

Quarterly Securities Report

(The third quarter of the 37th fiscal year)

ACOM CO., LTD.

Quarterly Securities Report

1. This document has been outputted and printed by adding a table of contents and page numbers to the data contained in the quarterly securities report which has been submitted through the usage of Electronic Disclosure for Investors' NETwork (EDINET) that is stipulated in Article 27-30-2 of the Financial Instruments and Exchange Act of Japan.
2. This document encloses at the end both the quarterly review report that has been attached to the quarterly securities report submitted through the abovementioned method as well as the confirmation which has been submitted at the same time as that of the abovementioned quarterly securities report.

This document is a translation of the Third Quarter Securities Report (original text: Japanese) submitted to the Prime Minister pursuant to Article 24-4-7 of the Financial Instruments and Exchange Act. It does not bear any responsibility pertaining to the aforementioned Financial Instruments and Exchange Act regarding the content of the English text. We recommend that the determination of the authenticity of the content be based on the Japanese text of the Third Quarter Securities Report.

Contents

[Cover]	1
Part I Information on the Company	2
I. Overview of the Company	2
1. Key Financial Data and Trends	2
2. Description of Business	2
II. Business Overview	3
1. Risks Related to Business	3
2. Material Business Agreements, etc.	3
3. Analyses of Consolidated Business Results, Financial Position and Cash Flows	3
III. Information on the Filing Company	6
1. Information on the Company's Shares	6
2. Directors	8
IV. Financial Information	9
1. Quarterly Consolidated Financial Statements	10
2. Others	22
Part II Information on Guarantors for the Filing Company	23

[Cover]

[Document Submitted]

Quarterly Securities Report (“Shihanki-Hokokusho”)

[Article of the Applicable Law Requiring Submission of This Document]

Article 24-4-7, Paragraph 1 of the Financial Instruments and Exchange Act of Japan

[Submitted to]

Director, Kanto Local Finance Bureau

[Date of Submission]

February 14, 2014

[Quarterly Accounting Period]

The Third Quarter of the 37th Fiscal Year (from October 1, 2013 to December 31, 2013)

[Company Name]

ACOM Kabushiki-Kaisha

[Company Name in English]

ACOM CO., LTD. (the “Company”)

[Position and Name of Representative]

Shigeyoshi Kinoshita, Chairman, President & CEO

[Location of Head Office]

1-1, Marunouchi 2-chome, Chiyoda-ku, Tokyo

[Phone No.]

03-5533-0811 (main)

[Contact for Communications]

Takashi Kiribuchi, Chief General Manager of Treasury Department

[Nearest Contact]

1-1, Marunouchi 2-chome, Chiyoda-ku, Tokyo

[Phone No.]

03-5533-0811 (main)

[Contact for Communications]

Takashi Kiribuchi, Chief General Manager of Treasury Department

[Place Where Available for Public Inspection]

Tokyo Stock Exchange, Inc.
(2-1, Nihombashi Kabutocho, Chuo-ku, Tokyo)

Part I Information on the Company

I. Overview of the Company

1. Key Financial Data and Trends

(Millions of yen, unless otherwise stated)

Fiscal period	For the nine months ended December 31, 2012	For the nine months ended December 31, 2013	36th fiscal year
Period of account	From April 1, 2012 to December 31, 2012	From April 1, 2013 to December 31, 2013	From April 1, 2012 to March 31, 2013
Operating revenue	145,619	150,968	193,028
Ordinary income	47,775	47,676	21,835
Net income	45,331	43,309	20,839
Comprehensive income	47,196	46,743	24,793
Net assets	308,966	333,796	286,710
Total assets	1,100,317	1,072,309	1,165,576
Net income per share (yen)	28.94	27.65	13.30
Diluted net income per share (yen)	—	—	—
Shareholders' equity ratio (%)	27.55	30.26	24.00

Fiscal period	For the third quarter of the 36th fiscal year	For the third quarter of the 37th fiscal year
Period of account	From October 1, 2012 to December 31, 2012	From October 1, 2013 to December 31, 2013
Net income per share (yen)	11.55	9.34

- (Notes)
1. Key financial data and trends of the Filing Company are not stated since the Filing Company has prepared its quarterly consolidated financial statements.
 2. "Diluted net income per share" is not stated since there is no dilutive security.
 3. Operating revenue is presented exclusive of consumption tax, etc.
 4. As of October 1, 2013, the Company executed a stock split where each share of its common stock was split into 10 shares. In association therewith, "Net income per share" was calculated supposing that the stock split was conducted at the beginning of the fiscal year ended March 31, 2013.

