

## Brief Statement of Financial Results for the Fiscal Year Ended March 2009

May 14, 2009

### Forward-looking Statement

The statements and figures contained in this Brief Statement of Financial Results for the fiscal year ended March 2009 (the "Brief Statement") with respect to ACOM's plans and strategies and other statements that are not historical facts but are forward-looking statements about the future performance of ACOM which are based on management's assumptions and belief in light of the information currently available to it and involve risks and uncertainties and actual results may differ from those in the forward-looking statements as a results of various facts. Potential risks and uncertainties include, without limitation, general economic conditions in ACOM's market and changes in the size of the overall market for consumer loans, the rate of default by customers, the fluctuations in number of cases of claims from and the amount paid to customers who claim us to reimburse the portion of interest in excess of the interest ceiling as specified in the Interest-Rate Restriction Law, the level of interest rates paid on the ACOM's debt and legal limits on interest rates charged by ACOM.

Name of the company:	ACOM CO., LTD. ("ACOM" or the "Company")
Stock market:	Tokyo Stock Exchange
Code Number:	8572
Location of the head office:	Tokyo
URL:	<a href="http://www.acom.co.jp/ir/englsih/">http://www.acom.co.jp/ir/englsih/</a>
Position of the representative:	President & Chief Executive Officer
Name:	Shigeyoshi Kinoshita
Position of the person in charge:	Chief General Manager of Public Relations Department
Name:	Takashi Kiribuchi
Telephone Number:	(03) 5533-0631
Date of the shareholders' meeting:	June 25, 2009
Payable date of dividend:	June 26, 2009
Registration date of annual securities report:	June 25, 2009

Note: 1. All amounts under minimum units appearing in each of the tables have been disregarded, except for per share amounts throughout this Brief Statement.

2. The figures in percentage show year-on-year change from the prior fiscal year.

1. Consolidated Business Results for the Fiscal Year Ended March 2009 (from April 1, 2008 to March 31, 2009)

(1) Consolidated Operating Results

(Millions of yen)								
	Operating Income		Operating Profit		Ordinary Income		Net Income	
3/2009	324,396	(14.6%)	30,729	(62.4%)	32,648	(60.7%)	13,662	(61.4%)
3/2008	379,706	(10.4%)	81,651	—	83,120	—	35,406	—

	Net Income per Share (Yen)	Net Income per Share Diluted (Yen)	Return on Equity (ROE)	Ordinary Income to Total Assets	Operating Margin
3/2009	86.91	86.91	3.0%	1.9%	9.5%
3/2008	225.24	225.23	7.7%	4.3%	21.5%

<Reference> Loss on investment in equity-method: - yen (3/2009) - yen (3/2008)

(2) Consolidated Financial Status

(Millions of yen)				
	Total Assets	Net Assets	Shareholders' Equity Ratio	Net Assets per Share (Yen)
3/2009	1,605,567	452,406	27.7%	2,831.36
3/2008	1,861,505	472,144	24.9%	2,950.01

<Reference> Owners' Equity: 445,074 million yen (3/2009) 463,725 million yen (3/2008)

(3) Consolidated Cash Flow Status

(Millions of yen)				
	From Operating Activities	From Investing Activities	From Financing Activities	Cash and Cash Equivalents at the End of Year
3/2009	66,989	19,417	(104,900)	131,477
3/2008	126,183	8,250	(128,678)	152,221

2. Dividend Status

(Report Date)	Dividend per Share					Total Amount of Dividend (Year) (Millions of Yen)	Payout Ratio (Consolidated)	Ratio of Payout to Net Assets (Consolidated)
	1Q (Yen)	2Q (Yen)	3Q (Yen)	4Q (Yen)	Year (Yen)			
3/2008	—	50.00	—	50.00	100.00	15,719	44.4%	3.4%
3/2009	—	50.00	—	20.00	70.00	11,003	80.5%	2.4%
3/2010 (Forecast)	—	30.00	—	30.00	60.00		29.3%	

3. Forecasts for the Fiscal Year Ending March 31, 2010 (from April 1, 2009 to March 31, 2010)

(Millions of yen)									
	Operating Income		Operating Profit		Ordinary Income		Net Income		Net Income per Share (Yen)
First Half	133,500	(20.8%)	15,400	(50.4%)	15,700	(51.1%)	16,300	(37.1%)	103.69
Annual	260,400	(19.7%)	32,200	4.8%	32,900	0.8%	32,200	135.7%	204.84

(The figures in percentage show year-on-year change from the same prior periods.)

4. Others

(1) Change in important subsidiaries during the fiscal year ended March 31, 2009 (Change in scope of consolidation): Applicable  
Exclusion: JLA CO., LTD.  
[Note] Please refer to "State of Business Group" at page 10 for details.

(2) Changes on the basis of consolidated financial statements preparation

A) Related to accounting standard revisions etc.: Applicable

B) Other changes: Applicable

[Note] Please refer to "Changes in Significant Items Relating to the Preparation of Consolidated Financial Statements" at page 28 for details.

(3) Outstanding shares (common shares)

A) Number of shares outstanding (including treasury stock)

FY March 31, 2009: 159,628,280 shares FY March 31, 2008: 159,628,280 shares

B) Number of treasury stock

FY March 31, 2009: 2,433,889 shares FY March 31, 2008: 2,433,798 shares

[Note] Please refer to "Notes to Statistics per Share" at page 55 for the number of shares which is basis for calculation of net income per share (consolidated).

(Reference)

1. Non-Consolidated Business Results for the Fiscal Year Ended March 2009 (from April 1, 2008 to March 31, 2009)

(1) Non-Consolidated Operating Results

(Millions of yen)

	Operating Income		Operating Profit		Ordinary Income		Net Income	
3/2009	262,120	(17.3%)	26,896	(66.4%)	29,165	(64.6%)	16,928	(49.5%)
3/2008	317,116	(14.5%)	80,159	—	82,319	—	33,518	—

	Net Income per Share (Yen)	Net Income per Share Diluted (Yen)
3/2009	107.69	—
3/2008	213.23	—

(2) Non-consolidated Financial Status

(Millions of yen)

	Total Assets	Net Assets	Shareholders' Equity Ratio	Net Assets per Share (Yen)
3/2009	1,423,187	440,398	30.9%	2,801.62
3/2008	1,620,468	451,321	27.9%	2,871.10

<Reference> Owners' Equity: 440,398 million yen (3/2009) 451,321 million yen (3/2008)

2. Forecasts for the Fiscal Year Ending March 31, 2010 (from April 1, 2009 to March 31, 2010)

(Millions of yen)

	Operating Income		Operating Profit		Income before Extraordinary Items		Net Income		Net Income per Share (Yen)
First Half	114,600	(16.1%)	14,600	(47.9%)	15,300	(47.9%)	14,800	(29.7%)	94.15
Annual	221,700	(15.4%)	30,100	11.9%	31,200	7.0%	30,200	78.4%	192.12

(The figures in percentage show year-on-year change from the same prior periods.)

## 1. Business Results

### (1) Analysis on Business Results

#### (A) Business results for this consolidated business results

During this consolidated fiscal year, the Japanese economy saw a decrease in exports and deteriorating corporate earnings due to confusion of the global financial markets and slowdown of the global economy triggered by the debt crisis in the United States, also feeling the impact of sharp appreciation of the yen as well as the significant decline in stock prices on the back of such unfavorable conditions. Furthermore, a worsening job market and weakening private consumption accelerated the abrupt economic slowdown. The business environment in which we operate was harsher than the prior consolidated fiscal year, with requests for interest repayment staying at a high level, especially in the consumer finance industry.

Against this background, the ACOM Group promoted aggressive business activities both at home and overseas domains based on our mid-term management policy that focuses on "Establishment of a management base geared toward long-term stable growth by boosting price competitiveness through precise measures against the revised Money-lending Business Law and reforming our cost structure as well as the development of relief and confidence brand."

In this consolidated fiscal year, we concentrated on managerial reform, mainly by promoting further efficiencies in Group management and measures toward achievement of the growth strategy for the next stage. Furthermore, we reached an agreement in September 2008 with Mitsubishi UFJ Financial Group, Inc. (hereinafter, "MUFG") and The Bank of Tokyo-Mitsubishi UFJ, Ltd. (hereinafter, "BTMU") to position us as the core company of the consumer finance business within the MUFG Group and to further strengthen our strategic business and capital alliance in the retail business which was entered into in March 2004. Based on this agreement, MUFG implemented the tender offer for the shares of the Company with MUFG's holding of our voting rights reaching 40.03% (as of March 31, 2009), including indirect ownership. In addition, each 85.1% of the shares of JLA CO., LTD. (interior design, construction of service outlets, real estate management, and maintenance of buildings and properties) and ACOM RENTAL CO., LTD. (comprehensive rental business), both wholly owned subsidiaries of the Company, was sold in December 2008, and both companies were excluded from the scope of consolidation of the Company. Moreover, we took necessary steps and became a consolidated subsidiary of MUFG in December 2008.

We are determined to proceed further with business alliances with the MUFG Group centering on a reorganization of the guarantee business within the MUFG Group, reorganization of the loan business and guarantee business of DC Cash One Ltd. (hereinafter, Cash One), and integration of the companies entrusted with call center functions.

The business results for this consolidated fiscal year decreased by 55,309 million yen, to 324,396 million yen (down 14.6% year-on-year) in operating revenue compared to prior consolidated fiscal year, due primarily to a decline in interest on operating loans. Although provision for loss on interest repayment increased by 32,537 million yen, operating expenses decreased by 4,387 million yen due to a decrease of 28,107 million yen in provision of allowance for doubtful accounts and a decrease of 9,018 million yen in general and administrative expenses. As a result, operating income decreased by 50,922 million yen, to 30,729 million yen (down 62.4% year-on-year), and ordinary income decreased by 50,472 million yen, to 32,648 million yen (down 60.7% year-on-year). In extraordinary income, gain on sales of investment securities decreased by 3,162 million yen, and gain on sales of subsidiaries and affiliates' stocks increased by 1,714 million yen. In extraordinary loss, loss on valuation of investment securities decreased by 21,427 million yen, but 5,799 million yen of loss on sales of stocks of subsidiaries and affiliates was posted. In addition, income taxes for prior periods and income taxes-deferred decreased by 9,093 million yen and 8,219 million yen, respectively. As a result, net income for this consolidated fiscal year decreased by 21,744 million yen, to 13,662 million yen (down 61.4% year-on-year).

As part of our business alliance with the MUFG Group, on April 1, 2009 we transferred Cash One's loan guarantee business to Mitsubishi UFJ NICOS Co., Ltd., after which we made Cash One a wholly owned subsidiary. On May 1, 2009, Cash One was merged into the Company. Moreover, on April 1, 2009, RELATES CO., LTD., a wholly owned subsidiary, was absorbed by MU Communications Co., Ltd. (hereinafter, "MUCC"), and also on the same day, we made MUCC an equity method affiliate.

Details of main financial service businesses are as follows:

#### (Loan Business)

In the loan business, we have concentrated our efforts to increase new customers and maintain and improve the loan portfolio based on the operational basic policy of "Customer first," "Reinforcement of customer service capability" and "Improvement of efficiency." During the consolidated fiscal year under review, we reorganized four functional departments as two branch offices on October 1, 2008 with the aim of further bolstering cooperation and speeding up decision-making within the Credit Business Promotion Division. We also merged the Advertising Department and Credit Marketing Department in order to strengthen our marketing functions. As a result, the number of new customers in the consolidated fiscal year under review was 185

thousand (up 5.5% year-on-year).

Cash One worked on strengthening its marketing and service capabilities under a basic policy of “Strengthening its operational and revenue-generating base” and “Enhancing its management efficiency,” and also pressed ahead with preparations for its merger with the Company.

EASY BUY Public Company Limited, which operates a loan business in Thailand, continued to market its products aggressively, and its loans receivable increased by 15.7% in local currency (Thai baht) terms.

During the consolidated fiscal year under review, accounts receivable-operating loans declined by 164,750 million yen to stand at 1,316,166 million yen (down 11.1% year-on-year), while interest on operating loans was 269,673 million yen (down 16.8% year-on-year). These declines resulted mainly from a drop in accounts receivable-operating loans as large number of borrowers requested for interest repayments, lower returns due to falling lending interest rates, and the impact of exchange rate fluctuations.

#### (Guarantee Business)

In the guarantee business, in July 2008, we started the guarantee business in connection with a new business loan, “e-BUSINESS DIRECT CARD/LOAN,” which is handled by Suruga Bank Ltd., one of our business partners. Furthermore, we newly commenced guarantee business for a new card loan handled by The Yamagata Bank, Ltd. in September, 2008 and Jibun Bank Corporation in December, 2008. Furthermore, we worked to expand the balance of guaranteed receivables by, for example, assisting with the promotion of sales of loan products by our business partners.

As a result, the number of our partners for the guarantee business reached 16 banks in this consolidated fiscal year. The amount of guaranteed receivables increased by 23,712 million yen from the end of prior consolidated fiscal year, to 144,351 million yen (up 19.7% year-on-year), while revenue from credit guarantee was 7,637 million yen (up 12.9% year-on-year) and revenue from guarantee business, including commissions for credit guarantee, was 11,629 million yen (up 10.1% year-on-year).

#### (Loan Servicing Business)

IR Loan Servicing, Inc., under a policy of “Strengthening its profitability” and “Improvement of its operating-asset portfolio,” worked to share know-how and skills relating to the servicing of small claims with the Company, and to improve its system for servicing such claims. It also worked to reduce its holdings of purchased claims secured by real estate and to strengthen the management of its operating-asset portfolio.

In this consolidated fiscal year, the amount of consolidated collection from purchased receivables was 15,764 million yen (up 1.3% year-on-year) while the revenue from loan servicing business including the commissions was 16,446 million yen (down 3.4% year-on-year).

#### (Credit Card and Installment Sales Finance Business)

In the credit card business, we tightened procedures for issuing credit cards to our loan customers in an effort to maintain and improve the soundness of a portfolio, and encouraged customers to switch to the Company’s credit card when their tie-up cards expired. As a result, the number of cardholders at the current consolidated fiscal year decreased by 286 thousand compared from prior consolidated fiscal year, to 580 thousand, and the transaction volume decreased to 16,752 million yen (down 41.8% year-on-year).

In the installment sales finance business, which has been conducted by AFRESH CREDIT CO., LTD., we focused on material challenges such as “Expanding the operating base” and “Enhancing the management of the existing member stores.” The transaction volume and the accounts receivable-installment by the said company were respectively 25,318 million yen (up 11.2% year-on-year) and 32,681 million yen (up 0.1% year-on-year).

As a result, a total of accounts receivable-installment in the credit card business and installment sales finance business decreased by 12,895 million yen, to 68,027 million yen (down 15.9% year-on-year), during this fiscal year. Credit card revenue and per-item revenue were respectively 4,311 million yen (down 15.7% year-on-year) and 4,018 million yen (down 35.5% year-on-year).

#### (Banking Business)

PT.BANK NUSANTARA PARAHYANGAN Tbk., a bank in Indonesia that we are running as a joint venture with BTMU, improved and expanded its risk-management and compliance structures and pursued a medium-term vision of “Becoming a nationwide bank focused on retail banking.”

During the consolidated fiscal year under review, lending by our banking business declined by 1,997 million yen to 18,081 million yen (down 9.9% year-on-year), while interest on loans of banking business was 2,394 million yen.

#### (B) Outlook for next fiscal year

We expect the current harsh conditions to continue during the next fiscal year due to an unclear economic outlook and factors such as the revised Money-lending Business Law taking effect and ongoing demands for requests for interest repayment. However, the Group, in line with its management policy for the fiscal year, will

continue to actively pursue its business activities, implement management reforms affecting the Group as a whole, develop its business alliance with the MUFG Group, and so on, all with the aim of becoming a “Best life partner,” i.e. a corporate group that is trusted by and satisfies its customers.

For the next fiscal year, we are forecasting consolidated operating revenue of 260,400 million yen (down 19.7% year-on-year), ordinary income of 32,900 million yen (up 0.8% year-on-year), and net income of 32,200 million yen (up 135.7% year-on-year).

## (2) Analysis on Financial Position

### (A) Situations of assets, liabilities, and net assets

Compared with the end of prior consolidated fiscal year, total assets decreased by 255,938 million yen while shareholders' equity had decreased by 18,650 million yen in the end of this consolidated fiscal year. As a result, the shareholders' equity ratio increased by 2.8 percentage points to 27.7%. Details of changes in assets, liabilities and net assets are as follows:

#### (Assets)

Current assets and noncurrent assets decreased by 215,959 million yen and 39,979 million yen, respectively. The breakdown of major decreases is as follows: accounts receivable-operating loans (down by 164,750 million yen), short-term loans receivable (down 30,469 million yen), deferred tax assets (down by 13,384 million yen), accounts receivable-installment (down by 12,895 million yen), short-term investment securities (down by 12,054 million yen), and other current assets including deposits on redemption of straight bonds (down by 10,237 million yen). The contributor to a decrease in noncurrent assets was investment securities (down by 20,005 million yen), and a decrease of land (down by 10,452 million yen) due to a change of the scope of subsidiaries.

#### (Liabilities)

With regard to the liabilities account, changes in current, noncurrent, and total liabilities decreased by 69,204 million yen, 166,996 million yen, and 236,200 million yen, respectively. The breakdown of major decrease in liabilities includes: loans and bonds payable showed a decrease of 123,259 million yen, provision for loss on interest repayment decreased by 91,400 million yen, and deposits of banking business decreased by 13,415 million yen.

#### (Net Assets)

Changes in the net assets accounts include decrease in valuation and translation adjustments by 16,257 million yen, and shareholders' equity decreased by 2,392 million yen due to a decline of retained earnings. As a result, the net assets decreased by 19,738 million yen.

### (B) Status of cash flows during the current consolidated accounting period

Cash and cash equivalents (hereinafter, “funds”) at the end of this consolidated fiscal year decreased by 20,744 million yen to, 131,477 million yen. The changes in the respective cash flow and the reasons thereof are as follows:

#### (Cash flow from operating activities)

Funds from operating activities showed an increase of 66,989 million yen. The increase was mainly attributable to 23,909 million yen in income before income taxes, a decrease of 24,593 million yen in allowance for doubtful accounts, a decrease of 91,400 million yen in provision for loss on interest repayment, in addition to an increase of 139,066 million yen due to a decrease in accounts receivable-operating loans, an increase of 10,481 million yen due to a decrease in accounts receivable-installment, and an increase of 9,715 million yen due to a decrease in purchased receivables.

#### (Cash flow from investing activities)

Funds from investing activities saw an increase of 19,417 million yen. This was primarily because the proceeds from redemption of repayment of securities exceeded purchase of short-term investment securities by 12,159 million yen, and the proceeds from sales of subsidiaries' stocks due to a change of the scope of subsidiaries were 7,141 million yen.

#### (Cash flow from financing activities)

Funds from financing activities saw a decrease of 104,900 million yen. This was primarily because the total payment amount for short-term loans payable and redemption of bonds exceeded the total amount of revenues of proceeds from short-term loans payable and issuance of bonds by 98,947 million yen, and also due to cash dividends paid (15,684 million yen) and proceeds from deposit on redemption of bonds (10,000 million yen).

### (3) Basic Policy on Profit Distribution and Dividend for this and next fiscal year

With regard to profit distribution to shareholders, it is our basic policy to attempt aggressive and continuous profit distribution with enhanced dividends, taking the economic and financial situation and our own performance into consideration. Also, as a goal for returns to shareholders, the Group advocates a medium term plan “based on the targeted shareholders’ equity ratio, aims at maintaining no less than 30% net income ratio against the total amount of treasury stock purchased, plus the dividend payments thereon, every fiscal year.”

Based on basic policies mentioned above, the Group intends to pay year-end dividend of 20 yen per share, meaning annual dividend of 70 yen per share with dividend of 50 yen at the end of this second quarter of this fiscal year.

As for next fiscal year, we plan to pay dividend of 30 yen at the end of the second quarter of next fiscal year and year-end dividend of 30 yen, meaning 60 yen of annual dividend. Retained earnings will be allocated to strategic investments to enhance our business base, including the optimal relocation of business outlets, improvements to the business structure to achieve a low-cost operation system, and further development of new businesses.

### (4) Business Risks

The following report on “business-related risks” details potential risks to the Group’s operations based on our assumptions and views as of the submission date of this financial statement.

However, the following report does not include all potential risks. With future changes in economic and business conditions affecting the consumer finance industry, there may be new risks that arise from various uncertain factors. Note, however, that forward-looking statements regarding business-related risks are based on our assumptions and views as of the submission date of this financial statement.

### (A) Financial Results

The business performance of the Group may be influenced by changes, fluctuations and modifications – and the degree of these – in the each of the items (1) to (11) listed below.

- (1) Changes in the overall consumer credit market
- (2) Increase or decrease in number of customer accounts and average loan balance per customer accounts
- (3) Reductions in the maximum legal interest rates applicable to the loan industry, as well as changes in judicial rulings and legal regulations applicable to the consumer finance industry
- (4) Changes in average contracted interest rates received from customers
- (5) Changes in number of requests for interest repayments, as well as amounts requested
- (6) Competition with other companies
- (7) Rate of default by customers
- (8) The Company’s ability to use credit databases to properly screen credit-related information about customers
- (9) Japan’s overall economic status
- (10) The Company’s ability to procure funds and costs involved
- (11) Advertising expenses, personal expenses, and other expenses

### (B) Legal Restrictions

The loan business (consumer finance business), which is the Group’s core activity, is governed by the following laws: Money-lending Business Law (hereinafter, “MBL”) and the Acceptance of Contributions, Money Deposits, and Interest Law (hereinafter, “ACMI”). Our installment sales (credit card and installment sales finance businesses) are governed by the Law Concerning Installment Sales (hereinafter, “LCIS”). The aforementioned laws govern all aspects of their respective businesses.

#### (a) MBL and LCIS Regulations

We are registered as an eligible money lender pursuant to Article 3 of the MBL. The MBL stipulates several restrictions and also defines administrative punishments (suspension of all or part of operations, or revocation of the money lending license) and penalties for money lenders in violation of these provisions. In addition, the LCIS requires a description of the terms and conditions of the transaction, the issue of a written document, and prevention of excessive purchasing beyond paying capacity, and stipulates penalties in violation of these provisions.

#### (b) Amendment of the MBL and the LCIS

With the “Law to Partially Amend the Regulations Governing Money-Lending Business Law” going into effect on December 19, 2007, stronger regulations on actions, solicitations and collections were imposed on our

industry. Within two and a half years from this date, subsequent amendments to the MBL will gradually prohibit agreements on interest rates exceeding those stipulated in the Interest Rate Restriction Law (hereinafter, "IRRL") and place restrictions on loans exceeding one-third of the annual income of customers. The lower yield from enforcement of these provisions is expected to reduce interest on operating loans and the stricter regulations on lending to decrease the Company's loans receivable.

In addition, the LCIS was revised on June 18, 2008. The revisions, which will come into force 18 months after this date, include tougher regulations such as a requirement to make more stringent checks on the capacity of customers to pay and an obligation to supervise affiliate branches. It is possible that these revisions will impact on the performance of Group companies operating domestic credit card and installment sales finance businesses.

#### (C) Increase in Loss on Interest Repayment

The interest rates charged on some loan products by the Company, in which customers entered into contracts before June 17, 2007, exceed the interest rate ceilings specified in the IRRL. In addition, several consumers have taken legal action against consumer finance companies, including the Company, calling for a reimbursement of payments made, asserting that such payments do not meet a part of the requirements set forth in Article 43 of the MBL. In some recent court precedents, the plaintiffs' demands were accepted.

There are cases in which our customers request a reduction in the loan amount or reimbursement of excess interest paid, citing obligations for maximum interest rates under the IRRL. In such cases, the Company accepts to release the customer from the loan or reimburse payments. The costs of releasing customers from loans and reimbursing repayments (hereinafter referred to as "loss on interest repayment") have remained at high level as of the end of this consolidated fiscal year.

Due to the future potential for loss on interest repayment, further booking of the provision for loss on interest repayment, and court rulings from lawsuits demanding refunds of interest paid that put the Company and other finance companies at a clear disadvantage, could have an impact on the Group's business performance.

#### (D) Fund Procurement

##### (a) Fund procurement

The Group primarily secures the necessary funds for its operations and liabilities repayments through cash provided by operating activities, as well as financing activities such as borrowings from financial institutions, including banks and insurance companies, and direct financing from capital markets, including via bond issues. At the end of the year under review, 42.8% of the Group's outstanding interest-bearing liabilities had been resourced mainly from 10 banks and other financial institutions (excluding those from syndicate loans). While the Group has steadily diversified its funding resources in recent years, there is no assurance that its existing main banks and lenders will not change their current lending policy due to a potential reorganization of the financial industry in Japan or other factors. Furthermore, there is no assurance that capital markets will always be available as a reliable financing resource in the future.

Although the Group has not experienced any serious difficulties procuring funds over the last few years, if our credit rating is lowered, it may become more expensive and difficult for us to procure funds through public offerings or private placements, and this may impact on the performance of the Group.

##### (b) Interest rate on fund procurement

While interest rates on our fund procurement may fluctuate due to the market environment or other factors, our maximum lending interest rate is limited, according to rules stipulated by the ACMI, irrespective of fluctuations in interest rates on fund procurement.

In order to minimize interest-rate risks, the Group takes various measures, including the use of swap contracts, and observes a policy of maintaining fixed-interest borrowings as a ratio of total borrowings at 90% or higher, to mitigate the influence of factors such as interest fluctuations. However, possible increases in interest rates may have a negative impact on our business performance in the future.

#### (E) Allowance for doubtful accounts

Accounts receivable-operating loans and accounts receivable-installment constitute the majority of total assets of the Group. For this reason, we book allowance for doubtful accounts, based on the conditions of customers and the estimates of pledged collateral value at the end of the fiscal year.

An increase of payment delays and uncollected loans receivable might occur due to future changes in economic conditions, the market environment, and the social structure in Japan. There may also be increases in the number of individuals (including loan customers of the Group) pursuing remedies under legal guardianship pursuant to revisions in legislation, including "Bankruptcy Act," "Law Concerning Specific Conciliation," "Civil Rehabilitation Law," and "Judicial Scrivener Law." Such events may require further increases in the allowance for doubtful accounts, which may have a negative effect on the business performance of the Group.

#### (F) Provision of multiple debtors

To address the provision of debtors who take out excessive loans or credit-card loans from multiple consumer credit companies, the Group is taking approaches. These approaches mainly consist of "Promotion of more effective consumer enlightenment activities," "Improvement of counseling functions for consumer loan customers," "Implementation of more rigorous credit administration," "Reduction in maximum lending interest rate," "Review of the content of advertisement," and "Disclosure of information."

Nevertheless, business performance of the Group may be negatively influenced in cases where the number of multiple debtors increases due to factors such as economic, employment, and market conditions in Japan or other external factors, which leads to an increase in the allowance for doubtful accounts due to increase in uncollectible loans.

#### (G) Information systems

The Group relies on computer systems and networks to provide services to customers and manage our marketing activities. These systems and networks are used to manage information relating to our business, including data on our branch network and customers. If we are unable to provide services to customers due to factors such as damage to the communications infrastructure, the hardware, or the software used for these systems and networks resulting from human error, natural disasters, power outages, computer viruses, etc. or the suspension of support services provided by telecommunications carriers or computer systems companies, this may impact on the performance of the Group. For example, it may result in a decline in new customers, delays in the repayment of loans, and a loss of trust in the Group.

In addition, the Group has a backup center for general ledger system, in order to avoid the possibility of business interruptions. However, it is possible that the Group's business may be suspended in the event of a large scale natural disaster, such as earthquake or flood.

To reduce computer systems costs, we are planning to rebuild our backbone systems, but if we are unable to do so due to the review, amendment, suspension, etc. of our development plans, this may impact on the performance of the Group.

#### (H) Management of personal information

The Group, including the Company and its main subsidiaries, are now regarded as businesses handling personal information as defined by the "Act on the Protection of Personal Information".

