

## I. Announcement of the 39th Annual Shareholders' Meeting

Takefuji Corporation (the Company) is pleased to announce the holding of the 39th Annual Shareholders Meeting. Details are provided below. On Tuesday, June 13, we dispatched a notice inviting all our shareholders to the meeting. In order for our shareholders to enhance further understanding of the Company, we cordially welcome our shareholders to attend.



Date and time: Thursday, June 29, 2005 at 10:00 a.m.

Venue: Takefuji Corporation Head Office Conference Room, 15-1, Nishi-Shinjuku 8-Chome, Shinjuku-ku Tokyo, Japan

Agenda for the meeting

### Reporting items:

- (1) Report on the operations, non-consolidated balance sheet and non-consolidated income statement for the 39th fiscal term
- (2) Report on the consolidated balance sheet and consolidated income statement for the 39th fiscal term and the result of audits of the consolidated financial statements by the accounting auditor and the Board of Corporate Auditors

### Resolutions:

- No. 1 proposition: Appropriation of the profits for the 39th fiscal term
- No. 2 proposition: Partial amendment to the Articles of Incorporation
- No. 3 proposition: Appointment of nine directors
- No. 4 proposition: Payment of retirement allowances to retiring directors

## II. Notice of Partial Amendment to the Articles of Incorporation and Personnel Change of Directors

On Tuesday, June 6, the Board of Directors made an unofficial decision to partially amend the Articles of Incorporation and undertake a change in personnel on the Board of Directors. Both proposals will be referred to the Annual Shareholders' Meeting on Thursday, June 29. Following its approval, official decisions will be made by the subsequent meeting of the Board of Directors. Under the new organization, the Company will continue to **comply with the unsecured loan limit of one million yen** to prevent multiple debts in consideration of the future possible introduction of a total loan limit. Understanding that real results are attained by following the rules, the Company will **strengthen the framework for statutory compliance and corporate governance**. With the conviction that this will lead to redistribution to profits to shareholders and contribution to the Japanese economy, the Company will **endeavor to maximize shareholder value** by making more effective use of its capital. For details, please refer to the **Notice of Partial Amendment to the Articles of Incorporation** and the **Notice of Personnel Change of Directors**.

## III. Monthly Business Results for May 2006

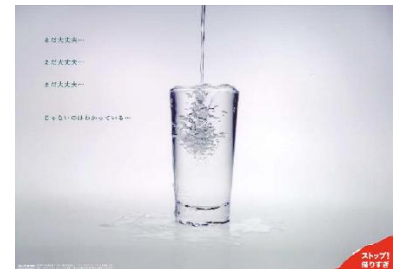
Unit of amount: millions of yen)	May 2005	March 2006	May 2006	Ratio/ No. of YoY change	Ratio/ No. of change from March 06
Direct cash loans outstanding	1,586,447	1,540,046	<b>1,547,616</b>	-2.4%	0.5%
Installment (credit) A/Cs receivable	370	494	<b>503</b>	35.9%	1.8%
No. of loan customer A/Cs	2,451,463	2,322,917	<b>2,331,985</b>	-4.9%	0.4%
No. of new loan customer A/Cs	23,510	21,894	<b>22,442</b>	-4.5%	—
No. of branch office	1,892	1,898	<b>1,896</b>	(+4)	(-2)
Manned	527	523	<b>523</b>	(-4)	(0)
Unmanned	1,364	1,374	<b>1,372</b>	(+8)	(-2)
Internet	1	1	<b>1</b>	(0)	(0)
No. of unmanned loan contract machines (Yen-musubi machines)	1,892	1,888	<b>1,886</b>	(-6)	(-2)

In the consumer finance industry, seven leading companies including Takefuji have been running a **“Stop Excessive Borrowing” Media Campaign** since Saturday, June 10. Takefuji believes that it should strive to ensure that its **internal control system places top priority on compliance** to prevent multiple debts and to improve the credit quality of the loan portfolio, in preference to active implementation of sales strategies. Specifically, the Company will listen to requests from borrowers before offering them easily repayable loans in accordance with rigid credit standards. Repayment period limits have been set at three years for any revolving loan not exceeding 500,000 yen and four years for any such loan between 500,000 yen to 1 million yen. They are aimed at minimizing the burden on borrowers. **With regard to legal and compliance training**, the Company conducted a nationwide trial for three days **on Wed.-Fri, June 14-16**. This was followed by a Company-wide examination and **training for different ranks and levels** as well as study sessions. The Company is making these efforts wherever possible to **further raise awareness of the importance of statutory compliance** and to ensure compliance with relevant laws and regulations and internal rules to deter any statutory violation or complaint. In addition, the Company re-emphasizes its initial **“Customer First”** policy to **best respond to customers' needs**. By offering **education** that brings out employees' potential, the Company will stimulate their work **motivation and morale** as well as the general capabilities of the business entity to **consistently increase its corporate value**.

