

Comparative Consolidated Statements of Cash Flows

	(Millions of yen)		
	Six months ended September 30	2005	Change (A-B)
Six months ended September 30, 2006 and 2005, and Year ended March 31, 2006	2006 (A)	2005 (B)	2006 (A-B)
1. Cash flows from operating activities:			
Income before income taxes and minority interests	401,302	511,293	(109,991)
Depreciation of premises, equipment and others	–	40,218	(40,218)
Depreciation of fixed assets	38,389	–	38,389
Depreciation of lease assets	167,651	166,592	1,059
Losses on impairment of fixed assets	2,006	10,580	(8,574)
Amortization of goodwill	2,070	3,469	(1,399)
Equity in (earnings) losses of affiliates	32,344	(14,081)	46,425
Gains on sale of subsidiaries' shares and gains on change in equity of subsidiary	(5,121)	(60,192)	55,071
Net change in reserve for possible loan losses	(56,241)	(238,154)	181,913
Net change in reserve for employee bonuses	(2,512)	(1,857)	(655)
Net change in reserve for employee retirement benefits	(3,200)	1,101	(4,301)
Net change in reserve for expenses related to EXPO 2005 Japan	–	53	(53)
Interest income	(909,808)	(769,316)	(140,492)
Interest expenses	350,193	215,601	134,592
Net (gains) losses on securities	56,013	(64,257)	120,270
Net (gains) losses from money held in trust	(0)	(13)	13
Net exchange (gains) losses	(41,522)	(62,513)	20,991
Net (gains) losses from disposal of premises and equipment	–	(275)	275
Net (gains) losses from disposal of fixed assets	1,327	–	1,327
Net (gains) losses from disposal of lease assets	(473)	(666)	193
Net change in trading assets	628,566	163,674	464,892
Net change in trading liabilities	(965,531)	(347,755)	(617,776)
Net change in loans and bills discounted	(1,909,796)	(1,213,748)	(696,048)
Net change in deposits	1,332,022	688,527	643,495
Net change in negotiable certificates of deposit	(222,330)	(186,912)	(35,418)
Net change in borrowed money (excluding subordinated debt)	934,051	(13,469)	947,520
Net change in deposits with banks	410,829	55,542	355,287
Net change in call loans and bills bought and others	(981,573)	200,494	(1,182,067)
Net change in receivables under securities borrowing transactions	778,605	(1,597,409)	2,376,014
Net change in call money and bills sold and others	(5,047,597)	1,262,966	(6,310,563)
Net change in commercial paper	(10,000)	(366,600)	356,600
Net change in payables under securities lending transactions	394,509	(216,953)	611,462
Net change in foreign exchanges (assets)	18,596	6,635	11,961
Net change in foreign exchanges (liabilities)	(118,530)	(45,233)	(73,297)
Net change in short-term bonds (liabilities)	21,200	459,500	(438,300)
Issuance and redemption of bonds (excluding subordinated bonds)	(95,170)	(269,880)	174,710
Net change in due to trust account	(267,864)	(8,196)	(259,668)
Interest received	905,873	803,273	102,600
Interest paid	(324,296)	(208,281)	(116,015)
Other, net	240,032	129,264	110,768
Subtotal	(4,245,985)	(966,978)	(3,279,007)
Income taxes paid	(84,921)	14,248	(99,169)
Net cash (used in) provided by operating activities	(4,330,906)	(952,729)	(3,378,177)
2. Cash flows from investing activities:			
Purchases of securities	(18,563,216)	(29,777,298)	11,214,082
Proceeds from sale of securities	11,389,367	24,077,266	(12,687,899)
Proceeds from maturity of securities	10,257,301	6,696,817	3,560,484
Purchases of money held in trust	–	(750)	750
Proceeds from sale of money held in trust	–	3,789	(3,789)
Purchases of premises and equipment	–	(13,389)	13,389
Purchases of tangible fixed assets	(24,041)	–	(24,041)
Proceeds from sale of premises and equipment	–	11,107	(11,107)
Proceeds from sale of tangible fixed assets	3,545	–	3,545
Purchases of intangible fixed assets	(23,957)	–	(23,957)
Proceeds from sale of intangible fixed assets	4	–	4
Purchases of lease assets	(180,717)	(192,899)	12,182
Proceeds from sale of lease assets	21,565	28,661	(7,096)
Proceeds from sale of stocks of subsidiaries	3,468	54,937	(51,469)
Net cash provided by investing activities	2,883,317	888,242	1,995,075
3. Cash flows from financing activities:			
Proceeds from issuance of subordinated debt	10,000	33,000	(23,000)
Repayment of subordinated debt	(15,000)	(82,343)	67,343
Proceeds from issuance of subordinated bonds and bonds with stock acquisition rights	120,000	408,038	(288,038)
Repayment of subordinated bonds and bonds with stock acquisition rights	(126,829)	(162,800)	35,971
Proceeds from issuance of stocks	–	–	–
Dividends paid	(47,904)	(44,355)	(3,549)
Proceeds from minority stockholders	30,740	48,025	(17,285)
Dividends paid to minority stockholders	(30,883)	(27,034)	(3,849)
Purchases of treasury stock	(1,174,922)	(1,001)	(1,173,921)
Proceeds from sale of treasury stock	–	26	(26)
Proceeds from disposal of treasury stock	71	–	71
Net cash provided by financing activities	(1,234,728)	171,555	(1,406,283)
4. Effect of exchange rate changes on cash and cash equivalents	1,279	1,794	(515)
5. Net change in cash and cash equivalents	(2,681,038)	108,861	(2,789,899)
6. Cash and cash equivalents at beginning of year	5,159,822	2,930,645	2,229,177
7. Change in cash and cash equivalents due to newly consolidated subsidiaries	0	–	0
8. Change in cash and cash equivalents due to exclusion of consolidated subsidiaries	–	–	(0)
9. Cash and cash equivalents at end of term (year)	2,478,784	3,039,507	(560,723)

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