

Consolidated Financial Statements for the Fiscal Year Ended March 31, 2015

[JGAAP]



May 13, 2015
Stock exchange listing: Tokyo
(URL <http://www.saisoncard.co.jp>)

Listed company name: **Credit Saison Co., Ltd.**

Code number: 8253

Representative: Hiroshi Rinno / President and CEO

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Scheduled date of the Ordinary General Meeting of the Shareholders : June 26, 2015

Scheduled date to submit Securities Report: June 26, 2015

Scheduled date to commence dividend payments: June 29, 2015

Preparation of supplementary material on financial results: Yes

Holding of investor meeting: Yes (for institutional investors and analysts)

Note: All amounts are rounded down to the nearest million yen.

1. Consolidated Results for the Fiscal Year Ended March 31, 2015 (April 1, 2014 to March 31, 2015)

(1) Consolidated Operating Results (% represents year-on-year change)

	Operating revenue		Operating income		Ordinary income		Net income	
	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)
FY2014	259,076	4.6	40,161	10.5	43,687	(1.6)	12,628	(50.6)
FY2013	247,577	—	36,336	—	44,408	—	25,552	—

(Note) Comprehensive income: FY2014 29,766 million yen [(11.5)%]
FY2013 33,623 million yen [—%]

	Net income per share	Net income per share (diluted)	Return on equity	Ordinary income/total assets	Operating income/operating revenue
	(Yen)	(Yen)	(%)	(%)	(%)
FY2014	68.77	—	2.9	1.9	15.5
FY2013	139.15	138.90	6.3	2.0	14.7

(Reference) Equity in (earnings) losses of affiliates: FY2014 2,387 million yen FY2013 5,645 million yen

(Note) Year-on-year change for FY2013 is not provided due to retrospective application with the changes in accounting policies.

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	(Millions of yen)	(Millions of yen)	(%)	(Yen)
FY2014	2,373,299	447,082	18.8	2,424.05
FY2013	2,285,943	422,829	18.3	2,283.29

(Reference) Equity: FY2014 445,127 million yen FY2013 419,281 million yen

(3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	(Millions of yen)	(Millions of yen)	(Millions of yen)	(Millions of yen)
FY2014	(85,717)	(3,676)	88,434	51,781
FY2013	(80,533)	(7,675)	83,363	52,678

2. Dividends

	Annual dividends					Total of dividends (Full year)	Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	End of first quarter	End of second quarter	End of third quarter	End of fiscal year	Annual			
	(Yen)	(Yen)	(Yen)	(Yen)	(Yen)	(Millions of yen)	(%)	(%)
FY2013	—	0.00	—	30.00	30.00	5,511	21.6	1.4
FY2014	—	0.00	—	30.00	30.00	5,511	43.6	1.3
FY2015 (Projected)	—	0.00	—	35.00	35.00		18.36	

3. Consolidated Earnings Forecasts for Fiscal 2015 (April 1, 2015 to March 31, 2016)

(% represents year-on-year change)

	Operating revenue		Operating income		Ordinary income		Profit attributable to owners of parent		Net income per share
	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Yen)
First six months	132,500	4.7	26,000	15.4	27,500	3.4	17,500	(5.5)	95.30
FY2015	268,000	3.4	50,000	24.5	54,500	24.8	35,000	177.1	190.60

Notes

(1) Changes in significant subsidiaries during fiscal year: None

(Changes in specified subsidiaries resulting in changes in the scope of consolidation)

(2) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements after error corrections

a. Changes in accounting policies in accordance with revisions of accounting standards and other regulations: None

b. Changes in accounting policies other than a. above: Yes

c. Changes in accounting estimates: None

d. Restatement of prior period financial statements after error corrections: None

(3) Number of shares issued (common shares):

a. Number of share issued at the end of fiscal year (including treasury shares):

FY2014: 185,444,722 shares FY2013: 185,444,722 shares

b. Treasury shares at the end of fiscal year:

FY2014: 1,815,505 shares FY2013: 1,814,444 shares

c. Average number of shares during the term:

