

**THE SAKURA BANK, LIMITED**  
SUMMARY OF CONSOLIDATED ACCOUNTS  
FOR THE PERIOD FROM APRIL 1, 1999 TO MARCH 31, 2000

MAY 22, 2000  
THE SAKURA BANK, LIMITED  
CONSOLIDATED  
UNAUDITED

**CORPORATE AND STOCK INFORMATION**

HEAD OFFICE : Tokyo, Japan

ACCOUNTING PERIOD : Year Ending March 31

DATE OF APPROVAL BY THE BOARD OF DIRECTORS : May 22, 2000

**PERFORMANCE (FOR THE PERIOD FROM APRIL 1, 1999 TO MARCH 31, 2000)**

**(1) PRINCIPAL INDICATORS**

Millions of Yen	2000	Inc./(Dec.)	1999	Inc./(Dec.)
Operating Income	2,147,495	0.4%	2,139,226	(18.2%)
Operating Profit / (Loss)	136,497	-	(776,190)	-
Net Income / (Loss)	62,581	-	(479,266)	-
Net Income Per Share (Yen)	12.58		(124.72)	
Net Income / (Loss) Per Share				
After Assuming Dilution (yen)	-		-	
Return on Stockholders' Equity	3.7%		(31.7%)	
Operating Profits to Total Asset Ratio	0.3%		(1.5%)	
Operating Profits to Revenue Ratio	6.4%		(36.3%)	

Notes: 1. Figures less than one million are rounded down.

2. Equity in earnings/losses of affiliated companies as of March 31, 2000 : JPY1,487 million(losses)  
as of March 31, 1999 : JPY655 million(earnings)

3. Unrealized Gains on Securities as of March 31, 2000 : JPY654,763 million

4. Unrealized Gains on Derivative Financial Instruments as of March 31, 2000 : JPY247,466 million

**(2) FINANCIAL POSITION**

Millions of Yen	2000	1999
Total Assets	48,495,608	49,015,005
Stockholders' Equity	2,208,554	2,174,486
Equity Ratio	4.6%	4.4%
Stockholders' Equity per Share (yen)	340.98	331.28
Capital Ratio (BIS Guidelines)	(preliminary)12.53%	12.33%

**(3) CASH FLOWS STATEMENT**

Millions of Yen	2000	1999
Cash Flows from Operating Activities	888,743	—
Cash Flows from Investing Activities	(367,609)	—
Cash Flows from Financing Activities	(22,124)	—
Cash and Cash Equivalents at End of Year	1,408,146	—

**(4) APPLICATION OF CONSOLIDATED AND EQUITY METHODS**

(a) Number of Consolidated Subsidiaries : 51

(b) Number of Unconsolidated Subsidiaries Accounted for Equity Method : 22

(c) Number of Affiliated Companies Accounted for Equity Method : 10

**(5) CHANGES UNDER APPLICATION OF CONSOLIDATED AND EQUITY METHODS**

(a) Newly Consolidated : 4

(b) Excluded from the Consolidation Scope : 6

(c) Excluded from the Equity Method Application : 7

**2. PERFORMANCE PROJECTION FOR FY2000 (YEAR THROUGH MARCH 31, 2001)**

Millions of Yen	Interim	Annual
Operating Income	900,000	1,800,000
Operating Profit	120,000	270,000
Net Income	55,000	120,000

(reference) Forecast of net income per share is JPY 26.49

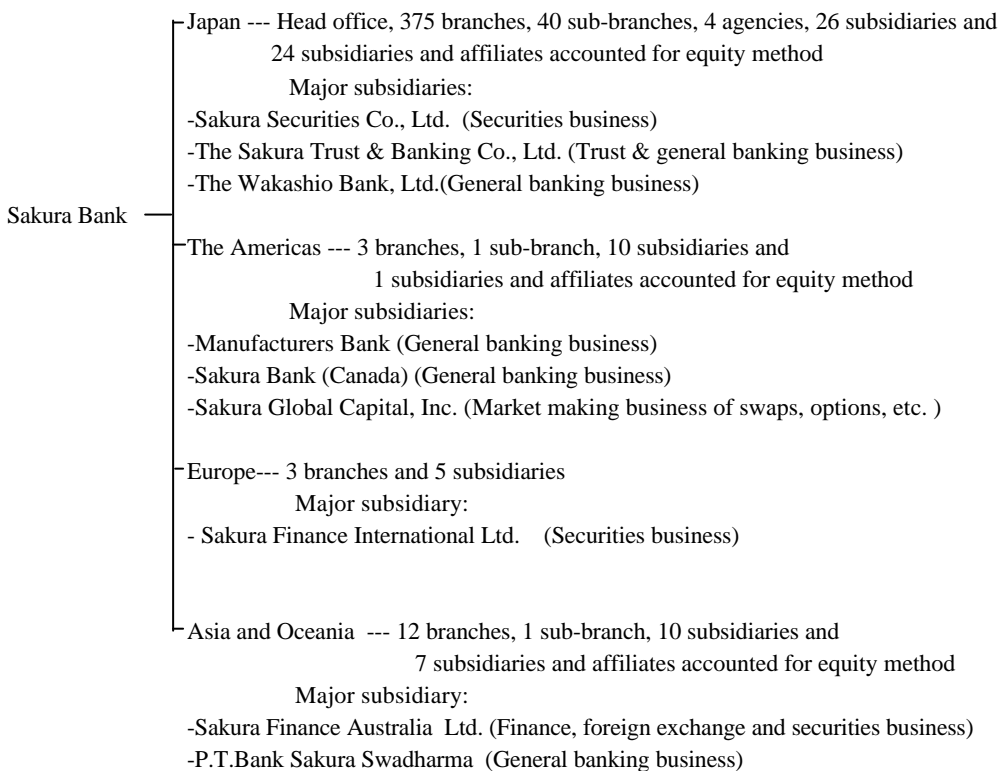
Notes: Forecasted net income per share is calculated without taking conversion of preference stocks to common stocks into consideration.

1. General Situation of Sakura Bank Group Companies

(1) Business Contents of Group Companies

They are composed of Sakura Bank, its 51 subsidiaries and 32 subsidiaries and affiliates accounted for equity method, which provide banking service and other financial services in the fields of securities business, trust business, leasing business, etc.

(2) Group Companies Chart by Region



## 1. Management Policy

### (1) Basic Management Policy

Since its establishment, Sakura Bank has focused on:

- Providing the very best financial and information services as a comprehensive financial services institutions;
- Placing a high value on its role in the communities it serves and growing with its customers; and
- Being a people-oriented Bank where employees enjoy a high level of job satisfaction.

These three philosophies underscore an approach to management that places top priority on the interests of stakeholders and serves as the driving force behind Sakura Bank's efforts. To this end, we will continue to adhere to a stringent code of corporate ethics and ensure fair and transparent operations by observing compliance standards, enhancing customer satisfaction and expanding philanthropic activities.

