

## SUMMARY OF NONCONSOLIDATED FINANCIAL RESULTS (March 31, 2000 / Unaudited)

May 24, 2000  
The Asahi Bank, Ltd.

1-1-2 Otemachi, Chiyoda-ku, Tokyo, Japan

### 1. Financial Highlights (April 1, 1999 - March 31, 2000)

#### (1) Business Results

	Ordinary Income	Change from previous fiscal year	Ordinary Net Income	Change from previous fiscal year	Net Income	Change from previous fiscal year
	million yen		million yen		million yen	
Mar. 31, 2000	1,083,038	0	88,091	- %	31,558	- %
Mar. 31, 1999	898,885	-0	-407,500	- %	-220,014	- %

	Net Income per share	Net Income per share (latent equity adjusted)	Return on Stockholders' Equity	Ratio of Ordinary Expense to Ordinary Revenue	Deposits
	yen sen	yen sen			million yen
Mar. 31, 2000	9 45	8 74	0	1	20,146,263
Mar. 31, 1999	-91 91	- -	-0	1	19,916,609

Notes: (1) Average Number of ordinary shares issued --- 2,813,046,953 shares (Fiscal year ended March 31, 2000)

Average Number of ordinary shares issued --- 2,397,008,840 shares (Fiscal year ended March 31, 1999)

(2) Accounting policies were not changed.

#### (2) Dividends

	Annual Dividends per share						Total Amount of Annual Dividends	Ratio of Dividends to Net Income	Ratio of Dividends to Stockholders' Equity
			Interim		Year-end				
	yen	sen	yen	sen	yen	sen	million yen		
Mar. 31, 2000	Ordinary	6 00	3 00	3 00	3 00	3 00	16,897	1	0
Mar. 31, 1999	Ordinary	6 00	3 50	2 50	2 50	2 50	15,145	- %	0

#### (3) Financial Position

	Total Assets	Stockholders' equity	Stockholders' equity ratio	Stockholders' equity per share	Capital Ratio (Nonconsolidated)
	million yen	million yen		yen sen	(Preliminary)
Mar. 31, 2000	28,102,676	1,390,413	0	348 76	0
Mar. 31, 1999	28,637,379	1,372,448	0	341 77	0

Note: Number of shares issued March 31, 2000 2,817,354,551 shares (Ordinary)

March 31, 1999 2,805,887,347 shares (Ordinary)

### 2. Forecast of Next Term's Performance (April 1, 2000 - March 31, 2001)

	Ordinary Income	Ordinary Net Income	Net Income	Annual Dividends per share					
						Interim		Year-end	
	million yen	million yen	million yen	yen	sen	yen	sen	yen	sen
Sep. 30, 2000	400,000	25,000	15,000	Ordinary	- -	3 00	- -	- -	- -
Mar. 31, 2001	800,000	50,000	30,000	Ordinary	6 00	- -	- -	3 00	- -

Note: Forecast of Net Income per share for Fiscal Year ( 8.88 yen )

**Nonconsolidated Balance Sheet (Main Items) (Unaudited)**

As of March 31, 2000

Millions of yen

**Assets**

Cash and due from banks	¥	1,181,358
Call loans		151,515
Commercial paper and other debt purchased		401
Trading assets		438,962
Money held in trust		210,000
Securities		3,619,912
Loans and bills discounted		20,547,425
Foreign exchanges		65,147
Other assets		280,913
Premises and equipment		460,659
Deferred tax assets		283,097
Customers' liabilities for acceptances and guarantees		1,262,061
Reserve for possible loan losses		-398,780

**Total Assets** ¥ 28,102,676**Liabilities**

Deposits	¥	20,146,263
Negotiable certificates of deposit		1,987,091
Call money		1,263,836
Bills sold		15,000
Commercial paper		120,000
Trading liabilities		40,310
Borrowed money		1,110,898
Foreign exchanges		4,764
Other liabilities		578,839
Reserve for severance payments		25,246
Reserve for contingent liabilities related to loans sold		64,073
Reserve for supporting specific borrowers		6,603
Other reserves		0
Deferred tax liabilities on land revaluation		87,272
Acceptances and guarantees		1,262,061

