

《Translation of excerpted sections》

## Consolidated Financial Statements for the Fiscal Year Ended March 31, 2022



(IFRS)

May 13, 2022  
Stock exchange listing: Tokyo  
(URL <https://www.saisoncard.co.jp>)

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

Code number: 8253

Representative: Katsumi Mizuno / Representative, Executive President and COO

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

Scheduled date of the Ordinary General Meeting of the Shareholders: June 22, 2022

Scheduled date to commence dividend payments: June 23, 2022

Scheduled date to submit Securities Report: June 22, 2022

Preparation of supplementary material on financial results: Yes

Holding of financial results presentation 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, 2022 (April 1, 2021 to March 31, 2022)

#### (1) Consolidated Operating Results

(% represents year-on-year change)

	Net revenue		Business profit		Profit before tax		Profit		Profit attributable to owners of parent		Total comprehensive income	
	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)
FY2021	299,017	5.8	52,336	8.2	49,936	(1.9)	35,593	(1.8)	35,375	(2.1)	38,655	(27.7)
FY2020	282,625	(9.2)	48,352	33.6	50,915	85.4	36,247	60.1	36,132	58.0	53,474	379.3

	Basic earnings per share	Diluted earnings per share	Return on equity attributable to owners of parent	Profit before tax/total assets	Business profit/net revenue
	(Yen)	(Yen)	(%)	(%)	(%)
FY2021	226.35	226.13	6.5	1.4	17.5
FY2020	231.24	231.02	7.1	1.5	17.1

(Reference) Share of profit (loss) of investments accounted for using equity method

FY2021 4,588 million yen FY2020 4,168 million yen

#### (2) Consolidated Financial Position

	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent to total assets	Equity attributable to owners of parent per share
	(Millions of yen)	(Millions of yen)	(Millions of yen)	(%)	(Yen)
FY2021	3,610,778	563,738	562,387	15.6	3,598.22
FY2020	3,409,247	532,057	530,971	15.6	3,397.92

#### (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)
FY2021	(70,441)	(51,619)	129,260	108,970
FY2020	(4,695)	(10,622)	6,225	101,001

## 2. Dividends

	Annual dividends					Total of dividends (Full year) (Millions of yen)	Payout ratio (Consolidated) (%)	Ratio of dividends to equity attributable to owners of parent (Consolidated) (%)
	End of first quarter (Yen)	End of second quarter (Yen)	End of third quarter (Yen)	End of fiscal year (Yen)	Annual (Yen)			
FY2020	–	0.00	–	45.00	45.00	7,035	19.5	1.4
FY2021	–	0.00	–	55.00	55.00	8,600	24.3	1.6
FY2022 (Projected)	–	0.00	–	60.00	60.00		26.4	

## 3. Consolidated Earnings Forecasts for Fiscal 2022 (April 1, 2022 to March 31, 2023)

(% represents year-on-year change)

	Net revenue		Business profit		Profit attributable to owners of parent		Basic earnings per share (Yen)
	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	
First six months	153,000	2.5	26,000	(26.4)	17,500	(18.8)	111.97
FY2022	312,000	4.3	53,000	1.3	35,500	0.4	227.13

### 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 and changes in accounting estimates
- Changes in accounting policies required by IFRS: Yes
  - Changes in accounting policies other than a. above: None
  - Changes in accounting estimates: None
- (3) Number of shares issued (common shares):
- Number of share issued at the end of fiscal year (including treasury shares):  

FY2021:	185,444,772 shares	FY2020:	185,444,772 shares
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  - Treasury shares at the end of fiscal year:  

FY2021:	29,148,823 shares	FY2020:	29,181,240 shares
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  - Average number of shares during the term:  

FY2021:	156,285,867 shares	FY2020:	156,254,705 shares
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Reference: Summary of Non-Consolidated Financial Statements

### 1. Results for Fiscal 2021 (April 1, 2021 to March 31, 2022)

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

	Operating revenue		Operating profit		Ordinary profit		Profit	
	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)
FY2021	252,416	0.4	21,663	(31.2)	30,421	(20.0)	21,909	(26.8)
FY2020	251,307	(6.2)	31,507	45.3	38,026	34.1	29,931	(10.4)