### (2) Dividend Policy

It is the Bank's policy with respect to its ordinary shares that, in light of public nature of the banking business, the Bank will make efforts to maintain an appropriate level of retained earnings in view of preserving a sound management basis, and will pay dividends at a steady level upon giving consideration to the long-term prospect for profits and the level of dividends in the past. The plan of JPY3.00 year end dividend on common stock (JPY6.00 including interim dividend) will be proposed to the

Based on the decision of the board of directors at the issuance, the plan of JPY7.50 year end dividend on series II preference stock (JPY15.00 including interim dividend) and JPY6.85 year end dividend on series III preference stock (JPY13.700 including interim dividend) will be proposed to the shareholder's meeting.

### (3) Establishing a Responsible Management Structure

Operating in an environment characterized by intensifying global competition among corporations, Sakura Bank is committed to reinforcing corporate governance and ensuring a vibrant corporate culture by promoting swift decision-making and enhancing the competitiveness of its human resources. In June 1999, we reduced the number of directors on our Board of Directors to 13 from 45, with the aim of enhancing the Board's effectiveness and functions as a supervisory body. To clarify authority, we introduced a corporate executive system, thereby facilitating quicker and more effective decision-making at the operational level. Considering the clarification of responsibilities and improvement in shareholders' value, we changed directors' remuneration system to that linked with business results, including long-term results, and began offering stock options.

### (4) Management Tasks

Public confidence in Japan's Financial system have been recovered by measures taken in fiscal 1998, including those aimed at increasing and reinforcing big banks' capital adequacy. Structural changes, including the progress of Japan's Big Bang financial reform and the coming of network society brought about by the development of an information technology revolution have rapidly accelerated the flow of corporate reorganization and integration, especially among big financial institutions. Against this background, in October 1999, Sakura Bank signed a letter of content to enter a full-scale tie-up with the Sumitomo Bank, Ltd. on condition that both the banks will fully merge on an equal mind by April 2002. Since the agreement, we have carried forward concrete tie-up measures, including the decision about the policy to integrate accounting systems, mutual provision of free ATM payment service to the other bank's customers, mutual sale of some investment trusts, equity participation by Sumitomo Bank in an Internet/online specialized bank and a consumer loan company that we have planned to establish.

Both the banks planned to become twin banks in April, 2001 before the merger completing most integration work during fiscal 2000. However, we finally made judgment that it is necessary to become one bank legally through merger moving up the original plan one year and to realize integration results promptly under a new system. Both banks will answer shareholders' expectations by providing financial services with higher value through the integration/preparation of advanced financial technology, network to provide substantial products and services, etc. and realizing merger effects, including reduction in expenses, as soon as possible. In addition, both banks will also try to create a new complex financial group in an advanced information society of the 21st century by keeping in contact with various close customers with advantage of information technology, network, etc. as well as

In order to realize such management vision and strengthen the positions as strong financial institutions trusted by shareholder and customers, both banks will, on their respective responsibilities, try to achieve by Mar. 31, 2000 the following management targets which are urgent and important.

- Completing restructuring programs contained in their "Plans toward Soundness of Management" one year ahead of schedule
- Getting out of bad debts problems

### (5)Target Figure

The Bank set the target of ROE (consolidated basis) up to over 10% by FY2004 after the merger.

## 2. Business Results

### (1) Summary of Financial Results

#### (a) Summary of Consolidated Financial Results

In the fiscal year 1999, ended March 31, 2000, on a consolidated basis, operating income was JPY2,147.4 billion (JPY8.2 billion increase) and operating expenses were JPY2,010.9 billion (JPY904.4 billion decrease). Accordingly, the Bank recorded an operating profit of JPY136.4 billion (JPY912.6 increase). Reflecting the net extraordinary profit, current and deferred income taxes (corporation, inhabitants and enterprise taxes), the Bank posted a net income of JPY62.5 billion. Operating profit by geographic segment consists of JPY113.8 billion of "Domestic", JPY8.6 billion in "Americas", JPY2.0 billion in "Europe" and JPY12.7 billion in "Asia and Oceania".

#### (b) Summary of Financial Results of the Bank

In the fiscal year 1999, ended March 31, 2000, operating income fell JPY7.1 billion to JPY1,929.9 billion from the previous period, and operating expenses fell JPY921.2 billion to JPY1,770.0 billion. Accordingly, an operating profit rose JPY914.1 billion to JPY159.9 billion. Reflecting the net extraordinary profit, current and deferred income taxes (corporation, inhabitants and enterprise taxes), the Bank posted a net income of JPY57.1 billion.

Net operating profit before general reserve for possible loan losses rose JPY39.3 billion to JPY313.4 billion from the previous period due primarily to an increase of net interest income by higher yield and expansion of individual loans as well as reducing expenses by restructuring in spite of a decrease of gains on sales of bonds.

#### (c) Status of Cash Flows

Cash Flows from Operating Activities including interest income / (expense) and increase / (decrease) of Deposits and Loans were JPY888.7 billion. Cash Flows from Investing Activities including purchase / sales of securities and premises and equipment were minus JPY367.6 billion.

Cash Flows from Financing Activities including increase in subordinated bonds were minus JPY21.2 billion. As a result, cash and cash equivalents at the end of period was JPY1,408.1 billion.

### (2) Performance Projection for FY 2000

#### (a) Income Projection

In FY 2000, we will continue to work strengthen the income base by raising interest income in line with credit costs in domestic lending operations, expanding the portfolio of consumer loans and launching sales of investment trusts and other new products, while at the same time reducing costs by restructuring and will continue to keep the soundness of the assets by write-off and provision based on the self-assessment.

On a consolidated basis, projected operating income, operating profit and net income is JPY1,800 billion, JPY270 billion, and JPY120 billion respectively.

Income of the bank is estimated to be JPY1,600 billion of operating income, JPY250 billion of operating profit and JPY112 billion of net income.

#### (b) Disposition of Profit

Dividend of common stock for the six months ended September, 2000 will be JPY3.00 per share and delivered money due to merger in place of year-end dividend for FY 2000 will be JPY3.00.

Bank's series II preference stock will provide JPY7.50 interim dividend and JPY7.50 delivered money due to merger in place of year-end dividend.

Bank's series III preference stock will provide JPY6.85 interim dividend and JPY6.85 delivered money due to merger in place of year-end dividend.