2. Description of Business

During the nine months ended December 31, 2013, there was no material change in the businesses conducted by the Company Group (the Company and its subsidiaries and affiliates).

There was no change in the status of the Company's major subsidiaries and affiliates, either.

II. Business Overview

1. Risks Related to Business

There were no significant events or conditions which may cast significant doubt about the going-concern assumption, or other events having material impact on the Company's operations, during the nine months ended December 31, 2013.

There were no significant changes to the "Risks Related to Business" described in the Securities Report for the prior fiscal year.

2. Material Business Agreements, etc.

Based on a resolution at the Board of Directors meeting held on December 24, 2013, MU Credit Guarantee Co., Ltd., a consolidated subsidiary of the Company, concluded a contract for an absorption-type company split to succeed the guarantee business of Mobit Co., Ltd. as of December 26, 2013.

The overview of the contract for the absorption-type company split is as follows:

- (1) Objective of the absorption-type company split
To utilize the accumulated expertise of the Company Group, which engages in the consumer finance business as a key member of the Mitsubishi UFJ Financial Group, for the operation of the guarantee business for the purpose of maximizing the corporate value of the Company Group.
- (2) Method of the absorption-type company split
Absorption-type company split and purchase of stocks by cash consideration whereby MU Credit Guarantee is the succeeding company and Mobit is the split company
- (3) Effective date of the absorption-type company split
March 1, 2014 (provisional)
- (4) Shares to be issued at the absorption-type company split and allocation thereof
MU Credit Guarantee will succeed the guarantee business of Mobit through the absorption-type company split. Concurrently, The Bank of Tokyo-Mitsubishi UFJ, Ltd. ("BTMU") will acquire the common stock which MU Credit Guarantee plans to issue anew upon this company split, of which 50% will be transferred to the Company. As a result, MU Credit Guarantee is expected to become a joint venture for which 50.1% of the shares issued are owned by the Company and 49.9% by BTMU.
- (5) Scale of the business to be succeeded
Balance of credit guarantee associated with the guarantee business: Approximately 71,000 million yen (as of March 31, 2013)
- (6) Overview of the succeeding company
Name: MU Credit Guarantee Co., Ltd.
Description of business: Guarantee business for financial institutions
Capital stock: 300 million yen (provisional)

3. Analyses of Consolidated Business Results, Financial Position and Cash Flows

(1) Analysis of business results

During the nine months ended December 31, 2013, the Japanese economy saw positive trends of gradual improvement in the employment situation and consumer spending mainly due to the effects from various governmental policies. However, uncertainty over business prospects remained, affected by concerns about a possible downturn in the Japanese economy due to factors such as concerns over the possible downturn of overseas economies including the downturn in the economies of emerging nations represented by China and financial issues in the United States, as well as the expected reactions against the consumption tax hike scheduled to be implemented in April 2014.

In the consumer finance industry, severe business conditions continue, including a slowdown in the decrease in requests for interest repayment and the continuing trend of a shrinking market, although signs of recovery are at long last being observed recently in the conditions of loans and new applications.

In such an environment, under its management vision of "aiming to become the leading company that gives prime satisfactions to as many customers as possible and trusted in the consumer loan market," the Company Group has positioned its loan business, guarantee business and overseas finance business as the three core business categories in the medium-term management plan. To increase market shares in the consumer loan market, the Company Group mainly promoted the operations in the loan, guarantee and

loan servicing businesses in the domestic region. In the overseas region, the Company Group also promoted the loan business in the Kingdom of Thailand and the banking business in Republic of Indonesia as core businesses.