In the management of personal information, we have ensured management and control structure under "Policy for Protection of Personal Information" and "Regulation for Protection of Personal Information." The Company was granted the Privacy Mark authorized by Japan Information Processing Development Corporation (JIPDEC).

As for the management of Computer Center, we have formulated rigorous safety measures for physical security, including controls on entering and leaving the Computer Center, and for information security, such as controlling access to computer systems. Moreover, we have introduced the framework of Information Security Management System (ISMS) certification for the operation and maintenance of the Computer Center.

However, if personal information is leaked to other people for any reason whatsoever, the negative effects may not be limited to a worsening of business performance arising from a decline in the reputation of the Group or compensation for damages. In the case of a violation of regulations concerning the handling of personal information, the Group may be also subjected to administrative recommendations, and orders.

#### (I) Business and capital alliance with Mitsubishi UFJ Financial Group, Inc.

In March 2004 we entered into a strategic business and capital alliance with Tokyo-Mitsubishi Financial Group (now Mitsubishi UFJ Financial Group, Inc.; hereinafter "MUFG"). MUFG later raised its stake in the Company, and after completing the necessary procedures, made the Company a consolidated subsidiary in December 2008. This means that if laws and regulations governing banks, such as the Banking Law, are changed, Group companies may become subject to restrictions concerning the business fields in which they operate.

In addition, if companies that are in the same line of business as us and with which we compete enter into similar business and capital alliances with banks etc., it is possible, depending on the nature of these alliances, that the competition facing the Group will become even more intense.

#### (J) Investments

To date, the ACOM Group has stepped up its entry into new markets and broadened the scale of its involvement in the consumer credit market, including through the formation of joint ventures. Since the prospect of obtaining profits from such investments is uncertain, there is no assurance that the Group will be able to set up or expand new joint businesses successfully. The Group regularly reviews the profitability and growth potential of each business. It is possible that such reviews may prompt us withdraw from new joint businesses or reduce allocation of human and other resources to such businesses in the future. In the case where a joint business falls

short of its profit target, there is a risk that the Group may not be able to recoup its existing investments.

In addition, in the event that the price of equity securities held by the Group drops substantially, there is a possibility that losses may be incurred, which could potentially affect the Group's business results and perhaps reduce its owner's equity ratio.

(K) Disposal of our shares by major shareholders etc.

Kyosuke Kinoshita, our chairman, and Shigeyoshi Kinoshita, our president and chief executive officer, along with members of their families and companies with which they have connections together hold around 40% of our issued/outstanding shares. In addition, MUFG also holds around 40% of our issued/outstanding shares (including indirect holdings). If these shareholders dispose of some of their shares in the future, the market supply of our shares will increase, and this may have an adverse impact on our share price.

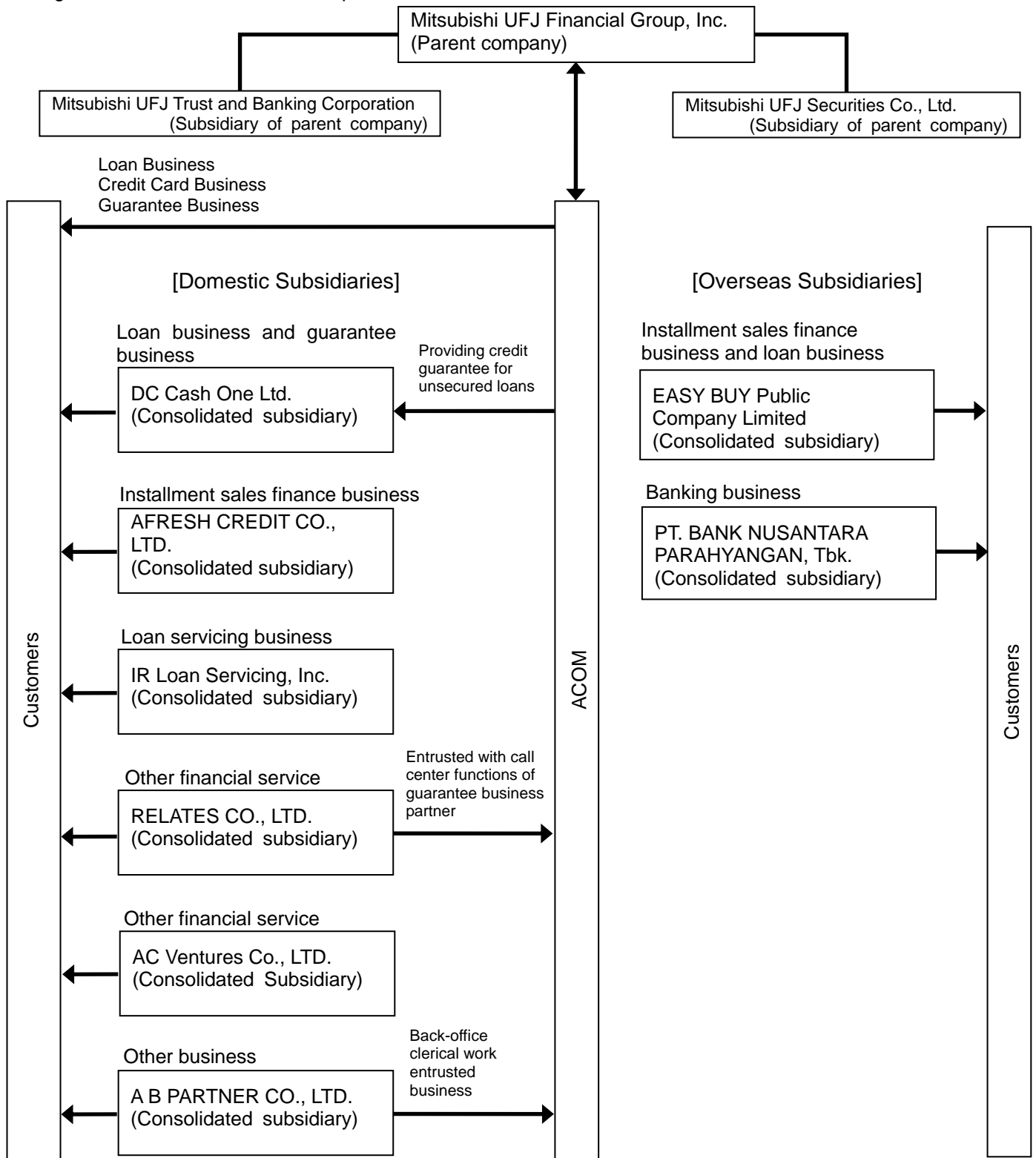
## 2. State of Business Group

As of December 25, 2008, ACOM became a consolidated subsidiary of Mitsubishi UFJ Financial Group, Inc. (hereinafter, "MUFG"), and MUFG became "Parent company" of ACOM. The ACOM Group consists of ACOM and 16 subsidiaries (including investment partnerships). The Group's main line of business is financial services such as loan business, credit card business, installment sales finance business, guarantee business, loan servicing business and banking business. Other business line includes back-office clerical work entrusted business. The following table explains the positioning of each group company.

	Segment	Company Name	Business Outline	Classification
Financial Service Businesses	Loan Business	ACOM CO., LTD.	Loan business including unsecured loan and secured loan	—
		DC Cash One Ltd.	Unsecured loan business	Consolidated subsidiary
		EASY BUY Public Company Limited	Unsecured loan business in Kingdom of Thailand	
	Credit Card Business	ACOM CO., LTD.	Credit card business of which the principal commodity is MasterCard®	—
	Installment Sales Finance Business	AFRESH CREDIT CO., LTD.	Installment sales finance business	Consolidated subsidiary
		EASY BUY Public Company Limited	Hire purchase business in Kingdom of Thailand	
	Guarantee Business	ACOM CO., LTD.	Guarantee business for personal loan of banks, etc.	—
		DC Cash One Ltd.		
	Loan Servicing Business	IR Loan Servicing, Inc.	Loan recovery (servicing) business	Consolidated subsidiary
		General Incorporated Association Mirai Capital Power Investments LLC	Purchase, management, and disposal of monetary claims (Special Purpose Company)	
		PT. BANK NUSANTARA PARAHYANGAN, Tbk.	Banking business in Republic of Indonesia	
	Banking Business	RELATES CO., LTD.	Entrusted with call center functions of banks, etc.	Consolidated subsidiary
		AC Ventures Co., Ltd.	Development, investment, promotion and support of venture companies	
Others	A B PARTNER CO., LTD.	Back-office clerical work services	Consolidated subsidiary	
	ACOM (U.S.A.) INC.	—		
Other Business	Others			

- Notes: 1. As ACOM became a consolidated subsidiary of MUFG on December 25, 2008, MUFG, previously "other related company," Mitsubishi UFJ Trust and Banking Corporation and Mitsubishi UFJ Securities Co., Ltd., previously "subsidiary of other related company" became "parent company" and "subsidiary of parent company," respectively.
2. As "Act on General Incorporated Associations and General Incorporated Foundations" was enforced, the Intermediate Corporation Act was abolished, and existing intermediate corporations transformed their status to general incorporated associations based on "Act on General Incorporated Associations and General Incorporated Foundations." Therefore, "Yugensekinin-Chukanhojin Mirai Capital" changed its corporate name to "General Incorporated Association Mirai Capital."
3. ACOM (U.S.A.) INC. suspended its operation; therefore, outline of its business is omitted above.
4. MTBC First Investment Partnership dissolved as of November 14, 2008, and liquidated as of December 26, 2008.
5. JLA CO., LTD. and ACOM RENTAL CO., LTD. became no longer consolidated subsidiaries of ACOM due to stock transfers to Maruito Co., Ltd.
6. Maruito Shokusan Co., Ltd., previously "other related company" and Maruito Shoten Co., Ltd., previously "subsidiary of other related company" are excluded because of directors' concurrent position, and situation of temporary employees transfer from ACOM.
7. RELATES CO., LTD. was merged into MU Communications Co., Ltd. as of April 1, 2009, and MU Communications Co., Ltd. became an equity-method affiliate of ACOM on the same day.
8. ACOM obtained all the stocks of DC Cash One Ltd., previously a consolidated subsidiary of ACOM, and DC Cash One Ltd. became a wholly owned subsidiary of ACOM as of April 1, 2009. DC Cash One Ltd. was merged into ACOM as of May 1, 2009.
9. A B PARTNER CO., LTD. abolished insurance agency business including clerical services as of March 31, 2009.

Diagram of Business of ACOM Group



- Notes: 1. ACOM (U.S.A.) INC. suspended its operation; therefore, it is eliminated from the diagram.  
 2. Investment Partnerships are omitted as they operate funds.  
 3. This diagram does not include both General Incorporated Association Mirai Capital and Power investments LLC as Special Purpose Company.

### 3. Management Policy

#### (1) Basic management policy

The Group was founded under the motto “Extending the feeling of confidence from person to person,” in which we place our corporate philosophy of “Serving humanity,” “Putting the customer first,” and “Creative and innovative management,” to deepen mutual trust between all stakeholders and achieve growth in concert with society in accordance with the following basic policy:

- (A) Provide services that customers really demand, and establish a corporate brand image that inspires “confidence and trust,” through a society-oriented approach to business characterized by rigorous compliance.
- (B) Comply faithfully with the revised Money-lending Business Law, and rebuild the foundations of our business to ensure stable, long-term growth under the new legal framework.
- (C) Transform our business model into one that facilitates sweeping cost reductions, and enhance our cost competitiveness.

Reference: Management Policy for the Fiscal Year to March 2010 (The Company)

- Ensure compliance
- Put the customer first
- Strengthen marketing
- Enhance efficiency
- Develop our personnel and enable them to grow as individuals

#### (2) Target indicators

The Group has adopted a series of target indicators intended to guide it toward the achievement of higher shareholder value and the continuation of stable business management. In this context, special emphasis is placed on return on equity (ROE), return on assets (ROA) and shareholders’ equity ratio. Similarly, the Group is also intent on improving other indicators such as the ratio of ordinary income to total assets, the ratio of ordinary income to operating revenue, and net income per share.

#### (3) Medium-to-long-term corporate management strategies

The business environment surrounding the Group is expected to continue to be harsh due to structural changes in our society as represented by the declining birthrate and the aging population, intensifying competition, amendment to applicable laws and regulations, etc. Under these circumstances, the Group has set up its corporate image for the medium term as the “Best Partner for Life,” and will be aiming to develop its operations across the entire retail finance market, and establish itself as “a corporate group that gains the highest satisfaction and confidence from its customers through advanced comprehensive financial services.”

The Group also intends to broaden and develop its diversified financial business lines, such as new financial business generated from business alliances with MUFG Group, business expansion toward other Asian countries, and call center operation business. Its accumulated technologies and expertise concerning consumer finance, IT technologies for channel development and cost saving methods through centralization of businesses will work as effective weapons for the accomplishment of the aforementioned objectives and will serve for the development of the Group’s medium-term growth potential.

#### (4) Problems to be tackled

In order to respond properly to the changes in the law and our operating environment, the Group aims to step up compliance, enhance efficiency through the radical reform of its cost structure, and strengthen its marketing and service. To achieve these goals, we will reform our operations to build a new loan business model that reflects conditions after the revisions to the law relating to money-lending, work to secure stable profits over the long term, and build a foundation for growth in this new era.

#### 4. Consolidated Financial Statements

##### (1) Consolidated Balance Sheets

(Millions of yen)

	Prior Consolidated Fiscal Year (As of March 31, 2008)	This Consolidated Fiscal Year (As of March 31, 2009)
<b>Assets</b>		
Current assets		
Cash and deposits	85,916	91,273
Notes and accounts receivable-trade	381	-
Accounts receivable-operating loans	1,480,917	1,316,166
Loans receivable of banking business	20,078	18,081
Accounts receivable-installment	80,922	68,027
Short-term investment securities	39,044	26,990
Stocks of parent company	-	5,805
Operational investment securities	3,641	3,198
Trading account securities	1,103	4,106
Inventories	1,388	-
Merchandise and finished goods	-	1,042
Raw materials and supplies	-	169
Purchased receivables	30,638	20,923
Deferred tax assets	45,056	31,672
Short-term loans receivable	45,465	14,995
Other	34,518	24,281
Allowance for doubtful accounts	(117,932)	(91,553)
<b>Total current assets</b>	<b>1,751,141</b>	<b>1,535,181</b>
Noncurrent assets		
Property, plant and equipment		
Buildings and structures	41,001	37,648
Accumulated depreciation	(25,729)	(25,630)
<b>Buildings and structures, net</b>	<b>15,272</b>	<b>12,018</b>
Vehicles	68	64
Accumulated depreciation	(41)	(22)
<b>Vehicles, net</b>	<b>27</b>	<b>42</b>
Equipment	36,299	33,034
Accumulated depreciation	(22,227)	(20,505)
<b>Equipment, net</b>	<b>14,072</b>	<b>12,529</b>
Land	16,970	6,518
Lease assets	-	1,168
Accumulated depreciation	-	(795)
<b>Lease assets, net</b>	<b>-</b>	<b>373</b>
<b>Total property, plant and equipment</b>	<b>46,342</b>	<b>31,481</b>
Intangible assets		
Goodwill	3,439	-
Leasehold right	216	4
Telephone subscription right	732	715
Other	4	4
<b>Total intangible assets</b>	<b>4,393</b>	<b>724</b>
Investments and other assets		
Investment securities	39,864	19,859
Deferred tax assets	1,340	324
Guarantee deposits	9,492	9,643
Prepaid pension cost	3,849	4,517
Other	7,032	5,318
Allowance for doubtful accounts	(1,950)	(1,484)
<b>Total investment and other assets</b>	<b>59,628</b>	<b>38,179</b>
<b>Total noncurrent assets</b>	<b>110,364</b>	<b>70,385</b>
<b>Total assets</b>	<b>1,861,505</b>	<b>1,605,567</b>

(Millions of yen)

	Prior Consolidated Fiscal Year (As of March 31, 2008)	This Consolidated Fiscal Year (As of March 31, 2009)
<b>Liabilities</b>		
<b>Current liabilities</b>		
Notes and accounts payable-trade	1,908	1,012
Short-term loans payable	55,669	29,164
Current portion of long-term loans payable	192,368	147,831
Current portion of bonds	40,000	57,800
Deposits of banking business	40,792	27,376
Lease obligations	-	5
Income taxes payable	1,099	306
Provision for loss on guarantees	2,192	2,351
Provision for directors' retirement benefits	-	30
Deferred installment income	5,344	4,353
Other	16,664	16,602
<b>Total current liabilities</b>	<b>356,040</b>	<b>286,835</b>
<b>Noncurrent liabilities</b>		
Bonds payable	243,956	193,463
Long-term loans payable	400,481	380,957
Lease obligations	-	7
Deferred tax liabilities	10,509	5,277
Provision for retirement benefits	197	146
Provision for directors' retirement benefits	771	35
Provision for loss on interest repayment	374,800	283,400
Other	2,603	3,037
<b>Total noncurrent liabilities</b>	<b>1,033,321</b>	<b>866,325</b>
<b>Total liabilities</b>	<b>1,389,361</b>	<b>1,153,160</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Capital stock	63,832	63,832
Capital surplus	76,010	76,010
Retained earnings	337,454	335,061
Treasury stock	(18,507)	(18,507)
<b>Total shareholders' equity</b>	<b>458,789</b>	<b>456,396</b>
<b>Valuation and translation adjustments</b>		
Valuation difference on available-for-sale securities	4,500	(7,631)
Foreign currency translation adjustment	435	(3,691)
<b>Total valuation and translation adjustments</b>	<b>4,935</b>	<b>(11,322)</b>
<b>Minority interests</b>	<b>8,419</b>	<b>7,331</b>
<b>Total net assets</b>	<b>472,144</b>	<b>452,406</b>
<b>Total liabilities and net assets</b>	<b>1,861,505</b>	<b>1,605,567</b>

## (2) Consolidated Statements of Income

(Millions of yen)

	Prior Consolidated Fiscal Year ( From April 1, 2007 to March 31, 2008 )	This Consolidated Fiscal Year ( From April 1, 2008 to March 31, 2009 )
Operating revenue		
Interest on operating loans	324,249	269,673
Interest on loans of banking business	-	2,394
Credit card revenue	5,112	4,311
Per-item revenue	6,229	4,018
Revenue from credit guarantee	6,767	7,637
Collection from purchased receivable	15,568	15,764
Other financial revenue		
Interest on deposits	101	156
Interest on securities	89	580
Interest on loans	284	210
Other	1	654
Total other financial revenue	477	1,602
Net sales	9,134	6,104
Other operating revenue	12,167	12,888
Total operating revenue	379,706	324,396
Operating expenses		
Financial expenses		
Interest expenses	13,782	13,095
Interest on deposits of banking business	-	2,180
Interest on bonds	5,753	5,560
Amortization of bond issuance cost	255	81
Loss on valuation of derivatives	-	618
Other	1,100	667
Total financial expenses	20,892	22,204
Cost of purchased receivable	9,769	10,727
Cost of sales	6,269	4,040
Other operating expenses		
Advertising expenses	12,547	11,297
Provision of allowance for doubtful accounts	113,655	85,548
Provision for loss on guarantees	2,192	2,351
Provision for loss on interest repayment	19,620	52,157
Employees' salaries and bonuses	26,349	26,567
Retirement benefit expenses	227	885
Provision for directors' retirement benefits	60	38
Welfare expenses	3,440	3,912
Rent expenses	11,822	11,438
Depreciation	3,356	2,788
Commission fee	35,625	36,572
Amortization of goodwill	838	687
Other	31,385	22,447
Other operating expenses	261,123	256,693
Total operating expenses	298,054	293,666
Operating income	81,651	30,729

(Millions of yen)

	Prior Consolidated Fiscal Year ( From April 1, 2007 to March 31, 2008 )	This Consolidated Fiscal Year ( From April 1, 2008 to March 31, 2009 )
Non-operating income		
Interest income	84	358
Dividends income	690	1,070
Rent from Company's residence	410	-
House rent income	-	399
Other	568	297
Total non-operating income	1,753	2,126
Non-operating expenses		
Interest expenses	-	9
Loss on investments in partnership	42	-
Foreign exchange losses	155	140
Other	87	56
Total non-operating expenses	284	207
Ordinary income	83,120	32,648
Extraordinary income		
Gain on sales of noncurrent assets	26	1
Gain on sales of investment securities	3,944	781
Gain on sales of subsidiaries and affiliates' stocks	-	1,714
Other	4	24
Total extraordinary income	3,975	2,522
Extraordinary loss		
Loss on sales of noncurrent assets	133	4
Loss on retirement of noncurrent assets	847	521
Impairment loss	162	933
Loss on sales of investment securities	124	81
Loss on sales of stocks of subsidiaries and affiliates	-	5,799
Loss on valuation on investment securities	22,000	573
Loss on liquidation of investment securities	59	-
Amortization of goodwill	-	2,751
Other	390	594
Total extraordinary loss	23,719	11,261
Income before income taxes	63,376	23,909
Income taxes-current	1,340	718
Income taxes for prior periods	9,093	-
Income taxes-deferred	17,365	9,146
Income taxes	27,799	9,864
Minority interests in income	170	383
Net income	35,406	13,662

## (3) Consolidated Statements of Changes in Net Assets

(Millions of yen)

	Prior Consolidated Fiscal Year ( From April 1, 2007 to March 31, 2008 )	This Consolidated Fiscal Year ( From April 1, 2008 to March 31, 2009 )
<b>Shareholder's equity</b>		
<b>Capital Stock</b>		
Balance at the end of previous period	63,832	63,832
Changes of items during the period		
Total changes of items during the period	-	-
Balance at the end of current period	63,832	63,832
<b>Capital surplus</b>		
Balance at the end of previous period	76,010	76,010
Changes of items during the period		
Disposal of treasury stock	(0)	-
Total changes of items during the period	(0)	-
Balance at the end of current period	76,010	76,010
<b>Retained earnings</b>		
Balance at the end of previous period	316,007	337,454
Changes of items during the period		
Dividends from surplus	(12,575)	(15,719)
Net income	35,406	13,662
Decrease in the retained earnings amount due to a decrease in the number of unconsolidated subsidiaries accounted for under consolidated subsidiaries	-	(335)
Decrease in the retained earnings amount due to a decrease in the number of unconsolidated affiliates accounted for under equity method	(1,384)	-
Total changes of items during the period	21,446	(2,392)
Balance at the end of current period	337,454	335,061
<b>Treasury stock</b>		
Balance at the end of previous period	(18,508)	(18,507)
Changes of items during the period		
Purchase of treasury stock	(0)	(0)
Disposal of treasury stock	1	-
Total changes of items during the period	1	(0)
Balance at the end of current period	(18,507)	(18,507)
<b>Total shareholders' equity</b>		
Balance at the end of previous period	437,342	458,789
Changes of items during the period		
Dividends from surplus	(12,575)	(15,719)
Net income	35,406	13,662
Purchase of treasury stock	(0)	(0)
Disposal of treasury stock	0	-
Decrease in the retained earnings amount due to a decrease in the number of unconsolidated subsidiaries accounted for under consolidated subsidiaries	-	(335)
Decrease in the retained earnings amount due to a decrease in the number of unconsolidated affiliates accounted for under equity method	(1,384)	-
Total changes of items during the period	21,447	(2,392)
Balance at the end of current period	458,789	456,396

(Millions of yen)

	Prior Consolidated Fiscal Year ( From April 1, 2007 to March 31, 2008 )	This Consolidated Fiscal Year ( From April 1, 2008 to March 31, 2009 )
<b>Valuation and translation adjustments</b>		
<b>Valuation difference on available-for-sale securities</b>		
Balance at the end of previous period	13,338	4,500
Changes of items during the period		
Net changes of items other than shareholder's equity during the accounting period	(8,838)	(12,131)
Total changes of items during the period	(8,838)	(12,131)
Balance at the end of current period	4,500	(7,631)
<b>Deferred gains or losses on hedges</b>		
Balance at the end of previous period	(0)	-
Changes of items during the period		
Net changes of items other than shareholder's equity during the accounting period	0	-
Total changes of items during the period	0	-
Balance at the end of current period	-	-
<b>Foreign currency translation adjustment</b>		
Balance at the end of previous period	(607)	435
Changes of items during the period		
Net changes of items other than shareholder's equity during the accounting period	1,043	(4,126)
Total changes of items during the period	1,043	(4,126)
Balance at the end of current period	435	(3,691)
<b>Total valuation and translation adjustments</b>		
Balance at the end of previous period	12,730	4,935
Changes of items during the period		
Net changes of items other than shareholder's equity during the accounting period	(7,795)	(16,257)
Total changes of items during the period	(7,795)	(16,257)
Balance at the end of current period	4,935	(11,322)
<b>Minority interests</b>		
Balance at the end of previous period	7,091	8,419
Changes of Items during the period		
Net changes of items other than shareholder's equity during the accounting period	1,327	(1,087)
Total changes of items during the period	1,327	(1,087)
Balance at the end of current period	8,419	7,331
<b>Total net assets</b>		
Balance at the end of previous period	457,165	472,144
Changes of Items during the period		
Dividends from surplus	(12,575)	(15,719)
Net income	35,406	13,662
Purchase of treasury stock	(0)	(0)
Disposal of treasury stock	0	-
Decrease in the retained earnings amount due to a decrease in the number of unconsolidated subsidiaries accounted for under consolidated subsidiaries	-	(335)
Decrease in the retained earnings amount due to a decrease in the number of unconsolidated affiliates accounted for under equity method	(1,384)	-
Net changes of items other than shareholder's equity during the accounting period	(6,467)	(17,345)
Total changes of items during the period	14,979	(19,738)
Balance at the end of current period	472,144	452,406

## (4) Consolidated Statements of Cash Flows

(Millions of yen)

	Prior Consolidated Fiscal Year ( From April 1, 2007 to March 31, 2008 )	This Consolidated Fiscal Year ( From April 1, 2008 to March 31, 2009 )
Net cash provided by (used in) operating activities		
Income before income taxes	63,376	23,909
Depreciation and amortization	3,641	2,982
Impairment loss	162	933
Amortization of goodwill	838	3,439
Increase (decrease) in allowance for doubtful accounts	(9,774)	(24,593)
Increase (decrease) in provision for loss on guarantee	230	159
Increase (decrease) in provision for retirement benefits	38	(18)
Increase (decrease) in provision for directors' retirement benefits	(59)	(51)
Increase (decrease) in provision for loss on interest repayment	(115,200)	(91,400)
Interest and dividends income	(775)	(1,428)
Interest expenses	-	9
Amortization of bond issuance cost	255	81
Foreign exchange losses (gain)	101	(325)
Loss (gain) on sales of property, plant and equipment	(21)	3
Loss on retirement of property, plant and equipment	847	521
Loss (gain) on sales of investment securities	(3,819)	(700)
Loss (gain) on sales of stocks of subsidiaries and affiliates	-	4,084
Loss (gain) on valuation of investment securities	22,000	573
Loss on liquidation of investment securities	59	-
Decrease (increase) in notes and accounts receivable-trade	88	(4)
Decrease (increase) in operating loans receivable	157,541	139,066
Decrease (increase) in loans receivable of banking business	-	(5,658)
Decrease (increase) in accounts receivable-installment	22,795	10,481
Decrease (increase) in investment securities for sale	0	442
Decrease (increase) in trading account securities	-	(4,422)
Decrease (increase) in inventories	658	92
Decrease (increase) in purchased receivables	(4,850)	9,715
Decrease (increase) in other current assets	2,428	(824)
Decrease (increase) in prepaid pension costs	(1,538)	(755)
Increase (decrease) in notes and accounts payable-trade	(2,193)	(372)
Increase (decrease) in deposits of banking business	-	(794)
Increase (decrease) in deferred installment income	(2,518)	(642)
Increase (decrease) in other current liabilities	(4,529)	543
Increase (decrease) by other operating activities	(374)	2,210
Subtotal	<u>129,411</u>	<u>67,260</u>
Interest and dividends income received	775	1,388
Interest expenses paid	-	(9)
Income taxes refund	6,128	116
Income taxes paid	(1,075)	(1,732)
Income taxes for prior periods paid	(9,055)	(33)
Net cash provided by (used in) operating activities	<u>126,183</u>	<u>66,989</u>

