

June 3, 2005

**To Our Shareholders with Voting Rights**

Hiroshi Rinno  
President and Representative Director  
Credit Saison Co., Ltd.  
1-1, Higashi-Ikebukuro 3-chome, Toshima-ku,  
Tokyo

**NOTICE OF THE 55TH ORDINARY GENERAL MEETING OF SHAREHOLDERS**

Dear Shareholders:

We hereby inform you of the 55th Ordinary General Meeting of Shareholders to be held as follows:

If you are unable to attend the meeting, please read the attached REFERENCE DOCUMENTS FOR THE EXERCISE OF VOTING RIGHTS and return the Exercise Voting Rights Form with your selections and registered seal so that it will reach us by June 24, 2005.

**1. Date:** 10 a.m., Saturday, June 25, 2005

**2. Place:** Ten-Ran-no-Ma Hall (3F)  
Sunshine City Prince Hotel  
1-5, Higashi-Ikebukuro 3-chome, Toshima-ku, Tokyo

**3. Objectives of the Meeting:**

**Reports:**

1. Non-consolidated Balance Sheet as of March 31, 2005, and Business Report and Non-consolidated Statement of Income for the 55th Fiscal Term (from April 1, 2004, to March 31, 2005)
2. Consolidated Balance Sheet as of March 31, 2005, and Consolidated Statement of Income, and results of audit by Accounting Auditor and the Board of Corporate Auditors on the Consolidated Statutory Reports for the 55th Fiscal Term (from April 1, 2004, to March 31, 2005)

**Agenda:**

**Proposal No. 1:** Approval of the Proposed Appropriation of Retained Earnings for the 55th Fiscal Term

**Proposal No. 2:** Proposed amendments to the Articles of Incorporation  
The details of the proposal are as stated in the REFERENCE DOCUMENTS FOR THE EXERCISE OF VOTING RIGHTS on page 36 (Japanese original).

**Proposal No. 3:** Issuing stock acquisition rights as stock options without consideration to Directors, Statutory Auditors, Operating Officers, Advisers, Certain Employees, and Temporary Employees of the Company and its subsidiaries  
The details of the proposal are as stated in the REFERENCE DOCUMENTS FOR THE EXERCISE OF VOTING RIGHTS on pages 37 to 39 (Japanese original).

**Proposal No. 4:** Election of seven teen (17) directors

**Proposal No. 5:** Presentation of retirement allowances to resigned directors

For those attending, please present the enclosed Voting Rights Exercise Form at the reception desk on arrival at the meeting.

---

Note: This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

## REFERENCE DOCUMENTS FOR THE EXERCISE OF VOTING RIGHTS

1. Total number of voting rights held by all shareholders: 1,747,933 rights

2. Proposals and references

**Proposal No. 1:** Approval of the Proposed Appropriation of Retained Earnings for the 55th Fiscal Term

The summary of the Proposal of Appropriation of Retained Earnings for the 55th Fiscal Term is as shown below.

The Company assumes that the activity for improvement of company quality and continuous business expansion is important to increase the shareholder value. For the profit return, the Company is planning to ensure sufficient earnings retention and appropriate, stable, and continuous dividends for shareholders.

In response to the above, the dividend of the fiscal term will be set to ¥20 per share, increasing ¥2 as compared with the previous fiscal term.

We also propose that the total of directors' bonuses be ¥130 million (including ¥15 million for statutory auditors).

### Proposed Appropriation of Retained Earnings for the 55th Fiscal Term

(yen)

<b>Unappropriated retained earnings at the end of the year</b>	<b>34,824,032,664</b>
To be appropriated as follows:	
Cash dividends (¥20 per share)	3,503,287,180
Bonuses to directors (bonuses to statutory auditors included in above)	130,000,000 (15,000,000)
Voluntary reserves	
General reserve	21,000,000,000
<b>Retained earnings carried forward</b>	<b>10,190,745,484</b>

Note: The dividends for 1,454,466 shares of treasury stock are excluded from the cash dividends above for the 55th fiscal term.

