

**Consolidated Statement of Cash Flows**

Year ended March 31, 2008

(Millions of yen)

<b>1. Cash flows from operating activities:</b>	
Income before income taxes and minority interests	928,955
Depreciation of fixed assets	83,346
Depreciation of lease assets	403,775
Losses on impairment of fixed assets	5,161
Amortization of goodwill	10,520
Equity in (earnings) losses of affiliates	41,760
Losses (gains) on sale of subsidiaries' shares and gains on change in equity of subsidiary	106
Net change in reserve for possible loan losses	(26,197)
Net change in reserve for employee bonuses	1,289
Net change in reserve for executive bonuses	1,146
Net change in reserve for employee retirement benefits	2,178
Net change in reserve for executive retirement benefits	295
Net change in reserve for reimbursement of deposits	10,417
Interest income	(2,145,451)
Interest expenses	935,067
Net (gains) losses on securities	29,146
Net (gains) losses from money held in trust	(227)
Net exchange (gains) losses	355,913
Net (gains) losses from disposal of fixed assets	1,550
Net (gains) losses from disposal of lease assets	(2,436)
Net change in trading assets	(864,864)
Net change in trading liabilities	747,776
Net change in loans and bills discounted	(3,372,601)
Net change in deposits	776,786
Net change in negotiable certificates of deposit	497,697
Net change in borrowed money (excluding subordinated debt)	333,136
Net change in deposits with banks	(241,409)
Net change in call loans and bills bought and others	34,765
Net change in receivables under securities borrowing transactions	336,724
Net change in call money and bills sold and others	2,044,633
Net change in payables under securities lending transactions	4,215,699
Net change in foreign exchanges (assets)	(14,713)
Net change in foreign exchanges (liabilities)	(22,916)
Net change in short-term bonds (liabilities)	42,500
Issuance and redemption of bonds (excluding subordinated bonds)	(220,801)
Net change in due to trust account	15,733
Interest received	2,146,724
Interest paid	(924,191)
Other, net	(326,054)
<b>Subtotal</b>	<b>5,840,942</b>
Income taxes paid	(58,353)
<b>Net cash provided by operating activities</b>	<b>5,782,588</b>
<b>2. Cash flows from investing activities:</b>	
Purchases of securities	(50,073,494)
Proceeds from sale of securities	35,014,774
Proceeds from maturity of securities	10,504,800
Purchases of money held in trust	(5,378)
Proceeds from sale of money held in trust	796
Purchases of tangible fixed assets	(71,301)
Proceeds from sale of tangible fixed assets	16,592
Purchases of intangible fixed assets	(64,918)
Proceeds from sale of intangible fixed assets	252
Purchases of lease assets	(457,070)
Proceeds from sale of lease assets	51,141
Proceeds from sale of stocks of subsidiaries	198
Purchases of stocks of subsidiaries	(2,951)
<b>Net cash used in investing activities</b>	<b>(5,086,559)</b>
<b>3. Cash flows from financing activities:</b>	
Proceeds from issuance of subordinated debt	40,000
Repayment of subordinated debt	(76,000)
Proceeds from issuance of subordinated bonds and bonds with stock acquisition rights	214,000
Repayment of subordinated bonds and bonds with stock acquisition rights	(47,000)
Dividends paid	(110,099)
Proceeds from minority stockholders	141,500
Dividends paid to minority stockholders	(60,239)
Purchases of treasury stock	(901)
Proceeds from disposal of treasury stock	853
<b>Net cash provided by financing activities</b>	<b>102,112</b>
<b>4. Effect of exchange rate changes on cash and cash equivalents</b>	<b>(8,465)</b>
<b>5. Net change in cash and cash equivalents</b>	<b>789,676</b>
<b>6. Cash and cash equivalents at beginning of year</b>	<b>1,927,024</b>
<b>7. Change in cash and cash equivalents due to merger of consolidated subsidiaries</b>	<b>1,183</b>
<b>8. Change in cash and cash equivalents due to newly consolidated subsidiaries</b>	<b>18,870</b>
<b>9. Change in cash and cash equivalents due to exclusion of consolidated subsidiaries</b>	<b>(3)</b>
<b>10. Cash and cash equivalents at end of year</b>	<b>2,736,752</b>