

## Consolidated capital adequacy (domestic standards)

|  | Millions of Yen |                | Thousands of<br>US Dollars |
|--|-----------------|----------------|----------------------------|
|  | March 31, 2011  | March 31, 2012 | March 31, 2012             |
| <b>Basic items</b>   |                 |                |                            |
| Capital  | 14,697          | 14,697         | 178,817                    |
| Including non-cumulative perpetual preferred stocks  | -               | -              | -                          |
| Advance on subscription to new share issues  | -               | -              | -                          |
| Capital surplus  | 8,795           | 8,795          | 107,008                    |
| Profit surplus   | 61,271          | 65,301         | 794,513                    |
| Common stock held in treasury  | 77              | 79             | 961                        |
| Advance on subscription to treasury shares   | -               | -              | -                          |
| Amount expected to outflow   | 532             | 528            | 6,424                      |
| Loss on devaluation of other marketable securities   | -               | -              | -                          |
| Foreign currency translation adjustment account  | -               | -              | -                          |
| Equity warrants  | -               | -              | -                          |
| Minority shareholders' equity of consolidated subsidiaries   | 4,251           | 5,141          | 62,550                     |
| (Including preferential subscription certificates<br>issued by overseas special purpose companies)                       | -               | -              | -                          |
| Amount equivalent to goodwill  | -               | -              | -                          |
| Amount equivalent to "noren" goodwill  | -               | -              | -                          |
| Amount equivalent to intangible fixed assets as a result of corporate merger   | -               | -              | -                          |
| Amount equivalent to the equity capital increased as a result of securitization business                                 | -               | -              | -                          |
| Total of basic items before deduction of deferred-tax assets (total of the above items)                                  | 88,404          | 93,327         | 1,135,503                  |
| Amount of deduction of deferred-tax assets   | -               | -              | -                          |
| Total  | (A) 88,404      | 93,327         | 1,135,503                  |
| Including preferential subscription certificates<br>with step-up interest clause (Note 1)                                | -               | -              | -                          |
| <b>Complementary items</b>   |                 |                |                            |
| Amount equivalent to 45% of balance between reassessed land<br>amount and book value immediately before the reassessment | 2,666           | 2,660          | 32,364                     |
| Ordinary allowance for bad debts   | 6,055           | 4,408          | 53,632                     |
| Liability capital procurement means  | 22,000          | 22,000         | 267,672                    |
| Including perpetual subordinated debts (Note 2)  | -               | -              | -                          |
| Including fixed-term subordinated debts and fixed-term<br>preferred stocks (Note 3)                                      | 22,000          | 22,000         | 267,672                    |
| Total  | 30,722          | 29,068         | 353,668                    |
| Including amount transferred into equity capital   | (B) 30,722      | 29,068         | 353,668                    |
| <b>Deductible item</b>   |                 |                |                            |
| Deductible item (Note 4)   | (C) 465         | 464            | 5,645                      |
| <b>Equity capital</b>  |                 |                |                            |
| (A) + (B) - (C)  | (D) 118,660     | 121,931        | 1,483,526                  |
| <b>Risk assets</b>   |                 |                |                            |
| Asset item (on-balance)  | 899,020         | 955,549        | 11,626,098                 |
| Off-balance transaction items  | 4,573           | 5,209          | 63,378                     |
| Credit risk assets   | (E) 903,594     | 960,759        | 11,689,488                 |
| Amount relating to operational risk equivalents ((G)/8%) (F)   | 65,264          | 68,005         | 827,412                    |
| (Reference) Operational risk equivalents   | (G) 5,221       | 5,440          | 66,188                     |
| Total (E)+(F)  | (H) 968,858     | 1,028,764      | 12,516,900                 |
| Consolidated capital adequacy (domestic standards)<br>= (D)/(H) x 100  | 12.24%          | 11.85%         | 11.85%                     |
| (Reference) Tier 1 Ratio<br>= (A)/(H) x 100  | 9.12%           | 9.07%          | 9.07%                      |

(Notes)

1. Those listed in Announcement, Article 28 item 2, namely, stocks and similar items for which repayment is possible by adding special stipulation of step-up interest, etc. (including preferential subscription certificates issued by overseas special-purpose companies.)
2. Liability capital procurement refers to those listed in Announcement, Article 29 item 1-3 and having the characteristics given below:
  - (1) Unsecured, subordinated to other debts, and already paid in
  - (2) Not to be repaid, except for specific cases
  - (3) To be appropriated for making up for losses, while business is being continued
  - (4) Obligation to pay interest may be postponed
3. Those listed in Announcement, Article 29 items 1-4 and 1-5 and limited to those with repayment period more than 5 years in the case of fixed-term subordinated items.
4. Capital procurement means or equivalent intentionally held by other financial institutions as stipulated in Announcement, Article 31 items 1-1 to 1-6 and investments or equivalent as stipulated in item 1-2 of the same Article.