

(Translation)
Brief Statement of Financial Results at the Interim
for the Fiscal Year Ending March 31, 2007 (Non-Consolidated)



November 1, 2006

Company Name: **TAKEFUJI CORPORATION**

Stock Listings: Tokyo Stock Exchange, First Section / London Stock Exchange

Code Number: 8564

URL: <http://www.takefuji.co.jp/>

Head Office: 15-1 Nishi-Shinjuku 8-chome, Shinjuku-ku, Tokyo 163-8654, Japan

Representative personnel: **Hikaru Kondo, President**

Administrative personnel to contact: **Tsutomu Nakano, General Manager of Public Relation Department**

Tel: +81-3-3365-8030

Meeting of Board of Directors for Approval of the Interim Results: November 1, 2006

Payment of Interim Dividends: Starting from December 4, 2006

Interim-dividend System: Adopted

Unit of Trade for Stocks: One block of 10

1. Non-Consolidated Business Results at the Interim for the Fiscal Year Ending March 31, 2007 (From April 1, 2006 to September 30, 2006)

(1) Non-consolidated Operating Results

Note: Figures are rounded to the nearest appropriate unit.

	Operating Revenues		Operating Income		Ordinary Income	
	millions of yen	%	millions of yen	%	millions of yen	%
Interim Period ended Sept. 2006	170,162	(-3.3)	66,572	(21.4)	66,657	(18.2)
Interim Period ended Sept. 2005	175,916	(-2.5)	54,824	(10.6)	56,397	(7.3)
Fiscal Year ended Mar. 2006	349,766	(-2.0)	86,817	(-24.3)	89,766	(-23.8)

	Net Income (Loss)		Net Income (Loss) per Share
	millions of yen	%	yen
Interim Period ended Sept. 2006	(144,474)	-	(1,026.78)
Interim Period ended Sept. 2005	19,365	(-33.5)	137.63
Fiscal Year ended Mar. 2006	39,080	(-41.4)	277.42

Note: (a) Average number of shares outstanding during the period:

September 30, 2006 140,706,016 shares

September 30, 2005 140,706,052 shares

March 31, 2006 140,706,045 shares

(b) Accounting change during the current interim period: None

(c) The percentage figures for operating revenues, operating income, ordinary income and net income represent year-on-year changes or interim-on-interim period changes.

(2) Non-Consolidated Financial Position

	Total Assets	Shareholders' Equity	Shareholders' Equity Ratio	Shareholders' Equity per Share
	millions of yen	millions of yen	%	yen
Interim Period ended Sept. 2006	1,766,695	805,232	45.6	5,722.80
Interim Period ended Sept. 2005	1,807,543	962,849	53.3	6,842.98
Fiscal Year ended Mar. 2006	1,780,265	969,250	54.4	6,888.16

Note: (a) Number of shares outstanding as of the end of the period:

September 30, 2006 140,706,007 shares

September 30, 2005 140,706,051 shares

March 31, 2006 140,706,025 shares

(b) Number of shares held by the Company as of the end of the period:

September 30, 2006 6,589,193 shares

September 30, 2005 6,589,149 shares

March 31, 2006 6,589,175 shares

2. Forecasts of Non -Consolidated Operating Results for the Fiscal Year Ending March 31, 2007 (From April 1, 2006 to March 31, 2007)

	Operating Revenues	Ordinary Income	Net Income(Loss)
Fiscal Year ending March 31, 2007 (full year)	millions of yen 333,700	millions of yen 125,200	millions of yen (109,900)

(Reference Data) Forecast net income per share (full year) : -778.22 yen

3 Dividends

Cash dividends

	Dividends per share (Yen)		
	Interim Dividend per Share	Annual Dividend per Share	Full year
Fiscal Year ended March 2006	115.00	115.00	230.00
Fiscal Year ending March 2007 (resolved)	115.00	-	230.00
Fiscal Year ending March 2007 (expected)	-	115.00	

Forecasts of Takefuji Corporation (the “Company”)

The forecasts and figures in forward-looking statements contained in this Brief Statement of Financial Results at the Interim for the fiscal year ending March 31, 2007 in regard to the Company’s plans and strategies are based on the best information currently available and management’s assumptions and beliefs with regard to various factors with uncertainty which may have an impact on the Company’s future operating results. Actual results may differ from those in the forward-looking statements as a result of various factors.

1. Non-Consolidated Financial Statements

(1) Non-Consolidated Balance Sheets

Item of accounts	Note	Previous Interim Period As of Sept. 30, 2005		Current Interim Period as of Sept. 30, 2006		Previous Fiscal Year as of Mar.31, 2006	
		Amount (millions of yen)	Com- position Ratio (%)	Amount (millions of yen)	Com- position Ratio (%)	Amount (millions of yen)	Com- position Ratio (%)
Assets:							
I Current assets							
1 Cash in hand and at banks		52,645		57,966		54,972	
2 Direct cash loans to customers	*1.2.7	1,577,078		1,518,789		1,540,046	
3 Installment receivables		440		577		494	
4 Inventories		258		325		371	
5 Short-term loans receivable		72,996		29,998		40,000	
6 Deferred income tax assets		16,243		26,321		19,489	
7 Other current assets		39,212		33,115		34,862	
Allowance for credit losses		-158,981		-162,719		-150,430	
Total current assets		1,599,890	88.5	1,504,372	85.2	1,539,805	86.5
II Fixed assets							
1 Tangible fixed assets	*5						
(1) Land	*1	23,132		23,132		23,132	
(2) Other tangible fixed assets	*1	14,551		13,845		14,109	
Total tangible fixed assets		37,683		36,977		37,241	
2 Intangible fixed assets		5,956		5,443		5,767	
3 Investments and other assets							
(1) Investments in subsidiaries and affiliates		38,433		38,433		38,433	
(2) Deferred income tax assets		-		106,836		17,139	
(3) Other investments and assets		51,587		74,635		69,188	
Total investments and other assets		90,021		219,903		124,760	
Total fixed assets		133,660	7.4	262,323	14.8	167,769	9.4
III Deferred charges							
1. Discount on bonds		73,993		-		72,692	
Total deferred charges		73,993	4.1	-	-	72,692	4.1
Total assets		1,807,543	100.0	1,766,695	100.0	1,780,265	100.0

Item of accounts	Note	Previous Interim Period as of Sept. 30, 2005		Current Interim Period as of Sept. 30, 2006		Previous Fiscal Year as of Mar.31, 2006			
		Amount (millions of yen)	Com- position Ratio (%)	Amount (millions of yen)	Com- position Ratio (%)	Amount (millions of yen)	Com- position Ratio (%)		
Liabilities:									
I Current Liabilities									
1 Short-term borrowings		14,250		16,000		14,250			
2 Current maturities of bonds		38,000		30,000		68,000			
3 Current portion of long-term borrowings	*1	119,118		107,451		113,986			
4 Accrued income taxes		31,690		27,507		26,871			
5 Allowance for losses for refund of interest received from customers		-		-		22,500			
6 Allowance for bonuses		892		786		753			
7 Allowance for bonuses for directors		-		22		-			
8 Other current liabilities		14,381		17,080		14,606			
Total current liabilities			218,331	12.1		198,846	11.2	260,966	14.7
II Fixed liabilities									
1 Bonds		258,567		157,178		228,567			
2 Long-term borrowings	*1	351,861		321,750		305,304			
3 Allowance for losses for refund of interest received from customers		-		269,562		-			
4 Allowance for retirement benefits of employees		2,844		3,059		3,056			
5 Allowance for retirement benefits of directors and corporate auditors		86		103		104			
6 Other fixed liabilities		13,006		10,965		13,018			
Total fixed liabilities			626,364	34.6		762,617	43.2	550,049	30.9
Total liabilities			844,694	46.7		961,462	54.4	811,015	45.6

