

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 U.S. Dollars
	FY 2013	FY 2014	FY 2014
Cash and due from banks	26,408	68,788	668,364
Cash	21,739	26,175	254,324
Due from banks	4,669	42,613	414,040
Call loans	85,346	282	2,740
Other debt purchased	349	281	2,730
Trading account securities	-0	-	-
Local government bonds	-0	-	-
Money held in trust	3,000	8,000	77,730
Securities	635,946	678,814	6,595,550
Government bonds	260,606	290,791	2,825,408
Local government bonds	133,275	122,261	1,187,923
Corporate bonds	168,055	161,334	1,567,567
Shares	35,351	37,551	364,856
Other kinds of securities	38,656	66,876	649,786
Loans	1,433,794	1,549,064	15,051,147
Bills discounted	9,723	8,560	83,171
Loans by bills	60,012	59,870	581,714
Loans on deed	1,227,578	1,325,617	12,880,072
Cash credit	136,479	155,015	1,506,170
Foreign exchanges	879	1,155	11,222
Due from foreign banks	848	1,105	10,736
Foreign exchange purchased	1	1	10
Foreign exchange receivable	29	48	466
Other assets	6,889	6,081	59,085
Prepaid expense	29	19	185
Accrued income	3,129	3,047	29,606
Initial margins of future markets	0	-	-
Derivatives	9	4	39
Other assets	3,720	3,009	29,236
Tangible fixed assets	22,969	22,314	216,809
Buildings	7,449	6,877	66,819
Land	13,898	14,128	137,272
Lease assets	496	424	4,120
Construction in progress	1	12	117
Other tangible fixed assets	1,123	871	8,463
Intangible fixed assets	3,482	2,742	26,642
Software	3,417	2,677	26,010
Other intangible fixed assets	64	64	622
Prepaid pension expenses	190	840	8,162
Deferred income tax asset	1,248	-	-
Guaranty endorsement	3,919	3,829	37,204
Allowance for bad debts	-11,147	-10,630	-103,284
Reserve against investment losses	-31	-3	-29
Total assets	2,213,244	2,331,562	22,654,120

(Liabilities and Shareholders' Equity)
(Total Liabilities and Net Assets)

	Millions of Japanese Yen		Thousands of U.S. Dollars
	FY 2013	FY 2014	FY 2014
Liabilities:			
Deposits	1,853,075	1,932,501	18,776,729
Demand	40,529	35,604	345,939
Ordinary	1,172,231	1,213,668	11,792,344
Savings	18,993	18,320	178,002
At notice	974	670	6,510
Time	598,247	626,980	6,091,916
Installment savings	2,046	1,852	17,995
Others	20,051	35,404	343,995
Negotiable deposit	137,278	150,450	1,461,815
Call money	940	63,146	613,545
Guarantee deposit received under bond lending transactions	—	13,287	129,100
Borrowed money	78,027	10,251	99,602
Loans	78,027	10,251	99,602
Foreign exchanges	70	29	282
Foreign exchange sold	64	19	185
Foreign exchange payable	5	9	87
Corporate bonds	12,000	27,000	262,340
Other liabilities	5,971	5,369	52,167
Domestic exchange settlement	50	25	243
Accrued income tax and others	668	306	2,973
Accrued expenses payable	1,609	1,738	16,887
Unearned revenue	793	920	8,939
Benefit and coverage reserve	2	2	19
Derivatives	412	149	1,448
Lease obligations	535	458	4,450
Asset retirement obligations	115	117	1,137
Other liabilities	1,783	1,650	16,032
Reserve for bonus for directors and corporate auditors	30	30	291
Reserve for retirement allowances	7,644	7,693	74,747
Reserve for officers' retirement bonuses	504	—	—
Reserve for losses from sleeping account withdrawal	434	313	3,041
Reserve for contingent losses	285	188	1,827
Deferred tax liabilities	—	433	4,207
Revaluation deferred tax liabilities	2,855	2,799	27,196
Acceptances and guarantees	3,919	3,829	37,204
Total liabilities	2,103,038	2,217,323	21,544,141
Net assets:			
Common stock	14,697	14,697	142,800
Capital surplus	8,794	8,794	85,445
Capital reserve	8,771	8,771	85,222
Other capital surplus	22	22	214
Earned surplus	68,878	74,771	726,496
Profit reserve	6,473	6,473	62,894
Other retained earnings	62,404	68,297	663,593
Contingent reserve	56,501	60,801	590,760
Earned surplus brought forward	5,903	7,496	72,833
Common stock held in treasury	—81	—1,706	—16,576
Total shareholders' equity	92,289	96,557	938,175
Other securities revaluation excess	15,058	14,894	144,714
Land revaluation excess	2,858	2,756	26,778
Total valuation and translation adjustments	17,917	17,650	171,492
Rights to acquire new shares	—	29	282
Total net assets	110,206	114,238	1,109,969
Total liabilities and net assets	2,213,244	2,331,562	22,654,120

Non-Consolidated Statements of Income and Retained Earnings

	Millions of Japanese Yen		Thousands of U.S. Dollars
	FY 2013	FY 2014	FY 2014
Income	41,791	42,089	408,949
Capital investment income	31,281	31,729	308,288
Interest on loans	24,243	24,426	237,330
Interest and dividend on marketable securities	6,982	7,253	70,472
Interest on call loans	46	37	360
Interest on deposits	0	3	29
Other interest receivable	8	7	68
Service revenue	7,187	7,595	73,795
Charges for remittance received	2,120	2,124	20,637
Other service revenue	5,066	5,470	53,148
Other transaction revenue	1,534	298	2,895
Profit on foreign exchange transactions	53	32	311
Profit on government bonds	1,481	236	2,293
Profit from derivatives	—	30	291
Other transaction revenue	0	0	0
Other operating income	1,788	2,465	23,951
Recoveries of write-off	637	318	3,090
Profit from sales of stocks	349	1,078	10,474
Profit from money trust	136	82	797
Other income	665	985	9,571
Expenses	33,836	32,401	314,817
Cost of raising funds	1,998	1,998	19,413
Interest on deposits	746	621	6,034
Interest on negotiable deposits	166	199	1,934
Interest on call money	11	25	243
Interest payment bond lending transactions	0	3	29
Interest on borrowed funds	325	322	3,129
Interest on bonds	142	217	2,108
Interest-swap transaction	574	579	5,626
Other interest payable	31	29	282
Expenses on service revenue	3,081	3,573	34,716
Charges for remittance paid	401	410	3,984
Other service expenses	2,680	3,162	30,723
Other transaction expenses	861	605	5,878
Loss on sales of securities	5	10	97
Loss from government bonds sold	417	284	2,759
Loss from government bonds repaid	384	253	2,458
Amortization of national bonds and others	20	57	554
Loss from derivatives	33	—	—
Sales expenses	24,834	24,135	234,503
Other operating expenses	3,060	2,088	20,288
Provision of allowance for doubtful accounts	1,674	1,240	12,048
Loan money charged off	581	313	3,041
Loss from stocks sold	341	243	2,361
Stocks charged off	1	—	—
Other expenses	462	291	2,827
Ordinary income	7,955	9,687	94,122
Extraordinary income	195	1	10
Gains on dispositions of fixed assets	195	1	10
Extraordinary loss	106	77	748
Loss on dispositions of fixed assets	106	54	525
Impairment loss	—	23	223
Income before income taxes	8,044	9,611	93,383
Income, inhabitant and business taxes	704	708	6,879
Income and other tax adjustments	2,135	2,071	20,122
Income taxes-current	2,840	2,779	27,002
Net income	5,204	6,831	66,372