(Reference) Volume of new contracts: FY2021 8,936,380 million yen FY2020 8,319,503 million yen

	Earnings per share	Earnings per share (diluted)
	(Yen)	(Yen)
FY2021	140.12	–
FY2020	191.46	–

### (2) Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	(Millions of yen)	(Millions of yen)	(%)	(Yen)
FY2021	3,444,915	456,739	13.3	2,920.81
FY2020	3,280,302	441,683	13.5	2,825.11

(Reference) Equity: FY2021 456,739 million yen FY2020 441,683 million yen

## 2. Earnings Forecasts for Fiscal 2022 (April 1, 2022 to March 31, 2023)

(% represents year-on-year change)

	Operating revenue		Operating profit		Ordinary profit		Profit		Earnings per share
	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Yen)
First six months	127,500	2.7	14,000	(21.3)	17,500	(27.1)	11,500	(35.7)	73.54
FY2022	260,000	3.0	31,500	45.4	37,000	21.6	24,000	9.5	153.48

- This Consolidated Financial Statements for the Fiscal Year Ended March 31, 2022 are exempt from audit conducted by certified public accountants or an audit corporation.

- Proper use of earnings forecasts, and other special matters

(Caution regarding forward-looking statements, etc.)

The forecasts indicated above are based on our future outlook as of the announcement date of these materials, assumptions that form the basis of plans, and predictions. Actual performance may differ from the projected results 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.

### 3. Consolidated Financial Statements

#### (1) Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2021	As of March 31, 2022
<b>Assets</b>		
Cash and cash equivalents	101,001	108,970
Trade and other receivables	2,607,838	2,794,545
Inventories	139,530	128,462
Operational investment securities	47,250	52,992
Investment securities	78,774	72,431
Other financial assets	13,374	14,597
Property, plant and equipment	29,095	30,342
Right-of-use assets	14,850	12,364
Intangible assets	171,421	162,317
Investment property	73,888	94,763
Investments accounted for using equity method	80,680	86,914
Deferred tax assets	37,569	41,377
Other assets	13,972	10,697
<b>Total assets</b>	<b>3,409,247</b>	<b>3,610,778</b>
<b>Liabilities and equity</b>		
<b>Liabilities</b>		
Trade and other payables	229,962	244,349
Financial guarantee liabilities	9,823	8,884
Bonds and borrowings	2,429,488	2,569,040
Other financial liabilities	23,799	19,373
Income taxes payable	6,079	13,038
Provision for point card certificates	113,207	118,368
Provision for loss on interest repayment	17,121	24,066
Other provisions	1,521	1,574
Deferred tax liabilities	1,005	974
Other liabilities	45,181	47,368
<b>Total liabilities</b>	<b>2,877,190</b>	<b>3,047,040</b>
<b>Equity</b>		
Share capital	75,929	75,929
Capital surplus	85,198	85,152
Retained earnings	414,260	442,550
Treasury shares	(62,808)	(62,737)
Other components of equity	18,392	21,492
<b>Total equity attributable to owners of parent</b>	<b>530,971</b>	<b>562,387</b>
Non-controlling interests	1,086	1,351
<b>Total equity</b>	<b>532,057</b>	<b>563,738</b>
<b>Total liabilities and equity</b>	<b>3,409,247</b>	<b>3,610,778</b>

## (2) Consolidated Statements of Income

(Millions of yen)