**Proposal No. 2:** Proposed amendments to the Articles of Incorporation

1. Reasons for the amendments

Adding business purposes to deal with the extension and diversification of business contents

2. Summary draft of this proposal

We propose that the Articles of Incorporation be amended as shown in the table below.

(Amendments shown by underlines.)

Existing Articles of Incorporation	Proposed Amendments
Article 2 (Purpose)	Article 2 (Purpose)
1. to 21. (Omitted)	1. to 21. (The same as the existing ones)
(New establishment)	<u>22. Wedding information service</u>
(New establishment)	<u>23. Trust agency service</u>
<u>22.</u> All businesses incidental to or related to the previous report	<u>24.</u> All businesses incidental to or related to the previous report

**Proposal No. 3:** Issuing stock acquisition rights as stock options without consideration to Directors, Statutory Auditors, Operating Officers, Advisers, Certain Employees, and Temporary Employees of the Company and its subsidiaries

It is proposed that the Company issue stock acquisition rights as stock options hereinafter the “Stock Acquisition Rights” without consideration to Directors, Statutory Auditors, Operating Officers, Advisers, Certain Employees, and Temporary Employees of the Company and its subsidiaries, pursuant to Articles 280-20 and 280-21 of the Commercial Code.

1. The reason for the necessity of the issuance of the Stock Acquisition Rights to be issued on especially favorable conditions to those other than shareholders

The Company intends to issue, without consideration, the Stock Acquisition Rights to its Directors, Statutory Auditors, Operating Officers, Advisers, Certain Employees, and Temporary Employees of the Company and its subsidiaries for the purpose of motivating and raising morale in order to achieve improved results, in accordance with the terms below.

2. Outline of the issuance of the Stock Acquisition Rights

- (1) Class and number of shares to be issued or transferred upon exercise of the Stock Acquisition Rights  
Not exceeding 2 million common stock.

In the event of a share split or a share consolidation of the Company's common stock after the stock acquisition right issuance date lapsed, such number of shares to be issued or transferred upon exercise of the Stock Acquisition Rights shall be adjusted according to the following formula. However, such adjustment should be made only to the number of shares for Stock Acquisition Rights then not yet exercised, with the resulting fractions of less than one share occurring upon such adjustment discarded.

$$\text{Number of shares after adjustment} = \frac{\text{Number of shares before adjustment}}{\text{Ratio of share split or share consolidation}} \times \text{Ratio of share split or share consolidation}$$

In the event of a merger (*kyushu-gappei* or *shinsetsu-gappei*), demerger (*shinsetsu-bunkatsu* or *kyusyu-bunkatsu*), *kabushiki-kokan* (share-for-share exchange), or *kabushiki-iten* (share transfer) after the stock acquisition right issuance date lapsed, the number of shares for stock acquisition rights should be adjusted in the reasonable range.

- (2) Total number of stock acquisition rights to be issued

The maximum should be 20,000 units. (The number of shares to be issued or transferred upon exercise of each Stock Acquisition Right shall be 100 shares of common stock. However, in the case of making an adjustment to the number of shares as set forth in item 2. (1) above, the adjustment shall be made similarly for such number of shares.)

- (3) Issue price of the Stock Acquisition Rights  
Without consideration.

- (4) Amount to be paid upon exercise of each Stock Acquisition Right (hereinafter referred to as "Exercise Price")

The amount to be paid upon exercise of each Stock Acquisition Right shall be equal to the product of the amount to be paid per share (hereinafter referred to as the "Exercise Price") prescribed below multiplied by the number of shares to be issued or transferred upon exercise of each Stock Acquisition Right prescribed in item 2, (2).

The Exercise Price per share shall be the amount calculated from the average closing price of the Company's common stock on the Tokyo Stock Exchange in regular trading during the entire month prior to the month in which the Issue Date falls (excluding days on which no trading takes place), with fractions of less than one yen being rounded up to the nearest yen.

