

Consolidated Statements of Income

The Kiyo Bank, Ltd. and its consolidated subsidiaries

Years ended March 31, 2007 and 2006

	Millions of yen		Thousands of U.S. dollars
	2007	2006	2007
Income:			
Interest income:			
Interest on loans and discounts	¥41,009	¥37,239	\$347,391
Interest and dividends on securities	12,349	11,361	104,613
Other interest income	983	335	8,332
Fees and commissions	12,116	10,751	102,640
Other operating income	5,524	5,400	46,795
Other income	5,714	19,378	48,410
Total income	77,698	84,467	658,181
Expenses:			
Interest expenses:			
Interest on deposits	3,322	1,155	28,144
Interest on borrowings	622	436	5,269
Interest on payables under securities lending transactions	1,122	890	9,505
Other interest expenses	1,987	1,659	16,838
Fees and commissions	3,529	3,173	29,895
Other operating expenses	6,894	4,565	58,405
General and administrative expenses	34,708	34,049	294,018
Other expenses	12,964	26,597	109,825
Total expenses	65,151	72,527	551,899
Income before income taxes and minority interests	12,546	11,940	106,282
Income taxes:			
Current	819	243	6,946
Deferred	2,443	7,553	20,696
Minority interests in net income (loss)	(4)	143	(36)
Net income	¥ 9,287	¥ 4,000	\$ 78,676
Retained earnings at beginning of year	—	¥13,856	—
Increase:			
Net income	—	4,000	—
Decrease:			
Cash dividends	—	934	—
Retained earnings at end of year	—	¥16,921	—
Net income per share:			
Basic	¥14.35	¥8.28	\$0.122
Diluted	—	7.00	—