

**(4) Consolidated Statements of Cash Flows**

Year ended March 31,	(Millions of yen)	
	2010	2009
Cash flows from operating activities:		
Income before income taxes and minority interests	¥ 558,097	¥ 29,495
Depreciation	136,860	123,025
Losses on impairment of fixed assets	12,856	7,363
Amortization of goodwill	18,634	8,388
Equity in losses of affiliates	21,542	94,876
Net change in reserve for possible loan losses	(1,419)	191,190
Net change in reserve for employee bonuses	7,543	102
Net change in reserve for executive bonuses	813	(630)
Net change in reserve for employee retirement benefits	903	2,273
Net change in reserve for executive retirement benefits	204	58
Net change in reserve for reimbursement of deposits	(43)	1,350
Interest income	(1,695,805)	(2,087,348)
Interest expenses	314,893	748,894
Net (gains) losses on securities	(19,837)	155,831
Net losses from money held in trust	245	134
Net exchange losses	83,038	184,195
Net (gains) losses from disposal of fixed assets	(11,176)	10,847
Net change in trading assets	(983,770)	(912,601)
Net change in trading liabilities	1,195,098	1,028,101
Net change in loans and bills discounted	3,591,071	(3,439,852)
Net change in deposits	1,918,359	3,031,427
Net change in negotiable certificates of deposit	(462,243)	4,384,033
Net change in borrowed money (excluding subordinated debt)	541,021	475,829
Net change in deposits with banks	(770,291)	764,080
Net change in call loans and bills bought and others	(474,477)	409,341
Net change in receivables under securities borrowing transactions	(3,226,847)	119,941
Net change in call money and bills sold and others	(473,642)	(1,186,720)
Net change in commercial paper	310,787	—
Net change in payables under securities lending transactions	(3,409,463)	1,857,241
Net change in foreign exchanges (assets)	(220,622)	2,261
Net change in foreign exchanges (liabilities)	(89,277)	(19,280)
Net change in lease receivables and investment assets	202,531	46,904
Net change in short-term bonds (liabilities)	168,836	244,242
Issuance and redemption of bonds (excluding subordinated bonds)	(211,844)	(283,810)
Net change in due to trust account	98,635	(19,878)
Interest received	1,760,370	2,132,561
Interest paid	(341,821)	(765,686)
Other, net	(321,815)	137,137
Subtotal	(1,772,056)	7,475,320
Income taxes paid	(108,864)	(107,266)
Net cash provided by (used in) operating activities	(1,880,921)	7,368,053

(continued) Year ended March 31,	(Millions of yen)	
	2010	2009
Cash flows from investing activities:		
Purchases of securities	(46,300,009)	(53,213,459)
Proceeds from sale of securities	32,626,376	34,674,690
Proceeds from maturity of securities	14,263,916	12,176,246
Purchases of money held in trust	(9,748)	(2,135)
Proceeds from sale of money held in trust	27	0
Purchases of tangible fixed assets	(156,154)	(175,632)
Proceeds from sale of tangible fixed assets	37,114	12,081
Purchases of intangible fixed assets	(82,287)	(74,489)
Proceeds from sale of intangible fixed assets	111	58
Purchases of stocks of subsidiaries	–	(21,925)
Proceeds from sale of stocks of subsidiaries	–	363
Purchases of treasury stocks of subsidiaries	–	(20,000)
Proceeds from purchase of stocks of subsidiaries resulting in changes in scope of consolidation	–	355
Purchases of stocks of subsidiaries resulting in changes in scope of consolidation	(537,007)	(8,675)
Proceeds from sale of stocks of subsidiaries resulting in changes in scope of consolidation	–	13,264
Net cash used in investing activities	(157,661)	(6,639,254)
Cash flows from financing activities:		
Proceeds from issuance of subordinated borrowings	8,000	5,000
Repayment of subordinated borrowings	(78,000)	(92,500)
Proceeds from issuance of subordinated bonds and bonds with stock acquisition rights	611,172	380,600
Repayment of subordinated bonds and bonds with stock acquisition rights	(639,981)	(316,874)
Issuance of new shares	1,824,896	–
Dividends paid	(71,063)	(118,758)
Proceeds from contributions paid by minority stockholders	388,000	1,046,529
Repayments to minority stockholders	(492,987)	(460,564)
Dividends paid to minority stockholders	(98,791)	(90,162)
Purchases of treasury stock	(189)	(943)
Proceeds from disposal of treasury stock	43	326
Net cash provided by financing activities	1,451,099	352,652
Effect of exchange rate changes on cash and cash equivalents	(302)	(17,315)
Net change in cash and cash equivalents	(587,786)	1,064,136
Cash and cash equivalents at the beginning of the year	3,800,890	2,736,752
Change in cash and cash equivalents due to merger of consolidated subsidiaries	158,089	–
Change in cash and cash equivalents due to newly consolidated subsidiaries	–	0
Cash and cash equivalents at the end of the year	¥ 3,371,193	¥ 3,800,890