



Brief Statement of Third Quarter Financial Results
for the Fiscal Year Ending March 2006 (Consolidated)

January 31, 2006

Forward-looking Statement

The statements and figures contained in this Brief Statement of Third Quarter Financial Results for the fiscal year ending March 2006 (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 are based on management's assumptions and beliefs in light of the information currently available to it and involve risks and uncertainties. Actual results may differ from those in the forward-looking statements as a result of various factors. 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 level of interest rates paid on 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: First Section of Tokyo Stock Exchange

Code Number: 8572

Location of the head office: Tokyo

URL: <http://www.acom.co.jp/ir/english/>

Reference:

Position of the representative: President & Chief Executive Officer

Name: Shigeyoshi Kinoshita

Position of the person in charge: General Manager of Corporate Planning Department

Name: Yoshinori Matsubara

Telephone Number: (03) 5533-0631

1. Items Relating to the Preparation of Brief Statement of Quarter Financial Results

(1) Simplified Accounting Policies: Not adopted

(2) Change in Accounting Policies: None

(3) Change in Scope of Consolidation and Equity Method: Changed

| | |
|---|---|
| Consolidated subsidiaries (addition): | 3 |
| Consolidated subsidiaries (exclusion): | 1 |
| Affiliates accounted for under equity method (addition): | — |
| Affiliates accounted for under equity method (exclusion): | 1 |

Note: All amounts under minimum units appearing in each of the tables have been disregarded throughout this brief statement and the annexed materials.

2. Consolidated Business Results for the Third Quarter Accounting Period (from April 1, 2005 to December 31, 2005)

(1) Consolidated Business Results

| | Operating Income | | Operating Profit | | Income Before Extraordinary Items | | Net Income (Third Quarter) | |
|---------------|-------------------|-------|-------------------|-------|-----------------------------------|-------|----------------------------|-------|
| | (Millions of yen) | yoy% | (Millions of yen) | yoy% | (Millions of yen) | yoy% | (Millions of yen) | yoy% |
| 12/05 (3Q) | 336,123 | 3.1 | 110,970 | (3.7) | 113,046 | (1.1) | 65,515 | (0.4) |
| 12/04 (3Q) | 326,025 | (0.7) | 115,227 | 20.0 | 114,358 | 20.5 | 65,795 | 23.6 |
| 3/05 (Annual) | 433,965 | | 144,361 | | 143,347 | | 81,533 | |

| | Net Income per Share (Third Quarter) (Yen) | Net Income per Share Diluted (Third Quarter) (Yen) |
|---------------|--|--|
| 12/05 (3Q) | 416.26 | 416.05 |
| 12/04 (3Q) | 417.14 | 416.94 |
| 3/05 (Annual) | 516.24 | 515.96 |

Note: Regarding operating income, operating profit etc., the figures in percentages show the year-on-year change from previous third quarter.

[Qualitative Information on Progress in Business Results (Consolidated)]

During the third quarter of this consolidated fiscal year Japan's economy enjoyed a somewhat stronger recovery overall, with private capital investment continuing to grow against a background of healthy corporate revenues and personal consumption picking up as employment and wages rebound. The positive impact of economic recovery has also extended to consumer prices, which appear to have finally bottomed out after an extended decline.

In this environment, our Group continued to pursue our fundamental management policies of enhancing Group management to expand the scope of our business and strengthening our revenue base, expanding the scale of our business by improving the competitiveness of our sales services, upgrading our cost competitiveness by implementing sweeping business reforms, fostering a professional staff, and inculcating business ethics (compliance) among our personnel. Maintaining our focus on improving the quality of our assets, augmenting our ability to attract new customers, and constructing an even more efficient sales system, we continued to implement a strategy of forging a solid footing in our loan and consumer credit businesses while seeking to expand the scope of the loan business under our own brand and that of our consolidated subsidiary DC Cash One Ltd. In addition, we have given priority in our credit card and loan servicing businesses to cultivating customer segments untapped by our loan business.

We have also been actively expanding our existing businesses overseas, as well as engaging in activities centered on providing operational support in Taiwan and conducting research activities in the Chinese market.

The third quarter result for the consolidated accounting period recorded operating income of 336,123 million yen (an increase of 3.1% year-on-year), income before extraordinary items of 113,046 million yen (a decrease of 1.1% year-on-year) and net income of 65,515 million yen (a decrease of 0.4% year-on-year).