Consolidated operating revenue for the nine months ended December 31, 2013 increased to 150,968 million yen (up 3.7% year-on-year) primarily due to increases in revenue from credit guarantee and interest on loans of banking business. Operating expenses increased to 103,996 million yen (up 5.5% year-on-year) primarily due to an increase in provision of allowance for doubtful accounts resulting from an increase in operating assets, as well as an increase in advertising expenses. Operating income decreased to 46,972 million yen (down 0.1% year-on-year), and ordinary income decreased to 47,676 million yen (down 0.2% year-on-year).

In addition, the Company posted a net income of 43,309 million yen (down 4.5% year-on-year) mainly due to a year-on-year decrease of 3,372 million yen in extraordinary income.

Business results for each segment are as follows:

Effective from the second quarter of the fiscal year ending March 31, 2014, the method of allocating the expenses of back-office sections, etc. of the Company to each reported segment has been partially refined.

Compared with the segment income figures that would have been obtained by the method before it was refined, the segment income for the nine months ended December 31, 2013 of the loan and credit card business increased by 1,941 million yen, that of the guarantee business decreased by 1,688 million yen and that of the overseas finance business decreased by 253 million yen.

1) Loan and credit card business

In the domestic loan and credit card business, interest on consumer loans decreased year-on-year mainly due to a 0.2% year-on-year decrease in loans receivable of consumer loans despite a 0.3% increase compared with the end of the prior fiscal year and the decline in average yield. As a result, the business segment's operating revenue was 95,408 million yen (down 4.5% year-on-year). The segment posted operating income of 32,801 million yen (down 3.7% year-on-year) for the nine months ended December 31, 2013, due to increases in advertising expenses and other items under operating expenses.

2) Guarantee business

In the guarantee business, the business segment's operating revenue was 21,218 million yen (up 17.6% year-on-year) due to a 14.6% year-on-year increase (a 10.3% increase compared with the end of the prior fiscal year) in the balance of credit guarantees in the guarantee operation. Operating income was 6,161 million yen (down 0.6% year-on-year) mainly due to increases in bad debt expenses and general administrative expenses under operating expenses.

3) Loan servicing business

In the loan servicing business, the amount of collection from purchased receivables decreased year-on-year due to a downturn and intensified competition in the purchased receivables market. As a result, the business segment's operating revenue was 5,043 million yen (down 6.6% year-on-year) and operating income was 687 million yen (down 31.9% year-on-year) due to a decrease in cost of purchased receivables under operating expenses.

4) Overseas finance business

Among financial businesses conducted overseas, regarding the loan business in the Kingdom of Thailand, EASY BUY Public Company Limited actively conducted sales activities while maintaining the soundness of loan portfolio, and loans receivable of consumer loans continued to show stable growth. In the banking business in the Republic of Indonesia, loans receivable of banking business increased stably. As a result, operating revenue and operating income were 29,087 million yen (up 35.3% year-on-year) and 7,337 million yen (up 39.4% year-on-year), respectively.

(2) Analysis of financial position

Compared with the end of the prior fiscal year, total assets decreased by 93,267 million yen while net assets increased by 47,085 million yen as of December 31, 2013. Details of changes in assets, liabilities and net assets are as follows:

(Assets)

Current assets decreased by 96,735 million yen while noncurrent assets increased by 3,467 million yen. The breakdown of major increases and decreases in current assets is as follows: short-term loans receivable (down by 59,986 million yen), cash and deposits (down by 47,761 million yen), loans receivable of consumer loans (up by 15,648 million yen), and loans receivable of banking business (up by 4,764 million yen). The breakdown of major increases in noncurrent assets includes software (up by 3,407 million yen).

(Liabilities)

With regard to the liabilities account, changes in current, noncurrent, and total liabilities were decreases of 87,154 million yen, 53,199 million yen, and 140,353 million yen, respectively. The breakdown of major increases and decreases in liabilities is as follows: loans and bonds payable (down by 88,155 million yen), provision for loss on interest repayment (down by 55,200 million yen), and deposits of banking business (up by 3,498 million yen).

(Net assets)

In terms of net assets, shareholders' equity increased by 43,309 million yen mainly due to an increase of retained earnings, minority interests increased by 2,374 million yen, and accumulated other comprehensive income increased by 1,402 million yen. As a result, total net assets increased by 47,085 million yen, and the shareholder's equity ratio increased by 6.3 percentage points year-to-date to 30.3%.

