

Consolidated Third Quarter Earnings Report for the Nine Months Ended December 31, 2008



January 28, 2009

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 Stock Listing: Tokyo Stock Exchange
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(All amounts rounded down)

1. Consolidated Results for the Third Quarter of the Fiscal Year Ended March 31, 2009 (April 1, 2008 – December 31, 2008)

(1) Consolidated Operating Results (Cumulative)

(YoY change %)

	Revenues		Operating income		Ordinary income		Net income	
	¥ million	%	¥ million	%	¥ million	%	¥ million	%
Nine Months Ended December 31, 2008	79,889	—	12,215	—	12,201	—	14,323	—
Nine Months Ended December 31, 2007	87,440	2.1	16,702	△8.4	16,812	△12.2	9,300	△14.7

	Net income per share		Diluted net income per share	
	¥		¥	
Nine Months Ended December 31, 2008	122.54		—	
Nine Months Ended December 31, 2007	79.57		—	

(Ref.) Volume of business Nine Months Ended December 31, 2008: ¥1,251,103 million Nine Months Ended December 31, 2007: ¥1,407,521 million

(2) Consolidated Financial Position

	Total assets	Total stockholders' equity	Stockholders' equity ratio	Stockholders' equity per share
	¥ million	¥ million	%	¥
As of December 31, 2008	1,817,383	243,919	13.3	2,074.69
As of March 31, 2008	2,447,791	239,077	9.7	2,033.03

(Ref.) Stockholders' equity As of December 31, 2008: ¥242,510 million As of December 31, 2007: ¥237,642 million

2. Dividends

Record date	Divided per share				
	1st Quarter	2nd Quarter	3rd Quarter	Year End	For the Year
Year Ended March 31, 2008	—	22.00	—	18.00	40.00
Year Ended March 31, 2009	—	18.00	—	—	—
Year Ended March 31, 2009 (Forecast)	—	—	—	18.00	36.00

(Note) Changes to the dividend forecast in the current quarter: None

Of 2nd Quarter dividend for the year ended March 31, 2008: ¥4.00 is the commemorative dividend.

3. Forecasts for the Year Ending March 31, 2009 (April 1, 2008 – March 31, 2009)

(% is YoY for the fiscal year)

fiscal year	Revenues		Operating income		Ordinary income		Net income		Net income per share
	¥ million	%	¥ million	%	¥ million	%	¥ million	%	¥
	107,500	△8.3	18,140	△19.3	18,000	△20.4	10,700	△0.2	91.54

(Note) Changes to the earnings forecast in the current quarter: Yes

(Ref.) Volume of business Full fiscal year: ¥1,600,000 million

4. Others

(1) Changes to significant subsidiaries during the term: None

New: ___ (Company name) Excluded: ___ (Company name)

(2) Adoption of the accounting standards specific for simplified accounting procedure and preparation of quarterly consolidated financial statements: Yes

[(Note) For details, refer to "4. Others" under Qualitative Information.]

(3) Changes in principles, methods, or reporting procedure of accounting treatments in preparation of quarterly consolidated financial statements: (Those listed under "important items that form the basis for presenting consolidated financial statements.")

1) Changes due to change in accounting standards: Yes

2) Changes other than 1) above: Yes

[(Note) For details, refer to "4. Others" under Qualitative Information.]

(4) Number of outstanding shares (common shares)

1) Shares issued at end of term (including own shares)

Third quarter of the year ending March 31, 2009: 124,826,552 shares Year ended March 31, 2008: 124,826,552 shares

2) Own shares at end of term

Third quarter of the year ending March 31, 2009: 7,936,348 shares Year ended March 31, 2008: 7,935,994 shares

3) Weighted average number of shares outstanding (for the consolidated quarter)

Third quarter of the year ending March 31, 2009: 116,890,185 shares Third quarter of the year ended March 31, 2008: 116,890,916 shares

Note: Explanation for proper use of the forecasts, etc.

1. Consolidated forecasts stated herein have been prepared using information available on the date of release. Accordingly, forecasts may differ significantly from actual results due to a variety of reasons.

2. From the current consolidated fiscal year, the Company adopted the "Accounting Standard for Quarterly Financial Reporting" (ASBJ Statement No. 12) and "Guidance on Accounting Standards for Quarterly Financial Reporting" (ASBJ Guidance No. 14). Also, the quarterly consolidated financial statements have been prepared in accordance with the "Regulations Relating to Quarterly Consolidated Financial Statements."

[Qualitative Information and Financial Statements]

1. Qualitative Information on Consolidated Performance

(1) Principal results

Principal results in the current Third quarter are as shown below.

(¥ million, %)

Item	Nine Months Ended December 31, 2007	Nine Months Ended December 31, 2008	YoY(※)
Business volume	1,407,521	1,251,103	△11.1
Revenues	87,440	79,889	△8.6
Operating income	16,702	12,215	△26.9
Ordinary income	16,812	12,201	△27.4
Net income	9,300	14,323	54.0

※ The year-over-year ratios are shown for reference.

During the consolidated cumulative period of the current Third quarter, the business environment surrounding our company group became severe due to the decline of company capital investments and individual consumption, and the increase of bankruptcies caused by the declining stock prices and steep yen appreciation resulting from the worldwide financial crisis.

Under these circumstances, our group has promoted our business in accordance with the “New Mid-term Management Plan” announced on May 28, 2008. (For detailed information, please refer to “4. Business Breakdown Based on “Mid-term Management Plan” on Page 22.)

As a result, concerning the turnover, commission business increased 1.4% on a year-on-year basis due to steady performance of lump-sum notes payable, and overseas business increased 4.8% year-on-year due to the expansion of credit purchasing business in the United States, but the overall turnover decreased 11.1% to ¥1,251,103 million year-on-year due to a decline in demand and readjustment of handling certain products.

Revenue decreased 8.6% to ¥79,889 million year-on-year due to the decrease of unrealized income in the change in accounting policy brought on by the application of “Practical Guidelines on Accounting Standards for Financial Instruments” (Please refer to 4. Others -- (3) Changes in principles, methods, or reporting procedures for accounting treatments in preparation of quarterly consolidated financial statements – Item 4)).