Provided, however, that if the calculated price is lower than the closing price in regular trading on the Tokyo Stock Exchange on the stock acquisition right issuance date (if there is no closing price on the

date, the closing price of the day immediately preceding the trading day), the closing price in the stock acquisition right issuance date shall be the Exercise Price per share.

In the event of a share split or a share consolidation of the Company's common stock after the stock acquisition right issuance date lapsed, the Exercise Price shall be adjusted according to the following formula (with amounts of less than one yen rounded up to the nearest yen).

$$\text{Exercise price after adjustment} = \text{Exercise price before adjustment} \times \frac{1}{\text{Ratio of share split or share consolidation}}$$

In the event of new share issuance or disposal of treasury stocks in the price lower than the market price after the stock acquisition right issuance date lapsed, the Exercise Price shall be adjusted according to the following formula (with amounts of less than one yen rounded up to the nearest yen). However, the Exercise price should not be adjusted in order to exercise stock acquisition rights.

$$\text{After adjustment Exercise price} = \text{Before adjustment Exercise price} \times \frac{\text{Number of shares outstanding} + \frac{\text{Number of newly issued shares} \times \text{Paid-in amount per share}}{\text{Market price before the issuance of new shares}}}{\text{Number of immediately issued shares} + \text{Number of increased new shared}}$$

Number of immediately issued shares + Number of increased new shared

In the formula above, "number of immediately issued shares" should be "total number of issued shares - total number of treasury stocks".

In the event of disposition of treasury stock, in the formula above, "Number of newly issued shares", "Paid-in amount per share", and "Market price before the issuance of new shares" shall read as "Number of shares of treasury stock disposed of", "Disposition price per share", and "Market price before the disposition of treasury stock" respectively.

In the event of a merger, demerger, share-for-share exchange, or share transfer after the stock acquisition right issuance date lapsed, the Exercise Price per share should be adjusted in the reasonable range.

- (5) Exercise period of stock acquisition rights as stock options:  
June 30, 2007 to June 29, 2010
- (6) Conditions for exercise of stock acquisition rights
  - ① The stock acquisition right holder must be a Director, Statutory Auditor, Operating Officer, Adviser, Certain Employee, or Temporary Employee of the Company and its subsidiaries at exercise of rights. However, the holder can exercise the Stock Acquisition Rights for two years after the holder lost his or her position. (This must be applied when the holder retired from office upon the expiration of his or her term of office or when the holder lost his or her position for good reason defined in the contract in item (6), ③ such as the mandatory retirement. The exercise should be limited within the stock acquisition right exercise period defined in article 2, (5) above.
  - ② The stock acquisition right holder must not be able to exercise the Stock Acquisition Rights when it is assumed that the holder is not appropriate for the exercise of the Stock Acquisition Rights, considering the contribution for enhancing the business productivity if the Company and subsidiaries, the reason or contents of the action, and the healing or its relieving, where (1) a disqualification, dismissal, or displacement reason defined in the Commercial Code, Japanese laws, overseas laws, or (2) in-house rules of the Company and its subsidiaries is caused, or a violation of the laws or an action against a serious violation of the in-house rules occurs at exercise of the Stock Acquisition Rights.