	FY2020 (April 1, 2020 to March 31, 2021)	FY2021 (April 1, 2021 to March 31, 2022)
<b>Revenue</b>		
Income from the payment business	206,722	209,608
Income from the lease business	12,286	11,835
Income from the finance business	43,412	48,313
Revenue from the real estate-related business	32,382	59,341
Revenue from the entertainment business	29,548	32,866
Finance income	1,028	989
Total	325,381	362,955
Of which, interest income (Note)	108,784	108,337
<b>Cost of sales</b>		
Cost of sales for the real estate-related business	18,743	37,478
Cost of sales for the entertainment business	24,012	26,459
Total	42,755	63,937
Net revenue	282,625	299,017
<b>Expenses and other items</b>		
Selling, general and administrative expenses	202,380	222,541
Impairment losses on financial assets	31,867	24,575
Finance costs	11,266	11,461
Share of profit of investments accounted for using equity method	4,168	4,588
Other income	12,475	6,259
Other expenses	2,839	1,349
Profit before tax	50,915	49,936
Income tax expense	14,668	14,343
Profit	36,247	35,593
<b>Profit attributable to</b>		
Owners of parent	36,132	35,375
Non-controlling interests	114	218
Profit	36,247	35,593
<b>Earnings per share</b>		
Basic earnings per share (Yen)	231.24	226.35
Diluted earnings per share (Yen)	231.02	226.13

(Note) Pursuant to IFRS 9, interest income is calculated using the effective interest method.

### Reconciliation from profit before tax to business profit

(Millions of yen)

	FY2020 (April 1, 2020 to March 31, 2021)	FY2021 (April 1, 2021 to March 31, 2022)
Profit before tax	50,915	49,936
Reconciliations (Selling, general and administrative expenses)	924	–
Reconciliations (Impairment losses on financial assets)	–	1,364
Reconciliations (Other income)	(6,672)	(228)
Reconciliations (Other expenses)	2,473	1,068
Adjustments for the application of the effective interest method to financial assets	711	194
Subtotal	(2,562)	2,399
Business profit	48,352	52,336

### (3) Consolidated Statements of Comprehensive Income

(Millions of yen)

	FY2020 (April 1, 2020 to March 31, 2021)	FY2021 (April 1, 2021 to March 31, 2022)
Profit	36,247	35,593
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Net change in fair value of equity instruments designated as measured at fair value through other comprehensive income	14,355	(3,766)
Share of other comprehensive income of investments accounted for using equity method	93	633
Items that may be reclassified to profit or loss		
Net change in fair value of debt instruments measured at fair value through other comprehensive income	(13)	(0)
Effective portion of cash flow hedges	1,618	2,762
Exchange differences on translation of foreign operations	682	2,252
Share of other comprehensive income of investments accounted for using equity method	489	1,179
Total other comprehensive income, net of tax	17,227	3,061
Comprehensive income	53,474	38,655
Comprehensive income attributable to		
Owners of parent	53,342	38,426
Non-controlling interests	131	228
Comprehensive income	53,474	38,655

**(4) Consolidated Statements of Changes in Equity**  
**FY2020 (April 1, 2020 to March 31, 2021)**

(Millions of yen)

	Equity attributable to owners of parent					Total	Non-controlling interests	Total
	Share capital	Capital surplus	Retained earnings	Treasury shares	Other components of equity			
Balance as of April 1, 2020	75,929	85,279	384,182	(62,881)	2,161	484,670	805	485,476
Profit			36,132			36,132	114	36,247
Other comprehensive income					17,209	17,209	17	17,227
Comprehensive income	–	–	36,132	–	17,209	53,342	131	53,474
Purchase of treasury shares				(0)		(0)		(0)
Disposal of treasury shares		(0)		0		0		0
Share-based payment transactions		31		73		104	32	137
Dividends			(7,033)			(7,033)		(7,033)
Transfer from other components of equity to retained earnings			978		(978)	–		–
Changes in ownership interest in subsidiaries		(112)				(112)	112	–
Other						–	3	3
Total transactions with owners	–	(80)	(6,055)	72	(978)	(7,041)	148	(6,893)
Balance as of March 31, 2021	75,929	85,198	414,260	(62,808)	18,392	530,971	1,086	532,057

**FY2021 (April 1, 2021 to March 31, 2022)**

(Millions of yen)

