



(Translation)  
**Brief Statement of Financial Results at the Third Quarter  
 for the Fiscal Year Ending March 31, 2008**

February 8, 2008

*Company Name:* **TAKEFUJI CORPORATION** (the “Company”)  
*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 Relations Department**  
*Tel:* +81-3-3365-8030

Note: Figures are rounded (as for “statistics per share” at three places of decimal) to the nearest appropriate unit.

**1. Consolidated Business Results at the Third Quarter for the Fiscal Year ending March 31, 2008  
 (From April 1, 2007 to December 31, 2007)**

**(1) Consolidated Operating Results**

Note: The percentage figures for operating revenues, operating income, ordinary income and net income represent year-on-year changes.

	Operating Revenues		Operating Income		Ordinary Income	
	millions of yen	%	millions of yen	%	millions of yen	%
Nine-Month Period ended Dec. 2007	210,261	(-16.8)	31,501	(-67.9)	31,251	(-68.2)
Nine-Month Period ended Dec. 2006	252,676	(-4.8)	98,141	(16.1)	98,367	(11.1)
Fiscal Year ended Mar. 2007	328,920	( - )	-165,030	( - )	-163,764	( - )

	Net Income		Net Income per Share	Net Income per Share-Diluted
	millions of yen	%	yen	yen
Nine-Month Period ended Dec. 2007	34,246	( - )	243.51	-
Nine-Month Period ended Dec. 2006	-350,078	( - )	-2,488.01	-
Fiscal Year ended Mar. 2007	-481,274	( - )	-3,420.42	-

**(2) Consolidated Financial Position**

	Total Assets	Net Assets	Shareholders' Equity Ratio	Net Assets per Share
	millions of yen	millions of yen	%	yen
Nine-Month Period ended Dec. 2007	1,443,310	459,505	31.8	3,278.14
Nine-Month Period ended Dec. 2006	1,608,461	589,468	36.6	4,189.36
Fiscal Year ended Mar. 2007	1,583,172	457,714	28.9	3,252.98

**(3) Consolidated Cash Flows**

	Operating Cash Flows	Investing Cash Flows	Financing Cash Flows	Cash and Cash Equivalents as of the end of the Nine-Month Period (Fiscal Year)
	millions of yen	millions of yen	millions of yen	millions of yen
Nine-Month Period ended Dec. 2007	127,923	150	-100,988	122,441
Nine-Month Period ended Dec. 2006	37,598	-1,290	-63,503	80,036
Fiscal Year ended Mar. 2007	70,455	-1,248	-80,291	96,096

## 2. Dividends

Effect Date	Dividends per Share				
	End of First Quarter	End of Interim Period	End of Third Quarter	End of Fiscal Year	Full Year
Fiscal Year ended Mar. 2007	yen -	yen 115.00	yen -	yen 115.00	yen 230.00
Fiscal Year ending Mar. 2008	-	90.00	-	90.00	180.00
Fiscal Year ending Mar. 2008 (Forecasts)					

## 3. Forecasts of Consolidated Operating Results for the Fiscal Year ending March 2008 (From April 1, 2007 to March 31, 2008) [Reference]

Note: The percentage figures shows against previous period

	Operating Revenues		Operating Income		Ordinary Income	
	millions of yen	%	millions of yen	%	millions of yen	%
Full Year	273,600	(-16.8)	40,600	( - )	40,500	( - )

	Net Income		Net Income per Share
	millions of yen	%	yen
Full Year	43,300	( - )	308.91

## 4. Others

- (1) Changes of significant subsidiaries during fiscal year (Changes in scope of consolidation) : None
- (2) Adoption of simple method in accounting during the nine-month period: None
- (3) Accounting change during the nine-month period: Yes

[Refer to the details of 4.Others on page 6 of “Qualitative Information and Financial Statements”.]

## Reference

### Financial Results at the Third Quarter for the Fiscal Year ending March 31, 2008 (Non-Consolidated)

#### 1. Non-Consolidated Business Results at the Third Quarter for the Fiscal Year ending March 31, 2008 (From April 1, 2007 to December 31, 2007)

##### (1) Non-Consolidated Operating Results

Note: The percentage figures for operating revenues, operating income, ordinary income and net income represent year-on-year changes.

	Operating Revenues		Operating Income		Ordinary Income	
	millions of yen	%	millions of yen	%	millions of yen	%
Nine-Month Period ended Dec. 2007	209,472	(-16.9)	30,708	(-68.5)	29,915	(-69.4)
Nine-Month Period ended Dec. 2006	252,030	(-4.6)	97,586	(16.5)	97,738	(13.5)
Fiscal Year ended Mar. 2007	328,045	(-)	-165,839	(-)	-165,726	(-)

	Net Income		Net Income per Share
	millions of yen	%	yen
Nine-Month Period ended Dec. 2007	33,391	(-)	237.43
Nine-Month Period ended Dec. 2006	-350,449	(-)	-2,490.65
Fiscal Year ended Mar. 2007	-481,377	(-)	-3,421.15

##### (2) Non-Consolidated Financial Position

	Total Assets	Net Assets	Shareholders' Equity Ratio	Net Assets per Share
	millions of yen	millions of yen	%	yen
Nine-Month Period ended Dec. 2007	1,460,890	454,472	31.1	3,242.23
Nine-Month Period ended Dec. 2006	1,619,490	584,803	36.1	4,156.20
Fiscal Year ended Mar. 2007	1,594,014	453,227	28.4	3,221.09

#### 2. Forecasts of Non-Consolidated Operating Results for the Fiscal Year ending March 2008 (From April 1, 2007 to March 31, 2008) [Reference]

Note: The percentage figures shows against previous period

	Operating Revenues		Operating Income		Ordinary Income	
	millions of yen	%	millions of yen	%	millions of yen	%
Full Year	272,500	(-16.9)	39,600	(-)	38,900	(-)

	Net Income		Net Income per Share
	millions of yen	%	yen
Full Year	42,300	(-)	301.78

##### \* Explanatory note and remarks regarding performance forecasts

- The consolidated and non-consolidated forecasts published on Nov. 8, 2007 are revised in this Brief Statement of Financial Results.
- The above forecasts and figures in the Statements are based on beliefs in light of information currently available as of the date of this announcement and management's assumptions with involvement of uncertain factors which may have an impact on our future business performance. Final business results may differ greatly from the forecasts above as a result of various factors and future events. Please refer to 3. Qualitative information on the forecasts of operating results of "Qualitative Information and Financial Statements" on page 5, for notes on using the forecasts, the assumptions on which they are based, and the reversion of the forecasts mentioned in the above clause 1.