**Total Liabilities** ¥ 26,712,262**Stockholders' Equity**

Common stock	¥	605,356
Legal reserves		580,675
Land revaluation difference		131,400
Retained earnings		72,980
Voluntary reserves		31,100
Unappropriated profit		41,879
Net Income		31,558

**Total Stockholders' Equity** ¥ 1,390,413**Total Liabilities and Stockholders' Equity** ¥ 28,102,676

Note:

1. Amounts of less than one million yen have been rounded down.

2. Balances incurred by transactions whose purpose is to earn a profit by taking advantage of short-term fluctuations in a market or discrepancies in different markets of interest rates, currency exchange rates, share prices or other indices (hereinafter referred to as "trading purpose") are included in "Trading assets" or "Trading liabilities" on the balance sheets as of the date on which the transactions have been contracted.

"Trading assets" and "trading liabilities" are valued, in case of securities and commercial paper, etc., at the market value as of the date of the balance sheets and, in the case of derivatives, including swaps, futures and options, at the amount due if the transactions were to be settled based on the date of the balance sheets.

3. Securities are carried at cost, determined by the moving average method.

For securities that are held as trust assets, mainly for securities investment purposes, in individually managed money held in trusts, those listed on stock exchanges are carried at the lower of cost or market, cost being determined by the moving average method. Securities that do not fit this category are carried at cost, determined by the moving average method.

4. Premises and equipment are stated as follows:

- Buildings: Straight-line method, based at rates in the Corporation Tax Law of Japan.
- Equipment: Declining balance method, based at rates in the Corporation Tax Law of Japan.
- Other: As provided by the Corporation Tax Law of Japan.

5. Software used by the Bank has been depreciated by the straight-line method based on the estimated useful lives (principally 5 years) decided by the Bank.

And Software formerly in "other assets" is still included in "other assets" in accordance with "Practical Guidelines Concerning Accounting for Research and Development Costs and Software" (JICPA Accounting Committee Report No. 12, March 31, 1999).

6. Foreign currency assets and liabilities are mainly translated into yen at the market rates prevailing at the balance sheet date.

7. The Bank made provisions for possible loan losses as follows, based on its criteria for writing-off and making provisions.

For loans to insolvent customers who are undergoing bankruptcy or other collection proceedings or in a similar financial condition, the reserve for possible loan losses is provided in the full amount of such loans, excluding the portion that is estimated to be recoverable due to the disposal of collateral pledged or guarantees.

For the unsecured and unguaranteed portion of loans to customers not presently in the above circumstances, but in a high probability of becoming so, the reserve for loan losses is provided for estimated unrecoverable amounts determined after a valuation of collateral pledged, guarantees and the customer's overall financial condition.

For other loans, the reserve for possible loan losses is provided based on the actual rate of loan losses in the past.

The reserve includes a special reserve for possible losses on overseas loans likely to become uncollectible due to political and economic circumstances of relevant countries.

Regarding each loan, the Credit Review Office, which is controlled separately from operating divisions, reviews asset valuations of collectibility of each loan made by operating divisions based on the Bank's assets self-assessment standards. Provisions for possible loan losses are based on the results of these reviews.

In the fiscal year 1999, some secured loans have been written off to the amount which are appraised to be uncollectible. The loans which have been written off amounted to 439,940 million yen.

Although "reserve for possible loan losses" had been recorded as liabilities until the fiscal year ended March 31, 1999, the account is recorded in the assets of the balance sheets as a deduction item from this fiscal year ended March 31, 2000 with the change of forms regulated by "Bank Law Enforcement Regulations". As a result of this change, both total assets and total liabilities as of March 31, 2000 decreased by 398,780 million yen.

