

Brief Statement of Financial Results for the Fiscal Year Ended March 2024
[Japanese GAAP (Consolidated)]

May 13, 2024

Forward-looking Statement

The statements and figures contained in this Brief Statement of Financial Results for the fiscal year ended March 2024 (the "Brief Statement") with respect to ACOM Group's plans and strategies and other statements that are not historical facts are based on information available at the date of announcement of this Brief Statement. However, there are some potential risk factors in the Group's business management. Therefore, the actual results may differ from the forecast.

The trend of requests for interest repayment is also highly uncertain, due to its sensitivity to changes in external environmental changes. The Group may have to make additional provision for loss on interest repayment.

Actual results may differ from forecast values due to various risk factors, not limited to those mentioned above.

Name of the company:	ACOM CO., LTD. ("ACOM" or "the Company")
Stock market:	Tokyo Stock Exchange
Code Number:	8572
Location of the head office:	Tokyo
URL:	https://www.acom.co.jp/corp/english/ir/
Position of the representative:	President & Chief Executive Officer
Name:	Masataka Kinoshita
Position of the person in charge:	Chief PR & IR Officer
Name:	Takashi Okamoto
Telephone Number:	(03) 6865-6474
Date of the shareholders' meeting:	June 21, 2024
Registration date of annual securities report:	June 21, 2024
Commencement date of dividend payment:	June 24, 2024
Material to supplement the financial results:	Applicable
Financial results conference:	Applicable (For domestic and foreign institutional investors and financial analysts)

Note: 1. All amounts under minimum units appearing in each of the tables have been disregarded throughout this brief statement and the annexed materials.

Note: 2. The figures in percentages show the year-on-year change from prior fiscal year.

1. Consolidated Business Results for the Fiscal Year Ended March 2024 (from April 1, 2023, to March 31, 2024)

(1) Consolidated Operating Results

(Millions of yen)

	Operating Revenue		Operating Profit		Ordinary Profit		Profit Attributable to Owners of Parent	
3/2024	294,730	7.6%	86,347	(1.1%)	86,715	(0.9%)	53,091	(3.3%)
3/2023	273,793	4.4%	87,287	151.0%	87,485	146.8%	54,926	(1.4%)

[Note] Comprehensive income 3/2024: 72,242 million yen [1.2%] 3/2023: 71,409 million yen [(19.7%)]

	Basic Earnings per Share (Yen)	Net Income per Share Diluted (Yen)	Return on Equity (ROE)	Ordinary Profit to Total Assets	Operating Margin
3/2024	33.89	—	8.8%	6.4%	29.3%
3/2023	35.06	—	9.9%	6.8%	31.9%

<Reference> Equity in earnings of affiliates 3/2024: 18 million yen 3/2023: 24 million yen

(2) Consolidated Financial Status

(Millions of yen)

	Total Assets	Net Assets	Shareholders' Equity Ratio	Net Assets per Share (Yen)
3/2024	1,417,403	674,175	44.3%	400.87
3/2023	1,297,316	619,837	44.8%	370.92

<Reference> Shareholders' Equity 3/2024: 628,011 million yen 3/2023: 581,087 million yen

(3) Consolidated Cash Flow Status

(Millions of yen)

	From Operating Activities	From Investing Activities	From Financing Activities	Cash and Cash Equivalents at the End of Year
3/2024	(36,759)	(6,178)	57,163	71,900
3/2023	(1,318)	(2,692)	(12,933)	57,666

2. Dividend Status

	Dividend per Share					Total Amount of Dividend (Year) (Millions of Yen)	Payout Ratio (Consolidated) (%)	Ratio of Payout to Net Assets (Consolidated) (%)
	1Q (Yen)	2Q (Yen)	3Q (Yen)	4Q (Yen)	Annual (Yen)			
3/2023	—	5.00	—	5.00	10.00	15,666	28.5	2.8
3/2024	—	6.00	—	6.00	12.00	18,799	35.4	3.1
3/2025 (Forecast)	—	7.00	—	7.00	14.00		39.4	

3. Forecasts for the Fiscal Year Ending March 31, 2025 (from April 1, 2024, to March 31, 2025)

(Millions of yen)

	Operating Revenue		Operating Profit		Ordinary Profit		Profit Attributable to Owners of the Parent		Basic Earnings per Share (Yen)
First Half	153,900	6.7%	42,500	(3.9%)	42,700	(3.8%)	25,800	(5.4%)	16.47
Annual	313,500	6.4%	87,100	0.9%	87,500	0.9%	55,600	4.7%	35.49

(Notes)

(1) Change in Important Subsidiaries for the Year ended March 2024 (Change in scope of consolidation): None

(2) Changes in Accounting Policy, Accounting Estimates and Restatement

A) Change in accounting policy due to revision of accounting standards, etc.: None

B) Changes other than A): None

C) Change in accounting estimates: None

D) Restatement: None

(3) Outstanding shares (common stock)

A) Number of shares outstanding (including treasury shares)

FY March 31, 2024: 1,566,614,098 shares FY March 31, 2023: 1,566,614,098 shares

B) Number of treasury shares at the end of period

FY March 31, 2024: 120 shares FY March 31, 2023: 50 shares

C) Number of average shares outstanding

FY March 31, 2024: 1,566,614,042 shares FY March 31, 2023: 1,566,614,048 shares

(Reference) Outline of non-consolidated business results

1. Non-consolidated Business Results for the Fiscal Year Ended March 2024 (from April 1, 2023, to March 31, 2024)

(1) Non-consolidated Operating Results

(Millions of yen)

	Operating Revenue		Operating Profit		Ordinary Profit		Profit	
3/2024	215,467	7.4%	60,803	(3.2%)	66,986	(4.9%)	46,290	(5.5%)
3/2023	200,679	3.1%	62,826	438.8%	70,417	292.0%	48,985	1.9%

	Basic Earnings per Share (Yen)	Net Income per Share Diluted (Yen)
3/2024	29.55	—
3/2023	31.27	—

(2) Non-consolidated Financial Status

(Millions of yen)

	Total Assets	Net Assets	Shareholders' Equity Ratio	Net Assets per Share (Yen)
3/2024	1,184,819	525,474	44.4%	335.42
3/2023	1,090,256	496,416	45.5%	316.87

<Reference> Shareholders' Equity 3/2024: 525,474 million yen 3/2023: 496,416 million yen

2. Forecasts for the Fiscal Year Ending March 31, 2025 (from April 1, 2024, to March 31, 2025)

(Millions of yen)

	Operating Revenue		Operating Profit		Ordinary Profit		Profit		Basic earnings per Share (Yen)
First Half	114,000	7.9%	32,500	9.6%	35,800	4.9%	24,700	1.2%	15.77
Annual	232,500	7.9%	67,100	10.4%	72,100	7.6%	49,900	7.8%	31.85

(Note) Brief Statement of financial results is not subject to review procedures of CPAs nor an accounting firm.