(Millions of yen)

	Prior Consolidated Fiscal Year ( From April 1, 2007 to March 31, 2008 )	This Consolidated Fiscal Year ( From April 1, 2008 to March 31, 2009 )
Net cash provided by (used in) investment activities		
Payments into time deposits	(623)	(600)
Proceeds from withdrawal of time deposits	200	1,000
Purchase of short-term investment securities	(600)	(400)
Proceeds from redemption of securities	200	12,559
Purchase of property, plant and equipment	(1,128)	(1,135)
Proceeds from sales of property, plant and equipment	62	26
Purchase of investment securities	(3,032)	(3,785)
Proceeds from sales of investment securities	13,012	4,591
Purchase of investments in subsidiaries resulting in change in scope of consolidation	(1,298)	-
Additional purchase of shares of consolidated subsidiaries	(1,257)	-
Proceeds from sales of investments in subsidiaries resulting in change in scope of consolidation	-	7,141
Collection of loans receivable	1,000	-
Payment of increase in other investment	(355)	-
Proceeds from decrease in other investment	2,067	-
Increase (decrease) by other investment activities	3	18
Net cash provided by (used in) investment activities	8,250	19,417
Net cash provided by (used in) financing activities		
Increase in short-term loans payable	280,530	217,993
Decrease in short-term loans payable	(300,132)	(238,415)
Redemption of commercial papers	(40,000)	-
Proceeds from issuance of bonds	42,210	14,918
Redemption of bonds	(30,000)	(40,000)
Proceeds from deposit on redemption of bonds	-	10,000
Payments of deposit on redemption of bonds	(10,000)	-
Proceeds from long-term loans payable	143,132	137,569
Repayment of long-term loans payable	(201,521)	(191,014)
Repayments of finance lease obligations	-	(267)
Proceeds from disposal of treasury stock	0	-
Purchase of treasury stock	(0)	(0)
Cash dividends paid	(12,572)	(15,684)
Other, net	(325)	-
Net cash provided by (used in) financing activities	(128,678)	(104,900)
Effect of exchange rate change on cash and cash equivalents	82	(2,250)
Net increase (decrease) in cash and cash equivalents	5,838	(20,744)
Cash and cash equivalents at beginning of period	146,383	152,221
Cash and cash equivalents at end of period	152,221	131,477

(5) Notes on the Assumption as a Going Concern  
None

(6) Significant Items relating to the Preparation of Consolidated Financial Statements

Item	Prior Consolidated Fiscal Year ( From April 1, 2007 to March 31, 2008 )	This Consolidated Fiscal Year ( From April 1, 2008 to March 31, 2009 )
1. Extent of consolidation	<p>Number of consolidated subsidiaries: 19 For the names of consolidated subsidiaries, please refer to the section entitled "2. State of Business Group." AC Ventures Sixth Investment Partnership became consolidated subsidiary in this consolidated fiscal year as it was newly composed on July 25, 2007. PT. BANK NUSANTARA PARAHYANGAN, Tbk. became a consolidated subsidiary in this consolidated fiscal year as we acquired its shares on December 17, 2007. As the deemed stock-purchase date is the same date of its settlement date and a difference of the end of our consolidated fiscal year does not exceed three months, only its balance sheet was for consolidated financial results. JLA INCORPORATED and ABS CO., LTD., which were consolidated subsidiaries until the prior consolidated fiscal year, merged with ACOM ESTATE CO., LTD. as of April 1, 2007. ACOM ESTATE CO., LTD. changed its corporate name into JLA CO., LTD. ACOM FUNDING CO., LTD. which was a consolidated subsidiary until the prior consolidated fiscal year, is excluded from consolidated subsidiaries as it was liquidated during the prior consolidated fiscal year.</p>	<p>Number of consolidated subsidiaries: 16 For the names of consolidated subsidiaries, please refer to the section entitled "2. State of Business Group." JLA CO., LTD. and ACOM RENTAL CO., LTD., which were consolidated subsidiaries until the prior consolidated fiscal year, were excluded from consolidated subsidiaries as ACOM's ownership of voting rights ratio on stocks of both companies decreased to less than 15% due to stock transfers on December 25, 2008. MTBC First Investment Partnership, which was a consolidated subsidiary until the prior consolidated fiscal year, was excluded from consolidated subsidiaries on December 26, 2008 as it was liquidated due to the termination of partnership based on a contract of partnership.</p>
2. Application of the equity-method	<p>There is no equity-method-affiliate. DC Card Co., Ltd., which was an equity-method-affiliate in prior consolidated fiscal year, merged with Mitsubishi UFJ NICOS Co., Ltd. as of April 1, 2007. This merger resulted in decrease of ACOM's ownership of voting rights to the point where DC Card Co., Ltd. was not qualified as an affiliate any longer. Therefore, it is no longer accounted under equity method.</p>	<p>There is no equity-method-affiliate.</p>

Item	Prior Consolidated Fiscal Year ( From April 1, 2007 to March 31, 2008 )	This Consolidated Fiscal Year ( From April 1, 2008 to March 31, 2009 )
3. Matters relating to fiscal year, etc. of consolidated subsidiaries	<p>Settlement date of the following consolidated subsidiaries ends on December 31: ACOM (U.S.A.) INC. EASY BUY Public Company Limited PT. BANK NUSANTARA PARAHYANGAN, Tbk. Yugensekinin-Chukanhojin Mirai Capital Power Investments LLC MTBC First Investment Partnership MTBC Second Investment Partnership MTBC Third Investment Partnership AC Ventures Fourth Investment Partnership AC Ventures Sixth Investment Partnership</p> <p>Settlement date of the following consolidated subsidiaries ends on February 29: AC Ventures Fifth Investment Partnership</p> <p>Consolidated financial statements hereof are prepared by using financial statements as of the above mentioned settlement date and important matters that occurred between the settlement date and the consolidated settlement date are subject to the adjustment necessary for consolidation.</p>	<p>Settlement date of the following consolidated subsidiaries ends on December 31: ACOM (U.S.A.) INC. EASY BUY Public Company Limited PT. BANK NUSANTARA PARAHYANGAN, Tbk. Yugensekinin-Chukanhojin Mirai Capital Power Investments LLC MTBC Second Investment Partnership MTBC Third Investment Partnership AC Ventures Fourth Investment Partnership AC Ventures Sixth Investment Partnership</p> <p>Settlement date of the following consolidated subsidiaries ends on February 28: AC Ventures Fifth Investment Partnership</p> <p>Consolidated financial statements hereof are prepared by using financial statements as of the above mentioned settlement date and important matters that occurred between the settlement date and the consolidated settlement date are subject to the adjustment necessary for consolidation.</p>
4. Significant accounting policies (1) Valuation and computation of significant assets (A) Marketable Securities	<p>Marketable securities for trading purposes ... Market value (Cost of securities sold is computed using the moving average method.) Securities held to maturity ... Amortized cost method (straight-line method) Other securities Where there is a market price Market value as determined by the quoted price at the end of the fiscal year (The difference between the carrying value and the market value is included in equity) and (Cost of securities sold is computed using the moving average method)</p> <p>Where there is no market price Cost determined by the moving average method. The equity in limited investment partnership and other similar partnership (deemed as securities by the Article 2, Section 2 of the Securities and Exchange Law) is accounted for by the equity method, based on its latest financial statements available considering the closing dates stipulated by the respective partnership contracts.</p>	<p>Same as left</p>
(B) Derivative transaction	Swap transaction ... Market value	Same as left

Item	Prior Consolidated Fiscal Year ( From April 1, 2007 to March 31, 2008 )	This Consolidated Fiscal Year ( From April 1, 2008 to March 31, 2009 )
(C) Inventories	Purchased receivables... Cost on an individual specified cost basis Merchandise Paintings... Cost on an individual specified cost basis Other merchandise...Mainly cost based on the last purchase price method Supplies ... Mainly cost based on the first-in first-out method	Purchased receivables... Cost on an individual specified cost basis Merchandise Paintings...Cost on an individual specified cost basis (balance sheet value is stated by writing down the carrying value based upon lowered profitability). Other merchandise...Mainly cost based on the last purchase price method (balance sheet value is stated by writing down the carrying value based upon lowered profitability). Supplies...Mainly cost based on the first-in first-out method
(2) Depreciation of significant property, plant and equipment  (A) Tangible fixed assets (Leased assets excluded)  (B) Intangible fixed assets (Leased assets excluded) (C) Leased assets  (D) Long-term prepaid expenses (E) Deferred assets	<p>The Company and its domestic consolidated subsidiaries use mainly declining balance method, and overseas consolidated subsidiaries use straight-line method.            (Depreciable life)            Buildings and structures ... 2 to 49 years            Vehicles and delivery equipment ... 6 to 8 years            Equipment and furniture ... 2 to 20 years            (Additional information)            In association with the reform of the corporation tax law, tangible fixed assets of which depreciation had been completed up to the allowable limit of 5% from among fixed assets acquired before March 31, 2007 based on the former corporation tax law, residual values have been amortized in equal installments over the five-year period in depreciation expenses from the next consolidated fiscal year when amortization of each assets was completed.            Due to such change, our operating income, ordinary income and net income before income taxes each decreased by 123 million yen.</p> <p>The Company and its consolidated subsidiaries use straight-line method.</p> <p style="text-align: center;">-</p> <p>The Company and its consolidated subsidiaries use equal installments method.</p> <p>Bond issue expenses            ...Amortized over the redemption period</p>	<p>The Company and its domestic consolidated subsidiaries use mainly declining balance method, and overseas consolidated subsidiaries use straight-line method.            (Depreciable life)            Buildings and structures ... 3 to 47 years            Vehicles and delivery equipment ... 4 to 8 years            Equipment and furniture ... 2 to 20 years</p> <p style="text-align: center;">Same as left</p> <p>Finance lease transactions with title transfer ...Leased assets is depreciated same as the depreciation method applied to noncurrent asset that the company possesses            Finance lease transactions without title transfer ...It is depreciated on a straight-line basis, with the lease periods counted as their useful lives and no residual value.            Finance lease transactions without title transfer (of which the starting dates of lease transaction are prior to the beginning of the consolidated fiscal year 2008) which use the revised accounting standard and guidance are continually accounted for operating leases.</p> <p style="text-align: center;">Same as left</p> <p style="text-align: center;">Same as left</p>

Item	Prior Consolidated Fiscal Year ( From April 1, 2007 to March 31, 2008 )	This Consolidated Fiscal Year ( From April 1, 2008 to March 31, 2009 )
(3) Basis for calculating allowances		
(A) Allowance for doubtful accounts	In providing provision for doubtful accounts, the Company and its consolidated subsidiaries make an allowance for ordinary bad debts based on the historical rate of default. For specific debts where recovery is doubtful, the Company considers the likelihood of recovery on an individual basis, making an allowance for the amount regarded as irrecoverable.	Same as left
(B) Provision for loss on guarantees	In providing for loss on guarantees, the Company and its consolidated subsidiaries make an allowance as necessary having considered the likelihood of losses at the end of this consolidated fiscal year.	Same as left
(C) Provision for retirement benefits	The Company and its domestic consolidated subsidiaries make provisions for retirement benefits based on projected retirement obligations and pension fund asset at the balance sheet date. Adjustments are made to determine the amounts applicable to the end of this consolidated fiscal year. Past service liabilities have been recognized evenly over the five years (a period not exceeding the expected average remaining working lives of the employee) from the time of occurrence. Actuarial losses have been recognized evenly over the five years (a period not exceeding the expected average remaining ranking lives of the employees) following the respective fiscal years when such losses are identified. An overseas consolidated subsidiary makes provisions for retirement benefits based on projected retirement obligations at the end of the fiscal year. Adjustments are made to determine the amounts applicable to the end of this consolidated fiscal year.	Same as left
(D) Provision for directors' retirement benefits	The Company and its domestic consolidated subsidiaries make provisions for directors' retirement benefits at the end of the consolidated fiscal year in accordance with the Company's internal rules.	Some of domestic consolidated subsidiaries of the Company make provisions for directors' retirement benefits at the end of the consolidated fiscal year in accordance with the Company's internal rules. (Additional information) The Company resolved at the Board of Directors held on March 18, 2008 to abolish the retirement benefit for directors and corporate auditors. In addition, it was approved and determined at the Ordinary General Shareholders' Meeting held on June 20, 2008 that provision for directors' retirement benefits shall be paid on their retirement date to those who are incumbent as of the end of the ordinary general shareholders' meeting, according to the terms of office up to the date of the said the ordinary general shareholders' meeting. Therefore, a total of 631 million yen listed under "provision for directors' retirement benefits" was transferred to "Other" under noncurrent liabilities.

Item	Prior Consolidated Fiscal Year ( From April 1, 2007 to March 31, 2008 )	This Consolidated Fiscal Year ( From April 1, 2008 to March 31, 2009 )
(E) Provision for loss on interest repayment	In order to prepare for potential loss on interest repayments in the future, The Company estimates and provides a reasonable amount of allowance for loss on interest repayments in consideration of the past actual results and the latest conditions of such interest repayments.	Same as left
(4) Currency translation standards for significant foreign-currency-denominated assets or liabilities used in preparing the financial statements of consolidated companies on which consolidated financial statements are based	Foreign-currency-denominated monetary claims and liabilities are converted into yen using the spot market rate for the consolidated accounting date, and differences in currency translation are added up as profit or loss. The assets and liabilities, and revenue and expenses of overseas subsidiaries are converted into yen using the spot market rate for the consolidated accounting date, and differences in currency translation are added up as minority interests and as foreign currency translation adjustment accounts under net assets.	Foreign-currency-denominated monetary claims and liabilities are converted into yen using the spot market rate for the consolidated accounting date, and differences in currency translation are added up as profit or loss. The assets and liabilities of overseas subsidiaries are converted into yen using the spot market rate for the consolidated accounting date, revenues and expenses are converted into yen are based on average exchange rates of the consolidated accounting period, and differences in currency translation are added up as minority interests and as currency translation adjustment accounts under net assets.
(5) Accounting for significant lease transactions	The Company and its domestic consolidated subsidiaries account for finance leases where ownership of the leased asset is not transferred to the lessee as operating leases.	-
(6) Accounting for significant hedging activities	(A) Accounting for hedging activities Deferred hedge accounting has been adopted. Interest-rate swaps and currency swaps which meet certain conditions are accounted for according to exceptional treatments. (B) Hedging instruments and items hedged Interest related derivatives Hedging instruments ... Interest-rate swaps agreements Items hedged ... Loans with variable interest rates and straight bonds Currency related derivatives Hedging instruments ... Currency swaps agreements Items hedged ... Loans denominated in foreign currency (C) Hedging policy The Company and its consolidated subsidiaries enter into derivative contracts such as interest-rate swap agreements in order to hedge against the risk of fluctuations in interest rates relating to its variable-rate loans and straight bonds. The Company and consolidated subsidiaries enter into derivative contracts such as currency swap agreements in order to hedge against the risk of fluctuations in foreign currency exchange rates relating to its foreign currency loans. Derivative transactions are entered into in compliance with the Companies' internal rules.	Same as left

Item	Prior Consolidated Fiscal Year ( From April 1, 2007 to March 31, 2008 )	This Consolidated Fiscal Year ( From April 1, 2008 to March 31, 2009 )
<p>(7) Other significant accounting policies for the preparation of consolidated financial statements</p> <p>(A) Basis of recognition of revenue and expenses</p> <p>(B) Treatment of consumption tax, etc</p>	<p>(D) Evaluating the efficacy of hedging activities The performance of the hedging instruments and the items hedged is monitored primarily using the same criteria. As it can be assumed that changes in interest rates and foreign currency exchange rates are fully offset by changes in cash flows from hedging instruments, further evaluation is not required.</p> <p>Interest on operating loans Interest on operating loans is recognized on an accrual basis. Accrued interest on loans receivable is recognized at the lower of the interest rate stipulated in the Interest Rate Restriction Law of Japan or the contracted interest rate of the Company.</p> <p>Credit card revenue Fees from customers ... Recognized mainly by credit-balance method Fees from member outlets ... Recognized as fees when treated</p> <p>Per-item revenue Fees from customers and member outlets ... Recognized by sum-of-the months' digits method on a due date basis</p> <p>Revenue from credit guarantee Recognized by credit-balance method</p> <p>(Note) The details of the method of recognition are as follows: Credit-balance method ...The fees shall be calculated pursuant to the prescribed tariff applicable to the relevant credit balance and shall be recognized as revenue each time they become due. Sum-of-the-months'-digits method ...The fees shall be calculated by dividing the total fees by the product of number of installments, and such divided amount shall be recognized as revenue each time they become due.</p> <p>Consumption tax is treated outside of the financial statements. However, non-deductible consumption tax and others relating to assets are recognized as an expense during the year in which it is incurred. In addition, unpaid consumption tax is included in "Other" in current assets on the consolidated balance sheet and accrued consumption tax is included in "Other" in current liabilities on the consolidated balance sheet.</p>	<p>Same as left</p> <p>Same as left</p>

Item	Prior Consolidated Fiscal Year ( From April 1, 2007 to March 31, 2008 )	This Consolidated Fiscal Year ( From April 1, 2008 to March 31, 2009 )
5. Matters relating to evaluation of consolidated subsidiaries' assets and liabilities	The market value method applies to the evaluation of consolidated subsidiaries' assets and liabilities, over-all.	Same as left
6. Amortization of goodwill and negative goodwill	Goodwill and negative goodwill are amortized in equal installments over the 5 year period. However, those goodwill and negative goodwill which are fairly immaterial are amortized in full in the consolidated fiscal year in which they arise.	Same as left
7. Matters relating to treatment of profit appropriation, etc.	Cash and cash equivalents include cash at hand, highly liquid deposits at banks and short-term investments with negligible risk of fluctuation in value and maturities of less than three months.	Same as left

(7) Changes in Significant Items Relating to the Preparation of Consolidated Financial Statements  
(Change in accounting policies)

Prior consolidated fiscal year (From April 1, 2007 to March 31, 2008)	This consolidated fiscal year (From April 1, 2008 to March 31, 2009)
<p>&lt;Changes in the depreciation method&gt; In association with the reform of the corporation tax law, since the current accounting period the depreciation method based on the amended corporation tax law has been applied to the tangible fixed assets acquired after April 1, 2007. Due to such change, our operating revenue, ordinary income and net income before income taxes each decreased by 21 million yen.</p>	<p>&lt;The Accounting Standard for Measurement of Inventories&gt; With regard to inventories held for sale in the ordinary course of business, paintings were previously stated at cost on an individual specified cost basis, and other merchandise was mainly measured at cost based on the last purchase price method. However, with the Company's adoption of the "Accounting Standard for Measurement of Inventories" (ASBJ Statement No. 9, July 5, 2006) from this consolidated fiscal year, paintings are measured at cost on an individual specified cost basis (balance sheet value is stated by writing down the carrying value based upon lowered profitability), and other merchandise is mainly stated by the last purchase price method (balance sheet value is stated by writing down the carrying value based upon lowered profitability). It is deemed that the aforementioned accounting standard was applied to the measurement of inventories at the beginning of the term. The difference of 6 million yen in inventories at the beginning of the term determined as a result of the said application is included in extraordinary loss. The impact of this change on income before income taxes represents a decrease of 6 million yen.</p> <p>&lt;The Accounting Standard for Lease Transactions&gt; Finance lease transactions without title transfer were formerly accounted for as operating leases. However, it was permitted that the "Accounting Standard for Lease Transactions" (issued by the Accounting Standards Board of Japan on June 17, 1993, revised on March 30, 2007, ASBJ Statement No. 13) and the "Guidance on Accounting Standard for Lease Transactions" (issued by the Accounting Standards Board of Japan on January 18, 1994, revised on March 30, 2007, ASBJ Guidance No. 16) be applied to the quarterly financial statements relevant to the consolidated fiscal year beginning on or after April 1, 2008. As a result, the Company adopted the aforementioned standard and guidance from the first quarter of the current consolidated fiscal year, capitalizing all finance lease transactions. Provided, however, that finance lease transactions without title transfer (of which the starting dates of lease transaction are prior to the beginning of the consolidated fiscal year 2008) which use the accounting standard and guidance are accounted for as operating leases. In addition, leased assets related to finance lease transactions without title transfer are depreciated on a straight-line basis, with the lease periods counted as their useful lives and no residual value. The impact of this change on operating income, ordinary income and income before income taxes is a decrease of 0 million yen on all counts.</p> <p>&lt;The Practical Solution on Unification of Accounting Policies Applied to Overseas Subsidiaries for Consolidated Financial Statements&gt; The "Practical Solution on Unification of Accounting Policies Applied to Overseas Subsidiaries for Consolidated Financial Statements" (ASBJ Practical Issues Task Force No. 18, May 17, 2006) has been applied from this consolidated fiscal year. The impact of this change on operating income, ordinary income and income before income taxes is none.</p>

Prior consolidated fiscal year (From April 1, 2007 to March 31, 2008)	This consolidated fiscal year (From April 1, 2008 to March 31, 2009)
	<p data-bbox="799 212 1439 277">&lt;Changes in Translation Method of Revenues and Expenses of Overseas Subsidiaries into Yen&gt;</p> <p data-bbox="799 282 1439 533">Revenues and expenses of overseas subsidiaries were formerly translated into yen using the spot exchange rates as of the settlement date. However, in order to average the impact of temporary fluctuations of foreign exchange on periodic profit and loss, and to appropriately reflect the quarterly profit and loss within the consolidated financial statements, translations into yen are based on average exchange rates of the accounting period from this consolidated fiscal year.</p> <p data-bbox="799 537 1439 649">The impact of this change on operating income, ordinary income and income before income taxes was an increase of 249 million yen, 258 million yen and 256 million yen, respectively.</p>

(Changes in disclosure method)

Prior consolidated fiscal year (From April 1, 2007 to March 31, 2008)	This consolidated fiscal year (From April 1, 2008 to March 31, 2009)
<p data-bbox="154 806 796 840">&lt;Consolidated balance sheet&gt;</p> <p data-bbox="154 844 796 1014">Certificate of deposit, which were included in "Cash and time deposits" in prior consolidated fiscal year, is now included in "Short-term investment securities" based on "The Practical Standard for the Accounting related to Financial Products (Accounting Practice Committee Report No.14, July 4, 2007.)"</p> <p data-bbox="154 1019 796 1104">Incidentally, the balance of certificate of deposit for prior consolidated fiscal year and this consolidated fiscal year were 21,740 million yen and 25,710 million yen respectively.</p> <p data-bbox="154 1198 796 1227">&lt;Consolidated statements of income&gt;</p> <p data-bbox="154 1232 796 1395">Interest on certificate of deposit, which was included in "Interest on deposits" in other financial revenue in prior consolidated fiscal year, is now included in "Interest on securities" on statements of income as certificate of deposit is included in "Short-term investment securities" on balance sheet.</p> <p data-bbox="154 1400 796 1451">Interest on certificate of deposit for prior consolidated fiscal year was 22 million yen.</p>	<p data-bbox="799 806 1439 840">&lt;Consolidated balance sheet&gt;</p> <p data-bbox="799 844 1439 1043">To accompany the coming into force of Cabinet Office Ordinance for revisions to financial statement regulations (Cabinet Office Ordinance No. 50 of 2008 on August 7, 2008), Items presented in prior consolidated fiscal years as "inventories" is to be separately presented as "merchandise and finished goods" and "raw materials and supplies" from this consolidated fiscal year under review.</p> <p data-bbox="799 1048 1439 1160">"merchandise and finished goods" and "raw materials and supplies" included in "Inventories" for the prior consolidated fiscal year were 1,274 million yen and 114 million yen, respectively.</p> <p data-bbox="799 1198 1439 1227">&lt;Consolidated statements of income&gt;</p> <p data-bbox="799 1232 1439 1339">"House rent income," which was presented as "Rent from Company's residence" up to prior consolidated fiscal year, has been changed and presented as "House rent income" since this consolidated fiscal year.</p> <p data-bbox="799 1344 1439 1429">House rent income excluding rent from Company's residence was included in "Others" of non-operating income and the amount was 24 million yen for prior consolidated fiscal year.</p> <p data-bbox="799 1489 1439 1630">"Loss on investments in partnership" which has been included in non-operating expenses up to the prior consolidated fiscal year, as it did not exceed ten-hundredths of the total non-operating expenses since this consolidated fiscal year.</p> <p data-bbox="799 1635 1439 1686">Loss on investments in partnership for this consolidated fiscal year was 3 million yen.</p> <p data-bbox="799 1724 1439 1865">"Loss on liquidation of investment securities", which was separately presented up to prior consolidated fiscal year, has been included in "Other" of extraordinary loss as it did not exceed ten-hundredths of the total extraordinary loss since this consolidated fiscal year.</p> <p data-bbox="799 1870 1439 1921">Loss on liquidation of investment securities for this consolidated fiscal year was 9 million yen.</p>

Prior consolidated fiscal year (From April 1, 2007 to March 31, 2008)	This consolidated fiscal year (From April 1, 2008 to March 31, 2009)
	<p data-bbox="805 224 1220 246">&lt;Consolidated statements of cash flows&gt;</p> <p data-bbox="805 250 1441 533">Due to "Loss on liquidation of investment securities", which was separately presented up to prior consolidated fiscal year, has been included in "Other" of extraordinary loss since this consolidated fiscal year in consolidated statements of income, "Loss on liquidation of investment securities" of operating activities in consolidated statements of cash flows has been included in "increase (decrease) by other operating activities" since this consolidated fiscal year. "Loss on liquidation of investment securities" for this consolidated fiscal year was 9 million yen.</p> <p data-bbox="805 600 1441 766">"Payment of increase in other investment" and "Proceeds from decrease in other investment", which were separately presented in investing activities up to prior consolidated fiscal year, have been included in "Increase (decrease) by other investment activities" since this consolidated fiscal year because of dispensability to disclose.</p> <p data-bbox="805 770 1441 882">"Payment of increase in other investment" and "Proceeds from decrease in other investment" for this consolidated fiscal year were minus 368 million yen and 385 million yen, respectively.</p> <p data-bbox="805 922 1441 1120">"Repayments of finance lease obligations" of financing activities, which was included in "Other, net" in prior consolidated fiscal year, has been separately presented as "Lease obligations" has been accounted for consolidated balance sheets since this consolidated fiscal year. "Repayments of finance lease obligations" for prior consolidated fiscal year was minus 325 million yen.</p>

(7) Notes to Consolidated Financial Statements  
(Notes to Consolidated Balance Sheets)

