

For Immediate Release:

May 15, 2009

## Financial Statements for Fiscal 2008

Company Name:

Mizuho Trust & Banking Co., Ltd. ("MHTB")



Stock Code Number (Japan): 8404

Stock Exchanges (Japan): Tokyo Stock Exchange (First Section), Osaka Securities Exchange (First Section)

URL: <http://www.mizuho-tb.co.jp/english/>

Representative: Name: NONAKA, Takashi

Ordinary General Meeting of Shareholders (scheduled): June 25, 2009

Title: President & CEO

Filing of Yuka Shoken Hokokusho to the Kanto Local

For Inquiry: Name: UEMATSU, Masazumi

Finance Bureau (scheduled):

June 26, 2009

Title: General Manager, Accounting

Commencement of Dividend Payment (scheduled):

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Phone: +81-3-3274-9000

Trading Accounts :

Established

(Amounts less than one million yen and one decimal place are rounded down.)

### 1. Financial Highlights for Fiscal 2008 (for the fiscal year ended March 31, 2009)

#### (1) Consolidated Results of Operations

(%: Changes from previous fiscal year)

	Ordinary Income		Ordinary Profit (Loss)		Net Income (Loss)	
	¥ million	%	¥ million	%	¥ million	%
Fiscal 2008	229,578	(17.2)	(11,952)	-	(30,016)	-
Fiscal 2007	277,479	0.1	82,625	(0.6)	88,451	30.5

	Net Income (Loss) per Share of Common Stock	Diluted Net Income per Share of Common Stock	Net Income (Loss) on Own Capital	Ordinary Profit (Loss) to Total Assets	Ordinary Profit (Loss) to Ordinary Income
	¥	¥	%	%	%
Fiscal 2008	(5.97)	-	(21.5)	(0.1)	(5.2)
Fiscal 2007	17.06	10.39	35.9	1.2	29.7

Reference: Equity in income (loss) from investments in affiliates: Fiscal 2008: ¥(444) million; Fiscal 2007: ¥524 million

#### (2) Consolidated Financial Conditions

Consolidated Capital Adequacy Ratio (BIS) in Fiscal 2008 is the preliminary figure for immediate release purposes.

	Total Assets	Total Net Assets	Own Capital Ratio (Note1)	Total Net Assets per Share of Common Stock	Consolidated Capital Adequacy Ratio (BIS) (Note2)
	¥ million	¥ million	%	¥	%
Fiscal 2008	6,419,399	253,531	3.9	10.81	13.32
Fiscal 2007	6,332,381	464,293	7.2	44.21	15.87

Reference: Own Capital

As of March 31, 2009: ¥252,170 million; As of March 31, 2008: ¥461,123 million

Notes: 1. Own Capital Ratio was calculated as follows: (Total Net Assets - Minority Interests - Subscription rights to shares) / Total Assets × 100

2. Consolidated Capital Adequacy Ratio (BIS) was based on the "Standards for Banking to Consider the Adequacy of its Capital Based on Assets and Others pursuant to Article 14-2 of the Banking Law "(Financial Services Agency Ordinance Announcement No. 19, 2006).

#### (3) Conditions of Consolidated Cash Flows

	Cash Flows from Operating Activities	Cash Flows from Investing Activities	Cash Flows from Financing Activities	Cash and Cash Equivalents at the end of the fiscal year
	¥ million	¥ million	¥ million	¥ million
Fiscal 2008	574,662	(379,839)	(105,598)	156,028
Fiscal 2007	163,241	(108,777)	(68,065)	67,401

### 2. Cash Dividends for Shareholders of Common Stock

(Record Date)	Cash Dividends per Share					Total Cash Dividends (Annual)	Dividends Pay-out Ratio (Consolidated basis)	Dividends on Net Assets (Consolidated basis)
	1Q end	2Q end	3Q end	Year end	Annual			
	¥	¥	¥	¥	¥	¥ million	%	%
Fiscal 2007	-	0.00	-	1.00	1.00	5,023	5.8	2.1
Fiscal 2008	-	0.00	-	0.00	0.00	-	-	-
Fiscal 2009 (estimate)	-	0.00	-	-	-	-	-	-

Note: Please refer to p. 3 for Cash Dividends for Shareholders of Classified Stock (unlisted), the rights of which are different from those of common stock.

As for estimated dividend for fiscal 2009, it is yet to be released as of May 15, 2009.

### 3. Earnings Estimates for Fiscal 2009 (for the fiscal year ending March 31, 2010)

(%: Changes from corresponding period of previous fiscal year)

	Ordinary Income		Ordinary Profit		Net Income		Net Income per Share of Common Stock
	¥ million	%	¥ million	%	¥ million	%	¥
1H F2009	105,000	(12.8)	8,000	53.7	5,000	8.9	0.99
Fiscal 2009	220,000	(4.1)	25,000	-	15,000	-	2.98

## 4. Others

### (1) Changes in Significant Subsidiaries during the Fiscal Year

(change in specified subsidiaries accompanying change in scope of consolidation): No

### (2) Changes in Accounting Methods and Presentation of Consolidated Financial Statements

(a) Changes due to revisions of accounting standards, etc. : Yes

(b) Changes other than (a) above : No

Please refer to page 18, "Changes in Basis for Presentation and Principles of Consolidation".

### (3) Outstanding Shares (Common Stock)

(a) Year End Outstanding Shares (including Treasury stock)

Fiscal 2008 5,024,755,829 shares Fiscal 2007 5,024,755,829 shares

(b) Year End Outstanding Treasury stock

Fiscal 2008 825,607 shares Fiscal 2007 761,627 shares

Please refer to Per Share Information for Common Stock on page 28 regarding the shares which are the calculation basis of the consolidated net income (loss) per share of common stock.

## (Reference) Non-Consolidated Financial Statements for Fiscal 2008

### 1. Financial Highlights for Fiscal 2008 (for the fiscal year ended March 31, 2009)

#### (1) Non-Consolidated Results of Operations

(%: Changes from previous fiscal year)

	Ordinary Income		Ordinary Profit (Loss)		Net Income (Loss)	
	¥ million	%	¥ million	%	¥ million	%
Fiscal 2008	199,545	(18.1)	(8,629)	-	(27,842)	-
Fiscal 2007	243,773	0.9	78,735	(1.3)	86,764	26.0

	Net Income (Loss) per Share of Common Stock	Diluted Net Income per Share of Common Stock
	¥	¥
Fiscal 2008	(5.54)	-
Fiscal 2007	16.73	10.20

#### (2) Non-Consolidated Financial Conditions

Non-Consolidated Capital Adequacy Ratio (BIS) in Fiscal 2008 is the preliminary figure for immediate release purposes.

	Total Assets	Total Net Assets	Own Capital Ratio (Note1)	Total Net Assets per Share of Common Stock	Non-Consolidated Capital Adequacy Ratio (BIS) (Note2)
	¥ million	¥ million	%	¥	%
Fiscal 2008	6,288,459	251,089	3.9	10.56	13.35
Fiscal 2007	6,209,765	455,681	7.3	43.13	15.76

Reference: Own Capital

As of March 31, 2009: ¥250,934 million; As of March 31, 2008: ¥455,681 million

Notes: 1. Own Capital Ratio was calculated as follows: (Total Net Assets - Subscription rights to shares) / Total Assets × 100

2. Non-Consolidated Capital Adequacy Ratio (BIS) was based on the "Standards for Banking to Consider the Adequacy of its Capital Based on Assets and Others pursuant to Article 14-2 of the Banking Law "(Financial Services Agency Ordinance Announcement No. 19, 2006).

### 2. Earnings Estimates for Fiscal 2009 (for the fiscal year ending March 31, 2010)

(%: Changes from corresponding period of previous fiscal year)

	Ordinary Income		Ordinary Profit		Net Income		Net Income per Share of Common Stock
	¥ million	%	¥ million	%	¥ million	%	¥
1H F2009	90,000	(12.1)	8,000	96.2	5,000	35.6	0.99
Fiscal 2009	190,000	(4.7)	25,000	-	15,000	-	2.98

Estimates and other forecasts in "Financial Statement for Fiscal 2008" are based on information, which is available at this moment, and assumptions of uncertain factors, which may have an influence on future operating results. Actual results may differ materially from these estimates, depending on future events.

As for the estimated dividend for fiscal 2009, it is yet to be released as of May 15, 2009. MHTB will immediately announce the estimated dividend after MHTB appropriately ascertains the future business environment.

**Cash Dividends for Shareholders of Classified Stock**

Breakdown of cash dividends per share and total cash dividends related to classified stock, the rights of which are different from those of common stock is as follows:

(Record Date)	Cash Dividends per Share					Total Cash Dividends (Annual)
	1Q end	2Q end	3Q end	Year end	Annual	
	¥	¥	¥	¥	¥	¥ million
First Series Class 1 Preferred Stock						
Fiscal 2007	-	0.00	-	6.50	6.50	1,511
Fiscal 2008	-	0.00	-	0.00	0.00	—
Fiscal 2009 (estimate)	-	0.00	-	-	-	
Second Series Class 3 Preferred Stock						
Fiscal 2007	-	0.00	-	1.50	1.50	1,200
Fiscal 2008	-	0.00	-	0.00	0.00	—
Fiscal 2009 (estimate)	-	0.00	-	-	-	

As for estimated dividend for fiscal 2009, it is yet to be released as of May 15, 2009.

# 1. CONSOLIDATED RESULTS OF OPERATIONS

## (1) Results of Operations

### *a) Results of Fiscal 2008*

The Japanese economy in fiscal 2008 experienced a significant downturn, under the adverse effects of virtually paralyzed U.S. financial markets leading to a global deterioration in financial and economic conditions, and fell into a historically serious recession. The slowdown in exports caused adjustments in production and employment and Japan's annualized real GDP growth rate in the October-December quarter of 2008 showed a double-digit percentage point decrease compared with the previous quarter. The sharp appreciation of the yen triggered a rapid deterioration in corporate profits and the turmoil in the financial markets adversely affected the Japanese economy. Price took a downward turn to such a level as to cause concern over deflation, despite a temporary rise due to a commodity price uptrend.

Given these conditions, the Bank of Japan, having engaged in continuous close consultation with major central banks, reduced policy interest rates and introduced measures to facilitate corporate financing. Meanwhile, long-term yields gradually declined to the 1.3-1.4 % range at the end of fiscal 2008, from the annual peak of around 1.9%.

The Nikkei Stock Average, adversely affected by the global plunge in stock prices, temporarily fell below 7,000 yen and recovered to the 8,000-8,500 yen range at the end of fiscal 2008.

In the foreign exchange markets, the yen, which rose temporarily to the 87-88 yen range against the U.S. dollar, dropped as the deterioration in Japanese economic conditions became more evident and depreciated to a level around 98 yen at the end of fiscal 2008.

Under such a severe economic environment, Consolidated ordinary income for fiscal 2008 was ¥229.5 billion, decreasing by ¥47.9 billion from the previous fiscal year. Consolidated ordinary loss for fiscal 2008 was ¥ 11.9 billion, decreasing by ¥94.5 billion from the previous fiscal year for which consolidated ordinary profit was ¥ 82.6 billion.

Looking at the consolidated ordinary profit in detail, trust fees was ¥54.5 billion, decreasing by ¥8.4 billion from the previous fiscal year mainly due to a decrease in trust fees from pension trusts, investment trusts and other as a result of depreciation of fair value of trust assets affected by the plunge of stock prices and other.

Net interest income was ¥47.9 billion, decreasing by ¥6.5 billion from the previous fiscal year mainly due to a decrease in interest and dividends on securities.

Net fees and commissions was ¥44.8 billion, decreasing by ¥20.8 billion from the previous fiscal year mainly due to a decrease in commissions from real estate business under sluggish real estate markets.

Net other ordinary loss was ¥1.4 billion, decreasing by ¥13.7 billion from the previous fiscal year mainly due to a decrease in net gains related to bonds.

General and administrative expenses was ¥114.2 billion, increasing by ¥8.7 billion from the previous fiscal year mainly due to an increase in employee retirement benefit and other.

Credit related costs increased as a result of an increase in the allowance for loan losses in view of the rapid deterioration in domestic economic conditions and other, in addition to an increase in Written-off of loans from the failure of financial institutions in the U.S. and other during the second quarter.

Net gain related to stocks decreased due to an increase in devaluation of stocks and other securities as a result of the plunge in stock prices.

Consolidated net loss was ¥30.0 billion, decreasing by ¥118.4 billion from the previous fiscal year for which Consolidated net income was ¥88.4 billion, including Extraordinary income, Extraordinary loss and Taxes.

Segment results of operations by types of business are categorized as trust and banking business and those of financial related service and other. Ordinary loss from trust and banking business and financial-related service and other were ¥8.9 billion and ¥2.6 billion, respectively.

Segment results of operations by geographic area are categorized as Japan and other areas (U.S.A. and Europe). Ordinary loss from Japan and other areas were ¥10.0 billion and ¥1.4 billion, respectively.

***b) Estimates for Fiscal 2009 (for the year ending March 31, 2010)***

For fiscal 2009, MHTB will facilitate the customer base of Mizuho group and expand its comprehensive trust business, while reducing expenses in the process of the business efficiency improvement project.

With realizing these management strategies to improve earnings performance, MHTB estimates Ordinary income of ¥220.0 billion, Ordinary profit of ¥25.0 billion and Net income of ¥15.0 billion on a consolidated basis, respectively, and also estimates Ordinary income of ¥190.0 billion, Ordinary profit of ¥25.0 billion and Net income of ¥15.0 billion on a non-consolidated basis, respectively.

**(2) Financial Conditions**

***a) Asset, Liabilities, Net Assets and Cash Flows***

Total assets as of March 31, 2009 amounted to ¥6,419.3 billion, increasing by ¥87.0 billion from the end of the previous fiscal year. Of this amount, Loans and bills discounted amounted to ¥3,428.3 billion, decreasing by ¥48.3 billion. Securities amounted to ¥1,947.6 billion, increasing by ¥256.6 billion. Of this amount, Japanese government bonds increased, while stocks decreased mainly due to declines in stock prices and decrease in other securities mainly due to a decrease in foreign bonds.

Total liabilities as of March 31, 2009 amounted to ¥6,165.8 billion, increasing by ¥297.7 billion from the end of the previous fiscal year. Of this amount, Deposits amounted to ¥3,042.7 billion, increasing by ¥238.5 billion mainly due to an increase in time deposits. Payables under securities lending amounted to ¥74.8 billion, decreasing by ¥367.6 billion, and Borrowed money amounted to ¥617.4 billion, increasing by ¥595.2 billion, respectively from the end of the previous fiscal year.

Total net assets as of March 31, 2009 amounted to ¥253.5 billion, decreasing by ¥210.7 billion from the end of the previous fiscal year. This was mainly due to the purchase and retirement of treasury stock in fiscal 2008, and a decrease in valuation difference, net loss from the end of the previous fiscal year.

Cash Flow from Operating Activities was ¥574.6 billion, of which the main elements were the increase in Deposits, Borrowed money and the decrease in Payables under securities lending transactions, Borrowed money from trust account.

Cash Flow from Investing Activities was ¥(379.8) billion, of which the main elements were the purchase, sales and redemption of securities.

Cash Flow from Financing Activities was ¥(105.5) billion, of which the main elements were the issuance, and redemption of subordinated bonds, purchase of treasury stock and other.

As a result, Cash and Cash Equivalents as of March 31, 2009 was ¥156.0 billion, increasing by ¥88.6 billion from the end of the previous fiscal year.

**b) Consolidated Capital Adequacy Ratio (Preliminary)**

The Consolidated Capital Adequacy Ratio (Basel II BIS Capital Ratio) was 13.32 % (preliminary). The comparative capital adequacy ratio, including fiscal 2008 is as follows:

March 31, 2007	March 31, 2008	March 31, 2009
15.69%	15.87%	13.32% (Preliminary)

**c) Trust Accounts (Non-Consolidated)**

Total assets of Trust accounts amounted to ¥58,190.9 billion, decreasing by ¥1,094.5 billion from the end of the previous fiscal year.

**(3) Policy on Profit Distribution, Dividends for Fiscal 2008****and Dividend Estimates for Fiscal 2009**

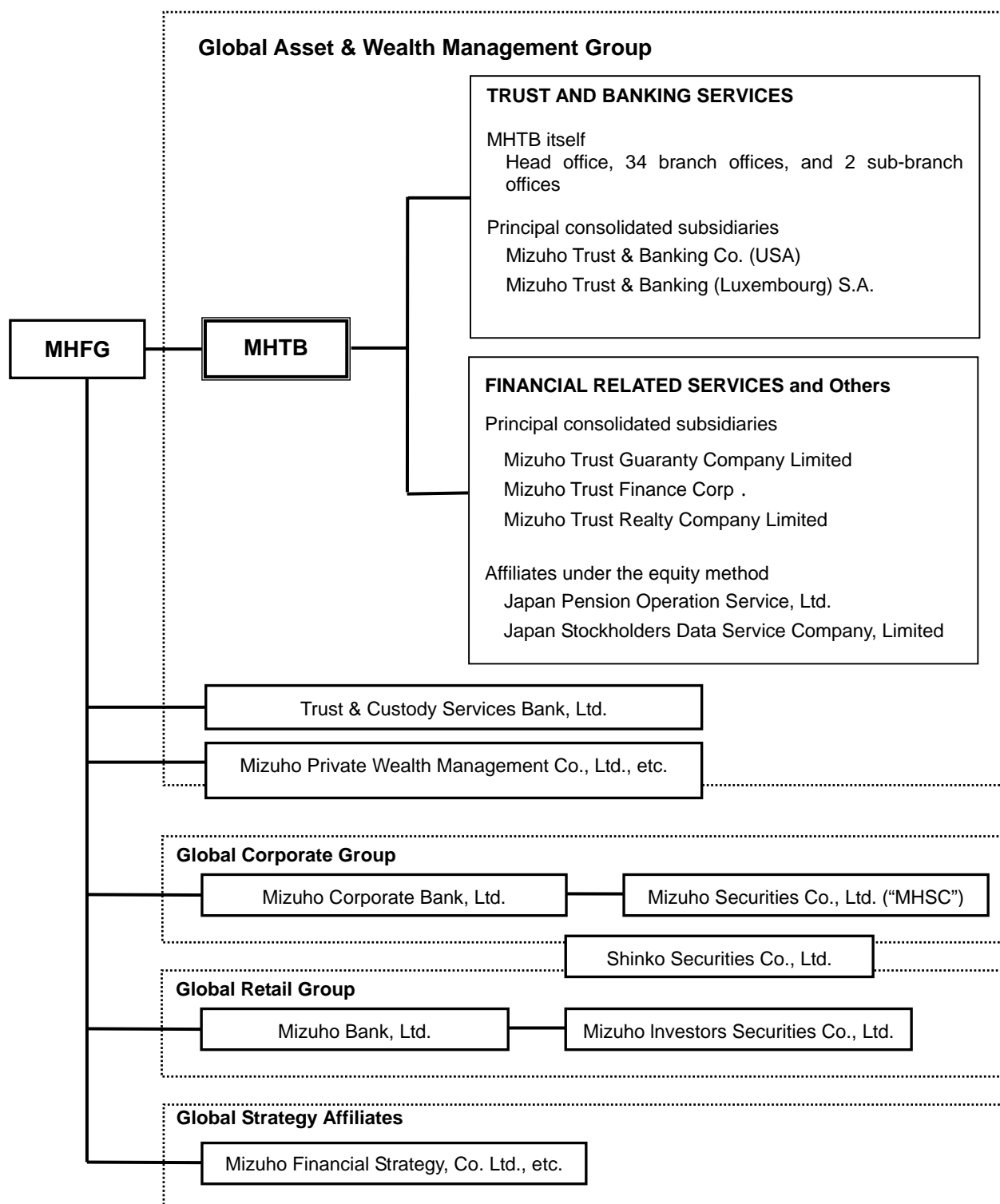
MHTB has a basic policy of regular stable cash dividend payments given its public profile as a trust banking company, while increasing retained earnings from the viewpoint of a sound financial position.

As for dividends for fiscal 2008, however, the calculated amount available for dividends at the end of fiscal 2008 was a minus figure mainly due to a net loss for the period and a loss in the valuation difference on securities, and it is to be regretted that dividends for both common stock and preferred stock will not be proposed.

As for the estimated dividend for fiscal 2009, it is yet to be released as of May 15, 2009.

## 2. ORGANIZATION STRUCTURE OF MHTB GROUP

MHTB Group is composed of Mizuho Trust & Banking Co., Ltd. (“MHTB”) whose parent company is Mizuho Financial Group, Inc. (“MHFG”), 11 consolidated subsidiaries, and 2 affiliates under the equity method (see below). MHTB Group provides various financial services, principally trust and banking services.



Since April 1, 2008, MHTB added “Japan Stockholders Data Service Company, Limited” which is an affiliate under the equity method. MHSC and Shinko Securities Co., Ltd. merged on May 7, 2009 and the new company is named Mizuho Securities Co., Ltd.

### 3. MANAGEMENT POLICY

#### (1) Principal Management Policy

Mizuho Trust & Banking Co., Ltd. (“MHTB”) pursues its goals of being “the Most Trusted Trust Bank by Customers and Clients” on the basis of the two fundamental management philosophies that form the foundation of its management strategies and decision-making process, “To provide the highest global level of financial services to our customers and clients as a comprehensive service provider and trust banking company of Mizuho Financial Group” and “To be held in high regard by its shareholders and the financial markets as a leading comprehensive trust banking company in Japan”.

#### (2) Management’s Benchmark

In each business area, MHTB has established several benchmarks to become the overall “No. 1 Trust Bank”, based on various perspectives such as income, balance in trust accounts and evaluation by customers.

#### (3) Management’s Medium/Long-term Targets

MHTB aims to be the “Top Brand in Asset & Wealth Management” in its mid-term management strategies.

In Asset management business, MHTB provides global asset management services for emission rights, security interests and other various assets in addition to property, credits and securities. Furthermore MHTB is developing comprehensive asset management business that is inclusive of asset finance such as non-recourse loans for real estate.

In Wealth management business, MHTB delivers a comprehensive service including will trust, investment program, real estate agency, and every type of property management & wealth planning service to high net worth individuals and aims to be a pioneer in providing these services to successive generations.

MHTB develops a firmer structural business base to establish a “Top Brand” as a result of customer satisfaction.

Four basic management strategies are promoted in order to achieve its goal; a) further demonstrating consulting and product development abilities, b) realization of a high level of group cooperation, c) trusted promotion by clients and practice, thorough internal control, d) cultivating and promoting highly-skilled staff.

#### (4) Issues to be Resolved

For fiscal 2008, the first year of its mid-term management strategies, gross operating profit from Trust & Asset management business was ¥76.5 billion in a severe economic and financial environment.

For fiscal 2009, to establish a “Top Brand in Asset & Wealth Management” as set in its mid-term management strategies, MHTB will develop comprehensive trust business to meet the diversified demands of its customers and clients and improve its own profitability.

To resolve these issues, promoted are three management strategies:

- a) to improve its profitability with facilitating the customer base of Mizuho group and to reduce expenses with promoting the business efficiency improvement project.
- b) to implement thoroughly customer-oriented business with expanding comprehensive trust business and advancing more effective group cooperation.
- c) to strengthen control activities such as risk management, compliance under group cooperation and others.



