



Brief Report of Financial Results (Unaudited)

(For the Fiscal 2013 Ended March 31, 2014)

May 15, 2014

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

Stock Listing: Tokyo Stock Exchange, First Section

Code No: 8570

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

President and CEO: Tsunekazu Haraguchi

Contact: Hideki Wakabayashi, Director, CFO

1. Business performance (For the Fiscal 2013 ended March 31, 2014 and For the Fiscal 2012 ended March 31, 2013)

(1) Consolidated Operating Results

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

	Ordinary income	Percentage Change	Ordinary profit	Percentage Change	Net Income	Percentage Change
Fiscal 2013 ended March 31, 2014	¥286,070	—	¥41,092	—	¥20,743	—
Fiscal 2012 ended March 31, 2013	—	—	33,367	—	13,616	—

※Comprehensive income; Fiscal 2013; 31,496 million(—%), Fiscal 2012; 30,884 million(—%)

	Net Income per Share	Fully Diluted Net Income per Share	Return on equity	Return on assets	Operating income/ Operating revenues
Fiscal 2013 ended March 31, 2014	¥104.62	¥99.49	8.2%	1.4%	14.4%
Fiscal 2012 ended March 31, 2013	88.12	78.25	7.0%	1.9%	—

- (Remarks) 1. With the transform of bank holding company, the notation method for the consolidated financial result has been changed.
 2. Since the Company has changed the closing period of the whole consolidated financial year, the comparison of increase/decrease ratio of the current consolidated financial year (1st April 2013 – 31st March 2014) and the previous consolidated financial year (21st February 2012 – 31st March 2013) has not been stated.

(2) Financial Position

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

	Total Assets	Net Assets	Capital Ratio	Net Assets per Share (Yen)
Fiscal 2013 ended March 31, 2014	¥3,163,117	¥307,291	8.6%	¥1,316.00
Fiscal 2012 ended March 31, 2013	2,534,208	258,872	9.1%	1,235.28

(Reference) 1. Shareholder's equity; Fiscal 2013; 271,660 million, Fiscal 2012; 231,300 million

2. Capital ratio = {(Net assets – stock acquisition right – minority interests) / total assets} X 100

(3) Consolidated cash flows

(Millions of yen truncated to the nearest million)

	Net cash used in operating activities	Net cash used in Investing activities	Net cash provided by financing activities	Cash and cash equivalents at end of period
Fiscal 2013 ended March 31, 2014	¥△137,497	¥15,984	¥30,003	¥408,170
Fiscal 2012 ended March 31, 2013	27,277	24,825	219,960	499,474

2. Cash Dividends

(Base date)	Dividend per share				
	First quarter Period	Interim period	Third quarter period	Term end	Annual
March 2013 term	—	¥20.00	—	¥25.00	¥50.00
March 2014 term	—	25.00	—	35.00	60.00
March 2015 term (Estimated)	—	(25.00)	—	(35.00)	(60.00)

(Base date)	Total dividends	Payout Ratio	Dividend on equity ratio
March 2013 term	¥7,749	56.9%	4.0%
March 2014 term	9,792	57.4%	4.7%
March 2015 term (Estimated)		46.7%	

(Remarks) In commemoration of management integration with the Company and AEON Bank Co., Ltd., a special dividend of 5 Japanese Yen per share has been issued as of the record date 1st April 2013. Together with the annual dividend, the total dividend per share for the year is 50 Japanese Yen.

3.Projections (For the fiscal year ending March 31, 2015)

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

	Ordinary income	YOY (%)	Ordinary profit	YOY (%)	Net income	YOY (%)	Net income per share
Interim	¥145,000	11.1	¥19,000	53.8	¥8,000	215.3	¥38.75
Full term	320,000	11.9	51,000	24.1	26,500	27.8	128.37

4.Others

(1) Change in significant subsidiary during the term (Change in specified subsidiary that caused a change in the scope of consolidation) ; Yes
Added – (AEON Product Finance Co., Ltd.)