Prior consolidated fiscal year (As of March 31, 2008)	This consolidated fiscal year (As of March 31, 2009)																
<p>1. Assets pledged as security</p> <p style="text-align: right;">(Millions of yen)</p> <p>(1) Pledged assets</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="padding-left: 20px;">Accounts receivable-operating loans</td> <td style="text-align: right; vertical-align: bottom;">96,964 (6,660)</td> </tr> </table> <p>(2) Secured liabilities</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="padding-left: 20px;">Current portion of long-term loans payable</td> <td style="text-align: right; vertical-align: bottom;">67,993 (5,727)</td> </tr> <tr> <td style="padding-left: 20px;">Long-term loans payable</td> <td style="text-align: right; vertical-align: bottom;">28,958 (930)</td> </tr> <tr> <td style="text-align: right; border-top: 1px solid black;">Total</td> <td style="text-align: right; border-top: 1px solid black;">96,951 (6,657)</td> </tr> </table> <p>Figures in brackets "( )" represent amounts engaged in transferring assignment of claims.</p>	Accounts receivable-operating loans	96,964 (6,660)	Current portion of long-term loans payable	67,993 (5,727)	Long-term loans payable	28,958 (930)	Total	96,951 (6,657)	<p>1. Assets pledged as security</p> <p style="text-align: right;">(Millions of yen)</p> <p>(1) Pledged assets</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="padding-left: 20px;">Accounts receivable-operating loans</td> <td style="text-align: right; vertical-align: bottom;">28,963 (931)</td> </tr> </table> <p>(2) Secured liabilities</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="padding-left: 20px;">Current portion of long-term loans payable</td> <td style="text-align: right; vertical-align: bottom;">21,160 (930)</td> </tr> <tr> <td style="padding-left: 20px;">Long-term loans payable</td> <td style="text-align: right; vertical-align: bottom;">7,798 (-)</td> </tr> <tr> <td style="text-align: right; border-top: 1px solid black;">Total</td> <td style="text-align: right; border-top: 1px solid black;">28,958 (930)</td> </tr> </table> <p>Figures in brackets "( )" represent amounts engaged in transferring assignment of claims.</p>	Accounts receivable-operating loans	28,963 (931)	Current portion of long-term loans payable	21,160 (930)	Long-term loans payable	7,798 (-)	Total	28,958 (930)
Accounts receivable-operating loans	96,964 (6,660)																
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Long-term loans payable	7,798 (-)																
Total	28,958 (930)																
<p>2. Cash and deposits include 3,523 million yen of reserve for deposit of consolidated subsidiary based on regulations of Bank Indonesia.</p>	<p>2. Cash and deposits includes 1,777 million yen of reserve for deposit of consolidated subsidiary based on regulations of Bank Indonesia.</p>																
<p>3. Contingent liabilities</p> <p>(1) Amount of guaranteed receivables of guarantee business</p> <p style="text-align: right;">(Millions of yen)</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="padding-left: 20px;">Guaranteed receivables</td> <td style="text-align: right; vertical-align: bottom;">120,639</td> </tr> <tr> <td style="padding-left: 20px;">Provision for loss on guarantees</td> <td style="text-align: right; vertical-align: bottom;">2,192</td> </tr> <tr> <td style="text-align: right; border-top: 1px solid black;">Net</td> <td style="text-align: right; border-top: 1px solid black;">118,446</td> </tr> </table> <p>(2) Guarantees given of banking business</p> <p style="text-align: right;">279 million yen</p>	Guaranteed receivables	120,639	Provision for loss on guarantees	2,192	Net	118,446	<p>3. Guaranteed liabilities</p> <p>(1) Amount of guaranteed receivables of guarantee business</p> <p style="text-align: right;">(Millions of yen)</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="padding-left: 20px;">Guaranteed receivables</td> <td style="text-align: right; vertical-align: bottom;">144,351</td> </tr> <tr> <td style="padding-left: 20px;">Provision for loss on guarantees</td> <td style="text-align: right; vertical-align: bottom;">2,351</td> </tr> <tr> <td style="text-align: right; border-top: 1px solid black;">Net</td> <td style="text-align: right; border-top: 1px solid black;">142,000</td> </tr> </table> <p>(2) Amount of guaranteed liabilities of affiliated companies</p> <p style="text-align: right;">389 million yen</p>	Guaranteed receivables	144,351	Provision for loss on guarantees	2,351	Net	142,000				
Guaranteed receivables	120,639																
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Provision for loss on guarantees	2,351																
Net	142,000																
<p>4. Commitment line contracts for loans receivables</p> <p>Loans extended by the Company and some of consolidated subsidiaries primarily take the form of revolving credit-line contracts whereby a facility indicating a maximum loanable amount is assigned to a customer who is then able to borrow repeatedly within the limit of the facility, provided that contract terms have not been violated. Outstanding unexercised portions of such facilities amounted to 906,575 million yen at the end of the accounting period. This included a total of 640,446 million yen of unexercised amounts remaining in the accounts of customers with zero outstanding balances at the end of the fiscal year.</p> <p>A certain portion of revolving credit-line contracts lapse without ever being used. Therefore, the amount itself of outstanding unexercised facilities will not necessarily affect the future cash flow of the Company.</p> <p>Contracts contain provisions allowing the Company to reject applications for additional borrowing or reduce the facility in case of changes in the customer's credit standing or other material reasons. Outstanding contracts are regularly examined according to internal procedures to determine the credit standing of customers and other pertinent information. When necessary, contracts are reviewed and measures are taken to preserve loan assets.</p>	<p>4. Commitment line contracts for loans receivables</p> <p>Loans extended by the Company and some of consolidated subsidiaries primarily take the form of revolving credit-line contracts whereby a facility indicating a maximum loanable amount is assigned to a customer who is then able to borrow repeatedly within the limit of the facility, provided that contract terms have not been violated. Outstanding unexercised portions of such facilities amounted to 508,817 million yen at the end of the accounting period. This included a total of 325,000 million yen of unexercised amounts remaining in the accounts of customers with zero outstanding balances at the end of the fiscal year.</p> <p>A certain portion of revolving credit-line contracts lapse without ever being used. Therefore, the amount itself of outstanding unexercised facilities will not necessarily affect the future cash flow of the Company.</p> <p>Contracts contain provisions allowing the Company to reject applications for additional borrowing or reduce the facility in case of changes in the customer's credit standing or other material reasons. Outstanding contracts are regularly examined according to internal procedures to determine the credit standing of customers and other pertinent information. When necessary, contracts are reviewed and measures are taken to preserve loan assets.</p>																

Prior consolidated fiscal year (As of March 31, 2008)	This consolidated fiscal year (As of March 31, 2009)
<p>5. Commitment line contracts for loans receivable of banking business</p> <p>The consolidated subsidiary PT. BANK NUSANTARA PARAHYANGAN, Tbk. has concluded a savings overdraft agreement pledging to lend funds up to an established limit when such financing is requested by a customer (as long as this lending does not violate conditions stipulated in the agreements) and a commitment line agreement on loans. The balance of undrawn lines of credit based on these agreements is 7,889 million yen as of the end of this consolidated fiscal year.</p> <p>A certain portion of revolving credit-line contracts lapse without ever being used. Therefore, the amount itself of outstanding unexercised facilities will not necessarily affect the future cash flow of the Company and consolidated subsidiaries.</p> <p>Contracts contain provisions allowing the Company and consolidated subsidiaries to reject applications for additional borrowing or reduce the facility in case of changes in the customer's credit standing or other material reasons. Outstanding contracts are regularly examined according to internal procedures to determine the credit standing of customers and other pertinent information. When necessary, contracts are reviewed and measures are taken to preserve loan assets.</p>	<p>5. Commitment line contracts for loans receivable of banking business</p> <p>The consolidated subsidiary PT. BANK NUSANTARA PARAHYANGAN, Tbk. has concluded a savings overdraft agreement pledging to lend funds up to an established limit when such financing is requested by a customer (as long as this lending does not violate conditions stipulated in the agreements) and a commitment line agreement on loans. The balance of undrawn lines of credit based on these agreements is 7,153 million yen as of the end of this consolidated fiscal year.</p> <p>A certain portion of revolving credit-line contracts lapse without ever being used. Therefore, the amount itself of outstanding unexercised facilities will not necessarily affect the future cash flow of the Company and consolidated subsidiaries.</p> <p>Contracts contain provisions allowing the Company and consolidated subsidiaries to reject applications for additional borrowing or reduce the facility in case of changes in the customer's credit standing or other material reasons. Outstanding contracts are regularly examined according to internal procedures to determine the credit standing of customers and other pertinent information. When necessary, contracts are reviewed and measures are taken to preserve loan assets.</p>
<p>6. Status of non-performing loans of accounts receivable-operating loans</p> <p>Losses on unsecured consumer loans to bankrupt parties are written off at the time bankruptcy is declared. For this reason, loans to borrowers in bankruptcy include 2,038 million yen for debtors who have petitioned for bankruptcy as of the end of the fiscal year, but not yet declared bankrupt. This entire amount is charged to the allowance for doubtful accounts.</p> <p>In addition, from the point of view of maintaining the soundness of the Company's assets, loans where repayment is doubtful are stated exclusive of accrued interest, and the loans in question are classified as loans in arrears. The Company's policy differs from that set forth in Japan's tax laws, under which accrued interest is charged on loans less than six months in arrears. As a result of the Company's policy, non-performing loans included additional 61,644 million yen. Under the policies stipulated in Japan's tax laws, 18,615 million yen of this amount would be classified as loans overdue by three months or more, 12,072 million yen as restructured loans and 30,956 million yen as loans no longer in arrears.</p>	<p>6. Status of non-performing loans of accounts receivable-operating loans</p> <p>Losses on unsecured consumer loans to bankrupt parties are written off at the time bankruptcy is declared. For this reason, loans to borrowers in bankruptcy include 1,484 million yen for debtors who have petitioned for bankruptcy as of the end of the fiscal year, but not yet declared bankrupt. This entire amount is charged to the allowance for doubtful accounts.</p> <p>In addition, from the point of view of maintaining the soundness of the Company's assets, loans where repayment is doubtful are stated exclusive of accrued interest, and the loans in question are classified as loans in arrears. The Company's policy differs from that set forth in Japan's tax laws, under which accrued interest is charged on loans less than six months in arrears. As a result of the Company's policy, non-performing loans included additional 62,673 million yen. Under the policies stipulated in Japan's tax laws, 16,648 million yen of this amount would be classified as loans overdue by three months or more, 14,080 million yen as restructured loans and 31,944 million yen as loans no longer in arrears.</p>

Prior consolidated fiscal year (As of March 31, 2008)			This consolidated fiscal year (As of March 31, 2009)		
(Millions of yen)			(Millions of yen)		
Category	Amount	Classification criteria	Category	Amount	Classification criteria
Loans to bankrupt parties	(5,806) 5,806	Loans exclusive of accrued interest to bankrupt parties, parties in rehabilitation and reorganization, and others	Loans to bankrupt parties	(4,405) 4,405	Loans exclusive of accrued interest to bankrupt parties, parties in rehabilitation and reorganization, and others
Loans in arrears	(19,866) 81,511	Other loans stated exclusive of accrued interest, excluding loans that have been restructured or on which interest is reduced in the interest of rehabilitating the debtor.	Loans in arrears	(17,752) 80,425	Other loans stated exclusive of accrued interest, excluding loans that have been restructured or on which interest is reduced in the interest of rehabilitating the debtor.
Loans overdue by 3 months or more	(22,042) 3,426	Loans other than the above that are overdue by 3 months or more	Loans overdue by 3 months or more	(19,460) 2,811	Loans other than the above that are overdue by 3 months or more
Restructured loans	(57,724) 45,652	Loans other than the above on which favorable terms have been granted, such as the waiving of interest	Restructured loans	(54,660) 40,580	Loans other than the above on which favorable terms have been granted, such as the waiving of interest
Total	(105,439) 136,396		Total	(96,278) 128,223	

Figures in brackets "( )" refer to the balance of non-performing loans computed according to the policies set forth in Japanese tax laws.

7. Financial assets received as freely disposable securities  
The Company and some of its subsidiaries entered into "Gensaki" transactions ( to purchase debt securities under resale agreements) and received marketable securities as securities for the money repayable from the sellers.

Amount of marketable securities purchased  
(Stated as short-term loans)

45,465 million yen

Market value of marketable securities purchased at the end of the consolidated fiscal year.

45,475 million yen

8. Agreements for overdraft and commitment facilities  
For efficient procurement of working capital, the Company and some of its subsidiaries maintain overdraft contract with six financial institutions and designated commitment line contracts with 17 financial institutions. As of the end of the current consolidated fiscal year, the unexercised portion of facilities based on these contracts was as follows.

(Millions of yen)

Agreed amount of agreement for overdraft and commitment line	275,387
Amount of borrowing	92,707
Unused amount	182,680

Figures in brackets "( )" refer to the balance of non-performing loans computed according to the policies set forth in Japanese tax laws.

7. Financial assets received as freely disposable securities  
The Company and some of its subsidiaries entered into "Gensaki" transactions ( to purchase debt securities under resale agreements) and received marketable securities as securities for the money repayable from the sellers.

Amount of marketable securities purchased  
(Stated as short-term loans)

14,995 million yen

Market value of marketable securities purchased at the end of the consolidated fiscal year.

14,997 million yen

8. Agreements for overdraft and commitment facilities  
For efficient procurement of working capital, the Company and some of its subsidiaries maintain overdraft contract with four financial institutions and designated commitment line contracts with 18 financial institutions. As of the end of the current consolidated fiscal year, the unexercised portion of facilities based on these contracts was as follows.

(Millions of yen)

Agreed amount of agreement for overdraft and commitment line	176,258
Amount of borrowing	57,741
Unused amount	118,516

## (Notes to Consolidated Statements of Income)

Prior consolidated fiscal year (From April 1, 2007 to March 31, 2008)	This consolidated fiscal year (From April 1, 2008 to March 31, 2009)																								
<p>1. Breakdown of gain on sales of noncurrent assets (Millions of yen)</p> <table> <tr> <td>Buildings and structures</td> <td style="text-align: right;">10</td> </tr> <tr> <td>Furniture and fixtures</td> <td style="text-align: right;">0</td> </tr> <tr> <td>Land</td> <td style="text-align: right;">16</td> </tr> <tr> <td><u>Total</u></td> <td style="text-align: right;"><u>26</u></td> </tr> </table>	Buildings and structures	10	Furniture and fixtures	0	Land	16	<u>Total</u>	<u>26</u>	<p>1. Breakdown of gain on sales of noncurrent assets (Millions of yen)</p> <table> <tr> <td>Buildings and structures</td> <td style="text-align: right;">0</td> </tr> <tr> <td>Furniture and fixtures</td> <td style="text-align: right;">1</td> </tr> <tr> <td>Telephone subscription right</td> <td style="text-align: right;">0</td> </tr> <tr> <td><u>Total</u></td> <td style="text-align: right;"><u>1</u></td> </tr> </table>	Buildings and structures	0	Furniture and fixtures	1	Telephone subscription right	0	<u>Total</u>	<u>1</u>								
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<p>3. Breakdown of other extraordinary income (Millions of yen)</p> <table> <tr> <td>Gain on sales of golf memberships</td> <td style="text-align: right;">2</td> </tr> <tr> <td>Reversal of provision for golf membership</td> <td style="text-align: right;">1</td> </tr> <tr> <td><u>Total</u></td> <td style="text-align: right;"><u>4</u></td> </tr> </table>	Gain on sales of golf memberships	2	Reversal of provision for golf membership	1	<u>Total</u>	<u>4</u>	<p>3. Breakdown of other extraordinary income (Millions of yen)</p> <table> <tr> <td>Gain on sales of golf memberships</td> <td style="text-align: right;">3</td> </tr> <tr> <td>Reversal of provision for golf membership</td> <td style="text-align: right;">15</td> </tr> <tr> <td>Gain on transfer of business</td> <td style="text-align: right;">5</td> </tr> <tr> <td><u>Total</u></td> <td style="text-align: right;"><u>24</u></td> </tr> </table> <p>Gain on transfer of business results with gain on transfer of insurance agency business of A B PARTNER CO., LTD.</p>	Gain on sales of golf memberships	3	Reversal of provision for golf membership	15	Gain on transfer of business	5	<u>Total</u>	<u>24</u>										
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<p>(2) Method of grouping assets With respect to business properties, the Company and its subsidiaries have adopted for the business segment unit of "financial services business" and "other businesses" as the smallest unit for the grouping. For leasehold estate and property to be sold, the smallest units are the individual assets themselves. Our head office and welfare/leisure facilities for our employees are treated as common assets because they do not generate their own cash flows.</p>	<p>(2) Method of grouping assets The smallest units our Group has adopted for the grouping of assets are as below: (a) For the loan business: each companies ( or the Company: regional divisions) (b) For the installment sales finance and guarantee businesses: each companies (c) For other financial or non-financial businesses: each businesses For leasehold estate and property to be sold, the smallest units are the individual assets themselves. Our headquarter and welfare/leisure facilities for our employees are treated as common assets because they do not generate their own cash flows.</p>																								
<p>(3) Process through which impairment loss was recognized We recognized impairment loss on some of leasehold estate where there had been a significant decline in the asset's profitability. We also recognized impairment loss on property to be sold because the expected sale prices were significantly lower than the assets' carrying values.</p>	<p>(3) Process through which impairment loss was recognized We recognized impairment loss on property to be sold because the expected sale prices were significantly lower than the assets' carrying values. We also recognized impairment loss on some of leasehold estate where we had resolved not to renew a lease contract because of deterioration. We also recognized impairment loss on business properties where we had resolved business withdrawal and business restructuring.</p>																								
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<p>(5) Calculation of recovery price The recovery price excluding the property to be sold is measured by either the higher of the sum of the expected future net cash flows or net realizable value. The sum of the expected future net cash flows is calculated by discounting at a rate of 7% the cash flows that the asset will generate in the future, while net realizable value is assessed by, for example, a real estate appraiser. The recovery price of the property to be sold is measured by net realizable value. Net realizable value is assessed by price based on the recent sales result.</p>	<p>(5) Calculation of recovery price The recovery price of the property to be sold is measured by net realizable value. Net realizable value is assessed by price based on the recent sales result. The recovery price of the property for lease is measured by either the higher of the sum of the expected future net cash flows or net realizable value. The sum of the expected future net cash flows is calculated by discounting at a rate of 7% the cash flows that the asset will generate in the future, while net realizable value is assessed by, for example, a real estate appraiser. The recovery price of the property excluding above is measured to be zero as there are no expectation to use and future net cash flows are below zero.</p>																								
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<p>8. -</p>	<p>8. Amortization of goodwill results with the decrease in valuation on the stock of subsidiary, PT. BANK NUSANTARA PARAHYANGAN, Tbk.</p>																								

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Loss on valuation of golf club membership	1																																								
Loss on redemption of golf membership	0																																								
Loss on repayments of guarantee deposits	11																																								
Loss on resignation of membership of resort facilities	38																																								
Temporary amortization of long-term prepaid expenses	28																																								
Loss on termination of sale and purchase agreement of preferred beneficiary right	195																																								
Loss on business withdrawal	8																																								
Restructuring loss	272																																								
<u>Total</u>	<u>594</u>																																								
<p>10. Basis for classification of financial revenue and expenses on the statements of income</p> <p>(1) Financial revenue stated as operating revenue Include all financial revenue other than dividends and interest on investments in securities made by the Company and subsidiaries engaged in the financial service business.</p> <p>(2) Financial expenses stated as operating expenses Include all financial expenses by the Company and subsidiaries engaged in financial services, other than interest payable which has no relationship to operating revenue.</p>	<p>10. Same as left</p>																																								

(Notes to Consolidated Statements of Changes in Net Assets)  
 Prior Consolidated Fiscal Year (From April 1, 2007 to March 31, 2008)

(A) Matters related to issued shares

Type of shares	Prior consolidated fiscal year (As of March 31, 2007)	Increase	Decrease	This consolidated fiscal year (As of March 31, 2008)
Common Shares	159,628,280	-	-	159,628,280

(B) Matters related to treasury stocks

Type of shares	Prior consolidated fiscal year (As of March 31, 2007)	Increase	Decrease	This consolidated fiscal year (As of March 31, 2008)
Common Shares	2,433,969	29	200	2,433,798

(Outline for the change)

29 shares of increase is owing to purchase of shares in units of less than 10.

200 shares of decrease is owing to exercising rights of stock options.

(C) Matters related to stock acquisition rights, etc

None

(D) Matters related to dividends

(a) Dividends paid

Resolution	Type of shares	Total amount of dividends (millions of yen)	Dividends per share (yen)	Basic date	Effective date
Annual Shareholders' Meeting as of June 27, 2007	Common Shares	4,715	30.00	March 31, 2007	June 28, 2007
Board of Directors' as of November 8, 2007	Common Shares	7,859	50.00	September 30, 2007	December 5, 2007

(b) Dividends after the end of this consolidated fiscal year of which basic date belongs to this consolidated fiscal year

Resolution	Type of shares	Source of dividends	Total amount of dividends (millions of yen)	Dividends per share (yen)	Basic date	Effective date
Annual Shareholders' Meeting as of June 20, 2008	Common Shares	Earned surplus	7,859	50.00	March 31, 2008	June 23, 2008

This Consolidated Fiscal Year (From April 1, 2008 to March 31, 2009)

(A) Matters related to issued shares

Type of shares	Prior consolidated fiscal year (As of March 31, 2008)	Increase	Decrease	This consolidated fiscal year (As of March 31, 2009)
Common Shares	159,628,280	-	-	159,628,280

(B) Matters related to treasury stocks

Type of shares	Prior consolidated fiscal year (As of March 31, 2008)	Increase	Decrease	This consolidated fiscal year (As of March 31, 2009)
Common Shares	2,433,798	91	-	2,433,889

(Outline for the change)

91 shares of increase is owing to purchase of shares in units of less than 10.

(C) Matters related to stock acquisition rights, etc

None

(D) Matters related to dividends

(a) Dividends paid

Resolution	Type of shares	Total amount of dividends (millions of yen)	Dividends per share (yen)	Basic date	Effective date
Annual Shareholders' Meeting as of June 20, 2008	Common Shares	7,859	50.00	March 31, 2008	June 23, 2008
Board of Directors' as of November 6, 2008	Common Shares	7,859	50.00	September 30, 2008	December 4, 2008

(b) Dividends after the end of this consolidated fiscal year of which basic date belongs to current consolidated fiscal year

Resolution	Type of shares	Source of dividends	Total amount of dividends (millions of yen)	Dividends per share (yen)	Basic date	Effective date
Annual Shareholders' Meeting as of June 25, 2009	Common Shares	Earned surplus	3,143	20.00	March 31, 2009	June 26, 2009

## (Notes to Consolidated Statements of Cash Flows)

Prior consolidated fiscal year (From April 1, 2007 to March 31, 2008)	This consolidated fiscal year (From April 1, 2008 to March 31, 2009)																																				
<p>1. Relationship between cash and cash equivalents at the end of accounting period and consolidated balance sheet items as of March 31, 2008.</p> <p style="text-align: right;">(Millions of yen)</p> <table> <tr><td>Cash and deposits</td><td style="text-align: right;">85,916</td></tr> <tr><td>Short-term investment securities</td><td style="text-align: right;">39,044</td></tr> <tr><td>Short-term loans receivable</td><td style="text-align: right;">45,465</td></tr> <tr><td>Time deposits which term of deposit is more than 3 months</td><td style="text-align: right;">(405)</td></tr> <tr><td>Certificate of deposit which term of deposit is more than three months</td><td style="text-align: right;">(400)</td></tr> <tr><td>Cash reserved for deposit of banking business</td><td style="text-align: right;">(3,523)</td></tr> <tr><td>Shares, bonds and stock investment trusts, maturing more than three months after the date of purchase</td><td style="text-align: right;">(13,874)</td></tr> <tr><td><u>Cash and cash equivalents</u></td><td style="text-align: right;"><u>152,221</u></td></tr> </table>	Cash and deposits	85,916	Short-term investment securities	39,044	Short-term loans receivable	45,465	Time deposits which term of deposit is more than 3 months	(405)	Certificate of deposit which term of deposit is more than three months	(400)	Cash reserved for deposit of banking business	(3,523)	Shares, bonds and stock investment trusts, maturing more than three months after the date of purchase	(13,874)	<u>Cash and cash equivalents</u>	<u>152,221</u>	<p>1. Relationship between cash and cash equivalents at the end of accounting period and consolidated balance sheet items as of March 31, 2009.</p> <p style="text-align: right;">(Millions of yen)</p> <table> <tr><td>Cash and deposits</td><td style="text-align: right;">91,273</td></tr> <tr><td>Short-term investment securities</td><td style="text-align: right;">26,990</td></tr> <tr><td>Short-term loans receivable</td><td style="text-align: right;">14,995</td></tr> <tr><td>Time deposits which term of deposit is more than 3 months</td><td style="text-align: right;">(4)</td></tr> <tr><td>Cash reserved for deposit of banking business</td><td style="text-align: right;">(1,777)</td></tr> <tr><td><u>Cash and cash equivalents</u></td><td style="text-align: right;"><u>131,477</u></td></tr> </table>	Cash and deposits	91,273	Short-term investment securities	26,990	Short-term loans receivable	14,995	Time deposits which term of deposit is more than 3 months	(4)	Cash reserved for deposit of banking business	(1,777)	<u>Cash and cash equivalents</u>	<u>131,477</u>								
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<p>2. Breakdown of assets and liabilities of new consolidated subsidiaries by acquisition of stocks PT. BANK NUSANTARA PARAHYANGAN, Tbk. (As of December 31, 2007) (Millions of yen)</p> <table> <tr><td>Current assets</td><td style="text-align: right;">42,318</td></tr> <tr><td>Noncurrent assets</td><td style="text-align: right;">3,369</td></tr> <tr><td>Goodwill</td><td style="text-align: right;">3,439</td></tr> <tr><td>Current liabilities</td><td style="text-align: right;">(41,916)</td></tr> <tr><td>Noncurrent liabilities</td><td style="text-align: right;">(39)</td></tr> <tr><td>Minority interests</td><td style="text-align: right;">(1,653)</td></tr> <tr><td>Acquisition price of stocks</td><td style="text-align: right;">5,517</td></tr> <tr><td>Cash and cash equivalents</td><td style="text-align: right;">(4,218)</td></tr> <tr><td><u>Balance: Net payments for acquisition</u></td><td style="text-align: right;"><u>1,298</u></td></tr> </table>	Current assets	42,318	Noncurrent assets	3,369	Goodwill	3,439	Current liabilities	(41,916)	Noncurrent liabilities	(39)	Minority interests	(1,653)	Acquisition price of stocks	5,517	Cash and cash equivalents	(4,218)	<u>Balance: Net payments for acquisition</u>	<u>1,298</u>	<p>2. -</p>																		
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<p>3. -</p>	<p>3. Breakdown of assets and liabilities of excluding consolidated subsidiaries by stock transfer for this consolidated fiscal year</p> <p>JLA CO., LTD. (As of December 31, 2008) (Millions of yen)</p> <table> <tr><td>Current assets</td><td style="text-align: right;">3,098</td></tr> <tr><td>Noncurrent assets</td><td style="text-align: right;">14,077</td></tr> <tr><td>Current liabilities</td><td style="text-align: right;">(501)</td></tr> <tr><td>Noncurrent liabilities</td><td style="text-align: right;">(884)</td></tr> <tr><td>Sale price of unsold items</td><td style="text-align: right;">(2,352)</td></tr> <tr><td>Loss on sales of stocks</td><td style="text-align: right;">(5,799)</td></tr> <tr><td>Sale price of stocks</td><td style="text-align: right;">7,637</td></tr> <tr><td>Cash and cash equivalents</td><td style="text-align: right;">(2,472)</td></tr> <tr><td><u>Balance: Net proceeds for sale</u></td><td style="text-align: right;"><u>5,164</u></td></tr> </table> <p>ACOM RENTAL CO., LTD. (As of December 31, 2008)</p> <table> <tr><td>Current assets</td><td style="text-align: right;">2,464</td></tr> <tr><td>Noncurrent assets</td><td style="text-align: right;">275</td></tr> <tr><td>Current liabilities</td><td style="text-align: right;">(630)</td></tr> <tr><td>Noncurrent liabilities</td><td style="text-align: right;">(27)</td></tr> <tr><td>Sale price of unsold items</td><td style="text-align: right;">(310)</td></tr> <tr><td>Gain on sales of stocks</td><td style="text-align: right;">1,714</td></tr> <tr><td>Sales price of stocks</td><td style="text-align: right;">3,486</td></tr> <tr><td>Cash and cash equivalents</td><td style="text-align: right;">(1,509)</td></tr> <tr><td><u>Balance: Net proceeds for sale</u></td><td style="text-align: right;"><u>1,976</u></td></tr> </table>	Current assets	3,098	Noncurrent assets	14,077	Current liabilities	(501)	Noncurrent liabilities	(884)	Sale price of unsold items	(2,352)	Loss on sales of stocks	(5,799)	Sale price of stocks	7,637	Cash and cash equivalents	(2,472)	<u>Balance: Net proceeds for sale</u>	<u>5,164</u>	Current assets	2,464	Noncurrent assets	275	Current liabilities	(630)	Noncurrent liabilities	(27)	Sale price of unsold items	(310)	Gain on sales of stocks	1,714	Sales price of stocks	3,486	Cash and cash equivalents	(1,509)	<u>Balance: Net proceeds for sale</u>	<u>1,976</u>
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(Segment Information)

(A) Business segment information

Prior consolidated fiscal year (from April 1, 2007 to March 31, 2008) and this consolidated fiscal year (from April 1, 2008 to March 31, 2009)

Detailed business segment information is omitted as operating revenue and operating income in financial service business account for more than 90% of total consolidated operating revenue and consolidated operating income across all segments.

