

Summary of September 30, 2000 Interim Results

1. Strong earnings base : Net operating profit exceeded forecast issued at the beginning of the period

• Sharp focus on domestic retail banking

- Net operating profit exceeded initial forecast by ¥5.5 billion and amounted to ¥80.5 billion (a decrease of ¥1.6 billion over the same period of the previous year).
- Domestic gross operating profit rose ¥2.4 billion over the previous year (fees and commissions income increased ¥1.9 billion).
- Housing loans continued to be strong and were up ¥138.5 billion in comparison with March 31, 2000.
- Funds held with the Bank by individual customers increased a substantial ¥215.1 billion in comparison with March 31, 2000.

• High net interest margin maintained

- Net loans/deposits margin was 1.87% (a decline of 0.06% from March 31, 2000).
- Overall net interest margin was 0.39% (a decline of 0.05% from March 31, 2000).

2. Progress toward sounder asset portfolio : Substantial reduction in stockholdings and unfunded pension liabilities

• Response to new accounting methods (market value accounting)

- Significant reduction of ¥97.2 billion in stockholdings compared with March 31, 2000.
- Provided ¥49.4 billion for unfunded pension liabilities and severance indemnities during the interim period.
- Write-offs and reserve provisions for ¥106.2 billion in such loans, including loans to major borrowers.
- Overall coverage ratio for nonperforming loans rose to approximately 83%.

3. Meeting the challenge of the "New Era in Retail Banking" : Good start for implementing management vision looking forward five years

• The Asahi Bank of the future

- Maximize corporate value by leveraging core competences in multiple retail banking fields to create specialized, new service constantly generating high returns.

• Retail banking indicators at high level

- Loans to individuals, small and medium-sized companies rose to 77.2% of the total loan portfolio (an increase of 2.4% over the same period of the previous year).
- Ratio of individual deposit remains high, at 63.8% (an increase of 1.5% over the previous interim period).

1. Strong Earnings Base

Net operating profit exceeded initial forecast by ¥5.5 billion and amounted to ¥80.5 billion

(Billions of yen)

	Sept. 2000	Sept. 1999	Change (a-b)
	(a)	(b)	
Net operating profit [gyomu juneki]	80.5	82.2	(1.6)
Ordinary profit	27.5	35.7	(8.2)
Net income	15.1	18.3	(3.1)

Initial forecasts:	(c)	Change (a-c)
Net operating profit [gyomu juneki]	75.0	5.5
Ordinary profit	25.0	2.5
Net income	15.0	0.1

	Sept. 2000	Mar. 2000	Change (a-c)
	(a)	(c)	
ROA (net op. profit) annualized	0.55%	0.54%	0.01%
ROE (net op. profit) annualized	11.53%	11.25%	0.28%

ROE=Net operating profit ÷ (equity beginning + equity ending) / 2

ROA=Net operating profit ÷ (assets beginning + assets ending) / 2

Domestic gross operating profit rose ¥2.4 billion over the previous year

(Billions of yen)

	Sept. 2000	Sept. 1999	Change (a-b)	Mar. 2000
	(a)	(b)		
Gross operating profit	194.2	191.8	2.4	384.2
Interest income	178.6	180.7	(2.0)	358.3
Loan/deposit income	179.0	177.0	1.9	358.6
Fees and Commissions	16.5	14.6	1.9	28.5
Bond-related income	(1.6)	(4.4)	2.7	(4.1)

Housing loans continued to be strong and were up ¥138.5 billion in comparison with March 31, 2000

(Billions of yen)

	Sept. 2000	Mar. 2000	Change (a-c)	Sept. 1999	Change (a-b)
	(a)	(c)		(b)	
Housing loans	5,970.5	5,832.0	138.5	5,630.3	340.2
Owner-occupied	4,290.3	4,166.3	124.0	3,982.6	307.7
Rental	1,680.2	1,665.6	14.6	1,647.6	32.6

Funds held with the Bank by individual customers increased a substantial ¥215.1 billion

(Billions of yen)

	Sept. 2000 (a)	Mar. 2000 (c)	Change (a-c)	Sept. 2000 (b)	Change (a-b)
	Funds held with the Bank by individual customers	12,531.2	12,316.1	215.1	12,006.9
Deposit by individuals	12,247.6	12,117.7	129.9	11,828.1	419.5
Yen deposits	12,133.5	12,043.8	89.7	11,776.0	357.5
Foreign currency deposits	114.1	73.9	40.2	52.1	62.0
Investment trust	152.7	63.3	89.4	32.7	120.0

High net interest margin maintained

(%)

	Sept. 2000 (a)	Sept. 1999 (b)	Change (a-b)	Mar. 2000 (c)	Change (a-c)
	Net loan/deposit margin	1.87	1.93	(0.06)	1.93
Ave. interest rate on loans	2.05	2.17	(0.12)	2.15	(0.10)
Ave. interest rate on deposits	0.18	0.23	(0.05)	0.21	(0.03)
Overall net interest margin	0.39	0.46	(0.07)	0.44	(0.05)

* Net loan/deposit margin is based on domestic branches.

Overall net interest margin is based on all branches

2. Progress toward Sounder Asset Portfolio

Significant reduction of ¥97.2 billion in stockholdings compared with March 31, 2000

(Billions of yen)

	Sept. 2000 (a)	Mar. 2000 (c)	Change (a-c)	Sept. 1999 (b)	Change (a-b)
	Stock holding	1,995.0	2,092.2	(97.2)	2,131.8
Unrealized gains or losses	196.1	532.9	(336.8)	412.9	(216.8)
Gains on revaluation of securities	317.2	591.3	(274.0)	583.2	(265.9)
Losses on revaluation of securities	(121.1)	(58.3)	(62.8)	(170.2)	49.1

Unfunded portion of severance payments for employees prior years service covered through the creation of a ¥40.2 billion retirement allowance trust.

