



Interim Financial Results Report for Fiscal Year 1999

The Daiwa Bank, Limited

November 22, 1999

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Interim Financial Results Report for Fiscal Year 1999

<Consolidated>

November 22, 1999

The Daiwa Bank, Limited
2-1, Bingomachi 2-Chome,
Chuo-ku, Osaka, Japan

1. Financial Highlights for First Half of Fiscal Year 1999 (from April 1, 1999 to September 30, 1999)

<Notes> (i) Yen amounts are rounded down to the nearest million yen.

(ii) denotes minus.

(1) Operating Results

	(Change from Operating Income		(Change from Ordinary Profits		(Change from Net Income	
	1st Half of FY 1998)	%	1st Half of FY 1998)	%	1st Half of FY 1998)	%
First Half of FY 1999	¥ million		¥ million		¥ million	
First Half of FY 1999	298,118	(-)	19,326	(-)	17,499	(-)
First Half of FY 1998	-	(-)	-	(-)	-	(-)
FY 1998	640,298		255,218		174,859	

	Primary Net Income per Share	Fully Diluted Net Income per Share
First Half of FY 1999	¥ 7.72	¥ 4.61
First Half of FY 1998	-	-
FY 1998	108.22	-

*1. Net Gains on investments in non-consolidated
subsidiaries and affiliates

First Half of FY 1999	:	¥ 2,417 million
First Half of FY 1998	:	¥ --- million
FY 1998	:	¥ 127 million

*2. Change in Accounting Policy : None

(2) Financial Position

	Total Assets	Stockholders' Equity	Stockholders' Equity to Total Assets	Stockholders' Equity per Share	Capital Ratio (BIS Standard)
First Half of FY 1999	¥ million	¥ million	%	¥	%
First Half of FY 1999	15,348,249	847,122	5.5	204.67	(Provisional) 12.06
First Half of FY 1998	-	-	-	-	10.38
FY 1998	15,459,603	832,757	5.4	196.68	12.73

*1. Net Unrealized Gains (Unrealized Gains - Unrealized Losses) on Securities as of September 30, 1999 : ¥26,560 million.

*2. Net Unrealized Gains on Derivatives Transactions : ¥9,663 million.

(3) Cash Flows

	Cash Flows from Operating Activities	Cash Flows from Investing Activities	Cash Flows from Financing Activities	Cash and Cash Equivalents (Term-end Balance)
First Half of FY 1999	¥ million	¥ million	¥ million	¥ million
First Half of FY 1999	26,106	15,754	10,578	411,396
First Half of FY 1998	-	-	-	-
FY 1998	-	-	-	-

(4) Scope of Consolidation and Application of Equity Method

Consolidated Subsidiaries : 59 Non-Consolidated Subsidiaries Applied Equity Method : ---
Affiliates Applied Equity Method : 11

2. Earning Performance Projection for Fiscal Year 1999 (from April 1, 1999 to March 31, 2000)

	Operating Income	Ordinary Profit	Net Income
Fiscal Year 1999	¥ million	¥ million	¥ million
Projected Net Income Per Share	550,000	38,000	28,000

Consolidated Basis : ¥11.71 Non-Consolidated Basis : ¥6.52

(Reference) Non-Consolidated Operating Results for First Half of FY 1999

	(Change from Operating Income		(Change from Ordinary Profits		(Change from Net Income	
	1st Half of FY 1998)	%	1st Half of FY 1998)	%	1st Half of FY 1998)	%
First Half of FY 1999	¥ million		¥ million		¥ million	
First Half of FY 1999	243,113	(12.3)	14,666	(106.4)	9,331	(12.5)

Primary Net Income per Share	Total Assets	Stockholders' Equity
¥ 3.45	¥ million 15,431,261	¥ million 944,049

<Reference>

Indexes appeared in "Financial Highlights for First Half of FY 1999"

$$\text{Primary Net (Interim) Income Per Share} = \frac{\text{Net (Interim) Income} - \text{Total Dividends Paid on Preferred Shares}}{\text{Average Number of Common Shares during the Term (*)}}$$

$$\text{Stockholders' Equity Per Share} = \frac{\text{Term-end Balance of Stockholders' Equity} - \text{Term-end Number of Preferred Shares Issued} \times \text{Issue Price}}{\text{Term-end Number of Common Shares Issued (*)}}$$

Index appeared in Earnings Performance Projection for FY 1999

$$\text{Projected Net Income Per Share} = \frac{\text{Projected Net Income} - \text{Projected Total Dividends Paid on Preferred Shares}}{\text{Term-end Number of Common Shares (as of September 30, 1999) (*)}}$$

* excluding treasury stock of the Parent Company and Parent Company's shares owned by its subsidiaries.

Consolidated Balance Sheets

(Millions of Yen)