## **Qualitative Information and Financial Statements**

### **1. Qualitative information on consolidated operating results**

In Japanese economy for the third quarter of the fiscal year ending March 31, 2008, although private consumption has been steady, a certain degree of discreteness has been observed in the business conditions due to the impacts of high-priced raw materials and unpredictable U.S. economy.

Under these circumstances, as regards to the consumer finance industry, with the 2<sup>nd</sup> stage Money Lending Business Law enforcement in December last year, further thoroughness of compliance is imperative, considering changes such as “reinforcement of behavior regulation” and “introduction of business improvement order.” Additionally, it is concerned that expected implementation of “introduction of aggregate debt control” and “lowering the maximum lending rate” may hit the revenues of consumer finance companies and possibly effect the funding caused by potential credit crunch. Furthermore, although the claims for refund of interest received from customers passed the increasing trend, the obvious decreasing trend is not yet being observed. Therefore, it is still impossible to determine whether or not interest refunds have peaked and the business environment still continues to be very tough and severe.

In this environment, the Takefuji Group has been promoting the optimum allocation of management resources, including the elimination and consolidation of branch offices, along with differentiating ourselves from other companies in the industry by strict compliance. We have been pursuing improvement of credit quality in order to reduce the cost related to credit losses through tightening lending criteria, including establishment of examination sections at regional branches, and by continuing customer-oriented close counseling. We have also been thriving to secure quality customers with strategies, such as lowering the maximum lending rate in response to Money Lending Business Law and launching new products ahead of the time to meet the consumers' needs.

As a result of the above initiatives, operating revenues for the current nine-month period is 210,261 million yen and ordinary income is 31,251 million yen.

### **2. Qualitative information on consolidated financial position**

At the end of the third quarter, total assets decreased by 139,861 million yen to 1,443,310 million yen compared with the end of the previous consolidated fiscal year March 2007. This was mainly due to the decrease of 137,734 million yen of direct cash loans to customers and increase of 19,977 million yen of allowance for credit losses.

Total liabilities decreased by 141,652 million yen to 983,805 million yen compared with the end of the previous consolidated fiscal year. This was mainly due to the decrease of 66,218 million yen of allowance for losses for refund of interest received from customers, redemption of 30,000 million yen in-substance defeasance of bonds and decrease of 34,428 million yen of long-term borrowings.

Total net assets increased by 1,791 million yen to 459,505 million yen compared with the end of the previous consolidated fiscal year, and shareholders' equity ratio increased by 2.9 points to 31.8% compared with the end of the previous consolidated fiscal year.

#### **(Consolidated Cash Flows)**

Consolidated cash and cash equivalents (hereinafter called “the funds”) at the end of the current nine-month period increased by 26,345 million yen to 122,441 million yen compared with the end of the previous consolidated fiscal year, March 2007.

The situation and sources of cash flows for the current nine-month period as follows:

#### **(Cash flows from operating activities)**

The net cash provided by operating activities were 127,923 million yen (37,598 million yen during previous third quarter). The principal sources of increase of the cash flow are as follows: Direct cash loans made to customers during current nine-month was 267,175 million yen, (430,477 million yen in the previous third quarter), allowance for losses for refund of interest received from customers decreased by 66,218 million yen, (an increase of 343,123 million yen during previous third quarter), while income before income taxes was 29,920 million yen (losses of 302,561 million yen during previous third quarter), and direct cash loans collected from customers was 310,979 million yen ( 397,818 million yen during previous third quarter).

(Cash flows from investing activities)

The net cash provided by investing activities were 150 million yen (1,290 million yen of expenditure during previous third quarter). It mainly stemmed from the payments for purchase of tangible fixed assets of 1,313 million yen (payments of 644 million yen during previous third quarter), and payments for purchase of intangible fixed assets of 1,053 million yen (payments of 676 million yen during previous third quarter), while proceeds of 1,373 million yen from the sales of investments in securities (proceeds of 401 million yen during previous third quarter) and also the office rental deposit been returned due to the integration or closure of branch offices.

(Cash flows from financing activities)

The net cash used in financing activities were 100,988 million yen (63,503 million yen used during previous third quarter). This was mainly due to the proceeds of 32,000 million yen from long-term borrowings (124,400 million yen proceeds during previous third quarter) while repayments of 30,000 million yen for redemption of bonds (68,000 million yen redemption during previous third quarter) and repayments of 72,729 million yen for long-term borrowings (87,540 million yen repayments during previous third quarter).

### 3. Qualitative information on the forecasts of operating results

Compared with the previous forecasts published on Nov. 8, 2007, the full year forecasts of operating revenues are expected to decline mainly because of the decrease of interest income on direct cash loans and additionally operating expenses may rise because of the increase of provisions for credit losses.

