

Operations Details

DEBENTURES AND DEPOSITS

STRUCTURE OF FUND SOURCES (¥100 million, %)

	(as of March 31, 2004)	(as of March 31, 2003)
Debentures Issued:	82,443	92,811
	(77.4)	(79.8)
Outstanding Balance	82,443	92,811
	(77.4)	(79.8)
Deposits:	23,568	23,133
	(22.1)	(19.9)
Cooperatives and Others	23,371	22,907
	(21.9)	(19.7)
Local Governments and Municipalities	196	225
	(0.2)	(0.2)
Negotiable Certificates of Deposit	516	368
	(0.5)	(0.3)
Total	106,527	116,314
Government Contribution of Debentures Issued	1,684	2,289
	(1.6)	(2.0)

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

OUTSTANDING BALANCE OF SHOKO CHUKIN BANK DEBENTURES (¥100 million, %)

	(as of March 31, 2004)	(as of March 31, 2003)
Interest-Bearing Debentures	64,199	70,167
	(77.9)	(75.6)
Discount Debentures	18,243	22,644
	(22.1)	(24.4)
Total	82,443	92,811

Notes: 1. Debentures sold by public offering in the period are included.

2. The figures in parentheses represent percentages of the total.

CLASSIFICATION BY TIME TO MATURITY OF THE OUTSTANDING BALANCE OF SHOKO CHUKIN BANK DEBENTURES (¥100 million)

Time to Maturity	(as of March 31, 2004)	(as of March 31, 2003)
Interest-Bearing Debentures		
1 year or less	18,313	19,699
More than 1 year, 3 years or less	29,491	33,072
More than 3 years, 5 years or less	16,094	17,194
More than 5 years, 7 years or less	100	—
More than 7 years	200	200
Total	64,199	70,167
Discount Debentures		
1 year or less	18,243	22,644
More than 1 year, 3 years or less	—	—
More than 3 years, 5 years or less	—	—
More than 5 years, 7 years or less	—	—
More than 7 years	—	—
Total	18,243	22,644
Total		
1 year or less	36,556	42,343
More than 1 year, 3 years or less	29,491	33,072
More than 3 years, 5 years or less	16,094	17,194
More than 5 years, 7 years or less	100	—
More than 7 years	200	200
Total	82,443	92,811

BALANCE OF PROPERTY ACCUMULATION SAVINGS (¥100 million)

	(as of March 31, 2004)	(as of March 31, 2003)
Balance of Property Accumulation Savings	1,224	1,269

BREAKDOWN OF DEPOSIT BALANCE (¥100 million, %)

	(Fiscal 2003)			(Fiscal 2002)				
	Domestic	International	Total	Domestic	International	Total		
Year End Balance	Time Deposits	10,263 (46.3)	728 (52.8)	10,992 (46.6)	10,500 (48.9)	567 (34.3)	11,067 (47.8)	
	Floating Free-Rate Time Deposits	—	—	—	—	—	—	
	Free Fixed-Rate Time Deposits	10,263 (46.3)	728 (52.8)	10,992 (46.6)	10,500 (48.9)	567 (34.3)	11,067 (47.8)	
	Liquid Deposits	11,424 (51.5)	1 (0.1)	11,425 (48.5)	10,427 (48.5)	3 (0.2)	10,431 (45.1)	
	Interest-Bearing Deposits	6,932 (31.2)	—	6,932 (29.4)	6,227 (29.0)	—	6,227 (26.9)	
	Others	500 (2.2)	650 (47.1)	1,150 (4.9)	549 (2.6)	1,085 (65.5)	1,634 (7.1)	
	Total	22,188	1,379	23,568	21,477	1,656	23,133	
	Negotiable Certificates of Deposit	300	216	516	6	362	368	
	Average Balance	Time Deposits	10,455 (50.9)	576 (37.2)	11,032 (50.0)	10,936 (54.0)	626 (40.3)	11,562 (53.0)
		Floating Free-Rate Time Deposits	—	—	—	—	—	—
Free Fixed-Rate Time Deposits		10,455 (50.9)	576 (37.2)	11,032 (50.0)	10,935 (54.0)	626 (40.3)	11,562 (53.0)	
Liquid Deposits		9,136 (44.5)	0 (0.0)	9,137 (41.4)	8,315 (41.1)	0 (0.0)	8,316 (38.2)	
Interest-Bearing Deposits		5,932 (28.9)	—	5,932 (26.9)	5,454 (27.0)	—	5,454 (25.0)	
Others		939 (4.6)	972 (62.8)	1,911 (8.6)	986 (4.9)	928 (59.7)	1,915 (8.8)	
Total		20,532	1,549	22,081	20,238	1,556	21,794	
Negotiable Certificates of Deposit		56	264	321	214	371	585	

Notes: 1. Liquid Deposits = Deposits at Notice + Ordinary Deposits + Current Deposits

2. The average balance of foreign currency deposits with domestic branches stated in the International column is calculated by the monthly current method.

3. The figures in parentheses represent percentages of the total.

CLASSIFICATION BY TIME TO MATURITY OF THE OUTSTANDING BALANCE OF TIME DEPOSITS (¥100 million)

	Time to Maturity	(as of March 31, 2004)	(as of March 31, 2003)
Time Deposits	3 months or less	6,465	6,675
	More than 3 months, 6 months or less	1,894	1,800
	More than 6 months, 1 year or less	2,518	2,429
	More than 1 year, 2 years or less	68	115
	More than 2 years, 3 years or less	33	25
	More than 3 years	11	21
	Total	10,992	11,067
Free Fixed-Rate Time Deposits (included above)	3 months or less	6,465	6,675
	More than 3 months, 6 months or less	1,894	1,800
	More than 6 months, 1 year or less	2,518	2,429
	More than 1 year, 2 years or less	68	115
	More than 2 years, 3 years or less	33	25
	More than 3 years	11	21
Total	10,992	11,067	

CLASSIFICATION OF BALANCE BY DEPOSITORS (¥100 million, %)

	(as of March 31, 2004)	(as of March 31, 2003)
Corporations	20,049	19,390
	(89.6)	(89.6)
Individuals	1,843	1,682
	(8.2)	(7.8)
Financial Institutions	282	355
	(1.3)	(1.6)
Government Funds	196	225
	(0.9)	(1.0)
Total	22,371	21,654

Notes: 1. This table does not include deposits with overseas branches, offshore account deposits and negotiable certificates of deposit.

