



# Brief Report of Financial Results (Unaudited)

(For the nine Months Ended November 20, 2009)

December 25, 2009

Registered Company Name: **AEON Credit Service Co., Ltd.**

Stock Listing: Tokyo Stock Exchange, First Section

Code No: 8570

URL: <http://www.aeoncredit.co.jp>

President and CEO: Kazuhide Kamitani

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## Business Performance (For the nine Months ended November 20, 2009 and 2008)

### Consolidated Results of Operations

(Millions of yen truncated to the nearest million, %, yen)

	Operating Revenue	Percentage Change	Operating Income	Percentage Change	Ordinary Income	Percentage Change
Nine Months ended November. 20, 2009	¥127,319	—	¥13,777	—	¥13,637	—
Nine Months ended November 20, 2008	132,298	△2.5%	22,422	△13.2%	22,633	△12.8%

  

	Net Income	Percentage Change	Net Income per Share (Yen)	Fully Diluted Net Income per Share (Yen)
Nine Months ended November. 20, 2009	¥△4,015	—	¥△25.60	—
Nine Months ended November 20, 2008	10,323	△22.5%	65.82	65.82

### Financial Position

(Millions of yen truncated to the nearest million, %, yen)

	Total Assets	Net Assets	Shareholders' Equity Ratio	Net Assets per Share (Yen)
Nine Months ended November. 20, 2009	¥910,568	¥170,376	16.6%	¥963.46
Fiscal year ended February.20, 2009	854,193	181,901	19.0%	1,036.35

### Dividend circumstances

	Dividend per share				
(Base date)	First quarter period	Interim period	Third quarter period	Term end	Annual
February 2009 term	—	¥15.00	—	¥25.00	¥40.00
February 2010 term	—	15.00	—	—	—
February 2010 term (Estimated)	—	—	—	(25.00)	(40.00)

### Consolidated Results Forecast (For the fiscal year ending February 20, 2010)

(Millions of yen truncated to the nearest million, %, yen)

	Operating Revenue	Percentage Change	Operating Income	Percentage Change	Ordinary Income	Percentage Change
Full term	¥176,100	0.1%	¥22,000	△17.3%	¥21,500	△19.8%

  

	Net Income	Percentage Change	Net Income per Share (Yen)
Full term	¥600	△95.9%	¥3.83

## Others

- (1) Change of important subsidiary during term (Change of specified subsidiary accompanying change of consolidation scope) ; No
- (2) Use of simplifications in accounting methods and Specific accounting method is applied to the condensed quarterly consolidated financial statements. : No
- (3) Change of principle, procedure, expression method, etc., of accounting process concerning preparation of consolidated financial statements (matters to be mentioned concerning change of important items to be the bases for preparation of consolidated financial statements)
- ① Change accompanying revision of accounting standards ; Yes
- ② Change other than ① ; No
- (4) Number of shares of outstanding stock (Common stock)
- ① Number of shares of outstanding stock at term end (including treasury stock)
- The 3rd quarter of 2009; 156,967,008 shares, Fiscal 2008; 156,967,008 shares
- ② Number of shares of treasury stock at end of term
- The 3rd quarter of 2009; 112,444 shares, Fiscal 2008; 131,823 shares,
- ③ Average of the number of shares during the quarter (For the Nine Months ended November 20, 2009)
- The 3rd quarter of 2009; 156,851,546 shares, The 3rd quarter of 2008; 156,836,268 shares

1. The Corporate Accounting Standard Section 12 <Accounting Standard related to Quarterly Financial Statements> and the Corporate Accounting Standard Adoption Guideline Section No. 14 <Guideline for the adoption of Accounting Standard related to Quarterly Financial Statements> are applied from the FY2009. The condensed quarterly consolidated financial statements have been prepared in accordance with the <Rules for the Quarterly Consolidated Financial Statements>

2. Results forecasts above are based on management's assumptions using information available at the time of publication. Owing to various factors, actual results may differ from these projections.