## 4. Consolidated Financial Statements

### (1) Consolidated Balance Sheets

	As of		As of	
	March 31, 2008		March 31, 2009	
Millions of yen				
<b>Assets</b>				
Cash and due from banks	¥	382,506	¥	340,362
Call loans and bills bought		25,752		—
Receivables under securities borrowing transactions		51,864		40,249
Monetary claims bought		335,964		288,052
Trading assets		40,465		51,955
Securities		1,690,985		1,947,635
Loans and bills discounted		3,476,696		3,428,311
Foreign exchanges		1,414		3,166
Other assets		214,595		194,222
Tangible fixed assets		35,689		37,129
<i>Buildings, net</i>		15,686		15,538
<i>Land</i>		15,478		15,448
<i>Lease assets, net</i>				2,103
<i>Other tangible fixed assets</i>		4,525		4,038
Intangible fixed assets		27,765		29,914
<i>Software</i>		20,405		21,802
<i>Lease assets</i>				239
<i>Other intangible fixed assets</i>		7,359		7,871
Deferred tax assets		36,169		49,892
Customers' liabilities for acceptances and guarantees		39,068		34,686
Allowance for loan losses		(26,556)		(26,177)
Allowance for investment loss		—		(1)
<b>Total assets</b>	¥	6,332,381	¥	6,419,399
<b>Liabilities</b>				
Deposits	¥	2,804,176	¥	3,042,755
Negotiable certificates of deposit		729,560		630,680
Call money and bills sold		580,664		658,809
Payables under securities lending transactions		442,549		74,859
Trading liabilities		32,300		59,323
Borrowed money		22,250		617,452
Foreign exchanges		8		1
Bonds payable		162,200		143,900
Borrowed money from trust account		952,087		827,713
Other liabilities		74,733		47,167
Provision for bonuses		2,736		2,559
Provision for retirement benefits		11,345		12,018
Provision for directors' retirement benefits		638		274
Provision for contingent loss		12,590		12,710
Provision for reimbursement of deposits		875		955
Deferred tax liabilities		301		0
Acceptances and guarantees		39,068		34,686
<b>Total liabilities</b>		5,868,087		6,165,867
<b>Net assets</b>				
Capital stock		247,231		247,231
Capital surplus		15,373		15,373
Retained earnings		127,467		10,713
Treasury stock		(126)		(134)
<b>Total shareholders' equity</b>		389,946		273,184
Valuation difference on available-for-sale securities		67,014		(14,226)
Deferred gains or losses on hedges		4,399		(4,583)
Foreign currency translation adjustment		(237)		(2,204)
<b>Total valuation and translation adjustments</b>		71,176		(21,014)
Subscription rights to shares		—		155
Minority interests		3,170		1,206
<b>Total net assets</b>		464,293		253,531
<b>Total liabilities and net assets</b>	¥	6,332,381	¥	6,419,399

**(2) Consolidated Statements Of Income (Loss)***Millions of yen*

	For the fiscal year ended March 31, 2008	For the fiscal year ended March 31, 2009
<b>Ordinary income</b>	<b>¥ 277,479</b>	<b>¥ 229,578</b>
Trust fees	63,003	54,509
Interest income	105,899	89,852
<i>Interest on loans and discounts</i>	<i>62,507</i>	<i>61,698</i>
<i>Interest and dividends on securities</i>	<i>30,674</i>	<i>19,333</i>
<i>Interest on call loans and bills bought</i>	<i>978</i>	<i>647</i>
<i>Interest on receivables under securities borrowing transactions</i>	<i>295</i>	<i>113</i>
<i>Interest on deposits with banks</i>	<i>5,389</i>	<i>3,844</i>
<i>Other interest income</i>	<i>6,052</i>	<i>4,215</i>
Fees and commissions	82,339	60,708
Trading income	1,108	1,176
Other ordinary income	15,108	8,301
Other income	10,019	15,030
<b>Ordinary expenses</b>	<b>194,853</b>	<b>241,530</b>
Interest expenses	51,381	41,914
<i>Interest on deposits</i>	<i>19,439</i>	<i>18,203</i>
<i>Interest on negotiable certificates of deposit</i>	<i>4,512</i>	<i>5,664</i>
<i>Interest on call money and bills sold</i>	<i>3,837</i>	<i>4,078</i>
<i>Interest on payables under securities lending transactions</i>	<i>11,190</i>	<i>1,807</i>
<i>Interest on borrowings and rediscounts</i>	<i>1,003</i>	<i>1,651</i>
<i>Interest on bonds</i>	<i>3,441</i>	<i>3,285</i>
<i>Other interest expenses</i>	<i>7,955</i>	<i>7,223</i>
Fees and commissions payments	16,708	15,882
Other ordinary expenses	2,803	9,766
General and administrative expenses	105,454	114,211
Other expenses	18,506	59,755
<i>Provision of allowance for loan losses</i>	<i>—</i>	<i>2,646</i>
<i>Other</i>	<i>18,506</i>	<i>57,109</i>
<b>Ordinary profit (loss)</b>	<b>82,625</b>	<b>(11,952)</b>
<b>Extraordinary income</b>	<b>22,719</b>	<b>488</b>
Gain on disposal of noncurrent assets	30	0
Reversal of allowance for loan losses	20,763	—
Recoveries of written-off claims	1,925	488
<b>Extraordinary loss</b>	<b>963</b>	<b>4,618</b>
Loss on disposal of noncurrent assets	607	2,287
Impairment loss	355	80
Other	—	2,250
<b>Income (loss) before income taxes and minority interests</b>	<b>104,381</b>	<b>(16,081)</b>
<b>Income taxes:</b>		
Current	1,296	286
Deferred	14,271	15,027
Total		15,313
<b>Minority interests in income (loss)</b>	<b>362</b>	<b>(1,378)</b>
<b>Net income (loss)</b>	<b>¥ 88,451</b>	<b>¥ (30,016)</b>

**(3) Consolidated Statements Of Changes In Net Assets**

	<i>Millions of yen</i>	
	For the fiscal year ended March 31, 2008	For the fiscal year ended March 31, 2009
<b>Shareholders' equity</b>	¥	¥
<b>Capital stock</b>		
Balance at the end of previous period	247,231	247,231
Balance at the end of current period	247,231	247,231
<b>Capital surplus</b>		
Balance at the end of previous period	15,373	15,373
Changes of items during the period		
Disposal of treasury stock	0	—
Retirement of treasury stock	(0)	—
Total changes of items during the period	—	—
Balance at the end of current period	15,373	15,373
<b>Retained earnings</b>		
Balance at the end of previous period	107,063	127,467
Changes of items during the period		
Dividends from surplus	(8,047)	(7,735)
Net income (loss)	88,451	(30,016)
Disposal of treasury stock	—	(1)
Retirement of treasury stock	(59,999)	(78,999)
Total changes of items during the period	20,403	(116,754)
Balance at the end of current period	127,467	10,713
<b>Treasury stock</b>		
Balance at the end of previous period	(110)	(126)
Changes of items during the period		
Purchase of treasury stock	(60,017)	(79,015)
Disposal of treasury stock	2	7
Retirement of treasury stock	60,000	78,999
Total changes of items during the period	(15)	(8)
Balance at the end of current period	(126)	(134)
<b>Total shareholders' equity</b>		
Balance at the end of previous period	369,558	389,946
Changes of items during the period		
Dividends from surplus	(8,047)	(7,735)
Net income (loss)	88,451	(30,016)
Purchase of treasury stock	(60,017)	(79,015)
Disposal of treasury stock	2	5
Retirement of treasury stock	—	—
Total changes of items during the period	20,388	(116,762)
Balance at the end of current period	389,946	273,184

	<i>Millions of yen</i>	
	For the fiscal year ended March 31, 2008	For the fiscal year ended March 31, 2009
<b>Valuation and translation adjustments</b>	¥	¥
<b>Valuation difference on available-for-sale securities</b>		
Balance at the end of previous period	142,109	67,014
Changes of items during the period		
Net changes of items other than shareholders' equity	(75,094)	(81,241)
Total changes of items during the period	(75,094)	(81,241)
Balance at the end of current period	67,014	(14,226)
<b>Deferred gains or losses on hedges</b>		
Balance at the end of previous period	782	4,399
Changes of items during the period		
Net changes of items other than shareholders' equity	3,616	(8,982)
Total changes of items during the period	3,616	(8,982)
Balance at the end of current period	4,399	(4,583)
<b>Foreign currency translation adjustment</b>		
Balance at the end of previous period	153	(237)
Changes of items during the period		
Net changes of items other than shareholders' equity	(390)	(1,966)
Total changes of items during the period	(390)	(1,966)
Balance at the end of current period	(237)	(2,204)
<b>Total valuation and translation adjustments</b>		
Balance at the end of previous period	143,045	71,176
Changes of items during the period		
Net changes of items other than shareholders' equity	(71,868)	(92,190)
Total changes of items during the period	(71,868)	(92,190)
Balance at the end of current period	71,176	(21,014)
<b>Subscription rights to shares</b>	¥	¥
Balance at the end of previous period	—	—
Changes of items during the period		
Net changes of items other than shareholders' equity	—	155
Total changes of items during the period	—	155
Balance at the end of current period	—	155
<b>Minority interests</b>	¥	¥
Balance at the end of previous period	2,854	3,170
Changes of items during the period		
Net changes of items other than shareholders' equity	316	(1,964)
Total changes of items during the period	316	(1,964)
Balance at the end of current period	3,170	1,206
<b>Total net assets</b>	¥	¥
Balance at the end of previous period	515,457	464,293
Changes of items during the period		
Dividends from surplus	(8,047)	(7,735)
Net income (loss)	88,451	(30,016)
Purchase of treasury stock	(60,017)	(79,015)
Disposal of treasury stock	2	5
Retirement of treasury stock	—	—
Net changes of items other than shareholders' equity	(71,552)	(93,999)
Total changes of items during the period	(51,164)	(210,762)
Balance at the end of current period	464,293	253,531

**(4) Consolidated Statements Of Cash Flows**

	<i>Millions of yen</i>	
	For the fiscal year ended March 31, 2008	For the fiscal year ended March 31, 2009
<b>Net cash provided by (used in) operating activities</b>	¥	¥
Income (loss) before income taxes and minority interests	104,381	(16,081)
Depreciation and amortization	9,563	9,250
Impairment loss	355	80
Equity in (earnings) losses of affiliates	(524)	444
Increase (decrease) in allowance for loan losses	(21,296)	1,191
Increase (decrease) in allowance for investment loss	(7)	1
Increase (decrease) in provision for contingent loss	920	120
Increase (decrease) in provision for bonuses	414	(177)
Increase (decrease) in provision for retirement benefits	576	673
Increase (decrease) in provision for directors' retirement benefits	166	(363)
Increase (decrease) in provision for reimbursement of deposits	875	79
Gain on fund management	(105,899)	(89,852)
Financing expenses	51,381	41,914
Loss (gain) related to securities	(13,008)	15,946
Foreign exchange losses (gains)	39,155	(7,638)
Loss (gain) on disposal of noncurrent assets	577	2,286
Net decrease (increase) in trading assets	(14,294)	(11,490)
Net increase (decrease) in trading liabilities	7,220	27,023
Net decrease (increase) in loans and bills discounted	543,890	46,814
Net increase (decrease) in deposit	(88,418)	260,888
Net increase (decrease) in negotiable certificates of deposit	122,470	(98,880)
Net increase (decrease) in borrowed money (excluding subordinated borrowings)	(227,932)	595,202
Net decrease (increase) in deposit (excluding deposit paid to central banks)	(121,869)	116,250
Net decrease (increase) in call loans	(29,971)	69,123
Net decrease (increase) in receivables under securities borrowing transactions	(51,864)	11,615
Net increase (decrease) in call money	(16,778)	78,144
Net increase (decrease) in payables under securities lending transactions	(51,432)	(367,690)
Net decrease (increase) in foreign exchanges-assets	(1,106)	(1,752)
Net increase (decrease) in foreign exchanges-liabilities	(1)	(6)
Net increase (decrease) in borrowed money from trust account	(44,408)	(124,374)
Proceeds from fund management	108,654	93,558
Payments for finance	(48,780)	(39,597)
Other, net	13,071	(36,767)
Subtotal	166,079	575,938
Income taxes paid	(2,837)	(1,275)
<b>Net cash provided by (used in) operating activities</b>	163,241	574,662
<b>Net cash provided by (used in) investing activities</b>		
Purchase of securities	(2,413,243)	(2,615,220)
Proceeds from sales of securities	1,909,797	1,242,110
Proceeds from redemption of securities	406,298	1,005,731
Purchase of tangible fixed assets	(2,657)	(2,141)
Purchase of intangible fixed assets	(14,044)	(18,208)
Proceeds from sales of tangible fixed assets	137	120
Proceeds from sales of intangible fixed assets	4,934	7,769
<b>Net cash provided by (used in) investing activities</b>	(108,777)	(379,839)
<b>Net cash provided by (used in) financing activities</b>		
Issuance of subordinated bonds	10,500	17,200
Redemption of subordinated bonds	(10,500)	(35,500)
Cash dividends paid	(8,047)	(7,735)
Cash dividends paid to minority shareholders	(2)	(552)
Purchase of treasury stock	(60,017)	(79,015)
Proceeds from sales of treasury stock	2	5
<b>Net cash provided by (used in) financing activities</b>	(68,065)	(105,598)
<b>Effect of exchange rate change on cash and cash equivalents</b>	(62)	(597)
<b>Net increase (decrease) in cash and cash equivalents</b>	(13,664)	88,627
<b>Cash and cash equivalents at beginning of period</b>	81,065	67,401
<b>Cash and cash equivalents at end of period</b>	¥ 67,401	¥ 156,028

## **(5) Note for the Assumption of Going Concern**

Nothing to report regarding doubt of MHTB as a going concern.

## **NOTES FOR CONSOLIDATED FINANCIAL STATEMENTS**

Amounts less than one million yen are rounded down.

## **BASIS FOR PRESENTATION AND PRINCIPLES OF CONSOLIDATION**

### **1. Scope of Consolidation**

- (1) Number of consolidated subsidiaries: 11

Names of principal companies:

Mizuho Trust Guaranty Company Limited

Mizuho Trust Finance Corp .

Mizuho Trust Realty Company Limited

Mizuho Trust & Banking Co. (USA)

Mizuho Trust & Banking (Luxembourg) S.A.

- (2) Number of non-consolidated subsidiaries: Not applicable

### **2. Application of the Equity Method**

- (1) Number of non-consolidated subsidiaries under the equity method: Not applicable

- (2) Number of affiliates under the equity method: 2

Name of company:

Japan Pension Operation Service, Ltd.

Japan Stockholders Data Service Company Limited

MHTB applied the equity method with the establishment of Japan Stockholders Data Service Company, Limited commencing with this fiscal year.

- (3) Number of non-consolidated subsidiaries not under the equity method: Not applicable

- (4) Number of affiliates not under the equity method: Not applicable

### **3. Balance Sheet Dates of Consolidated Subsidiaries**

- (1) Balance sheet dates of consolidated subsidiaries are as follows:

December 31 : 5 companies

March 31 : 6 companies

- (2) These consolidated subsidiaries were consolidated based on their financial statements as of and for the fiscal year ended their respective balance sheet dates.

The necessary adjustments have been made to the consolidated financial statements for any significant transactions that took place between their respective balance sheet dates and the date of the consolidated financial statements.

#### 4. Special Purpose Entities subject to Disclosure

- (1) Summary of special purpose entities subject to disclosure and transactions with these special purpose entities.

MHTB offered loans, credit facilities and liquidity facilities to three special purpose entities (incorporated in the Cayman Islands) for their finance by borrowings, in order to support securitization of money claims of customers. The total assets and total liabilities of these three special purpose entities at the latest balance sheet date amounted to ¥54,280 million and ¥54,280 million, respectively. MHTB did not own any shares with voting rights for these special purpose entities and has not sent any director or employee to them.

- (2) Transactions with special purpose entities during fiscal 2008.

Balance of major transactions as of March 31, 2009

Loans and bills discounted	¥ 39,711 million
Credit and liquidity facilities	¥ 19,134 million
Major income and expense	
Interest on loans and discounts	¥ 741 million

#### 5. Evaluation of Assets and Liabilities of Consolidated Subsidiaries

Assets and liabilities of consolidated subsidiaries are valued at fair value as of the respective date of acquisition.

#### 6. Amortization of Goodwill

The entire amount of goodwill is fully amortized in the period of occurrence as the amount has no material impact on MHTB's consolidated financial statements.

#### 7. STANDARDS OF ACCOUNTING METHOD

- (1) Valuation of Trading assets & liabilities and recording of income & expenses

Trading transactions intended to take advantage of short-term fluctuations and arbitrage opportunities in interest rates, currency exchange rates, market prices of financial instruments and related indices are recognized on a trade date basis and recorded in Trading assets or Trading liabilities on the consolidated balance sheet.

Income or expenses generated on relevant trading transactions are recorded in Trading income or Trading expenses on the consolidated statement of income.

Securities and other monetary claims held for trading purposes are stated at fair value at the consolidated balance sheet date. Derivative financial products, such as swaps, futures and option transactions, are stated at their fair values, assuming that such transactions were terminated and settled at the consolidated balance sheet date.

Trading income and Trading expenses include the interest received and interest paid during the fiscal year, the gains or losses resulting from any change in the value of securities and other monetary claims between the beginning and the end of the fiscal year, and the gains or losses resulting from any change in the value of financial derivatives between the beginning and the end of the fiscal year, assuming they were settled at the end of the fiscal year.

- (2) Securities

Regarding Other Securities, Japanese stocks with a quoted market price are stated at fair value, determined based on the average quoted market price over the month preceding the consolidated balance sheet date, securities other than Japanese stocks which have readily determinable fair value are stated at fair value at the consolidated balance sheet date (cost of securities sold is calculated primarily by the moving average method) and securities which do not have readily determinable fair value are stated at acquisition cost or amortized cost as determined by the moving average method. The valuation difference on other securities is included directly in Net assets, net of applicable income taxes after excluding gains and losses as a result of the fair-value hedge method.

- (3) Derivative Transactions

Derivative transactions (other than transactions for trading purpose) are valued at fair value.

## (4) Depreciation

## a: Tangible fixed assets (excluding lease assets)

Regarding depreciation of Tangible fixed assets of MHTB, depreciation of buildings is computed by the straight-line method, except in the case of appliances and fittings where the declining-balance method is applied, and other is computed by the declining-balance method applicable share of the following range of useful lives.

Buildings	3 years to 50 years
Other	2 years to 20 years

With respect to the consolidated subsidiaries, depreciation of Tangible fixed assets is computed mainly by the declining-balance method over the estimated useful lives.

## b: Intangible fixed assets (excluding lease assets)

The amortization of Intangible fixed assets is computed by the straight-line method. Development costs for internally used software are capitalized and amortized using the straight-line method over their estimated useful lives (mainly 5 years), as determined by MHTB and its consolidated subsidiaries.

## c: Lease assets

Regarding depreciation and amortization of lease assets in Tangible fixed assets and Intangible fixed assets for finance leases that do not involve the transfer of ownership to the lessee, basically the same method as the one applied to fixed assets owned by themselves is used.

## (5) Deferred Assets

Bond issuance costs are expensed as incurred

## (6) Allowance for loan losses

Allowance for loan losses of MHTB and certain consolidated subsidiaries are maintained in accordance with internally established standards for write-offs and provisions.

For claims extended to obligors that are legally bankrupt under the Bankruptcy Law, Special Liquidation under the Corporation Law or other similar laws ("Bankrupt Obligor"), and to obligors that are effectively in similar conditions ("Substantially Bankrupt Obligor"), allowance is maintained at the amounts of claims net of direct write-offs described below, and expected amounts recoverable from the disposition of collateral and the amounts recoverable under guarantees. For claims extended to obligors that are not yet legally or formally bankrupt but are likely to be bankrupt ("Intensive Control Obligor"), allowance is maintained at the amounts deemed necessary based on overall solvency analyses of the amounts of claims net of expected amounts recoverable from the disposition of collateral and the amounts recoverable under guarantees.

For claims extended to Intensive Control Obligors and Obligors with Restructured Loans and others, if the exposure to an obligor exceeds a certain specific amount, allowance is provided as follows: (i) if future cash flows of the principal and interest can be reasonably estimated, the discounted cash flow method is applied, under which the allowance is determined as the difference between the book value of the loan and its present value of future cash flows discounted using the contractual interest rate before the loan was classified as a Restructured Loan, and (ii) if future cash flows of the principal and interest cannot be reasonably estimated, allowance is provided for the losses estimated for each individual loan.

For claims extended to other obligors, allowance is maintained at rates derived from historical credit loss experience and other factors. Allowance for loan losses to Restructuring Countries is maintained in order to cover possible losses based on analyses of the political and economic climates of the countries.

All claims are assessed by each claims origination department in accordance with the internally established "Self-assessment Standard," and the results of the assessments are verified and examined by the independent examination department. Allowance for loan losses is provided for on the basis of such verified assessments.

In the case of claims to Bankrupt Obligors and Substantially Bankrupt Obligors, which are collateralized or guaranteed by a third party, the amounts deemed uncollectible (calculated by deducting the anticipated proceeds from the sale of collateral pledged against the claims and amounts that are expected to be recovered from guarantors of the claims) are written off against the respective claims balances. The total directly written-off amount was ¥24,169 million.

Other consolidated subsidiaries provide the amount necessary to cover the loan losses based upon past experience and other factors for general claims and the assessment for each individual loan for other claims.



## (7) Allowance for investment loss

Allowance for investment loss is maintained to provide against possible losses on investments in securities, after taking into consideration the financial condition and other factors concerning the investee company.

## (8) Provision for bonuses

Provision for bonuses, which is provided for future bonus payments to employees, is maintained at the amount accrued at the end of the fiscal year, based on the estimated future payments.

## (9) Provision for retirement benefits

Provision for retirement benefits (including Prepaid pension cost), which is provided for future benefit payments to employees, is recorded as the required amount accrued at the end of the fiscal year, based on the projected benefit obligation and the estimated plan asset amounts at the end of the fiscal year. Unrecognized actuarial differences are recognized as income or expenses starting from the following fiscal year under the straight-line method over a certain term within the average remaining service period of the current employees (mainly 10 years to 14 years).

## (10) Provision for directors' retirement benefits

With respect to the domestic consolidated subsidiaries, Provision for directors' retirement benefits, which is provided for future retirement benefit payments to directors, corporate auditors, and executive officers, is recognized at the amount accrued at the end of fiscal year based on the internally established standards.

## (11) Provision for contingent loss

Provision for contingent loss is maintained to provide against possible losses from contingencies in trust transactions. The balance is a reasonable estimate of possible future losses, on an individual basis, considered to require a provision.

## (12) Provision for reimbursement of deposits

Provision for reimbursement of deposits is provided for the deposits derecognized from the liabilities at the estimated amount of future claims for withdrawal.

## (13) Translation of assets and liabilities denominated in foreign currencies

Assets and liabilities denominated in foreign currencies of MHTB are translated into Japanese yen primarily at the exchange rates in effect at the consolidated balance sheet date.

Assets and liabilities denominated in foreign currencies of the consolidated subsidiaries are translated into Japanese yen primarily at the exchange rates in effect at their respective consolidated balance sheet dates.

## (14) Hedge accounting

## a: Hedge for Interest rate risk

MHTB applies the deferred method or fair-value method of hedge accounting for the interest rate risk accompanying various monetary assets and liabilities. The portfolio hedge for a large volume of small-value monetary claims and liabilities is accounted for by the method stipulated in "Accounting and Auditing Treatment relating to Adoption of Accounting Standards for Financial Instruments for Banks" (JICPA Industry Audit Committee Report No.24). The effectiveness of hedging activities for the portfolio hedge for a large volume of small-value monetary claims and liabilities is assessed as follows:

- (i) as for hedging activities to offset market fluctuation risks, the effectiveness is assessed by bracketing both the hedged instruments, such as deposits and loans, and the hedging instruments, such as interest-rate swaps, in the same maturity bucket.
- (ii) as for hedging activities to fix the cash flows, the effectiveness is assessed based on the correlation between a base interest rate index of the hedged cash flow and that of the hedging instruments.

The effectiveness of the individual hedge is assessed based on the correlation between the fluctuation in the market or cash flows of the hedged instruments and that of the hedging instrument.

Deferred gains or losses on hedges recorded on the consolidated balance sheet resulted from the application of the macro-hedge method based on “Tentative Accounting and Auditing Treatment relating to Adoption of Accounting Standards for Financial Instruments for Banks” (JICPA Industry Audit Committee Report No.15), under which the overall interest rate risks inherent in loans, deposits and others are controlled on a macro-basis using derivatives transactions. These deferred hedge gains or losses are amortized as interest income or interest expenses over the average remaining maturity of the respective hedging instruments.

The unamortized amounts of gross deferred hedge losses and gross deferred hedge gains on the macro-hedges, before net of applicable income taxes, at the end of the fiscal year were ¥12,110 million and ¥11,835 million, respectively.

**b: Hedge for Foreign exchange risk**

MHTB applies the deferred method of hedge accounting to hedge foreign exchange risk associated with various foreign currency denominated monetary assets and liabilities as stipulated in “Accounting and Auditing Treatment relating to Adoption of Accounting Standards for Foreign Currency Transactions for Banks” (JICPA Industry Audit Committee Report No.25). The effectiveness of the hedge is assessed by confirming that the amount for the foreign currency position of the hedging instruments of currency-swap transactions, exchange swap transactions and similar transactions as the method of hedging the foreign exchange risks of monetary assets and liabilities denominated in foreign currencies is equal to or smaller than the amounts of the foreign currency position of the hedged monetary assets and liabilities denominated in foreign currency.

**c: Inter-company transaction and Other**

Inter-company interest rate swaps, currency swaps and similar derivatives among consolidated companies or between trading account and other accounts, which are designated as hedges, are not eliminated and related gains and losses are recognized in the consolidated statement of income or deferred under hedge accounting, because these inter-company derivatives are executed according to the criteria for appropriate outside third-party cover operations which are treated as hedge transactions objectively in accordance with JICPA Industry Audit Committee Reports No. 24 and 25.

**(15) Consumption tax and Other**

With respect to MHTB and its domestic consolidated subsidiaries, Japanese consumption taxes and local consumption taxes are mainly excluded from the transaction amounts.

## **8. Scope of Cash and Cash Equivalent in Consolidated Statements of Cash Flows**

For the purpose of the consolidated statement of cash flows, Cash and cash equivalents consists of cash and due from the central banks included in “Cash and due from banks” on the consolidated balance sheet.

## **Changes in Basis for Presentation and Principles of Consolidation**

### **(Accounting Standard for Lease Transactions)**

As “Accounting Standard for Lease Transactions” (ASBJ Statement No. 13, March 30, 2007) and “Guidance on Accounting Standard for Lease Transactions ” (ASBJ Guidance No. 16, March 30, 2007) are effective from the fiscal year beginning on April 1, 2008, MHTB has applied the new accounting standard and guidance commencing with this fiscal year.