2. The figures in parentheses represent percentages of the total.

BALANCE OF PUBLIC FUNDS (¥100 million, %)

	(as of March 31, 2004)	(as of March 31, 2003)
Deposits of Public Funds	196	225
	(71.7)	(63.9)
Borrowings from Public Sources	1	1
	(0.5)	(0.5)
Debentures Sold to Local Governments	76	125
	(27.8)	(35.6)
Total	274	353

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

ANNUAL REVENUES AND PUBLIC FUNDS HANDLED (¥100 million)

	(as of March 31, 2004)	(as of March 31, 2003)
Bank of Japan Revenue Agency Accounts	1,622	1,604
Local Government Public Fund Collection Accounts	721	659
Total	2,343	2,264

LOANS

BALANCE OF LOANS (¥100 million)

		(Fiscal 2003)			(Fiscal 2002)		
		Domestic	International	Total	Domestic	International	Total
Year End Balance	Loans on Deeds	64,832	365	65,198	65,080	330	65,410
	Loans on Notes	14,411	161	14,572	16,826	200	17,026
	Overdraft	11,273	—	11,273	10,914	—	10,914
	Bills Discounted	7,199	—	7,199	7,552	—	7,552
	Total	97,717	527	98,244	100,373	530	100,903
Average Balance	Loans on Deeds	64,497	356	64,854	65,281	336	65,618
	Loans on Notes	15,245	179	15,424	17,415	393	17,808
	Overdraft	10,387	—	10,387	9,696	—	9,696
	Bills Discounted	6,899	—	6,899	7,234	—	7,234
	Total	97,030	535	97,566	99,628	730	100,358

Note: The average balance of foreign currency loans with domestic branches stated in the International column is calculated by the monthly current method.

CLASSIFICATION BY THE TIME TO MATURITY OF THE OUTSTANDING BALANCE OF LOANS (¥100 million)

Time to Maturity		(as of March 31, 2004)	(as of March 31, 2003)
Loans	1 year or less	50,489	51,710
	More than 1 year, 3 years or less	23,991	24,454
	More than 3 years, 5 years or less	10,007	9,872
	More than 5 years, 7 years or less	3,724	3,757
	More than 7 years	9,499	10,533
	Without specific term	531	575
	Total	98,244	100,903
Fixed-Rate Loans	1 year or less	/	/
	More than 1 year, 3 years or less	21,385	22,312
	More than 3 years, 5 years or less	8,761	9,007
	More than 5 years, 7 years or less	3,274	3,405
	More than 7 years	8,091	9,152
	Without specific term	—	—
	Total	/	/
Floating-Rate Loans	1 year or less	/	/
	More than 1 year, 3 years or less	2,606	2,142
	More than 3 years, 5 years or less	1,246	865
	More than 5 years, 7 years or less	450	352
	More than 7 years	1,408	1,380
	Without specific term	531	575
	Total	/	/

Note: Loans with one year or less remaining are not classified as floating or fixed-rate loans.

AVAILABLE FUNDS AND LENDING PER EMPLOYEE (¥100 million)

	(as of March 31, 2004)			(as of March 31, 2003)		
	Domestic	International	Total	Domestic	International	Total
Available Funds	27	72	27	28	67	28
Lending Loans	25	10	25	25	9	25

Notes: 1. Available Funds = Debentures Issued (excluding debenture application fee) + Deposits + Negotiable Certificates of Deposit

2. The average number of employees during the fiscal year is used in the above table.

AVAILABLE FUNDS AND LENDING PER BRANCH (¥100 million)

	(as of March 31, 2004)			(as of March 31, 2003)		
	Domestic	International	Total	Domestic	International	Total
Available Funds	1,147	945	1,145	1,254	933	1,250
Lending Loans	1,066	132	1,056	1,095	135	1,084

Notes: 1. Available Funds = Debentures Issued (excluding debenture application fee) + Deposits + Negotiable Certificates of Deposit

2. Representative offices and sub-branches are not included in the number of branches used for the above table.

LOANS TO MEMBERS (¥100 million, %)

	(as of March 31, 2004)	(as of March 31, 2003)
Balance of Loans to Members	97,244 (99.0)	99,931 (99.0)
Balance of Loans to Non-Members	1,000 (1.0)	972 (1.0)
Financial Institutions	35 (0.0)	33 (0.0)
Holders of Shoko Chukin Bank Debentures	46 (0.0)	50 (0.0)
Total	98,244	100,903

Notes: 1. Members are the cooperatives subscribing capital to the Bank and their members.

