,098)

(In millions of yen)

	Previous fiscal year (April 1, 2007 – March 31, 2008)	Fiscal year under review (April 1, 2008 – March 31, 2009)
Evaluation and foreign currency adjustments		
Balance at end of previous fiscal year	623	(2,227)
Change during fiscal year		
Net change in items other than shareholders' equity during fiscal year	(2,851)	(429)
Total change during fiscal year	(2,851)	(429)
Balance at end of fiscal year	(2,227)	(2,657)
Total net assets		
Balance at end of previous fiscal year	255,005	322,015
Change during current fiscal year		
Issue of new stock	50,015	—
Issue of new stock (Exercise of new stock subscription rights)	—	70,000
Distribution of retained earnings	(7,080)	(5,010)
Net income	27,069	9,657
Acquisition of treasury stock	(142)	(0)
Disposal of treasury stock	0	0
Net changes in items other than shareholders' equity during fiscal year	(2,851)	(429)
Total change during fiscal year	67,010	74,216
Balance at end of fiscal year	322,015	396,232