(Billions of yen)

	Sept. 2000		
Accrued liabilities for severance indemnities	131.5	Amount amortized during the interim period	Amount funded during the interim period
Amount covered by established of trust	40.2		
Remaining amount requiring amortization	91.2		

Write-offs and additions to reserves deal with ¥106.2 billion in nonperforming assets, including those related to major bankruptcies

(Billions of yen)

	Sept. 2000 (a)	Sept. 1999 (b)	Change (a-b)	Mar. 2000
Write-offs and additions to general reserve, total	106.2	58.2	47.9	204.3
Write-offs	109.4	60.7	48.6	202.7
Additions to general reserve	(3.2)	(2.5)	(0.7)	1.6

Coverage ratio through additions to the reserve for possible loan losses and other measures increased to about 83%

(Billions of yen)

	Sept. 2000 (a)	Mar. 2000 (c)	Change (a-c)
Financial Revitalization Law standard	874.5	863.6	10.8
Unrecoverable	179.9	186.7	(6.8)
Risk	476.6	503.6	(27.0)
Special attention	217.9	173.1	44.7
Coverage ratio	82.8%	78.7%	4.1%

3 Challenging the “New Era in Retail Banking”

Indicators for retail banking activities at a high level

(%)

	Sept. 2000 (a)	Sept. 1999 (b)	Change (a-b)	Mar. 2000 (c)	Change (a-c)
	Loans to small/medium-sized companies and individuals	77.2%	74.8%	2.4%	76.9%
Housing loans/total loans	30.5%	30.1%	0.4%	30.1%	0.4%
Individual deposit ratio	63.8%	62.3%	1.5%	64.6%	(0.8)%

Contents

I Results for the Interim Period Ended September 30, 2000

(1) Statements of operations	Nonconsolidated/Consolidated
(2) Net operating profit	Nonconsolidated
(3) Interest rate spreads	Nonconsolidated
(4) Gains or losses on marketable securities	Nonconsolidated
(5) BIS capital ratio	Nonconsolidated/Consolidated
(6) ROE	Nonconsolidated

II Loans and Bills Outstanding

(1) Risk-managed loans	Nonconsolidated/Consolidated
(2) Reserve for possible loan losses	Nonconsolidated/Consolidated
(3) Percentage of reserves to total risk managed loans	Nonconsolidated/Consolidated
(4) Loan disclosure according to the Financial Reconstruction Law	Nonconsolidated/Consolidated
(5) Nonperforming loans self-assessment, Financial Reconstruction Law, and risk-managed loan criteria and coverage ratios	Nonconsolidated
(6) Coverage of loans disclosed under the Financial Reconstruction Law	Nonconsolidated
(7) Loans and bills discounted by industry	
1) Industry breakdown of total loans and bills discounted	Nonconsolidated
2) Nonperforming loan disclosure by industry	Nonconsolidated
3) Loans to consumers	Nonconsolidated
4) Ratio of loans to small- and medium-sized corporations and individuals	Nonconsolidated
(8) Loans to entities overseas by country	
1) Certain overseas loans	Nonconsolidated
2) Loans by country	Nonconsolidated
3) Overseas risk-managed loans and coverage ratio	Nonconsolidated

III Supplementary Data

(1) Total funds and interest rates	Nonconsolidated
(2) Unrealized gains and losses on securities	Nonconsolidated/Consolidated
(3) Employees and officers	Nonconsolidated
(4) Branches	Nonconsolidated
(5) Liability for severance indemnities	Nonconsolidated
(6) Bulk asset sales	Nonconsolidated
(7) Claims forfeited	Nonconsolidated
(8) Tokyo and Osaka bank taxes	Nonconsolidated
(9) Reduction in cross-holding of shares	Nonconsolidated
(10) Progress of Asahi Bank's Managerial Reinvigoration Plan	Nonconsolidated

Forecast for the fiscal year ending March 31, 2001

Nonconsolidated/ Consolidated

I Results for the Interim Period Ended September 30, 2000

(1) Statements of operations

[Non-consolidated]

(Millions of yen, %)

	Interim period ended September 30, 2000	Change	Interim period ended September 30, 1999	Fiscal year ended March 31, 2000
Gross operating profit	205,128	131	204,997	407,847
Gross operating profit from domestic operations	194,271	2,416	191,855	384,208
Interest income	178,643	(2,070)	180,713	358,306
Fees and commissions	16,577	1,954	14,623	28,546
Trading income	893	(39)	932	1,507
Other operating income	(1,842)	2,571	(4,413)	(4,152)
Gain or loss on trading of Japanese government bonds	(1,627)	2,793	(4,420)	(4,160)
Gross operating profit from international operations	10,856	(2,286)	13,142	23,639
Interest income	5,884	(2,513)	8,397	14,398
Fees and commissions	1,120	151	969	2,043
Trading income	831	634	197	276
Other operating income	3,020	(557)	3,577	6,920
Gain or loss on trading of foreign government bonds	(249)	(1,627)	1,378	2,443
Expenses	127,758	2,472	125,286	250,839
Personnel expenses	55,053	61	54,992	108,780
Nonpersonnel expenses	65,870	3,167	62,703	127,092
Tax expenses	6,834	(756)	7,590	14,967
Net operating profit (less provision for reserve for possible loan losses)	79,246	(3,507)	82,753	158,725
Excluding gains or losses on trading of bonds	79,246	(3,507)	82,753	158,725
Including gains or losses on trading of bonds	77,369	(2,342)	79,711	157,008
Provision for reserve for possible loan losses	(3,200)	(700)	(2,500)	1,600
Net operating profit	80,569	(1,642)	82,211	155,408
Gains or losses on trading of bonds	(1,877)	1,165	(3,042)	(1,717)
Other gains or losses	(53,017)	(6,560)	(46,457)	(67,317)
Gains or losses on securities	88,475	60,876	27,599	152,892
Gains on sale of securities	92,723	41,296	51,427	410,247
Losses on sale of securities	965	(6,842)	7,807	160,781
Losses on devaluation of securities	3,282	(12,738)	16,020	96,573
Disposal of nonaccrual loans	109,403	48,673	60,730	202,786
Write-off of claims	51,535	23,838	27,697	65,662
Provision to specific reserve for losses	45,376	42,348	3,028	50,004
Losses on sales to Cooperative Credit Purchasing Company, Limited	992	(2,391)	3,383	15,899
Provision to reserve for contingent liabilities related to loans sold	10,758	148	10,610	22,556
Debt forgiveness	—	—	—	38,000
Losses from the sale of other claims	560	(230)	790	3,539
Transfer to reserve for losses incurred from supporting certain borrowers	—	(13,271)	13,271	6,603
Write-offs for foreign loans	451	451	—	—
Provision to specific reserve for losses on certain overseas loans	(270)	(728)	458	521
Provision to reserve for losses on investments in affiliates	—	(1,489)	1,498	—
Tokyo tax on gross bank income	2,100	2,100	—	—
Unfunded liabilities for prior service indemnities	49,419	49,419	—	—
Profit accruing from the establishment of the trust	21,117	21,117	—	—
Others	(1,686)	11,640	(13,326)	(17,422)
Ordinary profit	27,552	(8,201)	35,753	88,091
Extraordinary gains or losses	(3,174)	370	(3,544)	(6,376)
Gains or losses on disposition of real estate/premises and equipment	(3,342)	241	(3,583)	(6,488)

