

Financial Statements

For the Six Months Ended Sep. 30, 2010

THE JOYO BANK, LTD

Table of Contents

A. CONSOLIDATED FINANCIAL INFORMATION

1. Consolidated Balance Sheets	1
2. Consolidated Statements of Income	3
3. Consolidated Statements of Changes in Net Assets	4

B. NON-CONSOLIDATED FINANCIAL INFORMATION

1. Non-Consolidated Balance Sheets	6
2. Non-Consolidated Statements of Income	8
3. Non-Consolidated Statements of Changes in Net Assets	9

(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.

A. CONSOLIDATED FINANCIAL INFORMATION

1. Consolidated Balance Sheets

	(Millions of yen)	
	As of Sep. 30,2010	As of Mar.31,2010
Assets		
Cash and due from banks	167,136	173,240
Call loans and bills bought	381	22,915
Monetary claims bought	41,310	46,009
Trading assets	2,954	3,766
Securities	2,187,724	2,151,554
Loans and bills discounted	4,765,408	4,808,134
Foreign exchanges	1,618	2,708
Lease receivables and investment assets	29,001	29,005
Other assets	60,614	70,595
Tangible fixed assets	95,465	95,961
Intangible fixed assets	8,230	7,476
Deferred tax assets	22,263	21,702
Customers' liabilities for acceptances and guarantees	23,023	22,875
Allowance for loan losses	△41,660	△39,201
Allowance for investment loss	△35	△35
Total assets	7,363,437	7,416,708
Liabilities		
Deposits	6,663,298	6,664,706
Negotiable certificates of deposit	30,640	20,900
Call money and bills sold	62,423	—
Pavables under securities lending transactions	8,040	26,034
Trading liabilities	384	371
Borrowed money	52,600	119,490
Foreign exchanges	264	625
Bonds payable	5,000	15,000
Borrowed money from trust account	18	18
Other liabilities	61,754	93,531
Provision for directors' bonuses	—	37
Provision for retirement benefits	5,072	4,840
Provision for directors' retirement benefits	19	22
Provision for reimbursement of deposits	1,417	1,458
Provision for point card certificates	129	102
Provision for loss on interest repayment	7	7
Provision for contingent loss	1,969	1,991
Reserves under the special laws	0	0
Deferred tax liabilities for land revaluation	13,964	13,984
Negative goodwill	2,528	2,607
Acceptances and guarantees	23,023	22,875
Total liabilities	6,932,556	6,988,606

(Millions of yen)

	As of Sep. 30,2010	As of Mar.31,2010
Net assets		
Capital stock	85,113	85,113
Capital surplus	58,574	58,574
Retained earnings	270,086	261,752
Treasury stock	△26,844	△26,845
Total shareholders' equity	386,928	378,594
Valuation difference on available-for-sale securities	34,031	38,805
Deferred gains or losses on hedges	△2,833	△1,938
Revaluation reserve for land	10,972	11,000
Total valuation and translation adjustments	42,169	47,868
Subscription rights to shares	42	21
Minority interests	1,741	1,617
Total net assets	430,881	428,101
Total liabilities and net assets	7,363,437	7,416,708

2. Consolidated Statements of Income

	(Millions of yen)	
	For the six months ended Sep.30,2009	For the six months ended Sep.30,2010
Ordinary income	81,188	79,123
Interest income	58,821	54,070
Interest on loans and discounts	45,968	41,933
Interest and dividends on securities	12,153	11,649
Trust fees	9	12
Fees and commissions	11,326	11,345
Trading income	275	334
Other ordinary income	667	4,218
Other income	10,087	9,142
Ordinary expenses	71,576	62,143
Interest expenses	6,705	4,409
Interest on deposits	5,164	3,397
Fees and commissions payments	3,384	3,495
Other ordinary expenses	3,233	1,008
General and administrative expenses	37,556	36,892
Other expenses	20,696	16,338
Ordinary profit	9,612	16,979
Extraordinary income	1,032	1,024
Gain on disposal of noncurrent assets	—	0
Recoveries of written-off claims	1,032	1,024
Extraordinary loss	225	437
Loss on disposal of noncurrent assets	200	207
Impairment loss	24	70
Transfer to reserve for financial products transaction liabilities	0	0
Other	—	159
Income before income taxes and minority interests	10,419	17,565
Income taxes-current	648	3,014
Refund of income taxes	△88	—
Income taxes-deferred	2,333	3,025
Total income taxes	2,893	6,039
Income before minority interests		11,526
Minority interests in income	106	125
Net income	7,419	11,400

