

Consolidated Statements of Cash Flows

For the Years Ended March 31, 2004 and 2003	Millions of Yen		Thousands of U.S. Dollars (Note 3)
	2004	2003	2004
CASH FLOWS FROM OPERATING ACTIVITIES			
Income before Income Taxes and Other Adjustments	¥ 1,963	¥ 5,565	\$ 18,573
Depreciation and Amortization	730	666	6,906
Equity in Loss (Gain) of Affiliates	7	(9)	66
Net Increase (Decrease) in Reserve for Possible Loan Losses	(590)	1,014	(5,582)
Net Increase (Decrease) in Reserve for Losses on Real Estate – Collateralized Loans Sold	(287)	15	(2,715)
Net Increase (Decrease) in Reserve for Employee Bonuses	(33)	(80)	(312)
Net Increase (Decrease) in Liability for Employees' Retirement Benefits	159	(3,721)	1,504
Interest Income Recognized on Statement of Income	(34,181)	(35,959)	(323,408)
Interest Expenses Recognized on Statement of Income	1,175	1,613	11,117
Net (Gain) Loss Related to Securities	(1,207)	(170)	(11,420)
Foreign Exchange Loss	30	648	283
Net Loss on Sale of Premises and Equipment	61	40	577
Net Decrease (Increase) in Loans	64,908	(14,364)	614,135
Net Increase in Deposits	24,666	22,593	233,380
Net Decrease (Increase) in Due from Banks Other than The Bank of Japan..	(4,132)	123	(39,095)
Net Decrease (Increase) in Call Loans	(107,094)	10,069	(1,013,284)
Net Increase in Call Money	6,120	2,084	57,905
Net Decrease (Increase) in Foreign Exchange Assets	(1,456)	187	(13,776)
Net Increase (Decrease) in Foreign Exchange Liabilities	23	(11)	217
Interest Received	35,004	36,903	331,195
Interest Paid	(1,338)	(2,472)	(12,659)
Others	(38)	(5,983)	(359)
Subtotal	(15,508)	18,743	(146,731)
Income Taxes Payable	(2,397)	(4,748)	(22,679)
Net Cash Provided by (Used in) Operating Activities	(17,906)	13,995	(169,420)
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchases of Stock and Other Securities	(536,923)	(456,905)	(5,080,168)
Proceeds from Sales of Stock and Other Securities	632,427	394,482	5,983,792
Proceeds from Redemption of Bonds	16,564	29,015	156,722
Purchases of Premises and Equipment	(670)	(175)	(6,339)
Proceeds from Sales of Premises and Equipment	0	53	0
Net Cash Provided by (Used in) Investing Activities	111,398	(33,530)	1,054,007
CASH FLOWS FROM FINANCING ACTIVITIES			
Subordinated Debt	–	3,500	–
Repayment of Subordinated Debt	(1,000)	(6,000)	(9,461)
Dividends Paid	(776)	(779)	(7,342)
Purchases of Treasury Stock	(349)	(145)	(3,302)
Proceeds from Sales of Treasury Stock	3	–	28
Net Cash Used in Financing Activities	(2,122)	(3,424)	(20,077)
Effect of Exchange Rate Changes on Cash and Cash Equivalents	(704)	(545)	(6,660)
Net Increase (Decrease) in Cash and Cash Equivalents	90,664	(23,505)	857,829
Cash and Cash Equivalents at Beginning of Year	62,059	85,564	587,179
Cash and Cash Equivalents at End of Year	¥ 152,723	¥ 62,059	\$ 1,445,008

Accompanying notes are an integral part of these financial statements.