

Consolidated Balance Sheets  
The Kiyo Bank, Ltd. and its consolidated subsidiaries  
As of March 31, 2012 and 2011

	Millions of yen		Thousands of U.S. dollars
	2012	2011	2012
<b>Assets:</b>			
Cash and due from banks	¥ 84,849	¥ 116,185	\$ 1,032,363
Call loans and bills bought	61,239	172,972	745,096
Monetary claims bought	2,830	3,497	34,443
Trading account securities	2,010	4,119	24,467
Securities	1,069,123	876,237	13,007,946
Loans and bills discounted	2,539,253	2,498,564	30,894,915
Foreign exchange	1,865	1,858	22,698
Other assets	41,953	31,160	510,445
Tangible fixed assets	33,689	34,496	409,896
Intangible fixed assets	7,167	8,530	87,201
Deferred tax assets	17,109	28,776	208,173
Customers' liabilities for acceptances and guarantees	15,389	16,405	187,238
Reserve for possible loan losses	(29,420)	(30,935)	(357,951)
<b>Total assets</b>	<b>¥ 3,847,061</b>	<b>¥ 3,761,867</b>	<b>\$ 46,806,930</b>
<b>Liabilities:</b>			
Deposits	3,504,695	3,450,922	42,641,384
Payables under securities lending transactions	84,206	52,168	1,024,536
Borrowed money	29,432	24,513	358,100
Foreign exchange	14	38	178
Bonds	13,000	15,000	158,170
Other liabilities	30,815	51,444	374,931
Accrued employees' severance and retirement benefits	29	28	353
Accrued directors' retirement benefits	32	32	401
Reserve for reimbursement of deposits	700	636	8,520
Provision for contingent losses	327	384	3,987
Deferred tax liabilities for land revaluation	178	214	2,169
Acceptances and guarantees	15,389	16,405	187,238
<b>Total liabilities</b>	<b>¥ 3,678,821</b>	<b>¥ 3,611,789</b>	<b>\$ 44,759,967</b>
<b>Net assets:</b>			
Preferred and common stock	80,096	80,096	974,531
Capital surplus	32,357	32,357	393,688
Retained earnings	41,265	35,358	502,078
<b>Total shareholders' equity</b>	<b>153,719</b>	<b>147,812</b>	<b>1,870,297</b>
Net unrealized gains on available-for-sale securities	12,625	382	153,610
Net deferred gains on hedging instruments	125	219	1,530
Land revaluation excess	326	316	3,975
<b>Total accumulated other comprehensive income</b>	<b>13,077</b>	<b>918</b>	<b>159,115</b>
Minority interests	1,442	1,347	17,551
<b>Total net assets</b>	<b>168,239</b>	<b>150,078</b>	<b>2,046,963</b>
<b>Total liabilities and net assets</b>	<b>¥ 3,847,061</b>	<b>¥ 3,761,867</b>	<b>\$ 46,806,930</b>

Consolidated Income Statements  
The Kiyo Bank, Ltd. and its consolidated subsidiaries  
Years ended March 31, 2012 and 2011

	Millions of yen		Thousands of
	2012	2011	U.S. dollars
<b>Income</b>			
Interest income:			
Interest on loans and bills discounted	¥ 45,561	¥ 45,915	\$ 554,348
Interest and dividends on securities	13,406	14,915	163,121
Other interest income	304	243	3,707
Fees and commissions	11,348	10,616	138,081
Other operating income	7,733	11,214	94,089
Other income	4,715	3,513	57,379
<b>Total income</b>	<b>83,071</b>	<b>86,420</b>	<b>1,010,725</b>
<b>Expenses</b>			
Interest expense:			
Interest on deposits	5,754	7,590	70,011
Interest on borrowings	597	806	7,270
Interest on payables under securities lending transactions	240	160	2,929
Other interest expense	419	289	5,107
Fees and commissions	3,900	3,857	47,463
Other operating expenses	6,034	7,857	73,423
General and administrative expenses	39,188	40,325	476,803
Other expenses	9,362	11,840	113,914
<b>Total expenses</b>	<b>65,498</b>	<b>72,728</b>	<b>796,920</b>
<b>Income before income taxes and minority interests</b>	<b>17,572</b>	<b>13,691</b>	<b>213,805</b>
<b>Income taxes:</b>			
Current	364	604	4,430
Deferred	7,860	4,518	95,642
<b>Total income taxes</b>	<b>8,224</b>	<b>5,123</b>	<b>100,072</b>
<b>Net income before minority interests</b>	<b>9,347</b>	<b>8,568</b>	<b>113,733</b>
<b>Minority interests in net income</b>	<b>81</b>	<b>130</b>	<b>997</b>
<b>Net income</b>	<b>¥ 9,265</b>	<b>¥ 8,438</b>	<b>\$ 112,736</b>
		Yen	U.S. dollars
<b>Net income per share:</b>			
Basic	¥ 12.85	¥ 11.56	\$ 0.156