	Equity attributable to owners of parent					Total	Non-controlling interests	Total
	Share capital	Capital surplus	Retained earnings	Treasury shares	Other components of equity			
Balance as of April 1, 2021	75,929	85,198	414,260	(62,808)	18,392	530,971	1,086	532,057
Profit			35,375			35,375	218	35,593
Other comprehensive income					3,051	3,051	10	3,061
Comprehensive income	–	–	35,375	–	3,051	38,426	228	38,655
Purchase of treasury shares				(0)		(0)		(0)
Disposal of treasury shares		(0)		0		0		0
Share-based payment transactions		125		71		197	1	198
Dividends			(7,035)			(7,035)		(7,035)
Transfer from other components of equity to retained earnings			(49)		49	–		–
Obtaining of control of subsidiaries		(172)				(172)	38	(133)
Other						–	(3)	(3)
Total transactions with owners	–	(46)	(7,085)	70	49	(7,010)	36	(6,974)
Balance as of March 31, 2022	75,929	85,152	442,550	(62,737)	21,492	562,387	1,351	563,738

## (5) Consolidated Statements of Cash Flows

(Millions of yen)

	FY2020 (April 1, 2020 to March 31, 2021)	FY2021 (April 1, 2021 to March 31, 2022)
Cash flows from operating activities		
Profit before tax	50,915	49,936
Depreciation and amortization	28,624	29,825
Impairment losses (reversal of impairment losses)	1,218	201
Interest and dividend income	(2,218)	(1,826)
Interest expenses	10,095	10,442
Share of loss (profit) of investments accounted for using equity method	(4,168)	(4,588)
Loss (gain) on valuation of investment securities	(4,580)	(852)
Decrease (increase) in trade and other receivables	(51,222)	(174,759)
Decrease (increase) in inventories	(4,134)	11,067
Decrease (increase) in operational investment securities for sale	1,601	(5,284)
Increase (decrease) in trade and other payables	(821)	14,141
Increase (decrease) in provision for point card certificates	3,269	5,160
Increase (decrease) in provision for loss on interest repayment	(5,776)	6,945
Increase (decrease) in financial guarantee liabilities	(383)	(938)
Other	(5,010)	3,651
Subtotal	17,407	(56,877)
Interest and dividends received	3,531	6,131
Interest paid	(9,739)	(9,828)
Income taxes refund	33	1,458
Income taxes paid	(15,929)	(11,326)
Net cash provided by (used in) operating activities	(4,695)	(70,441)



(Millions of yen)

	FY2020 (April 1, 2020 to March 31, 2021)	FY2021 (April 1, 2021 to March 31, 2022)
<b>Cash flows from investing activities</b>		
Purchase of investment securities	(2,014)	(6,197)
Proceeds from sale or redemption of investment securities	10,655	5,421
Purchase of property, plant and equipment, and intangible assets	(17,143)	(16,435)
Proceeds from sale of property, plant and equipment, and intangible assets	366	64
Purchase of investment property	(16,697)	(26,251)
Proceeds from sale of investment property	5,182	2,360
Payments for acquisition of subsidiaries	(41)	(783)
Payments for loans receivable	(1,256)	(18,432)
Collection of loans receivable	10,750	9,248
Payments into time deposits	–	(2,862)
Proceeds from withdrawal of time deposits	–	930
Other	(423)	1,318
Net cash provided by (used in) investing activities	(10,622)	(51,619)
<b>Cash flows from financing activities</b>		
Net increase (decrease) in short-term borrowings	(9,844)	323
Net increase (decrease) in commercial papers	(68,000)	(16,000)
Net increase (decrease) in securitized borrowings (short-term)	(15,000)	–
Proceeds from securitized borrowings (long-term)	67,762	70,221
Repayments for securitized borrowings (long-term)	(5,993)	(7,636)
Proceeds from long-term borrowings	146,721	176,482
Repayments of long-term borrowings	(134,814)	(109,978)
Proceeds from issuance of bonds	112,449	92,533
Redemption of bonds	(75,042)	(65,042)
Repayments of lease liabilities	(4,986)	(4,608)
Payments for acquisition of interests in subsidiaries from non-controlling interests	(20)	–
Proceeds from sale of treasury shares	0	0
Purchase of treasury shares	(0)	(0)
Dividends paid	(7,033)	(7,035)
Other	26	–
Net cash provided by (used in) financing activities	6,225	129,260
Effect of exchange rate changes on cash and cash equivalents	333	769
Net increase (decrease) in cash and cash equivalents	(8,759)	7,968
Cash and cash equivalents at beginning of period	109,761	101,001
Cash and cash equivalents at end of period	101,001	108,970