#### IV. “Stop Excessive Borrowing” Media Campaign commenced

On Saturday, June 10, Takefuji Corporation, ACOM Co., LTD., Promise Co., Ltd., AIFUL CORPORATION, Sanyo Shinpan Finance Co., Ltd., CFJ K.K. and GE Consumer Finance Co., Ltd. kicked off a “Stop Excessive Borrowing” Media Campaign. The campaign centers on TV commercials and is part of **the Self-imposed Attempt for Further Improvement of the Soundness of Consumer Finance Market** announced on Tuesday, March 28, 2006. The campaign is designed to address multiple debts and other issues involving those in need of funds and to encourage the well planned use of services. As leaders in the market, the seven companies will continue to jointly study and implement consumer protection and relief measures to create a healthy and lively market. For an outline of the campaign and achievements of our past voluntary initiatives, please refer to our **news release** on Friday, June 9.

To prevent excessive lending in the future, the Company will **upgrade its counseling activities** from the perspective of customers, as a means of **fulfilling its corporate accountability**. Moreover, with the focus on **availability** to customers in the business model of unsecured, non-guaranteed and small-lot loans, the Company will continually improve its sales and operational structure to swiftly keep pace with the latest changes in the wide-ranging needs of customers.



#### V. Commitment to Social Contribution: Takefuji Volunteerism Month

##### 1 Volunteer Walk on Sunday, May 14

Appealing for global support for orphans, the bi-annual volunteer walk entitled "Ashinaga P Walk 10" took place simultaneously at about 80 courses across the country on Sunday, May 14. A total of 38 Takefuji employees took part, with 16 completing the Hibiya course in Tokyo and the other 22 walking the Osaka Castle course. Ashinaga P Walk 10 is organized mainly by orphans enjoying scholarships from Ashinaga Ikuei Kai. They handle all the preparations on their own, including planning, invitation of participants and fund raising activities. This was the 30<sup>th</sup> volunteer walk, and around the country, about 10,000 participants walked the 10-km course enjoying panel displays and other attractions along the way. Takefuji has been offering financial support to the program since 1995 and assisting in the form of employee participation since 2004. The Company will continue its commitment to supporting the social contribution activities of highly motivated volunteers in ways that go beyond mere financial support.



## 2 Forestry Volunteer Experience on Sunday, May 21

Following the Company's participation last year, eight Takefuji employees took part in the experience seminar organized by the Bureau of Environment of Tokyo Metropolitan Government and NPO Morizukuri Forum, entitled "Tama no Mori Dai Shizen Juku" (Great Nature School in the Tama Forest). On Sunday, May 21, the participants were divided into six groups based on participation numbers and cut undergrowth that could potentially hamper trees from growing, constructed a path to facilitate forestry activities using unwanted wood after improvement cutting and cleared places where cut lumber had been left in disarray. In the fall of last year, the Company established the Forestry Volunteer Club to support the activities of volunteering employees. The Company will use the opportunity of the Volunteerism Month and other occasions to increase participation and to make the movement more active.



## VI. Report on IR Explanatory Meetings for Retail Investors

Takefuji Corporation held IR Briefings for individual investors in Nagoya (Thursday, May 18), Tokyo (Saturday May 20) and Osaka (Friday, May 26). These were the first seminars that the Company held for personal investors. With the help of sponsors—Japan Securities Dealers Association, Institute for Securities Education & Public Relations and Finantec Communications Co., Ltd.—the three meetings attracted more than 1,100 visitors. We would like to take this opportunity to thank our sponsors for their support.

At each meeting, senior manager from Takefuji, Mr. Hikaru Kondo spoke about the present and future state of the consumer finance industry and Takefuji. We are confident that the events have contributed to the understanding of individual shareholders. We received many comments and questions from the audience, and the meetings proved most successful. The Company will step up its IR activities for both individual and institutional investors, whether they are based in Japan or overseas, to ensure **timely and highly transparent disclosure** on every possible occasion.

