

**Interim Financial Report
(Summary)
For the six months ended Sep.30, 2004**

THE 77 BANK, LTD.

INTERIM FINANCIAL REPORT (SUMMARY)
FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2004

77 BANK

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I . Interim Consolidated Information

1 . Interim Consolidated Balance Sheets

(Millions of Yen)

	As of SEP 30, 2004 (A)	SEP 30, 2003 (B)	Difference (A) - (B)	MAR 31, 2004 (C)	Difference (A) - (C)
ASSETS:					
Cash and due from banks	1 3 6 , 7 4 5	9 0 , 7 0 7	4 6 , 0 3 8	1 6 8 , 5 7 8	(3 1 , 8 3 3)
Call loans and bills purchased	4 7 , 4 4 8	1 2 6 , 2 2 1	(7 8 , 7 7 3)	1 3 0 , 1 2 8	(8 2 , 6 8 0)
Commercial paper and dept purchased	1 9 8 , 2 1 2	1 7 4 , 2 7 1	2 3 , 9 4 1	1 2 3 , 9 4 9	7 4 , 2 6 3
Trading account securities	7 , 8 1 4	1 1 , 1 9 1	(3 , 3 7 7)	8 , 6 6 9	(8 5 5)
Money held in trust	3 8 , 7 7 9	3 7 , 6 4 3	1 , 1 3 6	3 6 , 5 7 5	2 , 2 0 4
Investment securities	1 , 8 2 8 , 4 0 6	1 , 6 7 2 , 6 8 4	1 5 5 , 7 2 2	1 , 7 1 8 , 6 5 9	1 0 9 , 7 4 7
Loans and bills discounted	3 , 0 7 7 , 8 6 6	3 , 0 6 4 , 6 7 5	1 3 , 1 9 1	3 , 1 1 6 , 7 7 9	(3 8 , 9 1 3)
Foreign exchange assets	6 3 3	5 2 6	1 0 7	7 4 7	(1 1 4)
Other assets	5 4 , 3 8 6	5 7 , 1 2 0	(2 , 7 3 4)	6 2 , 6 5 2	(8 , 2 6 6)
Premises and equipment	5 1 , 5 9 6	5 3 , 1 6 7	(1 , 5 7 1)	5 3 , 9 6 5	(2 , 3 6 9)
Deferred tax assets	1 5 , 9 2 1	2 9 , 6 7 7	(1 3 , 7 5 6)	1 3 , 6 7 2	2 , 2 4 9
Customers' liabilities for acceptances and guarantees	4 5 , 3 5 8	4 3 , 6 9 3	1 , 6 6 5	4 4 , 9 7 0	3 8 8
Reserve for possible loan losses	(7 2 , 9 0 5)	(9 1 , 8 6 6)	1 8 , 9 6 1	(7 5 , 1 4 3)	2 , 2 3 8
Total	5 , 4 3 0 , 2 6 4	5 , 2 6 9 , 7 1 4	1 6 0 , 5 5 0	5 , 4 0 4 , 2 0 5	2 6 , 0 5 9
LIABILITIES:					
Deposits	4 , 7 0 8 , 2 7 2	4 , 6 8 6 , 9 5 4	2 1 , 3 1 8	4 , 7 4 6 , 9 6 9	(3 8 , 6 9 7)
Negotiable certificates of deposit	2 2 2 , 7 3 0	1 3 3 , 4 9 0	8 9 , 2 4 0	1 8 9 , 6 0 0	3 3 , 1 3 0
Call money	1 3 , 1 5 7	1 5 , 0 8 1	(1 , 9 2 4)	1 3 , 3 0 4	(1 4 7)
Payables under securities lending transaction	1 0 , 0 4 0		1 0 , 0 4 0		1 0 , 0 4 0
Borrowed money	1 6 , 4 6 5	1 5 , 1 6 1	1 , 3 0 4	1 5 , 7 0 4	7 6 1
Foreign exchange liabilities	2 7 5	1 0 3	1 7 2	1 3 3	1 4 2
Other liabilities	4 6 , 8 1 4	2 6 , 5 1 5	2 0 , 2 9 9	2 8 , 9 3 8	1 7 , 8 7 6
Liability for employees' retirement benefits	3 5 , 0 0 8	3 9 , 6 5 6	(4 , 6 4 8)	3 4 , 0 9 5	9 1 3
Acceptances and guarantees	4 5 , 3 5 8	4 3 , 6 9 3	1 , 6 6 5	4 4 , 9 7 0	3 8 8
Sub total	5 , 0 9 8 , 1 2 1	4 , 9 6 0 , 6 5 5	1 3 7 , 4 6 6	5 , 0 7 3 , 7 1 5	2 4 , 4 0 6
MINORITY INTERESTS:					
Minority interests	6 , 7 9 4	6 , 0 7 8	7 1 6	6 , 4 9 5	2 9 9
STOCKHOLDERS' EQUITY:					
Common stock	2 4 , 6 5 8	2 4 , 6 5 8	0	2 4 , 6 5 8	0
Capital surplus	7 , 8 3 7	7 , 8 3 6	1	7 , 8 3 6	1
Retained earnings	2 4 3 , 1 8 6	2 3 2 , 2 6 4	1 0 , 9 2 2	2 3 6 , 9 3 4	6 , 2 5 2
Net unrealized gains on available-for-sale securities	5 1 , 1 2 2	3 9 , 6 2 2	1 1 , 5 0 0	5 5 , 9 9 6	(4 , 8 7 4)
Treasury stock	(1 , 4 5 6)	(1 , 4 0 1)	(5 5)	(1 , 4 3 0)	(2 6)
Sub total	3 2 5 , 3 4 9	3 0 2 , 9 8 0	2 2 , 3 6 9	3 2 3 , 9 9 4	1 , 3 5 5
Total	5 , 4 3 0 , 2 6 4	5 , 2 6 9 , 7 1 4	1 6 0 , 5 5 0	5 , 4 0 4 , 2 0 5	2 6 , 0 5 9

