

Consolidated Statements of Income

Kiyo Holdings, Inc. and its consolidated subsidiaries

Years ended March 31, 2008 and 2007

	Millions of yen (Note 1)		Thousands of U.S. dollars (Note 1)
	2008	2007	2008
Income:			
Interest income:			
Interest on loans and discounts	¥49,699	¥44,718	\$496,048
Interest and dividends on securities	12,317	12,830	122,938
Other interest income	1,377	1,031	13,751
Fees and commissions	13,073	12,621	130,487
Other operating income	10,001	7,306	99,822
Other income (Note 11)	6,276	7,257	62,647
Total income	92,745	85,766	925,693
Expenses:			
Interest expenses:			
Interest on deposits	9,588	3,508	95,702
Interest on borrowings	647	664	6,463
Interest on payables under securities lending transactions....	368	1,122	3,676
Other interest expenses	785	1,989	7,840
Fees and commissions	4,038	4,054	40,305
Other operating expenses	8,232	7,984	82,173
General and administrative expenses	38,994	39,794	389,207
Other expenses (Note 12)	17,069	14,930	170,376
Total expenses	79,725	74,047	795,742
Income before income taxes and minority interests	13,019	11,718	129,951
Income taxes (Note 13):			
Current	819	975	8,181
Deferred	(1,231)	2,556	(12,294)
Minority interests in net income	72	6	725
Net income	¥13,359	¥ 8,180	\$133,339
		Yen	U.S. dollars (Note 1)
Net income per share:			
Basic	¥17.19	¥12.46	\$0.172
Diluted	15.02	10.78	0.150

See accompanying notes.