

Explanatory Material

*1st Half Fiscal Year 2003
ended on Sep.30, 2003*

The Sumitomo Trust and Banking Co., Ltd.

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I. Outlook of the financial results for the 1st half fiscal year 2003

1. Summary of the financial results for the 1st half fiscal year 2003

(Consolidated)

		Millions of Yen		
		1HFY2003	1HFY2002	Change
Gross profits	1	144,491	137,125	7,366
Net trust fees	2	31,627	26,618	5,008
Principal guaranteed trust a/c credit costs	3	2,239	16,514	-14,275
Net interest income	4	48,695	76,499	-27,803
Net fees and commissions	5	24,963	18,397	6,566
Net gains on trading	6	3,008	5,092	-2,083
Others	7	36,195	10,518	25,677
General & administrative expenses	8	66,545	68,094	-1,549
Net transfer to general reserves	9	-	-	-
Banking a/c credit costs	10	10,577	6,894	3,683
Net losses on direct write-offs	11	8,552	5,575	2,976
Net transfer to specific loan losses reserves	12	-	-	-
Losses on sale of loans to CCPC	13	-	-	-
Losses on sale of loans in bulk	14	-14	1,181	-1,195
Net transfer to reserves for loans to borrowers in specific foreign countries	15	-	-	-
Other credit costs	16	2,039	137	1,902
Net gains on stocks	17	8,971	-16,943	25,915
Net income from non-consolidated entities by equity method	18	-1,053	-258	-795
Others	19	-8,653	-4,545	-4,108
Net operating income	20	66,632	40,389	26,243
Extraordinary income	21	5,637	-29,527	35,164
Reversal of reserves	22	2,749	1,492	1,257
Net gains on securities contributed to employee retirement benefit trust	23	-	-29,023	29,023
Refund of Tokyo Metropolitan Government's Tax on large banks	24	5,285	-	5,285
Net income before income taxes	25	72,270	10,862	61,407
Income taxes	26	532	581	-48
Deferred income taxes	27	28,932	3,759	25,173
Minority interest	28	1,843	1,305	538
Net income	29	40,961	5,216	35,744
Total credit costs (3 + 9 + 10 - 22)	30	10,067	21,917	-11,849
Net business profit (1-8-9)	31	77,946	69,030	8,915
Net business profit before credit costs (31+3+9)	32	80,186	85,545	-5,359
<Number of subsidiaries/ affiliates>				
		Sep. 2003	Mar. 2003	Change
Consolidated subsidiaries		20	20	-
Number of affiliates (subject to the equity method)		5	5	-

(Non-consolidated)

		Millions of Yen			% change
		1HFY2003	1HFY2002	Change	
Gross profits	1	130,674	128,775	1,899	1.5
excluding Net gains on bonds (1-9-18)	2	118,345	124,180	-5,834	-4.7
Net trust fees	3	31,627	26,618	5,008	18.8
Principal guaranteed trust a/c credit costs	4	2,239	16,514	-14,275	-86.4
Net losses on direct write-offs	5	2,051	14,896	-12,845	-86.2
Losses on sales of loans to CCPC	6	-	1,386	-1,386	-100.0
Losses on sale of loans in bulk	7	188	231	-42	-18.5
Trust fees from principal guaranteed trust a/c	8	16,448	25,612	-9,163	-35.8
Net capital gains on bonds	9	-502	-2,415	1,912	79.2
Other trust fees	10	17,418	17,521	-102	-0.6
Net interest income	11	47,197	74,903	-27,705	-37.0
Domestic	12	41,894	46,252	-4,357	-9.4
International	13	5,303	28,650	-23,347	-81.5
Net fees and commissions	14	12,507	11,226	1,280	11.4
Domestic	15	13,905	12,025	1,879	15.6
Net gains on trading	16	3,008	5,092	-2,083	-40.9
Others	17	36,333	10,934	25,398	232.3
Net capital gains on bonds	18	12,831	7,010	5,820	83.0
Net gains on financial derivatives	19	22,057	51	22,006	43,019.5
General and administrative expenses	20	55,524	58,189	-2,664	-4.6
Personnel expenses	21	23,008	23,480	-471	-2.0
Non-personnel expenses excluding taxes	22	30,056	32,296	-2,239	-6.9
Taxes other than income taxes	23	2,458	2,412	46	1.9
Net business profit before credit costs (1+4-20)	24	77,390	87,100	-9,710	-11.1
excluding Net capital gains on bonds (24-9-18)	25	65,061	82,506	-17,444	-21.1
Net transfer to general reserves	26	-	-	-	-
Net business profit	27	75,150	70,586	4,564	6.5
Net non-recurring profit	28	-12,763	-32,298	19,535	60.5
Net gains on stocks	29	8,972	-16,939	25,912	153.0
Gains on sale of stocks	30	19,923	10,473	9,449	90.2
Losses on sale of stocks	31	8,400	15,328	-6,927	-45.2
Losses on devaluation of stocks	32	2,550	12,084	-9,534	-78.9
Banking a/c credit costs	33	10,549	6,867	3,681	53.6
Net losses on direct write-offs	34	8,524	5,549	2,975	53.6
Net transfer to specific loan loss reserves	35	-	-	-	-
Losses on sale of loans to CCPC	36	-	-	-	-
Losses on sale of loans in bulk	37	-14	1,181	-1,195	-101.2
Net transfer to reserves for loans to borrowers in specific foreign countries	38	-	-	-	-
Other credit costs	39	2,039	137	1,902	1,386.3
Corporate taxes other than relating to income	40	414	550	-136	-24.7
Others	41	-10,771	-7,940	-2,830	-35.7
Net operating income	42	62,387	38,287	24,099	62.9
Extraordinary income	43	5,755	-4,671	10,426	223.2
Net gains on disposal of fixed assets	44	-1,139	-460	-679	-147.7
Gains on disposal of fixed assets	45	3	-	3	497.3
Losses on disposal of fixed assets	46	1,143	460	682	148.2
Reversal of reserves	47	2,838	2,419	418	17.3
Amortized cost of net transition obligation for employee retirement benefit	48	1,829	1,829	-	-
Net gains on collection from write-offs	49	601	322	278	86.4
Gains on partial transfer of stock transfer agency business	50	-	23,900	-23,900	-100.0
Net gains on securities contributed to employee retirement benefit trust	51	-	-29,023	29,023	100.0
Refund of Tokyo Metropolitan Government's Tax on large banks	52	5,285	-	5,285	-
Net income before income taxes	53	68,142	33,616	34,526	102.7
Income taxes	54	44	51	-7	-14.6
Deferred income taxes	55	27,708	13,403	14,305	106.7
Net income	56	40,389	20,160	20,228	100.3
Total credit costs (4 + 26 + 33 - 47)		9,951	20,963	-11,012	-52.5

2. Unrealized gains/losses on investment securities

(1) Banking a/c

(Consolidated)

	Millions of Yen						Change of net
	Sep. 2003			Mar. 2003			
	Net	Unrealized gains	Unrealized losses	Net	Unrealized gains	Unrealized losses	
Held-to-maturity debt securities	595	612	17	678	999	320	-82
Investment in affiliates	-	-	-	-	-	-	-
Available-for-sale securities	73,810	145,062	71,252	-19,637	91,456	111,093	93,447
Total	74,406	145,675	71,269	-18,958	92,455	111,414	93,364
Japanese stocks	70,633	108,742	38,108	-63,625	35,432	99,057	134,259
Japanese bonds	-12,942	4,877	17,819	8,462	8,560	98	-21,404
Foreign securities and others (*1)	16,714	32,054	15,340	36,204	48,463	12,258	-19,489
(Net unrealized gains on available-for-sale securities, net of tax)	44,782	-----	-----	-11,309	-----	-----	56,092

(*1) Most part of securities categorized in "Foreign securities and others" are US Treasuries and German Bunds. The figures in the tables are translated in Japanese Yen. Although the value is shown in Japanese Yen, those bonds are funded by repo transactions. Thus there is not foreign exchange rate risk.