FY2014: 183,629,833 shares FY2013: 183,631,122 shares

Reference: Summary of Non-Consolidated Financial Statements

1. Results for Fiscal 2014 (April 1, 2014 to March 31, 2015)

(1) Operating Results (% represents year-on-year change)

	Operating revenue		Operating income		Ordinary income		Net income	
	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)
FY2014	219,336	6.5	35,370	18.6	38,449	10.3	11,315	(39.3)
FY2013	205,873	0.9	29,826	(20.2)	34,872	(16.0)	18,637	(22.8)

(Reference) Volume of new contracts: FY2014 7,153,795 million yen
FY2013 6,737,558 million yen

	Net income per share	Net income per share (diluted)
	(Yen)	(Yen)
FY2014	61.60	—
FY2013	101.45	—

(2) Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	(Millions of yen)	(Millions of yen)	(%)	(Yen)
FY2014	2,287,986	388,470	17.0	2,114.61
FY2013	2,200,459	367,808	16.7	2,002.13

(Reference) Equity: FY2014 388,470 million yen FY2013 367,808 million yen

2. Earnings Forecasts for Fiscal 2015 (April 1, 2015 to March 31, 2016)

(% represents year-on-year change)

	Operating revenue		Operating income		Ordinary income		Net income		Net income per share
	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Yen)
First six months	112,400	5.8	20,950	5.0	22,500	2.4	12,800	(5.8)	69.68
FY2015	230,000	4.9	43,300	22.4	46,000	19.6	27,500	143.0	149.69

(Reference) Volume of new contracts: FY 2015 First six months 3,753,000 million yen
FY 2015 Full Year 7,760,000 million yen

- Indication regarding execution of audit procedures

This Consolidated Financial Statements for the Fiscal Year Ended March 31, 2015 is exempt from the audit procedures in accordance with the Financial Instruments and Exchange Act. At the time of disclosure of this consolidated financial statements, the audit procedures for financial statements in accordance with the Financial Instruments and Exchange Act are incomplete.

- Proper use of earnings forecasts, and other special matters

(Caution regarding forward-looking statements, etc.)

The above consolidated and non-consolidated earnings forecasts include future prospects, assumptions on which plans will be based and forecasts from the date this document was released. The actual results may differ from the above earnings forecasts due to various factors.

(Means of obtaining supplementary material on financial results)

The Company provides English translations of supplementary materials on its businesses and performance and its financial statements (excerpted sections only) on its website.

Consolidated Financial Statements
(1) Consolidated Balance Sheets

(Millions of yen)

	FY2013 (As of March 31, 2014)	FY2014 (As of March 31, 2015)
(ASSETS)		
Current assets		
Cash and deposits	52,742	51,836
Accounts receivable-installment	1,396,495	1,452,531
Lease investment assets	225,333	226,025
Other trade receivables	570	781
Operational investment securities	18,979	25,531
Real estate for sale	83,212	93,322
Purchased receivables	9,818	11,560
Other inventories	1,403	1,228
Deferred tax assets	10,753	11,884
Short-term loans receivable	6,480	6,733
Other	21,588	30,162
Allowance for doubtful accounts	(51,677)	(45,099)
Total current assets	1,775,699	1,866,497
Non-current assets		
Property, plant and equipment		
Buildings, net	21,926	21,940
Land	30,507	29,368
Leased assets, net	3,789	2,204
Construction in progress	1,096	806
Other, net	5,513	4,965
Total property, plant and equipment	62,833	59,285
Intangible assets		
Leasehold right	970	970
Software	9,260	6,085
Leased assets	537	245
Software in progress	127,880	142,043
Other	291	280
Total intangible assets	138,941	149,626
Investments and other assets		
Investment securities	130,245	158,159
Long-term loans receivable	11,206	11,223
Guarantee deposits	4,966	4,768
Liquidation business assets	104,078	72,437
Deferred tax assets	64,721	54,895
Other	3,354	3,144
Allowance for doubtful accounts	(10,704)	(7,463)
Total investments and other assets	307,868	297,165
Total non-current assets	509,643	506,076
Deferred assets		
Bond issuance cost	599	724
Total deferred assets	599	724
Total assets	2,285,943	2,373,299

