



Brief Report of Financial Results (Unaudited)

(For the Nine Months Ended November 20, 2011)

December 26, 2011

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

Stock Listing: Tokyo Stock Exchange, First Section

Code No: 8570

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

President and CEO: Kazuhide Kamitani

Contact: Hideki Wakabayashi, Director, CFO

1. Business performance (For the nine Months ended November 20, 2011 and 2010)

(1) Consolidated Operating Results

(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, 2011	¥126,849	0.5%	¥16,700	23.6%	¥16,789	23.3%
Nine Months ended November 20, 2010	126,273	0.8%	13,508	1.9%	13,616	0.2%

	Net Income	Percentage Change	Net Income per Share (Yen)	Fully Diluted Net Income per Share (Yen)
Nine Months ended November 20, 2011	¥5,228	12.7%	¥33.33	¥33.33
Nine Months ended November 20, 2010	5,988	-	38.18	-

(2) 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, 2011	¥903,637	¥172,773	17.1%	¥984.60
Fiscal year ended February 20, 2011	901,578	180,199	17.7%	1,015.17

(Reference) Shareholder's equity; The 3rd Quarter of Fiscal 2011; 154,437 million, Fiscal 2010; 159,232 million

2. Cash Dividends

(Base date)	Dividend per share				
	First quarter period	Interim period	Third quarter period	Term end	Annual
February 2011 term	-	¥15.00	-	¥25.00	¥40.00
February 2012 term	-	15.00	5.00	-	-
February 2012 term (Estimated)	-	-	-	(25.00)	(45.00)

Note: Revision on dividend projection in the 3rd Quarter ; NO

3. Projections (For the fiscal year ending February 20, 2012)

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

	Operating revenues	YOY (%)	Operating income	YOY (%)	Ordinary income	YOY (%)	Net income	YOY (%)	Net income per share
Full term	171,500	1.4	22,600	9.1	22,600	8.5	9,600	0.6	61.20

Note: Revision on the projection of consolidated results in the 3rd Quarter ; No

4.Others

- (1) Change in significant subsidiary during the term (Change in specified subsidiary that caused a change in the scope of consolidation) ; No
- (2) Use of simplifications in accounting methods and Specific accounting method is applied to the condensed quarterly consolidated financial statements ; No
- (3)Change in accounting principle, procedure, disclosure , etc., concerning preparation of consolidated financial statements
(matters to be mentioned concerning the change of important items to be the bases for preparation of consolidated financial statements)
Change by a newly issued accounting pronouncement ; Yes
Change other than ; No

(4) Number of issued stocks and outstandings (Common stock)

Number of issued stocks and outstandings at term end (including treasury stock)

The 3rd quarter of fiscal 2011; 156,967,008 shares, Fiscal 2010; 156,967,008 shares

Number of shares of treasury stock at end of term

The 3rd quarter of fiscal 2011; 113,630 shares, Fiscal 2010; 113,462 shares,

Average of the number of shares during the quarter(For the Nine Months ended November 20, 2011)

The 3rd quarter of fiscal 2011; 156,853,436 shares, The 3rd quarter of fiscal 2010; 156,854,010 shares

Remarks on the projections, other issues

Projections 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.

5. Consolidated Financial Statements

(1) Consolidated Quarterly Balance Sheets

(Millions of yen truncated the nearest million yen)

	As of November 20, 2011	As of February 20, 2011
Assets		
Current assets		
Cash and deposits	23,293	30,902
Accounts receivable-installment	437,442	384,261
Operating loans	231,013	293,427
Other	96,402	94,297
Allowance for doubtful accounts	△46,670	△52,327
Total current assets	741,481	750,561
Noncurrent assets		
Property, plant and equipment	14,066	12,848
Intangible assets	16,893	14,957
Investments and other assets		
Investment securities	110,174	99,779
Other	20,878	23,350
Total investments and other assets	131,053	123,130
Total noncurrent assets	162,013	150,936
Deferred assets	143	80
Total assets	903,637	901,578
Liabilities		
Current liabilities		
Accounts payable-trade	166,487	138,003
Short-term loans payable	8,470	5,586
Current portion of long-term loans payable	97,862	129,712
Current portion of bonds	46,565	14,507
Income taxes payable	2,999	4,331
Provision for point card certificates	9,987	6,895
Other provision	1,164	585
Other	38,809	37,166
Total current liabilities	372,348	336,788
Noncurrent liabilities		
Bonds payable	58,753	81,885
Long-term loans payable	282,330	250,574
Securitized debt obligations	—	30,000
Provision for loss on interest repayment	11,118	16,017
Other provision	56	51
Other	6,256	6,061
Total noncurrent liabilities	358,515	384,590
Total liabilities	730,864	721,378

(Millions of yen truncated the nearest million yen)

	As of November 20, 2011	As of February 20, 2011
Net assets		
Shareholder's equity		
Capital stock	15,466	15,466
Capital surplus	17,046	17,046
Retained earnings	131,606	132,652
Treasury stock	△188	△187
Total shareholders' equity	163,932	164,978
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	968	1,158
Deferred gains or losses on hedges	△1,657	△608
Foreign currency translation adjustment	△8,804	△6,295
Total valuation and translation adjustments	△9,494	△5,745
Subscription rights to shares	12	—
Minority interests	18,323	20,967
Total net assets	172,773	180,199
Total Liabilities and net assets	903,637	901,578

