

**Interim Consolidated Statement of Cash Flows**

Six months ended September 30, 2006

(Millions of yen)

<b>1. Cash flows from operating activities:</b>	
Income before income taxes and minority interests	401,302
Depreciation of fixed assets	38,389
Depreciation of lease assets	167,651
Losses on impairment of fixed assets	2,006
Amortization of goodwill	2,070
Equity in (earnings) losses of affiliates	32,344
Gains on sale of subsidiaries' shares and gains on change in equity of subsidiary	(5,121)
Net change in reserve for possible loan losses	(56,241)
Net change in reserve for employee bonuses	(2,512)
Net change in reserve for employee retirement benefits	(3,200)
Interest income	(909,808)
Interest expenses	350,193
Net (gains) losses on securities	56,013
Net (gains) losses from money held in trust	(0)
Net exchange (gains) losses	(41,522)
Net (gains) losses from disposal of fixed assets	1,327
Net (gains) losses from disposal of lease assets	(473)
Net change in trading assets	628,566
Net change in trading liabilities	(965,531)
Net change in loans and bills discounted	(1,909,796)
Net change in deposits	1,332,022
Net change in negotiable certificates of deposit	(222,330)
Net change in borrowed money (excluding subordinated debt)	934,051
Net change in deposits with banks	410,829
Net change in call loans and bills bought and others	(981,573)
Net change in receivables under securities borrowing transactions	778,605
Net change in call money and bills sold and others	(5,047,597)
Net change in commercial paper	(10,000)
Net change in payables under securities lending transactions	394,509
Net change in foreign exchanges (assets)	18,596
Net change in foreign exchanges (liabilities)	(118,530)
Net change in short-term bonds (liabilities)	21,200
Issuance and redemption of bonds (excluding subordinated bonds)	(95,170)
Net change in due to trust account	(267,864)
Interest received	905,873
Interest paid	(324,296)
Other, net	240,032
<b>Subtotal</b>	<b>(4,245,985)</b>
Income taxes paid	(84,921)
<b>Net cash used in operating activities</b>	<b>(4,330,906)</b>
<b>2. Cash flows from investing activities:</b>	
Purchases of securities	(18,563,216)
Proceeds from sale of securities	11,389,367
Proceeds from maturity of securities	10,257,301
Purchases of tangible fixed assets	(24,041)
Proceeds from sale of tangible fixed assets	3,545
Purchases of intangible fixed assets	(23,957)
Proceeds from sale of intangible fixed assets	4
Purchases of lease assets	(180,717)
Proceeds from sale of lease assets	21,565
Proceeds from sale of stocks of subsidiaries	3,468
<b>Net cash provided by investing activities</b>	<b>2,883,317</b>
<b>3. Cash flows from financing activities:</b>	
Proceeds from issuance of subordinated debt	10,000
Repayment of subordinated debt	(15,000)
Proceeds from issuance of subordinated bonds and bonds with stock acquisition rights	120,000
Repayment of subordinated bonds and bonds with stock acquisition rights	(126,829)
Dividends paid	(47,904)
Proceeds from minority stockholders	30,740
Dividends paid to minority stockholders	(30,883)
Purchases of treasury stock	(1,174,922)
Proceeds from disposal of treasury stock	71
<b>Net cash used in financing activities</b>	<b>(1,234,728)</b>
<b>4. Effect of exchange rate changes on cash and cash equivalents</b>	<b>1,279</b>
<b>5. Net change in cash and cash equivalents</b>	<b>(2,681,038)</b>
<b>6. Cash and cash equivalents at beginning of year</b>	<b>5,159,822</b>
<b>7. Change in cash and cash equivalents due to newly consolidated subsidiaries</b>	<b>0</b>
<b>8. Cash and cash equivalents at end of interim term</b>	<b>2,478,784</b>