Financial Summary

For the Fiscal Year Ended March 31, 2016

Shinsei Bank, Limited
(Code 8303, TSE First Section)

Contents **Page**

1. Financial Highlights

2. Consolidated Information

Contents **Page**

3. Nonconsolidated Informatior

4. Earnings Forecast

5. Reference

・The following document should be read in conjunction with the consolidated and nonconsolidated financial statements prepared in accordance with generally accepted accounting principles in Japan for banks. Except as otherwise indicated, the financial information in the following discussion is based on the consolidated financial statements. Financial and operational figures that are stated in multiples of ￥0.1 billion have been truncated. All percentages unless otherwise noted have been rounded to the nearest 0.1%.

・Quarterly information is available in the Quarterly Data Book.

Financial Highlights[1]

(Billions of yen, except percentages)

Selected income statement items (Consolidated)	**FY2015 (12 months)**	FY2014 (12 months)	Change (Amount)	1H FY2015 (6 months)
Net interest income	**122.3**	126.4	(4.1)	61.0
Noninterest income	**94.2**	108.8	(14.6)	49.3
Net fees and commissions	**25.5**	24.7	0.7	13.1
Net trading income	**8.4**	11.5	(3.1)	5.1
Net other business income	**60.3**	72.6	(12.3)	31.0
Total revenue	**216.6**	235.3	(18.7)	110.3
General and administrative expenses	**(140.5)**	(141.6)	1.1	(69.7)
Ordinary business profit	**76.0**	93.6	(17.6)	40.6
Net credit costs	**(3.7)**	(11.8)	8.1	1.2
Ordinary business profit after net credit costs	**72.3**	81.8	(9.4)	41.9
Amortization of goodwill and other intangible assets [2]	**(7.2)**	(8.4)	1.1	(3.8)
Other gains	**(2.1)**	(0.5)	(1.6)	0.7
Income before income taxes	**62.8**	72.7	(9.9)	38.8
Current income tax	**(1.9)**	(2.4)	0.4	(1.2)
Deferred income tax	**0.5**	(0.9)	1.4	0.2
Profit attributable to noncontrolling interests	**(0.3)**	(1.5)	1.1	(0.3)
Profit attributable to owners of the parent	**60.9**	67.8	(6.9)	37.4
Cash basis profit attributable to owners of the parent [3]	**67.6**	75.4	(7.7)	41.0

(Billions of yen)

Selected balance sheet items (Consolidated)	**Mar 31 2016**	Mar 31 2015	Change (Amount)
Cash and Due from Banks	**1,129.2**	881.7	247.4
Securities	**1,227.8**	1,477.3	(249.4)
Loans and bills discounted	**4,562.9**	4,461.2	101.6
Customers' liabilities for acceptances and guarantees	**280.6**	291.7	(11.1)
Reserve for credit losses	**(91.7)**	(108.2)	16.5
Total assets	**8,928.7**	8,889.8	38.9
Deposits and negotiable certificates of deposit	**5,800.9**	5,452.7	348.2
Borrowed money	**801.7**	805.2	(3.4)
Reserve for losses on interest repayments	**133.6**	170.2	(36.5)
Total liabilities	**8,135.6**	8,136.0	(0.4)
Total equity	**793.1**	753.7	39.3

Financial ratios (Consolidated)	**FY2015 (12 months)**	FY2014 (12 months)	1H FY2015 (6 months)
Net interest margin	**2.40%**	2.38%	2.33%
Return on assets [4]	**0.7%**	0.7%	0.8%
Return on equity (fully diluted) [4]	**8.1%**	9.8%	10.0%
Cash basis return on assets [4]	**0.8%**	0.8%	0.9%
Cash basis return on equity (fully diluted) [4]	**9.2%**	11.4%	11.4%
Expense-to-revenue ratio	**64.9%**	60.2%	63.2%

(Billions of yen, except percentages)

Capital adequacy data (Consolidated) <Basel 3, Domestic Standard>	**Mar 31 2016**	Mar 31 2015	Change (Amount)
Capital	**809.5**	841.9	(32.4)
Total amount of Risk-weighted assets	**5,698.1**	5,661.9	36.2
Capital ratio	**14.20%**	14.86%	

(yen)

Per share data (Consolidated)	**FY2015 (12 months)**	FY2014 (12 months)	Change (Amount)	1H FY2015 (6 months)
Common equity	**294.41**	275.45	18.96	287.49
Basic EPS	**22.96**	25.57	(2.60)	14.11
Cash basis basic EPS	**25.50**	28.42	(2.92)	15.45

(Billions of yen, except percentages)

Nonperforming loans (Nonconsolidated)	**Mar 31 2016**	Mar 31 2015	Change (Amount)
Claims classified under the Financial Revitalization Law	**34.7**	60.9	(26.2)
Ratio to total claims	**0.79%**	1.42%	
Reserve for credit losses	**28.2**	47.7	(19.4)
Coverage ratio for nonperforming claims	**97.9%**	96.9%	

(Billions of yen)

Selected income statement items (Nonconsolidated)	**FY2015 (12 months)**	FY2014 (12 months)	Change (Amount)	1H FY2015 (6 months)
Net interest income	**93.7**	91.8	1.8	44.7
Noninterest income	**15.4**	25.7	(10.2)	10.2
Net fees and commissions	**(0.3)**	10.1	(10.4)	1.7
Net trading income	**4.8**	4.5	0.3	2.7
Net other business income	**10.9**	11.0	(0.0)	5.7
Total revenue	**109.2**	117.5	(8.3)	54.9
General and administrative expenses	**(75.2)**	(75.2)	0.0	(37.2)
Ordinary business profit	**33.9**	42.3	(8.3)	17.7
Net credit costs	**20.1**	4.1	15.9	13.4
Net income	**41.5**	45.7	(4.1)	25.2

1. Represents results based on management accounting basis.

2. In our consolidated financial statements, amortization of goodwill and other intangible assets is recorded in general and administrative expenses.

3. Excludes amortization of goodwill and other intangible assets, net of tax benefit, related to the acquisition of consumer and commercial finance companies.

4. Annualized basis.

The Shinsei Bank Group recorded a consolidated net income[1] of ¥60.9 billion in fiscal year 2015 (April 1, 2015 to March 31, 2016), decreased ¥6.9 billion compared to ¥67.8 billion recorded in fiscal year 2014. In fiscal year 2015, while the Bank has continued to strengthen its revenue base in the consumer finance business, there was an absence of major dividend income from securities investments recorded in fiscal year 2014 as well as the recording of a loss resulting from the reassessment of a fund investment in fiscal year 2015, resulting in net income declining compared to the previous fiscal year.

- Total revenue for fiscal year 2015, was ¥216.6 billion, decreased ¥18.7 billion compared to fiscal year 2014. Of this amount, net interest income was ¥122.3 billion, and while on one hand the Bank enjoyed an increase in revenue due to the growth of the consumer finance business loan balance as well as a reduction in funding costs, the non-recurrence of significant dividend income from securities investments in the Institutional Group recorded in the previous fiscal year and the compression of spreads, primarily in the Institutional Group, resulted in net interest income decreasing by 4.1 billion yen compared to fiscal year 2014. Additionally, noninterest income of ¥94.2 billion was recorded, decreased ¥14.6 billion compared to ¥108.8 billion recorded in fiscal year 2014, due primarily to the non-recurrence of major revenues recorded from the Principal Transactions business in fiscal year 2014 as well as the recording of loss due to the reassessment of a fund investment and sluggish results in markets related businesses.

- Regarding general and administrative expenses, while the Bank continued to invest the management resources necessary in order to expand its business base (such as increasing headcount), due to the promotion of efficient business operations as well as a reduction in deposit insurance costs, general and administrative expenses in fiscal year 2015 totaled ¥140.5 billion, reduced ¥1.1 billion compared to ¥141.6 billion recorded in fiscal year 2014.

- Regarding net credit costs, while the Bank provisioned reserves for loan losses in the consumer finance business due to loan balance growth, the Institutional Group significant gains on the reversal of reserves for loan losses resulting in the recording of net credit costs of ¥3.7 billion in fiscal year 2015. This represents a ¥8.1 billion improvement compared to costs of ¥11.8 billion recorded in fiscal year 2014.

- The balance of loans and bills discounted increased from ¥4,461.2 billion as of March 31, 2015 to ¥4,562.9 billion as of March 31, 2016, an increase of ¥101.6 billion. In the Institutional Business, while competition to satisfy the funding needs of customers remained fierce, growth in the balances of real estate related loans and project finance resulted in this increase. Furthermore, in loans to individuals, in addition to housing loans continued to steadily increase, the loan balance of the consumer finance business continued to grow from the previous fiscal year.

- A net interest margin of 2.40% was recorded in fiscal year 2015, increased from 2.38% recorded in fiscal year 2014. This increase is due to the reduction in the rate on interest bearing liabilities such as deposits, negotiable certificates of deposits, etc. offsetting the decline in the yield on interest earning assets, primarily attributes to securities.

- The Basel III, domestic standard (grandfathering basis) consolidated core capital adequacy ratio decreased from 14.86% as of March 31, 2015, to 14.20% as of March 31, 2016. The consolidated core capital adequacy ratio declined in fiscal year 2015 due to a reduction in core capital resulting from the early redemption of preferred securities and callable subordinated bonds, as well as an increase in risk assets due to an increase in market risk and new disbursements and purchase of major real estate nonrecourse loans. The Bank's Basel III international standard (fully loaded basis) common equity tier 1 capital ratio increased from 11.9% as of March 31, 2015, to 12.9% as of March 31, 2016.

- The balance of nonperforming loans under the Financial Revitalization Law (nonconsolidated basis) declined ¥26.2 billion during fiscal year 2015 to ¥34.7 billion as of March 31, 2016 due to factors such as improvements in obligor categorizations as well as progress in collections and the sale of assets. Additionally, the proportion of nonperforming claims to the overall loan balance improved from 1.42% as of March 31, 2015, to 0.79% as of March 31, 2016.

[1] In accordance with the revision of the Accounting Standard for Business Combination, as of FY2015 net income and cash basis net income are referred to as profit attributable to owners of the parent and cash basis profit attributable to owners of the parent.

Results of Operations (Consolidated)[1]

(Billions of yen)

	FY2015 (12 months)	FY2014 (12 months)	Change (Amount)	1H FY2015 (6 months)
Net interest income	**122.3**	126.4	(4.1)	61.0
Noninterest income	**94.2**	108.8	(14.6)	49.3
Net fees and commissions	**25.5**	24.7	0.7	13.1
Net trading income	**8.4**	11.5	(3.1)	5.1
Net other business income	**60.3**	72.6	(12.3)	31.0
Income on lease transactions and installment receivables	**39.2**	38.0	1.1	19.3
Total revenue	**216.6**	235.3	(18.7)	110.3
General and administrative expenses	**(140.5)**	(141.6)	1.1	(69.7)
Ordinary business profit	**76.0**	93.6	(17.6)	40.6
Net credit costs	**(3.7)**	(11.8)	8.1	1.2
Ordinary business profit after net credit costs	**72.3**	81.8	(9.4)	41.9
Amortization of goodwill and other intangible assets[2]	**(7.2)**	(8.4)	1.1	(3.8)
Other gains	**(2.1)**	(0.5)	(1.6)	0.7
Income before income taxes	**62.8**	72.7	(9.9)	38.8
Current income tax	**(1.9)**	(2.4)	0.4	(1.2)
Deferred income tax	**0.5**	(0.9)	1.4	0.2
Profit attributable to noncontrolling interests	**(0.3)**	(1.5)	1.1	(0.3)
Profit attributable to owners of the parent	**60.9**	67.8	(6.9)	37.4
Cash basis profit attribute to owners of the parent[3]	**67.6**	75.4	(7.7)	41.0

1. Represents results based on management accounting basis.
2. In our consolidated financial statements, amortization of goodwill and other intangible assets is recorded in general and administrative expenses.
3. Excludes amortization of goodwill and other intangible assets, net of tax benefit, related to the acquisition of consumer and commercial finance companies.

Noninterest income in the table above is comprised of net fees and commissions, net trading income and net other business income.

Net fees and commissions is primarily comprised of domestic real estate nonrecourse finance fee income, fee income such as servicing fees associated with specialty finance and principal transactions, fee income associated with the guarantee and other business in consumer finance and fee income from the sale of products such as mutual funds and insurance.

Net trading income is comprised of derivative related income from transactions with customers, as well as income from proprietary trading undertaken by the Bank.

Net other business income is comprised of income on lease transactions and installment receivables, gains and losses on monetary trusts primarily associated with credit trading of the Principal Transactions business and gains and losses on the sale of securities in ALM operations.