Item of accounts	Note	Previous Interim Period as of Sept. 30, 2005		Current Interim Period as of Sept. 30, 2006		Previous Fiscal Year as of Mar.31, 2006		
		Amount (millions of yen)	Com- position Ratio (%)	Amount (millions of yen)	Com- position Ratio (%)	Amount (millions of yen)	Com- position Ratio (%)	
Shareholders' Equity:								
I Common stock			30,478	1.7	-	-	30,478	1.7
II Capital surplus								
1 Additional paid-in capital		52,263			-		52,263	
Total capital surplus			52,263	2.9		-	52,263	2.9
III Retained earnings								
1 Legal reserve		7,619			-		7,619	
2 General reserve		874,961			-		874,961	
3 Unappropriated retained earnings		31,639			-		35,173	
Total retained earnings			914,219	50.6		-	917,753	51.6
IV Net unrealized gains on investments in securities			6,664	0.4		-	9,532	0.5
V Treasury stock			-40,776	-2.3		-	-40,776	-2.3
Total shareholders' equity			962,849	53.3		-	969,250	54.4
Total liabilities and shareholders' equity			1,807,543	100.0		-	1,780,265	100.0

Item of accounts	Note	Previous Interim Period as of Sept. 30, 2005		Current Interim Period as of Sept. 30, 2006		Previous Fiscal Year as of Mar.31, 2006	
		Amount (millions of yen)	Com- position Ratio (%)	Amount (millions of yen)	Com- position Ratio (%)	Amount (millions of yen)	Com- position Ratio (%)
Net assets :							
I Shareholders' Equity							
1 Common stock		-	-	30,478	1.7	-	-
2 Capital surplus							
(1) Additional paid-in capital		-	-	52,263		-	
Total capital surplus		-	-	52,263	3.0	-	-
3 Retained earnings							
(1) Legal reserve		-	-	7,619		-	
(2) Other retained earnings							
General reserve		-	-	875,961		-	
Retained earnings brought forward		-	-	-126,527		-	
Total retained earnings		-	-	757,053	42.8	-	-
4 Treasury stock		-	-	-40,776	-2.3	-	-
Total Shareholders' Equity		-	-	799,018	45.2	-	-
II Valuation							
1 Net unrealized gains on investments in securities		-	-	6,633	0.4	-	-
2 Deferred hedge gains or losses		-	-	-419	-0.0	-	-
Total Valuation		-	-	6,214	0.4	-	-
Total net assets		-	-	805,232	45.6	-	-
Total liabilities and net assets		-	-	1,766,695	100.0	-	-

(2) Non-Consolidated Statements of Income

Item of accounts	Note	Previous Interim Period from Apr. 1 to Sept. 30, 2005		Current Interim Period from Apr. 1 to Sept. 30, 2006		Previous Fiscal Year from Apr. 1, 2005 to Mar. 31, 2006	
		Amount (millions of yen)	Com- position Ratio (%)	Amount (millions of yen)	Com- position Ratio (%)	Amount (millions of yen)	Com- position Ratio (%)
I Operating revenues							
1 Interest income on direct cash loans to customers		171,962		164,877		341,463	
2 Commissions earned		31		43		66	
3 Other financial income		208		1,577		687	
4 Other operating income		3,715		3,665		7,551	
Total operating revenues		175,916	100.0	170,162	100.0	349,766	100.0
II Operating expenses							
1 Financial expenses		10,424		10,536		20,867	
2 Other operating expenses	*1	110,668		93,053		242,082	
Total operating expenses		121,091	68.8	103,590	60.9	262,948	75.2
Operating income		54,824	31.2	66,572	39.1	86,817	24.8
III Non-operating income	*2	1,636	0.9	432	0.3	3,077	0.9
IV Non-operating expenses	*3	63	0.0	348	0.2	128	0.0
Ordinary income		56,397	32.1	66,657	39.2	89,766	25.7
V Extraordinary income	*4	28,264	16.1	-	-	28,264	8.1
VI Extraordinary losses	*5.7	55,855	31.8	272,137	159.9	55,857	16.0
Income before income taxes		28,806	16.4	-	-	62,173	17.8
Loss before income taxes		-	-	205,479	120.8	-	-
Corporate taxes, inhabitants taxes and enterprise taxes		32,791		33,266		49,526	
Corporate income taxes refunded		-10,043		-		-10,043	
Deferred income tax expenses		-13,307	5.4	-94,271	-35.9	-16,390	6.6
Net income		19,365	11.0	-	-	39,080	11.2
Net loss		-	-	144,474	84.9	-	-
Retained earnings brought Forward		12,274		-		12,274	
Interim dividend		-		-		16,181	
Unappropriated retained earnings at the end of the interim period (fiscal year)		31,639		-		35,173	

(3) Non-Consolidated Statement of Changes in Net Assets

Current Interim Period (from April 1 to September 30, 2006)

(millions of yen)

	Shareholders' Equity						Valuation		
	Common stock	Capital surplus	Legal reserve	Retained earnings		Treasury stock	Total shareholders' Equity	Net unrealized gains on Investments in securities	Deferred hedge gains or losses
		Additional paid-in capital		General reserve	Retained earnings brought forward				
Balance as of March 31, 2006	30,478	52,263	7,619	874,961	35,173	-40,776	959,718	9,532	-
Changes of items during interim period									
General reserve (Note)	-	-	-	1,000	-1,000	-	-	-	-
Dividends (Note)	-	-	-	-	-16,181	-	-16,181	-	-
Bonuses for directors (Note)	-	-	-	-	-45	-	-45	-	-
Net Loss	-	-	-	-	-144,474	-	-144,474	-	-
Acquisition of treasury stock	-	-	-	-	-	-0	-0	-	-
Net changes of items other than shareholders' equity	-	-	-	-	-	-	-	-2,899	-419
Total changes of items during interim period	-	-	-	1,000	-161,700	-0	-160,700	-2,899	-419
Balance as of September 30, 2006	30,478	52,263	7,619	875,961	-126,527	-40,776	799,018	6,633	-419

Note: Items represent disposal of retained earnings at the General meeting in June 2006.