2. The figures in parentheses represent percentages of the total.

BREAKDOWN OF LOAN BALANCE BY USE (¥100 million, %)

	(as of March 31, 2004)	(as of March 31, 2003)
Capital Investment	22,239 (22.6)	22,227 (22.0)
Long-term Working Funds	42,446 (43.2)	42,611 (42.2)
Short-term Working Funds	33,559 (34.2)	36,064 (35.8)
Total	98,244	100,903

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

BREAKDOWN OF LOAN BALANCE BY INDUSTRY (¥100 million, %)

	(as of March 31, 2004)	(as of March 31, 2003)
Manufacturing	33,018 (33.6)	34,155 (33.9)
Machinery and Metal Product Manufacturing	16,414 (16.7)	16,974 (16.8)
Agriculture, Forestry and Fishery	100 (0.1)	82 (0.1)
Mining	128 (0.1)	134 (0.1)
Construction	3,413 (3.5)	3,463 (3.4)
Wholesale and Retail	30,819 (31.4)	31,191 (30.9)
Finance and Insurance	1,626 (1.6)	1,987 (2.0)
Real Estate	6,102 (6.2)	6,635 (6.6)
Transport and Communication	10,803 (11.0)	10,684 (10.6)
Electricity, Gas, Water and Heat Supply	183 (0.2)	189 (0.2)
Services	11,888 (12.1)	12,254 (12.1)
Others	160 (0.2)	125 (0.1)
Total	98,244	100,903

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

BREAKDOWN OF LOAN BALANCE BY COLLATERAL (¥100 million, %)

	(as of March 31, 2004)	(as of March 31, 2003)
Deposits and Debentures	1,934 (2.0)	1,924 (1.9)
Securities	530 (0.5)	475 (0.5)
Claims	1,706 (1.7)	2,472 (2.4)
Merchandise	1 (0.0)	5 (0.0)
Real Estate	61,904 (63.0)	64,794 (64.2)
Other Collateral	675 (0.7)	616 (0.6)
Total	66,752 (67.9)	70,288 (69.7)
Guarantee	26,183 (26.7)	25,123 (24.9)
Credit	5,308 (5.4)	5,491 (5.4)
Grand Total	98,244	100,903
(Loans with Subordination Covenant)	0	—

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

BREAKDOWN OF CUSTOMERS' LIABILITIES FOR ACCEPTANCE AND GUARANTEES BY COLLATERAL (¥ million, %)

	(as of March 31, 2004)	(as of March 31, 2003)
Deposits and Debentures	6,997 (7.2)	7,637 (9.2)
Securities	156 (0.2)	152 (0.2)
Claims	18 (0.0)	8 (0.0)
Merchandise	0 (0.0)	0 (0.0)
Real Estate	19,015 (19.7)	21,237 (25.5)
Other Collateral	1,585 (1.6)	1,602 (1.9)
Subtotal	27,771 (28.7)	30,636 (36.8)
Guarantee	36,712 (38.0)	49,317 (59.3)
Credit	32,180 (33.3)	3,232 (3.9)
Total	96,663	83,185

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

TRUST FACILITY LOAN BALANCE (¥ 100 million)

	(as of March 31, 2004)	(as of March 31, 2003)
Trust Facility Loan Balance	1,419	1,639

BALANCE OF ENTRUSTED AGENCY LOANS (Contracts, ¥ 100 million)

		(as of March 31, 2004)	(as of March 31, 2003)
Facility Funds	Contracts	1,433	1,614
	Amount	211	271
Operating Funds	Contracts	337	566
	Amounts	41	77
Total	Contracts	1,770	2,180
	Amounts	252	348

ENTRUSTED AGENCY LOANS (¥ 100 million)

	(as of March 31, 2004)	(as of March 31, 2003)
Japan Finance Corporation for Small and Medium Enterprise (JASME)	0	0
Social Welfare and Medical Service Corporation	171	192
Government Pension Investment Fund	228	290
Japan Regional Development Corporation	—	14
Japan Shipbuilding Industry Foundation	167,283	177,287
Japan Bicycle Promotion Institute	54	120
Organization for Workers' Retirement Allowance Mutual Aid	150	214
Smaller Enterprise Retirement Allowance Mutual Aid Corporation	146	209
Sake Brewery Retirement Allowance Mutual Aid Operational Headquarters	3	4
Japan Environment Corporation	455	496
National Life Finance Corporation	1,802	2,112
Japan Small and Medium Enterprise Corporation	237,389	250,282
Promotion programs	55,456	66,815
Mutual aid programs	181,933	183,467
Labor Welfare Corporation	330	373
Employment and Human Resources Development Organization of Japan	1	2
Okinawa Development Finance Corporation	—	—
Development Bank of Japan	20	27
Total	407,888	431,415

RATIO OF LOANS TO DEBENTURES AND DEPOSITS (¥100 million, %)

		(as of March 31, 2004)			(as of March 31, 2003)		
		Domestic	International	Total	Domestic	International	Total
Loans	(A)	97,717	527	98,244	100,373	530	100,903
Debentures and Deposits	(B)	104,931	1,595	106,527	114,295	2,018	116,314
Ratio	(A)/(B)	93.12	33.03	92.22	87.81	26.28	86.75
	Average during the Year	89.94	29.52	88.94	84.71	37.88	83.96

Notes: Deposits include Negotiable Certificates of Deposit.

INCREASE (DECREASE) IN RESERVE FOR POSSIBLE LOAN LOSSES (¥100 million)

	(as of March 31, 2004)					(as of March 31, 2003)				
	Beginning Balance	Increase	Decrease this Period		Ending Balance	Beginning Balance	Increase	Decrease this Period		Ending Balance
			Purpose	Other				Purpose	Other	
General Reserve for Possible Loan Losses	616	681	—	616	681	608	616	—	608 ^(*1)	616
General Reserve for Individual Possible Loan Losses	4,223	3,665	1,116	3,106	3,665	4,277	4,223	850	3,426 ^(*1)	4,223
Total	4,839	4,346	1,116	3,722	4,346	4,885	4,839	850	4,034	4,839

Note: *1. Draw down through recovery of loans or as stipulated in tax law.