Interest-Earning Assets and Interest-Bearing Liabilities (Consolidated)

(Billions of yen, except percentages)

	FY2015 (12 months)			FY2014 (12 months)			1H FY2015 (6 months)		
	Average Balance	Interest	Yield/rate[1] (%)	Average Balance	Interest	Yield/rate[1] (%)	Average Balance	Interest	Yield/rate[1] (%)
Interest-earning assets[4] :									
Loans and bills discounted	**4,434.2**	**124.9**	**2.82**	4,326.8	125.0	2.89	4,408.8	62.3	2.82
Lease receivables and leased investment assets / installment receivables[4]	**717.1**	**39.2**	**5.47**	678.3	38.0	5.62	707.3	19.3	5.44
Securities	**1,336.9**	**13.3**	**0.99**	1,604.9	20.7	1.29	1,479.3	6.8	0.93
Other interest-earning assets[2, 3]	**277.8**	**2.5**	***	357.8	2.8	***	298.9	1.2	***
Interest-earning assets totals (A)[4]	**6,766.2**	**179.9**	**2.66**	6,968.0	186.7	2.68	6,894.4	89.7	2.60
Interest-bearing liabilities:									
Deposits, including negotiable certificates of deposit	**5,624.2**	**8.4**	**0.15**	5,654.5	10.8	0.19	5,482.6	3.9	0.14
Borrowed money	**775.6**	**4.7**	**0.62**	722.1	4.7	0.66	785.5	2.4	0.61
Subordinated debt	**56.9**	**1.6**	**2.88**	61.7	1.7	2.78	58.4	0.8	2.83
Other borrowed money	**718.7**	**3.1**	**0.44**	660.3	3.0	0.46	727.1	1.5	0.44
Corporate bonds	**130.8**	**2.8**	**2.20**	181.7	5.1	2.85	163.0	2.2	2.71
Subordinated bonds	**74.7**	**2.5**	**3.41**	149.9	4.9	3.29	114.4	2.0	3.60
Other corporate bonds	**56.0**	**0.3**	**0.58**	31.7	0.2	0.76	48.6	0.1	0.61
Other interest-bearing liabilities[2]	**611.9**	**2.2**	***	787.9	1.4	***	681.0	0.8	***
Interest-bearing liabilities totals (B)	**7,142.7**	**18.3**	**0.26**	7,346.4	22.1	0.30	7,112.3	9.4	0.26
Net interest margin (A)-(B)[4]	**-**	**161.5**	**2.40**	-	164.5	2.38	-	80.3	2.33
Noninterest-bearing sources of funds:									
Noninterest-bearing (assets) liabilities, net	**(1,133.5)**	**-**	**-**	(1,074.0)	-	-	(965.7)	-	-
Total equity excluding noncontrolling interests in subsidiaries[5]	**757.0**	**-**	**-**	695.5	-	-	747.8	-	-
Total noninterest-bearing sources of funds (C)	**(376.4)**	**-**	**-**	(378.4)	-	-	(217.8)	-	-
Sum of total expense on interest-bearing liabilities and noninterest-bearing sources of funds (D)=(B)+(C)	**6,766.2**	**18.3**	**0.27**	6,968.0	22.1	0.32	6,894.4	9.4	0.27
Interest income / yield on interest earning assets (A)-(D)[4]	**-**	**161.5**	**2.39**	-	164.5	2.36	-	80.3	2.32
Reconciliation of total revenue on interest-earning									
Total revenue on interest-earning assets	**6,766.2**	**179.9**	**2.66**	6,968.0	186.7	2.68	6,894.4	89.7	2.60
Less: Income on lease transactions and installment receivables	**717.1**	**39.2**	**5.47**	678.3	38.0	5.62	707.3	19.3	5.44
Total interest income	**6,049.0**	**140.7**	**2.33**	6,289.6	148.6	2.36	6,187.1	70.4	2.27
Total interest expense	**-**	**18.3**	**-**	-	22.1	-	-	9.4	-
Net interest income	**-**	**122.3**	**-**	-	126.4	-	-	61.0	-

1. Percentages have been rounded from the third decimal place.
2. Other interest-earning assets and other interest-bearing liabilities include interest swaps.
3. Excludes average balance of non interest-earning assets.
4. Includes lease transactions and installment receivables and related yields.
5. Represents a simple average of the balance at the end of the current period and the balance at the end of the previous period.

The line item "Interest income/yield on interest-earning assets" on the chart above includes revenues from net received interest, revenue earned on lease receivables and leased investment assets, and installment account receivables. However, while the Bank considers income on lease transactions and installment receivables to be a component of net interest income, Japanese GAAP does not include income on lease transactions and installment accounts receivables in net interest income (in accordance with Japanese GAAP, income on lease transactions and installment accounts receivables is reported in net other business income in our consolidated statements of operations).

Noninterest Income (Consolidated)

(Billions of yen)

	FY2015 (12 months)	FY2014 (12 months)	Change (Amount)	1H FY2015 (6 months)
Institutional Group	**31.6**	44.3	(12.7)	16.2
Institutional Business	**4.0**	5.7	(1.6)	2.2
Structured Finance	**6.2**	5.5	0.7	3.5
Principal Transactions	**2.8**	15.9	(13.1)	(0.8)
Showa Leasing	**18.4**	17.1	1.2	11.3
Global Markets Group	**6.0**	10.2	(4.2)	5.1
Markets Sub-Group	**3.3**	7.2	(3.8)	3.6
Others	**2.6**	3.0	(0.3)	1.5
Individual Group	**48.5**	47.8	0.7	24.7
Retail Banking	**5.4**	6.5	(1.1)	3.6
Shinsei Financial and *Shinsei Bank Card Loan - Lake* [1,2]	**(1.6)**	(2.1)	0.5	(1.0)
SHINKI	**(0.4)**	(0.5)	0.0	(0.2)
APLUS FINANCIAL[2]	**44.9**	43.7	1.1	22.2
Others	**0.2**	0.2	0.0	0.1
Corporate/Other	**8.0**	6.4	1.6	3.2
Noninterest income	**94.2**	108.8	(14.6)	49.3

1. Income of Shinsei Financial and "Shinsei Bank Card Loan - Lake" in the Lake business (started on October 1, 2011) are combined on a management accounting basis.

2. In accordance with a Group internal restructuring of the consumer finance business, a portion of the profit and loss of “Shinsei Financial and Shinsei Bank Lake” has been recombined into “APLUS FINANCIAL.”

Noninterest income in the Institutional Group in fiscal year 2015 totaled ¥31.6 billion, decreased ¥12.7 billion compared to ¥44.3 billion recorded in fiscal year 2014. This reduction was due primarily to the non-recurrence of major revenues recorded in the Principal Transactions business in the previous fiscal year and the recording of a loss resulting from the reassessment of a fund investment.

Noninterest income in the Global Markets Group in fiscal year 2015 totaled ¥6.0 billion, decreased ¥4.2 billion compared to ¥10.2 billion recorded in fiscal year 2014. This decrease was due to sluggish results in markets related businesses despite an increase in revenues associated primarily with derivatives transactions with customers.

Noninterest income in the Individual Group in fiscal year 2015 totaled ¥48.5 billion, increased ¥0.7 billion compared to ¥47.8 billion recorded in fiscal year 2014. This was due to factors such as an increase in revenues from the installment sales finance business of APLUS FINANCIAL.

Noninterest income in Corporate/Others in fiscal year 2015 totaled ¥8.0 billion, increased ¥1.6 billion compared to fiscal year 2014.

General and Administrative Expenses (Consolidated)

(Billions of yen)

	FY2015 (12 months)	FY2014 (12 months)	Change (Amount)	1H FY2015 (6 months)
Personnel expenses	**(56.9)**	(56.9)	0.0	(28.6)
Nonpersonnel expenses	**(83.5)**	(84.6)	1.1	(41.0)
Premises expenses	**(19.3)**	(19.4)	0.0	(9.5)
Technology and data processing expenses	**(19.3)**	(18.8)	(0.4)	(9.5)
Advertising expenses	**(10.4)**	(11.4)	0.9	(5.0)
Consumption and property taxes	**(8.6)**	(7.8)	(0.7)	(4.3)
Deposit insurance premium	**(2.0)**	(3.5)	1.4	(1.0)
Other general and administrative expenses	**(23.7)**	(23.5)	(0.1)	(11.5)
General and administrative expenses	**(140.5)**	(141.6)	1.1	(69.7)

Net Credit Costs (Consolidated) [1]

(Billions of yen)

	FY2015 (12 months)	FY2014 (12 months)	Change (Amount)	1H FY2015 (6 months)
Losses on write-off of loans/Losses on sale of loans	**(1.3)**	(4.9)	3.6	(0.5)
Net provision of reserve for loan losses:	**(10.8)**	(15.0)	4.2	(3.2)
Net provision of general reserve for loan losses	**(21.8)**	(14.3)	(7.4)	(10.9)
Net provision of specific reserve for loan losses	**11.0**	(0.6)	11.6	7.7
Net provision of specific reserve for other credit losses	**-**	-	-	-
Other credit costs relating to leasing business	**0.2**	0.1	0.1	(0.0)
Recoveries of written-off claims	**8.1**	8.0	0.1	5.0
Net credit costs	**(3.7)**	(11.8)	8.1	1.2

1. Amounts of losses, net provision and costs are shown in parentheses (minus). Amounts of recoveries and reversals are shown in plus.

Amortization of Goodwill and Other Intangible Assets (Consolidated)

(Billions of yen)

	FY2015 (12 months)	FY2014 (12 months)	Change (Amount)	1H FY2015 (6 months)
Shinsei Financial	**(4.1)**	(5.2)	1.0	(2.3)
SHINKI	**0.3**	0.3	-	0.1
APLUS FINANCIAL	**(0.8)**	(0.8)	0.0	(0.4)
Showa Leasing	**(2.6)**	(2.7)	0.0	(1.2)
Others	**0.0**	0.0	-	0.0
Amortization of goodwill and other intangible assets	**(7.2)**	(8.4)	1.1	(3.8)

Other Gains (Consolidated)

(Billions of yen)

	FY2015 (12 months)	FY2014 (12 months)	Change (Amount)	1H FY2015 (6 months)
Extraordinary income	**0.7**	(0.3)	1.0	0.4
Net gain on disposal of premises and equipment	**0.4**	0.9	(0.5)	(0.0)
Other extraordinary income	**0.2**	(1.3)	1.5	0.4
Provisions of reserve for losses on interest repayment	**(2.7)**	(4.0)	1.3	-
Shinsei Financial	**-**	-	-	-
SHINKI	**-**	-	-	-
APLUS FINANCIAL	**(2.7)**	(4.0)	1.3	-
Other	**-**	-	-	-
Other	**(0.2)**	3.8	(4.0)	0.2
Other gains	**(2.1)**	(0.5)	(1.6)	0.7

Profit Attributable to Noncontrolling Interests (Consolidated)

(Billions of yen)

	FY2015 (12 months)	FY2014 (12 months)	Change (Amount)	1H FY2015 (6 months)
Dividends on perpetual preferred securities (hybrid Tier I capital) issued by foreign SPCs	**(0.6)**	(1.6)	1.0	(0.4)
Others	**0.2**	0.1	0.1	0.0
Profit attributable to noncontrolling interests	**(0.3)**	(1.5)	1.1	(0.3)

Business Line Results (Consolidated)

(Billions of yen)

	FY2015 (12 months)	FY2014 (12 months)	Change (Amount)	1H FY2015 (6 months)
Institutional Group:				
Net interest income	25.3	35.0	(9.6)	13.3
Noninterest income	31.6	44.3	(12.7)	16.2
Total revenue	56.9	79.4	(22.4)	29.5
General and administrative expenses	(29.7)	(29.0)	(0.7)	(14.7)
Ordinary business profit	27.2	50.4	(23.2)	14.8
Net credit costs	19.8	3.9	15.9	13.4
Ordinary business profit after net credit costs	47.0	54.3	(7.2)	28.2
Global Markets Group:				
Net interest income	1.8	2.2	(0.4)	1.0
Noninterest income	6.0	10.2	(4.2)	5.1
Total revenue	7.8	12.5	(4.6)	6.1
General and administrative expenses	(7.5)	(7.1)	(0.3)	(3.7)
Ordinary business profit	0.3	5.3	(5.0)	2.3
Net credit costs	0.3	(0.0)	0.4	0.2
Ordinary business profit after net credit costs	0.7	5.3	(4.5)	2.6
Individual Group:				
Net interest income	90.7	88.8	1.9	44.7
Noninterest income	48.5	47.8	0.7	24.7
Total revenue	139.3	136.6	2.6	69.5
General and administrative expenses	(102.5)	(103.1)	0.6	(50.7)
Ordinary business profit	36.7	33.4	3.3	18.8
Net credit costs	(23.9)	(15.7)	(8.2)	(12.4)
Ordinary business profit after net credit costs	12.7	17.7	(4.9)	6.4
Corporate/Other[1]:				
Net interest income	4.3	0.3	4.0	1.8
Noninterest income	8.0	6.4	1.6	3.2
Total revenue	12.4	6.7	5.6	5.1
General and administrative expenses	(0.7)	(2.3)	1.6	(0.4)
Ordinary business profit	11.6	4.3	7.2	4.6
Net credit costs	0.0	0.0	0.0	0.0
Ordinary business profit after net credit costs	11.6	4.3	7.2	4.6
Total:				
Net interest income	122.3	126.4	(4.1)	61.0
Noninterest income	94.2	108.8	(14.6)	49.3
Total revenue	216.6	235.3	(18.7)	110.3
General and administrative expenses	(140.5)	(141.6)	1.1	(69.7)
Ordinary business profit	76.0	93.6	(17.6)	40.6
Net credit costs	(3.7)	(11.8)	8.1	1.2
Ordinary business profit after net credit costs	72.3	81.8	(9.4)	41.9

1. "Corporate/Other" includes company-wide accounts which are not included in our reportable segments, allocation variance of indirect expense and elimination amount of inter-segment transactions.

