

Consolidated Financial Statements for the Fiscal Year Ended March 31, 2003

May 19, 2004

Stock exchange listings: Tokyo

Location of headquarters:Tokyo

Listed company name

Credit Saison Co., Ltd.

Code number: 8253

(URL <http://www.saisoncard.co.jp>)

Representative: Hiroshi Rinno, President and CEO

Responsible person/Title: Toshiyasu Suganuma/Director in charge of Finance and Accounting

Inquiries to: Ayumi Sakamoto/General Manager, Public Relations Office Phone: (03) 3982-0700

Board of Directors meeting: May 19, 2004

Use of U.S. accounting standards: No

1. Consolidated Results for Fiscal 2003 (April 1, 2003 to March 31, 2004)

(1) Consolidated Operating Results Note: All amounts are rounded down to the nearest million yen.

	Operating revenues (¥ million)	Year-on-year change [%]	Operating income (¥ million)	Year-on-year change [%]	Ordinary income (¥ million)	Year-on-year change [%]
Fiscal 2003	220,331	[3.8]	54,005	[3.0]	52,955	[3.8]
Fiscal 2002	212,241	[-1.2]	52,414	[-12.2]	51,001	[-14.6]

	Net income (¥ million)	Year-on-year change [%]	Earnings per share (¥)	Earnings per share (diluted) (¥)	Return on equity [%]	Ordinary income/total assets [%]	Ordinary income/net sales [%]
Fiscal 2003	22,419	-	130.55	127.79	[+9.1]	[+4.0]	[+24.0]
Fiscal 2002	(6,026)	-	(36.57)	-	[-2.5]	[+4.0]	[+24.0]

Notes:

1. Equity in earnings of affiliates: ¥ (-1,068) million (Fiscal 2002: ¥ (-2,360) million)
2. Average number of shares issued and outstanding (consolidated): 170,414,937 shares (Fiscal 2002: 169,102,329 shares)
3. Changes in accounting methods: Adopted
4. Year-on-year change for operating revenues, operating income, ordinary income and net income is based on the previous fiscal year.

(2) Consolidated Financial Position

	Total assets (¥ million)	Shareholders' equity (¥ million)	Shareholders' equity/total assets [%]	Shareholders' equity per share (¥)
Fiscal 2003	1,352,709	258,253	19.1	1,519.13
Fiscal 2002	1,280,822	236,028	18.4	1,380.26

Notes:

1. Total number of shares issued and outstanding at the end of period (consolidated): 169,888,117 shares
(Fiscal 2002: 170,889,191 shares)

(3) Consolidated Cash Flows

(Millions of Yen)

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
Fiscal 2003	55,045	(68,703)	10,813	73,421
Fiscal 2002	12,592	(66,174)	61,409	75,725

(4) Scope of Consolidation and Application of Equity Method

Consolidated subsidiaries: 10 companies

Unconsolidated subsidiaries accounted for by the equity method: None

Affiliated companies accounted for by the equity method: 3 companies

(5) Changes in Scope of Consolidation and Application of Equity Method

Consolidated (New): 2 companies

(Eliminated): 2 company

Equity method: (New): None

(Eliminated): None

2. Projected Results for Fiscal 2004(April 1, 2004 to March 31, 2005)

(Millions of Yen)

	Operating revenues	Ordinary income	Net income
Interim period	114,000	23,500	13,500
Fiscal 2004	237,000	55,500	31,500

Reference: Estimated earnings per share (fiscal 2004): ¥185.42

*The above projected results are based on future prospects and the assumptions and forecasts on which plans are based. The actual results may differ from the above projected results depending on various factors in the future.

Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Millions of yen)

Item	Term	Fiscal 2002 (As of March 31, 2003)		Fiscal 2003 (As of March 31, 2004)		Increase (Decrease)
		Value	%	Value	%	Value
(ASSETS)						
I. Current assets						
Cash and deposits		75,725		73,421		(2,303)
Notes and accounts receivable		866,343		921,697		55,354
Other trade receivables		1,204		564		(639)
Merchandise		31,488		37,765		6,277
Deferred income taxes		12,908		15,612		2,704
Short-term loans		28		10,518		10,490
Prepaid expenses and other current assets		28,673		15,307		(13,365)
Allowance for losses on receivables		(31,084)		(34,612)		(3,528)
Total current assets		985,286	76.9	1,040,274	76.9	54,988
II. Fixed assets						
Property and equipment, at cost:						
Equipment for lease		106,407		127,335		20,927
Buildings		17,032		15,570		(1,462)
Land		10,678		7,030		(3,647)
Construction in progress		1,019		2,902		1,882
Other tangible fixed assets		10,676		9,872		(803)
Total property and equipment		145,814	11.4	162,710	12.0	16,896
Intangible assets:						
Leaseholds		1,243		971		(271)
Software		6,835		9,435		2,600
Other intangible fixed assets		297		290		(6)
Total intangible assets		8,376	0.6	10,698	0.8	2,321
Investments and other assets:						
Investment securities		64,134		68,468		4,333
Long-term loans		28,252		36,987		8,734
Lease deposits		8,268		8,915		646
Deferred income taxes		8,074		7,807		(266)
Other		34,901		19,697		(15,204)
Allowance for losses on receivables		(4,593)		(4,634)		(40)
Total Investments and other assets		139,037	10.9	137,241	10.2	(1,796)
Total fixed assets		293,228	22.9	310,650	23.0	17,422
III. Deferred assets						
Bond issue costs		207		383		176
Development costs		2,100		1,400		(700)
Total deferred assets		2,307	0.2	1,783	0.1	(523)
Total assets		1,280,822	100.0	1,352,709	100.0	71,887

Term Item	Fiscal 2002 (As of March 31, 2003)		Fiscal 2003 (As of March 31, 2004)		Increase (Decrease)
	Value	%	Value	%	Value
(LIABILITIES)					
I. Current liabilities					
Notes and accounts payable	96,456		94,228		(2,227)
Short-term loans	346,668		377,292		30,624
Current portion of long-term loans	16,790		22,273		5,483
Current portion of bonds	40,000		20,460		(19,540)
Current portion of convertible bonds	-		6,784		6,784
Commercial paper	144,000		71,000		(73,000)
Current portion of payables under securitized lease receivables	5,929		3,127		(2,801)
Accrued taxes on income	434		23,529		23,095
Allowance for bonuses	1,667		1,733		66
Unearned income	3,428		3,446		17
Accrued expenses and other current liabilities	24,635		33,535		8,900
Total current liabilities	680,009	53.1	657,410	48.6	(22,598)
II. Long-term liabilities					
Bonds	96,000		140,540		44,540
Convertible bonds	7,445		-		(7,445)
Long-term loans	209,833		247,086		37,252
Payables under securitized lease receivables	38,415		33,000		(5,415)
Accrued pension and severance costs	6,469		7,398		929
Retirement allowance for directors and statutory auditors	704		644		(59)
Allowance for losses on guarantees	879		934		55
Allowance for defective on guarantees	-		32		32
Consolidation adjustments	484		745		260
Other long-term liabilities	3,674		6,233		2,558
Total long-term liabilities	363,905	28.4	436,614	32.3	72,709
Total liabilities	1,043,915	81.5	1,094,025	80.9	50,110
(Minority interests)					
Minority interests	878	0.1	430	0.0	(447)
(Shareholders' equity)					
I. Common stock	63,337	4.9	63,667	4.7	330
II. Capital surplus	66,788	5.2	67,133	5.0	345
III. Retained earnings	107,686	8.4	126,719	9.4	19,032
IV. Unrealized gain (loss) on other securities	(937)	(0.1)	4,685	0.3	5,623
V. Treasury common stock, at cost	(845)	(0.0)	(3,953)	(0.3)	(3,107)
Total shareholders' equity	236,028	18.4	258,253	19.1	22,224
Total liabilities and shareholders' equity	1,280,822	100.0	1,352,709	100.0	71,887