In addition, despite the reduction of labor costs and business management costs, operating income decreased 26.9% to ¥12,215 million year-on-year, and ordinary income decreased 27.4% to ¥12,201 million year-on-year due to the decrease of revenue and the increase of bad debt charge of overseas group companies.

Along with the change in accounting policy mentioned above, the unrealized income of leasing receivables accounted for up to the end of the previous fiscal year was collectively posted as extraordinary gains at the beginning of the current fiscal year, and the accounting procedure for affiliated loan sales transactions and installment sales, and for installment loan purchases was also changed, thereby posting ¥26,599 million for extraordinary gains and ¥12,776 million for extraordinary losses, so that the quarterly net income increased 54.0% to 14,323 million year-on-year.

To strengthen overseas business during the consolidated cumulative period of the current Third quarter, a new company was established in Thailand in June 2008, and a factoring company and a company for leasing vehicles used for driving lessons were purchased, respectively, in July and December of the same year in the UK.

Under the worldwide financial crisis, the business environment is becoming worse, including competition for rates and the increase of credit risk in the midst of declining domestic demand. Even in this environment, our group will continue to work towards fortifying our business structure.

(2) Principal business indicators (Annualized ROE, ROA)

(unit:%)

Indicator	Nine Months Ended December 31, 2007	Nine Months Ended December 31, 2008
ROE (Return on Equity)	5.2	8.0
ROA (Return on Assets)	0.50	0.90
Stockholders' equity ratio	9.8	13.3

(Note)

As stated above, during the consolidated cumulative period of the current Third quarter, extraordinary gains and losses were posted and the liquidation transactions meeting the requirements of vanished financial assets were processed for purchase or sale, resulting in total assets largely decreasing.

Please understand that as a result of these treatments, it is difficult to simply compare the current result with the past indicators.

2. Qualitative Information on Consolidated Financial conditions

(1) Status of Assets

Financial status at the end of the Third quarter is shown below.

(¥ million, %)

	Fiscal Year Ended March 30 2008	As of December 31, 2008	Increase/decrease	
			Amount	Change
Total assets	2,447,791	1,817,383	△630,408	△25.8
Interest-bearing dept	789,499	944,078	154,578	19.6
Net assets	239,077	243,919	4,841	2.0

i. Total assets

Due to the changes in lease accounting standards, what used to be presented as “equipment held for leases” is now presented as “leasing receivables and leasing investments” in the statements for the current consolidated fiscal quarter. Out of such items, those liquidated are processed as trading transactions by dissolving the financial assets, and are balanced out with the corresponding “long-term trade payables for liquidation of receivables.” Also, trust beneficiary rights related to credit enhancement are recorded as “short-term investments” and “investments in securities.” As a result, the total assets at the end of the Third quarter decreased ¥630,408 million to ¥1,817,383 million on a year-on-year basis.

ii. Interest-bearing debt

The interest-bearing debt at the end of the current Third quarter increased ¥154,578 million to ¥944,078 million on a year-on-year basis as a result of increasing cash or cash equivalents and fund raising for expansion of overseas group company business.

iii. Net assets

The net assets at the end of the current Third quarter increased ¥4,841 million to ¥243,919 million year-on-year due to the increase of retained earnings by posting the quarterly net income.

(2) Cash Flow

To stay prepared for unforeseeable situations in the current environment, the ending balance of cash and cash equivalents as of September 30, 2008 was ¥161,777 million, an increase of ¥262,144 million from the end of the previous fiscal year end. Cash flow in each category is shown below.

(¥ million)

	Nine Months Ended December 31, 2007	Nine Months Ended December 31, 2008
Cash flow from operating activities	73,598	△28,743
Cash flow from investing activities	△9,650	△5,073
Cash flow from financing activities	△41,095	197,650

i. Cash flow from operating activities

The cash flow from operating activities was a loss of ¥28,743 million. The breakdown is as follows: Quarterly income before income taxes: ¥26,024 million, depreciation: ¥65,609 million, increase in accounts receivable: ¥80,188 million, and payments for purchase of leasing assets: ¥77,446 million.

ii. Cash flow from investing activities

The cash flow from investing activities was a ¥5,073 million loss, principally due to acquisition of common stock for establishment and buyout subsidiaries.

iii. Cash flow from financing activities

The cash flow from financing activities was a ¥197,650 million inflow, principally due to net increases in commercial paper and long/short-term loans.

Consequently, the total cash flow from operating activities and investing activities ended up with a ¥33,817million loss.

3. Qualitative Information on Consolidated Performance Forecasts

The consolidated earnings forecast for FY2009, publicly declared at the announcement as of October 23, 2008, has been revised.

For detailed information, please refer to "RE: Revision of Earnings Forecast" publicly declared on January 28, 2009.

4. Others

(1) Changes to significant subsidiaries during the term: None

(2) Adoption of the accounting standards specific for simplified accounting and preparation of quarterly consolidated financial statements:

The income taxes are determined by multiplying income before Income taxes and minority interests for the current quarter by the effective tax rate, which is estimated by applying tax effect accounting to the income before income taxes and minority interests for the consolidated fiscal year including the current quarter. The incomes taxes-deferred are included under "income taxes."

(3) Changes in principles, methods, or reporting procedures for accounting treatments in preparation of quarterly consolidated financial statements:

1) From the current consolidated fiscal year, the Company adopted the "Accounting Standards for Quarterly Financial Reporting" (ASBJ Statement No. 12) and "Guidance on Accounting Standards for Quarterly Financial Reporting" (ASBJ Guidance No. 14). Also, the quarterly consolidated financial statements have been prepared in accordance with the "Regulations Relating to Quarterly Consolidated Financial Statements."

2) From the current consolidated 1st quarter, the Company adopted the "Practical Solution on Unification of Accounting Policies Applied to Foreign Subsidiaries for Consolidated Financial Statements" (ASBJ PITF No. 18), and made adjustments required for consolidated financial settlement. The effect of this change on profit and loss is marginal.