Significant Accounting Policies for Interim Non-Consolidated Financial Statements

Previous Interim Period from Apr.1 to Sept. 30, 2005	Current Interim Period from Apr. 1 to Sept. 30, 2006	Previous Fiscal Year from Apr. 1, 2005 to Mar. 31, 2006
<p>1. Valuation and computation of significant assets (1) Valuation of securities Investments in subsidiaries and affiliates: Cost as determined by the moving average method.</p> <p>Other securities: Where there is a market quotation- Market value as determined by the quoted price at the end of the interim period. The difference between the acquisition cost and the market value, netted of the related income taxes, is included directly in shareholders' equity, and the cost of securities sold is computed using the moving average method.</p> <p>Where there is no market quotation- Cost as determined by the moving average method.</p> <p>(2) Valuation of inventories Cost based on the last purchase price method</p> <p>2. Depreciation of the fixed assets (1) Tangible fixed assets Depreciation is computed on the declining-balance method at rates based on the estimated useful lives of assets, except that the depreciation method for buildings (excluding auxiliary facilities attached to buildings), which were acquired on or after April 1, 1998, is the straight-line method. The range of useful lives is from 15 to 50 years for buildings, 10 years to 30 years for structures and from 4 to 15 years for equipment, furniture and fixtures.</p> <p>(2) Intangible fixed assets Software costs for internal use are amortized on the straight-line method over 5 years which is the estimated useful life. Other intangible fixed assets are amortized on the straight-line method.</p> <p>3. Accounting for deferred charges Discount on bonds is amortized over the period until redemption.</p>	<p>1. Valuation and computation of significant assets (1) Valuation of securities Investments in subsidiaries and affiliates: The same as the previous interim period</p> <p>Other securities: Where there is a market quotation- Market value as determined by the quoted price at the end of the interim period. The difference between the acquisition cost and the market value, netted of the related income taxes, is included directly in net assets, and the cost of securities sold is computed using the moving average method.</p> <p>Where there is no market quotation- The same as the previous interim period</p> <p>(2) Valuation of inventories The same as the previous interim period</p> <p>2. Depreciation of the fixed assets (1) Tangible fixed assets The same as the previous interim period</p> <p>(2) Intangible fixed assets The same as the previous interim period</p> <p>3. -</p>	<p>1. Valuation and computation of significant assets (1) Valuation of securities Investments in subsidiaries and affiliates: Cost determined by the moving average method.</p> <p>Other securities: Where there is a market quotation- Market value as determined by the quoted price at the end of the fiscal year. The difference between the acquisition cost and the market value, netted of the related income taxes, is included directly in shareholders' equity, and cost of securities sold is computed using the moving average method.</p> <p>Where there is no market quotation- Cost as determined by the moving average method.</p> <p>(2) Valuation of inventories Cost based on the last purchase price method</p> <p>2. Depreciation of the fixed assets (1) Tangible fixed assets Depreciation is computed on the declining-balance method at rates based on the estimated useful lives of assets, except that the depreciation method for buildings (excluding auxiliary facilities attached to buildings), which were acquired on or after April 1, 1998, is the straight-line method. The range of useful lives is from 15 to 50 years for buildings, 10 years to 30 years for structures and from 4 to 15 years for equipment, furnitures and fixtures.</p> <p>(2) Intangible fixed assets Software costs for internal use are amortized on the straight-line method over 5 years which is the estimated useful life. Other intangible fixed assets are amortized on the straight-line method.</p> <p>3. Accounting for deferred charges Discount on bonds is amortized over the period until redemption.</p>

Previous Interim Period from Apr.1 to Sept. 30, 2005	Current Interim Period from Apr. 1 to Sept. 30, 2006	Previous Fiscal Year from Apr. 1, 2005 to Mar. 31, 2006
<p>4. Basis of calculating allowances (1) Allowance for credit losses In providing for possible credit losses on direct cash loans, the Company records an allowance for loans (including delinquent loans past due 30 days or less) based on an actual percentage based on all write-offs, including those arising from personal bankruptcy of customers. With respect to specific loans classified as doubtful such as delinquent loans past due for longer periods, the Company records an allowance for credit losses thereon at the estimated uncollectible amounts based on the write-offs of such loans with similar credit risk ratings over a certain period.</p>	<p>4. Basis of calculating allowances (1) Allowance for credit losses In providing for possible credit losses on direct cash loans, the Company records an allowance for loans (including delinquent loans past due 30 days or less) based on an actual percentage based on all write-offs, including those arising from personal bankruptcy of customers. With respect to specific loans classified as doubtful such as delinquent loans past due for longer periods, the Company records an allowance for credit losses thereon at the estimated uncollectible amounts based on the write-offs of such loans with similar credit risk ratings over a certain period.</p> <p>(Additional Information) From the current interim period, the Company records allowance for losses for refund of interest received from customers for expected portion of loss for refund of interest that should be deducted from direct cash loans to customers in accordance with “Application of auditing for provision of allowance for losses for re-claimed refund of interest in the accounting of consumer finance companies” of the industry audit practice committee report No.37 by the Japanese institute of certified public accountants.</p> <p>With this change, the portion of expected losses for refund of interest of 12,531 million yen that was included in allowance for credit losses at the beginning of the fiscal year is converted to allowance for losses for refund of interest received from customers.</p>	<p>4. Basis of calculating allowances (1) Allowance for credit losses In providing for possible credit losses on direct cash loans, the Company records an allowance for loans (including delinquent loans past due 30 days or less) based on an actual percentage based on all write-offs, including those arising from personal bankruptcy of customers. With respect to specific loans classified as doubtful such as delinquent loans past due for longer periods, the Company records an allowance for credit losses thereon at the estimated uncollectible amounts based on the write-offs of such loans with similar credit risk ratings over a certain period.</p>

Previous Interim Period from Apr.1 to Sept. 30, 2005	Current Interim Period from Apr. 1 to Sept. 30, 2006	Previous Fiscal Year from Apr. 1, 2005 to Mar. 31, 2006
<p>(2) -</p> <p>(3) Allowance for bonuses In providing for bonuses payable to employees, the Company records an allowance for current interim period portion thereof based on the expected payment of bonuses for employees.</p>	<p>(2) Allowance for losses for refund of interest received from customers In providing for possible losses for refund of interest received from customers exceeding the upper limit of interest rate prescribed under the Interest Rate Restriction Law, the Company records an allowance for losses for refund of interest received from customers based on the anticipated losses for refund reclaim from customers at the end of the current fiscal year. (Additional Information) From the current interim period, the Company records allowance for losses for refund of interest received from customers in accordance with “Application of auditing for provision of allowance for losses for re-claimed refund of interest in the accounting of consumer finance companies” of the industry audit practice committee report No.37 by the Japanese institute of certified public accountants. With this change, the Company recorded 272,038 million yen as provision of allowance for losses for refund of interest received from customers in the section of extra ordinary losses that is the difference between 307,069 million yen that is calculated as the allowance for losses for refund of interest received from customers in accordance with the report above stated at the beginning of the fiscal year and 35,031 million yen (including 12,531 million yen converted from allowance for credit losses at the beginning of the fiscal year) that was calculated as the allowance for losses for refund of interest received from customers in accordance with the previous standard. As a result, other operating expenses decreased 65,423 million yen, operating income and ordinary income increased the same amount respectively and loss before income taxes increased 206,615 million yen compared with the previous period.</p> <p>(3) Allowance for bonuses The same as the previous interim period.</p>	<p>(2) Allowance for losses for refund of interest received from customers In providing for possible losses for refund of interest received from customers exceeding the upper limit of interest rate prescribed under the Interest Rate Restriction Law, the Company records an allowance for losses for refund of interest received from customers based on the anticipated losses for refund reclaim from customers at the end of the current fiscal year. (Additional Information) Allowance for losses for refund of interest received from customers was recorded from the current fiscal year due to the increased significance of those re-claimed losses on the financial statements, which were related to the interests received from customers exceeding the upper limit of interest rate prescribed under the Interest Rate Restriction Law, resulting from the supreme court decisions on January 13 and 19, 2006 about practical application of the voluntary repayments rules prescribed under Article 43 of the Moneylending Control Law. This resulted in an increase of other operating expenses by 22,500 million yen and in decreases of operating income, ordinary income and income before income taxes by the same amount, respectively.</p> <p>(3) Allowance for bonuses In providing for bonuses payable to employees, the Company records an allowance for current fiscal year portion thereof based on the expected payment of bonuses for employees.</p>