(2) Consolidated Financial Status

| | Total Assets (Millions of yen) | Shareholders' Equity (Millions of yen) | Ratio of Shareholders' Equity | Shareholders' Equity Per Share (Yen) |
|---------------|-----------------------------------|---|----------------------------------|---|
| 12/05 (3Q) | 2,098,034 | 929,779 | 44.3% | 5,915.65 |
| 12/04 (3Q) | 1,989,626 | 848,051 | 42.6% | 5,357.39 |
| 3/05 (Annual) | 2,077,334 | 863,760 | 41.6% | 5,456.40 |

[Consolidated Cash Flow Status]

| | From Operating Activities | From Investing Activities | From Financing Activities | (Millions of yen) Cash and Cash Equivalents At the End of Term |
|---------------|---------------------------|---------------------------|---------------------------|--|
| 12/05 (3Q) | 70,887 | (44,278) | (70,655) | 102,270 |
| 12/04 (3Q) | 101,318 | (4,535) | (130,630) | 125,120 |
| 3/05 (Annual) | 141,014 | (17,350) | (136,508) | 145,920 |

[Qualitative Information on Changes in Financial Position (Consolidated)]

The financial position at the end of the third quarter showed a 2.7-point rise to 44.3% in the shareholders' equity ratio as compared with the end of the last consolidated accounting period. This was due to an increase of total assets by 20,700 million yen and an increase of shareholders' equity by 66,019 million yen.

The rise in total assets can be attributed to increases in loans receivable (up 11.832 billion yen) and investments in securities (up 91.903 billion yen) and decreases in installment receivable (down 31.075 billion yen), deferred tax assets (down 10.738 billion yen), and short-term loans (down 35.393 billion yen).

Total liabilities dropped by 45.481 billion yen due to lessened interest-bearing debt (down 41.376 billion yen) and accrued income taxes (down 15.606 billion yen) as well as higher deferred tax liabilities (up 20.634 billion yen).

(Cash Flows)

Cash and cash equivalents (hereinafter called "funds") at the end of the third quarter decreased by 43,649 million yen, compared with the end of the previous consolidated account period, to record 102,270 million yen.

Cash flow from operating activities rose by 70.887 billion yen, the result of income before income taxes for the third quarter accounting period of 112.517 billion yen, a decline in funds (11.316 billion yen) stemming from an increase in loans receivable, an increase in funds (31.787 billion yen) as a consequence of decrease in installment receivable, and income taxes paid (49.590 billion yen). Cash flow from investing activities fell by 44.278 billion yen, with purchase of investments in securities (46.073 billion yen). Cash flows from financing activities decreased by 70,655 million yen. This is mainly because funds decreased by 42,575 million yen as the cash outflows for repayment of loans and redemption of bonds exceeded the cash inflows from loans and issuance of bonds, and as a result of cash outflows from payment of dividends (19,699 million yen).

[Reference]

[Change in Scope of Consolidation and Equity-method Affiliates]

From this quarter, two investment partnerships established on April 25, 2005 with AC Ventures Co., Ltd., our 100% subsidiary, being an executive member have been included as subjects of consolidation. ACOM acquired all shares of DC Servicer company, Ltd. and included it in subjects of consolidation. On the other hand, ACOM CAPITAL CO., LTD., a special purpose company, was liquidated on January 4, 2005 following the change in the method of funding and therefore excluded from subjects of consolidation. Furthermore, CHAILEASE ACOM FINANCE CO., LTD., which was an equity method-affiliate until the prior consolidated fiscal year, is excluded from equity method affiliates as ACOM sold all of its shares of CHAILEASE ACOM FINANCE CO., LTD. on September 2, 2005.

Forecasts for the Fiscal Year Ending March 31, 2006 (from April 1, 2005 to March 31, 2006)

(Millions of yen)

| | Operating Income | Income before Extraordinary Items | Net Income |
|--------|------------------|-----------------------------------|------------|
| Annual | 442,100 | 146,700 | 86,300 |

Reference: Forecasted net income per share (annual): 548.95 yen

[Qualitative Information on Earnings Forecasts]

We have reposted the consolidated results forecast accompanying the interim financial results released on October 27, 2005 as our consolidated results forecast for the term ending March 2006. Please note that year-end results may differ from the forecasted figures due to a variety of factors.

1. Summarized Consolidated Financial Statements

(1) Summarized Consolidated Balance Sheets

(Millions of yen)