## CONSOLIDATED BALANCE SHEET

March 31, 2000	Millions of Yen
<b>Assets</b>	
Cash & Due from Banks	2,168,836
Call Loans and Bills Bought	182,712
Commercial Paper and Other Debt Purchased	42,256
Trading Assets	1,425,028
Money Held in Trust	72,581
Securities	6,928,746
Loans and Bills Discounted	32,333,211
Foreign Exchange	316,395
Other Assets	2,747,979
Premises and Equipment	855,726
Deferred Income Tax	611,694
Customers' Liabilities for Acceptances and Guarantees	1,492,628
Reserve for Possible Loan Losses	(682,188)
<b>Total Assets</b>	48,495,608
 <b>Liabilities, Minority Interest in Consolidated Subsidiaries, and Stockholders' Equity</b>	
<b>Liabilities</b>	
Deposits	30,225,982
Negotiable Certificates of Deposits	3,512,634
Call Money and Bills Sold	2,579,499
Commercial Paper	467,268
Trading Liabilities	360,706
Borrowed Money	1,508,783
Foreign Exchange	29,346
Bonds	1,053,354
Convertible Bonds	95
Other Liabilities	4,553,878
Reserve for Retirement Allowances	41,366
Reserve for Possible Losses from Loans Sold to the Cooperative Credit Purchasing Company ("CCPC")	95,992
Other Reserves	513
Deferred Income Tax Liabilities	271
Deferred Income Tax Liabilities for Revaluation	45,494
Acceptances and Guarantees	1,492,628
<b>Total Liabilities</b>	45,967,816
<b>Minority Interest in Net Income of Consolidated Subsidiaries</b>	319,237
<b>Stockholders' Equity</b>	
Capital Stock	1,042,706
Capital Surplus	899,521
Land Revaluation Excess	69,333
Earned Surplus	198,161
Treasury Stock	10
Stock of Parent Company Owned	1,157
<b>Total Stockholders' Equity</b>	2,208,554
<b>Total Liabilities, Minority Interest in Consolidated Subsidiaries and Stockholders' Equity</b>	48,495,608

*Note: Figures of less than one million are rounded down.*

## Notes

- 1 Japanese yen accounts are presented in millions of yen and are rounded down to the nearest million yen.
- 2 Trading account positions relating trades made for the purpose of seeking to capture gains arising from short-term changes in interest rates, currency exchange rates, or market prices of securities and other market related indices or from gaps among markets are included in trading assets and trading liabilities on a trade date basis.  
Trading securities and monetary claims purchased for trading purposes are stated at market value and financial derivatives related to trading transactions are at the amounts that would be settled if they were terminated at the end of the fiscal year.
- 3 Securities held by the Bank and domestic subsidiaries are carried at cost determined by the moving average method. Valuation of securities held in individually managed money trusts for asset management purposes are determined by the same method. Securities held by other subsidiaries are mainly carried at cost determined by the moving average method.
- 4 Depreciation of property and equipment is computed as follows:  
Buildings acquired before April 1, 1998: Computed by the declining balance method at the rate prescribed by the Corporate Tax Law.

Buildings acquired on and after April 1, 1998: Computed by the straight-line method at the rate prescribed by the Corporate Tax Law according to the amendment of the Corporate Tax Law.

Equipment: Computed by the declining balance method at the rate prescribed by the Corporate Tax Law.

Others: Computed by the method prescribed by the Corporate Tax Law.

Depreciation of premises and equipment of other consolidated subsidiaries is computed mainly by the straight line method based on estimated useful life.

- 5 Capitalized software use is depreciated by the straight-line method based on the Bank's estimated useful life (five years). Capitalized software for internal use that was included in other assets follows the former account method based on the application of the transition measures of the implemental guideline for accounting for R&D and software included in the Japanese Institute of Certified Public Accountant's (JICPA's) report.
- 6 Assets and liabilities denominated in foreign currencies and the accounts of overseas branches are translated into yen at the exchange rates prevailing at the balance sheet date.
- 7 The reserve for possible loan losses of the Bank has been established based on the Bank's internal rules for establishing a reserve for possible loan losses using the following method.  
Customers are initially classified into ten categories, in accordance with the Bank's own credit rating system. All claims that the Bank extended to its customers are classified into five categories for self-assessment purposes such as "normal," "caution," "possible bankruptcy," "virtual bankruptcy" and "legal bankruptcy," as defined by the report of the JICPA.  
For the "normal" and "caution" categories, the reserve for possible loan losses is calculated based on the specific actual past loss ratio.

For the "possible bankruptcy" category, the reserve for possible loan losses is calculated based on the residuals considering the debtor's ability to pay, which residual is debt amount after deducting the recoverable value from disposition of collateral and enforcement of any guarantee.

For the "virtual bankruptcy" and "legal bankruptcy" categories, the reserve for possible loan losses is the amount in excess of estimated value of collateral or guarantees from the book value after deducted directly the way below mentioned.

For foreign claims, there is a reserve for loans to restructuring countries which has been established based on losses estimated by considering political and economic situations in those countries.

All claims are being assessed by the branches and credit supervision divisions based on the Bank's internal rules for the self-assessment of asset quality. The Asset Review and Inspection Division, which is independent from branches and credit supervision divisions, conducts audits of these assessments.

The reserve for possible loan losses of consolidated subsidiaries is calculated based on the specific actual past loss ratio.

For collateral or guaranteed claims of "virtual bankruptcy" and "legal bankruptcy," the amount exceeding the estimated value of collateral or guarantees is deducted, as deemed uncollectible, directly from those claims. The deducted amount is JPY1,125,967 million.

The reserve for possible loan losses of the Bank was reported on the liabilities side in the previous period. Beginning this period all reserve for possible loan losses are presented on the last line of asset side of the balance sheet in a lump sum as a deduction from the all accounts subject to the reserve, because of the amendment of the Banking Law Ministerial Ordinance. This change of method has decreased the asset and liability amounts by JPY682,188 million.

- 8 The Bank's and its consolidated subsidiaries' reserve for retirement allowances is stated based on the amount which would be required to be paid if all employees covered by the retirement allowances plan were to terminate their employment voluntarily at the balance sheet date.

The Bank has a contributory funded pension plan for eligible employees in some parts. Consolidated subsidiaries principally have funded pension plans for employees.

- 9 The "Reserve for Possible Losses from Loans Sold to the Cooperative Credit Purchasing Company ("CCPC")" represents the amount that the Bank recognized as necessary for possible losses arising from loans sold to the CCPC after considering the values of the real estate mortgaged for those loans and estimating the possibility of future losses on those loans.  
The "Reserve for Possible Losses from Loans Sold to CCPC" is established in accordance with Article 287-2 of the Commercial Code.

- 10 Finance Leases, except for leases which transfer the ownership to the lessee, are treated as rental transactions.

