

## 1. CONSOLIDATED FINANCIAL STATEMENTS

### (1) 【Comparative Consolidated Balance Sheet】

Items	As of March 31, 2007 (A)		As of March 31, 2008 (B)		Increase/ (Decrease) (B) - (A)
	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)
( ASSETS )					
Cash and due from banks	187,995	3.07	327,878	5.38	139,883
Call loans and bills bought	59,132	0.96	64,674	1.06	5,541
Receivables under resale agreement	1,047	0.02	539	0.01	(507)
Commercial paper and other debt purchased	51,973	0.85	71,508	1.17	19,534
Trading assets	40,947	0.67	36,078	0.59	(4,868)
Money held in trust	14,016	0.23	10,003	0.16	(4,012)
Securities	1,636,837	26.72	1,464,485	24.05	(172,351)
Loans and bills discounted	3,929,244	64.15	3,916,189	64.30	(13,055)
Foreign exchanges	27,373	0.45	27,757	0.46	383
Other assets	92,749	1.51	96,379	1.58	3,630
Tangible fixed assets	117,942	1.93	115,207	1.89	(2,735)
Building	14,691		13,456		(1,235)
Land	15,702		15,717		15
Suspense payment for construction	240		63		(177)
Other tangible fixed assets	87,308		85,970		(1,338)
Intangible fixed assets	12,287	0.20	11,925	0.20	(361)
Software	11,692		11,229		(463)
Other intangible fixed assets	594		696		101
Deferred tax assets	4,255	0.07	4,397	0.07	142
Customers' liabilities for acceptances and guarantees	48,238	0.79	46,789	0.77	(1,449)
Reserves for possible loan losses	(98,449)	(1.61)	(103,172)	(1.69)	(4,723)
Reserve for possible investment losses	(311)	(0.01)	(259)	(0.00)	51
<b>Total assets</b>	<b>6,125,283</b>	<b>100.00</b>	<b>6,090,385</b>	<b>100.00</b>	<b>(34,897)</b>

Items	As of March 31, 2007 (A)		As of March 31, 2008 (B)		Increase/ (Decrease) (B) - (A)
	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)
( LIABILITIES )					
Deposits	5,192,030	84.76	5,253,932	86.27	61,902
Negotiable certificate of deposits	71,607	1.17	88,661	1.46	17,054
Call money and bills sold	20,736	0.34	2,003	0.03	(18,732)
Payables under repurchase agreement	1,047	0.02	539	0.01	(507)
Margin money for bond lending transactions	25,767	0.42	38,617	0.63	12,849
Trading liabilities	9,573	0.16	10,071	0.16	498
Borrowed money	37,304	0.61	34,620	0.57	(2,683)
Foreign exchanges	996	0.02	1,149	0.02	153
Other liabilities	121,817	1.99	112,918	1.85	(8,899)
Reserve for executive bonuses	55	0.00	46	0.00	(9)
Reserve for employee retirement benefit	14,038	0.23	13,723	0.22	(315)
Reserve for executive retirement bonuses	—	—	343	0.01	343
Reserve for loss on refunds of dormant deposits	—	—	213	0.00	213
Reserve for contingent losses	—	—	372	0.01	372
Reserve for assistance to specified debtors	—	—	8,603	0.14	8,603
Reserve under special law	46	0.00	44	0.00	(2)
Deferred tax liabilities	61,516	1.00	13,827	0.23	(47,689)
Negative goodwill	1,409	0.02	1,057	0.02	(352)
Acceptances and guarantees	48,238	0.79	46,789	0.77	(1,449)
Total liabilities	5,606,186	91.53	5,627,536	92.40	21,350
( NET ASSETS )					
Capital stock	52,243	0.85	52,243	0.86	—
Capital surplus	30,258	0.49	30,264	0.50	5
Retained earnings	279,361	4.56	294,322	4.83	14,960
Treasury stock	(5,880)	(0.10)	(6,089)	(0.10)	(208)
Total shareholders' equity	355,982	5.80	370,740	6.09	14,758
Valuation gains on other securities	150,790	2.46	77,569	1.27	(73,220)
Gains (losses) on deferred hedge	(1,984)	(0.03)	1,418	0.02	3,403
Foreign exchange conversion adjustment	(129)	(0.00)	(232)	(0.00)	(103)
Total valuation & conversion gains (losses)	148,676	2.43	78,755	1.29	(69,921)
Minority interest in consolidated subsidiaries	14,438	0.24	13,353	0.22	(1,084)
Total net assets	519,096	8.47	462,849	7.60	(56,247)
Liabilities and net assets	6,125,283	100.00	6,090,385	100.00	(34,897)