| Subject | Term | Prior third quarter consolidated accounting period (As of December 31, 2004) | | This third quarter consolidated accounting period (As of December 31, 2005) | | Prior consolidated fiscal year (As of March 31, 2005) | | Change (ytd) | |
|---|------|---|-------------------|--|-------------------|--|-------------------|--------------|------------|
| | | Amount | Composition ratio | Amount | Composition ratio | Amount | Composition ratio | Amount | Percentage |
| | | | % | | % | | % | | % |
| (Assets) | | | | | | | | | |
| I. Current assets | | 1,880,576 | 94.5 | 1,890,182 | 90.1 | 1,959,752 | 94.3 | (69,570) | (3.5) |
| Cash and time deposits | | 99,185 | | 76,820 | | 85,126 | | (8,306) | (9.8) |
| Loans receivable | | 1,618,590 | | 1,692,016 | | 1,680,184 | | 11,832 | 0.7 |
| Installment receivable | | 185,983 | | 145,702 | | 176,778 | | (31,075) | (17.6) |
| Inventories | | 13,661 | | 18,824 | | 18,696 | | 127 | 0.7 |
| Deferred tax assets | | 37,017 | | 29,031 | | 39,775 | | (10,744) | (27.0) |
| Short-term loans | | 25,997 | | 25,450 | | 60,844 | | (35,393) | (58.2) |
| Other current assets | | 27,838 | | 27,256 | | 26,094 | | 1,162 | 4.5 |
| Allowances for bad debts | | (127,698) | | (124,920) | | (127,747) | | 2,826 | (2.2) |
| II. Fixed assets | | 109,049 | 5.5 | 207,851 | 9.9 | 117,581 | 5.7 | 90,270 | 76.8 |
| Tangible fixed assets | | 52,305 | | 52,069 | | 52,037 | | 31 | 0.1 |
| Intangible fixed assets | | 1,385 | | 1,380 | | 1,385 | | (4) | (0.3) |
| Investments and other assets | | 55,357 | | 154,402 | | 64,158 | | 90,243 | 140.7 |
| Investments in securities | | 31,304 | | 132,398 | | 40,495 | | 91,903 | 226.9 |
| Other fixed assets | | 24,053 | | 22,003 | | 23,663 | | (1,659) | (7.0) |
| Total Assets | | 1,989,626 | 100.0 | 2,098,034 | 100.0 | 2,077,334 | 100.0 | 20,700 | 1.0 |
| (Liabilities) | | | | | | | | | |
| I. Current liabilities | | 385,923 | 19.4 | 441,303 | 21.1 | 470,050 | 22.6 | (28,746) | (6.1) |
| Short-term loans | | 13,333 | | 43,965 | | 36,170 | | 7,794 | 21.5 |
| Current portion of long-term loans | | 275,967 | | 234,347 | | 271,250 | | (36,902) | (13.6) |
| Current portion of bonds and notes | | 45,300 | | 75,500 | | 70,640 | | 4,860 | 6.9 |
| Accrued income taxes | | 14,007 | | 12,985 | | 28,592 | | (15,606) | (54.6) |
| Deferred income on installment sales | | 17,749 | | 13,443 | | 17,831 | | (4,387) | (24.6) |
| Other current liabilities | | 19,565 | | 61,061 | | 45,566 | | 15,495 | 34.0 |
| II. Fixed liabilities | | 754,177 | 37.9 | 722,088 | 34.4 | 738,824 | 35.6 | (16,735) | (2.3) |
| Straight bonds | | 230,340 | | 205,000 | | 205,000 | | — | — |
| Long-term loans | | 514,749 | | 488,037 | | 525,166 | | (37,128) | (7.1) |
| Deferred tax liabilities | | 3,414 | | 23,779 | | 3,151 | | 20,627 | 654.5 |
| Other fixed liabilities | | 5,673 | | 5,272 | | 5,506 | | (234) | (4.2) |
| Total liabilities | | 1,140,100 | 57.3 | 1,163,392 | 55.5 | 1,208,874 | 58.2 | (45,481) | (3.8) |
| (Minority interests in consolidated subsidiaries) | | | | | | | | | |
| Minority interests in consolidated subsidiaries | | 1,473 | 0.1 | 4,861 | 0.2 | 4,699 | 0.2 | 162 | 3.5 |
| (Shareholders' equity) | | | | | | | | | |
| I. Common stock | | 63,832 | 3.2 | 63,832 | 3.1 | 63,832 | 3.1 | — | — |
| II. Capital surplus | | 76,458 | 3.8 | 76,056 | 3.6 | 76,458 | 3.7 | (402) | (0.5) |
| III. Retained earnings | | 714,430 | 35.9 | 775,940 | 37.0 | 730,168 | 35.1 | 45,772 | 6.3 |
| IV. Securities valuation adjustment | | 6,093 | 0.3 | 34,404 | 1.6 | 6,392 | 0.3 | 28,011 | 438.2 |
| V. Foreign currency translation adjustments | | (1,961) | (0.1) | (1,794) | (0.1) | (2,290) | (0.1) | 496 | (21.7) |
| VI. Treasury stock | | (10,801) | (0.5) | (18,659) | (0.9) | (10,801) | (0.5) | (7,858) | 72.8 |
| Total shareholders' equity | | 848,051 | 42.6 | 929,779 | 44.3 | 863,760 | 41.6 | 66,019 | 7.6 |
| Total liabilities, minority interests, and shareholders' equity | | 1,989,626 | 100.0 | 2,098,034 | 100.0 | 2,077,334 | 100.0 | 20,700 | 1.0 |