WRITE-OFF OF LOANS (¥100 million)

	(Fiscal 2003)	(Fiscal 2002)
Write-off of Loans	20	32

LOANS TO RESTRUCTURING COUNTRIES

No transactions

PROBLEM LOANS (¥100 million)

	(as of March 31, 2004)	(as of March 31, 2003)
Loans to Bankrupt Companies (A)	2,840	3,513
Overdue Loans (B)	3,508	4,177
Total (A) + (B)	6,348	7,690
Loans Overdue for 3 Months or Longer (C)	56	61
Rescheduled Loans (D)	1,556	1,156
Total Problem Loans (E)=(A) + (B) + (C) + (D)	7,961	8,908
Category IV Loans in Loans to Bankrupt Companies(F)	2,113	2,477
Category IV Loans in Overdue Loans(G)	818	959
Problem Loans other than Category IV Loans (H) = (E) - (F) - (G)	5,029	5,471
Loans other than Category IV Loans (I)	95,313	97,467
Percentage of Loans (H) / (I)	5.3%	5.6%

Note: 1. Loans to Bankrupt Companies are loans for which accrued interest is not shown in the accounts* based on the assumption that principal or interest is likely to be unrecoverable (because interest or principal payments have been long overdue or for other reasons), where the loans in question are affected by the circumstances defined in Article 96, Clause 1, Numbers 3a-e or Number 4 of the Corporation Tax Law Enforcement Ordinance (Cabinet Ordinance No. 97 of 1965).

- Overdue Loans are loans of which accrued interest is not shown in the accounts, excluding loans to bankrupt companies and loans of which the rescheduling of interest payments have been granted to support the financial restructuring of the borrowers.
- Loans Overdue for 3 Months or Longer are defined as loans on which principal or interest payments are overdue by three months or longer reckoning from the payment date stipulated in the contract. The loans that are classified as loans to bankrupt companies and overdue loans are excluded.
- Rescheduled Loans are loans other than in Loans to Bankrupt Companies, Overdue Loans or Loans Overdue for 3 Months or Longer for which the terms have been eased to support the financial restructuring of the borrower through measures agreed in favor of the borrower, such as reduction of interests payments, postponement of interest or principal repayments and abandonment of claims.

5. Category IV Loans are those that are classified as unrecoverable based on our self-assessment of assets. The full amount of these loans is included in the Reserve for Possible Loan Losses.
6. Problem Loans other than Category IV Loans equal the amount of problem loans minus the amount of the loans defined in Note 5. (This is equivalent to the loan balance after direct write-offs of Category IV Loans, which private financial institutions are required to disclose. The amount of Category IV Loans deducted from Problem Loan balances at the end of Fiscal 2002 was ¥293.1 billion out of the Provision for Possible Loan Losses of ¥366.5 billion and at the end of Fiscal 2001 was ¥343.6 billion out of the Provision for Possible Loan Losses of ¥422.3 billion.)
- * Loans for which accrued interest is not shown in the accounts: loans to bankrupt companies for which accrued interest is not shown in the accounts based on the assumption that principal or interest is likely to be unrecoverable because the interest or principal payments have been long overdue or for other reasons (excluding loans that have been written off).

LOANS DISCLOSED UNDER THE FINANCIAL RECONSTRUCTION LAW (¥100 million)

		(as of March 31, 2004)	(as of March 31, 2003)
Loans to Legally Bankrupt and Substantially Bankrupt Companies	(A)	4,197	5,148
Loans with Collection Risk	(B)	2,171	2,564
Loans for Special Attention	(C)	1,612	1,217
Subtotal	(D) = (A) + (B) + (C)	7,981	8,930
Category IV Loans	(G)	2,936	3,441
(Amount after deduction of Category IV Loans)	(D) – (G)	5,045	5,488
Normal Loans		91,343	92,913
Total		99,324	101,843
(REFERENCE) Loan Coverage after Deduction for Category IV Loans			
Recoverable Amount from Collateral and Other Coverage Accounted for in (D)	(E)	2,930	3,665
Reserve for Possible Loan Losses Allocated for (D)	(F)	3,971	4,423
Ratio for Reserves	$(F - G) / ((D - G) - E)$	49.0%	53.9%
Coverage Ratio	$((E + F) - G) / (D - G)$	78.6%	84.7%

Notes: 1. The above table shows the loans classified into the four categories of Loans to Legally Bankrupt and Substantially Bankrupt Companies, Loans with Collection Risk, Loans for Special Attention and Normal Loans, based on our self-assessment in accordance with the Financial Reconstruction Law. Although the Shoko Chukin Bank is not subject to the Law, the amounts of the loans of each category based on self-assessment in accordance with the Law are disclosed for readers' reference.

2. Definitions of the Loans of Each Category

- (1) Loans to Legally Bankrupt and Substantially Bankrupt Companies: Loans to companies who have already gone legally bankrupt or in the process of a court mandated reorganization, or who have not yet gone legally or formally bankrupt but are substantially in the status of business collapse.
- (2) Loans with Collection Risk: Loans for which principal and/ or interest are very likely to be unrecoverable as scheduled, since the borrowers of the loans in question are in financial and/ or management difficulties, although they may not have gone bankrupt.
- (3) Loans for Special Attention: Loans overdue for 3 months or longer and rescheduled loans, other than loans defined in (1) or (2) above.
- (4) Normal Loans: Loans classified other than (1) – (3) above, as it is judged that there is no financial or management difficulty with the borrowers' businesses.

3. Category IV Loans are those that are classified as unrecoverable based on our self-assessment of assets. The full amount of these loans is included in the Reserve for Possible Loan Losses.

4. Amount after deduction of Category IV Loans is equal to the total amount of loans defined in Note 2. (1) to (3) minus the amount defined in Note 3. (This is equivalent to the loan balance after direct charge-offs of Category IV Loans, which private financial institutes are required to disclose. The amount of Category IV Loans deducted from Problem Loan balances at the end of Fiscal 2003 was ¥293.6 billion out of the Provision for Possible Loan Losses of ¥366.5 billion.)