3. Consolidated Statements of Changes in Net Assets

	(Millions of yen)	
	For the six months ended Sep.30,2009	For the six months ended Sep.30,2010
Shareholders' equity		
Capital stock		
Balance at the end of previous period	85,113	85,113
Changes of items during the period		
Total changes of items during the period	—	—
Balance at the end of current period	85,113	85,113
Capital surplus		
Balance at the end of previous period	58,574	58,574
Changes of items during the period		
Total changes of items during the period	—	—
Balance at the end of current period	58,574	58,574
Retained earnings		
Balance at the end of previous period	254,154	261,752
Changes of items during the period		
Dividends from surplus	△3,091	△3,091
Net income	7,419	11,400
Disposal of treasury stock	△2	△4
Reversal of revaluation reserve for land	15	28
Total changes of items during the period	4,340	8,333
Balance at the end of current period	258,495	270,086
Treasury stock		
Balance at the end of previous period	△26,804	△26,845
Changes of items during the period		
Purchase of treasury stock	△40	△10
Disposal of treasury stock	10	11
Total changes of items during the period	△30	0
Balance at the end of current period	△26,834	△26,844
Total shareholders' equity		
Balance at the end of previous period	371,036	378,594
Changes of items during the period		
Dividends from surplus	△3,091	△3,091
Net income	7,419	11,400
Purchase of treasury stock	△40	△10
Disposal of treasury stock	8	7
Reversal of revaluation reserve for land	15	28
Total changes of items during the period	4,310	8,333
Balance at the end of current period	375,347	386,928
Valuation and translation adjustments		
Valuation difference on available-for-sale securities		
Balance at the end of previous period	△6,397	38,805
Changes of items during the period		
Net changes of items other than shareholders' equity	40,043	△4,774
Total changes of items during the period	40,043	△4,774
Balance at the end of current period	33,646	34,031

THE JOYO BANK, LTD.

	(Millions of yen)	
	For the six months ended Sep.30,2009	For the six months ended Sep.30,2010
Deferred gains or losses on hedges		
Balance at the end of previous period	△ 1,868	△ 1,938
Changes of items during the period		
Net changes of items other than shareholders' equity	104	△ 895
Total changes of items during the period	104	△ 895
Balance at the end of current period	△ 1,763	△ 2,833
Revaluation reserve for land		
Balance at the end of previous period	10,739	11,000
Changes of items during the period		
Net changes of items other than shareholders' equity	△ 15	△ 28
Total changes of items during the period	△ 15	△ 28
Balance at the end of current period	10,724	10,972
Total valuation and translation adjustments		
Balance at the end of previous period	2,474	47,868
Changes of items during the period		
Net changes of items other than shareholders' equity	40,132	△ 5,698
Total changes of items during the period	40,132	△ 5,698
Balance at the end of current period	42,607	42,169
Subscription rights to shares		
Balance at the end of previous period	—	21
Changes of items during the period		
Net changes of items other than shareholders' equity	5	20
Total changes of items during the period	5	20
Balance at the end of current period	5	42
Minority interests		
Balance at the end of previous period	1,369	1,617
Changes of items during the period		
Net changes of items other than shareholders' equity	108	123
Total changes of items during the period	108	123
Balance at the end of current period	1,478	1,741
Total net assets		
Balance at the end of previous period	374,881	428,101
Changes of items during the period		
Dividends from surplus	△ 3,091	△ 3,091
Net income	7,419	11,400
Purchase of treasury stock	△ 40	△ 10
Disposal of treasury stock	8	7
Reversal of revaluation reserve for land	15	28
Net changes of items other than shareholders' equity	40,246	△ 5,553
Total changes of items during the period	44,557	2,779
Balance at the end of current period	419,438	430,881