Previous Interim Period from Apr.1 to Sept. 30, 2005	Current Interim Period from Apr. 1 to Sept. 30, 2006	Previous Fiscal Year from Apr. 1, 2005 to Mar. 31, 2006
<p>(4) -</p> <p>(5) Allowance for retirement benefits of employees The Company records an allowance for retirement benefits based on projected benefit obligations and pension fund assets as at the balance sheet date. Actuarial gain or loss is charged or credited to income in the fiscal year next to the year when that was incurred.</p> <p>(6) Allowance for directors' and corporate auditors' retirement benefits The Company records an allowance for directors' and corporate auditors' retirement benefits at the amount that would be payable if directors and corporate auditors retired at the end of the interim period in accordance with the Company's internal rules.</p> <p>5. Accounting for lease transactions Finance leases, other than those which are deemed to transfer the ownership of the leased assets to the lessees, are accounted for by the method similar to that applicable to operating leases.</p>	<p>(4) Allowance for bonuses for directors In providing for bonuses payable to directors, the Company records an allowance for current interim period portion thereof based on the expected payment of bonuses for directors. (Changes in accounting policy) The Company applied "Accounting standard for Directors' Bonus" (Statement No.4 of Accounting standards board of Japan on November 29, 2005). As a result operating income and ordinary income decreased 22 million yen respectively and loss before income taxes increased by the same amount compared with the previous period.</p> <p>(5) Allowance for retirement benefits of employees The same as the previous interim period.</p> <p>(6) Allowance for directors' and corporate auditors' retirement benefits The same as the previous interim period.</p> <p>5. Accounting for lease transactions The same as the previous interim period.</p>	<p>(4) -</p> <p>(5) Allowance for retirement benefits of employees The Company records an allowance for retirement benefits based on projected benefit obligations and pension fund assets as at the balance sheet date. Actuarial gain or loss is charged or credited to income in the fiscal year next to the year when that was incurred.</p> <p>(6) Allowance for directors' and corporate auditors' retirement benefits The Company records an allowance for directors' and corporate auditors' retirement benefits at the amount that would be payable if directors and corporate auditors retired at the end of the fiscal year in accordance with the Company's internal rules.</p> <p>5. Accounting for lease transactions Finance leases, other than those which are deemed to transfer the ownership of the leased assets to the lessees, are accounted for by the method similar to that applicable to operating leases.</p>

Previous Interim Period from Apr. 1 to Sept. 30, 2005	Current Interim Period from Apr. 1 to Sept. 30, 2006	Previous Fiscal Year from Apr. 1, 2005 to Mar. 31, 2006
<p>6. Accounting for hedging activities The Company uses financial derivative transactions to reduce its exposure to market risks from fluctuations in interest rates and foreign currency exchange rates related to borrowings, bonds and interest expenses. Currencies and interest swap transactions contracts were accounted for using the special treatment of hedge accounting for interest swaps allowed under the Japanese GAAP.</p> <p>7. Other significant accounting policies for the preparation of interim financial statements (1) Basis of recognition of interest income on direct cash loans Interest income on direct cash loans is recognized on an accrual basis. Accrued interest is recognized at either the contracted rate applied to individual loan or the maximum rate permitted by the Interest Rate Restriction Law, whichever is lower.</p> <p>(2) Accounting treatment of consumption tax Transactions subject to consumption tax are stated at the amount which includes the related consumption tax.</p>	<p>6 Accounting for hedging activities The Company uses financial derivative transactions to reduce its exposure to market risks from fluctuations in interest rates and foreign currency exchange rates related to borrowings, bonds and interest expenses. Interest swap transactions and Currencies and interest swap transactions were accounted for using the deferred hedge method prescribed under the Japanese GAAP. Currencies and interest swap transactions were accounted for using the special treatment of hedge accounting for interest swaps allowed under the Japanese GAAP. The Company evaluates the effectiveness of hedging activities by comparison between accumulated fluctuations in accumulated market quotations and accumulated cash flows of the hedged items and those of the related hedging activities and the resulting ratios in those fluctuations between the hedged items and the related hedging activities. Note that evaluation of the effectiveness about interest swaps accounted for using the special treatment of hedge accounting is omitted due to no requirements under the Japanese GAAP.</p> <p>7. Other significant accounting policies for the preparation of interim financial statements (1) Basis of recognition of interest income on direct cash loans The same as the previous interim period.</p> <p>(2) Accounting treatment of consumption tax The same as the previous interim period.</p>	<p>6 Accounting for hedging activities The Company uses financial derivative transactions to reduce its exposure to market risks from fluctuations in interest rates and foreign currency exchange rates related to borrowings, bonds and interest expenses. Interest swap transactions and bond option transaction were accounted for using the deferred hedge method prescribed under the Japanese GAAP. Currencies and interest swap transactions were accounted for using the special treatment of hedge accounting for interest swaps allowed under the Japanese GAAP. The Company evaluates the effectiveness of hedging activities by comparison between accumulated fluctuations in accumulated market quotations and accumulated cash flows of the hedged items and those of the related hedging activities and the resulting ratios in those fluctuations between the hedged items and the related hedging activities. Note that evaluation of the effectiveness about interest swaps accounted for using the special treatment of hedge accounting is omitted due to no requirements under the Japanese GAAP.</p> <p>7. Other significant accounting policies for the preparation of financial statements (1) Basis of recognition of interest income on direct cash loans Interest income on direct cash loans is recognized on an accrual basis. Accrued interest is recognized at either the contracted rate applied to individual loan or the maximum rate permitted by the Interest Rate Restriction Law, whichever is lower.</p> <p>(2) Accounting treatment of consumption tax Transactions subject to consumption tax are stated at the amount which includes the related consumption tax.</p>

Changes in Significant Accounting Policies for Interim Non-Consolidated Financial Statements