3) From the current consolidated 1st quarter, the Company promptly adopted the "Accounting Standards for Lease Transactions" (ASBJ Statement No. 13) and "Guidance on Accounting Standards for Lease Transactions" (ASBJ Guidance No. 16). Owing to this change, ownership non-transfer finance lease transactions are handled in accordance with the accounting standards for ordinary trading transactions. Pertaining to those ownership non-transfer finance lease transactions started before the beginning of the initial year in which the above accounting standards were adopted, appropriate book value of the fixed assets (after deducting accumulated depreciation) at the previous year-end of such initial year is used as the beginning value of the leasing investments. Also, for such lease investments, the total interest portion is allocated to each remaining lease period after adoption of said accounting standards on a straight-line basis. The effect of this change on profit and loss is marginal.

4) From the current consolidated 1st quarter, the Company adopted the "Practical Guidelines on Accounting Standards for Financial Instruments" (JICPA Laws and Regulations Committee Report No. 14, revised on March 25, 2008). Out of the liquidations of leasing receivables and leasing investment recognized by the finance lease transactions, those qualified for dissolution of financial assets used to be handled as financial transactions. Owing to the aforesaid change, however, the portion related to the right to receive future lease payments came to be processed as trading transaction from the 1st quarter of the current consolidated fiscal year. Due to this change, an extraordinary gain of ¥25,703 million was recorded at the beginning of the consolidated first quarter.

5) Regarding customer charges on installment sales and purchase of installment receivables, and banking institution guarantee charges on loan sales through alliances, the Company changed the standards for reporting earnings to an interest method, starting with the first quarter of the current consolidated fiscal year. Owing to this change, we recorded extraordinary gains of ¥379million for installment sales and ¥516 million for purchase of installment receivables, as well as an extraordinary loss of ¥7,348 million for loan sales through alliances at the beginning of the 1st quarter of the current consolidated fiscal year.

6) Our group is making efforts to reinforce the operating base for sustainable growth. Specifically, for "non-life insurance business," transactions we are promoting transaction credit insurance related to the finance business, which combines a finance function and an insurance function as the core business, and will further pursue integration with the finance business. As for "card business," we are going to expand the settlement services, which provide corporate customers with finance functions, thereby promoting the business in combination with the finance business. Also, for the "securitization business" and "outsourcing business," we are promoting

cooperative operation with the finance business involving the group companies and divisions working together, in order to provide a variety of products and services that meet our customers' diversified needs for finance functions. We anticipate that this trend will continue to grow.

As a result of these activities, the four businesses previously separated from the finance business and positioned as its incidental businesses ("non-life insurance business," "card business," "securitization business" and "outsourcing business") are now closely associated with the finance business, and are increasingly integrated with it.

Consequently, we have decided to categorize all the businesses as a single combined business segment in the finance business, starting with the 1st quarter of the current consolidated fiscal year.

5. Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheets

(¥ million)

	As of December 31, 2008	(Ref. As of March 31, 2008)
(Assets)		
Current assets		
Cash	57,259	26,358
Trade receivables	604,093	609,126
Leasing receivables and leasing investments	514,922	—
Affiliate company deposit (Parent company deposit)	204,885	74,008
Short-term investments	7,664	4,691
Deferred tax assets	9,454	10,203
Other	21,177	17,979
Allowance for losses on receivables	△11,299	△10,422
Total current assets	1,408,158	731,945
Fixed assets		
Property and equipment		
Equipment held for leases	209,322	1,371,529
Equipment for company use		
Building and structures (net)	961	2,136
Machinery, equipment and vehicles (net)	961	1,935
Furniture and fixtures (net)	1,162	1,358
Land	1,055	1,462
Total own-used assets	4,140	6,892
Total property and equipment	213,463	1,378,421
Intangible fixed assets		
Equipment held for leases	30,426	243,915
Other intangible assets		
Goodwill	7,521	5,664
Other	4,732	4,750
Total other intangible assets	12,254	10,415
Total intangible fixed assets	42,681	254,331
Investments and other assets		
Investments in securities	118,378	47,887
Deferred tax assets	2,044	1,004
Other	34,076	34,207
Allowance for doubtful accounts	△1,419	△5
Total investments and other assets	153,080	83,093
Total fixed assets	409,224	1,715,846
Total assets	1,817,383	2,447,791

As of December 31, 2008

(Ref. As of March 31, 2008)

(Liabilities)		
Current liabilities		
Trade payables	266,409	325,470
Short-term bank loans	223,549	128,536
Commercial paper	169,423	69,236
Current portion of bonds	143,746	130,065
Current portion of long-term obligation for liquidation of accounts receivables	26,437	354,674
Income taxes payable	10,038	5,928
Deferred tax liabilities	1,080	1,401
Reserve for loan on guarantees	3,300	3,400
Other	171,190	59,344
Total current liabilities	1,015,176	1,078,058
Fixed liabilities		
Bonds	180,844	240,236
Long-term debt	226,514	221,423
Long-term obligation for liquidation of accounts receivables	62,064	625,940
Deferred tax liabilities	2,468	2,442
Retirement and severance benefits	4,374	4,902
Retirement benefits for directors	712	881
Reserve for insurance contract	8,860	10,222
Other	72,448	24,606
Total fixed liabilities	558,287	1,130,655
Total liabilities	1,573,464	2,208,714
(Net Assets)		
Stockholders' equity		
Common stock	9,983	9,983
Capital surplus	45,972	45,972
Retained earnings	209,266	198,800
Treasury stock	△14,328	△14,328
Total stockholders' equity	250,893	240,428
Valuation and translation adjustments		
Net unrealized holding gain on investments in securities	1,576	994
Net deferred unrealized gain/loss on hedge accounting	△2,759	△1,750
Net foreign currency translation adjustments	△7,200	△2,030
Total valuation and translation adjustments	△8,382	△2,786
Minority interests	1,408	1,435
Total net assets	243,919	239,077
Total liabilities minority interests and stockholders' equity	1,817,383	2,447,791