(Note) Explanation regarding proper use of the business forecast and other notes

(Notes to Forward-looking Statement)

The statements about the future performance of ACOM are based on management's assumptions and beliefs in light of the information currently available to it. These statements do not guarantee our future performance: actual results may differ from those in the forward-looking statements as a result of various factors. Please refer to "(4) Outlook for the Next Fiscal Year" of "1. Analyses of Business Results and Financial Position" on page 4 for conditions which are basis of forecasts and notes for using the forecast.

(Accessing financial results materials and archive of financial results conference)

ACOM plans to hold a financial results conference for the year ended March 2024 for domestic institutional investors and financial analysts on May 13, 2024, and a video conferencing for foreign institutional investors and analysts on May 13, 2024. The materials used at the conference will be available on ACOM's website after disclosure of financial results. The archive of the conference will be also available on the website after the conference is held.

Contents

1. Analyses of Business Results and Financial Position:	P2
(1) Analysis of Business Results:	P2
(2) Analysis of Financial Position:	P4
(3) Status of Cash Flows:	P4
(4) Outlook for the Next Fiscal Year:	P5
(5) Basic Policy on Profit Distribution and Dividend for This and Next Fiscal Year:	P5
2. Basic Stance on Selection of Accounting Policy:	P5
3. Consolidated Financial Statements and Major Notes:	P6
(1) Consolidated Balance Sheet:	P6
(2) Consolidated Statement of Income and Statement of Comprehensive Income:	P9
(3) Consolidated Statement of Changes in Net Assets:	P12
(4) Consolidated Statement of Cash Flows:	P14
(5) Notes on Consolidated Financial Statements:	P16
(Going-concern Assumption):	P16
(Changes in Presentation):	P16
(Consolidated Balance Sheet):	P16
(Segment and Related Information):	P18
(Per Share Information):	P21
(Significant Subsequent Events):	P21
4. Non-consolidated Financial Statements:	P22
(1) Non-consolidated Balance Sheet:	P22
(2) Non-consolidated Statement of Income:	P25
(3) Non-consolidated Statement of Changes in Net Assets:	P27

1. Analyses of Business Results and Financial Position

(1) Analysis of Business Results

During the fiscal year ended March 31, 2024, Japanese socio-economic activities are returning to normal against a backdrop of COVID-19 being classified as a Category V Infectious Disease and various government policies, resulting in economic conditions showing signs of gradual recovery. However, there are some risks that could push down Japan's economic momentum, such as a slowdown in global economy coupled with growing tension in the international situation and prolonged monetary tightening in response to high global inflation. The impact of those factors on consumer spending and financial markets needs to be closely monitored.

Overseas, while the situation varied from country to country, economic conditions in the Kingdom of Thailand where we operate the business, continue to grow gradually led by inbound demand and recovery of consumer spending although the economic growth rate has slowed down due to slowdown of global economy. In both the Republic of the Philippines and Malaysia, the steady economic growth is expected associated with a recovery of inbound demand and consumer spending.

In the nonbank business sector in Japan, the demand for funds is in good conditions while future trends need to be closely monitored, as does the Japanese economy. Although requests for interest repayment are decreasing, future trends need to be closely monitored on an ongoing basis, as requests for interest repayment are susceptible to the impacts of changes in the external environment.

In such an environment, the Company Group formulated a medium-term management plan ending in the fiscal year ended March 31, 2025. Based on this plan, the Company Group has articulated its commitment to each of its stakeholders in the "vision," and has set forth a medium-term policy to promote initiatives to realize this vision in three years. Even amid changes in the external environment, the Company Group will continue to promote its operating activities in accordance with its vision and medium-term policy.

Consolidated operating revenue for the fiscal year ended March 31, 2024, increased to 294,730 million yen (up 7.6% year-on-year). This is attributable to: increases in interest on operating loans owing to an increase in accounts receivable - operating loans and the impact of depreciation of the yen. Operating expenses also increased to 208,383 million yen (up 11.7% year-on-year) due to an increase in provision for bad debts associated with the expansion of business scale and an increase in advertising expenses associated with strengthening attracting new customers. As a result, operating profit decreased to 86,347 million yen (down 1.1% year-on-year). Ordinary profit also decreased to 86,715 million yen (down 0.9% year-on-year). Profit attributable to owners of parent decreased to 53,091 million yen (down 3.3% year-on-year).

Business results for each segment are as follows:

(Loan and credit card business)

In the domestic loan and credit card business, we made efforts to strengthen our ability to attract new customers, improve product/service functions, and maintain the soundness of loan portfolio.

As a measure to strengthen our ability to attract new customers, we enhanced the appeal of the "Hajimete-no (First time at) ACOM" brand through activities including the "Samurai Big 3" series of commercials and the "Challenge What You Want to Start" project.

Also, to improve product/service functions, we have worked on measures to boost customer convenience, including the release of a provisioning function to register the MasterCard® issued by the Company with Apple Pay® (Note 1) from the Company's official smartphone application "myac" as well as efforts to simplify the application form for new customers.

In addition to these marketing activities, we have endeavored to maintain the soundness of our loan portfolio and improve the customer-reception quality of our employees by reinforcing the development of human resources through training for credit control, and customer reception including the improvement of the accuracy of credit screenings.

GeNiE Inc., which is the Company's subsidiary in Japan, has postponed the start of its embedded finance business mainly due to a delay in system development, but will continue to engage in efforts to pursue the system's release and the start of its business in the first half of fiscal year 2024.

In the loan business, accounts receivable - operating loans at the end of the fiscal year ended March 31, 2024 increased to 879,021 million yen (up 8.4% year-on-year), amid a sign of recovery in consumer spending. In the credit card business, accounts receivable - installment increased to 122,303 million yen (up 18.1% year-on-year) driven by an increase in transaction volume.

As a result, the segment's operating revenue for the current fiscal year totaled 156,036 million yen (up 7.5% year-on-year) mainly due to higher accounts receivable - operating loans and accounts receivable - installment. Operating profit increased to 41,771 million yen (up 2.7% year-on-year) after an increase in provision for bad debts caused by business expansion and an increase in advertising expenses caused by efforts to attract new customers resulted in an increase in operating expenses.

Note:1. Apple Pay® is a trademark of Apple Inc.

(Guarantee business)

In the guarantee business, we worked to deepen communication with existing partners and continued appropriate screening. Specifically, we have worked on reinforcing our partners' abilities to attract new customers through joint advertisements in which multiple partners use common advertisement materials and on providing support for a variety of sales measures and improvement of business efficiency, etc. through temporary transfer of personnel for technical guidance.

Furthermore, we have continued to strive to develop new partners including non-financial companies since the start of the business alliance with LINE Credit Corporation in March 2023. During the fiscal year under review, MU Credit Guarantee Co., LTD. , the Company's subsidiary started a new business alliance with Minna Bank Co., Ltd. in February 2024.

The total balance of guaranteed receivables in the guarantee operation at the end of the current fiscal year was 1,278,261 million yen (up 5.4% year-on-year) due to a sign of recovery in consumer spending.