Balance Sheets	Sep 30, 1999 (A)	March 31, 1999 (B)	Difference (A) - (B)
ASSETS			
Cash and Due from Banks	752,118	875,296	123,178
Call Loans	11,473	12,052	579
Monetary Claims Bought	20	20	-
Trading Assets	181,224	385,775	204,551
Money Held in Trust	130,527	108,091	22,436
Securities	2,698,776	2,736,038	37,262
Loans and Bills Discounted	9,488,786	9,372,127	116,659
Foreign Exchanges	99,464	136,844	37,380
Other Assets	894,439	591,333	303,106
Premises and Equipment	342,459	309,866	32,593
Deferred Taxes	205,144	205,592	448
Customers' Liabilities for Acceptances and Guarantees	543,813	726,564	182,751
Total Assets	15,348,249	15,459,603	111,354
LIABILITIES			
Deposits	10,629,127	9,928,388	700,739
Certificates of Deposit	482,249	1,237,285	755,036
Call Money and Bills Sold	361,518	199,377	162,141
Commercial Paper	25,000	10,000	15,000
Trading Liabilities	55,388	65,185	9,797
Borrowed Money	447,266	523,665	76,399
Foreign Exchanges	5,574	17,133	11,559
Corporate Bonds	228,130	239,496	11,366
Due to Trust Account	668,035	607,134	60,901
Other Liabilities	759,564	748,095	11,469
Reserve for Possible Loan Losses	158,485	188,214	29,729
Reserve for Retirement Allowances	15,950	15,492	458
Reserve for Possible Losses on Loans Sold	32,289	29,030	3,259
Reserve for the Specific Borrowers under Support	65,604	70,030	4,426
Reserve for Possible Losses on Investments	744	-	744
Other Reserves	208	176	32
Acceptances and Guarantees	543,813	726,564	182,751
Total Liabilities	14,478,952	14,605,271	126,319
MINORITY INTERESTS			
Minority Interests in Consolidated Subsidiaries	22,173	21,574	599
STOCKHOLDERS' EQUITIES			
Capital	465,158	465,158	-
Capital Surplus	405,419	405,419	-
Deficit	23,148	37,351	14,203
Sub Total	847,430	833,227	14,203
Treasury Stock	1	1	-
Parent's Stock Owned by Subsidiaries	306	468	162
Total Stockholders' Equity	847,122	832,757	14,365
Total Liabilities, Minority Interests and Stockholders' Equity	15,348,249	15,459,603	111,354

<Note> Yen amounts are rounded down to the nearest million yen.

Consolidated Statements of Income

(Millions of Yen)

	First Half of FY 1999 〔 From April 1, 1999 To September 30, 1999 〕	Fiscal Year 1998 〔 From April 1, 1998 To March 31, 1999 〕
Operating Income	298,118	640,298
Interest Income	135,055	321,042
(Interest on Loans and Discounts)	(102,235)	(230,043)
(Interest and Dividends on Securities)	(20,635)	(40,490)
Trust Fees	24,696	56,669
Fees and Commissions	40,565	67,032
Trading Revenue	3,284	4,651
Other Operating Income	37,441	127,152
Other Income	57,075	63,749
Operating Expenses	278,792	895,517
Interest Expenses	53,872	181,037
(Interest on Deposits)	(24,377)	(83,186)
Fees and Commissions	6,851	10,679
Other Operating Expenses	6,242	28,630
General and Administrative Expenses	122,567	243,830
Other Expenses	89,257	431,339
Ordinary Profits (denotes Ordinary Losses)	19,326	255,218
Extraordinary Profits	2,430	54,108
Extraordinary Losses	650	10,809
Income Before Income Taxes	21,106	211,920
(denotes Loss Before Income Taxes)		
Income Tax, Inhabitants' Tax and Enterprise Tax	990	2,550
Income Taxes - Deferred	3	31,190
Minority Interests	2,612	8,421
Net Income (denotes Net Loss)	17,499	174,859

<Note> Yen amounts are rounded down to the nearest million yen.

Consolidated Statements of Earned Surplus

(Millions of Yen)

Items	First Half of FY 1999 〔 From April 1, 1999 To September 30, 1999 〕	Items	Fiscal Year 1998 〔 From April 1, 1998 To March 31, 1999 〕
Deficit at the Beginning of the First Half	37,351	Consolidated Earned Surplus at the Beginning of the Term	174,104
		Other earned surplus	132,386
		Legal reserve	41,718
Decrease of Deficit during the First Half	369	Increase of Consolidated Earned Surplus during the Term	3,532
Decrease due to reduction of interests in consolidated subsidiaries	369	Increase due to reduction in number of consolidated subsidiaries	3,532
Increase of Deficit during the Term	3,665	Decrease of Consolidated Earned Surplus during the Term	40,129
Increase due to reduction in number of consolidated subsidiaries	173	Decrease due to enlarged scope of consolidation	31,630
Dividends	3,492	Dividends	8,491
Bonuses to directors and corporate auditors	0	Bonuses to directors and corporate auditors	8
Net Interim Income	17,499	Net Loss	174,859
Deficit at the End of the First Half	23,148	Deficit at the End of the Year	37,351

<Note> Yen amounts are rounded down to the nearest million yen.

Consolidated Statement of Cash Flows

(Millions of Yen)

