

Financial Statements

Documents in accordance with Article 20-1 of the Banking Act were audited by Deloitte Touche Tohmatsu LLC under the provisions of Article 396-1 of the Companies Act.

In addition, the non-consolidated balance sheets, the non-consolidated statements of income and retained earnings and the non-consolidated statement of changes in net assets were audited and certified by Deloitte Touche Tohmatsu LLC under the provisions of Article 193-2-1 of the Financial Instruments and Exchange Act.

Non-Consolidated Balance Sheets

(Assets)

	Millions of Japanese Yen		Thousands of US Dollars
	FY 2010	FY 2011	FY 2011
Cash and due from banks	35,805	26,531	319,074
Cash	22,147	19,782	237,907
Due from banks	13,658	6,749	81,167
Call loans	62,046	31,351	377,041
Other dept purchased	2,268	1,402	16,861
Trading account securities	38	4	48
Trading account government bonds	26	–	–
Local government bonds	11	4	48
Money held in trust	2,000	2,000	24,053
Securities	608,262	680,424	8,183,091
Government bonds	281,213	317,624	3,819,892
Local government bonds	105,736	122,755	1,476,308
Corporate bonds	159,528	189,182	2,275,189
Shares	35,327	30,083	361,792
Other kinds of securities	26,457	20,779	249,898
Loans	1,199,346	1,287,422	15,483,127
Bills discounted	10,352	9,017	108,443
Loans by bills	65,135	57,327	689,441
Loans on deed	1,018,666	1,107,941	13,324,606
Cash credit	105,191	113,135	1,360,613
Foreign exchange	1,261	1,244	14,961
Due to foreign banks	1,215	1,217	14,636
Foreign exchange purchased	28	3	36
Foreign exchange receivable	18	23	277
Other assets	6,920	8,694	104,558
Prepaid expense	22	31	373
Accrued income	3,045	3,207	38,569
Derivatives	–	10	120
Other assets	3,852	5,445	65,484
Tangible fixed assets	23,624	23,433	281,816
Buildings	7,315	7,665	92,183
Land	13,979	13,896	167,120
Lease assets	618	479	5,761
Construction in progress	220	–	–
Other tangible fixed assets	1,490	1,393	16,753

Intangible fixed assets	2,665	4,745	57,066
Software	1,250	4,684	56,332
Other intangible fixed assets	1,415	60	722
Deferred income tax asset	15,709	14,304	172,026
Guaranty endorsement	4,469	3,922	47,168
Allowance for bad debts	-20,602	-18,322	-220,349
Reserve against investment losses	-83	-62	-746
Total assets	1,943,733	2,067,098	24,859,868

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

	Millions of Japanese Yen		Thousands of US Dollars
	FY 2010	FY 2011	FY 2011
Deposits	1,714,403	1,717,198	20,651,810
Demand	34,497	31,834	382,850
Ordinary	999,036	1,047,084	12,592,712
Savings	22,204	21,108	253,854
At notice	731	4,820	57,968
Time	625,640	584,474	7,029,152
Installment savings	3,602	2,976	35,791
Others	28,691	24,899	299,447
Negotiable deposit	84,119	124,989	1,503,175
Borrowed Money	20,379	100,475	1,208,358
Loans	20,379	100,475	1,208,358
Foreign exchange	37	79	950
Foreign exchange sold	23	72	866
Foreign exchange payable	13	6	72
Corporate bonds	15,000	12,000	144,317
Other liabilities	7,839	5,834	70,162
Domestic exchange settlement	57	35	421
Accrued income tax and others	70	204	2,453
Accrued expenses payable	2,865	2,562	30,812
Unearned revenue	1,051	1,036	12,459
Benefit and coverage reserve	3	3	36
Derivatives	2,537	426	5,123
Lease obligations	647	512	6,158
Asset retirement obligations	-	111	1,335
Other liabilities	604	940	11,305
Reserve for bonus for directors and corporate auditors	20	20	241
Reserve for retirement allowances	7,102	7,263	87,348
Reserve for officers' retirement bonuses	501	571	6,867
Reserve for losses from sleeping account withdrawal	200	185	2,225
Reserve for contingent losses	214	231	2,778
Revaluation deferred tax liabilities	3,375	3,352	40,313
Acceptances and guarantees	4,469	3,922	47,168
Total liabilities	1,857,662	1,976,123	23,765,761