- 11 Consumption tax and local consumption tax payments are accounted for as amounts due to the taxing authorities.
- 12 Other Reserve required by Special Law is as follows:
  - Reserve for Contingent Liabilities from Brokering of Futures Transactions JPY9 million
  - This reserve was established in accordance with Article 82 of the Financial Futures Transaction Law.
  - Reserve for Contingent Liabilities from Brokering of Securities Transactions: JPY 503 million
  - This reserve is the provision based on Ordinance 35 relating to securities companies based on Article 51 of the Securities and Exchange Law.
- 13 Accumulated depreciation of the Bank's premises and equipment amounted to JPY421,566 million.
- 14 In addition to the Bank's premises and equipment which are on the balance sheet, a part of the Bank's electronic computer systems are in use by lease.
- 15 Loans and Bills Discounted includes:
  - Loans to borrowers in bankruptcy: JPY176,313 million
  - Past due loans : JPY1,274,607 million
  - "Loans to borrowers in bankruptcy" is the same as the claims classified into "legal bankruptcy" under the self-assessment of asset quality guidelines and "Past due loans" is the same as the claims classified into "possible bankruptcy" and "virtual bankruptcy" under the self-assessment guidelines. Interests receivable accrued from both categories are not recognized as an accrual for accounting purposes.
- 16 Past due loans (3 months or more) amounted to JPY39,777 million.
  - In addition to loans to borrowers in bankruptcy and past due loans as defined in item 15, certain loans for which the principal and/or interest is three months or more past due were included in the Bank's "caution" classification.
- 17 Restructured loans amount to JPY170,741 million.
  - "Restructured loans" are loans in respect of which the Bank is relaxing lending conditions such as the reduction of the original interest rate, forbearance of interests payments and principal repayments to support the borrowers' reorganization but exclude "loans to borrowers in bankruptcy", "Past due loans" and "Past due loans (3 months or more)."
- 18 The total of "Loans to borrowers in bankruptcy", "Past due loans", "Past due loans (3 months or more)" and "Restructured loans" included in item 15 to 18 amounted to JPY1,661,440 million. The amount listed item 15 to 18 represents the contractual principal balance prior to reduction for the reserve for possible loan losses.
- 19 Assets pledged as collateral
  - Securities JPY654,854 million
  - Loans and Bills discounted JPY1,122,063 million
  - Other Assets JPY39,308 million
  - Property and Equipments JPY1,414 million
  - Debts collateralized
  - Deposits JPY78,711 million
  - Call Money and Bills Sold JPY945,700 million
  - Borrowed Money JPY96,754 million
  - Other liabilities JPY72,706 million
  - In addition, securities with a balance of JPY1,101,597 million, loans of JPY9,627 million and other assets of JPY97,638 million are collateral for exchange settlement and replacement of margin for future tradings.
- 20 Based on the establishment of Tokyo municipal by-laws concerning the special treatment for the standard of business taxes to banking industries on March 30, 2000, the normal statutory tax rate for the computation of deferred tax assets and liabilities decreased from 42.05% to 39.62%. This change decreased the amount of deferred tax assets by JPY35,791 million and increased deferred income tax expense in this period by the same amount. The amount of deferred tax liabilities decreased by JPY1,968 million as a result of the revaluation and increased the differed income tax liabilities for land revaluation by the same amount.
- 21 Under the Revaluation Act of Land Properties, effective on March 31, 1998, the Bank elected the one-time revaluation for its own-use land to current value based on real estate appraisal information as of March 31, 1998. The amount equivalent to the tax on the revaluation is provided as "Deferred Tax Liability for Revaluation", and the remaining amount after the deferred tax liability is included in stockholders' equity as "Land Revaluation Excess".
  - The date of land revalued: March 31, 1998
  - The revaluation of land used for banking business was rationally made, reflecting appropriate adjustments for land shape, timing of the appraisal, etc., based on the appraisal reports for real estate issued by real estate appraisers under "the Cabinet Ordinance for Enactment of the Revaluation Act of Land Properties".
  - The difference between the market value of land used for banking business at the end of this fiscal year and the book value of land used for banking business after revaluation: JPY29,181 million
- 22 At the balance sheet date, the balance of subordinated debt included in Borrowed Money was JPY716,237 million.
- 23 At the balance sheet date, the balance of the subordinated bonds was JPY877,767 million.
- 24 Net asset per share was JPY340.98

**CONSOLIDATED STATEMENT OF INCOME**

Year Ended March 31, 2000

Millions of Yen

<b>Income</b>		<b>2,147,495</b>
Interest Income	1,398,941	
(a) Interest on Loans and Discounts	764,328	
(b) Interest and Dividends on Securities	117,759	
(c) Interest on Call Loans and Bills Purchased	2,735	
(d) Interest on Deposits with Banks	25,884	
(e) Other Interest Income	488,234	
Fees and Commissions	186,213	
Trading Revenue	17,484	
Other Operating Income	99,261	
Other Income	445,593	
<b>Expenses</b>		<b>2,010,998</b>
Interest Expenses	745,550	
(a) Interest on Deposits	162,312	
(b) Interest on Negotiable Certificates of Deposits	7,859	
(c) Interest on Call Money and Bills Sold	8,312	
(d) Interest on Commercial Paper	1,094	
(e) Interest on Borrowed Money	43,580	
(f) Interest on Bonds	31,936	
(g) Interest on Convertible Bonds	17	
(h) Other Interest Expenses	490,437	
Fees and Commissions	66,414	
Trading Expenses	994	
Other Operating Expenses	67,883	
General and Administrative Expenses	487,472	
Other Expenses	642,682	
(a) Transfer to Reserve for Possible Loan Losses	224,003	
(b) Others	418,679	
<b>Operating Income</b>		<b>136,497</b>
<b>Extraordinary Profit</b>		<b>9,606</b>
(a) Gains on Disposition of Premises and Equipment	7,754	
(b) Collection of Written-off Claims	1,848	
(c) Transfer from Reserve for Liability for Security Transactions	3	
<b>Extraordinary Loss</b>		<b>19,964</b>
(a) Losses on Disposition of Premises and Equipment	19,964	
(b) Transfer for Res. for Contingent Liabilities from Brokering of Financial Futures Transactions	0	
<b>Income before Income Taxes</b>		<b>126,139</b>
Income Taxes		
(a) Current	7,831	
(b) Deferred	74,247	
Minority Interest in Net Loss of Consolidated Subsidiaries	18,521	
<b>Net Income</b>		<b>62,581</b>

*Note:*

- 1 Japanese yen accounts are presented in millions of yen and are rounded down to the nearest million yen.
- 2 Net profit per share was JPY12.58
- 3 Trading revenue and trading expenses include interest received and paid, the amount of increases/decreases in evaluation gains/losses on the balance sheet date for securities and monetary claims, and amounts of increases/decreases of evaluation gains/losses incurred from the estimated settlement price assuming settlement in cash on the balance sheet date for derivatives, compared with that at the end of the previous term.
- 4 Other Income includes gain of JPY427,122 million by the sales of stocks.
- 5 Other expense includes loss of JPY146,374 million on written-off claims, JPY 55,905 million proceeds to reserve for possible losses from loans sold to CCPC and loss of JPY50,925 million by the sales of stocks.



**CONSOLIDATED STATEMENTS OF EARNED SURPLUS**

<b>Year Ended March 31, 2000</b>	<b>Millions of Yen</b>
Balance at Beginning of Year	164,329
Adjustments	2,115
Transfer from Land Revaluation Excess	2,115
Deductions	30,864
Dividends Paid	30,182
Decrease of Earned Surplus Due to the Increase in the Number of Companies Consolidated Subsidiaries	682
Net Income	62,581
<b>Balance at End of Year</b>	<b>198,161</b>