Note: Figures less than ¥1 million are omitted.

2 . Interim Consolidated Statements of Income

(Millions of Yen)

	1st Half 2005 (A)	1st Half 2004 (B)	Difference (A) - (B)	Fiscal 2004
Ordinary income	5 6 , 5 2 2	5 7 , 0 9 4	(5 7 2)	1 1 3 , 4 6 8
Interest income	3 9 , 0 1 2	3 9 , 7 1 9	(7 0 7)	7 8 , 8 5 3
[Interest on loans and bills discounted]	[2 7 , 9 7 6]	[2 9 , 2 4 1]	[(1 , 2 6 5)]	[5 8 , 0 8 4]
[Interest and dividends on securities]	[1 0 , 5 9 3]	[1 0 , 0 6 4]	[5 2 9]	[1 9 , 9 1 0]
Fees and commissions	7 , 8 3 6	7 , 6 1 8	2 1 8	1 5 , 3 6 5
Other operating income	8 , 4 6 0	8 , 3 9 2	6 8	1 6 , 8 7 4
Other income	1 , 2 1 1	1 , 3 6 3	(1 5 2)	2 , 3 7 5
Ordinary expenses	4 1 , 8 6 0	4 2 , 9 8 3	(1 , 1 2 3)	9 5 , 2 4 0
Interest expenses	1 , 4 3 8	1 , 6 2 0	(1 8 2)	3 , 0 5 5
[Interests on deposits]	[7 0 4]	[9 3 8]	[(2 3 4)]	[1 , 7 3 5]
Fees and commissions	1 , 9 0 8	1 , 7 9 7	1 1 1	3 , 7 2 1
Other operating expenses	7 , 4 1 1	7 , 1 8 1	2 3 0	1 4 , 4 3 8
General and administrative expenses	3 0 , 2 1 1	3 1 , 1 7 1	(9 6 0)	6 1 , 3 6 6
Other expenses	8 9 1	1 , 2 1 3	(3 2 2)	1 2 , 6 5 8
Income before extraordinary items, income taxes and minority interests	1 4 , 6 6 1	1 4 , 1 1 1	5 5 0	1 8 , 2 2 8
Extraordinary profits	1 9 1	2 1 4	(2 3)	6 , 8 3 1
Extraordinary losses	1 , 4 5 4	2 9 8	1 , 1 5 6	4 1 5
Income before income taxes and minority interests	1 3 , 3 9 8	1 4 , 0 2 7	(6 2 9)	2 4 , 6 4 3
Current income taxes	4 , 7 6 1	3 , 5 8 5	1 , 1 7 6	9 1 4
Deferred income taxes	8 7 8	3 , 4 8 9	(2 , 6 1 1)	1 0 , 5 7 4
Minority interests in net income	3 2 7	4 2 1	(9 4)	8 1 5
Net income	7 , 4 3 0	6 , 5 3 0	9 0 0	1 2 , 3 3 9

Note: Figures less than ¥1 million are omitted.