## (2) 【Comparative Consolidated Statement of Income】

Items	For the year ended March 31, 2007 (A)		For the year ended March 31, 2008 (B)		Increase/ (Decrease) (B) - (A)  (Millions of yen)
	(Millions of yen)	(%)	(Millions of yen)	(%)	
Operating income	208,365	100.00	211,189	100.00	2,823
Interest income	107,153		118,058		10,904
Interest on loans and discounts	74,800		82,681		7,881
Interest and dividends on securities	26,569		25,798		(770)
Interest on call loans and bills bought	428		1,615		1,187
Interest on receivables under sale agreement	0		0		(0)
Interest on due from banks	941		2,250		1,308
Other interest received	4,414		5,711		1,297
Trust fees	1		1		0
Fees and commissions	26,111		25,124		(986)
Trading income	1,023		722		(300)
Other business income	51,663		52,939		1,276
Other operating income	22,412		14,342		(8,069)
Operating expenses	168,559	80.90	176,554	83.60	7,994
Interest expenses	19,024		26,909		7,885
Interest on deposits	10,705		19,402		8,696
Interest on negotiable certificate of deposits	149		811		661
Interest on call money and bills sold	1,090		825		(264)
Interest on payables under repurchase agreement	0		0		(0)
Interest on margin money for bond lending transactions	845		1,348		502
Interest on borrowed money	336		481		145
Other interest paid	5,896		4,039		(1,856)
Fees and commissions	5,542		5,807		265
Other business expenses	45,335		49,419		4,083
General and administrative expenses	62,380		63,255		874
Other operating expenses	36,276		31,161		(5,114)
Transfer to reserve for possible loan losses	31,601		16,650		(14,951)
Other operating expenses	4,675		14,511		9,836
Operating profit (loss)	39,806	19.10	34,635	16.40	(5,170)
Extraordinary gains	414	0.19	310	0.15	(104)
Gains from disposal of fixed assets	392		277		(115)
Bad debt recovered	14		30		15
Reversal of liability reserve for financial instrument transactions	—		2		2
Other extraordinary gains	7		—		(7)
Extraordinary losses	473	0.22	1,053	0.50	580
Loss from disposal of fixed assets	370		202		(168)
Impairment losses	53		46		(6)
Other extraordinary losses	49		804		754
Income (loss) before income taxes and others	39,747	19.07	33,892	16.05	(5,854)
Income tax-current	25,479	12.23	14,545	6.89	(10,934)
Income tax-deferred	(10,171)	(4.88)	(538)	(0.26)	9,632
Minority interest	1,200	0.57	(72)	(0.03)	(1,273)
Net Income	23,237	11.15	19,957	9.45	(3,280)

## (3) 【Comparative Consolidated Statement of Cash Flows】

	FY ended March 31, 2007 (A)	FY ended March 31, 2008 (B)	Inc/(Dec) (B) - (A)
Items	(Millions of yen)	(Millions of yen)	(Millions of yen)
I Cash flows from operating activities			
Net income (loss) before income taxes and others	39,747	33,892	(5,854)
Depreciation and amortization	34,001	33,055	(945)
Impairment losses	53	46	(6)
Amortization of negative goodwill	(352)	(352)	-
Other extraordinary losses	49	-	(49)
Increase (decrease) in reserve for possible loan losses	26,684	4,727	(21,956)
Increase (decrease) in reserve for possible investment losses	(21)	(51)	(30)
Increase (decrease) in reserve for executive bonuses	55	(9)	(65)
Increase (decrease) in reserve for employees retirement benefit	(366)	(315)	50
Increase (decrease) in reserve for executive retirement bonuses	-	343	343
Increase (decrease) in reserve for loss on refunds of dormant deposits	-	213	213
Increase (decrease) in reserve for contingent losses	-	372	372
Increase (decrease) in reserve for assistance to specified debtors	-	8,603	8,603
Interest income recognized on statement of income	(107,153)	(118,058)	(10,904)
Interest expenses recognized on statement of income	19,024	26,909	7,885
Net loss (gain) on securities	(17,665)	(765)	16,899
Net loss (gain) on money held in trust	534	(319)	(854)
Foreign exchange loss (gain)	4	30	25
Net loss (gain) on sale of fixed assets	(21)	(74)	(52)
Net decrease (increase) in trading assets	(5,261)	4,868	10,130
Net increase (decrease) in trading liabilities	(4,721)	498	5,220
Net decrease (increase) in loans	(151,493)	13,018	164,511
Net increase (decrease) in deposits	50,186	62,076	11,889
Net increase (decrease) in negotiable certificate of deposits	37,276	17,054	(20,222)
Net increase (decrease) in borrowed money (excluding subordinated borrowings)	1,750	(2,683)	(4,433)
Net decrease (increase) in call loans	4,194	(24,568)	(28,763)
Net increase (decrease) in call money	(23,299)	(19,240)	4,059
Net decrease (increase) in due from banks excluding from BOJ	(11,893)	(99,468)	(87,574)
Net increase (decrease) in margin money for bond lending transactions	859	12,849	11,990
Increase (decrease) in foreign exchange (assets)	(4,729)	(383)	4,346
Decrease (increase) in foreign exchange (liabilities)	(687)	153	841
Interest income (cash basis)	107,437	118,490	11,053
Interest expenses (cash basis)	(17,117)	(24,152)	(7,035)
Others	6,535	11,099	4,564
Sub-total	(16,390)	57,863	74,253
Tax and others paid	(6,205)	(35,490)	(29,284)
Net cash provided by (used in) operating activities	(22,596)	22,372	44,969