*Note: Figures of less than one million yen are rounded down.*

CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS

Millions of Yen	2000
<b>I. Cash Flows from Operating Activities</b>	
Income before Income Taxes	126,139
Depreciation	35,029
Amortization of Consolidation Difference	5,330
Equity in Earnings of Affiliates	1,487
Increase in Reserve for Possible Loan Losses	11,419
Decrease in Reserve for Possible Losses from Loans Sold to CCPC	(19,539)
Decrease in Reserve for Retirement Allowances	(3,614)
Interest Income	(1,398,941)
Interest Expenses	745,550
Net Gains on Sales, Redemption, and Devaluation of Securities	(346,591)
Net Losses on Money Held in Trust	625
Exchange Losses	145,561
Net Gains on Dispositions of Premises and Equipment	12,209
Net Increase in Trading Assets	(542)
Net Decrease in Trading Liabilities	(194)
Net Increase in Account due for Trading	408,834
Net Decrease in Loans and Bills Discounted	503,351
Net Decrease in Deposits	(361,237)
Net Increase in Negotiable Certificates of Deposits	777,079
Net Increase in Borrowed Money (Except Subordinated Debt)	(214,107)
Net Increase in Deposits with Banks (Except Demand Deposits with the Bank of Japan)	(247,833)
Net Increase in Call Loans and Other Debt Purchased	(162,311)
Net Increase in Deposit for Security Borrowing Transaction	(335,705)
Net Increase in Call Money and Bills Sold	253,678
Net Decrease in Commercial Paper	(99,731)
Net Decrease in Deposit for Security Lending Transactions	(34,993)
Net Decrease in Foreign Exchanges (Assets)	(7,101)
Net Increase in Foreign Exchanges (Liabilities)	6,994
Increase by Issuance of Straight Bonds	155,486
Interest Receipts	1,625,911
Interest Payments	(1,005,204)
Others, Net	325,421
<b>Subtotal</b>	902,462
Income Taxes Paid	(13,719)
<b>Net Cash from Operating Activities</b>	888,743
<b>II. Cash Flows from Investing Activities</b>	
Purchase of Securities	(7,671,286)
Proceeds from Sales of Securities	5,672,199
Proceeds from Redemption of Securities	1,535,603
Payments for Increase in Money Held in Trust	(31,319)
Receipts for Decrease in Money Held in Trust	113,981
Purchase of Premises and Equipment	(54,707)
Proceeds from Sales of Premises and Equipment	67,918
<b>Net Cash from Investing Activities</b>	(367,609)
<b>III. Cash Flows from Financing Activities</b>	
Increase in Subordinated Bonds	(15,000)
Proceeds from Issuance of Subordinated Bonds	136,088
Payments from Redemption of Subordinated Bonds and Convertible Bonds	(103,257)
Dividends Paid	(30,182)
Dividends Paid to the Minority Shareholders	(9,767)
Purchase of Treasury Stocks	(25)
Proceeds from Sales of Treasury Stocks	18
<b>Net Cash from Financing Activities</b>	(22,124)
<b>IV. Effects of Exchange Rate Changes on Cash and Cash Equivalents</b>	3,614
<b>V. Net Increase in Cash and Cash Equivalents</b>	502,623
<b>VI. Cash and Cash Equivalents at Beginning of Period</b>	905,496
<b>VII. Net Increase in Cash and Cash Equivalents by New Consolidation</b>	83
<b>VIII. Net Decrease in Cash and Cash Equivalents by Excluded Consolidation</b>	(57)
<b>IX. Cash and Cash Equivalents at End of Period</b>	1,408,146

Note: Figures of less than one million yen are rounded down.

Relation between the balance of 'Cash and Cash Equivalents' at the term-end and the amount of a related account in the Consolidated Balance Sheet (As of March 31, 2000)

	(Unit: Million Yen)
Cash and Due from Banks	2,168,836
Deposits with Banks (Except Demand Deposits with the Bank of Japan)	(760,689)
Cash and Cash Equivalents	1,408,146

**INFORMATION ON BUSINESS RESULT  
COMPARATIVE CONSOLIDATED BALANCE SHEET**

(SELECTED DATA) Year Ended March 31	<b>2000</b>	1999	Millions of Yen Inc. / (Dec.)
<b>Assets</b>			
Cash and Due from Banks	2,168,836	1,415,978	752,858
Call Loans and Bills Bought	182,712	69,974	112,738
Commercial Paper and Other Debt Purchased	42,256	3,292	38,964
Trading Assets	1,425,028	1,448,784	(23,756)
Money Held in Trust	72,581	156,474	(83,893)
Securities	6,928,746	6,264,893	663,853
Loans and Bills Discounted	32,333,211	32,962,873	(629,662)
Foreign Exchanges	316,395	309,438	6,957
Other Assets	2,747,979	2,967,669	(219,690)
Premises and Equipment	855,726	755,966	99,760
Deferred Income Tax	611,694	689,017	(77,323)
Customers' Liabilities for Acceptance and Guarantees	1,492,628	1,970,640	(478,012)
Reserve for Possible Loan Losses	(682,188)	-	(682,188)
<b>Total Assets</b>	<b>48,495,608</b>	<b>49,015,005</b>	<b>(519,397)</b>
<b>Liabilities, Minority Interest in Consolidated Subsidiaries and Stockholders' Equity</b>			
<b>Liabilities</b>			
Deposits	30,225,982	30,632,773	(406,791)
Negotiable Certificates of Deposits	3,512,634	2,735,842	776,792
Call Money and Bills Sold	2,579,499	2,327,705	251,794
Commercial paper	467,268	567,000	(99,732)
Trading Liabilities	360,706	381,077	(20,371)
Borrowed Money	1,508,783	1,677,674	(168,891)
Foreign Exchanges	29,346	22,378	6,968
Bonds	1,053,354	912,397	140,957
Convertible Bonds	95	2,208	(2,113)
Other Liabilities	4,553,878	4,433,381	120,497
Reserve for Possible Loan Losses	-	666,692	(666,692)
Reserve for Retirement Allowances	41,366	42,156	(790)
Reserve for Possible Losses from Loans Sold to CCPC	95,992	115,532	(19,540)
Other Reserves	513	12	501
Deferred Tax Liabilities	271	-	271
Deferred Income Tax Liabilities for Revaluation	45,494	49,462	(3,968)
Acceptance and Guarantees	1,492,628	1,970,640	(478,012)
<b>Total Liabilities</b>	<b>45,967,816</b>	<b>46,536,936</b>	<b>(569,120)</b>
<b>Minority Interest in Consolidated Subsidiaries</b>	<b>319,237</b>	<b>303,581</b>	<b>15,656</b>
Capital Stock	2,208,554	2,174,486	34,068
<b>Total Liabilities, Minority Interest in Consolidated Subsidiaries and Stockholders' Equity</b>	<b>48,495,608</b>	<b>49,015,005</b>	<b>(519,397)</b>

Notes: Figures of less than one million yen are rounded down.