SECURITIES

AVERAGE BALANCES OF TRADING SECURITIES (¥100 million)

	(Fiscal 2003)	(Fiscal 2002)
Trading Government Bonds	8	12
Trading Local Government Bonds	—	—
Trading Government Guarantee Bonds	—	—
Trading Bonds Loaned	—	—
Total	8	12

BREAKDOWN BALANCE OF SECURITIES (¥100 million, %)

	(Fiscal 2003)			(Fiscal 2002)		
	Domestic	International	Total	Domestic	International	Total
Year End Balance	Government Bonds	10,176 (74.8)	—	10,176 (67.6)	13,887 (74.6)	— (68.0)
	Local Government Bonds	92 (0.7)	—	92 (0.6)	389 (2.1)	— (1.9)
	Corporate Bonds	3,096 (22.7)	—	3,096 (20.6)	4,093 (22.0)	— (20.0)
	Stocks	242 (1.8)	—	242 (1.6)	247 (1.3)	— (1.2)
	Other Securities	—	1,436 (100.0)	1,436 (9.6)	—	1,811 (100.0)
	Total	13,608	1,436	15,044	18,618	1,811
Average Balance	Government Bonds	14,811 (75.8)	—	14,811 (70.1)	17,512 (76.1)	— (70.0)
	Local Government Bonds	256 (1.3)	—	256 (1.2)	587 (2.6)	— (2.4)
	Corporate Bonds	4,275 (21.9)	—	4,275 (20.2)	4,653 (20.2)	— (18.6)
	Stocks	201 (1.0)	—	201 (1.0)	258 (1.1)	— (1.0)
	Others Securities	—	1,585 (100.0)	1,585 (7.5)	—	1,989 (100.0)
	Total	19,544	1,585	21,130	23,012	1,989

Notes: 1. The average balance of foreign currency securities held by domestic branches stated in the International column is calculated by the monthly current method.

2. The figures in parentheses represent percentages of the total.

RATIO OF SECURITIES TO DEBENTURES AND DEPOSITS (¥100 million, %)

	(as of March 31, 2004)			(as of March 31, 2003)		
	Domestic	International	Total	Domestic	International	Total
Marketable Securities (A)	13,608	1,436	15,044	18,618	1,811	20,430
Debentures and Deposits (B)	104,931	1,595	106,527	114,295	2,018	116,314
Ratio (A)/(B)	12.96	90.00	14.12	16.29	89.73	17.56
Yearly Average	18.11	87.40	19.26	19.56	103.19	20.91

Notes: The balance of Deposits includes Negotiable Certificates of Deposit.

UNDERWRITING OF PUBLIC BONDS (¥100 million)

	(Fiscal 2003)	(Fiscal 2002)
Public Bonds Underwritten	242	265

Note: All public bonds underwritten are government bonds.

COUNTER SALES OF PUBLIC BONDS (¥100 million)

	(Fiscal 2003)	(Fiscal 2002)
Counter Sales of Public Bonds	11	7

Note: All public bonds sold at counter are government bonds.

PUBLIC BOND DEALING (¥100 million)

	(Fiscal 2003)	(Fiscal 2002)
Amount of Trade	97	94
Average Balance	7	6

Note: All public bonds traded are government bonds.

MARKET VALUE OF SECURITIES AND RELATED INFORMATION

Details of market values of and valuation gains and losses on securities are as follows. In addition to Government Bonds, Local Government Bonds, Corporate Bonds, Stocks, and Other Securities, these items also include Trading Securities, Negotiable Certificates of Deposit and Commercial Paper in Other Trading Assets, Negotiable Certificates of Deposit in Due from Banks, and Commercial Paper and Loan Trust Beneficiary Certificates in Monetary Claims Purchased.

1) Trading Securities (¥100 million)

	(as of March 31, 2004)
Book Value	558
Recognized Valuation Difference in Fiscal 2003	(0)

2) Held-to-Maturity Bonds with Market Values (¥100 million)

	(as of March 31, 2004)				
	Book Value	Market Value	Valuation Difference	Valuation Gains	Valuation Losses
Government Bonds	3,923	3,959	35	35	—
Local Government Bonds	—	—	—	—	—
Corporate Bonds	—	—	—	—	—
Others	348	366	18	18	—
Total	4,272	4,325	53	53	—

Note: Market prices were based on closing market prices, etc., at the fiscal year end.

3) Marketable Securities with Market Values (¥100 million)

	(as of March 31, 2004)				
	Acquisition Cost	Book Value	Valuation Difference	Valuation Gains	Valuation Losses
Stocks	98	175	77	82	5
Bonds	8,130	8,005	(124)	4	129
Government Bonds	6,358	6,252	(106)	0	106
Local Government Bonds	91	92	0	1	0
Corporate Bonds	1,679	1,660	(19)	3	22
Others	1,114	1,118	3	4	0
Total	9,343	9,299	(43)	91	135

Note: The market prices of stocks were calculated using the average market prices in the final month of the fiscal year. The market prices for other items were based on market prices, etc., at the fiscal year end.

4) Principal Contents and Book Value of Securities without Market Values (¥100 million)

	(as of March 31, 2004)
Held-to-Maturity Bonds	—
Subsidiaries' Stocks	—
Other Marketable Securities	66
Unlisted Stocks (excluding/other than over-the-counter stocks)	66
Unlisted Corporate Bonds	1,436

(REFERENCE)

MARKET VALUE OF SECURITIES AND RELATED INFORMATION

Details of market values of and valuation gains and losses on securities are as follows. In addition to Government Bonds, Local Government Bonds, Corporate Bonds, Stocks, and Other Securities, these items also include Trading Securities, Negotiable Certificates of Deposit and Commercial Paper in Other Trading Assets, Negotiable Certificates of Deposit in Due from Banks, and Commercial Paper and Loan Trust Beneficiary Certificates in Monetary Claims Purchased.

1) Trading Securities (¥100 million)

	(as of March 31, 2003)
Book Value	457
Recognized Valuation Difference in Fiscal 2003	0

2) Held-to-Maturity Bonds with Market Values (¥100 million)

	(as of March 31, 2003)				
	Book Value	Market Value	Valuation Difference	Valuation Gains	Valuation Losses
Government Bonds	3,962	4,046	83	83	—
Local Government Bonds	—	—	—	—	—
Corporate Bonds	—	—	—	—	—
Others	413	441	28	28	—
Total	4,376	4,488	111	111	—

Note: Market prices were based on closing market prices, etc., at the fiscal year end.