	FY ended March 31, 2007 (A)	FY ended March 31, 2008 (B)	Inc/(Dec) (B) - (A)
Items	(Millions of yen)	(Millions of yen)	(Millions of yen)
II Cash flows from investing activities			
Purchases of investment securities	(369,812)	(406,233)	(36,421)
Proceeds from sales of investment securities	222,037	346,024	123,986
Proceeds from the maturity of investment securities	189,584	109,878	(79,706)
Increase in money held in trust	(8,687)	(2,549)	6,138
Decrease in money held in trust	9,078	6,881	(2,196)
Purchases of fixed assets	(38,045)	(33,004)	5,040
Proceeds from sale of fixed assets	3,476	2,297	(1,178)
Proceeds from acquisition of subsidiaries' stocks by exchange	40	—	(40)
Net cash provided by (used in) investing activities	7,671	23,294	15,622
III Cash flows from financing activities			
Decrease by the purchase of treasury stocks	(193)	(226)	(32)
Proceeds from sale of treasury stocks	208	23	(184)
Dividends paid	(4,067)	(4,997)	(929)
Dividends paid to minority shareholders	(21)	(21)	—
Net cash provided by (used in) financing activities	(4,074)	(5,220)	(1,146)
IV Effect of exchange rate changes on cash and cash equivalents	(4)	(30)	(25)
V Net increase (decrease) in cash and cash equivalents	(19,002)	40,416	59,419
VI Cash & cash equivalents at beginning of fiscal year	108,988	89,985	(19,002)
VII Cash & cash equivalents at end of fiscal year	89,985	130,401	40,416