**INFORMATION ON BUSINESS RESULT**  
**COMPARATIVE CONSOLIDATED STATEMENT OF INCOME**  
(SELECTED DATA)

Year Ended March 31	2000	1999	Millions of Yen Inc. / (Dec.)
<b>Operating Income</b>	<b>2,147,495</b>	2,139,226	8,269
Interest Income	<b>1,398,941</b>	1,629,912	(230,971)
(a)Interest on Loans and Discounts	<b>764,328</b>	905,229	(140,901)
(b)Interest and Dividends on Securities	<b>117,759</b>	146,093	(28,334)
Fees and Commissions	<b>186,213</b>	187,311	(1,098)
Trading Revenue	<b>17,484</b>	23,788	(6,304)
Other Operating Income	<b>99,261</b>	104,503	(5,242)
Other Income	<b>445,593</b>	193,710	251,883
<b>Operating Expenses</b>	<b>2,010,998</b>	2,915,416	(904,418)
Interest Expenses	<b>745,550</b>	1,027,406	(281,856)
(a)Interest on Deposits	<b>162,312</b>	320,664	(158,352)
Fees and Commissions	<b>66,414</b>	71,316	(4,902)
Trading Expenses	<b>994</b>	-	994
Other Operating Expenses	<b>67,883</b>	40,725	27,158
General and Administrative Expenses	<b>487,472</b>	517,241	(29,769)
Other Expenses	<b>642,682</b>	1,258,726	(616,044)
<b>Operating Profit / (Loss)</b>	<b>136,497</b>	(776,190)	912,687
<b>Extraordinary Profit</b>	<b>9,606</b>	73,995	(64,389)
<b>Extraordinary Loss</b>	<b>19,964</b>	4,063	15,901
Income/ (Loss) Before Income Taxes	<b>126,139</b>	(706,257)	832,396
Income Taxes			
(a)Current	<b>7,831</b>	10,582	(2,751)
(b)Deferred	<b>74,247</b>	(228,401)	302,648
Minority Interest in Net Loss of Consolidated Subsidiaries	<b>18,521</b>	9,172	9,349
<b>Net Income / (Loss)</b>	<b>62,581</b>	(479,266)	541,847

*Note: Figures of less than one million yen are rounded down.*

**INFORMATION ON BUSINESS RESULT**  
**COMPARATIVE CONSOLIDATED STATEMENTS OF EARNED SURPLUS**  
(SELECTED DATA)

Year Ended March 31	2000	Millions of Yen	
		1999	Inc./ (Dec.)
Balance of Consolidated Earned Surplus at Beginning of Year	<b>164,329</b>	670,761	(506,432)
(a) Earned Surplus	-	559,131	(559,131)
(b) Legal Reserve	-	111,630	(111,630)
Additions	<b>2,115</b>	5,103	(2,988)
(a) Increase of Earned Surplus Due to the Change of Scope of Consolidated Subsidiaries	-	3,275	(3,275)
(b) Increase of Earned Surplus Due to the Change of Scope of Companies Accounted for Using the Equity Method	-	1,827	(1,827)
(c) Transfer from Land Revaluation Excess	<b>2,115</b>	-	2,115
Deductions	<b>30,864</b>	32,269	(1,405)
(a) Dividend Paid	<b>30,182</b>	32,269	(2,087)
(b) Decrease of Earned Surplus Due to the Increase in the Number of Companies Consolidated Subsidiaries	682	-	682
Net Income/(Loss)	<b>62,581</b>	(479,266)	541,847
Balance of Consolidated Earned Surplus at End of Year	<b>198,161</b>	164,329	33,832

*Note: Figures of less than one million yen are rounded down.*

## Principles of Consolidation

### (1) Consolidation Scope

#### (a) Consolidated Subsidiaries : 51

##### - Principal consolidated subsidiaries:

Manufactures Bank  
Sakura Securities Co., Ltd.  
Sakura Finance International Limited  
Sakura Global Capital, Inc.

A newly established Wakashio Guarantee Co., Ltd. has been consolidated from fiscal 1999. Yamatane Securities Co., Ltd. and other two companies have also been consolidated due to the undertaking of their capital increases, etc.

On the other hand, Sakura Bank (Schweiz) AG, Sakura Shingu Agent Co., Ltd. and Sakura Bank Hong Kong Trustee Limited have been excluded from the consolidation scope due to their liquidation. Turk Sakura Bank A.S. has also been excluded due to the sale of its shares and other two companies due to their mergers.

#### (b) Unconsolidated Subsidiaries

##### - Principal unconsolidated subsidiaries

Sakura Institute of Research Inc.

Since any of the respective total amounts of unconsolidated subsidiaries' assets, operating profits, net incomes (equity incomes) and surpluses (equity surpluses) do not have a significant influence on the consolidated financial statements, those subsidiaries are excluded from the consolidation scope.

### (2) Equity Method

#### (a) Equity Method Unconsolidated Subsidiaries and Affiliates: 32

##### -Principal subsidiaries and affiliates

Far East Bank and Trust Company

#### (b) Non-equity Method Unconsolidated Subsidiaries and Affiliates

##### - Principal subsidiaries and associates

Sakura Information Systems (USA), Inc.

Since net incomes (equity incomes) and surpluses (equity surpluses) of non-equity method unconsolidated subsidiaries and affiliates do not have a significant influence on the consolidated financial statements, they are excluded from equity method subsidiaries and affiliates.

### (3) Fiscal Year Ends of Consolidated Subsidiaries and Related Matters

#### (a) Fiscal Year Ends of Consolidated Subsidiaries

-October 31 1  
-December 31 18  
-January 31 4  
-March 31 28

(b) For a consolidated subsidiary whose fiscal year ended on October 31, 1999, the financial statements based on its provisional settlement of accounts as of March 31, 2000 was consolidated. For other consolidated subsidiaries, financial statements as of their respective fiscal year ends were consolidated. Necessary adjustments have been made for significant transactions during the periods from their respective fiscal year ends to the date of the consolidated financial statements.

### (4) Changes in Accounting Methods

No changes

### (5) Valuation of Assets and Liabilities of Consolidated Companies

All assets and liabilities of consolidated companies were evaluated according to the market value method.

### (6) Depreciation of Consolidation Adjustment Account

Amounts related to consolidation adjustments were all depreciated in the year incurred.

### (7) Scope of Cash and Cash Equivalents in the Consolidated Statements of Cash Flows

Cash and cash equivalents in the Consolidated Statements of Cash Flows consist of cash and demand deposits with the Bank of Japan in "Cash and Due from Banks" in the Consolidated Balance Sheet.

## APPENDIX : SEGMENT INFORMATION

### 1. BUSINESS SEGMENT INFORMATION

Some of the consolidated subsidiaries are engaged in securities, trust, leasing and other businesses in addition to the commercial banking business. As those activities are not deemed material, business segment information has not been disclosed.