As a result, the segment's operating revenue for the current fiscal year totaled 70,787 million yen (up 6.8% year-on-year) due in part to an increase in guarantee income attributable to an increase in the balance of guaranteed receivables and guarantee fee rates. However, operating profit totaled 22,673 million yen (down 11.6% year-on-year) following an increase in operating expenses attributable to an increase in provision for bad debts caused by business expansion.

(Overseas financial business)

In the overseas financial business, we carried out business operations in the pursuit of achieving both expanding the scale of relevant businesses and ensuring appropriate screening.

EASY BUY Public Company Limited ("EASY BUY"), which is the Company's subsidiary engaging in the loan business in the Kingdom of Thailand, actively conducted marketing activities of the Umay+ brand with the aim of enhancing the brand image and gathering and acquiring new customers, thereby building the top-brand position in the country. In this business segment, EASY BUY has also worked to strengthen its services by using mobile apps for purposes such as the issuance of virtual cards in addition to the release of the e-wallet payment service "DREAM wallet."

ACOM CONSUMER FINANCE CORPORATION ("ACF"), which is the Company's subsidiary engaging in the loan business in the Republic of the Philippines, has been working on improving the quality of loans through efforts such as promoting the acquisition of good customers.

ACOM (M) SDN. BHD., the Company's subsidiary established in Malaysia, started its business in September 2023. We will continue to focus on expanding our business base. In addition, we have also promoted necessary surveys in other Asian countries to explore the feasibility of business development.

In the overseas financial business, accounts receivable - operating loans at the end of the current fiscal year were 243,277 million yen (up 10.8% year-to-date) for reasons such as foreign exchange impact on the depreciation of the yen and a sign of recovery in consumer spending.

As a result, the segment's operating revenue for the current fiscal year was 61,892 million yen (up 9.5% year-on-year) due to an increase in interest on operating loans and foreign exchange impact on the depreciation of the yen, and operating profit increased to 22,374 million yen (up 13.7% year-on-year).

(Loan servicing business)

In the loan servicing business, with the servicer market continuing to shrink, IR Loan Servicing, Inc., the Company's subsidiary worked to enhance its sales and collection capabilities such as focusing on strengthening relationships with existing business partners and sophisticating collection methods mainly of retail receivables.

As a result, the segment's operating revenue totaled 5,864 million yen (up 3.2% year-on-year), owing to an increase in the proceeds from purchased receivables. Operating profit totaled 1,182 million yen (up 12.5% year-on-year).

(2) Analysis of Financial Position

Compared with the end of the prior fiscal year, total assets increased by 120,087 million yen, total liabilities increased by 65,749 million yen, and net assets increased by 54,337 million yen as of March 31, 2024. Details of changes in assets, liabilities and net assets are as follows:

(Assets)

Current assets increased by 124,698 million yen and non-current assets decreased by 4,611 million yen. Consequently, total assets increased by 120,087 million yen. The breakdown of major increases in current assets is as follows: accounts receivable - operating loans (up 91,826 million yen) and accounts receivable - installment (up 18,763 million yen). The factors increasing accounts receivable - operating loans include foreign exchange impacts. The breakdown of major changes in non-current assets is as follows: deferred tax assets (down 11,129 million yen) and an increase in retirement benefit asset (up 4,416 million yen). The combined total of allowance for doubtful accounts recorded under current assets and non-current assets increased by 8,776 million yen.

(Liabilities)

With regard to the liabilities account, changes in current and non-current liabilities were an increase of 53,241 million yen and an increase of 12,508 million yen, respectively, resulting in an increase of 65,749 million yen in total liabilities. The breakdown of major changes in liabilities includes the outstanding balance of funds procured mainly in the form of loans and bonds payable (up 82,303 million yen) and provision for loss on interest repayment (down 27,376 million yen).

(Net assets)

In terms of net assets, shareholders' equity increased by 35,859 million yen due to an increase in retained earnings, accumulated other comprehensive income increased by 11,064 million yen due in part to an increase in foreign currency translation adjustment, and non-controlling interests increased by 7,413 million yen. As a result, total net assets increased by 54,337 million yen, and the shareholders' equity ratio decreased by 0.5 percentage points to 44.3%.

(3) Status of Cash Flows

Cash and cash equivalents (hereinafter, "funds") at the end of the current fiscal year increased by 14,233 million yen from the end of the prior fiscal year to 71,900 million yen. The changes in the respective cash flows and the reasons thereof are as follows:

(Net cash provided by (used in) operating activities)

With respect to net cash used by operating activities, funds saw a decrease of 36,759 million yen (down 35,441 million yen year-on-year), mainly reflecting 86,736 million yen in profit before income taxes, a decrease of 27,376 million yen in provision for loss on interest repayment, and funds-decreasing factors such as an increase of 72,755 million yen in accounts receivable - operating loans, an increase of 18,701 million yen in accounts receivable - installment, income taxes paid of 12,571 million yen.

(Net cash provided by (used in) investing activities)

With respect to net cash used by investing activities, funds saw a decrease of 6,178 million yen (down 3,485 million yen year-on-year). This was primarily due to funds-decreasing factors such as the purchase of intangible assets, and the purchase of property, plant and equipment, which combined amounted to 4,635 million yen.

(Net cash provided by (used in) financing activities)

With respect to net cash used in financing activities, funds saw an increase of 57,163 million yen (up 70,097 million yen year-on-year). This was primarily due to the fact that the total amount of proceeds from loans and issuance of bonds was 75,307 million yen more than the amount of repayments of borrowings and payments at maturity of bonds.

(4) Outlook for the Next Fiscal Year

In such an environment, the Company has set the outlook for the fiscal year ended March 2025. Its quantitative outlook of combined receivables from loan and credit card business and guarantee business is 2 trillion and 442.6 billion yen. The outlook of receivable of loan and credit card business is 1 trillion and 72.5 billion yen, and receivable of guarantee business is 1 trillion and 370.1 billion yen in the domestic domain. As for the overseas domain, the Company aims to attain loans receivable of 58.5 billion THB for EASY BUY Public Company Limited in the Kingdom of Thailand and 1.3 billion PHP for ACOM CONSUMER FINANCE CORPORATION in Republic of the Philippines.

With regard to quantitative targets, the Group forecasts consolidated operating revenue of 313.5 billion yen, operating profit of 87.1 billion yen, ordinary profit of 87.5 billion yen and profit attributable to owners of parent of 55.6 billion yen.

Outlook above is forecast based on information available at the date of announcement of this brief statement. However, there are some potential risk factors in the Group's business management. Therefore, the actual results may differ significantly.

The trend of requests for interest repayment is also highly uncertain, due to its sensitivity to changes in external environmental changes. The Group may have to make additional provision for loss on interest repayment.

Actual results may differ from forecast values due to various risk factors, not limited to those mentioned above.

(5) Basic Policy on Profit Distribution and Dividend for This and Next Fiscal Year

With regard to profit distribution to shareholders, it is our basic policy to attempt stable and continuous profit distribution taking the business environment surrounding us, shareholders' equity, and our own performance into consideration.