## 2 . NON-CONSOLIDATED FINANCIAL STATEMENTS

## (1) 【Comparative Balance Sheet】

Item	Previous fiscal year ended March 31, 2007 (A)		Current fiscal year ended March 31, 2008 (B)		Difference (B)-(A) Millions of yen
	Millions of yen	%	Millions of yen	%	
( Assets )					
Cash and due from banks	185,155	3.06	327,469	5.44	142,314
Cash	70,890		62,687		(8,202)
Due from banks	114,264		264,782		150,517
Call loans	59,132	0.98	64,674	1.07	5,541
Receivables under resale agreement	1,047	0.02	539	0.01	(507)
Commercial papers and other debt purchased	51,973	0.86	71,508	1.19	19,534
Trading assets	40,947	0.68	35,673	0.59	(5,274)
Commodity securities	2,018		2,179		161
Financial derivatives related to trading	9,946		10,498		552
Other trading assets	28,983		22,994	0.17	(5,988)
Money held in trust	14,016	0.23	10,003	24.16	(4,012)
Securities	1,624,106	26.86	1,454,063		(170,042)
Japanese government bonds	597,409		562,720		(34,689)
Local government bonds	83,926		85,243		1,316
Corporate bonds	279,574		256,922		(22,652)
Stocks	353,414		252,537		(100,877)
Other securities	309,781		296,640	66.02	(13,140)
Loans and bills discounted	3,986,383	65.93	3,973,913		(12,470)
Bills discounted	54,778		45,019		(9,759)
Loans on note	416,647		383,505		(33,141)
Loans on deeds	2,720,515		2,789,283		68,767
Overdrafts	794,441		756,104		(38,336)
Foreign exchange	27,373	0.45	27,757	0.46	383
Due from foreign banks	4,945		7,549		2,604
Foreign currency bills bought	18,453		16,581		(1,871)
Foreign currency bills receivable	3,975		3,626		(349)
Other assets	61,176	1.01	65,196	1.08	4,019
Unsettled exchange receivable	504		51		(453)
Prepaid expenses	19,725		19,329		(395)
Accrued income	9,480		9,665		185
Margin money deposited for futures	1		98		96
Change in market value for futures	—		90		90
Financial derivatives	4,498		12,210		7,711
Other assets	26,965		23,749		(3,215)
Tangible fixed assets	33,862	0.56	31,937	0.53	(1,924)
Buildings	13,833		12,651		(1,182)
Land	15,332		15,350		17
Suspense payment for construction	27		32		5
Other fixed assets	4,669		3,904		(765)
Intangible fixed assets	3,767	0.06	3,527	0.06	(240)
Software	3,192		2,850		(342)
Other intangible fixed assets	574		676		101
Customers' liabilities for acceptances and guarantees	48,238	0.80	46,789	0.78	(1,449)
Reserve for possible loan losses	(90,618)	(1.50)	(93,609)	(1.56)	(2,990)
Reserve for possible investment losses	(244)	(0.00)	(244)	(0.00)	0
<b>Total Assets</b>	<b>6,046,318</b>	<b>100.00</b>	<b>6,019,200</b>	<b>100.00</b>	<b>(27,118)</b>

Item	Previous fiscal year ended March 31, 2007 (A)		Current fiscal year ended March 31, 2008 (B)		Difference (B)-(A)
	Millions of yen	%	Millions of yen	%	Millions of yen
( Liabilities )					
Deposits	5,204,437	86.07	5,266,912	87.50	62,474
Demand deposits	222,018		177,789		(44,229)
Ordinary deposits	2,342,827		2,395,661		52,833
Savings deposits	82,045		76,872		(5,172)
Deposits at notice	16,555		15,769		(786)
Time deposits	2,298,267		2,409,467		111,200
Periodical deposits	42,124		42,059		(64)
Other deposits	200,597		149,292		(51,305)
Negotiable certificate of deposits	72,307	1.19	89,361	1.49	17,054
Call money	20,736	0.34	2,003	0.03	(18,732)
Payables under repurchase agreement	1,047	0.02	539	0.01	(507)
Margin money for bond lending transaction	25,767	0.43	38,617	0.64	12,849
Trading liabilities	9,573	0.16	10,071	0.17	498
Financial derivatives related to trading	9,573		10,071		498
Borrowed money	555	0.01	595	0.01	40
Borrowed money	555		595		40
Foreign exchange	996	0.02	1,149	0.02	153
Due to foreign banks (Their a/c)	0		0		0
Due to foreign banks (Our a/c)	3		361		358
Foreign currency bills sold	754		511		(242)
Foreign currency bills payable	238		276		37
Other liabilities	92,032	1.52	85,774	1.43	(6,258)
Unsettled exchange payable	1		4		2
Accrued corporate taxes	21,209		1,002		(20,206)
Accrued expenses	7,934		10,826		2,892
Unearned income	3,290		3,826		535
Reserve for benefit payment	18		44		25
Financial derivatives	8,511		10,247		1,736
Other liabilities	51,065		59,821		8,756
Reserve for executive bonuses	47	0.00	41	0.00	(6)
Reserve for employee retirement benefit	12,476	0.21	12,568	0.21	91
Reserve for executive retirement bonus	-		274	0.00	274
Reserve for refund of dormant deposits	-		213	0.00	213
Reserve for contingent losses	-		372	0.01	372
Reserve for assistance to specified debtors	-		8,603	0.14	8,603
Deferred tax liabilities	60,330	1.00	13,267	0.22	(47,063)
Acceptances and guarantees	48,238	0.80	46,789	0.78	(1,449)
Total liabilities	5,548,545	91.77	5,577,156	92.66	28,610
( Net assets )					
Capital stock	52,243	0.86	52,243	0.86	-
Capital surplus	30,193	0.50	30,199	0.50	5
Capital reserve	29,609		29,609		-
Other capital surplus	584		590		5
Retained earnings	272,871	4.51	286,902	4.77	14,031
Legal reserve	47,610		47,610		-
Voluntary reserve	225,260		239,292		14,031
Reserve for tax on advanced depreciation	765		764		(0)
Special account for advanced depreciation	257		79		(177)
Reserve for retirement benefit	600		600		-
General reserve	193,500		211,000		17,500
Retained earnings carried forward	30,137		26,848		(3,289)
Treasury stock	(5,880)	(0.10)	(6,089)	(0.10)	(208)
Total shareholders' equity	349,426	5.77	363,256	6.03	13,829
Valuation gains on other securities	150,330	2.49	77,369	1.29	(72,961)
Gains (losses) on deferred hedge	(1,984)	(0.03)	1,418	0.02	3,403
Total valuation & conversion gains (losses)	148,346	2.46	78,787	1.31	(69,558)
Total net assets	497,772	8.23	442,043	7.34	(55,728)
Liabilities and net assets	6,046,318	100.00	6,019,200	100.00	(27,118)