As a result, operating income, ordinary income and net income are expected to remain below the level of the previous forecasts. Therefore at the end of the third quarter, we have revised our forecasts as the details and changes described below on consolidated and non-consolidated basis. The differences and changes between previous forecasts published on Nov. 8, 2007 and current forecasts on consolidated and non-consolidated are as follows:

(Consolidated)

	Operating Revenues	Operating Income	Ordinary Income	Net Income	Net Income per Share
	millions of yen	millions of yen	millions of yen	millions of yen	yen
Previous Forecasts (A)	280,600	55,700	54,200	53,600	380.94
Current Forecasts (B)	273,600	40,600	40,500	43,300	308.91
Change (B-A)	-7,000	-15,100	-13,700	-10,300	-72.03
Rate of Change (%)	-2.5	-27.1	-25.3	-19.2	-
The Previous Fiscal Year ended March 2007	328,920	-165,030	-163,764	-481,274	-3,420.42

(Non-Consolidated)

	Operating Revenues	Operating Income	Ordinary Income	Net Income	Net Income per Share
	millions of yen	millions of yen	millions of yen	millions of yen	yen
Previous Forecasts (A)	279,500	54,800	53,300	53,200	378.09
Current Forecasts (B)	272,500	39,600	38,900	42,300	301.78
Change (B-A)	-7,000	-15,200	-14,400	-10,900	-76.31
Rate of Change (%)	-2.5	-27.7	-27.0	-20.5	-
The Previous Fiscal Year ended March 2007	328,045	-165,839	-165,726	-481,377	-3,421.15

#### **4. Others**

##### **(1) Changes of significant subsidiaries during fiscal year (Changes in scope of consolidation)**

No entities are subject to the changes of significant subsidiaries.

##### **(2) Adoption of simple method in accounting during the nine-month period**

No entities are subject to the adoption of simple method in accounting.

##### **(3) Accounting change during the nine-month period**

Depreciation and amortization is accounted on revised Corporate Tax Law for the tangible fixed assets acquired on or after April 1, 2007, since the Corporate Tax Law has been revised from the fiscal year ended March 2008.

The impact on operating income, ordinary income and net income by this change is minor.

**4. Consolidated Financial Statements (Summarized)**  
**(1) Third Quarter Consolidated Balance Sheets (Summarized)**

Item of accounts	Previous Third Quarter Period as of Dec. 31, 2006		Current Third Quarter Period as of Dec. 31, 2007		Previous Fiscal Year as of Mar. 31, 2007		
	Amount (millions of yen)	Com- posi- tion Ratio(%)	Amount (millions of yen)	Com- posi- tion Ratio(%)	Amount (millions of yen)	Com- posi- tion Ratio(%)	
<b>Assets:</b>							
I Current assets							
1. Cash in hand and at banks	75,036		67,431		68,110		
2. Direct cash loans to customers	1,496,655		1,294,114		1,431,848		
3. Installment receivables	593		603		582		
4. Securities	6		-		-		
5. Inventories	293		267		282		
6. Accrued interest income on loans to customers	12,777		11,348		12,918		
7. Short-term loans receivable	5,000		55,010		27,986		
8. Deferred income tax assets	31,023		25,923		20,604		
9. Other current assets	27,329		30,786		35,966		
Less: allowance for credit losses	-175,262		-171,239		-151,262		
Total current assets	1,473,449	91.6	1,314,244	91.1	1,447,034	91.4	
II Fixed assets							
1. Tangible fixed assets							
(1) Buildings and structures	8,500		7,403		8,197		
(2) Land	35,093		34,937		35,084		
(3) Other tangible fixed assets	5,308	48,901	5,255	47,595	4,960	48,242	
2. Intangible fixed assets		5,247		4,829		5,036	
3. Investments and other assets							
(1) Investments in securities	27,440		21,736		26,577		
(2) Long-term deposits	42,830		46,556		46,556		
(3) Other investments and other assets	10,594	80,864	8,350	76,642	9,726	82,859	
Total fixed assets		135,012		129,066		136,137	8.6
Total assets		1,608,461		1,443,310		1,583,172	100.0

Item of accounts	Previous Third Quarter Period as of Dec. 31, 2006		Current Third Quarter Period as of Dec. 31, 2007		Previous Fiscal Year as of Mar. 31, 2007	
	Amount (millions of yen)	Com- posi- tion Ratio(%)	Amount (millions of yen)	Com- posi- tion Ratio(%)	Amount (millions of yen)	Com- posi- tion Ratio(%)
<b>Liabilities:</b>						
I Current liabilities						
1. Current portion of long-term borrowings	105,241		104,268		110,569	
2. Accrued income taxes	4,150		179		608	
3. Allowance for bonuses	189		217		749	
4. Allowance for bonuses for directors	33		-		-	
5. Other current liabilities	18,599		17,893		20,346	
Total current liabilities	128,212	8.0	122,556	8.5	132,272	8.4
II Fixed liabilities						
1. Bonds	157,837		130,436		158,479	
2. Long-term borrowings	350,908		294,364		328,791	
3. Deferred income tax liabilities	3,697		3,667		4,937	
4. Allowance for losses for refund of interest received from customers	365,623		422,580		488,798	
5. Allowance for retirement benefits of employees	3,080		3,205		3,098	
6. Allowance for retirement benefits of directors and corporate auditors	110		126		117	
7. Other fixed liabilities	9,527		6,872		8,964	
Total fixed liabilities	890,780	55.4	861,249	59.7	993,185	62.7
Total liabilities	1,018,992	63.4	983,805	68.2	1,125,457	71.1

Item of accounts	Previous Third Quarter Period as of Dec. 31, 2006		Current Third Quarter Period as of Dec. 31, 2007		Previous Fiscal Year as of Mar. 31, 2007	
	Amount (millions of yen)	Com- position Ratio(%)	Amount (millions of yen)	Com- position Ratio(%)	Amount (millions of yen)	Com- position Ratio(%)
<b>Net assets:</b>						
I Shareholders' equity						
1. Common stock	30,478	1.9	30,478	2.1	30,478	1.9
2. Capital surplus	52,263	3.2	52,263	3.6	52,263	3.3
3. Retained earnings	539,302	33.5	413,507	28.6	408,107	25.8
4. Treasury stock	-40,776	-2.5	-42,191	-2.9	-40,776	-2.6
Total shareholders' equity	581,267	36.1	454,057	31.4	450,071	28.4
II Valuation and foreign currency translation adjustment						
1. Net unrealized gains on other investments in securities, net of taxes	6,955	0.4	4,094	0.3	6,657	0.4
2. Deferred hedge gains or losses	1,141	0.1	1,311	0.1	861	0.1
3. Foreign currency translation adjustment	105	0.0	26	0.0	125	0.0
Total Valuation and foreign currency translation adjustment	8,201	0.5	5,431	0.4	7,643	0.5
III Share subscription rights	-	-	16	0.0	-	-
Total net assets	589,468	36.6	459,505	31.8	457,714	28.9
Total liabilities and net assets	1,608,461	100.0	1,443,310	100.0	1,583,172	100.0