As for the fiscal year ended March 2024, year-end dividend of 6 yen per share is planned. This dividend payment

will be subject to approval at the ordinary general meeting of shareholders scheduled in June 2024.

As for the fiscal year ending March 2025, annual dividend of 14 yen is planned. This consists of 7 yen at the second quarter and 7 yen at the fourth quarter.

The Group intends to strive for its long-term stable growth in the future.

2. Basic Stance on Selection of Accounting Policy

The company's financial statements are prepared in accordance with generally accepted accounting practices in Japan (J-GAAP). The company is currently under consideration of the necessity of application of IFRS in the future.

3. Consolidated Financial Statements and Major Notes
(1) Consolidated Balance Sheet

(Millions of yen)

	Prior fiscal year (As of March 31, 2023)	Current fiscal year (As of March 31, 2024)
Assets		
Current assets		
Cash and deposits	57,666	73,486
Accounts receivable - operating loans	1,029,728	1,121,554
Accounts receivable - installment	104,295	123,058
Purchased receivables	7,630	8,212
Other	89,590	96,167
Allowance for doubtful accounts	(83,418)	(92,289)
Total current assets	1,205,491	1,330,190
Non-current assets		
Property, plant and equipment		
Buildings and structures	19,879	18,201
Accumulated depreciation	(16,711)	(15,323)
Buildings and structures, net	3,168	2,878
Vehicles	0	-
Accumulated depreciation	(0)	-
Vehicles, net	0	-
Equipment	12,841	13,263
Accumulated depreciation	(8,568)	(9,020)
Equipment, net	4,272	4,243
Leased assets	2,144	3,127
Accumulated depreciation	(2,029)	(1,864)
Leased assets, net	115	1,263
Total property, plant and equipment	7,556	8,384
Intangible assets		
Goodwill	734	215
Software	6,829	8,755
Other	43	14
Total intangible assets	7,606	8,985

(Millions of yen)

	Prior fiscal year (As of March 31, 2023)	Current fiscal year (As of March 31, 2024)
Investments and other assets		
Investment securities	1,396	1,414
Retirement benefit asset	5,906	10,322
Deferred tax assets	61,637	50,507
Guarantee deposits	4,572	4,309
Other	3,817	3,861
Allowance for doubtful accounts	(667)	(572)
Total investments and other assets	76,661	69,843
Total non-current assets	91,824	87,213
Total assets	1,297,316	1,417,403
Liabilities		
Current liabilities		
Notes and accounts payable-trade	344	769
Short-term borrowings	18,528	19,242
Commercial papers	34,998	29,989
Current portion of long-term borrowings	104,381	123,808
Current portion of bonds payable	32,600	60,650
Lease obligations	117	350
Income taxes payable	6,644	13,160
Provision for loss on guarantees	9,612	11,973
Asset retirement obligations	709	579
Other	14,553	15,208
Total current liabilities	222,491	275,732
Non-current liabilities		
Bonds payable	91,660	104,086
Long-term borrowings	298,857	325,553
Lease obligations	25	1,070
Provision for loss on interest repayment	57,723	30,346
Retirement benefit liability	789	983
Asset retirement obligations	5,653	5,061
Other	277	394
Total non-current liabilities	454,987	467,495
Total liabilities	677,478	743,228

	(Millions of yen)	
	Prior fiscal year (As of March 31, 2023)	Current fiscal year (As of March 31, 2024)
Net assets		
Shareholders' equity		
Share capital	63,832	63,832
Capital surplus	69,861	69,861
Retained earnings	433,990	469,849
Treasury shares	(0)	(0)
Total shareholders' equity	567,683	603,543
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	0	0
Foreign currency translation adjustment	12,943	21,153
Remeasurements of defined benefit plans	459	3,314
Total accumulated other comprehensive income	13,403	24,468
Non-controlling interests	38,750	46,164
Total net assets	619,837	674,175
Total liabilities and net assets	1,297,316	1,417,403

(2) Consolidated Statement of Income and Statement of Comprehensive Income
Consolidated Statement of Income

(Millions of yen)

	For the year ended March 31, 2023 (from April 1, 2022 to March 31, 2023)	For the year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)
Operating revenue		
Interest on operating loans	168,872	181,925
Revenue from credit card business	12,377	14,693
Revenue from installment sales finance business	66	66
Revenue from credit guarantee	56,646	61,223
Proceeds from purchased receivables	4,633	4,659
Other financial revenue		
Interest on deposits	0	41
Interest on securities	0	0
Other	130	158
Total other financial revenue	131	199
Other operating revenue	31,067	31,961
Total operating revenue	273,793	294,730
Operating expenses		
Financial expenses		
Interest expenses	2,246	2,693
Interest on bonds	1,212	1,229
Amortization of bond issuance cost	6	302
Other	546	702
Total financial expenses	4,012	4,927
Cost of purchased receivables	1,657	1,764
Other operating expenses		
Advertising expenses	17,848	19,686
Provision of allowance for doubtful accounts	70,855	85,852
Provision for loss on guarantees	9,662	12,100
Employees' salaries, allowances and bonuses	21,160	22,409
Retirement benefit expenses	876	1,013
Welfare expenses	2,897	3,058
Rent expenses	6,107	5,737
Depreciation	3,647	3,462
Commission fee	22,258	24,177
Amortization of goodwill	518	518
Other	25,005	23,674
Total other operating expenses	180,836	201,690
Total operating expenses	186,506	208,383
Operating profit	87,287	86,347

	(Millions of yen)	
	For the year ended March 31, 2023 (from April 1, 2022 to March 31, 2023)	For the year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)
Non-operating income		
Interest income	1	1
Dividend income	25	29
Share of profit of entities accounted for using equity method	24	18
Rental income from buildings	185	187
Other	105	150
Total non-operating income	342	387
Non-operating expenses		
Interest expenses	1	2
Foreign exchange losses	130	-
Other	12	16
Total non-operating expenses	144	19
Ordinary profit	87,485	86,715
Extraordinary income		
Gain on sale of non-current assets	1,117	258
Gain on sale of investment securities	-	0
Total extraordinary income	1,117	258
Extraordinary losses		
Loss on sale of non-current assets	67	0
Loss on retirement of non-current assets	205	234
Impairment losses	3,523	-
Other	3	1
Total extraordinary loss	3,799	236
Profit before income taxes	84,803	86,736
Income taxes-current	12,482	18,699
Income taxes-deferred	12,845	10,211
Total income taxes	25,327	28,910
Profit	59,476	57,825
Profit attributable to non-controlling interests	4,549	4,734
Profit attributable to owners of parent	54,926	53,091

Consolidated Statement of Comprehensive Income

(Millions of yen)

	For the year ended March 31, 2023 (from April 1, 2022 to March 31, 2023)	For the year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)
Profit	59,476	57,825
Other comprehensive income		
Valuation difference on available-for-sale securities	0	(0)
Foreign currency translation adjustment	12,147	11,571
Remeasurements of defined benefit plans, net of tax	(214)	2,845
Total other comprehensive income	11,933	14,416
Comprehensive income	71,409	72,242
Comprehensive income attributable to:		
Owners of the parent	63,305	64,156
Non-controlling interests	8,103	8,086