Segment Information

As of April 1, 2015, the Institutional Group and the Global Markets Group have integrated the Financial Institutions Sub-Group of the Global Markets Group into the Institutional Business Sub-Group of the Institutional Group. Furthermore, as of May 1, 2015, all Sub-Groups within the Institutional Group have been abolished as a part of organizational changes. Together with these organizational changes, the corporate revitalization support business, previously a part of Structured Finance, as well as asset backed investments and business incubation, previously a part of Others in the Institutional Group, were transferred to Principal Transactions, and the planning and administration operations of the Overseas Banking Division, previously a part of Others in the Institutional Group, were transferred to Corporate/Others.

Institutional Business		Focuses primarily on corporate, public and financial sector finance and advisory businesses.
	Institutional Business	"Institutional Business" provides financial products and services, advisory services, and health care finance to businesses and public corporations and financial institutions.
	Structured Finance	"Structured Finance" provides real estate related nonrecourse and corporate finance, M&A related finance, specialty finance and trust services.
	Principal Transactions	"Principal Transactions" is engaged in the credit trading businesses, private equity, corporate revitalization support business, the provision of business succession and business switching and withdrawal support services and asset-backed investment.
	Showa Leasing	"Showa Leasing" primarily provides leasing related financial products and services.

Global Markets Group:		Focuses primarily on financial markets business.
	Markets Sub-Group	"Markets Sub-Group" is engaged in foreign exchange, derivatives, equity related and other capital markets transactions.
	Others Global Markets Group	"Other Global Markets Group" consists of the profit and loss attributable to Shinsei Securities, asset management, wealth management and other products and services of the Global Markets Group.

Individual Group:		Focuses on retail financial products and services.
	Retail Banking	"Retail Banking" provides financial transactions and services to retail customers such as yen/foreign currency, structured deposits services, investment trust, brokerage service (through a partner institution), life and nonlife insurance (through partner institutions) and housing loans.
	Shinsei Financial	"Shinsei Financial" provides consumer finance products and services and guarantee services (Shinsei Financial, Shinsei Bank Lake, SHINKI).
	APLUS FINANCIAL	"APLUS FINANCIAL" provides installment sales credit, credit cards, guarantees, financing and settlement services.
	Others Individual Group	The "Others Individual Group" consists of profit and loss attributable to unallocated consumer finance business and other subsidiaries.

Corporate/Other:		"Corporate/Other" includes company-wide accounts which are not included in our reportable segments, allocation variance of indirect expense and elimination amount of inter-segment transactions.
	Treasury	The "Treasury Sub-Group" undertakes ALM related operations and includes gains and losses from equity and subordinated debt financing activities.

Institutional Group[1] (Consolidated)

(Billions of yen)

	FY2015 (12 months)	FY2014 (12 months)	Change (Amount)	1H FY2015 (6 months)
Institutional Business :				
Net interest income	**10.2**	11.6	(1.4)	5.1
Noninterest income	**4.0**	5.7	(1.6)	2.2
Total revenue	**14.2**	17.3	(3.0)	7.3
General and administrative expenses	**(10.4)**	(9.4)	(0.9)	(5.1)
Ordinary business profit	**3.8**	7.8	(4.0)	2.2
Net credit costs	**(0.6)**	(2.2)	1.5	(0.3)
Ordinary business profit after net credit costs	**3.1**	5.6	(2.5)	1.8
Structured Finance :				
Net interest income	**12.7**	12.7	(0.0)	6.1
Noninterest income	**6.2**	5.5	0.7	3.5
Total revenue	**19.0**	18.3	0.7	9.7
General and administrative expenses	**(5.5)**	(5.1)	(0.4)	(2.8)
Ordinary business profit	**13.5**	13.1	0.3	6.9
Net credit costs	**20.4**	6.6	13.8	13.3
Ordinary business profit after net credit costs	**33.9**	19.8	14.1	20.2
Principal Transactions :				
Net interest income	**4.5**	12.8	(8.2)	3.0
Noninterest income	**2.8**	15.9	(13.1)	(0.8)
Total revenue	**7.3**	28.7	(21.3)	2.1
General and administrative expenses	**(5.1)**	(6.2)	1.0	(2.6)
Ordinary business profit	**2.1**	22.5	(20.3)	(0.4)
Net credit costs	**(0.3)**	(1.7)	1.4	0.0
Ordinary business profit after net credit costs	**1.8**	20.7	(18.9)	(0.4)
Showa Leasing:				
Net interest income	**(2.1)**	(2.1)	(0.0)	(1.0)
Noninterest income	**18.4**	17.1	1.2	11.3
Total revenue	**16.2**	14.9	1.2	10.2
General and administrative expenses	**(8.5)**	(8.1)	(0.3)	(4.1)
Ordinary business profit	**7.6**	6.8	0.8	6.1
Net credit costs	**0.4**	1.2	(0.8)	0.4
Ordinary business profit after net credit costs	**8.0**	8.0	0.0	6.5
Institutional Group:				
Net interest income	**25.3**	35.0	(9.6)	13.3
Noninterest income	**31.6**	44.3	(12.7)	16.2
Total revenue	**56.9**	79.4	(22.4)	29.5
General and administrative expenses	**(29.7)**	(29.0)	(0.7)	(14.7)
Ordinary business profit	**27.2**	50.4	(23.2)	14.8
Net credit costs	**19.8**	3.9	15.9	13.4
Ordinary business profit after net credit costs	**47.0**	54.3	(7.2)	28.2

1. Net of consolidation adjustments, if applicable.

Global Markets Group[1] (Consolidated)

(Billions of yen)

	FY2015 (12 months)	FY2014 (12 months)	Change (Amount)	1H FY2015 (6 months)
Markets Sub-Group:				
Net interest income	**1.7**	2.0	(0.3)	1.0
Noninterest income	**3.3**	7.2	(3.8)	3.6
Total revenue	**5.1**	9.2	(4.1)	4.6
General and administrative expenses	**(3.4)**	(3.3)	(0.1)	(1.7)
Ordinary business profit	**1.6**	5.9	(4.3)	2.8
Net credit costs	**0.1**	(0.0)	0.1	0.0
Ordinary business profit after net credit costs	**1.7**	5.9	(4.1)	2.9
Others:				
Net interest income	**0.0**	0.1	(0.0)	0.0
Noninterest income	**2.6**	3.0	(0.3)	1.5
Total revenue	**2.7**	3.2	(0.4)	1.5
General and administrative expenses	**(4.0)**	(3.7)	(0.2)	(2.0)
Ordinary business profit	**(1.2)**	(0.5)	(0.6)	(0.4)
Net credit costs	**0.2**	(0.0)	0.2	0.1
Ordinary business profit after net credit costs	**(0.9)**	(0.5)	(0.4)	(0.3)
Global Markets Group:				
Net interest income	**1.8**	2.2	(0.4)	1.0
Noninterest income	**6.0**	10.2	(4.2)	5.1
Total revenue	**7.8**	12.5	(4.6)	6.1
General and administrative expenses	**(7.5)**	(7.1)	(0.3)	(3.7)
Ordinary business profit	**0.3**	5.3	(5.0)	2.3
Net credit costs	**0.3**	(0.0)	0.4	0.2
Ordinary business profit after net credit costs	**0.7**	5.3	(4.5)	2.6

1. Net of consolidation adjustments, if applicable.

Individual Group (Consolidated) [1]

(Billions of yen)

	FY2015 (12 months)	FY2014 (12 months)	Change (Amount)	1H FY2015 (6 months)
Retail banking:				
Net interest income	**21.5**	23.8	(2.2)	10.6
Noninterest income	**5.4**	6.5	(1.1)	3.6
Total revenue	**27.0**	30.3	(3.3)	14.3
General and administrative expenses	**(33.3)**	(34.4)	1.1	(16.4)
Ordinary business profit	**(6.3)**	(4.1)	(2.2)	(2.1)
Net credit costs	**(0.1)**	0.2	(0.3)	(0.1)
Ordinary business profit after net credit costs	**(6.4)**	(3.9)	(2.5)	(2.3)
Shinsei Financial and Shinsei Bank Lake [2, 3] :				
Net interest income	**54.3**	50.2	4.0	26.7
Noninterest income	**(1.6)**	(2.1)	0.5	(1.0)
Total revenue	**52.6**	48.1	4.5	25.7
General and administrative expenses	**(28.9)**	(27.7)	(1.1)	(13.8)
Ordinary business profit	**23.7**	20.4	3.3	11.9
Net credit costs	**(13.7)**	(8.9)	(4.8)	(7.3)
Ordinary business profit after net credit costs	**10.0**	11.5	(1.4)	4.5
SHINKI:				
Net interest income	**6.9**	6.7	0.1	3.4
Noninterest income	**(0.4)**	(0.5)	0.0	(0.2)
Total revenue	**6.4**	6.2	0.1	3.2
General and administrative expenses	**(3.3)**	(4.4)	1.1	(1.8)
Ordinary business profit	**3.0**	1.7	1.2	1.4
Net credit costs	**(1.4)**	(1.1)	(0.3)	(0.7)
Ordinary business profit after net credit costs	**1.6**	0.6	0.9	0.7
APLUS FINANCIAL [3] :				
Net interest income	**6.8**	6.7	0.1	3.2
Noninterest income	**44.9**	43.7	1.1	22.2
Total revenue	**51.7**	50.4	1.3	25.5
General and administrative expenses	**(36.1)**	(35.8)	(0.2)	(18.2)
Ordinary business profit	**15.6**	14.6	1.0	7.2
Net credit costs	**(8.7)**	(6.1)	(2.6)	(4.2)
Ordinary business profit after net credit costs	**6.8**	8.4	(1.6)	3.0
Others [4] :				
Net interest income	**1.1**	1.2	(0.1)	0.5
Noninterest income	**0.2**	0.2	0.0	0.1
Total revenue	**1.3**	1.4	(0.0)	0.7
General and administrative expenses	**(0.7)**	(0.6)	(0.1)	(0.3)
Ordinary business profit	**0.5**	0.7	(0.1)	0.3
Net credit costs	**0.1**	0.1	(0.0)	0.1
Ordinary business profit after net credit costs	**0.7**	0.9	(0.2)	0.4
Individual Group:				
Net interest income	**90.7**	88.8	1.9	44.7
Noninterest income	**48.5**	47.8	0.7	24.7
Total revenue	**139.3**	136.6	2.6	69.5
General and administrative expenses	**(102.5)**	(103.1)	0.6	(50.7)
Ordinary business profit	**36.7**	33.4	3.3	18.8
Net credit costs	**(23.9)**	(15.7)	(8.2)	(12.4)
Ordinary business profit after net credit costs	**12.7**	17.7	(4.9)	6.4

1. Net of consolidation adjustments, if applicable.

2. Results for Shinsei Financial and "Shinsei Bank Card Loan - Lake" in the Lake business (started on October 1, 2011) are combined on a management accounting basis.

3. In accordance with a Group internal restructuring of the consumer finance business, a portion of the profit and loss of "Shinsei Financial and Shinsei Bank Lake" has been recombined into "APLUS FINANCIAL."

4. Includes Shinsei Property Finance and unallocated consumer finance business financials.

Revenues by Individual Group (Consolidated)[1]

(Billions of yen)

	FY2015 (12 months)	FY2014 (12 months)	Change (Amount)	1H FY2015 (6 months)
Retail Banking:	**27.0**	30.3	(3.3)	14.3
Deposits and debentures net interest income	**11.1**	13.5	(2.3)	5.4
Deposits and debentures noninterest income	**0.5**	2.4	(1.9)	1.1
Asset management	**6.1**	5.1	1.0	3.1
Loans	**9.0**	9.1	(0.0)	4.6
Shinsei Financial and Shinsei Bank Card Loan - Lake[2,3]	**52.6**	48.1	4.5	25.7
SHINKI	**6.4**	6.2	0.1	3.2
APLUS FINANCIAL[3]	**51.7**	50.4	1.3	25.5
Others[4]	**1.3**	1.4	(0.0)	0.7
Total revenue	**139.3**	136.6	2.6	69.5

1. Net of consolidation adjustments, if applicable.

2. Results for Shinsei Financial and "Shinsei Bank Card Loan - Lake" in the Lake business (started on October 1, 2011) are combined on a management accounting basis.

