

《Translation of excerpted sections》

Consolidated Financial Statements for the Fiscal Year Ended March 31, 2016

[JGAAP]



May 13, 2016
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

Inquiries to: Mayumi Tamura / General Manager, Public Relations Office; Phone: (03) 3982-0700

Scheduled date of the Ordinary General Meeting of the Shareholders : June 21, 2016

Scheduled date to submit Securities Report: June 21, 2016

Scheduled date to commence dividend payments: June 22, 2016

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, 2016 (April 1, 2015 to March 31, 2016)

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

	Operating revenue		Operating income		Ordinary income		Profit attributable to owners of parent	
	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)
FY2015	269,919	4.2	36,593	(8.9)	43,802	0.3	26,163	107.2
FY2014	259,076	4.6	40,161	10.5	43,687	(1.6)	12,628	(50.6)

(Note) Comprehensive income: FY2015 25,398 million yen [(14.7)%]
FY2014 29,776 million yen [(11.5)%]

	Earnings per share	Earnings per share (diluted)	Return on equity	Ordinary income/total assets	Operating income/operating revenue
	(Yen)	(Yen)	(%)	(%)	(%)
FY2015	147.37	—	6.1	1.8	13.6
FY2014	68.77	—	2.9	1.9	15.5

(Reference) Equity in (earnings) losses of affiliates: FY2015 1,656 million yen FY2014 2,387 million yen

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	(Millions of yen)	(Millions of yen)	(%)	(Yen)
FY2015	2,550,990	418,988	16.4	2,563.61
FY2014	2,373,299	447,082	18.8	2,424.05

(Reference) Equity: FY2015 418,716 million yen FY2014 445,127 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)
FY2015	(102,444)	(23,898)	139,394	64,813
FY2014	(85,717)	(3,676)	88,434	51,781

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)	(%)	(%)
FY2014	—	0.00	—	30.00	30.00	5,511	43.6	1.3
FY2015	—	0.00	—	35.00	35.00	5,719	23.7	1.4
FY2016 (Projected)	—	0.00	—	35.00	35.00		14.85	

3. Consolidated Earnings Forecasts for Fiscal 2016 (April 1, 2016 to March 31, 2017)

(% represents year-on-year change)

	Operating revenue		Operating income		Ordinary income		Profit attributable to owners of parent		Earnings per share
	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Yen)
First six months	136,000	0.8	23,500	(12.0)	27,500	(19.7)	25,000	8.6	129.70
FY2016	278,000	3.0	42,000	14.8	50,000	14.1	38,500	47.2	235.72

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: Yes

b. Changes in accounting policies other than a. above: None

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):

FY2015: 185,444,722 shares FY2014: 185,444,722 shares

b. Treasury shares at the end of fiscal year:

FY2015: 22,114,295 shares FY2014: 1,815,505 shares

c. Average number of shares during the term:

FY2015: 177,530,531 shares FY2014: 183,629,833 shares

Reference: Summary of Non-Consolidated Financial Statements

1. Results for Fiscal 2015 (April 1, 2015 to March 31, 2016)

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

	Operating revenue		Operating income		Ordinary income		Profit	
	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)
FY2015	228,713	4.2	29,599	(16.3)	32,614	(15.1)	25,570	125.9
FY2014	219,336	6.5	35,370	18.6	38,449	10.3	11,315	(39.3)

(Reference) Volume of new contracts: FY2015 7,458,944 million yen
FY2014 7,153,795 million yen

	Earnings per share	Earnings per share (diluted)
	(Yen)	(Yen)
FY2015	143.97	—
FY2014	61.60	—

(2) Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	(Millions of yen)	(Millions of yen)	(%)	(Yen)
FY2015	2,468,797	359,428	14.5	2,199.56
FY2014	2,287,986	388,470	17.0	2,114.61

(Reference) Equity: FY2015 359,428 million yen FY2014 388,470 million yen

2. Earnings Forecasts for Fiscal 2016 (April 1, 2016 to March 31, 2017)

(% represents year-on-year change)

	Operating revenue		Operating income		Ordinary income		Profit		Earnings per share
	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Yen)
First six months	117,300	5.1	20,900	2.9	22,500	2.2	19,500	53.5	119.33
FY2016	239,600	4.8	37,300	26.0	40,000	22.6	28,500	11.5	174.41