(2)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)

① Change by a newly issued accounting pronouncement ; Yes

② Change other than ① ; No

③ Change accounting quotation ; No

④ Restatement ; No

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

① Number of issued stocks and outstandings at term end (including treasury stock)

Fiscal 2013; 206,541,751 shares, Fiscal 2012; 187,357,208 shares

② Number of shares of treasury stock at end of term

Fiscal 2013; 112,505 shares, Fiscal 2012; 111,422 shares,

③ Average of the number of shares during the quarter(For the Fiscal 2013 ended March 31, 2014)

Fiscal 2013; 198,272,368 shares, Fiscal 2012; 154,519,798 shares

(Reference) : Report of Non-Consolidated Financial Results

Business performance (For the Fiscal 2013 ended March 31, 2014 and For the Fiscal 2012 ended March 31, 2013)

(1) Non-consolidated Operating Results (Millions of yen truncated to the nearest million, %, yen)

	Operating revenues	YOY (%)	Operating income	YOY (%)	Ordinary profit	YOY (%)	Net income	YOY (%)
Fiscal 2013 ended March 31, 2014	¥9,006	—	¥1,421	—	¥849	—	¥404	—
Fiscal 2012 ended March 31, 2013	131,539	—	24,276	—	19,528	—	11,059	—

	Net income per share	Fully Diluted Net Income per Share
Fiscal 2013 ended March 31, 2014	¥2.04	¥1.94
Fiscal 2012 ended March 31, 2013	71.57	63.55

(Reference) Since the Company has changed the closing period of the whole consolidated financial year, the comparison of increase/decrease ratio of the current consolidated financial year (1st April 2013 – 31st March 2014) and the previous consolidated financial year (21st February 2012 – 31st March 2013) has not been stated.

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

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
Fiscal 2013 ended March 31, 2014	329,654	220,311	66.8%	1,066.98
Fiscal 2012 ended March 31, 2013	961,269	202,268	21.0%	1,080.11

(Reference) Shareholder's equity; Fiscal 2013; 220,256 million, Fiscal 2012; 202,245 million

※ 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 Balance Sheets

(Millions of yen truncated the nearest million yen)

	As of March 31, 2014
Assets	
Cash and deposits	416,662
Monetary claims bought	12,119
Securities	173,379
Loans and bills discounted	1,276,741
Accounts receivable-installment	957,403
Other assets	80,294
Property, plant and equipment	31,185
Buildings	4,428
Tools, furniture and fixtures, net	19,756
Land	742
Construction in progress	9
Other property, plant and equipment	6,248
Intangible assets	67,723
Software	31,243
Goodwill	28,887
Other intangible assets	7,592
Deferred tax assets	18,758
Customer's liabilities for acceptances and guarantees	176,421
Allowance for doubtful accounts	△ 47,574
Total assets	3,163,117
Liabilities	
Deposits	1,717,769
Accounts payable-trade	203,742
Call money	4,900
Borrowed money	515,227
Bonds payable	101,608
Convertible bond-type bonds with subscription rights to shares	2,830
Other liabilities	111,859
Provision for bonuses	2,200
Net defined benefit liability	2,789
Provision for point card certificates	11,012
Provision for loss on interest repayment	3,085
Other provision	556
Deferred tax liabilities	1,820
Acceptances and guarantees	176,421
Total liabilities	2,855,825

(Millions of yen truncated the nearest million yen)

As of March 31, 2014	
Net assets	
Capital stock	29,051
Capital surplus	104,860
Retained earnings	136,270
Treasury stock	Δ 145
Total shareholders' equity	270,036
Valuation difference on available-for-sale securities	4,027
Deferred gains or losses on hedges	Δ 2,326
Foreign currency translation adjustment	294
Remeasurements of defined benefit plans	Δ 371
Total other comprehensive income	1,623
Subscription rights to shares	55
Minority interests	35,576
Total net assets	307,291
Total liabilities and net assets	3,163,117

(2) Consolidated Statements of Income

(Millions of yen truncated the nearest million yen)

For the Fiscal 2013 ended March 31, 2014	
Ordinary income	286,070
Interest income	107,452
Interest on loans and discounts	104,863
Interest and dividends on securities	1,953
Interest on call loans	7
Interest on deposits with banks	399
Other interest income	228
Fees and commissions	145,782
Other operating income	16,796
Other ordinary income	16,038
Recoveries of written-off claims	9,237
Other ordinary income	6,800
Ordinary expenses	244,978
Interest expenses	19,524
Interest on deposits	5,183
Interest on call money	2
Interest on borrowings and rediscounts	12,647
Interest on bonds	1,500
Other interest expenses	190
Fees and commissions payments	20,259
Other operating expenses	1,028
General and administrative expenses	169,568
Other ordinary expenses	34,596
Provision of allowance for loan losses	27,677
Other	6,919
Ordinary profit	41,092
Extraordinary income	110
Gain on disposal of noncurrent assets	110
Extraordinary loss	1,405
Cost on the management integration	1,194
Net defined benefit liability	154
Other extraordinary loss	56
Income before income taxes	39,797
Income taxes-current	13,101
Income taxes-deferred	△ 1,189
Total income taxes	11,912
Income before minority interests	27,885
Minority interests in income	7,142
Net income	20,743