(2) Consolidated Statements of Income

(Millions of yen)

Item	Term	Fiscal 2002 April 1, 2002 to March 31, 2003		Fiscal 2003 April 1, 2003 to March 31, 2004		Year-on-year change
		Value	%	Value	%	%
I. Operating revenues						
Financing and administration fees			166,193		174,963	105.3
Income from merchandise sales						
Merchandise sales		60,164		59,621		
Cost of merchandise sales		47,569	12,595	47,289	12,332	97.9
Income from travel & entertainment						
Travel & entertainment sales		85,819		94,501		
Cost of travel & entertainment sales		69,536	16,283	78,314	16,187	99.4
Income from leases						
Leases sales		-		46,331		
Cost of leases sales		-	-	40,805	5,525	-
Income from other business						
Other sales		41,240		8,378		
Cost of other sales		33,269	7,971	3,626	4,751	59.6
Financial revenues			9,198		6,570	71.4
Total operating revenues			212,241	100.0	220,331	100.0
103.8						
II. Operating expenses						
Selling, general and administrative expenses			147,017	69.3	156,501	71.0
Financial cost			12,810	6.0	9,824	4.5
Total operating expenses			159,827	75.3	166,326	75.5
104.1						
Operating income			52,414	24.7	54,005	24.5
103.0						
III. Non-operating income			2,174	1.0	1,992	0.9
91.6						
IV. Non-operating expenses			3,587	1.7	3,041	1.4
84.8						
Ordinary income			51,001	24.0	52,955	24.0
103.8						
V. Extraordinary gains						
Gain on sale of investment securities		40		-	-	
Gain on reimbursement of substituting portion of welfare pension fund		3,897	3,938	1.8	-	-
-						
VI. Extraordinary losses						
Loss from sale of fixed assets		3,164		1,630		
Loss on impairment of fixed assets		-		7,569		
Loss on evaluation of investment securities		42,616		999		
Loss on sale of investment securities		-		323		
Loss on waiver of debts		18,956		-		
Other		516	65,252	30.7	1,924	12,446
5.6						19.1
Income (loss) before income taxes and minority interests			(10,313)	(4.9)	40,509	18.4
-						
Income taxes, current		588		23,928		
Income taxes, deferred		(4,694)	(4,106)	(2.0)	(5,906)	18,022
8.2						-
Minority interests			(180)	(0.1)	67	0.0
-						
Net income (loss)			(6,026)	(2.8)	22,419	10.2
-						

(3) Consolidated Statements of Retained Earnings

(Millions of yen)

Term Item	Fiscal 2002		Fiscal 2003	
	April 1, 2002 to March 31, 2003		April 1, 2003 to March 31, 2004	
	Value		Value	
(Capital Surplus)				
I. Capital surplus at the beginning of period		64,716		66,788
II. Increase in capital surplus				
Conversion of convertible bonds	2,031		330	
Gain on disposal of treasury common stock	39	2,071	15	345
III. Capital surplus at the end of period		66,788		67,133
(Retained Earnings)				
I. Retained earnings at the beginning of period		116,934		107,686
II. Increase in retained earnings				
Net Income	-	-	22,419	22,419
III. Decrease in retained earnings				
Cash dividends	3,039		3,075	
Bonuses to directors and statutory auditors'	145		160	
Net loss	6,026		-	
Resulting from addition of subsidiaries to the scope of consolidation	34		151	
Resulting from addition of affiliated companies to the scope of application of equity method	1	9,247	-	3,387
IV. Unappropriated retained earnings at the end of period		107,686		126,719

(4) Consolidated Statements of Cash Flows

(Millions of yen)