(Reference) Volume of new contracts: FY 2016 First six months 3,936,841 million yen
FY 2016 Full Year 8,176,592 million yen

- Indication regarding execution of audit procedures

This Consolidated Financial Statements for the Fiscal Year Ended March 31, 2016 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)

	FY2014 (As of March 31, 2015)	FY2015 (As of March 31, 2016)
(ASSETS)		
Current assets		
Cash and deposits	51,836	64,869
Accounts receivable-installment	1,452,531	1,596,865
Lease investment assets	226,025	227,451
Other trade receivables	781	473
Operational investment securities	25,531	29,310
Real estate for sale	93,322	98,487
Purchased receivables	11,560	13,231
Other inventories	1,228	1,280
Deferred tax assets	11,884	15,725
Short-term loans receivable	6,733	9,457
Other	30,162	33,564
Allowance for doubtful accounts	(45,099)	(43,373)
Total current assets	1,866,497	2,047,342
Non-current assets		
Property, plant and equipment		
Buildings, net	21,940	20,829
Land	29,368	33,138
Leased assets, net	2,204	1,529
Construction in progress	806	1,333
Other, net	4,965	5,119
Total property, plant and equipment	59,285	61,950
Intangible assets		
Leasehold right	970	970
Software	6,085	5,902
Leased assets	245	535
Software in progress	142,043	168,051
Other	280	288
Total intangible assets	149,626	175,749
Investments and other assets		
Investment securities	158,159	163,065
Long-term loans receivable	11,223	11,240
Guarantee deposits	4,768	4,013
Liquidation business assets	72,437	53,104
Deferred tax assets	54,895	33,171
Other	3,144	3,728
Allowance for doubtful accounts	(7,463)	(3,280)
Total investments and other assets	297,165	265,043
Total non-current assets	506,076	502,742
Deferred assets		
Bond issuance cost	724	904
Total deferred assets	724	904
Total assets	2,373,299	2,550,990

(Millions of yen)

	FY2014 (As of March 31, 2015)	FY2015 (As of March 31, 2016)
(LIABILITIES)		
Current liabilities		
Notes and accounts payable-trade	235,157	239,719
Short-term loans payable	217,160	214,160
Current portion of long-term loans payable	139,960	121,760
Current portion of bonds	65,212	35,000
Commercial papers	150,000	236,000
Lease obligations	873	625
Income taxes payable	12,621	2,381
Provision for bonuses	2,127	2,206
Provision for directors' bonuses	154	124
Provision for loss on interest repayment	10,465	9,749
Allowance for losses on collecting gift tickets	159	151
Asset retirement obligations	442	-
Deferred installment income	7,430	8,241
Other	39,532	44,754
Total current liabilities	881,297	914,876
Non-current liabilities		
Bonds payable	205,000	245,000
Long-term loans payable	715,424	835,184
Long-term loans payable under credit fluidity	20,000	20,000
Lease obligations	1,206	1,336
Provision for directors' retirement benefits	100	112
Provision for loss on guarantees	4,554	5,014
Allowance for losses on warranty of defects	5	8
Provision for point card certificates	82,925	88,576
Provision for loss on interest repayment	8,539	15,372
Asset retirement obligations	413	440
Other	6,750	6,081
Total non-current liabilities	1,044,918	1,217,125
Total liabilities	1,926,216	2,132,001

(Millions of yen)

	FY2014 (As of March 31, 2015)	FY2015 (As of March 31, 2016)
(NET ASSETS)		
Shareholders' equity		
Capital stock	75,929	75,929
Capital surplus	84,838	85,634
Retained earnings	244,902	265,554
Treasury shares	(6,125)	(52,885)
Total shareholders' equity	399,543	374,232
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	46,518	46,301
Deferred gains or losses on hedges	(935)	(1,665)
Foreign currency translation adjustment	-	(152)
Total accumulated other comprehensive income	45,583	44,483
Subscription rights to shares	0	0
Non-controlling interests	1,955	272
Total net assets	447,082	418,988
Total liabilities and net assets	2,373,299	2,550,990

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

(Millions of yen)

