

## Consolidated Balance Sheets

Kiyo Holdings, Inc. and its consolidated subsidiaries

As of March 31, 2008 and 2007

	Millions of yen (Note 1)		Thousands of U.S. dollars (Note 1)
	2008	2007	2008
<b>Assets:</b>			
Cash and due from banks (Note 24) .....	¥ 67,332	¥ 60,225	\$ 672,051
Call loans and bills bought .....	20,751	95,525	207,121
Pledged money for securities borrowing transactions .....	103,081	144,066	1,028,859
Commercial paper and other debt purchased (Note 3) .....	6,395	7,654	63,830
Trading account securities (Note 3) .....	2,860	12,913	28,550
Securities (Notes 3, 6 and 18) .....	923,880	809,334	9,221,284
Loans and bills discounted (Notes 4 and 21) .....	2,264,622	2,103,444	22,603,283
Foreign exchanges (Note 4) .....	1,512	2,225	15,094
Other assets (Note 6).....	49,808	21,809	497,138
Tangible fixed assets (Note 5).....	40,079	40,069	400,037
Intangible fixed assets .....	16,924	17,552	168,925
Deferred tax assets (Note 13) .....	32,049	29,058	319,885
Customers' liabilities for acceptances and guarantees (Notes 17 and 18) .....	25,355	28,297	253,072
Reserve for possible loan losses .....	(41,622)	(45,900)	(415,432)
<b>Total assets .....</b>	<b>¥3,513,031</b>	<b>¥3,326,278</b>	<b>\$35,063,697</b>

See accompanying notes.

	Millions of yen (Note 1)		Thousands of U.S. dollars (Note 1)
	2008	2007	2008
<b>Liabilities:</b>			
Deposits (Notes 6 and 7) .....	¥3,227,230	¥3,075,520	\$32,211,104
Call money and bills sold .....	2,304	—	23,000
Deposits received for securities lending transactions (Note 6) .....	18,287	4,328	182,526
Borrowed money (Note 9) .....	22,466	22,495	224,234
Foreign exchanges .....	62	19	624
Bonds (Note 10) .....	16,000	16,000	159,696
Other liabilities (Note 6) .....	52,940	21,852	528,398
Accrued employees' severance and retirement benefits (Note 14) .....	1,621	3,089	16,186
Accrued directors' retirement benefits .....	84	—	840
Reserve for reimbursement of deposits .....	552	—	5,515
Provision for contingent loss .....	77	—	778
Deferred tax liabilities (Note 13) .....	—	29	—
Acceptances and guarantees (Notes 17 and 18) .....	25,355	28,297	253,072
<b>Total liabilities .....</b>	<b>3,366,982</b>	<b>3,171,633</b>	<b>33,605,973</b>
<b>Net assets:</b>			
Preferred and common stock .....	58,350	58,350	582,394
Capital surplus .....	64,632	77,128	645,097
Retained earnings .....	35,662	24,398	355,953
Less: treasury stock, at cost (Note 15) .....	(111)	(12,566)	(1,115)
<b>Total shareholders' equity (Note 15) .....</b>	<b>158,533</b>	<b>147,309</b>	<b>1,582,329</b>
Net unrealized gains (losses) on available-for-sale securities .....	(14,317)	5,545	(142,908)
Net deferred losses on hedging instruments .....	(0)	(3)	(7)
<b>Total valuation and translation adjustments .....</b>	<b>(14,318)</b>	<b>5,542</b>	<b>(142,915)</b>
Minority interests .....	1,834	1,792	18,310
<b>Total net assets .....</b>	<b>146,049</b>	<b>154,644</b>	<b>1,457,724</b>
<b>Total liabilities and net assets .....</b>	<b>¥3,513,031</b>	<b>¥3,326,278</b>	<b>\$35,063,697</b>