

Financial Statements

For the First Quarter Ended June 30, 2008

THE JOYO BANK, LTD.

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CONSOLIDATED FINANCIAL INFORMATION

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(Note)

Information presented herein has been extracted from the original material, solely for the convenience of the readers outside Japan.

The amounts presented herein have not been audited.

CONSOLIDATED FINANCIAL INFORMATION

1. Comparison of consolidated balance sheets

	(Millions of yen)	
	As of Jun. 30,2008	As of Mar. 31,2008
Assets		
Cash and due from banks	185,702	136,252
Call loans and bills bought	53,983	3,885
Monetary claims bought	62,159	65,725
Trading assets	29,544	26,063
Money held in trust	3,427	3,281
Securities	2,304,788	2,301,379
Loans and bills discounted	4,636,197	4,635,216
Foreign exchanges	1,145	1,037
Lease receivables and investment assets	31,504	—
Other assets	69,310	69,531
Property, plant and equipment	92,932	122,929
Intangible assets	8,132	10,500
Deferred tax assets	17,874	19,330
Customers' liabilities for acceptances and guarantees	29,374	28,363
Allowance for loan losses	△38,833	△38,879
Allowance for investment loss	△48	△48
Total assets	7,487,195	7,384,570
Liabilities		
Deposits	6,595,811	6,340,119
Negotiable certificates of deposit	64,835	45,411
Call money and bills sold	106,819	162,682
Payables under securities lending transactions	46,904	166,230
Trading liabilities	115	203
Borrowed money	71,006	71,445
Foreign exchanges	255	303
Bonds payable	15,000	15,000
Borrowed money from trust account	93	17
Other liabilities	94,937	98,483
Provision for retirement benefits	4,150	4,173
Provision for directors' retirement benefits	631	650
Provision for repayment for prescribed deposits	1,208	1,223
Provision for frequent users services	93	160
Provision for losses on interest refunded	8	8
Provision for other contingent losses	1,347	1,093
Reserves under the special laws	0	—
Deferred tax liabilities	2	—
Deferred tax liabilities for land revaluation	14,038	14,061
Negative goodwill	2,884	2,923
Acceptances and guarantees	29,374	28,363
Total liabilities	7,049,517	6,952,553
Net assets		
Capital stock	85,113	85,113
Capital surplus	58,574	58,574
Retained earnings	258,425	255,255
Treasury stock	△21,724	△21,671
Total shareholders' equity	380,388	377,271
Valuation difference on available-for-sale securities	45,587	43,833
Deferred gains or losses on hedges	△335	△1,130
Revaluation reserve for land	10,786	10,819
Total valuation and translation adjustments	56,038	53,521
Minority interests	1,251	1,222
Total net assets	437,677	432,016
Total liabilities and net assets	7,487,195	7,384,570

2. Consolidated statements of income

	(Millions of yen)
	1QFY2008
	(3 months)
Ordinary income	46,886
Interest income	34,015
Interest on loans and discounts	23,829
Interest and dividends on securities	9,616
Trust fees	11
Fees and commissions	6,206
Trading income	112
Other ordinary income	649
Other income	5,889
Ordinary expenses	39,878
Interest expenses	7,317
Interest on deposits	4,500
Fees and commissions payments	1,659
Other ordinary expenses	1,890
General and administrative expenses	19,286
Other expenses	9,723
Ordinary income	<u>7,008</u>
Extraordinary income	698
Recoveries of written-off claims	648
Other	49
Extraordinary loss	94
Loss on disposal of noncurrent assets	70
Impairment loss	23
Other	0
Income before income taxes and minority interests	<u>7,612</u>
Income taxes-current	1,259
Income taxes-deferred	52
Minority interests in income	25
Net income	<u>6,275</u>

(Reference)

	(Millions of yen)
	1QFY2007
	(3 months)
Ordinary income	56,600
Interest income	37,044
Interest on loans and discounts	22,860
Interest and dividends on securities	13,564
Trust fees	9
Fees and commissions	6,881
Trading income	99
Other ordinary income	4,761
Other income	7,804
Ordinary expenses	41,922
Interest expenses	9,685
Interest on deposits	3,855
Fees and commissions payments	1,704
Other ordinary expenses	3,286
General and administrative expenses	18,882
Other expenses	8,363
Ordinary income	<u>14,678</u>
Extraordinary income	851
Recoveries of written-off claims	843
Other	7
Extraordinary loss	559
Loss on disposal of noncurrent assets	38
Impairment loss	36
Transfer to provision for directors' retirement benefits	484
Income before income taxes and minority interests	<u>14,969</u>
Income taxes-current	4,740
Income taxes-deferred	893
Minority interests in income	38
Net income	<u>9,297</u>

3. Consolidated statements of cash flows

June 30, 2008
(Millions of yen)

Net cash provided by (used in) operating activities	
Income before income taxes and minority interests	7,612
Depreciation and amortization	1,085
Impairment loss	23
Amortization of negative goodwill	△39
Increase (decrease) in allowance for loan losses	△45
Increase (decrease) in allowance for investment loss	△0
Increase (decrease) in provision for directors' retirement benefits	△18
Increase (decrease) in provision for repayment for prescribed deposits	△15
Increase (decrease) in provision for point card certificates	△67
Increase (decrease) in provision for other contingent losses	254
Increase (decrease) in provision for retirement benefits	△23
Gain on fund management	△34,833
Financing expenses	7,317
Loss (gain) related to securities	2,858
Loss (gain) on money held in trust	△41
Foreign exchange losses (gains)	△17,992
Loss (gain) on disposal of noncurrent assets	70
Net decrease (increase) in trading assets	△3,480
Net increase (decrease) in trading liabilities	△87
Decrease (increase) in lease investment assets	722
Net decrease (increase) in loans and bills discounted	△981
Net increase (decrease) in deposit	255,691
Net increase (decrease) in negotiable certificates of deposit	19,423
Net increase (decrease) in borrowed money (excluding subordinated borrowings)	△438
Net decrease (increase) in deposit (excluding cash equivalent)	△24,889
Net decrease (increase) in call loans	△46,531
Net increase (decrease) in call money	△55,863
Net increase (decrease) in payables under securities lending transactions	△119,325
Net decrease (increase) in foreign exchanges-assets	△108
Net increase (decrease) in foreign exchanges-liabilities	△47
Net increase (decrease) in borrowed money from trust account	76
Proceeds from fund management	30,366
Payments for finance	△5,782
Other, net	5,672
Subtotal	20,562
Income taxes paid	△4,033
Net cash provided by (used in) operating activities	<u>16,528</u>
Net cash provided by (used in) investment activities	
Purchase of short-term investment securities	△138,085
Proceeds from sales of securities	26,873
Proceeds from redemption of securities	123,105
Purchase of property, plant and equipment	△714
Proceeds from sales of property, plant and equipment	16
Net cash provided by (used in) investment activities	<u>11,194</u>
Net cash provided by (used in) financing activities	
Cash dividends paid	△3,136
Cash dividends paid to minority shareholders	△0
Purchase of treasury stock	△75
Proceeds from sales of treasury stock	20
Net cash provided by (used in) financing activities	<u>△3,191</u>
Effect of exchange rate change on cash and cash equivalents	<u>29</u>
Net increase (decrease) in cash and cash equivalents	<u>24,560</u>
Cash and cash equivalents at beginning of period	<u>113,725</u>
Cash and cash equivalents at end of period	<u>138,286</u>