

COMPARATIVE CONSOLIDATED STATEMENTS OF CASH FLOWS

	Year ended March 31,		(Millions of yen)
	2005	2004	Difference
	(A)	(B)	(A-B)
1. Cash flows from operating activities:			
Income (loss) before income taxes and minority interests	(108,535)	404,894	(513,429)
Depreciation of premises, equipment and others	84,120	82,464	1,656
Depreciation of lease assets	340,777	336,271	4,506
Amortization of goodwill	10,017	(4,260)	14,277
Equity in earnings of affiliates	(27,142)	(15,700)	(11,442)
Net change in reserve for possible loan losses	(140,104)	(824,917)	684,813
Net change in reserve for possible losses on loans sold	–	(20,665)	20,665
Net change in reserve for employee bonuses	1,497	221	1,276
Net change in reserve for employee retirement benefits	134,819	(40,069)	174,888
Net change in reserve for expenses related to EXPO 2005 Japan	114	116	(2)
Interest income	(1,521,728)	(1,591,338)	69,610
Interest expenses	350,385	310,267	40,118
Net (gains) losses on securities	102,784	(67,928)	170,712
Net (gains) losses from money held in trust	(0)	(121)	121
Net exchange (gains) losses	(105,603)	407,340	(512,943)
Net (gains) losses from disposal of premises and equipment	63,973	30,697	33,276
Net (gains) losses from disposal of lease assets	(3,345)	(1,870)	(1,475)
Net change in trading assets	(468,577)	1,131,864	(1,600,441)
Net change in trading liabilities	246,434	(929,787)	1,176,221
Net change in loans and bills discounted	468,339	6,198,239	(5,729,900)
Net change in deposits	3,137,797	1,829,914	1,307,883
Net change in negotiable certificates of deposit	(806,192)	(1,338,888)	532,696
Net change in borrowed money (excluding subordinated debt)	(180,888)	(112,211)	(68,677)
Net change in deposits with banks	(245,726)	(1,299,305)	1,053,579
Net change in call loans, bills bought and receivables under resale agreements	(743,218)	(318,516)	(424,702)
Net change in receivables under securities borrowing transactions	440,987	971,914	(530,927)
Net change in call money, bills sold and payables under repurchase agreements	(2,013,905)	(5,704,903)	3,690,998
Net change in commercial paper	91,400	94,900	(3,500)
Net change in payables under securities lending transactions	(2,078,345)	1,139,101	(3,217,446)
Net change in foreign exchanges (assets)	(151,254)	5,016	(156,270)
Net change in foreign exchanges (liabilities)	(94,405)	175,444	(269,849)
Net change in short-term bonds (liabilities)	1,000	–	1,000
Issuance and redemption of bonds (excluding subordinated bonds)	130,498	152,514	(22,016)
Net change in due to trust account	14,424	30,078	(15,654)
Interest received	1,553,995	1,636,935	(82,940)
Interest paid	(336,234)	(336,704)	470
Net change in payable on trading and securities contracts	(1,020,879)	1,188,672	(2,209,551)
Other, net	(350,488)	27,099	(377,587)
Subtotal	(3,223,208)	3,546,782	(6,769,990)
Income taxes paid	(56,914)	(24,664)	(32,250)
Net cash provided by (used in) operating activities	(3,280,122)	3,522,118	(6,802,240)
2. Cash flows from investing activities:			
Purchases of securities	(46,309,832)	(47,305,660)	995,828
Proceeds from sale of securities	36,134,383	30,688,033	5,446,350
Proceeds from maturity of securities	13,118,211	13,967,819	(849,608)
Purchases of money held in trust	–	(21,225)	21,225
Proceeds from sale of money held in trust	0	42,259	(42,259)
Purchases of premises and equipment	(56,945)	(80,932)	23,987
Proceeds from sale of premises and equipment	93,474	20,839	72,635
Purchases of lease assets	(396,497)	(368,159)	(28,338)
Proceeds from sale of lease assets	43,702	37,678	6,024
Purchases of stocks of subsidiaries	(2,970)	(8,999)	6,029
Net cash provided by (used in) investing activities	2,623,525	(3,028,346)	5,651,871
3. Cash flows from financing activities:			
Proceeds from issuance of subordinated debt	36,000	89,500	(53,500)
Repayment of subordinated debt	(72,212)	(195,000)	122,788
Proceeds from issuance of subordinated bonds and bonds with stock acquisition rights	440,237	436,453	3,784
Repayment of subordinated bonds and bonds with stock acquisition rights	(234,983)	(150,713)	(84,270)
Proceeds from issuance of stocks	210,003	–	210,003
Dividends paid	(46,463)	(33,360)	(13,103)
Proceeds from minority stockholders	21,024	25	20,999
Dividends paid to minority stockholders	(39,457)	(33,196)	(6,261)
Purchases of treasury stock	(269,012)	(632)	(268,380)
Proceeds from sale of treasury stock	9,063	24,058	(14,995)
Net cash provided by financing activities	54,199	137,134	(82,935)
4. Effect of exchange rate changes on cash and cash equivalents	(378)	(2,417)	2,039
5. Net change in cash and cash equivalents	(602,776)	628,488	(1,231,264)
6. Cash and cash equivalents at beginning of year	3,529,479	2,900,991	628,488
7. Change in cash and cash equivalents due to merger of consolidated subsidiaries	3,941	–	3,941
8. Change in cash and cash equivalents due to exclusion of consolidated subsidiaries	–	(0)	0
9. Cash and cash equivalents at end of year	2,930,645	3,529,479	(598,834)

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