(3) Business and financial issues to address

The nine months ended December 31, 2013 saw no significant change in business and financial issues to address and did not present new issue that the Company needed to address.

(4) Research and development activities

Not applicable.

III. Information on the Filing Company
 1. Information on the Company's Shares

(1) Total number of shares, etc.

1) Total number of shares

Class	Total number of shares authorized to be issued
Common stock	5,321,974,000
Total	5,321,974,000

2) Total number of shares issued

Class	As of the end of the current third quarter (December 31, 2013)	As of the submission date (February 14, 2014)	Stock exchange on which the Company is listed	Description
Common stock	1,596,282,800	1,596,282,800	The First Section of the Tokyo Stock Exchange	These are the Company's standard shares with no restricted rights. One unit of stock constitutes 100 shares.
Total	1,596,282,800	1,596,282,800	—	—

(Note) Pursuant to the resolution at the Board of Directors meeting held on June 21, 2013, the Company executed a stock split to make its trading unit 100 shares where each share of its common stock was split into 10 shares and the number of shares constituting one unit was amended from 10 shares to 100 shares with October 1, 2013, as the effective date.

Consequently, the total number of shares issued increased by 1,436,654,520 shares to 1,596,282,800 shares after the stock split.

(2) Status of the stock acquisition rights

Not applicable.

(3) Status in the exercise of bonds with stock acquisition rights with exercise price amendment

Not applicable.

(4) Rights plans

Not applicable.

(5) Changes in the total number of shares issued and the amount of capital stock and other

(Millions of yen, unless otherwise stated)

Date	Changes in the total number of shares issued (Thousands of shares)	Balance of the total number of shares issued (Thousands of shares)	Changes in capital stock	Balance of capital stock	Changes in legal capital surplus	Balance of legal capital surplus
October 1, 2013	1,436,654	1,596,282	—	63,832	—	72,322

(Note) Pursuant to the resolution at the Board of Directors meeting held on June 21, 2013, the Company executed a stock split where each share of its common stock was split into 10 shares with October 1, 2013, as the effective date.

(6) Major shareholders

No entry is made, since the current quarter was the third quarter.

(7) Status of voting rights

Details of registered shareholders as of December 31, 2013 have not yet been confirmed; therefore, we are unable to present the situation of voting rights on that date. The information regarding voting rights presented below relates to the shareholders registered as of September 30, 2013.

1) Issued shares

As of September 30, 2013

Classification	Number of shares (shares)	Number of voting rights (units)	Details
Shares without voting rights	—	—	—
Shares with limited voting rights (treasury stock, etc.)	—	—	—
Shares with limited voting rights (others)	—	—	—
Shares with full voting rights (treasury stock, etc.)	(Treasury stock) Common stock 2,966,740	—	—
Shares with full voting rights (others)	Common stock 156,660,170	15,666,017	—
Shares of less than one unit	Common stock 1,370	—	—
Total number of shares issued	159,628,280	—	—
Total voting rights held by all shareholders	—	15,666,017	—

(Notes) 1. The number of shares of common stock in the “Shares with full voting rights (others)” box includes 300 shares (30 units of voting rights) held by Japan Securities Depository Center, Inc.
2. The number of shares of common stock in the “Shares of less than one unit” box includes 4 shares of treasury stock held by the Company.
3. Pursuant to the resolution at the Board of Directors meeting held on June 21, 2013, the Company executed a stock split to make its trading unit 100 shares where each share of its common stock was split into 10 shares and the number of shares constituting one unit was amended from 10 shares to 100 shares with October 1, 2013, as the effective date.
Consequently, the total number of shares issued increased by 1,436,654,520 shares to 1,596,282,800 shares after the stock split.

2) Treasury stock, etc.

