

**Interim Financial Report
(Summary)
For the six months ended Sep.30, 2003**

THE 77 BANK, LTD.

INTERIM FINANCIAL REPORT (SUMMARY)
FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2003

77 BANK

CONTENTS

PAGE

I .	Interim Consolidated Information 中間連結決算情報		
	1 . Interim Consolidated Balance Sheets 比較中間連結貸借対照表	.....	1
	2 . Interim Consolidated Statements of Income 比較中間連結損益計算書	.....	2
	3 . Interim Consolidated Statements of Capital Surplus and Retained Earnings 比較中間連結剰余金計算書	.....	3
	4 . Interim Consolidated Statements of Cash Flows 比較中間連結キャッシュ・フロー計算書	.....	4
	5 . Segment Information セグメント情報	.....	5
	. Interim Non-consolidated Information 中間単体決算情報		
	1 . Interim Non-consolidated Balance Sheets 比較中間貸借対照表	.....	6
	2 . Interim Non-consolidated Statements of Income 比較中間損益計算書	.....	7
	. Explanatory Materials to Interim Financial Report 中間決算説明資料		
	1 . Interim Financial Data 中間決算の状況		
	A . Interest Margin 利鞘	.....	8
	B . Gains or Losses of Securities 有価証券関係損益	.....	8
	C . Capital Adequacy Ratio 自己資本比率	.....	9
	D . Return on Equity R O E	.....	9
	2 . Condition of Loans Portfolio 貸出金等の状況		
	A . Risk-monitored Loans リスク管理債権の状況	.....	10
	B . Allowance for Possible Loan Losses 貸倒引当金の状況	.....	11
	C . Loans by Industry 業種別貸出金	.....	12
	D . Risk-monitored Loans by Industry 業種別リスク管理債権	.....	12
	E . Loans to Consumers 消費者ローン残高	.....	12
	F . Loans to Small & Medium sized Companies and Consumers 中小企業等貸出比率	.....	12
	3 . Condition of Securities Portfolio 有価証券の状況		
	A . Appraisal Standard for Investment Securities 有価証券の評価基準	.....	13
	B . Unrealized Gains or Losses of Investment Securities 評価損益	.....	13

I . Interim Consolidated Information

1 . Interim Consolidated Balance Sheets

(Millions of Yen)

	As of SEP 30, 2003 (A)	SEP 30, 2002 (B)	Difference (A) - (B)	MAR 31, 2003 (C)	Difference (A) - (C)
ASSETS:					
Cash and due from banks	90,707	112,075	(21,368)	151,686	(60,979)
Call loans and bills purchased	126,221	249,860	(123,639)	75,643	50,578
Commercial paper and dept purchased	174,271	91,892	82,379	155,404	18,867
Trading account securities	11,191	3,948	7,243	6,739	4,452
Money held in trust	37,643	267,033	(229,390)	30,766	6,877
Investment securities	1,672,684	1,314,558	358,126	1,602,839	69,845
Loans and bills discounted	3,064,675	3,072,304	(7,629)	3,135,735	(71,060)
Foreign exchange assets	526	617	(91)	1,347	(821)
Other assets	57,120	51,230	5,890	51,539	5,581
Premises and equipment	53,167	54,881	(1,714)	54,879	(1,712)
Deferred tax assets	29,677	33,959	(4,282)	34,648	(4,971)
Customers' liabilities for acceptances and guarantees	43,693	74,876	(31,183)	42,407	1,286
Allowance for possible loan losses	(91,866)	(107,951)	16,085	(98,058)	6,192
Total	5,269,714	5,219,287	50,427	5,245,579	24,135
LIABILITIES:					
Deposits	4,686,954	4,618,804	68,150	4,679,918	7,036
Negotiable certificates of deposit	133,490	112,910	20,580	118,310	15,180
Call money and bills sold	15,081	5,622	9,459	8,020	7,061
Payables under repurchased agreements		999	(999)	999	(999)
Borrowed money	15,161	25,257	(10,096)	24,520	(9,359)
Foreign exchange liabilities	103	81	22	89	14
Other liabilities	26,515	39,024	(12,509)	31,659	(5,144)
Liability for employees' retirement benefits	39,656	37,177	2,479	38,039	1,617
Acceptances and guarantees	43,693	74,876	(31,183)	42,407	1,286
Sub total	4,960,655	4,914,754	45,901	4,943,965	16,690
MINORITY INTERESTS:					
Minority interests	6,078	5,685	393	5,662	416
STOCKHOLDERS' EQUITY:					
Common stock	24,658	24,658	0	24,658	0
Capital surplus	7,836	7,835	1	7,835	1
Retained earnings	232,264	223,859	8,405	226,913	5,351
Net unrealized gains on available-for-sale securities	39,622	42,571	(2,949)	37,444	2,178
Treasury stock	(1,401)	(76)	(1,325)	(900)	(501)
Sub total	302,980	298,848	4,132	295,951	7,029
Total	5,269,714	5,219,287	50,427	5,245,579	24,135

Note: Figures less than ¥1 million are omitted.