**(2) Third Quarter Consolidated Statements of Income (Summarized)**

Item of accounts	Previous Nine-Month Period from Apr. 1, 2006 to Dec. 31, 2006		Current Nine-Month Period from Apr. 1, 2007 to Dec. 31, 2007		Previous Fiscal Year from Apr. 1, 2006 to Mar. 31, 2007				
	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		244,430			203,805			318,491	
2. Commissions earned		65			54			86	
3. Other financial income		2,437			2,342			3,249	
4. Other operating income		5,743			4,060			7,095	
Total operating revenues		252,676	100.0		210,261	100.0		328,920	100.0
II Operating expenses									
1. Financial expenses									
(1) Borrowing interest expenses	7,320			7,786			9,997		
(2) Bond interest expenses	7,530			6,545			9,902		
(3) Other financial expenses	1,000	15,850		1,242	15,573		1,397	21,297	
2. Other operating expenses									
(1) Advertising expenses	7,901			3,629			9,826		
(2) Provisions for credit losses	84,786			67,154			113,642		
(3) Provisions for losses for refund of interest received from customers	-			53,789			290,449		
(4) Wages and bonuses	12,457			11,880			15,885		
(5) Provisions for bonuses	189			217			749		
(6) Provisions for bonuses for directors	33			-			-		
(7) Provisions for retirement benefits of employees	316			387			422		
(8) Provisions for retirement benefits of directors and corporate auditors	21			24			29		
(9) Temporary employment cost	971			852			1,386		
(10) Rent	5,301			4,626			6,996		
(11) Depreciation and amortization	2,576			2,527			3,457		
(12) Handling charges	8,576			8,397			10,830		
(13) Other	15,556	138,685		9,704	163,187		18,985	472,654	
Total operating expenses		154,535	61.2		178,761	85.0		493,951	150.2
Operating income		98,141	38.8		31,501	15.0		-	-
Operating loss		-	-		-	-		165,030	-50.2

Item of accounts	Previous Nine-Month Period from Apr. 1, 2006 to Dec. 31, 2006			Current Nine-Month Period from Apr. 1, 2007 to Dec. 31, 2007			Previous Fiscal Year from Apr. 1, 2006 to Mar. 31, 2007		
	Amount (millions of yen)		Com- position Ratio(%)	Amount (millions of yen)		Com- position Ratio(%)	Amount (millions of yen)		Com- position Ratio(%)
III Non-operating income									
1. Dividends income received	264			981			1,204		
2. Profit on investments in partnerships	213			350			548		
3. Foreign exchange gains	208			-			158		
4. Interest on income taxes refunds	-			328			-		
5. Other non-operating income	131	817	0.3	86	1,745	0.8	247	2,157	0.7
IV Non-operating expenses									
1. Loss on disposal or sales of fixed assets	31			38			32		
2. Option fees	557			1,206			841		
3. Foreign exchange losses	-			739			-		
4. Other non-operating expenses	2	591	0.2	11	1,994	1.0	17	890	0.3
Ordinary income		98,367	38.9		31,251	14.8		-	-
Ordinary loss		-	-		-	-		163,764	-49.8
V Extraordinary income									
1. Gain on sales of investments in securities	-			144			-		
2. Gain on sales of fixed assets	-	-	-	-	144	0.1	40	40	0.0
VI Extraordinary losses									
1. Loss on devaluation of investments in securities	132			219			140		
2. Loss on impairment of fixed assets	-			303			160		
3. Provisions for losses for refund of interest received from customers	400,461			-			272,038		
4. Loss on integration or closure of branch offices	335			943			708		
5. Other extraordinary losses	-	400,928	158.6	11	1,476	0.7	4	273,049	83.0
Income before income taxes		-	-		29,920	14.2		-	-
Loss before income taxes		302,561	-119.7		-	-		436,773	-132.8
Corporate taxes, inhabitants taxes and enterprise taxes	37,266			938			22,163		
Deferred income tax expenses	10,251	47,517	18.8	-5,264	-4,326	-2.1	22,338	44,501	13.5
Net income		-	-		34,246	16.3		-	-
Net loss		350,078	-138.5		-	-		481,274	-146.3

**(3) Third Quarter Consolidated Statement of Changes in Net Assets (Summarized)**

Previous Nine-Month Period (from April 1, 2006 to December 31, 2006)

(millions of yen)

	Shareholders' equity					Valuation and foreign currency translation adjustment		
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity	Net unrealized gains on other investments in securities, net of taxes	Deferred hedge gains or losses	Foreign currency translation adjustment
Balance as of March 31, 2006	30,478	52,263	921,787	-40,776	963,753	9,767	-	107
Changes of items during nine-month period								
Dividends (Note)			-16,181		-16,181			
Bonuses for directors (Note)			-45		-45			
Interim dividends			-16,181		-16,181			
Net loss			-350,078		-350,078			
Acquisition of treasury stock				-0	-0			
Net changes of items other than shareholders' equity						-2,812	1,141	-1
Total changes of items during nine-month period	-	-	-382,485	-0	-382,485	-2,812	1,141	-1
Balance as of December 31, 2006	30,478	52,263	539,302	-40,776	581,267	6,955	1,141	105

Note: Items represent approval of proposed appropriation of the retained earnings at the Annual General Shareholders' Meeting in June 2006.