(3) Consolidated Statement of Changes in Net Assets
 Prior fiscal year (from April 1, 2022, to March 31, 2023)

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total Shareholder's equity
Beginning balance	63,832	69,861	393,163	(0)	526,857
Changes of items during the period					
Dividends of surplus			(14,099)		(14,099)
Profit attributable to owners of parent			54,926		54,926
Purchase of treasury shares					
Net changes of items other than shareholders' equity					
Total changes of items during the period	-	-	40,826	-	40,826
Ending balance	63,832	69,861	433,990	(0)	567,683

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Beginning balance	0	4,306	716	5,023	32,082	563,963
Changes of items during the period						
Dividends of surplus						(14,099)
Profit attributable to owners of parent						54,926
Purchase of treasury shares						-
Net changes of items other than shareholders' equity	0	8,636	(256)	8,379	6,668	15,048
Total changes of items during the period	0	8,636	(256)	8,379	6,668	55,874
Ending balance	0	12,943	459	13,403	38,750	619,837

Current fiscal year (from April 1, 2023, to March 31, 2024)

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total Shareholder's equity
Beginning balance	63,832	69,861	433,990	(0)	567,683
Changes of items during the period					
Dividends of surplus			(17,232)		(17,232)
Profit attributable to owners of parent			53,091		53,091
Purchase of treasury shares				(0)	(0)
Net changes of items other than shareholders' equity					
Total changes of items during the period	-	-	35,859	(0)	35,859
Ending balance	63,832	69,861	469,849	(0)	603,543

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Beginning balance	0	12,943	459	13,403	38,750	619,837
Changes of items during the period						
Dividends of surplus						(17,232)
Profit attributable to owners of parent						53,091
Purchase of treasury shares						(0)
Net changes of items other than shareholders' equity	(0)	8,209	2,854	11,064	7,413	18,478
Total changes of items during the period	(0)	8,209	2,854	11,064	7,413	54,337
Ending balance	0	21,153	3,314	24,468	46,164	674,175

(4) Consolidated Statement of Cash Flows

	(Millions of yen)	
	For the year ended March 31, 2023 (from April 1, 2022 to March 31, 2023)	For the year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)
Net cash provided by (used in) operating activities		
Profit (loss) before income taxes	84,803	86,736
Depreciation and amortization	3,647	3,462
Impairment losses	3,523	-
Amortization of goodwill	518	518
Increase (decrease) in allowance for doubtful accounts	4,029	7,265
Increase (decrease) in provision for loss on guarantees	739	2,360
Increase (decrease) in retirement benefit liability	125	89
Increase (decrease) in provision for loss on interest repayment	(28,476)	(27,376)
Interest and dividend income	(27)	(30)
Interest expenses	1	2
Amortization of bond issuance cost	6	302
Foreign exchange losses (gains)	(130)	(158)
Share of loss (profit) of entities accounted for using equity method	(24)	(18)
Loss (gain) on sale of property, plant and equipment	(1,050)	(257)
Loss on retirement of property, plant and equipment	205	206
Decrease (increase) in accounts receivable - operating loans	(33,768)	(72,755)
Decrease (increase) in accounts receivable - installment	(15,582)	(18,701)
Decrease (increase) in purchased receivables	357	(581)
Decrease (increase) in retirement benefit asset	(439)	(268)
Decrease (increase) in other current assets	(3,359)	(5,843)
Increase (decrease) in notes and accounts payable-trade	(454)	424
Increase (decrease) in other current liabilities	1,729	57
Increase (decrease) by other operating activities	1,513	349
Subtotal	17,889	(24,216)
Interest and dividends received	27	30
Interest paid	(1)	(2)
Income taxes paid	(19,233)	(12,571)
Net cash provided by (used in) operating activities	(1,318)	(36,759)

(Millions of yen)

	For the year ended March 31, 2023 (from April 1, 2022 to March 31, 2023)	For the year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)
Net cash provided by (used in) investing activities		
Purchase of property, plant and equipment	(1,829)	(1,252)
Proceeds from sale of property, plant and equipment	2,772	293
Purchase of intangible assets	(2,851)	(3,383)
Purchase of investment securities	(133)	-
Increase (decrease) by other investing activities	(650)	(1,835)
Net cash provided by (used in) investing activities	(2,692)	(6,178)
Net cash provided by (used in) financing activities		
Proceeds from short-term borrowings	248,647	328,335
Repayment of short-term borrowings	(246,654)	(329,457)
Proceeds from issuance of commercial papers	244,981	251,965
Redemption of commercial papers	(235,000)	(257,000)
Proceeds from issuance of bonds	2,618	70,757
Redemption of bonds	(60,000)	(33,080)
Proceeds from long-term borrowings	146,200	159,108
Repayment of long-term borrowings	(98,022)	(115,322)
Repayments of finance lease obligations	(170)	(242)
Purchase of treasury shares	-	(0)
Proceeds from share issuance to non-controlling shareholders	-	801
Cash dividends paid	(14,098)	(17,229)
Cash dividends paid to non-controlling shareholders	(1,434)	(1,473)
Net cash provided by (used in) financing activities	(12,933)	57,163
Effect of exchange rate change on cash and cash equivalents	368	7
Net increase (decrease) in cash and cash equivalents	(16,576)	14,233
Cash and cash equivalents at the beginning of period	74,242	57,666
Cash and cash equivalents at the end of period	57,666	71,900

(5) Notes on Consolidated Financial Statements

(Going-concern Assumption)

Not applicable

(Changes in Presentation)

<Consolidated Balance sheet>

"Deferred installment income" in Current liabilities was separately listed for the prior fiscal year. As it has decreased its quantitative significance, "Deferred installment income" has been included in "Other" effective from the current fiscal year. To reflect these changes in presentation, the financial statements for the prior fiscal year have been reclassified.

To reflect this change in the Consolidated Balance Sheet for the prior fiscal year, 26 million yen of "Deferred installment income" and 14,527 million yen of "Other" in Current liabilities have been reclassified into 14,533 million yen of "Other".

<Consolidated Statement of Cash Flows>

"Increase(decrease) in deferred installment income" in Net cash provided by (used in) operating activities was separately listed for the prior fiscal year. As it has decreased its quantitative significance, "Increase(decrease) in deferred installment income" has been included in "Increase(decrease) in other current liabilities" effective from the current fiscal year. To reflect these changes in presentation, the financial statements for the prior fiscal year have been reclassified.

To reflect this change in the Consolidated Statement of Cash Flows for the prior fiscal year, (1) million yen of "Increase(decrease) in deferred installment income" and 1,731 million yen of "Increase(decrease) in other current liabilities" in Net cash provided by(used in) operating activities have been reclassified into 1,729 million yen of "Increase(decrease) in other current liabilities".