### 2. GEOGRAPHIC SEGMENT INFORMATION

Year Ended March 31, 2000					Asia		Inter-area	Consolidated
Millions of Yen	Domestic	Americas	Europe	and Oceania	Subtotal	Elimination	Total	
Operating Income								
Customers	1,808,407	129,272	90,029	119,786	2,147,495	-	2,147,495	
Inter-segment	77,421	23,014	21,863	15,752	138,052	(138,052)	-	
Total	1,885,829	152,286	111,893	135,539	2,285,548	(138,052)	2,147,495	
Operating Expenses	1,772,018	143,625	109,852	122,775	2,148,272	(137,274)	2,010,998	
Operating Profit	113,810	8,661	2,040	12,764	137,276	(778)	136,497	
Assets	44,745,840	2,319,292	1,062,201	3,070,871	51,198,205	(2,702,596)	48,495,608	

Year Ended March 31, 1999					Asia		Inter-area	Consolidated
Millions of Yen	Domestic	Americas	Europe	and Oceania	Subtotal	Elimination	Total	
Operating Income								
Customers	1,602,689	188,936	168,259	179,341	2,139,226	-	2,139,226	
Inter-segment	172,340	101,640	1,951	2,325	278,257	(278,257)	-	
Total	1,775,029	290,576	170,210	181,666	2,417,484	(278,257)	2,139,226	
Operating Expenses	2,555,086	292,774	176,029	169,107	3,192,997	(277,580)	2,915,416	
Operating Profit	(780,057)	(2,198)	(5,819)	12,558	(775,514)	(676)	(776,190)	
Assets	45,516,552	2,577,289	1,070,154	2,887,072	52,051,068	(3,036,064)	49,015,005	

Notes: For this fiscal year, operating income or expenses of the Bank's head office, branches and subsidiaries are classified as Domestic or Foreign, according to the geographic closeness, the similarities of the economic activities, and the relevancy of the business activities. Foreign operating income or expenses are then classified as those of "Americas," "Europe," and "Asia and Oceania." The above table shows the operating income, corresponding to the sales figures ordinarily cited here by nonfinancial companies

### 3. FOREIGN OPERATING INCOME

	Millions of Yen
Year Ended March 31	<b>2000</b>
Foreign Operations (A)	<b>339,087</b>
Consolidated Total Income (B)	<b>2,147,495</b>
(A) / (B)	<b>15.7%</b>

Notes: 1. For the banking industry, total income from international operations is generally seen as corresponding to the net export sales figures ordinarily cited here by non-financial companies. Thus, operating income from iforeign operations is shown in the above table.

2. Foreign Operating income includes that related to transactions of the Bank's foreign branches and foreign subsidiaries. Segment information by countries and regions has not been disclosed here as the counter parties of the transactions have not been separated by such manner.

### OPERATING INCOME FROM INTERNATIONAL OPERATIONS

	Millions of Yen
Year Ended March 31	<b>1999</b>
International Operations (A)	<b>839,959</b>
Consolidated Total Income (B)	<b>2,139,226</b>
(A) / (B)	<b>39.3%</b>

Notes: 1. For the banking industry, total income from international operations is generally seen as corresponding to the net export sales figures ordinarily cited here by non-financial companies. Thus, operating income from international operations is shown in the above table.

2. Operating income from international operations include that related to transactions denominated in foreign currencies, trade bill transactions denominated in yen, transactions with nonresidents, off-shore account transactions, and transactions of the Bank's foreign branches and foreign subsidiaries. Segment information by countries and regions has not been disclosed here as the counter parties of the transactions have not been separated by such manner.

**APPENDIX : FAIR MARKET VALUES OF SECURITIES**

**INFORMATION ON MARKET VALUES OF MARKETABLE SECURITIES**

March 31, 2000

Millions of Yen	March 31, 2000				
	Book Value	Market Value	Net Unrealized Gain/ (Loss)	Unrealized Gain	Unrealized Loss
Bonds	485,177	460,384	(24,793)	3,490	28,284
Stocks	3,361,262	3,977,851	616,588	1,011,530	394,941
Others	461,115	461,187	72	14,540	14,468
<b>Total</b>	<b>4,307,555</b>	<b>4,899,422</b>	<b>591,866</b>	<b>1,029,561</b>	<b>437,694</b>

Notes: 1. Figures on Trading Account Securities and Securities listed in the above table are for marketable securities listed on Securities Exchanges. The fair market value is calculated using the closing prices on the Tokyo Stock Exchange at the Balance Sheet Date or the prices calculated under the yield published on the Japan Securities Dealers Association's Indication Chart in most cases.

"Others" in securities are mainly foreign bonds.

2. Listed below are figures calculated to correspond to the fair market value of the Bank's marketable securities not listed on Exchanges, when it is possible to calculate such market value.

March 31, 2000

Millions of Yen	March 31, 2000				
	Book Value	Market Value	Net Unrealized Gain/ (Loss)	Unrealized Gain	Unrealized Loss
Bonds	1,571,230	1,569,330	(1,900)	5,331	7,231
Stocks	37,807	101,720	63,913	71,806	7,893
Others	100,291	101,176	884	2,756	1,872
<b>Total</b>	<b>1,709,330</b>	<b>1,772,226</b>	<b>62,896</b>	<b>79,894</b>	<b>16,998</b>

Values of non-listed securities are calculated using the Japan Securities Dealers Association's figures for securities traded over the counter, using the prices calculated under the yield published on the Japan Securities Dealers Association's Indication Chart for public bonds, and using standard prices for the beneficiary certificate of securities investment trusts.

"Others" in securities are mainly beneficiary certificates of securities investment trust.

3. Securities excluded from the above information on fair market values are as follows:

Millions of Yen	March 31, 2000
	Book Value
Bonds	400,413
Stocks	116,750
Others	394,696

4. Figures on Trading Account Securities and Securities Related to Trading Transactions are omitted from the above tables because those securities are valued at market prices and evaluation gains/(losses) are stated in the statement of income.

**MONEY HELD IN TRUST**

March 31, 2000

Millions of Yen	March 31, 2000				
	Book Value	Market Value	Net Unrealized Gain/ (Loss)	Unrealized Gain	Unrealized Loss
<b>Money Held in Trust</b>	<b>72,581</b>	<b>72,887</b>	<b>305</b>	<b>542</b>	<b>237</b>

Notes: The market value represents the prices that the fiduciaries of money held in trust calculated in accordance with the following methods:

1. The fair market value is calculated using the closing prices on the Tokyo Stock Exchange at the Balance Sheet Date or the prices calculated

2. Values of non-listed stocks are calculated using the Securities Industry Association's figures for securities traded over the counter.



**INFORMATION ON CONTRACT VALUE OR NOTIONAL PRINCIPAL AMOUNT,  
MARKET VALUES, AND UNREALIZED GAIN/(LOSS) OF DERIVATIVE FINANCIAL  
INSTRUMENTS**

**(1) INTEREST RATE RELATED TRANSACTIONS**

Millions of Yen

	March 31, 2000			
	Contract Values or Notional Principal Amounts		Market Values	Unrealized Gain/ (Loss)
		Over 1 Year		
Listed Transactions				
Futures Contracts				
Sell	9,784,429	670,310	9,765,752	18,677
Buy	5,657,962	249,452	5,651,207	(6,754)
Options				
Sell				
Call	13,776,338	-		
[Option Premiums]	(3,441)		556	2,884
Put	12,329,538	-		
[Option Premiums]	(2,609)		1,786	822
Buy				
Call	6,025,776	-		
[Option Premiums]	(1,059)		407	(652)
Put	5,323,445	-		
[Option Premiums]	(1,720)		1,581	(139)
Unlisted Transactions				
Swaps				
Receive Fixed Rate Pay Floating Rate	34,478,328	15,236,759	573,908	573,908
Receive Floating Rate Pay Fixed Rate	24,638,127	8,588,126	(267,975)	(267,975)
Receive Floating Rate Pay Floating Rate, etc.	25,024	17,796	(135)	(135)
Others				
Sell	609,287	599,271		
[Option Premiums]	(2,688)		1,148	1,539
Buy	123,982	113,966		
[Option Premiums]	(1,429)		827	(603)
Total				321,572

Notes: 1. Market value

The market value listed represents the closing prices on the Tokyo International Financial Futures Exchange and other exchanges at the balance sheet date.