**Consolidated Financial Statements**  
**Consolidated quarterly balance sheets**

(Millions of yen)

Item \ Term	As of November.20, 2009	As of February.20, 2009
	Amount	Amount
(Assets)		
Current assets		
Cash and deposits	26,683	61,033
Accounts receivable-installment	354,014	245,378
Operating loans	429,320	483,527
Other	64,980	58,772
Allowance for doubtful accounts	△50,916	△50,757
Total current assets	824,083	797,954
Noncurrent assets		
Property, plant and equipment	9,892	9,469
Intangible assets	11,934	11,471
Investments and other assets	64,529	35,140
Total noncurrent assets	86,355	56,081
Deferred assets	128	157
Total assets	910,568	854,193
(Liabilities)		
Current liabilities		
Accounts payable-trade	117,334	91,542
Short-term loans payable	49,427	26,581
Current portion of long-term loans payable	91,863	70,542
Current portion of bonds	17,692	16,272
Income taxes payable	3,124	4,772
Provision for point card certificates	6,313	4,141
Other provision	632	374
Other	21,590	16,566
Total current liabilities	307,979	230,795
Noncurrent liabilities		
Bonds payable	88,105	104,533
Long-term loans payable	316,376	321,981
Provision for loss on interest repayment	24,269	11,936
Other provision	188	108
Other	3,273	2,937
Total noncurrent liabilities	432,212	441,496
Total liabilities	740,192	672,292

(Millions of yen)

Item \ Term	As of November.20, 2009	As of February.20, 2009
	Amount	Amount
(Net assets)		
Shareholders' equity		
Capital stock	15,466	15,466
Capital surplus	17,044	17,052
Retained earnings	125,174	135,161
Treasury stock	△186	△219
Total shareholders' equity	157,498	167,461
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	786	767
Deferred gains or losses on hedges	△1,524	△419
Foreign currency translation adjustment	△5,637	△5,273
Total valuation and translation adjustments	△6,375	△4,926
Subscription rights to shares	—	25
Minority interests	19,252	19,340
Total net assets	170,376	181,901
Total liabilities and net assets	910,568	854,193

# Consolidated quarterly statements of income

(Millions of yen)

Item	Term	For the Nine months ended November 20, 2009
		Amount
Operating revenue		
Credit card revenue		41,154
Per-item revenue		5,918
Financing revenue		61,214
Processing service fee		8,832
Gain on bad debts recovered		2,198
Other		7,875
Financial revenue		124
Total operating revenue		127,319
Operating expenses		
Selling, general and administrative expenses		
Provision of allowance for doubtful accounts		22,478
Provision for loss on interest repayment		4,646
Provision for point card certificates		5,595
Other		70,034
Total selling, general and administrative expenses		102,754
Financial expenses		10,787
Total operating expenses		113,542
Operating income		13,777
Non-operating income		
Dividends income		100
Amortization of negative goodwill		172
Other		53
Total non-operating income		326
Non-operating expenses		
Office transfer expenses		392
Other		73
Total non-operating expenses		466
Ordinary income		13,637
Extraordinary loss		
Provision of allowance for doubtful accounts		2,052
Provision for loss on interest repayment		14,000
Other		5
Total extraordinary losses		16,058
Income before income taxes and minority interests (△)		△2,420
Income taxes-current		4,423
Income taxes-deferred		△5,641
Total income taxes		△1,217
Minority interests in income		2,812
Net loss for the quarterly financial period (△)		△4,015

The Corporate Accounting Standard Section 12 <Accounting Standard related to Quarterly Financial Statements> and the Corporate Accounting Standard Adoption Guideline Section No. 14 <Guideline for the adoption of Accounting Standard related to Quarterly Financial Statements> are applied from the FY2009. The condensed quarterly consolidated financial statements have been prepared in accordance with the <Rules for the Quarterly Consolidated Financial Statements>

### Remarks for the continuing corporations

There is no applicable issue

### Segment Information

[Operating Segment Information]

Consolidated Result for the Financial Period 21 February 2009 ~ 20 November 2009

Information for different operating segments has not been presented since the financial service business is representing over 90% of both the total operating revenue and the operating profit of the Company.

### Segment Information (Geographic Segments)

(Millions of yen)

	For the Nine months ended November. 20 ,2009				
	Domestic	Overseas	Total	Eliminations/ Corporate	Consolidated
Operating revenues	89,606	37,713	127,319	—	127,319
Operating income	6,692	7,084	13,777	—	13,777

Note:1.The overseas geographical segment encompasses Hong Kong, Thailand, Malaysia, Taiwan, China, Indonesia, Philippine and Vietnam)

#### 2.Change of accounting standard

The preparation of consolidated financial statements of the subsidiaries for the 1st quarter consolidated accounting period is in conformity with the requirement of the Practical report No. 18 which was released on 17 May 2006 by the Accounting Standards Board of Japan in regarding to the change of accounting practice in the subsidiary for the preparation of consolidated financial report . According to the change of accounting practice, the operating profit from the subsidiaries increased by 45 Million Japanese Yen during the 3rd quarter consolidated accounting period.

