

## Summary of Financial Results (March 31, 2003/Unaudited)

## (1) Operating Results

(Millions of yen)

	Non-consolidated		Consolidated	
	March 31, 2003	March 31, 2002	March 31, 2003	March 31, 2002
Ordinary income	371,264	Ex-Daiwa 390,775 Ex-Asahi 664,579	441,737	Ex-Daiwa 484,650 Ex-Asahi 730,671
Ordinary profit (loss)	(316,405)	Ex-Daiwa (545,960) Ex-Asahi (694,346)	(312,367)	Ex-Daiwa (449,525) Ex-Asahi (714,780)
Net income (loss)	(583,069)	Ex-Daiwa (434,639) Ex-Asahi (584,684)	(580,624)	Ex-Daiwa (336,608) Ex-Asahi (592,243)

(Reference: Non-Consolidated Financial Results (February 28,2003) of ex-Asahi Bank)

(Millions of yen)

Ordinary income	523,520
Ordinary profit (loss)	(148,272)
Net income (loss)	(156,221)

## (2) Management indices

(yen)

	Non-consolidated		Consolidated	
	March 31, 2003	March 31, 2002	March 31, 2003	March 31, 2002
Net income (loss) per share	(254.23)	Ex-Daiwa (211.72) Ex-Asahi (206.65)	(253.16)	Ex-Daiwa (163.97) Ex-Asahi (209.32)
Net income per share (potential equity adjusted)	-	Ex-Daiwa - Ex-Asahi -	-	Ex-Daiwa - Ex-Asahi -
Ratio of net income to stockholders' equity	- %	Ex-Daiwa (171.6) % Ex-Asahi (89.5)	- %	Ex-Daiwa (180.3) % Ex-Asahi (91.0)
Capital assets ratio	2.27 %	Ex-Daiwa 8.24 % Ex-Asahi 8.95	2.07 %	Ex-Daiwa 8.35 % Ex-Asahi 8.71

## (3) Total assets and Shareholders' equity

(Millions of yen)

	Non-consolidated		Consolidated	
	March 31, 2003	March 31, 2002	March 31, 2003	March 31, 2002
Total assets	31,750,707	Ex-Daiwa 14,723,960 Ex-Asahi 25,039,264	34,922,723	Ex-Daiwa 14,746,249 Ex-Asahi 25,690,303
Shareholders' equity	118,146	Ex-Daiwa 418,021 Ex-Asahi 751,931	85,262	Ex-Daiwa 398,088 Ex-Asahi 747,414
Shareholders' equity per share (yen)	(143.60)	Ex-Daiwa (0.46) Ex-Asahi 124.02	(150.34)	Ex-Daiwa (10.17) Ex-Asahi 122.42

## (4) Share of stock ( consolidated )

(Shares)

	Issued number of shares		Average number of shares	
	March 31, 2003	March 31, 2002	March 31, 2003	March 31, 2002
Ordinary shares	4,884,803,087	2,052,867,887 2,831,549,906	2,293,471,151	2,052,773,858 2,829,325,321
Preferred Stock				
TypeA, First Issue	10,970,000	10,970,000	10,970,000	10,970,000
TypeB, First Issue	680,000,000	680,000,000	680,000,000	680,000,000
TypeC, First Issue	340,000	(1 <sup>st</sup> ) 386,000	28,877	(1 <sup>st</sup> ) 920,073
TypeD, First Issue	240,000,000	(1 <sup>st</sup> Class 2) 240,000,000	20,383,562	(1 <sup>st</sup> Class 2) 240,000,000
TypeE, First Issue	80,000,000	(2 <sup>nd</sup> Class 2) 80,000,000	6,794,521	(2 <sup>nd</sup> Class 2) 80,000,000

(Note) In the Ordinary shares row, the figures on the upper line are those of ex-Daiwa Bank and the figures on the lower line are those of ex-Asahi Bank.