- ③ The stock acquisition right holder must transfer no stock acquisition rights unless approved by the Board of Directors; in any case, the holder must not pledge the Stock Acquisition Rights, set chattel mortgage, and supply to other mortgage.
  - ④ Any stock acquisition rights must not be inherited. In the event of the death of the stock acquisition right holder, the inheritor must not be able to exercise stock acquisition rights.
  - ⑤ The stock acquisition right holder must not split and exercise one stock acquisition right. (One stock acquisition right must be the minimum exercise unit.)
  - ⑥ Other conditions must be defined in the contract between the Company and the stock acquisition right holder in accordance with the Board of Directors of the Company.
- (7) Conditions for cancellation of stock acquisition rights
- ① Where the merger agreement under which the Company shall be merged is approved at an Ordinary General Meeting of Shareholders or a *kabushiki-koukan* (share-for-share exchange) agreement under which the Company shall become a wholly-owned subsidiary or a *kabushiki-iten* (share-transfer) is approved at an Ordinary General Meeting of Shareholders, when stock acquisition rights are not inherited by the merging corporation or wholly-owning parent company, the Company may cancel the Stock Acquisition Rights without consideration.
  - ② The Company may cancel, without consideration, the Stock Acquisition Rights when the holder of the Stock Acquisition Rights can no longer exercise such rights pursuant to the regulations referred to in article 2, (6) or abandon all or a part of stock acquisition rights. The cancellation procedure must be able to be performed collectively after the exercise period of stock acquisition rights was expired.
- (8) Transfer restriction of the Stock Acquisition Rights
- The transfer of stock acquisition rights requires the approval of the Board of Directors of the Company.

**Proposal No. 4:** Election of seven teen (17) directors

On March 31, 2005, two Directors Shiro Yanagihara and Toshiyasu Suganuma resigned; and fourteen Directors Hiroshi Rinno, Teruyuki Maekawa, Atsushige Takahashi, Toshiharu Yamamoto, Terutaka Hasuda, Hiromichi Sato, Hidetoshi Suzuki, Kazufusa Inada, Shinji Hojo, Kenzo Tada, Hisayuki Kurata, Akira Kuramitsu, Takayoshi Yamaji, and Yoshiro Yamamoto will retire at the conclusion of the meeting. The election of the following 17 Directors is proposed.

The nominees for the directors are as follows:

No.	Name (Date of birth)	Brief personal history and representative positions in other companies (The asterisk (*) refers to current position.)		Number of shares of the Company held	Special interest between the nominee and the Company
1	Hiroshi Rinno (August 5, 1942)	April 1965	Joined THE SEIBU DEPARTMENT STORES, LTD.	30,145 shares	None.
		March 1982	Joined Credit Saison Co., Ltd. General Manager, Credit Sales Promotion Division		
		April 1983	Director		
		April 1985	Managing Director		
		June 1995	Senior Managing Director		
		June 1999	Senior Managing Director and Representative Director		
		June 2000	President *		
2	Teruyuki Maekawa (January 24, 1942)	March 1964	Joined Credit Saison Co., Ltd.	4,550 shares	None.
		April 1991	General Manager, Sales No. 1 Division, and General Manager, Sales Promotion Division		
		June 1991	Director		
		April 1998	Managing Director		
		February 2001	Senior Managing Director		
		February 2002	General Manager, Sales Division*		
		June 2002	Senior Managing Director and Representative Director		
		March 2005	Audit office of the Company and in control of Mizuho UC alliance promotion office*		
		April 2005	Executive Vice President and Representative Director *		

No.	Name (Date of birth)	Brief personal history and representative positions in other companies (The asterisk (*) refers to current position.)		Number of shares of the Company held	Special interest between the nominee and the Company
3	Atsushige Takahashi (December 8, 1938)	April 1962 June 1990 August 1993 June 1994 June 1995 February 2001 February 2002 March 2005 April 2005	Joined Nippon Sogo Bank, Ltd. (currently Sumitomo Mitsui Banking Corporation) Director, Nippon Sogo Bank, Ltd. Joined Credit Saison Co., Ltd. Advisor Director Managing Director General Manager, Business Headquarters* Senior Managing Director President of Uraku Aoyama Co., Ltd.* Senior Managing Director and Representative Director *	2,915 shares	None.
4	Toshiharu Yamamoto (September 11, 1944)	April 1968 July 1989 October 1989 June 1994 February 2001 March 2005 April 2005	Joined THE SEIBU DEPARTMENT STORES, LTD. Joined Credit Saison Co., Ltd. as General Manager, Sales Planning Division General Manager, Credit Sales Promotion Division Director Managing Director Credit Headquarters manager* Senior Managing Director*	930 shares	None.
5	Terutaka Hasuda (January 2, 1943)	March 1961 April 1997 June 1998 February 2002 April 2005	Joined Credit Saison Co., Ltd. General Manager, Sales Promotion Division Director Managing Director Senior Managing Director, Business manager*	1,600 shares	None.
6	Hikomichi Sato (July 8, 1947)	April 1971 June 1999 June 2000 March 2005	Joined Nippon Kangyo Bank, Ltd. (currently Mizuho Financial Group, Inc.) Director and General Manager, No. 1 Sales Division Joined Credit Saison Co., Ltd. Managing Director* In control of Lease Operation Division and Credit Guarantee Division*	4,600 shares	None.