3. In accordance with a Group internal restructuring of the consumer finance business, a portion of the profit and loss of “Shinsei Financial and Shinsei Bank Lake” has been recombined into “APLUS FINANCIAL.”

4. Includes Shinsei Property Finance and unallocated consumer finance business financials.

Corporate/Other (Consolidated)[1]

(Billions of yen)

	FY2015 (12 months)	FY2014 (12 months)	Change (Amount)	1H FY2015 (6 months)
***Treasury Sub-Group*:**				
Net interest income	**4.3**	0.3	4.0	1.8
Noninterest income	**7.1**	6.1	1.0	2.6
Total revenue	**11.5**	6.4	5.0	4.5
General and administrative expenses	**(1.6)**	(1.6)	(0.0)	(0.8)
Ordinary business profit	**9.8**	4.8	4.9	3.7
Net credit costs	**0.0**	0.0	0.0	0.0
Ordinary business profit after net credit costs	**9.8**	4.8	4.9	3.7
***Corporate/Other (excluding Treasury Sub-Group)*[1]:**				
Net interest income	**(0.0)**	(0.0)	(0.0)	(0.0)
Noninterest income	**0.8**	0.3	0.5	0.5
Total revenue	**0.8**	0.3	0.5	0.5
General and administrative expenses	**0.9**	(0.7)	1.7	0.3
Ordinary business profit	**1.8**	(0.4)	2.2	0.9
Net credit costs	**0.0**	0.0	0.0	0.0
Ordinary business profit after net credit costs	**1.8**	(0.4)	2.2	0.9
***Corporate/Other*[1]:**				
Net interest income	**4.3**	0.3	4.0	1.8
Noninterest income	**8.0**	6.4	1.6	3.2
Total revenue	**12.4**	6.7	5.6	5.1
General and administrative expenses	**(0.7)**	(2.3)	1.6	(0.4)
Ordinary business profit	**11.6**	4.3	7.2	4.6
Net credit costs	**0.0**	0.0	0.0	0.0
Ordinary business profit after net credit costs	**11.6**	4.3	7.2	4.6

1. "Corporate/Other" includes company-wide accounts which are not included in our reportable segments, allocation variance of indirect expense and elimination amount of inter-segment transactions.

Major Balance Sheet Data (Consolidated)

(Billions of yen)

	Mar 31 2016	Mar 31 2015	Change (Amount)
Loans and bills discounted	**4,562.9**	4,461.2	101.6
Installment receivables	**516.3**	459.1	57.2
Leased assets, lease receivables and leased investment assets	**232.5**	244.6	(12.0)
Securities	**1,227.8**	1,477.3	(249.4)
Other monetary claims purchased	**81.7**	93.4	(11.6)
Other interest earning assets[1]	**1,133.4**	973.7	159.7
Trading assets	**336.3**	317.3	18.9
Monetary assets held in trust	**255.5**	233.9	21.6
Goodwill, net	**18.1**	23.1	(5.0)
Other intangible assets[2]	**4.1**	6.3	(2.1)
Other assets	**370.8**	415.8	(45.0)
Customer's liabilities for acceptances and guarantees	**280.6**	291.7	(11.1)
Reserve for credit losses	**(91.7)**	(108.2)	16.5
Total assets	**8,928.7**	8,889.8	38.9
Deposits and negotiable certificates of deposit	**5,800.9**	5,452.7	348.2
Borrowed money	**801.7**	805.2	(3.4)
Corporate bonds	**95.1**	157.5	(62.3)
Other interest bearing liabilities[3]	**328.1**	490.8	(162.7)
Trading liabilities	**294.3**	267.9	26.3
Reserve for losses on interest repayments	**133.6**	170.2	(36.5)
Other liabilities	**401.0**	499.7	(98.7)
Acceptances and guarantees	**280.6**	291.7	(11.1)
Total liabilities	**8,135.6**	8,136.0	(0.4)
Total equity	**793.1**	753.7	39.3

1. Includes cash and due from banks, call loans, receivables under resale agreements and collateral related to securities borrowing transactions.
2. Intangible assets recorded through consolidation of Shinsei Financial and Showa Leasing.
3. Includes call money, payables under repurchase agreements, collateral related to securities lending transactions, debentures and short-term corporate bonds.

Reserve for Credit Losses (Consolidated)

(Billions of yen)

	Mar 31 2016	Mar 31 2015	Change (Amount)
General reserve for loan losses	**64.5**	60.2	4.2
Specific reserve for loan losses	**27.1**	47.9	(20.7)
Reserve for loans to restructuring countries	**0.0**	0.0	(0.0)
Total reserve for credit losses	**91.7**	108.2	(16.5)

Risk Monitored Loans (Consolidated)

(Billions of yen)

	Mar 31 2016	Mar 31 2015	Change (Amount)
Loans to bankrupt obligors	**4.3**	3.2	1.0
Nonaccrual delinquent loans	**62.3**	87.7	(25.4)
Loans past due for three months or more	**1.6**	1.3	0.3
Restructured loans	**26.9**	29.1	(2.1)
Total (A)	**95.3**	121.5	(26.1)
Loans and bills discounted (B)	**4,562.9**	4,461.2	101.6
Ratio to total loans and bills discounted (A/B X 100) (%)	**2.09%**	2.72%	
Reserve for credit losses (C)	**91.7**	108.2	(16.5)
Reserve ratio（C/A X 100) (%)	**96.2%**	89.1%	

Loans by Borrower Industry (Consolidated)

(Billions of yen)

	Mar 31 2016	Mar 31 2015	Change (Amount)
Domestic offices(excluding Japan offshore market accounts):			
Manufacturing	**197.3**	197.8	(0.5)
Agriculture and forestry	**0.0**	0.1	(0.0)
Fishery	**0.1**	0.0	0.0
Mining, quarrying and gravel extraction	**0.2**	0.1	0.1
Construction	**10.5**	10.7	(0.2)
Electrical, natural gas and water supply	**235.6**	204.6	30.9
Information and communications	**37.3**	39.6	(2.2)
Transportation and postal service	**181.4**	187.9	(6.4)
Wholesale and retail	**104.3**	99.2	5.0
Finance and insurance	**541.4**	628.6	(87.2)
Real estate	**608.1**	549.0	59.1
Services	**308.2**	344.4	(36.1)
Local government	**79.4**	94.2	(14.7)
Others	**2,157.9**	2,023.4	134.4
Loans to individual customers (retail banking,Shinsei Bank Lake, Shinsei Financial, SHINKI and APLUS FINANCIAL)	**1,806.4**	1,727.1	79.3
Total domestic (A)	**4,462.2**	4,380.2	82.0
Overseas offices(including Japan offshore market accounts):			
Governments	**0.7**	1.1	(0.3)
Financial institutions	**8.5**	-	8.5
Others	**91.3**	79.8	11.4
Total overseas (B)	**100.6**	81.0	19.6
Total (A+B)	**4,562.9**	4,461.2	101.6

Securities by Category (Consolidated)

(Billions of yen)

	Mar 31 2016	Mar 31 2015	Change (Amount)
Trading securities	**0.0**	0.0	△ 0.0
Securities being held to maturity	**559.5**	644.5	△ 84.9
Available-for-sale Securities	**621.1**	781.3	△ 160.1
Securities carried at fair value	**574.7**	720.5	△ 145.7
Securities carried at cost whose fair value cannot be reliably determined	**46.4**	60.7	△ 14.3
Equity securities of unconsolidated subsidiaries and affiliates	**47.1**	51.4	△ 4.3
Securities	**1,227.8**	1,477.3	△ 249.4

Securities Being Held to Maturity (Consolidated)

(Billions of yen)

	Mar 31, 2016			Mar 31, 2015		
	Carrying amount	**Fair value**	**Unrealized gain (loss)**	Carrying amount	Fair value	Unrealized gain (loss)
Fair value exceeds carrying amount						
Japanese national government bonds	**535.8**	**544.2**	**8.3**	508.5	511.0	2.4
Other	**23.7**	**24.4**	**0.7**	39.0	41.6	2.6
Subtotal	**559.5**	**568.6**	**9.0**	547.5	552.6	5.0
Fair value does not exceed carrying amount						
Japanese national government bonds	**-**	**-**	**-**	96.9	96.8	(0.0)
Other	**-**	**-**	**-**	-	-	-
Subtotal	**-**	**-**	**-**	96.9	96.8	(0.0)
Total	**559.5**	**568.6**	**9.0**	644.5	649.5	5.0

Securities Available for Sale (Consolidated)

(Billions of yen)

	Mar 31, 2016			Mar 31, 2015		
	Carrying amount (Fair value)	**Amortized/ Acquisition cost**	**Unrealized gain (loss)**	Carrying amount (Fair value)	Amortized/ Acquisition cost	Unrealized gain (loss)
Carrying amount exceeds amortized/acquisition cost						
Equity securities	**20.0**	**11.0**	**8.9**	24.7	12.0	12.7
Domestic bonds	**231.2**	**226.7**	**4.4**	127.8	127.2	0.6
Japanese national government bonds	**194.3**	**191.3**	**2.9**	100.4	100.3	0.0
Japanese local government bonds	**0.5**	**0.5**	**0.0**	0.5	0.5	0.0
Japanese corporate bonds	**36.4**	**34.8**	**1.5**	26.9	26.3	0.5
Other	**159.0**	**156.0**	**3.0**	148.1	143.3	4.8
Foreign securities	**150.7**	**148.7**	**1.9**	140.9	137.0	3.9
Foreign currency denominated foreign corporate and government bonds	**104.8**	**103.1**	**1.7**	81.5	79.3	2.2
Yen-denominated foreign corporate and government bonds	**45.8**	**45.6**	**0.2**	57.5	56.4	1.1
Foreign equity securities and others	**0.0**	**0.0**	**0.0**	1.7	1.1	0.5
Other securities	**8.0**	**7.0**	**1.0**	6.4	5.5	0.9
Other monetary claims purchased	**0.2**	**0.2**	**0.0**	0.7	0.7	0.0
Subtotal	**410.3**	**393.9**	**16.4**	300.7	282.5	18.1
Carrying amount does not exceed amortized/acquisition cost						
Equity securities	**2.0**	**2.2**	**(0.2)**	0.8	1.0	(0.2)
Domestic bonds	**52.6**	**53.0**	**(0.4)**	341.9	343.7	(1.8)
Japanese national government bonds	**19.9**	**20.0**	**(0.1)**	284.8	285.6	(0.7)
Japanese local government bonds	**-**	**-**	**-**	-	-	-
Japanese corporate bonds	**32.7**	**33.0**	**(0.2)**	57.0	58.1	(1.0)
Other	**126.5**	**127.4**	**(0.8)**	82.6	82.7	(0.1)
Foreign securities	**109.8**	**110.5**	**(0.7)**	75.4	75.5	(0.0)
Foreign currency denominated foreign corporate and government bonds	**58.8**	**59.2**	**(0.3)**	36.2	36.2	(0.0)
Yen-denominated foreign corporate and government bonds	**50.7**	**51.1**	**(0.3)**	39.2	39.2	(0.0)
Foreign equity securities and others	**0.1**	**0.1**	**-**	0.0	0.0	-
Other securities	**0.1**	**0.1**	**(0.0)**	2.2	2.3	(0.0)
Other monetary claims purchased	**16.6**	**16.7**	**(0.1)**	4.8	4.9	(0.0)
Subtotal	**181.2**	**182.7**	**(1.5)**	425.4	427.6	(2.2)
Total[1, 2]	**591.6**	**576.6**	**14.9**	726.2	710.2	15.9

1. Includes a part of other monetary claims purchased in addition to securities available for sale. Total amounts of securities available for sale excluding such other monetary claims purchased as of March 31, 2016 and March 31, 2015 were ¥574.7 billion and ¥720.5 billion, respectively.