2 . Interim Consolidated Statements of Income

(Millions of Yen)

	1st Half 2004 (A)	1st Half 2003 (B)	Difference (A) - (B)	Fiscal 2003
Ordinary income	5 7 , 0 9 4	6 2 , 1 9 1	(5 , 0 9 7)	1 1 9 , 7 4 8
Interest income	3 9 , 7 1 9	4 4 , 1 0 8	(4 , 3 8 9)	8 5 , 5 9 8
[Interest on loans and bills discounted]	[2 9 , 2 4 1]	[3 0 , 5 1 4]	[(1 , 2 7 3)]	[6 0 , 5 8 6]
[Interest and dividends on securities]	[1 0 , 0 6 4]	[1 2 , 9 0 2]	[(2 , 8 3 8)]	[2 3 , 8 3 7]
Fees and commissions	7 , 6 1 8	7 , 3 4 3	2 7 5	1 4 , 9 1 8
Other operating income	8 , 3 9 2	8 , 1 0 4	2 8 8	1 6 , 1 3 0
Other income	1 , 3 6 3	2 , 6 3 5	(1 , 2 7 2)	3 , 1 0 0
Ordinary expenses	4 2 , 9 8 3	5 5 , 2 8 9	(1 2 , 3 0 6)	1 0 2 , 7 6 5
Interest expenses	1 , 6 2 0	2 , 8 5 5	(1 , 2 3 5)	4 , 7 6 6
[Interests on deposits]	[9 3 8]	[1 , 3 2 0]	[(3 8 2)]	[2 , 4 2 8]
Fees and commissions	1 , 7 9 7	1 , 6 7 6	1 2 1	3 , 4 3 8
Other operating expenses	7 , 1 8 1	6 , 7 5 8	4 2 3	1 4 , 3 3 5
General and administrative expenses	3 1 , 1 7 1	3 1 , 4 7 5	(3 0 4)	6 1 , 0 6 9
Other expenses	1 , 2 1 3	1 2 , 5 2 3	(1 1 , 3 1 0)	1 9 , 1 5 5
Income before extraordinary items, income taxes and minority interests	1 4 , 1 1 1	6 , 9 0 1	7 , 2 1 0	1 6 , 9 8 2
Extraordinary profits	2 1 4	2 0 4	1 0	2 6 9
Extraordinary losses	2 9 8	2 1	2 7 7	1 0 1
Income before income taxes and minority interests	1 4 , 0 2 7	7 , 0 8 4	6 , 9 4 3	1 7 , 1 5 0
Current income taxes	3 , 5 8 5	7 , 0 8 2	(3 , 4 9 7)	8 , 5 9 3
Deferred income taxes	3 , 4 8 9	(4 , 3 0 1)	7 , 7 9 0	6 4
Minority interests in net income	4 2 1	1 9 6	2 2 5	1 8 4
Net income	6 , 5 3 0	4 , 1 0 6	2 , 4 2 4	8 , 3 0 8

Note: Figures less than ¥1 million are omitted.

3 . Interim Consolidated Statements of Capital Surplus and Retained Earnings

(Millions of Yen)

	1st Half 2004 (A)	1st Half 2003 (B)	Difference (A) - (B)	Fiscal 2003
CAPITAL SURPLUS:				
Balance of capital surplus at the beginning of year	7 , 8 3 5	7 , 8 3 5	0	7 , 8 3 5
Additions	1		1	
Deductions				
Balance of capital surplus at the end of the term	7 , 8 3 6	7 , 8 3 5	1	7 , 8 3 5
RETAINED EARNINGS:				
Balance of retained earnings at the beginning of year	2 2 6 , 9 1 3	2 2 0 , 9 0 2	6 , 0 1 1	2 2 0 , 9 0 2
Additions	6 , 5 3 0	4 , 1 0 6	2 , 4 2 4	8 , 3 0 8
Net income	6 , 5 3 0	4 , 1 0 6	2 , 4 2 4	8 , 3 0 8
Deductions	1 , 1 7 9	1 , 1 4 9	3 0	2 , 2 9 7
Cash dividends	1 , 1 4 2	1 , 1 4 8	(6)	2 , 2 9 6
Bonuses to directors and corporate auditors	3 6	0	3 6	0
Balance of retained earnings at the end of the term	2 3 2 , 2 6 4	2 2 3 , 8 5 9	8 , 4 0 5	2 2 6 , 9 1 3

Note : Figures less than ¥1 million are omitted .