Item	Term	Fiscal 2002	Fiscal 2003
		April 1, 2002 to March 31,	April 1, 2003 to March 31,
		2003	2004
		Value	Value
I. Cash flows from operating activities			
Income (loss) before income taxes		(10,313)	40,509
Adjustments to reconcile income (loss) before income taxes to net cash provided by (used in) operating activities:			
Depreciation and amortization		30,521	36,680
Amortization of consolidation adjustments		(132)	(179)
Amortization of deferred assets		895	1,000
Increase in allowance for losses on accounts receivables		4,078	3,509
Increase in allowance for retirement benefits		(3,301)	929
Increase in other allowances		337	43
Interest and dividend income		(6,376)	(5,978)
Interest expenses		11,102	9,892
Equity in earnings of affiliates		2,360	1,068
Foreign exchange (gain) loss		2,042	(21)
Realized (gain) loss on sale of investment securities		(106)	91
Loss on evaluation of investment securities		42,616	999
Loss on impairment of fixed assets			7,569
Loss on disposal of fixed asset		9,862	13,920
Changes in operating assets and liabilities:			
(Increase) decrease in accounts receivable		(48,480)	(88,979)
Proceeds from liquidation of trade receivable		20,000	30,000
(Increase) decrease in inventories		(3,986)	(6,064)
(Increase) decrease in other assets		(8,518)	10,944
Increase (decrease) in payables		(22,969)	(2,305)
Increase (decrease) in other liabilities		2,167	6,738
Directors' and statutory auditors' bonuses		(148)	(163)
Subtotal		21,647	60,204
Interest and dividends received		6,378	5,961
Interest paid		(11,120)	(10,025)
Income taxes paid		(4,312)	(1,094)
Net cash provided by (used in) operating activities		12,592	55,045
II. Cash flows from investing activities			
Payments for purchases of investment securities		(5,469)	(7,965)
Proceeds from sales of investment securities		10,913	22,617
Payments for purchases of fixed assets		(72,076)	(74,046)
Proceeds from sales of fixed assets		3,235	1,937
Payment for long-term loans		(3,252)	(9,761)
Proceeds from collection of short-term and long-term loans		-	679
Proceeds from acquisition of subsidiaries' stock following change in consolidation scope		62	-
(Increase) decrease in other assets		412	(2,164)
Net cash provided by (used in) investing activities		(66,174)	(68,703)
III. Cash flows from financing activities			
Increase (decrease) in short-term loans		(3,068)	30,763
Increase (decrease) in commercial paper		29,000	(73,000)
Proceeds from long-term debt		77,187	68,795
Repayments of long-term debt		(47,989)	(26,059)
Proceeds from issuance of bonds		5,801	64,723
Repayment of bonds		(13,945)	(40,200)
Proceeds from payables under securitized lease receivables		33,000	-
Repayment of payables under securitized lease receivables		(15,696)	(8,217)
Proceeds from payments from minority shareholders		-	62
Sales of treasury common stock		179	110
Purchase of treasury common stock		(15)	(3,088)
Cash dividends paid		(3,039)	(3,075)
Dividends paid to minorities		(3)	-
Net cash provided by (used in) financing activities		61,409	10,813
IV. Translation Gain on cash and cash equivalents		(131)	(90)
V. Increases (decrease) in cash and cash equivalents		7,696	(2,933)
VI. Cash and cash equivalents, at the beginning of year		67,742	75,725
VII. Increases in cash and cash equivalents resulting from addition of subsidiaries to the scope of consolidation		286	630
VIII. Cash and cash equivalents, at the end of year		75,725	73,421

Non-Consolidated Financial Statements for the Fiscal Year Ended March 31, 2004

May 19, 2004

Listed company name

Credit Saison Co., Ltd.