(Millions of yen)

	FY2013 (As of March 31, 2014)	FY2014 (As of March 31, 2015)
(LIABILITIES)		
Current liabilities		
Notes and accounts payable-trade	273,444	235,157
Short-term loans payable	199,160	217,160
Current portion of long-term loans payable	160,010	139,960
Current portion of bonds	60,225	65,212
Commercial papers	115,000	150,000
Current portion of long-term loans payable under credit fluidity	7,493	-
Lease obligations	1,270	873
Income taxes payable	11,756	12,621
Provision for bonuses	2,062	2,127
Provision for directors' bonuses	147	154
Provision for loss on interest repayment	10,436	10,465
Allowance for losses on collecting gift tickets	167	159
Asset retirement obligations	-	442
Deferred installment income	6,835	7,430
Other	37,217	39,532
Total current liabilities	885,228	881,297
Non-current liabilities		
Bonds payable	215,212	205,000
Long-term loans payable	660,164	715,424
Long-term loans payable under credit fluidity	-	20,000
Lease obligations	2,204	1,206
Provision for directors' retirement benefits	82	100
Provision for loss on guarantees	4,296	4,554
Allowance for losses on warranty of defects	18	5
Provision for point card certificates	77,390	82,925
Provision for loss on interest repayment	9,263	8,539
Asset retirement obligations	821	413
Other	8,430	6,750
Total non-current liabilities	977,885	1,044,918
Total liabilities	1,863,113	1,926,216

(Millions of yen)

	FY2013 (As of March 31, 2014)	FY2014 (As of March 31, 2015)
(NET ASSETS)		
Shareholders' equity		
Capital stock	75,929	75,929
Capital surplus	84,838	84,838
Retained earnings	237,784	244,902
Treasury shares	(6,123)	(6,125)
Total shareholders' equity	392,428	399,543
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	28,054	46,518
Deferred gains or losses on hedges	(1,201)	(935)
Total accumulated other comprehensive income	26,852	45,583
Subscription rights to shares	0	0
Minority interests	3,548	1,955
Total net assets	422,829	447,082
Total liabilities and net assets	2,285,943	2,373,299

**(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income
(Consolidated Statements of Income)**

(Millions of yen)

	FY2013 (April 1, 2013 to March 31, 2014)	FY2014 (April 1, 2014 to March 31, 2015)
Operating revenue		
Income from the credit service business	188,251	197,891
Income from the Lease business revenue	14,241	13,911
Income from the finance business	19,113	22,809
Income from the real estate related business		
Revenue from the real estate related business	43,625	38,572
Cost of the real estate related business	31,020	25,504
Income from the real estate related business	12,605	13,067
Income from the entertainment business		
Revenue from the entertainment business	71,343	62,071
Cost of the entertainment business	58,337	51,105
Income from the entertainment business	13,005	10,965
Financial revenue	360	430
Total operating revenue	247,577	259,076
Operating expenses		
Selling, general and administrative expenses	197,852	206,192
Financial expenses	13,388	12,722
Total operating expenses	211,241	218,915
Operating income	36,336	40,161
Non-operating income	10,120	5,292
Non-operating expenses	2,048	1,766
Ordinary income	44,408	43,687
Extraordinary income		
Gain on sales of non-current assets	2	600
Gain on sales of investment securities	0	230
Gain on sales of shares of subsidiaries and associates	91	-
Compensation income for expropriation	564	754
Other	11	5
Total extraordinary income	669	1,590

(Millions of yen)

	FY2013 (April 1, 2013 to March 31, 2014)	FY2014 (April 1, 2014 to March 31, 2015)
Extraordinary losses		
Loss on disposal of non-current assets	393	8,617
Impairment loss	500	205
Loss on valuation of investment securities	2	732
Loss on sales of investment securities	-	68
Loss on valuation of investments in capital of subsidiaries and associates	11	-
Loss on valuation of shares of subsidiaries and associates	-	180
Loss on closing of stores	148	-
Business structure improvement expenses	-	225
Other	36	1,015
Total extraordinary losses	1,092	11,046
Income before income taxes and minority interests	43,985	34,231
Income taxes-current	18,094	20,106
Income taxes-deferred	226	3,088
Total income taxes	18,320	23,195
Income before minority interests	25,665	11,036
Minority interests in income (loss)	113	(1,592)
Net income	25,552	12,628