(2) Summarized Consolidated Income Statements

(Millions of yen)

| Subject | Term | Prior third quarter consolidated accounting period From April 1, 2004 to December 31, 2004 | | This third quarter consolidated accounting period From April 1, 2005 to December 31, 2005 | | Change (yoy) | | Prior consolidated fiscal year From April 1, 2004 to March 31, 2005 | |
|--|------|--|------------|---|------------|-----------------|------------|---|------------|
| | | Amount | Percentage | Amount | Percentage | Amount | Percentage | Amount | Percentage |
| | | | % | | % | | % | | % |
| I. Operating income | | 326,025 | 100.0 | 336,123 | 100.0 | 10,097 | 3.1 | 433,965 | 100.0 |
| Interest on loans receivable | | 286,575 | | 294,316 | | 7,741 | 2.7 | 380,272 | |
| Fees from credit card business | | 4,646 | | 4,724 | | 77 | 1.7 | 6,197 | |
| Fees from installment sales financing | | 12,240 | | 10,696 | | (1,543) | (12.6) | 15,895 | |
| Fees from credit guarantees | | 4,988 | | 3,855 | | (1,132) | (22.7) | 6,871 | |
| Collection of purchased receivables | | 4,892 | | 9,565 | | 4,672 | 95.5 | 7,757 | |
| Other financial income | | 14 | | 43 | | 28 | 192.8 | 20 | |
| Sales | | 6,258 | | 5,873 | | (384) | (6.1) | 8,256 | |
| Other operating income | | 6,409 | | 7,047 | | 637 | 10.0 | 8,693 | |
| II. Operating expenses | | 210,798 | 64.7 | 225,152 | 67.0 | 14,353 | 6.8 | 289,604 | 66.7 |
| Financial expenses | | 17,258 | | 15,590 | | (1,667) | (9.7) | 22,534 | |
| Cost of purchased receivables | | 3,170 | | 5,684 | | 2,513 | 79.3 | 5,254 | |
| Cost of sales | | 3,898 | | 3,782 | | (115) | (3.0) | 5,220 | |
| Other operating expenses | | 186,471 | | 200,095 | | 13,623 | 7.3 | 256,594 | |
| Operating profit | | 115,227 | 35.3 | 110,970 | 33.0 | (4,256) | (3.7) | 144,361 | 33.3 |
| III. Non-operating income | | 1,124 | 0.4 | 2,200 | 0.6 | 1,075 | 95.7 | 1,454 | 0.3 |
| IV. Non-operating expenses | | 1,993 | 0.6 | 124 | 0.0 | (1,869) | (93.8) | 2,468 | 0.6 |
| Income before extraordinary items | | 114,358 | 35.1 | 113,046 | 33.6 | (1,311) | (1.1) | 143,347 | 33.0 |
| V. Extraordinary income | | 1 | 0.0 | 401 | 0.1 | 400 | — | 142 | 0.1 |
| VI. Extraordinary losses | | 1,436 | 0.5 | 931 | 0.2 | (504) | (35.1) | 3,101 | 0.7 |
| Income before income taxes for the third quarter accounting period (fiscal year) | | 112,923 | 34.6 | 112,517 | 33.5 | (405) | (0.4) | 140,388 | 32.4 |
| Income taxes (corporation tax, inhabitants' tax and enterprise tax) | | 34,892 | 14.3 | 34,188 | 14.0 | (704) | 0.8 | 49,777 | 13.4 |
| Deferred income taxes | | 11,659 | | 12,714 | | 1,054 | | 8,367 | |
| Gain (loss) on minority interests in consolidated subsidiaries | | 575 | 0.1 | 99 | 0.0 | (476) | (82.8) | 710 | 0.2 |
| Net income for the third quarter accounting period (fiscal year) | | 65,795 | 20.2 | 65,515 | 19.5 | (279) | (0.4) | 81,533 | 18.8 |

