

Comparative Consolidated Statements of Cash Flows

	(Millions of yen)		
	2007	2006	Change
Year ended March 31,	(A)	(B)	(A-B)
1. Cash flows from operating activities:			
Income before income taxes and minority interests	806,790	1,043,362	(236,572)
Depreciation of premises, equipment and others	—	82,671	(82,671)
Depreciation of fixed assets	78,869	—	78,869
Depreciation of lease assets	335,399	336,871	(1,472)
Losses on impairment of fixed assets	30,548	12,303	18,245
Amortization of goodwill	4,858	6,270	(1,412)
Equity in losses (earnings) of affiliates	104,170	(31,887)	136,057
Gains on sale of subsidiaries' shares and gains on change in equity of subsidiary	(5,072)	(63,257)	58,185
Net change in reserve for possible loan losses	(146,971)	(241,530)	94,559
Net change in reserve for employee bonuses	2,128	1,403	725
Net change in reserve for employee retirement benefits	(2,639)	1,993	(4,632)
Net change in reserve for executive retirement benefits	7,371	—	7,371
Net change in reserve for expenses related to EXPO 2005 Japan	—	(231)	231
Interest income	(1,979,069)	(1,662,600)	(316,469)
Interest expenses	810,476	500,993	309,483
Net (gains) losses on securities	71,686	(27,853)	99,539
Net (gains) losses from money held in trust	(0)	(13)	13
Net exchange (gains) losses	(103,541)	(175,815)	72,274
Net (gains) losses from disposal of premises and equipment	—	(551)	551
Net (gains) losses from disposal of fixed assets	3,067	—	3,067
Net (gains) losses from disposal of lease assets	(1,364)	(3,235)	1,871
Net change in trading assets	767,067	(225,005)	992,072
Net change in trading liabilities	(969,090)	746,642	(1,715,732)
Net change in loans and bills discounted	(1,376,693)	(2,311,499)	934,806
Net change in deposits	1,307,266	2,210,634	(903,368)
Net change in negotiable certificates of deposit	(136,304)	(8,026)	(128,278)
Net change in borrowed money (excluding subordinated debt)	1,141,752	90,612	1,051,140
Net change in deposits with banks	(157,092)	175,960	(333,052)
Net change in call loans and bills bought and others	(612,297)	342,387	(954,684)
Net change in receivables under securities borrowing transactions	(320,243)	(1,388,310)	1,068,067
Net change in call money and bills sold and others	(5,994,528)	3,027,037	(9,021,565)
Net change in commercial paper	(10,000)	(364,100)	354,100
Net change in payables under securities lending transactions	(1,230,782)	(1,120,876)	(109,906)
Net change in foreign exchanges (assets)	66,917	(46,473)	113,390
Net change in foreign exchanges (liabilities)	(124,047)	(31,381)	(92,666)
Net change in short-term bonds (liabilities)	55,700	382,900	(327,200)
Issuance and redemption of bonds (excluding subordinated bonds)	(198,091)	(365,646)	167,555
Net change in due to trust account	(253,534)	268,140	(521,674)
Interest received	1,966,949	1,691,320	275,629
Interest paid	(774,678)	(509,760)	(264,918)
Other, net	197,841	(104,996)	302,837
Subtotal	(6,637,179)	2,238,450	(8,875,629)
Income taxes paid	(123,561)	(30,096)	(93,465)
Net cash (used in) provided by operating activities	(6,760,740)	2,208,354	(8,969,094)
2. Cash flows from investing activities:			
Purchases of securities	(35,085,809)	(43,620,790)	8,534,981
Proceeds from sale of securities	21,544,154	33,089,259	(11,545,105)
Proceeds from maturity of securities	18,886,454	10,164,213	8,722,241
Purchases of money held in trust	—	(2,851)	2,851
Proceeds from sale of money held in trust	—	3,789	(3,789)
Purchases of premises and equipment	—	(43,066)	43,066
Purchases of tangible fixed assets	(193,614)	—	(193,614)
Proceeds from sale of premises and equipment	—	17,733	(17,733)
Proceeds from sale of tangible fixed assets	8,474	—	8,474
Purchases of intangible fixed assets	(57,506)	—	(57,506)
Proceeds from sale of intangible fixed assets	6	—	6
Purchases of lease assets	(383,526)	(380,894)	(2,632)
Proceeds from sale of lease assets	48,392	55,186	(6,794)
Proceeds from sale of stocks of subsidiaries	3,745	54,937	(51,192)
Purchases of stocks of subsidiaries	(1,317)	—	(1,317)
Net cash provided by (used in) investing activities	4,769,454	(662,482)	5,431,936
3. Cash flows from financing activities:			
Proceeds from issuance of subordinated debt	20,000	103,000	(83,000)
Repayment of subordinated debt	(83,000)	(215,884)	132,884
Proceeds from issuance of subordinated bonds and bonds with stock acquisition rights	196,951	431,458	(234,507)
Repayment of subordinated bonds and bonds with stock acquisition rights	(181,283)	(198,800)	17,517
Proceeds from issuance of stocks	—	136,451	(136,451)
Dividends paid	(47,926)	(44,373)	(3,553)
Proceeds from minority stockholders	360,362	59,640	300,722
Dividends paid to minority stockholders	(46,724)	(42,366)	(4,358)
Purchases of treasury stock	(1,474,644)	(2,209)	(1,472,435)
Proceeds from sale of treasury stock	11,320	452,549	(441,229)
Net cash (used in) provided by financing activities	(1,244,945)	679,464	(1,924,409)
4. Effect of exchange rate changes on cash and cash equivalents	3,434	3,840	(406)
5. Net change in cash and cash equivalents	(3,232,797)	2,229,177	(5,461,974)
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)	0
9. Cash and cash equivalents at end of year	1,927,024	5,159,822	(3,232,798)

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