3 . Interim Consolidated Statements of Capital Surplus and Retained Earnings

(Millions of Yen)

	1st Half 2005 (A)	1st Half 2004 (B)	Difference (A) - (B)	Fiscal 2004
CAPITAL SURPLUS:				
Balance of capital surplus at the beginning of year	7 , 8 3 6	7 , 8 3 5	1	7 , 8 3 5
Additions	0	1	(1)	1
Gains on sales of treasury stock	0	1	(1)	1
Deductions				
Balance of capital surplus at the end of the term	7 , 8 3 7	7 , 8 3 6	1	7 , 8 3 6
RETAINED EARNINGS:				
Balance of retained earnings at the beginning of year	2 3 6 , 9 3 4	2 2 6 , 9 1 3	1 0 , 0 2 1	2 2 6 , 9 1 3
Additions	7 , 4 3 0	6 , 5 3 0	9 0 0	1 2 , 3 3 9
Net income	7 , 4 3 0	6 , 5 3 0	9 0 0	1 2 , 3 3 9
Deductions	1 , 1 7 7	1 , 1 7 9	(2)	2 , 3 1 9
Cash dividends	1 , 1 3 9	1 , 1 4 2	(3)	2 , 2 8 2
Bonuses to directors and corporate auditors	3 8	3 6	2	3 6
Balance of retained earnings at the end of the term	2 4 3 , 1 8 6	2 3 2 , 2 6 4	1 0 , 9 2 2	2 3 6 , 9 3 4

Note : Figures less than ¥1 million are omitted .

4 . Interim Consolidated Statements of Cash Flows

(Millions of Yen)

	1st Half 2005 (A)	1st Half 2004 (B)	Difference (A) - (B)	Fiscal 2004
. Operating activities				
Income before income taxes and minority interests	13,398	14,027	(629)	24,643
Depreciation and amortization	7,875	7,925	(50)	15,960
Change in reserve for possible loan losses	(2,238)	(6,192)	3,954	(22,915)
Change in liability for employees' retirement benefits	913	1,617	(704)	(3,944)
Interest income	(39,012)	(39,719)	707	(78,853)
Interest expenses	1,438	1,620	(182)	3,055
Investment securities losses (gains) - net	451	(49)	500	(156)
Losses (gains) on money held in trust - net	(428)	(478)	50	(993)
Foreign exchange losses (gains) - net	(4,371)	4,632	(9,003)	7,886
Losses (gains) on disposal of premises and equipment - net	19	(23)	42	(51)
Depreciation of real estate owned	1,395		1,395	
Net change in loans and bills discounted	38,913	71,060	(32,147)	18,955
Net change in deposits	(38,697)	7,035	(45,732)	67,051
Net change in certificates of deposit	33,130	15,180	17,950	71,290
Net change in others borrowings	761	641	120	1,184
Net change in due from banks	431	(709)	1,140	324
Net change in call loans and others	8,415	(69,446)	77,861	(23,031)
Net change in call money and others	(147)	6,061	(6,208)	4,284
Net change in payable under securities lending transaction	10,040		10,040	
Net change in trading account securities	855	(4,451)	5,306	(1,930)
Net change in foreign exchange assets	113	1,360	(1,247)	1,139
Net change in foreign exchange liabilities	141	13	128	43
Interest received	38,996	40,612	(1,616)	80,154
Interest paid	(1,503)	(1,973)	470	(3,781)
Other - net	16,868	(17,866)	34,734	(23,015)
Payment of bonuses to directors and corporate auditors	(51)	(49)	(2)	(49)
Sub total	87,708	30,826	56,882	137,253
Income tax paid	(483)	(2,600)	2,117	(3,017)
Net cash provided by operating activities	87,225	28,226	58,999	134,235
. Investing activities				
Purchases of investment securities	(281,661)	(682,682)	401,021	(1,131,967)
Proceeds from sales of investment securities	14,483	45,241	(30,758)	163,213
Proceeds from maturity of investment securities	153,200	563,937	(410,737)	869,661
Investment in money held in trust	(2,000)	(5,000)	3,000	(5,000)
Proceeds from disposition of money held in trust		888	(888)	3,881
Purchases of premises and equipment	(1,986)	(962)	(1,024)	(4,477)
Proceeds from sales of premises and equipment	527	340	187	531
Net cash used in investing activities	(117,436)	(78,237)	(39,199)	(104,156)
. Financing activities				
Repayments borrowed money		(10,000)	10,000	(10,000)
Purchases of treasury stock	(27)	(507)	480	(538)
Proceeds from sales of treasury stock	2	6	(4)	9
Dividends paid	(1,137)	(1,141)	4	(2,280)
Dividends paid for minority interests stockholders	(8)	(8)	0	(8)
Net cash used in financing activities	(1,170)	(11,650)	10,480	(12,818)
. Foreign currency translation adjustments on cash and cash equivalents	(19)	(26)	7	(44)
. Net increase (decrease) in cash and cash equivalents	(31,401)	(61,688)	30,287	17,216
. Cash and cash equivalents, beginning of year	166,886	149,670	17,216	149,670
. Cash and cash equivalents, end of the term	135,485	87,981	47,504	166,886

Note: Figures less than ¥1 million are omitted.