	First Half of FY 1999
	From April 1, 1999 To September 30, 1999
. Cash Flows from Operating Activities	
Interim Income before Income Taxes	21,106
Depreciation and Amortization	17,260
Goodwill Amortization	1,170
Provision for Reserve for Possible Loan Losses	20,380
Net Gains on investments in Non-Consolidated Subsidiaries and Affiliates ()	2,417
Provision for Reserve for Possible Losses on Loans Sold	5,119
Provision for Reserve for Specific Borrowers under Support	3,792
Provision for Reserve for Possible Losses on Investments	744
Provision for Reserve for Retirement Allowances	469
Interest Income	135,055
Interest Expenses	53,872
Investment Securities Gains - Net ()	35,119
Gains on Money Held in Trust - Net ()	1,028
Foreign Exchange Gains - Net ()	6,285
Gains on Sales of Premises and Equipment - Net ()	356
Net Increase in Trading Account Assets ()	201,841
Net Decrease in Trading Account Liabilities ()	9,289
Net Increase in Loans and Bills Discounted ()	169,035
Net Decrease in Deposits ()	59,826
Net Increase in Call Loans and Others ()	1,561
Net Increase in Cash Collateral for Bonds Borrowed ()	143,811
Net Decrease in Call Money and Others ()	90,436
Net Decrease in Cash Collateral for Bonds Lent ()	104,056
Net Increase in Deposited Money (excluding those deposited at BOJ) ()	124,551
Net Increase in Due to Trust Account ()	60,901
Net Increase in Foreign Exchange Assets ()	37,890
Net Decrease in Foreign Exchange Liabilities ()	11,567
Interest Income (Cash Based)	138,721
Interest Expenses (Cash Based)	63,584
Others	25,774
Subtotal	27,679
Provision for Income Taxes	1,573
Net Cash Provided by Operating Activities	26,106
. Cash Flows from Investing Activities	
Purchases of Investment Securities	1,257,796
Proceeds from Sales of Investment Securities	1,260,068
Proceeds from Sales of Interests in Subsidiaries (Those transactions that accompany the change in the scope of consolidation)	21
Proceeds from Maturities of Investment Securities	58,131
Expenses Associated with Increase in Money Held in Trust	54,603
Income Associated with Decrease in Money Held in Trust	5,176
Purchases of Premises and Equipment	28,169
Proceeds from Sales of Premises and Equipment	1,416
Net Cash Provided by Investing Activities	15,754
. Cash Flows from Financing Activities	
Repayment of Subordinated Bonds	7,000
Dividends	3,492
Dividends Paid to Minority Shareholders	86
Net Cash Provided by Financing Activities	10,578
. Effect of Exchange Rate Changes on Cash and Cash Equivalents	224
. Increase in Cash and Cash Equivalents	2
. Cash and Cash Equivalents at the Beginning of the Term	411,398
. Decrease in Cash and Cash Equivalents due to Exclusion from Consolidation	0
. Cash and Cash Equivalents at the End of the Term	411,396

*1. Yen amounts are rounded down to the nearest million yen. denotes items to be deducted, or negative amounts.

Principles of Consolidation

1. Scope of Consolidation

(1) Consolidated Subsidiaries :	59	
Major Consolidated Subsidiaries		Cosmo Securities, Ltd Daiwagin Card Co., Ltd Daiwa Guarantee Co., Ltd The Daiwa Factor and Leasing Co., Ltd Daiwa Bank (Capital Management) Plc. P.T. Bank Daiwa Perdania
(2) Non-Consolidated Subsidiaries :	3	
(Non-Consolidated Subsidiaries Applied Equity Method : None)		
Major Non-Consolidated Subsidiary		Japan Cosmo Securities (Hong Kong) Ltd.

2. Application of Equity Method

(1) Affiliates Applied Equity Method :	11	
Major Equity Method Affiliates		Bank of Kinki, Ltd Bank of Osaka, Ltd General Housing Finance Co., Ltd
(2) Affiliates not Applied Equity Method	0	

3. Interim-Ends of Consolidated Subsidiaries

Interim-ends of the consolidated subsidiaries are as follows:

End of November	1	End of June	22
End of January	1	End of July	1
End of February	1	End of September	30
End of March	3		

The accounts of consolidated subsidiaries with interim-ends in November, January, February, and March are consolidated based on accounts adjusted to September 30, 1999. The accounts of all other subsidiaries are consolidated as at their respective interim-ends. Appropriate adjustments are made for significant transactions during the period from the respective interim-ends of the above subsidiaries to the date of the Parent Company's Interim-end.

4. Summary of Significant Accounting Policies

(1) Trading Assets and Liabilities

The valuation method of "Trading Assets/Liabilities" held by the Parent Company and related revenue and expenses recognition method are as follows:

Transactions for trading purposes represent transactions seeking to capture gains arising from short-term changes or from differences between markets, in interest rates, currency exchange rates or market prices of securities and other market-related indices. These transactions are included in "Trading Assets" or "Trading Liabilities" in the Consolidated Balance Sheet on a trade date basis. Profits /losses on these transactions are included in "Trading Revenue" or "Trading Expenses" in the Consolidated Statement of Income.

Securities and monetary receivables, etc., are carried at market value prevailing at interim-end, and financial derivatives such as swaps, futures and options are carried at the price based on the assumption that the transactions were settled at the interim-end.

"Trading Revenue/Expenses" include interest received/paid during the period and changes in revaluation profits/losses during the period for securities and monetary receivables. "Trading Revenues/Expenses" also include changes in revaluation profits/losses for financial derivatives during the term on the assumption that the transactions were settled at the end of the fiscal period.

Consolidated domestic subsidiaries which engage in securities business carry trading securities and other trading assets including derivative instruments in the trading account at their market values.

(2) Securities

Securities held by the Parent Company are carried at cost, with cost of securities sold being determined by the moving-average method. Listed securities held in individually managed money trusts for asset management purposes are carried at the lower of cost or market value (applying the reversion method which entails a reversion to cost at the beginning of the next fiscal period). Securities other than those referred to above are carried at cost, with cost being determined by the moving-average method.

Listed securities held by domestic subsidiaries which engage in securities business are carried at the lower of cost or market value (reversion method), with cost of securities sold being determined by the moving-average method. Securities other than the above are carried at cost, with cost being determined by moving-average method. Securities held by other subsidiaries are carried at cost, with cost being determined by the moving-average method.

(3) Premises and Equipment

Depreciation of premises and equipment is calculated as follows:

Buildings Straight line method. Rates are defined in accordance with the Corporate Tax Law.