Previous Interim Period from Apr.1 to Sept. 30, 2005	Current Interim Period from Apr. 1 to Sept. 30, 2006	Previous Fiscal Year from Apr. 1, 2005 to Mar. 31, 2006
<p>(Accounting standard for impairment of fixed assets) From current interim period, the company has adopted the accounting standard for impairment of fixed assets (“Opinion on establishment of asset-impairment accounting standards”) (by Business Accounting Council on August 9, 2002) and “Implementation guidance for accounting standard for impairment of fixed assets” (Implementation guidance No.6 of corporate accounting standard on October 31, 2003). This adoption resulted in increase of operating revenues and ordinary income by 5 million yen and a decrease of income before income taxes by 18,744 million yen. Further, the Company recorded “Loss on devaluation of investments in subsidiaries and affiliates” resulting from recognition of impairment loss on the golf course by a consolidated subsidiary (Take One Country Club Ltd.). This resulted in a decrease of income before income taxes by 34,334 million yen. Accumulated loss on impairment of fixed assets is deducted directly from the book value of each asset in accordance with the revised disclosure rules of interim non-consolidated financial statements.</p> <p style="text-align: center;">-</p>	-	<p>(Accounting standard for impairment of fixed assets) From current fiscal year, the company has adopted the accounting standard for impairment of fixed assets (“Opinion on establishment of asset-impairment accounting standards”) (by Business Accounting Council on August 9, 2002) and “Implementation guidance for accounting standard for impairment of fixed assets” (Implementation guidance No.6 of corporate accounting standard on October 31, 2003). This adoption resulted in increase of operating revenues and ordinary income by 10 million yen and a decrease of income before income taxes by 18,739 million yen. Further, the Company recorded “Loss on devaluation of investments in subsidiaries and affiliates” resulting from recognition of impairment loss on the golf course by a consolidated subsidiary (Take One Country Club Ltd.). This resulted in a decrease of income before income taxes by 34,334 million yen. Accumulated loss on impairment of fixed assets is deducted directly from the book value of each asset in accordance with the revised disclosure rules of non-consolidated financial statements.</p> <p style="text-align: center;">-</p>
-	<p>(Accounting standard for financial services) From current fiscal year, the company has adopted “Accounting standard for financial instruments” (Statement No.10 of Accounting standards board of Japan on August 11, 2006) and “Tentative solution on accounting for deferred assets” (PITF No.19 on August 11, 2006). As a result discount on bonds amounting to 71,389 million yen which were previously recorded as deferred charges is now recorded as deduction from bonds on the balance sheets.</p>	-

Previous Interim Period from Apr. 1 to Sept. 30, 2005	Current Interim Period from Apr. 1 to Sept. 30, 2006	Previous Fiscal Year from Apr. 1, 2005 to Mar. 31, 2006
-	<p>(Accounting standard for presentation of net assets in the balance sheet)</p> <p>From current interim period, the company has adopted "Accounting standard for presentation of net assets in the balance sheet" (Statement No.5 on December 9, 2005) and "Guidance on accounting standard for presentation of net assets in the balance sheet" (Guidance No.8 on December 9, 2005) of the accounting standards board of Japan. Shareholders' equity under the previous presentation method amounted to 805,651 million yen.</p> <p>Net assets in the balance sheets for the current interim period have been presented in accordance with the revised disclosure rules of interim financial statements in accordance with the revision of disclosure rules of interim financial statements.</p>	-

Reclassification

Previous Interim Period from Apr. 1 to Sept. 30, 2005	Current Interim Period from Apr. 1 to Sept. 30, 2006
-	<p>(Non-Consolidated Balance Sheets) Deferred income tax assets, which had been included in "others" in other investments and assets in the previous interim period were shown separately as "Deferred income tax assets " from the current interim period due to exceeding more than 5 percent of the total assets. Deferred income tax assets, which was included in "others" in other investments and assets in the previous interim period, amounted to 19,268 million yen.</p>

Footnotes to Non-Consolidated Balance Sheets

Items	Previous Interim Period as of Sept. 30, 2005	Current Interim Period as of Sept. 30, 2006	Previous Fiscal Year as of Mar. 31, 2006
*1. The assets pledged as security and the corresponding secured liabilities are as follows:			
Pledged assets	(millions of yen)	(millions of yen)	(millions of yen)
Direct cash loans to customers	364,952	355,670	299,312
Land	12,688	12,688	12,688
Other tangible fixed assets	3,631	3,394	3,509
Total	<u>381,270</u>	<u>371,751</u>	<u>315,509</u>
Secured liabilities	(millions of yen)	(millions of yen)	(millions of yen)
Current portion of long-term borrowings	43,015	45,190	39,134
Long-term borrowings	<u>205,128</u>	<u>208,084</u>	<u>185,723</u>
Total	248,143	253,273	224,857
	Amounts stated above include the portion which is related to the financing scheme by way of trusts of direct cash loans to customers (Direct cash loans to customers; 318,485 million yen, long-term borrowings (including current portion thereof); 233,940 million yen). In addition to the above, direct cash loans to customers of 17,161 million yen may be pledged as collateral for the long-term borrowings of 13,400 million yen, including the current portion thereof, upon requests from financial institutions under agreements	Amounts stated above include the portion which is related to the financing scheme by way of trusts of direct cash loans to customers (Direct cash loans to customers; 355,670 million yen, long-term borrowings (including current portion thereof); 248,873 million yen). In addition to the above, direct cash loans to customers of 7,480 million yen may be pledged as collateral for the long-term borrowings of 4,500 million yen, including the current portion thereof, upon requests from financial institutions under agreements	Amounts stated above include the portion which is related to the financing scheme by way of trusts of direct cash loans to customers (Direct cash loans to customers; 297,132 million yen, long-term borrowings (including current portion thereof); 217,957 million yen). In addition to the above, direct cash loans to customers of 12,320 million yen may be pledged as collateral for the long-term borrowings of 9,000 million yen, including the current portion thereof, upon requests from financial institutions under agreements
*2. The total outstanding balance of unsecured loans to individuals included in direct cash loans to customers	1,577,078 million yen	1,518,789 million yen	1,540,046 million yen