No.	Name (Date of birth)	Brief personal history and representative positions in other companies (The asterisk (*) refers to current position.)		Number of shares of the Company held	Special interest between the nominee and the Company
7	Hidetoshi Suzuki (April 21, 1949)	April 1973 February 2001 June 2001 February 2004 March 2005	Joined Credit Saison Co., Ltd. General Manager, Strategy Headquarters, and in control of Sales Development Division and Corporate Planning Office Director Managing Director* Strategy Headquarters*	1,400 shares	None.
8	Kazufusa Inada (February 13, 1946)	March 1970 February 2001 June 2001 February 2004 March 2005	Joined Credit Saison Co., Ltd. General Manager, Personnel Division Director Managing Director* Card Headquarters manager*	2,300 shares	None.
9	Naoki Takahashi (August 5, 1950)	April 1974 April 2003 April 2004 April 2005	Joined the Fuji Bank Co., Ltd. (currently Mizuho Financial group, Inc.) Operating office, 2nd Business Department manager in Osaka, Mizuho Corporate Bank, Ltd. Executive Director, Business executive officer in the bank Joined Credit Saison Co., Ltd. Advisor *	0 share	None.
10	Shinji Hojo (March 28, 1947)	April 1969 May 1994 April 1998 June 1998 March 2003 March 2005	Joined THE SEIBU DEPARTMENT STORES, LTD. Joined Credit Saison Co., Ltd. General Manager, Sales Planning Division and In control of Credit planning Director* In control of Related Business Division* In control of Financial Accounting Department*	1,500 shares	None.



No.	Name (Date of birth)	Brief personal history and representative positions in other companies (The asterisk (*) refers to current position.)		Number of shares of the Company held	Special interest between the nominee and the Company
11	Kenzo Tada (December 9, 1946)	April 1971 February 1997 September 2000 February 2001 June 2001 September 2003	Joined THE SEIBU DEPARTMENT STORES, LTD. Store Manager, Kawasaki Seibu Store, THE SEIBU DEPARTMENT STORES, LTD. Joined Credit Saison Co., Ltd., as General Manager, Credit Sales Promotion Division General Manager, Marketing Headquarters Director* East-Japan Business Division *	5,400 shares	None.
12	Hisayuki Kurata (October 3, 1949)	April 1973 February 2001 June 2004 March 2005	Joined Credit Saison Co., Ltd. General Manager, General Affairs Division Director* Management Department manager*	400 shares	None.
13	Akira Kuramitsu (October 9, 1948)	March 1967 February 2002 February 2004 June 2004 March 2005	Joined Credit Saison Co., Ltd. General Manager, Credit guarantee Business Division In control of Screening Division Director* Credit Planning Department manager*	1,000 shares	None.
14	Takayoshi Yamaji (September 30, 1953)	April 1977 February 2004 June 2004	Joined Credit Saison Co., Ltd. General Manager, West-Japan Business Division* Director*	500 shares	None.
15	Kyosuke Togano (November 2, 1961)	April 1986 March 2005 April 2005	Joined Credit Saison Co., Ltd. System Planning Division manager of the Company and Mizuho UC alliance promotion office manager* In control of System Promotion Department of the Company*	345 shares	None.