Although MHTB accounted for finance leases that do not involve the transfer of ownership to the lessee as operating leases, by this application, MHTB accounted for them as normal trade transactions, including the transactions that started before the end of the previous fiscal year.

The amount of the accumulated impact until the end of the previous fiscal year on Income before income taxes and minority interests is recorded in Extraordinary loss.

This change increases Tangible fixed assets by ¥2,103 million, Intangible fixed assets by ¥239 million, Other liabilities by ¥4,477 million, Extraordinary loss by ¥2,250 million, and increases Loss before income taxes and minority interests by ¥2,133 million.

The effect of the application on the segment information in the consolidated financial statements is immaterial.

## Additional Information

### (Partial Revision of Calculation Method of Fair Value for Other Securities)

Floating-rate Japanese government bonds with very few contracted orders in “Securities” have previously been stated at fair value based on the quoted market prices.

These market prices, however in the period, are not recognized as a basis of fair value, and Floating-rate Japanese government bonds are stated at rationally calculated amounts.

This change increases “Securities” by ¥21,792 million, “Valuation difference on available-for-sale securities” by ¥14,303 million and decreases “Deferred tax assets” by ¥7,488 million, compared with the amounts stated based on the quoted market prices.

The models applied to the rationally calculated amounts are the discounted cash flow method and other. These variables are mainly the yields of 10-year Japanese government bonds and the volatility of 10-year underlying assets in interest rate swaption trades.

## NOTES

### (Consolidated Balance Sheet)

1. Investments in non-consolidated subsidiaries and affiliates amounted to ¥2,523 million (excluding consolidated subsidiaries).
2. As for Receivables under securities borrowing transactions, a portion of securities borrowed with cash collateral has the rights to sell or re-pledge. Among them, the total of securities re-pledged was ¥40,128 million.
3. Loans and bills discounted include Loans to Bankrupt Obligors of ¥18,297 million and Non-Accrual Delinquent Loans of ¥20,369 million.  
Loans to Bankrupt Obligors are loans, excluding loans written-off, on which delinquencies in payment of principal and/or interest have continued for a significant period of time or for some other reason there is no prospect of collecting principal and/or interest (“Non-Accrual Loans”), as per Article 96 Paragraph 1 No. 3, subsections 1 to 5 or No. 4 of the Corporate Tax Law Enforcement Ordinance (Government Ordinance No. 97, 1965).  
Non-Accrual Delinquent Loans represent non-accrual loans other than (i) Loans to Bankrupt Obligors and (ii) loans for which interest payments have been deferred in order to assist or facilitate the restructuring of the obligors.
4. Balance of Loans Past Due for 3 Months or More: ¥644 million.  
Loans Past Due for 3 Months or More are loans for which payments of principal and/or interest have not been received for a period of three months or more beginning with the next day following the last due date for such payments, and which are not included in Loans to Bankrupt Obligors, or Non-Accrual Delinquent Loans.
5. Balance of Restructured Loans: ¥10,001 million.  
Restructured Loans represent loans on which contracts were amended in favor of obligors (e.g. reduction of, or exemption from, stated interest, deferral of interest payments, extension of maturity dates, renunciation of claims) in order to assist or facilitate the restructuring of the obligors. Loans to Bankrupt Obligors, Non-Accrual Delinquent Loans and Loans Past Due for 3 Months or More are not included.
6. Total balance of Loans to Bankrupt Obligors, Non-Accrual Delinquent Loans, Loans Past Due for 3 Months or More and Restructured Loans: ¥49,312 million.  
The amounts given in Notes 3. through 6. are gross amounts before deduction of amounts for the Allowance for loan losses.

7. In accordance with JICPA Industry Audit Committee Report No. 24, bills discounted are accounted for as financial transactions, although MHTB has the rights to sell or pledge these bankers' acceptance, commercial bills, documentary bills and foreign exchange bills. The principal amount of these bills amounted to ¥989 million.
8. The following assets were pledged as collateral:
 

Securities:	¥ 1,341,067 million
Loans and bills discounted:	¥ 225,739 million

 The following liabilities were collateralized by the above assets:
 

Deposits:	¥ 1,937 million
Call money and bills sold:	¥ 140,000 million
Payables under securities lending transactions:	¥ 74,859 million
Borrowed money:	¥ 597,452 million

In addition to the above, the settlement accounts of domestic exchange transactions or derivatives transactions and others were collateralized by Securities amounting to ¥138,942 million.

None of the assets was pledged as collateral in connection with borrowings by affiliates.

Other assets includes initial margins of futures markets of ¥2,500 million and guarantee deposits of ¥10,459 million.

9. Overdrafts protection on current accounts and contracts for the commitment line for loans are contracts by which MHTB and certain consolidated subsidiaries are bound to extend loans up to the prearranged amount, at the request of customers, unless the customer is in breach of contract conditions. The unutilized balance of these contracts amounted to ¥871,781 million. Of this amount, ¥704,429 million relates to contracts in which the original contractual term is one year or less, or which are unconditionally cancelable at any time.  
 Since many of these contracts expire without the rights exercised, the unutilized balance itself does not necessarily affect future cash flows of MHTB and its consolidated subsidiaries. A provision is included in many of these contracts that entitles MHTB and its consolidated subsidiaries to refuse the execution of loans, or reduce the maximum amount under contracts when there is a change in the financial situation, necessity to preserve a claim, or other similar reasons. MHTB and its consolidated subsidiaries obtain, moreover, real estate, securities or others as collateral at the time the contract is entered into, if needed, and periodically monitor customers' business conditions, based on and in accordance with internally established standards, and take measures to control credit risks such as amendments to contracts, if needed.
10. Accumulated depreciation of Tangible fixed assets amounted to ¥34,758 million.
11. The book value of Tangible fixed assets adjusted for gains on sales of replaced assets amounted to ¥1,265 million.
12. Borrowed money includes subordinated borrowed money of ¥20,000 million with a covenant that performance of the obligation is subordinated to that of other obligations.
13. Bonds payable solely consist of subordinated bonds.
14. The principal amounts of money trusts and loan trusts with guarantees for the repayment of trust principal were ¥882,029 million and ¥49,756 million, respectively.
15. Net assets per share of common stock: ¥10.81

16. Projected benefit obligations etc. as of the consolidated balance sheet date are as follows

Projected benefit obligations	¥	(123,038)	Million
Plan assets (Fair value)		104,801	
Unfunded retirement benefit obligations		(18,236)	
Unrecognized actuarial differences		62,594	
Net amount on Consolidated Balance Sheet		44,357	
Prepaid pension cost		56,376	
Provision for retirement benefits		(12,018)	

### (Consolidated Statement of Income)

- Other income includes profits related to credit risk mitigation transactions of ¥4,104 million.
- Other in Other expenses includes written-off of loans of ¥24,985 million and losses on devaluation of stocks and other securities of ¥16,018 million.
- Other in Extraordinary loss solely consists of the amount of accumulated impact of the application of “Accounting Standard for Lease Transactions” until the end of the previous fiscal year on income before income taxes and minority interest.
- Net loss per share of common stock for the fiscal year: ¥5.97

### (Consolidated Statement of Changes in Net Assets)

- Types and numbers of outstanding shares are as follows:

	<i>Thousands of Shares</i>				Remarks
	As of March 31, 2008	Increase during the fiscal year	Decrease during the fiscal year	As of March 31, 2009	
Outstanding shares					
Common stock	5,024,755			5,024,755	
First Series Class 1 Preferred Stock	232,565		76,848	155,717	*
Second Series Class 3 Preferred Stock	800,000			800,000	
Total	6,057,321		76,848	5,980,472	

\*Decrease is due to purchase and retirement of treasury stock (First Series Class 1 Preferred Stock, 76,848 thousand shares).

- Types and numbers of treasury stock are as follows:

	<i>Thousands of Shares</i>				Remarks
	As of March 31, 2008	Increase during the fiscal year	Decrease during the fiscal year	As of March 31, 2009	
Outstanding shares					
Common stock	761	109	45	825	*1
First Series Class 1 Preferred Stock		76,848	76,848		*2
Total	761	76,957	76,893	825	

\*1. Increases are due to repurchase of fractional shares (109 thousand shares), decreases are due to additional purchase of fractional shares (45 thousand shares).

\*2. Increases and decreases are due to purchase and retirement of treasury stock (First Series Class 1 Preferred Stock, 76,848 thousand shares).

## 3.Subscription rights to shares and Treasury subscription rights to shares are as follows:

Issuer	Type of subscription right to shares	Type of shares subject to subscription rights to shares	Number of shares subject to subscription rights to shares				As of March 31, 2009	Remarks
			As of March 31, 2008	Increase during the fiscal year	Decrease during the fiscal year	As of March 31, 2009		
MHTB	Treasury subscription rights to shares		( )	( )	( )	( )	( )	
	Stock options						155	
Consolidated subsidiaries (Treasury)							( )	
Total							155 ( - )	

## 4.Cash dividends distributed by MHTB are as follows:

## (1) Cash dividends paid during the fiscal year ended March 31, 2009

Resolution	Types	Cash Dividends (Millions of yen)	Cash Dividends per Share (Yen)	Record Date	Effective Date
June 26, 2008	Common Stock	5,023	1.00	March 31, 2008	
Ordinary General Meeting of Shareholders	First Series Class 1 Preferred Stock	1,511	6.50	March 31, 2008	June 27, 2008
	Second Series Class 3 Preferred Stock	1,200	1.50	March 31, 2008	

## (2) Cash dividends whose record date falls in the fiscal year ended March 31, 2009 and whose effective date comes after the end of the fiscal year:

Not scheduled.

**(Consolidated Statement of Cash Flows)**

Cash and cash equivalents on the Consolidated Statement of Cash Flows at the end of the fiscal year reconciles to Cash and due from banks on the consolidated balance sheet as follows:

Cash and due from banks	¥	340,362	million
Time deposit placed	¥	(135,444)	million
Other deposit placed	¥	(48,889)	million
Cash and cash equivalents	¥	156,028	million

## SEGMENT INFORMATION

### 1. Segment Information by Type of Business

For the fiscal year ended March 31, 2009

Millions of yen

	Trust and Banking Business	Financial Related Business and Others	Total	Elimination	Consolidated Total
I Ordinary income:					
(1) From outside customers	216,951	12,627	229,578		229,578
(2) Inter-segment	380	4,938	5,319	(5,319)	
Total	217,332	17,566	234,898	(5,319)	229,578
Ordinary expenses	226,251	20,216	246,468	(4,937)	241,530
Ordinary loss	8,919	2,649	11,569	382	11,952
II Assets, Depreciation expense, Impairment loss and Capital expenditure					
Assets	6,411,072	21,321	6,432,393	(12,994)	6,419,399
Depreciation expense	9,017	233	9,250		9,250
Impairment loss	80		80		80
Capital expenditure	18,341	2,008	20,350		20,350

Notes:

1. Amounts less than one million yen are rounded down.
2. Ordinary income and Ordinary loss are presented in lieu of Sales as is the case for non-financial companies.
3. Major components of type of business are as follows:
  - (1) Trust and banking business: Trust and banking services
  - (2) Financial related business, other: Credit guarantee, money lending and other

### 2. Segment Information by Geographic Area

For the fiscal year ended March 31, 2009

Millions of yen

	Japan	Other	Total	Elimination	Consolidated Total
I Ordinary income:					
(1) From outside customers	221,793	7,785	229,578		229,578
(2) Inter-segment	522	161	683	(683)	
Total	222,315	7,946	230,261	(683)	229,578
Ordinary expenses	232,318	9,373	241,692	(161)	241,530
Ordinary loss	10,003	1,427	11,430	521	11,952
II Assets	6,286,361	133,114	6,419,475	(75)	6,419,399

Notes:

1. Amounts less than one million yen are rounded down.
2. Geographic analyses of MHTB's and its consolidated subsidiaries' operations are presented based on geographic contiguity, similarities in economic activities, and correlation between business operations. Ordinary income and Ordinary loss are presented in lieu of Sales and Operating profit as is the case for non-financial companies. Ordinary income, Ordinary expenses and Ordinary loss outside Japan are presented in Others (U.S.A. and Europe), as the percentages of those countries and areas are insignificant.

### 3. Ordinary Income from International Operations

For the fiscal year ended March 31, 2009

		Millions of yen
		Amount
Ordinary income from International Operations	(a)	22,295
Consolidated Ordinary income	(b)	229,578
Ratio of Ordinary income from International Operations in Consolidated Ordinary income	(a)/(b)	9.7

Notes:

1. Amounts less than one million yen are rounded down.
2. Ordinary income from International Operations is presented in lieu of Sales as is case for non-financial companies.
3. Ordinary income from International Operations represents Ordinary income from foreign currency transactions in Japan, transactions with non-Japanese residents in Japanese yen, transactions in the Japan Offshore Market, other transactions and the total income of the consolidated foreign subsidiaries except for the inter-company transactions.

(Exclusion of Disclosure)

Regarding the notes for Lease Transaction, Related Party Transaction, Derivatives, Stock option and other, they are excluded from the immediate release on the basis of consideration of both necessity and materiality. Regarding Deferred Tax Accounting, please refer to "Selected Financial Information". MHTB will disclose this information in "EDINET".



## NOTES

## (Securities)

## 1. Securities

In addition to Securities on the consolidated balance sheet, "Securities" includes Trading account securities in "Trading assets", Negotiable certificates of deposit in "Cash and due from banks" and certain items in "Monetary claims bought".

## (1) Trading securities (as of March 31, 2009)

Millions of yen

Contents	Amount on Consolidated B/S	Net unrealized gains/losses recorded on the Consolidated Statement of Income
Trading securities	869	6

## (2) Bonds held-to-maturity which have readily determinable fair value (as of March 31, 2009): Nil

## (3) Other Securities which have readily determinable fair value (as of March 31, 2009)

Millions of yen

Contents	Acquisition cost	Amount on Consolidated B/S	Valuation difference		
			Net	Gains	Losses
Stocks	172,436	182,252	9,816	30,602	20,785
Bonds	1,482,328	1,480,750	(1,578)	1,928	3,506
Government bonds	1,422,143	1,420,869	(1,273)	1,797	3,071
Local government bonds	6,137	6,165	28	41	12
Corporate bonds	54,048	53,715	(333)	89	422
Other	375,244	348,982	(26,262)	1,149	27,411
Foreign securities	247,527	227,871	(19,655)	919	20,575
Monetary claims bought	112,163	111,243	(920)	230	1,150
Other	15,553	9,867	(5,686)	—	5,686
Total	2,030,009	2,011,985	(18,024)	33,680	51,704

Note 1: Valuation difference includes the gain amounted to ¥7,238 million which was recognized in the Consolidated Statement of Income by application of the fair-value hedge method.

2: Japanese Stocks with a quoted market price are stated at fair value, determined based on the average quoted market price over the month preceding the consolidated balance sheet date and securities other than Japanese stocks which have readily determinable market price are stated at fair value at the consolidated balance sheet date. Value for judgment of devaluation is based on the quoted market price at the consolidated balance sheet date.

3: "Gains" and "Losses" are the details of "Net".

4: Certain other securities which have readily determinable fair value are devalued to the fair value, and the difference between the acquisition cost and the fair value is treated as the loss for the fiscal year ("devaluation"). If the fair value (primarily the closing market price at the consolidated balance sheet date) has significantly deteriorated compared with the acquisition cost (including amortized cost), the fair value is taken as the amount recorded unless it is deemed that there is a possibility of a recovery in the fair value. The amount of devaluation for the fiscal year was ¥20,768 million (stocks: ¥15,810 million, foreign securities: ¥4,958 million).

The criteria for determining whether a security's fair value has "significantly deteriorated" are outlined as follows:

Securities whose market price is 50% or less of the acquisition cost.

Securities whose market price exceeds 50% but is 70% or less of the acquisition cost and the quoted price maintain a certain level or lower.

## (Additional information)

Floating-rate Japanese government bonds with very few contracted orders in "Securities" have previously been stated at fair value based on the quoted market prices.

These market prices, however in the period, are not recognized as a basis of fair value, and Floating-rate Japanese government bonds are stated at rationally calculated amounts.

This change increases "Securities" by ¥21,792 million, "Valuation difference on available-for-sale securities" by ¥14,303 million and decreases "Deferred tax assets" by ¥7,488 million, compared with the amounts stated based on the quoted market prices.

The models applied to the rationally calculated amounts are the discounted cash flow method and other. These variables are mainly the yields of 10-year Japanese government bonds and the volatility of 10-year underlying assets in interest rate swaption trades.

(4) Bonds held-to-maturity sold during fiscal year (from April 1, 2008 to March 31, 2009): Nil

(5) Other securities sold during fiscal year (from April 1, 2008 to March 31, 2009)

Millions of yen			
	Amount sold	Total amount of gains on sales	Total amount of losses on sales
Other securities	1,236,957	9,395	2,625

(6) Major component of securities not stated at fair value and amount on Consolidated BS (as of March 31, 2009)

Millions of yen	
Contents	Amount
Other securities	
Unlisted Japanese stocks	16,006
Non-publicly offered Japanese corporate bonds	21,190
Monetary claims bought	115,925

(7) The redemption schedule by term for Other Securities with maturities (as of March 31, 2009)

Millions of yen				
Contents	Within 1 year	1 - 5 years	5 - 10 years	Over 10 years
Bonds	681,327	265,065	356,635	198,911
Government bonds	668,510	228,816	342,913	180,629
Local government bonds	812	3,046	2,306	—
Corporate bonds	12,004	33,202	11,415	18,282
Other	61,130	211,705	76,135	39,684
Foreign securities	25,920	88,363	42,998	—
Monetary claims bought	34,342	120,086	33,055	39,684
Other	867	3,255	81	—
Total	742,458	476,771	432,771	238,596

## 2. Money Held in Trust

(1) Money held in Trust for investments (as of March 31, 2009): Nil

(2) Money held in Trust held-to-maturity (as of March 31, 2009): Nil

(3) Other Money held in Trust (not for investments and held to maturity) (as of March 31, 2009): Nil

## 3. Valuation difference on available-for-sale securities (as of March 31, 2009)

The contents of valuation difference on available-for-sale securities on the consolidated balance sheet is as follows.

Millions of yen	
	Amount
Valuation difference	
Other securities	(25,261)
Deferred tax assets	11,111
Valuation difference on available-for-sale securities (Before adjustment for Minority interests)	(14,149)
Minority interests (minus)	76
Valuation difference on available-for-sale securities	(14,226)

Note 1: The gain amounting to ¥7,238 million which was recognized in the consolidated statement of income by application of the fair-value hedge method is deducted from the valuation difference.

2: Translation differences regarding securities which do not have readily determinable fair value of ¥0 million are included in valuation difference.

(Reference) Market Value Information of Securities of Loan Trusts (as of March 31, 2009): Nil

## NOTES

## (Employee Retirement Benefits)

1. Projected benefit obligations

		Millions of yen
Contents		Fiscal 2008 (as of March 31, 2009)
Projected benefit obligations	(A)	(123,038)
Plan assets (Fair value)	(B)	104,801
Unfunded retirement benefit obligations	(C) = (A) + (B)	(18,236)
Unrecognized actuarial differences	(D)	62,594
Net amount on consolidated balance sheet	(E) = (C) + (D)	44,357
Prepaid pension cost	(F)	56,376
Provision for retirement benefits	(E) - (F)	(12,018)

Note: Certain subsidiaries adopt the simplified method to calculate the retirement benefit obligation.

2. Expenses related to employee retirement benefits

		Millions of yen
Contents		Fiscal 2008 from April 1, 2008 to March 31, 2009
Service cost (Note1,2,3)		(2,610)
Interest cost		(3,090)
Expected return on plan assets		6,575
Amortization of unrecognized actuarial differences		(6,658)
Other		(195)
Net retirement benefit expenses		(5,978)

- Note 1: Employees contribution to corporate pension fund is exclusive of service cost.  
 2: Contribution from certain consolidated subsidiaries to jointly-owned employee's pension fund is inclusive of service cost.  
 3: Retirement benefit expenses from consolidated subsidiaries which adopt the simplified method is inclusive of service cost.

## PER SHARE INFORMATION FOR COMMON STOCK

[Consolidated]

		Fiscal 2008 from April 1, 2008 to March 31, 2009
Net assets per share of common stock	Yen	10.81
Net loss per share of common stock	Yen	5.97

Note 1. The basis of calculation of net assets per share of common stock is as follows:

		Fiscal 2008 (as of March 31, 2009)
Total net assets	Millions of yen	253,531
Amount deducted from net assets	Millions of yen	199,219
Paid-in amount of preferred stock	Millions of yen	197,858
Subscription rights to shares	Millions of yen	155
Minority interests	Millions of yen	1,206
Net assets related to common stock	Millions of yen	54,311
Number of shares, based on which total net assets per share of common stock was calculated.	Thousands of shares	5,023,930

2. The diluted net income per share of common stock is not provided in the case of the net loss per share of common stock.

3. The basis of the calculation of net loss per share of common stock is as follows:

		Fiscal 2008 from April 1, 2008 to March 31, 2009
Net loss per share of common stock		
Net loss	Millions of yen	30,016
Amount not attributable to common stock	Millions of yen	-
Net loss related to common stock	Millions of yen	30,016
Average outstanding shares of common stock	Thousands of shares	5,023,959
Description of dilutive securities which were not included in the calculation of Diluted Net Income per Share of Common Stock as they have no dilutive effect.		First Series Class 1 Preferred Stock (issued: 155,717 thousand shares) Second Series Class 3 Preferred Stock (issued: 800,000 thousand shares) First Series Subscription rights to shares (outstanding number: 1,695)

## COMPARISON OF STATEMENTS OF TRUST ASSETS AND LIABILITIES

Millions of yen

Statements of Trust Account items	Fiscal 2008 as of March 31, 2009	Fiscal 2007 as of March 31, 2008	Change
Loans and Bills Discounted	2,260,989	2,390,797	(129,808)
Securities	6,895,286	10,036,759	(3,141,472)
Beneficiary Rights to the Trusts	34,334,213	31,074,656	3,259,556
Securities Held in Custody Accounts	844,115	749,097	95,017
Money Claims	6,507,115	6,414,852	92,262
Tangible Fixed Assets	5,492,249	5,536,242	(43,992)
Intangible Fixed Assets	144,586	143,798	787
Other Claims	199,849	1,292,860	(1,093,010)
Call Loans	21,512	27,801	(6,289)
Due from Banking Account	827,713	952,087	(124,374)
Cash and Due from Banks	663,301	666,562	(3,260)
<b>Total Assets</b>	<b>58,190,932</b>	<b>59,285,515</b>	<b>(1,094,582)</b>
Money Trusts	18,102,189	22,502,854	(4,400,664)
Pension Trusts	4,602,397	4,197,246	405,150
Property Formation Benefit Trusts	4,045	5,536	(1,490)
Loan Trusts	50,457	87,843	(37,385)
Investment Trusts	11,864,367	8,757,949	3,106,418
Money Entrusted Other than Money Trusts	2,422,164	2,779,194	(357,029)
Securities Trusts	4,898,482	4,881,080	17,402
Money Claim Trusts	6,239,540	6,317,224	(77,683)
Equipment Trusts	57	208	(150)
Land and Fixtures Trusts	235,119	444,995	(209,875)
Composite Trusts	9,768,431	9,308,000	460,430
Other Trusts	3,678	3,380	298
<b>Total Liabilities</b>	<b>58,190,932</b>	<b>59,285,515</b>	<b>(1,094,582)</b>

Note: 1. Amounts less than one million yen are rounded down.

2. Statements of Trust Account Items are selected based on trust businesses referred to in "Enforcement Regulations for the Law Concerning Concurrent Operations, etc., of Trust Business by Financial Institutions."

The only company to operate trust business is MHTB in MHTB and its consolidated subsidiaries.

## 5. Non-Consolidated Financial Statements

### (1) Non-Consolidated Balance Sheets

	Millions of yen			
	As of March 31, 2008		As of March 31, 2009	
<b>Assets</b>				
Cash and due from banks	¥	307,347	¥	223,555
Cash		31,176		14,651
Due from banks		276,170		208,903
Call loans		10,000		—
Receivables under securities borrowing transactions		51,864		40,249
Monetary claims bought		335,964		288,052
Trading assets		40,465		51,955
Trading account securities		449		869
Derivatives of trading securities		1		0
Trading-related financial derivatives		40,014		51,085
Securities		1,674,882		1,945,977
Government bonds		833,366		1,420,869
Local government bonds		9,417		6,165
Corporate bonds		96,627		74,905
Stocks		312,592		204,028
Other securities		422,879		240,008
Loans and bills discounted		3,481,359		3,439,591
Bills discounted		3,074		989
Loans on bills		137,978		128,705
Loans on deeds		2,969,541		2,908,110
Overdrafts		370,764		401,784
Foreign exchanges		1,428		3,166
Due from foreign banks (our accounts)		1,428		3,166
Other assets		204,768		184,479
Domestic exchange settlement account, debit		183		0
Prepaid expenses		665		677
Accrued income		29,191		23,087
Initial margins of futures markets		2,500		2,500
Variation margins of futures markets		4		—
Derivatives other than for trading-assets		2,648		6,174
Other		169,573		152,040
Tangible fixed assets		31,953		31,340
Buildings, net		13,763		13,612
Land		14,442		14,416
Lease assets, net				167
Other tangible fixed assets		3,746		3,144
Intangible fixed assets		17,701		19,920
Software		17,406		19,577
Lease assets				48
Other intangible fixed assets		294		294
Deferred tax assets		37,987		50,115
Customers' liabilities for acceptances and guarantees		38,673		34,394
Allowance for loan losses		(24,630)		(24,338)
Allowance for investment loss		—		(1)
<b>Total assets</b>	¥	6,209,765	¥	6,288,459

Note : Amounts less than one million yen are rounded down.