	Gains on disposal of real estate/premises and equipment	44	44	0	173
	Losses on disposal of real estate/premises and equipment	3,387	(196)	3,583	6,661
	Income, inhabitants and enterprise taxes	34,025	33,617	407	2,175
	Income taxes deferred	(24,827)	(38,313)	13,486	47,980
	Net interim income	15,178	(3,136)	18,314	31,558

[Consolidated]

(Millions of yen, %)

	Interim period ended September 30, 2000	Change	Interim period ended September 30, 1999	Fiscal year ended March 31, 2000
Gross operating profit	225,279	3,595	221,684	448,128
Interest income	188,303	(4,075)	192,378	380,658
Fees and commissions	33,803	3,150	30,653	65,335
Trading income	1,725	595	1,130	1,784
Other operating income	1,446	3,924	(2,478)	349
Expenses	136,053	(1,627)	137,681	275,437
Expenses for possible loan losses	115,305	20,760	94,545	231,294
Write-off of claims	51,922	23,378	28,544	68,097
Provision to specific reserve for losses	45,552	17,487	28,065	19,813
Provision to general reserve for losses	(2,719)	(4,171)	1,452	11,786
Other	20,548	(15,934)	36,482	131,597
Stock-related gains or loss	86,019	56,561	29,458	161,007
Equity in net loss of affiliated companies	(192)	(46)	(146)	(385)
Other	(33,501)	(47,925)	14,424	(7,967)
Ordinary profit	26,247	(6,945)	33,193	94,051
Extraordinary gains or losses	(3,279)	640	(3,919)	(15,521)
Income before income taxes	22,967	(6,305)	29,273	78,529
Income, inhabitants and enterprise taxes	34,701	17,154	17,547	18,069
Income taxes deferred	(26,662)	(21,482)	(5,180)	29,462
Minority interest in net loss	38	178	(140)	(407)
Net interim income	14,889	(2,156)	17,046	31,404

Note: Consolidated gross operating profit = (interest income – interest expenses) + (fees and commissions – fees and commissions, expenses) + (trading income – trading expenses) + (other operating income – other operating expenses)

(Reference)

(Millions of yen, %)

	Interim period ended September 30, 2000	Change	Interim period ended September 30, 1999	Fiscal year ended March 31, 2000
Consolidated net operating profit	81,410	4,262	77,148	161,400

Note: Consolidated net operating profit = nonconsolidated net operating profit + ordinary profit of subsidiaries – internal transactions + equity in gains/loss of affiliated companies

(Number of consolidated companies)

	Interim period ended September 30, 2000	Change	Interim period ended September 30, 1999	Fiscal year ended March 31, 2000
Consolidated subsidiaries	25	(1)	26	27
Companies accounted for by the equity method	3	(3)	6	4

(2) Net operating profit

[Non-consolidated]

(Millions of yen)

	Interim period ended September 30, 2000	Change	Interim period ended September 30, 1999	Fiscal year ended March 31, 2000
Net operating profit (less provision for reserve for possible loan losses)	77,369	(2,342)	79,711	157,008
Net operating profit per employee (thousands of yen)	6,186	(119)	6,305	12,924
Net operating profit (after provision for reserve for possible loan losses)	80,569	(1,642)	82,211	155,408
Net operating profit per employee (thousands of yen)	6,442	(61)	6,503	12,792

Note: Figures are based on the number of registered employees.

(3) Interest rate spreads (domestic operations)

[Non-consolidated]

(%)

	Interim period ended September 30, 2000	Change	Interim period ended September 30, 1999	Fiscal year ended March 31, 2000
I. Interest on funds invested (A)	1.91	(0.13)	2.04	2.00
(1) Average interest rate of loans and bills discounted (domestic operations)	2.05	(0.12)	2.17	2.15
(2) Average interest rate on marketable securities	1.18	(0.30)	1.48	1.32
II. Average interest rate on procured funds (B)	1.44	(0.07)	1.51	1.49
(1) Average interest rate of deposits and negotiable CDs	0.17	(0.05)	0.22	0.21
(2) Average interest rate on external debt	1.02	(0.04)	1.06	1.03
III. Net interest margin (A-B)	0.46	(0.06)	0.53	0.51

Note: External debt = call money + bills sold + borrowed money

(4) Gains or losses on marketable securities

[Non-consolidated]

(Millions of yen)

	Interim period ended September 30, 2000	Change	Interim period ended September 30, 1999	Fiscal year ended March 31, 2000
I. Gains or losses on bonds	(1,877)	1,165	(3,042)	(1,717)
Gains on sales of bonds	3,011	(9,687)	12,698	18,888
Gains on redemption of bonds	—	(1,563)	1,563	2,977
Losses on sales of bonds	4,860	(11,573)	16,433	22,352
Losses on redemption of bonds	—	(871)	871	1,204
Losses on devaluation of bonds	28	28	—	26
II. Gains or losses on stocks	88,475	60,876	27,599	152,892
Gains on sales of stocks	92,723	41,296	51,427	410,247
Losses on sales of stocks	965	(6,842)	7,807	160,781
Losses on devaluation of stocks	3,282	(12,738)	16,020	96,573

(5) BIS capital ratio

1) Consolidated capital ratio

[Consolidated]

(Millions of yen, %)

	As of September 30, 2000	Change	As of September 30, 1999	As of March 31, 2000
(1) Capital ratio	11.50	(0.42)	11.92	11.80
(2) Tier I	1,253,174	942	1,252,232	1,246,163
(3) Tier II	995,403	(73,439)	1,068,842	1,043,295
1. Unrealized gains on securities	—	—	—	—
2. Land revaluation differences	96,435	(3,389)	99,824	98,402
3. Procurement of capital through issuance of preferred stock	756,400	(81,295)	837,695	799,615
(4) Deducted items (guarantees for fund-raising activities of other financial institutions)	999	999	—	999
(5) Owned capital (2) + (3) - (4)	2,247,578	(73,496)	2,321,074	2,288,459
(6) Risk-adjusted assets	19,543,248	77,562	19,465,686	19,392,089

2) Non-consolidated capital ratio

[Non-consolidated]

(Millions of yen, %)