(Consolidated statement of comprehensive income)**(Millions of yen truncated the nearest million yen)**

For the Fiscal 2013 ended

March 31, 2014

Income before minority interests	27,885
Other comprehensive income	3,610
Valuation difference on available-for-sale securities	1,212
Deferred gains or losses on hedges	Δ 1,137
Foreign currency translation adjustment	3,536
comprehensive income	31,496
(attributable to)	
Comprehensive income attributable to owners of the Company	22,985
Comprehensive income attributable to minority interests	8,138

(3) (Summary) Consolidated Statements of Changes in net assets (For the Fiscal 2013 ended March 31, 2014)

(Millions of yen truncated the nearest million yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Beginning balance	15,466	91,275	125,320	△142	231,919
Changes of items during the period					
Convert of Convertible bond-type bonds with subscription rights to shares	13,585	13,585			27,170
Dividends from surplus			△9,792		△9,792
Net income			20,743		20,743
Purchase of treasury stock				△3	△3
Disposal of treasury stock		0		0	0
Net changes of items other than shareholders' equity					
Total changes of items during the period	13,585	13,585	10,950	△3	38,117
Ending balance	29,051	104,860	136,270	△145	270,036

	Other comprehensive income					Subscription rights to shares	Minority interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total other comprehensive income			
Beginning balance	2,717	△ 1,704	△ 1,631	—	△ 618	22	27,549	258,872
Changes of items during the period								
Convert of Convertible bond-type bonds with subscription rights to shares								27,170
Dividends from surplus								△ 9,792
Net income								20,743
Purchase of treasury stock								△ 3
Disposal of treasury stock								0
Net changes of items other than shareholders' equity	1,309	△ 621	1,926	△ 371	2,242	32	8,026	10,302
Total changes of items during the period	1,309	△ 621	1,926	△ 371	2,242	32	8,026	48,419
Ending balance	4,027	△ 2,326	294	△ 371	1,623	55	35,576	307,291

(4) (Summary) Consolidated Statements of Cash Flows

(Millions of yen truncated the nearest million yen)

For the fiscal 2013
ended March 31, 2014

Net cash provided by (used in) operating activities	
income before income tax and minority interests	39,797
Depreciation	12,734
Amortization of goodwill	1,778
Equity in (earnings) losses of affiliates	△ 20
Increase (decrease) in allowance for doubtful accounts	△ 14
Increase (decrease) in provision for bonuses	473
Increase (decrease) in provision for point card certificates	2,316
Increase (decrease) in provision for loss on interest repayment	△ 635
Increase (decrease) in other provision	349
Amortization of stock issuance cost	24
Amortization of bond issuance cost	57
Interest income	△ 107,452
Interest expenses	19,524
Loss (gain) related to securities	△ 351
Loss (gain) on disposal of noncurrent assets	154
Net decrease (increase) in loans and bills discounted	△ 138,200
Decrease (increase) in accounts receivable-installment	△ 342,366
Net increase (decrease) in deposit	505,718
Increase (decrease) in notes and accounts payable-trade	11,892
Net increase (decrease) in borrowed money	△ 213,087
Net decrease (increase) in deposit (excluding deposit paid to Bank of Japan)	4,829
Net decrease (increase) in deposit (over 3 months)	4,858
Net decrease (increase) in call loans	△ 18,729
Net increase (decrease) in call money	4,900
Net increase (decrease) in commercial papers	△ 5,634
Proceeds from fund management	104,437
Payments for finance	△ 18,071
Other	944
Subtotal	△ 129,771
Income taxes paid	△ 7,789
Income taxes refund	64
Net cash provided by (used in) operating activities	△ 137,497

(Millions of yen truncated the nearest million yen)

