

## I. New Year Greeting

Takefuji Corporation would like to express our kindest regards and appreciation to you all as New Year's Greeting for 2006. As reflecting the last year, Japanese economy has become firmer with domestic demand including increasing capital expenditure and stabilized employment environment. Following with so-called out of economy leveling-off announcement by the Japanese government and the Bank of Japan in August and the benchmark Nikkei 225 Average crossed 16,000 yen mark in December 2005 for the first time in almost 5 years, it seems to show a clear sign of recovery of Japanese economy. Besides personal consumption index has shown upswing trend since March 2004, and the operating environment surrounding the consumer finance industry is showing clear sign of improvement, as observed in indicators such as personal bankruptcy and unemployment ratio. Takefuji believes that it is a good positive factor for the consumer finance market that leads to increase loan requirements and reducing credit cost caused by personal bankruptcy.

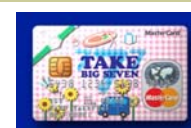


In 2006, Takefuji Corporation is having 40th year anniversary and it will be a significant milestone that accomplishes our dream-come-true target of 1 trillion yen stockholders' equity. There are only 24 companies that hold over 1 trillion yen stockholders' equity in Japan that Takefuji will take a place in one of leading representative institutions of Japan. Since the establishment, we, Takefuji has adhered to our business model as your familiar local consumer finance; unsecured, non-guaranteed, small-lot loan that we have been providing services, which meet customer's needs. It has built our solid business model with warm support from customers and shareholders. And with our business policies, Customer First and Efficient Management, we always do our best to achieve objectives that become challenging and worthwhile for employees with fair approval. Having these traditional business philosophies has differentiated Takefuji to other companies and gives affirmative position in the consumer finance market by way of walking through mainavenue. Furthermore, we will take further steps to emphasize on enhancement and re-thoroughness of compliance and corporate governance structure, to maximize the corporate value and the return to shareholders and advancement for more transparent disclosure. In addition, we will fulfill our social responsibility by way of steady and active social activities and hope to receive continuous warm support from our stakeholders.



## II. Monthly Business Results for December 2005

The flash report for loan business results for December 2005 are as follows. As December is the closing month of the third quarter, the figures are provisional base and actual 3Q results will be announced on January 27, 2006.. In December, a large number of our customers receive their winter bonus. There is a unique tendency during this period for the repayment amount to exceed the new loan amount. Therefore, customers of consumer finance are apt to pay back a large proportion of the loan amount in lump sum in many cases. This proves that customers are utilizing consumer finances in a well-planned and reasonable manner, and can be taken as reflection of the soundness of the industry. As a result of this seasonal tendency, outstanding cash loans as of the end of December fell off slightly from the previous month; however, the degree of such decline has improved by 6% and on a year-on-year basis and by 43% compared to December 2003. The number of new loan customer accounts increased by 8.8% from a year earlier in December, the eighth consecutive month with year-on-year growth since May 05. We would like to express our sincere appreciation to the warm support and encouragement extended to us by our customers and stakeholders.



(Unit of amount: millions of yen)

	Dec. 04	March 05	Dec. 05	Ratio/No. of YoY change	Ratio/No. of change from March 05
Direct cash loans outstanding	1,595,359	1,568,725	<b>1,563,859</b>	-2.0%	-0.3%
Installment (credit) A/Cs receivable	346	357	<b>477</b>	37.9%	33.6%
No. of loan customer A/Cs	2,525,795	2,442,560	<b>2,383,015</b>	-5.7%	-2.4%
No. of new loan customer A/Cs	16,043	23,878	<b>17,460</b>	8.8%	—
No. of branch office	1,892	1,893	<b>1,898</b>	(+6)	(+5)
Manned	528	528	<b>523</b>	(-5)	(-5)
Unmanned	1,363	1,364	<b>1,364</b>	(+1)	(0)
Internet	1	1	<b>1</b>	(0)	(0)
Automatic Quick Loan Application Machine	—	—	<b>10</b>	(+10)	(+10)
No. of unmanned loan contract machines (Yen-musubi machines)	1,892	1,893	<b>1,888</b>	(-4)	(-5)

\* We carry out bad debt write-offs every quarter at the end of June, September, December, and March.

### III.Social Contribution Activities

#### Takefuji invited 132 children in the welfare institution to a V-League games in Fukaya and Saitama

Takefuji Corporation has been inviting children who live in the welfare institution to Takefuji Bamboo official V-League volleyball games. We believe that having lively experiences gives dream, hope and idea of splendor of sports to them. As a part of the activity, we invited 132 children from 18 welfare institutions to 2 V-League games; Fukaya match on 10th Dec. 2005 and Saitama match on 8th Jan. 2006. Both cities are in Saitama prefecture where Takefuji Bamboo's base is located, so that children shared exciting time with a lot of Bamboo fans. Many warm cheering cards and fan letters from children after every game make players of Bamboo so happy. Takefuji will carry on steady CSR activities to express our appreciation to the society. For more information about our CSR activities, please visit [Social Contribution page](#) in our official HP.

[Invitation List]

Date	Games	Invitees (Qty)
2004 Nov.	AEON All star series 2004 Japan-U.S. Baseball Game	200 (100children for 2games)
Nov.	11th V-League game in Kanazawa	37
Nov.	11th V-League game in Akita	38
Dec.	11th V-League game in Maebashi	45
Dec.	11th V-League game in Koshigaya	13
2005 Jan.	11th V-League game in Fukuoka	25
Jan.	11th V-League game in Kyoto	38
Feb.	11th V-League game in Kawagoe	57
Spring to Summer	AICHI EXPO	100
Sep.	12th V-League game in Osaka	40
Oct.	12th V-League game in Maebashi	50
Dec.	12th V-League game in Fukaya	58
2006 Jan.	12th V-League game in Saitama	74
Jan. (schedule)	12th V-League game in Tendo	21 (schedule)
Feb. (schedule)	12th V-League game in Machida	54 (schedule)



## TOPICS

### Takefuji BAMBOO News



Takefuji BAMBOO has picking up its motivation toward second stage of 12th V-League opened on December 3, 2005. It has been in the most important part of the season. Takefuji BAMBOO has made five wins in a row since vs Mobara ALLUKAS on Dec.18, 2005 to vs Hitachi Sawa SEAGULLS on Jan.14 2006. Team BAMBOO shows their advantages effectively with their solid fielding, powerful serves and high dead-ball plays. As of January 15, 2006, overall record of Takefuji BAMBOO in this season is 10 wins - 8 lose and the team is placed at 5th position (with same winning points as SEAGULLS that is placed in 4th position) out of 10 teams. All players in Takefuji BAMBOO are now looking forward to head to the final round of the season. Please keep providing your warm support to Takefuji BAMBOO.