3) Marketable Securities with Market Values (¥100 million)

	(as of March 31, 2003)				
	Acquisition Cost	Book Value	Valuation Difference	Valuation Gains	Valuation Losses
Stocks	139	178	38	58	19
Bonds	13,446	13,495	48	49	0
Government Bonds	9,902	9,925	22	22	0
Local Government Bonds	381	389	8	8	0
Corporate Bonds	3,162	3,180	18	18	0
Others	6,229	6,231	2	4	1
Total	19,816	19,905	89	111	22

Note: The market prices of stocks were calculated using the average market prices in the final month of the fiscal year. The market prices for other items were based on market prices, etc., at the fiscal year end.

4) Principal Contents and Book Value of Securities without Market Values (¥100 million)

	(as of March 31, 2003)
Held-to-Maturity Bonds	—
Subsidiaries' Stocks	—
Other marketable Securities	69
Unlisted Stocks (excluding/other than over-the-counter stocks)	69
Unlisted Corporate Bonds	912

MARKET VALUE OF MONETARY TRUSTS AND RELATED INFORMATION

1) Monetary Trusts for Managing Purposes

No Transactions

2) Held-to-Maturity Monetary Trusts

No Transactions

3) Other Monetary Trusts (other than held for management or held-to-maturity)

No Transactions

CLASSIFICATION BY THE TIME TO MATURITY OF THE OUTSTANDING BALANCE OF SECURITIES (¥100 million)

	(as of March 31, 2004)					
	1 year or less	More than 1 year, 5 years or less	More than 5 years, 10 years or less	More than 10 years	Instruments with no fixed maturity	Total
Government Bonds	1,303	4,954	3,918	—	—	10,176
Local Government Bonds	31	23	38	—	—	92
Corporate Bonds	800	1,662	634	—	—	3,096
Stocks	—	—	—	—	242	242
Other Securities	404	908	86	36	—	1,436
Foreign Bonds	404	908	86	36	—	1,436
Foreign Stocks	—	—	—	—	—	—
Securities Loaned	—	—	—	—	—	—
Others	29	—	—	—	—	29
Total	2,569	7,548	4,677	36	242	15,074
	(as of March 31, 2003)					
Government Bonds	4,550	6,340	2,997	—	—	13,887
Local Government Bonds	247	77	64	—	—	389
Corporate Bonds	648	2,995	449	—	—	4,093
Stocks	—	—	—	—	247	247
Other Securities	397	1,326	—	87	—	1,811
Foreign Bonds	397	1,326	—	87	—	1,811
Foreign Stocks	—	—	—	—	—	—
Securities Loaned	—	—	—	—	—	—
Others	4,834	—	—	—	—	4,834
Total	10,677	10,739	3,511	87	247	25,264

Notes: 1. The anticipated redemption amount is shown for bonds that will be held to maturity and other marketable securities with maturity dates.

2. The amounts shown include Government Bonds, Local Government Bonds, Corporate Bonds, Other Securities, as well as Negotiable Certificates of Deposit included in Cash and Due from Banks, and commercial paper and Loan Trust Beneficiary Certificates in Monetary Claims Purchased.

INTERNATIONAL OPERATIONS

FOREIGN EXCHANGE TRANSACTIONS BY TYPE (U.S.\$ million)

	(Fiscal 2003)	(Fiscal 2002)
Trade Exchange Transactions	2,017	1,832
Trade Foreign Exchange Transactions	802	676
Capital Transactions	639	7,085
Total	3,459	9,595

Note: Overseas branches are included.

BALANCE OF FOREIGN CURRENCY ASSETS (U.S.\$ million)

	(as of March 31, 2004)	(as of March 31, 2003)
Balance of Assets Denominated in Foreign Currencies	1,803	1,973

Note: The above amounts include the assets denominated in foreign currencies held by domestic branches and assets held by overseas branches.

OTHERS

DOMESTIC EXCHANGE TRANSACTIONS (¥100 million)

			(as of March 31, 2004)	(as of March 31, 2003)
Bank Remittance	To other locations	Instances	2,317	2,328
		Value	117,153	110,786
	From other locations	Instances	1,403	1,417
		Value	97,455	95,897
Bank Collection	To other locations	Instances	1,302	1,358
		Value	29,224	29,675
	From other locations	Instances	32	32
		Value	662	849
Total	Instances	5,054	5,136	
	Values	244,496	237,208	

OFF-BALANCE-SHEET TRANSACTIONS

Off-balance-sheet transactions are derivative transactions including futures, swap contracts and options and those related to the granting of credit including commitments and guarantees. Further details are shown below:

FINANCIAL DERIVATIVES AND FORWARD FOREIGN EXCHANGE TRANSACTIONS (¥100 million)

	(as of March 31, 2004)		(as of March 31, 2003)	
	Contract Amount/Notional		Contract Amount/Notional	
	Principal Amount	Credit Risk Amount	Principal Amount	Credit Risk Amount
Interest Rate Swap	56,404	668	55,032	1,017
Currency Swap	1,681	128	1,263	78
Forward Foreign Exchange	235	6	243	6
Interest Rate Options (Bought)	—	—	—	—
Currency Options (Bought)	—	—	—	—
Other Financial Derivatives	—	—	—	—
Credit Risk Reduction by Netting		(310)		(429)
Total	58,321	492	56,538	672

Notes: 1. The current-exposure method is used in computing the credit risk equivalents based on capital adequacy guidelines.

2. The amounts of public exchange transactions that are excluded from capital adequacy guidelines and foreign exchange-related transactions for which the duration of the original contract is 14 days or less are shown below.