## **(6) Segment information, Etc.**

### **(i) General information regarding reportable segments**

The Group's reportable segments are components of the Group for which separate financial information is available, and which are subject to regular review by the Board of Directors for the purpose of making decisions about the allocation of management resource and assessing the segments' performance.

The Company and its consolidated subsidiaries separately develop and conduct business activities that directly relate to their various customers, and that are mainly based on market and customer service offerings. In accordance with these considerations, the Group's reportable segments are classified by market and customer service offerings and comprise the "Payment," "Lease," "Finance," "Real Estate-Related" and "Entertainment" business segments.

The Payment business segment mainly consists of the credit card business, which is the Group's major segment, and various peripheral businesses closely related to the credit card business.

The Lease business segment operates the Group's leasing business which is centered on the leasing of office equipment.

The Finance business segment consists of the credit guarantee business and the finance related business.

The Real Estate-Related business segment comprises the real estate business and the real estate leasing business.

In the Entertainment business, the Group is developing an amusement business centered on the management of amusement centers/arcades.

The Group does not allocate assets and liabilities to operating segment information used by the Board of Directors.

From the fiscal year ended March 31, 2022, the Group reviewed the allocation standards for the Company's common expenses, and carried out changes to the method for calculating the profit or loss of each operating segment in order to more appropriately evaluate and manage the performance of each reportable segment.

## (ii) Information regarding profit or loss by reportable segments

For the fiscal year ended March 31, 2021 (from April 1, 2020 to March 31, 2021)

(Millions of yen)

	Payment	Lease	Finance	Real estate related	Entertainment	Total	Adjustments (Note 2)	Consolidated
Revenue								
Revenue from external customers	207,746	12,289	43,412	32,384	29,548	325,381	–	325,381
Intersegment revenue	1,384	1	–	970	0	2,356	(2,356)	–
Total	209,130	12,290	43,412	33,355	29,548	327,738	(2,356)	325,381
Net revenue	209,130	12,290	43,412	14,595	5,536	284,965	(2,340)	282,625
Segment profit (Business profit) or Segment loss (Business loss) (Note 1) (Note 3)	17,968	5,455	21,279	5,390	(1,745)	48,349	3	48,352
Reconciliations	–	–	–	–	–	–	–	2,562
Profit before tax	–	–	–	–	–	–	–	50,915

For the fiscal year ended March 31, 2022 (from April 1, 2021 to March 31, 2022)

(Millions of yen)

	Payment	Lease	Finance	Real estate related	Entertainment	Total	Adjustments (Note 2)	Consolidated
Revenue								
Revenue from external customers	210,595	11,835	48,313	59,343	32,866	362,955	–	362,955
Intersegment revenue	1,383	1	–	466	0	1,851	(1,851)	–
Total	211,979	11,837	48,313	59,810	32,866	364,806	(1,851)	362,955
Net revenue	211,979	11,837	48,313	22,704	6,407	301,241	(2,224)	299,017
Segment profit (Business profit) or Segment loss (Business loss) (Note 1)	14,016	5,805	19,922	12,350	237	52,332	3	52,336
Reconciliations	–	–	–	–	–	–	–	(2,399)
Profit before tax	–	–	–	–	–	–	–	49,936

(Notes) 1. Business profit or Business loss is a profit indicator calculated by subtracting the adjustment amount by the application of the effective interest rate method for financial assets and the non-recurring one-time profit and loss items from the profit before tax.