	As of	Change	As of	As of
	September 30, 2000		September 30, 1999	March 31, 2000
(1) Capital ratio	11.73	(0.32)	12.05	11.97
(2) Owned capital	2,231,273	(73,630)	2,304,903	2,272,784
(3) Risk-adjusted assets	19,021,636	(93,065)	19,114,701	18,986,406

(Reference)

Capital ratio after adding net valuation of other securities

[Consolidated]

(Millions of yen, %)

(1) Capital ratio	11.91
(2) Owned capital	2,343,845
(3) Risk-adjusted assets	19,672,609

(6) ROE

[Non-consolidated]

(%)

	Interim period ended September 30, 2000	Change	Interim period ended September 30, 1999	Fiscal year ended March 31, 2000
Net operating profit ROE	15.8	(0.6)	16.4	15.4
Net income ROE	2.5	(0.7)	3.2	2.7

Note: ROE=

$$\frac{\text{Net operating profit (or net income)} - \text{preferred shareholders' dividends}}{[(\text{Total assets at the beginning of the period} - \text{preferred shares outstanding at the beginning of the period} \times \text{par value}) + (\text{Total assets at period end} - \text{preferred shares outstanding at period end} \times \text{par value})] \div 2}$$

$$[(\text{Total assets at the beginning of the period} - \text{preferred shares outstanding at the beginning of the period} \times \text{par value}) + (\text{Total assets at period end} - \text{preferred shares outstanding at period end} \times \text{par value})] \div 2$$

II Loans and Bills Outstanding

(1) Risk-managed loans

[Non-consolidated]

(Millions of yen, %)

	As of September 30, 2000	Change from March 31, 2000	As of March 31, 2000	As of September 30, 1999
Loans to borrowers in legal bankruptcy	77,811	4,379	73,432	82,799
Past due loans (for more than 6 months)	572,234	(38,785)	611,019	525,714
Loans past due over 3 months	97,771	12,851	84,920	109,634
Restructured loans	120,187	31,925	88,262	102,772
Risk managed loans, total	868,004	10,369	857,635	820,921
Balance of loans	20,488,594	(58,831)	20,547,425	20,599,002
Risk managed loans/Balance of loans	4.23	0.06	4.17	3.98

[Consolidated]

(Millions of yen, %)

Loans to borrowers in legal bankruptcy	80,557	4,027	76,530	82,858
Past due loans (for more than 6 months)	605,942	(41,518)	647,460	528,133
Loans past due over 3 months	102,215	13,425	88,790	109,826
Restructured loans	120,921	25,523	95,398	103,542
Risk managed loans, total	909,637	1,457	908,180	824,361
Balance of loans	20,522,283	(59,451)	20,581,734	20,578,420
Risk managed loans/Balance of loans	4.43	0.02	4.41	4.00

(2) Reserve for possible loan losses

[Non-consolidated]

(Millions of yen, %)

Reserve for possible loan losses	387,887	(10,893)	398,780	383,792
General reserve for possible loan losses	124,500	(3,200)	127,700	123,600
Specific reserve for possible loan losses	259,230	(7,498)	266,728	255,868
Special reserve for certain overseas loans	4,156	(195)	4,351	4,324
Reserve for contingent liabilities related to loans sold	61,582	(2,491)	64,073	73,565
Provision for losses incurred from supporting certain borrowers	6,603	—	6,603	13,271
Reserve for losses on investments in affiliates	—	—	—	4,232
Total	456,072	(13,384)	469,456	474,862

[Consolidated]

(Millions of yen, %)

Reserve for possible loan losses	449,446	(9,340)	458,786	425,833
General reserve for possible loan losses	142,568	(2,709)	145,277	131,322
Specific reserves for possible loans losses	302,721	(6,435)	309,156	290,185
Special reserve for certain overseas loans	4,156	(195)	4,351	4,324
Reserve for contingent liabilities related to loans sold	61,582	(2,491)	64,073	73,565
Provision for losses incurred from supporting certain borrowers	6,603	—	6,603	13,271
Reserve for losses on investments in affiliates	—	—	—	—
Total	517,632	(11,830)	529,462	512,670

(3) Percentage of reserves to total risk managed loans

[Non-consolidated]

(%)

	As of September 30, 2000	Change from March 31, 2000	As of March 31, 2000	As of September 30, 1999
Before partial direct write-off	63.5	(0.6)	64.1	63.8
After partial direct write-off	44.6	(1.8)	46.4	46.7

[Consolidated]

(%)

Before partial direct write-off	66.9	(0.1)	67.0	67.3
After partial direct write-off	49.4	(1.1)	50.5	51.6

(4) Loan disclosed under the Financial Reconstruction Law

[Non-consolidated]

(Millions of yen)

	As of September 30, 2000	Change from March 31, 2000	As of March 31, 2000	As of September 30, 1999
Risk	476,604	(27,058)	503,662	464,766
Special attention	217,958	44,775	173,183	212,406
Financial Reconstruction Law total (a)	874,501	10,890	863,611	828,344