(Non-consolidated)

	Millions of Yen						Change of net
	Sep. 2003			Mar. 2003			
	Net	Unrealized gains	Unrealized losses	Net	Unrealized gains	Unrealized losses	
Held-to-maturity debt securities	-	-	-	-	-	-	-
Investment in affiliates	-	-	-	-	-	-	-
Available-for-sale securities	73,224	144,298	71,073	-19,803	91,081	110,884	93,027
Total	73,224	144,298	71,073	-19,803	91,081	110,884	93,027
Japanese stocks	70,538	108,646	38,108	-63,668	35,388	99,057	134,206
Japanese bonds	-12,940	4,877	17,817	8,461	8,559	98	-21,401
Foreign securities and others (*1)	15,627	30,774	15,147	35,404	47,133	11,728	-19,776
(Net unrealized gains on available-for-sale securities, net of tax)	43,598	-----	-----	-11,790	-----	-----	55,388

(2) Principal guaranteed trust a/c

(Non-consolidated)

	Millions of Yen		
	Net		Change of net
	Sep. 2003	Mar. 2003	
Total	3,013	4,775	-1,762
Japanese stocks	-	-	-
Japanese bonds	2,496	3,990	-1,494
Foreign securities and others	516	785	-268

3. BIS capital ratio (Consolidated)

	Millions of Yen			
	Sep. 2003	Mar. 2003	Sep. 2002	Change from Mar. 2003
Total capital	1,380,346	1,213,927	1,369,033	166,419
Tier I	760,014	706,184	774,558	53,829
Net unrealized losses on available-for-sale securities, net of tax	-	11,288	23,725	-11,288
Minority interest in consolidated subsidiaries	89,610	89,072	89,064	537
Non-cumulative preferred capital notes	83,000	83,000	83,000	-
Tier II	624,114	511,306	597,414	112,808
Upper Tier II	244,107	197,006	290,138	47,101
Net unrealized gains on available-for-sale securities, net of tax	33,677	-	-	33,677
Revaluation surplus on land, after 55% discount	3,357	4,188	4,277	-830
General reserves	78,397	88,243	83,961	-9,845
Perpetual subordinated debts	128,675	104,575	201,900	24,100
Lower Tier II	380,007	314,300	307,275	65,707
Termed subordinated debts, etc.	380,007	314,300	307,275	65,707
Deduction (double gearing)	3,782	3,564	2,939	217
Total risk adjusted assets	11,405,376	11,580,899	11,840,383	-175,523
On-balance-sheet items	10,259,383	10,474,890	10,471,681	-215,506
Off-balance-sheet items	1,086,430	1,042,641	1,324,309	43,788
Market risk equivalent	59,562	63,367	44,392	-3,804
BIS capital ratio	12.10%	10.48%	11.56%	1.62%
(Tier I ratio)	6.66%	6.09%	6.54%	0.57%

(*) Non-consolidated BIS capital ratio and Tier I ratio are 12.28% and 6.77%, respectively.

4. Adequacy for calculating and posting net deferred tax assets

1. Adequacy for calculating and posting net deferred tax assets (Non-consolidated)

The recoverability of deferred tax assets is estimated from future taxable income that is estimated based on the Plan for restoring sound management as well as historical financial performance.

Although a material amount of loss carried forwards exists at the end of the first half of fiscal year 2003, it is due to extraordinary causes in the past. Thus, the proviso of item 4 of the practical guideline, "Treatment for audit of recoverability of deferred tax assets" is applicable.

And net deferred tax assets are posted based on the tax planning with limits of not more than the total future taxable income in reasonable term for estimation (5 years).

Although there are negative figures for taxable income in the past five years, those are due to extraordinary causes as following;

- Devaluation of assets in accordance with the introduction of new accounting standard for financial products
- Proactive final disposition of non-performing loans in line with Japanese government's policy
- Acceleration of unwinding of cross share-holdings to meet the new regulation

	Billions of Yen				
	FY2002	FY2001	FY2000	FY1999	FY1998
Taxable income before deduction of loss carry forwards	-221.2	52.4	-122.4	107.3	14.1
Net business profit before credit costs	158.8	150.2	144.1	144.7	228.1

2. Estimated amount for future taxable income (Non-consolidated)

Net business profit before credit costs, income before income taxes, and taxable income which are used for estimation of future tax income

	Billions of Yen	
	Total from 2HFY2003 to 1HFY2008	
Net business profit before credit costs	790.1	
Income before income taxes	559.3	
Taxable income before deduction of existing deferred tax assets factors	626.4	
Effective tax rate for calculation of deferred tax assets	40.46%	

3. Factors for deferred tax assets and deferred tax liabilities (Non-consolidated)

	Billions of Yen	
	Sep. 2003	Mar. 2003
Deferred tax assets	235.9	272.5
Reserves for possible loan losses (including taxable losses on write-offs)	38.5	50.2
Devaluation of securities	43.7	54.5
Reserves for employee retirement benefit	8.6	7.1
Loss carry forwards	122.7	127.7
Net unrealized losses on available-for-sale securities	-	8.0
Others	25.3	27.0
Valuation allowance	-3.2	-2.2
Deferred tax liabilities	35.1	5.6
Net unrealized gains on available-for-sale securities	29.6	-
Others	5.5	5.6
Net deferred tax assets (on the balance sheet)	200.7	266.8

4. Percentage to capital (Non-consolidated)

The portion of net deferred tax assets to Tier I has considerably decreased from 37.4% to 26.1%.

	Billions of Yen	
	Sep. 2003	Mar. 2003
Net deferred tax assets (A)	200.7	266.8
Tier I (B)	766.4	713.2
Percentage (A) / (B)	26.1%	37.4%

5. Factors for deferred tax assets and deferred tax liabilities (Consolidated)

	Billions of Yen	
	Sep. 2003	Mar. 2003
Deferred tax assets	247.2	285.0
Reserves for possible loan losses (including taxable losses on write-offs)	40.5	52.3
Devaluation of securities	43.8	54.5
Reserve for employee retirement benefit	9.4	7.8
Loss carry forwards	126.2	130.6
Unrealized profit	9.1	10.1
Net unrealized losses on available-for-sale securities	-	8.0
Others	26.2	27.9
Valuation allowance	-8.1	-6.4
Deferred tax liabilities	35.1	5.6
Net unrealized gains on available-for-sale securities	29.6	-
Others	5.5	5.6
Net deferred tax assets (on the balance sheet)	212.0	279.4
Net deferred tax liabilities (on the balance sheet)	0.1	0.1

6. Percentage to capital (Consolidated)

The portion of net deferred tax assets to Tier I has considerably decreased from 39.5% to 27.9%.

	Billions of Yen	
	Sep. 2003	Mar. 2003
Net deferred tax assets (A)	212.0	279.4
Tier I (B)	760.0	706.1
Percentage (A) / (B)	27.9%	39.5%

(*) Classification of companies in the practical guideline, the Japanese Institute of Certified Public Accountants ("JICPA") Industry Auditing Committee Report No. 66 "Treatment for audit of recoverability of deferred tax assets" (November 9, 2001)

Item 1: Companies which report taxable income every year, and the taxable income sufficiently exceeds temporary differences that will result in deductible amounts in the future years.

Item 2: Companies which show stable business performance but do not report taxable income enough for covering temporary differences that will amounts in the future years.

Item 3: Companies which show unstable business performance and do not report taxable income enough for covering temporary differences that result in deductible amounts in the future.

Item 4: Companies which post material amount of loss carry forwards.

Proviso of item 4: Companies which post material amount of loss carry forwards but report taxable income every year except for extraordinary causes.

Item 5: Companies have post material amount of loss carry forwards for consecutive years (most commonly 3 years and more).