## (5) Scope of consolidation

	March 31, 2003	March 31, 2002	Changes	Changes	
				Added	Excluded
Number of consolidated subsidiaries	47	47	-	4	4
(Number of nonconsolidated subsidiaries that applied the equity method)	( - )	( - )	( - )	( - )	( - )
Number of affiliated companies that applied the equity method	3	3	-	-	-

(Note) The number of companies as of March 31, 2002 was the total of those of ex-Daiwa Bank and ex-Asahi Bank.

## (Reference)

## Formulas for computing ratios

## Net Income per Share:

$$\frac{\text{Net income on common stock}}{\text{Average number of shares of common stock during the year}}$$

## Shareholders' equity per share:

$$\frac{\text{Ending shareholders' equity on common stock}}{\text{Issued number of shares of common stock at year end}}$$

## Consolidated Balance Sheet

(As of March 31, 2003)

(Millions of yen)

Assets	Amount	Liabilities	Amount
Cash and due from banks	¥1,703,582	Deposits	¥22,354,064
Call loans and bills bought	108,109	Negotiable certificates of deposit	414,926
Deposits paid for bonds lending/borrowing transactions	6,349	Call money and bills sold	5,025,209
Monetary claims bought	10,006	Bills sold under repurchase agreement	283,991
Trading assets	511,998	Commercial paper	6,000
Money held in trust	70,450	Trading liabilities	44,641
Securities	5,114,724	Borrowed money	544,718
Loans and bills discounted	21,444,269	Foreign exchange	24,709
Foreign exchange	164,215	Bonds	392,550
Other assets	972,260	Debt to trust account	267,600
Premises and equipment	646,567	Other liabilities	696,502
Deferred tax assets	401,185	Reserve for employees' bonuses	5,742
Consolidation differences	2,939	Reserve for employees' retirement benefits	2,920
Customers' liabilities for acceptances and guarantees	4,432,462	Reserve for possible losses on loans sold	4,201
Reserve for possible loan losses	(666,396)	Other reserves	12
		Deferred tax liabilities	600
		Deferred tax liabilities on land revaluation	55,842
		Acceptances and guarantees	4,432,462
		Total liabilities	34,556,698
		Minority interests	
		Minority interests in consolidated subsidiaries	280,763
		Shareholders' equity	
		Capital	443,158
		Capital surplus	206,516
		Earned surplus	(601,391)
		Revaluation reserve for land, net of taxes	82,211
		Net unrealized gains/losses on securities available for sale, net of taxes	(35,702)
		Foreign currency translation adjustments, net of taxes	(9,531)
		Total shareholders' equity	85,262
Total assets	¥34,922,723	Total liabilities, minority interests and shareholders' equity	¥34,922,723

<Note> Amounts of less than one million yen have been rounded down.

## Consolidated Statement of Operations

(FY2002 From April 1, 2002 to March 31, 2003)

(Millions of yen)

Items	Amount	
Ordinary income		¥441,737
Interest income	¥232,444	
(Interest on loans and bills discounted)	202,634	
(Interest and dividends on securities)	21,714	
(Interest on call loans and bills bought)	688	
(Interest income on securities lending transactions)	3	
(Interest on due from banks)	2,710	
(Other interest income)	4,693	
Trust fees	7,809	
Fees and commissions	84,201	
Trading income	16,219	
Other operating income	48,011	
Other ordinary income	53,051	
Ordinary expenses		754,105
Interest expenses	38,855	
(Interest on deposits)	20,036	
(Interest on negotiable certificates of deposit)	271	
(Interest on call money and bills sold)	431	
(Interest on bills sold under repurchase agreement)	9	
(Interest expenses on securities lending transactions)	37	
(Interest on commercial paper)	0	
(Interest on borrowed money)	8,064	
(Interest on bonds)	5,118	
(Other interest expenses)	4,886	
Fees and commissions	28,761	
Trading expenses	51	
Other operating expenses	8,979	
General and administrative expenses	230,260	
Other ordinary expenses	447,196	
(Provision for possible loan losses)	83,605	
(Other)	363,590	
Ordinary loss		312,367
Extraordinary profits		5,009
(Profit from sales of premises and equipment)		
(Profit from recoveries of written-off claims)		
(Reversal of reserve for financial futures transactions)		
(Transfer from reserve for securities transaction liabilities)		
Extraordinary losses		3,660
(Loss from sales of premises and equipment)		
(Other extraordinary losses)		
Loss before income taxes and minority interests		311,018
Income taxes – current		1,869
Income taxes – deferred		268,730
Minority interests in net loss		994
Net loss		¥580,624

<Note> Amounts of less than one million yen have been rounded down.