## (2) 【Comparative Statements of Income】

(Millions of yen)

Item	Previous fiscal year ended March 31, 2007 (A)		Current fiscal year ended March 31, 2008 (B)		Difference (B)-(A)
	Millions of yen	%	Millions of yen	%	Millions of yen
Operating income	153,834	100.00	160,112	100.00	6,278
Interest income	106,115		117,292		11,177
Interest on loans and discounts	74,183		82,375		8,191
Interest and dividends on securities	26,109		25,335		(773)
Interest on call loans	427		1,614		1,187
Interest on receivables under resale agreement	0		0		(0)
Interest on bills bought	0		0		0
Interest on due from banks	1,138		2,420		1,281
Other interest received	4,255		5,545		1,290
Trust fees	1		1		0
Fees and commissions	21,127		20,635		(492)
Commissions received on exchange	6,924		6,738		(186)
Other fees and commissions	14,202		13,897		(305)
Trading income	1,013		661		(352)
Income on commodity securities	594		291		(303)
Income on financial derivatives related to trading	299		177		(121)
Other trading income	119		191		72
Other business income	4,298		7,691		3,392
Income on foreign exchange trading	1,494		1,734		240
Income on sale of government bonds and other bonds	2,512		5,954		3,442
Income on financial derivatives	290		—		(290)
Other business income	1		1		0
Other operating income	21,278		13,830		(7,447)
Income on sale of stocks, etc.	17,385		10,033		(7,351)
Income on money held in trust	1,373		325		(1,048)
Other operating income	2,518		3,470		952
Operating expenses	117,467	76.36	127,852	79.85	10,384
Interest expenses	18,607		26,348		7,740
Interest on deposits	10,729		19,421		8,691
Interest on negotiable certificate of deposits	149		811		661
Interest on call money	1,090		825		(264)
Interest on payables under repurchase agreement	0		0		(0)
Interest paid on margin money for bond lending transactions	845		1,348		502
Interest on bills sold	0		—		(0)
Interest on borrowed money	2		1		(1)
Interest paid on interest rate swap transactions	4,236		2,703		(1,533)
Other interest paid	1,552		1,236		(315)
Fees and commissions	6,226		6,503		276
Commissions paid on exchange trading	1,326		1,290		(35)
Other fees and commissions	4,900		5,212		312
Other business expenses	1,932		7,383		5,450
Loss on sale of government bonds and other bonds	1,932		2,113		180
Charge-offs of government bonds and other bonds			4,853		4,853
Financial derivative products expense			416		416
General and administrative expenses	58,223		59,434		1,210
Other operating expenses	32,476		28,182		(4,294)
Transfer to reserve for possible loan losses	28,223		14,007		(14,216)
Charge-offs of loans and discounted	45		82		36
Loss on sale of stocks, etc.	719		2,404		1,685
Write-off of stocks, etc.	197		880		683
Loss on money held in trust	1,908		6		(1,902)
Other operating expenses	1,381		10,800		9,419
Operating profit	36,366	23.64	32,260	20.15	(4,106)

Extraordinary gains	395	0.25	288	0.18	(106)
Gains on disposal of fixed assets	392		276		(115)
Bad debt recovered	2		11		8
Extraordinary losses	416	0.27	922	0.58	505
Loss of disposal of fixed assets	368		189		(179)
Impairment losses	47		43		(3)
Other extraordinary losses	—		689		689
Net income before income taxes	36,345	23.62	31,627	19.75	(4,718)
Corporate tax, resident tax and business tax	23,245	15.11	13,089	8.18	(10,156)
Income tax deferred	(9,136)	(5.94)	(491)	(0.31)	8,644
Net income	22,235	14.45	19,029	11.88	(3,206)