

COMPARATIVE CONSOLIDATED STATEMENTS OF CASH FLOWS

	(Millions of yen)		
	Six months ended September 30		Year ended March 31
Six months ended September 30, 2005 and 2004, and Year ended March 31, 2005	2005 (A)	2004 (B)	Difference (A-B)
1. Cash flows from operating activities:			
Income (loss) before income taxes and minority interests	511,293	96,715	414,578
Depreciation of premises, equipment and others	40,218	41,082	(864)
Depreciation of lease assets	166,592	168,782	(2,190)
Losses on impairment of fixed assets	10,580	—	10,580
Amortization of goodwill	3,469	4,280	(811)
Equity in earnings of affiliates	(14,081)	(12,893)	(1,188)
Gains on sale of subsidiaries' shares and gains on change in equity of subsidiary	(60,192)	—	(60,192)
Net change in reserve for possible loan losses	(238,154)	(200,035)	(38,119)
Net change in reserve for employee bonuses	(1,857)	(855)	(1,002)
Net change in reserve for employee retirement benefits	1,101	131,309	(130,208)
Net change in reserve for expenses related to EXPO 2005 Japan	53	55	(2)
Interest income	(769,316)	(752,495)	(16,821)
Interest expenses	215,601	156,704	58,897
Net (gains) losses on securities	(64,257)	(74,018)	9,761
Net (gains) losses from money held in trust	(13)	—	(13)
Net exchange (gains) losses	(62,513)	(172,849)	110,336
Net (gains) losses from disposal of premises and equipment	(275)	8,716	(8,991)
Net (gains) losses from disposal of lease assets	(666)	(1,143)	477
Net change in trading assets	163,674	37,897	125,777
Net change in trading liabilities	(347,755)	(98,289)	(249,466)
Net change in loans and bills discounted	(1,213,748)	(18,373)	(1,195,375)
Net change in deposits	688,527	2,245,859	(1,557,332)
Net change in negotiable certificates of deposit	(186,912)	(478,870)	291,958
Net change in borrowed money (excluding subordinated debt)	(13,469)	(142,894)	129,425
Net change in deposits with banks	55,542	(683,001)	738,543
Net change in call loans, bills bought, receivables under resale agreements, and commercial paper and other debt purchased	200,494	(59,546)	260,040
Net change in receivables under securities borrowing transactions	(1,597,409)	(612,055)	(985,354)
Net change in call money, bills sold and payables under repurchase agreements	1,262,966	(1,845,325)	3,108,291
Net change in commercial paper	(366,600)	69,300	(435,900)
Net change in payables under securities lending transactions	(216,953)	(1,344,179)	1,127,226
Net change in foreign exchanges (assets)	6,635	(219,887)	226,522
Net change in foreign exchanges (liabilities)	(45,233)	(39,119)	(6,114)
Net change in short-term bonds (liabilities)	459,500	—	459,500
Issuance and redemption of bonds (excluding subordinated bonds)	(269,880)	279,933	(549,813)
Net change in due to trust account	(8,196)	6,169	(14,365)
Interest received	803,273	797,421	5,852
Interest paid	(208,281)	(158,410)	(49,871)
Net change in payable on trading and securities contracts	—	—	—
Other, net	129,264	(332,096)	461,360
Subtotal	(966,978)	(3,202,113)	2,235,135
Income taxes paid	14,248	(28,614)	42,862
Net cash used in operating activities	(952,729)	(3,230,728)	2,277,999
2. Cash flows from investing activities:			
Purchases of securities	(29,777,298)	(21,283,083)	(8,494,215)
Proceeds from sale of securities	24,077,266	16,679,189	7,398,077
Proceeds from maturity of securities	6,696,817	7,674,230	(977,413)
Purchases of money held in trust	(750)	—	(750)
Proceeds from sale of money held in trust	3,789	0	3,789
Purchases of premises and equipment	(13,389)	(22,183)	8,794
Proceeds from sale of premises and equipment	11,107	28,080	(16,973)
Purchases of lease assets	(192,899)	(185,819)	(7,080)
Proceeds from sale of lease assets	28,661	18,991	9,670
Proceeds from sale of stocks of subsidiaries	54,937	—	54,937
Purchases of stocks of subsidiaries	—	(2,970)	2,970
Net cash provided by investing activities	888,242	2,906,435	(2,018,193)
3. Cash flows from financing activities:			
Proceeds from issuance of subordinated debt	33,000	20,000	13,000
Repayment of subordinated debt	(82,343)	(22,240)	(60,103)
Proceeds from issuance of subordinated bonds and bonds with stock acquisition rights	408,038	237,275	170,763
Repayment of subordinated bonds and bonds with stock acquisition rights	(162,800)	(48,000)	(114,800)
Proceeds from issuance of stocks	—	—	—
Dividends paid	(44,355)	(46,447)	2,092
Proceeds from minority stockholders	48,025	—	48,025
Dividends paid to minority stockholders	(27,034)	(26,171)	(863)
Purchases of treasury stock	(1,001)	(502)	(499)
Proceeds from sale of treasury stock	26	3,936	(3,910)
Net cash provided by financing activities	171,555	117,850	53,705
4. Effect of exchange rate changes on cash and cash equivalents	1,794	716	1,078
5. Net change in cash and cash equivalents	108,861	(205,726)	314,587
6. Cash and cash equivalents at beginning of year	2,930,645	3,529,479	(598,834)
7. Change in cash and cash equivalents due to merger of consolidated subsidiaries	—	3,941	(3,941)
8. Cash and cash equivalents at end of term (year)	3,039,507	3,327,694	(288,187)
	2,930,645		

(Note) Amounts less than one million yen have been omitted.