Current Nine-Month Period (from April 1, 2007 to December 31, 2007)

(millions of yen)

	Shareholders' equity					Valuation and foreign currency translation adjustment			Share subscription rights
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity	Net unrealized gains on other investments in securities, net of taxes	Deferred hedge gains or losses	Foreign currency translation adjustment	
Balance as of March 31, 2007	30,478	52,263	408,107	-40,776	450,071	6,657	861	125	-
Changes of items during nine-month period									
Dividends			-16,181		-16,181				
Interim dividends			-12,664		-12,664				
Net income			34,246		34,246				
Acquisition of treasury stock				-1,415	-1,415				
Net changes of items other than shareholders' equity						-2,563	450	-99	16
Total changes of items during nine-month period	-	-	5,401	-1,415	3,986	-2,563	450	-99	16
Balance as of December 31, 2007	30,478	52,263	413,507	-42,191	454,057	4,094	1,311	26	16

Previous Fiscal Year (from April 1, 2006 to March 31, 2007)

(millions of yen)

	Shareholders' equity					Valuation and foreign currency translation adjustment		
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity	Net unrealized gains on other investments in securities, net of taxes	Deferred hedge gains or losses	Foreign currency translation adjustment
Balance as of March 31, 2006	30,478	52,263	921,787	-40,776	963,753	9,767	-	107
Changes of items during previous fiscal year								
Dividends (Note)			-16,181		-16,181			
Bonuses for directors (Note)			-45		-45			
Interim dividends			-16,181		-16,181			
Net loss			-481,274		-481,274			
Acquisition of treasury stock				-0	-0			
Net changes of items other than shareholders' equity						-3,110	861	18
Total changes of items during previous fiscal year	-	-	-513,681	-0	-513,681	-3,110	861	18
Balance as of March 31, 2007	30,478	52,263	408,107	-40,776	450,071	6,657	861	125

Note: Items represent approval of proposed appropriation of the retained earnings at the Annual General Shareholders' Meeting in June 2006.

**(4) Third Quarter Consolidated Statements of Cash Flows (Summarized)**

	Previous Nine-Month Period from Apr. 1, 2006 to Dec. 31, 2006	Current Nine-Month Period from Apr. 1, 2007 to Dec. 31, 2007	Previous Fiscal Year from Apr. 1, 2006 to Mar. 31, 2007
Item of accounts	Amount (millions of yen)	Amount (millions of yen)	Amount (millions of yen)
I Cash flows from operating activities			
Income before income taxes	-	29,920	-
Loss before income taxes	-302,561	-	-436,773
Depreciation and amortization	2,576	2,527	3,457
Loss on impairment of fixed assets	-	303	160
Gain or loss on investments in partnerships	-44	-133	-226
Increase or decrease in allowance for retirement benefits of employees	20	106	38
Increase or decrease in allowance for retirement benefits of directors and corporate auditors	5	9	12
Increase or decrease in allowance for credit losses	24,832	19,977	832
Increase or decrease in allowance for losses for refund of interest received from customers	343,123	-66,218	466,298
Write-offs	47,423	47,177	100,279
Interest repaid (portion of principal impaired)	28,668	46,790	44,669
Non-operating interest income and dividend income	-264	-981	-1,204
Loss on integration or closure of branch offices	335	943	708
Loss on disposal or sales of tangible fixed assets	31	38	35
Gain on sales of investments in securities	-	-144	-
Loss on devaluation of investments in securities	132	219	140
Increase or decrease in accrued interest income on loans to customers	-472	1,570	-613
Direct cash loans made to customers	-430,477	-267,175	-547,751
Direct cash loans collected from customers	397,818	310,979	511,083
Increase or decrease in long-term deposits	-11,772	-	-15,499
Other	-2,408	-5,985	-8,135
Sub total	96,965	119,923	117,510
Non-operating interest income and dividend income received	264	981	1,204
Income taxes paid	-60,533	-4,525	-49,163
Income taxes refunds	901	11,545	905
Net cash provided by operating activities	37,598	127,923	70,455

	Previous Nine-Month Period from Apr. 1, 2006 to Dec. 31, 2006	Current Nine-Month Period from Apr. 1, 2007 to Dec. 31, 2007	Previous Fiscal Year from Apr. 1, 2006 to Mar. 31, 2007
Item of accounts	Amount (millions of yen)	Amount (millions of yen)	Amount (millions of yen)
II Cash flows from investing activities			
Payments for purchase of tangible fixed assets	-644	-1,313	-1,090
Payments for purchase of intangible fixed assets	-676	-1,053	-911
Proceeds from sales or redemption of securities	-	-	4
Payments for purchase of investments in securities	-315	-4	-315
Proceeds from sales or redemption of investments in securities	401	1,373	795
Payments for acquisition of investments in partnerships	-105	-	-105
Proceeds from collection of investments in partnerships	29	24	34
Other	21	1,122	342
Net cash provided by investing activities	-1,290	150	-1,248
III Cash flows from financing activities			
Proceeds from long-term borrowings	124,400	32,000	131,500
Repayments of long-term borrowings	-87,540	-72,729	-111,429
Repayments for redemption of bonds	-68,000	-30,000	-68,000
Acquisition or sales of treasury stock, net	-0	-1,415	-0
Cash dividends paid	-32,362	-28,845	-32,362
Net cash used in financing activities	-63,503	-100,988	-80,291
IV Effect of exchange rate changes on cash and cash equivalents	208	-740	157
V Increase or decrease in cash and cash equivalents	-26,987	26,345	-10,926
VI Cash and cash equivalents at the beginning of period (fiscal year)	107,022	96,096	107,022
VII Cash and cash equivalents at the end of period (fiscal year)	80,036	122,441	96,096