8. The Bank sets aside a reserve for severance payments equivalent to the amount required to be paid if all employees voluntarily retired at the balance sheet date.

9. The reserve for contingent liabilities related to loans sold is set aside based on the estimated liabilities of further losses on the loans collateralized by real estate sold to the Cooperative Credit Purchasing Company, Limited.

10. The reserve for supporting specific borrowers is set aside based on the estimated amount to assist specified borrowers in management restructuring.

11. Noncancelable lease transactions are accounted for as operating leases regardless of whether such leases are classified as operating leases or finance leases except that lease agreements which stipulate the transfer of ownership of the leased property to the lessee are accounted for as finance leases.

12. The Bank accounts for consumption taxes and local consumption taxes using the tax-excluded method.

13. Other Reserves:

The Reserve for financial futures transactions : 0 million yen

This reserve is set aside in accordance with Article 82 of the Financial Futures Transactions Law.

14. Securities include treasury stocks which amounts to 9 million yen. The Bank holds no treasury stock stipulated by Article 210-2(2)3 of the Commercial Code of Japan.

15. Stock of the consolidated subsidiaries and investment in them: 15,662 million yen

16. Monetary receivables from the consolidated subsidiaries: 6,501 million yen

17. Monetary obligation to the consolidated subsidiaries: 598,169 million yen

18. Amount of accumulated depreciation of premises and equipment: 218,486 million yen

19. Amount of the reduction entry on acquisition cost of premises and equipment: 62,784 million yen

20. Some computers are used on lease agreements besides premises and equipment on the nonconsolidated balance sheets.

21. Loans to borrowers in legal bankruptcy amounted to 73,432 million yen, and past due loans (6 months or more) amounted to 611,019 million yen.

Loans to borrowers in legal bankruptcy are those loans - among all loans for which payment of principal or interest has not been received for a substantial period and for which, for other reasons, there are no prospects for recovery or repayment of principal or interest, and, accordingly, no interest has been accrued (excluding loans written off and hereinafter referred to as nonaccrual loans) - for which the circumstances apply as stated in the Implementation Ordinances for the Corporation Tax Law (Government Ordinance No.97, 1965), items i through v in Article 96, Section 1, Part 3 or the circumstances stated in Part 4 of the same article.

Past due loans (6 months or more) are those nonaccrual loans other than Loans to borrowers in legal bankruptcy and other than loans for which interest payments have been rescheduled with the objective of assisting these borrowers in management restructuring.

22. Loans past due 3 months or more amounted to 84,920 million yen.

Loans past due 3 months or more are loans in respect of which payment of principal or interest has been over due by 3 months or more from the contract payment date, except "loans to borrowers in legal bankruptcy" or "past due loans (6 months or more)".

23. Restructured loans amounted to 88,262 million yen.

Restructured loans are those for which the Bank has provided terms and conditions - including reducing interest rates, rescheduling interest and principal payments, or waiving of claims on the borrower - more favorable to the borrower than those in the original loan agreement, excluding "loans to borrowers in legal bankruptcy", "past due loans (6 months or more)", and "loans past due 3 months or more".

24. Total amount of loans to borrowers in legal bankruptcy, past due loans (6 months or more), loans past due 3 months or more, and restructured loans were 857,635 million yen.

The amounts in these notes from No. 21 to No. 24 are before deduction of reserve for possible loan losses.

