

3. Interest Spread (Domestic) <Non-consolidated>

(%)

	FY2000		FY1999
		Change	
(1)Yield on interest earning assets (A)	1.63	(0.50)	2.13
<After adjustments of accounting standard changes*>	1.63	(0.14)	1.77
Interest earned on loans and bills discounted (C)	1.92	0.01	1.91
Interest earned on securities	0.93	(0.31)	1.24
(2)Total cost of funding (including expenses) (B)	1.07	(0.53)	1.60
Cost of interest bearing liabilities	0.31	(0.43)	0.74
<After adjustments of accounting standard changes*>	0.31	(0.03)	0.34
Interest paid on deposits, etc. (D)	0.20	0.01	0.19
Interest paid on other liabilities	0.44	(0.18)	0.62
Expense ratio	0.76	(0.10)	0.86
(3)Overall interest spread (A) - (B)	0.56	0.03	0.53
<After adjustments of accounting standard changes*>	0.56	(0.01)	0.57
Interest spread (C) - (D)	1.72	0.00	1.72

* Recalculated the FY1999 figure according to newly introduced accounting standards for a variety of financial instruments, including derivatives and securities, effective April 1, 2000. With the new standards only net profit (loss) on interest rate swaps, etc. is recorded, while gross profit and expenses were separately recorded until FY1999.