(Consolidated Statements of Comprehensive Income)

(Millions of yen)

	FY2013 (April 1, 2013 to March 31, 2014)	FY2014 (April 1, 2014 to March 31, 2015)
Income before minority interests	25,665	11,036
Other comprehensive income		
Valuation difference on available-for-sale securities	5,207	14,597
Deferred gains or losses on hedges	295	265
Share of other comprehensive income of entities accounted for using equity method	2,455	3,867
Total other comprehensive income	7,957	18,730
Comprehensive income	33,623	29,766
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	33,509	31,359
Comprehensive income attributable to minority interests	113	(1,592)

(3) Consolidated Statements of Changes in Equity
FY2013 (April 1, 2013 to March 31, 2014)

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	75,929	84,838	217,882	(6,118)	372,531
Cumulative effects of changes in accounting policies			(138)		(138)
Restated balance	75,929	84,838	217,743	(6,118)	372,392
Changes of items during period					
Dividends of surplus			(5,511)		(5,511)
Net income			25,552		25,552
Purchase of treasury shares				(5)	(5)
Disposal of treasury shares		(0)		0	0
Net changes of items other than shareholders' equity					
Total changes of items during period	-	(0)	20,040	(4)	20,035
Balance at end of current period	75,929	84,838	237,784	(6,123)	392,428

	Accumulated other comprehensive income			Subscription rights to shares	Minority interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Total accumulated other comprehensive income			
Balance at beginning of current period	20,391	(1,496)	18,894	0	3,442	394,868
Cumulative effects of changes in accounting policies			-			(138)
Restated balance	20,391	(1,496)	18,894	0	3,442	394,729
Changes of items during period						
Dividends of surplus						(5,511)
Net income						25,552
Purchase of treasury shares						(5)
Disposal of treasury shares						0
Net changes of items other than shareholders' equity	7,662	295	7,957	-	106	8,064
Total changes of items during period	7,662	295	7,957	-	106	28,100
Balance at end of current period	28,054	(1,201)	26,852	0	3,548	422,829

FY2014 (April 1, 2014 to March 31, 2015)

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	75,929	84,838	237,784	(6,123)	392,428
Cumulative effects of changes in accounting policies			-		-
Restated balance	75,929	84,838	237,784	(6,123)	392,428
Changes of items during period					
Dividends of surplus			(5,511)		(5,511)
Net income			12,628		12,628
Purchase of treasury shares				(2)	(2)
Disposal of treasury shares		-		-	-
Net changes of items other than shareholders' equity					
Total changes of items during period	-	-	7,117	(2)	7,115
Balance at end of current period	75,929	84,838	244,902	(6,125)	399,543

	Accumulated other comprehensive income			Subscription rights to shares	Minority interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Total accumulated other comprehensive income			
Balance at beginning of current period	28,054	(1,201)	26,852	0	3,548	422,829
Cumulative effects of changes in accounting policies			-			-
Restated balance	28,054	(1,201)	26,852	0	3,548	422,829
Changes of items during period						
Dividends of surplus						(5,511)
Net income						12,628
Purchase of treasury shares						(2)
Disposal of treasury shares						-
Net changes of items other than shareholders' equity	18,464	265	18,730	-	(1,593)	17,137
Total changes of items during period	18,464	265	18,730	-	(1,593)	24,252
Balance at end of current period	46,518	(935)	45,583	0	1,955	447,082

(4) Consolidated Statements of Cash Flows

(Millions of yen)