B. NON-CONSOLIDATED FINANCIAL INFORMATION

1. Non-Consolidated Balance Sheets

	(Millions of yen)	
	As of Sep. 30,2010	As of Mar.31,2010
Assets		
Cash and due from banks	167,046	173,157
Call loans	381	22,915
Monetary claims bought	41,310	46,009
Trading assets	2,954	3,766
Securities	2,190,589	2,156,889
Loans and bills discounted	4,796,800	4,839,087
Foreign exchanges	1,618	2,708
Other assets	49,271	59,455
Tangible fixed assets	86,226	86,138
Intangible fixed assets	8,371	7,562
Deferred tax assets	17,305	16,973
Customers' liabilities for acceptances and guarantees	23,023	22,875
Allowance for loan losses	△35,306	△33,150
Allowance for investment loss	△35	△35
Total assets	7,349,558	7,404,353
Liabilities		
Deposits	6,677,614	6,681,175
Negotiable certificates of deposit	34,740	24,500
Call money	62,423	—
Payables under securities lending transactions	8,040	26,034
Trading liabilities	384	371
Borrowed money	47,000	113,700
Foreign exchanges	264	625
Bonds payable	5,000	15,000
Borrowed money from trust account	18	18
Other liabilities	45,998	77,005
Income taxes payable	2,328	540
Lease obligations	2,683	2,648
Other	40,986	73,816
Provision for directors' bonuses	—	37
Provision for retirement benefits	4,640	4,436
Provision for reimbursement of deposits	1,417	1,458
Provision for point card certificates	79	80
Provision for contingent loss	1,969	1,991
Deferred tax liabilities for land revaluation	12,824	12,844
Acceptances and guarantees	23,023	22,875
Total liabilities	6,925,439	6,982,156

(Millions of yen)

	As of Sep. 30,2010	As of Mar.31,2010
Net assets		
Capital stock	85,113	85,113
Capital surplus	58,574	58,574
Legal capital surplus	58,574	58,574
Retained earnings	268,065	260,483
Legal retained earnings	55,317	55,317
Other retained earnings	212,748	205,166
Reserve for advanced depreciation of noncurrent assets	252	254
General reserve	194,432	190,432
Retained earnings brought forward	18,063	14,479
Treasury stock	△28,072	△28,073
Total shareholders' equity	383,679	376,096
Valuation difference on available-for-sale securities	33,945	38,703
Deferred gains or losses on hedges	△2,833	△1,938
Revaluation reserve for land	9,285	9,313
Total valuation and translation adjustments	40,397	46,079
Subscription rights to shares	42	21
Total net assets	424,118	422,197
Total liabilities and net assets	7,349,558	7,404,353

2. Non-Consolidated Statements of Income

	(Millions of yen)	
	For the six months ended Sep.30,2009	For the six months ended Sep.30,2010
Ordinary income	71,461	69,454
Interest income	58,924	54,132
Interest on loans and discounts	46,079	42,005
Interest and dividends on securities	12,147	11,642
Trust fees	9	12
Fees and commissions	9,878	9,787
Trading income	187	145
Other ordinary income	665	4,214
Other income	1,795	1,161
Ordinary expenses	62,248	53,730
Interest expenses	6,672	4,375
Interest on deposits	5,182	3,405
Fees and commissions payments	3,779	3,903
Other ordinary expenses	3,233	1,008
General and administrative expenses	37,202	36,561
Other expenses	11,360	7,881
Ordinary profit	9,212	15,724
Extraordinary income	900	836
Extraordinary loss	209	433
Income before income taxes	9,903	16,127
Income taxes—current	50	2,234
Refund of income taxes	△88	—
Income taxes—deferred	2,789	3,243
Total income taxes	2,750	5,477
Net income	7,152	10,649

3. Non-Consolidated Statements of Changes in Net Assets

	(Millions of yen)	
	For the six months ended Sep.30,2009	For the six months ended Sep.30,2010
Shareholders' equity		
Capital stock		
Balance at the end of previous period	85,113	85,113
Changes of items during the period		
Total changes of items during the period	—	—
Balance at the end of current period	85,113	85,113
Capital surplus		
Legal capital surplus		
Balance at the end of previous period	58,574	58,574
Changes of items during the period		
Total changes of items during the period	—	—
Balance at the end of current period	58,574	58,574
Total capital surplus		
Balance at the end of previous period	58,574	58,574
Changes of items during the period		
Total changes of items during the period	—	—
Balance at the end of current period	58,574	58,574
Retained earnings		
Legal retained earnings		
Balance at the end of previous period	55,317	55,317
Changes of items during the period		
Total changes of items during the period	—	—
Balance at the end of current period	55,317	55,317
Other retained earnings		
Reserve for advanced depreciation of noncurrent assets		
Balance at the end of previous period	254	254
Changes of items during the period		
Provision of reserve for advanced depreciation of noncurrent assets	—	—
Reversal of reserve for advanced depreciation of noncurrent assets	△1	△1
Total changes of items during the period	△1	△1
Balance at the end of current period	252	252
General reserve		
Balance at the end of previous period	188,432	190,432
Changes of items during the period		
Provision of general reserve	2,000	4,000
Total changes of items during the period	2,000	4,000
Balance at the end of current period	190,432	194,432