25. Assets pledged as collateral were as follows:

- Securities 35,488 million yen
- Loans 299,344 million yen

Liabilities corresponding to assets which were pledged as collateral:

- Deposits 134,348 million yen
- Call money 220,000 million yen
- Bills sold 15,000 million yen

Besides above, securities for exchange payment or securities for dealings in futures:

- Securities 318,918 million yen
- Loans 13,041 million yen
- Other assets 4 million yen

26. As “Regulation concerning the exception for taxable standards of the business tax of banks in Tokyo” was passed and approved on March 30, 2000, the taxable standards of the business tax of the bank in Tokyo has been changed from former taxable income to gross operating profit from the fiscal year 2000. Therefore, as the business tax in Tokyo should not be included in the base of calculation of new accounting for income taxes any more, the bank has changed the effective tax rate from 41.86% to 39.91% from the fiscal year 1999 with the calculation of deferred tax assets and deferred tax liabilities are made. As a result of this change, defferred tax assets decreased by 13,832 million yen and deferred income taxes increased by the same amount. Deferred tax liabilities on land revaluation decreased by 4,264 million yen and land revaluation difference increased by the same amount.

27. The Bank had revalued land used for business purposes based on the Law Concerning Land Revaluation (Law 34, announced on March 31, 1998). Deferred tax in the revaluation difference has been recorded in liabilities, and the rest has been recorded in stockholders' equity.

Revaluation date: March 31, 1998

Revaluation method as stated in Article 3-3 of the Land Revaluation Law:

The value of land is based on the official notice prices stated in the Law of the Public Notice of Land Price (assessed date, January 1, 1998), as stipulated in Article 2-1 of the Ordinance for the Law Concerning Land Revaluation (announced on March 31, 1998), after making reasonable adjustments such as for location and quality of sites.

The difference between the current value of revalued land used for business purpose based on the Article 10 of this law as of March 31,2000 and the book value of this land was 53,836 million yen.

28. Borrowed money included subordinated debt amounting to 1,012,615 million yen, which, by special covenants, are subordinated to other obligations in the order of their performance.

29. Net income per share: 9.45 yen

30. In retained earnings the amount of 1,058 million yen is restricted to be paid as dividends by Bank Law Article 17-2-2.

## Nonconsolidated Statement of Operations (Main Items) (Unaudited)

Fiscal Year ended March 31, 2000

	Millions of yen	
<b>Income</b>		
Operating Income	¥	579,541
Interest on loans and discounts	(	451,058 )
Interest and dividends on securities	(	55,318 )
Fees and commissions		58,778
Trading income		1,787
Other operating income		26,351
Other income		416,579
<b>Total Income (Ordinary Income)</b>	<b>¥</b>	<b>1,083,038</b>
<b>Expenses</b>		
Operating expenses	¥	207,687
Interest on deposits	(	73,990 )
Fees and commissions		28,187
Trading expenses		3
Other operating expenses		23,583
General and administrative expenses		263,511
Other expenses		471,974
<b>Total Expenses (Ordinary Expenses)</b>	<b>¥</b>	<b>994,947</b>
<b>Ordinary Income</b>	<b>¥</b>	<b>88,091</b>
Extraordinary profits		285
Extraordinary losses		6,661
Income before Income Taxes		81,715
Income Taxes (Current)		2,175
Income Taxes (Deferred)		47,980
<b>Net Income</b>	<b>¥</b>	<b>31,558</b>
Profit brought forward from previous fiscal year		19,111
Reversal of land revaluation difference		4,329
Interim cash dividends		10,933
Transfer to legal reserve		2,186
Unappropriated profit at end of fiscal year	¥	41,879



Note:

1. Amounts of less than one million yen have been rounded down.

2. Total income from the subsidiaries: 1,116 million yen

Total expenses to the subsidiaries: 32,459 million yen

3. Profits and losses from transactions of trading purposes are included in "Trading income" or "Trading expenses" in the statement of operations, as of the date when the transactions has been contracted.

Trading income and trading expenses include amounts of interest received or paid during the period plus the amount of difference between the profits or losses generated from valuation for securities, commercial papers, derivatives, etc. as at the end of the preceding period and those as at the end of this period.