Stock exchange listings: Tokyo

Code number: 8253

Location of headquarters: Tokyo

(URL <http://www.saisoncard.co.jp>)

Representative: Hiroshi Rinno, President and CEO

Responsible person/Title: Toshiyasu Suganuma/Director in charge of Finance and Accounting

Inquiries to: Ayumi Sakamoto, General Manager, Public Relations Office Phone: (03) 3982-0700

Board of Directors meeting: May 19, 2004

Interim dividend system: Adopted

General Meeting of Shareholders: June 29, 2004

Round-lot system: Adopted

(Round lot: 100 shares)

1. Results for Fiscal 2003 (April 1, 2002 - March 31, 2003)

(1) Operating results

	Operating revenues (¥ million)	Year-on-year change (%)	Operating income (¥ million)	Year-on-year change (%)	Ordinary income (¥ million)	Year-on-year change (%)
Fiscal 2003	175,725	[2.3]	44,824	[3.9]	45,051	[1.8]
Fiscal 2002	171,842	[11.4]	43,123	[4.5]	44,250	[7.5]

	Net income (¥ million)	Year-on-year change (%)	Earnings per share (¥)	Earnings per share (diluted) (¥)	Return on equity (%)	Ordinary income/total assets (%)	Ordinary income/net revenues (%)
Fiscal 2003	24,396	-	142.00	138.99	[9.8]	[4.0]	[25.6]
Fiscal 2002	(5,026)	-	(30.34)	-	[-2.1]	[4.1]	[25.8]

Notes:

1. Average number of shares issued outstanding during the term: 170,887,646 shares (Fiscal 2002: 169,614,267 shares)

2. Volume of new contracts: ¥2,924,399 million (Fiscal 2002: ¥2,969,794 million) (Year-on-year change: [-1.5]%)

3. Changes in accounting methods: Adopted

4. Year-on-year changes for operating revenues, operating income, ordinary income and net income are based on the previous fiscal year.

(2) Dividends

	Annual dividends per share (¥)			Annual total dividends (¥ million)	Payout ratio (%)	Dividend rate for shareholders' equity (%)
	Interim	Year-end				
Fiscal 2003	18.00	00.00	18.00	3,065	12.7	1.2
Fiscal 2002	18.00	00.00	18.00	3,085	-	1.3

(3) Financial Position

	Total assets (¥ million)	Shareholders' equity (¥ million)	Shareholders' equity/ Total assets (%)	Shareholders' equity per share (¥)
Fiscal 2003	1,155,776	261,792	22.7	1,536.51
Fiscal 2002	1,085,348	237,174	21.9	1,383.04

Notes:

1. Total number of shares outstanding: As of March 31, 2004: 170,297,168 shares As of March 31, 2003: 171,401,691 shares

2. Total number of treasury stock: As of March 31, 2004: 1,428,241 shares As of March 31, 2003: 8,176 shares

2. Projected Results for Fiscal 2004 (April 1, 2004 - March 31, 2005)

	Operating revenues (¥ million)	Ordinary income (¥ million)	Net income (¥ million)	Annual dividends per share (¥)		
				Interim	Year-end	
Interim period	92,000	20,000	11,500	00.00	-	-
Fiscal 2004	189,000	46,500	27,000	-	20.00	20.00

Notes: Volume of new contracts Interim period: ¥ 1,560,000million Fiscal 2004: ¥ 3,300,000million

(Reference) Estimated earnings per share (fiscal 2004): ¥158.55

* The above projected results are based on future prospects and the assumptions and forecasts on which plans are based. The actual results may differ from the above projected results depending on various factors in the future.

Non-Consolidated Balance Sheets

(Millions of yen)