Equipment Fixed percentage of declining balance method. Rates are defined in accordance with the Corporate Tax Law.

Others As amortized in accordance with the Corporate Tax Law.

(4) The Reserve for Possible Loan Losses of the Parent Company is provided as follows, based on the rules for write-offs and additions to reserves in accordance with the Accounting Standards for Banks. The reserve for possible loan losses for bankrupt and effectively bankrupt borrowers is provided based on the amount after deductions of the expected collectable amount through the disposal of collateral or through the execution of guarantees. The reserve for possible loan losses for borrowers who are not currently legally bankrupt but are likely to become bankrupt, is provided based on the amount considered necessary based on the overall solvency assessment of the amounts after deductions of the expected collectable amount through the disposal of collateral or through the execution of guarantees.

The reserve for possible loan losses on the loan to other than the above is provided based on loan loss experiences, as calculated using the actual default rates during a certain period in the past. Also, a reserve for possible losses on the loans to restructuring countries are set aside with the estimated amount based on such factors as political and economic risks. All loans are assessed by branches and credit departments based on internal rules of the self-assessment of assets. The credit assessment department, independent from the branches and credit departments, audits the result of the self-assessment, and the reserve is provided based on the result of the audit.

As for the loans to legally/effectively bankrupt borrowers that are extended by the Parent Company and some of its subsidiaries, the credit amounts not covered by collateral or guarantees (Category exposures) are regarded as uncollectable and directly written-off from the original credit amounts. The amount of such direct write-offs is ¥533,274 million.

(5) Reserve for Retirement Allowances

The Parent Company maintains a reserve for retirement allowances in line with the Accounting Standards for Banks. The reserve is based on the amount that would be required if all eligible employees had voluntarily retired at the end of each fiscal year. Based on the required amount of addition for the year, the amount relevant to the interim period is added to the reserve.

In addition, the Parent Company has a contributory employee pension plan as part of its retirement allowance system. Major consolidated subsidiaries also have similar employee pension plan.

(6) Reserve for Possible Losses on Loans Sold

The Reserve for Possible Losses on Loans Sold is set aside based on the estimated amount of losses to be incurred from the decline of the collateral (real estate) value of loans sold to the Cooperative Credit Purchase Company.

(7) Reserve for the Specific Borrowers under Support

The Reserve for the Specific Borrowers under Support is set aside based on the rationally estimated amount of financial support that the Bank will need to provide for specific borrowers under support in the future.

(8) Reserve for Possible Losses on Investments

The Reserve for Possible Losses on Investments is provided based on the rationally estimated amount of losses that might be incurred from investments.

(9) Other reserves required by special laws are as follows:

- The Reserve for Contingent Liabilities from the Brokering of Financial Futures Transactions is based on Article 82 of the Financial Futures Transaction Law. This reserve is provided by the Parent Company, and the balance as at the interim-end is ¥1 million.
- The Reserve for Contingent Liabilities from the Brokering Securities Transactions is based on Article 51 of the Securities and Exchange Act. This reserve is provided by domestic subsidiaries engaging in securities business, and the balance as at the interim-end is ¥206 million.

(10) Foreign Currency Translation of Assets and Liabilities

The Parent Company's assets and liabilities are translated into yen at the market exchange rates prevailing at the end of each accounting period. Similarly, foreign currency denominated assets and liabilities held by consolidated subsidiaries are translated into yen, in most cases, at exchange rates prevailing at the end of their respective accounting periods.

(11) Lease Transactions

Finance lease other than those with property rights which will be recognized as transferable to the leases, is accounted for in compliance with general accounting procedures for rent transactions.

(12) Accounts of the Parent Company and its domestic consolidated subsidiaries are not inclusive of consumption tax.

5. Cash and Cash Equivalents Covered in the Consolidated Statement of Cash Flows

Cash and cash equivalents in the Consolidated Statement of Cash Flows refer to cash on hand and Bank of Japan deposits, both of which are components of "Cash and Due from Banks" in the Consolidated Balance Sheet.

Notes to Consolidated Balance Sheet

1. Securities include the stock of subsidiaries worth of ¥47,872 million.
2. Non-accrual loans to bankrupt borrowers : ¥ 87,555 million.
Non-accrual past due loans : ¥ 112,914 million.
"Non-accrual loans to bankrupt borrowers" refer to those loans in which the payment of principal or interest is well past due or there is no prospect of recovery of the principal or interest from the borrower or from a third party guaranteeing the loan.
"Non-accrual past due loans" are defined as those loans which are past due and not accruing interests, but are categorized neither as "non-accrual loans to bankrupt borrowers," nor as "loans with altered lending condition" whose definition is given below.
3. Loans past due for three months or more: ¥55,856 million.
"Loans past due for three months or more" are defined as loans whose principal or interest payment is past due for more than three months, but are categorized neither as "non-accrual loans to bankrupt borrowers," nor as "non-accrual past due loans."
4. Loans with altered lending conditions: ¥ 334,335 million.
"Loans with altered lending conditions" are defined as loans that the Bank has granted certain concessions by changing the original conditions to debtors' advantage, with a view to supporting financial restructuring and securing the collection of the Bank's credits extended to them. These loans are categorized neither as "non-accrual loans to bankrupt borrowers," "non-accrual past due loans," nor as "loans past due for three months or more."
5. Amount of Loans under Risk Monitoring (Total of 2, 3, and 4 above) : ¥590,662 million.
6. Accumulated depreciation on buildings and equipment : ¥155,215 million.
7. Borrowed Money includes ¥ 281,500 million of subordinated debts.
8. Corporate Bonds are all subordinated.
9. Principal amount of Jointly Operated Designated Money in Trusts : ¥ 1,373,905 million.
10. Net Interim Income Per Share : ¥7.72 per share

Notes to Non-Consolidated Statements of Income

1. "Other Expenses" include a ¥20,380 million provision for reserve for possible loan losses, and a ¥29,649 million loss incurred from write-off of loans.
2. Extraordinary Profits include the profit worth of ¥2,009 million earned from the collection of previously written-off claims.