	FY2013 (April 1, 2013 to March 31, 2014)	FY2014 (April 1, 2014 to March 31, 2015)
Cash flows from operating activities		
Income before income taxes and minority interests	43,985	34,231
Depreciation	12,044	9,918
Amortization of deferred assets	158	187
Loss (gain) on liquidation business	1,907	1,297
Increase (decrease) in allowance for doubtful accounts	(19,875)	(6,708)
Increase (decrease) in provision for point card certificates	5,857	5,534
Increase (decrease) in provision for loss on interest repayment	665	(695)
Increase (decrease) in other provision	66	325
Interest and dividend income	(2,812)	(1,504)
Interest expenses	12,290	11,908
Share of (profit) loss of entities accounted for using equity method	(5,645)	(2,387)
Foreign exchange losses (gains)	(67)	(102)
(Gain) loss on sales or redemption of investment securities	(0)	(161)
Loss (gain) on sales of shares of subsidiaries and associates	(91)	-
Loss (gain) on valuation of investment securities	2	732
Loss on valuation of shares of subsidiaries and associates	-	180
Impairment loss	500	205
Loss (gain) on sales and retirement of property, plant and equipment and intangible assets	1,060	8,493
Decrease (increase) in operating receivables	(104,681)	(56,239)
Decrease (increase) in lease investment assets	(5,761)	(691)
Decrease (increase) in investment securities for sale	(4,672)	(5,997)
Decrease (increase) in inventories	(3,888)	(11,697)
Decrease (increase) in other assets	(1,372)	(8,165)
Increase (decrease) in operating debt	17,160	(38,286)
Increase (decrease) in other liabilities	(3,818)	3,098
Other, net	(596)	177
Subtotal	(57,581)	(56,345)
Interest and dividend income received	3,726	2,192
Interest expenses paid	(12,645)	(12,366)
Income taxes paid	(14,032)	(19,197)
Net cash provided by (used in) operating activities	(80,533)	(85,717)

(Millions of yen)

	FY2013 (April 1, 2013 to March 31, 2014)	FY2014 (April 1, 2014 to March 31, 2015)
Cash flows from investing activities		
Purchase of investment securities	(6,781)	(4,594)
Proceeds from sales or redemption of investment securities	610	1,081
Proceeds from sales of shares of subsidiaries and associates	125	-
Proceeds from liquidation business	31,866	27,232
Purchase of property, plant and equipment and intangible assets	(32,609)	(30,510)
Proceeds from sales of property, plant and equipment and intangible assets	456	3,178
Payments of loans receivable	(1,544)	(288)
Collection of loans receivable	35	17
Other, net	164	206
Net cash provided by (used in) investing activities	(7,675)	(3,676)
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	(13,800)	18,000
Net increase (decrease) in commercial papers	100,000	35,000
Proceeds from long-term loans payable	146,300	195,220
Repayments of long-term loans payable	(118,937)	(160,010)
Proceeds from issuance of bonds	44,742	54,686
Redemption of bonds	(30,225)	(60,225)
Income for securitization	-	20,000
Payment for securitization	(36,769)	(7,493)
Repayments of lease obligations	(2,423)	(1,230)
Proceeds from sales of treasury shares	0	-
Purchase of treasury shares	(5)	(2)
Cash dividends paid	(5,511)	(5,511)
Cash dividends paid to minority shareholders	(7)	-
Net cash provided by (used in) financing activities	83,363	88,434
Effect of exchange rate change on cash and cash equivalents	67	62
Net increase (decrease) in cash and cash equivalents	(4,777)	(896)
Cash and cash equivalents at beginning of period	57,456	52,678
Cash and cash equivalents at end of period	52,678	51,781

Non-Consolidated Financial Statements
(1) Non-Consolidated Balance Sheets

(Millions of yen)