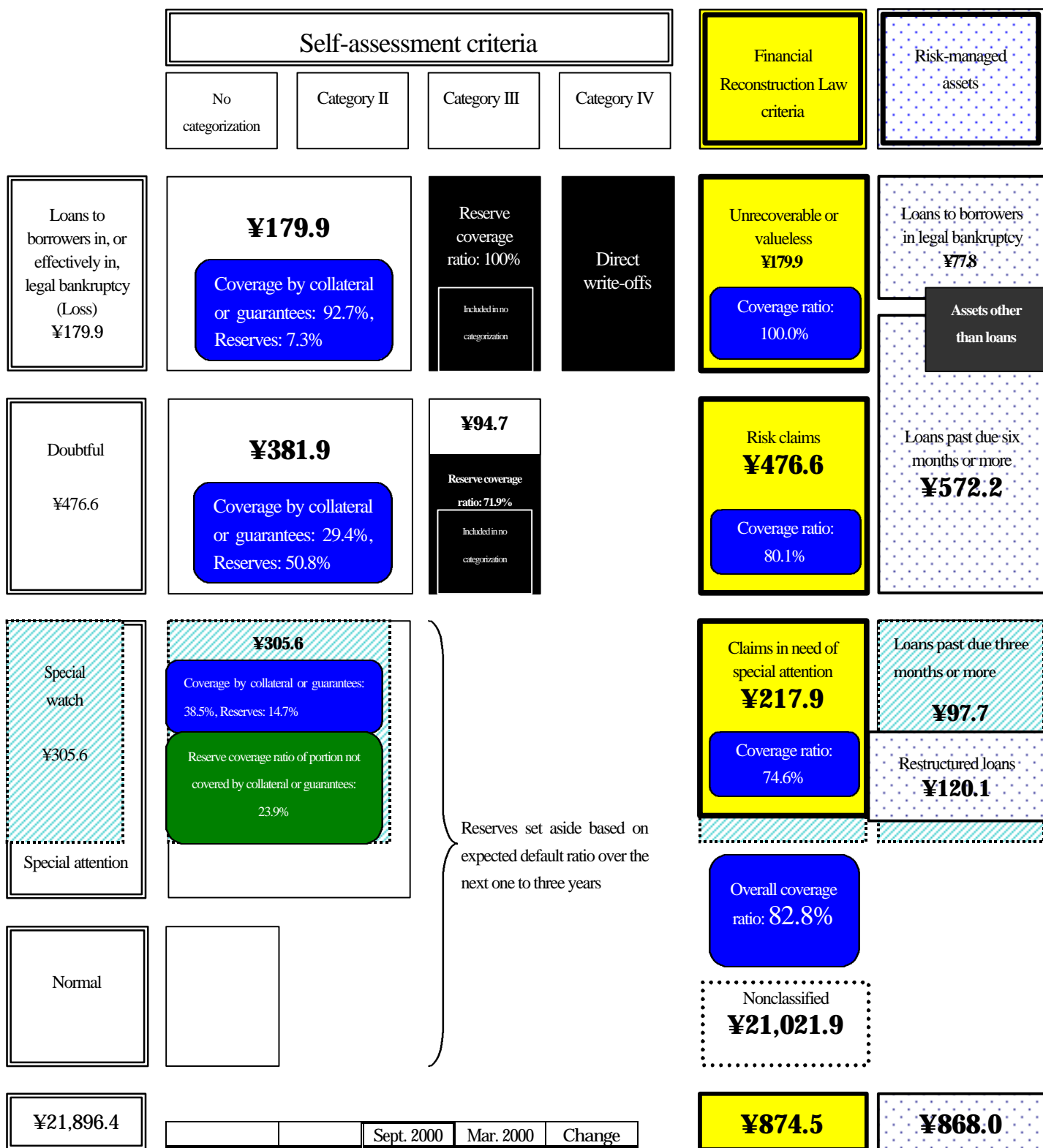
Nonclassified	21,021,909	(45,691)	21,067,600	21,197,445
Financial Reconstruction Law total	21,896,411	(34,800)	21,931,211	22,025,789

Total Reserve (c)	387,887	(10,893)	398,780	383,792
Coverage ratio (c/a)	44.3	(1.8)	46.1	46.3

[Consolidated]

Unrecoverable	197,975	(16,230)	214,205	155,460
Risk	531,929	(24,077)	556,006	504,023
Special attention	223,136	38,948	184,188	213,369
Financial Reconstruction Law total	953,041	(1,358)	954,399	872,853

(5) Nonperforming Loans under Self-Assessment, Financial Reconstruction Law, and Risk-Managed Loan Criteria and Coverage Ratios (Non-consolidated) (Billions of yen)



		Sept. 2000	Mar. 2000	Change
Unrecoverable or valueless	Balance	179.9	186.7	(6.8)
	Coverage ratio	100.0%	100.0%	0.0%
Risk claims	Balance	476.6	503.6	(27.0)
	Coverage ratio	80.1%	77.0%	3.1%
Claims in need of attention	Balance	217.9	173.1	44.7
	Coverage ratio	74.6%	60.8%	13.8%
Total disclosed claims	Balance	874.5	863.6	10.8
	Coverage ratio	82.8%	78.7%	4.1%

Notes: 1. Amounts of claims disclosed are rounded down to the nearest unit.

2. Amounts for special watch borrowers include the full amount of exposure of all types outstanding to these borrowers. The amount of reserves does not include reserves for assistance to designated borrowers.

*1. The reserve coverage ratio for the portion of loans to special watch borrowers not covered by collateral or guarantees

*2. The coverage ratio for special watch borrowers is computed using collateral, guarantees, other security, and reserves against these claims.

(6) Coverage of loans disclosed under the Financial Reconstruction Law
[Non-consolidated]

(Billions of yen)

		As of September 30, 2000	Coverage		
			Guarantees/ collateral	Reserves	
Unrecoverable	Amount	179.9	179.9	166.8	13.1
	Coverage ratio (%)	100.0%	100.0%	92.7%	7.3%
Risk	Amount	476.6	381.9	140.0	241.9
	Coverage ratio (%)	80.1%	80.1%	29.4%	50.8%
Special attention	Amount	217.9	162.5	117.6	44.9
	Coverage ratio (%)	74.6%	74.6%	54.0%	20.6%
Total	Amount	874.5	724.3	424.4	299.9
	Coverage ratio (%)	82.8%	82.8%	48.5%	34.3%

(Billions of yen)

		As of March 31, 2000 (B)	Coverage		
			Guarantees/ Collateral	Reserves	
Unrecoverable	Amount	186.7	186.7	174.4	12.3
	Coverage ratio (%)	100.0%	100.0%	93.4%	6.6%
Risk	Amount	503.6	387.9	138.8	249.1
	Coverage ratio (%)	77.0%	77.0%	27.6%	49.5%
Special attention	Amount	173.1	105.2	84.1	21.1
	Coverage ratio (%)	60.8%	60.8%	48.6%	12.2%
Total	Amount	863.6	679.8	397.3	282.5
	Coverage ratio (%)	78.7%	78.7%	46.0%	32.7%

(Billions of yen)

		Change (A) – (B)	Coverage		
			Guarantees/ Collateral	Reserves	
Unrecoverable	Amount	(6.8)	(6.8)	(7.6)	0.8
	Coverage ratio (%)	0.0%	(0.0)%	(0.7)%	0.7%
Risk	Amount	(27.0)	(6.0)	1.2	(7.2)
	Coverage ratio (%)	3.1%	3.1%	1.8%	1.3%
Special attention	Amount	44.7	57.3	33.5	23.8
	Coverage ratio (%)	13.8%	13.8%	5.4%	8.4%
Total	Amount	10.8	44.5	27.1	17.4
	Coverage ratio (%)	4.1%	4.1%	2.5%	1.6%

(7) Loans and bills discounted by industry

1) Industry breakdown of total loans and bills discounted

[Non-consolidated]

(Millions of yen)