4 . Interim Consolidated Statements of Cash Flows

(Millions of Yen)

	1st Half 2004 (A)	1st Half 2003 (B)	Difference (A) - (B)	Fiscal 2003
. Operating activities				
Income before income taxes and minority interests	14,027	7,084	6,943	17,150
Depreciation and amortization	7,925	8,550	(625)	16,877
Increase in allowance for possible loan losses	(6,192)	6,955	(13,147)	(2,937)
Increase in liabilities for employees ' retirement benefits	1,617	917	700	1,778
Interest income	(39,719)	(44,108)	4,389	(85,598)
Interest expenses	1,620	2,855	(1,235)	4,766
Investment securities losses (gains) - net	(49)	242	(291)	5,672
Losses (gains) on money held in trust - net	(478)	880	(1,358)	2,996
Foreign exchange losses (gains) - net	4,632	4,063	569	4,861
Losses (gains) on disposal of premises and equipment - net	(23)	(156)	133	(124)
Net decrease (increase) in loans and bills discounted	71,060	104,251	(33,191)	40,819
Net increase (decrease) in deposits	7,035	(68,844)	75,879	(7,730)
Net increase (decrease) in certificates of deposit	15,180	106,530	(91,350)	111,930
Net increase (decrease) in others borrowings	641	(935)	1,576	(1,672)
Net decrease (increase) in due from banks	(709)	(64)	(645)	(278)
Net decrease (increase) in call loans etc.	(69,446)	(21,397)	(48,049)	89,310
Net increase (decrease) in call money etc .	6,061	(3,527)	9,588	(1,130)
Net decrease (increase) in trading account securities	(4,451)	277	(4,728)	(2,513)
Net decrease (increase) in foreign exchange assets	1,360	(87)	1,447	(1,356)
Net increase (decrease) in foreign exchange liabilities	13	(461)	474	(2,566)
Interest received	40,612	46,345	(5,733)	89,195
Interest paid	(1,973)	(3,653)	1,680	(6,063)
Other - net	(17,866)	(6,241)	(11,625)	(12,845)
Payment of bonuses to directors and corporate auditors	(49)	(9)	(40)	(9)
Sub total	30,826	139,466	(108,640)	260,531
Income tax paid	(2,600)	(2,562)	(38)	(8,439)
Net cash provided by operating activities	28,226	136,903	(108,677)	252,091
. Investing activities				
Purchases of investment securities	(682,682)	(219,643)	(463,039)	(661,872)
Proceeds from sales of investment securities	45,241	79,158	(33,917)	104,415
Proceeds from maturity of investment securities	563,937	165,319	398,618	276,781
Increase in money held in trust	(5,000)	(180,000)	175,000	(180,000)
Decrease in money held in trust	888		888	234,564
Purchases of premises and equipment	(962)	(2,838)	1,876	(5,838)
Proceeds from sales of premises and equipment	340	318	22	448
Net cash used in investing activities	(78,237)	(157,686)	79,449	(231,500)
. Financing activities				
Repayments subordinated borrowed money	(10,000)		(10,000)	
Purchases of treasury stock	(507)	(22)	(485)	(846)
Proceeds from sales of treasury stock	6		6	
Dividends paid	(1,141)	(1,147)	6	(2,295)
Dividends paid to minority interests stockholders	(8)	(8)	0	(8)
Net cash used in financing activities	(11,650)	(1,178)	(10,472)	(3,150)
. Foreign currency translation adjustments on cash and cash equivalents				
	(26)	(34)	8	(39)
. Net increase (decrease) in cash and cash equivalents	(61,688)	(21,995)	(39,693)	17,401
. Cash and cash equivalents , beginning of year	149,670	132,268	17,402	132,268
. Cash and cash equivalents , end of the term	<u>87,981</u>	<u>110,273</u>	<u>(22,292)</u>	<u>149,670</u>

Note : Figures less than ¥1 million are omitted .