Millions of yen

	As of March 31, 2008	As of March 31, 2009
<b>Liabilities</b>		
Deposits	¥ 2,696,877	¥ 2,920,102
Current deposits	31,945	40,466
Ordinary deposits	529,697	494,974
Deposits at notice	5,121	4,862
Time deposits	2,100,142	2,354,224
Other deposits	29,970	25,575
Negotiable certificates of deposit	734,560	636,080
Call money	580,664	658,809
Payables under securities lending transactions	442,549	74,859
Trading liabilities	32,300	59,323
Derivatives of securities related to trading transactions	2	—
Trading-related financial derivatives	32,297	59,323
Borrowed money	20,000	617,452
Borrowings from other banks	20,000	617,452
Foreign exchanges	12	5
Due to foreign banks (their accounts)	6	4
Due to foreign banks (our accounts)	6	0
Foreign bills sold	—	0
Bonds payable	162,200	143,900
Borrowed money from trust account	952,087	827,713
Other liabilities	67,513	37,474
Domestic exchange settlement account, credit	177	0
Income taxes payable	672	256
Accrued expenses	19,739	22,228
Unearned revenue	3,661	2,596
Deposits received from employees	0	0
Variation margins of futures markets	—	0
Derivatives other than for trading-liabilities	1,850	1,705
Lease obligations		531
Other	41,411	10,155
Provision for bonuses	1,901	2,063
Provision for retirement benefits	10,852	11,526
Provision for directors' retirement benefits	423	—
Provision for contingent loss	12,590	12,710
Provision for reimbursement of deposits	875	955
Acceptances and guarantees	38,673	34,394
<b>Total liabilities</b>	<b>5,754,083</b>	<b>6,037,369</b>
<b>Net assets</b>		
Capital stock	247,231	247,231
Capital surplus	15,367	15,367
Legal capital surplus	15,367	15,367
Retained earnings	122,005	7,426
Legal retained earnings	6,514	8,061
Other retained earnings	115,491	(634)
<i>Retained earnings brought forward</i>	<i>115,491</i>	<i>(634)</i>
Treasury stock	(126)	(134)
<b>Total shareholders' equity</b>	<b>384,478</b>	<b>269,891</b>
Valuation difference on available-for-sale securities	66,803	(14,373)
Deferred gains or losses on hedges	4,399	(4,583)
<b>Total valuation and translation adjustments</b>	<b>71,203</b>	<b>(18,956)</b>
Subscription rights to shares	—	155
<b>Total net assets</b>	<b>455,681</b>	<b>251,089</b>
<b>Total liabilities and net assets</b>	<b>¥ 6,209,765</b>	<b>¥ 6,288,459</b>

Note : Amounts less than one million yen are rounded down.

## (2) Non-Consolidated Statements Of Income

	Millions of yen	
	For the fiscal year ended March 31, 2008	For the fiscal year ended March 31, 2009
<b>Ordinary income</b>	¥ 243,773	¥ 199,545
Trust fees	63,003	54,509
Interest income	100,959	88,101
Interest on loans and discounts	61,996	61,575
Interest and dividends on securities	29,645	19,609
Interest on call loans	552	458
Interest on receivables under securities borrowing transactions	295	113
Interest on bills bought	1	73
Interest on deposits with banks	2,439	2,074
Interest on interest swaps	1,892	—
Other interest income	4,135	4,197
Fees and commissions	57,886	40,585
Fees and commissions on domestic and foreign exchanges	574	590
Other fees and commissions	57,312	39,994
Trading income	1,108	1,176
Gains on trading account securities transactions	4	12
Income from securities and derivatives related to trading transactions	29	7
Income from trading-related financial derivatives transactions	1,075	1,156
Other ordinary income	15,056	8,242
Gains on foreign exchange transactions	—	111
Gains on sales of bonds	14,843	8,083
Income from derivatives other than for trading or hedging	199	—
Other	13	47
Other income	5,757	6,930
Gain on sales of stocks and other securities	2,687	1,687
Other	3,070	5,242
<b>Ordinary expenses</b>	165,038	208,175
Interest expenses	47,467	39,461
Interest on deposits	15,595	15,902
Interest on negotiable certificates of deposit	4,549	5,706
Interest on call money	3,837	4,070
Interest on payables under securities lending transactions	11,190	1,807
Interest on borrowings and rediscounts	1,064	1,630
Interest on bonds	3,274	3,285
Interest on interest swaps	—	681
Other interest expenses	7,955	6,376
Fees and commissions payments	15,012	14,992
Fees and commissions on domestic and foreign exchanges	325	327
Other fees and commissions	14,686	14,664
Other ordinary expenses	2,862	8,068
Loss on foreign exchange transactions	298	—
Loss on sales of bonds	2,529	3,432
Loss on devaluation of bonds	33	3,894
Expenses on derivatives other than for trading or hedging	—	742
General and administrative expenses	90,563	98,249
Other expenses	9,132	47,402
Provision of allowance for loan losses	—	1,278
Written-off of loans	4,051	24,974
Losses on sales of stocks and other securities	764	808
Losses on devaluation of stocks and other securities	1,194	18,349
Provision of allowance for investment loss	—	1
Provision for contingent loss	920	120
Provision for reimbursement of deposits	875	79
Other	1,326	1,792
<b>Ordinary profit (loss)</b>	78,735	(8,629)
<b>Extraordinary income</b>	22,955	488
Gain on disposal of noncurrent assets	30	0
Reversal of allowance for loan losses	21,000	—
Recoveries of written-off claims	1,925	488
<b>Extraordinary loss</b>	929	2,788
Loss on disposal of noncurrent assets	573	2,215
Impairment loss	355	80
Other	—	492
<b>Income (loss) before income taxes</b>	100,761	(10,929)
<b>Income taxes</b>		
Current	20	13
Deferred	13,975	16,898
Total		16,912
<b>Net income (loss)</b>	¥ 86,764	¥ (27,842)

Note : Amounts less than one million yen are rounded down.



**(3) Non-Consolidated Statements Of Changes In Net Assets**

	<i>Millions of yen</i>	
	For the fiscal year ended March 31, 2008	For the fiscal year ended March 31, 2009
<b>Shareholders' equity</b>	¥	¥
<b>Capital stock</b>		
Balance at the end of previous period	247,231	247,231
Balance at the end of current period	247,231	247,231
<b>Capital surplus</b>		
Legal capital surplus		
Balance at the end of previous period	15,367	15,367
Balance at the end of current period	15,367	15,367
<b>Other capital surplus</b>		
Balance at the end of previous period	—	—
Changes of items during the period		
Disposal of treasury stock	0	—
Retirement of treasury stock	(0)	—
Total changes of items during the period	—	—
Balance at the end of current period	—	—
<b>Total capital surplus</b>		
Balance at the end of previous period	15,367	15,367
Changes of items during the period		
Disposal of treasury stock	0	—
Retirement of treasury stock	(0)	—
Total changes of items during the period	—	—
Balance at the end of current period	15,367	15,367
<b>Retained earnings</b>		
Legal retained earnings		
Balance at the end of previous period	4,904	6,514
Changes of items during the period		
Dividends from surplus	1,609	1,547
Total changes of items during the period	1,609	1,547
Balance at the end of current period	6,514	8,061
Other retained earnings		
Retained earnings brought forward		
Balance at the end of previous period	98,383	115,491
Changes of items during the period		
Dividends from surplus	(9,657)	(9,282)
Net income (loss)	86,764	(27,842)
Disposal of treasury stock	—	(1)
Retirement of treasury stock	(59,999)	(78,999)
Total changes of items during the period	17,108	(116,126)
Balance at the end of current period	115,491	(634)
<b>Total retained earnings</b>		
Balance at the end of previous period	103,287	122,005
Changes of items during the period		
Dividends from surplus	(8,047)	(7,735)
Net income (loss)	86,764	(27,842)
Disposal of treasury stock	—	(1)
Retirement of treasury stock	(59,999)	(78,999)
Total changes of items during the period	18,717	(114,579)
Balance at the end of current period	122,005	7,426

	<i>Millions of yen</i>	
	For the fiscal year ended March 31, 2008	For the fiscal year ended March 31, 2009
<b>Treasury stock</b>		
Balance at the end of previous period	(110)	(126)
Changes of items during the period		
Purchase of treasury stock	(60,017)	(79,015)
Disposal of treasury stock	2	7
Retirement of treasury stock	60,000	78,999
Total changes of items during the period	(15)	(8)
Balance at the end of current period	(126)	(134)
<b>Total shareholders' equity</b>		
Balance at the end of previous period	365,776	384,478
Changes of items during the period		
Dividends from surplus	(8,047)	(7,735)
Net income (loss)	86,764	(27,842)
Purchase of treasury stock	(60,017)	(79,015)
Disposal of treasury stock	2	5
Retirement of treasury stock	—	—
Total changes of items during the period	18,702	(114,587)
Balance at the end of current period	384,478	269,891
<b>Valuation and translation adjustments</b>	¥	¥
<b>Valuation difference on available-for-sale securities</b>		
Balance at the end of previous period	141,816	66,803
Changes of items during the period		
Net changes of items other than shareholders' equity	(75,012)	(81,177)
Total changes of items during the period	(75,012)	(81,177)
Balance at the end of current period	66,803	(14,373)
<b>Deferred gains or losses on hedges</b>		
Balance at the end of previous period	782	4,399
Changes of items during the period		
Net changes of items other than shareholders' equity	3,616	(8,982)
Total changes of items during the period	3,616	(8,982)
Balance at the end of current period	4,399	(4,583)
<b>Total valuation and translation adjustments</b>		
Balance at the end of previous period	142,599	71,203
Changes of items during the period		
Net changes of items other than shareholders' equity	(71,396)	(90,159)
Total changes of items during the period	(71,396)	(90,159)
Balance at the end of current period	71,203	(18,956)
<b>Subscription rights to shares</b>	¥	¥
Balance at the end of previous period	—	—
Changes of items during the period		
Net changes of items other than shareholders' equity	—	155
Total changes of items during the period	—	155
Balance at the end of current period	—	155
<b>Total net assets</b>	¥	¥
Balance at the end of previous period	508,375	455,681
Changes of items during the period		
Dividends from surplus	(8,047)	(7,735)
Net income (loss)	86,764	(27,842)
Purchase of treasury stock	(60,017)	(79,015)
Disposal of treasury stock	2	5
Retirement of treasury stock	—	—
Net changes of items other than shareholders' equity	(71,396)	(90,004)
Total changes of items during the period	(52,693)	(204,592)
Balance at the end of current period	455,681	251,089

#### (4) Note for the Assumption of Going Concern

Nothing to report regarding doubt of MHTB as a going concern.

## NOTES FOR NON-CONSOLIDATED FINANCIAL STATEMENTS

Amount less than one million yen are rounded down.

### SIGNIFICANT ACCOUNTING POLICIES

#### 1. Valuation of Trading assets & liabilities and recording of income & expenses

Trading transactions intended to take advantage of short-term fluctuations and arbitrage opportunities in interest rates, currency exchange rates, market prices of financial instruments and related indices are recognized on a trade date basis and recorded in Trading assets or Trading liabilities on the non-consolidated balance sheet.

Income or expenses generated on relevant trading transactions are recorded in Trading income or Trading expenses on the non-consolidated statement of income.

Securities and other monetary claims held for trading purposes are stated at fair value at the non-consolidated balance sheet date. Derivative financial products, such as swaps, futures transactions and option transactions, are stated at their fair values, assuming that such transactions were terminated and settled at the non-consolidated balance sheet date.

Trading income and Trading expenses include the interest received and interest paid during the fiscal year, the gains or losses resulting from any change in the value of securities and other monetary claims between the beginning and the end of the fiscal year, and the gains or losses resulting from any change in the value of financial derivatives between the beginning and the end of the fiscal year, assuming they were settled at the end of the fiscal year.

#### 2. Securities

Investments in the consolidated subsidiaries and affiliates, which are not under the equity method, are stated at acquisition cost determined by the moving average method.

Regarding Other securities, Japanese stocks with a quoted market price are stated at fair value, determined based on the average quoted market price over the month preceding the non-consolidated balance sheet date, securities other than Japanese stocks which have readily determinable fair value are stated at fair value at the non-consolidated balance sheet date (cost of securities sold is calculated primarily by the moving average method) and securities which do not have readily determinable fair value are stated at acquisition cost or amortized cost determined by the moving average method. The valuation difference on other securities is included directly in Net assets, net of applicable income taxes after excluding gains and losses as a result of the fair-value hedge method.

#### 3. Derivative transactions

Derivative transactions (other than transactions categorized for trading purposes) are valued at fair value.

#### 4. Depreciation

##### (1) Tangible fixed assets (excluding lease assets)

Regarding depreciation of Tangible fixed assets, depreciation of buildings is computed by the straight-line method, except in the case of appliances and fittings where the declining-balance method is applied, and other is computed by the declining-balance method. Applicable share of estimated annual depreciation costs for the period is recorded based on the following range of useful lives.

Buildings	3 years to 50 years
Other	2 years to 20 years

## (2) Intangible fixed assets (excluding lease assets)

The amortization of Intangible fixed assets is computed by the straight-line method. Development costs for internally used software are capitalized and amortized using the straight-line method over their estimated useful lives of 5 years determined by MHTB.

## (3) Lease assets

Regarding depreciation and amortization of lease assets in Tangible fixed assets and Intangible fixed assets for finance leases that do not involve the transfer of ownership to the lessee, basically the same method as the one applied to fixed assets owned by themselves is used.

## 5. Deferred assets

Bond issuance costs are expensed as incurred.

## 6. Translation of assets and liabilities denominated in foreign currencies

Assets and liabilities denominated in foreign currencies are translated into Japanese yen primarily at the exchange rates in effect at the non-consolidated balance sheet date, with the exception of investments in subsidiaries, which are translated at historical exchange rates.

## 7. Allowance and Provision

## (1) Allowance for loan losses

Allowance for loan losses is maintained in accordance with internally established standards for write-offs and provisions.

For claims extended to obligors that are legally bankrupt under the Bankruptcy Law, Special Liquidation under the Company Law or other similar laws ("Bankrupt Obligor"), and to obligors that are effectively in similar conditions ("Substantially Bankrupt Obligor"), allowance is maintained at the amounts of claims net of direct write-offs described below, and expected amounts recoverable from the disposition of collateral and the amounts recoverable under guarantees. For claims extended to obligors that are not yet legally or formally bankrupt but are likely to be bankrupt ("Intensive Control Obligor"), allowance is maintained at the amounts deemed necessary based on overall solvency analyses of the amounts of claims net of expected amounts recoverable from the disposition of collateral and the amounts recoverable under guarantees.

For claims extended to Intensive Control Obligors and Obligors with Restructured Loans and others, if the exposure to an obligor exceeds a certain specific amount, allowance is provided as follows: (i) if future cash flows of the principal and interest can be reasonably estimated, the discounted cash flow method is applied, under which the allowance is determined as the difference between the book value of the loan and its present value of future cash flows discounted by the contractual interest rate before the loan was classified as a Restructured Loan, and (ii) if future cash flows of the principal and interest cannot be reasonably estimated, allowance is provided for the losses estimated for each individual loan.

For claims extended to other obligors, allowance is maintained at rates derived from historical credit loss experience and others. Allowance for loan losses to Restructuring Countries is maintained in order to cover possible losses based on analyses of the political and economic climates of the countries.

All claims are assessed by each claims origination department in accordance with the internally established "Self-assessment Standard", and the results of the assessments are verified and examined by the independent examination department. Allowance for loan losses is provided for on the basis of such verified assessments.

In the case of claims to Bankrupt Obligors and Substantially Bankrupt Obligors, which are collateralized or guaranteed by a third party, the amounts deemed uncollectible (calculated by deducting the anticipated proceeds from the sale of collateral pledged against the claims and amounts that are expected to be recovered from guarantors of the claims) are written off against the respective claims balances. The total directly written-off amount was ¥21,975 million.

## (2) Allowance for investment loss

Allowance for investment loss is maintained to provide against possible losses on investments in securities, after taking into consideration the financial condition and other factors concerning the investee company.

## (3) Provision for bonuses

Provision for bonuses, which is provided for future bonus payments to employees, is maintained at the amount accrued at the end of the fiscal year, based on the estimated future payments.

## (4) Provision for retirement benefits

Provision for retirement benefits (including Prepaid pension cost), which is provided for future benefit payments to employees, is recorded as the required amount accrued at the end of the fiscal year, based on the projected benefit obligation and the estimated plan asset amounts at the end of fiscal year. Unrecognized actuarial differences are recognized as income or expense starting from the following fiscal year under the straight-line method over a certain term within the average remaining service period of the current employees (10 years to 14 years).

## (5) Provision for contingent loss

Provision for contingent loss is maintained to provide against possible losses from contingencies in trust transactions. The balance is a reasonable estimate of possible future losses, on an individual basis, considered to require a provision.

## (6) Provision for reimbursement of deposits

Provision for reimbursement of deposits is provided for the deposits derecognized from the liabilities at the estimated amount of future claims for withdrawal.

## 8. Hedge accounting

## (1) Hedge for Interest rate risk

MHTB applies the deferred method or fair-value method of hedge accounting for the interest rate risk accompanying various monetary assets and liabilities.

The portfolio hedge for a large volume of small-value monetary claims and liabilities is accounted for by the method stipulated in the in “Accounting and Auditing Treatment relating to Adoption of Accounting Standards for Financial Instruments for Banks” (JICPA Industry Audit Committee Report No.24). The effectiveness of hedging activities for the portfolio hedge for a large volume of small-value monetary claims and liabilities is assessed as follows:

- (i) as for hedging activities to offset market fluctuation risks, the effectiveness is assessed by bracketing both the hedged instruments, such as deposits and loans, and the hedging instruments, such as interest rate swaps, in the same maturity bucket.
- (ii) as for hedging activities to fix the cash flows, the effectiveness is assessed based on the correlation between a base interest rate index of the hedged cash flow and that of the hedging instrument.

The effectiveness of the individual hedge is accessed based on the correlation between the fluctuation in the market or cash flows of the hedged instruments and that of the hedging instruments.

Deferred gains or losses on hedges recorded on the non-consolidated balance sheet resulted from the application of the macro-hedge method based on “Tentative Accounting and Auditing Treatment relating to Adoption of Accounting Standards for Financial Instruments for Banks” (JICPA Industry Audit Committee Report No.15), under which the overall interest rate risks inherent in loans, deposits and others are controlled on a macro-basis using derivatives transactions. These deferred gains or losses on hedges are amortized as interest income or interest expenses over the average remaining maturity of the respective hedging instruments.

The unamortized amounts of gross deferred losses on hedges and gross deferred gains on hedges on the macro-hedges, before net of applicable income taxes, at the end of the fiscal year were ¥12,110 million and ¥11,835million, respectively.

## (2) Hedge for Foreign exchange risk

MHTB applies the deferred method of hedge accounting to hedge foreign exchange risk associated with various foreign currency denominated monetary assets and liabilities as stipulated in “Accounting and Auditing Treatment relating to Adoption of Accounting Standards for Foreign Currency Transactions for Banks” (JICPA Industry Audit Committee Report No.25). The effectiveness of the hedge is assessed by confirming that the amount for the foreign currency position of the hedging instruments of currency-swap transactions, exchange swap transactions and similar transactions as the method of hedging the foreign exchange risks of monetary assets and liabilities denominated in foreign currencies is equal to or smaller than the amounts of the foreign currency position of the hedged monetary assets and liabilities denominated in foreign currency.

## (3) Inter-company transaction and Other

Inter-company interest rate swaps, currency swaps and similar derivatives between trading account and other accounts, which are designated as hedges, are not eliminated and related gains and losses are recognized in the statement of income or deferred under hedge accounting, because these inter-company derivatives are executed according to the criteria for appropriate outside third-party cover operations which are treated as hedge transactions objectively in accordance with JICPA Industry Audit Committee Reports No. 24 and 25.

## 9. Consumption tax and Other

Japanese consumption taxes and local consumption taxes are excluded from the transaction amounts. Amounts of non-deductible consumption taxes related to Tangible fixed assets are included in expenses.

**CHANGE OF ACCOUNTING POLICY****(Accounting Standard for Lease Transactions)**

As “Accounting Standard for Lease Transactions” (ASBJ Statement No. 13, March 30, 2007) and “Guidance on Accounting Standard for Lease Transactions ” (ASBJ Guidance No. 16, March 30, 2007) are effective from the fiscal year beginning on April 1, 2008, MHTB has applied the new accounting standard and guidance commencing with this period.

Although MHTB accounted for finance leases that do not involve the transfer of ownership to the lessee as operating leases, by this application, MHTB accounted for them as normal trade transactions, including the transactions that started before the end of the previous fiscal year.

The amount of the accumulated impact until the end of the previous fiscal year on Income before income taxes is recorded in Extraordinary loss.

This change increases Lease assets in Tangible fixed assets by ¥167 million, Lease assets in Intangible fixed assets by ¥48 million, Lease obligation in Other liabilities by ¥531 million, Extraordinary loss by ¥492 million, and increases Loss before income taxes by ¥315 million.

**Additional Information****(Partial Revision of Calculation Method of Fair Value for Other Securities)**

Floating-rate Japanese government bonds with very few contracted orders in “Securities” have previously been stated at fair value based on the quoted market prices.

These market prices, however in the period, are not recognized as a basis of fair value, and Floating-rate Japanese government bonds are stated at rationally calculated amounts.

This change increases “Securities” by ¥21,792 million, “Valuation difference on available-for-sale securities” by ¥14,303 million and decreases “Deferred tax assets” by ¥7,488 million, compared with the amounts stated based on the quoted market prices.

The models applied to the rationally calculated amounts are the discounted cash flow method and other. These variables are mainly the yields of 10-year Japanese government bonds and the volatility of 10-year underlying assets in interest rate swaption trades.

## NOTES

## (Non-Consolidated Balance Sheet)

1. Investments in subsidiaries and affiliates amounted to ¥14,599 million.
2. Bonds lending transaction without collateral which the borrower has the right to sell or repledge amounted to ¥24,772 million and are included in Government bonds under Securities. As for Receivables under securities borrowing transactions, a portion of securities borrowed with cash collateral has the rights to sell or re-pledge. Among them, the total of securities re-pledged was ¥40,128 million.
3. Loans and bills discounted include Loans to Bankrupt Obligors of ¥17,923 million and Non-Accrual Delinquent Loans of ¥18,068 million.  
Loans to Bankrupt Obligors are loans, excluding loans written-off, on which delinquencies in payment of principal and/or interest have continued for a significant period of time or for some other reason there is no prospect of collecting principal and/or interest ("Non-Accrual Loans"), as per Article 96 Paragraph 1 No. 3, subsections 1 to 5 or No. 4 of the Corporate Tax Law Enforcement Ordinance (Government Ordinance No. 97, 1965).  
Non-Accrual Delinquent Loans represent non-accrual loans other than (i) Loans to Bankrupt Obligors and (ii) loans for which interest payments have been deferred in order to assist or facilitate the restructuring of the obligors.
4. Balance of Loans Past Due for 3 Months or More: ¥644 million  
Loans Past Due for 3 Months or More are loans for which payments of principal and/or interest have not been received for a period of three months or more beginning with the next day following the last due date for such payments, and which are not included in Loans to Bankrupt Obligors, or Non-Accrual Delinquent Loans.
5. Balance of Restructured Loans: ¥9,688 million  
Restructured Loans represent loans on which contracts were amended in favor of obligors (e.g. reduction of, or exemption from, stated interest, deferral of interest payments, extension of maturity dates, renunciation of claims) in order to assist or facilitate the restructuring of the obligors. Loans to Bankrupt Obligors, Non-Accrual Delinquent Loans and Loans Past Due for 3 Months or More are not included.
6. Total balance of Loans to Bankrupt Obligors, Non-Accrual Delinquent Loans, Loans Past Due for 3 Months or More and Restructured Loans: ¥46,324 million. The amounts given in Notes 3. through 6. are gross amounts before deduction of amounts for the Allowance for loan losses.
7. In accordance with JICPA Industry Audit Committee Report No. 24, bills discounted are accounted for as financial transactions, although MHTB has the rights to sell or pledge these bankers' acceptance, commercial bills, documentary bills and foreign exchange bills. The principal amount of these bills amounted to ¥989 million.
8. Breakdown of assets pledged as collateral.  
The following assets were pledged as collateral:
 

Securities:	¥1,341,067 million
Loans and bills discounted:	¥225,739 million

 The following liabilities were collateralized by the above assets:
 

Deposits:	¥1,937 million
Call money:	¥140,000 million
Payables under securities lending transactions:	¥74,859 million
Borrowed money:	¥597,452 million

In addition to the above, the settlement accounts of domestic exchange transactions or derivatives transactions and others were collateralized by Securities amounting to ¥126,897 million.

