

I. Summary of Financial Results for the 3rd Quarter of the FY ending March 2006

On Friday January 27, 2006, TAKEFUJI CORPORATION (“the Company”) released its Third-Quarter Financial Results for the Fiscal Year ending March 2006. The summary of the financial results for the third quarter ended

December 31, 2005 and the forecast for the fiscal year ending March 31, 2006 are as follows:



【Key Operational Numbers and Major Profit / Loss Items on Non-consolidated basis】

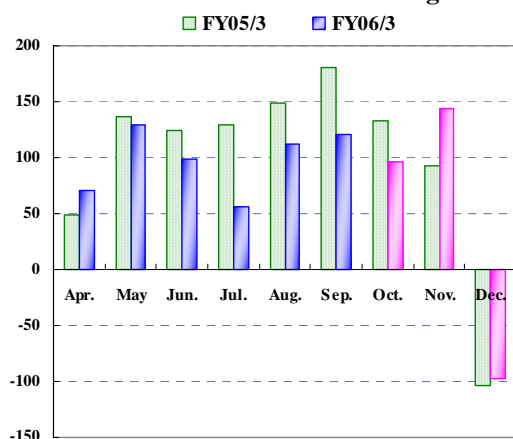
Item	04//12 Results	05//12 Results	Increase / Decrease (%)	06//03 Forecast	Achievement Ratio (%)
Direct cash loan balance (Mil. yen)	1,595,359	1,563,859	▲2.0	1,586,225	98.6
No. of loan customer A/Cs	2,525,795	2,383,015	▲5.7	2,512,560	94.8
No. of new loan customer A/Cs	185,963	200,942	8.1	330,000	60.9
Amount of bad debts written-off (Mil. yen)	60,659	65,282	7.6	90,000	72.5
Ratio of bad debts written-off (%) (Gross credit losses ratio)	3.80	4.17	+ 37bp	5.67	▲150bp
Amount collected from loans previously written-off (Mil. yen)	6,151	4,890	▲20.5	6,200	78.9
Net credit losses ratio (%)	3.42	3.86	+ 44bp	5.28	▲142bp
Operating revenues (Mil.yen)	270,286	264,228	▲2.2	348,600	75.8
Operating expenses (Mil. yen)	185,714	180,465	▲2.8	226,600	79.6
Operating income (Mil. yen)	84,572	83,763	▲1.0	122,000	68.7
Ordinary income (Mil. yen)	86,750	86,140	▲0.7	123,600	69.7
Net income (Mil. yen)	49,591	36,938	▲25.5	59,100	62.5

[Brief Statement of Financial Results at the 3Q for the FY ending March 31, 2006 \(Consolidated/Non-consolidated\)](#) [The 3Q Financial Report for the FY ending March 31, 2006](#)

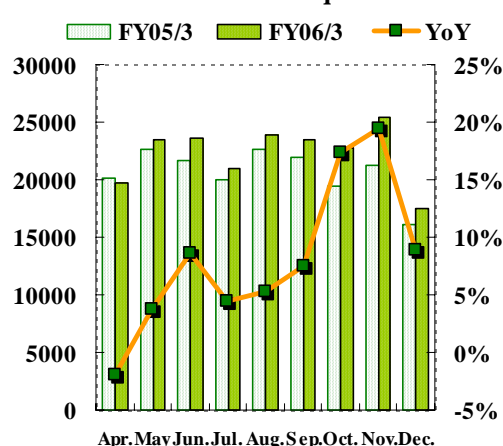
In the third quarter, the consumer finance industry has been witnessing more intense competition with business alliance among different segments as well as new entries from other sectors such as foreign institutions, Japanese banks and Internet-related companies, and some financial institutions have been offering excessive Consolidated Loans Services more aggressively. Under such circumstances, the Company has **placed the strengthening of compliance and corporate governance as one of its top management priorities**, and **focused on re-thoroughness of compliance with laws and regulations company-wide**. Meanwhile, we have **promoted disclosure emphasizing instantaneous and simultaneous disclosure of information so that we can further improve our corporate transparency**.

With regard to the loan business results in the third quarter, the loan balance showed the quarterly growth by 15.3% and new customer acquisition increased by 15.7% respectively on a year-on-year basis mainly due to almost full scale resumption of TV advertisement in October, newly introduced quick loan application machine in November and continuous tissue distribution as our traditional and steady marketing activity. Moreover, the actual average loan yield has been surpassing the forecast yield throughout this fiscal year, and helped the Company to ensure its operating revenues. On non-consolidated basis, operating revenues was 264,228 million yen, ordinary income 86,140 million yen, and net income amounted to 36,938 million yen for the period of nine months ended December 31, 2005. Overall, the financial results for the third quarter maintained in-line level of the full year forecast, which we revised upward on October 27, 2005.