For the fiscal 2013
ended March 31, 2014

Net cash provided by (used in) investing activities	
Purchase of short-term investment securities	Δ 80,923
Proceeds from sales of short-term investment securities	74,725
Proceeds from redemption of securities	45,210
Purchase of property, plant and equipment	Δ 9,017
Proceeds from sales of property, plant and equipment	783
Purchase of intangible assets	Δ 11,860
Purchase of investments in subsidiaries resulting in change in scope of consolidation	Δ 2,933
Net cash provided by (used in) investing activities	15,984
Net cash provided by (used in) financing activities	
Issuance of subordinated bonds	39,769
Payments as financing activities	Δ 108
Cash dividends paid	Δ 9,792
Proceeds from stock issuance to minority shareholders	3,018
Cash dividends paid to minority shareholders	Δ 2,878
Purchase of treasury stock	Δ 3
Proceeds from disposal of treasury stock	0
Net cash provided by (used in) financing activities	30,003
Effect of exchange rate change on cash and cash equivalents	204
Net increase (decrease) in cash and cash equivalents	Δ 91,304
Increase in cash and cash equivalents from newly consolidated subsidiary	499,474
Cash and cash equivalents, end of year	408,170

6.Segment Information

(Millions of yen)

	For the fiscal 2012 ended March 31, 2013						
	Credit	Fee	Bank	Overseas	Total	Adjustments	Consolidated financial statements
Operating revenue							
Operating revenue from external customer	111,253	24,223	8,473	62,022	205,972	—	205,972
The internal operating income between segments	475	2,702	1,066	13	4,257	Δ 4,257	—
Total	111,728	26,926	9,539	62,035	210,229	Δ 4,257	205,972
Segment Profit/ Loss	20,636	1,804	1,269	13,488	37,198	Δ 4,117	33,080
Segment assets	766,071	75,423	1,343,686	323,108	2,508,290	25,918	2,534,208
Other							
Depreciation	2,948	3,464	272	3,216	9,902	47	9,949
Financial expenses	5,683	370	734	7,868	14,657	Δ 2	14,654
Provision of allowance for doubtful accounts	8,028	600	961	10,922	20,512	—	20,512
Provision for point card certificates	8,060	17	618	—	8,696	—	8,696
Increase in property, plant and equipment, and Intangible assets	5,493	5,632	1,250	2,273	14,649	130	14,779

(Remarks) Content of each Segment

- (1) Credit •••Domestic credit businesses such as Credit Card, Loan, etc.
- (2) Fee Business •••Various domestic businesses such as e-money business, etc.
- (3) Bank •••Business regarding to lending and investment, etc.
- (4) Overseas •••Financial Service business in overseas

(Millions of yen)

	For the fiscal 2013 ended March 31, 2014						
	Credit	Fee	Bank	Overseas	Total	Adjustments	Consolidated financial statements
Ordinary income							
Ordinary income from external customer	130,303	25,523	38,693	91,551	286,070	—	286,070
The internal ordinary income between segments	796	11,130	2,539	3	14,469	Δ 14,469	—
Total	131,100	36,653	41,232	91,554	300,540	Δ 14,469	286,070
Segment Profit/ Loss	28,045	1,172	1,881	16,455	47,555	Δ 6,463	41,092
Segment assets	1,347,951	129,771	1,417,747	441,444	3,336,913	Δ 173,796	3,163,117
Other							
Depreciation	3,376	3,924	1,249	4,076	12,627	106	12,734
Amortization of goodwill	133	713	903	28	1,778	—	1,778
Interest income	39,417	1,604	16,169	51,315	108,507	Δ 1,054	107,452
Interest expenses	4,080	269	3,736	10,825	18,912	612	19,524
Provision of allowance for doubtful accounts	9,359	306	298	17,712	27,677	—	27,677
Provision for point card certificates	9,680	218	496	—	10,394	—	10,394
Increase in property, plant and equipment, and Intangible assets	10,124	12,208	2,885	7,404	32,622	217	32,839

(Remarks) Content of each Segment

- (1) Credit •••Domestic credit businesses such as Credit Card, Installment Loan, etc.
- (2) Fee Business •••Various domestic businesses such as e-money business, etc.
- (3) Bank •••Business regarding to lending and investment, etc.
- (4) Overseas •••Financial Service business in overseas