As of September 30, 2013

Shareholder	Address of shareholder	Number of shares held under own name (shares)	Number of shares held under the names of others (shares)	Total (shares)	Percentage of shares held to the total number of issued shares (%)
(Treasury stock) ACOM CO., LTD.	1-1, Marunouchi 2-chome, Chiyoda-ku, Tokyo	2,966,740	—	2,966,740	1.85
Total	—	2,966,740	—	2,966,740	1.85

(Note) Pursuant to the resolution at the Board of Directors meeting held on June 21, 2013, the Company executed a stock split where each share of its common stock was split into 10 shares with October 1, 2013, as the effective date.

2. Directors

There was no change in directors for the nine months ended December 31, 2013 after the filing date of the securities report for the prior fiscal year.

IV. Financial Information

1. Basis of preparation of the quarterly consolidated financial statements

The quarterly consolidated financial statements of the Company are prepared in accordance with the “Regulations Concerning the Terminology, Forms and Preparation of Quarterly Consolidated Financial Statements” (Cabinet Office Ordinance No. 64, 2007) and the “Ordinance on Reorganization of Accounting Methods for Special Finance Corporations, etc.” (Ordinance of General Administrative Agency of the Cabinet/the Finance Ministry No. 32 of 1999).

2. Audit and review reports

Pursuant to the first paragraph of Article 193-2 of the Financial Instruments and Exchange Act, the Company’s quarterly consolidated financial statements for the current third quarter (from October 1, 2013 to December 31, 2013) and for the nine months ended December 31, 2013 (from April 1, 2013 to December 31, 2013) were reviewed by Deloitte Touche Tohmatsu LLC.

1. Quarterly Consolidated Financial Statements
(1) Quarterly Consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2013	As of December 31, 2013
Assets		
Current assets		
Cash and deposits	117,819	70,057
Loans receivable of consumer loans	*2 800,393	*2 816,041
Loans receivable of banking business	52,501	57,266
Accounts receivable-installment	20,526	18,885
Purchased receivables	8,489	7,729
Short-term investment securities	35,951	25,670
Trading account securities	10,938	12,115
Merchandise and finished goods	325	325
Raw materials and supplies	88	84
Deferred tax assets	18,932	18,989
Short-term loans receivable	59,986	—
Other	34,696	36,321
Allowance for doubtful accounts	(43,725)	(43,298)
Total current assets	1,116,925	1,020,190
Noncurrent assets		
Property, plant and equipment		
Buildings and structures, net	6,973	7,048
Equipment, net	9,916	10,285
Land	6,275	6,235
Other, net	989	960
Total property, plant and equipment	24,155	24,529
Intangible assets		
Goodwill	11,769	11,100
Other	1,565	4,973
Total intangible assets	13,335	16,073
Investments and other assets		
Investment securities	1,741	2,127
Deferred tax assets	100	148
Guarantee deposits	5,854	5,797
Other	*2 4,260	*2 4,116
Allowance for doubtful accounts	(796)	(674)
Total investments and other assets	11,160	11,515
Total noncurrent assets	48,651	52,118
Total assets	1,165,576	1,072,309

(Millions of yen)

	As of March 31, 2013	As of December 31, 2013
Liabilities		
Current liabilities		
Notes and accounts payable-trade	216	238
Short-term loans payable	36,259	6,567
Current portion of long-term loans payable	184,346	195,338
Current portion of bonds payable	83,157	12,148
Deposits of banking business	66,725	70,223
Income taxes payable	1,400	820
Provision for loss on guarantees	*1 5,010	*1 5,240
Asset retirement obligations	34	6
Deferred installment income	327	181
Other	13,952	13,509
Total current liabilities	391,429	304,275
Noncurrent liabilities		
Bonds payable	93,204	137,941
Long-term loans payable	235,554	192,372
Deferred tax liabilities	589	1,133
Provision for retirement benefits	424	806
Provision for directors' retirement benefits	25	24
Provision for loss on interest repayment	151,000	95,799
Asset retirement obligations	4,462	4,528
Other	2,175	1,630
Total noncurrent liabilities	487,436	434,237
Total liabilities	878,866	738,512
Net assets		
Shareholders' equity		
Capital stock	63,832	63,832
Capital surplus	76,010	76,010
Retained earnings	162,766	206,076
Treasury stock	(19,793)	(19,793)
Total shareholders' equity	282,815	326,125
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	8	127
Foreign currency translation adjustment	(3,045)	(1,762)
Total accumulated other comprehensive income	(3,037)	(1,634)
Minority interests	6,931	9,305
Total net assets	286,710	333,796
Total liabilities and net assets	1,165,576	1,072,309

