

Consolidated Balance Sheets
The Kiyo Bank, Ltd. and its consolidated subsidiaries
As of March 31, 2013 and 2012

	Millions of yen		Thousands of
	2013	2012	U.S. dollars
Assets:			
Cash and due from banks	¥ 187,899	¥ 84,849	\$ 1,997,863
Call loans and bills bought	110,000	61,239	1,169,591
Monetary claims bought	941	2,830	10,012
Trading account securities	1,415	2,010	15,049
Securities	984,622	1,069,123	10,469,141
Loans and bills discounted	2,575,933	2,539,253	27,388,978
Foreign exchange	2,103	1,865	22,364
Other assets	27,285	41,953	290,122
Tangible fixed assets	33,202	33,689	353,027
Intangible fixed assets	6,221	7,167	66,153
Deferred tax assets	5,657	17,109	60,155
Customers' liabilities for acceptances and guarantees	13,467	15,389	143,190
Reserve for possible loan losses	(27,398)	(29,420)	(291,316)
Total assets	¥ 3,921,351	¥ 3,847,061	\$ 41,694,329
Liabilities:			
Deposits	¥ 3,588,465	¥ 3,504,695	\$ 38,154,869
Payables under securities lending transactions	73,918	84,206	785,953
Borrowed money	24,505	29,432	260,559
Foreign exchange	11	14	121
Bonds	10,000	13,000	106,326
Other liabilities	31,880	30,815	338,973
Liability for employees' severance and retirement benefits	31	29	330
Accrued directors' retirement benefits	32	32	350
Reserve for reimbursement of deposits	732	700	7,789
Provision for contingent losses	362	327	3,850
Deferred tax liabilities for land revaluation	178	178	1,896
Acceptances and guarantees	13,467	15,389	143,190
Total liabilities	3,743,585	3,678,821	39,804,206
Net assets:			
Preferred and common stock	80,096	80,096	851,640
Capital surplus	15,697	32,357	166,906
Retained earnings	57,830	41,265	614,889
Total shareholders' equity	153,624	153,719	1,633,435
Net unrealized gains on available-for-sale securities	22,361	12,625	237,766
Net deferred gains (losses) on hedging instruments	(134)	125	(1,433)
Land revaluation excess	326	326	3,474
Total accumulated other comprehensive income	22,553	13,077	239,807
Minority interests	1,587	1,442	16,881
Total net assets	177,766	168,239	1,890,123
Total liabilities and net assets	¥ 3,921,351	¥ 3,847,061	\$ 41,694,329

Consolidated Income Statements
The Kiyo Bank, Ltd. and its consolidated subsidiaries
Years ended March 31, 2013 and 2012

	Millions of yen		Thousands of
	2013	2012	U.S. dollars
Income			
Interest income:			
Interest on loans and bills discounted	¥ 43,677	¥ 45,561	\$ 464,410
Interest and dividends on securities	12,258	13,406	130,346
Other interest income	329	304	3,505
Fees and commissions	11,314	11,348	120,308
Other operating income	14,011	7,733	148,983
Other income	3,372	4,715	35,863
Total income	84,966	83,071	903,415
Expenses			
Interest expense:			
Interest on deposits	4,296	5,754	45,688
Interest on borrowings	609	597	6,483
Interest on payables under securities lending transactions	299	240	3,187
Other interest expense	301	419	3,209
Fees and commissions	3,986	3,900	42,392
Other operating expenses	4,049	6,034	43,061
General and administrative expenses	37,882	39,188	402,786
Other expenses	4,723	9,362	50,224
Total expenses	56,150	65,498	597,030
Income before income taxes and minority interests	28,815	17,572	306,385
Income taxes:			
Current	1,619	364	17,222
Deferred	7,164	7,860	76,177
Total income taxes	8,784	8,224	93,399
Net income before minority interests	20,031	9,347	212,986
Minority interests in net income	124	81	1,322
Net income	¥ 19,906	¥ 9,265	\$ 211,664
		Yen	U.S. dollars
Net income per share:			
Basic	¥ 29.11	¥ 12.85	\$ 0.310