(2) Quarterly Consolidated Statement of Income (Consolidated Third Quarter)

(¥ million)

	Nine Months Ended December 31, 2008
Revenues	79,889
Operating revenues	78,447
Interest and dividend income	1,441
Expenses	67,673
Selling, general and administrative expenses	46,776
Financing costs	20,896
Operating income	12,215
Non-operating revenues	19
Non-operating expenses	33
Ordinary income	12,201
Extraordinary gains	26,599
Gains on liquidation of leasing receivables for changes in the accounting standards	25,703
Gains on changes in the standards for reporting earnings from installment transactions	895
Extraordinary losses	12,776
Losses on changes in the standards for reporting earnings from loan sales through alliances	7,348
Provision of allowance for doubtful accounts	1,414
Losses on changes in the standards for reporting maintenance costs	646
Impairment loss for vehicles in UK and US	1,567
Loss on impairment for software	102
Lump-sum benefit for voluntary	848
Loss on revaluation of investments in securities	633
Loss on sales of tangible fixed assets	214
Income before income taxes and minority interests	26,024
Income taxes	11,688
Minority interests	11
Net income	14,323

(Consolidated Third Quarter)	Nine Months Ended December 31, 2008
Revenue	25,099
Business revenue	24,586
Financial revenue	513
Expenses	22,987
Selling, general and administrative expenses	15,698
Financial expenses	7,289
Operating income	2,111
Non-operating income	3
Non-operating expenses	10
Ordinary income	2,104
Extraordinary loss	1,697
Impairment loss for software	1
Lump-sum benefit for voluntary	848
Loss on revaluation of investments in securities	633
Loss on sales of tangible fixed assets	214
Income before income taxes and minority interests	406
Income taxes	788
Minority interests in loss	96
Net income(Δ represents decreases)	Δ 477

(3) Quarterly Consolidated Cash Flow

(¥ million)

	Nine Months Ended December 31, 2008
Cash flow from operating activities	
Income before income taxes and minority interests	26,024
Provision of allowance for doubtful accounts	1,414
Depreciation	65,609
Impairment loss for vehicles in UK and US	1,567
Impairment loss for software	102
Loss on sales of tangible fixed assets (Δ represents gains.)	214
Loss on revaluation of investments in securities (Δ represents gains.)	633
Lump-sum benefit for voluntary	848
Depreciation of Goodwill	840
Interest and dividend income	Δ 1,254
Interest expenses	20,135
Increase (decrease) in trade receivables (Δ represents increases.)	Δ 80,188
Increase (decrease) in leasing receivables and leasing investments (Δ represents increases.)	Δ 9,707
Increase (decrease) in allowance for doubtful accounts (Δ represents decreases.)	256
Increase (decrease) in allowance for losses on loan guarantees (Δ represents decreases.)	Δ 100
Gain/loss on disposal of equipment for leases (Δ represents gains.)	Δ 864
Gain on sale of equipment for leases	46,318
Acquisition of equipment for leases	Δ 77,446
Increase (decrease) in accounts payable (Δ represents decreases.)	19,047
Increase (decrease) in retirement and severance benefits (Δ represents decreases.)	Δ 527
Other	Δ 33,945
Subtotal	Δ 21,020
Income taxes paid	Δ 7,723
Net cash provided by operating activities	Δ 28,743
Cash flows from investing activities	
Purchase from sale of short-term investments	Δ 11,595
Proceeds from sale of short-term investments	8,718
Purchase of investments in securities	Δ 60
Proceeds from sales of investment securities	1,636
Payments for purchase of consolidated subsidiary stocks	Δ 16
Purchase of equipment for company use	Δ 388
Purchase of other intangible fixed assets	Δ 1,573
Purchase of investments in subsidiaries resulting in change in scope of consolidation	Δ 3,360
Interest and dividends received	1,165
Other	401
Net cash used in investing activities	Δ 5,073
Cash flows from financing activities	
Increase (decrease) in short-term bank loans (Δ represents decreases.)	91,710
Increase (decrease) in commercial paper (Δ represents decreases.)	104,115
Proceeds from long-term borrowings	89,051
Payment of long-term borrowings	Δ 57,694
Issuance of bonds	79,216
Redemption of bonds	Δ 83,829

Interest paid	△20,701
Dividends paid to stockholders	△4,208
Other	△8
Net cash used in financing activities	<u>197,650</u>
	△2,055
Effect of exchange rate changes on cash and cash equivalents	<u>161,777</u>
Net increase (decrease) in cash and cash equivalents (△ represents decreases.)	<u>100,366</u>
Cash and cash equivalents at beginning of year	<u>262,144</u>
Cash and cash equivalents at end of the quarter	<u>161,777</u>

From the current consolidated fiscal year, the Company adopted the "Accounting Standards for Quarterly Financial Reporting" (ASBJ Statement No. 12) and "Guidance on Accounting Standards for Quarterly Financial Reporting" (ASBJ Guidance No. 14). Also, the quarterly consolidated financial statement has been prepared in accordance with the "Regulations Relating to Quarterly Consolidated Financial Statements."

(4) Notes on Premise of Going Concern

No relevant matters.

(5) Segment Information

a. Segment information by business type

As the group is engaged in only one type of business from the 1st quarter, there is no segment information to be reported.

b. Segment information by location

Consolidated Current Third Quarter (From April 1, 2008 through December 31, 2008)

(¥ million, rounded down)

	Japan	Europe/U.S.	Asia	Total	Elimination and/or corporate	Consolidated
Operating income						
Revenues						
(1) Revenues from outside customers	55,037	21,169	3,681	79,889	—	79,889
(2) Internal revenues between segments	27	(2)	—	24	(24)	—
Total	55,065	21,166	3,681	79,913	(24)	79,889
Operating income or loss (△)	11,349	△230	1,097	12,215	—	12,215

(Notes) 1. The classification of country or region is based on similarities in economic activities.