5 . Segment Information

Business Segment Information ===

1st Half of Fiscal 2004 (from April 1, 2003 to September 30, 2003)

(Millions of Yen)

	Bankings Operations	Lease Operations	Other Operations	Total	Eliminations	Consolidated
Ordinary income						
Income from customers	47,843	7,502	1,748	57,094		57,094
Intersegment income	282	644	783	1,710	(1,710)	
Total	48,125	8,147	2,532	58,804	(1,710)	57,094
Ordinary expenses	34,883	7,796	2,000	44,680	(1,696)	42,983
Income before extraordinary items, income taxes and minority interests	13,242	350	531	14,124	(13)	14,111

1st Half of Fiscal 2003 (from April 1, 2002 to September 30, 2002)

(Millions of Yen)

	Bankings Operations	Lease Operations	Other Operations	Total	Eliminations	Consolidated
Ordinary income						
Income from customers	53,406	7,124	1,659	62,191		62,191
Intersegment income	261	1,101	738	2,101	(2,101)	
Total	53,667	8,226	2,398	64,292	(2,101)	62,191
Ordinary expenses	47,145	8,047	2,194	57,387	(2,097)	55,289
Income before extraordinary items, income taxes and minority interests	6,522	179	204	6,905	(4)	6,901

Fiscal 2003 (from April 1, 2002 to March 31, 2003)

(Millions of Yen)

	Bankings Operations	Lease Operations	Other Operations	Total	Eliminations	Consolidated
. Ordinary income, and income before extraordinary items, income taxes and minority interests:						
Ordinary income						
Income from customers	102,107	14,262	3,378	119,748		119,748
Intersegment income	525	1,844	1,450	3,820	(3,820)	
Total	102,633	16,106	4,828	123,568	(3,820)	119,748
Ordinary expenses	86,022	15,767	4,816	106,606	(3,841)	102,765
Income before extraordinary items, income taxes and minority interests	16,611	338	11	16,962	20	16,982
. Assets, depreciation and capital expenditures:						
Assets	5,220,007	37,020	20,031	5,277,059	(31,480)	5,245,579
Depreciation	4,586	12,251	38	16,877		16,877
Capital expenditures	4,943	12,139	3	17,086	(55)	17,030

Note: 1 .Figures less than ¥1 million are omitted.

2 .Segmentation is based on business segment of consolidated company. "Other operations" consists of credit card transactions and others.

. Interim Non-consolidated Information

1 . Interim Non-consolidated Balance Sheets

(Millions of Yen)

	As of SEP 30, 2003 (A)	SEP 30, 2002 (B)	Difference (A) - (B)	MAR 31, 2003 (C)	Difference (A) - (C)
ASSETS :					
Cash and due from banks	90,518	111,935	(21,417)	151,510	(60,992)
Call loans	126,221	249,860	(123,639)	75,643	50,578
Commercial paper and dept purchased	174,271	91,892	82,379	155,404	18,867
Trading account securities	11,191	3,948	7,243	6,739	4,452
Money held in trust	37,643	267,033	(229,390)	30,766	6,877
Investment securities	1,668,424	1,313,205	355,219	1,599,106	69,318
Loans and bills discounted	3,082,982	3,088,923	(5,941)	3,152,618	(69,636)
Foreign exchange assets	526	617	(91)	1,347	(821)
Other assets	18,168	14,880	3,288	14,051	4,117
Premises and equipment	49,991	51,043	(1,052)	51,293	(1,302)
Deferred tax assets	27,551	31,788	(4,237)	32,258	(4,707)
Customers' liabilities for acceptances and guarantees	43,693	74,876	(31,183)	42,407	1,286
Allowance for possible loan losses	(87,712)	(103,974)	16,262	(93,313)	5,601
Total	5,243,472	5,196,031	47,441	5,219,833	23,639
LIABILITIES:					
Deposits	4,689,276	4,622,561	66,715	4,682,348	6,928
Negotiable certificates of deposit	137,050	116,470	20,580	121,870	15,180
Call money	15,081	5,622	9,459	8,020	7,061
Payables under repurchase agreements		999	(999)	999	(999)
Borrowed money	176	10,260	(10,084)	10,224	(10,048)
Foreign exchange liabilities	103	81	22	89	14
Other liabilities	16,450	29,906	(13,456)	20,725	(4,275)
Liability for employees' retirement benefits	39,265	36,827	2,438	37,666	1,599
Acceptances and guarantees	43,693	74,876	(31,183)	42,407	1,286
Sub total	4,941,097	4,897,607	43,490	4,924,353	16,744
STOCKHOLDERS' EQUITY:					
Common stock	24,658	24,658	0	24,658	0
Capital surplus	7,836	7,835	1	7,835	1
Capital reserve	7,835	7,835	0	7,835	0
Other capital surplus	1		1		1
Retained earnings	231,631	223,407	8,224	226,413	5,218
Legal reserve	24,658	24,658	0	24,658	0
Voluntary reserve	198,201	192,995	5,206	192,995	5,206
Undivided profit at the end of the term	8,771	5,752	3,019	8,758	13
Net unrealized gains on available-for-sale securities	39,619	42,568	(2,949)	37,443	2,176
Treasury Stock	(1,371)	(46)	(1,325)	(869)	(502)
Sub total	302,374	298,424	3,950	295,480	6,894
Total	5,243,472	5,196,031	47,441	5,219,833	23,639