(3) Summarized Consolidated Statements of Cash Flows

(Millions of yen)

| Subject | Term | Prior third quarter consolidated accounting period | This third quarter consolidated accounting period | Change (yoy) | Prior consolidated fiscal year |
|---------|---|--|---|--------------|--------------------------------------|
| | | From April 1, 2004 to December 31, 2004 | From April 1, 2005 to December 31, 2005 | | From April 1, 2004 to March 31, 2005 |
| | | Amount | Amount | Amount | Amount |
| I. | Cash flows from operating activities | | | | |
| | Income before income taxes for the third quarter accounting period (fiscal year) | 112,923 | 112,517 | (405) | 140,388 |
| | Depreciation and amortization | 3,813 | 3,467 | (346) | 5,234 |
| | Increase (decrease) in allowance for bad debts | (4,923) | (2,783) | 2,140 | (4,785) |
| | Decrease (increase) in loans receivable | 4,412 | (11,316) | (15,728) | 2,064 |
| | Decrease (increase) in installment receivable | 42,200 | 31,787 | (10,413) | 51,405 |
| | Decrease (increase) in inventories | (1,298) | (2,121) | (822) | (6,330) |
| | Increase (decrease) in deferred income on installment sales | (7,909) | (4,546) | 3,363 | (7,826) |
| | Other operating activities | (511) | (7,269) | (6,758) | 8,891 |
| | Subtotal | 148,705 | 119,734 | (28,970) | 189,042 |
| | Income taxes paid | (47,796) | (49,590) | (1,794) | (48,520) |
| | Others | 410 | 744 | 334 | 492 |
| | Cash used in operating activities | 101,318 | 70,887 | (30,431) | 141,014 |
| II. | Cash flow from investing activities | | | | |
| | Purchase of tangible fixed assets | (4,646) | (2,874) | 1,771 | (6,819) |
| | Purchase of investments in securities | (1) | (46,073) | (46,072) | (9,316) |
| | Other investment activities | 112 | 4,669 | 4,557 | (1,214) |
| | Net cash used in investing activities | (4,535) | (44,278) | (39,743) | (17,350) |
| III. | Cash flow from financing activities | | | | |
| | Proceeds from short-term loans | 34,864 | 189,787 | 154,923 | 61,782 |
| | Repayments of short-term loans | (43,200) | (182,242) | (139,042) | (71,581) |
| | Proceeds from issue of straight bonds | 9,935 | 39,742 | 29,807 | 19,859 |
| | Payments for redemption of straight bonds | (30,000) | (35,300) | (5,300) | (40,000) |
| | Proceeds from long-term debt | 36,537 | 131,582 | 95,044 | 83,478 |
| | Repayments of long-term debt | (222,858) | (206,145) | 16,712 | (294,099) |
| | Net proceeds from issuance of the Company's stock | 92,625 | — | (92,625) | 92,625 |
| | Net proceeds from disposal of treasury stock | 11,423 | 936 | (10,487) | 11,423 |
| | Payments for purchase of treasury stock | (7,007) | (9,207) | (2,200) | (7,007) |
| | Cash dividends paid by the Company | (12,850) | (19,699) | (6,848) | (12,864) |
| | Other financing activities | (100) | 19,890 | 19,990 | 19,875 |
| | Net cash (used in) provided by financing activities | (130,630) | (70,655) | 59,975 | (136,508) |
| IV. | Effect of exchange rate change on cash and cash equivalents | 93 | 396 | 303 | (109) |
| V. | Increase (decrease) in cash and cash equivalents | (33,753) | (43,649) | (9,895) | (12,953) |
| VI. | Cash and cash equivalents at the beginning of the fiscal year | 158,873 | 145,920 | (12,953) | 158,873 |
| VII. | Cash and cash equivalents at the end of third quarter accounting period (fiscal year) | 125,120 | 102,270 | (22,849) | 145,920 |

2. Consolidated Operating Results

(1) Operating Income by Segment

(Millions of yen)

| Segment | Term | Prior third quarter consolidated accounting period From April 1, 2004 to December 31, 2004 | | This third quarter consolidated accounting period From April 1, 2005 to December 31, 2005 | | Prior consolidated fiscal year From April 1, 2004 to March 31, 2005 | |
|------------------------------------|------|---|-------------------|--|-------------------|--|-------------------|
| | | Amount | Composition ratio | Amount | Composition ratio | Amount | Composition ratio |
| Financial service businesses | | 320,479 | 98.3 % | 331,079 | 98.5 % | 426,714 | 98.3 % |
| Loan business | | 291,926 | 89.6 | 299,790 | 89.2 | 387,348 | 89.3 |
| Credit card business | | 4,730 | 1.4 | 4,921 | 1.5 | 6,311 | 1.4 |
| Installment sales finance business | | 12,783 | 3.9 | 11,488 | 3.4 | 16,622 | 3.8 |
| Guarantee business | | 5,406 | 1.7 | 4,469 | 1.3 | 7,627 | 1.8 |
| Loan servicing business | | 5,633 | 1.7 | 10,229 | 3.0 | 8,762 | 2.0 |
| Others | | 0 | 0.0 | 179 | 0.1 | 42 | 0.0 |
| Other businesses | | 5,546 | 1.7 | 5,043 | 1.5 | 7,250 | 1.7 |
| Rental business | | 2,841 | 0.9 | 3,285 | 1.0 | 3,781 | 0.9 |
| Others | | 2,704 | 0.8 | 1,757 | 0.5 | 3,469 | 0.8 |
| Total | | 326,025 | 100.0 | 336,123 | 100.0 | 433,965 | 100.0 |