5. Cross shareholdings

(1) Cross shareholdings (Market price available)

(Consolidated)

	Billions of Yen		
	Sep. 2003	Mar. 2003	Sep. 2002
Cost basis	487.0	588.7	840.3
Mark-to-market basis	557.7	525.1	722.1
Tier I	760.0	706.1	774.5

(2) Unwinding of cross shareholdings (Cost basis)

(Non-consolidated)

	Billions of Yen			
	FY2003		FY2002	
	Full FY2003	1HFY2003	Full FY2002	1HFY2002
Plan	150.0	100.0	200.0	100.0
Actual	-----	101.7	325.3	148.8

6. Assets classified under the Financial reconstruction law (After partial direct write-offs)

(1) Banking a/c (Non-consolidated)

	Millions of Yen				
	Sep. 2003	Mar. 2003	Sep. 2002	Change from Mar. 2003	Change from Sep. 2002
Assets classified under the Financial reconstruction law (a)	316,532	338,377	469,172	-21,844	-152,639
Loans in bankrupt and practically bankrupt	19,766	21,984	60,091	-2,217	-40,324
Doubtful loans	117,897	159,783	242,535	-41,885	-124,638
Substandard loans (b)	178,868	156,610	166,545	22,257	12,322
Ordinary assets	9,178,238	9,284,705	9,048,370	-106,467	129,867
Loans to substandard debtors (excluding Substandard loans) (c)	12,217	10,864	31,211	1,353	-18,993
Loans to special mention debtors (excluding (b) and (c))	552,707	653,031	796,263	-100,323	-243,555
Loans to ordinary debtors	8,613,312	8,620,810	8,220,896	-7,497	392,416
Total loan balance (d)	9,494,771	9,623,083	9,517,543	-128,312	-22,771
Ratio to total loan balance (a) / (d)	3.3%	3.5%	4.9%	-0.2%	-1.6%
Loans to substandard debtors (b)+(c)	191,086	167,475	197,756	23,611	-6,670

(*) Partial direct write-offs: Sep. 2003: 117.5 billion Yen, Mar. 2003: 151.6 billion Yen, Sep. 2002: 256.3 billion Yen

(2) Principal guaranteed trust a/c (Non-consolidated)

	Millions of Yen				
	Sep. 2003	Mar. 2003	Sep. 2002	Change from Mar. 2003	Change from Sep. 2002
Assets classified under the Financial reconstruction law (e)	56,061	63,819	111,067	-7,758	-55,006
Loans in bankrupt and practically bankrupt	5,976	7,050	10,048	-1,073	-4,071
Doubtful loans	15,741	16,875	31,122	-1,134	-15,381
Substandard loans (f)	34,343	39,893	69,896	-5,549	-35,553
Ordinary assets	1,254,927	1,480,130	1,647,491	-225,202	-392,563
Loans to substandard debtors (excluding Substandard loans) (g)	2,501	2,174	9,562	326	-7,061
Loans to special mention debtors (excluding (f) and (g))	35,172	50,266	78,086	-15,093	-42,913
Loans to ordinary debtors	1,217,253	1,427,689	1,559,842	-210,436	-342,589
Total loan balance (h)	1,310,989	1,543,950	1,758,559	-232,961	-447,570
Ratio to total loan balance (e) / (h)	4.3%	4.1%	6.3%	0.2%	-2.0%
Loans to substandard debtors (f)+(g)	36,845	42,068	79,459	-5,222	-42,614

(3) Banking a/c and principal guaranteed trust a/c combined (Non-consolidated)

	Millions of Yen				
	Sep. 2003	Mar. 2003	Sep. 2002	Change from Mar. 2003	Change from Sep. 2002
Assets classified under the Financial reconstruction law (A)	372,594	402,197	580,240	-29,603	-207,646
Loans in bankrupt and practically bankrupt	25,743	29,034	70,139	-3,291	-44,396
Doubtful loans	133,638	176,658	273,658	-43,020	-140,019
Substandard loans (B)	213,212	196,504	236,442	16,708	-23,230
Ordinary assets	10,433,166	10,764,836	10,695,861	-331,670	-262,695
Loans to substandard debtors (excluding substandard loans) (C)	14,719	13,039	40,774	1,680	-26,054
Loans to special mention debtors (excluding (B) and (C))	587,880	703,297	874,349	-115,416	-286,468
Loans to ordinary debtors	9,830,566	10,048,499	9,780,738	-217,933	49,827
Total loan balance (D)	10,805,760	11,167,033	11,276,102	-361,273	-470,341
Ratio to total loan balance (A) / (D)	3.4%	3.6%	5.1%	-0.2%	-1.7%
Loans to substandard debtors (B)+(C)	227,931	209,543	277,216	18,388	-49,284

(4) Reserve ratio for loans to special mention / ordinary debtors (general reserves) (Banking a/c) (Non-consolidated)

	Percentage points				
	Sep. 2003	Mar. 2003	Sep. 2002	Change from Mar. 2003	Change from Sep. 2002
Special mention	9.2	9.5	7.5	-0.3	1.7
Substandard debtors	18.2	25.0	25.7	-6.8	-7.5
Against uncovered portion	52.5	50.7	49.0	1.8	3.5
Other than substandard debtors	6.1	5.6	3.0	0.5	3.1
Ordinary debtors	0.1	0.1	0.1	-	-

(*) Reserve ratio = general reserves / loan amount

(5) Asset classified under the Financial reconstruction law as of September 30, 2003 (Non-consolidated)

(Banking a/c)

(in millions of Yen)

	Balance		Collateral/ Reserves	Reserve ratio
		Coverage ratio		
Loans in bankrupt/ practically bankrupt (A)	(a)		Specific loan loss reserves (b)	100%
	19,766 (21,984)	100% (100%)	957 18,809	(100%) (b) / ((a)-(c))
Doubtful loans (B)	(d)	93% (86%)	Uncovered	79%
			Specific loan loss reserves (e)	(66%)
			Guarantee and collateral (f)	(e) / ((d)-(f))
Substandard loans (C)	(g)	81% (75%)	Uncovered	50%
			General reserves (h)	(50%)
			Guarantee and collateral (i)	(h) / ((g)-(i))
Ordinary assets	9,178,238 (9,284,705)		General reserves	
			Reserves for loans to borrowers in specific foreign countries	
Total	9,494,771 (9,623,083)		Total of (A),(B) and (C) 316,532 (338,377)	Ratio to total loan balance 3.3%

(Principal guaranteed trust a/c)

(in millions of Yen)

	Balance		Collateral/ Reserves	Reserves for principal
		Coverage Ratio		
Loans in bankrupt/ practically bankrupt (D)	5,976 (7,050)	100% (100%)	Guarantee and collateral 5,976	10,075 Reserves for loan trust
Doubtful loans (E)	15,741 (16,875)	79% (75%)	Uncovered	674 Reserves for JO MT
			Guarantee and collateral	
Substandard loans (F)	34,343 (39,893)	51% (54%)	Uncovered	
			Guarantee and collateral	
Ordinary assets	1,254,927 (1,480,130)			
Total	1,310,989 (1,543,950)		Total of (D), (E) and (F) 56,061 (63,819)	Ratio to total loan balance 4.3%

(Banking a/c and principal guaranteed trust a/c combined)

Grand total	10,805,760 (11,167,033)		Total of (A),(B),(C),(D),(E) and (F) 372,594 (402,197)	Ratio to grand total loan balance 3.4%
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(*) Numbers in parenthesis are as of Mar.2003

7. Forecast for full FY2003

	Billions of Yen			
	Forecast for FY2003 (A)	1HFY2003 (Actual)	FY2002 (Actual) (B)	Change (A)-(B)
<u>(Non-consolidated)</u>				
Net business profits before credit costs	145.0	77.3	158.8	-13.8
Net business profits	140.0	75.1	133.4	6.6
Total credit costs	40.0	9.9	85.9	-45.9
Banking a/c net credit costs	35.0	7.7	65.6	-30.6
Trust a/c net credit costs	5.0	2.2	20.3	-15.3
Other non-recurring items	-5.0	-2.2	-141.3	136.3
Net operating income	100.0	62.3	-68.3	168.3
Net income	60.0	40.3	-56.5	116.5
Dividend per common stock (Yen)	4.00	-	3.00	1.00
Dividend per preferred stock (Yen)	6.08	-	6.08	-
<u>(Consolidated)</u>				
Net operating income	110.0	66.6	-66.1	176.1
Net income	65.0	40.9	-72.9	137.9

II. Supplementary information I

1. Total risk adjusted assets, capital and deferred tax assets (Consolidated)

	Billions of Yen			
	Total risk adjusted assets	Capital		
		Total	Tier I	Tier II
Sep. 2002	11,840.3	1,369.0	774.5	597.4
Sep. 2003	11,405.3	1,380.3	760.0	624.1

	Billions of Yen	
	Deferred tax assets	BIS capital ratio
Sep. 2002	225.2	11.56%
Sep. 2003	212.0	12.10%

