

## CONSOLIDATED STATEMENT OF CASH FLOWS

Six months ended September 30, 2001

(Millions of yen)

<b>1. Cash flows from operating activities:</b>	
Income before income taxes and minority interests	98,665
Depreciation of premises, equipment and others	46,712
Depreciation of lease assets	153,718
Amortization of goodwill	1,827
Net (income) loss from unconsolidated entities accounted for by the equity method	364
Net change in reserve for possible loan losses	(104,836)
Net change in reserve for possible losses on loans sold	(18,728)
Net change in reserve for employee bonuses	22,385
Net change in reserve for employee retirement benefit	(9,984)
Interest income	(1,067,744)
Interest expenses	393,013
Net (gain) loss on securities transactions	(17,951)
Net (income) loss from money held in trust	349
Net exchange (gain) loss	9,313
Net (gain) loss from disposition of premises and equipment	8,309
Net (gain) loss from disposition of lease assets	885
Gain on sale of business operation	(5,000)
Net change in trading assets	(727,177)
Net change in trading liabilities	880,170
Net change in loans and bills discounted	658,132
Net change in deposits	(2,512,450)
Net change in negotiable certificates of deposit	(355,050)
Net change in borrowed money (excluding subordinated debt)	(430,281)
Net change in interest-earning deposits	1,525,833
Net change in call loans, bills bought and receivables under resale agreements	2,113,527
Net change in pledged money for securities borrowing transactions	(223,111)
Net change in call money, bills sold and payables under repurchase agreements	(4,881,493)
Net change in commercial paper	(462,749)
Net change in pledged money for securities lending transactions	(984,252)
Net change in foreign exchanges (assets)	93,962
Net change in foreign exchanges (liabilities)	655
Net change in bonds (excluding subordinated bonds)	200,293
Interest received	1,154,603
Interest paid	(475,110)
Other, net	(753,281)
<b>Subtotal</b>	<b>(5,666,480)</b>
Income taxes paid	(31,808)
<b>Net cash used in operating activities</b>	<b>(5,698,288)</b>
<b>2. Cash flows from investing activities:</b>	
Purchases of securities	(20,323,863)
Proceeds from sale of securities	16,412,440
Proceeds from maturity of securities	9,595,326
Purchases of money held in trust	(1,677)
Proceeds from sale of money held in trust	8,653
Purchases of premises and equipment	(24,814)
Proceeds from sale of premises and equipment	4,469
Purchases of lease assets	(182,574)
Proceeds from sale of lease assets	17,289
Purchases of stocks of subsidiaries	(599)
Proceeds from sale of business operation	5,000
<b>Net cash provided by investing activities</b>	<b>5,509,649</b>
<b>3. Cash flows from financing activities:</b>	
Proceeds from issuance of subordinated debt	45,000
Repayment of subordinated debt	(146,000)
Proceeds from issuance of subordinated bonds, convertible bonds and notes	151,000
Repayment of subordinated bonds, convertible bonds and notes	(89,045)
Dividends paid	(11,084)
Payment of delivered money due to merger	(17,834)
Dividends paid to minority shareholders	(22,153)
Purchases of treasury stock	(8,288)
Proceeds from sale of treasury stock	8,286
Proceeds from sale of parent bank stock held by subsidiaries	1,607
<b>Net cash used in financing activities</b>	<b>(88,511)</b>
<b>4. Foreign currency translation adjustments on cash and cash equivalents</b>	<b>(1,320)</b>
<b>5. Net change in cash and cash equivalents</b>	<b>(278,471)</b>
<b>6. Cash and cash equivalents at beginning of six-month period</b>	<b>868,132</b>
<b>7. Change in cash and cash equivalents due to merger</b>	<b>1,075,527</b>
<b>8. Change in cash and cash equivalents due to merger of consolidated subsidiaries</b>	<b>2,401</b>
<b>9. Change in cash and cash equivalents due to increase of subsidiaries in consolidation</b>	<b>96,459</b>
<b>10. Cash and cash equivalents at end of six-month period</b>	<b>1,764,049</b>