Statement of Trust Assets and Liabilities
(As of September 30, 1999)

(Millions of Yen)

Assets		Liabilities	
Loans and Bills Discounted	821,207	Money Trusts	7,272,195
Securities	11,693,420	Pension Trusts	6,011,862
Securities Held for Investment Trust	3,261,640	Asset Formation Benefit Trusts	3,702
Foreign Investment Held for Investment Trust	330,616	Securities Investment Trusts	5,360,698
Trust Beneficiary Certificate	20,952	Pecuniary Trusts Other than Money Trusts	426,391
Securities Held in Custody Accounts	54,023	Securities Trusts	243,000
Securities Lent	185,880	Monetary Claims Trusts	66,823
Monetary Claims	330,497	Real Estate Trusts	189,462
Premises and Equipment	224,446	Land Leases Trusts	4,751
Leased Land	698	Composite Trusts	31,912
Other Claims	264,097		
Call Loans	1,134,696		
Due from Banking Account	668,035		
Cash and Due from Banks	620,587		
Total Assets	19,610,800	Total Liabilities	19,610,800

<Note>

*1. Yen amounts are rounded down to the nearest million yen.

*2. Co-Managed Trust Funds under Other Trust Bank's Administration : ¥12, 975, 215 million.

*3. Loans and Bills Discounted funded by JOMT account funds that the Bank guarantees the principal : ¥ 670,630 million

Of this total, Loans to Bankrupt Borrowers	:	¥2,880 million [A]
Non-Accrual Past Due Loans	:	¥7,544 million [B]
Loans Past Due for Three Months or More	:	¥6,731 million [C]
Loans with Altered Lending Conditions	:	¥5,752 million [D]
Loans under Risk Monitoring (Total of above [A] to [D])	:	¥22,909 million

Jointly Operated Designated Money in Trusts (JOMT)
(As of September 30, 1999)

(Millions of Yen)

Assets		Liabilities	
Loans and Bills Discounted	670,630	Principal	1,373,905
Securities	278,191	Special Loan Loss Reserve	2,024
Others	428,604	Others	1,496
Total Assets	1,377,426	Total Liabilities	1,377,426

Segment Information

1. Segment Information by Type of Business

First Half of FY 1999 (for the period from April 1, 1999 to September 30, 1999)

(Millions of Yen)

	Banking and Trust Banking	Securities	Other Financial Services	Others	Total	Offset or Common to All	Consolidated
I. Operating Income and Ordinary Profit							
Operating Income							
(1) Operating Income from Customers	247,783	17,509	28,509	4,316	298,118	-	298,118
(2) Intra-segment Operating Income	2,954	130	8,823	440	12,348	(12,348)	-
Total	250,738	17,639	37,332	4,757	310,467	(12,348)	298,118
Operating Expenses	226,262	11,043	49,042	8,043	294,391	(15,599)	278,792
Ordinary Profit (denotes Ordinary Loss)	24,475	6,596	11,709	3,286	16,076	(3,250)	19,326
II. Assets, Depreciation and Capital Expenditure							
Assets	15,432,750	191,212	2,313,326	206,301	18,143,591	(2,795,342)	15,348,249
Depreciation	3,886	93	88	13,193	17,260	-	17,260
Capital Expenditure	3,412	297	21	39,101	42,832	-	42,832

- <Notes>
1. Yen amounts are rounded down to the nearest million yen.
 2. Segmentation is based on each consolidated company's line of business. "Others" represents insurance agency business, real property leasing business and so forth.
 3. Operating Income and Ordinary Profit are shown in places of Sales and Operating Profit which would be reported in cases of general companies.
 4. Capital Expenditure includes the investments related to system equipment.

Fiscal Year 1998 (for the period from April 1, 1998 to March 31, 1999)

(Millions of Yen)

	Banking and Trust Banking	Securities	Other Financial Services	Others	Total	Offset or Common to All	Consolidated
I. Operating Income and Ordinary Profit							
Operating Income							
(1) Operating Income from Customers	554,211	21,053	52,675	12,358	640,298	-	640,298
(2) Intra-segment Operating Income	5,190	900	18,931	1,896	26,917	(26,917)	-
Total	559,402	21,953	71,606	14,255	667,216	(26,917)	640,298
Operating Expenses	703,974	28,371	177,459	18,370	928,176	(32,658)	895,517
Ordinary Profit (denotes Ordinary Loss)	144,572	6,417	105,852	4,115	260,959	(5,740)	255,218
II. Assets, Depreciation and Capital Expenditure							
Assets	15,461,021	170,874	2,186,543	176,011	17,994,450	(2,534,847)	15,459,603
Depreciation	10,843	326	23,496	1,295	35,961	-	35,961
Capital Expenditure	9,259	149	17,990	13,898	41,297	-	41,297