2. Net business profit (Non-consolidated)

	Billions of Yen			
	Net business profit before net transfer to general reserves	Net business profit	Net business profit before principal guaranteed a/c credit costs	
			Before net transfer to general reserves	
1HFY 2002 (Actual)	70.5	70.5	87.1	87.1
1HFY 2003 (Previous forecast)	60.0	60.0	65.0	65.0
1HFY 2003 (Actual)	75.1	75.1	77.3	77.3
FY 2003 (Previous forecast)	135.0	135.0	145.0	145.0
FY 2003 (Amended forecast)	140.0	140.0	145.0	145.0

3. Non-performing loans

(1) Credit costs
(Consolidated)

	Billions of Yen			
	Net transfer to general reserves (a)	Banking a/c credit costs (*) (b)	Principal guaranteed trust a/c credit costs (c)	Total credit costs (a)+(b)+(c)
1HFY 2002	-	5.4	16.5	21.9
FY 2002	5.0	62.5	20.3	87.8
1HFY 2003	-	7.8	2.2	10.0

(*) For banking a/c credit costs, the sum of credit costs is booked to be non-recurring loss. However, in the table above, 1.4 billion yen of reversal of reserves (extraordinary income item) is included for 1HFY2002, and 2.7 billion yen of reversal of reserves (extraordinary income item) is included for 1HFY2003.

(Non-consolidated)

	Billions of Yen			
	Net transfer to general reserves (a)	Banking a/c credit costs (*) (b)	Principal guaranteed trust a/c credit costs (c)	Total credit costs (a)+(b)+(c)
1HFY 2002	-	4.4	16.5	20.9
FY 2002	5.1	60.4	20.3	85.9
1HFY 2003	-	7.7	2.2	9.9
FY 2003 (E)	0.0	35.0	5.0	40.0

(*) For banking a/c credit costs, the sum of credit costs is booked to be non-recurring loss. However, in the table above, 2.4 billion yen of reversal of reserves (extraordinary income item) is included for 1HFY2002, and 2.8 billion yen of reversal of reserves (extraordinary income item) is included for 1HFY2003.

(2) Outstanding amount (Banking a/c and principal guaranteed trust a/c combined) (Non-consolidated)
(Classification under self-assessment)

	Billions of Yen				(a)+(b)+(c)
	Legally/ virtually bankrupt (a)	Potentially bankrupt (b)	Potentially bankrupt or worse categories (a)+(b)	Special mention (=Watch list) including Substandard (c)	
Sep. 2002	70.1	273.7	343.8	1,151.6	1,495.4
Mar. 2003	29.0	176.7	205.7	912.8	1,118.5
Sep. 2003	25.7	133.6	159.4	815.8	975.2

(Classification under the Financial reconstruction law)

	Billions of Yen	
	Substandard Loans (d)	(a)+(b)+(d)
Sep. 2002	236.4	580.2
Mar. 2003	196.5	402.2
Sep. 2003	213.2	372.6

(3) Final disposal and new entry (Banking a/c and principal guaranteed trust a/c combined) (Non-consolidated)

a. Outstanding amount

	Billions of Yen		
	Loans in bankrupt/ practically bankrupt	Doubtful loans	Total
Sep. 2002	70.1	273.7	343.8
Mar. 2003	29.0	176.7	205.7
Sep. 2003	25.7	133.6	159.4
New entry during 1HFY2003	0.9	15.8	16.7
Final disposal during 1HFY2003	-5.8	-57.2	-63.0
Category migration during 1HFY2003	1.6	-1.6	-
Net	-3.3	-43.0	-46.3

b. Breakdown by disposal methods

	Billions of Yen				
	Liquidation	Reconstruction	Financial condition improvement along with reconstruction	Outright Sale	
				Sale to RCC	
FY 2002	99.8	105.8	58.0	125.7	8.0
1HFY 2003	36.6	19.6	19.1	5.5	-

	Billions of Yen				
	Direct write-offs	Others			Total
		Total	Collection/ repayment	Financial condition improvement	
FY 2002	-175.3	122.2	105.9	16.3	336.2
1HFY 2003	-37.2	19.3	18.2	1.1	63.0

(4) Financial support to debtors (Banking a/c and principal guaranteed trust a/c combined) (Non-consolidated)

	1HFY2003		
	Amount (Billions of Yen)	Number of companies	Company name
Debt forgiveness	6.4	1	Kumagai Gumi
Based on private sector resolution guideline	-	-	-----
Debt to equity swap	4.4	1	Kumagai Gumi
Preferred stock	-	-	-----
Total	10.8	-----	-----

(*) Based on public announcement

(5) Cash reserves and cash reserve ratio for each category of debtor (Banking a/c) (Non-consolidated)

		Sep. 2003		Mar. 2003	
		Cash reserve ratio	Cash reserves (Billions of Yen)	Cash reserve ratio	Cash reserves (Billions of Yen)
Loans to bankrupt and practically bankrupt debtors	against uncovered portion	100.0%	0.9	100.0%	1.2
Loans to doubtful debtors	against uncovered portion	79.4%	28.9	66.9%	43.3
Loans to substandard debtors	against uncovered portion	52.5%	34.9	50.7%	41.8
	against loan amount	18.2%		25.0%	
Loans to special mention debtors (excluding Loans to substandard debtors)	against loan amount	6.1%	34.1	5.6%	36.6
Loans to ordinary debtors	against loan amount	0.1%	8.6	0.1%	8.6

(*) Cash reserves = General reserves or specific loan losses reserves

		Sep. 2002	
		Cash reserve ratio	Cash reserves (Billions of Yen)
Loans to bankrupt and practically bankrupt debtors	against uncovered portion	100.0%	3.4
Loans to doubtful debtors	against uncovered portion	67.1%	71.6
Loans to substandard debtors	against uncovered portion	49.0%	50.8
	against loan amount	25.7%	
Loans to special mention debtors (excluding Loans to substandard debtors)	against loan amount	3.0%	23.8
Loans to ordinary debtors	against loan amount	0.1%	8.2

(6) Cash reserves for loans to substandard debtors calculated based on discount cash flow method (Banking a/c) (Non-consolidated)

	Numbers of applicable debtors	Cash reserves (Billions of Yen)	Reserve ratio against uncovered portion
Mar. 2003	3	8.6	48.5%
Sep. 2003	5	8.8	46.2%

(7) Non-performing loan ratio (Banking a/c and principal guaranteed trust a/c combined) (Non-consolidated)

	Mar. 2002	Sep. 2002	Mar. 2003	Sep. 2003
The Financial reconstruction law basis	6.1%	5.1%	3.6%	3.4%

4. Cross shareholdings

(1) Cross shareholdings (Market price available)

(Consolidated)

	Billions of Yen		
	Cost basis	Mark-to-market basis	Tier I
Sep. 2002	840.3	722.1	774.5
Mar. 2003	588.7	525.1	706.1
Sep. 2003	487.0	557.7	760.0

(2) Unwinding of cross shareholdings (Cost basis)

(Non-consolidated)

	Billions of Yen
FY2002	325.3
1HFY2002	148.8
Plan for FY2003	150.0
1HFY2003 (Actual)	101.7

(3) Losses on devaluation of stocks (Non-consolidated)

	Billions of Yen	
	Net gains of stocks	
	Losses on devaluation of stocks	
FY2002	-127.7	-100.9
1HFY2003	8.9	-2.5

5. Loans

(1) Loans to small and mid-sized corporations (Banking a/c and principal guaranteed trust a/c combined) (Non-consolidated)

	Billions of Yen
Sep. 2002	4,522.4
Mar. 2003	4,562.0
Sep. 2003	4,586.6

(2) Loans by industry (Banking a/c and principal guaranteed trust a/c combined) (Non-consolidated)

		Billions of Yen				
		Total amount	Risk managed loans			
			Loans more than 3 months past due	Restructured loans	Other delinquent loans	Loans in bankruptcy proceedings
Wholesale and retail	Mar. 2003	912.3	0.3	24.3	4.0	6.2
	Sep. 2003	895.9	0.2	24.7	2.4	5.3
Construction	Mar. 2003	230.7	-	45.8	35.3	2.4
	Sep. 2003	206.7	17.3	63.1	7.2	0.8
Real estate	Mar. 2003	1,125.2	0.4	41.4	111.4	8.2
	Sep. 2003	1,035.5	0.7	34.7	90.7	7.8
Finance and insurance	Mar. 2003	2,602.2	-	0.4	2.0	0.3
	Sep. 2003	2,537.6	-	2.3	2.0	0.3