2. Adjustments include inter-segment eliminations.

3. From the fiscal year ended March 31, 2022, the Group reviewed the allocation standards for the Company's common expenses, and carried out changes to the method for calculating the profit or loss of each operating segment. In the event that operating segment information for the fiscal year ended March 31, 2021 was prepared using the method of calculation after the change, Business profit of the Payment business would increase by ¥4,363 million, while Business profit of the Lease and Finance businesses would decrease by ¥748 million and ¥3,614 million, respectively.

Breakdown of reconciliations from segment profit (business profit) to profit before tax

	(Millions of yen)	
	FY2020 (April 1, 2020 to March 31, 2021)	FY2021 (April 1, 2021 to March 31, 2022)
Segment profit (Business profit)	48,352	52,336
Adjustments for the application of the effective interest method to financial assets	(711)	(194)
Reconciliations (Selling, general and administrative expenses)	(924)	-
Loss related to COVID-19 (*1)	(924)	-
Reconciliations (Impairment losses on financial assets)	-	(1,364)
Allowance for doubtful accounts accumulated due to malfeasance by business partners (*2)	-	(1,364)
Reconciliations (Other income)	6,672	228
Gain on valuation of investment securities (stocks, etc.)	3,968	-
Gain on change in equity	64	64
Gain on sale of fixed assets	2,629	137
Other	9	26
Reconciliations (Other expenses)	(2,473)	(1,068)
Loss on valuation of investment securities (stocks, etc.)	-	(23)
Impairment losses on non-financial assets	(1,218)	(201)
Loss on sale of fixed assets	-	(365)
Loss on disposal of fixed assets	(592)	(418)
Amount of payment (*3)	(580)	-
Other	(82)	(59)
Reconciliations - total	2,562	(2,399)
Profit before tax	50,915	49,936

\*1 In response to various requests from the national and local governments taken to address the novel coronavirus disease (COVID-19), we compensated some of our employees due to the suspension of business partners and locations, and took measures to close some locations temporarily. This item of reconciliation from business profit comprises non-recurring expenses that include the fixed costs (such as personnel costs and depreciation) resulting from the aforementioned. The Group recognizes the ¥662 million grant received as a government grant pertaining to COVID-19 in the fiscal year ended March 31, 2021 as profit or loss, and has excluded it from related expenses.

\*2 The estimated uncollectible amount was recorded as allowance for doubtful accounts as doubt arose with regard to a portion of the Company's receivables due to malfeasance by business partners. This item of reconciliation from business profit comprises impairment losses on financial assets resulting from the aforementioned.

\*3 A one-time adjustment for expenses with business partners.

## 4. Non-Consolidated Financial Statements

### (1) Non-Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2021	As of March 31, 2022
<b>Assets</b>		
Current assets		
Cash and deposits	68,665	80,545
Accounts receivable - installment	1,198,421	1,253,849
Operating loans	1,055,804	1,122,017
Investments in leases	259,964	256,108
Operational investment securities	41,257	41,583
Merchandise	113	113
Supplies	1,485	1,387
Prepaid expenses	1,618	2,149
Short-term loans receivable	425	515
Short-term loans receivable from subsidiaries and associates	254,617	293,349
Accounts receivable - other	21,967	21,400
Other	11,277	10,156
Allowance for doubtful accounts	(45,521)	(44,087)
Total current assets	2,870,097	3,039,090
Non-current assets		
Property, plant and equipment		
Buildings, net	5,329	5,288
Vehicles, net	0	0
Equipment, net	2,863	2,367
Land	6,904	6,904
Leased assets, net	1,052	632
Construction in progress	11	13
Total property, plant and equipment	16,160	15,206
Intangible assets		
Leasehold interests in land	14	14
Software	154,302	145,468
Leased assets	21	5
Software in progress	2,760	2,185
Other	252	263
Total intangible assets	157,349	147,937
Investments and other assets		
Investment securities	70,174	67,814
Shares of subsidiaries and associates	68,497	81,965
Bonds of subsidiaries and associates	450	450
Investments in capital	0	0
Investments in capital of subsidiaries and associates	8,480	8,480
Long-term loans receivable	10,595	10,513
Long-term loans receivable from subsidiaries and associates	29,533	21,891
Long-term prepaid expenses	7,661	7,121
Guarantee deposits	2,928	2,769
Deferred tax assets	31,070	34,475
Other	5,760	5,678
Allowance for doubtful accounts	(411)	(461)
Total investments and other assets	234,740	240,698
Total non-current assets	408,250	403,842
Deferred assets		
Bond issuance costs	1,953	1,983
Total deferred assets	1,953	1,983
<b>Total assets</b>	<b>3,280,302</b>	<b>3,444,915</b>