(2) Other Statistics

1) Receivables Outstanding

(Millions of yen)

| Segment | Term | Prior third quarter consolidated accounting period | This third quarter consolidated accounting period | Prior consolidated fiscal year |
|------------------------------------|------|--|---|--------------------------------|
| | | (As of December 31, 2004) | (As of December 31, 2005) | (As of March 31, 2005) |
| Loan business | | 1,618,590 | 1,692,016 | 1,680,184 |
| Credit card business | | 49,527 | 49,323 | 49,399 |
| Credit card | | 48,923 | 48,739 | 48,833 |
| Others | | 603 | 583 | 565 |
| Installment sales finance business | | 136,455 | 96,379 | 127,378 |
| Loan servicing business | | 7,671 | 14,751 | 12,723 |
| Total | | 1,812,245 | 1,852,470 | 1,869,685 |

2) Bad Debts

(Millions of yen)

| Category | Term | Prior third quarter consolidated accounting period | This third quarter consolidated accounting period | Prior consolidated fiscal year |
|--|------|--|---|--------------------------------|
| | | (As of December 31, 2004) | (As of December 31, 2005) | (As of March 31, 2005) |
| Loans to borrowers in bankruptcy or under reorganization | | 8,851 | 8,300 | 8,906 |
| Loans in arrears | | 33,036 | 35,192 | 37,077 |
| Loans past due for three months or more | | 2,834 | 4,475 | 1,781 |
| Restructured loans | | 35,637 | 50,522 | 36,196 |
| Total | | 80,360 | 98,490 | 83,961 |

(Category criteria of concerning situations of bad debts)

Loans to borrowers in bankruptcy or under reorganization

Loans to borrowers declared bankrupt, to borrowers under rehabilitation, to borrowers under reorganization, or other similar circumstances, which are part of loans of accrued interest

Loans in arrears

Other delinquent loans exclusive of accrued interest. This category excludes loans on which interest is being waived in support of business restructuring.

Loans past due for three months or more

Loans past due for three months or more that do not fall into the above two categories.

Restructured loans

Loans, other than those in the above three categories, in which favorable terms, such as the reduction of interest, have been granted with a view to promoting recovery of the loans.

3) Number of Customer Accounts

| Segment \ Term | Prior third quarter consolidated accounting period (As of December 31, 2004) | This third quarter consolidated accounting period (As of December 31, 2005) | Prior consolidated fiscal year (As of March 31, 2005) |
|------------------------------------|---|--|--|
| Loan business | 3,231,801 | 3,442,555 | 3,406,054 |
| Credit card business | 1,202,542 | 1,240,513 | 1,197,784 |
| Credit card | 1,196,353 | 1,234,566 | 1,191,975 |
| Others | 6,189 | 5,947 | 5,809 |
| Installment sales finance business | 915,165 | 809,563 | 958,768 |
| Loan servicing business | 87,334 | 183,854 | 137,808 |
| Rental business | 9,789 | 8,177 | 11,319 |

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

 Credit card: Cardholder of ACOM MasterCard®

(3) Installment sales finance business: Number of contracts with receivables outstanding

(4) Loan servicing business: Number of accounts for purchased loans

(5) Rental business: Number of users during the period

4) Other

| Item \ Term | Prior third quarter consolidated accounting period (As of December 31, 2004) | This third quarter consolidated accounting period (As of December 31, 2005) | Prior consolidated fiscal year (As of March 31, 2005) |
|---|---|--|--|
| Number of outlets | 1,779 | 2,025 | 1,854 |
| Number of employees | 6,320 | 6,721 | 6,621 |
| Allowance for bad debts (Millions of yen) | 130,393 | 127,615 | 130,532 |
| Allowance for loss on debt guarantee (Millions of yen) | 2,740 | 1,594 | 1,558 |
| Bad debt write-offs (Millions of yen) | 85,318 | 85,920 | 113,566 |

Note: The amount of allowance for bad debts counted in "Investment and other assets" on the balance sheets is included in "Allowance for bad debts" in the table above.