	September 30, 2000		March 31, 2000	
		%		%
Domestic branches (excluding the JOM)	19,632,560	100.00	19,441,021	100.00
Manufacturing	2,630,437	13.40	2,610,011	13.43
Agriculture	17,416	0.09	17,274	0.09
Forestry	1,475	0.01	1,741	0.01
Fishing	1,529	0.01	2,131	0.01
Mining	25,478	0.13	25,730	0.13
Construction	1,086,726	5.54	1,118,245	5.75
Electricity, gas, heating, water	86,291	0.44	93,124	0.48
Transportation and communications	582,318	2.96	528,850	2.72
Retail, wholesale, and food services	2,762,119	14.07	2,761,460	14.20
Financial and insurance services	1,110,823	5.66	1,039,592	5.35
Real estate	2,164,633	11.02	2,186,475	11.25
Services	1,939,440	9.88	1,860,326	9.57
Local governments	391,296	1.99	428,976	2.21
Others	6,832,569	34.80	6,767,086	34.80
International operations and offshore transactions	856,034	—	1,106,404	—
Total	20,488,594	—	20,547,425	—

2) Nonperforming loan disclosure by industry

[Non-consolidated]

(Billions of yen)

	September 30, 2000	
	Risk-managed loans	Financial Reconstruction Law standards
Domestic branches (excluding the JOM)	848.2	854.3
Manufacturing	70.9	71.3
Agriculture	1.0	1.0
Forestry	—	—
Fishing	—	—
Mining	0.0	0.0
Construction	93.8	94.0
Electricity, gas, heating, water	0.1	0.1
Transportation and communications	6.8	6.8
Retail, wholesale, and food services	112.6	113.6
Financial and insurance services	19.2	19.2
Real estate	282.0	282.7
Services	147.4	149.9
Local governments	—	—
Others	114.0	115.2
International operations and offshore transactions	19.8	20.2
Total	868.0	874.5

3) Loans to consumers

[Non-consolidated]

(Millions of yen)

	As of	Change from	Change from	As of	As of
	September 30, 2000				
Total loans to consumers	6,230,302	128,715	318,679	6,101,587	5,911,623
Housing loans	5,970,586	138,583	340,221	5,832,003	5,630,365
Other loans	259,716	(9,869)	(21,542)	269,585	281,258

4) Ratio of loans to small- and medium-sized corporations and individuals

[Non-consolidated]

(Millions of yen, %)

	As of	Change from	Change from	As of March	As of
	September 30, 2000				
Ratio of loans to small- and medium-sized corporations and individuals	77.24	0.25	2.42	76.99	74.82
Total loans from domestic branches	19,632,560	191,539	837,123	19,441,021	18,795,437
Loans to small- and medium-sized corporations	15,166,128	198,359	1,102,377	14,967,769	14,063,751

(8) Loans to entities overseas by country

1) Certain overseas loans

[Non-consolidated]

(Millions of yen, countries)

	As of	Change from	As of	As of
	September 30, 2000			
Total loans	21,815	(962)	22,777	22,792
Number of targeted countries	4	1	5	5

2) Loans by country

[Non-consolidated]

(Millions of yen)

Indonesia	31,576	(2,387)	33,963	37,261
Risk-managed loans	1,079	(1,148)	2,227	2,907
Thailand	40,690	(8,513)	49,203	58,554
Risk-managed loans	6,731	(1,010)	7,741	8,694
Singapore	30,570	2,486	28,084	29,853
Risk-managed loans	--	(371)	371	375
China	24,264	(6,813)	31,077	35,934
Risk-managed loans	2,642	(399)	3,041	701
Korea	14,419	(13,954)	28,373	48,798
Risk-managed loans	125	(344)	469	2,445
Hong Kong	42,555	(8,506)	51,061	53,659
Risk-managed loans	6,162	6,022	140	222
Other	38,370	17	38,353	38,357
Risk-managed loans	--	(1)	1	--
Loans to Asia	222,444	(37,670)	260,114	302,416
Risk-managed loans	16,741	2,751	13,990	15,344
Mexico	943	(295)	1,238	6,356
Risk-managed loans	--	--	--	--
Other	8,372	(1,544)	9,916	11,389
Risk-managed loans	--	--	--	--
Loans to Latin America	9,315	(1,839)	11,154	17,745
Risk-managed loans	--	--	--	--
Loans to Russia	--	--	--	--
Risk-managed loans	--	--	--	--

3) Overseas risk-managed loans and coverage ratio

[Non-consolidated]

(Billions of yen, %)

		As of	Change from	As of	As of
		September 30, 2000	March 31, 2000	March 31, 2000	September 30, 1999
Asia	Risk-managed loans	16.7	2.7	14.0	15.3
	Specific reserve	6.3	(4.7)	11.0	9.9
	Reserve ratio	37.6	(41.0)	78.6	64.7
The Americas	Risk-managed loans	3.0	1.1	1.9	1.4
	Specific reserve	0.0	0.0	—	—
	Reserve ratio	1.6	1.6	—	—
Europe	Risk-managed loans	—	—	—	—
	Specific reserve	—	—	—	—
	Reserve ratio	—	—	—	—
Other	Risk-managed loans	—	(0.1)	0.1	0.1
	Specific reserve	—	(0.1)	0.1	0.1
	Reserve ratio	—	(100.0)	100.0	100.0
Overseas Total	Risk-managed loans	19.7	3.7	16.0	16.8
	Specific reserve	6.3	(4.8)	11.1	10.0
	Reserve ratio	31.9	(37.5)	69.4	59.5

Note: "Specific Reserves" include reserve for possible loan losses on individual (specific) loans and the specific reserve for overseas loans.

III Supplementary Data

(1) Total funds and interest rates

1) Total funds (as of period end)

(Millions of yen, %)

	As of September 30, 2000	Change from September 30, 1999	As of	As of March
			September 30, 1999	31, 2000
Loans and bills discounted	20,488,594	(110,408)	20,599,002	20,547,425
Domestic operations	19,545,304	850,415	18,694,889	19,348,460
Housing loans (percentage of which is accounted for by domestic operations)	5,970,586 30.5	340,221 0.4	5,630,365 30.1	5,832,003 30.1
International operations	943,289	(960,824)	1,904,113	1,198,965
Deposits	20,427,785	14,894	20,412,891	20,146,263
Domestic operations	19,014,753	117,221	18,897,532	18,628,260
Liquid deposits	7,311,399	159,710	7,151,689	7,316,138
Time deposits	11,565,849	66,021	11,499,828	10,955,217
Other	137,505	(108,510)	246,015	356,905
International operations	1,413,032	(102,326)	1,515,358	1,518,002

2) Total funds (average balance for the period)

(Millions of yen)