	(¥100 million)	
	(as of March 31, 2004)	(as of March 31, 2003)
	Contract Amount/Notional Principal Amount	
Forward Foreign Exchange Contracts	21	30
Interest Rate Options (Sold)	—	—
Interest Rate Options (Bought)	—	—
Currency Options (Sold)	—	—
Currency Options (Bought)	—	—
Other Financial Derivatives	4	7
Total	25	37

TRANSACTIONS RELATING TO THE EXTENSION OF CREDIT (¥100 million)

	(as of March 31, 2004)	(as of March 31, 2003)
	Contract Amount	
Commitments	6,030	6,186
Guarantees	891	756
Total	6,921	6,942

DERIVATIVE TRANSACTIONS

The Bank's handling of derivative transactions and risk management is explained below.

HANDLING DERIVATIVE TRANSACTIONS

The majority of transactions are for the purpose of responding to customer requirements, for Asset and Liability Management (ALM) risk control and for hedging risks associated with debenture investments.

— Customer Requirements

The Bank provides swaps, options and exchange contracts to answer customer requirements for hedging against rising funding or purchasing costs due to market fluctuations in interest rates and exchange rates.

— ALM Risk Control

Interest swaps and other techniques provide integrated control of interest rate risk resulting from lending, debentures and other on-balance sheet transactions.

— Debenture Risk Hedging

Currency and interest swaps to hedge interest and exchange rate risk on foreign currency debentures.

RISKS ASSOCIATED WITH DERIVATIVE TRANSACTIONS

There are the same types of credit and market risks as with on-balance sheet transactions such as lending and debentures.

— Credit Risk

This is risk that results from the transaction counterpart failing to fulfill the terms of the contract. The principal and interest amounts are exposed to credit risk in on-balance sheet transactions like lending and debentures, but in derivative transactions the amount exposed to credit risk is the cost to reconstruct at market prices (current exposure) at the time a transaction is left unfulfilled.

— Market Risk

As with on-balance sheet transactions there is the risk with derivative transactions that the market value of the transaction will change as interest rates, exchange rates and stock prices fluctuate.

— Liquidity Risk

Some derivative transactions are rare enough that the market is thin, so there is the risk that the opposite transaction may be difficult to find, or the costs of canceling out a contract may increase.

RISK MANAGEMENT SYSTEMS FOR EACH TYPE OF RISK

— Credit Risk

This is managed along with lending risk for transactions with the Bank's customers. For market transactions with financial institutions, the same as for other market transactions, credit lines are established for each customer or each country, and transactions are conducted and managed within those limits.

— Market Risk

Derivative transactions to control ALM risk are managed along with on-balance sheet transactions using integrated risk indicators such as interest rate volatility indices (10 basis point value). The Market Risk Management Department monitors valuation gains and losses for derivative transactions, and reports regularly to management.

— Liquidity Risk

The Bank places importance on the liquidity of products used in transactions, and limits transactions to products that have high liquidity through trading in exchanges or that trade in volume in markets.

TRANSACTIONS RELATING TO INTEREST (¥ million)

(as of March 31, 2004)

			Maturity over 1 year		Market Value	Unrealized Gain and Loss
			Contractual Amount, etc.	(of Contractual Amount)		
Traded on the Exchange	Interest-Rate Futures	Selling Position	—	—	—	—
		Buying Position	—	—	—	—
	Interest-Rate Options	Selling Position	—	—	—	—
		Buying Position	—	—	—	—
Traded on the Over-the-Counter	Forward-Rate Agreements	Selling Position	—	—	—	—
		Buying Position	—	—	—	—
	Interest-Rate Swap Contracts	Fixed Rate Receiving/ Floating Rate Paying	1,521,693	1,321,452	12,857	12,857
		Floating Rate Receiving/ Fixed Rate Paying	1,546,423	1,295,896	(12,965)	(12,965)
		Floating Rate Receiving/ Floating Rate Paying	—	—	—	—
	Interest-Rate Options	Selling Position	—	—	—	—
		Buying Position	—	—	—	—
	Others	Selling Position	3,748	3,784	(39)	7
Buying Position		453	453	0	(1)	
Total					(147)	(102)

(as of March 31, 2003)

Traded on the Exchange	Interest-Rate Futures	Selling Position	—	—	—	—
		Buying Position	—	—	—	—
	Interest-Rate Options	Selling Position	—	—	—	—
		Buying Position	—	—	—	—
Traded on the Over-the-Counter	Forward-Rate Agreements	Selling Position	—	—	—	—
		Buying Position	—	—	—	—
	Interest-Rate Swap Contracts	Fixed Rate Receiving/ Floating Rate Paying	1,418,854	1,229,172	33,039	33,039
		Floating Rate Receiving/ Fixed Rate Paying	1,432,401	1,232,762	(31,273)	(31,273)
		Floating Rate Receiving/ Floating Rate Paying	—	—	—	—
	Others	Selling Position	3,408	2,176	(3)	16
Buying Position		—	—	—	—	
Total					1,763	1,782

Notes: 1. The above transactions are valued at market prices, and valuation gains or losses are shown in the Statement of Income. Derivative transactions subject to hedge accounting are excluded from these amounts.

2. Determination of Market Value

Closing prices on the Tokyo International Financial Futures Exchange or other exchange are used for contracts traded on exchanges. Market values for contracts traded on the over-the-counter market are calculated according to discounted present value, the option pricing model and other appropriate methods.