7. (Summary) Non-consolidated financial statements

(1) (Summary) Non-consolidated Balance Sheets

(Millions of yen truncated the nearest million yen)

	As of March 31, 2013	As of March 31, 2014
ASSETS		
Current assets		
Cash and deposits	137,347	1,660
Accounts receivable-installment	400,773	—
Operating loans	235,910	—
Advances paid	19,812	702
Prepaid expenses	700	68
Deferred tax assets	11,648	187
Accounts receivable-other	33,700	3,488
Account income	4,609	2
Corporate tax receivable	61	—
Other	1,016	0
Allowance for doubtful accounts	△ 27,668	—
Total current assets	817,912	6,111
Noncurrent assets		
Property, plant and equipment		
Buildings	3,036	—
Accumulated depreciation	△ 1,410	—
Buildings, net	1,626	—
Tools, furniture and fixtures	17,539	0
Accumulated depreciation	△ 9,209	0
Tools, furniture and fixtures, net	8,329	0
Total property, plant and equipment	9,955	0
Intangible assets		
Software	15,414	21
Telephone subscription right	38	—
Total Intangible assets	15,452	21
Investments and other assets		
Investment securities	6,067	6,489
Stocks of subsidiaries and affiliates	102,464	303,051
Long-term prepaid expenses	4,437	3
Guarantee money deposit	1,035	13,431
Deferred tax assets	1,163	62
Other	2,656	—
Total Investments and other assets	117,825	323,038
Total noncurrent assets	143,234	323,060
Deferred assets		
Stock issuance cost	—	84
Bond issuance cost	122	397
Total deferred assets	122	482
Total assets	961,269	329,654

(Millions of yen truncated the nearest million yen)

	As of March 31, 2013	As of March 31, 2014
Liabilities		
Current liabilities		
Accounts payable-trade	185,684	—
Short-term loans payable	264,500	20,000
Current portion of long-term loans payable	57,700	—
Current portion of bonds	20,000	—
Lease obligations	1,516	—
Accounts payable-other	8,473	4,619
Accrued expenses	1,386	161
Income taxes payable	337	1,088
Unearned revenue	210	2
Deposits received	1,033	568
Provision for bonuses	472	—
Reserve for executive performance bonuses	46	21
Provision for point card certificates	8,077	—
Reserve for possible loss from credit guarantee business	758	—
Other	526	18
Total current liabilities	550,725	26,479
Noncurrent liabilities		
Bonds payable	20,000	80,000
Convertible bond-type bonds with subscription rights to shares	30,000	2,830
Long-term loans payable	149,400	—
Lease obligations	4,219	—
Provision for retirement benefits	13	—
Provision for loss on interest repayment	3,721	—
Asset retirement obligations	794	—
Other	126	32
Total noncurrent liabilities	208,275	82,862
Total long-term liabilities	759,001	109,342

(Millions of yen truncated the nearest million yen)

	As of March 31, 2013	As of March 31, 2014
Net assets		
Shareholder's equity		
Capital stock	15,466	29,051
Capital surplus		
Legal capital surplus	91,275	104,860
Other capital surplus	—	0
Total capital surplus	91,275	104,860
Retained earnings		
Legal retained earnings	3,687	3,687
Other retained earnings		
General reserve	75,995	75,995
Retained earnings brought forward	14,223	4,834
Total retained earnings	93,905	84,517
Treasury stock	△ 142	△ 145
Total shareholders' equity	200,504	218,283
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	1,741	1,973
Total valuation and translation adjustments	1,741	1,973
Subscription rights to shares	22	55
Total net assets	202,268	220,311
Total Liabilities and net assets	961,269	329,654

(2) (Summary) Non-consolidated Statements of Income

(Millions of yen truncated the nearest million yen)

