

Financial Statements

Financial statements for the previous and current fiscal years were audited and certified by Deloitte Touche Tomatsu, an independent accounting firm, under the provisions of Article 396-1 of the Companies Act and Article 193-2-1 of the Financial Instruments and Exchange Law.

Non-Consolidated Balance Sheets (Assets)

	Millions of Japanese Yen		Thousands of US Dollars
	FY 2008	FY 2009	FY 2009
Cash and due from banks	33,688	41,525	422,732
Cash	24,224	26,684	271,648
Due from banks	9,463	14,841	151,084
Call loans	77,646	—	—
Other dept purchased	7,176	3,658	37,239
Trading account securities	35	45	458
Trading account government bonds	31	35	356
Local government bonds	3	10	102
Money held in trust	6,000	2,000	20,360
Securities	476,163	548,333	5,582,134
Government bonds	176,873	240,712	2,450,494
Local government bonds	44,774	57,564	586,012
Corporate bonds	142,614	149,898	1,525,990
Shares	27,624	43,613	443,989
Other kinds of securities	84,275	56,544	575,629
Loans	1,202,807	1,210,624	12,324,382
Bills discounted	15,826	12,147	123,659
Loans by bills	85,071	72,683	739,927
Loans on deed	936,623	970,738	9,882,297
Cash credit	165,286	155,054	1,578,479
Foreign exchange	584	981	9,987
Due to foreign banks	495	944	9,610
Foreign exchange purchased	31	12	122
Foreign exchange receivable	56	24	244
Other assets	9,045	9,807	99,837
Prepaid expense	20	18	183
Accrued income	2,859	2,863	29,146
Derivatives	40	5	51
Other assets	6,124	6,919	70,437
Tangible fixed assets	23,466	24,391	248,305
Buildings	6,701	7,138	72,666
Land	14,467	14,350	146,086
Lease assets	—	729	7,421
Construction in progress	205	537	5,467
Other tangible fixed assets	2,091	1,634	16,634
Intangible fixed assets	2,112	1,625	16,543

Software	2,048	1,562	15,901
Other intangible fixed assets	64	63	641
Deferred income tax asset	19,202	19,571	199,236
Guaranty endorsement	5,744	4,270	43,469
Allowance for bad debts	-13,759	-20,445	-208,134
Reserve against investment losses	-122	-93	-947
Total assets	1,849,790	1,846,297	18,795,653

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

	Millions of Japanese Yen		Thousands of US Dollars
	FY 2008	FY 2009	FY 2009
Deposits	1,601,081	1,635,187	16,646,513
Demand	32,176	28,789	293,077
Ordinary	893,074	933,616	9,504,388
Savings	25,218	23,802	242,309
At notice	5,919	1,852	18,854
Time	565,358	574,063	5,844,070
Installment savings	2,039	3,248	33,065
Others	77,294	69,815	710,730
Negotiable deposit	85,562	67,610	688,283
Call money	33,587	25,189	256,429
Borrowed Money	—	18,277	186,063
Loans	—	18,277	186,063
Foreign exchange	36	14	143
Foreign exchange sold	19	11	112
Foreign exchange payable	17	2	20
Corporate bonds	15,000	15,000	152,703
Other liabilities	11,403	9,606	97,791
Domestic exchange settlement	91	117	1,191
Accrued income tax and others	4,102	30	305
Accrued expenses payable	2,343	2,713	27,619
Unearned revenue	1,186	1,145	11,656
Deposits received from employees	374	383	3,899
Benefit and coverage reserve	0	2	20
Derivatives	2,701	3,957	40,283
Lease obligations	—	745	7,584
Other liabilities	601	512	5,212
Reserve for bonus for directors and corporate auditors	20	—	—
Reserve for retirement allowances	6,988	6,936	70,610
Reserve for officers' retirement bonuses	491	484	4,927
Reserve for losses from sleeping account withdrawal	370	310	3,156
Reserve for contingent losses	51	104	1,059
Revaluation deferred tax liabilities	3,577	3,567	36,313
Acceptances and guarantees	5,744	4,270	43,469
Total liabilities	1,763,915	1,786,559	18,187,509