- <Notes>
1. Yen amounts are rounded down to the nearest million yen.
 2. Segmentation is based on each consolidated company's line of business. From this fiscal year, "Other Financial Services" is added as a new segment due to its increased importance as a segment. In the Fiscal Year 1997, these businesses were classified as "Others." Operating Income and Ordinary Loss from these businesses would have been ¥15,278 million, and ¥2,873 million, respectively while the amount of assets employed, depreciation cost, and capital expenditure would have been ¥297,136 million, ¥14 million, and ¥46 million, respectively. "Others" represents an insurance agency business, real property leasing business and so forth.
 3. Operating Income and Ordinary Profit are shown in places of Sales and Operating Profit which would be reported in cases of general companies.
 4. Capital Expenditure includes the investments related to system equipment.
 5. The parent company changed its method of depreciation of buildings (including the attached structures) from the fixed percentage of declining balance method to the straight line method from this fiscal period. Operating Expenses, Ordinary Loss and Depreciation of "Banking and Trust Banking" segment are decreased by ¥501 million, respectively, while Asset is increased by the same amount when compared to the figures based on the former method.

Segment Information

2. Segment Information by Location

First Half of FY 1999 (for the period from April 1, 1999 to September 30, 1999)

Since the operating income and employed assets of "Japan" segment is more than 90 % of other segments combined, segment information by location for the first half of FY 1999 is not shown here.

Fiscal Year 1998 (for the period from April 1, 1998 to March 31, 1999)

(Millions of Yen)

	Japan	Europe	Asia	Other Area	Total	Offset or Common to All	Consolidated
I. Operating Income and Ordinary Profit							
Operating Income							
(1) Operating Income from Customers	578,682	5,513	55,607	494	640,298	-	640,298
(2) Intra-segment Operating Income	18,519	2,495	13,976	11,048	46,040	(46,040)	-
Total	597,202	8,009	69,584	11,543	686,339	(46,040)	640,298
Operating Expenses	845,991	12,833	74,776	11,673	945,275	(49,757)	895,517
Ordinary Profit (denotes Ordinary Loss)	248,789	4,824	5,191	130	258,935	(3,716)	255,218
II. Assets	#####	34,521	745,190	245,573	#####	(1,309,210)	#####

- <Notes>
1. Yen amounts are rounded down to the nearest million yen.
 2. In places of Sales and Operating Profit which would be reported in cases of general companies, Operating Income and Ordinary Profit of the parent company, its head office and branches, and consolidated subsidiaries are reported by each area. Businesses are classified into "Japan" and certain other areas shown above based on their places of operations.
 3. Europe includes the United Kingdom and Spain. Asia includes Republic of Korea, the People's Republic of China (including Hong Kong), Republic of Singapore, Republic of Indonesia and others. Other Area represents the British West Indies Grand Cayman Island.
 4. The parent company changed its method of depreciation of buildings (including the attached structures) from the fixed percentage of declining balance method to the straight line method from this fiscal period. Operating Expenses, Ordinary Loss of the "Japan" segment are decreased by ¥501 million, respectively, while Asset employed by the segment is increased by the same amount, when compared to the figures based on the former method.

3. International Operating Income

Since international operating income of the Bank is less than 10% of the total, international operating income for the First Half of FY 1999 is not shown here.

(Millions of Yen)

	International Operating Income (A)	Consolidated Operating Income (B)	(A)/(B)
Fiscal Year 1998	105,898	640,298	16.53%

<Note>

1. Yen amounts are rounded down to the nearest million yen.
2. International Operating Income is reported in place of Overseas Sales which would be reported in cases of general companies.
3. International Operating Income includes domestic foreign exchange transactions, trade bills transactions by yen, non-residents transactions by yen, offshore account transactions, the Parent Company's overseas branch transactions, and Operating Income of consolidated overseas subsidiaries (excluding amounts from internal transactions among the consolidated subsidiaries).

(Market Prices of Securities)

(Millions of Yen)

		End of September, 1999				
		Book Value	Market Value	Valuation Gain/Loss	Gain	Loss
Securities	Bonds	313,376	306,711	6,664	1,153	7,818
	Stocks	1,382,072	1,357,703	24,368	169,360	193,729
	Others	49,446	49,102	344	3,702	4,046
Total		1,744,895	1,713,517	31,377	174,217	205,594

- *1. Securities mentioned above cover only listed securities. Bonds include Japanese national/local government bonds, and Japanese corporate bonds. Listed bonds are valued at the closing prices on the Tokyo Stock Exchange or prices calculated using indicated yields announced by the Japan Security Dealers Association. Other listed securities are valued at the closing prices on the Tokyo Stock Exchange.
- *2. Treasury Stock is not included in Stocks. Book value of Treasury Stock as at the end of September 1999 is ¥1 million, and their valuation gain/loss is ¥ 0 million, respectively.
- *3. The table below covers unlisted securities for which it is possible to estimate a market value.

(Millions of Yen)

		End of September, 1999				
		Book Value	Market Value	Valuation Gain/Loss	Gain	Loss
Securities	Bonds	689,170	689,750	579	5,139	4,560
	Stocks	20,529	33,946	13,417	16,286	2,868
	Others	38,491	29,311	9,180	1,272	10,452
Total		748,192	753,008	4,816	22,698	17,882

The market value of unlisted securities is determined as follows: transaction prices announced by the Japan Security Dealers Association in the case of securities traded over the counter, prices calculated using indicated yields announced by the Japan Security Dealers Association in the case of public bonds, and market prices announced by the authorized fund management companies in the case of securities investment trusts.