2. Securities whose fair value cannot be reliably determined are not included.

Unrealized Gain (Loss) on Available-for-Sale Securities (Consolidated)

(Billions of yen)

	Mar 31, 2016	Mar 31, 2015
Unrealized gain (loss) before deferred tax on:		
Available-for-sale securities	**14.9**	15.9
The Bank's interests in available-for-sale securities held by partnerships recorded as securities whose fair value cannot be reliably determined and other adjustments	**2.2**	1.1
Securities being held to maturity, reclassified from available-for-sale in the past, under extremely illiquid market conditions	**(0.7)**	(2.1)
Other monetary assets held in trust	**(1.0)**	(1.2)
(-) Deferred tax liabilities	**3.6**	2.8
Unrealized gain (loss) on available-for-sale securities before interest adjustments	**11.8**	10.8
(-) Noncontrolling interests	**0.0**	0.1
(+) The Bank's interests in unrealized gain (loss) on available-for-sale securities held by affiliates to which the equity method is applied	**0.1**	0.0
Unrealized gain (loss) on available-for-sale securities	**11.9**	10.8

Deposits (Consolidated)

(Billions of yen)

	Mar 31 2016	Mar 31 2015	Change (Amount)
Deposits	**5,499.9**	5,367.1	132.8
Liquid (current, ordinary, notice) deposits	**2,049.2**	2,048.3	0.8
Time deposits[1]	**3,005.6**	2,954.1	51.4
Other	**445.1**	364.6	80.4
Negotiable certificates of deposits (NCDs)	**301.0**	85.5	215.4
Total	**5,800.9**	5,452.7	348.2

1. Includes two-week maturity deposits

Hedge-Accounting Derivative Transactions (Consolidated)

(Billions of yen)

Notional Principal Amount	Mar 31, 2016			
	1 year or less	Over 1 year to 5 years	Over 5 years	Total
Interest rate swaps:				
Receive fixed and pay floating	10.0	436.4	20.0	466.4
Receive floating and pay fixed	22.0	105.8	110.2	238.1
Receive floating and pay floating	—	—	—	—
Total notional principal amount	32.0	542.2	130.2	704.5
Currency swaps				
Total notional principal amount	27.8	103.0	27.3	158.3

Financial Ratios (Consolidated)

	FY2015 (12 months)	FY2014 (12 months)	1H FY2015 (6 months)
Return on assets[1]	**0.7%**	0.7%	0.8% [5]
Return on equity[2]	**8.1%**	9.8%	10.0% [5]
Return on equity (fully diluted)[3]	**8.1%**	9.8%	10.0% [5]
Cash basis return on assets[1]	**0.8%**	0.8%	0.9% [5]
Cash basis return on equity[2, 4]	**9.2%**	11.4%	11.4% [5]
Cash basis return on equity (fully diluted)[3, 4]	**9.2%**	11.4%	11.4% [5]
Expense-to-revenue ratio[6, 7]	**64.9%**	60.2%	63.2%

1. Return on assets:

$$\frac{\text{Profit (Losses) Attributable to Owners of the Parent}}{\text{(Total assets at the BOP + Total assets at the EOP)/2}}$$

BOP: beginning of period

EOP: end of period

For the calculation of cash basis return on assets, goodwill and other intangible assets are excluded from the amount of total assets.

2. Return on equity:

$$\frac{\text{Profit (Losses) Attributable to Owners of the Parent}}{\text{(Total equity eligible for common shareholders at the BOP + Total equity eligible for common shareholders at the EOP)/2}}$$

3. Return on equity (fully diluted):

$$\frac{\text{Profit (Losses) Attributable to Owners of the Parent}}{\text{((Total equity at the BOP - Share warrants at the BOP - Noncontrolling interests at the BOP) + (Total equity at the EOP - Share warrants at the EOP - Noncontrolling interests at the EOP))/2}}$$

4. The denominator is calculated as:

((Total capital – goodwill – intangible assets acquired in business combinations (net of associated deferred tax liability) at the beginning of the period) +

(the same values at the end of the period))/2.

5. Annualized basis.

6. Management accounting basis.

7. Expense denotes general and administrative expenses.

Capital Adequacy Ratios (Consolidated)

＜Basel 3, Domestic Standard[1]＞

(Billions of yen, except percentages)

	Mar 31 2016	Mar 31 2015	Change (Amount)
Core capital: instruments and reserves	**855.9**	882.3	(26.3)
Core capital: regulatory adjustments	**(46.4)**	(40.4)	(6.0)
Capital	**809.5**	841.9	(32.4)
Total amount of Risk-weighted assets	**5,698.1**	5,661.9	36.2
Capital ratio	**14.20%**	14.86%	

1. Calculated according to F-IRB.

Consolidated total required capital is ¥501.3billion as at March 31, 2016, ¥490.6 billion as at March 31, 2015.

Per Share Data (Consolidated)

(Yen)

		FY2015 (12 months)	FY2014 (12 months)	Change (Amount)	1H FY2015 (6 months)
Common equity		**294.41**	275.45	18.96	287.49
Fully diluted equity		**294.41**	275.45	18.96	287.49
Basic EPS		**22.96**	25.57	(2.60)	14.11
Diluted EPS		**22.96**	25.57	(2.60)	14.11
Cash basis:					
Basic EPS		**25.50**	28.42	(2.92)	15.45
Diluted EPS		**25.50**	28.42	(2.92)	15.45
For calculation of per share data (Does not include treasury shares) :					
Equity:	Number of common shares (Consolidated)[1]	**2,653,917,147**	2,653,918,339		2,653,918,082
	Fully diluted number of shares (Consolidated)[1]	**2,653,918,679**	2,653,918,339		2,653,924,928
EPS	Number of common shares (Consolidated)[2]	**2,653,918,029**	2,653,918,675		2,653,918,242
	Fully diluted number of shares (Consolidated)[2]	**2,653,919,561**	2,653,918,675		2,653,925,088

1. Outstanding shares at the end of the respective periods.
2. Weighted average number of outstanding shares during the respective period.

Consolidated Balance Sheets

(Millions of yen)

	Mar 31 2016	Mar 31 2015	Change (Amount)
<<Assets>>			
Cash and due from banks	**1,129,213**	881,776	247,437
Call loans and bills bought	**—**	30,000	(30,000)
Receivables under resale agreements	**—**	53,216	(53,216)
Receivables under securities borrowing transactions	**4,243**	8,750	(4,507)
Other monetary claims purchased	**81,763**	93,412	(11,648)
Trading assets	**336,345**	317,399	18,946
Monetary assets held in trust	**255,526**	233,918	21,608
Securities	**1,227,859**	1,477,352	(249,493)
Loans and bills discounted	**4,562,923**	4,461,281	101,642
Foreign exchanges	**17,024**	18,537	(1,512)
Lease receivables and leased investment assets	**211,453**	227,047	(15,594)
Other assets	**799,420**	788,647	10,773
Premises and equipment	**48,781**	46,285	2,495
Intangible assets	**48,897**	49,655	(758)
Goodwill	**18,114**	23,197	(5,083)
Assets for retirement benefits	**2,394**	3,625	(1,231)
Deferred issuance expenses for debentures	**3**	12	(8)
Deferred tax assets	**14,050**	15,373	(1,323)
Customers' liabilities for acceptances and guarantees	**280,620**	291,795	(11,174)
Reserve for credit losses	**(91,732)**	(108,232)	16,500
Total assets	**8,928,789**	8,889,853	38,935
<<Liabilities>>			
Deposits	**5,499,992**	5,367,167	132,825
Negotiable certificates of deposit	**301,001**	85,565	215,436
Debentures	**16,740**	32,300	(15,560)
Call money and bills sold	**40,000**	230,000	(190,000)
Payables under repurchase agreements	**23,779**	29,152	(5,372)
Payables under securities lending transactions	**118,139**	103,369	14,769
Trading liabilities	**294,326**	267,976	26,349
Borrowed money	**801,742**	805,217	(3,474)
Foreign exchanges	**75**	27	48
Short-term corporate bonds	**129,400**	96,000	33,400
Corporate bonds	**95,121**	157,505	(62,384)
Other liabilities	**380,458**	481,359	(100,901)
Accrued employees' bonuses	**8,419**	8,774	(355)
Accrued directors' bonuses	**77**	88	(10)
Liabilities for retirement benefits	**8,791**	8,749	42
Reserve for directors' retirement benefits	**—**	95	(95)
Reserve for reimbursement of debentures	**2,903**	—	2,903
Reserve for losses on interest repayments	**133,695**	170,250	(36,555)
Deferred tax liabilities	**378**	694	(315)
Acceptances and guarantees	**280,620**	291,795	(11,174)
Total liabilities	**8,135,665**	8,136,091	(425)
<<Equity>>			
Shareholders' equity:			
Common stock	**512,204**	512,204	—
Capital surplus	**79,461**	79,461	(0)
Retained earnings	**267,716**	209,419	58,297
Treasury stock, at cost	**(72,559)**	(72,558)	(0)
Total shareholders' equity	**786,823**	728,526	58,296
Accumulated other comprehensive income:			
Unrealized gain (loss) on available-for-sale securities	**11,911**	10,830	1,080
Deferred gain (loss) on derivatives under hedge accounting	**(14,770)**	(11,501)	(3,269)
Foreign currency translation adjustments	**362**	3,682	(3,320)
Defined retirement benefit plans	**(2,970)**	(515)	(2,454)
Total accumulated other comprehensive income	**(5,466)**	2,496	(7,962)
Stock acquisition rights	**512**	1,211	(698)
Noncontrolling interests	**11,254**	21,528	(10,273)
Total equity	**793,124**	753,762	39,361
Total liabilities and equity	**8,928,789**	8,889,853	38,935

Consolidated Statements of Income

(Millions of yen)

	FY2015 (12 months)	FY2014 (12 months)	Change (Amount)
Ordinary income	**375,732**	397,394	(21,661)
Interest income	**140,739**	148,626	(7,887)
Interest on loans and bills discounted	**124,928**	125,085	(156)
Interest and dividends on securities	**13,300**	20,713	(7,413)
Other interest income	**2,510**	2,827	(317)
Fees and commissions income	**47,357**	45,869	1,487
Trading income	**8,598**	11,716	(3,118)
Other business income	**150,925**	154,695	(3,769)
Other ordinary income	**28,111**	36,485	(8,373)
Ordinary expenses	**313,641**	324,311	(10,669)
Interest expenses	**18,394**	22,164	(3,769)
Interest on deposits	**8,212**	10,749	(2,537)
Interest on borrowings	**4,792**	4,730	62
Interest on corporate bonds	**2,877**	5,175	(2,297)
Other interest expenses	**2,512**	1,508	1,003
Fees and commissions expenses	**21,864**	21,171	692
Trading losses	**170**	189	(18)
Other business expenses	**100,883**	99,715	1,167
General and administrative expenses	**148,791**	152,895	(4,103)
Amortization of goodwill	**5,256**	5,780	(524)
Amortization of intangible assets acquired in business combinations	**2,161**	2,832	(670)
Other general and administrative expenses	**141,373**	144,282	(2,908)
Other ordinary expenses	**23,537**	28,175	(4,638)
Provision of reserve for credit losses	**10,802**	15,060	(4,258)
Other	**12,734**	13,114	(380)
Ordinary profit	**62,090**	73,082	(10,991)
Extraordinary gains	**1,714**	1,357	356
Extraordinary losses	**987**	1,679	(691)
Income before income taxes	**62,817**	72,760	(9,943)
Income taxes (benefit):			
Income taxes (benefit) - current	**1,999**	2,450	(450)
Income taxes (benefit) - deferred	**(511)**	908	(1,419)
Total Income taxes (benefit)	**1,488**	3,358	(1,870)
Profit	**61,329**	69,402	(8,072)
Profit attributable to noncontrolling interests	**378**	1,528	(1,150)
Profit attributable to owners of the parent	**60,951**	67,873	(6,921)

Consolidated Statements of Comprehensive Income

(Millions of yen)

	FY2015 (12 months)	FY2014 (12 months)	Change (Amount)
Profit	**61,329**	69,402	(8,072)
Other comprehensive income			
Unrealized gain (loss) on available-for-sale securities	**993**	4,559	(3,566)
Deferred gain (loss) on derivatives under hedge accounting	**(3,269)**	(2,731)	(538)
Foreign currency translation adjustments	**(1,474)**	1,556	(3,030)
Defined retirement benefit plans	**(2,475)**	5,329	(7,805)
Share of other comprehensive income in affiliates	**(2,415)**	3,251	(5,667)
Other comprehensive income	**(8,641)**	11,966	(20,607)
Comprehensive income	**52,687**	81,368	(28,680)
(Breakdown)			
Attributable to:			
Owners of the parent	**52,988**	78,426	(25,438)
Noncontrolling interests	**(300)**	2,941	(3,241)

Consolidated Statement of Changes in Equity

For the fiscal year ended March 31, 2016

(Millions of yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock at cost	Total shareholders' equity
Balance at beginning of the year	512,204	79,461	209,419	(72,558)	728,526
Changes during the year					
Dividends			(2,653)		(2,653)
Profit attributable to owners of the parent			60,951		60,951
Purchase of treasury stock				(0)	(0)
Changes in ownership interest of the parent related to transactions with noncontrolling interests		(0)			(0)
Decrease by inclusion of consolidated subsidiaries			(0)		(0)
Net changes during the year excluding shareholders' equity					
Total changes during the year	—	(0)	58,297	(0)	58,296
Balance at end of the year	512,204	79,461	267,716	(72,559)	786,823

