

《Straight translation》

Brief Statement of Third Quarter Financial Results for the Fiscal Year Ending March 2006 (Consolidated)

February 8, 2006

Stock market: Tokyo stock exchange

Code number: 8253

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

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

Representative: Hiroshi Rinno, President and CEO

Responsible person /Title: Shinji Hojo /Director in charge of Finance and Accounting

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

1. Items Relating to the Preparation of Brief Statement of Quarter Financial Results

Simplified Accounting Policies : Adopted

Change in Accounting Policies : Adopted

Change in Scope of Consolidation and Equity method : Adopted

Consolidated (New) : 1 company

(Eliminated) : -

Equity method (New) : 2company

(Eliminated) : -

2. Consolidated Business Results for the Third Quarter Accounting Period (April 1, 2005 to Dec. 31, 2005)

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

	Operating revenues		Operating income		Ordinary income		Net income(Third Quarter)	
	(Millions of yen)	yoy%	(Millions of yen)	yoy%	(Millions of yen)	yoy%	(Millions of yen)	yoy%
12/05(3 rd Quarter)	198,035	10.5	54,377	18.3	55,617	26.1	32,329	29.2
12/04(3 rd Quarter)	179,271	9.3	45,980	14.2	44,093	9.8	25,025	14.4
03/05 (Annual)	240,385		58,590		56,514		31,818	

	Earnings per share (yen)	Earnings per share (Diluted) (yen)
12/05(3 rd Quarter)	183.17	180.97
12/04(3 rd Quarter)	146.85	142.82
03/05 (Annual)	185.00	180.21

Notes: Figures in the percent columns indicate percentage changes in operating revenues, operating income, ordinary income and net income for the quarter (current) compared with the same period of the previous year. In addition, the figures showing the year-on-year increase/decrease for the previous third quarter are omitted, because quarterly consolidated financial statements are prepared from previous fiscal year.

(2) Consolidated Financial Position

	Total Assets (Millions of yen)	Shareholders' Equity (Millions of yen)	Ratio of Shareholders' Equity (%)	Shareholders' Equity Per Share (yen)
12/05(3 rd Quarter)	1,818,874	347,078	19.1	1,944.62
12/04(3 rd Quarter)	1,517,128	284,000	18.7	1,665.83
03/05 (Annual)	1,512,949	301,309	19.9	1,721.35

Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Millions of yen)

Item	Term	Third quarter 2004 (As of Dec. 31, 2004)	Third quarter 2005 (As of Dec. 31, 2005)	Increase (Decrease)		Fiscal 2004 (As of March 31, 2005)
		Value	Value	Value	(%)	Value
(ASSETS)						
I. Current assets						
Cash and deposits		54,370	57,446	3,075	5.7	54,307
Installment accounts receivable		1,074,971	1,236,748	161,777	15.0	1,037,069
Other		90,522	137,552	47,030	52.0	104,633
Allowance for losses on receivables		(39,619)	(45,144)	(5,525)	13.9	(41,483)
Total Current assets		1,180,245	1,386,603	206,358	17.5	1,154,527
II. Fixed assets						
Property and equipment ,at cost:						
Equipment for lease		141,287	156,495	15,207	10.8	145,281
Other		43,269	39,573	(3,696)	(8.5)	40,455
Total Tangible Fixed assets		184,557	196,068	11,511	6.2	185,737
Intangible fixed assets:		13,224	25,752	12,528	94.7	19,950
Investments and other assets:						
Investment securities		70,875	151,978	81,103	114.4	98,612
Long-term loans		34,488	29,378	(5,110)	(14.8)	29,324
Other		37,218	34,107	(3,111)	(8.4)	29,204
Allowance for losses on receivables		(4,832)	(5,730)	(898)	18.6	(5,486)
Total Investments and other assets		137,750	209,734	71,984	52.3	151,655
Total Fixed assets		335,531	431,555	96,023	28.6	357,342
III. Deferred assets						
Bond issue costs		476	540	64	13.5	379
Development costs		875	175	(700)	(80.0)	700
Total Deferred assets		1,351	715	(635)	(47.0)	1,079
Total assets		1,517,128	1,818,874	301,746	19.9	1,512,949

(Millions of yen)