The market value of non-listed transactions is calculated by using mainly discounted present value or option pricing model.

2. Option premiums shown in this table are accounted for on the balance sheet.

3. "Others" consists of cap, floor, and swaption transactions.

4. Market value and unrealized gain/loss on interest swap transactions at March 31, 2000, include JPY343,651 million of accrued swap interest that was stated on the statement of operation.

5. Derivative financial products transactions that are included in trading account are not shown here because those transactions were valued at their fair market prices and evaluation gain/(loss) was included in the Statements of Income.

Contract values or notional principal amounts included in trading account are as follows:

Millions of Yen

		March 31, 2000	
		Contract Values or Notional Principal Amounts	Market Values
Listed Transactions			
Futures Contracts			
	Sell	422,513	422,244
	Buy	585,857	583,533
Options			
	Sell		
	Call	1,891,590	
	[Option Premiums]	(260)	23
	Put	2,560,186	
	[Option Premiums]	(446)	231
	Buy		
	Call	736,133	
	[Option Premiums]	(173)	27
	Put	1,332,250	
	[Option Premiums]	(279)	126
Unlisted Transactions			
Forward Rate Agreement			
	Sell	678,521	678,458
	Buy	1,324,902	1,325,226
Swaps			
	Receive Fixed Rate Pay Floating Rate	34,706,694	385,949
	Receive Floating Rate Pay Fixed Rate	32,590,848	(506,149)
	Receive Floating Rate Pay Floating Rate etc.	1,636,745	(13,467)
Others			
	Sell	3,411,883	
	[Option Premiums]	(9,329)	21,935
	Buy	3,077,923	
	[Option Premiums]	(4,886)	58,646

Note: Option premiums shown in this table are option fee.

**(2) CURRENCY AND FOREIGN EXCHANGE RELATED TRANSACTIONS**

Millions of Yen

	March 31, 2000			Market Values	Unrealized Gain/ (Loss)
	Contract Values or Notional Principal Amounts		Over 1 Year		
	Amounts				
Unlisted Transactions					
Currency Swaps	2,779,199	1,179,058		(54,273)	(54,273)
US Dollar	1,866,061	935,342		(43,375)	(43,375)
Others	913,137	243,715		(10,897)	(10,897)

Notes: 1. Market Values

The market value is calculated by using discounted present value.

2. The market value or unrealized loss for currency swap at March 31, 2000, includes (6,647) million yen of accrued interest, which

has been accounted for in the statement of operations.

3. Derivative financial products transactions that are included in trading account are not shown here because those transactions were valued at their fair market prices and evaluation gain/(loss) was included in the Statements of Income.

Millions of Yen

	March 31, 2000	
	Contract Values or Notional Principal Amounts	Market Values
Unlisted Transactions		
Currency Swaps	3,887,543	(5,539)
US Dollar	2,599,267	(15,018)
DM	554,556	(2,833)
Others	733,720	12,312

4. Forward Foreign Exchange Contracts, Currency Options and other currency related derivative financial instruments are not shown

here because those were revalued at the balance sheet date and their profit / (loss) were included in the Statements of Income.

Contract values or notional principal amounts of currency and foreign exchange related derivative financial instruments

Millions of Yen

	March 31, 2000	
	Contract Values or Notional Principal Amounts	
Listed Transactions		
Currency Futures		
Sell		356
Buy		20
Unlisted Transactions		
Forward Foreign Exchange Contracts		
Sell		2,185,551
Buy		3,697,674
Currency Options		
Sell		
Call		188,930
[Option Premiums]		(4,105)
Put		170,453
[Option Premiums]		(3,600)
Buy		
Call		156,601
[Option Premiums]		(2,368)
Put		178,950
[Option Premiums]		(4,473)

Note: Option premiums shown in this table are accounted for on the balance sheet.

**(3)EQUITY RELATED TRANSACTIONS**

Millions of Yen

		March 31, 2000		Market Values	Unrealized Gain/ (Loss)
		Contract Values or Notional Principal Amounts	Over 1 Year		
Unlisted Transactions					
Options					
Sell					
Call		198	-		
[Option Premiums]		(1)	-	0	1
Put		-	-		
[Option Premiums]		-	-	-	-
Buy					
Call		198	-		
[Option Premiums]		(1)	-	0	(0)
Put		-	-		
[Option Premiums]		-	-	-	-
Equity Related Swaps		897,438	-	(18,554)	(18,554)
Total					(18,554)

Notes: 1. Market values

The market value is calculated by using the pricing model, based on the closing prices on the Tokyo Stock Exchange.

2. Option premiums shown in this table are accounted for on the balance sheet.

3. Derivative financial products transactions that are included in trading account are not shown here because those transactions were valued at their fair market prices and evaluation gain/(loss) was included in the Statements of Income. Option premiums shown in this table are accounted for on the balance sheet.

Contract values included in trading account are as follows:

Millions of Yen

		March 31, 2000	
		Contract Values or Notional Principal Amounts	Market Values
Listed Transactions			
Stock Index Futures Contracts			
Sell		1,536	1,530
Buy		101	101
Stock Index Options			
Sell			
Call		11,740	
[Option Premiums]		(36)	37
Put		21,880	
[Option Premiums]		(26)	31
Buy			
Call		4,578	
[Option Premiums]		(53)	97
Put		1,902	
[Option Premiums]		(53)	30

Note: Option premiums shown in this table are option fee.

(4) BOND RELATED TRANSACTIONS

Millions of Yen

	March 31, 2000			
	Contract Values or Notional Principal Amounts	Over 1 Year	Market Values	Unrealized Gain/ (Loss)
Listed Transactions				
Futures Contracts				
Sell	74,904	-	76,182	(1,277)
Buy	-	-	-	-
Total				(1,277)

Notes: 1. Market values

The market value is calculated by using the closing prices on the Tokyo Stock Exchange.

2. Derivative financial products transactions that are included in trading account are not shown here because those transactions were valued at their fair market prices and evaluation gain/(loss) was included in the Statements of Income. Contract values included in trading account are as follows:

	March 31, 2000	
	Contract Values or Notional Principal Amounts	Market Values
Listed Transactions		
Futures Contracts		
Sell	28,726	28,818
Buy	35,094	35,147
Futures Options		
Sell		
Call	838	
[Option Premiums]	(5)	2
Put	8,580	
[Option Premiums]	(11)	7
Buy		
Call	4,477	
[Option Premiums]	(16)	11
Put	37,370	
[Option Premiums]	(90)	14
Unlisted Transactions		
Options		
Sell		
Call	-	
[Option Premiums]	-	-
Put	21,670	
[Option Premiums]	(251)	118
Buy		
Call	29,272	
[Option Premiums]	(167)	106
Put	7,837	
[Option Premiums]	(51)	14

Note: Option premiums shown in this table are option fee.

There is no trading with related parties.