	FY2014 (April 1, 2014 to March 31, 2015)	FY2015 (April 1, 2015 to March 31, 2016)
Operating revenue		
Income from the credit service business	197,891	202,952
Income from the Lease business revenue	13,911	13,482
Income from the finance business	22,809	27,320
Income from the real estate related business		
Revenue from the real estate related business	38,572	44,142
Cost of the real estate related business	25,504	28,697
Income from the real estate related business	13,067	15,444
Income from the entertainment business		
Revenue from the entertainment business	62,071	57,533
Cost of the entertainment business	51,105	47,145
Income from the entertainment business	10,965	10,388
Financial revenue	430	331
Total operating revenue	259,076	269,919
Operating expenses		
Selling, general and administrative expenses	206,192	221,553
Financial expenses	12,722	11,772
Total operating expenses	218,915	233,325
Operating income	40,161	36,593
Non-operating income	5,292	7,391
Non-operating expenses	1,766	182
Ordinary income	43,687	43,802
Extraordinary income		
Gain on sales of non-current assets	600	1,057
Gain on sales of investment securities	230	113
Gain on sales of shares of subsidiaries and associates	-	184
Compensation income for expropriation	754	10
Settlement received	-	3,500
Other	5	1
Total extraordinary income	1,590	4,867

(Millions of yen)

	FY2014 (April 1, 2014 to March 31, 2015)	FY2015 (April 1, 2015 to March 31, 2016)
Extraordinary losses		
Loss on disposal of non-current assets	8,617	109
Impairment loss	205	25
Loss on valuation of investment securities	732	-
Loss on sales of investment securities	68	-
Loss on valuation of shares of subsidiaries and associates	180	-
Business structure improvement expenses	225	-
Loss on valuation of membership	-	22
Other	1,015	3
Total extraordinary losses	11,046	161
Profit before income taxes	34,231	48,508
Income taxes - current	20,106	1,997
Income taxes - deferred	3,088	20,001
Total income taxes	23,195	21,998
Profit	11,036	26,510
Profit (loss) attributable to non-controlling interests	(1,592)	347
Profit attributable to owners of parent	12,628	26,163

(Consolidated Statements of Comprehensive Income)

(Millions of yen)

	FY2014 (April 1, 2014 to March 31, 2015)	FY2015 (April 1, 2015 to March 31, 2016)
Profit	11,036	26,510
Other comprehensive income		
Valuation difference on available-for-sale securities	14,597	(1,341)
Deferred gains or losses on hedges	265	(730)
Foreign currency translation adjustment, before tax	-	(40)
Share of other comprehensive income of entities accounted for using equity method	3,867	1,000
Total other comprehensive income	18,730	(1,111)
Comprehensive income	29,766	25,398
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	31,359	25,063
Comprehensive income attributable to non-controlling interests	(1,592)	334

(3) Consolidated Statements of Changes in Equity
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
Changes of items during period					
Dividends of surplus			(5,511)		(5,511)
Profit attributable to owners of parent			12,628		12,628
Purchase of treasury shares				(2)	(2)
Disposal of treasury shares		-		-	-
Change in treasury shares of parent arising from transactions with non-controlling shareholders					
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	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Total accumulated other comprehensive income			
Balance at beginning of current period	28,054	(1,201)		26,852	0	3,548	422,829
Changes of items during period							
Dividends of surplus							(5,511)
Profit attributable to owners of parent							12,628
Purchase of treasury shares							(2)
Disposal of treasury shares							-
Change in treasury shares of parent arising from transactions with non-controlling shareholders							-
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

FY2015 (April 1, 2015 to March 31, 2016)

(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	244,902	(6,125)	399,543
Changes of items during period					
Dividends of surplus			(5,511)		(5,511)
Profit attributable to owners of parent			26,163		26,163
Purchase of treasury shares				(47,834)	(47,834)
Disposal of treasury shares		(286)		1,074	787
Change in treasury shares of parent arising from transactions with non-controlling shareholders		1,083			1,083
Net changes of items other than shareholders' equity					
Total changes of items during period	-	796	20,652	(46,760)	(25,311)
Balance at end of current period	75,929	85,634	265,554	(52,885)	374,232

	Accumulated other comprehensive income				Subscription rights to shares	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Total accumulated other comprehensive income			
Balance at beginning of current period	46,518	(935)	-	45,583	0	1,955	447,082
Changes of items during period							
Dividends of surplus							(5,511)
Profit attributable to owners of parent							26,163
Purchase of treasury shares							(47,834)
Disposal of treasury shares							787
Change in treasury shares of parent arising from transactions with non-controlling shareholders							1,083
Net changes of items other than shareholders' equity	(217)	(730)	(152)	(1,099)	-	(1,682)	(2,782)
Total changes of items during period	(217)	(730)	(152)	(1,099)	-	(1,682)	(28,094)
Balance at end of current period	46,301	(1,665)	(152)	44,483	0	272	418,988

