

Capital Account Details

STRUCTURE OF CAPITAL SUBSCRIPTION (¥ million, %)

	(as of March 31, 2003)	(as of March 31, 2002)
Government Subscription	405,367 (79.3)	403,167 (79.7)
Cooperatives' Subscription	105,897 (20.7)	102,897 (20.3)
Total	511,265	506,065

Note: The figures in parentheses represent percentages of the total.

STRUCTURE OF CAPITAL SUBSCRIPTION BY COOPERATIVES (¥ thousand)

	(as of March 31, 2003)	(as of March 31, 2002)
	Number of Cooperatives/Capital Subscription Amounts	
Small and Medium Enterprise Cooperatives	24,247 100,270,124	24,316 97,441,865
Common Facility Cooperatives and Federations	23,395 94,040,323	23,463 91,042,097
Small Common Facility Cooperatives	2 100	2 100
Mutual Fire Relief Cooperatives and Federations	45 920,850	45 866,700
Credit Cooperatives and Federations	165 5,006,313	207 5,214,423
Business Cooperatives	640 302,538	599 318,544
Joint Business Cooperatives	757 1,206,716	780 1,196,426
Commercial and Industrial Cooperatives and Federations	1,028 2,941,945	1,028 2,873,273
Shopping District Promotion Cooperatives and Federations	1,028 228,664	992 225,975
Environmental Sanitation Trade Associations and Federations	335 581,227	332 564,527
Liquor Business Cooperatives and Federations	212 132,566	213 119,726
Domestic Maritime Transport Associations and Federations	49 526,135	50 465,585
Export Associations and Import Associations	5 10,500	5 10,500
Urban Redevelopment Associations	2 20	2 20
Total	27,663 105,897,900	27,718 102,897,900

Note: The upper figure in each row represents the number of cooperatives and the lower figure represents the amount of capital subscription.

Cooperatives' Subscription to the Bank:

- In order that the Bank may provide services to a wider base of customers, the number of units of contribution owned by an affiliated cooperative shall not exceed one percent of the total units of contribution to the Bank, under Article 7, Clause 3 of the Shoko Chukin Bank Law.
- The Bank's management decision-making body is the Assembly of Representatives, and every representative has one vote regardless of the number of units of capital subscription that are held (Article 72 of the Articles of Incorporation).

DIVIDENDS (yen, %)

	(Fiscal 2002)	(Fiscal 2001)
Dividend per Unit Cooperatives' Subscription	3.00	3.00
Dividend Payout Ratio	75.23	50.50

Note: The amount of a unit of subscription to the Bank is 100 yen.

Dividend Payments by the Bank:

1. The dividend per subscription was ¥3, continuing the same as in fiscal 2001.
2. In order to solidify the Bank's operational base and fulfill financial services for the member SMEs, the Bank is exempt from paying dividends on the government's paid-up subscription until the dividend paid to public subscribers exceeds 6% under Article 49 of the Shoko Chukin Bank Law.
3. In addition, the Bank shall not pay a dividend of more than 6% until its legal reserve amounts to one quarter of the capital under Article 3, Clause 2 of the Regulation Enforcing the Shoko Chukin Bank Law.

CAPITAL RATIO (¥100 million, %)

		(as of March 31, 2003)	(as of March 31, 2002)
Core Capital (Tier 1 Capital)	Capital Funds	6,268	6,206
	Total	6,268	6,206
Supplementary Capital (Tier 2 Capital)	45% of Unrealized Gains on Securities	—	—
	45% of Marketable Securities' Balance Sheet Value Minus Book Value	40	39
	Reserve for Possible Loan Losses (Excluding Special Reserve for Possible Loan Losses and Reserve for Possible Loan Losses on Special Foreign Loans)	616	608
	Subordinated Borrowings	174	288
	Total	830	935
	Amount Counted as Capital	(B) 830	935
Deductions	Mutual Shareholding or Other Financing Intentionally Arranged among Financial Institutions	(C) —	—
Total Capital	(A) + (B) - (C)	(D) 7,099	7,142
Risk-Weighted Assets	Assets Stated on the Balance Sheet	94,351	97,076
	Off-Balance Sheet Items	893	748
	Total	(E) 95,244	97,825
Capital Ratio = (D)/(E) x 100		7.45	7.30

Note: This is calculated in accordance with the formula stipulated in notices from Ministry of Finance, and Ministry of Economy, Trade and Industry.

Total Capital:

Core Capital increased by a total of ¥6.2 billion. Contributing factors included additional capital of ¥5.2 billion amounting to ¥2.2 billion from the government and ¥3.0 billion in additional funds from cooperatives, and increased income for the period.

The Bank's Capital Ratio:

1. The Bank is endeavoring to raise its capital ratio according to Article 30-3 of the Shoko Chukin Bank Law and notice of Ministry of Finance, and Ministry of Economy, Trade and Industry. (The Bank's capital ratio is computed according to the formula stipulated in said notice.)
2. The Bank receives special treatment in terms of the application of BIS international capital adequacy guidelines for financial institutions because of its special status as a government-affiliated financial institution.
3. The Bank is exempt from the Prompt Corrective Action as a government-affiliated financial institution.
4. The Bank is exempt from reevaluating land under the Land Properties Revaluation Act and land is valued at the original purchase price. Supplementary Capital in the above calculation of the Bank's Capital Ratio does not include gains on land revaluation.