

I.Monthly Business Results for February 2006

The number of new customer accounts increased by 2.7% from a year earlier, the tenth consecutive month with year-on-year growth since May 2005 and it shows positive sign for sales and marketing activities. We have been making our full effort to achieve our yearly targets toward the year end of March 2006 with our business motto as a beloved and familiar financial institution under our corporate creed of Customer First.



At the same time, we have also **re-enhanced the thorough law-abiding practice** among all employees company wide through our training systems including weekly compliance training sessions for all staff and monthly **legal training sessions** for management level such as regional managers, block chiefs and branch office managers. Based on the recognition that customers' personal information is important property belonging to them, we have been holding training sessions on personal information protection at all branch offices every day as well as conducting strict inspection of branch offices. Moreover, we intend to **further strengthen our compliance structure** inclusive of **increasing levels of our employee training systems** so that we can promptly and adequately respond to any revision of enforcement regulations and/or guidelines of the Money-lending Control Law under review.

(Unit of amount: millions of yen)

	Feb. 05	March 05	Feb. 06	Ratio/No. of YoY change	Ratio/No. of change from March 05
Direct cash loans outstanding	1,613,738	1,568,725	1,580,110	-2.1%	0.7%
Installment (credit) A/Cs receivable	354	357	487	37.6%	36.4%
No. of loan customer A/Cs	2,536,319	2,442,560	2,397,218	-5.5%	-1.9%
No. of new loan customer A/Cs	19,113	23,878	19,636	2.7%	—
No. of branch office	1,893	1,893	1,898	(+5)	(+5)
Manned	528	528	523	(-5)	(-5)
Unmanned	1,364	1,364	1,364	(0)	(0)
Internet	1	1	1	(0)	(0)
Automatic Quick Loan Application Machine	—	—	10	(+10)	(+10)
No. of unmanned loan contract machines (Yen-musubi machines)	1,893	1,893	1,888	(-5)	(-5)

II.Report on recent IR activities and future plan

In February 2006, we carried out thirty-three IR activities in total inclusive of joining the Japan IR Forum arranged by a one of the leading foreign-affiliated securities companies held at Tokyo. The top management of Takefuji Corporation ("the Company") was pleased to have an opportunity to explain the regulatory present situation and the future outlook for the consumer finance industry and the Company directly to 189 investors and analysts from 158 companies from all over the world. In addition to IR meeting at our office for investors/analyst for next fiscal year from April 2006 ending March 2007, we will further enhance communication with domestic and foreign institutional/private investors, analysts and shareholders through local interviews, conference calls, global road-show, messages on IR web-site and other communication channels. Furthermore, we intend to **promote fair disclosure to improve further transparency and increase corporate value** by implementing proactive IR activities.



III. Takefuji Ranked No.1 in High Dividend Yield Stock Ranking

The Company ranked as the number one in the Ranking of High Dividend Yield Stock listed in the First Section of Tokyo Stock Exchange by Shijoshimbunsha Corporation on February 28. This ranking consists of issuers with more than 2.0% dividend yield were announced and investors could expect not only capital gains but also income gains. Moreover, Shouken Shinpou Ltd. on March 13 highly evaluated the Company of its shares worthy for long-holding investment after taking into consideration of its positive factors such as high-yield, recovering business results and stable financial base.

We have decided to significantly increase **the interim dividend per share to 115 yen and the full year dividend to 230 yen** with 54.8% payout ratio in the fiscal year ending March 2006 based on the recognition that **the stable and long-term return of capital to shareholders is one of our key capital policies**. And we will further utilize our capital and maximize our shareholder's value to maintain and raise the level of such high dividend.

