

## Financial Statements

Financial Statements for the previous term and the term under review have been audited by Shigetaka Otsuka and Koichi Otsuka, Public Accountants, as well as by ChuoAoyama PricewaterhouseCoopers, Independent Certified Public Accountant under the provisions of Article 2 of the Law concerning special exceptions for the commercial code on auditing of a company limited by shares and Article 193-2 of the Securities Exchange Law.

### Non-Consolidated Balance Sheets (Assets)

	Millions of Japanese Yen		Thousands of US Dollars
	FY 2004	FY 2005	FY 2005
Cash and due from banks	59,834	95,001	884,635
Cash	36,456	40,637	378,406
Due from banks	23,377	54,364	506,230
Call loans	55,000	-	-
Other dept purchased	195	10,504	97,812
Trading account securities	230	45	419
Trading account government bonds	230	45	419
Money held in trust	4,000	6,000	55,871
Securities	483,883	519,654	4,838,942
Government bonds	176,302	168,394	1,568,060
Local government bonds	38,971	46,886	436,596
Corporate bonds	163,012	171,334	1,595,437
Shares	30,755	31,311	291,563
Other kinds of securities	74,840	101,727	947,267
Loans	1,030,305	1,045,181	9,732,573
Bills discounted	25,000	21,141	196,862
Loans by bills	118,788	98,834	920,328
Loans on deed	767,599	766,116	7,133,960
Cash credit	118,917	159,089	1,481,414
Foreign exchange	523	647	6,025
Due to foreign banks	448	557	5,187
Foreign exchange purchased	20	40	372
Foreign exchange receivable	54	50	466
Other assets	7,861	8,321	77,484
Prepaid expense	3	2	19
Accrued income	2,315	2,388	22,237
Derivatives	387	0	0
Loss on deferred hedge	854	472	4,395
Other assets	4,301	5,457	50,815
Premises and equipment	25,423	25,227	234,910
Land and buildings	24,967	24,653	229,565
Construction suspense payments	0	126	1,173
Guarantees and deposits	455	447	4,162
Deferred income tax asset	12,571	13,476	125,487
Guaranty endorsement	10,870	11,125	103,594
Allowance for bad debts	22,916	21,332	198,640
Total assets	1,667,782	1,713,853	15,959,149

## (Liabilities and Shareholders' Equity)

	Millions of Japanese Yen		Thousands of US Dollars
	FY 2004	FY 2005	FY 2005
Deposits	1,461,105	1,506,535	14,028,634
Demand	30,263	33,158	308,762
Ordinary	802,044	811,246	7,554,204
Savings	35,772	32,343	301,173
At notice	2,774	1,327	12,357
Time	561,233	529,127	4,927,153
Installment savings	845	431	4,013
Others	28,172	98,899	920,933
Negotiable deposit	61,077	50,531	470,537
Call money	23,983	30,308	282,224
Borrowed fund	5,000	5,000	46,559
Debt loan	5,000	5,000	46,559
Foreign exchange	38	14	130
Foreign exchange sold	33	9	84
Foreign exchange payable	4	5	47
Other liabilities	4,454	6,504	60,564
Domestic exchange settlement	169	124	1,155
Accrued income tax and others	570	2,421	22,544
Accrued expenses payable	879	848	7,896
Unearned revenue	1,195	1,157	10,774
Deposits received from employees	401	372	3,464
Benefit and coverage reserve	1	1	9
Delivertives	836	1,185	11,035
Other liabilities	399	393	3,660
Reserve for retirement allowances	8,151	8,549	79,607
Revaluation deferred tax liabilities	3,236	3,181	29,621
Acceptances and guarantees	10,870	11,125	103,594
Total liabilities	1,577,917	1,621,749	15,101,490
(Shareholders' equity)			
Common stock	10,662	10,662	99,283
Capital surplus	4,737	4,737	44,110
Capital reserve	4,737	4,737	44,110
Other capital surplus	-	0	0
Surplus from transaction in treasury stock	-	0	0
Earned surplus	60,910	62,560	582,550
Profit reserve	6,473	6,473	60,276
Unappropriated reserve	52,401	53,001	493,538
Contingent reserve	52,401	53,001	493,538
Unappropriated retained earnings at the term end	2,035	3,085	28,727
Land revaluation excess	4,768	4,687	43,645
Other securities revaluation excess	8,809	9,609	89,478
Common stock held in treasury	23	153	1,425
Total shareholders' equity	89,864	92,103	857,650
Total liabilities and shareholders' equity	1,667,782	1,713,853	15,959,149