Note: Figures less than ¥1 million are omitted.

2. Interim Non-consolidated Statements of Income

(Millions of Yen)

	1st Half 2004 (A)	1st Half 2003 (B)	Difference (A) - (B)	Fiscal 2003
Ordinary income	48,077	53,619	(5,542)	102,537
Interest income	39,267	43,679	(4,412)	84,730
[Interest on loans and bills discounted]	[28,799]	[30,089]	[(1,290)]	[59,728]
[Interest and dividends on securities]	[10,056]	[12,899]	[(2,843)]	[23,827]
Fees and commissions	7,232	6,996	236	14,199
Other operating income	130	263	(133)	320
Other income	1,446	2,680	(1,234)	3,287
Ordinary expenses	35,000	47,482	(12,482)	86,335
Interest expenses	1,546	2,746	(1,200)	4,581
[Interests on deposits]	[938]	[1,320]	[(382)]	[2,428]
Fees and commissions	2,098	1,940	158	3,993
Other operating expenses	80	494	(414)	1,335
General and administrative expenses	30,353	30,539	(186)	59,268
Other expenses	921	11,761	(10,840)	17,155
Income before extraordinary items, income taxes and minority interests	13,076	6,137	6,939	16,202
Extraordinary profits	177	181	(4)	229
Extraordinary losses	165	21	144	101
Income before income taxes and minority interests	13,087	6,297	6,790	16,330
Current income taxes	3,459	6,817	(3,358)	8,117
Deferred income taxes	3,237	(4,230)	7,467	347
Net income	6,391	3,710	2,681	7,865
Profit brought forward from the previous term	2,380	2,042	338	2,042
Interim dividends				1,149
Undivided profit at the end of term	8,771	5,752	3,019	8,758

Note: Figures less than ¥1 million are omitted.

. Explanatory Material to Interim Financial Report

1 . Interim Financial Data

A. Interest Margin

【Non-consolidated】 (%)

	1st Half 2004		1st Half 2003	Fiscal 2003
	(A)	(A)-(B)	(B)	
(1) Fund management yield (A)	1.57	(0.29)	1.86	1.81
Loans and bills discounted interest rate	1.86	(0.06)	1.92	1.91
Securities interest rate	1.24	(0.78)	2.02	1.84
(2) Funding cost (B)	1.27	(0.16)	1.43	1.39
Deposits and certificates of deposit interest rate	0.04	(0.01)	0.05	0.05
(3) Net interest margin (A)-(B)	0.30	(0.13)	0.43	0.42

(Ref.) Interest margin (Domesitic operations) 【Non-consolidated】 (%)

	1st Half 2004		1st Half 2003	Fiscal 2003
	(A)	(A)-(B)	(B)	
(1) Fund management yield (A)	1.53	(0.27)	1.80	1.76
Loans and bills discounted interest rate	1.86	(0.06)	1.92	1.91
Securities interest rate	1.23	(0.79)	2.02	1.85
(2) Funding cost (B)	1.23	(0.15)	1.38	1.34
Deposits and certificates of deposit interest rate	0.03	(0.02)	0.05	0.05
(3) Net interest margin (A)-(B)	0.30	(0.12)	0.42	0.42

B. Gains or Losses of Securites

【Non-consolidated】 (Millions of Yen)

	1st Half 2004		1st Half 2003	Fiscal 2003
	(A)	(A)-(B)	(B)	
Gains (losses) on bonds	104	129	(25)	(588)
Gains on sales	121	(120)	241	262
Gains on maturity	2	2	-	-
Losses on sales	8	(87)	95	95
Losses on maturity	10	10	-	23
Writeoff	-	(172)	172	732
Gains (losses) on stocks	(52)	164	(216)	(5,080)
Gains on sales	18	(1,360)	1,378	1,525
Losses on sales	-	(36)	36	36
Writeoff	70	(1,488)	1,558	6,569