**Consolidated Statement of Surplus**  
(FY2002 From April 1, 2002 to March 31, 2003)

*(Millions of yen)*

<b>Items</b>	<b>Amount</b>
<b>Capital Surplus</b>	
Balance at beginning of the year	¥404,449
Increase:	206,516
Increase in capital surplus due to merger	206,516
Decrease:	404,449
Reversal of capital reserve for compensation of deficit	404,449
Balance at year end	¥206,516
<b>Earned Surplus</b>	
Balance at beginning of the year	¥(390,541)
Increase:	404,691
Reversal of capital reserve for compensation of deficit	404,449
Reversal of land revaluation differences	241
Decrease:	615,541
Net loss	580,624
Decrease in earned surplus due to merger	34,917
Balance at year end	¥(601,391)

<Note> Amounts of less than one million yen have been rounded down.

**Consolidated Statement of Cash Flows**  
(FY2002 From April 1, 2002 to March 31, 2003)

*(Millions of yen)*

<b>Items</b>	<b>Amount</b>
<b>Cash flows from operating activities</b>	
Income (loss) before income taxes and minority interests	¥(311,018)
Depreciation of premises and equipment	38,091
Amortization of consolidation differences	(339)
Equity in net (gains)/losses from investments in affiliated companies	(358)
Increase in reserve for possible loan losses	(135,148)
Increase in reserve for possible losses on investments	(45)
Increase in reserve for possible losses on loans sold	(3,918)
Increase in reserve for employees' bonuses	315
Increase in reserve for employees' retirement benefits	(510)
Interest income	(232,444)
Interest expenses	38,855
Net (gains)/losses on securities	182,586
Net (gains)/losses on money held in trust	245
Net foreign exchange (gains)/losses	(280)
Net (gain)/losses on sales of premises and equipment	1,680
Net (increase)/decrease in trading assets	187,180
Net increase/(decrease) in trading liabilities	(164,288)
Net (increase)/decrease in loans and bills discounted	(283,042)
Net increase/(decrease) in deposits	829,206
Net increase/(decrease) in negotiable certificates of deposit	(330,012)
Net increase/(decrease) in borrowed money (excluding subordinated borrowed money)	(11,075)
Net (increase)/decrease in due from banks (excluding those deposited at BOJ)	224,635
Net (increase)/decrease in call loans and other	(98,147)
Net (increase)/decrease in deposits paid for bonds borrowing/lending transactions	2,777
Net increase/(decrease) in call money and others	(582,755)
Net increase/(decrease) in commercial paper	(4,000)
Net increase/(decrease) in deposits received for bonds borrowing/lending transactions	(493,689)
Net (increase)/ decrease in foreign exchange assets	27,919
Net increase/(decrease) in foreign exchange liabilities	6,667
Net increase/(decrease) in debt to trust account	73,315
Interest receipts	249,440

