

Consolidated Statements of Cash Flows

For the Years Ended March 31, 2005 and 2004	Millions of Yen		Thousands of U.S. Dollars (Note 4)
	2005	2004	2005
CASH FLOWS FROM OPERATING ACTIVITIES			
Income (Loss) before Income Taxes and Other Adjustments.....	¥ (9,093)	¥ 1,963	\$ (84,672)
Depreciation and Amortization.....	1,165	730	10,848
Equity in Loss (Gain) of Affiliates	63	7	586
Net Increase (Decrease) in Reserve for Possible Loan Losses.....	9,538	(590)	88,816
Net Increase (Decrease) in Reserve for Losses on Real Estate – Collateralized Loans Sold.....	–	(287)	–
Net Increase (Decrease) in Reserve for Employee Bonuses.....	(94)	(33)	(875)
Net Increase (Decrease) in Liability for Employees' Retirement Benefits	522	159	4,860
Increase in Reserve for Litigation Loss	156	–	1,452
Interest Income Recognized on Statement of Income	(33,885)	(34,181)	(315,532)
Interest Expenses Recognized on Statement of Income	1,229	1,175	11,444
Net (Gain) Loss Related to Securities.....	1,264	(1,207)	11,770
Foreign Exchange Loss.....	35	30	325
Net Loss on Sale of Premises and Equipment	69	61	642
Net Decrease (Increase) in Loans	33,289	64,908	309,982
Net Increase in Deposits	14,041	24,666	130,747
Net Decrease (Increase) in Due from Banks Other than The Bank of Japan..	(1,307)	(4,132)	(12,170)
Net Decrease (Increase) in Call Loans.....	81,796	(107,094)	761,672
Net Increase (Decrease) in Call Money	(2,808)	6,120	(26,147)
Net Decrease (Increase) in Foreign Exchange Assets	1,389	(1,456)	12,934
Net Increase (Decrease) in Foreign Exchange Liabilities.....	63	23	586
Interest Received.....	33,696	35,004	313,772
Interest Paid.....	(1,266)	(1,338)	(11,788)
Others	45	(38)	419
Subtotal	129,915	(15,508)	1,209,749
Income Taxes Payable	514	(2,397)	4,786
Net Cash Provided by (Used in) Operating Activities	130,430	(17,906)	1,214,545
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchases of Stock and Other Securities.....	(314,457)	(536,923)	(2,928,177)
Proceeds from Sales of Stock and Other Securities.....	113,311	632,427	1,055,135
Proceeds from Redemption of Bonds	5,414	16,564	50,414
Purchases of Premises and Equipment.....	(2,064)	(670)	(19,219)
Proceeds from Sales of Premises and Equipment.....	83	0	772
Purchases of Shares of a Subsidiary Accompanying The Change in The Scope of Consolidation	(2,009)	–	(18,707)
Net Cash Provided by (Used in) Investing Activities	(199,723)	111,398	(1,859,791)
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of Subordinated Debt	–	(1,000)	–
Dividends Paid	(775)	(776)	(7,216)
Purchases of Treasury Stock	(47)	(349)	(437)
Proceeds from Sales of Treasury Stock	11	3	102
Net Cash Used in Financing Activities	(811)	(2,122)	(7,551)
Effect of Exchange Rate Changes on Cash and Cash Equivalents.....	(2)	(704)	(18)
Net Increase (Decrease) in Cash and Cash Equivalents.....	(70,107)	90,664	(652,826)
Cash and Cash Equivalents at Beginning of Year	152,723	62,059	1,422,134
Cash and Cash Equivalents at End of Year	¥ 82,616	¥152,723	\$ 769,308

Accompanying notes are an integral part of these financial statements.