6. Dividend source for the public fund (Non-consolidated)

	Billions of Yen
Retained earnings available for dividend payment (*)	114.7
Net unrealized gains on available-for-sale securities, net of tax	43.5
Annual dividend for public fund	0.7

(*) Capital surplus (excluding additional paid in capital) + retained earnings (excluding legal retained earnings)

(**) Net unrealized gains on available-for-sale securities: 73.2 billion yen

III. Supplementary information II

1. Return on equity (Non-consolidated)

		Yen		
		1HFY2003	1HFY2002	Change
Dividend per stock	Common stock	-	-	-
	Preferred stock	-	-	-
Net income per common stock		27.70	13.92	13.78
Return (Net business profit before trust a/c credit costs) on equity		26.5%	30.2%	-3.7%
Return (Net business profit before credit costs) on equity		26.5%	30.2%	-3.7%
Return (Net income) on equity		13.8%	6.9%	6.9%
		Millions of Yen		
Total stockholders' equity (ending balance)		729,117	701,046	28,070
Net unrealized gains on available-for-sale securities, net of tax		43,598	-23,820	67,418

2. Spread

(1) Domestic banking a/c

		Percentage points		
		1HFY2003	1HFY2002	Change
Average yield on interest-earning assets (A)		1.11	1.21	-0.10
Loans and bills discounted (a)		1.28	1.38	-0.10
Bonds (b)		0.83	0.94	-0.11
Average yield on interest-bearing liabilities (B)		0.35	0.38	-0.03
Deposits (c)		0.21	0.24	-0.03
Gross margin (A) - (B)		0.76	0.83	-0.07
Loan-deposit margin (a) - (c)		1.07	1.14	-0.07

(2) Domestic banking a/c and principal guaranteed trust a/c combined

		Percentage points		
		1HFY2003	1HFY2002	Change
Average yield on interest-earning assets (A)		1.15	1.31	-0.16
Loans and bills discounted (a)		1.29	1.46	-0.17
Bonds (b)		0.87	1.09	-0.22
Average yield on interest-bearing liabilities (B)		0.27	0.26	0.01
Deposits (c)		0.17	0.17	0.00
Gross margin (A) - (B)		0.88	1.05	-0.17
Loan-deposit margin (a) - (c)		1.12	1.29	-0.17

3. Breakdown of gains/ losses on securities (Non-consolidated)

(1) Bond related

	Millions of Yen		
	1HFY2003	1HFY2002	Change
Net gains on bonds	12,831	7,010	5,820
Gains on sale of bonds	36,857	75,857	-39,000
Gains on redemption of bonds	-	-	-
Losses on sale of bonds	24,025	64,503	-40,477
Losses on redemption of bonds	-	1,482	-1,482
Losses on devaluation of bonds	1	2,862	-2,860

(2) Stock related

	Millions of Yen		
	1HFY2003	1HFY2002	Change
Net gains on stocks	8,972	-16,939	25,912
Gains on sale of stocks	19,923	10,473	9,449
Losses on sale of stocks	8,400	15,328	-6,927
Losses on devaluation of stocks (*1)	2,550	12,084	-9,534

(*1) The Bank applies the rule for stock valuation as follows under Japanese GAAP.

- Values of the stocks whose market values are obtainable in the markets are determined on the basis of the 1-month-average of their daily closing prices during September 2003 (the closing month of 1HFY2003).
- The Bank adopts the standard for devaluation of stocks shown below.

Standard for devaluation of stocks

	Less than 30%	30 - 50%	More than 50%
Stocks of ordinary debtors			
Stocks of special mention or worse debtors		To be devaluated	

Devaluation of listed stocks

	Millions of Yen		
	Less than 30%	30 - 50%	More than 50%
Stocks of ordinary debtors	-	-	752
Stocks of special mention or worse debtors	-	-	28

4. Unrealized gains/ losses on financial derivatives

(1) Unrealized gains/ losses on financial derivatives reflected upon the statement of income
(Consolidated)

	Millions of Yen		
	Sep. 2003	Mar. 2003	Change
Interest rate related	36,336	4,451	-----
Interest rate swaps	73,788	1,733	-----
Bond related	-4,972	-285	-----
Currency related	7,900	3,276	-----
Stock related	437	36	-----
Credit derivatives	-14	-179	-----
Total	39,686	7,299	-----

(Non-consolidated)

	Millions of Yen		
	Sep. 2003	Mar. 2003	Change
Interest rate related	36,339	4,469	-----
Interest rate swaps	73,791	1,751	-----
Bond related	-4,972	-285	-----
Currency related	7,900	3,276	-----
Stock related	437	36	-----
Credit derivatives	-14	-179	-----
Total	39,690	7,317	-----

(*1) In accordance with the change of hedge accounting standard for Japanese banks, category of derivative transactions whose unrealized gains/losses are reflected upon the statement of income has changed. Thus, the figures in Sep. 2003 are not comparable to those figures in Mar. 2003.

(*2) Unrealized gains/losses of forward exchange contracts and currency options whose unrealized gains/losses are reflected upon statement of income are not included in the figures for Mar. 2003 but included in the figures for Sep. 2003.

(2) Derivatives to which hedge accounting is applicable

	Millions of Yen		
	Sep. 2003	Mar. 2003	Change
Interest rate related	-16,647	-36,142	-----
Interest rate swaps	-16,647	13,951	-----
Bond related	-	133	-----
Currency related	28	-	-----
Total	-16,618	-36,008	-----

(*1) In accordance with the change of hedge accounting standard for Japanese banks, hedge accounting category for derivative transactions has changed. Thus, the figures in Sep. 2003 are not comparable to those figures in Mar. 2003.

(*2) Unrealized gains/losses of cross currency swaps subject to the accrual-basis accounting standard are not included in the figures for Mar. 2003 but included in the figures for Sep. 2003.

5. General & administrative expenses (Non-consolidated)

	Millions of Yen			
	1HFY2003	1HFY2002	Change	FY2003 Projection (*1)
General & administrative expenses	55,524	58,189	-2,664	116,000
Personnel expenses	23,008	23,480	-471	47,200
Non-personnel expenses excluding taxes	30,056	32,296	-2,239	63,800
Taxes other than income taxes	2,458	2,412	46	5,000

(*1) Projection in the "Plan for restoring sound management"

6. Number of directors and employees (Non-consolidated)

	Sep. 2003	Mar. 2003	Change	Projection for Mar. 2004 (*1)
Number of directors and statutory auditors	18	18	-	18
Statutory auditors	5	5	-	5
Number of employees (*2)	4,866	4,991	-125	4,990

(*1) Projection in the "Plan for restoring sound management"

(*2) Including clerical staff, and staff dispatched to other companies. Not including part-timers.