None of the assets was pledged as collateral in connection with borrowings by subsidiaries or affiliates.

Other Assets includes guarantee deposits of ¥7,684 million.

9. Overdraft protection on current accounts and contracts for the commitment line for loans are contracts by which MHTB is bound to extend loans up to the prearranged amount, at the request of customers, unless the customer is in breach of contract conditions. The unutilized balance of these contracts amounted to ¥879,658 million. Of this amount, ¥712,306 million relates to contracts in which the original contractual term is one year or less, or which are unconditionally cancelable at any time.  
Since many of these contracts expire without the rights exercised, the unutilized balance itself does not necessarily affect future cash flows of MHTB. A provision is included in many of these contracts that entitles MHTB to refuse the execution of loans, or reduce the maximum amount under contracts when there is a change in the financial situation, necessity to preserve a claim, or other similar reasons. MHTB obtains, moreover, real estate, securities or others as collateral at the time the contract is entered into, if needed, and periodically monitor customers' business conditions, based on and in accordance with internally established standards, and take measures to control credit risks such as amendments to contracts, if needed.
10. Accumulated depreciation of Tangible fixed assets amounted to ¥26,162 million.
11. The book value of Tangible Fixed Assets adjusted for gains on sales of replaced assets amounted to ¥1,265 million
12. Borrowed money includes subordinated borrowed money of ¥20,000 million with a covenant that performance of the obligation is subordinated to that of other obligations.
13. Bonds payable solely consists of subordinated bonds.
14. The principal amounts of money trusts and loan trusts with guarantees for the repayment of trust principal were ¥882,029 million and ¥49,756 million, respectively.
15. Net assets per share of common stock: ¥10.56
16. Monetary claims against parent company, subsidiaries and affiliates amounted to ¥26,137 million
17. Monetary obligations against parent company, subsidiaries and affiliates amounted to ¥8,543 million.
18. MHTB is restricted to distribute the dividends pursuant to Article 18 of Banking Law. In case MHTB divides the surplus, MHTB appropriates "Legal retained earnings" by 1/5 of the amount of surplus that decreases by the dividend from surplus regardless of Article 445-4 (Amount of capital and Amount of Surplus) of Corporate Law.  
The appropriation of the Legal retained earnings by the payment of the dividend during fiscal 2008 was ¥1,547 million.



**(Non-Consolidated Statement of Income)**

1. Income from transaction with parent, subsidiaries and affiliates
 

Total amount of interest income:	¥ 544 million
Total amount of fees and commissions:	1,163 million
Total amount of other ordinary income and other income:	79 million

 Expense from transaction with parent, subsidiaries and affiliates:
 

Total amount of interest expenses:	¥44 million
Total amount of fees and commissions payments:	191 million
Total amount of other ordinary expense and other expense:	17,199 million
2. Other in Other income includes the profits related to credit risk mitigation transactions of ¥4,104 million.
3. Other in Extraordinary loss solely consists of the amount of accumulated impact of the application of “Accounting Standard for Lease Transactions” until the end of the previous fiscal year on income before income taxes.
4. Net loss per share of common stock for the fiscal year: ¥5.54

**(Non-Consolidated Statement of Changes in Net Assets)**

Types and numbers of treasury stock are as follows:

	<i>Thousands of shares</i>				
	As of March 31, 2008	Increase during the fiscal year	Decrease during the fiscal year	As of March 31, 2009	Remarks
Common stock	761	109	45	825	*1
First Series Class 1 Preferred Stock	-	76,848	76,848	-	*2
Total	761	76,957	76,893	825	

\*1. Increases are due to repurchase of fractional shares (109 thousand shares), decreases are due to additional purchase of fractional shares (45 thousand shares).

\*2. Increases and decreases are due to repurchase and cancellation of treasury stock (First Series Class 1 Preferred Stock, 76,848 thousand shares).

## NOTES

## (Transactions with Related Parties)

## Subsidiaries and Affiliates

Millions of yen

Position	Name of Company	Ratio of Voting Right	Relationship	Transactions	Amount of Transactions (Note 2)	Account	Balance as of End of Fiscal Year
Subsidiaries	Mizuho Trust Guaranty Co., Ltd.	Direct Holding 100%	Execution of Agreement for Guarantees subject to Loan of MHTB	Guarantees subject to Loan of MHTB (Note 1)	288,226	-	288,226

(Transaction terms and principle for conclusion of transaction term)

Note 1: The contents of transactions are the agreements subject to guarantees for housing loan claims of MHTB.

2: "Amount of transactions" is stated as its balance as of March 31, 2009.

## NOTES

## (Securities)

## 1. Securities

In addition to "Government bonds", "Local government bonds", "Corporate bonds", "Stocks" and "Other securities" on the balance sheet, "Securities" includes "Trading account securities", Negotiable certificates of deposit in "Cash and due from banks" and certain items in "Monetary claims bought".

## (1) Trading securities (as of March 31, 2009)

Millions of yen		
Contents	Amount of B/S	Net unrealized gains/losses recorded on Statement of Income
Trading securities	869	6

## (2) Bonds held-to-maturity which have readily determinable fair value (as of March 31, 2009): Nil

## (3) Investments in subsidiaries and affiliates which have readily determinable fair value (as of March 31, 2009): Nil

## (4) Other securities which have readily determinable fair value (as of March 31, 2009)

Millions of yen					
Contents	Acquisition cost	Amount on B/S	Valuation difference		
			Net	Gains	Losses
Stocks	172,388	181,823	9,434	30,220	20,785
Bonds	1,482,328	1,480,750	(1,578)	1,928	3,506
Government bonds	1,422,143	1,420,869	(1,273)	1,797	3,071
Local government bonds	6,137	6,165	28	41	12
Corporate bonds	54,048	53,715	(333)	89	422
Other	362,004	335,742	(26,262)	1,149	27,411
Foreign securities	234,287	214,631	(19,655)	919	20,575
Monetary claims bought	112,163	111,243	(920)	230	1,150
Other	15,553	9,867	(5,686)	—	5,686
Total	2,016,721	1,998,315	(18,405)	33,299	51,704

Note 1: Valuation difference includes the gain amounted to ¥7,238 million which was recognized in the Consolidated Statement Of Income by application of the fair-value hedge method.

2: Japanese Stocks with a quoted market price are stated at fair value, determined based on the average quoted market price over the month preceding the balance sheet date and securities other than Japanese stocks which have readily determinable market price are stated at fair value at the balance sheet date. Value for judgment of devaluation is based on the quoted market price at the balance sheet date.

3: "Gains" and "Losses" are the details of "Net".

4: Certain other securities which have readily determinable fair value are devalued to the fair value, and the difference between the acquisition cost and the fair value is treated as the loss for the fiscal year ("devaluation"). If the fair value (primarily the closing market price at the balance sheet date) has significantly deteriorated compared with the acquisition cost (including amortized cost), the fair value is taken as the amount recorded unless it is deemed that there is a possibility of a recovery in the fair value. The amount of devaluation for the fiscal year was ¥19,273 million (stocks: ¥15,810 million, foreign securities: ¥3,463 million).

The criteria for determining whether a security's fair value has "significantly deteriorated" are outlined as follows:

Securities whose market price is 50% or less of the acquisition cost.

Securities whose market price exceeds 50% but is 70% or less of the acquisition cost and the quoted price maintain a certain level or lower.

## (Additional information)

Floating-rate Japanese government bonds with very few contracted orders in "Securities" have previously been stated at fair value based on the quoted market prices.

These market prices, however in the period, are not recognized as a basis of fair value, and Floating-rate Japanese government bonds are stated at rationally calculated amounts.

This change increases "Securities" by ¥21,792 million, "Valuation difference on available-for-sale securities" by ¥14,303 million and decreases "Deferred tax assets" by ¥7,488 million, compared with the amounts stated based on the quoted market prices.

The models applied to the rationally calculated amounts are the discounted cash flow method and other. These variables are mainly the yields of 10-year Japanese government bonds and the volatility of 10-year underlying assets in interest rate swaption trades.

(5) Bonds held-to-maturity sold during fiscal year (from April 1, 2008 to March 31, 2009): Nil

(6) Other securities sold during fiscal year (from April 1, 2008 to March 31, 2009):

Millions of yen

	Amount sold	Total amount of gains on sales	Total amount of losses on sales
Other securities	1,235,558	9,395	2,557

(7) Major component of Securities not stated at fair value and amount on B/S: (as of March 31, 2009)

Millions of yen

Contents	Amount
Investments in subsidiaries and affiliates	
Subsidiaries	11,849
Affiliates	2,750
Other securities	
Unlisted Japanese stocks	15,945
Non-publicly offered Japanese corporate bonds	21,190
Monetary claims bought	115,925

(8) The redemption schedule by term for Other securities with maturities: (as of March 31, 2009)

Millions of yen

	Within 1 year	1-5 years	5-10 years	Over 10 years
Bonds	681,327	265,065	356,635	198,911
Government bonds	668,510	228,816	342,913	180,629
Local government bonds	812	3,046	2,306	-
Corporate bonds	12,004	33,202	11,415	18,282
Other	53,234	206,306	76,135	39,684
Foreign securities	18,079	82,965	42,998	-
Monetary claims bought	34,342	120,086	33,055	39,684
Other	812	3,255	81	-
Total	734,562	471,372	432,771	238,596

## 2. Money Held in Trust

(1) Money held in Trust for investments (as of March 31, 2009): Nil

(2) Money held in Trust held-to-maturity (as of March 31, 2009): Nil

(3) Other Money held in Trust (not for investments and held to maturity) (as of March 31, 2009): Nil

## 3. Valuation difference on available-for-sale securities (as of March 31, 2009)

The contents of valuation difference on available-for-sale securities on the consolidated balance sheet is as follows.

Millions of yen

	Amount
Valuation difference	
Other Securities	(25,642)
Deferred tax assets	11,269
Valuation difference on available-for-sale securities	(14,373)

Note 1: The gain amounting to ¥7,238 million which was recognized in the consolidated statement of income by application of the fair-value hedge method is deducted from the valuation difference.

2: Translation differences regarding securities which do not have readily determinable fair value of ¥0 million are included in valuation difference.

## NOTES

### (Deferred Tax Accounting)

Breakdown of Deferred tax assets and Deferred tax liabilities

Millions of yen

Items	Fiscal 2008 (as of March 31, 2009)
Deferred tax assets	
Allowance for loan losses	12,124
Devaluation of securities	67,641
Provision for retirement benefits	7,355
Loss on valuation difference on available-for-sale securities	17,961
Net deferred hedge loss	3,132
Tax losses carried forwards	106,830
Other	18,587
Sub-total of deferred tax assets	233,633
Valuation allowance	(173,143)
Total deferred tax assets	60,489
Deferred tax liabilities	
Gain on valuation difference on available-for-sale securities	(6,255)
Gains from establishment of retirement benefits trust	(3,282)
Other	(836)
Total deferred tax liabilities	(10,373)
Net amount of deferred tax assets	50,115

Note: Reconciliation of Statutory tax rate to Effective income tax rate are not provided due to the net loss for fiscal 2008.

## PER SHARE INFORMATION FOR COMMON STOCK

[Non-Consolidated]

		Fiscal 2008 from April 1, 2008 to March 31, 2009
Net assets per share of common stock	Yen	10.56
Net loss per share of common stock	Yen	5.54

Note 1. The basis of the calculation of net assets per share of common stock is as follows:

		Fiscal 2008 (as of March 31, 2009)
Total net assets	Millions of yen	251,089
Amount deducted from net assets	Millions of yen	198,013
Paid-in amount of preferred stock	Millions of yen	197,858
Subscription rights to shares	Millions of yen	155
Net assets related to common stock	Millions of yen	53,076
Number of shares, based on which total net assets per share of common stock was calculated.	Thousands of shares	5,023,930

2. The diluted net income per share of common stock is not provided by the situation of the net loss per share of common stock.

3. The basis of the calculation of net loss per share of common stock is as follows:

		Fiscal 2008 from April 1, 2008 to March 31, 2009
Net loss per share of common stock		
Net loss	Millions of yen	27,842
Amount not attributable to common stock	Millions of yen	-
Net loss related to common stock	Millions of yen	27,842
Average outstanding share of common stock	Thousands of shares	5,023,959
Description of dilutive securities which were not included in the calculation of Diluted Net Income per Share of Common Stock as they have no dilutive effect.		First Series Class 1 Preferred Stock (issued: 155,717 thousand shares) Second Series Class 3 Preferred Stock (issued: 800,000 thousand shares) First Series Subscription rights to shares (outstanding number: 1,695)

## STATEMENT OF TRUST ASSETS AND LIABILITIES

As of March 31, 2009

		Millions of yen	
Assets	Amount	Liabilities	Amount
Loans and Bills Discounted	2,260,989	Money Trusts	18,102,189
Securities	6,895,286	Pension Trusts	4,602,397
Beneficiary Rights to the Trusts	34,334,213	Property Formation Benefit Trusts	4,045
Securities held in Custody Accounts	844,115	Loan Trusts	50,457
Money Claims	6,507,115	Investment Trusts	11,864,367
Tangible Fixed Assets	5,492,249	Money Entrusted Other than Money Trusts	2,422,164
Intangible Fixed Assets	144,586	Securities Trusts	4,898,482
Other Claims	199,849	Money Claim Trusts	6,239,540
Call Loans	21,512	Equipment Trusts	57
Due from Banking Account	827,713	Land and Fixtures Trusts	235,119
Cash and Due from Banks	663,301	Composite Trusts	9,768,431
		Other Trusts	3,678
Total	58,190,932	Total	58,190,932

Note:

1. Amounts less than one million yen are rounded down.
2. The statement is exclusive of the Trusts that is difficult to value monetarily.
3. Beneficiary Rights to the Trusts is inclusive of entrusted Trusts for asset maintenance of ¥ 33,252,079 million.
4. Joint trust assets under the management of other companies: ¥ 2,197,839 million.  
There is no "Trust assets under the service-shared co-trusteeship" in "Joint trust assets under the management of other companies."
5. Loans and bills discounted among Money Trusts with the contracts of principal indemnification amounted to ¥ 33,414 million.  
Of this amount, balance of Non-Accrual Delinquent Loans is ¥ 3,136 million.

(Reference) Breakdown of Accounts of Money Trusts and Loan Trusts with the contracts of principal indemnification  
(including Trusts entrusted for asset management) are as follows:

Money Trusts		Millions of yen	
Assets	Amount	Liabilities	Amount
Loans and Bills Discounted	33,414	Principal	882,029
Securities	37,317	Reserve	101
Others	811,899	Others	500
Total	882,631	Total	882,631

Note: Amounts less than one million yen are rounded down.

Loan Trusts		Millions of yen	
Assets	Amount	Liabilities	Amount
Loans and Bills Discounted	—	Principal	49,756
Securities	—	Reserve	306
Others	50,457	Others	394
Total	50,457	Total	50,457

Note: Amounts less than one million yen are rounded down.

## COMPARISON OF BALANCES OF PRINCIPAL ITEMS

Millions of yen

Items	Fiscal 2008 as of March 31, 2009	Fiscal 2007 as of March 31, 2008	Change
Total Amount of Funds	26,315,273	30,224,918	(3,909,645)
Deposits	2,920,102	2,696,877	223,225
Negotiable Certificates of Deposit	636,080	734,560	(98,480)
Money Trusts	18,102,189	22,502,854	(4,400,664)
Pension Trusts	4,602,397	4,197,246	405,150
Property Formation Benefit Trusts	4,045	5,536	(1,490)
Loan Trusts	50,457	87,843	(37,385)
Loans and Bills Discounted	5,700,580	5,872,156	(171,576)
of Banking account	3,439,591	3,481,359	(41,768)
of Trust accounts	2,260,989	2,390,797	(129,808)
Securities for Investments	8,841,264	11,711,642	(2,870,377)
of Banking account	1,945,977	1,674,882	271,095
of Trust accounts	6,895,286	10,036,759	(3,141,472)

Note: Amounts less than one million yen are rounded down.



# **SELECTED FINANCIAL INFORMATION**

For Fiscal 2008



**Mizuho Trust & Banking Co., Ltd.**

# CONTENTS

## Notes:

"CON": Consolidated figures of Mizuho Trust & Banking Co., Ltd. ("MHTB") and its subsidiaries

"NON": Non-consolidated figures of MHTB

"NON<MHTB and MHAC>": Aggregated figures of MHTB including past figures for its former financial subsidiary for corporate revitalization

\* MHTB merged with its own financial subsidiary for corporate revitalization as of October 1, 2005.

## I. FINANCIAL DATA FOR FISCAL 2008

		Page
1. Income Analysis	NON	..... 1
	CON	..... 2
2. Interest Margins	NON	..... 3
3. Net Gains / Losses on Securities	NON	..... 3
4. Unrealized Gains / Losses on Securities	N • C	..... 4
5. Projected Redemption Amounts for Securities	NON	..... 6
6. Overview of Derivative Transactions Qualifying for Hedge Accounting	NON	..... 6
7. Employee Retirement Benefits		
(1) Projected Benefit Obligations	N • C	..... 7
(2) Expenses related to Employee Retirement Benefits	N	..... 7
8. Capital Adequacy Ratio (Basel II)	N • C	..... 8

## II. REVIEW OF CREDITS

		Page
1. Status of Non-Accrual, Past Due & Restructured Loans	NON	..... 9
	CON	..... 10
2. Status of Allowance for Loan Losses	N • C	..... 11
3. Allowance Ratios for Non-Accrual, Past Due & Restructured Loans	N • C	..... 11
4. Status of Disclosed Claims under the Financial Reconstruction Law ("FRL")	NON	..... 12
	CON	..... 13
5. Coverage on Disclosed Claims under the FRL		
(1) Disclosed Claims under the FRL and Coverage Amount	NON	..... 14
(2) Coverage Ratio	NON	..... 15
6. Claims Classified by Self-Assessment	N • C	..... 16
7. Overview of Non-Performing Loans ("NPLs")	NON	..... 17
8. Results of Removal of NPLs from the Balance Sheet		
(1) Outstanding Balance of Claims against Bankrupt and Substantially Bankrupt Obligors and Claims with Collection Risk (under the FRL)	NON <MHTB & MHAC>	..... 18
(2) Progress in Removal of NPLs from the Balance Sheet (Accumulated Removal Amount and Removal Ratio)	NON <MHTB & MHAC>	..... 18
(3) Breakdown of Reasons for Removal of NPLs from the Balance Sheet during the Second Half of Fiscal 2008	NON <MHTB & MHAC>	..... 19
(4) Breakdown of Amount Which Was in the Process of Being Removed from the Balance Sheet	NON <MHTB & MHAC>	..... 19
9. Status of Loans by Industry		
(1) Outstanding Balance of Loans by Industry	NON	..... 20
(2) Non-Accrual, Past Due & Restructured Loans and Disclosed Claims under the FRL by Industry	NON	..... 20
(3) Balance of Individual Customer Loans	NON	..... 21
(4) Loans to Both Small and Medium-Sized Enterprises ("SMEs") and Individual Customers	NON	..... 21
10. Status of Loans by Region		
(1) Balance of Loans for Restructuring Countries	NON	..... 21
(2) Balance of Loans for Asia	NON	..... 22
(3) Balance of Loans for Central and South America	NON	..... 22

## III. DEFERRED TAXES

		Page
1. Change in Deferred Tax Assets, etc.	N • C	..... 23
2. Estimation of Deferred Tax Assets, etc.		..... 24
(1) Estimate of Future Taxable Income	NON	..... 25
(2) Breakdown of Deferred Tax Assets	NON	..... 25

## IV. OTHER

		Page
1. Breakdown of Deposits (Domestic Offices)	NON	..... 26
2. Number of Directors and Employees	NON	..... 26
3. Number of Branches and Offices	NON	..... 26
4. Earnings Estimates for Fiscal 2009 (Ending March 31, 2010)	N • C	..... 27

NON : Non-Consolidated CON : Consolidated

Estimates and other forecasts in "Selected Financial Information" are based on information, which is available at this moment, and assumptions of uncertain factors, which may have an influence on future operating results. Actual results may differ materially from these estimates, depending on future events.

## I. FINANCIAL DATA FOR FISCAL 2008

## 1. Income Analysis

[ Non-Consolidated ]

(Millions of yen)

		Fiscal 2008		Fiscal 2007
			Change	
1	Gross Profit	130,092	(42,581)	172,673
2	<i>Gross Profit without Credit Costs for Trust Accounts</i>	<i>130,092</i>	<i>(42,581)</i>	<i>172,673</i>
3	Net Interest Income	48,639	(4,852)	53,492
4	Net Trust Fees	54,509	(8,494)	63,003
5	<i>Trust Fees without Credit Costs for Trust Accounts</i>	<i>54,509</i>	<i>(8,494)</i>	<i>63,003</i>
6	<i>Trust Fees for Loan Trust and Jointly Operated Designated Money Trust</i>	<i>3,993</i>	<i>(1,093)</i>	<i>5,087</i>
7	Credit Costs for Trust Accounts (minus) A	( - )	( - )	( - )
8	Write-off of Loans	( - )	( - )	( - )
9	Other	( - )	( - )	( - )
10	Net Fees and Commissions Income	25,593	(17,280)	42,873
11	Net Trading Income	1,176	67	1,108
12	Net Other Ordinary Income	173	(12,021)	12,194
13	General and Administrative Expenses(Excluding Non-Recurring Loss) (minus)	91,286	4,488	86,797
14	Personnel Expenses	31,625	3,652	27,973
15	Non-Personnel Expenses	56,921	1,025	55,896
16	Miscellaneous Taxes	2,738	(188)	2,927
17	Provision for General Allowance for Loan Losses (minus) B	(4,194)	(4,194)	-
18	Net Business Profit	43,000	(42,875)	85,875
19	Net Gain (Loss) related to Bonds	616	(11,905)	12,522
20	Net Business Profit(Before Provision for General Allowance for Loan Losses)(*1)	38,805	(47,070)	85,875
21	Excluding Net Gain (Loss) related to Bonds	38,189	(35,164)	73,353
22	Net Non-recurring Gain (Loss)	(51,630)	(44,489)	(7,140)
23	Net Gain related to Stocks and Other Securities	(17,470)	(18,199)	728
24	Expenses related to Portfolio Problems for Banking Account (minus) C	31,117	25,995	5,121
25	Other	(3,041)	(294)	(2,747)
26	Ordinary Profit (Loss)	(8,629)	(87,364)	78,735
27	Net Extraordinary Income (Loss)	(2,299)	(24,326)	22,026
28	<i>Net Gain (Loss) on Disposal of Noncurrent Assets</i>	<i>(2,215)</i>	<i>(1,671)</i>	<i>(543)</i>
29	Impairment Loss	(80)	275	(355)
30	Recoveries of Written-off Claims	488	(1,437)	1,925
31	Reversal of Allowance for Loan Losses D	-	(21,000)	21,000
32	Income (Loss) before Income Taxes	(10,929)	(111,691)	100,761
33	Income Taxes - Current (minus)	13	(7)	20
34	Income Taxes - Deferred (minus)	16,898	2,922	13,975
35	Net Income (Loss)	(27,842)	(114,607)	86,764
36	Credit-related Costs (minus) A+B+C-D	26,923	42,801	(15,878)
37	Ordinary Income	199,545	(44,227)	243,773

(Reference) Breakdown of Credit-related Costs

38	Provision of (Reversal of) General Allowance for Loan Losses	(4,194)	(3,682)	(512)
39	Write-off of Loans	24,974	20,922	4,051
40	Provision of (Reversal of) Specific Allowance for Loan Losses	5,472	25,807	(20,334)
41	Provision of (Reversal of) Allowance for Loan Losses to Restructuring Countries	0	153	(153)
42	Provision for (Reversal of) Contingent Loss	120	(800)	920
43	Other Costs related to Portfolio Problems	550	400	150
44	Total	26,923	42,801	(15,878)

\*1 Net Business Profit (Before Provision for General Allowance for Loan Losses) = Net Business Profit + Credit Costs for Trust Accounts  
+ Provision for General Allowance for Loan Losses

[ Consolidated ]

(Millions of yen)

		Fiscal 2008		Fiscal 2007
			Change	
1	Consolidated Gross Profit	146,984	(49,581)	196,566
2	Net Interest Income	47,937	(6,580)	54,517
3	Net Trust Fees	54,509	(8,494)	63,003
4	<i>Credit Costs for Trust Accounts</i> (minus) A	( - )	( - )	( - )
5	Net Fees and Commissions Income	44,826	(20,804)	65,630
6	Net Trading Income	1,176	67	1,108
7	Net Other Ordinary Income	(1,464)	(13,769)	12,304
8	General and Administrative Expenses (minus)	114,211	8,757	105,454
9	Expenses related to Portfolio Problems for Banking Account (minus) B	28,302	23,166	5,135
10	Net Gain related to Stocks and Other Securities	(15,140)	(15,868)	728
11	Equity in Earnings of Affiliates	(444)	(969)	524
12	Other	(837)	3,765	(4,603)
13	Ordinary Profit (Loss)	(11,952)	(94,577)	82,625
14	Net Extraordinary Income (Loss)	(4,129)	(25,885)	21,756
15	<i>Reversal of Allowance for Loan Losses</i> C	-	(20,763)	20,763
16	Income (Loss) before Income Taxes and Minority Interests	(16,081)	(120,463)	104,381
17	Income Taxes - Current (minus)	286	(1,010)	1,296
18	Income Taxes - Deferred (minus)	15,027	755	14,271
19	Minority Interests in Income (Loss) (minus)	(1,378)	(1,740)	362
20	Net Income (Loss)	(30,016)	(118,468)	88,451
* Consolidated Gross Profit = (Interest Income - Interest Expenses) + Net Trust Fees + (Fees and Commissions - Fees and Commissions Payments) + (Trading Income - Trading Expenses) + (Other Ordinary Income - Other Ordinary Expenses)				
21	Credit-related Costs (minus) A+B-C	28,302	43,930	(15,628)
22	Consolidated Ordinary Income	229,578	(47,900)	277,479

## 2. Interest Margins

[ Non-Consolidated ]

3 Domestic Accounts \*

( % )

		Fiscal 2008		Fiscal 2007
			Change	
1	Return on Interest-Earning Assets (A)	1.45	(0.03)	1.49
2	Return on Loans and bills discounted	1.77	0.11	1.65
3	Return on Securities	1.16	(0.16)	1.32
4	Cost of Funding (B)	0.61	0.02	0.59
5	Cost of Deposits and Others	0.56	0.05	0.51
6	Net Interest Margin (A) - (B)	0.84	(0.05)	0.89

\* "3 Domestic Accounts" = banking account (domestic operations) + trust accounts with guarantees for the repayment of trust principal (loan trusts and jointly operated designated money trust)

(Reference) Banking account (domestic operations)

( % )

		Fiscal 2008		Fiscal 2007
			Change	
7	Return on Interest-Earning Assets (A)	1.46	(0.02)	1.49
8	Return on Loans and bills discounted	1.76	0.11	1.65
9	Return on Securities	1.16	(0.12)	1.28
10	Cost of Funding (B)	0.66	0.01	0.65
11	Cost of Deposits and Others	0.60	0.05	0.55
12	Net Interest Margin (A) - (B)	0.80	(0.03)	0.83

## 3. Net Gains / Losses on Securities

[ Non-Consolidated ]

(Millions of yen)

		Fiscal 2008		Fiscal 2007
			Change	
13	Net Gain (Loss) related to Bonds	616	(11,905)	12,522
14	Gain on Sales and Others	8,083	(6,760)	14,843
15	Loss on Sales and Others (minus)	3,432	902	2,529
16	Devaluation (minus)	3,894	3,860	33
17	Provision of Allowance for Investment Loss (minus)	-	-	-
18	Income from (Expenses on) Derivatives other than for Trading or Hedging (related to bonds)	(139)	(382)	242

\* "Gain on Sales and Others" includes gains on redemption. "Loss on Sales and Others" includes losses on redemption.