	(Millions of yen)	
	For the six months ended Sep.30,2009	For the six months ended Sep.30,2010
Retained earnings brought forward		
Balance at the end of previous period	9,936	14,479
Changes of items during the period		
Dividends from surplus	△3,091	△3,091
Net income	7,152	10,649
Provision of reserve for advanced depreciation of noncurrent assets	—	—
Reversal of reserve for advanced depreciation of noncurrent assets	1	1
Provision of general reserve	△2,000	△4,000
Disposal of treasury stock	△2	△4
Reversal of revaluation reserve for land	15	28
Total changes of items during the period	2,075	3,584
Balance at the end of current period	12,012	18,063
Total retained earnings		
Balance at the end of previous period	253,940	260,483
Changes of items during the period		
Dividends from surplus	△3,091	△3,091
Net income	7,152	10,649
Provision of reserve for advanced depreciation of noncurrent assets	—	—
Reversal of reserve for advanced depreciation of noncurrent assets	—	—
Provision of general reserve	—	—
Disposal of treasury stock	△2	△4
Reversal of revaluation reserve for land	15	28
Total changes of items during the period	4,073	7,582
Balance at the end of current period	258,014	268,065
Treasury stock		
Balance at the end of previous period	△28,032	△28,073
Changes of items during the period		
Purchase of treasury stock	△40	△10
Disposal of treasury stock	10	11
Total changes of items during the period	△30	0
Balance at the end of current period	△28,063	△28,072
Total shareholders' equity		
Balance at the end of previous period	369,595	376,096
Changes of items during the period		
Dividends from surplus	△3,091	△3,091
Net income	7,152	10,649
Purchase of treasury stock	△40	△10
Disposal of treasury stock	8	7
Reversal of revaluation reserve for land	15	28
Total changes of items during the period	4,043	7,583
Balance at the end of current period	373,638	383,679

	(Millions of yen)	
	For the six months ended Sep.30,2009	For the six months ended Sep.30,2010
Valuation and translation adjustments		
Valuation difference on available-for-sale securities		
Balance at the end of previous period	△6,500	38,703
Changes of items during the period		
Net changes of items other than shareholders' equity	40,032	△4,758
Total changes of items during the period	40,032	△4,758
Balance at the end of current period	33,531	33,945
Deferred gains or losses on hedges		
Balance at the end of previous period	△1,868	△1,938
Changes of items during the period		
Net changes of items other than shareholders' equity	104	△895
Total changes of items during the period	104	△895
Balance at the end of current period	△1,763	△2,833
Revaluation reserve for land		
Balance at the end of previous period	9,052	9,313
Changes of items during the period		
Net changes of items other than shareholders' equity	△15	△28
Total changes of items during the period	△15	△28
Balance at the end of current period	9,037	9,285
Total valuation and translation adjustments		
Balance at the end of previous period	684	46,079
Changes of items during the period		
Net changes of items other than shareholders' equity	40,121	△5,682
Total changes of items during the period	40,121	△5,682
Balance at the end of current period	40,805	40,397
Subscription rights to shares		
Balance at the end of previous period	—	21
Changes of items during the period		
Net changes of items other than shareholders' equity	5	20
Total changes of items during the period	5	20
Balance at the end of current period	5	42
Total net assets		
Balance at the end of previous period	370,279	422,197
Changes of items during the period		
Dividends from surplus	△3,091	△3,091
Net income	7,152	10,649
Purchase of treasury stock	△40	△10
Disposal of treasury stock	8	7
Reversal of revaluation reserve for land	15	28
Net changes of items other than shareholders' equity	40,126	△5,661
Total changes of items during the period	44,170	1,921
Balance at the end of current period	414,450	424,118