3. Contingent Liabilities (As of December 31, 2005)

Amount of guaranteed loans of guarantee business

| | |
|--|--------------------|
| Guaranteed loans | 86,134 million yen |
| Allowance for loss on guaranteed loans | 1,594 million yen |
| Net | 84,540 million yen |

[Reference] (Non-consolidated)

(1) Amount of guaranteed loans of guarantee business

| | |
|--|---------------------|
| Guaranteed loans | 156,903 million yen |
| Allowance for loss on guaranteed loans | 3,140 million yen |
| Net | 153,763 million yen |

(2) Amount of guaranteed liabilities of affiliated companies

| | |
|---------------------------------|--------------------|
| EASY BUY Public Company Limited | 36,339 million yen |
| DC Cash One Ltd. | 69,574 million yen |
| JCK CREDIT CO., LTD. | 2,064 million yen |
| IR Loan Servicing, Inc. | 1,200 million yen |
| JLA INCORPORATED | 768 million yen |
| ACOM ESTATE CO., LTD. | 135 million yen |

4. Summarized Financial Statements (Non-consolidated)
(1) Summarized Balance Sheets

(Millions of yen)

| Subject | Term | Prior third quarter accounting period (As of December 31, 2004) | | This third quarter accounting period (As of December 31, 2005) | | Prior consolidated fiscal year (As of March 31, 2005) | | Change (ytd) | |
|--|------|--|-------------------|---|-------------------|--|-------------------|--------------|------------|
| | | Amount | Composition ratio | Amount | Composition ratio | Amount | Composition ratio | Amount | Percentage |
| (Assets) | | | % | | % | | % | | % |
| I. Current assets | | 1,789,527 | 92.8 | 1,715,464 | 87.6 | 1,800,655 | 92.3 | (85,191) | (4.7) |
| Cash and time deposits | | 89,141 | | 58,343 | | 71,785 | | (13,441) | (18.7) |
| Loans receivable | | 1,602,794 | | 1,593,832 | | 1,601,773 | | (7,941) | (0.5) |
| Installment receivable | | 129,051 | | 100,593 | | 118,867 | | (18,274) | (15.4) |
| Deferred tax assets | | 35,468 | | 26,684 | | 37,896 | | (11,211) | (29.6) |
| Short-term loans | | 24,997 | | 23,950 | | 60,977 | | (37,026) | (60.7) |
| Other current assets | | 29,184 | | 27,970 | | 28,975 | | (1,005) | (3.5) |
| Allowances for bad debts | | (121,110) | | (115,910) | | (119,620) | | 3,710 | (3.1) |
| II. Fixed assets | | 139,398 | 7.2 | 242,035 | 12.4 | 150,969 | 7.7 | 91,066 | 60.3 |
| Tangible fixed assets | | 38,519 | | 38,512 | | 38,240 | | 272 | 0.7 |
| Intangible fixed assets | | 1,145 | | 1,138 | | 1,143 | | (4) | (0.4) |
| Investments and other assets | | 99,732 | | 202,384 | | 111,585 | | 90,798 | 81.4 |
| Total Assets | | 1,928,925 | 100.0 | 1,957,500 | 100.0 | 1,951,625 | 100.0 | 5,875 | 0.3 |
| (Liabilities) | | | | | | | | | |
| I. Current liabilities | | 351,786 | 18.2 | 370,742 | 18.9 | 403,996 | 20.7 | (33,254) | (8.2) |
| Short-term loans | | 2,500 | | 2,000 | | 2,500 | | (500) | (20.0) |
| Current portion of long-term loans | | 269,856 | | 223,119 | | 264,581 | | (41,461) | (15.7) |
| Current portion of bonds and notes | | 40,000 | | 70,000 | | 60,000 | | 10,000 | 16.7 |
| Accrued income taxes | | 13,385 | | 11,538 | | 27,029 | | (15,490) | (57.3) |
| Deferred income on installment sales | | 10,671 | | 6,213 | | 9,122 | | (2,908) | (31.9) |
| Other current liabilities | | 15,372 | | 57,870 | | 40,763 | | 17,106 | 42.0 |
| II. Fixed liabilities | | 731,945 | 38.0 | 660,808 | 33.8 | 685,327 | 35.1 | (24,519) | (3.6) |
| Straight bonds | | 225,000 | | 205,000 | | 205,000 | | — | — |
| Long-term loans | | 503,106 | | 433,477 | | 476,641 | | (43,164) | (9.1) |
| Other fixed liabilities | | 3,839 | | 22,331 | | 3,685 | | 18,645 | 505.9 |
| Total liabilities | | 1,083,731 | 56.2 | 1,031,550 | 52.7 | 1,089,323 | 55.8 | (57,773) | (5.3) |
| (Shareholders' equity) | | | | | | | | | |
| I. Common stock | | 63,832 | 3.3 | 63,832 | 3.3 | 63,832 | 3.3 | — | — |
| II. Capital surplus | | 76,458 | 4.0 | 76,056 | 3.9 | 76,458 | 3.9 | (402) | (0.5) |
| III. Retained earnings | | 709,621 | 36.8 | 771,112 | 39.4 | 726,426 | 37.2 | 44,685 | 6.2 |
| IV. Securities valuation adjustment | | 6,082 | 0.3 | 33,608 | 1.7 | 6,384 | 0.3 | 27,223 | 426.4 |
| V. Treasury stock | | (10,801) | (0.6) | (18,659) | (1.0) | (10,801) | (0.5) | (7,858) | 72.8 |
| Total shareholders' equity | | 845,193 | 43.8 | 925,950 | 47.3 | 862,301 | 44.2 | 63,648 | 7.4 |
| Total liabilities and shareholders' equity | | 1,928,925 | 100.0 | 1,957,500 | 100.0 | 1,951,625 | 100.0 | 5,875 | 0.3 |

