

## Financial Statements

Financial statements for the previous year were audited and certified by Pricewaterhouse Coopers Arata, an independent accounting firm, under the provisions of Article 396.1 of the Company Act and Article 193-2 of the Securities Exchange Law.

Financial statements for the current year were audited and certified by Deloitte Touche Tohmatsu, an independent accounting firm, under the provisions of Article 396.1 of the Company Act and Article 193-2.1 of the Financial Instrument and Exchange Law.

The independent accounting auditors retained by the Company changed as follows:

Previous year: Pricewaterhouse Coopers Arata

Current year: Deloitte Touche Tohmatsu

## Non-Consolidated Balance Sheets (Assets)

	Millions of Japanese Yen		Thousands of US Dollars
	FY 2007	FY 2008	FY 2008
Cash and due from banks	41,303	33,688	336,241
Cash	23,190	24,224	241,781
Due from banks	18,113	9,463	94,451
Call loans	20,078	77,646	774,988
Other debt purchased	12,552	7,176	71,624
Trading account securities	198	35	349
Trading account government bonds	39	31	309
Local government bonds	159	3	30
Money held in trust	9,000	6,000	59,886
Securities	568,509	476,163	4,752,600
Government bonds	184,383	176,873	1,765,376
Local government bonds	65,596	44,774	446,891
Corporate bonds	177,180	142,614	1,423,435
Shares	45,319	27,624	275,716
Other kinds of securities	96,029	84,275	841,152
Loans	1,149,130	1,202,807	12,005,260
Bills discounted	20,721	15,826	157,960
Loans by bills	83,563	85,071	849,097
Loans on deed	889,449	936,623	9,348,468
Cash credit	155,396	165,286	1,649,726
Foreign exchange	590	584	5,829
Due to foreign banks	474	495	4,941
Foreign exchange purchased	59	31	309
Foreign exchange receivable	55	56	559
Other assets	8,297	9,045	90,278
Prepaid expense	13	20	200
Accrued income	2,719	2,859	28,536
Derivatives	127	40	399
Other assets	5,437	6,124	2,337,708
Tangible fixed assets	23,717	23,466	234,215
Buildings	6,893	6,701	66,883
Land	14,477	14,467	144,396

Construction in progress	0	205	2,046
Other tangible fixed assets	2,345	2,091	20,870
Intangible fixed assets	1,859	2,112	21,080
Software	1,792	2,048	20,441
Other intangible fixed assets	66	64	639
Deferred income tax asset	7,215	19,202	191,656
Guaranty endorsement	9,877	5,744	57,331
Allowance for bad debts	14,373	13,759	137,329
Reserve against investment losses	112	122	1,218
Total assets	1,837,846	1,849,790	18,462,821

**(Liabilities and Shareholders' Equity)**  
**(Total liabilities and net assets)**

	Millions of Japanese Yen		Thousands of US Dollars
	FY 2007	FY 2008	FY 2008
Deposits	1,558,504	1,601,081	15,980,447
Demand	42,928	32,176	321,150
Ordinary	926,768	893,074	8,913,804
Savings	27,455	25,218	251,702
At notice	7,369	5,919	59,078
Time	495,241	565,358	5,642,859
Installment savings	192	2,039	20,351
Others	58,548	77,294	771,474
Negotiable deposit	77,321	85,562	853,997
Call money	63,053	33,587	335,233
Foreign exchange	19	36	359
Foreign exchange sold	8	19	190
Foreign exchange payable	10	17	170
Corporate bonds	15,000	15,000	149,716
Other liabilities	4,709	11,403	113,814
Domestic exchange settlement	104	91	908
Accrued income tax and others	379	4,102	40,942
Accrued expenses payable	1,467	2,343	23,386
Unearned revenue	1,070	1,186	11,838
Deposits received from employees	365	374	3,733
Benefit and coverage reserve	0	0	0
Derivatives	66	2,701	26,959
Other liabilities	1,255	601	5,999
Reserve for bonus for directors and corporate auditors	40	20	200
Reserve for retirement allowances	7,600	6,988	69,747
Reserve for officers' retirement bonuses	-	491	4,901
Reserve for losses from sleeping account withdrawal	-	370	3,693
Reserve for contingent losses	-	51	509
Revaluation deferred tax liabilities	3,662	3,577	35,702
Acceptances and guarantees	9,877	5,744	57,331
Total liabilities	1,739,789	1,763,915	17,605,699