Interest payments	(50,669)
Other	60,413
Subtotal	(778,410)
Income taxes paid	(1,728)
Net cash used in operating activities	¥(780,139)
<b>Cash flows from investing activities</b>	
Purchases of securities	¥(5,403,819)
Proceeds from sales of securities	5,674,477
Proceeds from maturity of securities	226,442
Payments associated with increase in money held in trust	(32,000)
Proceeds from decrease in money held in trust	4,024
Purchases of premises and equipment	(42,521)
Proceeds from sales of premises and equipment	7,285
Net cash provided by investing activities	¥433,887
<b>Cash flows from financing activities</b>	
Proceeds from subordinated borrowed money	¥19,000
Repayment of subordinated borrowed money	(130,500)
Repayment of subordinated bonds	(142,539)
Proceeds from issuance of preferred securities	178,850
Dividends paid to minority shareholders	(290)
Net cash used in financing activities	¥(75,479)
<b>Effect of exchange rate changes on cash and cash equivalents</b>	962
<b>Increase (decrease) in cash and cash equivalents</b>	(420,768)
<b>Cash and cash equivalents at beginning of the year</b>	1,114,935
<b>Increase in cash and cash equivalents due to merger</b>	916,907
<b>Cash and cash equivalents at end of year</b>	¥1,611,074

<Note> Amounts of less than one million yen have been rounded down.

## Market Value of Securities and Money Held in Trust

### 1. Securities

“Securities” in the consolidated balance sheet, negotiable certificates of deposit in “Cash and due from banks”, commercial paper in “Monetary claims bought”, trading securities and commercial paper in “Trading assets” were as follows:

#### (1) Securities Held for Trading Purposes *(Millions of yen)*

	As of March 31, 2003	
	Consolidated balance sheet amount	Unrealized gain (net) included in profits and losses
Securities held for trading purposes	450,109	212

#### (2) Marketable bonds held to maturity *(Millions of yen)*

	As of March 31, 2003				
	Consolidated balance sheet amount <b>X</b>	Market Value <b>Y</b>	Unrealized Gains/Losses <b>Y-X</b>	Unrealized Gains/Losses	
				Gain	Loss
National government bonds	9	9	0	0	-

Note: Market values are based on the market prices on March 31, 2003.

#### (3) Investment securities in subsidiaries and affiliates with market value ( non-consolidated )

*(Millions of yen)*

	As of March 31, 2003		
	Consolidated balance sheet amount	Market Value	Unrealized Gain/Loss
Investment securities in subsidiaries	31,335	15,882	(15,453)

Note: Market values are based on the average market prices of the last one-month of the year ended March 31, 2003.

#### (4) Other securities for which market values can be calculated

*(Millions of yen)*

	As of March 31, 2003				
	Acquisition costs <b>X</b>	Consolidated balance sheet amount <b>Y</b>	Unrealized Gains/Losses <b>Y-X</b>	Unrealized Gains/Losses	
				Gain	Loss
Stocks	1,182,584	1,132,050	(50,534)	46,266	96,800
Bonds	3,384,669	3,399,129	14,460	14,747	286
National government bonds	3,065,245	3,075,942	10,696	10,792	95
Local government bonds	98,516	100,769	2,253	2,374	121
Corporate bonds	220,907	222,417	1,509	1,580	70
Other	146,991	148,185	1,194	3,154	1,960
Total	4,714,244	4,679,365	(34,879)	64,168	99,048

Notes: 1. Market values of stocks are based on the average market prices of the last one-month of the year ended March 31, 2003.

2. Market values of others are based on the market prices on March 31, 2003.



## (5) Other securities that were sold during the year ended March 31, 2003 (Millions of yen)

	FY 2002		
	Sold	Gain	Loss
Other securities	5,674,477	33,501	19,677

## (6) The major components of securities with which market value was not available and their respective balance sheet amounts (Millions of yen)

	As of March 31, 2003
Bonds held to maturity	
Negotiable certificates of deposit	4,620
Monetary claims bought	9,995
Other securities	
Unlisted stocks (except over-the-counter securities)	158,182
Unlisted internal bonds	230,431

## (7) Projected redemption amounts for other securities with maturities and bonds held to maturity.

(Millions of yen)

	As of March 31, 2003			
	1 Year or Less	1 to 5 Years	5 to 10 Years	Over 10 years
Bonds	932,265	2,406,634	289,906	765
National government bonds	870,418	1,972,473	233,061	-
Local government bonds	1,758	62,552	36,459	-
Corporate bonds	60,088	371,608	20,386	765
Other	100,401	14,523	2,937	12,226
Total	1,032,666	2,421,157	292,844	12,991

## 2. Money held in trust

## (1) Money held in trust for investment purposes

(Millions of yen)

	As of March 31, 2003	
	Consolidated balance sheet amount	Unrealized gain (net) included in profits and losses
Money held in trust for investment purposes	70,422	-

## (2) Held-to-maturity money held in trust

None

## (3) Other money held in trust (excluding investment purposes or held-to-maturity)

There was no other money held in trust with market value.