## Significant Accounting Policies for Nine-Month Consolidated Financial Statements

Previous Nine-Month Period from Apr. 1, 2006 to Dec. 31, 2006	Current Nine-Month Period from Apr. 1, 2007 to Dec. 31, 2007	Previous Fiscal Year from Apr. 1, 2006 to Mar. 31, 2007
<p>1. Scope of consolidation As of December 31, 2006, the number of consolidated subsidiaries were 9 as listed below;</p> <p>Kyoritsu Estate Co., Ltd. TWJ VC Co., Ltd. Takefuji Capital Co., Ltd. Take One Co., Ltd. TSR Co., Ltd. G.H Investment Co., Ltd. TWJ Co., Ltd. TWJ EURO Co., Ltd. TDS Co., Ltd.</p> <p>2. Application of the equity method No entities are subject to the equity method of accounting.</p> <p>3. The third quarter - end of consolidated subsidiaries The third quarter-end date of each subsidiary listed hereunder is as follows;</p> <p style="padding-left: 20px;">TWJ Co., Ltd. : November 30 Take One Co., Ltd. : October 31 TSR Co., Ltd. : September 30 G.H Investment Co., Ltd. : September 30</p> <p>For these consolidated subsidiaries, their financial statements at the above-mentioned third quarter-end date are used respectively in the preparation of consolidated financial statements of Takefuji Corporation. Adjustments are made in the consolidated accounts for any significant transactions that occur between these dates and the consolidated balance sheet date.</p>	<p>1. Scope of consolidation The same as the previous nine-month period.</p> <p>2. Application of the equity method The same as the previous nine-month period.</p> <p>3. The third quarter - end of consolidated subsidiaries The same as the previous nine-month period.</p>	<p>1. Scope of consolidation As of March 31, 2007, the number of consolidated subsidiaries were 9 as listed below;</p> <p>Kyoritsu Estate Co., Ltd. TWJ VC Co., Ltd. Takefuji Capital Co., Ltd. Take One Co., Ltd. TSR Co., Ltd. G.H Investment Co., Ltd. TWJ Co., Ltd. TWJ EURO Co., Ltd. TDS Co., Ltd.</p> <p>2. Application of the equity method No entities are subject to the equity method of accounting.</p> <p>3. The fiscal year - end of consolidated subsidiaries The fiscal year-end date of each subsidiary listed hereunder is as follows;</p> <p style="padding-left: 20px;">TWJ Co., Ltd. : February 28 Take One Co., Ltd. : January 31 TSR Co., Ltd. : December 31 G.H Investment Co., Ltd. : December 31</p> <p>For these consolidated subsidiaries, their financial statements at the above-mentioned fiscal year-end date are used respectively in the preparation of consolidated financial statements of Takefuji Corporation. Adjustments are made in the consolidated accounts for any significant transactions that occur between these dates and the consolidated balance sheet date.</p>

**5. Actual Operating Results (Consolidated)**  
**(1) Break-down of Operating Revenues**

Sources of revenues		Previous Nine-Month Period from Apr. 1, 2006 to Dec. 31, 2006		Current Nine-Month Period from Apr. 1, 2007 to Dec. 31, 2007		Previous Fiscal Year from Apr. 1, 2006 to Mar. 31, 2007	
		Amount (millions of yen)	Com- position Ratio(%)	Amount (millions of yen)	Com- position Ratio(%)	Amount (millions of yen)	Com- position Ratio(%)
Interest income on direct cash loans	Unsecured loans	244,430	96.7	203,805	96.9	318,491	96.8
Commissions earned	Credit card	65	0.0	54	0.0	86	0.0
Other financial income	Interest on bank deposits	648	0.3	757	0.3	889	0.3
	Interest on loans other than direct cash loans	30	0.0	131	0.1	44	0.0
	Other (Note 1)	1,760	0.7	1,454	0.7	2,317	0.7
	Sub-total	2,437	1.0	2,342	1.1	3,249	1.0
Other operating income	Collection from bad debts previously written-off	4,396	1.7	2,546	1.2	5,284	1.6
	Real estate rent	661	0.3	716	0.4	877	0.3
	Other (Note 2)	687	0.3	797	0.4	935	0.3
	Sub-total	5,743	2.3	4,060	2.0	7,095	2.2
Total		252,676	100.0	210,261	100.0	328,920	100.0

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

2. "Other" in other operating income mainly consist of parking lots fees and golf course play fees.

**(2) Other Highlights Data**

Items	Previous Third Quarter Period as of Dec. 31, 2006	Current Third Quarter Period as of Dec. 31, 2007	Previous Fiscal Year as of Mar. 31, 2007
Direct cash loans to customers (millions of yen)	1,496,655	1,294,114	1,431,848
Unsecured loans	1,496,655	1,294,114	1,431,848
Secured loans	-	-	-
Installment receivables (millions of yen)	593	603	582
Number of loan customer accounts	2,229,292	1,970,539	2,125,599
Unsecured loans	2,229,292	1,970,539	2,125,599
Secured loans	-	-	-
Number of credit card membership	277,172	298,229	284,825
Number of branch offices	1,785	1,611	1,729
Manned	523	360	471
Unmanned (included Quick loan application machine)	1,261	1,250	1,257
Internet Yen shop	1	1	1
Number of unmanned loan contract machines (included Quick loan application machine)	1,785	1,611	1,729
Number of cash dispensers and ATMs	47,040	49,316	48,072
Owned	1,912	1,730	1,856
Inter-linked	45,128	47,586	46,216
Number of employees	3,067	2,745	2,938
Write-offs (millions of yen)	47,423	47,177	100,279
Interest repaid (portion of principal impaired) (millions of yen)	28,668	46,790	44,669
Allowance for credit losses (millions of yen)	175,262	171,239	151,262

## Reference

### 1. Non-Consolidated Financial Statements (Summarized)

#### (1) Third Quarter Non-Consolidated Balance Sheets (Summarized)

Item of accounts	Previous Third Quarter Period as of Dec. 31, 2006		Current Third Quarter Period as of Dec. 31, 2007		Previous Fiscal Year as of Mar. 31, 2007	
	Amount (millions of yen)	Com- position Ratio(%)	Amount (millions of yen)	Com- position Ratio(%)	Amount (millions of yen)	Com- position Ratio(%)
<b>Assets:</b>						
I Current assets						
1. Cash in hand and at banks	64,108		62,454		57,219	
2. Direct cash loans to customers	1,496,655		1,294,114		1,431,848	
3. Installment receivables	593		603		582	
4. Inventories	288		263		277	
5. Short-term loans receivable	5,000		55,010		27,986	
6. Deferred income tax assets	31,016		25,917		20,590	
7. Other current assets	40,068		42,079		48,813	
Less: allowance for credit losses	-175,262		-171,239		-151,262	
Total current assets		1,462,466		1,309,200		1,436,054
		90.3		89.6		90.1
II Fixed assets						
1. Tangible fixed assets						
(1) Land	23,132		22,976		23,123	
(2) Other tangible fixed assets	13,228		12,061		12,582	
Total tangible fixed assets	36,360		35,038		35,705	
2. Intangible fixed assets	5,245		4,824		5,035	
3. Investments and other assets						
(1) Investments in affiliates	38,433		38,233		38,233	
(2) Other investments and other assets	76,987		73,595		78,988	
Total investments and other assets	115,419		111,827		117,221	
Total fixed assets		157,025		151,689		157,960
		9.7		10.4		9.9
Total assets		1,619,490		1,460,890		1,594,014
		100.0		100.0		100.0