(B) Geographical segment information

Prior consolidated fiscal year (from April 1, 2007 to March 31, 2008) and this consolidated fiscal year (from April 1, 2008 to March 31, 2009)

Geographical segment information is omitted as sales in Japan account for more than 90% of total consolidated operating revenue across all segments.

(C) Overseas sales

Prior consolidated fiscal year (from April 1, 2007 to March 31, 2008) and this consolidated fiscal year (from April 1, 2008 to March 31, 2009)

Overseas sales information is omitted as overseas sales account for less than 10% of total consolidated sales.

(Notes to Lease Transactions)

Prior consolidated fiscal year (From April 1, 2007 to March 31, 2008)	This consolidated fiscal year (From April 1, 2008 to March 31, 2009)																
<p>1. Finance lease transactions other than those where ownership of the leased asset is transferred to the lessee</p> <p>(1) Equivalent of acquisition cost, accumulated depreciation and residual value of the leased assets</p> <p style="text-align: right;">(Millions of yen)</p> <table border="1"><thead><tr><th></th><th>Equivalent of acquisition cost</th><th>Equivalent of depreciation</th><th>Equivalent of residual value</th></tr></thead><tbody><tr><td>Vehicles</td><td style="text-align: center;">64</td><td style="text-align: center;">46</td><td style="text-align: center;">17</td></tr><tr><td>Furniture and fixtures</td><td style="text-align: center;">1025</td><td style="text-align: center;">491</td><td style="text-align: center;">533</td></tr><tr><td>Total</td><td style="text-align: center;">1090</td><td style="text-align: center;">538</td><td style="text-align: center;">551</td></tr></tbody></table>		Equivalent of acquisition cost	Equivalent of depreciation	Equivalent of residual value	Vehicles	64	46	17	Furniture and fixtures	1025	491	533	Total	1090	538	551	<p>1. Finance lease transactions</p> <p>(1) Finance lease transactions with title transfer</p> <p>(A) Details of lease assets</p> <p>Property, plant and equipment</p> <p>They are servers and ATM of EASY BUY Public Company Limited.</p> <p>(B) Depreciation of lease assets</p> <p>Same depreciation method which we apply to our noncurrent assets</p> <p>(2) Finance lease transactions without title transfer</p> <p>(A) Details of lease assets</p> <p>Property, plant and equipment</p> <p>They are mainly vehicles and MUJINKUN of loan business.</p> <p>(B) Depreciation of lease assets</p> <p>Depreciated on straight-line method, with the lease periods counted as their useful lives and no residual value.</p>
	Equivalent of acquisition cost	Equivalent of depreciation	Equivalent of residual value														
Vehicles	64	46	17														
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<p>(2) Equivalent of balance of the unaccrued lease fee</p> <p style="text-align: right;">(Millions of yen)</p> <table><tbody><tr><td>Within 1 year</td><td style="text-align: right;">240</td></tr><tr><td>More than 1 year</td><td style="text-align: right;">320</td></tr><tr><td>Total</td><td style="text-align: right;">560</td></tr></tbody></table>	Within 1 year	240	More than 1 year	320	Total	560	<p>2. Further payments under operating lease transaction</p> <table><tbody><tr><td>Unaccrued lease fees</td><td style="text-align: right;">(Millions of yen)</td></tr><tr><td>Within 1 year</td><td style="text-align: right;">5</td></tr><tr><td>More than 1 year</td><td style="text-align: right;">6</td></tr><tr><td>Total</td><td style="text-align: right;">12</td></tr></tbody></table>	Unaccrued lease fees	(Millions of yen)	Within 1 year	5	More than 1 year	6	Total	12		
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<p>(3) Lease fee payable, equivalent of depreciation and equivalent of interest payable</p> <p style="text-align: right;">(Millions of yen)</p> <table><tbody><tr><td>Lease fee payable</td><td style="text-align: right;">433</td></tr><tr><td>Equivalent of depreciation</td><td style="text-align: right;">411</td></tr><tr><td>Equivalent of interest payable</td><td style="text-align: right;">12</td></tr></tbody></table>	Lease fee payable	433	Equivalent of depreciation	411	Equivalent of interest payable	12											
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<p>(4) Method of calculation of equivalent of depreciation</p> <p>Calculated by using the straight-line method, assuming that the lease period corresponds to the useful life of the asset and a residual value of zero.</p>																	
<p>(5) Method of calculation of equivalent of interest</p> <p>The equivalent of interest is regarded as the difference between the total lease payments and the amount equivalent to acquisition cost of the asset. The interest method is used to calculate the portion applicable to each fiscal year.</p>																	

Prior consolidated fiscal year (From April 1, 2007 to March 31, 2008)	This consolidated fiscal year (From April 1, 2008 to March 31, 2009)																																										
<p>2. Further payments under operating lease transaction</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 80%;">Unaccrued lease fees</td> <td style="text-align: right;">(Millions of yen)</td> </tr> <tr> <td style="padding-left: 20px;">Within 1 year</td> <td style="text-align: right;">41</td> </tr> <tr> <td style="padding-left: 20px;">More than 1 year</td> <td style="text-align: right;">72</td> </tr> <tr> <td style="border-top: 1px solid black; padding-top: 2px;">Total</td> <td style="text-align: right; border-top: 1px solid black;">113</td> </tr> </table>	Unaccrued lease fees	(Millions of yen)	Within 1 year	41	More than 1 year	72	Total	113	<p>Finance lease transactions without title transfer (of which the starting dates of lease transaction are prior to March 31, 2008) which use the accounting standard and guidance are accounted for as operating leases as follows;</p> <p>Finance lease transactions other than those where ownership of the leased asset is transferred to the lessee</p> <p>(1) Equivalent of acquisition cost, accumulated depreciation, accumulated impairment loss, and residual value of the leased assets</p> <p style="text-align: right;">(Millions of yen)</p> <table border="1" style="width: 100%; border-collapse: collapse; margin-left: 20px;"> <thead> <tr> <th style="width: 30%;"></th> <th style="width: 15%;">Equivalent of acquisition cost</th> <th style="width: 15%;">Equivalent of depreciation</th> <th style="width: 15%;">Equivalent of impairment loss</th> <th style="width: 15%;">Equivalent of residual value</th> </tr> </thead> <tbody> <tr> <td>Vehicles</td> <td style="text-align: center;">13</td> <td style="text-align: center;">9</td> <td style="text-align: center;">-</td> <td style="text-align: center;">3</td> </tr> <tr> <td>Furniture and fixtures</td> <td style="text-align: center;">693</td> <td style="text-align: center;">430</td> <td style="text-align: center;">10</td> <td style="text-align: center;">252</td> </tr> <tr> <td style="border-top: 1px solid black; border-bottom: 1px solid black;">Total</td> <td style="text-align: center; border-top: 1px solid black; border-bottom: 1px solid black;">706</td> <td style="text-align: center; border-top: 1px solid black; border-bottom: 1px solid black;">440</td> <td style="text-align: center; border-top: 1px solid black; border-bottom: 1px solid black;">10</td> <td style="text-align: center; border-top: 1px solid black; border-bottom: 1px solid black;">256</td> </tr> </tbody> </table> <p>(2) Equivalent of balance of the unaccrued lease fee, etc</p> <p style="text-align: right;">Equivalent of balance of the unaccrued lease fee (Millions of yen)</p> <table style="width: 100%; margin-left: 20px;"> <tr> <td style="width: 80%;">Within 1 year</td> <td style="text-align: right;">120</td> </tr> <tr> <td style="padding-left: 20px;">More than 1 year</td> <td style="text-align: right;">143</td> </tr> <tr> <td style="border-top: 1px solid black; padding-top: 2px;">Total</td> <td style="text-align: right; border-top: 1px solid black;">264</td> </tr> </table> <p>Accumulated impairment loss on leased assets 10 million yen</p> <p>(3) Lease fee payable, reversal of accumulated impairment loss on leased assets, equivalent of depreciation, equivalent of interest payable and impairment loss</p> <p style="text-align: right;">(Millions of yen)</p> <table style="width: 100%; margin-left: 20px;"> <tr> <td style="width: 80%;">Lease fee payable</td> <td style="text-align: right;">246</td> </tr> <tr> <td style="padding-left: 20px;">Equivalent of depreciation</td> <td style="text-align: right;">234</td> </tr> <tr> <td style="padding-left: 20px;">Equivalent of interest payable</td> <td style="text-align: right;">9</td> </tr> <tr> <td style="padding-left: 20px;">Impairment loss</td> <td style="text-align: right;">42</td> </tr> </table> <p>(4) Method of calculation of equivalent of depreciation Calculated by using the straight-line method, assuming that the lease period corresponds to the useful life of the asset and a residual value of zero.</p> <p>(5) Method of calculation of equivalent of interest The equivalent of interest is regarded as the difference between the total lease payments and the amount equivalent to acquisition cost of the asset. The interest method is used to calculate the portion applicable to each fiscal year.</p>		Equivalent of acquisition cost	Equivalent of depreciation	Equivalent of impairment loss	Equivalent of residual value	Vehicles	13	9	-	3	Furniture and fixtures	693	430	10	252	Total	706	440	10	256	Within 1 year	120	More than 1 year	143	Total	264	Lease fee payable	246	Equivalent of depreciation	234	Equivalent of interest payable	9	Impairment loss	42
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## (Transactions between related parties)

Prior consolidated fiscal year (from April 1, 2007 to March 31, 2008)

## (A) Directors and primary individual shareholders, etc.

(Millions of yen)

Attribute	Name	Address	Paid-in Capital	Business outline/Occupation	Ratio of voting rights holding (held)	Relationship		Summary of transactions	Amount transacted	Subject	Outstanding amount at the end of the fiscal year
						Directors involved in other business	Business				
Director	Kyosuke Kinoshita	-	-	Chairman of the Company and also chief director of The Institute for Research on Household Economics	-	-	-	Donation	200	-	-
Company owned by the directors and their close relative holding the majority of ratio of voting rights	Itoko Co., Ltd.	Osaka City, Kita-ku	400	Rental of real estates	Direct (1.21%)	-	Rental of real estates	Guaranty money refunded for premises	6	-	-
	HOTEL MONTEREY CO., LTD.	Osaka City, Kita-ku	1,000	Hotel Business	-	-	Use of facilities (corporate members)	Initial membership fees	-	Other investments	2
								Guaranty money	-		
Annual membership fees etc.	21	Other current liabilities	0								

Notes: 1. Amount transacted above does not include consumption tax, etc.

2. Terms and conditions of the transaction and its policies

The Institute for Research on Household Economics conducts research on household economy. We determine the terms and conditions of transactions by taking its business plans and business performance into consideration. Transaction with Itoko Co., Ltd. is that the guaranty money for premises was refunded due to the cancellation of real estate lease contract.

Transactions with HOTEL MONTEREY CO., LTD. are the same as transactions with ordinary parties with which we have dealings.

## (B) Subsidiaries of parent and other related companies

(Millions of yen)

Attribute	Name	Address	Paid-in Capital	Business outline	Ratio of voting rights holding (held)	Relationship		Summary of transactions	Amount transacted	Subject	Outstanding amount at the end of the fiscal year
						Directors involved in other business	Business				
Subsidiary of other related company	Mitsubishi UFJ Trust and Banking Corporation	Chiyoda-ku, Tokyo	324,279	Trust banking business	Direct (2.01%)	-	Borrowing	Borrowing of the capital	Borrowing: 11,000 Repayment: 81,068	Current portion of long-term loans	59,546
										Long-term loans	80,028
	Mitsubishi UFJ Securities Co., Ltd.	Chiyoda-ku, Tokyo	65,518	Securities business	Direct (0.00%)	-	Gensaki transaction	Gensaki transaction	Purchase: 135,888 Sale: 145,885	Other current assets	177
										Interest received	29

Note: Terms and conditions of the transaction and its policies

Interest rates of the borrowing by Mitsubishi UFJ Trust and Banking Corporation are the money market rates.

Interest rates of Gensaki transaction by Mitsubishi UFJ Securities Co., Ltd. are the money market rates.

This consolidated fiscal year (from April 1, 2008 to March 31, 2009)

(Additional information)

From this consolidated fiscal year, the "Accounting Standard for Related Party Disclosures" (ASBJ Statement No. 11, issued by ASBJ on October 17, 2006) and "Guidance on Accounting Standard for Related Party Disclosures" (ASBJ Guidance No. 13, issued by ASBJ on October 17, 2006) have been applied.

(A) Transactions between related parties

(a) Transactions between the consolidated financial statements reporting company and related parties

1) Companies Etc. with the Same Parent Company as the Company Filing Consolidated Financial Statements and Subsidiaries Etc. of Other Companies Related to the Company Filing Consolidated Financial Statements

(Millions of yen)

Attribute	Name	Address	Paid-in Capital	Business outline	Ratio of voting rights holding (held)	Relationship	Summary of transactions	Amount transacted	Subject	Outstanding amount at the end of the fiscal year
Companies of the same parent company	Mitsubishi UFJ Trust and Banking Corporation	Chiyoda-ku, Tokyo	324,279	Trust banking business	Direct (2.00%)	Borrowing	Borrowing of the capital	Borrowing: 52,500 Repayment: 59,546	Current portion of long-term loans	36,580
									Long-term loans	95,948
							Payment of interest	3,440	Other current assets	205
									Other current liabilities	239
	The Bank of Tokyo-Mitsubishi UFJ, Ltd.	Chiyoda-ku, Tokyo	1,196,295	Banking business	-	Debt guarantee	Credit guarantee fees for unsecured loan issued by the bank received	681	Guarantee obligation	19,170
									Other current assets	246
Mitsubishi UFJ Securities Co., Ltd.	Chiyoda-ku, Tokyo	65,518	Securities business	Direct (0.00%)	Gensaki transaction	Gensaki transaction	Purchase: 59,973 Sale: 59,973	-	-	
								Interest received	23	-

Note: Terms and conditions of the transaction and its policies

1. Interest rates of the borrowing by Mitsubishi UFJ Trust and Banking Corporation are the money market rates.
2. Guarantee commission rate of debt guarantees is determined after negotiation by taking the market of guarantee commission into consideration.
3. Interest rates of Gensaki transaction by Mitsubishi UFJ Securities Co., Ltd. are the money market rates.

## 2) Directors of company reporting consolidated financial statements and major shareholders, etc. (limited to individuals)

(Millions of yen)

Attribute	Name	Address	Paid-in Capital	Business outline/ occupation	Ratio of voting rights holding (held)	Relationship	Summary of transactions	Amount transacted	Subject	Outstanding amount at the end of the fiscal year
Director	Kyosuke Kinoshita	-	-	Chairman of the Company and also chief director of The Institute for Research on Household Economics	-	-	Donation	150	-	-
Company owned by the directors and their close relative holding the majority of ratio of voting rights	Maruito Shokusan Co., Ltd.	Osaka city, Kita-ku	68	Management of land, buildings, as well as trading, leasing, and mediation	Direct (17.39%) Indirect (2.46%)	Rental of real estates	Payment of rents	17	-	-
							Payment of lease and guarantee deposits	Deposit 184	Guarantee deposits	184
	Maruito Co., Ltd.	Osaka city, Kita-ku	384	Development and Rental of housing lots, buildings, and apartment houses	Direct (7.98%)	-	Sale of related companies' stock	Sale price 11,148 Gain on sale 4,379	-	-
	JLA CO., LTD.	Chiyoda-ku, Tokyo	100	Real estate related, interior design, construction of service outlets, and maintenance of buildings and other properties	Direct (14.9%)	Interior design and construction of service outlets	Purchase equipment and payment of expenses	897	Other current liabilities	562
							Rental of real estates	Payment of rents	153	-
	HOTEL MONTEREY CO., LTD.	Osaka city, Kita-ku	100	Hotel business	-	Use of facilities (corporate members)	Initial membership fees Guaranty money deposited	-	Investments and other assets	2
Annual membership fees etc.							16	Other current liabilities	0	

Notes: 1. Amount transacted above does not include consumption tax, etc.

2. Terms and conditions of the transaction and its policies

(1) The Institute for Research on Household Economics conducts research on household economy. We determine the terms and conditions of transactions by taking its business plans and business performance into consideration.

(2) Rental fees are decided, based on neighborhood market price, by negotiating with Maruito Shokusan Co., Ltd., once in every two years.

(3) Calculation of sale price of affiliates' stock (JLA CO., LTD. and ACOM RENTAL CO., LTD.) to Maruito Co., Ltd. is determined by taking price valuation by the independent third party into consideration.

(4) Transaction with JLA CO., LTD. (JLA) is determined after negotiation by taking the market into consideration. JLA was excluded from Company's subsidiary company group due to sale of JLA's stock on December 25, 2008. As a result above JLA transaction shows ever since when JLA has become a correspondence company by fulfilling requirements to become subsidiary of company such as owned by the directors and their close relative holding the majority of ratio of voting rights.

(5) Transactions with HOTEL MONTEREY CO., LTD. are the same as transactions with ordinary parties with which we have dealings.

(b) Transactions between consolidated subsidiaries of the company reporting consolidated financial statements and related parties

1) Companies Etc. with the Same Parent Company as the Company Filing Consolidated Financial Statements and Subsidiaries Etc. of Other Companies Related to the Company Filing Consolidated Financial Statements

(Millions of yen)

Attribute	Name	Address	Paid-in Capital	Business outline	Ratio of voting rights holding (held)	Relationship	Summary of transactions	Amount transacted	Subject	Outstanding amount at the end of the fiscal year
Companies of the same parent company	Mitsubishi UFJ Trust and Banking Corporation	Chiyoda-ku, Tokyo	324,279	Trust banking business	Direct (2.00%)	Borrowing	Borrowing of the capital	Borrowing: 42,960 Repayment : 44,280	Short-term loans	13,500
									Current portion of long-term loans	3,000
									Long-term loans	13,599
							Payment of interest	827	Other current assets	0
									Other current liabilities	103
	The Bank of Tokyo-Mitsubishi UFJ, Ltd.	Chiyoda-ku, Tokyo	1,196,295	Banking business	-	Borrowing	Borrowing of the capital	Borrowing: 116,140 Repayment :117,640	Short-term loans	4,380
									Current portion of long-term loans	6,000
									Long-term loans	50,060
							Payment of interest	1,610	Other current assets	41
									Other current liabilities	213
							Debt guarantee	Credit guarantee fees for credit card issued by the bank received	1,037	Guarantee obligation
	Other current assets	273								
Mitsubishi UFJ Securities Co., Ltd.	Chiyoda-ku, Tokyo	65,518	Securities business	Direct (0.00%)	Gensaki transaction	Gensaki transaction	Purchase: 11,890 Sale: 12,300	-	-	
						Interest received	2	-	-	

Note: Terms and conditions of the transaction and its policies

1. Interest rates of the borrowing by Mitsubishi UFJ Trust and Banking Corporation are the money market rates.
2. Interest rates of the borrowing by The Bank of Tokyo-Mitsubishi UFJ, Ltd. are the money market rates.
3. Guarantee commission rate of debt guarantees is determined after negotiation by taking the market of guarantee commission into consideration.
4. Interest rates of Gensaki transaction by Mitsubishi UFJ Securities Co., Ltd. are the money market rates.

## 2) Directors of company reporting consolidated financial statements and major shareholders, etc. (limited to individuals)

(Millions of yen)

Attribute	Name	Address	Paid-in Capital	Business outline	Ratio of voting rights holding (held)	Relationship	Summary of transactions	Amount transacted	Subject	Outstanding amount at the end of the fiscal year
Company owned by the directors and their close relative holding the majority of ratio of voting rights	JLA CO., LTD.	Chiyoda-ku, Tokyo	100	Real estate related, interior design, construction of service outlets, and maintenance of buildings and other properties	Direct (14.9%)	Rental of real estates	Payment of rent	19	Other current assets	1
							Lease and guarantee deposits	-	Guarantee deposits	58

Notes: 1. Amount transacted above does not include consumption tax, etc.

2. Terms and conditions of the transaction and its policies

Transaction with JLA CO., LTD. is determined after negotiation by taking a market into consideration.

JLA was excluded from Company's subsidiary company group due to sale of JLA's stock on December 25, 2008.

As a result above JLA transaction shows ever since when JLA has become a correspondence company by fulfilling requirements to become subsidiary of company such as owned by the directors and their close relative holding the majority of ratio of voting rights.

## (B) Notes to the parent company and other important subsidiary companies

## (a) Information of the Parent Company

Name of the parent company: Mitsubishi UFJ Financial Group, Inc.

Financial instruments exchange where securities issued by the parent company are listed:

Tokyo Stock Exchange, Osaka Securities Exchange, Nagoya Stock Exchange, and New York Stock Exchange

## (b) Financial Statements of other important subsidiary company

There is no subsidiary company for this consolidated fiscal year.

## (Notes to the Method of Tax Effect Accounting)

Prior consolidated fiscal year (As of March 31, 2008)	This consolidated fiscal year (As of March 31, 2009)																																																																																																												
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<p>Deferred liabilities</p> <table> <tr><td>Retained earnings of subsidiaries</td><td style="text-align: right;">7,874</td></tr> <tr><td>Prepaid pension cost</td><td style="text-align: right;">1,566</td></tr> <tr><td>Valuation difference on available-for-sale securities</td><td style="text-align: right;">3,035</td></tr> <tr><td>Other</td><td style="text-align: right;">223</td></tr> <tr><td>Total deferred tax liabilities</td><td style="text-align: right;"><u>12,700</u></td></tr> <tr><td>Balance of deferred tax assets</td><td style="text-align: right;"><u><u>35,887</u></u></td></tr> </table>	Bad debts expenses	15,813	Allowance for doubtful accounts	15,494	Provision for loss on guarantees	1,638	Provision for loss on interest repayment	152,506	Accrued bonuses	1,164	Provision for directors' retirement benefits	314	Unrecognized accrued interest	1,509	Software	6,755	Deferred assets	432	Deferred consumption taxes	316	Loss on valuation of securities	15,156	Loss on valuation of golf club 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## (Note to Marketable Securities)

## (A) Marketable securities for trading purposes

(Millions of yen)

Type	Prior consolidated fiscal year (As of March 31, 2008)	This consolidated fiscal year (As of March 31, 2009)
Book values at the end of consolidated accounting period	1,103	4,106
Valuation adjustments for the consolidated accounting period	-	(108)

## (B) Bonds held to maturity with market quotations

(Millions of yen)

Type	Prior consolidated fiscal year (As of March 31, 2008)			This consolidated fiscal year (As of March 31, 2009)		
	Book value	Market price	Unrealized gain (loss)	Book value	Market price	Unrealized gain (loss)
Market price greater than book value						
(a) Government/municipal	2,960	3,209	249	-	-	-
(b) Corporate	-	-	-	-	-	-
(c) Miscellaneous	-	-	-	-	-	-
Subtotal	2,960	3,209	249	-	-	-
Book value greater than market price						
(a) Government/municipal	-	-	-	2,021	1,984	(37)
(b) Corporate	-	-	-	-	-	-
(c) Miscellaneous	-	-	-	-	-	-
Subtotal	-	-	-	2,021	1,984	(37)
Total	2,960	3,209	249	2,021	1,984	(37)

## (C) Other marketable securities with market quotation

(Millions of yen)

Type	Prior consolidated fiscal year (As of March 31, 2008)			This consolidated fiscal year (As of March 31, 2009)		
	Acquisition cost	Book value	Unrealized gain (loss)	Acquisition cost	Book value	Unrealized gain (loss)
Market price greater than book value						
(a) Stocks	7,919	17,646	9,726	4,033	6,831	2,797
(b) Bonds						
Government/municipal	83	84	0	50	51	0
Corporate	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
(c) Other	545	589	43	-	-	-
Subtotal	8,549	18,319	9,770	4,084	6,882	2,797
Book value greater than market price						
(a) Stocks	19,598	17,438	(2,159)	22,797	13,768	(9,028)
(b) Bonds						
Government/municipal	-	-	-	-	-	-
Corporate	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
(c) Other	1,041	966	(75)	915	643	(272)
Subtotal	20,640	18,405	(2,235)	23,713	14,411	(9,301)
Total	29,190	36,725	7,535	27,797	21,293	(6,503)

Note: At the end of prior consolidated fiscal year, among other securities, those with market prices were treated with an impairment loss of 21,949 million of yen.

At the end of this consolidated fiscal year, among other securities, those with market prices were treated with an impairment loss of 315 million of yen.

Impairment losses on stocks are written off when the market price of a given stock fell more than 50% of original cost and the market price is deemed unlikely to recover the level of the original cost. Impairment losses on stocks are also written off when the market price did not recover the fall out ratio of 30% for one year after the market price of a given stock fell more than 30% to below 50% of original cost and the market price is deemed unlikely to recover the level of the original cost considering financial condition, financial results, and trends of market price.

(D) Other marketable securities sold during the consolidated fiscal year

(Millions of yen)

Type	Prior consolidated fiscal year From April 1, 2007 ( to March 31, 2008 )	This consolidated fiscal year From April 1, 2008 ( to March 31, 2009 )
Amount of sales	8,985	1,237
Total gains on sales	3,944	781
Total losses on sales	133	81

(E) Principal marketable securities where there is no market quotation

(Millions of yen)

Type	Prior consolidated fiscal year (As of March 31, 2008)	This consolidated fiscal year (As of March 31, 2009)
	Amount recorded on consolidated balance sheet	Amount recorded on consolidated balance sheet
Bonds held to maturity		
Unlisted foreign bonds	13,276	-
Other marketable securities		
Unlisted securities (excluding OTC securities)	636	2,267
Investments in investing business association	140	82
Certificates of deposit	25,170	26,990

(F) Redemption schedule for other marketable securities with maturities and bonds held to maturity

(Millions of yen)

Type	Prior consolidated fiscal year (As of March 31, 2008)				This consolidated fiscal year (As of March 31, 2009)			
	Up to 1 year	More than 1 year and up to 5 years	More than 5 year and up to 10 years	More than 10 years	Up to 1 year	More than 1 year and up to 5 years	More than 5 year and up to 10 years	More than 10 years
	(a) Bonds							
Government/municipal, etc.	84	1,831	1,129	-	-	1,605	467	-
Corporate	-	-	-	-	-	-	-	-
Miscellaneous	13,276	-	-	-	-	-	-	-
(b) Other	513	6	-	-	9	77	-	-
Total	13,874	1,837	1,129	-	9	1,683	467	-

(Note to Derivative Transaction)

(A) Transaction information

Prior consolidated fiscal year (From April 1, 2007 to March 31, 2008)	This consolidated fiscal year (From April 1, 2008 to March 31, 2009)
<p>1. Derivative transactions The Company and its consolidated subsidiaries enter into derivative transactions for interest-rate swap, interest-rate caps, and currency swaps.</p> <p>2. Derivative transaction principles The Company and its consolidated subsidiaries are not intended to use derivative transactions for investment or trading purposes.</p> <p>3. Purpose for using derivative transactions The Company and its consolidated subsidiaries enter into contracts such as interest-rate swap agreements in order to hedge derivative against the risk of fluctuations in interest-rates relating to fixed interest payments and floating interest receivables, and currency swaps agreements in order to hedge against the risk of fluctuation in currencies relating to payments made in Japanese Yen and receivables in foreign currency. The Companies' derivative transactions are accounted for as hedging transactions.</p>	<p>1. Derivative transactions Same as left</p> <p>2. Derivative transaction principles Same as left</p> <p>3. Purpose for using derivative transactions Same as left</p>
<p>(1) Hedging instruments and items hedged</p> <p>Interest related derivatives Hedging instruments Derivative transaction (Interest-rate swaps agreements) Items hedged Loans with variable interest rates and straight bonds</p> <p>Currency related derivatives Hedging instruments Currency swaps agreements Items hedged Loans denominated in foreign currency</p>	
<p>(2) Hedging policy The Company and consolidated subsidiaries enter into derivative contracts such as interest-rate swap agreements, etc. in order to hedge against the risk of fluctuations in interest rates relating to its variable-rate loans and straight bonds, and currency swaps agreements in order to hedge against the risk of fluctuations in foreign currency exchange rates relating to its loans denominated in foreign currency. Derivative transactions are entered into in compliance with the Companies' internal rules.</p>	
<p>(3) Evaluating the efficacy of hedging activities In regard to interest related derivatives, the performance of the hedging instruments and the items hedged is monitored primarily using the same criteria. As it can be assumed that changes in interest rates and cash flows are fully offset by hedging instruments, further evaluation is not required.</p>	

Prior consolidated fiscal year (From April 1, 2007 to March 31, 2008)	This consolidated fiscal year (From April 1, 2008 to March 31, 2009)
<p>4. Risk relating to transactions</p> <p>(1) Market risk Although the Company and its consolidated subsidiaries are engaged in interest rate swap and currency swap agreements, no market risk is anticipated as such derivatives have been entered into in order to offset or mitigate gains or losses resulting from the hedged loan transactions, even though interest rate swap and currency swap agreements are exposed to changes in interest rates and foreign currency exchange rates.</p> <p>(2) Credit risk The Company and its consolidated subsidiaries do not anticipate nonperformance by any of the counterparties to the above transactions, all of whom are financial institutions which are deemed highly creditworthy.</p> <p>5. Management of risk relating to transactions The Company and its consolidated subsidiaries have established rules for the authorization of derivative transactions and related risk management rules which stipulate the limits on derivative transactions. All derivative transactions have been entered into in compliance with transactions with these rules. Risk management for derivative transactions has been under the control of the Treasury Department of the Company which establishes the position limit for each derivative transaction and monitors the limits. The position limit permissible for each derivative transaction is authorized at the executive officers meeting when the Company's annual business plan is established. In addition, same criteria are used to monitor consolidated subsidiaries, and important transactions have been under the control of the Treasury Department of the Company.</p> <p>6. -</p>	<p>4. Risk relating to transactions Same as left</p> <p>5. Management of risk relating to transactions Same as left</p> <p>6. Supplementary Explanations Concerning Matters Related to the Market Value of Transactions Etc. The values of contracts etc. presented in matters related to the market value etc. of transactions are simply the nominal values of the contracts or the computed notional principals involved in derivative transactions. These values themselves do not represent the sizes of the risks involved in the derivative transactions.</p>

(B) Matter related to market value, etc. of the derivative transaction

Prior consolidated fiscal year (as of March 31, 2008)

Market value information is not required as all of the Company and its consolidated subsidiaries' derivative transactions are accounted for as hedging transactions.