### (Operating Revenues to Overseas)

(Millions of yen)

Operating revenues to foreign customers	Consolidated operating revenues	Overseas operating revenues as a percentage of consolidated operating revenues
37,713	127,319	29.6%

Note:Overseas operating revenues refers to total operating revenues from consolidated subsidiaries in regions or countries outside Japan. (The overseas geographical segment encompasses Hong Kong, Thailand, Malaysia, Taiwan, China, Indonesia, Philippine and Vietnam)

### Remarks for significant change of shareholders equity

There is no applicable issue

「Reference」

(summary)Consolidated quarterly statements of income

(Millions of yen)

Item	Term	For the Nine months ended November. 20, 2008
	Amount	
I Operating revenue		
1 Credit card revenue		39,237
2 Per-item revenue		7,256
3 Financing revenue		73,724
4 Processing service fee		4,061
5 Gain on bad debts recovered		2,045
6 Other		5,833
7 Financial revenue		139
Total operating revenue		132,298
II Operating expenses		
1 Selling, general and administrative expenses		98,779
2 Financial expenses		11,097
Total operating expenses		109,876
Operating income		22,422
III Non-operating income		404
IV Non-operating expenses		193
Ordinary income		22,633
V Extraordinary gains		6,642
VI Extraordinary losses		7,815
Income before income taxes and minority interests		21,460
Corporate, resident and enterprise taxes		7,721
Minority interests in income		3,416
Net income for the quarterly financial period		10,323

## Segment Information

[Operating Segment Information]

Consolidated Result for the Financial Period 21 February 2008 ~ 20 November 2008

The group's business comprises mainly 2 operating divisions, namely financial service business and other business. Financial services business includes businesses such as hire-purchase, credit card, installment loans and servicing (outside collection agency). Other business includes businesses such as insurance agency. Information for different operating segments has not been presented since the financial service business is representing over 90% of both the total operating revenue and the operating profit of the Company.

## Segment Information

(Geographic Segments)

(Millions of yen)

	For the Nine months ended November. 20 ,2008				
	Domestic	Overseas	Total	Eliminations/ Corporate	Consolidated
Operating revenues	90,292	42,006	132,298	—	132,298
Operating income	13,607	8,814	22,422	—	22,422

*Note:* The overseas geographical segment encompasses Hong Kong, Thailand, Malaysia, Taiwan, China, Indonesia, Philippine and Vietnam)

## (Operating Revenues to Overseas)

(Millions of yen)

Operating revenues to foreign customers	Consolidated operating revenues	Overseas operating revenues as a percentage of consolidated operating revenues
42,006	132,298	31.8%

*Note:* Overseas operating revenues refers to total operating revenues from consolidated subsidiaries in regions or countries outside Japan. (The overseas geographical segment encompasses Hong Kong, Thailand, Malaysia, Taiwan, China, Indonesia , Philippine and Vietnam )  
Newly established companies in Philippines and Vietnam are being included in the overseas sectors from the 3rd quarter.



## Others Sales Volume

(Millions of yen)

Term Item	For the Nine months Ended November 20, 2008	For the Nine months Ended November. 20, 2009
	Amount	Amount
Credit card shopping	1,556,873	1,635,541
Hire purchase	31,435	32,421
Total loans	519,197	451,986
Processing Service (※)	136,065	45,027
Others	23,266	23,118
Total Sales Volume	2,266,837	2,188,095

※The sales from the payment settlement service related to electronic money issued by any company have been included in the financial statements. However, starting from the 3rd quarter 2009, only the sales from the payment settlement service for those electronic money card issued by the Company will be included. However, the sales from those electronic money card issued by other companies during the 3rd quarter 2009 is 336,332 Million Japanese Yen. Sales from those electronic money card issued by other companies during the 3rd quarter of 2008 was 114,922 Million Japanese Yen.

## Finance Receivables

(Millions of yen)

Term Item	As of November.20, 2009	As of February.20, 2009
	Amount	Amount
Credit card shopping	318,051	211,117
〔Including securities and trusted beneficiary right receivables〕	〔401,869〕	〔361,515〕
Hire purchase	35,963	34,261
Total installments receivable	354,014	245,378
〔Including securities and trusted beneficiary right receivables〕	〔437,833〕	〔395,776〕
Cash advances	354,522	413,215
〔Including securities and trusted beneficiary right receivables〕	〔405,292〕	〔422,580〕
Other loans	74,798	70,311
〔Including securitized receivables〕	〔79,635〕	〔79,024〕
Total loans receivable	429,320	483,527
〔Including securities and trusted beneficiary right receivables〕	〔484,927〕	〔501,605〕
Total finance receivables	783,335	728,905
〔Including securities and trusted beneficiary right receivables〕	〔922,760〕	〔897,382〕