(Consolidated Balance Sheet)

1. Amount of shares of subsidiaries and associates included in investment securities

(Millions of yen)

	Prior fiscal year (As of March 31, 2023)	Current fiscal year (As of March 31, 2024)
Investment securities	445	463

2. Contingent liabilities

(Millions of yen)

	Prior fiscal year (As of March 31, 2023)	Current fiscal year (As of March 31, 2024)
Outstanding guarantee obligation in the guarantee business	1,212,883	1,278,261
Provision for loss on guarantees	9,612	11,973
Net	1,203,270	1,266,287

3. Commitment line contracts for accounts receivable - operating loans

For the prior fiscal year (As of March 31, 2023)

Loans extended by the Company and some of consolidated subsidiaries primarily take the form of revolving credit-line contracts whereby a facility indicating a maximum loanable amount is assigned to a customer who is then able to borrow repeatedly within the limit of the facility, provided that contract terms have not been violated. Outstanding unexercised portions of such facilities amounted to 691,568 million yen at the end of the accounting period. This included a total of 509,980 million yen of unexercised amounts remaining in the accounts of customers with zero outstanding balances at the end of the fiscal year.

A certain portion of revolving credit-line contracts lapse without ever being used. Therefore, the amount itself of outstanding unexercised facilities will not necessarily affect the future cash flow of the Company.

Contracts contain provisions allowing the Company to reject applications for additional borrowing or reduce the facility in case of changes in the customer's credit standing or other material reasons. Outstanding contracts are regularly examined according to internal procedures to determine the credit standing of customers and other pertinent information. When necessary, contracts are reviewed and measures are taken to preserve loan assets.

For the current fiscal year (As of March 31, 2024)

Loans extended by the Company and some of consolidated subsidiaries primarily take the form of revolving credit-line contracts whereby a facility indicating a maximum loanable amount is assigned to a customer who is then able to borrow repeatedly within the limit of the facility, provided that contract terms have not been violated. Outstanding unexercised portions of such facilities amounted to 751,259 million yen at the end of the accounting period. This included a total of 561,064 million yen of unexercised amounts remaining in the accounts of customers with zero outstanding balances at the end of the fiscal year.

A certain portion of revolving credit-line contracts lapse without ever being used. Therefore, the amount itself of outstanding unexercised facilities will not necessarily affect the future cash flow of the Company.

Contracts contain provisions allowing the Company to reject applications for additional borrowing or reduce the facility in case of changes in the customer's credit standing or other material reasons. Outstanding contracts are regularly examined according to internal procedures to determine the credit standing of customers and other pertinent information. When necessary, contracts are reviewed and measures are taken to preserve loan assets.

4. Status of non-performing loans of accounts receivable - operating loans

Losses on unsecured consumer loans to bankrupt parties are written off at the time bankruptcy is declared. For this reason, loans to borrowers in bankruptcy or under reorganization include receivables for debtors who have petitioned for bankruptcy as of the end of the fiscal year, but not yet declared bankrupt. This entire amount is booked to on allowance for doubtful accounts.

	(Millions of yen)	
	Prior fiscal year (As of March 31, 2023)	Current fiscal year (As of March 31, 2024)
Loans to parties who have petitioned for bankruptcy, but not yet declared bankrupt	183	213

	(Millions of yen)	
	Prior fiscal year (As of March 31, 2023)	Current fiscal year (As of March 31, 2024)
Bankrupt or De facto Bankrupt	442	441
Doubtful receivables	23,236	23,039
Receivables past due for three months or more	6,648	7,785
Restructured receivables	41,183	41,262
Performing loans(*)	970,206	1,062,429
Total	1,041,717	1,134,958

(*) Accrued interest (Prior fiscal year: 11,736 million yen, Current fiscal year: 13,180 million yen) is included in Performing loans.

(Note 1) Bankrupt or De facto Bankrupt are loans to borrowers who have fallen into bankruptcy due to declared bankrupt, rehabilitation and reorganization, or other similar circumstances.

(Note 2) Doubtful receivables are other than the above, where the borrower has not yet entered into bankruptcy, but the financial condition and business performance of the borrower have deteriorated and it is highly probable that the principal of the loan will not be collected and interest will not be received in accordance with the contract.

(Note 3) Receivables past due for three months or more are loans other than the above that are overdue by 3 months or more.

(Note 4) Restructured receivables are loans other than the above on which favorable terms have been granted, such as the waiving of interest.

(Note 5) Performing loans are classified as other than the above as there are no particular problems with the borrower's financial condition or business performance.

5. Agreements for overdraft and commitment facilities

For efficient procurement of working capital, the Company and some of its subsidiaries maintain overdraft contract with financial institutions and designated commitment line contracts with financial institutions and etc. The unexercised portion of facilities based on these contracts was as follows.

	(Millions of yen)	
	Prior fiscal year (As of March 31, 2023)	Current fiscal year (As of March 31, 2024)
Agreed amount of agreement for overdraft and commitment line	148,443	154,815
Amount of borrowing	34,445	34,505
Net	113,998	120,309

(Segment and Related Information)

(Segment Information)

1. Outline of reported segment information

The reported segment of the Company is the business units for which the Company is able to obtain respective financial information separately in order for the Board of Directors to conduct periodic review to determine distribution of management resources and evaluate their business results.

The Company conducts financial businesses comprised mainly of loan and credit card business in Japan and overseas.

In Japan, the Company mainly conducts guarantee business and loan servicing business in addition to loan and credit card business. In overseas, the Company also conducts financial businesses in Asia.

Accordingly, the Company's reported segments are "Loan and credit card business," "Guarantee business," "Overseas financial business" and "Loan servicing business."

2. Methods of measurement for the amounts of operating revenue, income or loss, assets and other items by reported segments

The accounting treatment regarding the reported business segments are the same as recorded in the "Significant matters providing the basis for the preparation of consolidated financial statements." The income of business segments are based on operating income. The intersegment operating revenue is based on trading prices in the market.

3. Information about operating revenue, income or loss, assets and other items by reported segments

For the year ended March 31, 2023 (from April 1, 2022, to March 31, 2023)

(Millions of yen)

	Reported Segments					Others (Note 1)	Total
	Loan and Credit Card Business	Guarantee Business	Overseas Financial Business	Loan Servicing Business	Subtotal		
Operating revenue							
Operating revenue from external customers	145,170	66,278	56,533	5,680	273,663	130	273,793
Revenues from transactions with other operating segments	4	-	3	-	7	86	94
Total	145,174	66,278	56,537	5,680	273,670	217	273,887
Segment Income	40,686	25,643	19,681	1,050	87,062	217	87,279
Segment Assets	911,017	44,606	215,596	7,485	1,178,706	5,564	1,184,271
Other Items							
Depreciation	2,562	630	1,347	26	4,566	-	4,566
Amortization of goodwill	-	518	-	-	518	-	518
Provision for bad debts(Note 2)	33,460	25,997	20,137	1,076	80,671	-	80,671
Increase of tangible and intangible assets	2,699	138	163	9	3,009	-	3,009

(Note 1) "Others" category consist of operating revenue, income, and assets and other items which are not

included in the reported segments.

(Note 2) This item is the sum of provision of allowance for doubtful accounts and provision for loss on

guarantees, etc.