Other money held in trust without market value is stated at the acquisition cost of ¥27 million.

## 2. Net unrealized differences of other securities

(Net unrealized gains/losses on securities available for sale, net of taxes)

*(Millions of yen)*

	As of March 31, 2003
Difference (Market value - Balance sheet amount)	(34,879)
Other securities	(34,879)
Other money held in trust	-
Amount equivalent to deferred tax liabilities	529
Amount equivalent to unrealized gain (net) of other securities (before adjustment of amount equivalent to interest)	(35,409)
Amount equivalent to minority interests	304
Amount equivalent to the parent company's share of the amount of unrealized differences related to other securities owned by the companies that apply the equity method	11
Net unrealized differences of other securities	(35,702)

## Contract Values, Market Values and Unrealized Gains (Losses) on Derivatives

### (1) Interest rate-related transactions

(Millions of yen)

Type of Transaction	As of March 31, 2003			
	Contract value		Market value	Unrealized gain (loss)
	Total	Over 1 year		
Listed:				
Futures:				
Sold	115,700	13,880	(26)	(26)
Bought	225,078	12,416	29	29
Over-the-counter:				
Swaps:				
Fixed Receipt/Floating Pay	1,827,882	1,463,772	48,990	48,990
Floating Receipt/Fixed Pay	1,932,332	1,374,549	(31,636)	(31,636)
Floating Receipt/Floating Pay	309,510	263,310	55	55
Caps:				
Sold	348,165	118,633	2,684	2,154
Bought	293,970	97,495	1,413	(698)
Floors:				
Sold	12,000	12,000	484	(425)
Bought	16,875	16,631	628	502
Swaption:				
Sold	85	84	0	(0)
Bought	-	-	-	-
Total			16,286	18,945

Notes: 1. The above transactions are stated on a marked-to-market basis and unrealized gains/losses are charged to income/expenses in the consolidated statement of operations. Derivative transactions used for hedge accounting have been excluded from the above table.

2. The market value of listed contracts is based on the closing prices on the Tokyo International Financial Futures Exchange and other exchanges. The market value of over-the-counter contracts is based on the discounted value of their future cash flows or option pricing models.

## (2) Currency-related transactions

*(Millions of yen)*

Type of Transactions	As of March 31, 2003			
	Contract value		Market value	Unrealized gain (loss)
	Total	Over 1 year		
Over-the-counter:				
Currency swaps	927,070	698,302	657	657
Forward contracts				
Sold	163	-	(0)	(0)
Bought	840	-	(8)	(8)
Total			648	648

- Notes: 1. There were no listed transactions
2. The above transactions are marked-to-market and unrealized gains/losses are charged to the consolidated statement of operations. Transactions described in Note 4 are excluded from the above table. Furthermore, there were no derivative transactions being used for hedge accounting.
3. Market value is based on the discounted value of future cash flows.
4. Currency swap transactions, which are accrued in accordance with the "Treatment of Accounting and Auditing Concerning Accounting for Foreign Currency Transactions in the Banking Industry" (JICPA Industry Audit Committee, Report No.25), have been excluded from the above tables.

The currency swap transaction's contract value etc., which were set by the accrual method, are as follows:

*(Millions of yen)*

Type of Transaction	As of March 31, 2003		
	Contract value	Market value	Unrealized gain (loss)
Currency swaps	84,194	547	547

The following currency forward contracts, currency options and other transactions have been excluded from the above table:

- \* Transactions that are marked-to-market and on which unrealized gain/loss are charged to income/expenses in the consolidated statement of operations.
- \* Transactions involving financial assets and liabilities denominated in foreign currencies and recognized in the consolidated balance sheet.
- \* Transactions denominated in foreign currencies that have been eliminated in the consolidation process.