Consolidated Statements of Comprehensive Income
The Kiyo Bank, Ltd. and its consolidated subsidiaries
Years ended March 31, 2013 and 2012

	Millions of yen		Thousands of
	2013	2012	U.S. dollars
Net income before minority interests	¥ 20,031	¥ 9,347	\$ 212,986
Other comprehensive income:			
Net unrealized gains on available-for-sale securities	9,761	12,260	103,793
Net deferred losses on hedging instruments	(260)	(93)	(2,770)
Land revaluation excess	-	25	-
Total other comprehensive income	9,501	12,192	101,023
Comprehensive income	¥ 29,532	¥ 21,539	\$ 314,009
Total comprehensive income attributable to:	¥ 29,532	¥ 21,539	\$ 314,009
Owners of the parent	29,383	21,440	312,421
Minority interests	149	99	1,588

Consolidated Statements of Changes in Net Assets
The Kiyo Bank, Ltd. and its consolidated subsidiaries
Years ended March 31, 2013 and 2012

	Millions of yen		Thousands of U.S. dollars
	2013	2012	2013
Shareholders' equity			
Preferred and common stock:			
Balance at beginning of the year	¥ 80,096	¥ 80,096	\$ 851,640
Changes during the year	-	-	-
Balance at end of the year	80,096	80,096	851,640
Capital surplus:			
Balance at beginning of the year	32,357	32,357	344,043
Changes during the year			
Retirement of treasury stock	(16,659)	-	(177,137)
Total changes during the year	(16,659)	-	(177,137)
Balance at end of the year	15,697	32,357	166,906
Retained earnings:			
Balance at beginning of the year	41,265	35,358	438,764
Changes during the year:			
Cash dividends	(3,342)	(3,373)	(35,539)
Net income	19,906	9,265	211,664
Reversal of land revaluation excess	-	14	-
Total changes during the year	16,564	5,906	176,125
Balance at end of the year	57,830	41,265	614,889
Treasury stock:			
Balance at beginning of the year	-	-	-
Changes during the year			
Purchase of treasury stock	(16,659)	-	(177,137)
Retirement of treasury stock	16,659	-	177,137
Total changes during the year	-	-	-
Balance at end of the year	-	-	-
Total shareholders' equity:			
Balance at beginning of the year	153,719	147,812	1,634,447
Changes during the year:			
Cash dividends	(3,342)	(3,373)	(35,539)
Net income	19,906	9,265	211,664
Purchase of treasury stock	(16,659)	-	(177,137)
Retirement of treasury stock	-	-	-
Reversal of land revaluation excess	-	14	-
Total changes during the year	(95)	5,906	(1,012)
Balance at end of the year	153,624	153,719	1,633,435
Accumulated other comprehensive income:			
Net unrealized gains on available-for-sale securities:			
Balance at beginning of the year	12,625	382	134,239
Changes during the year:			
Net changes in items other than shareholders' equity	9,736	12,242	103,527
Total changes during the year	9,736	12,242	103,527
Balance at end of the year	22,361	12,625	237,766
Net deferred gains (losses) on hedging instruments:			
Balance at beginning of the year	125	219	1,337
Changes during the year:			
Net changes in items other than shareholders' equity	(260)	(93)	(2,770)
Total changes during the year	(260)	(93)	(2,770)
Balance at end of the year	(134)	125	(1,433)
Land revaluation excess:			
Balance at beginning of the year	326	316	3,474
Changes during the year:			
Net changes in items other than shareholders' equity	-	10	-
Total changes during the year	-	10	-
Balance at end of the year	326	326	3,474
Total accumulated other comprehensive income			
Balance at beginning of the year	13,077	918	139,050
Changes during the year:			
Net changes in items other than shareholders' equity	9,476	12,159	100,757
Total changes during the year	9,476	12,159	100,757
Balance at end of the year	22,553	13,077	239,807
Minority interests			
Balance at beginning of the year	1,442	1,347	15,338
Changes during the year:			
Net changes in items other than shareholders' equity	145	95	1,543
Total changes during the year	145	95	1,543
Balance at end of the year	1,587	1,442	16,881
Total net assets			
Balance at beginning of the year	168,239	150,078	1,788,835
Changes during the year:			
Cash dividends	(3,342)	(3,373)	(35,539)
Net income	19,906	9,265	211,664
Purchase of treasury stock	(16,659)	-	(177,137)
Reversal of land revaluation excess	-	14	-
Net changes in items other than shareholders' equity	9,621	12,254	102,300
Total changes during the year	9,526	18,161	101,288
Balance at end of the year	¥ 177,766	¥ 168,239	\$ 1,890,123