	Accumulated other comprehensive income					Stock acquisition rights	Noncontrolling interests	Total equity
	Unrealized gain (loss) on available-for-sale securities	Deferred gain (loss) on derivatives under hedge accounting	Foreign currency translation adjustments	Defined retirement benefit plans	Total accumulated other comprehensive income			
Balance at beginning of the year	10,830	(11,501)	3,682	(515)	2,496	1,211	21,528	753,762
Changes during the year								
Dividends								(2,653)
Profit attributable to owners of the parent								60,951
Purchase of treasury stock								(0)
Changes in ownership interest of the parent related to transactions with noncontrolling interests								(0)
Decrease by inclusion of consolidated subsidiaries								(0)
Net changes during the year excluding shareholders' equity	1,080	(3,269)	(3,320)	(2,454)	(7,962)	(698)	(10,273)	(18,935)
Total changes during the year	1,080	(3,269)	(3,320)	(2,454)	(7,962)	(698)	(10,273)	39,361
Balance at end of the year	11,911	(14,770)	362	(2,970)	(5,466)	512	11,254	793,124

Consolidated Statements of Cash Flows

(Millions of yen)

	FY2015 (12 months)	FY2014 (12 months)	Change
Ⅰ. Cash flows from operating activities:			
Income (loss) before income taxes	**62,817**	72,760	(9,943)
Depreciation (other than leased assets as lessor)	**10,436**	10,460	(24)
Amortization of goodwill	**5,256**	5,780	(524)
Amortization of intangible assets acquired in business combinations	**2,161**	2,832	(670)
Impairment losses	**636**	1,415	(778)
Equity in net (income) loss of affiliates	**(2,126)**	(4,052)	1,925
Net change in reserve for credit losses	**(16,500)**	(29,126)	12,625
Net change in accrued employees' bonuses	**(354)**	990	(1,344)
Net change in assets for retirement benefits	**1,231**	(834)	2,065
Net change in liabilities for retirement benefits	**49**	(5,038)	5,087
Net change in reserve for reimbursement of debentures	**2,903**	-	2,903
Net change in reserve for losses on interest repayments	**(36,555)**	(37,950)	1,394
Net change in other reserves	**(106)**	(3)	(103)
Interest income	**(140,739)**	(148,626)	7,887
Interest expenses	**18,394**	22,164	(3,769)
(Gain) loss on securities sold	**(1,949)**	(9,496)	7,547
(Gain) loss on monetary assets held in trust	**(5,485)**	(2,475)	(3,010)
Net exchange (gain) loss	**20,111**	(20,123)	40,234
Net (gain) loss on disposal of premises and equipment	**(473)**	(992)	518
Net change in trading assets	**(18,946)**	(68,283)	49,336
Net change in trading liabilities	**26,349**	49,391	(23,041)
Net change in loans and bills discounted	**(101,633)**	(141,544)	39,911
Net change in deposits	**132,803**	(366,057)	498,861
Net change in negotiable certificates of deposit	**215,436**	(31,657)	247,093
Net change in debentures	**(15,560)**	(9,446)	(6,113)
Net change in borrowed money (other than subordinated debt)	**4,139**	173,896	(169,757)
Net change in corporate bonds (other than subordinated corporate bonds)	**22,875**	17,567	5,307
Net change in deposits (other than cash equivalents)	**5,755**	30,826	(25,070)
Net change in call loans	**83,216**	6,451	76,765
Net change in other monetary claims purchased	**9,134**	16,552	(7,418)
Net change in receivables under securities borrowing transactions	**4,507**	14,901	(10,393)
Net change in call money and bills sold	**(195,372)**	79,152	(274,525)
Net change in payables under securities lending transactions	**14,769**	(214,230)	228,999
Net change in foreign exchange assets and liabilities	**1,560**	7,109	(5,548)
Net change in short-term corporate bonds (liabilities)	**33,400**	9,100	24,300
Net change in net trust account	**(162)**	(171)	8
Interest received	**137,928**	139,005	(1,077)
Interest paid	**(17,039)**	(45,443)	28,403
Net change in trading securities	**38**	85	(46)
Net change in monetary assets held in trust	**16,217**	17,669	(1,451)
Net change in leased receivables and leased investment assets	**15,623**	734	14,889
Others, net	**(116,326)**	(48,961)	(67,365)
Subtotal	**178,422**	(505,668)	684,091
Income taxes paid	**(2,620)**	(3,360)	740
Net cash provided by (used in) operating activities	**175,802**	(509,029)	684,831
Ⅱ. Cash flows from investing activities:			
Purchase of securities	**(4,129,938)**	(7,356,545)	3,226,606
Proceeds from sale of securities	**4,137,694**	7,062,709	(2,925,015)
Proceeds from maturity of securities	**225,688**	411,204	(185,515)
Investment in monetary assets held in trust	**(153,252)**	(162,286)	9,034
Proceeds from disposition of monetary assets held in trust	**121,137**	112,901	8,236
Purchase of premises and equipment (other than leased assets as lessor)	**(3,982)**	(4,002)	20
Purchase of intangible assets (other than leased assets as lessor)	**(11,279)**	(6,602)	(4,677)
Purchase of investments in subsidiaries	**-**	(28)	28
Purchase of investments in subsidiaries resulting in change in scope of consolidation	**(1,479)**	-	(1,479)
Others, net	**1,587**	3,046	(1,458)
Net cash provided by (used in) investing activities	**186,174**	60,395	125,779
Ⅲ. Cash flows from financing activities:			
Repayment of subordinated debt	**(7,400)**	(11,000)	3,600
Payment for redemption of subordinated corporate bonds	**(87,849)**	(33,200)	(54,649)
Proceeds from noncontrolling shareholders of subsidiaries	**1**	1,165	(1,164)
Repayments to noncontrolling shareholders	**(9,000)**	(42,962)	33,962
Dividends paid	**(2,653)**	(2,653)	0
Dividends paid to noncontrolling shareholders of subsidiaries	**(987)**	(3,238)	2,251
Purchase of treasury stock	**(0)**	(0)	(0)
Purchase of investments in subsidiaries not resulting in change in scope of consolidation	**(0)**	-	(0)
Net cash provided by (used in) financing activities	**(107,889)**	(91,889)	(16,000)
Ⅳ. Foreign currency translation adjustments on cash and cash equivalents	**(95)**	178	(274)
Ⅴ. Net change in cash and cash equivalents	**253,991**	(540,345)	794,337
Ⅵ. Cash and cash equivalents at beginning of the year	**826,365**	1,366,710	(540,345)
Ⅶ. Cash and cash equivalents at end of the year	**1,080,357**	826,365	253,991

Consolidated Composition of Capital Disclosure

＜Basel 3, Domestic Standard[1]＞

Millions of yen (except percentages)

	Mar 31 2016	Amounts excluded under transitional arrangements
Core capital: instruments and reserves		
Directly issued qualifying common share capital or preferred share capital with a compulsory conversion clause plus related capital surplus and retained earnings	784,169	
of which: capital and capital surplus	591,666	
of which: retained earnings	267,716	
of which: treasury stock (-)	72,559	
of which: earning to be distributed (-)	2,653	
of which: other than above	-	
Accumulated other comprehensive income (amount allowed to be included in Core capital)	(825)	(1,782)
of which: foreign currency translation adjustment	362	
of which: amount related defined benefit	(1,188)	(1,782)
Stock acquisition right to common shares and preferred shares with a compulsory conversion clause	512	
Adjusted noncontrolling interests (amount allowed to be included in Core capital)	15	
Total of reserves included in Core capital: instruments and reserves	1,004	
of which: general reserve for loan losses included in Core capital	1,004	
of which: eligible provision included in Core capital	-	
Eligible noncumulative perpetual preferred shares subject to transitional arrangements (amount allowed to be included in Core capital: instruments and reserves)	-	
Eligible capital instruments subject to transitional arrangements (amount allowed to be included in Core capital: instruments and reserves)	67,691	
Capital instruments issued through measures for capital enhancement by public institutions (amount allowed to be included in Core capital: instruments and reserves)	-	
Land revaluation excess after 55% discount (amount allowed to be included in Core capital: instruments and reserves)	-	
Noncontrolling interests subject to transitional arrangements (amount allowed to be included in Core capital: instruments and reserves)	3,429	
Core capital: instruments and reserves	855,998	
Core capital: regulatory adjustments		
Total amount of intangible assets (excluding those relating to mortgage servicing rights)	28,365	11,032
of which: goodwill (including those equivalent)	18,114	-
of which: other intangibles other than goodwill and mortgage servicing rights	10,251	11,032
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	2,607	3,910
Shortfall of eligible provisions to expected losses	6,552	-
Gain on sale of securitization	8,289	-
Gains and losses due to changes in own credit risk on fair valued liabilities	-	-
Net defined benefit asset	662	993
Investments in own shares (excluding those reported in the net assets section)	-	-
Reciprocal cross-holdings in common equity	-	-
Investments in the capital banking, financial and insurance entities that are outside the scope of regulatory consolidation ("Other Financial Institutions"), net of eligible short positions, where the bank does not own more than 10% of the issued share capital (amount above the 10% threshold)	-	-
Amount exceeding the 10% threshold on specific items	-	-
of which: significant investments in the common stock of Other Financial Institutions, net of eligible short positions	-	-
of which: mortgage servicing rights	-	-
of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-
Amount exceeding the 15% threshold on specific items	-	-
of which: significant investments in the common stock of Other Financial Institutions, net of eligible short positions	-	-
of which: mortgage servicing rights	-	-
of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-
Core capital: regulatory adjustments	46,478	
Capital (consolidated)	809,520	
Risk-weighted assets, etc.		
Total amount of credit risk-weighted assets	5,132,237	
of which: total amount included in risk-weighted assets by transitional arrangements	6,168	
of which: intangible assets (excluding those relating to goodwill and mortgage servicing rights)	11,032	
of which: deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	3,910	
of which: net defined benefit asset	993	
of which: significant investments in the common stock of Other Financial Institutions (net of eligible short positions)	(9,768)	
of which: other than above	-	
Market risk (derived by multiplying the capital requirement by 12.5)	200,054	
Operational risk (derived by multiplying the capital requirement by 12.5)	365,887	
Credit risk-weighted assets adjustments	-	
Operational risk adjustments	-	
Total amount of Risk-weighted assets	5,698,179	
Capital ratio (consolidated)	14.20%	

1. Calculated according to F-IRB.

Results of Operations (Nonconsolidated)

(Billions of yen)

	FY2015 (12 months)	FY2014 (12 months)	Change (Amount)	1H FY2015 (6 months)
Net interest income	**93.7**	91.8	1.8	44.7
Noninterest income	**15.4**	25.7	(10.2)	10.2
Net fees and commissions[1]	**(0.3)**	10.1	(10.4)	1.7
Net trading income	**4.8**	4.5	0.3	2.7
Net other business income	**10.9**	11.0	(0.0)	5.7
Total revenue[1]	**109.2**	117.5	(8.3)	54.9
Personnel expenses	**(26.6)**	(24.4)	(2.1)	(13.5)
Nonpersonnel expenses	**(43.5)**	(46.2)	2.7	(21.1)
Taxes	**(5.0)**	(4.5)	(0.5)	(2.5)
General and administrative expenses	**(75.2)**	(75.2)	0.0	(37.2)
Net business profit[1]	**33.9**	42.3	(8.3)	17.7
Other gains				
Gains on the sales of equities	**(2.9)**	4.1	(7.1)	0.1
Net provision of reserve for credit losses[2]	**17.1**	5.6	11.4	10.5
Losses on write-off of loans	**(0.4)**	(3.6)	3.1	(0.0)
Recoveries of written-off claims	**3.5**	2.1	1.3	2.9
Expenses for employees' retirement benefits	**(0.9)**	(2.0)	1.1	(0.4)
Others	**(0.8)**	(0.6)	(0.1)	0.6
Net ordinary income	**49.3**	47.8	1.5	31.5
Special gains				
Gains from sales of fixed assets and impairment losses	**(0.5)**	(1.2)	0.7	(0.3)
Others	**(5.9)**	(0.1)	(5.8)	(5.3)
Income before income taxes	**42.8**	46.3	(3.5)	25.8
Income taxes - Current	**0.6**	0.4	0.1	0.1
Income taxes - Deferred	**(1.8)**	(1.0)	(0.8)	(0.7)
Net income	**41.5**	45.7	(4.1)	25.2

1. Includes income from monetary assets held in trust of ¥4.4 billion in FY2015, ¥9.0 billion in FY2014 and ¥3.1 billion in 1H FY2015.
2. Reversals of reserve for loan losses was ¥17.1 billion in FY2015, ¥5.6 billion in FY2014 and ¥10.5 billion in 1H FY2015.