Rank	Security Code	Issue Name	Expected Dividend Yield (%)
1	8564	Takefuji Corporation	3.2
2	7455	Paris Miki	2.8
3	9739	Nippon Systemware	2.7
3	1914	Japan Foundation Engineering	2.7
5	4537	SSP Co., Ltd.	2.5
6	9107	Kawasaki Kisen	2.4
6	8005	Mutow Co.	2.4
6	5195	Bando Chemical Ind.	2.4
6	9429	Hitachi Mobile Co., Ltd.	2.4
6	6519	ENESERVE CORPORATION	2.4

(Source: Kabushiki Shijo Shimbun as of February 28, 2006)

IV. Social Contribution Activities

Takefuji donated 508 items to the charity bazaar held by "Gringo Project"

Since 2004, Takefuji Corporation has been donating various items like foods, beverages, clothes and others to various welfare organization and institutions several times a year. On 10th and 11th March when the "Gringo Project", the welfare institution for mentally-challenged people, organized the bazaar, the company contributed 508 items, 100 packets of detergent besides soaps, packets of bath salt, ties, socks and tights. The bazaar, which has 14th bazaar this year, is well-known among its neighbourhood, and at the first day on 10th March, approximately 250 people were queued before opening hour. The purposes of the bazaar are: "To enhance their confidence by having social experiences as a vocational rehabilitation" and "To communicate with local residence of the neighbourhood". Also Takefuji staffs participated to support them in stalls among their families and other volunteer members.

The newspaper article of The Shoken Nikkan Shinbun dated 13th March introduced **Takefuji's Clean Up Campaign**, a part of social contribution became famous and well-known to the public and Takefuji Corporation is listed for "FTSE 4Good Global index" as well as "FTSE 4Good Japan Index".

Takefuji Corporation continues steadily social contribution activities in order to express our sincere thanks to the society.



Topics

[<Takefuji BAMBOO> Won the Third Place in the 12th V-League !](#)

Takefuji BAMBOO won the third place at the 12th V-league 2005/2006. Despite that 12th V-league became challenging 6 months-long season, Takefuji BAMBOO built their fighting style as the round went by that they wouldn't miss any chance for piling up scores with solid defense. Takefuji BAMBOO entered Top 4 at the regular round and went into final round of this season. At the first day of final round, on 25th Feb., the team won over Toray ARROWS known as attacking from high position. All Takefuji BAMBOO players countered them confidently and did their best to win the game.



However, on the following day, Takefuji BAMBOO lost to the Pioneer REDWINGS by a narrow margin and confirmed as the third place in this season. But the team has been able to grow dramatically game by game because heartfelt supports from you all, although the team could not enter the grand final. Takefuji BAMBOO will carry on expanding effort in the next season 2006/2007 for the dream of being a champion.

【Final Round Result】

25th Feb. in Osaka: Takefuji BAMBOO won Toray ARROWS 3-1

26th Feb. in Osaka: Takefuji BAMBOO lost Pioneer REDWINGS 1-3 *Takefuji BAMBOO was confirmed as the third place

[The 7th LPGA Takefuji Classic](#)

Takefuji Corporation is pleased to announce that one of 2006 LPGA Tour 2006, the 7th LPGA Takefuji Classic, will be held for 3 days from 3th April (14h in Japan time) 2006 in The Las Vegas Country Club in Nevada, U.S.A. As looking back to 6 years history, the competitions were brought into the final day "play-off" for three times and there were many marvelous plays in the past. The Takefuji Classic gives exciting and challenging scenes to golf-lovers. 9 players out of Top 10 Earning Ranking 2005 have already entered to the tournament field list; last year Winner - Ms. Wendy Ward, 1million-dollar-player, Ms. Paula Creamer and sponsor exempted are Ms.In-Bee Park 5th place in the last year and Ms. Ayaka Kaneko, 2005 Hawaiian State Junior Golf Association's Player of the Year. Also Japanese rising star, s. Ai Miyazato is expected to join the tournament. So golf-lovers might have a chance to see the first Japanese winner in this tournament. Please share and enjoy exciting excellent games by top players.

〔The Outline of 7th LPGA TAKEFUJI CLASSIC〕

Holding period: 13th ~ 15th April 2006 (San Francisco time)

Holding course: The Las Vegas Country Club (Nevada, U.S.A)

Sponsor: Takefuji Corporation

Broadcasting schedule: 6-station network, affiliated to Television Tokyo Channel on 15th, 16th April 2006

(Japan time, broadcasting hour - TBA)