7. Number of branches and subsidiaries (Non-consolidated)

	Sep. 2003	Mar. 2003	Change	Projection for Mar. 2004 (*1)
Number of domestic branches (*2)	51	51	-	51
Number of overseas branches	3	3	-	4
Number of overseas subsidiaries (*3)	3	3	-	3

(*1) Projection in the "Plan for restoring sound management"

(*2) Excluding satellite offices (14 offices for both in Mar. 2003 and in Sep. 2003)

(*3) Excluding special purpose companies

8. Employee retirement benefits

(Consolidated)

		Millions of Yen		
		Sep. 2003	Mar. 2003	Change
Projected benefit obligation	(A)	168,139	163,815	4,323
(Discount rate)		(3.0%)	(3.0%)	-
Plan assets (market value)	(B)	164,495	158,427	6,068
Reserves for employee retirement benefits	(C)	2,302	2,279	23
Advance benefit paid	(D)	74,673	78,943	-4,270
Unrecognized net plan assets	(E)	1,781	1,781	-
Unrecognized net transition obligation	(F)	5,489	7,319	-1,829
Unrecognized net prior service cost	(G)	2,205	2,360	-155
Unrecognized net actuarial loss	(A-B-C+D+E-F-G)	70,101	74,154	-4,053

		Millions of Yen		
		1HFY2003	1HFY2002	Change
Retirement benefit expenses		8,979	8,349	630

(Non-consolidated)

		Millions of Yen		
		Sep. 2003	Mar. 2003	Change
Projected benefit obligation	(A)	165,457	161,340	4,117
(Discount rate)		(3.0%)	(3.0%)	-
Plan assets (market value)	(B)	163,889	157,915	5,973
Reserves for employee retirement benefits	(C)	226	315	-88
Advance benefit paid	(D)	74,673	78,943	-4,270
Unrecognized net plan assets	(E)	1,781	1,781	-
Unrecognized net transition obligation	(F)	5,489	7,319	-1,829
Unrecognized net prior service cost	(G)	2,205	2,360	-155
Unrecognized net actuarial loss	(A-B-C+D+E-F-G)	70,101	74,154	-4,053

		Millions of Yen		
		1HFY2003	1HFY2002	Change
Retirement benefit expenses		8,710	8,027	683
Service cost-benefits earned		1,768	2,031	-262
Interest cost on projected benefit obligation		2,415	2,404	10
Expected return on plan assets		-2,787	-2,951	164
Amortization of net transition obligation		1,829	1,829	-
Amortization of prior service cost		155	224	-68
Amortization of net actuarial losses		4,053	2,286	1,766
Others (additional benefit at retirement, etc.)		1,275	2,202	-926

9. Risk managed loans

(1) Banking a/c and principal guaranteed trust a/c combined (Consolidated)

		Millions of Yen				
		Sep. 2003	Mar. 2003	Sep. 2002	Change from Mar. 2003	Change from Sep. 2002
Risk managed loans	Loans in bankruptcy proceedings	16,715	20,760	15,652	-4,044	1,063
	Other delinquent loans	140,863	184,231	325,920	-43,367	-185,056
	Loans more than 3 months past due	19,439	3,157	8,780	16,281	10,658
	Restructured loans	194,158	193,784	229,394	373	-35,236
	Total Loans under risk management	371,176	401,933	579,747	-30,756	-208,571
(*) Partial direct write-offs: Sep. 2003: 121.5 billion yen, Mar. 2003: 157.4 billion Yen, Sep. 2002: 262.5 billion Yen						
Total Loan Balance		10,303,966	10,687,105	10,742,310	-383,139	-438,344

		Percentage points				
% to total loan balance	Loans in bankruptcy proceedings	0.16	0.19	0.15	-0.03	0.01
	Other delinquent loans	1.37	1.72	3.03	-0.35	-1.66
	Loans more than 3 months past due	0.19	0.03	0.08	0.16	0.11
	Restructured loans	1.88	1.81	2.14	0.07	-0.26
	Total Loans under risk management	3.60	3.76	5.40	-0.16	-1.80

(2) Banking a/c loans (Non-consolidated)

		Millions of Yen				
		Sep. 2003	Mar. 2003	Sep. 2002	Change from Mar. 2003	Change from Sep. 2002
Risk managed loans	Loans in bankruptcy proceedings	11,656	14,670	9,513	-3,013	2,143
	Other delinquent loans	122,588	164,490	288,989	-41,902	-166,401
	Loans more than 3 months past due	10,532	1,199	4,356	9,332	6,175
	Restructured loans	168,336	155,410	162,188	12,925	6,147
	Total Loans under risk management	313,113	335,771	465,048	-22,658	-151,934
(*) Partial direct write-offs: Sep. 2003: 117.5 billion yen, Mar. 2003: 151.6 billion yen, Sep. 2002: 256.3 billion Yen						
Total loan balance		9,018,876	9,168,024	9,005,920	-149,147	12,956

		Percentage points				
% to total loan balance	Loans in bankruptcy proceedings	0.13	0.16	0.11	-0.03	0.02
	Other delinquent loans	1.36	1.79	3.21	-0.43	-1.85
	Loans more than 3 months past due	0.12	0.01	0.05	0.11	0.07
	Restructured loans	1.87	1.70	1.80	0.17	0.07
	Total Loans under risk management	3.47	3.66	5.16	-0.19	-1.69

(3) Principal guaranteed trust a/c loans (Non-consolidated)

		Millions of Yen				
		Sep. 2003	Mar. 2003	Sep. 2002	Change from Mar. 2003	Change from Sep. 2002
Risk managed loans	Loans in bankruptcy proceedings	4,875	5,847	5,806	-972	-930
	Other delinquent loans	16,842	18,078	35,364	-1,236	-18,522
	Loans more than 3 months past due	8,521	1,519	2,691	7,002	5,830
	Restructured loans	25,821	38,373	67,205	-12,551	-41,383
	Total Loans under risk management	56,061	63,819	111,067	-7,758	-55,006
Total loan balance		1,310,989	1,543,950	1,758,559	-232,961	-447,570

		Percentage points				
% to total loan balance	Loans in bankruptcy proceedings	0.37	0.38	0.33	-0.01	0.04
	Other delinquent loans	1.28	1.17	2.01	0.11	-0.73
	Loans more than 3 months past due	0.65	0.10	0.15	0.55	0.50
	Restructured loans	1.97	2.49	3.82	-0.52	-1.85
	Total Loans under risk management	4.28	4.13	6.32	0.15	-2.04

(4) Banking a/c and principal guaranteed trust a/c combined (Non-consolidated)

		Millions of Yen				
		Sep. 2003	Mar. 2003	Sep. 2002	Change from Mar. 2003	Change from Sep. 2002
Risk managed loans	Loans in bankruptcy proceedings	16,532	20,518	15,319	-3,985	1,212
	Other delinquent loans	139,430	182,569	324,354	-43,138	-184,923
	Loans more than 3 months past due	19,053	2,719	7,048	16,334	12,005
	Restructured loans	194,158	193,784	229,394	373	-35,236
	Total Loans under risk management	369,175	399,591	576,116	-30,416	-206,941
Total Loan Balance		10,329,866	10,711,974	10,764,479	-382,108	-434,613

		Percentage points				
% to total loan balance	Loans in bankruptcy proceedings	0.16	0.19	0.14	-0.03	0.02
	Other delinquent loans	1.35	1.70	3.01	-0.35	-1.66
	Loans more than 3 months past due	0.18	0.03	0.07	0.15	0.11
	Restructured loans	1.88	1.81	2.13	0.07	-0.25
	Total Loans under risk management	3.57	3.73	5.35	-0.16	-1.78

10. Final disposal of non-performing loans

(Banking a/c and principal guaranteed trust a/c combined) (Non-consolidated)

(1) Loans outstanding in doubtful or worse categories as of Sep. 2000 and disposal thereafter

a. Outstanding amount

	Billions of Yen			
	Sep.2000	Mar. 2001	Sep.2001	Mar. 2002
Loans in bankrupt/practically bankrupt	112.1	82.7	89.9	38.4
Doubtful loans	614.7	377.5	277.7	240.2
Total	726.8	460.2	367.6	278.6

	Billions of Yen			
	Sep.2002	Mar. 2003	Sep. 2003	Change from Mar. 2003
Loans in bankrupt/practically bankrupt	55.9	14.3	13.0	-1.3
Doubtful loans	159.4	72.7	72.0	-0.7
Total	215.3	86.9	84.9	-2.0

(A) (B)

b. Breakdown by disposal methods

	Billions of Yen	
	1HFY2003	
Liquidation	36.6	
Reconstruction	0.0	
Financial condition improvement along with reconstruction	-	
Outright sales	0.1	
Direct write-offs	-36.0	
Others	1.3	
Collection/ repayment	1.3	
Financial condition improvement	-	
Total	2.0	(B)

c. Quasi final disposal or in the process of final disposal (out of (A))

	Billions of Yen	
	1HFY2003	
Legal liquidation	11.9	
Quasi legal liquidation	2.0	
Divided into good company and bad company	-	
Residual of small amount loans after partial write-offs	0.3	
Entrusted to RCC	70.6	
Total	84.8	

(2) New entry to doubtful or worse categories during 2HFY2000 and disposal thereafter

a. Outstanding amount

	Billions of Yen			
	Mar. 2001	Sep.2001	Mar. 2002	Sep.2002
Loans in bankrupt/practically bankrupt	2.7	0.7	1.3	7.4
Doubtful loans	34.5	29.4	26.4	5.5
Total	37.2	30.1	27.6	12.8