Item	Term	Third quarter 2004 (As of Dec 31, 2004)	Third quarter 2005 (As of Dec 31, 2005)	Increase (Decrease)		Fiscal 2004 (As of March 31,2005)
		Value	Value	Value	(%)	Value
(LIABILITIES)						
I. Current liabilities						
Notes and Accounts payable		122,403	127,397	4,994	4.1	102,510
Short-term loans		420,163	402,103	(18,060)	(4.3)	389,525
Current portion of long-term loans		63,339	56,910	(6,428)	(10.1)	64,224
Current portion of bonds		32,080	3,102	(28,977)	(90.3)	32,080
Current portion of convertible bonds		5,383	-	(5,383)	-	-
Commercial paper		65,000	120,000	55,000	84.6	57,000
Current portion of payables under securitized lease receivables		-	12,000	12,000	-	3,000
Other		50,079	36,982	(13,097)	(26.2)	62,381
Total Current liabilities		758,448	758,496	47	0.0	710,722
II. Long-term liabilities						
Bonds		152,790	215,737	62,947	41.2	152,760
Long-term loans		272,287	430,396	158,108	58.1	298,337
Payables under securitized lease receivables		33,000	21,000	(12,000)	(36.4)	30,000
Accrued pension and severance costs		7,169	6,981	(188)	(2.6)	7,121
Allowance for permanent points		-	25,757	25,757	-	-
Consolidation adjustments		573	297	(275)	(48.0)	487
Other		7,938	7,911	(27)	(0.3)	8,286
Total Long-term liabilities		473,759	708,081	234,321	49.5	496,993
Total liabilities		1,232,208	1,466,577	234,369	19.0	1,207,715
(MINORITY INTERESTS IN CONSOLIDATED SUBSIDIARIES)						
Minority interests in consolidated subsidiaries		920	5,219	4,298	467.1	3,924
(SHAREHOLDERS' EQUITY)						
I. Common stock		65,990	73,750	7,760	11.8	69,526
II. Additional paid in capital		69,615	77,393	7,777	11.2	73,148
III. Retained earnings		148,308	184,289	35,981	24.3	155,101
IV. Unrealized gains(losses)on other securities		3,807	15,445	11,637	305.6	7,263
V. Treasury stock, at cost		(3,721)	(3,800)	(79)	2.1	(3,729)
Total shareholders' equity		284,000	347,078	63,078	22.2	301,309
Total liabilities and shareholders' equity		1,517,128	1,818,874	301,746	19.9	1,512,949

(2) Consolidated Statements of Income

(Millions of yen)

Item	Term	Third quarter 2004 (As of Dec 31, 2004)		Third quarter 2005 (As of Dec 31, 2005)		Increase (Decrease)		Fiscal 2004 (As of March 31, 2005)	
		Value		Value		Value	(%)	Value	
I. Operating revenues									
Financing and administration fees			136,583		151,860	15,276	11.2		183,618
Income from entertainment									
Entertainment sales		80,046		107,110				108,546	
Cost of entertainment sales		67,497	12,549	93,818	13,292	743	5.9	91,556	16,989
Income from real estate									
Real estate sales		41,542		54,183				52,178	
Cost of real estate sales		31,262	10,280	39,603	14,579	4,298	41.8	39,547	12,631
Income from leases									
Leases sales		42,511		49,445				57,535	
Cost of leases sales		37,545	4,966	43,647	5,797	830	16.7	50,732	6,803
Income from other sales									
Other sales		9,193		5,054				13,432	
Cost of other sales		3,583	5,609	1,706	3,348	(2,261)	(40.3)	5,348	8,083
Financial revenues			9,281		9,156	(124)	(1.3)		12,258
Total operating revenues			179,271		198,035	18,763	10.5		240,385
II. Operating expenses									
Selling, general and administrative expenses			126,130		135,205	9,075	7.2		172,024
Financial cost			7,160		8,452	1,291	18.0		9,771
Total operating expenses			133,290		143,657	10,367	7.8		181,795
Operating income			45,980		54,377	8,396	18.3		58,590
III. Non-operating income			1,661		3,275	1,614	97.2		2,163
IV. Non-operating expenses			3,548		2,035	(1,512)	(42.6)		4,238
Ordinary income			44,093		55,617	11,523	26.1		56,514
V. Extraordinary gains			2,010		805	(1,205)	(60.0)		5,234
VI. Extraordinary losses			1,477		1,459	(17)	(1.2)		7,326
Income before income taxes and minority interests			44,626		54,962	10,336	23.2		54,421
Income taxes, current		15,495		20,680				23,238	
Income taxes, deferred		3,849	19,345	698	21,379	2,033	10.5	(1,413)	21,824
Minority interests			254		1,253	999	392.2		778
Net income(loss)			25,025		32,329	7,303	29.2		31,818

Brief Statement of Third Quarter Financial Results for the Fiscal Year Ending March 2006 (Non-Consolidated)