	FY2013 (As of March 31, 2014)	FY2014 (As of March 31, 2015)
(ASSETS)		
Current assets		
Cash and deposits	39,844	46,870
Accounts receivable - installment	1,308,516	1,375,133
Lease investment assets	225,448	226,109
Operational investment securities	18,979	25,531
Merchandise	113	113
Supplies	1,199	1,035
Prepaid expenses	785	918
Deferred tax assets	9,146	11,562
Short-term loans receivable from subsidiaries and associates	220,831	162,923
Accounts receivable - other	13,911	14,184
Other	4,750	13,530
Allowance for doubtful accounts	(38,471)	(36,512)
Total current assets	1,805,055	1,841,399
Non-current assets		
Property, plant and equipment		
Buildings, net	6,211	5,943
Vehicles, net	0	0
Equipment, net	1,677	1,527
Land	6,904	6,904
Leased assets, net	2,476	1,502
Construction in progress	143	216
Total property, plant and equipment	17,413	16,094
Intangible assets		
Leasehold right	14	14
Software	4,901	3,545
Leased assets	537	245
Software in progress	66,029	73,598
Other	244	244
Total intangible assets	71,727	77,648
Investments and other assets		
Investment securities	68,757	89,996
Shares of subsidiaries and associates	51,557	52,622
Investments in capital	0	0
Investments in capital of subsidiaries and associates	65	65
Long-term loans receivable	10,000	10,000
Long-term loans receivable from subsidiaries and associates	176,906	212,767
Long-term prepaid expenses	2,003	1,085
Guarantee deposits	1,617	1,558
Deferred tax assets	61,506	51,836
Other	1,085	1,080
Allowance for doubtful accounts	(67,837)	(68,892)
Total investments and other assets	305,663	352,119
Total non-current assets	394,804	445,862
Deferred assets		
Bond issuance cost	599	724
Total deferred assets	599	724
Total assets	2,200,459	2,287,986

(Millions of yen)

	FY2013 (As of March 31, 2014)	FY2014 (As of March 31, 2015)
(LIABILITIES)		
Current liabilities		
Notes payable - trade	1	1
Accounts payable - trade	273,093	234,649
Short-term loans payable	198,960	216,960
Current portion of long-term loans payable	155,520	136,900
Current portion of bonds	60,000	65,000
Commercial papers	115,000	150,000
Current portion of long-term loans payable under credit fluidity	7,493	-
Lease obligations	892	673
Accounts payable - other	4,426	3,646
Accrued expenses	16,282	16,879
Income taxes payable	11,045	11,870
Deposits received	5,561	5,887
Unearned revenue	507	432
Provision for bonuses	1,348	1,392
Provision for directors' bonuses	120	127
Provision for loss on interest repayment	9,823	9,666
Allowance for losses on collecting gift tickets	167	159
Deferred installment income	6,835	7,430
Other	1,421	1,798
Total current liabilities	868,502	863,475
Non-current liabilities		
Bonds payable	215,000	205,000
Long-term loans payable	654,359	712,679
Long-term loans payable under credit fluidity	-	20,000
Lease obligations	1,775	976
Provision for loss on guarantees	4,198	4,409
Provision for point card certificates	77,390	82,925
Provision for loss on interest repayment	8,267	7,455
Guarantee deposits received	637	626
Other	2,520	1,968
Total non-current liabilities	964,148	1,036,040
Total liabilities	1,832,651	1,899,516

(Millions of yen)

	FY2013 (As of March 31, 2014)	FY2014 (As of March 31, 2015)
(NET ASSETS)		
Shareholders' equity		
Capital stock	75,929	75,929
Capital surplus		
Legal capital surplus	82,497	82,497
Other capital surplus	1,889	1,889
Total capital surpluses	84,386	84,386
Retained earnings		
Legal retained earnings	3,020	3,020
Other retained earnings		
General reserve	143,455	175,455
Retained earnings brought forward	48,931	22,735
Total retained earnings	195,406	201,210
Treasury shares	(5,838)	(5,840)
Total shareholders' equity	349,883	355,686
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	19,125	33,719
Deferred gains or losses on hedges	(1,201)	(935)
Total valuation and translation adjustments	17,924	32,783
Total net assets	367,808	388,470
Total liabilities and net assets	2,200,459	2,287,986

(2) Non-Consolidated Statements of Income

(Millions of yen)