(Millions of yen)

		Fiscal 2008		Fiscal 2007
			Change	
19	Net Gain (Loss) related to Stocks and Other Securities	(17,470)	(18,199)	728
20	Gain on Sales	1,313	(1,372)	2,685
21	Loss on Sales (minus)	521	(225)	747
22	Devaluation (minus)	18,349	17,154	1,194
23	Provision of Allowance for Investment Loss (minus)	1	1	-
24	Income from (Expenses on) Derivatives other than for Trading or Hedging (related to stocks)	87	103	(16)

#### 4. Unrealized Gains / Losses on Securities

Securities available-for-sale ("afs") (which have readily determinable fair value)

[ Non-Consolidated ]

(Millions of yen)

		As of March 31, 2009				As of September 30, 2008				As of March 31, 2008			
		Amount on B/S				Amount on B/S				Amount on B/S			
		Book Value (=Fair Value)	Unrealized Gains (Losses)			Book Value (=Fair Value)	Unrealized Gains (Losses)			Book Value (=Fair Value)	Unrealized Gains (Losses)		
			Gains	Losses			Gains	Losses			Gains	Losses	
1	Securities-afs	1,998,315	(18,405)	33,299	51,704	1,678,588	37,187	93,793	56,606	1,745,741	79,013	118,957	39,943
2	Japanese Stocks	181,823	9,434	30,220	20,785	270,643	84,246	93,065	8,818	292,086	102,085	109,764	7,679
3	Japanese Bonds	1,480,750	(1,578)	1,928	3,506	1,036,669	(32,547)	406	32,954	916,866	(22,857)	3,654	26,512
4	Japanese Government Bonds	1,420,869	(1,273)	1,797	3,071	958,965	(32,500)	205	32,705	833,366	(23,262)	3,070	26,333
5	Other	335,742	(26,262)	1,149	27,411	371,275	(14,510)	322	14,833	536,788	(214)	5,537	5,751

\* In addition to "Securities" on the (interim) balance sheets, NCD in "Cash and Due from Banks" and certain items in "Monetary Claims Bought" are also included.

\* Fair value of Japanese Stocks with a quoted market price is determined based on the average quoted market price over the month preceding the (interim) balance sheet date.

Fair value of securities other than Japanese Stocks with a quoted market price is determined at the quoted market price if available, or other reasonable value at the (interim) balance sheet date.

\* The book values of Securities-afs which have readily determinable fair value are stated at fair value, so the Unrealized Gains / Losses indicate the difference between book value on the (interim) balance sheet and the acquisition cost.

Unrealized Gains/Losses includes ¥7,238 million, ¥2,794 million and ¥594 million, which were recognized in the statements of income for March 31, 2009, September 30, 2008 and March 31, 2008 by application of the fair-value hedge method, respectively.

As a result, the base amounts to be recorded directly to Net Assets after tax adjustment as of March 31, 2009, September 30, 2008 and March 31, 2008 are ¥(25,643) million, ¥34,393 million and ¥78,419 million, respectively.

\* Valuation difference on available-for-sale securities (recorded directly to Net Assets after tax adjustment, excluding the amount recognized in the statement of income by application of the fair-value hedge method, including translation differences regarding securities) which do not have readily determinable fair value as of March 31, 2009, September 30, 2008 and March 31, 2008 are ¥(14,373) million, ¥30,934 million and ¥66,803 million, respectively.

\* Balance of Bonds held-to-maturity and Securities in subsidiaries and affiliates which have readily determinable fair value is nil.

[ Consolidated ]

(Millions of yen)

		As of March 31, 2009				As of September 30, 2008				As of March 31, 2008			
		Amount on Consolidated B/S				Amount on Consolidated B/S				Amount on Consolidated B/S			
		Book Value (=Fair Value)	Unrealized Gains (Losses)			Book Value (=Fair Value)	Unrealized Gains (Losses)			Book Value (=Fair Value)	Unrealized Gains (Losses)		
			Gains	Losses			Gains	Losses			Gains	Losses	
6	Securities-afs	2,011,985	(18,024)	33,680	51,704	1,706,116	37,552	94,384	56,831	1,773,878	79,560	119,504	39,943
7	Japanese Stocks	182,252	9,816	30,602	20,785	271,281	84,836	93,655	8,818	292,681	102,632	110,312	7,679
8	Japanese Bonds	1,480,750	(1,578)	1,928	3,506	1,036,669	(32,547)	406	32,954	916,866	(22,857)	3,654	26,512
9	Japanese Government Bonds	1,420,869	(1,273)	1,797	3,071	958,965	(32,500)	205	32,705	833,366	(23,262)	3,070	26,333
10	Other	348,982	(26,262)	1,149	27,411	398,165	(14,735)	323	15,059	564,330	(214)	5,537	5,751

\* In addition to "Securities" on the (interim) consolidated balance sheets, NCD in "Cash and Due from Banks" and certain items in "Monetary Claims Bought" are also included.

\* Fair value of Japanese Stocks with a quoted market price is determined based on the average quoted market price over the month preceding the consolidated (interim) balance sheet date.

Fair value of securities other than Japanese Stocks with a quoted market price is determined at the quoted market price if available, or other reasonable value at the consolidated (interim) balance sheet date.

\* The book values of Securities-afs which have readily determinable fair value are stated at fair value, so the Unrealized Gains / Losses indicate the difference between book value on the consolidated (interim) balance sheet and the acquisition cost.

Unrealized Gains/Losses includes ¥7,238 million, ¥2,794 million and ¥594 million, which were recognized in the consolidated statements of income for March 31, 2009, September 30, 2008 and March 31, 2008 by application of the fair-value hedge method, respectively.

As a result, the base amounts to be recorded directly to Net Assets after tax adjustment as of March 31, 2009, September 30, 2008 and March 31, 2008 are ¥(25,262) million, ¥34,758 million and ¥78,966 million, respectively.

\* Valuation difference on available-for-sale securities (recorded directly to Net Assets after tax adjustment, excluding the amount recognized in the consolidated statement of income by application of the fair-value hedge method, including translation differences regarding securities) which do not have readily determinable fair value as of March 31, 2009, September 30, 2008 and March 31, 2008 are ¥(14,226) million, ¥30,936 million and ¥67,014 million, respectively.

\* Balance of Bonds held-to-maturity which have readily determinable fair value is nil.

## [ Reference ]

## Unrealized Gains / Losses on Securities

(the base amount to be recorded directly to Net Assets after tax and other necessary adjustments)

For certain Securities-afs (which have readily determinable fair value), Unrealized Gains (Losses) were recognized in the statement of income by application of the fair-value hedge method. They were excluded from Valuation Difference on available-for-sale Securities. These adjusted Unrealized Gains (Losses) were the base amount, which was to be recorded directly to Net Assets after tax and other necessary adjustments.

The base amount was as follows:

## [ Non-Consolidated ]

(Millions of yen)

		As of March 31, 2009			As of September 30, 2008	As of March 31, 2008
		Unrealized Gains (Losses)			Unrealized Gains (Losses)	Unrealized Gains (Losses)
			Change from September 30, 2008	Change from March 31, 2008		
1	Securities-afs	(25,643)	(60,037)	(104,062)	34,393	78,419
2	Japanese Stocks	9,434	(74,811)	(92,650)	84,246	102,085
3	Japanese Bonds	(6,952)	28,389	16,499	(35,342)	(23,451)
4	Japanese Government Bonds	(6,647)	28,647	17,209	(35,294)	(23,857)
5	Other	(28,126)	(13,615)	(27,912)	(14,510)	(214)

## [ Consolidated ]

(Millions of yen)

		As of March 31, 2009			As of September 30, 2008	As of March 31, 2008
		Unrealized Gains (Losses)			Unrealized Gains (Losses)	Unrealized Gains (Losses)
			Change from September 30, 2008	Change from March 31, 2008		
6	Securities-afs	(25,262)	(60,021)	(104,228)	34,758	78,966
7	Japanese Stocks	9,816	(75,020)	(92,816)	84,836	102,632
8	Japanese Bonds	(6,952)	28,389	16,499	(35,342)	(23,451)
9	Japanese Government Bonds	(6,647)	28,647	17,209	(35,294)	(23,857)
10	Other	(28,126)	(13,390)	(27,912)	(14,735)	(214)

**5. Projected Redemption Amounts for Securities**

[ Non-Consolidated ]

The redemption schedule by term for Securities with maturities is as follows:

(Billions of yen)

		As of March 31, 2009					As of September 30, 2008					As of March 31, 2008				
		Within 1 year	1 year - 5 years	5 years - 10 years	Over 10 years		Within 1 year	1 year - 5 years	5 years - 10 years	Over 10 years		Within 1 year	1 year - 5 years	5 years - 10 years	Over 10 years	
1	Securities-afs	734.5	471.3	432.7	238.5	1,877.3	358.7	454.8	394.9	266.1	1,474.6	74.6	716.1	436.1	286.4	1,513.4
2	Japanese Bonds Total	681.3	265.0	356.6	198.9	1,501.9	279.8	209.0	347.4	223.0	1,059.4	48.2	270.1	381.4	239.5	939.4
3	Japanese Government Bonds	668.5	228.8	342.9	180.6	1,420.8	259.8	167.4	328.6	202.9	958.9	30.1	219.4	362.9	220.8	833.3
4	Japanese Local Government Bonds	0.8	3.0	2.3	-	6.1	2.0	3.3	3.0	-	8.4	2.4	3.3	3.6	-	9.4
5	Japanese Corporate Bonds	12.0	33.2	11.4	18.2	74.9	18.0	38.2	15.7	20.0	92.0	15.6	47.3	14.8	18.7	96.6
6	Other	53.2	206.3	76.1	39.6	375.3	78.8	245.7	47.4	43.0	415.1	26.4	446.0	54.7	46.8	574.0

**6. Overview of Derivative Transactions Qualifying for Hedge Accounting**

[ Non-Consolidated ]

Notional Amount of Interest Rate Swaps (qualifying for Hedge Accounting) by Remaining Contractual Term

(Billions of yen)

		As of March 31, 2009				As of September 30, 2008				As of March 31, 2008			
		Within 1 year	1 year - 5 years	Over 5 years		Within 1 year	1 year - 5 years	Over 5 years		Within 1 year	1 year - 5 years	Over 5 years	
7	Receive Fixed / Pay Float	—	—	10.0	10.0	—	—	—	—	—	—	170.0	170.0
8	Receive Float / Pay Fixed	100.0	290.0	85.0	475.0	270.0	370.0	85.0	725.0	290.0	120.0	—	410.0
9	Receive Float / Pay Float	—	—	—	—	—	—	—	—	—	—	—	—
10	Receive Fixed / Pay Fixed	—	—	—	—	—	—	—	—	—	—	—	—
11	Total	100.0	290.0	95.0	485.0	270.0	370.0	85.0	725.0	290.0	120.0	170.0	580.0

(Reference)

Deferred Hedge Gains / Losses of Derivative Transactions Qualifying for Hedge Accounting

(Billions of yen)

	As of March 31, 2009			As of September 30, 2008			As of March 31, 2008		
	Deferred Hedge Gains	Deferred Hedge Losses	Net Deferred Hedge Gains (Losses)	Deferred Hedge Gains	Deferred Hedge Losses	Net Deferred Hedge Gains (Losses)	Deferred Hedge Gains	Deferred Hedge Losses	Net Deferred Hedge Gains (Losses)
12	53.4	61.1	(7.7)	47.1	48.9	(1.8)	54.4	47.0	7.4

Note: The above figures reflect all derivative transactions subject to hedge accounting.



## 7. Employee Retirement Benefits

[ Non-Consolidated ]

### (1) Projected Benefit Obligations

(Millions of yen)

		As of March 31, 2009	Change	As of March 31, 2008
1	Projected Benefit Obligations (A)	120,941	(1,206)	122,148
2	Discount Rate%	2.5	-	2.5
3	Fair Value of Plan Assets (B)	102,884	(27,757)	130,641
4	Assets placed in Employee Retirement Benefit Trusts	40,502	(18,717)	59,219
5	Unrecognized Net Obligations (C)	61,880	25,409	36,471
6	Unrecognized Actuarial Differences (Amortization period: 10 to 14 years)	61,880	25,409	36,471
7	Prepaid Pension Cost (D)	55,349	(468)	55,817
8	Provision for Retirement Benefits (A)-(B)-(C)+(D)	11,526	673	10,852

### (2) Expenses related to Employee Retirement Benefits

(Millions of yen)

		Fiscal 2008	Change	Fiscal 2007
9	Service Cost	2,142	35	2,106
10	Interest Cost	3,053	10	3,043
11	Expected Return on Plan Assets	(6,333)	2,180	(8,513)
12	Amortization of Unrecognized Actuarial Differences	6,761	3,375	3,385
13	Other	195	1	194
14	Total	5,819	5,603	216

[Consolidated]

(Millions of yen)

		As of March 31, 2009	Change	As of March 31, 2008
15	Projected Benefit Obligations (A)	123,038	(1,293)	124,331
16	Fair Value of Plan Assets (B)	104,801	(28,491)	133,293
17	Unrecognized Net Obligations (C)	62,594	26,356	36,237
18	Unrecognized Actuarial Differences (Amortization period: 10 to 14 years)	62,594	26,356	36,237
19	Prepaid Pension Cost (D)	56,376	(168)	56,544
20	Provision for Retirement Benefits (A)-(B)-(C)+(D)	12,018	673	11,345
21	Expenses related to Retirement Benefits	5,978	5,413	564

## 8. Capital Adequacy Ratio (Basel II)

[Consolidated]

(Billions of yen)

		As of March 31, 2009			As of September 30, 2008	As of March 31, 2008
		(Preliminary)	Change from September 30, 2008	Change from March 31, 2008		
1	(1) Capital Adequacy Ratio (%)	13.32	0.40	(2.55)	12.92	15.87
2	Tier1 Capital Ratio (%)	8.18	0.29	(1.98)	7.89	10.16
3	(2) Tier1 Capital	250.9	(51.0)	(123.8)	301.9	374.8
4	Capital Stock	247.2	-	-	247.2	247.2
5	Capital Surplus	15.3	-	-	15.3	15.3
6	Retained Earnings	10.7	(34.6)	(116.7)	45.3	127.4
7	Treasury Stock (minus)	0.1	0.0	0.0	0.1	0.1
8	Dividends (estimate), etc. (minus)	-	-	(7.7)	-	7.7
9	Loss on Valuation Difference on Securities (minus)	14.1	14.1	14.1	-	-
10	Foreign Currency Translation Adjustments	(2.2)	(1.3)	(1.9)	(0.8)	(0.2)
11	Subscription rights to shares	0.1	0.1	0.1	-	-
12	Minority Interests in Consolidated Subsidiaries	1.1	(1.3)	(1.9)	2.4	3.0
13	Preferred Securities Issued by Overseas SPCs	-	-	-	-	-
14	Other (minus)	7.1	(0.2)	(3.0)	7.3	10.1
15	(3) Tier 2 Capital (included as Qualifying Capital)	162.8	(35.6)	(55.7)	198.4	218.6
16	45% of Unrealized Gains on Securities-afs	-	(15.6)	(35.4)	15.6	35.4
17	45% of Revaluation Reserve for Land	-	-	-	-	-
18	General Allowance for Loan Losses	0.6	0.0	(0.2)	0.6	0.9
19	Debt Capital, etc	163.9	(18.3)	(18.3)	182.2	182.2
20	Perpetual Subordinated Debt and Other Debt Capital	36.7	(6.0)	(6.0)	42.7	42.7
21	Dated Subordinated Debt and Redeemable Preferred Stock	127.2	(12.3)	(12.3)	139.5	139.5
22	Other	1.7	1.7	1.7	-	-
23	(4) Deductions for Total Risk-based Capital	5.5	(0.6)	(2.6)	6.2	8.2
24	(5) Total Risk-based Capital (2) + (3) - (4)	408.2	(85.9)	(176.9)	494.2	585.2
25	(6) Risk-weighted Assets	3,064.2	(759.6)	(623.1)	3,823.9	3,687.3
26	Credit Risk Assets	2,629.1	(399.3)	(397.8)	3,028.4	3,026.9
27	On-balance Sheet Items	2,493.2	(388.7)	(378.0)	2,881.9	2,871.3
28	Off-balance Sheet Items	135.8	(10.6)	(19.8)	146.5	155.6
29	Market Risk Equivalent Assets	5.6	(1.8)	(10.3)	7.5	15.9
30	Operational Risk Equivalent Assets	328.5	(19.2)	(22.3)	347.8	350.9
31	Adjusted Floor Amount	100.9	(339.1)	(192.5)	440.1	293.5

[Non-consolidated]

(Billions of yen)

		As of March 31, 2009			As of September 30, 2008	As of March 31, 2008
		(Preliminary)	Change from September 30, 2008	Change from March 31, 2008		
32	(1) Capital Adequacy Ratio (%)	13.35	0.49	(2.41)	12.86	15.76
33	Tier1 Capital Ratio (%)	8.19	0.42	(1.83)	7.77	10.02
34	(2) Tier1 Capital	247.4	(45.9)	(118.5)	293.3	366.0
35	(3) Tier2 Capital (included as Qualifying Capital)	160.6	(37.2)	(57.1)	197.9	217.7
36	(4) Deductions for Total Risk-based Capital	5.1	(0.8)	(2.7)	5.9	7.8
37	(5) Total Risk-based Capital (2) + (3) - (4)	402.9	(82.3)	(172.9)	485.2	575.9
38	(6) Risk-weighted Assets	3,018.1	(753.8)	(634.0)	3,771.9	3,652.1

## II. REVIEW OF CREDITS

### 1. Status of Non-Accrual, Past Due & Restructured Loans

The figures below are presented net of partial direct write-offs.

Treatment of accrued interest is based on the results of the self-assessment of assets.

(All loans to obligors classified in the self-assessment of assets as Bankrupt Obligor, Substantially Bankrupt Obligor, and Intensive Control Obligor are categorized as non-accrual loans.)

[ Non-Consolidated ]

#### Banking Account

(Millions of yen ,%)

Banking Account		As of March 31, 2009						As of September 30, 2008		As of March 31, 2008	
				Change from September 30, 2008		Change from March 31, 2008					
			%		%		%		%		%
1	Loans to Bankrupt Obligor	17,923	0.52	12,381	0.36	17,814	0.51	5,541	0.16	109	0.00
2	Non-Accrual Delinquent Loans	18,068	0.52	1,324	0.03	9,914	0.29	16,744	0.48	8,154	0.23
3	Loans Past Due for 3 Months or More	644	0.01	280	0.00	225	0.00	364	0.01	419	0.01
4	Restructured Loans	9,688	0.28	960	0.02	(30,252)	(0.86)	8,727	0.25	39,940	1.14
5	Total	46,324	1.34	14,945	0.43	(2,298)	(0.04)	31,378	0.91	48,622	1.39
6	Total Loans	3,439,591	100.00	(4,895)	-	(41,768)	-	3,444,486	100.00	3,481,359	100.00
7	Amount of Partial Direct Write-offs	18,614		901		13,576		17,713		5,037	

#### Trust Accounts

(Millions of yen ,%)

Trust Accounts		As of March 31, 2009						As of September 30, 2008		As of March 31, 2008	
				Change from September 30, 2008		Change from March 31, 2008					
			%		%		%		%		%
8	Loans to Bankrupt Obligor	-	-	-	-	-	-	-	-	-	-
9	Non-Accrual Delinquent Loans	3,136	9.38	(10)	0.68	(18)	1.48	3,147	8.70	3,154	7.90
10	Loans Past Due for 3 Months or More	-	-	-	-	-	-	-	-	-	-
11	Restructured Loans	-	-	-	-	-	-	-	-	-	-
12	Total	3,136	9.38	(10)	0.68	(18)	1.48	3,147	8.70	3,154	7.90
13	Total Loans	33,414	100.00	(2,733)	-	(6,489)	-	36,148	100.00	39,904	100.00

#### Banking Account + Trust Accounts

(Millions of yen ,%)

		As of March 31, 2009						As of September 30, 2008		As of March 31, 2008	
				Change from September 30, 2008		Change from March 31, 2008					
			%		%		%		%		%
14	Loans to Bankrupt Obligor	17,923	0.51	12,381	0.35	17,814	0.51	5,541	0.15	109	0.00
15	Non-Accrual Delinquent Loans	21,204	0.61	1,313	0.03	9,895	0.28	19,891	0.57	11,308	0.32
16	Loans Past Due for 3 Months or More	644	0.01	280	0.00	225	0.00	364	0.01	419	0.01
17	Restructured Loans	9,688	0.27	960	0.02	(30,252)	(0.85)	8,727	0.25	39,940	1.13
18	Total	49,460	1.42	14,935	0.43	(2,316)	(0.04)	34,525	0.99	51,777	1.47
19	Total Loans	3,473,005	100.00	(7,629)	-	(48,258)	-	3,480,634	100.00	3,521,263	100.00

\*Trust accounts denotes trust accounts with guarantees for the repayment of trust principal.