C. Capital Adequacy Ratio

(Domestic Standard) 【Consolidated】

(Millions of Yen)

	As of SEP 30, 2003 (Preliminary)			MAR 31, 2003	SEP 30, 2002
	(A)	(A)-(B)	(A)-(C)	(B)	(C)
(1) Capital adequacy ratio	10.31%	0.26%	0.31%	10.05%	10.00%
Tier capital ratio	9.68%	0.26%	0.31%	9.42%	9.37%
(2) Tier capital	268,273	5,312	7,478	262,961	260,795
(3) Tier capital	17,303	(134)	(76)	17,437	17,379
a. Difference appropriated in capital after appraisal					
b. Debt funding instruments and others					
(4) Deduction (Cross-holdings with other financial institutions)					
(5) Total capital (2)+(3)-(4)	285,577	5,178	7,403	280,399	278,174
(6) Risk-adjusted assets	2,768,585	(21,429)	(12,100)	2,790,014	2,780,685

(Ref.) (Domestic Standard) 【Non-consolidated】

(Millions of Yen)

	As of SEP 30, 2003 (Preliminary)			MAR 31, 2003	SEP 30, 2002
	(A)	(A)-(B)	(A)-(C)	(B)	(C)
(1) Capital adequacy ratio	10.15%	0.25%	0.29%	9.90%	9.86%
Tier capital ratio	9.52%	0.24%	0.29%	9.28%	9.23%
(2) Tier capital	261,614	4,750	6,909	256,864	254,705
(3) Tier capital	17,161	(133)	(75)	17,294	17,236
a. Difference appropriated in capital after appraisal					
b. Debt funding instruments and others					
(4) Deduction (Cross-holdings with other financial institutions)					
(5) Total capital (2)+(3)-(4)	278,775	4,616	6,833	274,159	271,942
(6) Risk-adjusted assets	2,745,826	(21,321)	(12,053)	2,767,147	2,757,879

D. Return on Equity

【Non-consolidated】

(%)

	1st Half 2004		1st Half 2003	Fiscal 2003
	(A)	(A)-(B)	(B)	
net income on equity	4.26	1.79	2.47	2.63

2 . Condition of Loans Portfolio

A. Risk-monitored Loans

Partly direct writeoff : Not applicable

Standard for not appropriating accrued interest : All the accrued interest to borrowers in "Legal bankruptcy", "Virtual bankruptcy" and "Possible bankruptcy" based on self credit assessments is not appropriated.

Loans to borrowers belonging to the above classifications, regardless of the accrued interest, are classified as "Loans to borrowers in bankruptcy" or "Past due loans".

【Non-consolidated】

(Millions of Yen)

	As of SEP 30, 2003			MAR 31, 2003 (B)	SEP 30, 2002 (C)
	(A)	(A)-(B)	(A)-(C)		
Loans to borrowers in bankruptcy	35,277	6,969	3,243	28,308	32,034
Past due loans	113,210	(14,665)	(22,668)	127,875	135,878
Accruing loans contractually past due three months or more	256	(245)	(1,078)	501	1,334
Restructured loans	91,064	(11,313)	(19,424)	102,377	110,488
Total	239,808	(19,255)	(39,928)	259,063	279,736
Loans and bills discounted	3,082,982	(69,636)	(5,941)	3,152,618	3,088,923

= Percentage of total loans and bills discounted = (%)

Loans to borrowers in bankruptcy	1.14	0.25	0.11	0.89	1.03
Past due loans	3.67	(0.38)	(0.72)	4.05	4.39
Accruing loans contractually past due three months or more	0.00	(0.01)	(0.04)	0.01	0.04
Restructured loans	2.95	(0.29)	(0.62)	3.24	3.57
Total	7.77	(0.44)	(1.28)	8.21	9.05

Ref) In case of applying partly direct writeoff

(Million of Yen . %)

	As of SEP 30, 2003			MAR 31, 2003 (B)	SEP 30, 2002 (C)
	(A)	(A)-(B)	(A)-(C)		
Amount of partly direct writeoff	39,960	3,336	1,825	36,624	38,135
Total of risk-monitored loans	199,847	(22,591)	(41,753)	222,438	241,600
Loans and bills discounted	3,043,021	(72,972)	(7,766)	3,115,993	3,050,787
Percentage of total loans	6.56	(0.57)	(1.35)	7.13	7.91

【Consolidated】

(Millions of Yen)