2. Principal countries and regions in each category are as follows.

(1) Europe and United States: Britain, Ireland, and United States

(2) Asia: Singapore, China and Thailand

c. Overseas revenues

Consolidated Current Third Quarter (From April 1, 2008 through December 31, 2008)

(¥ million, rounded down)

	Europe/U.S	Asia	Total
Overseas revenues	21,166	3,681	24,848
Consolidated revenues			79,889
Percentage of overseas revenues in consolidated revenues	26.5%	4.6%	31.1%

(Notes) 1. The classification of country or region is based on similarities in economic activities.

2. Principal countries and regions in each category are as follows.

(1) Europe and United States: Britain, Ireland, and United States

(2) Asia: Singapore, China and Thailand

3. Overseas revenues are revenues of the Company and consolidated subsidiaries in countries and regions other than Japan.

(6) Notes on Significant Changes in the Amount of Stockholders' Equity

No relevant matters.

< Reference Information >

Financial Statements for the Third Quarter of the Previous Fiscal Year

(1) Summary of Quarterly Consolidated Statements of Income

(¥ million, rounded down)

Item	Consolidated Previous Third Quarter (From April 1, 2007 through December 31, 2007)	Consolidated Previous Fiscal Year (From April 1, 2007 through March 31, 2008)
	Amount	Amount
Revenues	87,440	117,185
Operating revenues	86,114	115,362
Interest and dividend income	1,326	1,823
Expenses	70,738	94,699
Selling, general and administrative expenses	46,679	62,439
Financing costs	24,058	32,259
Operating income	16,702	22,486
Non-operating revenues	166	179
Non-operating expenses	56	66
Ordinary income	16,812	22,600
Extraordinary gains	—	—
Extraordinary losses	—	2,095
Income before income taxes and minority interests	16,812	20,504
Income taxes	7,313	9,879
Minority stockholder income or loss (△)	197	△96
Net income	9,300	10,722

(2) Summary of Quarterly Consolidated Cash Flow

(¥ million, rounded down)

Category	Consolidated Previous Third Quarter (From April 1, 2007 through December 31, 2007)		Consolidated Previous Fiscal Year (From April 1, 2007 through March 31, 2008)	
	Amount		Amount	
I. Cash flow from operating activities				
(1) Quarterly income before income taxes		16,812		20,504
(2) Non-cash items				
1) Depreciation	414,918		550,792	
2) Other	499	415,417	2,799	553,592
(3) Investment and finance items				
1) Interest and dividend income	△1,122		△1,546	
2) Interest expenses	20,161		26,988	
3) Gain/loss on sale of short-term investments	△141		△141	
4) Other	211	19,109	229	25,530
(4) Changes in assets and liabilities				
1) Increase in trade receivables	△50,607		△55,139	
2) Cash provided by asset backed securitization	964,360		1,306,386	
3) Payment for asset backed securitization	△921,348		△1,236,648	
4) Increase in allowance for losses on receivables and guarantees	209		471	
5) Gain on sale of equipment for leases (△ represents loss on sale of the same)	△1,270		△1,008	
6) Acquisition of equipment for leases	△424,913		△589,882	
7) Proceeds from sale of equipment for leases	42,618		58,367	
8) Increase in trade payables	13,702	△377,248	27,629	△489,824
(5) Other				
1) Decrease in retirement and severance benefits	△31		△98	
2) Increase (decrease) in other assets and liabilities	8,577	8,546	26,615	26,517
Subtotal		82,637		136,320
(6) Income taxes paid		△9,038		△8,973
Net cash provided by operating activities		73,598		127,347
II. Cash flow from investing activities				
(1) Purchase of short-term investments (excluding cash equivalents)		1,046		2,280
(2) Proceeds from sale of short-term investments (excluding cash equivalents)		△10,437		△12,567
(3) Purchase of investments in securities and subsidiaries' common stock		1,292		1,292
(4) Receipt from sale of investment securities or subsidiaries' common stock		△3,081		△4,585
(5) Capital expenditures (excluding assets for leasing)		385		443
(6) Proceeds from sale of capital assets (excluding assets for leasing)		1,145		1,730
Net cash provided by (used in) investing activities		△9,650		△11,406
III. Cash flow from financing activities				
(1) Increase in short-term bank loans		22,258		5,267
(2) Decrease in commercial paper		△57,489		△93,714
(3) Proceeds from long-term borrowings		50,743		58,796
(4) Payment of long-term borrowings		△37,371		△44,857
(5) Issuance of bonds		73,187		93,398

	Consolidated Previous Third Quarter (From April 1, 2007 through December 31, 2007)		Consolidated Previous Fiscal Year (From April 1, 2007 through March 31, 2008)	
Category	Amount		Amount	
(6) Redemption of bonds		△67,223		△83,774
(7) Bond issuance expenses		△170		△180
(8) Interest paid		△20,052		△26,976
(9) Net expenditure from purchase/sale of treasury stock		△0		△1
(10) Dividends paid to stockholders		△4,675		△4,675
(11) Dividends paid to minority stockholders and subsidiaries		△300		△300
Net cash used in financing activities		△41,095		△97,017
IV. Effect of exchange rate changes on cash and cash equivalents		△12		△585
V. Net increase in cash and cash equivalents		22,839		18,337
VI. Cash and cash equivalents at beginning of year		82,029		82,029
VII. Cash and cash equivalents at end of the year		104,869		100,366

(3) Segment Information

a. Segment information by business type

Consolidated Previous Third Quarter (From April 1, 2007 through December 31, 2007)

(¥ million, rounded down)

	Finance	Other financial services	Total	Elimination and/or Corporate	Consolidated
Operating income					
Revenues					
(1) Revenues from outside customers	81,472	5,344	86,816	624	87,440
(2) Internal revenues between segments	(306)	5,323	5,017	(5,017)	—
Total	81,165	10,668	91,833	(4,392)	87,440
Operating income	16,515	1,276	17,792	(1,089)	16,702

(Notes) 1. Business category is decided by taking into account the details of business as described below.