- *4. Securities not included in the market value information provided above are primarily as follows:

(Millions of Yen)

		Book Value
Securities	Domestic Unlisted Bonds, excluding Publicly Offered Bonds	107,271
	Publicly Offered Unlisted Bonds with Maturities One Year or Less	21,348
	Unlisted Bonds, excluding Domestic Bonds	21,166

- *5. The market values of securities related to trading transactions, which are included in trading assets, are revalued at market prices, and revaluation gains/losses from such revaluation are recorded in the Interim Consolidated Statement of Income. Therefore, such gains/losses are not reported above.

(Market Prices of Money Held in Trust)

(Millions of Yen)

		End of September, 1999				
		Book Value	Market Value	Valuation Gain/Loss	Gain	Loss
Money Held in Trust		130,527	133,989	3,462	4,509	1,046

The market value of Money Held in Trust is determined as follows:

- *1. The market prices of listed securities are determined by using the closing prices on Tokyo Stock Exchange or prices calculated using indicated yields announced by the Japan Security Dealers Association in the case of public bonds.
- *2. Transaction prices announced by the Japan Security Dealers Association in the case of securities traded over the counter.

Market Prices of Derivatives Transactions

(1) Transactions as to Interest Rates

(Millions of Yen)

Market Segment	Type		September 30, 1999				
			Contract Value	Over a year	Market Value	Valuation Gain/Loss	
Listed on Exchange	Interest Rate Futures	Sell	-	-	-	-	
		Buy	-	-	-	-	
	Interest Rate Options	Sell	Call	-	-	-	-
			(-)	-	-	-	
		Put	-	-	-	-	
			(-)	-	-	-	
	Buy	Call	-	-	-	-	
		(-)	-	-	-		
Put	-	-	-	-			
	(-)	-	-	-			
Over-The-Counter	Forward Rate Agreement	Sell	-	-	-	-	
		Buy	-	-	-	-	
	Interest Rate Swaps	Receive the Fix /Pay the Float	165,120	118,120	11,357	11,357	
		Receive the Float /Pay the Fix	626,346	421,283	20,309	20,309	
		Receive the Float /Pay the Float	35,179	33,255	39	39	
	Interest Rate Options	Sell	Call	-	-	-	-
			(-)	-	-	-	
		Put	-	-	-	-	
			(-)	-	-	-	
	Buy	Call	-	-	-	-	
		(-)	-	-	-		
Put	-	-	-	-			
	(-)	-	-	-			
Cap	Sell	27,270	20,680	-	-		
		(161)	-	63	97		
	Buy	49,282	21,133	-	-		
		(654)	-	219	434		
Total						9,328	

*1. Estimation of market value : The market values of transactions listed on Exchange are determined by using the closing prices on the Tokyo Financial Futures Exchange and others. For transactions traded over the counter, market values are calculated based on such methods as discounted present value or option pricing models.

*2. Figures in parentheses indicate the option premiums recorded in the interim Consolidated Balance Sheet.

*3. Derivatives Transactions included in trading assets (trading transactions) are revalued at the market values and such revaluation gains/losses are recorded on the interim Consolidated Statement of Income. Therefore, such revaluation gains/losses are not listed above.

Contract values of derivatives transactions included in trading assets are as follows :

(Millions of Yen)

Market Segment	Type		September 30, 1999		
			Contract Value	Market Value	
Listed on Exchange	Interest Rate Futures	Sell		1,233	1,228
		Buy		7,526	7,528
	Interest Rate Options	Sell	Call	-	-
			Put	(-)	
		Buy	Call	-	-
			Put	(-)	
				-	-
				(-)	-
		(-)	-		
Over-The-Counter	Forward Rate Agreement	Sell		3,000	3
		Buy		-	-
	Interest Rate Swaps	Receive the Fix / Pay the Float		1,273,195	42,386
		Receive the Float / Pay the Fix		1,404,734	38,993
		Receive the Float / Pay the Float		112,846	165
	Interest Rate Options	Sell	Call	-	-
			Put	(-)	
		Buy	Call	-	-
			Put	(-)	
				-	-
				(-)	-
	Cap	Sell		314,122	1,719
				(7,108)	
		Buy		257,190	1,636
				(5,933)	
	Floor	Sell		-	-
				(-)	
		Buy	2,102	5	
			(3)		
Swaption	Sell		8,800	0	
			(7)		
		Buy	-	-	
			(-)		

<Note> Figures in parentheses show initial option premiums for the Contract Values.

(2) Transactions as to Currency

(Millions of Yen)

Market Segment	Type		September 30, 1999				
			Contract Value	Over a year	Market Value	Valuation Gain/Loss	
Over-The-Counter	Currency Swaps		135,899	51,145	31	31	
		U.S. Dollar	84,473	12,500	124	124	
		H.K. Dollar	51,426	38,645	155	155	
	Forward Exchange	Sell	-	-	-	-	
		Buy	68	-	0	0	
	Currency Options	Sell	Call	-	-	-	-
			(-)				
		Put	-	-	-	-	
			(-)				
		Buy	Call	-	-	-	-
			(-)				
	Put	-	-	-	-		
		(-)					
	Others	Sell	-	-	-	-	
Buy		-	-	-	-		

*1. The market values of transactions are based on discounted present value.

*2. Figures in parentheses indicate option premiums recorded in the interim Consolidated Balance Sheet.