(2) Summarized Income Statements

(Millions of yen)

| Subject | Term | Prior third quarter accounting period From April 1, 2004 to December 31, 2004 | | This third quarter accounting period From April 1, 2005 to December 31, 2005 | | Change (yoy) | | Prior fiscal year From April 1, 2004 to March 31, 2005 | |
|--|------|---|------------|--|------------|-----------------|------------|--|------------|
| | | Amount | Percentage | Amount | Percentage | Amount | Percentage | Amount | Percentage |
| | | | % | | % | | % | | % |
| I. Operating income | | 303,969 | 100.0 | 300,503 | 100.0 | (3,466) | (1.1) | 402,734 | 100.0 |
| Interest on loans receivable | | 280,983 | | 278,455 | | (2,527) | (0.9) | 372,389 | |
| Fees from credit card business | | 4,581 | | 4,670 | | 89 | 1.9 | 6,113 | |
| Fees from installment sales financing | | 7,381 | | 4,420 | | (2,961) | (40.1) | 9,255 | |
| Fees from credit guarantees | | 4,988 | | 6,314 | | 1,326 | 26.6 | 6,871 | |
| Other financial income | | 14 | | 41 | | 27 | 197.7 | 19 | |
| Sales | | 158 | | — | | (158) | — | 158 | |
| Other operating income | | 5,863 | | 6,599 | | 736 | 12.6 | 7,927 | |
| II. Operating expenses | | 192,704 | 63.4 | 193,574 | 64.4 | 869 | 0.5 | 262,500 | 65.2 |
| Financial expenses | | 16,628 | | 13,784 | | (2,843) | (17.1) | 21,591 | |
| Cost of Sales | | 157 | | — | | (157) | — | 157 | |
| Other operating expenses | | 175,919 | | 179,789 | | 3,870 | 2.2 | 240,751 | |
| Operating profit | | 111,265 | 36.6 | 106,928 | 35.6 | (4,336) | (3.9) | 140,234 | 34.8 |
| III. Non-operating income | | 1,647 | 0.6 | 1,751 | 0.6 | 103 | 6.3 | 2,083 | 0.5 |
| IV. Non-operating expenses | | 576 | 0.2 | 149 | 0.1 | (427) | (74.0) | 622 | 0.1 |
| Income before extraordinary items | | 112,335 | 37.0 | 108,530 | 36.1 | (3,805) | (3.4) | 141,695 | 35.2 |
| V. Extraordinary income | | 0 | 0.0 | 487 | 0.2 | 487 | — | 141 | 0.0 |
| VI. Extraordinary losses | | 1,170 | 0.4 | 942 | 0.3 | (228) | (19.5) | 2,805 | 0.7 |
| Income before income taxes for the third quarter accounting period (fiscal year) | | 111,165 | 36.6 | 108,075 | 36.0 | (3,089) | (2.8) | 139,031 | 34.5 |
| Income taxes (corporation tax, inhabitants' tax and enterprise tax) | | 33,436 | 14.8 | 31,610 | 14.6 | (1,826) | (2.9) | 47,540 | 13.9 |
| Deferred income taxes | | 11,533 | | 12,036 | | 503 | | 8,490 | |
| Net income for the third quarter accounting period (fiscal year) | | 66,196 | 21.8 | 64,428 | 21.4 | (1,767) | (2.7) | 83,001 | 20.6 |
| Retained earnings carried forward from the previous period | | 26,228 | | 23,363 | | (2,864) | (10.9) | 26,228 | |
| Interim dividends | | 7,123 | | 10,999 | | 3,876 | 54.4 | 7,123 | |
| Unappropriated retained earnings for the third quarter accounting period (fiscal year) | | 85,300 | | 76,792 | | (8,508) | (10.0) | 102,106 | |