	Interim period ended September 30, 2000	Change from September 30, 1999	Interim period	Fiscal year
			ended September 30, 1999	ended March 31, 2000
Loans and bills discounted	20,204,999	(430,054)	20,635,053	20,558,720
Domestic operations	19,116,620	814,333	18,302,287	18,621,674
International operations	1,088,379	(1,244,386)	2,332,765	1,937,046
Deposits	20,522,185	54,001	20,468,184	20,524,918
Domestic operations	19,051,945	560,014	18,491,931	18,759,870
International operations	1,470,239	(506,013)	1,976,252	1,765,047

3) Interest rates

(%)

	Interim period ended September 30, 2000	Change from September 30, 1999	Interim period	Fiscal year
			ended September 30, 1999	ended March 31, 2000
Average interest rate of loans and bills discounted (domestic operations)	2.05	(0.12)	2.17	2.15
Average interest rate of deposits and negotiable CDs (domestic operations)	0.18	(0.05)	0.23	0.21
Loan deposit spread (domestic operations)	1.87	(0.06)	1.93	1.93
Average interest rate on invested funds (domestic operations)	1.91	(0.13)	2.04	2.00
Average interest rate on procured funds (domestic operations)	0.42	(0.06)	0.49	0.47
Average interest spread (domestic operations)	1.48	(0.06)	1.55	1.52
Net interest margin (domestic operations)	0.46	(0.06)	0.53	0.51
Average interest spread (international operations)	0.58	(0.06)	0.64	0.60
Net interest margin (international operations)	(0.39)	(0.36)	(0.03)	(0.17)
Average interest margin (all branches)	1.41	(0.06)	1.47	1.44
Overall Net interest margin (all branches)	0.39	(0.07)	0.46	0.44

4) Breakdown of consumer, corporate and other deposits

(Billion yen)

	Interim period ended September 30, 2000	Change from September 30,1999	Interim period	Fiscal year
			ended September 30, 1999	ended March 31, 2000
Consumer deposits	121,335	3,575	117,760	120,438
Liquid deposits	42,452	3,345	39,107	41,119
Time deposits	78,856	228	78,628	79,285
Corporate deposits	57,830	4,175	53,655	52,108
Liquid deposits	28,550	4,550	24,000	26,239
Time deposits	28,522	(317)	28,839	24,748
Deposits from other entities (financial institutions, local governments)	10,982	(6,578)	17,560	13,736
Total deposits (domestic operations)	190,147	1,172	188,975	186,282

(2) Unrealized gains or losses on securities

1) Criteria for evaluation of securities

(a) Securities

Trading account securities	Market value (difference from book value treated as income or loss)
Securities to be held to maturity	Disposal original purchase value
Other securities	Original purchase or disposal original purchase value
Securities of subsidiaries and associated companies	Original purchase value

(b) Securities held in money trusts

Money trust for asset management	Market value (difference from book value treated as income or loss)
----------------------------------	---

2) Unrealized gains or losses

[Non-consolidated]

(Millions of yen)

	As of September 30, 2000				As of March 31, 2000		
	Unrealized gains or losses	Change from previous period	Unrealized gains	Unrealized losses	Unrealized gains or losses	Unrealized gains	Unrealized losses
Securities to be held to maturity	---		---	---			
Securities of subsidiaries and associated companies	---		---	---			
Other	209,501		338,188	128,687			
Stocks	196,118		317,275	121,157			
Bonds	10,677		13,080	2,403			
Other	2,705		7,832	5,126			
Total	209,501	(340,920)	338,188	128,687	550,421	610,722	60,300
Stocks	196,118	(336,869)	317,275	121,157	532,987	591,310	58,322
Bonds	10,677	727	13,080	2,403	9,949	11,731	1,781
Other	2,705	(4,778)	7,832	5,126	7,484	7,680	195

Notes:

As of September 30, 2000, figures include not only securities but also certificates of deposit included in cash and due from banks. The value of securities at September 30, 2000, is based on market value at the balance sheet date, except for the value of stocks, which is based on the average value over the one-month period prior to the balance sheet date.

As of September 30, 2000, the amount of the evaluation difference related to other securities was ¥126,685 million.

(For reference)

Unrealized gains or losses as of September 30, 2000

(Millions of yen)

	Unrealized gains or losses	Unrealized gains or losses	
		Unrealized gains	Unrealized losses
Stock	191,769	312,171	120,402

[Consolidated]

(Millions of yen)

	As of September 30, 2000				As of March 31, 2000		
	Unrealized gains or losses	Change from previous period	Unrealized gains	Unrealized losses	Unrealized gains or losses	Unrealized gains	Unrealized losses
Securities to be held to maturity	0		0	0			
Other	213,926		343,906	129,979			
Stocks	200,106		322,524	122,418			
Bonds	11,145		13,549	2,403			
Other	2,674		7,832	5,157			
Total	213,927	(340,583)	343,906	129,979	554,510	617,151	62,640
Stocks	200,106	(336,591)	322,524	122,418	536,698	597,292	60,594
Bonds	11,146	749	13,549	2,403	10,396	12,178	1,781
Other	2,674	(4,741)	7,832	5,158	7,415	7,680	264

Notes:

As of September 30, 2000, figures include not only securities but also certificates of deposit included in cash and due from banks. The value of securities at September 30, 2000, is based on market value at the balance sheet date, except for the value of stocks, which are based on the average value over the one month period prior to the balance sheet date.

As of September 30, 2000, the amount of the evaluation difference related to other securities was Y127,842 million.

(3) Employees and officers

[Non-consolidated]

(People)

	As of September 30, 2000	Change from September 30, 1999	As of September 30, 1999	As of March 31, 2000
Officers	16	(21)	37	37
Employees	12,506	(136)	12,642	12,148

Note: Number of employees is based on the number of registered employees.

(4) Branches

[Non-consolidated]

(Branches)

Domestic branches *1	325	(6)	331	329
Overseas branches	8	(4)	12	9
Overseas subsidiaries/affiliates *2	7	(2)	9	9

Notes:

*1. Excludes sub-branches and agencies

*2. Five of these companies are currently in the process of being liquidated.