Item	Fiscal 2002 (As of March 31, 2003)		Fiscal 2003 (As of March 31, 2004)		Increase (Decrease)
	Value	%	Value	%	Value
(ASSETS)					
I. Current assets					
Cash and deposits	47,092		43,928		(3,163)
Accounts receivable	474		-		(474)
Installment accounts receivable	796,849		838,629		41,779
Merchandise	1,791		1,414		(376)
Supplies	489		521		31
Prepaid expenses	908		566		(341)
Deferred income taxes	9,405		13,647		4,242
Other receivable	15,060		5,837		(9,223)
Other current assets	5,429		1,735		(3,694)
Allowance for losses on receivables	(28,255)		(31,241)		(2,986)
Total Current assets	849,246	78.2	875,038	75.7	25,792
II. Fixed assets					
Property and equipment , at cost:					
Equipment for lease	106,898		127,552		20,653
Buildings	12,352		2,165		(10,187)
Vehicles	0		0		-
Fixtures and equipment	4,289		3,649		(640)
Land	6,722		3,654		(3,068)
Construction in progress	553		2,494		1,941
Total Property and equipment	130,817	12.1	139,516	12.1	8,699
Intangible assets:					
Leaseholds	971		15		(956)
Software	6,311		8,785		2,474
Other intangible fixed assets	256		251		(4)
Total Intangible assets	7,539	0.7	9,052	0.8	1,513
Investments and other assets:					
Investment securities	29,126		51,066		21,940
Investment in subsidiaries and affiliates	12,600		34,963		22,362
Investment in capital	788		559		(229)
Long-term loans	28,252		28,252		-
Long-term loans to subsidiaries and affiliates	7,515		7,395		(120)
Long-term prepaid expenses	4,598		3,852		(746)
Lease deposits	6,970		3,210		(3,760)
Deferred income taxes	5,389		1,336		(4,053)
Other long-term investments	2,869		1,086		(1,782)
Allowance for losses on receivable	(2,538)		(1,182)		1,355
Total investments and other assets	95,570	8.8	130,538	11.3	34,967
Total fixed assets	233,927	21.6	279,107	24.2	45,180
III. Deferred assets					
Bond issue costs	75		229		154
Development costs	2,100		1,400		(700)
Total deferred assets	2,175		1,629	0.1	(545)
Total assets	1,085,348	100.0	1,155,776	100.0	70,427

Item	Term	Fiscal 2002 (As of March 31,2003)		Fiscal 2003 (As of March 31,2004)		Increase (Decrease)
		Value	%	Value	%	Value
(LIABILITIES)						
I. Current liabilities						
Notes payable		1,675		1,320		(354)
Accounts payable		92,845		91,220		(1,624)
Short-term loans		206,550		246,348		39,798
Current portion of long-term loans		7,732		13,455		5,723
Current portion of bonds		40,000		20,000		(20,000)
Current portion of convertible bonds		-		6,784		6,784
Commercial paper		144,000		71,000		(73,000)
Current portion of payables under securitized lease receivables		5,929		3,127		(2,801)
Other Payable		654		1,442		788
Accrued expenses		16,365		23,533		7,168
Accrued taxes on income		198		22,192		21,993
Withholdings		2,350		2,092		(258)
Advance received		199		84		(114)
Allowance for bonuses		1,320		1,340		19
Unearned income		3,428		3,446		17
Other current liabilities		617		642		24
Total current liabilities		523,867	48.2	508,030	43.9	(15,836)
II. Long-term liabilities						
Bonds		90,000		130,000		40,000
Convertible bonds		7,445		-		(7,445)
Long-term loans		179,379		214,924		35,545
Payables under securitized lease receivables		38,415		33,000		(5,415)
Accrued pension and severance costs		5,273		6,030		756
Retirement allowance for directors and statutory auditors		532		439		(92)
Allowance for losses on guarantees		879		934		55
Lease deposits received		1,813		527		(1,286)
Other long-term liabilities		568		96		(471)
Total Long-term liabilities		324,307	29.9	385,952	33.4	61,645
Total liabilities		848,174	78.1	893,983	77.3	45,808
(SHAREHOLDERS' EQUITY)						
I. Common stock						
		63,337	5.8	63,667	5.5	330
II. Capital surplus						
Additional paid-in capital		66,748		67,078		330
Total capital surplus		66,748	6.2	67,078	5.8	330
III. Retained earnings						
Legal reserve		3,020		3,020		-
Voluntary reserves						
Reserve for reduction of fixed asset value	301			301		
General reserve	99,455	99,756		99,455	99,756	-
Unappropriated retained earnings at end of period		5,729		26,920		21,190
Total retained earnings		108,505	10.0	129,696	11.3	21,190
IV. Unrealized gain (loss) on investment securities		(1,396)	(0.1)	4,679	0.4	6,076
V. Treasury common stock						
		(19)	(0.0)	(3,329)	(0.3)	(3,309)
Total shareholders' equity		237,174	21.9	261,792	22.7	24,618
Total liabilities and shareholders' equity		1,085,348	100.0	1,155,776	100.0	70,427