Currency-related derivatives that were marked-to-market are as follows:

(Millions of yen)

Type of Transaction	As of March 31, 2003
	Contract value
Over-the-counter:	
Forward contracts:	
Sold	325,518
Bought	390,397
Options:	
Sold	1,146,341
Bought	1,251,875

There were no listed transactions

(3) Stock-related transactions

(Millions of yen)

Type of Transaction	As of March 31, 2003			
	Contract value		Market value	Unrealized gain (loss)
	Total	Over 1 year		
Listed:				
Index futures:				
Sold	79	—	0	0
Bought	—	—	—	—
Total			0	0

Notes: 1. There were no over-the-counter transactions.

2. The above transactions are marked-to-market and unrealized gains/losses are charged to the consolidated statement of operations. Derivative transactions being used for hedge accounting were nil.

3. Market value is based on the closing prices of the Tokyo Stock Exchange.

## (4) Bond-related transactions

*(Millions of yen)*

Type of Transaction	As of March 31, 2003			
	Contract value		Market value	Unrealized gain (loss)
	Total	Over 1 year		
Listed:				
Futures:				
Sold	999	—	(1)	(1)
Bought	—	—	—	—
Total			(1)	(1)

Notes: 1. There were no over-the-counter transactions.

2. The above transactions are marked-to-market and unrealized gains/losses are charged to the consolidated statement of operations. Derivative transactions being used for hedge accounting were nil.

3. Market value is based on the closing prices of the Tokyo Stock Exchange.

## (5) Commodity-related transactions

None

## (6) Credit derivative transactions

None

## Statement of Trust Assets and Liabilities

(As of March 31,2003)

(Millions of Yen)

Assets		Liabilities	
Loans and bills discounted	326,028	Money trusts	709,600
Securities	127,309	Asset formation benefit trusts	2,422
Trust beneficiary certificate	4,657	Pecuniary trusts other than money trusts	0
Securities held in custody account	255	Securities trusts	255
Monetary claims	689,591	Monetary claims trusts	602,184
Premises and equipment	256,970	Real estates trusts	213,685
Land lease rights	1,977	Land leases trusts	4,913
Other claims	5,228	Composite trusts	196,304
Due from banking account	267,600		
Cash and due from banks	49,747		
<b>Total assets</b>	<b>1,729,365</b>	<b>Total liabilities</b>	<b>1,729,365</b>

## Note

- 1 Amounts of less than one million yen have been rounded down.
- 2 The trust that were re-entrusted for operations were excluded.
- 3 Co-managed trust funds under other trust bank's administration amounted to ¥78,294 million.
- 4 Loans and bills discounted that were funded by the JOMT account funds, where a Bank guarantees the principal, amounted to ¥291,475 million, included the following:

(Millions of Yen)

Loans to borrowers in legal bankruptcy	¥ 1,871
Past-due loans	7,947
Loans past due 3 months or more	373
Restructured loans	22,918
<b>Total</b>	<b>33,110</b>

## Jointly Operated Designated Money in Trusts(JOMT)

(As of March 31,2003)

(Millions of Yen)

Assets		Liabilities	
Loans and bills discounted	291,475	Principal	596,348
Securities	126,039	Special loan loss reserve	880
Other	180,347	Other	634
<b>Total assets</b>	<b>597,863</b>	<b>Total liabilities</b>	<b>597,863</b>

(Reference Sheet)  
Comparison of Statements of Trust Assets and Liabilities

(Millions of Yen)