Item of accounts	Previous Third Quarter Period as of Dec. 31, 2006		Current Third Quarter Period as of Dec. 31, 2007		Previous Fiscal Year as of Mar. 31, 2007				
	Amount (millions of yen)	Com- position Ratio(%)	Amount (millions of yen)	Com- position Ratio(%)	Amount (millions of yen)	Com- position Ratio(%)			
<b>Liabilities:</b>									
I Current liabilities									
1. Short-term borrowings	16,000		22,884		16,000				
2. Current portion of long-term borrowings	105,241		104,268		110,569				
3. Accrued income taxes	4,011		48		113				
4. Allowance for bonuses	188		215		748				
5. Allowance for bonuses for directors	33		-		-				
6. Other current liabilities	18,591		17,891		20,342				
Total current liabilities		144,065		145,307		147,773	8.9	10.0	9.3
II Fixed liabilities									
1. Bonds	157,837		130,436		158,479				
2. Long-term borrowings	350,908		294,364		328,791				
3. Allowance for losses for refund of interest received from customers	365,623		422,580		488,798				
4. Allowance for retirement benefits of employees	3,075		3,200		3,093				
5. Allowance for retirement benefits of directors and corporate auditors	110		126		117				
6. Other fixed liabilities	13,071		10,405		13,736				
Total fixed liabilities		890,623		861,111		993,015	55.0	58.9	62.3
Total liabilities		1,034,688		1,006,418		1,140,787	63.9	68.9	71.6

Item of accounts	Previous Third Quarter Period as of Dec. 31, 2006		Current Third Quarter Period as of Dec. 31, 2007		Previous Fiscal Year as of Mar. 31, 2007	
	Amount (millions of yen)	Com- position Ratio(%)	Amount (millions of yen)	Com- position Ratio(%)	Amount (millions of yen)	Com- position Ratio(%)
<b>Net assets:</b>						
I Shareholders' equity						
1. Common stock	30,478	1.9	30,478	2.1	30,478	1.9
2. Capital surplus						
(1) Additional paid-in capital	52,263		52,263		52,263	
Total capital surplus	52,263	3.2	52,263	3.6	52,263	3.3
3. Retained earnings						
(1) Legal reserve	7,619		7,619		7,619	
(2) Other retained earnings						
General reserve	875,961		365,961		875,961	
Retained earnings brought forward	-348,683		34,935		-479,611	
Total retained earnings	534,897	33.0	408,515	27.9	403,969	25.3
4. Treasury stock	-40,776	-2.5	-42,191	-2.9	-40,776	-2.6
Total shareholders' equity	576,862	35.6	449,065	30.7	445,934	27.9
II Valuation and foreign currency translation adjustment						
1. Net unrealized gains on other investments in securities, net of taxes	6,800	0.4	4,079	0.3	6,432	0.4
2. Deferred hedge gains or losses	1,141	0.1	1,311	0.1	861	0.1
Total Valuation and foreign currency translation adjustment	7,941	0.5	5,390	0.4	7,293	0.5
III Share subscription rights	-	-	16	0.0	-	-
Total net assets	584,803	36.1	454,472	31.1	453,227	28.4
Total liabilities and net assets	1,619,490	100.0	1,460,890	100.0	1,594,014	100.0

**(2) Third Quarter Non-Consolidated Statements of Income (Summarized)**

Item of accounts	Previous Nine-Month Period from Apr. 1, 2006 to Dec. 31, 2006		Current Nine-Month Period from Apr. 1, 2007 to Dec. 31, 2007		Previous Fiscal Year from Apr. 1, 2006 to Mar. 31, 2007				
	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	244,430		203,805		318,491				
2. Commissions earned	66		55		87				
3. Other financial income	2,351		2,207		3,139				
4. Other operating income	5,183		3,405		6,328				
Total operating revenues	252,030	100.0	209,472	100.0	328,045	100.0			
II Operating expenses									
1. Financial expenses	16,114		15,895		21,651				
2. Other operating expenses	138,330		162,869		472,233				
Total operating expenses	154,444	61.3	178,764	85.3	493,884	150.6			
Operating income	97,586	38.7	30,708	14.7	-	-			
Operating loss	-	-	-	-	165,839	-50.6			
III Non-operating income	743	0.3	954	0.4	1,004	0.3			
IV Non-operating expenses	591	0.2	1,747	0.8	890	0.2			
Ordinary income	97,738	38.8	29,915	14.3	-	-			
Ordinary loss	-	-	-	-	165,726	-50.5			
V Extraordinary income	-	-	186	0.1	1,112	0.3			
VI Extraordinary losses	400,904	159.1	1,463	0.7	273,025	83.2			
Income before income taxes	-	-	28,638	13.7	-	-			
Loss before income taxes	303,167	-120.3	-	-	437,639	-133.4			
Corporate taxes, inhabitants taxes and enterprise taxes	37,038		519		21,400				
Deferred income tax expenses	10,244	47,282	18.8	-5,271	-4,752	-2.2	22,338	43,738	13.3
Net income	-	-	33,391	15.9	-	-			
Net loss	350,449	-139.1	-	-	481,377	-146.7			

**(3) Third Quarter Non-Consolidated Statement of Changes in Net Assets (Summarized)**

Previous Nine-Month Period (from April 1, 2006 to December 31, 2006)

(millions of yen)

	Shareholders' equity							Valuation and foreign currency translation adjustment		
	Common stock	Capital surplus		Retained earnings			Treasury stock	Total shareholders' equity	Net unrealized gains on other investments in securities, net of taxes	Deferred hedge gains or losses
		Additional paid-in capital	Legal reserve	Other retained earnings						
				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 nine-month period										
General reserve (Note)				1,000	-1,000		-			
Dividends (Note)					-16,181		-16,181			
Bonuses for directors (Note)					-45		-45			
Interim dividends					-16,181		-16,181			
Net loss					-350,449		-350,449			
Acquisition of treasury stock						-0	-0			
Net changes of items other than shareholders' equity								-2,732	1,141	
Total changes of items during nine-month period	-	-	-	1,000	-383,856	-0	-382,856	-2,732	1,141	
Balance as of December 31, 2006	30,478	52,263	7,619	875,961	-348,683	-40,776	576,862	6,800	1,141	

Note: Items represent approval of proposed appropriation of the retained earnings at the Annual General Shareholders' Meeting in June 2006.