(4) Consolidated Statements of Cash Flows

(Millions of yen)

	FY2014 (April 1, 2014 to March 31, 2015)	FY2015 (April 1, 2015 to March 31, 2016)
Cash flows from operating activities		
Profit before income taxes	34,231	48,508
Depreciation	9,918	8,159
Amortization of deferred assets	187	208
Loss (gain) on liquidation business	1,297	(2,783)
Increase (decrease) in allowance for doubtful accounts	(6,708)	(3,190)
Increase (decrease) in provision for point card certificates	5,534	5,650
Increase (decrease) in provision for loss on interest repayment	(695)	6,116
Increase (decrease) in other provision	325	516
Interest and dividend income	(1,504)	(1,539)
Interest expenses	11,908	10,820
Share of (profit) loss of entities accounted for using equity method	(2,387)	(1,656)
Foreign exchange losses (gains)	(102)	72
(Gain) loss on sales or redemption of investment securities	(161)	(297)
Loss (gain) on sales of shares of subsidiaries and associates	-	-
Loss (gain) on valuation of investment securities	732	-
Loss on valuation of shares of subsidiaries and associates	180	-
Impairment loss	205	25
Loss (gain) on sales and retirement of property, plant and equipment and intangible assets	8,493	(406)
Decrease (increase) in operating receivables	(56,239)	(143,972)
Decrease (increase) in lease investment assets	(691)	(1,426)
Decrease (increase) in investment securities for sale	(5,997)	(3,981)
Decrease (increase) in inventories	(11,697)	(6,883)
Decrease (increase) in other assets	(8,165)	(4,210)
Increase (decrease) in operating debt	(38,286)	4,562
Increase (decrease) in other liabilities	3,098	3,209
Other, net	177	447
Subtotal	(56,345)	(82,051)
Interest and dividend income received	2,192	1,945
Interest expenses paid	(12,366)	(11,264)
Income taxes paid	(19,197)	(12,198)
Net cash provided by (used in) operating activities	(85,717)	(103,568)

(Millions of yen)

	FY2014 (April 1, 2014 to March 31, 2015)	FY2015 (April 1, 2015 to March 31, 2016)
Cash flows from investing activities		
Purchase of investment securities	(4,594)	(7,889)
Proceeds from sales or redemption of investment securities	1,081	2,095
Proceeds from sales of shares of subsidiaries and associates	-	-
Proceeds from liquidation business	27,232	19,405
Purchase of property, plant and equipment and intangible assets	(30,510)	(37,800)
Proceeds from sales of property, plant and equipment and intangible assets	3,178	4,389
Payments of loans receivable	(288)	(2,758)
Collection of loans receivable	17	17
Other, net	206	(542)
Net cash provided by (used in) investing activities	(3,676)	(23,083)
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	18,000	(3,000)
Net increase (decrease) in commercial papers	35,000	86,000
Proceeds from long-term loans payable	195,220	245,520
Repayments of long-term loans payable	(160,010)	(143,960)
Proceeds from issuance of bonds	54,686	74,611
Redemption of bonds	(60,225)	(65,212)
Income for securitization	20,000	-
Payment for securitization	(7,493)	-
Repayments of lease obligations	(1,230)	(909)
Proceeds from sales of treasury shares	-	0
Purchase of treasury shares	(2)	(47,834)
Cash dividends paid	(5,511)	(5,511)
Dividends paid to non-controlling interests	-	-
Net cash provided by (used in) financing activities	88,434	139,703
Effect of exchange rate change on cash and cash equivalents	62	(19)
Net increase (decrease) in cash and cash equivalents	(896)	13,032
Cash and cash equivalents at beginning of period	52,678	51,781
Cash and cash equivalents at end of period	51,781	64,813

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

(Millions of yen)