February 8, 2006

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Code number: 8253

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

Representative: Hiroshi Rinno, President and CEO

Responsible person /Title: Shinji Hojo/Director in charge of Finance and Accounting

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

1. Items Relating to the Preparation of Brief Statement of Quarter Financial Results

Simplified Accounting Policies : Adopted

Change in Accounting Policies : Adopted

2. Non-Consolidated Business Results for the Third Quarter Accounting Period

(April 1, 2005 to Dec 31, 2005)

(1) Non-Consolidated Operating Results

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

	Operating revenues		Operating income		Ordinary income		Net income(Third Quarter)	
	(millions of yen)	yoy%	(millions of yen)	yoy%	(millions of yen)	yoy%	(millions of yen)	yoy%
12/05 (3 rd Quarter)	153,855	8.5	38,253	8.5	39,023	8.8	23,110	6.4
12/04 (3 rd Quarter)	141,856	7.6	35,258	6.6	35,863	6.9	21,713	12.2
03/05 (Annual)	190,248		46,659		46,985		25,798	

	Earnings per share (yen)	Earnings per share (Diluted) (yen)
12/05 (3 rd Quarter)	130.78	129.21
12/04 (3 rd Quarter)	127.16	123.69
03/05 (Annual)	149.78	145.92

Notes:

Volume of new contracts: ¥ 2,929,671 million (Fiscal 2004 Third Quarter : ¥2,509,573million Fiscal 2005 ¥3,383,680million) (Year-on-year change:16.7%)

Figures in the percent columns indicate percentage changes in operating revenues, operating income, ordinary income and net income for the quarter (current) compared with the same period of the previous year.

In addition, the figures showing the year-on-year increase/decrease for the previous third quarter are omitted.

(2) Non-Consolidated Financial Position

	Total Assets (Millions of yen)	Shareholders' Equity (Millions of yen)	Ratio of Shareholders' Equity (%)	Shareholders' Equity Per Share (yen)
12/05 (3 rd Quarter)	1,558,734	334,052	21.4	1,869.74
12/04 (3 rd Quarter)	1,314,213	284,017	21.6	1,663.63
03/05 (Annual)	1,290,066	298,502	23.1	1,703.39

Non-consolidated Financial Statements

(1) Non-consolidated Balance Sheets

(Millions of yen)

Term Item	Third quarter 2004 (As of Dec.31, 2004)	Third quarter 2005 (As of Dec.31, 2005)	Increase (Decrease)		Fiscal 2004 (As of March 31, 2005)
	Value	Value	Value	(%)	Value
(ASSETS)					
I. Current assets					
Cash and deposits	38,305	43,408	5,102	13.3	34,480
Installment accounts receivable	972,862	1,122,651	149,788	15.4	922,420
Inventory	2,133	1,512	(621)	(29.1)	1,544
Other	24,338	19,246	(5,091)	(20.9)	28,346
Allowance for losses on receivables	(35,573)	(40,683)	(5,110)	14.4	(36,696)
Total Current assets	1,002,068	1,146,136	144,068	14.4	950,095
II. Fixed assets					
Property and equipment, at cost:					
Equipment for lease	141,412	156,586	15,174	10.7	145,397
Other	19,951	18,113	(1,837)	(9.2)	18,635
Total Tangible fixed assets	161,363	174,699	13,336	8.3	164,033
Intangible fixed assets:	11,572	23,899	12,327	106.5	18,269
Investments and other assets:					
Investment securities	91,299	166,463	75,164	82.3	112,789
Long-term loans	35,557	33,220	(2,336)	(6.6)	35,527
Other	12,430	15,074	2,644	21.3	9,658
Allowance for losses on receivables	(1,274)	(1,298)	(24)	1.9	(1,270)
Total Investments and other assets	138,011	213,459	75,448	54.7	156,703
Total Fixed assets	310,946	412,059	101,112	32.5	339,007
III. Deferred assets					
Bond issue costs	323	364	40	12.4	263
Development costs	875	175	(700)	(80.0)	700
Total Deferred assets	1,198	539	(659)	(55.0)	963
Total assets	1,314,213	1,558,734	244,520	18.6	1,290,066

(Millions of yen)