No.	Name (Date of birth)	Brief personal history and representative positions in other companies (The asterisk (*) refers to current position.)		Number of shares of the Company held	Special interest between the nominee and the Company
16	Yoshiro Yamamoto (March 8, 1936)	April 1959	Joined the Fuji Bank Co., Ltd. (currently Mizuho Financial Group, Inc.)	400 shares	None.
		June 1987	Director, Head office deliberator of the bank		
		June 1996	President of the Company		
		September 2000	Chairman of board of Directors, Mizuho Holdings Inc.		
		July 2002	Incorporated foundation Syououkai director*		
		June 2003	Director of Credit Saison Co., Ltd.*		
17	Mitsusuke Yamamoto (April 13, 1949)	April 1972	Joined the Fuji Bank Co., Ltd. (currently Mizuho Financial Group, Inc.)	0 share	None.
		June 2001	Operating office, branch office manager in the bank		
		April 2004	Senior Managing Director of UC Card Co., Ltd.*		

Note 1: Yoshiro Yamamoto and Mitsusuke Yamamoto are candidates for outside director as stipulated in Article 188, Paragraph 1, Item 7-2 of the Commercial Code.

Note 2: The number of shares is calculated based on the list of shareholders.

**Proposal No. 5:** Presentation of retirement allowances to resigned directors

We hereby propose that retirement allowance be granted to Shiro Yanagihara and Toshiyasu Suganuma, who resigned the director on March 31, 2005, for their meritorious service to the Company, in amounts based on the Company's internal regulations. Also, it is proposed that the actual amount, timing and method of presentation be left entirely to the deliberation of the Board of Directors.

A brief history of the resigning directors is as follows:

Name	Brief personal history	
Shiro Yanagihara	June 1999	Senior Managing Director and Representative Director, Credit Saison Co., Ltd.
	June 2000	Executive Vice President and Representative Director, Credit Saison Co., Ltd.
Toshiyasu Suganuma	June 2001	Director, Credit Saison Co., Ltd.

**Non-consolidated Balance Sheet (As of March 31, 2005)**

(Millions of yen)

ASSETS		LIABILITIES	
Account item	Amount	Account item	Amount
<b>Current Assets</b>	<b>950,095</b>	<b>Current Liabilities</b>	<b>544,730</b>
Cash and deposits	34,480	Notes payable	1,538
Installment accounts receivable	922,420	Accounts payable	99,007
Merchandise	935	Short-term loans	244,766
Supplies	608	Current portion of long-term loans	55,221
Prepaid expenses	464	Current portion of bonds	30,000
Deferred income taxes	14,876	Commercial paper	57,000
Other receivable	11,033	Current portion of payables under securitized lease receivables	3,000
Other current assets	1,972	Other payable	4,249
Allowance for losses on receivables	△36,696	Accrued expenses	31,563
<b>Fixed Assets</b>	<b>339,007</b>	Accrued taxes on income	10,202
<b>Property and Equipment, at Cost</b>	<b>164,033</b>	Withholdings	2,676
Equipment for lease	145,397	Advance received	65
Buildings	6,234	Allowance for bonuses	1,333
Vehicles	0	Unearned income	3,388
Fixtures and equipment	7,458	Other current liabilities	718
Land	3,654		
Construction in progress	1,287	<b>Long-Term Liabilities</b>	<b>446,833</b>
<b>Intangible Assets</b>	<b>18,269</b>	Bonds	140,000
Leaseholds	15	Long-term loans	268,573
Software	18,004	Payables under securitized lease receivables	30,000
Other intangible fixed assets	250	Accrued pension and severance costs	5,804
<b>Investments and Other Assets</b>	<b>156,703</b>	Retirement allowances for directors and statutory auditors	539
Investment securities	86,800	Allowance for losses on guarantees	1,253
Investment in subsidiaries	25,988	Lease deposits received	521
Investments in capital	51	Other Long-term liabilities	142
Long-term loans	28,252	<b>Total Liabilities</b>	<b>991,564</b>
Long-term loans to subsidiaries	7,275	<b>SHAREHOLDERS' EQUITY</b>	
Long-term prepaid expenses	3,352	<b>Common Stock</b>	<b>69,526</b>
Lease deposits	3,085	<b>Capital Surplus</b>	<b>72,933</b>
Deferred income taxes	1,557	Additional paid-in capital	72,933
Other long-term investments	1,611	Other capital surplus	0
Allowance for losses on receivable	△1,270	Net gain on disposal of treasury stock	0
<b>Deferred Assets</b>	<b>963</b>	<b>Retained Earnings</b>	<b>152,299</b>
Bond issue costs	263	Legal reserve	3,020
Development costs	700	Voluntary reserves	114,455
		General reserve	114,455
		Unappropriated retained earnings at end of period	34,824
		<b>Unrealized Gain on Investment Securities</b>	<b>7,162</b>
		<b>Treasury Common Stock</b>	<b>△3,419</b>
		<b>Total Shareholders' Equity</b>	<b>298,502</b>
<b>Total Assets</b>	<b>1,290,066</b>	<b>Total Liabilities and Shareholders' Equity</b>	<b>1,290,066</b>

