

Used Car Purchasing and Selling Business

The Rabbit chain of used vehicle purchasing agencies is expanding the used vehicle purchasing and selling business across Japan. Initiatives carried out during the fiscal year ended March 31, 2007 included a refurbishment of franchise outlets to revamp the Company's brand image. However, although the rate of decrease was down compared with the previous period, the fiscal year under review saw a reduction in revenue and profit. In terms of outlet numbers, the number of franchise outlets decreased by 100 in comparison with the previous period, due to structural reviews such as an increase in royalties, so that currently there are 252 outlets, including 16 directly operated outlets.

Within the USS Group, Rabbit is positioned upstream in the field of used vehicle distribution, functioning as a supply source gathering high-quality vehicles for auction, making a true contribution to USS' overall business performance. We plan to take measures to improve the performance of this business based on the premise of its continued operation, and will seek further revenue and profit from it.

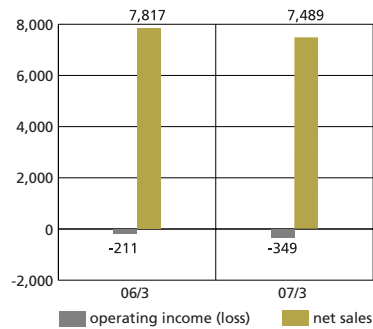
Demand has been high for recycled parts from the purchasing and selling business for cars involved in accidents operated by World Automobile Co., Ltd., and exports are strong. We are also seeking to sharpen our sales edge by opening accident insurance sales outlets in the Tokai and Kansai regions.



Rabbit Branch

Used Car Purchasing and Selling Business

(Millions of Yen)



Purchasing and Selling Business for Cars Involved in Accidents

(Millions of Yen)