For the year ended March 31, 2024(from April 1, 2023, to March 31, 2024)

(Millions of yen)

	Reported Segments					Others (Note 1)	Total
	Loan and Credit Card Business	Guarantee Business	Overseas Financial Business	Loan Servicing Business	Subtotal		
Operating revenue							
Operating revenue from external customers	156,029	70,787	61,890	5,864	294,571	158	294,730
Revenues from transactions with other operating segments	7	-	2	-	9	70	80
Total	156,036	70,787	61,892	5,864	294,581	229	294,810
Segment Income	41,771	22,673	22,374	1,182	88,001	229	88,230
Segment Assets	988,156	45,195	243,739	8,339	1,285,430	3,508	1,288,939
Other Items							
Depreciation	2,523	555	1,325	28	4,433	-	4,433
Amortization of goodwill	-	518	-	-	518	-	518
Provision for bad debts(Note 3)	41,191	33,284	20,590	922	95,989	-	95,989
Increase of tangible and intangible assets	1,949	134	372	37	2,493	-	2,493

(Note 1) "Others" category consist of operating revenue, income, and assets and other items which are not included in the reported segments.

(Note 2) This item is the sum of provision of allowance for doubtful accounts and provision for loss on guarantees, etc.

(Note 3) Different criteria are applied for allocation of non-current assets to each segment and for allocation of relevant depreciation to each segment, respectively.

4. Amount and outline of difference between the total amounts of reported segments and amounts of consolidated financial statements

(Millions of yen)

Operating revenue	For the year ended March 31, 2023	For the year ended March 31, 2024
Total reported segments	273,670	294,581
Operating revenue of "Others" category	217	229
Elimination of intersegment transactions	(90)	(78)
Adjustment due to unification of accounting treatment between parent company and subsidiaries, etc.	(3)	(2)
Operating revenue in consolidated financial statements	273,793	294,730

(Millions of yen)

Income	For the year ended March 31, 2023	For the year ended March 31, 2024
Total reported segments	87,062	88,001
Profit of "Others" category	217	229
Elimination of intersegment transactions	5	7
Adjustment due to unification of accounting treatment between parent company and subsidiaries, etc.	2	(1,890)
Operating profit in consolidated financial statements	87,287	86,347

(Millions of yen)

Assets	As of March 31, 2023	As of March 31, 2024
Total reported segments	1,178,706	1,285,430
Assets of "Others" category	5,564	3,508
Elimination of intersegment asset	(16,966)	(22,046)
Assets at head office	137,577	159,011
Adjustment due to unification of accounting treatment between parent company and subsidiaries, etc.	(7,565)	(8,501)
Total assets in consolidated financial statements	1,297,316	1,417,403

(Millions of yen)

Other Items	Sum of Reported Segments		Others		Adjustment Amount		Amounts in the Consolidated Financial Statements	
	For the year ended March 31, 2023	For the year ended March 31, 2024	For the year ended March 31, 2023	For the year ended March 31, 2024	For the year ended March 31, 2023	For the year ended March 31, 2024	For the year ended March 31, 2023	For the year ended March 31, 2024
Depreciation	4,566	4,433	-	-	(919)	(971)	3,647	3,462
Amortization of goodwill	518	518	-	-	-	-	518	518
Provision for bad debts	80,671	95,989	-	-	(154)	1,963	80,517	97,952
Increase of tangible and intangible asset	3,009	2,493	-	-	3,287	4,058	6,297	6,552

(Note) The adjustment amount of increase of tangible and intangible assets is the amount of capital investment in assets at head office.

(Per Share Information)

(Yen)

Item	For the year ended March 31, 2023	For the year ended March 31, 2024
	(From April 1, 2022 to March 31, 2023)	(From April 1, 2023 to March 31, 2024)
Net assets per share	370.92	400.87
Basic earnings (loss) per share	35.06	33.89

Notes: 1. Dilutive earnings per share is not stated as there is no dilutive security.

2. Basic earnings per share is calculated based on the following data.

(Millions of yen unless otherwise stated)

Item	For the year ended March 31, 2023	For the year ended March 31, 2024
	(From April 1, 2022 to March 31, 2023)	(From April 1, 2023 to March 31, 2024)
Profit attributable to owners of parent	54,926	53,091
Profit not attributable to common shareholders	-	-
Profit attributable to owners of parent related to common stock	54,926	53,091
Weighted average number of common stock during the consolidated fiscal year	1,566,614,048 shares	1,566,614,042 shares

3. Net assets per share is calculated based on the following data.

(Millions of yen unless otherwise stated)

Item	Prior fiscal year (As of March 31, 2023)	Current fiscal year (As of March 31, 2024)
	Total net assets	619,837
Amount deducted from total net assets [Non-controlling interests included in the above]	38,750 [38,750]	46,164 [46,164]
Amounts of net assets related to common stock at the end of fiscal year	581,087	628,011
Number of common shares to calculate net assets per share at the end of fiscal year	1,566,614,048 shares	1,566,613,978 shares

(Significant Subsequent Events)

Not Applicable

4. Non-consolidated Financial Statements

(1) Non-consolidated Balance Sheet

	(Millions of yen)	
	Prior fiscal year (As of March 31, 2023)	Current fiscal year (As of March 31, 2024)
Assets		
Current assets		
Cash and deposits	52,957	64,292
Accounts receivable - operating loans	810,958	879,021
Accounts receivable - installment	103,575	122,303
Prepaid expenses	1,091	1,987
Accrued income	14,420	15,667
Right to reimbursement	57,192	58,359
Other	3,373	4,574
Allowance for doubtful accounts	(61,050)	(67,740)
Total current assets	982,519	1,078,467
Non-current assets		
Property, plant and equipment		
Buildings	15,956	14,420
Accumulated depreciation	(13,715)	(12,429)
Buildings, net	2,240	1,990
Structures	2,342	2,097
Accumulated depreciation	(1,856)	(1,641)
Structures, net	486	456
Equipment	10,660	10,923
Accumulated depreciation	(6,725)	(6,986)
Equipment, net	3,935	3,936
Leased assets	2,133	3,122
Accumulated depreciation	(2,021)	(1,861)
Leased assets, net	111	1,260
Total property, plant and equipment	6,773	7,644
Intangible assets		
Goodwill	734	215
Software	6,566	7,732
Other	38	9
Total intangible assets	7,338	7,958

(Millions of yen)