5 . Segment Information

Business Segment Information ===

1st Half of Fiscal 2005 (from April 1, 2004 to September 30, 2004)

(Millions of Yen)

	Bankings Operations	Lease Operations	Other Operations	Total	Eliminations	Consolidated
Ordinary income						
Income from customers	47,066	7,645	1,810	56,522		56,522
Intersegment income	260	817	767	1,845	(1,845)	
Total	47,327	8,462	2,578	58,368	(1,845)	56,522
Ordinary expenses	34,160	7,960	2,406	44,527	(2,666)	41,860
Income before extraordinary items, income taxes and minority interests	13,166	502	171	13,840	820	14,661

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

Fiscal 2004 (from April 1, 2003 to March 31, 2004)

(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	95,033	14,878	3,556	113,468		113,468
Intersegment income	559	1,372	1,748	3,680	(3,680)	
Total	95,593	16,250	5,305	117,149	(3,680)	113,468
Ordinary expenses	78,968	15,374	4,558	98,902	(3,661)	95,240
Income before extraordinary items, income taxes and minority interests	16,624	876	746	18,247	(19)	18,228
. Assets, depreciation and capital expenditures:						
Assets	5,375,690	40,238	21,303	5,437,232	(33,026)	5,404,205
Depreciation	4,150	11,778	31	15,960		15,960
Capital expenditures	2,254	15,328	0	17,583	(236)	17,347