Consolidated Statements of Comprehensive Income  
The Kiyo Bank, Ltd. and its consolidated subsidiaries  
Years ended March 31, 2012 and 2011

	Millions of yen		Thousands of
	2012	2011	U.S. dollars
<b>Net income before minority interests</b>	¥ 9,347	¥ 8,568	\$ 113,733
Other comprehensive income:			
Net unrealized gains on available-for-sale securities	12,260	2,794	149,169
Net deferred (losses) gains on hedging instruments	(93)	221	(1,142)
Land revaluation excess	25	—	313
<b>Total other comprehensive income</b>	<b>12,192</b>	<b>3,016</b>	<b>148,340</b>
<b>Comprehensive income</b>	<b>¥ 21,539</b>	<b>¥ 11,584</b>	<b>\$ 262,073</b>
<b>Total comprehensive income attributable to:</b>	<b>¥ 21,539</b>	<b>¥ 11,584</b>	<b>\$ 262,073</b>
Owners of the parent	21,440	11,449	260,861
Minority interests	99	134	1,212

Consolidated Statements of Changes in Net Assets  
The Kiyo Bank, Ltd. and its consolidated subsidiaries  
Years ended March 31, 2012 and 2011

	Millions of yen		Thousands of U.S. dollars
	2012	2011	2012
<b>Shareholders' equity</b>			
<b>Preferred and common stock:</b>			
Balance at beginning of the year	¥ 80,096	¥ 80,096	\$ 974,531
Changes during the year	-	-	-
Balance at end of the year	80,096	80,096	974,531
<b>Capital surplus:</b>			
Balance at beginning of the year	32,357	32,357	393,688
Changes during the year	-	-	-
Balance at end of the year	32,357	32,357	393,688
<b>Retained earnings:</b>			
Balance at beginning of the year	35,358	30,344	430,209
Changes during the year:			
Cash dividends	(3,373)	(3,436)	(41,049)
Net income	9,265	8,438	112,736
Reversal of land revaluation excess	14	12	182
Total changes during the year	5,906	5,013	71,869
Balance at end of the year	41,265	35,358	502,078
<b>Total shareholders' equity:</b>			
Balance at beginning of the year	147,812	142,798	1,798,428
Changes during the year:			
Cash dividends	(3,373)	(3,436)	(41,049)
Net income	9,265	8,438	112,736
Reversal of land revaluation excess	14	12	182
Total changes during the year	5,906	5,013	71,869
Balance at end of the year	153,719	147,812	1,870,297
<b>Accumulated other comprehensive income:</b>			
Net unrealized gains (losses) on available-for-sale securities:			
Balance at beginning of the year	382	(2,407)	4,656
Changes during the year:			
Net changes in items other than shareholders' equity	12,242	2,789	148,954
Total changes during the year	12,242	2,789	148,954
Balance at end of the year	12,625	382	153,610
Net deferred gains (losses) on hedging instruments:			
Balance at beginning of the year	219	(1)	2,672
Changes during the year:			
Net changes in items other than shareholders' equity	(93)	221	(1,142)
Total changes during the year	(93)	221	(1,142)
Balance at end of the year	125	219	1,530
Land revaluation excess:			
Balance at beginning of the year	316	328	3,845
Changes during the year:			
Net changes in items other than shareholders' equity	10	(12)	130
Total changes during the year	10	(12)	130
Balance at end of the year	326	316	3,975
Total accumulated other comprehensive income			
Balance at beginning of the year	918	(2,080)	11,173
Changes during the year:			
Net changes in items other than shareholders' equity	12,159	2,999	147,942
Total changes during the year	12,159	2,999	147,942
Balance at end of the year	13,077	918	159,115
<b>Minority interests</b>			
Balance at beginning of the year	1,347	1,216	16,390
Changes during the year:			
Net changes in items other than shareholders' equity	95	130	1,161
Total changes during the year	95	130	1,161
Balance at end of the year	1,442	1,347	17,551
<b>Total net assets</b>			
Balance at beginning of the year	150,078	141,934	1,825,991
Changes during the year:			
Cash dividends	(3,373)	(3,436)	(41,049)
Net income	9,265	8,438	112,736
Reversal of land revaluation excess	14	12	182
Net changes in items other than shareholders' equity	12,254	3,129	149,103
Total changes during the year	18,161	8,143	220,972
Balance at end of the year	¥ 168,239	¥ 150,078	\$ 2,046,963