(Millions of yen)

	As of March 31, 2021	As of March 31, 2022
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	231,024	245,524
Short-term borrowings	246,960	247,460
Current portion of long-term borrowings	101,670	133,480
Current portion of long-term loans payable under securitized borrowings	–	300
Current portion of bonds payable	65,000	55,000
Commercial papers	482,000	466,000
Current portion of long-term loans payable under credit fluidity	6,257	6,822
Lease liabilities	463	364
Accounts payable - other	4,088	3,691
Accrued expenses	20,747	20,416
Income taxes payable	3,719	8,663
Contract liabilities	–	5,110
Deposits received	8,225	6,979
Unearned revenue	1,229	730
Provision for bonuses	2,215	2,202
Provision for bonuses for directors (and other officers)	68	70
Provision for loss on interest repayment	5,580	5,784
Allowance for losses on collecting gift tickets	132	132
Deferred installment income	8,064	–
Other	4,482	5,018
Total current liabilities	1,191,931	1,213,752
Non-current liabilities		
Bonds payable	440,000	478,000
Long-term borrowings	982,529	999,219
Long-term loans payable under securitized borrowings	87,245	149,266
Lease liabilities	728	335
Contract liabilities	–	2,140
Provision for loss on guarantees	8,311	7,993
Provision for point card certificates	113,207	118,368
Provision for loss on interest repayment	10,433	16,650
Guarantee deposits received	1,303	2,129
Other	2,929	320
Total non-current liabilities	1,646,687	1,774,423
Total liabilities	2,838,618	2,988,176
<b>Net assets</b>		
Shareholders' equity		
Share capital	75,929	75,929
Capital surplus		
Legal capital surplus	82,497	82,497
Other capital surplus	1,576	1,539
Total capital surplus	84,073	84,036
Retained earnings		
Legal retained earnings	3,020	3,020
Other retained earnings		
General reserve	274,455	297,455
Retained earnings brought forward	44,684	37,230
Total retained earnings	322,159	337,705
Treasury shares	(62,524)	(62,453)
Total shareholders' equity	419,638	435,218
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	22,187	21,455
Deferred gains or losses on hedges	(142)	65
Total valuation and translation adjustments	22,044	21,521
Total net assets	441,683	456,739
Total liabilities and net assets	3,280,302	3,444,915

## (2) Non-Consolidated Statements of Income

(Millions of yen)