	FY2014 (As of March 31, 2015)	FY2015 (As of March 31, 2016)
(ASSETS)		
Current assets		
Cash and deposits	46,870	47,010
Accounts receivable - installment	1,375,133	1,526,902
Lease investment assets	226,109	227,503
Operational investment securities	25,531	29,310
Merchandise	113	113
Supplies	1,035	1,119
Prepaid expenses	918	1,299
Deferred tax assets	11,562	15,631
Short-term loans receivable from subsidiaries and associates	162,923	270,307
Accounts receivable - other	14,184	24,373
Other	13,530	5,341
Allowance for doubtful accounts	(36,512)	(38,592)
Total current assets	1,841,399	2,110,320
Non-current assets		
Property, plant and equipment		
Buildings, net	5,943	5,789
Vehicles, net	0	0
Equipment, net	1,527	1,592
Land	6,904	6,904
Leased assets, net	1,502	1,142
Construction in progress	216	239
Total property, plant and equipment	16,094	15,668
Intangible assets		
Leasehold right	14	14
Software	3,545	3,935
Leased assets	245	535
Software in progress	73,598	87,288
Other	244	253
Total intangible assets	77,648	92,026
Investments and other assets		
Investment securities	89,996	86,916
Shares of subsidiaries and associates	52,622	54,947
Investments in capital	0	0
Investments in capital of subsidiaries and associates	65	5,434
Long-term loans receivable	10,000	10,000
Long-term loans receivable from subsidiaries and associates	212,767	58,192
Long-term prepaid expenses	1,085	894
Guarantee deposits	1,558	1,456
Deferred tax assets	51,836	31,083
Other	1,080	1,049
Allowance for doubtful accounts	(68,892)	(98)
Total investments and other assets	352,119	249,876
Total non-current assets	445,862	357,571
Deferred assets		
Bond issuance cost	724	904
Total deferred assets	724	904
Total assets	2,287,986	2,468,797

(Millions of yen)

	FY2014 (As of March 31, 2015)	FY2015 (As of March 31, 2016)
(LIABILITIES)		
Current liabilities		
Notes payable - trade	1	1
Accounts payable - trade	234,649	239,431
Short-term loans payable	216,960	213,960
Current portion of long-term loans payable	136,900	119,800
Current portion of bonds	65,000	35,000
Commercial papers	150,000	236,000
Lease obligations	673	500
Accounts payable - other	3,646	4,290
Accrued expenses	16,879	18,092
Income taxes payable	11,870	754
Deposits received	5,887	6,818
Unearned revenue	432	308
Provision for bonuses	1,392	1,443
Provision for directors' bonuses	127	100
Provision for loss on interest repayment	9,666	8,969
Allowance for losses on collecting gift tickets	159	151
Deferred installment income	7,430	8,241
Other	1,798	3,799
Total current liabilities	863,475	897,662
Non-current liabilities		
Bonds payable	205,000	245,000
Long-term loans payable	712,679	834,399
Long-term loans payable under credit fluidity	20,000	20,000
Lease obligations	976	1,232
Provision for loss on guarantees	4,409	4,802
Provision for point card certificates	82,925	88,576
Provision for loss on interest repayment	7,455	14,173
Guarantee deposits received	626	688
Other	1,968	2,835
Total non-current liabilities	1,036,040	1,211,705
Total liabilities	1,899,516	2,109,368

(Millions of yen)

	FY2014 (As of March 31, 2015)	FY2015 (As of March 31, 2016)
(NET ASSETS)		
Shareholders' equity		
Capital stock	75,929	75,929
Capital surplus		
Legal capital surplus	82,497	82,497
Other capital surplus	1,889	1,602
Total capital surpluses	84,386	84,099
Retained earnings		
Legal retained earnings	3,020	3,020
Other retained earnings		
General reserve	175,455	181,455
Retained earnings brought forward	22,735	36,795
Total retained earnings	201,210	221,270
Treasury shares	(5,840)	(52,601)
Total shareholders' equity	355,686	328,698
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	33,719	32,395
Deferred gains or losses on hedges	(935)	(1,665)
Total valuation and translation adjustments	32,783	30,729
Total net assets	388,470	359,428
Total liabilities and net assets	2,287,986	2,468,797

(2) Non-Consolidated Statements of Income

(Millions of yen)