*3. Trading account derivative transactions are revalued at the market values and such gains/losses are recorded in the interim Consolidated Statement of Income. Therefore, such revaluation gains/losses are not listed above. Contract values of trading account derivative transactions are as follows;

(Millions of Yen)

Market Segment	Type	September 30, 1999	
		Contract Value	Market Value
Over-The-Counter	Currency Swaps	68,844	26
	U.S. Dollar	57,007	446
	Swiss Franc	9,184	279
	Australian Dollar	1,640	0
	Deutsche Mark	713	100
	British Pound	299	38

*4. Some of Forward Exchange Transactions, Currency Options Transactions are revalued at the market prices at the end of each fiscal period. Therefore, such revaluation gains/losses are not listed above. Contract values of currency-related derivatives transactions revalued at market prices are as follows:

(Millions of Yen)

Market Segment	Type		September 30, 1999	
			Contract Value	
Listed on Exchange	Currency Futures	Sell		-
		Buy		-
	Currency Options	Sell	Call	-
			(-)	-
		Put	-	(-)
			-	(-)
		Buy	Call	-
			(-)	-
Put	-	(-)		
Over - The - Counter	Forward Exchange	Sell		652,534
		Buy		728,324
	Currency Options	Sell	Call	134,052
			(2,271)	135,139
		Put	135,139	(2,455)
			136,031	(3,542)
		Buy	Call	(3,542)
			Put	148,914
		(5,849)		
	Others	Sell		-
Buy		-		

<Notes>

Figures in parentheses show Option Premiums recorded on the Balance Sheet.

(3) Transactions as to Stocks

(Millions of Yen)

Market Segment	Type		September 30, 1999					
			Contract Value	Over a year	Market Value	Valuation Gain/Loss		
Listed on Exchange	Stock Index Futures	Sell	-	-	-	-		
		Buy	-	-	-	-		
	Stock Index Options	Sell	Call	- (-)	-	-	-	
			Put	- (-)	-	-	-	
		Buy	Call	- (-)	-	-	-	
			Put	- (-)	-	-	-	
	Over-The-Counter	Securities Options	Sell	Call	- (-)	-	-	-
				Put	- (-)	-	-	-
Buy			Call	- (-)	-	-	-	
			Put	- (-)	-	-	-	
Securities Index Swaps		Receive the change in stock index/Pay the short-term floating rate	-	-	-	-		
		Receive the short-term floating rate/Pay the change in stock index	-	-	-	-		
Others		Sell	-	-	-	-		
		Buy	-	-	-	-		
Total						-		

*1. Estimation of market value: The market values of transactions traded in Exchange are determined by using the closing prices on the Tokyo Stock Exchange and others. For transactions traded over the counter, market values are determined by using such methods as discounted present values, or option pricing model.

*2. Figures in parentheses indicate the option premiums recorded in the interim Consolidated Balance Sheet.

- *3. Trading account derivatives transactions are revalued at market prices and such gains/losses are recorded in the interim Consolidated Statement of Income. Therefore, such revaluation gains/losses are not listed above.
Contract values of derivatives transactions included in trading assets are as follows :

(Millions of Yen)

Market Segment	Type		September 30, 1999			
			Contract Value	Market Value		
Listed on Exchange	Stock Index Futures	Sell	437	440		
		Buy	-	-		
	Stock Index Options	Sell	Call	-	-	
			Put	(-)	-	
		Buy	Call	-	-	
			Put	505 (3)	2	
	Over-The-Counter	Securities Options	Sell	Call	-	-
				Put	(-)	-
Buy			Call	-	-	
			Put	(-)	-	
Securities Index Swaps		Receive the change in stock index/Pay the short-term floating rate	-	-		
		Receive the short-term floating rate/Pay the change in stock index	-	-		
Others		Sell	-	-		
		Buy	-	-		

<Note> Figures in parentheses indicate initial option premiums.

(4) Transactions as to Bonds

(Millions of Yen)

Market Segment	Type		September 30, 1999					
			Contract Value	Over a year	Market Value	Valuation Gain/Loss		
Listed on Exchange	Futures of Bonds	Sell	12,889	-	13,196	306		
		Buy	-	-	-	-		
	Options of Bonds Futures	Sell	Call	-	-	-	-	
			Put	(-)	-	-	-	
		Buy	Call	-	-	-	-	
			Put	(-)	-	-	-	
	Over - The - Counter	Bonds Options	Sell	Call	20,562	-	-	-
				Put	(14)	-	6	7
Buy			Call	10,231	-	-	-	
			Put	(13)	-	7	5	
Others		Sell	-	-	-	-		
		Buy	-	-	-	-		
Total						304		

*1. Estimation of Market Value

The market values of transactions traded in Exchange are determined by using the closing prices on Tokyo Stock Exchange and others. Market values of transactions traded over the counter are estimated based on option pricing models.

*2. Figures in parentheses indicate option premiums recorded on the interim Consolidated Balance Sheet.

*3. Derivatives Transactions included in trading assets (trading transactions) are revalued at their market values and such revaluation gains/losses are recorded in the interim Consolidated Statement of Income. Therefore, such revaluation gains/losses are not reported above.

Contract values of derivatives transactions included in trading assets are as follows :

(Millions of Yen)

Market Segment	Type		September 30, 1999		
			Contract Value	Market Value	
Listed on Exchange	Futures of Bonds	Sell	4,447	4,486	
		Buy	3,917	3,958	
	Options of Bonds Futures	Sell	Call	-	-
			Put	(-)	-
		Buy	Call	-	-
			Put	(-)	-
Over - The - Counter	Bond Options	Sell	Call	-	-
			Put	(-)	-
		Buy	Call	-	-
			Put	(-)	-
	Others	Sell	-	-	
		Buy	-	-	

<Note> Figures in parentheses show initial option premiums.