[ Consolidated ]

## Banking Account

(Millions of yen ,%)

		As of March 31, 2009						As of September 30, 2008		As of March 31, 2008	
				Change from September 30, 2008		Change from March 31, 2008					
			%		%		%		%		%
1	Loans to Bankrupt Obligors	18,297	0.53	12,251	0.35	18,017	0.52	6,045	0.17	279	0.00
2	Non-Accrual Delinquent Loans	20,369	0.59	2,483	0.07	11,086	0.32	17,885	0.52	9,282	0.26
3	Loans Past Due for 3 Months or More	644	0.01	110	0.00	225	0.00	534	0.01	419	0.01
4	Restructured Loans	10,001	0.29	1,273	0.03	(29,939)	(0.85)	8,727	0.25	39,940	1.14
5	Total	49,312	1.43	16,118	0.47	(609)	0.00	33,193	0.96	49,921	1.43
6	Total Loans	3,428,311	100.00	(6,446)	-	(48,385)	-	3,434,758	100.00	3,476,696	100.00
7	Amount of Partial Direct Write-offs	20,691		1,087		14,281		19,603		6,409	

## Banking Account + Trust Accounts

(Millions of yen ,%)

		As of March 31, 2009						As of September 30, 2008		As of March 31, 2008	
		Change from September 30, 2008		Change from March 31, 2008							
			%		%		%		%		%
8	Loans to Bankrupt Obligors	18,297	0.52	12,251	0.35	18,017	0.52	6,045	0.17	279	0.00
9	Non-Accrual Delinquent Loans	23,505	0.67	2,473	0.07	11,068	0.32	21,032	0.60	12,437	0.35
10	Loans Past Due for 3 Months or More	644	0.01	110	0.00	225	0.00	534	0.01	419	0.01
11	Restructured Loans	10,001	0.28	1,273	0.03	(29,939)	(0.84)	8,727	0.25	39,940	1.13
12	Total	52,448	1.51	16,108	0.46	(627)	0.00	36,340	1.04	53,076	1.50
13	Total Loans	3,461,725	100.00	(9,180)	-	(54,875)	-	3,470,906	100.00	3,516,601	100.00

\*Trust accounts denotes trust accounts with guarantees for the repayment of trust principal.

## 2. Status of Allowance for Loan Losses

### Banking Account

[ Non-Consolidated ]

(Millions of yen)

		As of March 31, 2009			As of September 30, 2008	As of March 31, 2008
			Change from September 30, 2008	Change from March 31, 2008		
1	Allowance for Loan Losses	24,338	4,213	(292)	20,124	24,630
2	General Allowance for Loan Losses	17,780	1,184	(4,194)	16,595	21,974
3	Specific Allowance for Loan Losses	6,558	3,029	3,902	3,528	2,655
4	Allowance for Loan Losses to Restructuring Countries	0	0	0	0	0

Above figures are presented net of partial direct write-offs, the amounts of which are indicated in the table below.

5	Amount of Partial Direct Write-offs	21,975	328	13,613	21,647	8,361
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[ Consolidated ]

(Millions of yen)

		As of March 31, 2009			As of September 30, 2008	As of March 31, 2008
			Change from September 30, 2008	Change from March 31, 2008		
6	Allowance for Loan Losses	26,177	5,037	(378)	21,140	26,556
7	General Allowance for Loan Losses	18,043	1,733	(4,764)	16,310	22,807
8	Specific Allowance for Loan Losses	8,134	3,303	4,385	4,830	3,748
9	Allowance for Loan Losses to Restructuring Countries	0	0	0	0	0

10	Amount of Partial Direct Write-offs	24,169	627	14,435	23,541	9,733
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( Reference: Trust Accounts)

(Millions of yen)

		As of March 31, 2009			As of September 30, 2008	As of March 31, 2008
			Change from September 30, 2008	Change from March 31, 2008		
11	Special reserve fund	306	(109)	(261)	415	567
12	Reserve for loan losses	101	(10)	(22)	111	123
13	Total	407	(119)	(283)	527	691

\*Trust accounts denotes trust accounts with guarantees for the repayment of trust principal.

## 3. Allowance Ratios for Non-Accrual, Past Due & Restructured Loans

### Banking Account

[ Non-Consolidated ]

( % )

		As of March 31, 2009			As of September 30, 2008	As of March 31, 2008
			Change from September 30, 2008	Change from March 31, 2008		
14	Allowance Ratios After Partial Direct Write-offs of Category IV Loans	52.53	(11.59)	1.88	64.13	50.65

[ Consolidated ]

( % )

		As of March 31, 2009			As of September 30, 2008	As of March 31, 2008
			Change from September 30, 2008	Change from March 31, 2008		
15	Allowance Ratios After Partial Direct Write-offs of Category IV Loans	53.08	(10.60)	(0.11)	63.68	53.19

#### 4. Status of Disclosed Claims under the Financial Reconstruction Law ("FRL")

[ Non-Consolidated ]

## Banking Account

(Millions of yen, %)

		As of March 31, 2009						As of September 30, 2008		As of March 31, 2008	
			%	Change from September 30 2008	%	Change from March 31, 2008	%		%		%
1	Claims against Bankrupt and Substantially Bankrupt Obligors	56,741	1.59	22,007	0.62	27,392	0.78	34,734	0.97	29,349	0.81
2	Claims with Collection Risk	6,310	0.17	(8,917)	(0.25)	(852)	(0.02)	15,227	0.42	7,162	0.19
3	Claims for Special Attention	11,440	0.32	2,238	0.06	(29,047)	(0.80)	9,202	0.25	40,488	1.12
4	Sub-total	74,492	2.09	15,327	0.43	(2,508)	(0.04)	59,164	1.66	77,000	2.14
5	Normal Claims	3,474,864	97.90	(25,017)	(0.43)	(44,606)	0.04	3,499,881	98.33	3,519,471	97.85
6	Total	3,549,356	100.00	(9,689)	-	(47,115)	-	3,559,046	100.00	3,596,472	100.00
7	Amount of Partial Direct Write-offs	18,794		299		13,575		18,494		5,218	

## Trust Accounts

(Millions of yen, %)

		As of March 31, 2009						As of September 30, 2008		As of March 31, 2008	
			%	Change from September 30 2008	%	Change from March 31, 2008	%		%		%
8	Claims against Bankrupt and Substantially Bankrupt Obligors	6	0.01	(0)	0.00	(0)	0.00	6	0.01	6	0.01
9	Claims with Collection Risk	3,130	9.36	(10)	0.67	(17)	1.47	3,141	8.68	3,148	7.88
10	Claims for Special Attention	-	-	-	-	-	-	-	-	-	-
11	Sub-total	3,136	9.38	(10)	0.68	(18)	1.48	3,147	8.70	3,154	7.90
12	Normal Claims	30,277	90.61	(2,723)	(0.68)	(6,471)	(1.48)	33,001	91.29	36,749	92.09
13	Total	33,414	100.00	(2,733)	-	(6,489)	-	36,148	100.00	39,904	100.00

## Banking Account + Trust Accounts

(Millions of yen, %)

		As of March 31, 2009						As of September 30, 2008		As of March 31, 2008	
			%	Change from September 30 2008	%	Change from March 31, 2008	%		%		%
14	Claims against Bankrupt and Substantially Bankrupt Obligors	56,747	1.58	22,007	0.61	27,391	0.77	34,740	0.96	29,356	0.80
15	Claims with Collection Risk	9,440	0.26	(8,928)	(0.24)	(870)	(0.02)	18,368	0.51	10,310	0.28
16	Claims for Special Attention	11,440	0.31	2,238	0.06	(29,047)	(0.79)	9,202	0.25	40,488	1.11
17	Sub-total	77,629	2.16	15,317	0.43	(2,526)	(0.03)	62,312	1.73	80,155	2.20
18	Normal Claims	3,505,142	97.83	(27,740)	(0.43)	(51,078)	0.03	3,532,882	98.26	3,556,220	97.79
19	Total	3,582,771	100.00	(12,423)	-	(53,605)	-	3,595,194	100.00	3,636,376	100.00

\*Trust accounts denotes trust accounts with guarantees for the repayment of trust principal.

[ Consolidated ]

## Banking Account

(Millions of yen ,%)

	As of March 31, 2009						As of September 30, 2008		As of March 31, 2008	
		%	Change from September 30 2008	%	Change from March 31, 2008	%		%		%
1 Claims against Bankrupt and Substantially Bankrupt Obligors	58,890	1.66	22,908	0.65	28,456	0.81	35,981	1.01	30,433	0.84
2 Claims with Collection Risk	6,846	0.19	(8,793)	(0.24)	(542)	(0.01)	15,639	0.44	7,388	0.20
3 Claims for Special Attention	11,753	0.33	2,381	0.06	(28,734)	(0.79)	9,372	0.26	40,488	1.12
4 Sub-total	77,490	2.18	16,496	0.47	(820)	0.00	60,993	1.71	78,310	2.18
5 Normal Claims	3,460,888	97.81	(27,787)	(0.47)	(53,015)	(0.00)	3,488,675	98.28	3,513,904	97.81
6 Total	3,538,378	100.00	(11,290)	-	(53,835)	-	3,549,669	100.00	3,592,214	100.00

7 Amount of Partial Direct Write-offs	20,988	599	14,398	20,389	6,589
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## Banking Account + Trust Accounts

(Millions of yen ,%)

	As of March 31, 2009						As of September 30, 2008		As of March 31, 2008	
		%	Change from September 30 2008	%	Change from March 31, 2008	%		%		%
8 Claims against Bankrupt and Substantially Bankrupt Obligors	58,896	1.64	22,908	0.64	28,456	0.81	35,987	1.00	30,440	0.83
9 Claims with Collection Risk	9,976	0.27	(8,804)	(0.24)	(560)	(0.01)	18,780	0.52	10,536	0.29
10 Claims for Special Attention	11,753	0.32	2,381	0.06	(28,734)	(0.78)	9,372	0.26	40,488	1.11
11 Sub-total	80,626	2.25	16,485	0.46	(838)	0.01	64,141	1.78	81,465	2.24
12 Normal Claims	3,491,166	97.74	(30,510)	(0.46)	(59,487)	(0.01)	3,521,676	98.21	3,550,653	97.75
13 Total	3,571,793	100.00	(14,024)	-	(60,325)	-	3,585,818	100.00	3,632,119	100.00

\*Trust accounts denotes trust accounts with guarantees for the repayment of trust principal.

## 5. Coverage on Disclosed Claims under the FRL

[ Non-Consolidated ]

### (1) Disclosed Claims under the FRL and Coverage Amount

Banking Account

(Millions of yen)

		As of March 31, 2009			As of September 30, 2008	As of March 31, 2008
			Change from September 30, 2008	Change from March 31, 2008		
1	Claims against Bankrupt and Substantially Bankrupt Obligors	56,741	22,007	27,392	34,734	29,349
2	<i>Collateral, Guarantees, and equivalent</i>	40,125	17,560	22,914	22,564	17,211
3	<i>Allowance for Loan Losses</i>	16,616	4,446	4,477	12,169	12,138
4	Claims with Collection Risk	6,310	(8,917)	(852)	15,227	7,162
5	<i>Collateral, Guarantees, and equivalent</i>	3,990	(6,860)	(270)	10,851	4,260
6	<i>Allowance for Loan Losses</i>	1,427	(1,344)	(517)	2,772	1,944
7	Claims for Special Attention	11,440	2,238	(29,047)	9,202	40,488
8	<i>Collateral, Guarantees, and equivalent</i>	5,776	2,079	(2,116)	3,697	7,892
9	<i>Allowance for Loan Losses</i>	1,971	532	(9,644)	1,439	11,615
10	Total	74,492	15,327	(2,508)	59,164	77,000
11	<i>Collateral, Guarantees, and equivalent</i>	49,892	12,779	20,527	37,113	29,364
12	<i>Allowance for Loan Losses</i>	20,014	3,633	(5,684)	16,380	25,699

\* The collateralized amounts by "Collateral, Guarantees, and equivalent" for "Claims for Special Attention" are calculated using the coverage ratio.

\* Allowance for Loan Losses = Specific Allowance for Loan Losses + General Allowance for Loan Losses (excluding "Normal Claims" and "Claims against Watch Obligors excluding Claims for Special Attention").

Trust Accounts

(Millions of yen)

13	Claims against Bankrupt and Substantially Bankrupt Obligors	6	(0)	(0)	6	6
14	<i>Collateral, Guarantees, and equivalent</i>	6	(0)	(0)	6	6
15	Claims with Collection Risk	3,130	(10)	(17)	3,141	3,148
16	<i>Collateral, Guarantees, and equivalent</i>	3,130	(10)	(17)	3,141	3,148
17	Claims for Special Attention	—	—	—	—	—
18	<i>Collateral, Guarantees, and equivalent</i>	—	—	—	—	—
19	Total	3,136	(10)	(18)	3,147	3,154
20	<i>Collateral, Guarantees, and equivalent</i>	3,136	(10)	(18)	3,147	3,154

\* Trust accounts denotes trust accounts with guarantees for the repayment of trust principal.

\* The collateralized amounts by "Collateral, Guarantees, and equivalent" for "Claims for Special Attention" are calculated using the collateralized ratio.

\* Special Reserves are provided in Trust Accounts ( As of March 31, 2009: ¥407 million, September 30, 2008: ¥527 million, As of March 31, 2008: ¥691 million)

Banking Account + Trust Accounts

(Millions of yen)

21	Claims against Bankrupt and Substantially Bankrupt Obligors	56,747	22,007	27,391	34,740	29,356
22	<i>Collateral, Guarantees, and equivalent</i>	40,131	17,560	22,913	22,571	17,217
23	<i>Allowance for Loan Losses</i>	16,616	4,446	4,477	12,169	12,138
24	Claims with Collection Risk	9,440	(8,928)	(870)	18,368	10,310
25	<i>Collateral, Guarantees, and equivalent</i>	7,120	(6,871)	(288)	13,992	7,408
26	<i>Allowance for Loan Losses</i>	1,427	(1,344)	(517)	2,772	1,944
27	Claims for Special Attention	11,440	2,238	(29,047)	9,202	40,488
28	<i>Collateral, Guarantees, and equivalent</i>	5,776	2,079	(2,116)	3,697	7,892
29	<i>Allowance for Loan Losses</i>	1,971	532	(9,644)	1,439	11,615
30	Total	77,629	15,317	(2,526)	62,312	80,155
31	<i>Collateral, Guarantees, and equivalent</i>	53,029	12,768	20,509	40,260	32,519
32	<i>Allowance for Loan Losses</i>	20,014	3,633	(5,684)	16,380	25,699

\* Allowance for Loan Losses = Specific Allowance for Loan Losses + General Allowance for Loan Losses (excluding "Normal Claims" and "Claims against Watch Obligors excluding Claims for Special Attention").



**(2) Coverage Ratio**

## Banking Account

(Millions of yen)

		As of March 31, 2009			As of September 30, 2008	As of March 31, 2008
			Change from September 30, 2008	Change from March 31, 2008		
1	Coverage Amount	69,907	16,413	14,843	53,494	55,063
2	Collateral, Guarantees, and equivalent	49,892	12,779	20,527	37,113	29,364
3	Allowance for Loan Losses	20,014	3,633	(5,684)	16,380	25,699

\* Allowance for Loan Losses = Specific Allowance for Loan Losses + General Allowance for Loan Losses (excluding "Normal Claims" and "Claims against Watch Obligors excluding Claims for Special Attention").

(%)						
4	Coverage Ratio <After partial write-offs>	93.8	3.4	22.3	90.4	71.5
5	Claims against Bankrupt and Substantially Bankrupt Obligors	100.0			100.0	100.0
6	Claims with Collection Risk	85.8	(3.6)	(0.7)	89.4	86.6
7	Claims for Special Attention	67.7	11.9	19.5	55.8	48.1
8	Claims against Special Attention Obligors	71.3	13.6	22.3	57.6	48.9

## Allowance Ratio against Non-Collateral Claims

(%)

9	Claims against Bankrupt and Substantially Bankrupt Obligors	100.0			100.0	100.0
10	Claims with Collection Risk	61.5	(1.8)	(5.4)	63.3	67.0
11	Claims for Special Attention	34.8	8.6	(0.8)	26.1	35.6
12	Claims against Special Attention Obligors	37.5	10.5	1.7	26.9	35.7

## (Reference) Allowance Ratio

(%)

13	Claims for Special Attention Obligors	17.23	1.59	(11.22)	15.63	28.45
14	Claims against Watch Obligors excluding Claims for Special Attention Obligors	5.07	(0.59)	0.79	5.67	4.27
15	Claims for Normal Obligors	0.22	0.10	0.12	0.11	0.10

## Trust Accounts

(Millions of yen)

16	Coverage Amount	3,136	(10)	(18)	3,147	3,154
17	Collateral, Guarantees, and equivalent	3,136	(10)	(18)	3,147	3,154

(%)

18	Coverage Ratio	100.0		—	100.0	100.0
19	Claims against Bankrupt and Substantially Bankrupt Obligors	100.0		—	100.0	100.0
20	Claims with Collection Risk	100.0		—	100.0	100.0
21	Claims for Special Attention	—		—	—	—
22	Claims against Special Attention Obligors	—		—	—	—

## Banking Account + Trust Accounts

(Millions of yen)

23	Coverage Amount	73,043	16,402	14,825	56,641	58,218
24	Collateral, Guarantees, and equivalent	53,029	12,768	20,509	40,260	32,519
25	Allowance for Loan Losses	20,014	3,633	(5,684)	16,380	25,699

\* Allowance for Loan Losses = Specific Allowance for Loan Losses + General Allowance for Loan Losses (excluding "Normal Claims" and "Claims against Watch Obligors excluding Claims for Special Attention").

(%)

26	Coverage Ratio <After partial write-offs>	94.0	3.1	21.4	90.8	72.6
27	Claims against Bankrupt and Substantially Bankrupt Obligors	100.0		—	100.0	100.0
28	Claims with Collection Risk	90.5	(0.7)	(0.1)	91.2	90.7
29	Claims for Special Attention	67.7	11.9	19.5	55.8	48.1
30	Claims against Special Attention Obligors	71.3	13.6	22.3	57.6	48.9

## 6. Claims Classified by Self-Assessment

[ Non-Consolidated ]

Banking Account

(Billions of yen)

		As of March 31, 2009			As of September 30, 2008	As of March 31, 2008
			Change from September 30, 2008	Change from March 31, 2008		
1	Total Claims (*1)	3,549.3	(9.6)	(47.1)	3,559.0	3,596.4
2	Non-Category	3,382.6	25.4	(37.1)	3,357.1	3,419.7
3	Sub-total (*2)	166.6	(35.1)	(10.0)	201.8	176.7
4	Category	165.8	(34.4)	(9.9)	200.2	175.7
5	Category	0.8	(0.7)	(0.0)	1.6	0.9
6	Category	-	-	-	-	-
7	Amount of Partial Direct Write-offs	18.7	0.2	13.5	18.4	5.2

Trust Accounts

(Billions of yen)

		As of March 31, 2009			As of September 30, 2008	As of March 31, 2008
			Change from September 30, 2008	Change from March 31, 2008		
8	Total Claims (*1)	33.4	(2.7)	(6.4)	36.1	39.9
9	Non-Category	33.4	(2.7)	(6.4)	36.1	39.9
10	Sub-total	0.0	0.0	0.0	-	-
11	Category	0.0	0.0	0.0	-	-
12	Category	-	-	-	-	-
13	Category	-	-	-	-	-

Banking Account + Trust Accounts

(Billions of yen)

		As of March 31, 2009			As of September 30, 2008	As of March 31, 2008
			Change from September 30, 2008	Change from March 31, 2008		
14	Total Claims (*1)	3,582.7	(12.4)	(53.6)	3,595.1	3,636.3
15	Non-Category	3,416.0	22.7	(43.5)	3,393.3	3,459.6
16	Sub-total (*2)	166.6	(35.1)	(10.0)	201.8	176.7
17	Category	165.8	(34.4)	(9.9)	200.2	175.7
18	Category	0.8	(0.7)	(0.0)	1.6	0.9
19	Category	-	-	-	-	-

\*Trust accounts denotes trust accounts with guarantees for the repayment of trust principal.

[Consolidated ]

Banking Account

(Billions of yen)

		As of March 31, 2009			As of September 30, 2008	As of March 31, 2008
			Change from September 30, 2008	Change from March 31, 2008		
20	Total Claims (*1)	3,538.3	(11.2)	(53.8)	3,549.6	3,592.2
21	Non-Category	3,376.3	17.1	(38.0)	3,359.2	3,414.3
22	Sub-total (*2)	162.0	(28.4)	(15.7)	190.4	177.8
23	Category	160.8	(27.7)	(15.7)	188.5	176.6
24	Category	1.1	(0.6)	(0.0)	1.8	1.1
25	Category	-	-	-	-	-
26	Amount of Partial Direct Write-offs	20.9	0.5	14.3	20.3	6.5

\*1 Total claims denotes loans, securities lending, guarantees, foreign exchange, accrued interest, and various kinds of accrual and suspense accounts which are accounted as claims.

\*2 Category and are the amounts after deduction of Specific Allowance for Loan Losses.

## 7. Overview of Non-Performing Loans ("NPLs")

【 Non-Consolidated 】

<Banking Account + Trust Accounts, After Partial Direct Write-offs>

SELF-ASSESSMENT					Disclosed Claims under the Financial Reconstruction Law	Non-Accrual, Past Due & Restructured Loans
Categorization Obligor	Non- Categorization	Category	Category	Category		
Bankrupt Obligor 18,441	33,338  Covered by Collateral, Guarantee, or Allowance, etc.	23,409  Covered by Collateral, or Guarantee, etc.	Direct Write-offs & Allowance 100%	Direct Write-offs & Allowance 100%	Claims against Bankrupt and Substantially Bankrupt Obligor 56,747  Coverage Ratio 100%	Loans to Bankrupt Obligor 17,923
Substantially Bankrupt Obligor 38,306			Amounts for allowance recorded under Non-Categorization	Amounts for allowance recorded under Non-Categorization		
Intensive Control Obligor  9,440	4,768  Covered by Collateral, Guarantee, or Allowance, etc.	3,779  Covered by Collateral, or Guarantee, etc.	892  Direct Write-offs & Allowance 61.52%		Claims with Collection Risk 9,440  Coverage Ratio 90.54%	Non-Accrual Delinquent Loans  21,204
Watch Obligor	Special Attention Obligor  16,686 (*1)	11,898  Covered by Collateral, Guarantee, or Allowance, etc.	4,788		Claims for Special Attention  11,440  Coverage Ratio: 67.72% (*2)	28,168 (*3) Loans Past Due for 3 Months or More 644  Restructured Loans 9,688
Normal Obligor			Allowance Ratios against Total Claims (Banking Account) Other Watch Obligor: 5.07% Normal Obligor: 0.22%		Total Coverage Ratio 94.09%	Total 49,460
Total 3,582,771						

\*Trust accounts denotes trust accounts with guarantees for the repayment of trust principal.

\*1 Claims against Special Attention Obligors includes all claims, not limited to claims for Special Attention Obligors.

\*2 The collateralized amount by "Collateral , Guarantee, or Allowance, etc." for "Claims for Special Attention" is calculated using the ratio of the collateralized claims against Special Attention Obligors.

\*3 The difference between total Non-Accrual, Past Due & Restructuring Loans and total Disclosed Claims under the FRL represents the amount of claims other than loans included in Disclosed Claims under the FRL.

**8. Results of Removal of NPLs from the Balance Sheet**

[ Non-Consolidated ] (including past figures for its former revitalization subsidiary)

&lt; Banking Account + Trust Accounts &gt;

**(1) Outstanding Balance of Claims against Bankrupt and Substantially Bankrupt Obligors and Claims with Collection Risk**

(under the FRL)

(Billions of yen)

		Before March 31, 2006	As of September 30, 2006	As of March 31, 2007	As of September 30, 2007	As of March 31, 2008	As of September 30, 2008	As of March 31, 2009	Change from September 30, 2008
1	Claims against Bankrupt and Substantially Bankrupt Obligors	191.9	3.1	1.6	1.6	0.2	0.2	0.2	(0.0)
2	Claims with Collection Risk	468.5	5.1	3.7	2.9	1.2	1.2	1.1	(0.0)
3	Amount Newly Categorized as above up to the Second Half of Fiscal 2005	660.4	8.2	5.4	4.5	1.5	1.4	1.3	(0.0)
4	of which the amount in the process of being removed from the balance sheet	16.6	3.1	1.6	1.6	0.2	0.2	0.2	(0.0)
5	Claims against Bankrupt and Substantially Bankrupt Obligors		1.6	28.6	27.7	27.7	27.7	27.7	(0.0)
6	Claims with Collection Risk		30.9	7.8	6.4	3.0	3.0	3.0	(0.0)
7	Amount Newly Categorized as above during the First Half of Fiscal 2006		32.6	36.4	34.2	30.8	30.8	30.8	(0.0)
8	of which the amount in the process of being removed from the balance sheet		0.0	1.0	0.1	0.1	0.1	0.0	(0.0)
9	Claims against Bankrupt and Substantially Bankrupt Obligors			0.2	0.3	0.9	0.2	0.0	(0.1)
10	Claims with Collection Risk			39.5	3.8	0.5	0.5	0.3	(0.1)
11	Amount Newly Categorized as above during the Second Half of Fiscal 2006			39.8	4.1	1.4	0.7	0.4	(0.3)
12	of which the amount in the process of being removed from the balance sheet			0.2	0.3	0.9	0.2	0.0	(0.1)
13	Claims against Bankrupt and Substantially Bankrupt Obligors				0.2	0.1	0.0	0.0	(0.0)
14	Claims with Collection Risk				2.9	0.5	0.3	0.3	(0.0)
15	Amount Newly Categorized as above during the First Half of Fiscal 2007				3.1	0.6	0.4	0.3	(0.1)
16	of which the amount in the process of being removed from the balance sheet				0.2	0.1	0.0	0.0	(0.0)
17	Claims against Bankrupt and Substantially Bankrupt Obligors					0.3	0.1	0.0	(0.0)
18	Claims with Collection Risk					4.8	2.8	0.5	(2.2)
19	Amount Newly Categorized as above during the Second Half of Fiscal 2007					5.1	3.0	0.6	(2.3)
20	of which the amount in the process of being removed from the balance sheet					0.2	0.1	0.0	(0.0)
21	Claims against Bankrupt and Substantially Bankrupt Obligors						6.2	11.2	5.0
22	Claims with Collection Risk						10.3	1.2	(9.0)
23	Amount Newly Categorized as above during the First Half of Fiscal 2008						16.5	12.5	(4.0)
24	of which the amount in the process of being removed from the balance sheet						5.7	8.0	2.3
25	Claims against Bankrupt and Substantially Bankrupt Obligors								4.7
26	Claims with Collection Risk								(11.5)
27	Amount Newly Categorized as above during the Second Half of Fiscal 2008								(6.8)
28	Claims against Bankrupt and Substantially Bankrupt Obligors							17.2	17.2
29	Claims with Collection Risk							2.6	2.6
30	Amount Newly Categorized as above during the Second Half of Fiscal 2008							19.9	19.9
31	of which the amount in the process of being removed from the balance sheet							10.9	10.9
32	Claims against Bankrupt and Substantially Bankrupt Obligors	191.9	4.8	30.5	29.9	29.3	34.7	56.7	22.0
33	Claims with Collection Risk	468.5	36.0	51.1	16.1	10.3	18.3	9.4	(8.9)
34	Total	660.4	40.9	81.7	46.1	39.6	53.1	66.1	13.0
35	of which the amount in the process of being removed from the balance sheet	16.6	3.2	2.9	2.3	1.6	6.5	19.5	13.0

\*Trust accounts denotes trust accounts with guarantees for the repayment of trust principal.