	Mar 31, 2003 (A)	Mar 31, 2002 (B)	Difference (A)-(B)
<b>Assets</b>			
Loans and bills discounted	326,028	475,878	(149,850)
Securities	127,309	167,084	(39,775)
Trust beneficiary certificate	4,657	5,742	(1,085)
Securities held in custody account	255	631	(376)
Monetary claims	689,591	76,499	613,092
Premises and equipment	256,970	214,449	42,521
Land lease rights	1,977	1,857	120
Other claims	5,228	8,869	(3,641)
Due from banking account	267,600	192,446	75,154
Cash and due from banks	49,747	2,098	47,649
<b>Total assets</b>	<b>1,729,365</b>	<b>1,145,558</b>	<b>583,807</b>
Co-managed trust funds under other trust bank's administration	78,294	79,598	(1,304)

	Mar 31, 2003 (A)	Mar 31, 2002 (B)	Difference (A)-(B)
<b>Liabilities</b>			
Money trusts	709,600	831,362	(121,762)
Asset formation benefit trusts	2,422	2,441	(19)
Pecuniary trusts other than money trusts	0	1,436	(1,436)
Securities trusts	255	631	(376)
Monetary claims trusts	602,184	24,735	577,449
Real estates trusts	213,685	192,546	21,139
Land leases trusts	4,913	4,902	11
Composite trusts	196,304	87,502	108,802
<b>Total liabilities</b>	<b>1,729,365</b>	<b>1,145,558</b>	<b>583,807</b>

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



**Non-Consolidated Balance Sheet as of March 31, 2003***(Millions of yen)*

<b>Assets</b>		<b>Liabilities</b>	
Cash and due from banks	¥1,682,444	Deposits	¥22,356,118
Cash on hand	505,700	Current deposits	2,259,716
Due from banks	1,176,744	Ordinary deposits	10,918,357
Call loans	104,934	Saving deposits	390,284
Trading assets	504,214	Deposits at notice	223,937
Trading securities	1,153	Time deposits	7,752,811
Trading-related financial derivatives	61,887	Other deposits	811,009
Other trading assets	441,173	Negotiable certificates of deposits	535,926
Money held in trust	70,449	Call money	3,847,509
Securities	5,267,210	Bills sold under repurchase agreements	283,991
National government bonds	3,073,817	Bills sold	1,177,700
Local government bonds	100,769	Commercial paper	6,000
Corporate bonds	450,639	Trading liabilities	43,815
Corporate stocks	1,443,526	Derivatives of trading securities	0
Other securities	198,457	Trading-related financial derivatives	43,814
Loans and bills discounted	21,412,766	Borrowed money	652,785
Bills discounted	429,982	Foreign exchange	25,047
Loans on notes	2,860,512	Due to foreign banks	21,221
Loans on deeds	14,011,761	Foreign bills of exchange sold	2,736
Overdrafts	4,110,510	Foreign bills of exchange payable	1,089
Foreign exchange	162,924	Bonds	394,060
Due from foreign banks	78,013	Due to trust account	267,600
Loans to foreign banks	20	Other liabilities	396,780
Foreign bills of exchange bought	43,315	Unsettled exchange payable	1,707
Foreign bills of exchange receivable	41,575	Accrued income taxes	6,648
Other assets	725,847	Accrued expenses	55,264
Unsettled exchange receivable	544	Income in advance	23,553
Prepaid expenses	3,137	Variation margins for futures transactions	3
Accrued income	48,306	Financial derivatives	89,921
Initial margins for futures transactions	166	Deferred hedge gain	17,516
Variation margins for futures transactions	8	Other	202,165

Financial derivatives	106,951	Reserve for employees' bonuses	4,044
Other	566,732	Reserve for possible losses on loans sold	4,201
Premises and equipment	450,668	Other reserves	0
Land, building and equipment	349,344	Reserve for securities transaction liabilities	0
Construction in progress	1,515	Deferred tax liabilities on land revaluation	55,842
Lease deposits	99,808	Acceptances and guarantees	1,581,136
Deferred tax assets	391,643	<b>Total liabilities</b>	<b>31,632,560</b>
Customers' liabilities for acceptances and guarantees	1,581,136	<b>Shareholder' equity</b>	
Reserve for possible loan losses	(603,533)	Capital	443,158
		Capital surplus	154,316
		Capital reserve	154,316
		Earned surplus	(525,676)
		Legal reserve	57,087
		Undisposed deficits	582,763
		Net loss	583,069
		Revaluation reserve for land, net of taxes	82,211
		Net unrealized gains/losses on securities available for sale, net of taxes	(35,864)
		<b>Total shareholders' equity</b>	<b>118,146</b>
<b>Total assets</b>	<b>¥31,750,707</b>	<b>Total liabilities and shareholders' equity</b>	<b>¥31,750,707</b>

<Note> Amounts of less than one million yen have been rounded down.

