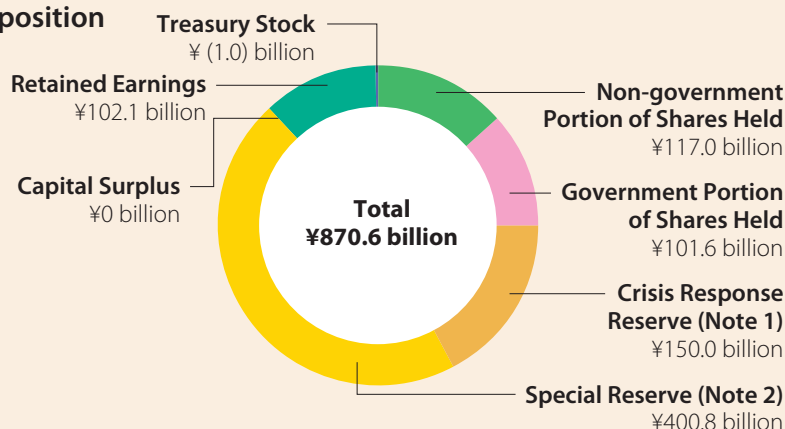


Outline of the Bank

(As of March 31, 2014)

- ▶ **Company Name** The Shoko Chukin Bank, Ltd.
(Transition toward privatization commenced on October 1, 2008)
- ▶ **Establishment Date** October 8, 1936
- ▶ **Objective** Objective of the Shoko Chukin Bank, Ltd. is to conduct businesses necessary to facilitate financing for SME cooperatives, other organizations that primarily consist of SMEs and their members, while ensuring the Bank's autonomy in management toward its goal of complete privatization.
- ▶ **Commencement of Operations** December 10, 1936
- ▶ **Capital** ¥218.6 billion (including ¥101.6 billion government subscription)

▶ Capital Composition



Notes: 1. A Tier 1 Capital (common stock etc.) reserve for crisis response has been created to ensure financial basis which is necessary for smooth implementation of crisis response measures.

2. In accordance with the transition to a company structure limited by shares, a special Tier 1 Capital (common stock etc.) reserve has been created to facilitate the continuous and smooth provision of funds to SMEs. An aggregate amount totaling ¥400.8 billion has been transferred to a special reserve, which is comprised of ¥303.7 billion and ¥97.0 billion transferred from the government's subscription and retained earnings, respectively.

- ▶ **Funds Held** Deposits: ¥4,857.4 billion
Negotiable Certificates of Deposit: ¥76.2 billion
Debentures: ¥4,825.2 billion
- ▶ **Loans Outstanding** ¥9,488.4 billion
- ▶ **Offices** Domestic: 100
Overseas: 4
- ▶ **Number of Employees (Persons)** 3,973
- ▶ **Rating**

	R&I	JCR	Moody's
Long-term	AA ⁻ (stable)	AA ⁺ (stable)	Aa3 (stable)

▶ Outline of business

- | | |
|----------------------------|---|
| 1. Lending operation | We are providing various kinds of loans to small and medium-sized enterprises (SMEs) in need of fund to finance their business, from capital investment and long-term working capital, to short-term working capital including typically by bills discounted. We are also engaged in development and provision of innovative technique for raising finance, to cater for the diversifying needs of SMEs, including private placement bonds, loan syndication, asset-based lending (ABL) and liquidation of accounts receivable. |
| 2. Deposit affairs | (1) Deposits
We are handling current deposits, saving account, deposits at notice, time deposits, specified deposits, deposits for tax payment, non-resident yen deposits and foreign currency deposits.
(2) Negotiable certificates of deposit
We are handling negotiable deposits. |
| 3. Bond issuance | We are issuing bank debentures called Shoko-sai, with the purpose to provide finance to SMEs on a constant basis. |
| 4. Treasury and investment | We are actively engaged in market operations in the financial markets both at home and abroad, to streamline our own financing and investment activities. |
| 5. International business | As an all-round financial institution supporting business activities of SMEs, we are actively engaged in every aspect of overseas transactions including support for clients' overseas business expansion and loans to clients' local subsidiaries overseas, let alone overseas remittance, and business concerning export and import. |
| 6. Others | We are also providing other services as follows.
· Derivative transactions with respect to interest rate and currencies
· Business concerning M&A
· Provision of management information
· Support for client associations like Chukin kai and Youth kai
· Economic research activities, etc. |