

CONSOLIDATED STATEMENT OF CASH FLOWS

Year ended March 31, 2005

(Millions of yen)

1. Cash flows from operating activities:

| | |
|--|-------------|
| Loss before income taxes and minority interests | (108,535) |
| Depreciation of premises, equipment and others | 84,120 |
| Depreciation of lease assets | 340,777 |
| Amortization of goodwill | 10,017 |
| Equity in earnings of affiliates | (27,142) |
| Net change in reserve for possible loan losses | (140,104) |
| Net change in reserve for employee bonuses | 1,497 |
| Net change in reserve for employee retirement benefits | 134,819 |
| Net change in reserve for expenses related to EXPO 2005 Japan | 114 |
| Interest income | (1,521,728) |
| Interest expenses | 350,385 |
| Net (gains) losses on securities | 102,784 |
| Net (gains) losses from money held in trust | (0) |
| Net exchange (gains) losses | (105,603) |
| Net (gains) losses from disposal of premises and equipment | 63,973 |
| Net (gains) losses from disposal of lease assets | (3,345) |
| Net change in trading assets | (468,577) |
| Net change in trading liabilities | 246,434 |
| Net change in loans and bills discounted | 468,339 |
| Net change in deposits | 3,137,797 |
| Net change in negotiable certificates of deposit | (806,192) |
| Net change in borrowed money (excluding subordinated debt) | (180,888) |
| Net change in deposits with banks | (245,726) |
| Net change in call loans, bills bought and receivables under resale agreements | (743,218) |
| Net change in receivables under securities borrowing transactions | 440,987 |
| Net change in call money, bills sold and payables under repurchase agreements | (2,013,905) |
| Net change in commercial paper | 91,400 |
| Net change in payables under securities lending transactions | (2,078,345) |
| Net change in foreign exchanges (assets) | (151,254) |
| Net change in foreign exchanges (liabilities) | (94,405) |
| Net change in short-term bonds | 1,000 |
| Issuance and redemption of bonds (excluding subordinated bonds) | 130,498 |
| Net change in due to trust account | 14,424 |
| Interest received | 1,553,995 |
| Interest paid | (336,234) |
| Net change in payable on trading and securities contracts | (1,020,879) |
| Other, net | (350,488) |

Subtotal**(3,223,208)**

Income taxes paid

(56,914)

Net cash used in operating activities**(3,280,122)****2. Cash flows from investing activities:**

| | |
|--|--------------|
| Purchases of securities | (46,309,832) |
| Proceeds from sale of securities | 36,134,383 |
| Proceeds from maturity of securities | 13,118,211 |
| Proceeds from sale of money held in trust | 0 |
| Purchases of premises and equipment | (56,945) |
| Proceeds from sale of premises and equipment | 93,474 |
| Purchases of lease assets | (396,497) |
| Proceeds from sale of lease assets | 43,702 |
| Purchases of stocks of subsidiaries | (2,970) |

Net cash provided by investing activities**2,623,525****3. Cash flows from financing activities:**

| | |
|--|-----------|
| Proceeds from issuance of subordinated debt | 36,000 |
| Repayment of subordinated debt | (72,212) |
| Proceeds from issuance of subordinated bonds and bonds with stock acquisition rights | 440,237 |
| Repayment of subordinated bonds and bonds with stock acquisition rights | (234,983) |
| Proceeds from issuance of stocks | 210,003 |
| Dividends paid | (46,463) |
| Proceeds from minority stockholders | 21,024 |
| Dividends paid to minority stockholders | (39,457) |
| Purchases of treasury stock | (269,012) |
| Proceeds from sale of treasury stock | 9,063 |

Net cash provided by financing activities**54,199****4. Effect of exchange rate changes on cash and cash equivalents****(378)****5. Net change in cash and cash equivalents****(602,776)****6. Cash and cash equivalents at beginning of year****3,529,479****7. Change in cash and cash equivalents due to merger of consolidated subsidiaries****3,941****8. Cash and cash equivalents at end of year****2,930,645**