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, 2004 (A)	SEP 30, 2003 (B)	Difference (A) - (B)	MAR 31, 2004 (C)	Difference (A) - (C)
ASSETS :					
Cash and due from banks	1 3 6 , 5 7 9	9 0 , 5 1 8	4 6 , 0 6 1	1 6 8 , 4 1 6	(3 1 , 8 3 7)
Call loans and bills purchased	4 7 , 4 4 8	1 2 6 , 2 2 1	(7 8 , 7 7 3)	1 3 0 , 1 2 8	(8 2 , 6 8 0)
Commercial paper and dept purchased	1 9 8 , 2 1 2	1 7 4 , 2 7 1	2 3 , 9 4 1	1 2 3 , 9 4 9	7 4 , 2 6 3
Trading account securities	7 , 8 1 4	1 1 , 1 9 1	(3 , 3 7 7)	8 , 6 6 9	(8 5 5)
Money held in trust	3 8 , 7 7 9	3 7 , 6 4 3	1 , 1 3 6	3 6 , 5 7 5	2 , 2 0 4
Investment securities	1 , 8 2 3 , 3 1 8	1 , 6 6 8 , 4 2 4	1 5 4 , 8 9 4	1 , 7 1 3 , 9 5 7	1 0 9 , 3 6 1
Loans and bills discounted	3 , 0 9 6 , 2 0 0	3 , 0 8 2 , 9 8 2	1 3 , 2 1 8	3 , 1 3 5 , 5 1 3	(3 9 , 3 1 3)
Foreign exchange assets	6 3 3	5 2 6	1 0 7	7 4 7	(1 1 4)
Other assets	1 3 , 5 5 7	1 8 , 1 6 8	(4 , 6 1 1)	2 2 , 6 5 1	(9 , 0 9 4)
Premises and equipment	4 6 , 7 1 7	4 9 , 9 9 1	(3 , 2 7 4)	4 9 , 3 6 7	(2 , 6 5 0)
Deferred tax assets	1 3 , 9 5 2	2 7 , 5 5 1	(1 3 , 5 9 9)	1 1 , 6 8 8	2 , 2 6 4
Customers' liabilities for acceptances and guarantees	4 5 , 3 5 8	4 3 , 6 9 3	1 , 6 6 5	4 4 , 9 7 0	3 8 8
Reserve for possible loan losses	(6 8 , 6 4 7)	(8 7 , 7 1 2)	1 9 , 0 6 5	(7 1 , 0 7 2)	2 , 4 2 5
Total	5 , 3 9 9 , 9 2 5	5 , 2 4 3 , 4 7 2	1 5 6 , 4 5 3	5 , 3 7 5 , 5 6 3	2 4 , 3 6 2
LIABILITIES:					
Deposits	4 , 7 1 0 , 0 5 2	4 , 6 8 9 , 2 7 6	2 0 , 7 7 6	4 , 7 4 9 , 8 4 3	(3 9 , 7 9 1)
Negotiable certificates of deposit	2 2 5 , 8 3 0	1 3 7 , 0 5 0	8 8 , 7 8 0	1 9 2 , 2 0 0	3 3 , 6 3 0
Call money	1 3 , 1 5 7	1 5 , 0 8 1	(1 , 9 2 4)	1 3 , 3 0 4	(1 4 7)
Payables under securities lending transaction	1 0 , 0 4 0		1 0 , 0 4 0		1 0 , 0 4 0
Borrowed money	2 7 7	1 7 6	1 0 1	2 1 7	6 0
Foreign exchange liabilities	2 7 5	1 0 3	1 7 2	1 3 3	1 4 2
Other liabilities	3 5 , 7 0 8	1 6 , 4 5 0	1 9 , 2 5 8	1 7 , 8 7 2	1 7 , 8 3 6
Liability for employees' retirement benefits	3 4 , 5 9 8	3 9 , 2 6 5	(4 , 6 6 7)	3 3 , 7 0 4	8 9 4
Acceptances and guarantees	4 5 , 3 5 8	4 3 , 6 9 3	1 , 6 6 5	4 4 , 9 7 0	3 8 8
Sub total	5 , 0 7 5 , 2 9 7	4 , 9 4 1 , 0 9 7	1 3 4 , 2 0 0	5 , 0 5 2 , 2 4 5	2 3 , 0 5 2
STOCKHOLDERS' EQUITY:					
Common stock	2 4 , 6 5 8	2 4 , 6 5 8	0	2 4 , 6 5 8	0
Capital surplus	7 , 8 3 7	7 , 8 3 6	1	7 , 8 3 6	1
Capital reserve	7 , 8 3 5	7 , 8 3 5	0	7 , 8 3 5	0
Other capital surplus	2	1	1	1	1
Retained earnings	2 4 2 , 4 3 9	2 3 1 , 6 3 1	1 0 , 8 0 8	2 3 6 , 2 3 1	6 , 2 0 8
Legal reserve	2 4 , 6 5 8	2 4 , 6 5 8	0	2 4 , 6 5 8	0
Voluntary reserve	2 0 8 , 0 4 5	1 9 8 , 2 0 1	9 , 8 4 4	1 9 8 , 2 0 1	9 , 8 4 4
Undivided profit at the end of the term	9 , 7 3 5	8 , 7 7 1	9 6 4	1 3 , 3 7 1	(3 , 6 3 6)
Net unrealized gains on available-for-sale securities	5 1 , 1 1 8	3 9 , 6 1 9	1 1 , 4 9 9	5 5 , 9 9 0	(4 , 8 7 2)
Treasury Stock	(1 , 4 2 5)	(1 , 3 7 1)	(5 4)	(1 , 4 0 0)	(2 5)
Sub total	3 2 4 , 6 2 7	3 0 2 , 3 7 4	2 2 , 2 5 3	3 2 3 , 3 1 7	1 , 3 1 0
Total	5 , 3 9 9 , 9 2 5	5 , 2 4 3 , 4 7 2	1 5 6 , 4 5 3	5 , 3 7 5 , 5 6 3	2 4 , 3 6 2

Note: Figures less than ¥1 million are omitted.

2. Interim Non-consolidated Statements of Income

(Millions of Yen)

	1st Half 2005 (A)	1st Half 2004 (B)	Difference (A) - (B)	Fiscal 2004
Ordinary income	47,292	48,077	(785)	95,538
Interest income	38,539	39,267	(728)	77,981
[Interest on loans and bills discounted]	[27,513]	[28,799]	[(1,286)]	[57,230]
[Interest and dividends on securities]	[10,583]	[10,056]	[527]	[19,893]
Fees and commissions	7,415	7,232	183	14,571
Other operating income	55	130	(75)	433
Other income	1,281	1,446	(165)	2,550
Ordinary expenses	34,166	35,000	(834)	79,114
Interest expenses	1,369	1,546	(177)	2,917
[Interests on deposits]	[704]	[938]	[(234)]	[1,735]
Fees and commissions	2,193	2,098	95	4,307
Other operating expenses	419	80	339	610
General and administrative expenses	29,374	30,353	(979)	59,676
Other expenses	809	921	(112)	11,602
Income before extraordinary items, income taxes and minority interests	13,125	13,076	49	16,423
Extraordinary profits	1,018	177	841	6,792
Extraordinary losses	1,453	165	1,288	282
Income before income taxes and minority interests	12,690	13,087	(397)	22,933
Current income taxes	4,455	3,459	996	603
Deferred income taxes	857	3,237	(2,380)	10,197
Net income	7,377	6,391	986	12,132
Profit brought forward from the previous term	2,358	2,380	(22)	2,380
Interim dividends				1,140
Undivided profit at the end of term	9,735	8,771	964	13,371