Non-Consolidated Statement of Operations  
Year ended March 31, 2003

(Millions of yen)

<b>Ordinary income</b>		¥371,264
Interest income:	¥228,147	
Interest on loans and bills discounted	197,838	
Interest and dividends on securities	24,015	
Interest on call loans	120	
Interest income on securities lending transactions	3	
Interest on bills bought	0	
Interest on due from banks	2,467	
Other interest income	3,700	
Trust fees	7,809	
Fees and commissions	66,484	
Domestic and foreign exchange commission	16,550	
Other fees and commission	49,933	
Trading income	13,550	
Trading securities	366	
Trading-related financial derivatives transactions	13,014	
Other trading income	168	
Other operating income	23,613	
Gains on sales of national government bonds and others	23,551	
Redemption gains on national government bonds and others	17	
Other	44	
Other ordinary income	31,659	
Gains on sales of stocks and other securities	8,795	
Gains on money held in trust	106	
Other	22,757	
<b>Ordinary expenses</b>		687,670
Interest expenses:	38,743	
Interest on deposits	19,645	
Interest on negotiable certificates of deposit	271	
Interest on call money	404	
Interest on bills sold under repurchase agreement	9	
Interest expense on securities lending transactions	32	
Interest on bills sold	26	
Interest on commercial paper	0	

Interest on borrowed money	9,824	
Interest on bonds	4,062	
Interest on interest rate swaps	1,852	
Other interest expenses	2,613	
Fees and commissions	34,008	
Domestic and foreign exchange	3,937	
Other	30,071	
Trading expenses	13	
Expenses on securities related to trading transactions	13	
Other operating expenses	3,752	
Losses on foreign exchange transactions	2,035	
Losses on sales of national government bonds and others	1,178	
Redemption losses on national government bonds and others	1	
Devaluation losses on national government bonds and others	138	
Losses on derivatives other than for trading or hedging	316	
Other	83	
General and administrative expenses	181,335	
Other ordinary expenses	429,816	
Provision for reserve for possible loan losses	80,150	
Write-off of loans	89,427	
Transfer to reserve for possible losses on loans sold	(843)	
Losses on sales of stocks and other securities	16,490	
Losses on devaluation of stocks and other securities	193,359	
Losses on money held in trust	351	
Other	50,883	
<b>Ordinary loss</b>		¥316,405

## Non-Consolidated Statement of Operations ( Continued )

Year ended March 31, 2003

(Millions of yen)

Extraordinary profits		¥4,698
Profit from sales of premises and equipment	¥164	
Profit from recoveries of written-off claims	4,533	
Reversal of Reserve for Financial futures transactions	0	
Transfer from reserve for securities transaction liabilities	0	
Extraordinary losses		1,858
Losses from sales of premises and equipment	1,858	
Loss before income taxes		313,565
Income taxes:		
Current		636
Deferred		268,867
<b>Net loss</b>		583,069
Increase of retained earnings due to merger		63
Reversal of land revaluation difference		241
Undisposed loss at year end		¥582,763

<Note> Amounts of less than one million yen have been rounded down.

## Proposal for Disposition of Undisposed Loss

Items	As of March 31, 2003 (yen)
Undisposed loss	¥582,763,673,087
Disposition of undisposed loss:	211,404,452,601
Reversal of capital reserve	154,316,941,128
Reversal of legal reserve	57,087,511,473
Loss carried forward	¥371,359,220,486