(2) Non-Consolidated Statements of Income

(Millions of yen)

Item	Term	Fiscal 2002 (April 1, 2002 to March 31, 2003)		Fiscal 2003 (April 1, 2003 to March 31, 2004)		Year-on-year change
		Value	%	Value	%	
I. Operating revenues						
Financing and administration fees						
Credit cards		55,983		59,324		106.0
Shopping loans		1,463		1,275		87.1
Guarantees		2,908		3,229		111.1
Loans		85,682		90,892		106.1
Agency services		8,452		6,531		77.3
Income from leases						
Lease sales	35,639			46,771		
Cost of lease sales	31,473	4,165		41,162	5,609	134.7
Income from merchandise sales						
Merchandise sales	9,445			2,763		
Cost of merchandise sold	8,543	902		2,359	403	44.7
Income Other sales						
Other sales	7,392			3,392		
Cost of other sales	2,173	5,218		255	3,136	60.1
Financial revenues		7,064		5,321		75.3
Total operating revenues		171,842	100.0	175,725	100.0	102.3
II. Operating expenses						
Selling, general and administrative expenses		121,111	70.5	123,746	70.4	102.2
Financial cost						
Interest expense	6,982			6,612		
Amortization of bond issue cost	129			189		
Other expenses	495	7,607	4.4	351	7,154	4.1
Total operating expenses		128,718	74.9	130,900	74.5	101.7
Operating income		43,123	25.1	44,824	25.5	103.9
III. Non-operating income		1,724	1.0	975	0.5	56.6
IV. Non-operating expenses		598	0.3	748	0.4	125.1
Ordinary income		44,250	25.8	45,051	25.6	101.8
V. Extraordinary gains						
Gain on investment securities	39			-		
Gain on reimbursement of substituting portion of welfare pension fund	3,974	4,014	2.3	-	-	-
VI. Extraordinary losses						
Loss on disposal of fixed assets	712			212		
Loss from sale of fixed assets	10			0		
Loss on impairment of fixed assets	-			664		
Loss on evaluation of investment securities	35,481			292		
Loss on evaluation of investments in subsidiaries and affiliates	3,033			1,062		
Loss on support of affiliates	16,450			-		
Extraordinary depreciation						
From changing accounting estimates of useful lives	447			-		
Other	-	56,135	32.7	470	2,702	1.5
Net income (loss) before income taxes		(7,871)	(4.6)	42,349	24.1	-
Income taxes, current	108			22,322		
Income taxes, deferred	(2,953)	(2,845)	(1.7)	(4,368)	17,953	10.2
Net income (loss)		(5,026)	(2.9)	24,396	13.9	-
Loss on treasury common stock		-		0		
Retained earnings carried forward from preceding year		10,755		2,524		
Unappropriated retained earnings at the end of the year		5,729		26,920		

Non-Consolidated Statements of Proposed Appropriation of Retained Earnings

(Millions of yen)

Term	Fiscal 2002 (April 1, 2002 to March 31, 2003)		Fiscal 2003 (April 1, 2003 to March 31, 2004)	
. Unappropriated retained earnings at the end of the year		5,729		26,920
. Changes of voluntary reserves				
Change of voluntary reserves from fixed assets of condensed reserve		-	301	301
Total		5,279		27,221
. Disposal profit				
Cash dividends	3,085		3,065	
Bonuses to directors	120		130	
[Bonuses to statutory auditors included in above]	(13)		(15)	
Voluntary reserves				
General reserve	-	3,205	15,000	18,195
. Retained Earnings carried forward		2,524		9,025