

(Reference) Progress in Decreasing Problem Assets

1. Progress in decreasing problem assets existed at Sep. 30, 2000

(1) Problem assets based on Financial Reconstruction Law (excluding substandard loans)

(Billions of yen)

	Sep. 30, 2000	Mar. 31, 2001	Sep. 30, 2001	Change
Bankrupt and quasi-bankrupt assets	621.7	472.7	376.9	(95.8)
Doubtful assets	2,567.9	1,353.1	1,049.2	(303.9)
Total	3,189.6	1,825.8	1,426.1	(399.7)

(A)

(B)

(2) Progress in decreasing problem assets

(Billions of yen)

	First half of FY2001
Disposition by borrower's liquidation	(9.5)
Re-constructive disposition --- (a)	(47.8)
Improvement in debtors' performance due to (a)	---
Loan sales to secondary market	(194.5)
Write-off	55.9
Others	(203.8)
Collection/repayment, etc.	(152.1)
Improvement in debtors' performance	(51.7)
Total	(399.7)

Notes:

(*1) "Disposition by borrower's liquidation" refers to omission or write-off of loans involved in bankruptcy liquidation proceedings (bankruptcy or special liquidations).

(*2) "Re-constructive disposition" refers to omission of loans involved in rehabilitative bankruptcy proceedings (corporate reorganization, civil rehabilitation, composition and arrangement), loan forgiveness involving special mediation or other types of civil mediation, or loan forgiveness for restructuring involving a private reorganization.

(*3) "Improvement in debtors' performance due to re-constructive disposition" was categorized as "Others" in FY2000 financial results published in May.

(B)

2. Progress in decreasing problem assets newly occurred in the second half of FY2000

(1) Problem assets based on Financial Reconstruction Law (excluding substandard loans)

(Billions of yen)

	Mar. 31, 2001	Sep. 30, 2001	Change
Bankrupt and quasi-bankrupt assets	117.2	141.6	24.4
Doubtful assets	590.1	268.7	(321.4)
Total	707.3	410.3	(297.0)

(C)

(D)

(2) Progress in decreasing problem assets

(Billions of yen)

	First half of FY2001
Disposition by borrower's liquidation	---
Re-constructive disposition --- (a)	(0.3)
Improvement in debtors' performance due to (a)	---
Loan sales to secondary market	(5.6)
Write-off	(138.2)
Others	(152.9)
Collection/repayment, etc.	(138.7)
Improvement in debtors' performance	(14.2)
Total	(297.0)

(D)

3. Newly occurred problem assets during the first half of FY2001

(Billions of yen)

	Sep. 30, 2001
Bankrupt and quasi-bankrupt assets	55.5
Doubtful assets	327.8
Total	383.3

(E)

(Reference) Problem assets based on Financial Reconstruction Law (excluding substandard loans) at Sep. 30, 2001

(Billions of yen)

	Sep. 30, 2001
Bankrupt and quasi-bankrupt assets	574.0
Doubtful assets	1,645.7
Total	2,219.7

(A) + (C) + (E)