(1) Finance business

Provides leases, rentals, credit guarantees, and installment payments for capital investment including information-related equipment, industrial machinery, construction machinery, medical equipment, agricultural equipment for businesses, farms, medical institutions, and government offices. Also provides leases, credit guarantees, installment payments, and financial services for automobiles, household appliances, and home renovations to help general consumers improve their homes and lifestyles.

(2) Other financial services

The card business provides financial services using credit cards, non-life insurance business provides products and services pertaining to non-life insurance, securitization business provides services catering to corporate finance using securitization and trust schemes, and outsourcing business provides payment and collection agency services. As each of these four businesses is small in size, they are collectively referred to as "other financial services."

2. Of the operating income from outside customers, the ¥624 million that was posted as elimination and/or corporate is a financial income of the administration department in the main office.

Consolidated Previous Fiscal Year (From April 1, 2007 through March 31, 2008)

(¥ million, rounded down)

	Finance	Other financial services	Total	Elimination and/or Corporate	Consolidated
Operating income					
Revenues					
(1) Revenues from outside customers	109,050	7,164	116,215	970	117,185
(2) Internal revenues between segments	(204)	7,020	6,815	(6,815)	—
Total	108,846	14,184	123,030	(5,844)	117,185
Operating income	22,597	2,275	24,873	(2,386)	22,486

(Notes) 1. Business category is decided by taking into account the details of business as described below.

(1) Finance business

Provides leases, rentals, credit guarantees, and installment payments for capital investment including information-related equipment, industrial machinery, construction machinery, medical equipment, agricultural equipment for businesses, farms, medical institutions, and government offices. Also provides leases, credit guarantees, installment payments, and financial services for automobiles, household appliances, and home renovations to help general consumers improve their homes and lifestyles.

(2) Other financial services

The card business provides financial services using credit cards, non-life insurance business provides products and services pertaining to non-life insurance, securitization business provides services catering to corporate finance using securitization and trust schemes, and outsourcing business provides payment and collection agency services as well as salary and accounting operation services on a contractual basis. As each of these four businesses is small in size, they are collectively referred to as "other financial services."

2. Of the operating income from outside customers, the ¥970 million that was posted as elimination and/or corporate is a financial income of the administration department in the main office.

b. Segment information by location

Consolidated Previous Third Quarter (From April 1, 2007 through December 31, 2007)

(¥ million, rounded down)

	Japan	Europe/U.S.	Asia	Total	Elimination and/or Corporate	Consolidated
Operating income						
Revenues						
(1) Revenues from outside customers	59,499	24,593	3,348	87,440	—	87,440
(2) Internal revenues between segments	101	(37)	—	63	(63)	—
Total	59,600	24,555	3,348	87,504	(63)	87,440
Operating income	13,076	2,719	906	16,702	—	16,702

(Notes) 1. The classification of country or region is based on similarities in economic activities.

2. Principal countries and regions in each category are as follows;

(1) Europe and United States: Britain, Ireland, and United States

(2) Asia: Singapore and China

Consolidated Previous Fiscal Year (From April 1, 2007 through March 31, 2008)

(¥ million, rounded down)

	Japan	Europe/U.S.	Asia	Total	Elimination and/or Corporate	Consolidated
Operating income						
Revenues						
(1) Revenues from outside customers	80,003	32,682	4,500	117,185	—	117,185
(2) Internal revenues between segments	119	(46)	—	72	(72)	—
Total	80,122	32,635	4,500	117,258	(72)	117,185
Operating income	16,610	4,523	1,352	22,486	—	22,486

(Notes) 1. The classification of country or region is based on similarities in economic activities.

2. Principal countries and regions in each category are as follows:

(1) Europe and United States: Britain, Ireland, and United States

(2) Asia: Singapore and China

c. Overseas revenues

Consolidated Previous Third Quarter (From April 1, 2007 through December 31, 2007)

(¥ million, rounded down)

	Europe/U.S.	Asia	Total
Overseas revenues	24,555	3,348	27,903
Consolidated revenues	87,440		
Percentage of overseas revenues in consolidated revenues	28.1%	3.8%	31.9%

(Notes) 1. The classification of country or region is based on similarities in economic activities.

2. Principal countries and regions in each category are as follows:

(1) Europe and United States: Britain, Ireland, and United States

(2) Asia: Singapore and China

3. Overseas revenues are revenues of the Company and consolidated subsidiaries in countries and regions other than Japan.

Consolidated Previous Fiscal Year (From April 30, 2007 through March 31, 2008)

(¥ million, rounded down)

	Europe/U.S.	Asia	Total
Overseas revenues	32,635	4,500	37,135
Consolidated revenues	117,185		
Percentage of overseas revenues in consolidated revenues	27.8%	3.8%	31.7%

(Notes) 1. The classification of country or region is based on similarities in economic activities.

2. Principal countries and regions in each category are as follows:

(1) Europe and United States: Britain, Ireland, and United States

(2) Asia: Singapore and China

3. Overseas revenues are revenues of the Company and consolidated subsidiaries in countries and regions other than Japan.

<Supplementary Information>

1.Change in Quarterly Consolidated Performance

Consolidated Results for the Year Ending March 31, 2009

(¥ million, rounded down)

Item	No.	1st Quarter April 1, 2008 – June 30, 2008	2nd Quarter July 1, 2008 – September 30, 2008	3rd Quarter October 1, 2008 – December 31, 2008	4th Quarter January 1, 2009 – March 31, 2009	Nine Months Cumulative April 1, 2008 – December 31, 2008
Revenues	1	26,162	28,627	25,099		79,889
Operating revenues	2	25,582	28,278	24,586		78,447
Interest and dividend income	3	579	348	513		1,441
Expenses	4	21,402	23,282	22,987		67,673
Selling, general and administrative expenses	5	15,062	16,015	15,698		46,776
Financing costs	6	6,339	7,267	7,289		20,896
Operating income	7	4,759	5,344	2,111		12,215
Non-operating revenues	8	3	13	3		19
Non-operating expenses	9	10	12	10		33
Ordinary income	10	4,752	5,344	2,104		12,201
Extraordinary gains/losses	11	18,537	△3,016	△1,697		13,822
Income before income taxes and minority interests	12	23,289	2,327	406		26,024
Income taxes	13	9,752	1,147	788		11,688
Minority interests	14	△18	△65	96		11
Net income	15	13,555	1,245	△477		14,323