Consolidated Statements of Cash Flows  
The Kiyo Bank, Ltd. and its consolidated subsidiaries  
Years ended March 31, 2012 and 2011

	Millions of yen		Thousands of
	2012	2011	U.S. dollars
<b>Cash flows from operating activities:</b>			
Income before income taxes and minority interests	¥ 17,572	¥ 13,691	\$ 213,805
Depreciation	4,234	4,080	51,516
Impairment loss on fixed assets	37	894	459
Decrease in reserve for possible loan losses	(1,515)	(2,033)	(18,442)
Increase in accrued employees' severance and retirement benefits	0	3	3
Decrease in accrued directors' retirement benefits	-	(7)	-
Increase in reserve for reimbursement of deposit	63	46	775
Decrease in provision for contingent losses	(56)	(19)	(693)
Interest income	(59,273)	(61,075)	(721,176)
Interest expense	7,012	8,847	85,317
Losses on securities transactions	2,038	909	24,800
Losses on foreign exchange transactions	94	6,392	1,153
Losses on disposal of fixed assets	48	175	593
Net decrease in trading account securities	2,108	1,208	25,653
Net increase in loans and bills discounted	(40,688)	(53,035)	(495,050)
Net increase in deposits	53,773	45,134	654,253
Net increase (decrease) in borrowed money (excluding subordinated loans)	4,918	(4,034)	59,842
Net decrease (increase) in call loans	112,399	(86,380)	1,367,562
Net decrease in pledged money for securities borrowing transactions	-	20,877	-
Net increase in payables under securities lending transactions	32,038	25,022	389,809
Net increase in foreign exchange assets	(6)	(277)	(83)
Net (decrease) increase in foreign exchange liabilities	(23)	16	(285)
Interest received	58,415	61,653	710,741
Interest paid	(9,342)	(7,308)	(113,673)
Other, net	(8,628)	13,878	(104,986)
Subtotal	175,220	(11,337)	2,131,893
Income taxes paid	(573)	(539)	(6,979)
Net cash provided by (used in) operating activities	174,646	(11,876)	2,124,914
<b>Cash flows from investing activities:</b>			
Purchases of securities	(590,043)	(537,385)	(7,179,017)
Proceeds from sales of securities	248,229	503,170	3,020,190
Redemption of securities	143,301	105,689	1,743,541
Purchases of tangible fixed assets	(1,308)	(2,703)	(15,923)
Proceeds from sales of tangible fixed assets	53	-	645
Purchases of intangible fixed assets	(824)	(1,079)	(10,028)
Expenses on execution of asset retirement obligations	(5)	(38)	(65)
Net cash (used in) provided by investing activities	(200,597)	67,653	(2,440,657)
<b>Cash flows from financing activities:</b>			
Increase in subordinated loans	3,000	5,000	36,501
Repayment of subordinated loans	(3,000)	(10,000)	(36,501)
Proceeds from issuance of subordinated bonds	3,000	7,000	36,501
Redemption of subordinated bonds	(5,000)	-	(60,835)
Payment of cash dividends	(3,373)	(3,436)	(41,049)
Payment of cash dividends to minority interests	(4)	(4)	(51)
Net cash used in financing activities	(5,378)	(1,441)	(65,434)
Foreign currency translation adjustments of cash and cash equivalents	(6)	(39)	(77)
Net (decrease) increase in cash and cash equivalents	(31,335)	54,295	(381,254)
Cash and cash equivalents at beginning of year	116,185	61,889	1,413,617
Cash and cash equivalents at end of year	¥ 84,849	¥ 116,185	\$ 1,032,363