3. Interest Cap transactions are included in Others.

TRANSACTIONS RELATING TO FOREIGN EXCHANGE (¥ million)

(as of March 31, 2004)

		Contractual Amount	Maturity over 1 year (of Contractual Amount)	Market Value	Unrealized Gain and Loss	
Traded on the Exchange	Currency Futures	Selling Position	—	—	—	
		Buying Position	—	—	—	
	Currency Options	Selling Position	—	—	—	
		Buying Position	—	—	—	
Total		162,892	154,193	534	534	
Traded on the Over-the-Counter	Currency Swap	162,892	154,193	534	534	
	Currency Futures	Selling Position	13,889	898	336	336
		Buying Position	11,868	898	(235)	(235)
	Currency Options	Selling Position	—	—	—	—
		Buying Position	—	—	—	—
	Others	Selling Position	—	—	—	—
Buying Position		—	—	—	—	
Total				635	635	

(as of March 31, 2003)

		Contractual Amount	Maturity over 1 year (of Contractual Amount)	Market Value	Unrealized Gain and Loss	
Traded on the Exchange	Currency Futures	Selling Position	—	—	—	
		Buying Position	—	—	—	
	Currency Options	Selling Position	—	—	—	
		Buying Position	—	—	—	
Total		115,517	92,940	320	320	
Traded on the Over-the-Counter	Currency Swap	115,517	92,940	320	320	
	Currency Futures	Selling Position	—	—	—	—
		Buying Position	—	—	—	—
	Currency Options	Selling Position	—	—	—	—
		Buying Position	—	—	—	—
	Others	Selling Position	—	—	—	—
Buying Position		—	—	—	—	
Total				320	320	

Notes: 1. The above transactions are valued at market prices, and valuation gains or losses are shown in the Statement of Income. Derivative transactions subject to hedge accounting and transactions subject to Note 3 below are excluded from the above amounts.

2. Determination of Market Value

Market values are calculated using discounted present value or other appropriate methods.

3. Currency-related derivatives transactions excluded from the above are as follows.

① Fiscal 2002

“Accounting and Auditing Treatment of Accounting for Foreign Currency Transactions in the Banking Industry”

Based on the transitional measures prescribed in JICPA Industry Audit Committee Report No. 25, the contract values of currency swap transactions subject to calculations of current gains and losses were as follows. The amounts stated below include currency swaps used for fund raising and investment in other currencies (fund-related swaps: ¥3,074 million).

(¥ million)

(as of March 31, 2003)

	Contract Amount, etc.	Market Value	Unrealized Gain and Loss
Currency Swap	13,982	(502)	(502)

Likewise, the transaction contract amounts for those forward foreign exchange contracts and currency options, etc., that are marked to market at the fiscal year and posted as gains and losses in the Statement of Income are as follows.

(¥ million)

(as of March 31, 2003)

		Contract Amount, etc.	Unrealized Gain and Loss
Traded on the Exchange	Currency Futures	Selling Position	—
		Buying Position	—
	Currency Options	Selling Position	—
		Buying Position	—
Traded on the Over-the-Counter	Exchange Contracts	Selling Position	13,553
		Buying Position	10,740
	Currency Options	Selling Position	—
		Buying Position	—
	Others	Selling Position	—
		Buying Position	—

② Fiscal 2003

“Accounting and Auditing Treatment of Accounting for Foreign Currency Transactions in the Banking Industry”

Currency swap transactions to which hedge accounting has been applied under JICPA Industry Audit Committee Report No. 25 are excluded from the above. Forward foreign exchange contracts and currency options, etc., that are conventionally marked to market are included in the above statement.

TRANSACTIONS RELATING TO STOCKS

No Transactions

TRANSACTIONS RELATING TO BONDS (¥ million)

			(as of March 31, 2004)			
			Contractual Amount, etc.	Maturity over 1 year (of Contractual Amount)	Market Value	Unrealized Gain and Loss
Traded on an Exchange	Bond Futures	Selling Position	—	—	—	—
		Buying Position	413	—	412	(0)
Traded on the Over-the-Counter	Bond Futures Options	Selling Position	—	—	—	—
		Buying Position	—	—	—	—
Traded on the Over-the-Counter	Over-the-Counter Bond Options	Selling Position	—	—	—	—
		Buying Position	—	—	—	—
	Others	Selling Position	—	—	—	—
		Buying Position	—	—	—	—
Total					412	(0)

			(as of March 31, 2003)			
			Contractual Amount, etc.	Maturity over 1 year (of Contractual Amount)	Market Value	Unrealized Gain and Loss
Traded on an Exchange	Bond Futures	Selling Position	713	—	715	(2)
		Buying Position	—	—	—	—
Traded on the Over-the-Counter	Bond Futures Options	Selling Position	—	—	—	—
		Buying Position	—	—	—	—
Traded on the Over-the-Counter	Over-the-Counter Bond Options	Selling Position	—	—	—	—
		Buying Position	—	—	—	—
	Others	Selling Position	—	—	—	—
		Buying Position	—	—	—	—
Total					715	(2)

Notes: 1. The above transactions are valued at market prices, and valuation gains or losses are shown in the Statement of Income. Derivative transactions subject to hedge accounting are excluded from the above amounts.

2. Determination of market value

For contracts traded on a stock exchange, closing prices on the Tokyo International Financial Futures Exchange or other exchange are used.

Market values for contracts traded on the over-the-counter market are calculated according to the option pricing model and other appropriate methods.

TRANSACTIONS RELATED TO PRODUCTS

No Transactions

CREDIT DERIVATIVE TRANSACTIONS

No Transactions

MARKET RISK (BANKING) (excluding stocks held for strategic purposes and foreign currency operations)

Grid • Point • Sensitivity

(¥100 million)

(as of March 31, 2004)				
	1 year or less	More than 1 year, 5 years or less	More than 5 years	Total
Delta	6	4	(43)	(32)

Value at Risk

(U.S.\$ million)

	(as of March 31, 2004)	(as of March 31, 2003)
V a R	196	32

Note: VaR holding period: 1 month. Confidence interval: 99%.

The Bank is not subject to the statutory audit requirements set down in the Securities and Exchange Law and the Commercial Code Special Exception Law, however it has commissioned the Chuo Aoyama Audit Corporation to audit its self-assessment of loans and other assets and its accounting procedures for financial instruments.