Consolidated Results for the Year Ended March 31, 2008

(¥ million, rounded down)

Item	No.	1st Quarter April 1, 2007 – June 30, 2007	2nd Quarter July 1, 2007 – September 30, 2007	3rd Quarter October 1, 2007 – December 31, 2007	4th Quarter January 1, 2008 – March 31, 2008	Annual Cumulative April 1, 2007 – March 31, 2008
Revenues	1	28,776	29,700	28,963	29,745	117,185
Operating revenues	2	28,140	29,353	28,621	29,248	115,362
Interest and dividend income	3	636	346	342	496	1,823
Expenses	4	23,117	24,215	23,404	23,960	94,699
Selling, general and administrative expenses	5	15,856	15,802	15,021	15,759	62,439
Financing costs	6	7,261	8,413	8,383	8,201	32,259
Operating income	7	5,658	5,484	5,559	5,784	22,486
Non-operating revenues	8	47	4	114	14	179
Non-operating expenses	9	38	14	2	11	66
Ordinary income	10	5,667	5,473	5,671	5,787	22,600
Extraordinary gains/losses	11	—	—	—	△2,095	△2,095
Income before income taxes and minority interests	12	5,667	5,473	5,671	3,692	20,504
Income taxes	13	2,699	2,000	2,614	2,565	9,879
Minority interests	14	184	125	△112	△294	△96
Net income	15	2,783	3,348	3,168	1,421	10,722

2. Contract Segment Information

(1) For the Nine Months Ending December 31, 2008 (April 1,2008–December 31,2008)

(¥ million, rounded down)

	No.	Domestic consolidated				Overseas consolidated			Consolidated total
		Lease	Guarantees	Installments and others	Total	Lease	Installments and others	Total	
Revenues	1	37,546	5,505	11,985	55,037	7,717	17,133	24,851	79,889
(Composition %)		(47)	(7)	(15)	(69)	(10)	(21)	(31)	(100)
(YoY Change %)		(Δ6)	(Δ22)	(Δ5)	(Δ7)	(Δ30)	(2)	(Δ11)	(Δ9)
Volume of business	2	389,702	150,740	422,531	962,974	53,890	234,238	288,129	1,251,103
(Composition %)		(31)	(12)	(34)	(77)	(4)	(19)	(23)	(100)
(YoY Change %)		(Δ19)	(Δ7)	(Δ13)	(Δ15)	(Δ6)	(8)	(5)	(Δ11)
Trade receivables, loan guarantees, and leases	3	1,621,138	528,138	749,240	2,898,518	118,044	264,239	382,283	3,280,801
(Composition %)		(49)	(16)	(23)	(88)	(4)	(8)	(12)	(100)
(YoY Change %)		(Δ7)	(Δ3)	(Δ5)	(Δ6)	(Δ33)	(0)	(Δ13)	(Δ7)

(2) For the Nine Months Ended December 31, 2007 (April 1,2007–December 31,2007)

(¥ million, rounded down)

	No.	Domestic consolidated business				Overseas consolidated business			Consolidated total
		Lease	Guarantees	Installments and others	Total	Lease	Installments and others	Total	
Revenues	1	39,832	7,065	12,601	59,499	11,066	16,874	27,941	87,440
(Composition %)		(46)	(8)	(14)	(68)	(13)	(19)	(32)	(100)
(YoY Change %)		(0)	(12)	(Δ9)	(Δ1)	(16)	(5)	(9)	(2)
Volume of business	2	483,545	161,744	487,262	1,132,553	57,231	217,736	274,968	1,407,521
(Composition %)		(34)	(11)	(35)	(80)	(4)	(15)	(20)	(100)
(YoY Change %)		(Δ7)	(7)	(Δ6)	(Δ5)	(5)	(18)	(15)	(Δ1)
Trade receivables, loan guarantees, and leases	3	1,735,241	541,924	791,125	3,068,291	177,188	263,651	440,839	3,509,130
(Composition %)		(49)	(15)	(23)	(87)	(5)	(8)	(13)	(100)
(YoY Change %)		(Δ1)	(Δ5)	(Δ3)	(Δ2)	(Δ4)	(2)	(Δ0)	(Δ2)

(Notes) 1. "Trade receivables", loan guarantees and leases include off-balance sheet assets.

2. "Lease" includes lease rentals, auto leases, and other items.

3. "Guarantees" include loan sales through alliances and other items.

4. "Installments and others" include installment sales, business loans (including home loans), card services, and other items.

5. "Guarantees" are not performed in overseas consolidated business.

3. Volume of Business by Product

(¥ million, rounded down, %)