	FY2013 (April 1, 2013 to March 31, 2014)	FY2014 (April 1, 2014 to March 31, 2015)
Operating revenue		
Income from the credit service business		
Revenue from credit card business	104,915	110,583
Credit card cashing revenue	33,803	33,551
Loan certificates Revenue	1,697	1,409
Business agency revenue	21,643	26,505
Income from the Credit-related services	7,879	8,112
Income from the credit service business	169,938	180,163
Income from the Lease business revenue	14,271	13,943
Income from the finance business		
Revenue from credit guarantee	12,309	13,933
Finance related Revenue	3,097	4,995
Income from the finance business	15,407	18,928
Income from the real estate related business		
Revenue from the real estate related business	19	19
Cost of the real estate related business	4	1
Income from the real estate related business	14	17
Financial revenue	6,241	6,283
Total operating revenue	205,873	219,336
Operating expenses		
Selling, general and administrative expenses	160,927	169,899
Financial expenses		
Interest expenses	13,998	13,238
Other	1,121	828
Total financial expenses	15,119	14,066
Total operating expenses	176,046	183,966
Operating income	29,826	35,370
Non-operating income	5,133	3,474
Non-operating expenses	87	395
Ordinary income	34,872	38,449
Extraordinary income		
Gain on sales of investment securities	0	224
Gain on sales of shares of subsidiaries and associates	91	-
Total extraordinary income	91	224

(Millions of yen)

	FY2013 (April 1, 2013 to March 31, 2014)	FY2014 (April 1, 2014 to March 31, 2015)
Extraordinary losses		
Loss on disposal of non-current assets	40	4,687
Loss on valuation of investment securities	2	729
Loss on valuation of shares of subsidiaries and associates	-	435
Loss on sales of investment securities	-	68
Loss on valuation of investments in capital of subsidiaries and associates	11	-
Provision of allowance for doubtful accounts	-	1,054
Other	-	29
Total extraordinary losses	54	7,005
Income before income taxes	34,909	31,668
Income taxes - current	16,752	18,862
Income taxes - deferred	(480)	1,490
Total income taxes	16,271	20,352
Net income	18,637	11,315

(3) Non-Consolidated Statements of Changes in Equity
FY2013 (April 1, 2013 to March 31, 2014)

(Millions of yen)

	Shareholders' equity									
	Capital stock	Capital surplus			Retained earnings				Treasury shares	Total shareholders' equity
		Legal capital surplus	Other capital surplus	Total capital surplus	Legal retained earnings	Other retained earnings		Total retained earnings		
						General reserve	Retained earnings brought forward			
Balance at beginning of current period	75,929	82,497	1,889	84,386	3,020	143,455	35,804	182,279	(5,833)	336,762
Changes of items during period										
Provision of general reserve										
Dividends of surplus							(5,511)	(5,511)		(5,511)
Net income							18,637	18,637		18,637
Purchase of treasury shares									(5)	(5)
Disposal of treasury shares			(0)	(0)					0	0
Net changes of items other than shareholders' equity										
Total changes of items during period	-	-	(0)	(0)	-	-	13,126	13,126	(4)	13,121
Balance at end of current period	75,929	82,497	1,889	84,386	3,020	143,455	48,931	195,406	(5,838)	349,883

	Valuation and translation adjustments			Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Total valuation and translation adjustments	
Balance at beginning of current period	13,936	(1,496)	12,439	349,202
Changes of items during period				
Provision of general reserve				-
Dividends of surplus				(5,511)
Net income				18,637
Purchase of treasury shares				(5)
Disposal of treasury shares				0
Net changes of items other than shareholders' equity	5,189	295	5,484	5,484
Total changes of items during period	5,189	295	5,484	18,606
Balance at end of current period	19,125	(1,201)	17,924	367,808

FY2014 (April 1, 2014 to March 31, 2015)

(Millions of yen)