	As of SEP 30, 2003			MAR 31, 2003 (B)	SEP 30, 2002 (C)
	(A)	(A)-(B)	(A)-(C)		
Loans to borrowers in bankruptcy	35,878	7,008	3,420	28,870	32,458
Past due loans	115,098	(14,991)	(22,985)	130,089	138,083
Accruing loans contractually past due three months or more	256	(245)	(1,078)	501	1,334
Restructured loans	91,417	(10,991)	(19,098)	102,408	110,515
Total	242,651	(19,219)	(39,742)	261,870	282,393
Loans and bills discounted	3,064,675	(71,060)	(7,629)	3,135,735	3,072,304

= Percentage of total loans and bills discounted = (%)

Loans to borrowers in bankruptcy	1.17	0.25	0.12	0.92	1.05
Past due loans	3.75	(0.39)	(0.74)	4.14	4.49
Accruing loans contractually past due three months or more	0.00	(0.01)	(0.04)	0.01	0.04
Restructured loans	2.98	(0.28)	(0.61)	3.26	3.59
Total	7.91	(0.44)	(1.28)	8.35	9.19

B. Allowance for Possible Loan Losses

(1) Writeoff and Allowance Standard

a. General Allowance

Classifications		Allowance Standard
Claims on normal debtors		The amount multiplied by the projected rate of loss calculated by loan-loss figures of the past <u>two</u> years, are recorded in General allowance.
Claims on debtors under caution	Claims on debtors under caution, other than special-mentioned	The amount multiplied by the projected rate of loss calculated by loan-loss figures of the past <u>two</u> years, are recorded in General allowance.
	Claims on special-mentioned debtors	The amount multiplied by the projected rate of loss calculated by loan-loss figures of the past <u>three</u> years, are recorded in General allowance.

b. Special Allowance

Classifications	Writeoff and Allowance Standard
Claims on debtors in possible bankruptcy	The amount <u>not</u> secured by collateral and guarantee, and multiplied by the projected rate of loss calculated by loan-loss figures of the past <u>three</u> years, are recorded in Special allowance.
Claims on debtors in virtual bankruptcy	Total amount <u>not</u> secured by collateral and guarantee are recorded in Special allowance or written off.
Claims on debtors in legal bankruptcy	

(2) Conditions of Allowance for Possible Loan Losses

【Non-consolidated】

(Millions of Yen)

	As of SEP 30, 2003			MAR 31, 2003	SEP 30, 2002
	(A)	(A)-(B)	(A)-(C)	(B)	(C)
Allowance for possible Loan losses	87,712	(5,601)	(16,262)	93,313	103,974
General allowance	29,650	(4,441)	(12,129)	34,091	41,779
Special allowance	58,061	(1,161)	(4,134)	59,222	62,195
Special allowance for loans to certain countries					

【Consolidated】

(Millions of Yen)

	As of SEP 30, 2003			MAR 31, 2003	SEP 30, 2002
	(A)	(A)-(B)	(A)-(C)	(B)	(C)
Allowance for possible Loan losses	91,866	(6,192)	(16,085)	98,058	107,951
General allowance	30,717	(4,616)	(12,200)	35,333	42,917
Special allowance	61,148	(1,577)	(3,886)	62,725	65,034
Special allowance for loans to certain countries					

C. Loans by Industry

【Non-consolidated】

(Millions of Yen)

	As of SEP 30, 2003		MAR 31, 2003
	(A)	(A)-(B)	(B)
Domestic offices (Excluding Japan offshore banking accounts)	3,082,982	(69,636)	3,152,618
Manufacturing	330,583	3,617	326,966
Agriculture	7,578	(1,460)	9,038
Forestry	524	(13)	537
Fishery	17,217	(755)	17,972
Mining	2,042	(686)	2,728
Construction companies	198,241	(15,654)	213,895
Utilities	72,676	(22,528)	95,204
Information and communications	29,165	(3,246)	32,411
Transportation	50,514	(3,185)	53,699
Wholesale and retail	407,813	(3,855)	411,668
Financial institutions	229,280	(24,114)	253,394
Real estate companies	360,118	(13,178)	373,296
Services	369,777	3,347	366,430
Municipalities	313,906	2,594	311,312
Other	693,542	9,482	684,060

D. Risk-monitored Loans by Industry

【Non-consolidated】

(Millions of Yen)