Note: Figures less than ¥1 million are omitted.

. Explanatory Materials to Interim Financial Report

1 . Interim Financial Data

A. Interest Margin

【Non-consolidated】 (%)

	1st Half 2005		1st Half 2004	Fiscal 2004
	(A)	(A)-(B)	(B)	
(1) Fund management yield (A)	1.51	(0.06)	1.57	1.57
Loans and bills discounted interest rate	1.78	(0.08)	1.86	1.86
Securities interest rate	1.24	0.00	1.24	1.23
(2) Funding cost (B)	1.20	(0.07)	1.27	1.26
Deposits and certificates of deposit interest rate	0.03	(0.01)	0.04	0.03
(3) Net interest margin (A)-(B)	0.31	0.01	0.30	0.31

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

	1st Half 2005		1st Half 2004	Fiscal 2004
	(A)	(A)-(B)	(B)	
(1) Fund management yield (A)	1.46	(0.07)	1.53	1.53
Loans and bills discounted interest rate	1.78	(0.08)	1.86	1.86
Securities interest rate	1.20	(0.03)	1.23	1.21
(2) Funding cost (B)	1.16	(0.07)	1.23	1.22
Deposits and certificates of deposit interest rate	0.03	0.00	0.03	0.03
(3) Net interest margin (A)-(B)	0.30	0.00	0.30	0.31

B. Gains or Losses of Securites

【Non-consolidated】 (Millions of Yen)

	1st Half 2005		1st Half 2004	Fiscal 2004
	(A)	(A)-(B)	(B)	
Gains (losses) on bonds	(200)	(304)	104	(5)
Gains on sales	0	(121)	121	398
Gains on maturity	-	(2)	2	3
Losses on sales	125	117	8	397
Losses on maturity	75	65	10	10
Writeoff	-	-	-	-
Gains (losses) on stocks	(250)	(198)	(52)	165
Gains on sales	65	47	18	264
Losses on sales	0	0	-	28
Writeoff	316	246	70	70

C. Capital Adequacy Ratio

(Domestic Standard) 【Consolidated】

(Millions of Yen)

	As of SEP 30, 2004 (Preliminary)			MAR 31, 2004	SEP 30, 2003
	(A)	(A)-(B)	(A)-(C)	(B)	(C)
(1) Capital adequacy ratio	11.07%	0.29%	0.76%	10.78%	10.31%
Tier capital ratio	10.45%	0.30%	0.77%	10.15%	9.68%
(2) Tier capital	279,843	6,594	11,570	273,249	268,273
(3) Tier capital	16,731	(83)	(572)	16,814	17,303
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)	296,574	6,511	10,997	290,063	285,577
(6) Risk-adjusted assets	2,676,963	(13,434)	(91,622)	2,690,397	2,768,585

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

(Millions of Yen)

	As of SEP 30, 2004 (Preliminary)			MAR 31, 2004	SEP 30, 2003
	(A)	(A)-(B)	(A)-(C)	(B)	(C)
(1) Capital adequacy ratio	10.90%	0.30%	0.75%	10.60%	10.15%
Tier capital ratio	10.27%	0.29%	0.75%	9.98%	9.52%
(2) Tier capital	272,369	6,212	10,755	266,157	261,614
(3) Tier capital	16,566	(94)	(595)	16,660	17,161
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)	288,935	6,118	10,160	282,817	278,775
(6) Risk-adjusted assets	2,650,638	(14,998)	(95,188)	2,665,636	2,745,826

D. Return on Equity

【Non-consolidated】

(%)

	1st Half 2005		1st Half 2004	Fiscal 2004
	(A)	(A)-(B)	(B)	
net income on equity	4.54	0.28	4.26	3.92

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 under bankruptcy" or "Past due loans".