Common stock	14,697	14,697	176,753
Capital surplus	8,795	8,794	105,761
Capital reserve	8,771	8,771	105,484
Other capital surplus	23	23	277
Earned surplus	55,189	60,794	731,137
Profit reserve	6,473	6,473	77,847
Other retained earnings	48,715	54,320	653,277
Contingent reserve	39,101	47,101	566,458
Earned surplus brought forward	9,614	7,219	86,819
Common stock held in treasury	-76	-77	-926
Total owners' equity	78,605	84,208	1,012,724
Other securities revaluation excess	4,865	4,193	50,427
Net deferred gains (losses) on hedging instruments, net of taxes	-2	-	-
Land revaluation excess	2,602	2,573	30,944
Total valuation and translation adjustments	7,465	6,766	81,371
Total net assets	86,071	90,975	1,094,107
Total liabilities and net assets	1,943,733	2,067,098	24,859,868

Non-Consolidated Statements of Income and Retained Earnings

	Millions of Japanese Yen		Thousands of US Dollars
	FY 2010	FY 2011	FY 2011
Income	42,115	40,684	489,284
Capital investment income	31,139	31,056	373,494
Loan interest	24,402	23,776	285,941
Interest and dividend on marketable securities	6,641	7,171	86,242
Interest on call loan	33	65	782
Interest on deposits	0	0	0
Other interest receivable	62	42	505
Service revenue	6,803	7,054	84,835
Charges for remittance received	2,350	2,241	26,951
Other service revenue	4,452	4,812	57,871
Other transaction revenue	2,115	1,761	21,179
Profit on foreign exchange transactions	56	73	878
Profit on securities	8	9	108
Profit on government bonds	1,554	1,678	20,180
Profit on derivatives	496	–	–
Other transaction revenue	0	0	0
Other operating income	2,056	812	9,765
Profit from sales of stocks	1,550	280	3,367
Profit from money trust	34	11	132
Other income	471	520	6,254
Expenses	33,252	33,711	405,424
Cost of raising funds	3,544	2,815	33,854
Interest on deposits	2,383	1,495	17,980
Interest on negotiable deposits	205	173	2,081
Interest on call money	13	4	48
Interest on borrowed funds	289	307	3,692
Interest on bonds	231	258	3,103
Interest-swap transaction	373	531	6,386
Other interest payable	48	43	517
Expenses on service revenue	1,797	1,712	20,589
Charges for remittance paid	446	434	5,219
Other service expenses	1,350	1,278	15,370
Other transaction expenses	550	506	6,085
Loss from government bonds sold	–	10	120
Loss from government bonds repaid	414	233	2,802
Amortization of national bonds and other bonds	136	120	1,443
Loss from derivatives	–	140	1,684
Other transaction expenses	–	0	0
Sales expenses	23,746	24,667	296,657

Other operating expenses	3,614	4,009	48,214
Transfer to allowance for bad debt	2,351	–	–
Loan money charged off	818	545	6,554
Loss from stocks sold	74	1,790	21,527
Stocks charged off	80	1,325	15,935
Loss on money held in trust	14	–	–
Other expenses	275	347	4,173
Ordinary income	8,862	6,973	83,860
Extraordinary income	791	1,878	22,586
Gains on dispositions of fixed assets	4	8	96
Gain on reversal of allowance for doubtful receivables	–	1,587	19,086
Recoveries of written off	724	262	3,151
Gain on reversal of reserves for possible losses on investments	10	20	241
Provision to reserve for losses from sleeping account withdrawal	51	–	–
Extraordinary loss	526	230	2,766
Loss on dispositions of fixed assets	258	58	698
Impairment losses	267	48	577
Effect of the application of the accounting standard for asset retirement obligations	–	123	1,479
Income before income taxes	9,127	8,620	103,668
Income, inhabitant and business taxes	39	127	1,527
Income and other tax adjustments	335	1,860	22,369
Income taxes-current	374	1,988	23,909
Net income	8,753	6,632	79,759