4. Other ordinary expenses include:

- |  |                    |
|--|--------------------|
| <input type="checkbox"/> Losses from the waiver of claims for support of customers:                | 38,000 million yen |
| <input type="checkbox"/> Provisions for reserve for contingent liabilities related to loans sold : | 22,556 million yen |
| <input type="checkbox"/> Losses on the sale of loans collateralized by real estate to the CCPC :   | 15,899 million yen |

## Proposal for Appropriation of Unappropriated Profit

Fiscal Year ended March 31, 2000

	Millions of yen	
<b><i>Unappropriated profit as of March 31, 2000</i></b>	¥	41,879
<b><i>Total</i></b>	¥	41,879
<b><i>Appropriations:</i></b>	¥	26,127
Transfer to Legal reserve		2,190
Cash dividends for Preference Shares #1 ( ¥ 5 per preference share )		19
Cash dividends for Class B Preference Shares #1 ( ¥ 7.19 per preference share )		1,725
Cash dividends for Class B Preference Shares #2 ( ¥ 9.25 per preference share )		740
Cash dividends for ordinary shares ( ¥ 3 per ordinary share )		8,452
Voluntary reserves		13,000
Special reserve for possible losses on overseas loans	(	0 )
General reserve	(	13,000 )
<b><i>Profit Carried Forward</i></b>	¥	15,752
(Valuation profit for trading transactions)		1,058 )

**Nonconsolidated Balance Sheets(Unaudited)**

	Millions of yen		
	A Fiscal 1,999	B Fiscal 1,998	A-B
<b>Assets</b>			
Cash and due from banks	¥ 1,181,358	¥ 815,198	¥ 366,160
Call loans	151,515	104,750	46,764
Commercial paper and other debt purchased	401	-	401
Trading assets	438,962	283,088	155,873
Money held in trust	210,000	83,034	126,965
Securities	3,619,912	3,950,894	-330,981
Loans and bills discounted	20,547,425	20,843,509	-296,083
Foreign exchange	65,147	109,955	-44,807
Other assets	280,913	271,721	9,192
Premises and equipment	460,659	465,479	-4,819
Deferred tax assets	283,097	334,195	-51,097
Customers' liabilities for acceptances and guarantees	1,262,061	1,375,550	-113,488
Reserve for possible loan losses	-398,780	-	-398,780
<b>Total Assets</b>	¥ 28,102,676	¥ 28,637,379	¥ -534,702
<b>Liabilities</b>			
Deposits	¥ 20,146,263	¥ 19,916,609	¥ 229,654
Negotiable certificates of deposit	1,987,091	1,419,344	567,747
Call money	1,263,836	2,353,095	-1,089,258
Bills sold	15,000	-	15,000
Commercial paper	120,000	70,000	50,000
Trading liabilities	40,310	34,332	5,977
Borrowed money	1,110,898	1,141,211	-30,313
Foreign exchange	4,764	6,078	-1,313
Convertible bonds and notes	-	3,127	-3,127
Other liabilities	578,839	329,442	249,396
Reserve for possible loan losses	-	413,195	-413,195
Reserve for severance payments	25,246	24,466	780
Reserve for contingent liabilities related to loans sold	64,073	77,780	-13,706
Reserve for supporting specific borrowers	6,603	-	6,603
Reserve for possible investment losses	-	6,040	-6,040
Other reserves	0	0	-0
Deferred tax Liabilities	87,272	94,654	-7,381
Acceptances and guarantees	1,262,061	1,375,550	-113,488
<b>Total Liabilities</b>	¥ 26,712,262	¥ 27,264,930	¥ -552,668
<b>Stockholders' Equity</b>			
Common stock	605,356	605,287	69
Legal reserves	580,675	576,999	3,676
Land revaluation difference	131,400	131,466	-65
Retained earnings	72,980	58,694	14,285
Voluntary reserves	31,100	98,600	-67,500
Unappropriated profit	41,879	-39,905	81,785
Net income	31,558	-220,014	251,573
<b>Total Stockholders' Equity</b>	¥ 1,390,413	¥ 1,372,448	¥ 17,965
<b>Total Liabilities and Stockholders' Equity</b>	¥ 28,102,676	¥ 28,637,379	¥ -534,702