(5) Liability for severance indemnities

1) Accrued liabilities for severance indemnities

[Non-consolidated]

(Millions of yen)

		Interim period ended September 30, 2000
Accrued liabilities for severance indemnities (Beginning of the period) (Discount rate)	(A)	392,641 3.5%
Current market value of pension assets (beginning of the period)	(B)	235,806
Reserve for severance payments (beginning of the period)	(C)	25,246
Unfunded liabilities for prior service indemnities	(A-B-C)	131,588
Amount covered by establishment of trust	(D) *	40,290
Amount remaining (beginning of the period)	(A-B-C-D)	91,298
Amount amortized during the interim period (Years for the amortization)	(E)	9,129 5 years
Remaining amount requiring amortization (end of the interim period)	(A-B-C-D-E)	82,168

Note: The profit accruing separately from the establishment of the trust of Y21,117 million is included in other current income.

(Reference)

[Consolidated]

(Millions of yen)

		Interim period ended September 30, 2000
Accrued liabilities for severance indemnities (Beginning of the period)	(A)	394,744
Current market value of pension assets (beginning of the period)	(B)	235,806
Reserve for severance payments (beginning of the period)	(C)	27,224
Unfunded liabilities for prior service indemnities	(A-B-C)	131,712
Amount covered by establishment of trust	(D) *	40,413
Amount remaining (beginning of the period)	(A-B-C-D)	91,299
Amount amortized during the interim period	(E)	9,130
Remaining amount requiring amortization (end of the interim period)	(A-B-C-D-E)	82,168

Note: The profit accruing separately from the establishment of the trust of Y21,216 million is included in other current income.

2) Severance payment costs

[Non-consolidated]

(Millions of yen)

	Interim period ended September 30, 2000
Severance payment costs	56,235
Employment costs	4,504
Interest costs	6,871
Expected asset management income	(6,366)
Amount to be disposed of due to change in accounting standards	49,419
Other	1,807

(For reference)

[Consolidated]

(Millions of yen)

	Interim period ended September 30, 2000
Severance payment costs	56,623

(6) Bulk asset sales
[Non-consolidated]

(Billions of yen)

	Interim period ended September 30, 2000
Amount of assets sold	41.0
Loss on asset sales	0.5

(7) Claims forfeited
[Non-consolidated]

(Billions of yen)

	Interim period ended September 30, 2000
Amount of claims forfeited	—

(8) Tokyo and Osaka bank taxes
1) Tokyo tax on gross bank income
[Non-consolidated]

(Billions of yen)

	Year ending March 31, 2001 (estimate)
Expected amount to be paid	4.2

2) Osaka tax on gross bank income
[Non-consolidated]

(Billions of yen)

	Year ending March 31, 2001 (estimate)
Expected amount to be paid	0.8

3) Impact of Osaka enterprise tax on gross bank income
[Non-consolidated]

(%)

	Interim period ended September 30, 2000	Change	Year ended March 31, 2000
Effective tax rate	39.53	(0.38)	39.91

(Billions of yen)

	Interim period ended September 30, 2000
Amount of impact on income as a result of the change in the effective tax rate	(2.9)

(9) Reduction in cross-holding of shares
[Non-consolidated]

(Billions of yen)

	Year ending March 31, 2001	
	Interim period ended September 30, 2000	
Amount of reduction in cross-holdings	110.0	300.0

(10) Progress of Asahi Bank's Managerial Reinvigoration Plan

1) Funds

(Billion yen)

	Managerial Reinvigoration Plan		For the interim period ended September 30, 2000
	For the period ended March 31, 2000	For the period ending March 31, 2001	
Total assets (average)	28,720.7	28,886.1	28,431.1
Loans and bills outstanding	21,081.5	21,258.9	20,204.9
Marketable securities	3,708.1	3,670.9	4,223.0
Total liabilities (average)	27,487.2	27,645.1	27,045.9
Deposits and negotiable CDs	22,343.1	22,676.2	22,480.6
Total shareholders' equity	1,237.5	1,246.2	1,395.4

2) Profitability

(Billion yen)

Gross operating profit	389.5	398.5	205.1
Expenses	260.0	259.0	127.7
Net operating profit (less provision for reserve for possible loan losses)	129.5	139.5	77.3
Gains or losses on trading of bonds	(2.5)	(3.5)	(1.8)
Provision for reserve for possible loan losses	—	—	(3.2)
Net operating profit	129.5	139.5	80.5
Gains or losses on securities	—	—	88.4
Disposal of nonaccrual loans (excluding overseas)	70.0	70.0	109.1
Ordinary profit	45.5	49.5	27.5
Extraordinary gains or losses	—	—	(3.1)
Net income	27.3	29.7	15.1

3) Interest rate spreads (all branches)

(%)

Average interest on invested funds	2.41	2.47	2.18
Average interest on loans and bills discounted	2.32	2.37	2.14
Average interest on procured funds	2.13	2.13	1.79
Average interest of deposits and negotiable CDs	0.71	0.70	0.39
Ratio of general expenses to deposits	1.16	1.14	1.13
Net interest margin	0.28	0.33	0.39
Averaged interest margin	0.43	0.52	0.62

4) BIS capital adequacy ratio

(Billion yen, %)

	Managerial Reinvigoration Plan		For the interim period ended September 30, 2000 20
	For the period ended March 31, 2000	For the period ending March 31, 2001	
Tier I	1,237.5	1,246.2	1,253.1
Tier II	1,026.5	876.8	995.4
Owned capital	2,264.0	2,123.0	2,247.5
Risk managed assets	20,197.7	20,154.5	19,543.2
Capital adequacy ratio	11.20	10.53	11.50

5) Restructuring plan

(Number of people, branches)

Officers	37	35	16
Employees (registered basis)	12,400	12,000	12,506
Employees (in-house)	10,000	9,600	10,294
Domestic branches	332	328	324
Overseas branches	10	5	8

Note: Subbranches and agencies are excluded, and one branch specializing in transfer is excluded.

IV Forecast for the fiscal year ending March 31, 2001

[Non-consolidated]

(Billions of yen)

	Forecast for the fiscal year ending March 31, 2001			For the fiscal year ended March 31, 2000
	For the interim period ended September 30, 2000		Change from March 31, 2000	
Total income	436.8	800.0	(283.0)	1,083.0
Net operating profit	80.5	160.0	4.6	155.4
Disposal of nonaccrual loans	109.4	200.0	(2.7)	202.7
Ordinary net insome	27.5	50.0	(38.0)	88.0
Net income	15.1	30.0	(1.5)	31.5

[Consolidated]

(Billions of yen)

	Forecast for the fiscal year ending March 31, 2001			For the fiscal year ended March 31, 2000
	For the interim period ended September 30, 2000		Change from March 31, 2000	
Total income	477.1	900.0	(260.2)	1,160.2
Ordinary net income	26.2	50.0	(44.0)	94.0
Net income	14.8	30.0	(1.4)	31.4