	FY2020 (April 1, 2020 to March 31, 2021)	FY2021 (April 1, 2021 to March 31, 2022)
<b>Operating revenue</b>		
Income from the payment business		
Revenue from credit card business	131,339	131,486
Revenue from credit card cash advance	28,308	25,694
Revenue from term loans	472	403
Revenue from business agency	27,572	27,598
Revenue from the payment-related business	10,408	10,980
Income from the payment business	198,101	196,163
Income from the Lease business	12,287	11,907
Income from the finance business		
Revenue from credit guarantee	14,949	13,406
Revenue from finance-related business	21,498	25,729
Income from the finance business	36,447	39,135
Income from the real estate-related business		
Revenue from the real estate-related business	25	25
Cost of the real estate-related business	1	1
Income from the real estate-related business	23	23
Financial revenue	4,448	5,187
<b>Total operating revenue</b>	<b>251,307</b>	<b>252,416</b>
<b>Operating expenses</b>		
Selling, general and administrative expenses	208,269	219,371
Financial expenses		
Interest expenses	9,394	9,362
Other	2,136	2,018
Total financial expenses	11,530	11,381
Total operating expenses	219,799	230,752
<b>Operating profit</b>	<b>31,507</b>	<b>21,663</b>
Non-operating income	6,688	9,131
Non-operating expenses	169	374
<b>Ordinary profit</b>	<b>38,026</b>	<b>30,421</b>
<b>Extraordinary income</b>		
Gain on sale of investment securities	2,120	2,032
Subsidies for employment adjustment	475	–
Other	1	–
Total extraordinary income	2,597	2,032
<b>Extraordinary losses</b>		
Loss on valuation of investment securities	508	675
Loss on disposal of non-current assets	566	394
Loss on valuation of shares of subsidiaries and associates	42	50
Loss on liquidation of subsidiaries and associates	–	23
Loss related to COVID-19	1,007	–
Amount of payment	580	–
Loss on sale of investment securities	416	–
Other	0	–
Total extraordinary losses	3,123	1,143
Profit before income taxes	37,501	31,310
Income taxes - current	8,347	12,574
Income taxes - deferred	(777)	(3,173)
<b>Total income taxes</b>	<b>7,569</b>	<b>9,400</b>
<b>Profit</b>	<b>29,931</b>	<b>21,909</b>

**(3) Non-Consolidated Statements of Changes in Equity**  
**FY2020 (April 1, 2020 to March 31, 2021)**

(Millions of yen)

	Shareholders' equity									
	Share capital	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 period	75,929	82,497	1,602	84,100	3,020	247,455	48,787	299,262	(62,596)	396,694
Changes during period										
Provision of general reserve						27,000	(27,000)	-		-
Dividends of surplus							(7,033)	(7,033)		(7,033)
Profit							29,931	29,931		29,931
Purchase of treasury shares									(0)	(0)
Disposal of treasury shares			(26)	(26)					73	46
Net changes in items other than shareholders' equity										-
Total changes during period	-	-	(26)	(26)	-	27,000	(4,102)	22,897	72	22,943
Balance at end of period	75,929	82,497	1,576	84,073	3,020	274,455	44,684	322,159	(62,524)	419,638

	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 period	8,346	(231)	8,115	404,809
Changes during period				
Provision of general reserve				-
Dividends of surplus				(7,033)
Profit				29,931
Purchase of treasury shares				(0)
Disposal of treasury shares				46
Net changes in items other than shareholders' equity	13,840	88	13,929	13,929
Total changes during period	13,840	88	13,929	36,873
Balance at end of period	22,187	(142)	22,044	441,683



**FY2021 (April 1, 2021 to March 31, 2022)**

(Millions of yen)

	Shareholders' equity									
	Share capital	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 period	75,929	82,497	1,576	84,073	3,020	274,455	44,684	322,159	(62,524)	419,638
Cumulative effects of changes in accounting policies							671	671		671
Restated balance	75,929	82,497	1,576	84,073	3,020	274,455	45,355	322,830	(62,524)	420,309
Changes during period										
Provision of general reserve						23,000	(23,000)	-		-
Dividends of surplus							(7,035)	(7,035)		(7,035)
Profit							21,909	21,909		21,909
Purchase of treasury shares									(0)	(0)
Disposal of treasury shares			(36)	(36)					71	34
Net changes in items other than shareholders' equity										-
Total changes during period	-	-	(36)	(36)	-	23,000	(8,125)	14,874	70	14,908
Balance at end of period	75,929	82,497	1,539	84,036	3,020	297,455	37,230	337,705	(62,453)	435,218

	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 period	22,187	(142)	22,044	441,683
Cumulative effects of changes in accounting policies				671
Restated balance	22,187	(142)	22,044	442,354
Changes during period				
Provision of general reserve				-
Dividends of surplus				(7,035)
Profit				21,909
Purchase of treasury shares				(0)
Disposal of treasury shares				34
Net changes in items other than shareholders' equity	(731)	208	(523)	(523)
Total changes during period	(731)	208	(523)	14,385
Balance at end of period	21,455	65	21,521	456,739