	For the Fiscal 2012 ended March 31, 2013	For the Fiscal 2013 ended March 31, 2014
Operating revenues		
Revenue from credit card (business)	76,750	—
Dividends from subsidiaries and affiliates	2,408	2,753
Commissions from subsidiaries and affiliates	543	6,253
Revenue from hire purchase (business)	2	—
Financing revenue	35,859	—
Processing agency service fees	8,092	—
Gain on bad debts recovered	167	—
Other	7,714	—
Total operating revenues	131,539	9,006
Operating expenses		
Selling, general and administrative expenses		
Advertising and promotion expenses	12,872	5,182
Provision for point card certificates	8,077	—
Bad debts expenses	35	—
Provision of allowance for doubtful accounts	7,939	—
Provision of reserve for possible loss from credit guarantee business	426	—
Provision for bonuses	472	—
Deferred provision for executive performance bonuses	46	21
Commission fee	12,899	1,151
Card cost	5,673	—
Depreciation	6,273	2
Other	52,545	1,228
Total selling, general and administrative expenses	107,263	7,585
Total operating expenses	107,263	7,585
Operating income	24,276	1,421

(Millions of yen truncated the nearest million yen)

	For the Fiscal 2012 ended March 31, 2013	For the Fiscal 2013 ended March 31, 2014
Non-operating income		
Interest and dividends income	128	104
Other	928	34
Total non-operating income	1,056	138
Non-operating expenses		
Interest expenses	4,632	569
Commission for purchase of treasury stock	15	—
Other	1,156	140
Total non-operating expenses	5,804	710
Ordinary income	19,528	849
Extraordinary income		
Gain on sales of subsidiaries' stocks	136	—
Total extraordinary income	136	—
Extraordinary loss		
Cost on the management integration	746	45
Other	—	3
Total extraordinary loss	746	48
Income before income taxes	18,918	801
Income taxes-current	308	1,367
Income taxes-deferred	7,551	△ 940
Total Income taxes	7,859	396
Net income	11,059	404

(3) (Summary) Non-consolidated of Changes in net assets
(For the Fiscal 2012 ended March 31, 2013)

(Millions of yen truncated the nearest million yen)

	Shareholders' equity								
	Capital stock	Capital surplus		Retained earnings				Treasury stock	Total shareholders' equity
		Legal capital surplus	Total capital surplus	Legal retained earnings	Other retained earnings		Total retained earnings		
					General reserve	Retained earnings brought forward			
Beginning balance	15,466	17,046	17,046	3,687	75,995	25,956	105,638	Δ 188	137,964
Changes of items during the period									
Dividends from surplus						Δ 7,749	Δ 7,749		Δ 7,749
Net income						11,059	11,059		11,059
Purchase of treasury stock								Δ 15,001	Δ 15,001
Disposal of treasury stock						Δ 1	Δ 1	3	2
Retirement of treasury stock						Δ 15,042	Δ 15,042	15,042	
Increase by share exchanges		74,228	74,228						74,228
Net changes of items other than shareholders' equity									
Total changes of items during the period		74,228	74,228			Δ 11,733	Δ 11,733	45	62,540
Ending balance	15,466	91,275	91,275	3,687	75,995	14,223	93,905	Δ 142	200,504

	Valuation and translation adjustments	Subscription rights to shares	Total net assets
	Valuation difference on available-for-sale securities		
Beginning balance	1,018	12	138,994
Changes of items during the period			
Dividends from surplus			△ 7,749
Net income			11,059
Purchase of treasury stock			△ 15,001
Disposal of treasury stock			2
Retirement of treasury stock			
Increase by share exchanges			74,228
Net changes of items other than shareholders' equity	722	10	733
Total changes of items during the period	722	10	63,273
Ending balance	1,741	22	202,268

(For the Fiscal 2013 ended March 31, 2014)

(Millions of yen truncated the nearest million yen)

	Shareholders' equity									
	Capital stock	Capital surplus			Retained earnings				Treasury stock	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			
Beginning balance	15,466	91,275	—	91,275	3,687	75,995	14,223	93,905	△ 142	200,504
Changes of items during the period										
Convert of Convertible bond-type bonds with subscription rights to shares	13,585	13,585		13,585						27,170
Dividends from surplus							△ 9,792	△ 9,792		△ 9,792
Net income							404	404		404
Purchase of treasury stock									△ 3	△ 3
Disposal of treasury stock			0	0					0	0
Net changes of items other than shareholders' equity										
Total changes of items during the period	13,585	13,585	0	13,585			△ 9,388	△ 9,388	△ 3	17,778
Ending balance	29,051	104,860	0	104,860	3,687	75,995	4,834	84,517	△ 145	218,283