**Non-consolidated Statement of Income** (from April 1, 2004 to March 31, 2005)

(Millions of yen)

Account item	Amount	
<b>(Ordinary Income or Loss)</b>		
<b>Operating Income and Expenses:</b>		
<b>Operating Revenues</b>		
Credit cards		62,616
Shopping loans		997
Guarantees		3,203
Loans		89,722
Agency services		10,326
Income from leases		
Lease sales	57,750	
Cost of lease sales	50,897	6,853
Income other sales		
Other sales	5,421	
Cost of other sales	931	4,490
Financial revenues		12,037
<b>Total</b>		<b>190,248</b>
<b>Operating Expenses</b>		
Selling, general and administrative expenses		135,402
Financial cost		
Interest expense	7,531	
Other financial costs	655	8,186
<b>Total</b>		<b>143,589</b>
<b>Operating Income</b>		<b>46,659</b>
<b>Non-operating Income and expenses:</b>		
<b>Non-operating Income</b>		<b>1,079</b>
<b>Non-operating Expenses</b>		<b>753</b>
<b>Ordinary Income</b>		<b>46,985</b>
<b>Extraordinary Gains and Losses:</b>		
<b>Extraordinary gains</b>		
Gain on sales of investment securities	552	
Gain on changes in pension and severance cost plan	217	770
<b>Extraordinary Losses</b>		
Loss on disposal of fixed assets	585	
Loss on evaluation of investment securities	4,761	
Other extraordinary losses	228	5,575
<b>Net Income before Income Taxes</b>		<b>42,180</b>
Income taxes, Current	19,537	
Income taxes, Deferred	△3,155	16,382
<b>Net Income</b>		<b>25,798</b>
Retained earnings carried forward from preceding year		9,025
<b>Unappropriated Retained Earnings at the End of the Year</b>		<b>34,824</b>

**Consolidated Balance Sheet (As of March 31, 2005)**

(Millions of yen)