	Billions of Yen		
	Mar. 2003	Sep. 2003	Change from Mar. 2003
Loans in bankrupt/practically bankrupt	6.4	6.9	0.5
Doubtful loans	5.2	2.5	-2.7
Total	11.6	9.5	-2.1

(C) (D)

b. Breakdown by disposal methods

	Billions of Yen	
	1HFY2003	
Liquidation	-	
Reconstruction	0.1	
Financial condition improvement along with reconstruction	-	
Outright sales	-	
Direct write-offs	1.5	
Others	0.6	
Collection/ repayment	0.6	
Financial condition improvement	0.0	
Total	2.1	(D)

c. Quasi final disposal or in the process of final disposal (out of (C))

	Billions of Yen	
	1HFY2003	
Legal liquidation	1.1	
Quasi legal liquidation	-	
Divided into good company and bad company	-	
Residual of small amount loans after partial write-offs	0.0	
Entrusted to RCC	-	
Total	1.1	

(3) New entry to doubtful or worse categories during 1HFY2001 and disposal thereafter

a. Outstanding amount

	Billions of Yen		
	Sep. 2001	Mar. 2002	Sep.2002
Loans in bankrupt/ practically bankrupt	3.4	2.8	1.5
Doubtful loans	54.6	46.1	33.9
Total	58.0	48.9	35.4

	Billions of Yen		
	Mar. 2003	Sep. 2003	Change from Mar. 2003
Loans in bankrupt/ practically bankrupt	2.7	1.2	-1.6
Doubtful loans	22.5	14.8	-7.7
Total	25.2	16.0	-9.3
		(E)	(F)

b. Breakdown by disposal methods

	Billions of Yen	
	1HFY2003	
Liquidation	-	
Reconstruction	11.1	
Financial Condition improvement along with reconstruction	-	
Outright Sales	-	
Direct Write-offs	-3.2	
Others	1.3	
Collection/Repayment	1.2	
Financial Condition Improvement	0.2	
Total	9.3	(F)

c. Quasi final disposal or in the process of final disposal (out of **(E)**)

	Billions of Yen
	1HFY2003
Legal liquidation	0.9
Quasi legal liquidation	-
Divided into good company and bad company	5.8
Residual of small amount loans after partial write-offs	-
Entrusted to RCC	-
Total	6.8

(4) New entry to doubtful or worse categories during 2HFY2001 and disposal thereafter

a. Outstanding amount

	Billions of Yen		
	Mar. 2002	Sep.2002	Mar. 2003
Loans in Bankrupt/Practically Bankrupt	4.8	2.5	2.1
Doubtful Loans	111.7	53.7	17.0
Total	116.5	56.1	19.1

a. Outstanding amount

	Billions of Yen	
	Sep. 2003	Change from Mar. 2003
Loans in Bankrupt/Practically Bankrupt	1.3	-0.8
Doubtful Loans	8.1	-8.9
Total	9.4	-9.7
	(G)	(H)

b. Breakdown by disposal methods

	Billions of Yen	
	1HFY2003	
Liquidation	-	
Reconstruction	0.5	
Financial condition improvement along with reconstruction	-	
Outright sales	4.6	
Direct write-offs	-0.3	
Others	4.8	
Collection/ repayment	4.5	
Financial condition improvement	0.3	
Total	9.7	(H)

c. Quasi final disposal or in the process of final disposal (out of **(G)**)

	Billions of Yen
	1HFY2003
Legal liquidation	0.3
Quasi legal liquidation	-
Divided into good company and bad company	-
Residual of small amount loans after partial write-offs	1.0
Entrusted to RCC	-
Total	1.3

(5) New entry to doubtful or worse categories during 1HFY2002 and disposal thereafter

a. Outstanding amount

	Billions of Yen			
	Sep.2002	Mar. 2003	Sep. 2003	Change from Mar. 2003
Loans in Bankrupt/ Practically Bankrupt	2.9	1.8	1.3	-0.5
Doubtful Loans	21.3	14.9	11.4	-3.5
Total	24.2	16.7	12.7	-4.0
			(I)	(J)

b. Breakdown by disposal methods

	Billions of Yen	
	1HFY2003	
Liquidation	-	
Reconstruction	0.8	
Financial Condition improvement along with reconstruction	-	
Outright Sales	-	
Direct Write-offs	-0.6	
Others	3.9	
Collection/Repayment	3.7	
Financial Condition Improvement	0.2	
Total	4.0	(J)

c. Quasi final disposal or in the process of final disposal (out of (I))

	Billions of Yen	
	1HFY2003	
Legal liquidation	1.1	
Quasi legal liquidation	0.2	
Divided into good company and bad company	-	
Residual of small amount loans after partial write-offs	0.3	
Entrusted to RCC	-	
Total	1.5	

(6) New entry to doubtful or worse categories during 2HFY2002 and disposal thereafter

a. Outstanding amount

	Billions of Yen		
	Mar. 2003	Sep. 2003	Change from Mar. 2003
Loans in bankrupt/ practically bankrupt	1.8	1.2	-0.6
Doubtful loans	44.3	9.0	-35.3
Total	46.1	10.2	-35.9
		(K)	(L)

b. Breakdown by disposal methods

	Billions of Yen	
	1HFY2003	
Liquidation	-	
Reconstruction	7.1	
Financial Condition improvement along with reconstruction	19.1	
Outright Sale	0.8	
Direct Write-off	1.5	
Others	7.3	
Collection/Repayment	6.9	
Financial Condition Improvement	0.4	
Total	35.9	(L)

c. Quasi final disposal or in the process of final disposal (out of (K))

	Billions of Yen	
	1HFY2003	
Legal liquidation	0.9	
Quasi legal liquidation	-	
Divided into good company and bad company	-	
Residual of small amount loans after partial write-offs	0.3	
Entrusted to RCC	-	
Total	1.2	

(7) New entry to doubtful or worse categories during 1HFY2003

a. Outstanding amount

	Billions of Yen
	Sep.2003
Loans in bankrupt/ practically bankrupt	0.9
Doubtful loans	15.8
Total	16.7

(M)

(8) Historical balance of doubtful or worse loans

	Billions of Yen			
	Sep.2000	Mar. 2001	Sep.2001	Mar. 2002
Loans in bankrupt/ practically bankrupt	112.1	85.4	93.9	47.2
Doubtful loans	614.7	412.0	361.8	424.4
Total	726.8	497.5	455.7	471.6

	Billions of Yen			
	Sep.2002	Mar. 2003	Sep. 2003	Change from Mar. 2003
Loans in bankrupt/ practically bankrupt	70.1	29.0	25.7	-3.3
Doubtful loans	273.7	176.7	133.6	-43.0
Total	343.8	205.7	159.4	-46.3

(N) (O)

$$(N)=(A)+(C)+(E)+(G)+(I)+(K)+(M)$$

$$(O)=(B)+(D)+(F)+(H)+(J)+(L)+(M)$$

11. Loans by industry

After partial direct write-offs

(1) Loans by industry (Non-consolidated)

	Millions of Yen						
	Sep. 2003				Mar. 2003		
	Banking a/c	Trust a/c (*)	Banking + trust a/c	Change from Mar.2003	Banking a/c	Trust a/c (*)	Banking + trust a/c
Domestic Branches	8,653,322	1,499,722	10,153,044	-369,519	8,760,658	1,761,904	10,522,563
(excluding offshore)							
Manufacturing	1,312,278	106,481	1,418,759	-70,281	1,334,972	154,067	1,489,040
Agriculture	1,705	-	1,705	240	1,465	-	1,465
Forestry	283	-	283	-516	799	-	799
Fishing	1,725	-	1,725	-	1,725	-	1,725
Mining	3,981	1,348	5,329	233	4,686	410	5,096
Construction	174,899	31,874	206,773	-23,953	180,224	50,502	230,726
Energy and utilities	91,604	159,806	251,411	-71,122	157,828	164,705	322,533
Communication	278,789	5,947	284,735	-22,925	297,687	9,974	307,660
Transportation	465,610	218,537	684,147	-48,899	489,442	243,604	733,046
Wholesale and retail	840,234	55,753	895,987	-16,352	850,035	62,303	912,339
Finance and insurance	2,245,199	292,417	2,537,616	-64,666	2,215,804	386,477	2,602,282
Real estate	854,330	181,173	1,035,503	-89,753	920,789	204,468	1,125,256
Various services	1,139,914	164,210	1,304,124	-33,406	1,150,468	187,062	1,337,530
Others	1,242,773	282,176	1,524,947	71,881	1,154,735	298,332	1,453,066
Overseas branches and offshore	365,555	-	365,555	-41,810	407,365	-	407,365
Total	9,018,876	1,499,722	10,518,598	-411,330	9,168,024	1,761,904	10,929,929