**(2) Progress in Removal of NPLs from the Balance Sheet (Accumulated Removal Amount and Removal Ratio)**

(Billions of yen / %)

	Amount Newly Categorized	Balance as of March 31, 2009	Accumulated Removal Amount	Accumulated Removal Ratio (%)	Modified Accumulated Removal Ratio (%) *
36	Categorized before the Second Half of Fiscal 2005	660.4	1.3	659.0	99.7
37	Newly Categorized during the First Half of Fiscal 2006	32.6	30.8	1.8	5.5
38	Newly Categorized during the Second Half of Fiscal 2006	39.8	0.4	39.3	98.8
39	Newly Categorized during the First Half of Fiscal 2007	3.1	0.3	2.8	88.1
40	Newly Categorized during the Second Half of Fiscal 2007	5.1	0.6	4.4	86.6
41	Newly Categorized during the First Half of Fiscal 2008	16.5	12.5	4.0	24.2
42	Newly Categorized during the Second Half of Fiscal 2008	19.9	19.9		73.0
43	Total	777.7	66.1	711.5	

\* Modified accumulated removal ratios are based on the accumulated removal amount including the amount which was in the process of being removed from the balance sheet.

## (3) Breakdown of Reasons for Removal of NPLs from the Balance Sheet during the Second Half of Fiscal 2008

(Billions of yen)

		Newly Categorized up to the Second Half of Fiscal 2005	In the First Half of Fiscal 2006	In the Second Half of Fiscal 2006	In the First Half of Fiscal 2007	In the Second Half of Fiscal 2007	In the First Half of Fiscal 2008	Amount Removed from B/S in the Second Half of Fiscal 2008
1	Liquidation (minus)	-	-	-	-	-	-	-
2	Restructuring (minus)	-	-	-	0.0	-	-	0.0
3	Improvement in Business Performance due to Restructuring (minus)	-	-	-	0.0	0.0	0.0	0.0
4	Loan Sales (minus)	-	-	(1.8)	-	1.6	(0.0)	(0.2)
5	Direct Write-off (minus)	0.0	0.0	1.9	(0.0)	0.0	2.0	4.0
6	Other (minus)	0.0	0.0	0.2	0.1	0.6	2.0	3.0
7	Debt Recovery (minus)	0.0	0.0	0.0	0.0	0.1	1.7	2.0
8	Improvement in Business Performance (minus)	0.0	0.0	0.1	0.0	0.4	0.2	0.9
9	Total (minus)	0.0	0.0	0.3	0.1	2.3	4.0	6.8

## (Reference) Breakdown of Accumulated Amount Removed from the Balance Sheet

(Billions of yen)

		Up to the First Half of Fiscal 2006	In the Second Half of Fiscal 2006	In the First Half of Fiscal 2007	In the Second Half of Fiscal 2007	In the First Half of Fiscal 2008	In the Second Half of Fiscal 2008	Accumulated Removed Amount from the Second Half of Fiscal 2000
10	Liquidation (minus)	198.4	0.3	-	23.3	-	-	222.2
11	Restructuring (minus)	55.4	3.1	5.2	2.1	0.1	0.0	66.0
12	Improvement in Business Performance due to Restructuring (minus)	22.6	1.0	0.0	0.0	-	0.0	23.8
13	Loan Sales (minus)	296.8	5.7	0.2	4.4	-	(0.2)	306.8
14	Direct Write-off (minus)	(281.6)	(7.8)	(4.9)	(27.7)	0.4	4.0	(317.6)
15	Other (minus)	360.4	(3.4)	38.1	9.4	2.4	3.0	410.1
16	Debt Recovery (minus)		(3.7)	1.5	2.9	2.3	2.0	
17	Improvement in Business Performance (minus)		0.3	36.6	6.4	0.1	0.9	
18	Total (minus)	652.1	(1.0)	38.7	11.6	3.1	6.8	711.5

From the Second Half of Fiscal 2000 to the First Half of Fiscal 2006.

## (4) Breakdown of Amount Which Was in the Process of Being Removed from the Balance Sheet

(Billions of yen)

		Up to the Second Half of Fiscal 2005	In the First Half of Fiscal 2006	In the Second Half of Fiscal 2006	In the First Half of Fiscal 2007	In the Second Half of Fiscal 2007	In the First Half of Fiscal 2008	In the Second Half of Fiscal 2008
19	Legal Liquidation (minus)	-	-	-	0.0	-	7.9	10.4
20	Proceedings Similar to Legal Liquidation (minus)	-	-	-	-	-	-	-
21	Corporate Division (minus)	-	-	-	-	-	-	-
22	Partial Direct Write-Offs of Small Claims on Small/Medium Size Companies (minus)	0.2	0.0	0.0	0.0	0.0	0.1	0.4
23	Creation of Trust with RCC (minus)	-	-	-	-	-	-	-
24	Total (minus)	0.2	0.0	0.0	0.0	0.0	8.0	10.9

## 9. Status of Loans by Industry

### (1) Outstanding Balance of Loans by Industry

[ Non-Consolidated ]

(Billions of yen)

		As of March 31, 2009			As of September 30, 2008	As of March 31, 2008
		Outstanding Balance	Change from September 30, 2008	Change from March 31, 2008		
1	Domestic Total (excluding Loans Booked Offshore)	5,687.4	(88.9)	(170.4)	5,776.3	5,857.8
2	Manufacturing	620.3	106.5	147.9	513.8	472.4
3	Agriculture	0.0	(0.0)	0.0	0.0	-
4	Forestry	-	-	-	-	-
5	Fishery	1.0	-	1.0	1.0	-
6	Mining	5.9	0.6	0.5	5.2	5.3
7	Construction	141.4	(6.5)	3.7	148.0	137.7
8	Utilities	90.4	(3.5)	(7.9)	94.0	98.4
9	Communication	1,230.1	(41.8)	(78.2)	1,271.9	1,308.3
10	Transportation	187.4	0.8	3.9	186.6	183.4
11	Wholesale & Retail	225.2	2.5	(1.6)	222.6	226.9
12	Finance & Insurance	673.6	(40.6)	(69.7)	714.3	743.3
13	Real Estate	775.2	(97.7)	(124.3)	872.9	899.6
14	Service Industries	363.6	26.5	29.1	337.0	334.4
15	Local Government	36.8	0.6	0.1	36.1	36.6
16	Governments	-	-	-	-	-
17	Other	1,335.8	(36.4)	(75.0)	1,372.3	1,410.9
18	Loans Booked Offshore	13.1	(1.0)	(1.1)	14.2	14.3
19	Governments	1.1	(0.1)	(0.1)	1.3	1.3
20	Financial Institutions	-	-	-	-	-
21	Other	12.0	(0.9)	(0.9)	12.9	12.9
22	Total	5,700.5	(90.0)	(171.5)	5,790.5	5,872.1

\* Amounts of outstanding balance are aggregated figures of banking and trust accounts.

### (2) Non-Accrual, Past Due & Restructured Loans and Disclosed Claims under the FRL by Industry

[ Non-Consolidated ]

(Billions of yen)

		As of March 31, 2009		As of September 30, 2008		As of March 31, 2008	
		Non-Accrual, Past Due & Restructured Loans	Disclosed Claims under the FRL	Non-Accrual, Past Due & Restructured Loans	Disclosed Claims under the FRL	Non-Accrual, Past Due & Restructured Loans	Disclosed Claims under the FRL
23	Domestic Total (excluding Loans Booked Offshore)	49.4	77.6	34.5	62.3	51.7	80.1
24	Manufacturing	1.0	1.0	0.8	0.9	0.2	0.9
25	Agriculture	-	-	-	-	-	-
26	Forestry	-	-	-	-	-	-
27	Fishery	-	-	-	-	-	-
28	Mining	-	-	-	-	-	-
29	Construction	1.7	1.7	0.5	0.5	1.4	1.4
30	Utilities	0.3	0.3	-	-	-	-
31	Communication	0.4	0.4	0.5	0.5	0.0	0.0
32	Transportation	-	-	1.2	1.2	1.3	1.3
33	Wholesale & Retail	4.2	4.2	6.2	6.2	2.3	2.3
34	Finance & Insurance	-	-	1.6	1.6	30.6	30.6
35	Real Estate	30.6	31.1	12.5	12.5	4.8	4.8
36	Service Industries	2.5	2.5	2.4	2.4	2.7	2.7
37	Local Government	3.0	30.6	3.0	30.6	3.0	30.6
38	Governments	-	-	-	-	-	-
39	Other	5.4	5.4	5.3	5.3	5.0	5.1
40	Loans Booked Offshore	-	-	-	-	-	-
41	Governments	-	-	-	-	-	-
42	Financial Institutions	-	-	-	-	-	-
43	Other	-	-	-	-	-	-
44	Total	49.4	77.6	34.5	62.3	51.7	80.1
45	Amount of Partial Direct Write-Offs	18.6	18.7	17.7	18.4	5.0	5.2

\* Amounts of outstanding balance are aggregated figures of banking and trust accounts with guarantees for the repayment of trust principal.

**(3) Balance of Individual Customer Loans**

[ Non-Consolidated ]

(Billions of yen)

		As of March 31, 2009		As of September 30, 2008	As of March 31, 2008	
			Change from September 30, 2008			Change from March 31, 2008
1	Individual Customer Loans	1,296.0	(38.7)	(74.2)	1,334.7	1,370.3
2	Housing Loans	255.5	(4.3)	(8.7)	259.9	264.3
3	Other	1,040.4	(34.3)	(65.5)	1,074.8	1,105.9

\* Amounts are aggregated figures of banking and trust accounts.

**(4) Loans to Small and Medium-Sized Enterprises ("SMEs") and Individual Customers**

[ Non-Consolidated ]

(Billions of yen, %)

		As of March 31, 2009			As of September 30, 2008	As of March 31, 2008
			Change from September 30, 2008	Change from March 31, 2008		
4	Loans to SMEs and Individual Customers	2,281.1	(119.3)	(186.1)	2,400.5	2,467.3
5	Ratio to Total Balance of Loans	40.1	(1.4)	(2.0)	41.5	42.1

\* Amounts are aggregated figures of banking and trust accounts.

\* Amounts do not include loans booked Offshore.

\* The definition of 'Small and Medium-Sized Enterprises' is as follows:

Companies of which the capital is ¥300 million or below (¥100 million or below for the wholesale industry, and ¥50 million or below for the retail industry and service industry), or enterprises with full-time employees of 300 or below. (100 or below for the wholesale industry, 50 or below for the retail industry, and 100 or below for the service industry).

**10. Status of Loans by Region****(1) Balance of Loans for Restructuring Countries**

[ Non-Consolidated ]

(Millions of yen, number of countries )

		As of March 31, 2009		As of September 30, 2008	As of March 31, 2008
			Change from September 30, 2008		
6	Loan amount	0	0	0	0
7	Number of Restructuring Countries	2	-	-	2

**(2) Balance of Loans for Asia**

[ Non-Consolidated ]

(Millions of yen)

		As of March 31, 2009			As of September 30, 2008	As of March 31, 2008
			Change from September 30, 2008	Change from March 31, 2008		
1	China	-	-	-	-	-
2	Hong Kong	-	-	-	-	-
3	Indonesia	1,301	(196)	(247)	1,498	1,548
4	South Korea	-	-	-	-	-
5	Thailand	-	-	-	-	-
6	Malaysia	-	(75)	(127)	75	127
7	Singapore	-	-	(164)	-	164
8	Philippine	4,553	(372)	(337)	4,925	4,890
9	Other	-	-	-	-	-
10	Total	5,854	(644)	(876)	6,499	6,730

\* Includes both Japanese and Non-Japanese obligors (Non-Japanese obligors are classified as final obligor country.)

**(Non-Accrual, Past Due & Restructured Loans)**

(Millions of yen)

		As of March 31, 2009			As of September 30, 2008	As of March 31, 2008
			Change from September 30, 2008	Change from March 31, 2008		
11	China	-	-	-	-	-
12	Hong Kong	-	-	-	-	-
13	Indonesia	-	-	-	-	-
14	South Korea	-	-	-	-	-
15	Thailand	-	-	-	-	-
16	Malaysia	-	-	-	-	-
17	Singapore	-	-	-	-	-
18	Philippine	-	-	-	-	-
19	Other	-	-	-	-	-
20	Total	-	-	-	-	-

\* Includes both Japanese and Non-Japanese obligors (Non-Japanese obligors are classified as final obligor country.)

**(3) Balance of Loans for Central and South America**

[ Non-Consolidated ]

(Millions of yen)

		As of March 31, 2009			As of September 30, 2008	As of March 31, 2008
			Change from September 30, 2008	Change from March 31, 2008		
21	Panama	6,339	225	(9)	6,113	6,348
22	Other	1	(0)	(0)	1	1
23	Total	6,340	225	(9)	6,115	6,349

\* Includes both Japanese and Non-Japanese obligors (Non-Japanese obligors are classified as final obligor country.)

**(Non-Accrual, Past Due & Restructured Loans)**

(Millions of yen)

		As of March 31, 2009			As of September 30, 2008	As of March 31, 2008
			Change from September 30, 2008	Change from March 31, 2008		
24	Panama	-	-	-	-	-
25	Other	1	(0)	(0)	1	1
26	Total	1	(0)	(0)	1	1

\* Includes both Japanese and Non-Japanese obligors (Non-Japanese obligors are classified as final obligor country.)



### III. DEFERRED TAXES

#### 1. Change in Deferred Tax Assets, etc.

[ Non-Consolidated ]

<i>(Billions of yen)</i>					
		As of March 31, 2009		As of September 30, 2008	As of March 31, 2008
			Change from September 30, 2008		
1	Total Deferred Tax Assets (A)	233.6	(4.5)	4.1	238.2
2	Total Deferred Tax Liabilities (B)	(10.3)	11.7	19.0	(22.1)
3	(A) + (B)	223.2	7.1	23.2	216.1
4	Valuation Allowance	(173.1)	(3.1)	(11.0)	(170.0)
5	Net Deferred Tax Assets (C)	50.1	4.0	12.1	46.0
(Reference)					
6	Tier 1 (D)	247.4	(45.9)	(118.5)	293.3
7	(C)/(D) (%)	20.2	4.5	9.8	15.7

[ Consolidated ]

<i>(Billions of yen)</i>					
		As of March 31, 2009		As of September 30, 2008	As of March 31, 2008
			Change from September 30, 2008		
8	Net Deferred Tax Assets (A)	49.8	4.9	14.0	44.9
(Reference)					
9	Tier 1 (B)	250.9	(51.0)	(123.8)	301.9
10	(A)/(B) (%)	19.8	4.9	10.3	14.8

## 2. Estimation of Deferred Tax Assets, etc.

[ Non-Consolidated ]

### Calculation Policy

Recoverability of Deferred tax assets is basically assessed based on future taxable income derived from future profitability, considering that MHTB's fundamental profitability enabled itself consistently to report an appropriate level of Net Business Profit in previous periods. MHTB's tax losses carry-forwards and future deductible temporary differences in the past resulted from nonrecurring special causes, e.g. losses from extraordinary and significant waiver of claims due to the crash of the bubble economy, acceleration of disposal of NPLs and stock holdings in accordance with government policy to stabilize promptly the financial system under the long deflationary depression, and the restructuring of businesses to meet the severe management environment. Since MHTB could have reported positive taxable income every year if the losses from these special factors were excluded, the conditions under the provisory clause of 5. (1) of "Audit Guideline for Considering Recoverability of Deferred Tax Assets" (JICPA Audit Committee Report No.66) have been fulfilled. Period for future taxable income considered in the assessment is five years.

(Reference) Past results of taxable income

(Billions of yen)

Fiscal 2008 (estimate)	10.0
Fiscal 2007	74.3
Fiscal 2006	83.1
Fiscal 2005	24.9
Fiscal 2004	44.8

(Notes)

1. Figures are taxable income amounts per the final corporation tax returns before deducting tax losses carried forward from prior years. Subsequent amendments have not been reflected.
2. Figures for Fiscal 2008 are estimates of taxable income before deducting tax losses carried forward from prior years.

## Estimation for Calculating Deferred Tax Assets

(Billions of yen)

## (1) Estimate of Future Taxable Income

(Reference)

		Total amount for five years (from April 1, 2009 to March 31, 2014)	Fiscal 2008
1	Gross Profit	639.6	130.0
2	General and Administrative Expenses (minus)	452.5	91.2
3	Net Business Profit (Before Provision for (Reversal of) General Allowance for Loan Losses)	187.1	38.8
4	Credit-related Costs (minus)	50.0	26.9
5	Income (Loss) before Income Taxes	87.1	(10.9)
6	Tax Adjustments (*1)	61.1	
7	Taxable Income before Current Temporary Differences (A) (*2)	148.2	
8	Statutory tax rate (B)	40.6%	
9	Deferred Tax Assets corresponding to Taxable Income before Current Temporary Differences (C) = (A) × (B)	60.1	Equal to Line 26

\*1. Tax Adjustments are estimated future book-tax differences under the provisions of the corporation tax law and others.

\*2. Taxable Income before Current Temporary Differences is an estimate of taxable income before reversal of temporary differences as of March 31, 2009.

(Billions of yen)

## (2) Breakdown of Deferred Tax Assets

		As of March 31, 2009			As of September 30, 2008	As of March 31, 2008
			Change from September 30, 2008	Change from March 31, 2008		
10	Allowance for Loan Losses	12.1	0.4	5.7	11.6	6.3
11	Devaluation of Securities	67.6	5.3	6.7	62.2	60.9
12	Valuation Difference on available-for-sale securities	17.9	(0.2)	8.9	18.2	8.9
13	Provision for Retirement Benefits	7.3	0.4	0.8	6.9	6.4
14	Net Deferred Losses on Hedges (D)	3.1	2.3	3.1	0.7	-
15	Tax Losses Carried Forward	106.8	(11.8)	(20.2)	118.6	127.0
16	Other	18.5	(1.0)	(1.0)	19.6	19.6
17	Total Deferred Tax Assets (E)	233.6	(4.5)	4.1	238.2	229.4
18	Valuation Allowance (F)	(173.1)	(3.1)	(11.0)	(170.0)	(162.0)
19	Subtotal (E) + (F)	60.4	(7.7)	(6.9)	68.2	67.4
20	Amount related to Retirement Benefits Accounting	(6.2)	-	-	(6.2)	(6.2)
21	Valuation Difference on available-for-sale securities	(3.2)	11.9	15.7	(15.2)	(19.0)
22	Net Deferred Gains on Hedges (H)	-	-	3.0	-	(3.0)
23	Other	(0.8)	(0.2)	0.2	(0.6)	(1.0)
24	Total Deferred Tax Liabilities (I)	(10.3)	11.7	19.0	(22.1)	(29.4)
25	Net Deferred Tax Assets (Liabilities) (E) + (F) + (I)	50.1	4.0	12.1	46.0	37.9
26	Deferred Tax Assets corresponding to Taxable Income before Current Temporary Differences = (C)	60.1	(1.8)	(1.6)	62.0	61.8
27	Valuation Difference on available-for-sale Securities = (G)	(3.2)	11.9	15.7	(15.2)	(19.0)
28	Net Deferred Losses on Hedges = (D)	3.1	2.3	3.1	0.7	-
29	Net Deferred Gains on Hedges = (H)	-	-	3.0	-	(3.0)
30	Others (including Deferred Tax Assets corresponding to Remaining Taxable Income before Current Temporary Differences and others)	(9.9)	(8.4)	(8.1)	(1.4)	(1.7)

## &lt; Explanation &gt;

Future taxable income was estimated using a more conservative assumption than that used in the Business Plan and Others. Details of the respective estimated five-year totals are as follows. Gross Profit: ¥ 639.6 billion, General and Administrative Expenses: ¥ 452.5 billion, Net Business Profit (Before Provision of General Allowance for Loan Losses): ¥ 187.1 billion, Income before Income Taxes (including credit-related costs, etc.): ¥ 87.1 billion and Income before Current Temporary Differences: ¥ 148.2 billion.

On the other hand, Deferred Tax Assets which are tax deductible in the future, such as Allowance for Loan Losses, Tax Losses Carried Forward and others amounted to ¥ 233.6 billion. Considering temporary differences which are not expected to be reversed in the next five years, Valuation Allowance of ¥ (173.1) billion was provided, and therefore ¥ 50.1 billion of net Deferred Tax Assets was recorded on the balance sheet after offsetting Deferred Tax Liabilities of ¥ (10.3) billion.

## IV. OTHER

### 1. Breakdown of Deposits (Domestic Offices)

[ Non-Consolidated ]

(Millions of yen)

		As of March 31, 2009			As of September 30, 2008	As of March 31, 2008
			Change from September 30, 2008	Change from March 31, 2008		
1	Deposits (Balance)	2,916,172	123,003	223,804	2,793,168	2,692,368
2	Current	540,303	(38,971)	(26,460)	579,274	566,763
3	Individual Deposits	360,019	(17,760)	(11,347)	377,780	371,367
4	Corporate Deposits	175,497	(20,999)	(15,779)	196,496	191,276
5	Financial/Government Institutions	4,785	(211)	666	4,997	4,119
6	Fixed	2,354,224	166,974	254,081	2,187,250	2,100,142
7	Individual Deposits	1,475,602	10,928	16,090	1,464,674	1,459,511
8	Corporate Deposits	559,189	111,005	147,413	448,184	411,775
9	Financial/Government Institutions	319,433	45,041	90,578	274,391	228,855

\* Above figures do not include deposits booked offshore.

### 2. Number of Directors and Employees

[ Non-Consolidated ]

( Full )

		As of March 31, 2009	As of September 30, 2008	As of March 31, 2008
10	Members of the Board of Directors and Auditors	11	11	11
11	Executive Officers (*1)	20	20	18
12	Employees (*2)	3,138	3,198	2,964

\*1 Executive Officers is exclusive of officers having duties in an employee's capacity.

\*2 The number of Employees is as same as in Yuka Shoken Hokokusho.

### 3. Number of Branches and Offices

[ Non-Consolidated ]

( Full )

		As of March 31, 2009	As of September 30, 2008	As of March 31, 2008
13	Head Office and Domestic Branches	35	35	35
14	Domestic Sub-Branches	2	2	2
15	Overseas Branches	-	-	-
16	Overseas Representative Offices	1	1	1

#### 4. Earnings Estimates for Fiscal 2009 (Ending March 31, 2010)

[ Non-Consolidated ]

(Billions of yen)

		First Half	Fiscal 2009
1	Gross Profit without Credit Costs for Trust Accounts	67.0	140.0
2	<i>Trust and Asset management business</i>	39.0	83.0
3	<i>Banking business</i>	28.0	57.0
4	General and Administrative Expenses (minus)	46.0	90.0
5	Net Business Profits (Before Provision of (Reversal of) General Allowance for Loan Losses)	21.0	50.0
6	Ordinary Profit	8.0	25.0
7	Net Income	5.0	15.0
8	Credit-related Cost (minus)	5.0	10.0

[ Consolidated ]

(Billions of yen)

		First Half	Fiscal 2009
9	Ordinary Profit	8.0	25.0
10	Net Income	5.0	15.0