	Shareholders' equity									
	Capital stock	Capital surplus			Retained earnings				Treasury shares	Total shareholders' equity
		Legal capital surplus	Other capital surplus	Total capital surplus	Legal retained earnings	Other retained earnings		Total retained earnings		
						General reserve	Retained earnings brought forward			
Balance at beginning of current period	75,929	82,497	1,889	84,386	3,020	143,455	48,931	195,406	(5,838)	349,883
Changes of items during period										
Provision of general reserve						32,000	(32,000)			
Dividends of surplus							(5,511)	(5,511)		(5,511)
Net income							11,315	11,315		11,315
Purchase of treasury shares									(2)	(2)
Disposal of treasury shares			-	-					-	-
Net changes of items other than shareholders' equity										
Total changes of items during period	-	-	-	-	-	32,000	(26,195)	5,804	(2)	5,802
Balance at end of current period	75,929	82,497	1,889	84,386	3,020	175,455	22,735	201,210	(5,840)	355,686

	Valuation and translation adjustments			Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Total valuation and translation adjustments	
Balance at beginning of current period	19,125	(1,201)	17,924	367,808
Changes of items during period				
Provision of general reserve				-
Dividends of surplus				(5,511)
Net income				11,315
Purchase of treasury shares				(2)
Disposal of treasury shares				-
Net changes of items other than shareholders' equity	14,594	265	14,859	14,859
Total changes of items during period	14,594	265	14,859	20,661
Balance at end of current period	33,719	(935)	32,783	388,470

(5) Segment information, etc.

Segment information

For the fiscal year ended March 31, 2014 (from April 1, 2013 to March 31, 2014)

Information regarding sales, income and other items by reportable segments

(Unit: Millions of yen)

	Reportable segments						Adjustments	Consolidated statements of income
	Credit service	Lease	Finance	Real estate related	Entertainment	Total		
Operating revenue								
External revenue	188,611	14,241	19,113	12,605	13,005	247,577	-	247,577
Inter-segment revenue and transfer	1,068	30	-	68	12	1,180	(1,180)	-
Total	189,679	14,272	19,113	12,674	13,018	248,758	(1,180)	247,577
Segment income	14,723	6,025	10,071	3,898	1,612	36,330	5	36,336
Segment assets	1,570,524	269,881	138,453	288,892	18,509	2,286,261	(318)	2,285,943
Others								
Depreciation and amortization	8,085	228	148	870	2,715	12,048	(3)	12,044
Financial expenses	8,196	2,784	986	1,420	-	13,388	-	13,388
Allowance for doubtful accounts	18,990	2,037	3,804	48	-	24,880	(0)	24,880
Investment in subsidiaries and associates	55,604	-	-	-	2,083	57,687	-	57,687
Increase on property, plant and equipment and intangible assets	32,359	188	137	831	3,393	36,910	-	36,910

(Notes)1. Adjustments include inter-segment eliminations.

2. Segment income is adjusted to total operating income in the consolidated statements of income.

For the fiscal year ended March 31, 2015 (from April 1, 2014 to March 31, 2015)

Information regarding sales, income and other items by reportable segments

(Unit: Millions of yen)

	Reportable segments						Adjustments	Consolidated statements of income
	Credit service	Lease	Finance	Real estate related	Entertainment	Total		
Operating revenue								
External revenue	198,321	13,911	22,809	13,067	10,965	259,076	-	259,076
Inter-segment revenue and transfer	950	31	-	20	10	1,012	(1,012)	-
Total	199,271	13,943	22,809	13,088	10,976	260,089	(1,012)	259,076
Segment income	15,335	5,918	13,293	4,514	1,094	40,157	4	40,161
Segment assets	1,639,457	273,255	181,676	258,004	21,189	2,373,583	(284)	2,373,299
Others								
Depreciation and amortization	6,455	86	254	901	2,224	9,922	(3)	9,918
Financial expenses	7,726	2,483	1,216	1,296	-	12,722	-	12,722
Allowance for doubtful accounts	22,081	1,983	3,926	(133)	-	27,856	0	27,856
Investment in subsidiaries and associates	60,499	-	-	-	3,376	63,875	-	63,875
Increase on property, plant and equipment and intangible assets	24,082	125	102	2,568	2,574	29,452	-	29,452

(Notes)1. Adjustments include inter-segment eliminations.

2. Segment income is adjusted to total operating income in the consolidated statements of income.