(2) Quarterly Consolidated Statement of Income and Quarterly Consolidated Statement of Comprehensive Income
(Quarterly Consolidated Statement of Income)
Nine months ended December 31

(Millions of yen)

	For the nine months ended December 31, 2012	For the nine months ended December 31, 2013
Operating revenue		
Interest on consumer loans	105,746	105,784
Interest on loans of banking business	4,048	5,647
Revenue from credit card business	1,693	1,647
Revenue from installment sales finance business	503	213
Revenue from credit guarantee	16,125	18,828
Collection from purchased receivable	4,585	4,144
Other financial revenue	*1 746	*1 836
Other operating revenue	12,169	13,865
Total operating revenue	145,619	150,968
Operating expenses		
Financial expenses	*2 16,871	*2 16,006
Cost of purchased receivable	2,208	1,585
Other operating expenses	79,528	86,403
Total operating expenses	98,609	103,996
Operating income	47,010	46,972
Non-operating income		
Interest income	145	100
Dividends income	265	9
Equity in earnings of affiliates	9	28
House rent income	258	243
Gain on investments in partnerships	0	179
Other	139	177
Total non-operating income	818	738
Non-operating expenses		
Interest expenses	13	15
Loss on investments in partnerships	18	8
Other	21	10
Total non-operating expenses	53	33
Ordinary income	47,775	47,676

(Millions of yen)

	For the nine months ended December 31, 2012	For the nine months ended December 31, 2013
Extraordinary income		
Gain on sales of noncurrent assets	28	10
Gain on sales of investment securities	97	0
Gain on sales of subsidiaries and affiliates' stocks	356	—
Gain on transfer from business divestitures	2,900	—
Other	1	0
Total extraordinary income	3,383	11
Extraordinary loss		
Loss on sales of noncurrent assets	22	3
Loss on retirement of noncurrent assets	57	127
Impairment loss	0	—
Loss on sales of investment securities	18	0
Loss on valuation of investment securities	90	7
Other	16	0
Total extraordinary losses	207	140
Income before income taxes and minority interests	50,951	47,547
Income taxes-current	2,298	1,834
Income taxes-deferred	1,734	524
Total income taxes	4,033	2,358
Income before minority interests	46,918	45,188
Minority interests in income	1,587	1,878
Net income	45,331	43,309

(Quarterly Consolidated Statement of Comprehensive Income)
 Nine months ended December 31

(Millions of yen)

	For the nine months ended December 31, 2012	For the nine months ended December 31, 2013
Income before minority interests	46,918	45,188
Other comprehensive income		
Valuation difference on available-for-sale securities	368	119
Foreign currency translation adjustment	(90)	1,435
Total other comprehensive income	277	1,554
Comprehensive income	47,196	46,743
Comprehensive income attributable to:		
Owners of the parent	45,350	44,712
Minority interests	1,845	2,030

[Notes]

(Additional information)

(Business combination by means of acquisition)

Based on a resolution at the Board of Directors meeting held on December 24, 2013, MU Credit Guarantee Co., Ltd. (“MU Credit Guarantee”), a consolidated subsidiary of the Company, concluded a contract for an absorption-type company split to succeed the guarantee business of Mobit Co., Ltd. (“Mobit”) as of December 26, 2013.

Effective March 1, 2014, MU Credit Guarantee will succeed the guarantee business of Mobit through the absorption-type company split. Concurrently, The Bank of Tokyo-Mitsubishi UFJ, Ltd. (“BTMU”) will acquire the common stock which MU Credit Guarantee plans to issue anew upon this company split, of which 50% will be transferred to the Company. As a result, MU Credit Guarantee is expected to become a joint venture for which 50.1% of the shares issued are owned by the Company and 49.9% by BTMU.

1. Overview of the business combination

(1) Name of the counterparty and description of the business to be acquired

Name of the counterparty: Mobit Co., Ltd.