This consolidated fiscal year ( as of March 31, 2009)

(a) Currency related

The currency-related derivative transactions used by some consolidated subsidiaries are currency swap transactions that fix the value of foreign-currency-denominated borrowings in yen. Because these borrowings include transactions between Group companies that are eliminated during consolidation, they are not treated as hedging transactions in the consolidated accounts.

(Millions of yen)

Type	Description	Amount in contract	More than 1 year of amount in contract	Market price	valuation gain (loss)
Transaction excluding market transaction	Currency swaps	8,739	4,034	(618)	(618)

Note: 1. Transaction above was exercised market valuation and valuation gain (loss) was reported in consolidated statements of income.

2. Calculation of market price

Calculated based on the price presented by transacting financial institutions

(b) Interest-rate related

Market value information is not required as all of the Company and its consolidated subsidiaries' interest-rate derivative transactions are accounted for as hedging transactions.

(Note to Retirement Benefits Accounting)

Prior consolidated fiscal year (From April 1, 2007 to March 31, 2008)	This consolidated fiscal year (From April 1, 2008 to March 31, 2009)
<p>1. Overview of retirement benefit plans</p> <p>The Company and domestic consolidated subsidiaries have three types of defined-benefits retirement plans: defined benefit pension plan, retirement lump sum payment plan, and prepaid money retirement plan. There are also cases when an employee is given a severance pay premium on leaving the company.</p> <p>The qualified employee retirement pension plan switched over to the defined benefit pension plan on April 1, 2007. 3 companies within the consolidated ACOM Group have retirement lump sum payment plan and 1 company has prepaid money retirement plan. In addition, as to the defined benefit pension plan, the Group has a jointly managed annuity plan.</p>	<p>1. Overview of retirement benefit plans</p> <p>The Company and domestic consolidated subsidiaries have two types of defined-benefits retirement plans: defined benefit pension plan and retirement lump sum payment plan. There are also cases when an employee is given a severance pay premium on leaving the company.</p> <p>3 companies within the consolidated ACOM Group have retirement lump sum payment plan. In addition, as to the defined benefit pension plan, the Group has a jointly managed annuity plan.</p>
<p>2. Retirement benefit liabilities as of March 31, 2008</p> <p style="text-align: right;">(Millions of yen)</p>	<p>2. Retirement benefit liabilities as of March 31, 2009</p> <p style="text-align: right;">(Millions of yen)</p>
(1) Retirement benefit liabilities (19,675)	(1) Retirement benefit liabilities (20,944)
(2) Pension assets 23,160	(2) Pension assets 18,735
(3) Unfunded retirement benefit liabilities 3,484	(3) Unfunded retirement benefit liabilities (2,209)
((1)+(2))	((1)+(2))
(4) Unrecognized past service liabilities (30)	(4) Unrecognized past service liabilities (43)
(5) Unrecognized difference with actuarial liability 198	(5) Unrecognized difference with actuarial liability 6,624
(6) Difference ((3)+(4)+(5)) 3,652	(6) Difference ((3)+(4)+(5)) 4,371
(7) Prepaid pension cost 3,849	(7) Prepaid pension cost 4,517
(8) Provision for retirement benefits ((6)-(7)) (197)	(8) Provision for retirement benefits ((6)-(7)) (146)
Notes: Some consolidated subsidiaries use the simplified method for calculating retirement benefit liabilities.	Notes: Some consolidated subsidiaries use the simplified method for calculating retirement benefit liabilities.

Prior consolidated fiscal year (From April 1, 2007 to March 31, 2008)	This consolidated fiscal year (From April 1, 2008 to March 31, 2009)																																				
<p>3. Retirement benefit expenses</p> <p style="text-align: right;">(Millions of yen)</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 80%;">(1) Service expenses (Note 1)</td> <td style="text-align: right;">1,308</td> </tr> <tr> <td>(2) Interest expenses</td> <td style="text-align: right;">376</td> </tr> <tr> <td>(3) Expected investment income</td> <td style="text-align: right;">(809)</td> </tr> <tr> <td>(4) Recognized past service liabilities</td> <td style="text-align: right;">53</td> </tr> <tr> <td>(5) Difference from change of accounting standards</td> <td style="text-align: right;">(1,222)</td> </tr> <tr> <td>(6) Special severance pay premium</td> <td style="text-align: right;">200</td> </tr> <tr> <td>(7) Others (Note 2)</td> <td style="text-align: right;">320</td> </tr> <tr> <td style="border-top: 1px solid black;">(8) Retirement benefit expenses</td> <td style="text-align: right; border-top: 1px solid black;">227</td> </tr> <tr> <td style="border-top: 1px solid black;">((1)+(2)+(3)+(4)+(5)+(6)+(7))</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">227</td> </tr> </table> <p>Notes: 1. Retirement benefit expenses of consolidated subsidiaries using the simplified method are added up in "(1) service expenses". 2. Others are premium paid to a defined-contribution pension plan.</p>	(1) Service expenses (Note 1)	1,308	(2) Interest expenses	376	(3) Expected investment income	(809)	(4) Recognized past service liabilities	53	(5) Difference from change of accounting standards	(1,222)	(6) Special severance pay premium	200	(7) Others (Note 2)	320	(8) Retirement benefit expenses	227	((1)+(2)+(3)+(4)+(5)+(6)+(7))	227	<p>3. Retirement benefit expenses</p> <p style="text-align: right;">(Millions of yen)</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 80%;">(1) Service expenses (Note 1)</td> <td style="text-align: right;">1,439</td> </tr> <tr> <td>(2) Interest expenses</td> <td style="text-align: right;">389</td> </tr> <tr> <td>(3) Expected investment income</td> <td style="text-align: right;">(691)</td> </tr> <tr> <td>(4) Recognized past service liabilities</td> <td style="text-align: right;">13</td> </tr> <tr> <td>(5) Difference from change of accounting standards</td> <td style="text-align: right;">(667)</td> </tr> <tr> <td>(6) Special severance pay premium</td> <td style="text-align: right;">82</td> </tr> <tr> <td>(7) Others (Note 2)</td> <td style="text-align: right;">319</td> </tr> <tr> <td style="border-top: 1px solid black;">(8) Retirement benefit expenses</td> <td style="text-align: right; border-top: 1px solid black;">885</td> </tr> <tr> <td style="border-top: 1px solid black;">((1)+(2)+(3)+(4)+(5)+(6)+(7))</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">885</td> </tr> </table> <p>Notes: 1. Retirement benefit expenses of consolidated subsidiaries using the simplified method are added up in "(1) service expenses". 2. Others are premium paid to a defined-contribution pension plan.</p>	(1) Service expenses (Note 1)	1,439	(2) Interest expenses	389	(3) Expected investment income	(691)	(4) Recognized past service liabilities	13	(5) Difference from change of accounting standards	(667)	(6) Special severance pay premium	82	(7) Others (Note 2)	319	(8) Retirement benefit expenses	885	((1)+(2)+(3)+(4)+(5)+(6)+(7))	885
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## (Note to Stock Options etc.)

Prior consolidated fiscal year (from April 1, 2007 to March 31, 2008)

## (A) Details of stock options

Company Name	Filing company	Filing company	(Consolidated subsidiary) IR Loan Servicing, Inc.
Date of resolution	June 28, 2001	June 27, 2003	August 6, 2004
Type and number of persons awarded options	19 director(s) of this company 1,740 employee(s) of this company	10 director(s) of this company 1,739 employee(s) of this company	5 director(s) of the company concerned 30 employee(s) of the company concerned
Type of stock and number of options awarded	Common shares 351,800 shares	Common shares 349,800 shares	Common shares 133 shares
Award date	August 1, 2001	August 1, 2003	October 1, 2004
Conditions for rights determination	Continuously employed from the award date (August 1, 2001) to the rights-determination date (June 30, 2003)	Continuously employed from the award date (August 1, 2003) to the rights-determination date (June 30, 2005)	An employee on the rights determination date (the date the company is listed)
Period of employment covered	From August 1, 2001 to June 30, 2003	From August 1, 2003 to June 30, 2005	From October 1, 2004 to August 31, 2007
Period of handling exercise of options	From July 1, 2003 to June 30, 2008	From July 1, 2005 to June 30, 2010	From the date the company is listed to August 31, 2010

## (B) Amount of stock options and changes in this amount

## (a) Number of stock options

Company Name	Filing company	Filing company	(Consolidated subsidiary) IR Loan Servicing, Inc.
Date of resolution	June 28, 2001	June 27, 2003	August 6, 2004
Before rights determination (share)			
At end of the prior consolidated fiscal year	-	-	65
Award	-	-	-
Expiry	-	-	6
Rights determination	-	-	-
Undetermined balance	-	-	59
After rights determination (share)			
At end of the prior consolidated fiscal year	303,800	124,110	-
Rights determination	-	-	-
Rights exercised	-	200	-
Expiry	6,200	1,400	-
Unexercised balance	297,600	122,510	-

## (b) Price information

Exercise price (yen)	10,682	4,931	67,900
Average stock price at exercise (yen)	-	-	-
Fair appraised price on award date (yen)	-	-	-

This consolidated fiscal year (from April 1, 2008 to March 31, 2009)

(A) Details of stock options

Company Name	Filing company	Filing company	(Consolidated subsidiary) IR Loan Servicing, Inc.
Date of resolution	June 28, 2001	June 27, 2003	August 6, 2004
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Period of employment covered	From August 1, 2001 to June 30, 2003	From August 1, 2003 to June 30, 2005	From October 1, 2004 to August 31, 2007
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(B) Amount of stock options and changes in this amount

(a) Number of stock options

Company Name	Filing company	Filing company	(Consolidated subsidiary) IR Loan Servicing, Inc.
Date of resolution	June 28, 2001	June 27, 2003	August 6, 2004
Before rights determination (share)			
At end of the prior consolidated fiscal year	-	-	59
Award	-	-	-
Expiry	-	-	10
Rights determination	-	-	-
Undetermined balance	-	-	49
After rights determination (share)			
At end of the prior consolidated fiscal year	297,600	122,510	-
Rights determination	-	-	-
Rights exercised	-	-	-
Expiry	297,600	1,400	-
Unexercised balance	-	121,110	-

(b) Price information

Exercise price (yen)	-	4,931	67,900
Average stock price at exercise (yen)	-	4,940	-
Fair appraised price on award date (yen)	-	-	-

## (Notes to Statistics per Share)

Prior consolidated fiscal year (From April 1, 2007 to March 31, 2008)		This consolidated fiscal year (From April 1, 2008 to March 31, 2009)	
	(Yen)		(Yen)
Net assets per share	2,950.01	Net assets per share	2,831.36
Net income per share	225.24	Net income per share	86.91
Net income per share diluted	225.23	Net income per share diluted	86.91

Note: 1. Net assets per share is calculated based on the following data.

	Prior consolidated fiscal year (As of March 31, 2008)	This consolidated fiscal year (As of March 31, 2009)
Total net assets (Millions of yen)	472,144	452,406
The amounts deducted from total net assets (Millions of yen) [Minority interests included in the above] (Millions of yen)	8,419 [8,419]	7,331 [7,331]
Amounts of net assets related to common shares at the end of consolidated fiscal year (Millions of yen)	463,725	445,074
Number of shares issued within common shares	159,628,280 shares	159,628,280 shares
Number of treasury stocks within common shares	2,433,798 shares	2,433,889 shares
Number of common shares to calculate net assets per share at the end of consolidated fiscal year	157,194,482 shares	157,194,391 shares

Note: 2. Net income per share and net income per share diluted are calculated based on the following data.

	Prior consolidated fiscal year (From April 1, 2007 to March 31, 2008)	This consolidated fiscal year (From April 1, 2008 to March 31, 2009)
Net income per share		
Net income (Millions of yen)	35,406	13,662
Net income not available to common shareholders (Millions of yen)	-	-
Net income related to common shares (Millions of yen)	35,406	13,662
Weighted average number of common shares during the consolidated fiscal year	157,194,491 shares	157,194,448 shares
Net income per share diluted		
Net income effect of dilutive securities (Millions of yen) [Change of share ratio related to share diluted issued by subsidiaries]	(1) [(1)]	(0) [(0)]
Number of increase of common shares	-	-
Residual securities which do not dilute net income per share and have important change since the end of this consolidated fiscal year	Stock options of filing company (treasury stock method) 297,600 shares  Stock options of filing company (stock acquisition rights) 122,510 shares	Stock options of filing company (stock acquisition rights) 121,110 shares

## (Subsequent Events)

Prior consolidated fiscal year (From April 1, 2007 to March 31, 2008)	This consolidated fiscal year (From April 1, 2008 to March 31, 2009)												
	<p>(Merger of the Company and its consolidated subsidiary, DC Cash One Ltd.)</p> <p>Based on the resolution of the Board of Directors held on February 19, 2009, the Company made its consolidated subsidiary, DC Cash One Ltd., a wholly owned subsidiary, and DC Cash One Ltd. was merged into the Company on May 1, 2009.</p> <ol style="list-style-type: none"> <li>1. Purpose of the merger On September 8, 2008, the Company, Mitsubishi UFJ Financial Group, Inc. and The Bank of Tokyo-Mitsubishi UFJ, Ltd. reached the agreement on "ACOM CO., LTD., Mitsubishi UFJ Financial Group, Inc. and The Bank of Tokyo-Mitsubishi UFJ, Ltd. to further strengthen business and capital alliance." The merger is a part of this agreement to increase the competitiveness of the consumer finance segment and reorganize the business function of the MUFG group.</li> <li>2. Schedule of the merger Conclusion date of contract for the merger: March 6, 2009 Date of the merger (Effective date): May 1, 2009</li> <li>3. Method of the merger Absorption by the Company, as a surviving company and DC Cash One Ltd. was dissolved.</li> <li>4. Merger ratio Because it is the merger of a wholly owned subsidiary, payments for issuing new shares and merger consideration do not occur.</li> <li>5. Business outline, size, and name of the merged company Name: DC Cash One Ltd. Business outline: Loan business Size (Fiscal Year Ended March 2009): <table data-bbox="837 1153 1348 1339"> <tr> <td>Operating revenue</td> <td>16,486 million yen</td> </tr> <tr> <td>Net income</td> <td>91 million yen</td> </tr> <tr> <td>Assets</td> <td>83,320 million yen</td> </tr> <tr> <td>Liabilities</td> <td>76,009 million yen</td> </tr> <tr> <td>Net assets</td> <td>7,310 million yen</td> </tr> <tr> <td>Number of employees</td> <td>95</td> </tr> </table> </li> <li>6. Accounting treatment In accordance with "Accounting Standard for Business Combinations" (issued by the Business Accounting Council on October 31, 2003) and "Guidance on Accounting Standard for Business Combinations and Accounting Standard for Business Divestitures" (ASBJ revised Implementation Guidance No.10 issued by ASBJ on November 15, 2007), the Company accounted for the merger as transactions under the common control.</li> </ol>	Operating revenue	16,486 million yen	Net income	91 million yen	Assets	83,320 million yen	Liabilities	76,009 million yen	Net assets	7,310 million yen	Number of employees	95
Operating revenue	16,486 million yen												
Net income	91 million yen												
Assets	83,320 million yen												
Liabilities	76,009 million yen												
Net assets	7,310 million yen												
Number of employees	95												

Prior consolidated fiscal year (From April 1, 2007 to March 31, 2008)	This consolidated fiscal year (From April 1, 2008 to March 31, 2009)						
	<p>(Corporate split-up for credit guarantee business of a consolidated subsidiary of the Company, DC Cash One Ltd.) Based on the resolution of the Board of Directors held on January 27, 2009, a consolidated subsidiary of the Company, DC Cash One Ltd., decided corporate split-up for credit guarantee business and succession the business to Mitsubishi UFJ NICOS Co., Ltd.</p> <p>1. Purpose of the corporate split-up On September 8, 2008, the Company, Mitsubishi UFJ Financial Group, Inc. and The Bank of Tokyo-Mitsubishi UFJ, Ltd. reached the agreement on "ACOM CO., LTD., Mitsubishi UFJ Financial Group, Inc. and The Bank of Tokyo-Mitsubishi UFJ, Ltd. to further strengthen business and capital alliance." The corporate split-up is a part of this agreement to increase the competitiveness of the consumer finance segment and reorganize the business function of the MUFG group.</p> <p>2. Business outline and size of corporate split-up Business outline of corporate split-up: credit guarantee business Size and business results (Fiscal Year Ended March 2009)</p> <table data-bbox="829 817 1437 918"> <tr> <td>Guaranteed receivables</td> <td>28,628 million yen</td> </tr> <tr> <td>Provision for loss on guarantees</td> <td>643 million yen</td> </tr> <tr> <td>Revenue</td> <td>3,267 million yen</td> </tr> </table> <p>3. Method of corporate split-up DC Cash One Ltd. is a split-up company, and Mitsubishi UFJ NICOS Co., Ltd. becomes as a succession company by a method of absorption split-up.</p> <p>4. Date of corporate split-up April 1, 2009</p>	Guaranteed receivables	28,628 million yen	Provision for loss on guarantees	643 million yen	Revenue	3,267 million yen
Guaranteed receivables	28,628 million yen						
Provision for loss on guarantees	643 million yen						
Revenue	3,267 million yen						

## 5. Consolidated Operating Results

### (1) Operating Revenue by Segment

(Millions of yen)

Term Segment	Prior consolidated fiscal year ( From April 1, 2007 to March 31, 2008 )		This consolidated fiscal year ( From April 1, 2008 to March 31, 2009 )		Change	
	Amount	Composition ratio	Amount	Composition ratio	Amount	Percentage
Financial service business	373,182	98.3%	319,903	98.6%	(53,279)	(14.3)%
Loan business	331,476	87.3%	277,628	85.6%	(53,848)	(16.2)%
Credit card business	5,437	1.4%	4,690	1.5%	(746)	(13.7)%
Installment sales finance business	7,682	2.0%	4,989	1.5%	(2,693)	(35.1)%
Guarantee business	10,565	2.8%	11,629	3.6%	1,063	10.1%
Loan servicing business	17,026	4.5%	16,446	5.1%	(579)	(3.4)%
Banking business	-	-	3,390	1.0%	3,390	-
Others	993	0.3%	1,127	0.3%	133	13.4%
Other business	6,523	1.7%	4,493	1.4%	(2,030)	(31.1)%
Rental business	4,600	1.2%	3,436	1.1%	(1,163)	(25.3)%
Others	1,923	0.5%	1,056	0.3%	(866)	(45.1)%
Total	379,706	100.0%	324,396	100.0%	(55,309)	(14.6)%

### (2) Others

#### (A) Receivables Outstanding

(Millions of yen)

Term Segment	Prior consolidated fiscal year (As of March 31, 2008)	This consolidated fiscal year (As of March 31, 2009)	Change	
			Amount	Percentage
Loan business	1,480,917	1,316,166	(164,750)	(11.1)%
Credit card business	38,126	32,446	(5,680)	(14.9)%
Credit card	37,682	32,228	(5,454)	(14.5)%
Others	444	218	(225)	(50.9)%
Installment sales finance business	42,795	35,580	(7,215)	(16.9)%
Loan servicing business	30,638	20,923	(9,715)	(31.7)%
Banking business	20,078	18,081	(1,997)	(9.9)%
Total	1,612,556	1,423,197	(189,358)	(11.7)%

#### (B) Number of Customer Accounts

Term Segment	Prior consolidated fiscal year (As of March 31, 2008)	This consolidated fiscal year (As of March 31, 2009)	Change	
			Amount	Percentage
Loan business	3,208,872	3,126,916	(81,956)	(2.6)%
Credit card business	871,773	582,823	(288,950)	(33.1)%
Credit card	866,958	580,134	(286,824)	(33.1)%
Others	4,815	2,689	(2,126)	(44.2)%
Installment sales finance business	313,664	220,182	(93,482)	(29.8)%
Loan servicing business	227,587	255,934	28,347	12.5%
Banking business	4,001	4,119	118	2.9%

Notes: The definition of number of customer accounts is as follows;

- (1) Loan business: Number of loan accounts with loan balance outstanding
- (2) Credit card business: Cardholder of MasterCard®
- (3) Installment sales finance business: Number of contracts with receivable outstanding
- (4) Loan servicing business: Number of accounts with purchased loans
- (5) Banking business: Number of loan accounts with loans receivable of banking business

## (C) Others

Item	Term	Prior consolidated fiscal year (As of March 31, 2008)	This consolidated fiscal year (As of March 31, 2009)	Change	
					Percentage
Number of outlets		1,840	1,764	(76)	(4.1)
Number of employees		6,277	6,266	(11)	(0.2)
Allowance for doubtful accounts (Millions of yen)		119,883	93,037	(26,845)	(22.4)
Provision for loss on guarantees (Millions of yen)		2,192	2,351	159	7.3
Provision for loss on interest repayment (Millions of yen)		374,800	283,400	(91,400)	(24.4)
Bad debts expenses (Millions of yen)		125,375	111,866	(13,509)	(10.8)
Interest repayment and voluntary waiver of repayment (Millions of yen)		134,821	143,557	8,736	6.5

6. Non-consolidated Financial Statements  
(1) Non-consolidated Balance Sheets

(Millions of yen)

	Prior Fiscal Year (As of March 31, 2008)	This Fiscal Year (As of March 31, 2009)
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	61,696	69,895
Accounts receivable-operating loans	1,318,781	1,171,893
Accounts receivable-installment	37,683	32,228
Short-term investment securities	23,598	26,000
Stocks of parent company	-	5,805
Merchandise	1,040	-
Merchandise and finished goods	-	1,034
Raw materials and supplies	-	137
Prepaid expenses	1,255	1,804
Deferred tax assets	42,325	29,889
Accrued income	9,959	9,279
Short-term loans receivable	44,965	14,995
Other	22,244	14,635
Allowance for doubtful accounts	(106,600)	(82,540)
<b>Total current assets</b>	<b>1,456,951</b>	<b>1,295,061</b>
<b>Noncurrent assets</b>		
<b>Property, plant and equipment</b>		
Buildings	29,726	29,046
Accumulated depreciation	(19,564)	(19,998)
Buildings, net	10,162	9,048
Structures	7,276	7,079
Accumulated depreciation	(4,452)	(4,596)
Structures, net	2,824	2,483
Vehicles	21	-
Accumulated depreciation	(16)	-
Vehicles, net	5	-
Furniture and fixtures	32,736	31,340
Accumulated depreciation	(20,174)	(19,377)
Furniture and fixtures, net	12,561	11,962
Land	6,413	6,413
Lease assets	-	15
Accumulated depreciation	-	(4)
Lease assets, net	-	11
<b>Total property, plant and equipment</b>	<b>31,967</b>	<b>29,920</b>
<b>Intangible assets</b>		
Leasehold right	4	4
Telephone subscription right	703	701
Other	0	1
<b>Total intangible assets</b>	<b>708</b>	<b>707</b>
<b>Investments and other assets</b>		
Investment securities	33,945	17,544
Stocks of subsidiaries and affiliates	29,449	15,258
Investments in other securities of subsidiaries and affiliates	5,107	4,421
Investments in capital	41	0
Long-term loans receivable from subsidiaries and affiliates	44,916	43,205
Claims provable in bankruptcy, claims provable in rehabilitation and other	3,214	2,665
Long-term prepaid expenses	1,125	663
Guarantee deposits	9,272	8,966
Prepaid pension cost	3,734	4,514
Other	1,934	1,719
Allowance for doubtful accounts	(1,900)	(1,460)
<b>Total investments and other assets</b>	<b>130,842</b>	<b>97,498</b>
<b>Total noncurrent assets</b>	<b>163,517</b>	<b>128,126</b>
<b>Total assets</b>	<b>1,620,468</b>	<b>1,423,187</b>

(Millions of yen)

	Prior Fiscal Year (As of March 31, 2008)	This Fiscal Year (As of March 31, 2009)
<b>Liabilities</b>		
<b>Current liabilities</b>		
Accounts payable-trade	437	281
Current portion of long-term loans payable	169,343	134,644
Current portion of bonds	40,000	50,000
Lease obligations	-	5
Accounts payable-other	599	1,876
Accrued expenses	10,775	10,502
Income taxes payable	265	230
Deposit received	430	395
Unearned revenue	84	76
Provision for loss on guarantees	3,490	3,390
Other	114	105
<b>Total current liabilities</b>	<b>225,540</b>	<b>201,507</b>
<b>Noncurrent liabilities</b>		
Bonds payable	220,000	185,000
Long-term loans payable	345,064	311,089
Lease obligations	-	7
Deferred tax liabilities	3,036	1,124
Provision for directors' retirement benefits	678	-
Provision for loss on interest repayment	374,800	283,400
Other	27	659
<b>Total noncurrent liabilities</b>	<b>943,606</b>	<b>781,280</b>
<b>Total liabilities</b>	<b>1,169,147</b>	<b>982,788</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Capital stock	63,832	63,832
Capital surplus		
Legal capital surplus	72,322	72,322
Other capital surplus	3,687	3,687
<b>Total capital surpluses</b>	<b>76,010</b>	<b>76,010</b>
<b>Retained earnings</b>		
Legal retained earnings	4,320	4,320
Other retained earnings		
General reserve	285,000	285,000
Retained earnings brought forward	36,165	37,374
<b>Total retained earnings</b>	<b>325,485</b>	<b>326,694</b>
Treasury stock	(18,507)	(18,507)
<b>Total shareholders' equity</b>	<b>446,821</b>	<b>448,030</b>
<b>Valuation and translation adjustments</b>		
Valuation difference on available-for-sale securities	4,500	(7,631)
<b>Total valuation and translation adjustments</b>	<b>4,500</b>	<b>(7,631)</b>
<b>Total net assets</b>	<b>451,321</b>	<b>440,398</b>
<b>Total liabilities and net assets</b>	<b>1,620,468</b>	<b>1,423,187</b>