< Growth of Loans Outstanding >



< New Customer Acquisition >



II. Monthly Business Results for January 2006

The loan balance as of the end of January recorded month-on-month growth exceeding 13.1 billion yen on a branch-office basis. The number of new loan customer accounts increased by 9.9% from a year earlier, the ninth consecutive month with year-on-year growth since May 2005 showing more positive results quarter by quarter. We will continue to further improve convenience and expand new customer acquisition channels from the viewpoint of customer service. According to the market research results analyzing the consumer finance companies' TV ad., which was conducted by Japanese Web marketing information site, Dragon.jp, **our seminar version TV ad.** featuring celebrity Hiroko Sato was highly evaluated as visually appealing ad. successfully transmitting educational message to viewers so that they can understand the importance of confirming the details of loan agreement and striking an appropriate balance of loans & expenditure.

It has been reported that the partial review of enforcement regulations of the Moneylending Control Law will be conducted toward this summer. However, we will **promptly and adequately respond to any revision to the industry-related laws based on our strict law-abiding spirit** as we have been doing since the Company's establishment. As mentioned in the articles of FujiSankei Business i. and other newspapers, we performed an examination related to the Personal Information Protection Law mainly for 558 office managers and deputy office managers who work at our branch office for three days from February 14 to 16 in order to prevent troubles and/or claims concerning such law as a part of our efforts to strengthen compliance with laws and regulations as well as **re-thoroughness of our employee training system.** We intend to more focus on legal compliance and promote **Risk management through the compliance program under our corporate creed of Customer First.**

(Unit of amount: millions of yen)

	Jan. 05	March 05	Jan. 06	Ratio/No. of YoY change	Ratio/No. of change from March 05
Direct cash loans outstanding	1,604,655	1,568,725	1,576,154	-1.8%	0.5%
Installment (credit) A/Cs receivable	341	357	470	37.8%	31.7%
No. of loan customer A/Cs	2,532,476	2,442,560	2,392,919	-5.5%	-2.0%
No. of new loan customer A/Cs	18,954	23,878	20,831	9.9%	—
No. of branch office	1,892	1,893	1,898	(+6)	(+5)
Manned	528	528	523	(-5)	(-5)
Unmanned	1,363	1,364	1,364	(+1)	(0)
Internet	1	1	1	(0)	(0)
Automatic Quick Loan Application Machine	—	—	10	(+10)	(+10)
No. of unmanned loan contract machines (Yen-musubi machines)	1,892	1,893	1,888	(-4)	(-5)

III. Social Contribution Activity: Shovel the Snow volunteer

Takefuji Corporation has set the third Wednesday as "Takefuji Clean-up Campaign" since July 2005 that our employees clean up the area surrounding branch offices. However due to heavy snow fall in January in some part of Japan, "Shovel the Snow" volunteer activity replaced Clean-up Campaign. It was reflected to the voice from our staffs in the branch office located in the heavy-snow belt. The suggestion said that snow-fall was heavier than ordinary year and they would willingly to help the local by shoveling the snow rather than cleaning. Although the temperature rose up on the day before the voluntary work, our activity was carried out at 6 branch offices (Otaru branch office in Hokkaido, Nagaoka branch office in Niigata and 4 branch offices in Akita). Takefuji Corporation continues steadily social contribution activities in order to express our sincere thanks to the society with various CSR activities.



Topics

[TAKEFUJI BAMBOO advances to the Final Round!](#)

Takefuji Bamboo made advance to the Final Round of V-League 2005/2006. The team has positioned on 4th place out of 10 teams on 5th February. And the team won the games against the SEAGULLS by 3 sets wins - 1 set lost on 11th Feb. held in Tokorozawa, Saitama. That game resulted best 4 in this season. Takefuji Bamboo also won the game against the Mobarra ALLOUKAS on the next day, 12th Feb. 2005 and grabbed the right for the final round. Top four teams will be taking on each other on 25th Feb. in Osaka and having with its result, top two teams will be proceeding to the final games from 3rd March to 5th in Tokyo. Please keep cheering Takefuji Bamboo and your support for going to the final game to become champion.

