

Consolidated Statements of Cash Flows
The Kiyo Bank, Ltd. and its consolidated subsidiaries
Years ended March 31, 2018 and 2017

Thousands of
U.S. dollars
(Note 1)

	Millions of yen			Thousands of U.S. dollars (Note 1)
	2018	2017		
Cash flows from operating activities:				
Profit before income taxes	¥ 17,084	¥ 13,252	\$	160,805
Depreciation	3,725	3,759		35,062
Impairment loss on fixed assets	421	214		3,962
Increase (decrease) in reserve for possible loan losses	(1,525)	1,032		(14,354)
(Increase) decrease in net defined benefit asset	(1,242)	43		(11,690)
Increase (decrease) in net defined benefit liability	0	(1)		0
Increase (decrease) in reserve for directors' retirement benefits	(1)	-		(9)
Increase (decrease) in reserve for reimbursement of deposits	5	12		47
Increase (decrease) in provision for contingent losses	(52)	(59)		(489)
Interest income	(47,398)	(48,691)		(446,140)
Interest expenses	2,776	3,504		26,129
(Gains) losses on securities transactions	(2,288)	(128)		(21,536)
(Gains) losses on foreign exchange transactions	7,044	(1,870)		66,302
(Gains) losses on sales and disposal of fixed assets	56	95		527
Net (increase) decrease in trading account securities	34	119		320
Net (increase) decrease in loans and bills discounted	(55,908)	(81,833)		(526,242)
Net increase (decrease) in deposits	141	22,597		1,327
Net increase (decrease) in borrowed money (excluding subordinated loans)	17,171	101,935		161,624
Net increase (decrease) in call money	(190,979)	208,500		(1,797,618)
Net increase (decrease) in payables under securities lending transactions	(20,929)	86,838		(196,997)
Net (increase) decrease in foreign exchange assets	(1,825)	716		(17,178)
Net increase (decrease) in foreign exchange liabilities	3	2		28
Interest received	44,260	45,775		416,603
Interest paid	(3,152)	(4,174)		(29,668)
Other, net	(12,302)	2,801		(115,794)
Subtotal	(244,881)	354,444		(2,304,979)
Income taxes paid	(1,923)	(1,004)		(18,100)
Net cash provided by (used in) operating activities	(246,804)	353,440		(2,323,079)
Cash flows from investing activities:				
Purchases of securities	(326,195)	(526,031)		(3,070,359)
Proceeds from sales of securities	298,475	149,153		2,809,440
Redemption of securities	229,401	242,486		2,159,271
Purchases of tangible fixed assets	(1,137)	(1,742)		(10,702)
Proceeds from sales of tangible fixed assets	24	81		225
Purchases of intangible fixed assets	(859)	(1,618)		(8,085)
Other, net	-	(17)		-
Net cash provided by (used in) investing activities	199,709	(137,688)		1,879,791
Cash flows from financing activities:				
Repayment of subordinated loans	-	(3,000)		-
Redemption of subordinated bonds	-	(3,000)		-
Purchase of treasury stock	(1,004)	(1,504)		(9,450)
Proceeds from sales of treasury stock	363	399		3,416
Payment of cash dividends	(2,449)	(2,486)		(23,051)
Payment of cash dividends to non-controlling shareholders	(4)	(4)		(37)
Other, net	(139)	(96)		(1,308)
Net cash provided by (used in) financing activities	(3,234)	(9,693)		(30,440)
Foreign currency translation adjustments of cash and cash equivalents	(6)	(7)		(56)
Net increase (decrease) in cash and cash equivalents	(50,336)	206,051		(473,795)
Cash and cash equivalents at the beginning of year	671,707	465,655		6,322,543
Cash and cash equivalents at the end of year (Note 3)	¥ 621,370	¥ 671,707	\$	5,848,738

See accompanying notes.