Item	Term	Third quarter 2004 (As of Dec 31, 2004)	Third quarter 2005 (As of Dec 31, 2005)	Increase (Decrease)		Fiscal 2004 (As of March 31,2005)
		Value	Value	Value	(%)	Value
(LIABILITIES)						
I. Current liabilities						
Notes and Accounts payable		120,699	126,611	5,912	4.9	100,545
Short-term loans		287,138	284,761	(2,376)	(0.8)	244,766
Current portion of long-term loans		55,455	41,671	(13,784)	(24.9)	55,221
Current portion of bonds		30,000	-	(30,000)	-	30,000
Current portion of convertible bonds		5,383	-	(5,383)	-	-
Commercial paper		65,000	120,000	55,000	84.6	57,000
Current portion payables under securitized lease receivables		-	12,000	12,000	-	3,000
Unearned income		3,433	3,493	59	1.7	3,388
Other		39,485	25,056	(14,428)	(36.5)	50,809
Total Current liabilities		606,594	613,594	6,999	1.2	544,730
II. Long-term liabilities						
Bonds		140,000	200,000	60,000	42.9	140,000
Long-term loans		242,524	355,923	113,399	46.8	268,573
Payables under securitized lease receivables		33,000	21,000	(12,000)	(36.4)	30,000
Accrued pension and severance costs		5,827	5,721	(105)	(1.8)	5,804
Allowance for permanent points		-	25,757	25,757	-	-
Other		2,249	2,685	435	19.4	2,456
Total Long-term liabilities		423,601	611,087	187,486	44.3	446,833
Total liabilities		1,030,196	1,224,681	194,485	18.9	991,564
(SHAREHOLDERS' EQUITY)						
I. Common stock						
		65,990	73,750	7,760	11.8	69,526
II. Additional paid-in capital						
Capital reserve		69,400	77,155	7,755	11.2	72,933
Other Additional paid-in capital		0	0	0	9.5	0
Total Additional paid-in capital		69,400	77,155	7,755	11.2	72,933
III. Retained earnings						
Legal reserve		3,020	3,020	-	-	3,020
Voluntary reserves		114,455	135,455	21,000	18.3	114,455
Unappropriate retained earnings at the end of period		30,739	33,301	2,561	8.3	34,824
Total Retained earnings		148,214	171,776	23,561	15.9	152,299
IV. Unrealized gains(losses) on other securities		3,822	14,934	11,111	290.7	7,162
V. Treasury stock, at cost						
		(3,411)	(3,564)	(153)	4.5	(3,419)
Total shareholders' equity		284,017	334,052	50,035	17.6	298,502
Total liabilities and shareholders' equity		1,314,213	1,558,734	244,520	18.6	1,290,066

(2) Non-Consolidated Statements of Income

(Millions of yen)

Item	Term	Third quarter 2004 (As of Dec 31, 2004)		Third quarter 2005 (As of Dec 31, 2005)		Increase (Decrease)		Fiscal 2004 (As of March 31, 2005)	
		Value		Value		Value	%	Value	
I. Operating revenues									
Credit cards			46,716		51,323	4,607	9.9		62,616
Shopping loans			769		570	(199)	(25.9)		997
Guarantees			2,386		2,799	413	17.3		3,203
Loans			67,081		74,168	7,087	10.6		89,722
Agency services			7,718		7,638	(80)	(1.0)		10,326
Income from leases									
Leases sales		42,709		49,502				57,750	
Cost of leases sales		37,697	5,012	43,678	5,823	811	16.2	50,897	6,853
Income from other sales									
Other sales		3,647		2,966				5,421	
Cost of other sales		582	3,064	278	2,688	(376)	(12.3)	931	4,490
Financial revenues			9,106		8,842	(264)	(2.9)		12,037
Total Operating revenues			141,856		153,855	11,999	8.5		190,248
II. Operating expenses									
Selling, general and administrative expenses			100,592		108,624	8,031	8.0		135,402
Financial cost			6,006		6,977	971	16.2		8,186
Total Operating expenses			106,598		115,602	9,003	8.4		143,589
Operating income			35,258		38,253	2,995	8.5		46,659
III. Non-operating income			863		1,264	400	46.4		1,079
IV. Non-operating expenses			258		494	236	91.6		753
Ordinary income			35,863		39,023	3,159	8.8		46,985
V. Extraordinary gains			770		424	(346)	(45.0)		770
VI. Extraordinary losses			348		1,138	790	227.0		5,575
Net income(loss) before income taxes			36,285		38,309	2,023	5.6		42,180
Income taxes, current		12,178		14,374				19,537	
Income taxes, deferred		2,394	14,572	825	15,199	627	4.3	(3,155)	16,382
Net income(loss)			21,713		23,110	1,396	6.4		25,798
Retained earnings carried forward from preceding year			9,025		10,190	1,164	12.9		9,025
Unappropriated retained earnings at the end of the year			30,739		33,301	2,561	8.3		34,824