	No.	Nine Months Ended December 31, 2007		Nine Months Ended December 31, 2008		Y to Y change	Year Ended March 31, 2009		Y to Y change
			(Composition %)		(Composition %)			(Composition %)	
Agricultural equipment & medical and nursing	1	111,323	7.9	98,762	7.9	△11.3	125,700	7.9	△10.4
Agricultural equipment	2	53,840	3.8	46,003	3.7	△14.6	55,700	3.5	△13.7
Medical and nursing	3	57,483	4.1	52,758	4.2	△8.2	70,000	4.4	△7.7
Corporate business	4	473,545	33.6	364,793	29.2	△23.0	485,800	30.4	△26.8
Information equipment related	5	208,665	14.8	172,942	13.8	△17.1	227,300	14.2	△21.9
Industrial machinery	6	98,444	7.0	66,784	5.3	△32.2	99,600	6.2	△39.0
Construction machinery	7	10,539	0.7	6,977	0.6	△33.8	8,000	0.5	△37.4
Automobile finance	8	41,149	2.9	36,808	3.0	△10.5	47,600	3.0	△10.8
Others	9	114,745	8.2	81,281	6.5	△29.2	103,300	6.5	△28.1
Consumer business	10	212,013	15.1	146,026	11.6	△31.1	191,200	12.0	△32.2
Automobile business	11	120,659	8.6	93,980	7.5	△22.1	124,900	7.8	△25.3
Home appliances and home refurbishment	12	36,865	2.6	19,317	1.5	△47.6	23,200	1.5	△50.9
Home loans	13	20,431	1.5	32,728	2.6	60.2	43,100	2.7	31.0
Others	14	34,057	2.4	—	—	—	—	—	—
Overseas finance business	15	271,058	19.3	284,908	22.8	5.1	329,800	20.5	△7.1
Finance business	16	1,067,941	75.9	894,491	71.5	△16.2	1,132,500	70.8	△21.4
Card business	17	36,517	2.6	37,474	3.0	2.6	49,300	3.1	1.7
Non-life insurance business	18	6,771	0.5	5,989	0.5	△11.5	7,600	0.5	△13.3
Securitization business	19	43,960	3.1	49,375	3.9	12.3	60,100	3.8	0.9
Outsourcing business	20	257,478	18.3	268,787	21.5	4.4	359,600	22.4	3.3
Other financial services	21	344,728	24.5	361,626	28.9	4.9	476,600	29.8	2.5
Elimination and/or corporate	22	△5,147	△0.4	△5,014	△0.4	—	△9,100	△0.6	—
Total	23	1,407,521	100.0	1,251,103	100.0	△11.1	1,600,000	100.0	△15.8

Note: Others shown under “Corporate business” includes commercial facilities, scientific instruments, maintenance services, and other items.

4. Business Breakdown Based on “New mid-term Management Plan
(Consolidated Revenues)

(¥ million, rounded down, %)

	No.	Nine Months Ended December 31, 2007		Nine Months Ended December 31, 2008		Y to Y Change	Year Ended March 31, 2009		Y to Y Change
			(Composition %)		(Composition %)			(Composition %)	
Revenues from financial services	1	40,244	46.0	37,089	46.4	△7.8	51,540	48.0	△3.8
Farms, agricultural corporations, medical and nursing service providers	2	4,098	4.7	3,553	4.4	△13.3	4,900	4.6	△7.1
Corporate	3	32,880	37.6	30,847	38.6	△6.2	43,150	40.1	△1.5
Consumers	4	3,265	3.7	2,688	3.4	△17.7	3,490	3.3	△22.2
Revenues from commission service	5	10,668	12.2	10,064	12.6	△5.7	13,970	13.0	△5.1
Farms, agricultural corporations, medical and nursing service providers	6	2,338	2.7	1,833	2.3	△21.6	2,190	2.0	△23.8
Corporate	7	3,743	4.3	4,662	5.8	24.6	6,140	5.7	21.6
Consumers	8	4,585	5.2	3,568	4.5	△22.2	5,640	5.3	△17.0
Revenues from supply and sales services	9	7,574	8.7	6,714	8.4	△11.4	8,960	8.3	△13.3
Corporate	10	7,574	8.7	6,714	8.4	△11.4	8,960	8.3	△13.3
Domestic consolidated operating revenues	11	58,487	66.9	53,867	67.4	△7.9	74,470	69.3	△5.3
Overseas consolidated operating revenues	12	27,626	31.6	24,579	30.8	△11.0	31,380	29.2	△14.6
Consolidated operating revenues	13	86,114	98.5	78,447	98.2	△8.9	105,850	98.5	△8.2
Interest and dividend income	14	1,326	1.5	1,441	1.8	8.7	1,650	1.5	△9.5
Overseas finance business	15	87,440	100.0	79,889	100.0	△8.6	107,500	100.0	△8.3

(Consolidated Business Volume)

(¥ million, rounded down, %)

	No.	Nine Months Ended December 31, 2007		Nine Months Ended December 31, 2008		Y to Y Change	Year Ended March 31, 2009		Y to Y Change
			(Composition %)		(Composition %)			(Composition %)	
Revenues from financial services	1	588,543	41.8	415,002	33.2	△29.5	537,300	33.6	△33.4
Farms, agricultural corporations, medical and nursing service providers	2	72,433	5.1	64,436	5.2	△11.0	86,000	5.4	△8.2
Corporate	3	426,199	30.3	320,646	25.6	△24.8	427,000	26.7	△29.1
Consumers	4	89,910	6.4	29,919	2.4	△66.7	24,300	1.5	△78.1
Revenues from commission service	5	495,739	35.2	502,902	40.2	1.4	671,300	41.9	0.3
Farms, agricultural corporations, medical and nursing service providers	6	38,890	2.8	34,325	2.8	△11.7	39,700	2.5	△15.0
Corporate	7	336,926	23.9	354,474	28.3	5.2	467,300	29.2	2.8
Consumers	8	119,922	8.5	114,102	9.1	△4.9	164,300	10.2	△2.3
Business volume of commission services	9	48,269	3.5	45,069	3.6	△6.6	57,600	3.6	△8.7
Corporate	10	48,269	3.5	45,069	3.6	△6.6	57,600	3.6	△8.7
Domestic consolidated business volume	11	1,132,553	80.5	962,974	77.0	△15.0	1,266,200	79.1	△17.7
Overseas consolidated business volume	12	274,968	19.5	288,129	23.0	4.8	333,800	20.9	△7.3
Consolidated business volume	13	1,407,521	100.0	1,251,103	100.0	△11.1	1,600,000	100.0	△15.8

(Notes)

1. Finance services is based on “products,” and includes operating leases and credit with residual value, besides finance leases.
2. Commission services is focused on management and consignment of products, and includes services leveraging our goods management know-how acquired from lease transactions as well as outsourcing business and credit guarantee business, such as collection of accounts receivable and settlement of accounts payable, focusing on the flow of goods and making extensive use of our credit and collection capabilities
3. Supply and sales services is focused on the utility value and circulation of goods, and includes rental, auto lease and recycle/reuse transactions.