Common stock	10,662	10,662	106,418
Capital surplus	4,764	4,764	47,550
Capital reserve	4,737	4,737	47,280
Other capital surplus	27	27	269
Earned surplus	68,338	69,772	696,397
Profit reserve	6,473	6,473	64,607
Other retained earnings	61,864	63,298	631,780
Contingent reserve	56,601	60,301	601,866
Earned surplus brought forward	5,263	2,997	29,913
Common stock held in treasury	14	41	409
Total owners' equity	83,751	85,159	849,975
Other securities revaluation excess	11,337	2,149	21,449
Net deferred gains (losses) on hedging instruments, net of taxes	35	17	170
Land revaluation excess	3,003	2,883	28,775
Total valuation and translation adjustments	14,305	716	7,146
Total net assets	98,057	85,875	857,121
Total liabilities and net assets	1,837,846	1,849,790	18,462,821

# Non-Consolidated Statements of Income and Retained Earnings

	Millions of Japanese Yen		Thousands of US Dollars
	FY 2007	FY 2008	FY 2008
Income	40,512	53,261	531,600
Capital investment income	30,709	34,203	341,381
Loan interest	23,625	25,880	258,309
Interest and dividend on marketable securities	6,879	7,947	79,319
Interest on call loan	45	207	2,066
Interest on deposits	16	17	170
Other interest receivable	141	150	1,497
Service revenue	7,930	7,836	78,211
Charges for remittance received	2,578	2,532	25,272
Other service revenue	5,351	5,304	52,939
Other transaction revenue	70	2,988	29,823
Profit on securities	16	8	80
Profit on government bonds	53	2,980	29,743
Other transaction revenue	0	0	0
Other operating income	1,802	8,232	82,164
Profit from sales of stocks	847	7,444	74,299
Profit from money trust	53	7	70
Other income	901	780	7,785
Expenses	33,856	49,076	489,829
Cost of raising funds	3,123	5,466	54,556
Interest on deposits	1,297	3,685	36,780
Interest on negotiable deposits	70	259	2,585
Interest on call money	1,206	1,245	12,426
Interest on borrowed funds	93	-	-
Interest on bonds	230	231	2,306
Interest-swap transaction	218	43	429
Other interest payable	6	2	20
Expenses on service revenue	1,602	1,932	19,283
Charges for remittance paid	477	479	4,781
Other service expenses	1,125	1,453	14,502
Other transaction expenses	1,773	12,925	129,005
Loss from foreign exchange	86	95	948
Loss from government bonds sold	1,285	1,308	13,055
Loss from government bonds repaid	172	875	8,733
Amortization of national bonds and other bonds	28	7,811	77,962
Loss from derivatives	201	2,835	28,296
Sales expenses	23,552	24,171	241,252
Other operating expenses	3,803	4,580	45,713

Transfer to allowance for bad debt	46	2,120	21,160
Loan money charged off	3,330	1,021	10,191
Loss from stocks sold	25	103	1,028
Stocks charged off	0	268	2,675
Loss on money held in trust	109	752	7,506
Other expenses	291	314	3,134
Ordinary income	6,656	4,184	41,761
Extraordinary income	827	493	4,921
Gains on dispositions of fixed assets	33	19	190
Recoveries of writtenoff	776	474	4,731
Other extraordinary profits	17	-	-
Extraordinary loss	242	885	8,833
Loss on dispositions of fixed assets	242	169	1,687
Provision (for past years) to reserve for officers' retirement bonuses	-	401	4,002
Provision to reserve for losses from sleeping account withdrawal	-	314	3,134
Income before income taxes	7,241	3,793	37,858
Income, inhabitant and business taxes	460	4,528	45,194
Adjusted income and other taxes	2,303	3,003	29,973
Net income	4,477	2,268	22,637