

Notes to Consolidated Statement of Income

1. Amounts less than one million yen have been omitted.
2. Net income per share is 52,314.76 yen.
3. Net income per share (diluted) is 35,865.20 yen.
4. Profits and losses on trading transactions are recognized on a trade date basis, and recorded as “Trading profits” and “Trading losses.” Both accounts include interest received or paid during the fiscal year. The valuation differences of securities and money claims between the previous fiscal year-end and this fiscal year-end are recorded in the above-mentioned accounts. As for the derivatives, assuming that the settlement will be made in cash, the valuation differences between the previous fiscal year-end and this fiscal year-end are recorded in the above-mentioned accounts .
5. Standards for recognizing rental income on lease transactions and income/expenses on installment sales are as follows:
 - (1) Recognition of lease-related income on lease transactions
Primarily, lease-related income is recognized on a straight-line basis over the full term of the lease, based on the monthly rent revenue.
 - (2) Recognition of income and expenses on installment sales
Primarily, installment-related income and installment-related expenses are recognized on a due-date basis over the full term of the installment sales.
6. “Other income” includes gains on sales of stocks and other securities of 159,037 million yen.
7. “Other expenses” includes write-off of loans of 660,382 million yen and losses on delinquent loans sold of 269,059 million yen.
8. “Other extraordinary gains” includes gains on return of the entrusted portion of employee pension fund of 59,095 million yen, the tax refund from the Tokyo Metropolitan Government of 38,236 million yen, the interest on the tax refund of 2,127 million yen and reversal of reserve for possible loan losses of 14,378 million yen.
9. “Other extraordinary losses” includes amortized cost of unrecognized net obligation from initial application of the new accounting standard for employee retirement benefits of 21,348 million yen.