# Non-Consolidated Statements of Income and Retained Earnings

	Millions of Japanese Yen		Thousands of US Dollars
	FY 2004	FY 2005	FY 2005
Income	39,491	41,038	382,140
Capital investment income	30,860	30,517	284,170
Loan interest	24,134	23,828	221,883
Interest and dividend on marketable securities	6,696	6,622	61,663
Interest on call loan	6	49	456
Interest on bills purchased	0	-	-
Interest on deposits	0	0	0
Other interest receivable	23	17	158
Service revenue	6,425	6,808	63,395
Charges for remittance received	2,825	2,726	25,384
Other service revenue	3,599	4,081	38,002
Other transaction revenue	989	548	5,103
Profit on foreign exchange	1	-	-
Profit on securities	34	31	289
Profit on government bonds	924	517	4,814
Profit on derivatives	28	-	-
Other transaction revenue	0	0	0
Other operating income	1,216	3,164	29,463
Profit from sales of stocks	155	2,270	21,138
Profit from money trust	124	170	1,583
Other income	935	723	6,732
Expenses	37,041	37,946	353,348
Cost of raising funds	1,623	1,654	15,402
Interest on deposits	389	286	2,663
Interest on negotiable deposits	7	17	158
Interest on call money	350	528	4,917
Interest on borrowed funds	139	141	1,313
Interest-swap transaction	734	678	6,313
Other interest payable	2	2	19
Expenses on service revenue	1,249	1,249	11,631
Charges for remittance paid	493	492	4,581
Other service expenses	755	757	7,049
Other transaction expenses	1,319	845	7,869
Loss from foreign exchange	-	265	2,468
Loss from government bonds sold	1,104	279	2,598
Loss from government bonds repaid	214	6	56
Loss from derivatives	-	293	2,728
Sales expenses	24,257	23,070	214,824
Other operating expenses	8,591	11,125	103,594
Transfer to allowance for bad debt	5,385	4,815	44,837

Loan money charged off	1,871	5,779	53,813
Loss from stocks sold	82	0	0
Stocks charged off	159	126	1,173
Other expenses	1,092	403	3,753
Ordinary income	2,449	3,092	28,792
Extraordinary income	3,461	987	9,191
Profit on disposal of property	6	39	363
Recoveries of written off	369	948	8,828
Profit on discontinuation of welfare pension fund	3,085	-	-
Extraordinary loss	666	450	4,190
Loss on disposal of property	185	110	1,024
Accrued retirement allowances	480	340	3,166
Income before income taxes	5,245	3,629	33,793
Income, inhabitant and business taxes	1,215	2,810	26,166
Adjusted income and other taxes	1,163	1,502	13,986
Net income	2,866	2,321	21,613
Retained earnings brought forward	684	1,048	9,759
Land revaluation profit appropriated	39	80	745
Interim dividend payment	368	365	3,399
Loss from treasury stocks sold	0	-	-
Treasury stocks charged off	1,186	-	-
Unappropriated retained earnings	2,035	3,085	28,727

## Statement of Appropriations

	Millions of Japanese Yen		Thousands of US Dollars
	General meeting approved date June 29, 2004	General meeting approved date June 29, 2005	General meeting approved date June 29, 2005
Unappropriated retained earnings	2,035	3,085	28,727
Appropriations of retained earnings	986	1,985	18,484
Dividend (¥2.5 per share)	366	365	3,399
Bonuses to directors and corporate auditors	20	20	186
(Including auditors' bonuses)	(5)	(6)	(56)
Voluntary reserve	600	1,600	14,899
Contingent reserve	600	1,600	14,899
Retained earnings carried forward	1,048	1,099	10,234