The gap between nonconsolidated basis net income and consolidated basis net income results from factors such as profits or losses at our consolidated subsidiaries including Showa Leasing, Shinsei Financial, APLUS FINANCIAL and SHINKI, gains or losses on our investment in our equity method affiliate, Jih Sun Financial Holding Co., Ltd., and whether or not dividends are received from our consolidated subsidiaries.
It should be noted that gains (losses) on the sale of equities and impairments are recorded as other business income in the consolidated financial statements, reflecting the nature of the transaction. However, in the preceding nonconsolidated information, the same transactions are recorded as other gains (losses) in accordance with reporting requirements of the Revitalization Plan.

Total revenue of Shinsei Bank on a nonconsolidated basis for fiscal year 2015 totaled ¥109.2 billion, decreased ¥8.3 billion compared to fiscal year 2014. Of this, net interest income was ¥93.7 billion, increased ¥1.8 billion compared to fiscal year 2014. This increase was due to the absence of significant dividend income from securities investments recorded in the previous fiscal year being offset by factors such as an increase in net interest income associated with the consumer finance business, a reduction in funding costs due to the maturation of high interest rate time deposits in the previous fiscal year and dividend income received from subsidiaries in fiscal year 2015 totaling ¥9.3 billion (¥7.9 billion from Shinsei Financial, ¥0.8 billion from Showa Leasing and others) compared to ¥4.8 billion received in fiscal year 2014 (¥2.9 billion from Shinsei Financial, ¥1.0 billion from Shinsei Trust and Banking, ¥0.8 billion from Showa Leasing). Noninterest income totaled ¥15.4 billion, decreased ¥10.2 billion compared to fiscal year 2014. This was due to the absence of the major revenues recorded in the Institutional Group in fiscal year 2014.

General and administrative expenses of ¥75.2 billion were recorded in fiscal year 2015, the same amount recorded in fiscal year 2014. This was due to continued focus on efficient operational management while simultaneously investing the resources necessary to stabilize and expand the business base of the Bank.

As a result of the preceding, Shinsei Bank recorded a nonconsolidated ordinary business profit of ¥33.9 billion in fiscal year 2015, decreased ¥8.3 billion compared to fiscal year 2014. Additionally, in fiscal year 2015, while net credit costs improved significantly compared to the previous fiscal year by ¥15.9 billion, due to factors such as the recording of a loss in “Others” as a result of the reassessment of a fund investment, net income for fiscal year 2015 totaled ¥41.5 billion, decreased ¥4.1 billion compared to fiscal year 2014.

Interest-Earning Assets and Interest-Bearing Liabilities (Nonconsolidated)

(Billions of yen, except percentages)

	FY2015 (12 months)			FY2014 (12 months)			1H FY2015 (6 months)		
	Average balance	Interest	Yield/rate[1] (%)	Average balance	Interest	Yield/rate[1] (%)	Average balance	Interest	Yield/rate[1] (%)
Interest-earning assets:									
Loans and bills discounted	**4,210.4**	**80.3**	**1.90**	4,088.0	75.8	1.85	4,183.6	39.6	1.89
Securities	**1,726.8**	**25.9**	**1.50**	1,982.3	33.0	1.66	1,865.6	11.7	1.26
Other interest-earning assets[2, 3]	**320.4**	**2.8**	*******	374.5	3.2	***	320.0	1.3	***
Total interest-earning assets	**6,257.7**	**109.1**	**1.74**	6,444.9	112.1	1.73	6,369.2	52.8	1.65
Interest-bearing liabilities:									
Deposits, including negotiable certificates of deposit	**5,735.8**	**8.4**	**0.14**	5,744.3	10.8	0.18	5,589.3	3.9	0.14
Borrowed money	**405.0**	**2.0**	**0.51**	410.3	2.2	0.55	428.8	1.0	0.50
Subordinated debt	**56.9**	**1.6**	**2.87**	61.7	1.7	2.78	58.4	0.8	2.83
Other borrowed money	**348.0**	**0.4**	**0.12**	348.5	0.5	0.16	370.4	0.2	0.14
Corporate bonds	**102.8**	**3.4**	**3.30**	194.8	6.8	3.49	142.0	2.5	3.63
Subordinated bonds	**89.4**	**3.3**	**3.75**	185.8	6.7	3.64	130.7	2.5	3.91
Other corporate bonds	**13.4**	**0.0**	**0.35**	8.9	0.0	0.28	11.3	0.0	0.33
Other interest-bearing liabilities[2]	**508.6**	**1.8**	***	681.8	0.9	***	584.7	0.6	***
Total interest-bearing liabilities	**6,752.2**	**15.7**	**0.23**	7,031.3	20.9	0.29	6,745.0	8.2	0.24
Net interest income/yield on interest-earning assets	**6,257.7**	**93.3**	**1.49**	6,444.9	91.1	1.41	6,369.2	44.5	1.39

1. Percentages have been truncated from the third decimal place.

2. Other interest-earning assets and other interest-bearing liabilities include interest rate swaps.

3. Excludes average balance of noninterest-earning assets.

Interest spread (All, Domestic) (Nonconsolidated)

(All) *(Percentages)*

	FY2015 (12 months)	FY2014 (12 months)	Change	1H FY2015 (6 months)
Yield on interest earning assets (A)	**1.74**	1.73	0.01	1.65
Total cost of funding (B)	**1.35**	1.36	(0.01)	1.35
Cost of interest bearing liabilities (C)	**0.23**	0.29	(0.06)	0.24
Overall interest spread (A)－(B)	**0.39**	0.37	0.02	0.30
Net interest margin (A)－(C)	**1.51**	1.44	0.07	1.41

Total cost of funding includes expenses as a part of funding costs

(Domestic)(1) *(Percentages)*

	FY2015 (12 months)	FY2014 (12 months)	Change	1H FY2015 (6 months)
Yield on interest earning assets (A)	**1.65**	1.71	(0.06)	1.56
Interest earned on loans and bills discounted	**1.93**	1.85	0.08	1.91
Interest earned on securities	**1.39**	1.63	(0.24)	1.06
Total cost of funding (B)(2)	**1.34**	1.33	0.01	1.33
Cost of interest bearing liabilities (C)	**0.17**	0.22	(0.05)	0.17
Interest paid on deposits(3)	**0.11**	0.15	(0.04)	0.11
Overall interest spread (A)－(B)	**0.31**	0.38	(0.07)	0.23
Net interest margin (A)－(C)	**1.48**	1.49	(0.01)	1.39

(1) Domestic includes transactions denominated in Japanese yen for residents in Japan (excluding Japan offshore market accounts).

(2) Total cost of funding includes expenses as a part of funding costs

(3) Deposits include Negotiable certificates of deposits (NCDs)

Gains (Losses) on Securities (Nonconsolidated)

(All) *(Billions of yen)*

	FY2015 (12 months)	FY2014 (12 months)	Change (Amount)	1H FY2015 (6 months)
Gains (losses) on bonds	**5.7**	2.6	3.1	1.8
Gains on sales	**6.9**	5.2	1.7	2.3
Gains on redemption	-	0.0	(0.0)	-
Losses on sales	**(1.1)**	(0.5)	(0.6)	(0.5)
Losses on redemption	-	-	-	-
Losses on devaluation	-	(2.0)	2.0	-
Gains (losses) on stocks	**(2.9)**	4.1	(7.1)	0.1
Gains on sales	**1.2**	4.5	(3.2)	0.7
Losses on sales	**(3.6)**	(0.0)	(3.5)	(0.3)
Losses on devaluation	**(0.6)**	(0.4)	(0.2)	(0.2)

Net Credit Costs (Nonconsolidated) [1]

(Billions of yen)

	FY2015 (12 months)	FY2014 (12 months)	Change (Amount)	1H FY2015 (6 months)
Losses on write-off of loans	**(0.4)**	(3.6)	3.1	(0.0)
Net provision of reserve for loan losses	**17.1**	5.6	11.4	10.5
Net provision of general reserve for loan losses	**(4.0)**	(0.7)	(3.3)	(1.8)
Net provision of specific reserve for loan losses	**21.1**	6.3	14.7	12.4
Recoveries of written-off claims	**3.5**	2.1	1.3	2.9
Net credit costs	**20.1**	4.1	15.9	13.4

1. Amounts of losses, net provision and costs are shown in parentheses (minus). Amounts of recoveries and reversals are shown in plus.

Loans by Borrower Industry (Nonconsolidated)

(Billions of yen)

	Mar 31 2016	Mar 31 2015	Change (Amount)
Domestic (excluding Japan offshore market accounts):			
Manufacturing	**192.3**	194.5	(2.1)
Agriculture and forestry	**0.0**	0.1	(0.0)
Fishery	**0.1**	0.0	0.0
Mining, quarrying and gravel extraction	**0.2**	0.1	0.1
Construction	**8.0**	8.2	(0.2)
Electrical, natural gas and water supply	**233.2**	203.9	29.3
Information and communications	**36.4**	38.6	(2.1)
Transportation and postal service	**165.1**	173.2	(8.1)
Wholesale and retail	**102.1**	97.7	4.3
Finance and insurance	**643.2**	734.8	(91.6)
Real estate	**577.8**	537.0	40.7
Services	**360.0**	395.7	(35.6)
Local government	**79.4**	94.2	(14.7)
Individuals	**1,474.2**	1,403.5	70.6
Overseas yen loans and overseas loans booked domestically	**328.1**	261.4	66.6
Total domestic	**4,200.7**	4,143.3	57.4
Overseas (including Japan offshore market accounts):			
Governments	**0.7**	1.1	(0.3)
Financial institutions	**8.5**	-	8.5
Commerce and industry	**90.0**	78.4	11.6
Others	**-**	-	-
Total overseas	**99.3**	79.5	19.8
Total	**4,300.1**	4,222.9	77.2

Risk Monitored Loans (Nonconsolidated)

(Billions of yen)

	Mar 31 2016	Mar 31 2015	Change (Amount)
Loans to bankrupt obligors	**1.3**	0.7	0.6
Nonaccrual delinquent loans	**30.7**	55.6	(24.9)
Loans past due for three months or more	**1.4**	1.1	0.2
Restructured loans	**1.1**	3.3	(2.1)
Total (A)	**34.6**	60.8	(26.2)
Loans and bills discounted (B)	**4,300.1**	4,222.9	77.2
Ratio to total loans and bills discounted (A/B) (%)	**0.81%**	1.44%	
Reserve for credit losses (C)	**28.2**	47.7	(19.4)
Reserve ratio (C/A) (%)	**81.6%**	78.4%	

Risk Monitored Loans by Borrower Industry (Nonconsolidated)

(Billions of yen)

	Mar 31 2016	Mar 31 2015	Change (Amount)
Domestic (excluding Japan offshore market accounts):			
Manufacturing	**0.7**	0.9	(0.1)
Agriculture and forestry	**-**	-	-
Fishery	**-**	-	-
Mining, quarrying and gravel extraction	**-**	-	-
Construction	**-**	-	-
Electrical, natural gas and water supply	**-**	-	-
Information and communications	**0.0**	0.5	(0.5)
Transportation and postal service	**1.1**	-	1.1
Wholesale and retail	**0.3**	1.0	(0.7)
Finance and insurance	**-**	-	-
Real estate	**26.1**	26.3	(0.2)
Services	**0.6**	25.2	(24.6)
Local government	**-**	-	-
Individuals	**2.6**	3.4	(0.8)
Overseas yen loans and overseas loans booked domestically	**2.9**	3.1	(0.2)
Total domestic	**34.6**	60.8	(26.2)
Overseas (including Japan offshore market accounts):			
Governments	**-**	-	-
Financial institutions	**-**	-	-
Commerce and industry	**-**	-	-
Others	**-**	-	-
Total overseas	**-**	-	-
Total	**34.6**	60.8	(26.2)

Claims Classified under the Financial Revitalization Law (Nonconsolidated)

(Billions of yen)

	Mar 31 2016	Mar 31 2015	Change (Amount)
Claims against bankrupt and quasi-bankrupt obligors	**5.0**	4.3	0.7
Doubtful claims	**27.1**	52.1	(25.0)
Substandard claims	**2.6**	4.5	(1.8)
Total (A)	**34.7**	60.9	(26.2)
Coverage ratio	**97.9%**	96.9%	
Total claims (B)	**4,375.6**	4,299.8	75.8
Loans and bills discounted	**4,300.1**	4,222.9	77.2
Others	**75.5**	76.9	(1.4)
Ratio to total claims (A/B X 100) (%)[1]	**0.79%**	1.42%	
(Ref. 1) Amount of write-off	**34.0**	54.8	(20.7)
(Ref. 2) Below need caution level	**94.7**	135.5	(40.8)

1. Truncating the numbers beyond the third decimal point from June 30, 2015.

Coverage Ratios for Nonperforming Claims Disclosed under the Financial Revitalization Law (Nonconsolidated)

(Billions of yen, except percentages)