Items	Previous Interim Period as of Sept. 30, 2005	Current Interim Period as of Sept. 30, 2006	Previous Fiscal Year as of Mar. 31, 2006
3. Commitment of direct cash loans	Regarding direct cash loans, once a credit limit has been established for a customer, the customer may access his or her credit line on a revolving basis. 410,609 million yen concerned the contract stated above is unused and 248,655 million yen, which is for the customers whose balance is zero at the end of the interim period, is included in it. The credit line of a customer is either increased or decreased by the Company at its discretion based on the credit capacity of the customer. The Company believes that the total unused balance of each customer's credit line does not significantly affect the Company's cash flows in the future.	Regarding direct cash loans, once a credit limit has been established for a customer, the customer may access his or her credit line on a revolving basis. 396,215 million yen concerned the contract stated above is unused and 239,074 million yen, which is for the customers whose balance is zero at the end of the interim period, is included in it. The credit line of a customer is either increased or decreased by the Company at its discretion based on the credit capacity of the customer. The Company believes that the total unused balance of each customer's credit line does not significantly affect the Company's cash flows in the future.	Regarding direct cash loans, once a credit limit has been established for a customer, the customer may access his or her credit line on a revolving basis. 404,304 million yen concerned the contract stated above is unused and 243,407 million yen, which is for the customers whose balance is zero at the end of the fiscal year, is included in it. The credit line of a customer is either increased or decreased by the Company at its discretion based on the credit capacity of the customer. The Company believes that the total unused balance of each customer's credit line does not significantly affect the Company's cash flows in the future.
4. Commitment of long-term borrowings	The Company borrows long-term funds under committed lines of credit. The Company has available committed lines of credit equal to yen equivalent of US\$3,500 million. At the end of the interim period, the Company's outstanding balances under the committed lines of credit were yen equivalent of US\$1,931 million in total and remaining unused portion was yen equivalent of US\$1,569 million.	The Company borrows long-term funds under committed lines of credit. The Company has available committed lines of credit equal to yen equivalent of US\$3,500 million. At the end of the interim period, the Company's outstanding balances under the committed lines of credit were yen equivalent of US\$2,098 million in total and remaining unused portion was yen equivalent of US\$1,402 million.	The Company borrows long-term funds under committed lines of credit. The company has available committed lines of credit equal to 3,500 million yen, respectively. At the end of the current fiscal year, the Company's outstanding balances under the committed lines of credit was equivalent of US\$1,814 million in total and remaining unused portion was yen equivalent of US\$1,686 million, respectively
*5. Accumulated depreciation for tangible fixed assets	32,965 million yen	34,784 million yen	33,944 million yen
6. Contingent liabilities	Contingent liabilities related to the contracts assuming the obligation of bonds The unsecured bond (second issuance) with term of 7 years 30,000 million yen The unsecured bond (fourth issuance) with term of 7 years 30,000 million yen	Contingent liabilities related to the contracts assuming the obligation of bonds The unsecured bond (second issuance) with term of 7 years 30,000 million yen The unsecured bond (fourth issuance) with term of 7 years 30,000 million yen	Contingent liabilities related to the contracts assuming the obligation of bonds The unsecured bond (second issuance) with term of 7 years 30,000 million yen The unsecured bond (fourth issuance) with term of 7 years 30,000 million yen

Items	Previous Interim Period as of Sept. 30, 2005	Current Interim Period as of Sept. 30, 2006	Previous Fiscal Year as of Mar. 31, 2006
*7. Delinquent loans receivable Loans to bankrupt borrowers	894 million yen Loans to bankrupt borrowers are loans under declaration of bankruptcy, reconstruction and similar proceedings and in addition, whose interest is no longer accrued as income since the principal or interest on such loans is unlikely to be repaid in view of the considerable period of delinquencies of the principal and interest, or other circumstances.	1,011 million yen Loans to bankrupt borrowers are loans under declaration of bankruptcy, reconstruction and similar proceedings and in addition, whose interest is no longer accrued as income since the principal or interest on such loans is unlikely to be repaid in view of the considerable period of delinquencies of the principal and interest, or other circumstances.	1,115 million yen Loans to bankrupt borrowers are loans under declaration of bankruptcy, reconstruction and similar proceedings and in addition, whose interest is no longer accrued as income since the principal or interest on such loans is unlikely to be repaid in view of the considerable period of delinquencies of the principal and interest, or other circumstances.
Delinquent loans	69,452 million yen Delinquent loans are loans whose interest is no longer accrued as income since the principal or interest on such loans is unlikely to be repaid in view of the considerable period of delinquencies of the principal and interest or other circumstances, and do not include loans to bankrupt borrowers.	84,393 million yen Delinquent loans are loans whose interest is no longer accrued as income since the principal or interest on such loans is unlikely to be repaid in view of the considerable period of delinquencies of the principal and interest or other circumstances, and do not include loans to bankrupt borrowers.	64,072 million yen Delinquent loans are loans whose interest is no longer accrued as income since the principal or interest on such loan is unlikely to be repaid in view of the considerable period of delinquencies of the principal and interest, or other circumstances, and do not include loans to bankrupt borrowers.
Delinquent loans past due three months or more	25,835 million yen Delinquent loans past due three months or more are loans which are delinquent for three months or more from the due date of interest or principal under the term of the related loan agreements and do not include loans to bankrupt borrowers and delinquent loans.	38,572 million yen Delinquent loans past due three months or more are loans which are delinquent for three months or more from the due date of interest or principal under the term of the related loan agreements and do not include loans to bankrupt borrowers and delinquent loans.	24,890 million yen Delinquent loans past due three months or more are loans which are delinquent for three months or more from the due date of interest or principal under the term of the related loan agreements and do not include loans to bankrupt borrowers and delinquent loans.
Restructured loans	110,130 million yen (103,421 million yen) Restructured loans are loans with concessionary interest rates, as well as loans with negotiated terms regarding the timing of interest and principal payment. Restructured loans do not include loans to bankrupt borrowers, delinquent loans and delinquent loans past due three months or more. The loans classified as restructured loans include loan receivables current or less than 31 days past due, the amount of which is indicated in the parenthesis as above.	99,231 million yen (92,403 million yen) Restructured loans are loans with concessionary interest rates, as well as loans with negotiated terms regarding the timing of interest and principal payment. Restructured loans do not include loans to bankrupt borrowers, delinquent loans and delinquent loans past due three months or more. The loans classified as restructured loans include loan receivables current or less than 31 days past due, the amount of which is indicated in the parenthesis as above.	105,153 million yen (98,819 million yen) Restructured loans are loans with concessionary interest rates, as well as loans with negotiated terms regarding the timing of interest and principal payment. Restructured loans do not include loans to bankrupt borrowers, delinquent loans and delinquent loans past due three months or more. The loans classified as restructured loans include loan receivables current or less than 31 days past due, the amount of which is indicated in the parenthesis as above.

Footnotes to Non-Consolidated Statements of Income

Items	Previous Interim Period from Apr. 1 to Sept. 30, 2005	Current Interim Period from Apr. 1 to Sept. 30, 2006	Previous Fiscal Year from Apr. 1, 2005 to Mar. 31, 2006
*1. Depreciation			
Tangible fixed assets	972 million yen	919 million yen	2,022 million yen
Intangible fixed assets	654	782	1,364
*2. Main items of non-operating income			
Dividends income	396 million yen	145 million yen	427 million yen
Profit on investments in partnerships	416	125	1,058
Foreign exchange gains	687	54	1,189
*3. Main items of non-operating expenses			
Loss on sales and disposal of fixed assets	58 million yen	30	76 million yen
Option fees	-	316	47
*4. Main items of extraordinary income			
Gain on sales of investments in securities	28,264 million yen	- million yen	28,264 million yen
*5. Main items of extraordinary losses			
Loss on devaluation of investments in securities	28 million yen	99 million yen	29 million yen
Loss on devaluation of investments in subsidiaries and affiliates	34,334	-	34,335
Loss on redemption of bonds	2,418	-	2,418
Loss on impairment of fixed assets	18,749	-	18,749
Provision of allowance for losses for refund of interest received from customers	-	272,038	-
6. Basis for classification of financial income and expenses on the statements of income	<p>(1) Financial income stated as operating revenues Include all financial income excluding dividends and interest income from affiliated companies and excluding dividends and interest and so forth received on investments in securities.</p> <p>(2) Financial expenses Include all financial expenses by the Company engaged in financial services, other than interest payable which has no relationship with operating revenues.</p>	<p>(1) Financial income stated as operating revenues The same as the previous interim period.</p> <p>(2) Financial expenses The same as the previous interim period.</p>	<p>(1) Financial income stated as operating revenues Include all financial revenues excluding dividends and interest received from affiliated companies and excluding dividends and interest and so forth received on investments in securities.</p> <p>(2) Financial expenses Include all financial expenses by the Company engaged in financial services, other than interest payable which has no relationship with operating revenues.</p>