ASSETS		LIABILITIES	
Account item	Amount	Account item	Amount
<b>Current Assets</b>	<b>1,154,527</b>	<b>Current Liabilities</b>	<b>710,722</b>
Cash and deposits	54,307	Notes and accounts payable	102,510
Notes and accounts receivable	1,037,069	Short-term loans	389,525
Other trade receivables	1,046	Current portion of long-term loans	64,224
Merchandise	54,175	Current portion of bonds	32,080
Deferred income taxes	17,902	Commercial paper	57,000
Short-term loans	15,125	Current portion of payables under securitized lease receivables	3,000
Prepaid expenses and Other current assets	16,383	Accrued taxes on income	13,213
Allowance for losses on receivables	△41,483	Allowance for bonuses	1,740
<b>Fixed Assets</b>	<b>357,342</b>	Unearned income	3,388
<b>Property and Equipment, at Cost</b>	<b>185,737</b>	Accrued expenses and Other current liabilities	44,039
Equipment for lease	145,281	<b>Long-Term Liabilities</b>	<b>496,993</b>
Buildings	19,069	Bonds	152,760
Land	6,375	Long-term loans	298,337
Construction in progress	1,304	Payables under securitized lease receivables	30,000
Other tangible fixed assets	13,705	Accrued pension and severance costs	7,121
<b>Intangible Assets</b>	<b>19,950</b>	Retirement allowance for directors and statutory auditors	796
Leaseholds	971	Allowance for losses on guarantees	1,253
Software	18,696	Allowance for defective on guarantees	59
Other intangible fixed assets	282	Consolidation adjustments	487
<b>Investments and Other Assets</b>	<b>151,655</b>	Other long-term liabilities	6,177
Investment securities	98,612	<b>Total Liabilities</b>	<b>1,207,715</b>
Long-term loans	29,324	MINORITY INTERESTS	
Lease deposits	8,606	<b>Minority interests</b>	3,924
Deferred income taxes	5,223	SHAREHOLDERS' EQUITY	
Other	15,375	<b>Common Stock</b>	<b>69,526</b>
Allowance for losses on receivables	△5,486	<b>Capital Surplus</b>	<b>73,148</b>
<b>Deferred Assets</b>	<b>1,079</b>	<b>Retained Earnings</b>	<b>155,101</b>
Bond issue costs	379	<b>Unrealized Gain on other Securities</b>	<b>7,263</b>
Development costs	700	<b>Treasury Stock, at cost</b>	<b>△3,729</b>
<b>Total Assets</b>	<b>1,512,949</b>	<b>Total Shareholders' Equity</b>	<b>301,309</b>
		<b>Total Liabilities and Shareholders' Equity</b>	<b>1,512,949</b>

**Consolidated Statement of Income** (from April 1, 2004 to March 31, 2005)

(Millions of yen)

Account item	Amount	
<b>(Ordinary Income or Loss)</b>		
Operating Income and Expenses:		
<b>Operating Revenues</b>		
Financing and administration fees		183,618
Income from entertainment		
Entertainment sales	108,546	
Cost of entertainment sales	91,556	16,989
Income from real estate		
Real estate sales	52,178	
Cost of real estate sales	39,547	12,631
Income from leases		
Leases sales	57,535	
Cost of leases sales	50,732	6,803
Income from other business		
Other sales	13,432	
Cost of other sales	5,348	8,083
Financial revenues		12,258
<b>Total</b>		<b>240,385</b>
<b>Operating Expenses</b>		
Selling, general and administrative expenses		172,024
Financial cost		9,771
<b>Total</b>		<b>181,795</b>
<b>Operating Income</b>		<b>58,590</b>
Non-operating Income and expenses:		
<b>Non-operating Income</b>		<b>2,163</b>
<b>Non-operating Expenses</b>		<b>4,238</b>
<b>Ordinary Income</b>		<b>56,514</b>
Extraordinary Gains and Losses:		
<b>Extraordinary gains</b>		
Gain on sale of fixed assets	853	
Gain on sale of investment securities	946	
Net gain on changes in equity interest	2,371	
Gain on sale of investments	779	
Gain on changes in pension and severance cost plan	282	5,234
<b>Extraordinary Losses:</b>		
Loss from sale of fixed assets	646	
Loss on impairment of fixed assets	1,155	
Loss on evaluation of investment securities	4,782	
Loss on sale of investment securities	579	
Loss on membership rights	18	
Adjustment from changes in revenue recognition	143	7,326
<b>Income before income taxes and minority interests</b>		<b>54,421</b>
Income taxes, Current	23,238	
Income taxes, Deferred	△1,413	21,824
<b>Minority interests</b>		<b>778</b>
<b>Net Income</b>		<b>31,818</b>