**Nonconsolidated Statements of Operations (Unaudited)**

	Millions of yen		
	A Fiscal 1,999	B Fiscal 1,998	A-B
<b>Income</b>			
Operating income	¥ 579,541	¥ 649,511	¥ -69,969
Interest on loans and discounts	451,058	503,920	-52,862
Interest and dividends on securities	55,318	62,552	-7,234
Fees and commissions	58,778	56,098	2,679
Trading income	1,787	1,763	24
Other operating income	26,351	50,886	-24,535
Other income	416,579	140,625	275,953
<b>Total Income (Ordinary Income)</b>	¥ 1,083,038	¥ 898,885	¥ 184,153
<b>Expenses</b>			
Operating expenses	¥ 207,687	¥ 295,124	-87,437
Interest on deposits	73,990	149,581	-75,590
Fees and commissions	28,187	25,053	3,134
Trading expense	3	12	-8
Other operating expenses	23,583	29,734	-6,151
General and administrative expenses	263,511	269,130	-5,618
Other expenses	471,974	687,330	-215,356
<b>Total Expenses (Ordinary Expenses)</b>	¥ 994,947	¥ 1,306,385	¥ -311,438
<b>Ordinary Net Income</b>	¥ 88,091	¥ -407,500	¥ 495,592
Extraordinary profits	285	35,535	-35,249
Extraordinary losses	6,661	3,020	3,640
Income before Income Taxes	81,715	-374,986	456,701
Income Taxes (Current)	2,175	2,427	-251
Income Taxes (Deferred)	47,980	-157,399	205,379
Net Income	¥ 31,558	¥ -220,014	¥ 251,573
Profit brought forward from previous fiscal year	19,111	13,366	5,745
Reversal of land revaluation difference	4,329	-	4,329
Deferred income taxes in the past years	-	176,796	-176,796
Reversal of voluntary reserve	-	3	-3
Interim cash dividends	10,933	8,380	2,552
Transfer to legal reserve	2,186	1,676	510
Unappropriated profit at end of fiscal year	¥ 41,879	¥ -39,905	¥ 81,785

Note: Increase of common stock during fiscal year ended March 31, 2000  
Conversion of Convertible Bonds . . . . . ¥ 69 million, 87 thousand shares

## Proposal for Appropriation of Unappropriated Profit

Fiscal Year ended March 31, 2000 and 1999

	Millions of yen	
	Fiscal 1999	Fiscal 1998
<b><i>Unappropriated Profit (Undisposed Loss) at End of Fiscal Year</i></b>	¥ 41,879	¥( 39,905 )
<b><i>Reversal of Voluntary reserves</i></b>	¥ -	¥ 67,500
Reversal of General reserve	( - )	( 67,500 )
<b><i>Total</i></b>	¥ 41,879	¥ 27,594
<b><i>Appropriations:</i></b>	¥ 26,127	¥ 8,482
Transfer to Legal reserve	2,190	1,420
Cash dividends for Preference Shares #1	19	33
Cash dividends for Class B Preference Shares #1	1,725	9
Cash dividends for Class B Preference Shares #2	740	4
Cash dividends for ordinary shares	8,452	7,014
Voluntary reserves	13,000	-
Special reserve for possible losses on overseas loans	( 0 )	( - )
General reserve	( 13,000 )	( - )
<b><i>Profit Carried Forward</i></b>	¥ 15,752	¥ 19,111

### *Cash dividends per share*

	Fiscal 1999	Fiscal 1998
Preference Shares #1	¥ 5.00	¥ 5.00
Class B Preference Shares #1	7.19	0.04
Class B Preference Shares #2	9.25	0.06
Ordinary shares	3.00	2.50