Items	Previous Interim Period from Apr. 1 to Sept. 30, 2005	Current Interim Period from Apr. 1 to Sept. 30, 2006	Previous Fiscal Year from Apr. 1, 2005 to Mar. 31, 2006																																																		
*7.Loss on impairment of fixed assets	<p>For purposes of recognition and measurement of an impairment loss, the assets used for business are grouped based on each business, and the assets for rent and those not in use are grouped based on each property.</p> <p>Due to the consecutive decline of land price and other factors for the assets not in use, and due to the serious deterioration of profitability and the consecutive decline of land price for a part of the assets for rent, the book values of those assets were written down to the value that is estimated to be collectible, resulting in recognition of loss on impairment of fixed assets amounting to 18,749 million yen as an extraordinary loss item. Impairment losses by account are as follows:</p> <p style="text-align: center;">(millions of yen)</p> <table border="1" data-bbox="587 996 858 1220"> <tr><td>Buildings</td><td>257</td></tr> <tr><td>Structures</td><td>4</td></tr> <tr><td>Land</td><td>17,111</td></tr> <tr><td>Construct- ion in progress</td><td>1,147</td></tr> <tr><td>Investment in lands</td><td>230</td></tr> </table> <p>Impairment losses by classification and location are as follows:</p> <p>Assets not in use</p> <p style="text-align: center;">(millions of yen)</p> <table border="1" data-bbox="580 1348 858 1653"> <thead> <tr><th>Classifi- cation</th><th>Location</th><th>amount</th></tr> </thead> <tbody> <tr><td>Land</td><td>Karuiz- awa</td><td>243</td></tr> <tr><td>Invest- ment in land</td><td>Aomori rokunohe</td><td>230</td></tr> <tr><td>Land and buildings</td><td>Amam- iohshima and other six items</td><td>242</td></tr> <tr><td>Total</td><td></td><td>715</td></tr> </tbody> </table>	Buildings	257	Structures	4	Land	17,111	Construct- ion in progress	1,147	Investment in lands	230	Classifi- cation	Location	amount	Land	Karuiz- awa	243	Invest- ment in land	Aomori rokunohe	230	Land and buildings	Amam- iohshima and other six items	242	Total		715	-	<p>For purposes of recognition and measurement of an impairment loss, the assets used for business are grouped based on each business, and the assets for rent and those not in use are grouped based on each property.</p> <p>Due to the consecutive decline of land price and other factors for the assets not in use, and due to the serious deterioration of profitability and the consecutive decline of land price for a part of the assets for rent, the book values of those assets were written down to the value that is estimated to be collectible, resulting in recognition of loss on impairment of fixed assets amounting to 18,749 million yen as an extraordinary loss item. Impairment losses by account are as follows:</p> <p style="text-align: center;">(millions of yen)</p> <table border="1" data-bbox="1193 996 1465 1220"> <tr><td>Buildings</td><td>257</td></tr> <tr><td>Structures</td><td>4</td></tr> <tr><td>Land</td><td>17,111</td></tr> <tr><td>Construct- ion in progress</td><td>1,147</td></tr> <tr><td>Investment in lands</td><td>230</td></tr> </table> <p>Impairment losses by classification and location are as follows:</p> <p>Assets not in use</p> <p style="text-align: center;">(millions of yen)</p> <table border="1" data-bbox="1187 1348 1465 1653"> <thead> <tr><th>Classifi- cation</th><th>Location</th><th>amount</th></tr> </thead> <tbody> <tr><td>Land</td><td>Karuiz- awa</td><td>243</td></tr> <tr><td>Invest- ment in land</td><td>Aomori rokunohe</td><td>230</td></tr> <tr><td>Land and buildings</td><td>Amam- iohshima and other six items</td><td>242</td></tr> <tr><td>Total</td><td></td><td>715</td></tr> </tbody> </table>	Buildings	257	Structures	4	Land	17,111	Construct- ion in progress	1,147	Investment in lands	230	Classifi- cation	Location	amount	Land	Karuiz- awa	243	Invest- ment in land	Aomori rokunohe	230	Land and buildings	Amam- iohshima and other six items	242	Total		715
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Items	Previous Interim Period from Apr.1 to Sept. 30, 2005			Current Interim Period from Apr. 1 to Sept. 30, 2006			Previous Fiscal Year from Apr. 1, 2005 to Mar. 31, 2006		
	Assets for rent (millions of yen)						Assets for rent (millions of yen)		
	Classifi- cation	Locati- on	Amount				Classifi- cation	Locati- on	Amount
	Land	Kobe sanno- miya	7,002				Land	Kobe sanno- miya	7,002
	Land and Construct- ion in progress	Kouji- machi	4,244				Land and Construct- ion in progress	Kouji- machi	4,244
	Land	Ikebu- kuro	2,659				Land	Ikebu- kuro	2,659
	Land, buildings and structures	Koma- gome	1,936				Land, buildings and structures	Koma- gome	1,936
	Land, buildings and structures	Chiba	1,331				Land, buildings and structures	Chiba	1,331
	Land, buildings and structures	Kanda and other five items	861				Land, buildings and structures	Kanda and other five items	861
	Total		18,034				Total		18,034
	The total impairment losses; 18,749 million yen Collectible amount is the higher of either net market value or value in use. Net market value is based on the appraisal value by real estate appraiser. Value in use is calculated by discounting future cash flow by 6.1%.						The total impairment losses; 18,749 million yen Collectible amount is the higher of either net market value or value in use. Net market value is based on the appraisal value by real estate appraiser. Value in use is calculated by discounting future cash flow by 6.1%.		

Footnotes to Non-Consolidated Statement of Changes in Net Assets

Current Interim Period (from April 1 to September 30, 2006)

Type and the number of treasury stocks

	The number at the end of previous fiscal year (thousand shares)	The number increased during current interim period (thousand shares)	The number decreased during current interim period (thousand shares)	The number at the end of current interim period (thousand shares)
Common stocks (Note)	6,589	0	-	6,589
total	6,589	0	-	6,589

Note: 0 thousand shares of increased common stocks represent purchase of under unit stocks.