【Non-consolidated】

(Millions of Yen)

	As of SEP 30, 2004			MAR 31, 2004 (B)	SEP 30, 2003 (C)
	(A)	(A)-(B)	(A)-(C)		
Loans to borrowers under bankruptcy	22,387	(39)	(12,890)	22,426	35,277
Past due loans	102,442	3,826	(10,768)	98,616	113,210
Accruing loans contractually past due three months or more	713	235	457	478	256
Restructured loans	70,399	(8,537)	(20,665)	78,936	91,064
Total	195,942	(4,515)	(43,866)	200,457	239,808
Loans and bills discounted	3,096,200	(39,313)	13,218	3,135,513	3,082,982

= Percentage of total loans and bills discounted =

(%)

Loans to borrowers under bankruptcy	0.72	0.01	(0.42)	0.71	1.14
Past due loans	3.30	0.16	(0.37)	3.14	3.67
Accruing loans contractually past due three months or more	0.02	0.01	0.02	0.01	0.00
Restructured loans	2.27	(0.24)	(0.68)	2.51	2.95
Total	6.32	(0.07)	(1.45)	6.39	7.77

Ref) In case of applying partly direct writeoff

(Million of Yen. %)

	As of SEP 30, 2004			MAR 31, 2004 (B)	SEP 30, 2003 (C)
	(A)	(A)-(B)	(A)-(C)		
Amount of partly direct writeoff	31,291	4,226	(8,669)	27,065	39,960
Total of risk-monitored loans	164,650	(8,741)	(35,197)	173,391	199,847
Loans and bills discounted	3,064,908	(43,540)	21,887	3,108,448	3,043,021
Percentage of total loans	5.37	(0.20)	(1.19)	5.57	6.56

【Consolidated】

(Millions of Yen)

	As of SEP 30, 2004			MAR 31, 2004 (B)	SEP 30, 2003 (C)
	(A)	(A)-(B)	(A)-(C)		
Loans to borrowers under bankruptcy	23,115	219	(12,763)	22,896	35,878
Past due loans	104,281	3,554	(10,817)	100,727	115,098
Accruing loans contractually past due three months or more	713	235	457	478	256
Restructured loans	70,488	(8,542)	(20,929)	79,030	91,417
Total	198,598	(4,534)	(44,053)	203,132	242,651
Loans and bills discounted	3,077,866	(38,913)	13,191	3,116,779	3,064,675

= Percentage of total loans and bills discounted =

(%)

Loans to borrowers under bankruptcy	0.75	0.02	(0.42)	0.73	1.17
Past due loans	3.38	0.15	(0.37)	3.23	3.75
Accruing loans contractually past due three months or more	0.02	0.01	0.02	0.01	0.00
Restructured loans	2.29	(0.24)	(0.69)	2.53	2.98
Total	6.45	(0.06)	(1.46)	6.51	7.91

B. Reserve for Possible Loan Losses

(1) Writeoff and Reserve Standard

a. General Reserve

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

b. Special Reserve

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

(2) Conditions of Reserve for Possible Loan Losses

【Non-consolidated】

(Millions of Yen)

	As of SEP 30, 2004			MAR 31, 2004	SEP 30, 2003
	(A)	(A)-(B)	(A)-(C)	(B)	(C)
Reserve for possible Loan losses	68,647	(2,425)	(19,065)	71,072	87,712
General reserve	21,550	(6,522)	(8,100)	28,072	29,650
Special reserve	47,097	4,098	(10,964)	42,999	58,061
Special reserve for loans to certain countries					

【Consolidated】

(Millions of Yen)

	As of SEP 30, 2004			MAR 31, 2004	SEP 30, 2003
	(A)	(A)-(B)	(A)-(C)	(B)	(C)
Reserve for possible Loan losses	72,905	(2,238)	(18,961)	75,143	91,866
General reserve	22,845	(6,376)	(7,872)	29,221	30,717
Special reserve	50,059	4,137	(11,089)	45,922	61,148
Special reserve for loans to certain countries					

C. Loans by Industry

【Non-consolidated】

(Millions of Yen)