	As of SEP 30, 2003		MAR 31, 2003
	(A)	(A)-(B)	(B)
Domestic offices (Excluding Japan offshore banking accounts)	239,808	(19,255)	259,063
Manufacturing	30,031	(5,269)	35,300
Agriculture	416	(59)	475
Forestry	472	(2)	474
Fishery	8,628	(574)	9,202
Mining	6	0	6
Construction companies	37,834	(2,319)	40,153
Utilities			
Information and communications	435	13	422
Transportation	4,568	(365)	4,933
Wholesale and retail	40,249	(7,274)	47,523
Financial institutions	1,195	(38)	1,233
Real estate companies	44,559	(2,800)	47,359
Services	64,356	(862)	65,218
Municipalities			
Other	7,052	294	6,758

E. Loans to Consumers

【Non-consolidated】

(Millions of Yen)

	As of SEP 30, 2003			MAR 31, 2003	SEP 30, 2002
	(A)	(A)-(B)	(A)-(C)	(B)	(C)
Consumer loans	645,980	11,796	36,783	634,184	609,197
Housing loans	568,890	13,150	39,605	555,740	529,285
Other consumer loans	77,090	(1,354)	(2,822)	78,444	79,912

F. Loans to Small & Medium-sized Companies and to Consumers

【Non-consolidated】

(%)

	As of SEP 30, 2003			MAR 31, 2003	SEP 30, 2002
	(A)	(A)-(B)	(A)-(C)	(B)	(C)
Percentage of total loans	64.45	0.87	0.95	63.58	63.50

3 . Condition of Securities Portfolio

A. Appraisal Standard for Investment Securities

Available-for-sale securities	Market value method (unrealized gains/losses are recorded in profit and loss)
Held-to-maturity securities	Depreciation cost method
Other investment securities	Market value method (unrealized gains/losses are included in stockholders' equity)
Subsidiary and affiliate stocks	Cost method

(Ref.) Securiteis in money held in trust

Money held in trust for investing	Market value method (unrealized gains/losses are recorded in profit and loss)
Other money held in trust	Market value method (unrealized gains/losses are included in stockholders' equity)

B. Unrealized Gains or Losses of Investment Securities

【Consolidated】

(Millions of Yen)

	As of SEP 30, 2003				MAR 31, 2003		
	Unrealized gains		Gains	Losses	Unrealized gains (losses) (B)	Gains	Losses
	(losses) (A)	(A) - (B)					
Held-to-maturity	(32)	(49)	1	34	17	18	0
Other investment	65,333	1,388	74,280	8,946	63,945	69,484	5,538
Stocks	48,598	22,606	49,540	941	25,992	27,781	3,788
Bonds	16,682	(21,174)	23,014	6,332	37,856	38,543	686
Other	52	(45)	1,725	1,672	97	1,159	1,062
Total	65,301	1,338	74,281	8,980	63,963	69,502	5,538
Stocks	48,598	22,606	49,540	941	25,992	29,781	3,788
Bonds	16,649	(21,225)	23,016	6,366	37,874	38,561	686
Other	52	(45)	1,725	1,672	97	1,159	1,062

- Note: 1. Figures contains "Investment securities" and commercial papers in "Commercial paper and debt purchased" in Interim Consolidated Balance Sheets.
2. In the above "Other investment", difference between the amount of the Balance Sheets and the purchased amount is appropriated because market value method is applied.
3. Appraisal of "Other investment" is based on the market value at the interim end of fiscal year.

【Non-consolidated】

(Millions of Yen)

	As of SEP 30, 2003				MAR 31, 2003		
	Unrealized gains		Gains	Losses	Unrealized gains (losses) (B)	Gains	Losses
	(losses) (A)	(A) - (B)					
Held-to-maturity	-	-	-	-	-	-	-
Subsidiary and affiliate stocks	-	-	-	-	-	-	-
Other investment	65,288	1,359	74,232	8,944	63,929	69,464	5,535
Stocks	48,553	22,578	49,492	939	25,975	29,761	3,785
Bonds	16,682	(21,174)	23,014	6,332	37,856	38,543	686
Other	52	(45)	1,725	1,672	97	1,159	1,062
Total	65,288	1,359	74,232	8,944	63,929	69,464	5,535
Stocks	48,553	22,578	49,492	939	25,975	29,761	3,785
Bonds	16,682	(21,174)	23,014	6,332	37,856	38,543	686
Other	52	(45)	1,725	1,672	97	1,159	1,062

- Note: 1. Figures contains "Investment securities" and commercial papers in "Commercial paper and debt purchased" in Interim Non-consolidated Balance Sheets.
2. In the above "Other investment", difference between the amount of the Balance Sheets and the purchased amount is appropriated because market value method is applied.
3. Appraisal of "Other investment" is based on the market value at the interim end of fiscal year.