Current Nine-Month Period (from April 1, 2007 to December 31, 2007)

(millions of yen)

	Shareholders' equity						Valuation and foreign currency translation adjustment		Share subscription rights	
	Common stock	Capital surplus		Retained earnings		Treasury stock	Total shareholders' equity	Net unrealized gains on other investments in securities, net of taxes		Deferred hedge gains or losses
		Additional paid-in capital	Legal reserve	Other retained earnings						
				General reserve	Retained earnings brought forward					
Balance as of March 31, 2007	30,478	52,263	7,619	875,961	-479,611	-40,776	445,934	6,432	861	-
Changes of items during nine-month period										
General reserve				-510,000	510,000		-			
Dividends					-16,181		-16,181			
Interim dividends					-12,664		-12,664			
Net income					33,391		33,391			
Acquisition of treasury stock						-1,415	-1,415			
Net changes of items other than shareholders' equity								-2,353	450	16
Total changes of items during nine-month period	-	-	-	-510,000	514,546	-1,415	3,131	-2,353	450	16
Balance as of December 31, 2007	30,478	52,263	7,619	365,961	34,935	-42,191	449,065	4,079	1,311	16

Previous Fiscal Year (from April 1, 2006 to March 31, 2007)

(millions of yen)

	Shareholders' equity							Valuation and foreign currency translation adjustment	
	Common stock	Capital surplus	Retained earnings			Treasury stock	Total shareholders' equity	Net unrealized gains on other investments in securities, net of taxes	Deferred hedge gains or losses
		Additional paid-in capital	Legal reserve	Other retained earnings					
				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 previous fiscal year									
General reserve(Note)				1,000	-1,000		-		
Dividends (Note)					-16,181		-16,181		
Bonuses for directors (Note)					-45		-45		
Interim dividends					-16,181		-16,181		
Net loss					-481,377		-481,377		
Acquisition of treasury stock						-0	-0		
Net changes of items other than shareholders' equity								-3,100	861
Total changes of items during previous fiscal year	-	-	-	1,000	-514,784	-0	-513,784	-3,100	861
Balance as of March 31, 2007	30,478	52,263	7,619	875,961	-479,611	-40,776	445,934	6,432	861

Note: Items represent approval of proposed appropriation of the retained earnings at the Annual General Shareholders' Meeting in June 2006.

**2. Actual Operating Results (Non-Consolidated)**  
**(1) Break-down of Operating Revenues**

Source of revenues		Previous Nine-Month Period from Apr. 1, 2006 to Dec. 31, 2006		Current Nine-Month Period from Apr. 1, 2007 to Dec. 31, 2007		Previous Fiscal Year from Apr. 1, 2006 to Mar. 31, 2007	
		Amount (millions of yen)	Com- position Ratio(%)	Amount (millions of yen)	Comp- osition Ratio(%)	Amount (millions of yen)	Comp- osition Ratio(%)
Interest income on direct cash loans	Unsecured loans	244,430	97.0	203,805	97.3	318,491	97.1
Commissions earned	Credit card	66	0.0	55	0.0	87	0.0
Other financial income	Interest on bank deposits	562	0.2	621	0.3	779	0.2
	Interest on loans other than direct cash loans	30	0.0	131	0.1	44	0.0
	Other (Note 1)	1,760	0.7	1,454	0.7	2,317	0.7
	Sub-total	2,351	0.9	2,207	1.1	3,139	0.9
Other operating income	Collection from bad debts previously written-off	4,396	1.7	2,546	1.2	5,284	1.6
	Real estate rent	661	0.3	716	0.3	877	0.3
	Other (Note 2)	126	0.1	143	0.1	168	0.1
	Sub-total	5,183	2.1	3,405	1.6	6,328	2.0
Total		252,030	100.0	209,472	100.0	328,045	100.0

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

2. "Other" in other operating income mainly consist of fee earned.

**(2) Other Highlights Data**

Items	Previous Third Quarter Period as of Dec. 31, 2006	Current Third Quarter Period as of Dec. 31, 2007	Previous Fiscal Year as of Mar. 31, 2007
Direct cash loans to customers (millions of yen)	1,496,655	1,294,114	1,431,848
Unsecured loans	1,496,655	1,294,114	1,431,848
Secured loans	-	-	-
Installment receivables (millions of yen)	593	603	582
Number of loan customer accounts	2,229,292	1,970,539	2,125,599
Unsecured loans	2,229,292	1,970,539	2,125,599
Secured loans	-	-	-
Number of credit card membership	277,172	298,229	284,825
Number of branch offices	1,785	1,611	1,729
Manned	523	360	471
Unmanned (included Quick loan application machine)	1,261	1,250	1,257
Internet Yen shop	1	1	1
Number of unmanned loan contract machines (included Quick loan application machine)	1,785	1,611	1,729
Number of cash dispensers and ATMs	47,040	49,316	48,072
Owned	1,912	1,730	1,856
Inter-linked	45,128	47,586	46,216
Number of employees	3,052	2,728	2,920
Write-offs (millions of yen)	47,423	47,177	100,279
Interest repaid (portion of principal impaired) (millions of yen)	28,668	46,790	44,669
Allowance for credit losses (millions of yen)	175,262	171,239	151,262