(2) Consolidated Quarterly Statements of Income

(Millions of yen truncated the nearest million yen)

	As of November 20, 2010	As of November 20, 2011
Operating revenues		
Revenue from credit card (business)	46,667	51,336
Cash and deposits	6,520	5,643
Financing revenue	54,502	48,956
Processing agency service fees	4,779	5,236
Gain on bad debts recovered	2,198	2,132
Other	11,561	13,516
Financial revenue	42	28
Total Operating revenues	126,273	126,849
Operating expenses		
Selling, general and administrative expenses		
Provision of allowance for doubtful accounts	25,117	19,484
Provision for point card certificates	6,082	7,279
Other	70,105	72,522
Total Selling, general and administrative expenses	101,305	99,285
Financial expenses	11,459	10,863
Total operating expenses	112,765	110,149
Operating income	13,508	16,700
Nonoperating income		
Dividend income	93	92
Amortization of negative goodwill	165	100
Other	56	16
Total nonoperating income	315	209
Nonoperating expenses		
Office removal expenses	52	—
Loss on evaluation of derivative financial instruments	65	53
Equity in losses of affiliates	—	56
Other	89	10
Total Nonoperating expenses	207	120
Ordinary income	13,616	16,789
Extraordinary income		
Gain on sales of noncurrent assets	75	—
Total Extraordinary income	75	—
Extraordinary loss		
Loss by the disaster	—	6,188
Other	—	214
Total Extraordinary loss	—	6,403
Income before income tax and minority interests	13,692	10,386
Income taxes-current	4,712	5,582
Income taxes-deferred	501	△2,076
Total Income taxes	5,213	3,506
Quarterly net profit before the minority shareholders profit and loss adjustment	—	6,879
Minority interests in income	2,490	1,651
Quarterly income	5,988	5,228

(3) Remarks for the continuing corporations

There is no applicable issue

(4) Segment Information

[Operating Segment Information]

Consolidated Results for the Financial Period 21 February 2010 ~ 20 November 2010

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, 2010				
	Domestic	Overseas	Total	Eliminations/ Corporate	Consolidated
Operating revenues	88,863	37,410	126,273	-	126,273
Operating income	7,466	6,041	13,508	-	13,508

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

2. Additional Information

(Consolidated accumulated period for the current quarter)

Operating income for the business of settlement service for electronic money is the offset of the electronic money usage fee payable to the electronic money issuer.

As a result, domestic operating income has reduced by 8,966 million Japanese yen when comparing with the past method. There is no further effect to the operating profit.

(Overseas Operating Revenues)

(Millions of yen)

For the Nine months ended November 20, 2010		
Operating revenues to foreign Customers	Consolidated operating Revenues	Overseas operating revenues as A percentage of consolidated Operating revenues
37,410	126,273	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, the Philippines and Vietnam)

Segment Information

(Millions of yen)

	For the Nine months ended November 20, 2011					
	Credit	Fee business	Overseas	Total	The amount of adjustment	Consolidated Quarterly Statements Income
Operating Revenues from customers	76,798	11,585	38,465	126,849	-	126,849
Intersegment operating revenues and transfer	0	846	23	869	869	-
Total	76,798	12,431	38,489	127,719	869	126,849
Net income(loss)	11,314	210	7,900	19,004	2,303	16,700

Note: Segment Information

(1) Credit・・・Credit business including credit card and loan business inside Japan

(2) Fee business・・・Various fee businesses including electronic money business inside Japan

(3) Overseas・・・Overseas financial service business

(Additional Information)

Accounting Standard for Disclosures about Segments of an Enterprise and Related Information (Accounting Standards Board of Japan (ASBJ) Statement No17, March 27, 2009) and “Guidance on Accounting Standard for Disclosures about Segments of an Enterprise and Related Information” (ASBJ Statement No.20 March 21, 2008) are implemented from FY2011 First Quarter.

(5) Remarks for significant change in shareholders equity

There is no applicable issue

6.Others

(1)Sales Volume

(Millions of yen)

<div> <div>Term</div> <div>Item</div> </div>	For the Nine months Ended November 20, 2010	For the Nine months Ended November 20, 2011
	Amount	Amount
Credit card	1,886,264	2,076,696
Cash and deposits	37,958	19,708
Financing	333,102	248,371
Processing agency service	75,213	90,295
Other	33,611	19,465
Total Trading Volume	2,366,150	2,454,537

(2)Advances and Receivables

(Millions of yen)

<div> <div>Term</div> <div>Item</div> </div>	As of November 20, 2011	As of February 20, 2011
	Amount	Amount
Credit card	407,642	344,341
(Including securities and trusted beneficiary right receivables)	(513,970)	(464,081)
Per-item	29,799	39,920
Total accounts receivable-installment	437,442	384,261
(Including securities and trusted beneficiary right receivables)	(543,769)	(504,001)
Cash advances	145,866	217,186
(Including securities and trusted beneficiary right receivables)	(311,174)	(356,872)
Other financing	85,146	76,240
(Including securitized receivables)	(85,964)	(77,863)
Total operating loans	231,013	293,427
(Including securities and trusted beneficiary right receivables)	(397,139)	(434,735)
Total operating receivables	668,455	677,689
(Including securities and trusted beneficiary right receivables)	(940,908)	(938,737)