	As of SEP 30, 2004			MAR 31, 2004 (B)	SEP 30, 2003 (C)
	(A)	(A)-(B)	(A)-(C)		
Domestic offices (Excluding Japan offshore banking accounts)	3,096,200	(39,313)	13,218	3,135,513	3,082,982
Manufacturing	294,298	(201)	(36,285)	294,499	330,583
Agriculture	5,483	(1,544)	(2,095)	7,027	7,578
Forestry	473	(26)	(51)	499	524
Fishery	14,043	(769)	(3,174)	14,812	17,217
Mining	1,985	(494)	(57)	2,479	2,042
Construction companies	181,596	(13,966)	(16,645)	195,562	198,241
Utilities	73,829	(16,285)	1,153	90,114	72,676
Information and communications	28,833	(1,747)	(332)	30,580	29,165
Transportation	51,506	(9,231)	992	60,737	50,514
Wholesale and retail	379,930	(489)	(27,883)	380,419	407,813
Financial institutions	213,399	(11,275)	(15,881)	224,674	229,280
Real estate companies	358,718	649	(1,400)	358,069	360,118
Services	347,441	(9,383)	(22,336)	356,824	369,777
Municipalities	339,142	2,065	25,236	337,077	313,906
Other	805,515	23,379	111,973	782,136	693,542

D. Risk-monitored Loans by Industry

【Non-consolidated】

(Millions of Yen)

	As of SEP 30, 2004			MAR 31, 2004 (B)	SEP 30, 2003 (C)
	(A)	(A)-(B)	(A)-(C)		
Domestic offices (Excluding Japan offshore banking accounts)	195,942	(4,515)	(43,866)	200,457	239,808
Manufacturing	21,270	(852)	(8,761)	22,122	30,031
Agriculture	1,542	1,018	1,126	524	416
Forestry	467	(3)	(5)	470	472
Fishery	6,121	95	(2,507)	6,026	8,628
Mining		(6)	(6)	6	6
Construction companies	27,288	(2,275)	(10,546)	29,563	37,834
Utilities		(5)		5	
Information and communications	299	3	(136)	296	435
Transportation	4,243	(58)	(325)	4,301	4,568
Wholesale and retail	28,130	(4,070)	(12,119)	32,200	40,249
Financial institutions	1,245	53	50	1,192	1,195
Real estate companies	42,497	2,477	(2,062)	40,020	44,559
Services	55,955	(248)	(8,401)	56,203	64,356
Municipalities					
Other	6,879	(645)	(173)	7,524	7,052

E. Loans to Consumers

【Non-consolidated】

(Millions of Yen)

	As of SEP 30, 2004			MAR 31, 2004 (B)	SEP 30, 2003 (C)
	(A)	(A)-(B)	(A)-(C)		
Consumer loans	664,006	11,874	18,026	652,132	645,980
Housing loans	589,836	12,959	20,946	576,877	568,890
Other consumer loans	74,170	(1,085)	(2,920)	75,255	77,090

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

【Non-consolidated】

(%)

	As of SEP 30, 2004			MAR 31, 2004 (B)	SEP 30, 2003 (C)
	(A)	(A)-(B)	(A)-(C)		
Percentage of total loans	62.95	0.76	(1.50)	62.19	64.45

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, 2004				MAR 31, 2004		
	Unrealized gains (losses) (A)	(A)-(B)	Gains	Losses	Unrealized gains (losses) (B)	Gains	Losses
Held-to-maturity	8	17	12	3	(9)	5	15
Other investment	81,455	(7,784)	85,056	3,600	89,239	94,165	4,925
Stocks	59,707	(9,042)	59,794	87	68,749	68,895	145
Bonds	20,443	2,608	22,323	1,879	17,835	21,659	3,824
Other	1,303	(1,351)	2,937	1,633	2,654	3,610	956
Total	81,463	(7,766)	85,068	3,604	89,229	94,170	4,940
Stocks	59,707	(9,042)	59,794	87	68,749	68,895	145
Bonds	20,452	2,627	22,335	1,883	17,825	21,664	3,839
Other	1,303	(1,351)	2,937	1,633	2,654	3,610	956

- 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, 2004				MAR 31, 2004		
	Unrealized gains (losses) (A)	(A)-(B)	Gains	Losses	Unrealized gains (losses) (B)	Gains	Losses
Held-to-maturity	-	-	-	-	-	-	-
Subsidiary and affiliate stocks	-	-	-	-	-	-	-
Other investment	81,382	(7,768)	84,982	3,600	89,150	94,074	4,923
Stocks	59,634	(9,027)	59,721	87	68,661	68,805	143
Bonds	20,443	2,608	22,323	1,879	17,835	21,659	3,824
Other	1,303	(1,351)	2,937	1,633	2,654	3,610	956
Total	81,382	(7,768)	84,982	3,600	89,150	94,074	4,923
Stocks	59,634	(9,027)	59,721	87	68,661	68,805	143
Bonds	20,443	2,608	22,323	1,879	17,835	21,659	3,824
Other	1,303	(1,351)	2,937	1,633	2,654	3,610	956

- 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.