## (2) Non-consolidated Statements of Income

(Millions of yen)

	( Prior Fiscal Year From April 1, 2007 to March 31, 2008 )	( This Fiscal Year From April 1, 2008 to March 31, 2009 )
Operating revenue		
Interest on operating loans	292,860	238,231
Credit card revenue	5,043	4,269
Revenue from credit guarantee	10,099	10,551
Other financial revenue		
Interest on deposits	98	61
Interest on securities	83	75
Interest on loans	284	210
Total other financial revenue	465	347
Net sales of goods	654	-
Other operating revenue	7,991	8,720
Total operating revenue	317,116	262,120
Operating expenses		
Financial expenses		
Interest expenses	9,919	9,667
Interest on bonds	4,784	4,409
Amortization of bond issuance cost	183	81
Other	1,056	517
Total financial expenses	15,944	14,675
Cost of sales		
Beginning goods	1,963	1,040
Cost of purchased goods	-	-
Total	1,963	1,040
Valuation loss on goods	316	6
Ending goods	1,040	1,034
Cost of goods sold	606	-
Other operating expenses		
Advertising expenses	9,717	8,645
Provision of allowance for doubtful accounts	97,270	72,886
Provision for loss on guarantees	3,490	3,390
Provision for loss on interest repayment	19,620	52,157
Employees' salaries and bonuses	19,384	19,309
Retirement benefit expenses	102	682
Provision for directors' retirement benefits	23	9
Welfare expenses	2,724	3,085
Rent expenses	10,378	9,983
Depreciation	2,744	2,278
Supplies expenses	968	-
Commission fee	30,243	31,605
Other	23,737	16,514
Other operating expenses	220,406	220,547
Total operating expenses	236,956	235,223
Operating income	80,159	26,896

(Millions of yen)

	( Prior Fiscal Year From April 1, 2007 to March 31, 2008 )	( This Fiscal Year From April 1, 2008 to March 31, 2009 )
<b>Non-operating income</b>		
Interest income	833	928
Interest on securities	54	34
Dividends income	705	1,086
Insurance income	39	-
Rent from Company's residence	409	-
House rent income	-	398
Guarantee commission received	311	282
Other	451	251
Total non-operating income	<u>2,804</u>	<u>2,982</u>
<b>Non-operating expenses</b>		
Interest expenses	-	0
Loss on investments in partnership	515	677
Other	129	35
Total non-operating expenses	<u>645</u>	<u>713</u>
Ordinary income	<u>82,319</u>	<u>29,165</u>
<b>Extraordinary income</b>		
Gain on sales of noncurrent assets	24	0
Gain on sales of investment securities	3,944	781
Gain on sales of subsidiaries and affiliates' stocks	-	4,379
Other	4	19
Total extraordinary income	<u>3,973</u>	<u>5,180</u>
<b>Extraordinary loss</b>		
Loss on sales of noncurrent assets	120	1
Loss on retirement of noncurrent assets	881	526
Impairment loss	118	-
Loss on sales of investment securities	105	81
Loss on valuation of investment securities	22,000	571
Loss on liquidation of investment securities	59	-
Loss on valuation of stocks of subsidiaries and affiliates	4,013	3,380
Other	391	292
Total extraordinary loss	<u>27,690</u>	<u>4,852</u>
Income before income taxes	<u>58,601</u>	<u>29,493</u>
Income taxes-current	150	130
Income taxes for prior periods	9,060	-
Income taxes-deferred	15,873	12,435
Total income taxes	<u>25,083</u>	<u>12,565</u>
Net income	<u>33,518</u>	<u>16,928</u>

## (3) Statements of Changes in Net Assets

(Millions of yen)

	( Prior Fiscal Year From April 1, 2007 to March 31, 2008 )	( This Fiscal Year From April 1, 2008 to March 31, 2009 )
Shareholder's equity		
Capital Stock		
Balance at the end of previous period	63,832	63,832
Changes of items during the period		
Total changes of items during the period	-	-
Balance at the end of current period	<u>63,832</u>	<u>63,832</u>
Capital surplus		
Legal capital surplus		
Balance at the end of previous period	72,322	72,322
Changes of items during the period		
Total changes of items during the period	-	-
Balance at the end of current period	<u>72,322</u>	<u>72,322</u>
Other capital surplus		
Balance at the end of previous period	3,688	3,687
Changes of items during the period		
Disposal of treasury stock	(0)	-
Total changes of items during the period	(0)	-
Balance at the end of current period	<u>3,687</u>	<u>3,687</u>
Total capital surplus		
Balance at the end of previous period	76,010	76,010
Changes of items during the period		
Disposal of treasury stock	(0)	-
Total changes of items during the period	(0)	-
Balance at the end of current period	<u>76,010</u>	<u>76,010</u>
Retained earnings		
Legal retained earnings		
Balance at the end of previous period	4,320	4,320
Changes of items during the period		
Total changes of items during the period	-	-
Balance at the end of current period	<u>4,320</u>	<u>4,320</u>
Other retained earnings		
General reserve		
Balance at the end of previous period	720,000	285,000
Changes of items during the period		
Reversal of general reserve	(435,000)	-
Total changes of items during the period	(435,000)	-
Balance at the end of current period	<u>285,000</u>	<u>285,000</u>
Retained earnings brought forward		
Balance at the end of previous period	(414,989)	36,165
Changes of items during the period		
Reversal of general reserve	435,000	-
Dividends from surplus	(12,575)	(15,719)
Net income	33,518	16,928
Decrease by corporate division-split-off type	(4,788)	-
Total changes of items during the period	<u>451,154</u>	<u>1,208</u>
Balance at the end of current period	<u>36,165</u>	<u>37,374</u>

(Millions of yen)

	( Prior Fiscal Year From April 1, 2007 to March 31, 2008 )	( This Fiscal Year From April 1, 2008 to March 31, 2009 )
<b>Total retained earnings</b>		
Balance at the end of previous period	309,331	325,485
Changes of items during the period		
Reversal of general reserve	-	-
Dividends from surplus	(12,575)	(15,719)
Net income	33,518	16,928
Decrease by corporate division-split-off type	(4,788)	-
Total changes of items during the period	16,154	1,208
Balance at the end of current period	<u>325,485</u>	<u>326,694</u>
<b>Treasury stock</b>		
Balance at the end of previous period	(18,508)	(18,507)
Changes of items during the period		
Purchase of treasury stock	(0)	(0)
Disposal of treasury stock	1	-
Total changes of items during the period	1	(0)
Balance at the end of current period	<u>(18,507)</u>	<u>(18,507)</u>
<b>Total shareholders' equity</b>		
Balance at the end of previous period	430,666	446,821
Changes of items during the period		
Reversal of general reserve	-	-
Dividends from surplus	(12,575)	(15,719)
Net income	33,518	16,928
Purchase of treasury stock	(0)	(0)
Disposal of treasury stock	0	-
Decrease by corporate division-split-off type	(4,788)	-
Total changes of items during the period	16,155	1,208
Balance at the end of current period	<u>446,821</u>	<u>448,030</u>
<b>Valuation and translation adjustments</b>		
Valuation difference on available-for-sale securities		
Balance at the end of previous period	13,131	4,500
Changes of items during the period		
Net changes of items other than shareholders' equity	(8,630)	(12,131)
Total changes of items during the period	(8,630)	(12,131)
Balance at the end of current period	<u>4,500</u>	<u>(7,631)</u>
<b>Total valuation and translation adjustments</b>		
Balance at the end of previous period	13,131	4,500
Changes of items during the period		
Net changes of items other than shareholders' equity	(8,630)	(12,131)
Total changes of items during the period	(8,630)	(12,131)
Balance at the end of current period	<u>4,500</u>	<u>(7,631)</u>

(Millions of yen)

	Prior Fiscal Year From April 1, 2007 to March 31, 2008	This Fiscal Year From April 1, 2008 to March 31, 2009
Total net assets		
Balance at the end of previous period	443,797	451,321
Changes of items during the period		
Reversal of general reserve	-	-
Dividends from surplus	(12,575)	(15,719)
Net income	33,518	16,928
Purchase of treasury stock	(0)	(0)
Disposal of treasury stock	0	-
Decrease by corporate division-split-off type	(4,788)	-
Net changes of items other than shareholders' equity	(8,630)	(12,131)
Total changes of items during the period	7,524	(10,922)
Balance at the end of current period	451,321	440,398

(4) Notes on the Assumption as a Going Concern  
None

(5) Significant accounting policies

Item	Prior Fiscal Year From April 1, 2007 to March 31, 2008	This Fiscal Year From April 1, 2008 to March 31, 2009
1. Valuation and computation of marketable securities	<p>(1) Securities of subsidiaries and affiliates ... Cost as determined by the moving average method</p> <p>(2) Securities held to maturity... Amortized cost method (straight-line method)</p> <p>(3) Other marketable securities</p> <p>(A) Where there is a market price ...Market value as determined by the quoted price at the end of the fiscal year (The difference between the carrying value and the market value is included in equity and cost of securities sold is computed using the moving average method.)</p> <p>(B) Where there is no market price ...Cost determined by the moving average method :The equity in limited investment partnership and other similar partnership (deemed as securities by the Article 2, Section 2 of the Securities and Exchange Law) is accounted for by the equity method, based on its latest financial statements available considering the closing dates stipulated by the respective partnership contracts.</p>	Same as left
2. Valuation and computation of derivative transactions	Swap transaction ... Market value	Same as left
3. Valuation and computation of the inventories	<p>Merchandise ... Cost on an individual specified cost basis</p>	<p>Merchandise...Cost on an individual specified cost basis (balance sheet value is stated by writing down the carrying value based upon lowered profitability)</p> <p>Supplies...Mainly cost based on the first-in first-out method</p>
4. Depreciation of the noncurrent assets	<p>(1) Tangible noncurrent assets and building and structures in trust...Declining balance method (Depreciable life)</p> <p>Buildings...3 to 47 years</p> <p>Structure...3 to 45 years</p> <p>Vehicles and delivery equipment...6 years</p> <p>Equipment and furniture...2 to 20 years</p> <p>(Additional information)</p> <p>In association with the reform of the corporation tax law, tangible fixed assets of which depreciation had been completed up to the allowable limit of 5% from among fixed assets acquired before March 31, 2007 based on the former corporation tax law, residual values have been amortized in equal installments over the five-year period in depreciation expenses from the next fiscal year when amortization of each assets was completed.</p> <p>Due to such change, our operating income, ordinary income and income before income taxes each decreased by 120 million yen.</p>	<p>(1) Tangible noncurrent assets and building and structures in trust (excluding lease assets)...Declining balance method (Depreciable life)</p> <p>Buildings...3 to 47 years</p> <p>Structure...3 to 45 years</p> <p>Equipment and furniture...2 to 20 years</p>

Item	Prior Fiscal Year ( From April 1, 2007 to March 31, 2008 )	This Fiscal Year ( From April 1, 2008 to March 31, 2009 )
	<p>(2) Intangible fixed assets...Straight-line method</p> <p>(3) Long-term prepaid expenses ... Amortized in equal installments</p>	<p>(2) Intangible fixed assets (Lease assets excluded)...Straight-line method</p> <p>(3) Lease assets Lease assets related to finance lease transactions without title transfer ...Depreciated on straight-line method, with the lease periods counted as their useful lives and no residual value. Finance lease transactions without title transfer (of which the starting dates of lease transaction are prior to the beginning of the consolidated fiscal year 2008) which use the accounting standard and guidance are accounted for as operating leases.</p> <p>(4) Long-term prepaid expenses ... Amortized in equal installments</p>
5. Method of treatment of deferred assets	Bond issue expenses are expensed the entire amount as incurred	Same as left
6. Currency translation standards for foreign-currency-denominated assets or liabilities into yen	Foreign-currency-denominated monetary claims and liabilities are converted into yen using the spot market rate for the accounting date, and differences in currency translation are added up as profit or loss.	Same as left
7. Basis for calculating allowances	<p>(1) Allowance for doubtful accounts In providing for doubtful accounts, the Company makes an allowance for ordinary bad debts based on the historical rate of default. For specific debts where recovery is doubtful, the Company considers the likelihood of recovery on an individual basis, making an allowance for the amount regarded as irrecoverable.</p> <p>(2) Provision for loss on guarantees In providing for loss on guarantees, the Company makes an allowance as necessary having considered the likelihood of losses at the end of the this fiscal year.</p> <p>(3) Provision for retirement benefits The Company makes provisions for retirement benefits based on projected retirement obligations and pension fund asset at the balance sheet date. Adjustments are made to determine the amounts applicable to the end of this fiscal year. Past service liabilities have been recognized evenly over the five years (a period not exceeding the expected average remaining working lives of the employee) from the time of occurrence. Actuarial losses have been recognized evenly over the five years (a period not exceeding the expected average remaining working lives of the employees) following the respective fiscal years when such losses are identified. As projected pension fund asset exceeds the adjusted amounts of projected benefit obligation by unrecognized projected past service liabilities and unrecognized actuarial gains or losses, the surplus is included in the balance of prepaid pension expenses.</p>	<p>(1) Allowance for doubtful accounts Same as left</p> <p>(2) Provision for loss on guarantees Same as left</p> <p>(3) Provision for retirement benefits Same as left</p>

Item	Prior Fiscal Year ( From April 1, 2007 to March 31, 2008 )	This Fiscal Year ( From April 1, 2008 to March 31, 2009 )
	<p>(4) Provision for directors' retirement benefits The Company makes provisions for directors' and corporate auditors' retirement benefits at the end of the fiscal year in accordance with the Company's internal rules.</p> <p>(5) Provision for loss on interest repayment In order to prepare for potential loss on interest repayments in the future, The Company estimates and provides a reasonable amount of provision for loss on interest repayment in consideration of the past actual results and the latest conditions of such interest repayments.</p>	<p style="text-align: center;">-</p> <p>(Additional information) The Company resolved at the Board of Directors held on March 18, 2008 to abolish the retirement benefit for directors and corporate auditors. In addition, it was approved and determined at the Ordinary General Shareholders' Meeting held on June 20, 2008 that allowances for directors' retirement benefits shall be paid on their retirement date to those who are incumbent as of the end of the ordinary general shareholders' meeting, according to the terms of office up to the date of the said the ordinary general shareholders' meeting. Therefore, a total of 631 million yen listed under "Provision for directors' retirement benefits" was transferred to "Other" under noncurrent liabilities.</p> <p>(5) Provision for loss on interest repayment Same as left</p>
8. Basis of recognition of income and expenses	<p>(1) Interest on operating loans Interest on loans receivable is recognized on an accrual basis. Accrued interest on loans receivable is recognized at the lower of the interest rate stipulated in the Interest Rate Restriction Law of Japan or the contracted interest rate of the Company.</p> <p>(2) Credit card revenue Fees from customers ... Recognized mainly by credit-balance method Fees from member outlets ... Recognized as fees when treated</p> <p>(3) Revenue from credit guarantee Recognized by credit-balance method (Note) The details of the method of recognition are as follows: Credit-balance method ...The fees shall be calculated pursuant to the prescribed tariff applicable to the relevant credit balance and shall be recognized as income each time they become due.</p>	<p style="text-align: center;">Same as left</p>
9. Accounting for lease transactions	The Company accounts for finance leases where ownership of the leased asset is not transferred to the lessee as operating leases.	<p style="text-align: center;">-</p>

Item	Prior Fiscal Year From April 1, 2007 to March 31, 2008	This Fiscal Year From April 1, 2008 to March 31, 2009
10. Accounting for hedging activities	<p>(1) Accounting for hedging activities Deferred hedge accounting has been adopted. Interest-rate swaps and currency swaps which meet certain conditions are accounted for according to exceptional treatments.</p> <p>(2) Hedging instruments and items hedged Hedging instruments ...Interest-rate swaps agreements Items hedged ...Loans with variable interest rates and straight bonds</p> <p>(3) Hedging policy The Company enters into derivative contracts such as interest-rate swap agreements in order to hedge against the risk of fluctuations in interest rates relating to its variable-rate loans.</p> <p>(4) Evaluating the efficacy of hedging activities The performance of the hedging instruments and the items hedged is monitored primarily using the same criteria. As it can be assumed that changes in interest rates are fully offset by changes in cash flows from hedging instruments, further evaluation is not required.</p>	Same as left
11. Other significant accounting policies for the preparation of non-consolidated financial statements	<p>Treatment of consumption tax Consumption tax is treated outside of the financial statements. However, non-deductible consumption tax and others relating to assets are recognized as an expense during the year in which it is incurred. In addition, unpaid consumption tax is included in "Other" in current assets on the non-consolidated balance sheet.</p>	<p>Treatment of consumption tax Consumption tax is treated outside of the financial statements. However, non-deductible consumption tax and others relating to assets are recognized as an expense during the year in which it is incurred. In addition, unpaid consumption tax is included in "Other" in current liabilities on the non-consolidated balance sheet.</p>

(6) Change in Important Accounting Policies  
(Change in accounting policies)

Prior fiscal year (From April 1, 2007 to March 31, 2008)	This fiscal year (From April 1, 2008 to March 31, 2009)
<p>&lt;Changes in the depreciation method&gt; In association with the reform of the corporation tax law, since the current accounting period the depreciation method based on the amended corporation tax law has been applied to the tangible fixed assets acquired after April 1, 2007. Due to such change, our operating income, ordinary income and income before income taxes each decreased by 13 million yen.</p>	<p>&lt;The Accounting Standard for Measurement of Inventories&gt; With regard to inventories held for sale in the ordinary course of business, inventories were previously stated at cost on an individual specified cost basis. However, with the Company's adoption of the "Accounting Standard for Measurement of Inventories" (ASBJ Statement No. 9, July 5, 2006) from this fiscal year, inventories are measured at cost on an individual specified cost basis (balance sheet value is stated by writing down the carrying value based upon lowered profitability). It is deemed that the aforementioned accounting standard was applied to the measurement of inventories at the beginning of the term. The difference of 6 million yen in inventories at the beginning of the term determined as a result of the said application is included in extraordinary loss. The impact of this change on income before income taxes represents a decrease of 6 million yen.</p> <p>&lt;The Accounting Standard for Lease Transactions&gt; Finance lease transactions without title transfer were formerly accounted for as operating leases. However, it was permitted that the "Accounting Standard for Lease Transactions" (issued by the Accounting Standards Board of Japan on June 17, 1993, revised on March 30, 2007, ASBJ Statement No. 13) and the "Guidance on Accounting Standard for Lease Transactions" (issued by the Accounting Standards Board of Japan on January 18, 1994, revised on March 30, 2007, ASBJ Guidance No. 16) be applied to the quarterly financial statements relevant to the consolidated fiscal year beginning on or after April 1, 2008. As a result, the Company adopted the aforementioned standard and guidance from the first quarter of the current fiscal year, capitalizing all finance lease transactions. Provided, however, that finance lease transactions without title transfer (of which the starting dates of lease transaction are prior to the beginning of the consolidated fiscal year 2008) which use the accounting standard and guidance are accounted for as operating leases. In addition, leased assets related to finance lease transactions without title transfer are depreciated on a straight-line basis, with the lease periods counted as their useful lives and no residual value. The impact of this change on operating income, ordinary income and income before income taxes is a decrease of 0 million yen on all counts.</p>

(Changes in disclosure method)

Prior fiscal year (From April 1, 2007 to March 31, 2008)	This fiscal year (From April 1, 2008 to March 31, 2009)
<p>&lt;Non-consolidated balance sheet&gt; Certificate of deposit, which were included in "Cash and time deposits" in the prior fiscal year, is now included in "Marketable securities" based on "The Practical Standard for the Accounting related to Financial Products (Accounting Practice Committee Report No.14, July 4, 2007.)" Incidentally, the balance of certificate of deposit for prior fiscal year and this fiscal year were 21,000 million yen and 23,000 million yen respectively.</p> <p>&lt;Non-consolidated statements of income&gt; Interest on certificate of deposit, which was included in "interest on deposits" in other financial revenue in prior fiscal year, is now included in "interest on securities" on statements of income as certificate of deposit is included in "short-term investment securities" on balance sheet. Interest on certificate of deposit for prior fiscal year was 21 million yen.</p> <p>"Guarantee fees", which was included and reported in "other non-operating income" of non-operating income up to the prior fiscal year, has been separately presented since this fiscal year, as it exceeded ten-hundredths of the total non-operating income. For the prior fiscal year, "Guarantee fees" was 253 million yen.</p>	<p>&lt;Non-consolidated balance sheet&gt; To accompany the coming into force of Cabinet Office Ordinance for revisions to financial statement regulations (Cabinet Office Ordinance No. 50 of 2008 on August 7, 2008), Items presented in prior fiscal years as "Merchandise" is to be presented as "Merchandise and finished goods" from this fiscal year under review. In addition, "Raw materials and supplies," which in prior fiscal years was included in "Other" under current Assets, are to be presented separately, with the amount in 77 million yen, from this fiscal year under review.</p> <p>&lt;Non-consolidated statements of income&gt; "Supplies expenses," which was presented in other operating expenses up to the prior fiscal year, has been included and reported in "other" of other operating expenses since this fiscal year as it was fairly immaterial. Supplies expenses for this fiscal year was 597 million yen.</p> <p>"Insurance income," which was presented in non-operating income up to the prior fiscal year, has been included and reported in "other" of non-operating income since this fiscal year as it did not exceed ten-hundredths of the total non-operating income. Insurance income for this year was 50 million yen.</p> <p>"House rent income," which was presented as "rent from Company's residence" up to the prior fiscal year, has been changed and presented as "house rent income" since this fiscal year.</p>



Prior fiscal year (As of March 31, 2008)	This fiscal year (As of March 31, 2009)																																				
<p>4. Status of non-performing loans of accounts receivable-operating loans</p> <p>Losses on unsecured consumer loans to bankrupt parties are written off at the time bankruptcy is declared. For this reason, loans to borrowers in bankruptcy include 2,037 millions of yen for debtors who have petitioned for bankruptcy as of the end of the fiscal year, but not yet declared bankrupt. This entire amount is charged to the allowance for doubtful accounts.</p> <p>In addition, from the point of view of maintaining the soundness of the Company's assets, loans where repayment is doubtful are stated exclusive of accrued interest, and the loans in question are classified as loans in arrears. The Company's policy differs from that set forth in Japan's tax laws, under which accrued interest is charged on loans less than six months in arrears. As a result of the Company's policy, non-performing loans included additional 57,106 millions of yen. Under the policies stipulated in Japan's tax laws, 17,271 millions of yen of this amount would be classified as loans overdue by three months or more, 10,312 million yen as restructured loans and 29,522 million yen as loans no longer in arrears.</p> <p style="text-align: right;">(Millions of yen)</p> <table border="1"> <thead> <tr> <th>Category</th> <th>Amount</th> <th>Classification criteria</th> </tr> </thead> <tbody> <tr> <td>Loans to bankrupt parties</td> <td style="text-align: right;">(4,824) 4,824</td> <td>Loans exclusive of accrued interest to bankrupt parties, parties in rehabilitation and reorganization, and others</td> </tr> <tr> <td>Loans in arrears</td> <td style="text-align: right;">(18,584) 75,690</td> <td>Other loans stated exclusive of accrued interest, excluding loans that have been restructured or on which interest is reduced in the interest of rehabilitating the debtor.</td> </tr> <tr> <td>Loans overdue by 3 months or more</td> <td style="text-align: right;">(17,999) 727</td> <td>Loans other than the above that are overdue by 3 months or more</td> </tr> <tr> <td>Restructured loans</td> <td style="text-align: right;">(53,836) 43,524</td> <td>Loans other than the above on which favorable terms have been granted, such as the waiving of interest</td> </tr> <tr> <td>Total</td> <td style="text-align: right;">(95,244) 124,767</td> <td></td> </tr> </tbody> </table> <p>Figures in brackets "( )" refer to the balance of non-performing loans computed according to the policies set forth in Japanese tax laws.</p>	Category	Amount	Classification criteria	Loans to bankrupt parties	(4,824) 4,824	Loans exclusive of accrued interest to bankrupt parties, parties in rehabilitation and reorganization, and others	Loans in arrears	(18,584) 75,690	Other loans stated exclusive of accrued interest, excluding loans that have been restructured or on which interest is reduced in the interest of rehabilitating the debtor.	Loans overdue by 3 months or more	(17,999) 727	Loans other than the above that are overdue by 3 months or more	Restructured loans	(53,836) 43,524	Loans other than the above on which favorable terms have been granted, such as the waiving of interest	Total	(95,244) 124,767		<p>4. Status of non-performing loans of accounts receivable-operating loans</p> <p>Losses on unsecured consumer loans to bankrupt parties are written off at the time bankruptcy is declared. For this reason, loans to borrowers in bankruptcy include 1,190 millions of yen for debtors who have petitioned for bankruptcy as of the end of the fiscal year, but not yet declared bankrupt. This entire amount is charged to the allowance for doubtful accounts.</p> <p>In addition, from the point of view of maintaining the soundness of the Company's assets, loans where repayment is doubtful are stated exclusive of accrued interest, and the loans in question are classified as loans in arrears. The Company's policy differs from that set forth in Japan's tax laws, under which accrued interest is charged on loans less than six months in arrears. As a result of the Company's policy, non-performing loans included additional 56,724 millions of yen. Under the policies stipulated in Japan's tax laws, 15,040 millions of yen of this amount would be classified as loans overdue by three months or more, 11,655 million yen as restructured loans and 30,027 million yen as loans no longer in arrears.</p> <p style="text-align: right;">(Millions of yen)</p> <table border="1"> <thead> <tr> <th>Category</th> <th>Amount</th> <th>Classification criteria</th> </tr> </thead> <tbody> <tr> <td>Loans to bankrupt parties</td> <td style="text-align: right;">(3,409) 3,409</td> <td>Loans exclusive of accrued interest to bankrupt parties, parties in rehabilitation and reorganization, and others</td> </tr> <tr> <td>Loans in arrears</td> <td style="text-align: right;">(16,117) 72,841</td> <td>Other loans stated exclusive of accrued interest, excluding loans that have been restructured or on which interest is reduced in the interest of rehabilitating the debtor.</td> </tr> <tr> <td>Loans overdue by 3 months or more</td> <td style="text-align: right;">(15,976) 935</td> <td>Loans other than the above that are overdue by 3 months or more</td> </tr> <tr> <td>Restructured loans</td> <td style="text-align: right;">(50,601) 38,945</td> <td>Loans other than the above on which favorable terms have been granted, such as the waiving of interest</td> </tr> <tr> <td>Total</td> <td style="text-align: right;">(86,104) 116,132</td> <td></td> </tr> </tbody> </table> <p>Figures in brackets "( )" refer to the balance of non-performing loans computed according to the policies set forth in Japanese tax laws.</p>	Category	Amount	Classification criteria	Loans to bankrupt parties	(3,409) 3,409	Loans exclusive of accrued interest to bankrupt parties, parties in rehabilitation and reorganization, and others	Loans in arrears	(16,117) 72,841	Other loans stated exclusive of accrued interest, excluding loans that have been restructured or on which interest is reduced in the interest of rehabilitating the debtor.	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<p>5. Financial assets received as freely disposable securities</p> <p>The Company entered into "Gensaki" transactions ( to purchase debt securities under resale agreements) and received marketable securities as securities for the money repayable from the sellers.</p> <p>Amount of marketable securities purchased (Stated as short-term loans)</p> <p style="text-align: right;">44,965 million yen</p> <p>Market value of marketable securities purchased at the end of the fiscal year.</p> <p style="text-align: right;">44,976 million yen</p>	<p>5. Financial assets received as freely disposable securities</p> <p>The Company entered into "Gensaki" transactions ( to purchase debt securities under resale agreements) and received marketable securities as securities for the money repayable from the sellers.</p> <p>Amount of marketable securities purchased (Stated as short-term loans)</p> <p style="text-align: right;">14,995 million yen</p> <p>Market value of marketable securities purchased at the end of the fiscal year.</p> <p style="text-align: right;">14,997 million yen</p>																																				