Description of the business to be acquired: Guarantee business

(2) Major reason for the business combination

To utilize the accumulated expertise of the Company Group, which engages in the consumer finance business as a key member of the Mitsubishi UFJ Financial Group, for the operation of the guarantee business for the purpose of maximizing the corporate value of the Company Group.

(3) Provisional date of the business combination

March 1, 2014

(4) Legal form of the business combination

Absorption-type company split and purchase of stocks by cash consideration whereby MU Credit Guarantee is the succeeding company and Mobit is the split company

(5) Name of the company after the combination

MU Credit Guarantee Co., Ltd.

(Notes to Quarterly Consolidated Balance Sheet)

*1. Contingent liabilities

	(Millions of yen)	
	Prior fiscal year (As of March 31, 2013)	Current third quarter (As of December 31, 2013)
Outstanding guarantee obligation in the guarantee business	586,521	646,946
Outstanding guarantee obligation in the banking business	933	1,087
Provision for loss on guarantees	5,010	5,240
Net	582,444	642,793

*2. Status of non-performing loans in loans receivable of consumer loans

	(Millions of yen)	
	Prior fiscal year (As of March 31, 2013)	Current third quarter (As of December 31, 2013)
Loans to bankrupt parties	1,030	861
Loans in arrears	23,064	20,283
Loans overdue by three months or more	2,832	3,674
Restructured loans	37,886	32,165
Total	64,814	56,984

(Notes) 1. Loans to bankrupt parties refer to loans to bankrupt parties, parties in rehabilitation and reorganization, and others which are loans where interest is not accrued.

2. Loans in arrears refer to other loans where interest is not accrued, excluding loans on which interest payment is deferred for the purpose of reconstructing or assisting debtors.

3. Loans overdue by three months or more refer to loans other than the above that are overdue by three months or more.

4. Restructured loans refer to loans other than the above that are restructured on favorable terms for debtors, such as reduction or waiving of interest, in order to facilitate collection of an outstanding balance.

(Notes to Quarterly Consolidated Statement of Income)

*1. Major items of other financial revenue

	(Millions of yen)	
	For the nine months ended December 31, 2012 (from April 1, 2012 to December 31, 2012)	For the nine months ended December 31, 2013 (from April 1, 2013 to December 31, 2013)
Interest on deposits	62	59
Interest on securities	138	85
Interest on loans	31	9
Foreign exchange gains	92	22
Gain on valuation of derivatives	74	102

*2. Major items of financial expenses

	(Millions of yen)	
	For the nine months ended December 31, 2012 (from April 1, 2012 to December 31, 2012)	For the nine months ended December 31, 2013 (from April 1, 2013 to December 31, 2013)
Interest expenses	8,918	8,479
Interest on bonds	4,711	3,053
Amortization of bond issuance costs	63	259
Interest expenses for deposits of banking business	2,041	2,902

3. Basis for classification of financial revenue and financial expenses on quarterly consolidated statement of income is as follows.

(1) Financial revenue stated as operating revenue

Includes all financial revenue earned by the Company and its subsidiaries engaged in the financial service business, excluding dividends and interest on investment securities, etc.

(2) Financial expenses stated as operating expenses

Include all financial expenses spent by the Company and its subsidiaries engaged in the financial service business, excluding interest expenses, etc. which have no relationship to operating revenue.

(Notes to Quarterly Consolidated Statement of Cash Flows)

Quarterly Consolidated Statement of Cash Flows has not been prepared for the nine months ended December 31, 2013. The amounts of depreciation (including amortization of intangible assets except goodwill) and amortization of goodwill for the nine months are as follows.

	(Millions of yen)	
	For the nine months ended December 31, 2012 (from April 1, 2012 to December 31, 2012)	For the nine months ended December 31, 2013 (from April 1, 2013 to December 31, 2013)
Depreciation	1,205	1,466
Amortization of goodwill	1,130	962

(Notes to Shareholders' Equity)

For the nine months ended December 31, 2012 (from April 1, 2012 to December 31, 2012)

1. Dividends paid
Not applicable.
2. Dividends whose record date falls in the nine months ended December 31, 2012, but whose effective date comes after December 31, 2012
Not applicable.