	FY2014 (April 1, 2014 to March 31, 2015)	FY2015 (April 1, 2015 to March 31, 2016)
Operating revenue		
Income from the credit service business		
Revenue from credit card business	110,583	116,836
Credit card cashing revenue	33,551	33,813
Loan certificates Revenue	1,409	1,259
Business agency revenue	26,505	25,422
Income from the Credit-related services	8,112	8,841
Income from the credit service business	180,163	186,172
Income from the Lease business revenue	13,943	13,509
Income from the finance business		
Revenue from credit guarantee	13,933	15,154
Finance related Revenue	4,995	8,077
Income from the finance business	18,928	23,232
Income from the real estate related business		
Revenue from the real estate related business	19	20
Cost of the real estate related business	1	1
Income from the real estate related business	17	18
Financial revenue	6,283	5,779
Total operating revenue	219,336	228,713
Operating expenses		
Selling, general and administrative expenses	169,899	186,492
Financial expenses		
Interest expenses	13,238	11,655
Other	828	965
Total financial expenses	14,066	12,620
Total operating expenses	183,966	199,113
Operating income	35,370	29,599
Non-operating income	3,474	3,131
Non-operating expenses	395	117
Ordinary income	38,449	32,614
Extraordinary income		
Gain on sales of investment securities	224	113
Gain on liquidation of subsidiaries and associates	-	9,291
Reversal of allowance for doubtful accounts	-	1,054
Settlement received	-	1,750
Other	-	0
Total extraordinary income	224	12,208

(Millions of yen)

	FY2014 (April 1, 2014 to March 31, 2015)	FY2015 (April 1, 2015 to March 31, 2016)
Extraordinary losses		
Loss on disposal of non-current assets	4,687	49
Loss on valuation of investment securities	729	-
Loss on valuation of shares of subsidiaries and associates	435	-
Loss on sales of investment securities	68	-
Provision of allowance for doubtful accounts	1,054	-
Other	29	23
Total extraordinary losses	7,005	72
Profit before income taxes	31,668	44,750
Income taxes - current	18,862	105
Income taxes - deferred	1,490	19,074
Total income taxes	20,352	19,179
Profit	11,315	25,570

(3) Non-Consolidated Statements of Changes in Equity
FY2014 (April 1, 2014 to March 31, 2015)

(Millions of yen)

	Shareholders' equity									
	Capital stock	Capital surplus			Legal retained earnings	Retained earnings			Treasury shares	Total shareholders' equity
		Legal capital surplus	Other capital surplus	Total capital surplus		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)
Profit							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)
Profit				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

FY2015 (April 1, 2015 to March 31, 2016)

(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	175,455	22,735	201,210	(5,840)	355,686
Changes of items during period										
Provision of general reserve						6,000	(6,000)	-		-
Dividends of surplus							(5,511)	(5,511)		(5,511)
Profit							25,570	25,570		25,570
Purchase of treasury shares									(47,834)	(47,834)
Disposal of treasury shares			(286)	(286)					1,074	787
Net changes of items other than shareholders' equity										
Total changes of items during period	-	-	(286)	(286)	-	6,000	14,059	20,059	(46,760)	(26,987)
Balance at end of current period	75,929	82,497	1,602	84,099	3,020	181,455	36,795	221,270	(52,601)	328,698

	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	33,719	(935)	32,783	388,470
Changes of items during period				
Provision of general reserve				-
Dividends of surplus				(5,511)
Profit				25,570
Purchase of treasury shares				(47,834)
Disposal of treasury shares				787
Net changes of items other than shareholders' equity	(1,323)	(730)	(2,054)	(2,054)
Total changes of items during period	(1,323)	(730)	(2,054)	(29,041)
Balance at end of current period	32,395	(1,665)	30,729	359,428

(5) Segment information, etc.

Segment information

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	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.

For the fiscal year ended March 31, 2016 (from April 1, 2015 to March 31, 2016)

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	203,247	13,514	27,320	15,448	10,388	-	-	269,919
Inter-segment revenue and transfer	1,020	27	-	20	0	1,070	(1,070)	-
Total	204,268	13,542	27,320	15,469	10,388	269,919	(1,070)	269,919
Segment income	8,268	5,109	15,802	6,427	981	36,590	3	36,593
Segment assets	1,751,701	286,402	271,049	222,122	19,872	2,551,147	(157)	2,550,990
Others								
Depreciation	4,681	77	293	854	2,255	8,162	(3,698)	8,159
Financial expenses	7,078	2,055	1,451	1,187	-	11,772	-	11,772
Allowance for doubtful accounts	29,867	2,717	5,169	76	-	37,831	0	37,831
Investment in subsidiaries and associates	67,016	-	-	-	4,092	71,109	-	71,109
Increase on property, plant and equipment and intangible assets	30,199	45	105	7,464	3,422	41,238	-	41,238

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

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