	Prior fiscal year (As of March 31, 2023)	Current fiscal year (As of March 31, 2024)
Investments and other assets		
Investment securities	951	951
Shares of subsidiaries and associates	15,916	21,452
Claims provable in bankruptcy, claims provable in rehabilitation and other	1,122	975
Long-term prepaid expenses	1,637	1,861
Deferred tax assets	64,656	56,034
Guarantee deposits	4,041	3,837
Prepaid pension costs	5,165	5,416
Other	782	780
Allowance for doubtful accounts	(650)	(560)
Total investments and other assets	93,623	90,749
Total non-current assets	107,736	106,352
Total assets	1,090,256	1,184,819
Liabilities		
Current liabilities		
Accounts payable-trade	334	750
Commercial papers	34,998	29,989
Current portion of long-term borrowings	89,926	112,285
Current portion of bonds	25,000	40,000
Lease obligations	115	349
Accounts payable-other	1,759	1,997
Accrued expenses	9,570	9,636
Income taxes payable	3,622	9,659
Deposits received	321	424
Provision for loss on guarantees	8,670	10,870
Asset retirement obligations	709	579
Other	262	298
Total current liabilities	175,290	216,840
Non-current liabilities		
Bonds payable	70,000	95,000
Long-term loans borrowings	285,253	311,139
Lease obligations	23	1,069
Provision for loss on interest repayment	57,723	30,346
Asset retirement obligations	5,393	4,781
Other	154	167
Total non-current liabilities	418,549	442,504
Total liabilities	593,839	659,345

(Millions of yen)

	Prior fiscal year (As of March 31, 2023)	Current fiscal year (As of March 31, 2024)
Net assets		
Shareholders' equity		
Share capital	63,832	63,832
Capital surplus		
Legal capital surplus	72,322	72,322
Total capital surplus	72,322	72,322
Retained earnings		
Legal retained earnings	4,320	4,320
Other retained earnings		
General reserve	80,000	80,000
Retained earnings brought forward	275,941	304,998
Total retained earnings	360,261	389,319
Treasury shares	(0)	(0)
Total shareholders' equity	496,416	525,474
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	0	0
Total valuation and translation adjustments	0	0
Total net assets	496,416	525,474
Total liabilities and net assets	1,090,256	1,184,819

(2) Non-consolidated Statement of Income

(Millions of yen)

	For the year ended March 31, 2023 (from April 1, 2022 to March 31, 2023)	For the year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)
Operating revenue		
Interest on operating loans	117,875	126,020
Revenue from credit card business	12,377	14,693
Revenue from credit guarantee	46,285	50,326
Other financial revenue		
Interest on deposits	0	0
Interest on securities	0	0
Foreign exchange gains	130	158
Total other financial revenue	130	158
Other operating revenue	24,011	24,269
Total operating revenue	200,679	215,467
Operating expenses		
Financial expenses		
Interest expenses	1,487	1,640
Interest on bonds	588	569
Amortization of bond issuance cost	-	293
Other	505	581
Total financial expenses	2,581	3,084
Other operating expenses		
Advertising expenses	17,767	19,546
Provision of allowance for doubtful accounts	47,886	60,119
Provision for loss on guarantees	8,670	10,870
Employees' salaries, allowances and bonuses	13,675	13,972
Retirement benefit expenses	610	763
Welfare expenses	2,345	2,409
Rent expenses	4,477	3,957
Depreciation	3,156	3,043
Commission fee	18,236	20,185
Amortization of goodwill	518	518
Other	17,927	16,193
Total other operating expenses	135,271	151,579
Total operating expenses	137,852	154,664
Operating profit	62,826	60,803

(Millions of yen)

	For the year ended March 31, 2023 (from April 1, 2022 to March 31, 2023)	For the year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)
Non-operating income		
Interest income	1	1
Dividend income	7,444	5,860
Other	288	336
Total non-operating income	7,733	6,197
Non-operating expenses		
Interest expenses	1	2
Foreign exchange losses	132	-
Other	9	12
Total non-operating expenses	143	14
Ordinary profit	70,417	66,986
Extraordinary income		
Gain on sale of non-current assets	1,115	257
Gain on sale of investment securities	-	0
Total extraordinary income	1,115	257
Extraordinary loss		
Loss on sale of non-current assets	67	-
Loss on retirement of non-current assets	191	190
Impairment losses	3,523	-
Loss on valuation of shares of subsidiaries and associates	1,190	-
Other	3	1
Total extraordinary loss	4,975	191
Profit before income taxes	66,557	67,051
Income taxes-current	6,511	12,138
Income taxes-deferred	11,061	8,622
Total income taxes	17,572	20,761
Profit	48,985	46,290

(3) Non-consolidated Statement of Changes in Net Assets

Prior fiscal year (from April 1, 2022, to March 31, 2023)

(Millions of yen)

	Shareholders' equity		
	Share capital	Capital surplus	
		Legal capital surplus	Total capital surplus
Beginning balance	63,832	72,322	72,322
Changes of items during the period			
Dividends of surplus			
Profit			
Purchase of treasury shares			
Net changes of items other than shareholders' equity			
Total changes of items during the period	-	-	-
Ending balance	63,832	72,322	72,322

	Shareholders' equity			
	Legal retained earnings	Retained earnings		Total retained earnings
		Other retained earnings		
		General reserve	Retained earnings brought forward	
Beginning balance	4,320	80,000	241,055	325,375
Changes of items during the period				
Dividends of surplus			(14,099)	(14,099)
Profit			48,985	48,985
Purchase of treasury shares				
Net changes of items other than shareholders' equity				
Total changes of items during the period	-	-	34,885	34,885
Ending balance	4,320	80,000	275,941	360,261

	Shareholders' equity		Valuation and translation adjustments		Total net assets
	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Total valuation and translation adjustments	
Beginning balance	(0)	461,531	0	0	461,531
Changes of items during the period					
Dividends of surplus		(14,099)			(14,099)
Profit		48,985			48,985
Purchase of treasury shares					-
Net changes of items other than shareholders' equity			0	0	0
Total changes of items during the period	0	34,885	0	0	34,885
Ending balance	(0)	496,416	0	0	496,416

Current fiscal year (from April 1, 2023, to March 31, 2024)

(Millions of yen)

	Shareholders' equity		
	Share capital	Capital surplus	
		Legal capital surplus	Total capital surplus
Beginning balance	63,832	72,322	72,322
Changes of items during the period			
Dividends of surplus			
Profit			
Purchase of treasury shares			
Cancellation of treasury shares			
Net changes of items other than shareholders' equity			
Total changes of items during the period	-	-	-
Ending balance	63,832	72,322	72,322

	Shareholders' equity			
	Retained earnings			Total retained earnings
	Legal retained earnings	Other retained earnings		
General reserve		Retained earnings brought forward		
Beginning balance	4,320	80,000	275,941	360,261
Changes of items during the period				
Dividends of surplus			(17,232)	(17,232)
Profit			46,290	46,290
Purchase of treasury shares				
Net changes of items other than shareholders' equity				
Total changes of items during the period	-	-	29,057	29,057
Ending balance	4,320	80,000	304,998	389,319

	Shareholders' equity		Valuation and translation adjustments		Total net assets
	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Total valuation and translation adjustments	
Beginning balance	(0)	496,416	0	0	496,416
Changes of items during the period					
Dividends of surplus		(17,232)			(17,232)
Profit		46,290			46,290
Purchase of treasury shares	(0)	(0)			(0)
Net changes of items other than shareholders' equity			(0)	(0)	(0)
Total changes of items during the period	(0)	29,057	(0)	(0)	29,057
Ending balance	(0)	525,474	0	0	525,474