For the nine months ended December 31, 2013 (from April 1, 2013 to December 31, 2013)

1. Dividends paid
Not applicable.
2. Dividends whose record date falls in the nine months ended December 31, 2013, but whose effective date comes after December 31, 2013
Not applicable.

(Segments of an enterprise and related information)
 [Segment information]

I. For the nine months ended December 31, 2012 (from April 1, 2012 to December 31, 2012)

1. Operating revenue, income or loss by reported segments

(Millions of yen)

	Reported segments					Others (Note)	Total
	Loan and credit card business	Guarantee business	Loan servicing business	Overseas finance business	Subtotal		
Operating revenue							
Operating revenue from external customers	99,857	18,040	5,390	21,540	144,828	790	145,619
Revenues from transactions with other operating segments	—	—	9	(35)	(26)	54	28
Total	99,857	18,040	5,400	21,504	144,802	845	145,648
Segment income	34,046	6,199	1,010	5,263	46,520	128	46,649

(Note) The “Others” category is a business segment which is not included in the reported segments and includes installment sales finance business and venture capital business, etc.

2. Amount and outline of difference between the total segment income or loss and operating income on quarterly consolidated statement of income

Income	Amount (Millions of yen)
Total reported segments	46,520
Income of “Others” category	128
Elimination of intersegment transactions	280
Adjustment due to unification of accounting treatment between parent company and subsidiaries, etc.	81
Operating income on quarterly consolidated statement of income	47,010

II. For the nine months ended December 31, 2013 (from April 1, 2013 to December 31, 2013)

1. Operating revenue, income or loss by reported segments

(Millions of yen)

	Reported segments					Others (Note)	Total
	Loan and credit card business	Guarantee business	Loan servicing business	Overseas finance business	Subtotal		
Operating revenue							
Operating revenue from external customers	95,408	21,218	5,038	29,061	150,726	242	150,968
Revenues from transactions with other operating segments	—	—	5	25	31	(19)	12
Total	95,408	21,218	5,043	29,087	150,757	222	150,980
Segment income (loss)	32,801	6,161	687	7,337	46,988	(62)	46,925

(Note) The “Others” category is a business segment which is not included in the reported segments and includes installment sales finance business, etc.

2. Amount and outline of difference between the total segment income or loss and operating income on quarterly consolidated statement of income

Income	Amount (Millions of yen)
Total reported segments	46,988
Loss of “Others” category	(62)
Elimination of intersegment transactions	195
Adjustment due to unification of accounting treatment between parent company and subsidiaries, etc.	(148)
Operating income on quarterly consolidated statement of income	46,972

3. Changes in reported segments, etc.

Effective from the second quarter of the fiscal year ending March 31, 2014, the method of allocating the expenses of back-office sections, etc. of the Company to each reported segment has been partially refined.

Compared with the segment income figures that would have been obtained by the method before it was refined, the segment income for the nine months ended December 31, 2013 of the loan and credit card business increased by 1,941 million yen, that of the guarantee business decreased by 1,688 million yen and that of the overseas finance business decreased by 253 million yen.

(Per share information)

The amount and basis for calculation of net income per share are as follows:

(Millions of yen, unless otherwise stated)

Item	For the nine months ended December 31, 2012 (from April 1, 2012 to December 31, 2012)	For the nine months ended December 31, 2013 (from April 1, 2013 to December 31, 2013)
Net income per share	28.94 yen	27.65 yen
(Basis for calculation)		
Net income	45,331	43,309
Net income not attributable to common shareholders	—	—
Net income related to common stock	45,331	43,309
Weighted average number of common stock during the quarter	1,566,615,470 shares	1,566,615,131 shares

(Notes) 1. “Diluted net income per share” is not stated since there is no dilutive security.

2. As of October 1, 2013, the Company executed a stock split where each share of its common stock was split into 10 shares. In association therewith, “Net income per share” was calculated supposing that the stock split was conducted at the beginning of the fiscal year ended March 31, 2013.

2. Others
Not applicable.

Part II Information on Guarantors for the Filing Company

Not applicable.