Consolidated Statements of Cash Flows
The Kiyo Bank, Ltd. and its consolidated subsidiaries
Years ended March 31, 2013 and 2012

	Millions of yen		Thousands of
	2013	2012	U.S. dollars
Cash flows from operating activities:			
Income before income taxes and minority interests	¥ 28,815	¥ 17,572	\$ 306,385
Depreciation	4,114	4,234	43,753
Impairment loss on fixed assets	8	37	88
Increase (decrease) in reserve for possible loan losses	(2,021)	(1,515)	(21,496)
Increase (decrease) in accrued employees' severance and retirement benefits	2	0	22
Increase (decrease) in reserve for reimbursement of deposit	32	63	343
Increase (decrease) in provision for contingent losses	34	(56)	366
Interest income	(56,266)	(59,273)	(598,261)
Interest expense	5,508	7,012	58,567
(Gains) losses on securities transactions	(8,799)	2,038	(93,563)
(Gains) losses on foreign exchange transactions	(14,945)	94	(158,915)
(Gains) losses on sales or disposal of fixed assets	56	48	603
Net (increase) decrease in trading account securities	595	2,108	6,332
Net (increase) decrease in loans and bills discounted	(36,680)	(40,688)	(390,009)
Net increase (decrease) in deposits	83,770	53,773	890,697
Net (increase) decrease in due from banks	(70,000)	-	(744,285)
Net increase (decrease) in borrowed money (excluding subordinated loans)	(4,926)	4,918	(52,383)
Net (increase) decrease in call loans	(46,865)	112,399	(498,304)
Net increase (decrease) in payables under securities lending transactions	(10,287)	32,038	(109,386)
Net (increase) decrease in foreign exchange assets	(237)	(6)	(2,528)
Net increase (decrease) in foreign exchange liabilities	(3)	(23)	(35)
Interest received	56,574	58,415	601,540
Interest paid	(9,921)	(9,342)	(105,497)
Other, net	1,153	(8,628)	12,266
Subtotal	(80,290)	175,220	(853,700)
Income taxes paid	(363)	(573)	(3,869)
Net cash provided by (used in) operating activities	(80,654)	174,646	(857,569)
Cash flows from investing activities:			
Purchases of securities	(364,577)	(590,043)	(3,876,422)
Proceeds from sales of securities	377,877	248,229	4,017,837
Redemption of securities	126,173	143,301	1,341,560
Purchases of tangible fixed assets	(1,496)	(1,308)	(15,909)
Proceeds from sales of tangible fixed assets	16	53	176
Purchases of intangible fixed assets	(1,338)	(824)	(14,230)
Expenses on execution of asset retirement obligations	-	(5)	-
Net cash provided by (used in) investing activities	136,655	(200,597)	1,453,012
Cash flows from financing activities:			
Increase in subordinated loans	-	3,000	-
Repayment of subordinated loans	-	(3,000)	-
Proceeds from issuance of subordinated bonds	-	3,000	-
Redemption of subordinated bonds	(3,000)	(5,000)	(31,898)
Payment of cash dividends	(3,342)	(3,373)	(35,539)
Payment of cash dividends to minority interests	(4)	(4)	(44)
Purchase of treasury stock	(16,659)	-	(177,137)
Net cash used in financing activities	(23,006)	(5,378)	(244,618)
Foreign currency translation adjustments of cash and cash equivalents	54	(6)	574
Net increase (decrease) in cash and cash equivalents	33,049	(31,335)	351,399
Cash and cash equivalents at beginning of year	84,849	116,185	902,179
Cash and cash equivalents at end of year	¥ 117,899	¥ 84,849	\$ 1,253,578