Prior fiscal year (As of March 31, 2008)	This fiscal year (As of March 31, 2009)												
<p>6. Agreements for overdraft and commitment facilities For efficient procurement of working capital, the Company maintains overdraft contract with one financial institution and designated commitment line contracts with two financial institutions. As of the end of the current fiscal year, the unexercised portion of facilities based on these contracts was as follows.</p> <p style="text-align: right;">(Millions of yen)</p> <table style="width: 100%;"> <tr> <td style="width: 80%;">Agreed amount of agreement for overdraft and commitment line</td> <td style="text-align: right;">160,190</td> </tr> <tr> <td>Amount of borrowing</td> <td style="text-align: right;">-</td> </tr> <tr> <td><u>Unused amount</u></td> <td style="text-align: right;"><u>160,190</u></td> </tr> </table>	Agreed amount of agreement for overdraft and commitment line	160,190	Amount of borrowing	-	<u>Unused amount</u>	<u>160,190</u>	<p>6. Agreements for overdraft and commitment facilities For efficient procurement of working capital, the Company maintains designated commitment line contracts with one financial institutions. As of the end of the current fiscal year, the unexercised portion of facilities based on this contract was as follows.</p> <p style="text-align: right;">(Millions of yen)</p> <table style="width: 100%;"> <tr> <td style="width: 80%;">Commitment line</td> <td style="text-align: right;">100,000</td> </tr> <tr> <td>Amount of borrowing</td> <td style="text-align: right;">-</td> </tr> <tr> <td><u>Unused amount</u></td> <td style="text-align: right;"><u>100,000</u></td> </tr> </table> <p>There is no agreement for overdraft.</p>	Commitment line	100,000	Amount of borrowing	-	<u>Unused amount</u>	<u>100,000</u>
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(Notes to Non-consolidated Statements of Income)

Prior fiscal year (From April 1, 2007 to March 31, 2008)	This fiscal year (From April 1, 2008 to March 31, 2009)																				
<p>1. The business operation results with subsidiaries and affiliates are included into non-operating income as follows;</p> <p style="text-align: right;">(Millions of yen)</p> <table style="width: 100%;"> <tr> <td style="width: 80%;">Interest income</td> <td style="text-align: right;">818</td> </tr> <tr> <td>Dividends income</td> <td style="text-align: right;">59</td> </tr> <tr> <td>Guarantee commission received</td> <td style="text-align: right;">311</td> </tr> <tr> <td>Other revenue</td> <td style="text-align: right;">31</td> </tr> <tr> <td><u>Total</u></td> <td style="text-align: right;"><u>1,220</u></td> </tr> </table>	Interest income	818	Dividends income	59	Guarantee commission received	311	Other revenue	31	<u>Total</u>	<u>1,220</u>	<p>1. The business operation results with subsidiaries and affiliates are included into non-operating income as follows;</p> <p style="text-align: right;">(Millions of yen)</p> <table style="width: 100%;"> <tr> <td style="width: 80%;">Interest income</td> <td style="text-align: right;">919</td> </tr> <tr> <td>Dividends income</td> <td style="text-align: right;">16</td> </tr> <tr> <td>Guarantee commission received</td> <td style="text-align: right;">282</td> </tr> <tr> <td>Other revenue</td> <td style="text-align: right;">30</td> </tr> <tr> <td><u>Total</u></td> <td style="text-align: right;"><u>1,248</u></td> </tr> </table>	Interest income	919	Dividends income	16	Guarantee commission received	282	Other revenue	30	<u>Total</u>	<u>1,248</u>
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<p>2. The business operation results with subsidiaries and affiliates are included into non-operating expenses as follows;</p> <p style="text-align: right;">(Millions of yen)</p> <table style="width: 100%;"> <tr> <td style="width: 80%;">Loss on investments in partnership</td> <td style="text-align: right;">473</td> </tr> <tr> <td>Other</td> <td style="text-align: right;">5</td> </tr> <tr> <td><u>Total</u></td> <td style="text-align: right;"><u>479</u></td> </tr> </table>	Loss on investments in partnership	473	Other	5	<u>Total</u>	<u>479</u>	<p>2. The business operation results with subsidiaries and affiliates are included into non-operating expenses as follows;</p> <p style="text-align: right;">(Millions of yen)</p> <table style="width: 100%;"> <tr> <td style="width: 80%;">Loss on investments in capital</td> <td style="text-align: right;">674</td> </tr> <tr> <td>Other</td> <td style="text-align: right;">1</td> </tr> <tr> <td><u>Total</u></td> <td style="text-align: right;"><u>675</u></td> </tr> </table>	Loss on investments in capital	674	Other	1	<u>Total</u>	<u>675</u>								
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<p>4. -</p>	<p>4. Breakdown of gain on sales of subsidiaries and affiliates' stocks</p> <p style="text-align: right;">(Millions of yen)</p> <table style="width: 100%;"> <tr> <td style="width: 80%;">JLA CO., LTD.</td> <td style="text-align: right;">1,165</td> </tr> <tr> <td>ACOM RENTAL CO., LTD.</td> <td style="text-align: right;">3,214</td> </tr> <tr> <td><u>Total</u></td> <td style="text-align: right;"><u>4,379</u></td> </tr> </table>	JLA CO., LTD.	1,165	ACOM RENTAL CO., LTD.	3,214	<u>Total</u>	<u>4,379</u>														
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<p>5. Breakdown of other extraordinary income</p> <p style="text-align: right;">(Millions of yen)</p> <table style="width: 100%;"> <tr> <td style="width: 80%;">Gain on sales of golf memberships</td> <td style="text-align: right;">2</td> </tr> <tr> <td>Reversal of provision for golf membership</td> <td style="text-align: right;">1</td> </tr> <tr> <td><u>Total</u></td> <td style="text-align: right;"><u>4</u></td> </tr> </table>	Gain on sales of golf memberships	2	Reversal of provision for golf membership	1	<u>Total</u>	<u>4</u>	<p>5. Breakdown of other extraordinary income</p> <p style="text-align: right;">(Millions of yen)</p> <table style="width: 100%;"> <tr> <td style="width: 80%;">Gain on sales of golf memberships</td> <td style="text-align: right;">3</td> </tr> <tr> <td>Reversal of provision for golf membership</td> <td style="text-align: right;">15</td> </tr> <tr> <td><u>Total</u></td> <td style="text-align: right;"><u>19</u></td> </tr> </table>	Gain on sales of golf memberships	3	Reversal of provision for golf membership	15	<u>Total</u>	<u>19</u>								
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<p>6. Breakdown of loss on sales of noncurrent assets</p> <p style="text-align: right;">(Millions of yen)</p> <table style="width: 100%;"> <tr> <td style="width: 80%;">Building</td> <td style="text-align: right;">0</td> </tr> <tr> <td>Land</td> <td style="text-align: right;">2</td> </tr> <tr> <td>Telephone subscription right</td> <td style="text-align: right;">116</td> </tr> <tr> <td><u>Total</u></td> <td style="text-align: right;"><u>120</u></td> </tr> </table>	Building	0	Land	2	Telephone subscription right	116	<u>Total</u>	<u>120</u>	<p>6. Loss on sales of noncurrent assets results from sales of vehicles.</p>												
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Prior fiscal year (From April 1, 2007 to March 31, 2008)	This fiscal year (From April 1, 2008 to March 31, 2009)																																
<p>7. Loss on retirement of noncurrent assets mainly consists of transfer of operating outlets, remodeling of interior and change of signboards. The breakdown thereof is set out below.</p> <p style="text-align: right;">(Millions of yen)</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 80%;">Building</td> <td style="text-align: right;">561</td> </tr> <tr> <td>Structures</td> <td style="text-align: right;">131</td> </tr> <tr> <td>Furniture and fixtures</td> <td style="text-align: right;">188</td> </tr> <tr> <td style="border-top: 1px solid black;">Total</td> <td style="text-align: right; border-top: 1px solid black;">881</td> </tr> </table>	Building	561	Structures	131	Furniture and fixtures	188	Total	881	<p>7. Loss on retirement of noncurrent assets mainly consists of transfer of operating outlets, remodeling of interior and change of signboards. The breakdown thereof is set out below.</p> <p style="text-align: right;">(Millions of yen)</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 80%;">Building</td> <td style="text-align: right;">310</td> </tr> <tr> <td>Structures</td> <td style="text-align: right;">124</td> </tr> <tr> <td>Furniture and fixtures</td> <td style="text-align: right;">91</td> </tr> <tr> <td style="border-top: 1px solid black;">Total</td> <td style="text-align: right; border-top: 1px solid black;">526</td> </tr> </table>	Building	310	Structures	124	Furniture and fixtures	91	Total	526																
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<p>8. Impairment loss</p> <p>The Company has reported impairment loss for this fiscal year as below:</p> <p>(1) Assets recognized as having suffered impairment</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 33%;">Location</th> <th style="width: 33%;">Usage</th> <th style="width: 33%;">Type</th> </tr> </thead> <tbody> <tr> <td>Tokyo Chiyoda-ku, etc</td> <td>Business property</td> <td>Telephone subscription right</td> </tr> </tbody> </table> <p>(2) Method of grouping assets</p> <p>With respect to business properties, the Company has adopted for the business segment unit of "financial services business" and "other businesses" as the smallest unit for the grouping. For property to be sold, the smallest units are the individual assets themselves. Our head office and welfare/leisure facilities for our employees are treated as common assets because they do not generate their own cash flows.</p> <p>(3) Process through which impairment was recognized</p> <p>We recognized impairment loss on property to be sold because the expected sale prices were significantly lower than the assets' book values.</p> <p>(4) Calculation of impairment loss</p> <p style="text-align: right;">(Millions of yen)</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td>Telephone subscription right</td> <td style="text-align: right;">118</td> </tr> </table> <p>(5) Calculation of recovery price</p> <p>The recovery price is estimated by net realizable value and recent sold price.</p>	Location	Usage	Type	Tokyo Chiyoda-ku, etc	Business property	Telephone subscription right	Telephone subscription right	118	<p>8. -</p>																								
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<p>9. Loss on valuation of stocks of subsidiaries and affiliates results from revaluation of shares of DC Cash One Ltd.</p>	<p>9. Loss on valuation of stocks of subsidiaries and affiliates results from revaluation of shares of PT. BANK NUSANTARA PARAHYANGAN, Tbk.</p>																																
<p>10. Breakdown of other extraordinary loss</p> <p style="text-align: right;">(Millions of yen)</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 80%;">Loss on valuation of goods</td> <td style="text-align: right;">316</td> </tr> <tr> <td>Loss on sales of golf club memberships</td> <td style="text-align: right;">0</td> </tr> <tr> <td>Loss on valuation of golf club membership</td> <td style="text-align: right;">2</td> </tr> <tr> <td>Reversal of provision for golf membership</td> <td style="text-align: right;">0</td> </tr> <tr> <td>Loss on redemption of golf membership</td> <td style="text-align: right;">0</td> </tr> <tr> <td>Temporary amortization of long-term prepaid expenses</td> <td style="text-align: right;">70</td> </tr> <tr> <td style="border-top: 1px solid black;">Total</td> <td style="text-align: right; border-top: 1px solid black;">391</td> </tr> </table>	Loss on valuation of goods	316	Loss on sales of golf club memberships	0	Loss on valuation of golf club membership	2	Reversal of provision for golf membership	0	Loss on redemption of golf membership	0	Temporary amortization of long-term prepaid expenses	70	Total	391	<p>10. Breakdown of other extraordinary loss</p> <p style="text-align: right;">(Millions of yen)</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 80%;">Loss on valuation of goods</td> <td style="text-align: right;">6</td> </tr> <tr> <td>Loss on redemption of trust beneficiary</td> <td style="text-align: right;">20</td> </tr> <tr> <td>Loss on sales of golf club memberships</td> <td style="text-align: right;">0</td> </tr> <tr> <td>Loss on valuation of golf club membership</td> <td style="text-align: right;">1</td> </tr> <tr> <td>Loss on redemption of golf membership</td> <td style="text-align: right;">0</td> </tr> <tr> <td>Loss on resignation of membership of resort facilities</td> <td style="text-align: right;">38</td> </tr> <tr> <td>Temporary amortization of long-term prepaid expenses</td> <td style="text-align: right;">29</td> </tr> <tr> <td>Loss on termination of sale and purchase agreement of preferred beneficiary interest</td> <td style="text-align: right;">195</td> </tr> <tr> <td style="border-top: 1px solid black;">Total</td> <td style="text-align: right; border-top: 1px solid black;">292</td> </tr> </table>	Loss on valuation of goods	6	Loss on redemption of trust beneficiary	20	Loss on sales of golf club memberships	0	Loss on valuation of golf club membership	1	Loss on redemption of golf membership	0	Loss on resignation of membership of resort facilities	38	Temporary amortization of long-term prepaid expenses	29	Loss on termination of sale and purchase agreement of preferred beneficiary interest	195	Total	292
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Prior fiscal year (From April 1, 2007 to March 31, 2008)	This fiscal year (From April 1, 2008 to March 31, 2009)
11. Basis for classification of financial revenue and expenses on the statements of income (1) Financial revenue stated as operating revenue Include all financial revenue excluding dividends and interest related to affiliated companies and excluding dividends and interest, etc., received on investment securities. (2) Financial expenses stated as operating expenses Include all financial expenses by the Company engaged in financial services, other than interest payable which has no relationship to operating revenue.	11 Same as left

(Notes to Non-consolidated Statement of Changes in Net Assets)

Prior Fiscal Year (From April 1, 2007 to March 31, 2008)

Matters for treasury stock

Type of shares	Prior fiscal year (As of March 31, 2007)	Increase	Decrease	This fiscal year (As of March 31, 2008)
Common Shares	2,433,969	29	200	2,433,798

(Outline for the change)

29 shares of increase is owing to purchase of shares in units of less than 10.

200 shares of decrease is owing to exercising rights of stock options.

This Fiscal Year (From April 1, 2008 to March 31, 2009)

Matters for treasury stock

Type of shares	Prior fiscal year (As of March 31, 2007)	Increase	Decrease	This fiscal year (As of March 31, 2008)
Common Shares	2,433,798	91	-	2,433,889

(Outline for the change)

91 shares of increase is owing to purchase of shares in units of less than 10.

(Notes to Lease Transactions)

Prior fiscal year (From April 1, 2007 to March 31, 2008)				This fiscal year (From April 1, 2008 to March 31, 2009)																																																								
<p>Finance lease transactions other than those where ownership of the leased asset is transferred to the lessee</p> <p>1. Equivalent of acquisition cost, accumulated depreciation and residual value of the leased assets (Millions of yen)</p> <table border="1"> <thead> <tr> <th></th> <th>Equivalent of acquisition cost</th> <th>Equivalent of depreciation</th> <th>Equivalent of residual value</th> </tr> </thead> <tbody> <tr> <td>Vehicles</td> <td style="text-align: center;">43</td> <td style="text-align: center;">33</td> <td style="text-align: center;">10</td> </tr> <tr> <td>Furniture and fixtures</td> <td style="text-align: center;">587</td> <td style="text-align: center;">307</td> <td style="text-align: center;">280</td> </tr> <tr> <td>Total</td> <td style="text-align: center;">631</td> <td style="text-align: center;">340</td> <td style="text-align: center;">290</td> </tr> </tbody> </table> <p>2. 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Method of calculation of equivalent of interest The equivalent of interest is regarded as the difference between the total lease payments and the amount equivalent to acquisition cost of the asset. The interest method is used to calculate the portion applicable to each fiscal year.</p>		Equivalent of acquisition cost	Equivalent of depreciation	Equivalent of residual value	Vehicles	43	33	10	Furniture and fixtures	587	307	280	Total	631	340	290	Within 1 year	145	More than 1 year	148	Total	293	Lease fee payable	335	Equivalent of depreciation	324	Equivalent of interest payable	5				<p>Finance lease transactions</p> <p>Finance lease transactions without title transfer</p> <p>(1) Details of lease assets Property, plant and equipment They are mainly vehicles and MUJINKUN of loan business.</p> <p>(2) Depreciation of lease assets Depreciated on straight-line method, with the lease periods counted as their useful lives and no residual value.</p> <p>Finance lease transactions without title transfer (of which the starting dates of lease transaction are prior to March 31, 2008) which use the accounting standard and guidance are accounted for as operating leases as follows; Finance lease transactions other than those where ownership of the leased asset is transferred to the lessee</p> <p>1. 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(Notes to Marketable Securities (Subsidiary and affiliate stock))  
 Subsidiary and affiliate stock with market quotations

(Millions of yen)

Type	Prior fiscal year (As of March 31, 2008)			This fiscal year (As of March 31, 2009)		
	Book value	Market price	Unrealized gain (loss)	Book value	Market price	Unrealized gain (loss)
Subsidiary stock	5,517	2,901	(2,616)	2,137	2,137	-
Affiliate stock	-	-	-	-	-	-
Subtotal	5,517	2,901	(2,616)	2,137	2,137	-

Note: In this fiscal year, among other subsidiaries, those with market prices were treated with an impairment loss of 3,380 million yen.

(Notes to the Method of Tax Effect Accounting)

Prior fiscal year (As of March 31, 2008)	This fiscal year (As of March 31, 2009)																																																																																																
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<p>2. Reconciliation between the statutory tax rate and the effective tax rate as a percentage of income before income taxes</p> <p style="text-align: right;">(%)</p> <table> <tr><td>Statutory income tax rate</td><td>40.7</td></tr> <tr><td>(Adjustment)</td><td></td></tr> <tr><td>Expenses not deductible for income tax</td><td>0.1</td></tr> <tr><td>Incomes not deductible for income tax</td><td>(0.1)</td></tr> <tr><td>Inhabitants' per capita taxes</td><td>0.2</td></tr> <tr><td>Valuation allowance</td><td>0.4</td></tr> <tr><td>Income taxes for prior periods</td><td>15.5</td></tr> <tr><td>Adjustments attributed to correction of tax liability</td><td>(13.9)</td></tr> <tr><td>Others</td><td>(0.1)</td></tr> <tr><td>The effective tax rate</td><td><u><u>42.8</u></u></td></tr> </table>	Statutory income tax rate	40.7	(Adjustment)		Expenses not deductible for income tax	0.1	Incomes not deductible for income tax	(0.1)	Inhabitants' per capita taxes	0.2	Valuation allowance	0.4	Income taxes for prior periods	15.5	Adjustments attributed to correction of tax liability	(13.9)	Others	(0.1)	The effective tax rate	<u><u>42.8</u></u>	<p>2. Reconciliation between the statutory tax rate and the effective tax rate as a percentage of income before income taxes</p> <p>Omitted as difference between the statutory tax rate and the effective tax rate was less than 5% of the statutory tax rate.</p>																																																																												
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## (Notes to Statistics per Share)

Prior fiscal year (From April 1, 2007 to March 31, 2008)		This fiscal year (From April 1, 2008 to March 31, 2009)	
(Yen)		(Yen)	
Net assets per share	2,871.10	Net assets per share	2,801.62
Net income per share	213.23	Net income per share	107.69
Net income per share diluted is not presented since there is no residual securities which do not dilute net income per share.		Net income per share diluted is not presented since there is no residual securities which do not dilute net income per share.	

Note: 1. Net assets per share is calculated based on the following data.

	Prior fiscal year (As of March 31, 2008)	This fiscal year (As of March 31, 2009)
Total net assets (Millions of yen)	451,321	440,398
The amounts deducted from total net assets (Millions of yen)	-	-
Amounts of net assets related to common shares at the end of fiscal year (Millions of yen)	451,321	440,398
Number of shares issued within common shares	159,628,280 shares	159,628,280 shares
Number of treasury stock within common shares	2,433,798 shares	2,433,889 shares
Number of common shares to calculate net assets per share at the end of fiscal year	157,194,482 shares	157,194,391 shares

Note: 2. Net income per share and net income per share diluted are calculated based on the following data.

	Prior fiscal year ( From April 1, 2007 to March 31, 2008 )	This fiscal year ( From April 1, 2008 to March 31, 2009 )
Net income per share		
Net income (Millions of yen)	33,518	16,928
Net income not available to common shareholders (Millions of yen)	-	-
Net income related to common shares (Millions of yen)	33,518	16,928
Weighted average number of common shares during accounting period	157,194,491 shares	157,194,448 shares
Net income per share diluted		
Net income effect of dilutive securities (Millions of yen)	-	-
Number of increase of common shares	-	-
Residual securities which do not dilute net income per share and have important change since the end of this fiscal year	Stock options (treasury stock method) 297,600 shares  Stock options (stock acquisition rights) 122,510 shares	Stock options (stock acquisition rights) 121,110 shares

## (Subsequent Events)

Prior consolidated fiscal year (From April 1, 2007 to March 31, 2008)	This consolidated fiscal year (From April 1, 2008 to March 31, 2009)												
	<p>(Merger of the Company and its consolidated subsidiary, DC Cash One Ltd.)</p> <p>Based on the resolution of the Board of Directors held on February 19, 2009, the Company made its consolidated subsidiary, DC Cash One Ltd., a wholly owned subsidiary, and DC Cash One Ltd. was merged into the Company on May 1, 2009.</p> <ol style="list-style-type: none"> <li>1. Purpose of the merger On September 8, 2008, the Company, Mitsubishi UFJ Financial Group, Inc. and The Bank of Tokyo-Mitsubishi UFJ, Ltd. reached the agreement on "ACOM CO., LTD., Mitsubishi UFJ Financial Group, Inc. and The Bank of Tokyo-Mitsubishi UFJ, Ltd. to further strengthen business and capital alliance." The merger is a part of this agreement to increase the competitiveness of the consumer finance segment and reorganize the business function of the MUFG group.</li> <li>2. Schedule of the merger Conclusion date of contract for the merger: March 6, 2009 Date of the merger (Effective date): May 1, 2009</li> <li>3. Method of the merger Absorption by the Company, as a surviving company and DC Cash One Ltd. was dissolved.</li> <li>4. Merger ratio Because it is the merger of a wholly owned subsidiary, payments for issuing new shares and merger consideration do not occur.</li> <li>5. Name, business outline, and size of the merged company Name: DC Cash One Ltd. Business outline: Loan business Size (Fiscal Year Ended March 2009): <table data-bbox="829 1142 1356 1344"> <tr> <td>Operating revenue</td> <td>16,486 million yen</td> </tr> <tr> <td>Net income</td> <td>91 million yen</td> </tr> <tr> <td>Assets</td> <td>83,320 million yen</td> </tr> <tr> <td>Liabilities</td> <td>76,009 million yen</td> </tr> <tr> <td>Net assets</td> <td>7,310 million yen</td> </tr> <tr> <td>Number of employees</td> <td>95</td> </tr> </table> </li> <li>6. Accounting treatment In accordance with "Accounting Standard for Business Combinations" (issued by the Business Accounting Council on October 31, 2003) and "Guidance on Accounting Standard for Business Combinations and Accounting Standard for Business Divestitures" (ASBJ revised Implementation Guidance No.10 issued by ASBJ on November 15, 2007), the Company accounted for the merger as transactions under the common control.</li> </ol>	Operating revenue	16,486 million yen	Net income	91 million yen	Assets	83,320 million yen	Liabilities	76,009 million yen	Net assets	7,310 million yen	Number of employees	95
Operating revenue	16,486 million yen												
Net income	91 million yen												
Assets	83,320 million yen												
Liabilities	76,009 million yen												
Net assets	7,310 million yen												
Number of employees	95												

7. Operating Results

(1) Operating Revenue by Segment

(Millions of yen)

Division \ Segment		Term	Prior fiscal year From April 1, 2007 to March 31, 2008		This fiscal year From April 1, 2008 to March 31, 2009		Change	
			Amount	Composition ratio	Amount	Composition ratio	Amount	Composition ratio
Financial service business	Interest on operating loans		292,860	92.4	238,231	90.9	(54,629)	(18.7)
	Unsecured loans		287,657	90.7	234,008	89.3	(53,649)	(18.7)
	Consumers		287,645	90.7	234,000	89.3	(53,645)	(18.6)
	Commercials		12	0.0	8	0.0	(4)	(33.4)
	Secured loans		5,202	1.7	4,223	1.6	(979)	(18.8)
	Revenue from installment		5,043	1.6	4,269	1.6	(773)	(15.3)
	Credit card		5,043	1.6	4,269	1.6	(773)	(15.3)
	Revenue from credit guarantee		10,099	3.2	10,551	4.0	451	4.5
Other business	Net sales of goods		654	0.2	-	-	(654)	-
Other segments	Other financial revenue		465	0.1	347	0.2	(117)	(25.3)
	Other operating revenue		7,991	2.5	8,720	3.3	728	9.1
	Gain on bad debts recovered		5,977	1.9	6,885	2.6	907	15.2
	Others		2,014	0.6	1,835	0.7	(178)	(8.9)
Total			317,116	100.0	262,120	100.0	(54,995)	(17.3)

Note: Sales amount of "MasterCard®" is included in the "Credit card."

(2) Other Statistics

(A) Receivables Outstanding

(Millions of yen)

Segment		Term	Prior fiscal year (As of March 31, 2008)	This fiscal year (As of March 31, 2009)	Change	
					Amount	Percentage
Loan business			1,318,781	1,171,893	(146,887)	(11.1)
Unsecured loans			1,277,944	1,137,146	(140,797)	(11.0)
Consumers			1,277,879	1,137,099	(140,779)	(11.0)
Commercials			64	46	(17)	(27.7)
Secured loans			40,837	34,747	(6,090)	(14.9)
Credit card business			37,683	32,228	(5,454)	(14.5)
Credit card			37,682	32,228	(5,454)	(14.5)
Others			0	-	(0)	-

## (B) Number of Customer Accounts

Segment	Term	Prior fiscal year (As of March 31, 2008)	This fiscal year (As of March 31, 2009)	Change	
					Percentage
Loan business		2,374,759	2,135,224	(239,535)	(10.1)
Unsecured loans		2,364,727	2,126,396	(238,331)	(10.1)
Consumers		2,364,664	2,126,348	(238,316)	(10.1)
Commercials		63	48	(15)	(23.8)
Secured loans		10,032	8,828	(1,204)	(12.0)
Credit card business		866,959	580,134	(286,825)	(33.1)
Credit card		866,958	580,134	(286,824)	(33.1)
Others		1	-	(1)	-

Notes: The definition of number of customer accounts is as follows;

- (1) Loan business: Number of loan accounts with loan balance outstanding
- (2) Credit card: Cardholder of MasterCard®

## (C) Number of outlets, MUJINKUN, and CD/ATM

Item	Term	Prior fiscal year (As of March 31, 2008)	This fiscal year (As of March 31, 2009)	Change	
					Percentage
Number of outlets		1,689	1,607	(82)	(4.9)
Loan business outlets		1,689	1,607	(82)	(4.9)
Staffed		137	118	(19)	(13.9)
Unstaffed		1,552	1,489	(63)	(4.1)
Number of MUJINKUN outlets <machines>		<1,688> 1,688	<1,606> 1,606	(82)	(4.9)
Number of CD/ATM		92,063	95,024	2,961	3.2
Proprietary		1,820	1,670	(150)	(8.2)
Open 365 days / year		1,820	1,670	(150)	(8.2)
Open 24 hours / day		1,615	1,485	(130)	(8.0)
Tie-up		90,243	93,354	3,111	3.4
Others		8,537	8,636	99	1.2

## (D) Others

Item	Term	Prior fiscal year (As of March 31, 2008)	This fiscal year (As of March 31, 2009)	Change	
					Percentage
Number of employees		2,774	2,636	(138)	(5.0)
Allowance for doubtful accounts (Millions of yen)		108,500	84,000	(24,500)	(22.6)
Provision for loss on guarantees (Millions of yen)		3,490	3,390	(100)	(2.9)
Provision for loss on interest repayment (Millions of yen)		374,800	283,400	(91,400)	(24.4)
Bad debt expenses (Millions of yen)		111,667	100,723	(10,944)	(9.8)
Interest repayments and voluntary waiver of repayments (Millions of yen)		134,820	143,557	8,737	6.5

8. Change in Officers

(1) Change in representative directors

None

(2) Changes in other officers

None