	Valuation and translation adjustments	Subscription rights to shares	Total net assets
	Valuation difference on available-for-sale securities		
Beginning balance	1,741	22	202,268
Changes of items during the period			
Convert of Convertible bond-type bonds with subscription rights to shares			27,170
Dividends from surplus			△ 9,792
Net income			404
Purchase of treasury stock			△ 3
Disposal of treasury stock			0
Net changes of items other than shareholders' equity	232	32	264
Total changes of items during the period	232	32	18,043
Ending balance	1,973	55	220,311

【Reference data】

※Figure regarding to previous term is a rough rearranged estimate for the purpose of comparison with the current term

(1) Consolidated Balance Sheets

(Millions of yen truncated the nearest million yen)

	As of March 31, 2013	As of March 31, 2014
Assets		
Cash and deposits	517,456	416,662
Call Lone	10,000	—
Monetary claims bought	18,676	12,119
Securities	202,269	173,379
Loans and bills discounted	1,128,041	1,276,741
Accounts receivable-installment	507,315	957,403
Other assets	94,979	80,294
Property, plant and equipment	20,061	31,185
Buildings	3,202	4,428
Tools, furniture and fixtures, net	11,730	19,756
Land	736	742
Construction in progress	16	9
Other property, plant and equipment	4,374	6,248
Intangible assets	59,603	67,723
Software	22,772	31,243
Goodwill	28,884	28,887
Other intangible assets	7,945	7,592
Deferred tax assets	16,722	18,758
Customer's liabilities for acceptances and guarantees	548	176,421
Allowance for doubtful accounts	△ 40,916	△ 47,574
Total assets	2,534,757	3,163,117
Liabilities		
Deposits	1,212,051	1,717,769
Accounts payable-trade	190,433	203,742
Call money	—	4,900
Borrowed money	695,385	515,227
Commercial papers	5,442	—
Bonds payable	62,414	101,608
Convertible bond-type bonds with subscription rights to shares	30,000	2,830
Other liabilities	62,375	111,859
Provision for bonuses	1,503	2,200
Net defined benefit liability	—	2,789
Provision for point card certificates	8,696	11,012
Provision for loss on interest repayment	3,721	3,085
Other provision	196	556
Deferred tax liabilities	2,696	1,820
Acceptances and guarantees	548	176,421
Total liabilities	2,275,884	2,855,825

(Millions of yen truncated the nearest million yen)

	As of March 31, 2013	As of March 31, 2014
Net assets		
Capital stock	15,466	29,051
Capital surplus	91,275	104,860
Retained earnings	125,320	136,270
Treasury stock	△ 142	△ 145
Total shareholders' equity	231,919	270,036
Valuation difference on available-for-sale securities	2,717	4,027
Deferred gains or losses on hedges	△ 1,704	△ 2,326
Foreign currency translation adjustment	△ 1,631	294
Remeasurements of defined benefit plans	—	△ 371
Total other comprehensive income	△ 618	1,623
Subscription rights to shares	22	55
Minority interests	27,549	35,576
Total net assets	258,872	307,291
Total liabilities and net assets	2,534,757	3,163,117

(2) Consolidated Statements of Income

(Millions of yen truncated the nearest million yen)

	For the Fiscal 2012 ended March 31, 2013	For the Fiscal 2013 ended March 31, 2014
Ordinary income	206,291	286,070
Interest income	77,548	107,452
Interest on loans and discounts	75,889	104,863
Interest and dividends on securities	1,098	1,953
Fees and commissions	112,620	145,782
Other operating income	960	16,796
Other ordinary income	15,162	16,038
Ordinary expenses	172,924	244,978
Interest expenses	13,199	19,524
Fees and commissions payments	17,009	20,259
Other operating expenses	2	1,028
General and administrative expenses	119,097	169,568
Other ordinary expenses	23,615	34,596
Provision of allowance for loan losses	20,512	27,677
Other	3,102	6,919
Ordinary profit	33,367	41,092
Extraordinary income	—	110
Gain on disposal of noncurrent assets	—	110
Extraordinary loss	2,875	1,405
Cost on the management integration	1,011	1,194
Net defined benefit liability	9	154
Other extraordinary loss	1,854	56
Income before income taxes	30,491	39,797
Income taxes-current	5,214	13,101
Income taxes-deferred	6,207	△ 1,189
Total income taxes	11,422	11,912
Income before minority interests	19,069	27,885
Minority interests in income	5,453	7,142
Net income	13,616	20,743