Common stock	10,662	10,662	108,541
Capital surplus	4,764	4,761	48,468
Capital reserve	4,737	4,737	48,224
Other capital surplus	27	23	234
Earned surplus	69,772	47,046	478,937
Profit reserve	6,473	6,473	65,896
Other retained earnings	63,298	40,572	413,031
Contingent reserve	60,301	61,801	629,146
Earned surplus brought forward	2,997	-21,228	-216,105
Common stock held in treasury	-41	-71	-723
Total owners' equity	85,159	62,398	635,223
Other securities revaluation excess	-2,149	-5,516	-56,154
Net deferred gains (losses) on hedging instruments, net of taxes	-17	-16	-163
Land revaluation excess	2,883	2,871	29,227
Total valuation and translation adjustments	716	-2,661	-27,089
Total net assets	85,875	59,737	608,134
Total liabilities and net assets	1,849,790	1,846,297	18,795,653

Non-Consolidated Statements of Income and Retained Earnings

	Millions of Japanese Yen		Thousands of US Dollars
	FY 2008	FY 2009	FY 2009
Income	53,261	40,699	414,324
Capital investment income	34,203	32,777	333,676
Loan interest	25,880	25,838	263,036
Interest and dividend on marketable securities	7,947	6,644	67,637
Interest on call loan	207	229	2,331
Interest on deposits	17	7	71
Other interest receivable	150	57	580
Service revenue	7,836	6,877	70,009
Charges for remittance received	2,532	2,425	24,687
Other service revenue	5,304	4,451	45,312
Other transaction revenue	2,988	343	3,492
Profit on foreign exchange transactions	–	27	275
Profit on securities	8	9	92
Profit on government bonds	2,980	306	3,115
Other transaction revenue	0	0	0
Other operating income	8,232	700	7,126
Profit from sales of stocks	7,444	237	2,413
Profit from money trust	7	–	–
Other income	780	462	4,703
Expenses	49,076	64,568	657,314
Cost of raising funds	5,466	4,912	50,005
Interest on deposits	3,685	3,779	38,471
Interest on negotiable deposits	259	278	2,830
Interest on call money	1,245	479	4,876
Interest on borrowed funds	–	23	234
Interest on bonds	231	230	2,341
Interest-swap transaction	43	62	631
Other interest payable	2	57	580
Expenses on service revenue	1,932	1,853	18,864
Charges for remittance paid	479	469	4,775
Other service expenses	1,453	1,384	14,089
Other transaction expenses	12,925	13,797	140,456
Loss from foreign exchange	95	–	–
Loss from government bonds sold	1,308	900	9,162
Loss from government bonds repaid	875	407	4,143
Amortization of national bonds and other bonds	7,811	9,449	96,193
Loss from derivatives	2,835	3,039	30,938
Sales expenses	24,171	24,169	246,045
Other operating expenses	4,580	19,835	201,924

Transfer to allowance for bad debt	2,120	8,434	85,860
Loan money charged off	1,021	8,923	90,838
Loss from stocks sold	103	353	3,594
Stocks charged off	268	1,690	17,205
Loss on money held in trust	752	132	1,344
Other expenses	314	300	3,054
Ordinary income	4,184	-23,869	-242,991
Extraordinary income	493	305	3,105
Gains on dispositions of fixed assets	19	6	61
Recoveries of written off	474	270	2,749
Gain on reversal of reserves for possible losses on investments	-	28	285
Extraordinary loss	885	45	458
Loss on dispositions of fixed assets	169	45	458
Provision (for past years) to reserve for officers' retirement bonuses	401	-	-
Provision to reserve for losses from sleeping account withdrawal	314	-	-
Income before income taxes	3,793	-23,609	-240,344
Income, inhabitant and business taxes	4,528	26	265
Income and other tax adjustments	-3,003	-1,776	-18,080
Income taxes-current		-1,750	-17,815
Net income	2,268	-21,858	-222,519