

COMPARATIVE CONSOLIDATED STATEMENTS OF CASH FLOWS

| | Year ended March 31, | | (Millions of yen) |
|---|----------------------|--------------------|--------------------|
| | 2004 | 2003 | Difference |
| | (A) | (B) | (A-B) |
| 1. Cash flows from operating activities: | | | |
| Income (loss) before income taxes and minority interests | 404,894 | (590,914) | 995,808 |
| Depreciation of premises, equipment and others | 82,464 | 89,414 | (6,950) |
| Depreciation of lease assets | 336,271 | 312,562 | 23,709 |
| Amortization of goodwill | (4,260) | 10,171 | (14,431) |
| Equity in earnings of affiliates | (15,700) | (5,718) | (9,982) |
| Net change in reserve for possible loan losses | (824,917) | 82,688 | (907,605) |
| Net change in reserve for possible losses on loans sold | (20,665) | (65,706) | 45,041 |
| Net change in reserve for employee bonuses | 221 | (140) | 361 |
| Net change in reserve for employee retirement benefits | (40,069) | (47,563) | 7,494 |
| Net change in reserve for expenses related to EXPO 2005 Japan | 116 | — | 116 |
| Interest income | (1,591,338) | (1,816,908) | 225,570 |
| Interest expenses | 310,267 | 417,404 | (107,137) |
| Net (gains) losses on securities | (67,928) | 471,528 | (539,456) |
| Net (gains) losses from money held in trust | (121) | 4,003 | (4,124) |
| Net exchange (gains) losses | 407,340 | 170,155 | 237,185 |
| Net (gains) losses from disposal of premises and equipment | 30,697 | 33,301 | (2,604) |
| Net (gains) losses from disposal of lease assets | (1,870) | 1,505 | (3,375) |
| Net change in trading assets | 1,131,864 | (1,253,569) | 2,385,433 |
| Net change in trading liabilities | (929,787) | 569,881 | (1,499,668) |
| Net change in loans and bills discounted | 6,198,239 | 2,472,161 | 3,726,078 |
| Net change in deposits | 1,829,914 | (2,024,876) | 3,854,790 |
| Net change in negotiable certificates of deposit | (1,338,888) | (1,806,894) | 468,006 |
| Net change in borrowed money (excluding subordinated debt) | (112,211) | (261,965) | 149,754 |
| Net change in deposits with banks | (1,299,305) | 2,947,705 | (4,247,010) |
| Net change in call loans, bills bought and receivables under resale agreements | (318,516) | 1,280,173 | (1,598,689) |
| Net change in receivables under securities borrowing transactions | 971,914 | 1,039,276 | (67,362) |
| Net change in call money, bills sold and payables under repurchase agreements | (5,704,903) | 902,660 | (6,607,563) |
| Net change in commercial paper | 94,900 | (979,700) | 1,074,600 |
| Net change in payables under securities lending transactions | 1,139,101 | 1,632,445 | (493,344) |
| Net change in foreign exchanges (assets) | 5,016 | 42,144 | (37,128) |
| Net change in foreign exchanges (liabilities) | 175,444 | 99,013 | 76,431 |
| Issuance and redemption of bonds (excluding subordinated bonds) | 152,514 | 457,319 | (304,805) |
| Net change in due to trust account | 30,078 | 5,953 | 24,125 |
| Interest received | 1,636,935 | 1,956,975 | (320,040) |
| Interest paid | (336,704) | (464,798) | 128,094 |
| Net change in payable on trading and securities contracts | 1,188,672 | — | 1,188,672 |
| Other, net | 27,099 | (100,004) | 127,103 |
| Subtotal | 3,546,782 | 5,579,686 | (2,032,904) |
| Income taxes paid | (24,664) | (136,485) | 111,821 |
| Net cash provided by operating activities | 3,522,118 | 5,443,200 | (1,921,082) |
| 2. Cash flows from investing activities: | | | |
| Purchases of securities | (47,305,660) | (49,938,065) | 2,632,405 |
| Proceeds from sale of securities | 30,688,033 | 37,711,992 | (7,023,959) |
| Proceeds from maturity of securities | 13,967,819 | 7,907,363 | 6,060,456 |
| Purchases of money held in trust | (21,225) | (14,622) | (6,603) |
| Proceeds from sale of money held in trust | 42,259 | 23,624 | 18,635 |
| Purchases of premises and equipment | (80,932) | (69,884) | (11,048) |
| Proceeds from sale of premises and equipment | 20,839 | 73,677 | (52,838) |
| Purchases of lease assets | (368,159) | (336,512) | (31,647) |
| Proceeds from sale of lease assets | 37,678 | 33,900 | 3,778 |
| Purchases of stocks of subsidiaries | (8,999) | (15,444) | 6,445 |
| Proceeds from sale of stocks of subsidiaries | — | 53 | (53) |
| Net cash used in investing activities | (3,028,346) | (4,623,917) | 1,595,571 |
| 3. Cash flows from financing activities: | | | |
| Proceeds from issuance of subordinated debt | 89,500 | 165,000 | (75,500) |
| Repayment of subordinated debt | (195,000) | (286,500) | 91,500 |
| Proceeds from issuance of subordinated bonds and bonds with subscription rights for shares | 436,453 | 223,950 | 212,503 |
| Repayment of subordinated bonds and bonds with subscription rights for shares | (150,713) | (565,522) | 414,809 |
| Proceeds from issuance of stocks | — | 495,300 | (495,300) |
| Dividends paid | (33,360) | (37,348) | 3,988 |
| Proceeds from minority stockholders | 25 | 220 | (195) |
| Dividends paid to minority stockholders | (33,196) | (39,621) | 6,425 |
| Purchases of treasury stock | (632) | (7,875) | 7,243 |
| Proceeds from sale of treasury stock | 24,058 | 8,479 | 15,579 |
| Net cash provided by (used in) financing activities | 137,134 | (43,919) | 181,053 |
| 4. Effect of exchange rate changes on cash and cash equivalents | (2,417) | (2,629) | 212 |
| 5. Net change in cash and cash equivalents | 628,488 | 772,734 | (144,246) |
| 6. Cash and cash equivalents at beginning of year | 2,900,991 | 2,128,742 | 772,249 |
| 7. Change in cash and cash equivalents due to merger of consolidated subsidiaries | — | 0 | (0) |
| 8. Change in cash and cash equivalents due to exclusion of consolidated subsidiaries | (0) | (486) | 486 |
| 9. Cash and cash equivalents at end of year | 3,529,479 | 2,900,991 | 628,488 |

(Note) Amounts less than one million yen have been omitted.