Footnotes to Lease Transactions

Items	Previous Interim Period from Apr.1 to Sept. 30, 2005	Current Interim Period from Apr. 1 to Sept. 30, 2006	Previous Fiscal Year from Apr. 1, 2005 to Mar. 31, 2006
Finance lease transactions other than those where ownership of the leased asset is transferred to the lessee.	1. Equivalent of acquisition cost, accumulated depreciation, accumulated impairment loss and net book value of the leased assets. Other tangible fixed assets Acquisition cost 3,816 million yen Accumulated depreciation 2,960 million yen Net book value of the leased assets 856 million yen Note: Equivalent of acquisition cost included the portion of interest thereon, as the outstanding lease fee payable at the end of the interim period is insignificant compared to the balances of tangible fixed assets.	1. Equivalent of acquisition cost, accumulated depreciation, accumulated impairment loss and net book value of the leased assets. Other tangible fixed assets Acquisition cost 1,856 million yen Accumulated depreciation 1,553 million yen Net book value of the leased assets 303 million yen Note: The same as the previous interim period.	1. Equivalent of acquisition cost, accumulated depreciation, accumulated impairment loss and net book value of the leased assets. Other tangible fixed assets Acquisition cost 2,586 million yen Accumulated depreciation 2,057 million yen Net book value of the leased assets 528 million yen Note: Equivalent of acquisition cost included the portion of interest thereon, as the outstanding lease fee payable at the end of the fiscal year is insignificant compared to the balances of tangible fixed assets.
	2. Outstanding lease fee payable etc. Outstanding lease fee payable Due within one year: 553 million yen Due over one year 303 million yen Total 856 million yen Note: Outstanding future lease fee payable included the portion of interest thereon, as the outstanding lease fee payable at the end of the interim period is insignificant compared to the balances of tangible fixed assets.	2. Outstanding lease fee payable etc. Outstanding lease fee payable Due within one year: 266 million yen Due over one year 37 million yen Total 303 million yen Note: The same as the previous interim period.	2. Outstanding lease fee payable etc. Outstanding lease fee payable Due within one year: 387 million yen Due over one year 141 million yen Total 528 million yen Note: Outstanding future lease fee payable included the portion of interest thereon, as the outstanding lease fee payable at the end of the fiscal year is insignificant compared to the balances of tangible fixed assets.
	3. Lease fee, a reversal of accumulated impairment loss on leased assets account, equivalent of depreciation and impairment loss Lease fee and equivalent of depreciation 470 million yen	3. Lease fee, a reversal of accumulated impairment loss on leased assets account, equivalent of depreciation and impairment loss Lease fee and equivalent of depreciation 226 millions of yen	3. Lease fee, a reversal of accumulated impairment loss on leased assets account, equivalent of depreciation and impairment loss Lease fee and equivalent of depreciation 802 million yen
	4. Method of calculation of equivalent of depreciation Calculated by using the straight-line method, assuming that the lease period is the useful life of the asset and a residual value is zero. (Impairment loss) No impairment loss is recorded for leased assets.	4. Method of calculation of equivalent of depreciation The same as the previous interim period. (Impairment loss) No impairment loss is recorded for leased assets.	4. Method of calculation of equivalent of depreciation Calculated by using the straight-line method, assuming that the lease period is the useful life of the asset and a residual value is zero. (Impairment loss) No impairment loss is recorded for leased assets.

Footnotes to Marketable Securities

There were no investments in subsidiaries and affiliates with market quotation at the ends of the previous interim period, the current interim period and the previous fiscal year.

Footnotes to Statistics per Share

Previous Interim Period from Apr.1 to Sept. 30, 2005	Current Interim Period from Apr. 1 to Sept. 30, 2006	Previous Fiscal Year from Apr. 1, 2005 to Mar. 31, 2006
Net assets per share; 6,842.98yen Net income per share; 137.63 yen Net income per share-diluted 133.83 yen	Net assets per share; 5,722.80 yen Net loss per share; 1,026.78 yen Net income per share-diluted is not presented since net loss is recorded and there are no potential stocks.	Net assets per share; 6,888.16 yen Net income per share; 277.42 yen Net income per share-diluted 269.78 yen

Note: Basis for calculating net income or loss per share and net income per share-diluted are as follows;

(millions of yen)

	Previous Interim Period from Apr. 1 to Sept. 30, 2005	Current Interim Period from Apr. 1 to Sept. 30, 2006	Previous Fiscal Year from Apr. 1, 2005 to Mar. 31, 2006
Net income per share			
Net income for the interim period (the fiscal year)	19,365	-	39,080
Net loss	-	144,474	-
Net income not available to common shareholders	-	-	45
(Bonuses to directors included in the above)	-	-	(45)
Net income for common stocks	19,365	-	39,035
Net loss for common stocks	-	144,474	-
Average number of shares outstanding during the current interim period (fiscal year) (thousand shares)	140,706	140,706	140,706
Net income per share-diluted			
Net income effect of dilutive securities	-	-	-
Incremental shares of common stocks from dilutive securities (thousand shares)	3,989	-	3,989
(Incremental shares from assumed conversions of convertible bonds included in the above) (thousand shares)	(3,989)	(-)	(3,989)

Subsequent Events

None

2. Actual Operating Results

(1) Break-down of Operating Revenues

Source of revenues		Previous Interim Period from Apr. 1 to Sept. 30, 2005		Current Interim Period from Apr. 1 to Sept. 30, 2006		Previous Fiscal Year from Apr. 1, 2005 to Mar. 31, 2006	
		Amount (millions of yen)	Composition Ratio (%)	Amount (millions of yen)	Composition Ratio (%)	Amount (millions of yen)	Composition Ratio (%)
Interest income on direct cash loans	Unsecured loans	171,962	97.8	164,877	96.9	341,463	97.6
Commissions earned	Credit card	31	0.0	43	0.0	66	0.0
Other financial income	Interest on bank deposits	206	0.1	367	0.2	498	0.1
	Interest on loans other than direct cash loans	2	0.0	21	0.0	5	0.0
	Others	-	-	1,190	0.7	184	0.1
	Sub-total	208	0.1	1,577	0.9	687	0.2
Other operating income	Collection from bad debts previously written- off	3,230	1.8	3,147	1.9	6,559	1.9
	Real estate rent	415	0.2	438	0.3	849	0.3
	Others	70	0.1	81	0.0	143	0.0
	Sub-total	3,715	2.1	3,665	2.2	7,551	2.2
Total		175,916	100.0	170,162	100.0	349,766	100.0

Note: 1. "Others" in other financial income consist mainly of interest received from interest swap transaction.

2. "Others" in other operating income consist mainly of fees earned.

(2) Other Highlights Data

Items	Previous Interim Period as of Sept. 30, 2005	Current Interim Period as of Sept. 30, 2006	Previous Fiscal Year as of Mar. 31, 2006
Outstanding direct cash loans to customers (millions of yen)	1,577,078	1,518,789	1,540,046
Unsecured loans	1,577,078	1,518,789	1,540,046
Secured loans	-	-	-
Installment receivables (millions of yen)	440	577	494
Number of customer accounts	2,404,389	2,268,706	2,322,917
Unsecured loans	2,404,389	2,268,706	2,322,917
Secured loans	-	-	-
Number of credit card membership member	245,247	271,326	254,665
Number of branches	1,888	1,896	1,898
Manned	523	523	523
Unmanned	1,364	1,362	1,364
Internet Yen shop	1	1	1
Quick loan application machines	-	10	10
Number of unmanned loan contract machines (Yen-musubi machines)	1,888	1,886	1,888
Number of cash dispensers and ATMs	38,697	46,008	45,450
Owned	2,025	2,023	2,025
Other available ATM by on-line network	36,672	43,985	43,425
Number of employees	3,424	3,133	3,171
Write-offs (millions of yen)	42,142	31,841	108,504
Interest refunded to customers (portion of damaged principal) (millions of yen)	-	15,328	-
Allowance for credit losses (millions of yen)	158,981	162,719	150,430