(2) Risk managed loans by industry (Non-consolidated)

	Millions of Yen						
	Sep. 2003				Mar. 2003		
	Banking a/c	Trust a/c (*)	Banking + trust a/c	Change from Mar.2003	Banking a/c	Trust a/c (*)	Banking + trust a/c
Domestic Branches	300,434	56,061	356,496	-20,580	313,257	63,819	377,077
(excluding offshore)							
Manufacturing	15,493	705	16,199	1,673	13,035	1,490	14,525
Agriculture	-	-	-	-	-	-	-
Forestry	-	-	-	-	-	-	-
Fishing	-	-	-	-	-	-	-
Mining	-	-	-	-	-	-	-
Construction	77,152	11,541	88,694	5,128	69,709	13,855	83,565
Energy and utilities	-	-	-	-	-	-	-
Communication	55	20	76	-20	58	37	96
Transportation	7,870	2,537	10,408	192	7,604	2,611	10,215
Wholesale and retail	29,594	3,136	32,730	-2,296	31,872	3,154	35,027
Finance and insurance	4,261	469	4,730	1,860	2,368	501	2,869
Real estate	117,679	16,392	134,072	-27,526	142,322	19,275	161,598
Various services	34,033	13,753	47,787	-333	33,375	14,744	48,120
Others	14,293	7,503	21,797	739	12,909	8,148	21,057
Overseas branches and offshore	12,678	-	12,678	-9,835	22,514	-	22,514
Total	313,113	56,061	369,175	-30,416	335,771	63,819	399,591

(*) Trust a/c is principal guaranteed trust a/c

12. Overseas loan portfolio (Non-consolidated)

(1) Overseas loan exposures by borrowers' location

	Millions of Yen				
	Sep. 2003			Mar. 2003	Change from Mar. 2003
	Total	Japanese affiliates	Non-Japanese		
North America	185,629	95,433	90,195	202,443	-16,813
Europe	84,860	29,844	55,015	99,961	-15,101
Asia	104,582	86,430	18,152	104,158	424

(2) Risk managed loans by borrowers' location

	Millions of Yen				
	Sep. 2003			Mar. 2003	Change from Mar. 2003
	Total	Japanese affiliates	Non-Japanese		
North America	10,249	6,509	3,739	11,623	-1,373
Europe	2,151	38	2,112	4,785	-2,634
Asia	5,729	717	5,012	10,375	-4,645

13. Reserves for possible loan losses

(1) Banking a/c (Consolidated)

	Millions of Yen				
	Sep. 2003	Mar. 2003	Sep. 2002	Change from Mar. 2003	Change from Sep. 2002
Reserves for possible loan losses	113,853	139,060	165,141	-25,206	-51,288
General reserves	78,397	88,243	83,961	-9,845	-5,563
Specific loan loss reserves	34,917	49,915	80,098	-14,998	-45,180
Reserves for loans to borrowers in specific foreign countries	538	900	1,081	-362	-543

(2) Banking a/c (Non-consolidated)

	Millions of Yen				
	Sep. 2003	Mar. 2003	Sep. 2002	Change from Mar. 2003	Change from Sep. 2002
Reserves for possible loan losses	111,281	136,094	161,438	-24,812	-50,156
General reserves	77,909	87,534	83,000	-9,625	-5,090
Specific loan loss reserves	32,834	47,658	77,356	-14,823	-44,522
Reserves for loans to borrowers in specific foreign countries	538	900	1,081	-362	-543

(3) Principal guaranteed trust a/c (Non-consolidated)

	Millions of Yen				
	Sep. 2003	Mar. 2003	Sep. 2002	Change from Mar. 2003	Change from Sep. 2002
Reserves for loan trust	10,075	12,003	15,191	-1,927	-5,115
Reserves for jointly-operated money trust	674	844	937	-170	-262
Total	10,749	12,847	16,128	-2,098	-5,378

14. Balance of major accounts (Banking a/c) (Non-consolidated)

	Millions of Yen				
	Sep. 2003	Mar. 2003	Sep. 2002	Change from Mar. 2003	Change from Sep. 2002
Deposits (Ending balance)	8,555,154	8,689,399	8,434,581	-134,245	120,572
(Average balance)	8,578,877	8,187,326	8,077,708	391,550	501,169
Loans (Ending balance)	9,018,876	9,168,024	9,005,920	-149,147	12,956
(Average balance)	8,831,478	8,838,309	8,719,112	-6,830	112,366

<Ending balance of domestic deposits classified by depositors>

	Millions of Yen				
	Sep. 2003	Mar. 2003	Sep. 2002	Change from Mar. 2003	Change from Sep. 2002
Individuals	5,683,482	5,395,585	5,029,757	287,896	653,724
Corporates	2,032,405	2,315,006	2,141,956	-282,601	-109,551
Total	7,715,887	7,710,591	7,171,714	5,295	544,173

(*) Excluding NCDs and offshore accounts

15. Balance of major accounts (Principal guaranteed trust a/c) (Non-consolidated)

		Millions of Yen					
		Sep. 2003	Mar. 2003	Sep. 2002	Change from Mar. 2003	Change from Sep. 2002	
Principal	Jointly operated money trust	Ending balance	956,829	968,763	985,256	-11,934	-28,427
		Average balance	954,313	996,519	1,037,173	-42,206	-82,860
	Loan trust	Ending balance	1,732,079	2,110,727	2,498,355	-378,647	-766,275
		Average balance	1,911,746	2,557,960	2,816,169	-646,213	-904,423
	Total	Ending balance	2,688,909	3,079,490	3,483,612	-390,581	-794,703
		Average balance	2,866,059	3,554,479	3,853,343	-688,419	-987,283
Loans	Jointly operated money trust	Ending balance	223,961	280,574	311,468	-56,612	-87,506
		Average balance	264,772	304,596	301,255	-39,823	-36,482
	Loan trust	Ending balance	1,087,027	1,263,376	1,447,090	-176,348	-360,063
		Average balance	1,177,616	1,474,071	1,539,883	-296,454	-362,266
	Total	Ending balance	1,310,989	1,543,950	1,758,559	-232,961	-447,570
		Average balance	1,442,389	1,778,668	1,841,139	-336,278	-398,749

<Ending principal balance classified by customers>

	Millions of Yen				
	Sep. 2003	Mar. 2003	Sep. 2002	Change from Mar. 2003	Change from Sep. 2002
Individuals	2,116,704	2,423,465	2,780,553	-306,761	-663,849
Corporates	572,178	655,998	703,032	-83,820	-130,853
Others	26	26	26	-0	-0
Total	2,688,909	3,079,490	3,483,612	-390,581	-794,703

16. Loans and consumer-loans to small and mid-sized corporations

(Banking a/c and principal guaranteed trust a/c combined) (Non-consolidated)

	Percentage points, Millions of Yen				
	Sep. 2003	Mar. 2003	Sep. 2002	Change from Mar. 2003	Change from Sep. 2002
Percentage to total loan balance	45.1	43.3	43.2	1.8	1.9
Loan balance	4,586,678	4,562,023	4,522,423	24,655	64,255

17. Consumer loans

(Banking a/c and principal guaranteed trust a/c combined) (Non-consolidated)

	Millions of Yen				
	Sep. 2003	Mar. 2003	Sep. 2002	Change from Mar. 2003	Change from Sep. 2002
Residential mortgage loans	851,023	788,348	747,186	62,675	103,836
Other consumer loans	419,670	430,584	462,661	-10,914	-42,990
Total	1,270,694	1,218,933	1,209,847	51,760	60,846