	Mar 31, 2016					Mar 31, 2015				
		Amounts of coverage					Amounts of coverage			
	Amounts of claims (a)	Total (b)	Reserve for loan losses	Collateral and guarantees	Coverage ratio (b)/(a)	Amounts of claims (a)	Total (b)	Reserve for loan losses	Collateral and guarantees	Coverage ratio (b)/(a)
Claims against bankrupt and quasi-bankrupt	5.0	5.0	-	5.0	100.0%	4.3	4.3	-	4.3	100.0%
Doubtful claims	27.1	26.9	1.9	25.0	99.5%	52.1	51.4	23.7	27.7	98.6%
Substandard claims	2.6	2.1	0.5	1.6	78.0%	4.5	3.4	1.2	2.2	74.6%
Total	34.7	34.0	2.4	31.6	97.9%	60.9	59.0	24.9	34.2	96.9%

Reserve for Credit Losses (Nonconsolidated)

(Billions of yen)

	Mar 31 2016	Mar 31 2015	Change (Amount)
Reserve for credit losses	**24.3**	43.8	(19.4)
General reserve for loan losses	**21.6**	19.3	2.3
Specific reserve for loan losses	**2.7**	24.4	(21.7)
Reserve for loans to restructuring countries	**0.0**	0.0	(0.0)
Specific reserve for other credit losses	**3.9**	3.9	-
Total reserve for credit losses	**28.2**	47.7	(19.4)

Reserve Ratios for Borrowers' Category (Nonconsolidated)

(Percentage)

		Mar 31 2016	Mar 31 2015	Change (Amount)
Legally and virtually bankrupt	(unsecured portion)	**100.0**	100.0	-
Possibly bankrupt	(unsecured portion)	**292.6**	97.4	195.2
Substandard	(unsecured portion)	**56.2**	54.4	1.8
Need caution	(total claims)	**6.4**	4.0	2.3
	(unsecured portion)	**11.1**	8.9	2.2
Normal	(total claims)	**0.4**	0.4	0.0

Housing Loans (Nonconsolidated)

(Billions of yen)

	Mar 31 2016	Mar 31 2015	Change (Amount)
Housing loans	**1,259.4**	1,225.8	33.6

Securities Being Held to Maturity (Nonconsolidated)

	Mar 31, 2016			Mar 31, 2015		
	Carrying amount	**Fair value**	**Unrealized gain (loss)**	Carrying amount	Fair value	Unrealized gain (loss)
Fair value exceeds carrying amount						
Japanese national government bonds	**535.8**	**544.2**	**8.3**	508.5	511.0	2.4
Other	**23.7**	**24.4**	**0.7**	39.0	41.6	2.6
Subtotal	**559.5**	**568.6**	**9.0**	547.5	552.6	5.0
Fair value does not exceed carrying amount						
Japanese national government bonds	**-**	**-**	**-**	96.9	96.8	(0.0)
Other	**-**	**-**	**-**	-	-	-
Subtotal	**-**	**-**	**-**	96.9	96.8	(0.0)
Total	**559.5**	**568.6**	**9.0**	644.5	649.5	5.0

Securities Available for Sale (Nonconsolidated)

(Billions of yen)

	Mar 31, 2016			Mar 31, 2015		
	Carrying amount (fair value)	**Amortized/ Acquisition cost**	**Unrealized gain (loss)**	Carrying amount (fair value)	Amortized/ Acquisition cost	Unrealized gain (loss)
Carrying amount exceeding amortized/acquisition cost						
Equity securities	**13.9**	**8.2**	**5.7**	17.5	9.1	8.4
Domestic bonds	**228.5**	**224.1**	**4.4**	127.8	127.2	0.6
Japanese national government bonds	**192.2**	**189.3**	**2.9**	100.4	100.3	0.0
Japanese local government bonds	**0.5**	**0.5**	**0.0**	0.5	0.5	0.0
Japanese corporate bonds	**35.7**	**34.2**	**1.5**	26.9	26.3	0.5
Other	**158.0**	**154.1**	**3.9**	145.5	140.1	5.3
Foreign securities	**149.6**	**146.8**	**2.8**	138.2	133.8	4.4
Foreign currency denominated foreign corporate and government bonds	**103.8**	**101.1**	**2.6**	80.6	77.3	3.3
Yen-denominated foreign corporate and government bonds	**45.8**	**45.6**	**0.2**	57.5	56.4	1.1
Foreign equity securities and others	**0.0**	**0.0**	**0.0**	-	-	-
Other securities	**8.0**	**7.0**	**1.0**	6.4	5.5	0.9
Other monetary claims purchased	**0.2**	**0.2**	**0.0**	0.7	0.7	0.0
Subtotal	**400.5**	**386.4**	**14.1**	290.9	276.4	14.4
Carrying amount not exceeding amortized/acquisition cost						
Equity securities	**1.2**	**1.3**	**(0.1)**	0.5	0.7	(0.1)
Domestic bonds	**52.6**	**53.0**	**(0.4)**	341.8	343.6	(1.8)
Japanese national government bonds	**19.9**	**20.0**	**(0.1)**	284.8	285.6	(0.7)
Japanese local government bonds	**-**	**-**	**-**	-	-	-
Japanese corporate bonds	**32.7**	**33.0**	**(0.2)**	56.9	58.0	(1.0)
Other	**126.4**	**127.3**	**(0.8)**	82.6	82.7	(0.1)
Foreign securities	**109.6**	**110.4**	**(0.7)**	75.4	75.5	(0.0)
Foreign currency denominated foreign corporate and government bonds	**58.8**	**59.2**	**(0.3)**	36.2	36.2	(0.0)
Yen-denominated foreign corporate and government bonds	**50.7**	**51.1**	**(0.3)**	39.2	39.2	(0.0)
Foreign equity securities and others	**-**	**-**	**-**	0.0	0.0	-
Other securities	**0.1**	**0.1**	**(0.0)**	2.2	2.3	(0.0)
Other monetary claims purchased	**16.6**	**16.7**	**(0.1)**	4.8	4.9	(0.0)
Subtotal	**180.3**	**181.7**	**(1.4)**	425.0	427.2	(2.1)
Total[1, 2]	**580.8**	**568.1**	**12.6**	715.9	703.7	12.2

1. Includes a part of other monetary claims purchased in addition to securities available for sale.

2. Securities whose fair value cannot be reliably determined are not included.

Unrealized Gain (Loss) on Available-for-Sale Securities (Nonconsolidated)

(Billions of yen)

	Mar 31, 2016	Mar 31, 2015
Unrealized gain (loss) before deferred tax on:		
Available-for-sale securities	**12.6**	12.2
Interests in available-for-sale securities held by partnerships recorded as securities whose fair value cannot be reliably determined	**2.6**	1.1
Securities being held to maturity, reclassified from available-for-sale in the past, under extremely illiquid market conditions	**(0.7)**	(2.1)
Other monetary assets held in trust	**(1.0)**	(1.2)
(-) Deferred tax liabilities	**2.7**	1.5
Unrealized gain (loss) on available-for-sale securities	**10.7**	8.5

Hedge-Accounting Derivative Transactions (Nonconsolidated)

(Billions of yen)

Notional Principal Amount	Mar 31, 2016 1 year or less	Over 1 year to 5 years	Over 5 years	Total
Interest rate swaps:				
Receive fixed and pay floating	10.0	436.4	20.0	466.4
Receive floating and pay fixed	22.0	105.8	110.2	238.1
Receive floating and pay floating	—	—	—	—
Total notional principal amount	32.0	542.2	130.2	704.5
Currency swaps				
Total notional principal amount	27.8	103.0	27.3	158.3

Employees' Retirement Benefit (Nonconsolidated)

(Billions of yen)

Project Benefit Obligation		Mar 31, 2016
Projected benefit obligation	(A)	**62.8**
Discount rate		**1.2%**
Fair value of plan assets	(B)	**62.8**
Prepaid pension cost	(C)	**(1.0)**
Unrecognized prior service cost	(D)	**(0.4)**
Unrecognized net actuarial losses	(E)	**1.4**
Other	(F)	**-**
Reserve for retirement benefits	(A-B-C-D-E-F)	**-**

(Billions of yen)

Pension Expenses	FY2015 (12 months)
Service cost	**2.5**
Interest	**0.7**
Expected return on plan assets	**(1.3)**
Amortization of prior service cost	**(0.3)**
Amortization of net actuarial losses	**1.0**
Other (extraordinary severance benefit expense, etc.)	**0.2**
Net periodic retirement benefit cost	**2.9**

Capital Adequacy Ratios (Nonconsolidated)

<Basel 3, Domestic Standard[1]>

(Billions of yen, except percentages)

	Mar 31 2016	Mar 31 2015	Change (Amount)
Core capital: instruments and reserves	**849.1**	889.5	(40.4)
Core capital: regulatory adjustments	**(23.0)**	(11.1)	(11.9)
Capital	**826.0**	878.4	(52.3)
Total amount of Risk-weighted assets	**5,208.5**	5,360.3	(151.7)
Capital ratio	**15.85%**	16.38%	

1. Calculated according to F-IRB.

Nonconsolidated total required capital is ¥439.5 billion as at March 31, 2016 and ¥438.3 billion as at March 31, 2015.

Nonconsolidated Balance Sheets

(Millions of yen)

	Mar 31 2016	Mar 31 2015	Change (Amount)
<<Assets>>			
Cash and due from banks	**1,049,396**	808,296	241,100
Call loans	**-**	30,000	(30,000)
Receivables under resale agreements	**-**	53,216	(53,216)
Other monetary claims purchased	**192,146**	185,707	6,438
Trading assets	**311,832**	279,159	32,672
Monetary assets held in trust	**151,647**	166,285	(14,637)
Securities	**1,603,809**	1,863,774	(259,965)
Valuation allowance for investments	**-**	(3,370)	3,370
Loans and bills discounted	**4,300,152**	4,222,922	77,229
Foreign exchanges	**17,024**	18,537	(1,512)
Other assets	**205,762**	253,808	(48,045)
Other	**205,762**	253,808	(48,045)
Premises and equipment	**17,813**	18,609	(796)
Intangible assets	**13,572**	8,988	4,583
Prepaid pension cost	**1,073**	-	1,073
Deferred issuance expenses for debentures	**3**	12	(8)
Deferred tax assets	**-**	1,071	(1,071)
Customers' liabilities for acceptances and guarantees	**21,730**	13,381	8,349
Reserve for credit losses	**(28,282)**	(47,715)	19,433
Total assets	**7,857,682**	7,872,684	(15,002)
<<Liabilities>>			
Deposits	**5,664,767**	5,514,725	150,042
Negotiable certificates of deposit	**301,001**	85,565	215,436
Debentures	**16,740**	32,300	(15,560)
Call money	**40,000**	230,000	(190,000)
Payables under repurchase agreements	**23,779**	29,152	(5,372)
Payables under securities lending transactions	**116,409**	101,280	15,129
Trading liabilities	**291,356**	259,128	32,227
Borrowed money	**374,827**	444,139	(69,312)
Foreign exchanges	**75**	27	48
Corporate bonds	**57,619**	148,423	(90,803)
Other liabilities	**162,635**	272,383	(109,748)
Income taxes payable	**748**	351	397
Asset retirement obligations	**7,443**	7,249	194
Other	**154,443**	264,783	(110,340)
Accrued employees' bonuses	**4,511**	4,645	(134)
Reserve for employees' retirement benefits	**-**	750	(750)
Reserve for directors' retirement benefits	**-**	47	(47)
Reserve for reimbursement of debentures	**2,903**	-	2,903
Deferred tax liabilities	**2,873**	-	2,873
Acceptances and guarantees	**21,730**	13,381	8,349
Total liabilities	**7,081,231**	7,135,951	(54,719)
<<Equity>>			
Shareholders' equity:			
Common stock	**512,204**	512,204	-
Capital surplus	**79,465**	79,465	-
Additional paid-in capital	**79,465**	79,465	-
Retained earnings	**264,216**	225,303	38,912
Legal reserve	**13,689**	13,158	530
Other retained earnings	**250,526**	212,144	38,381
Unappropriated retained earnings	**250,526**	212,144	38,381
Treasury stock, at cost	**(72,559)**	(72,558)	(0)
Total shareholders' equity	**783,327**	744,415	38,912
Net unrealized gain (loss) and translation adjustments			
Unrealized gain (loss) on available-for-sale securities	**10,777**	8,502	2,275
Deferred gain (loss) on derivatives under hedge accounting	**(18,166)**	(17,395)	(771)
Total net unrealized gain (loss) and translation adjustments	**(7,389)**	(8,893)	1,503
Stock acquisition rights	**512**	1,211	(698)
Total equity	**776,450**	736,733	39,717
Total liabilities and equity	**7,857,682**	7,872,684	(15,002)

Nonconsolidated Statements of Income

(Millions of yen)

	FY2015 (12 months)	FY2014 (12 months)	Change (Amount)
Ordinary income	**176,230**	175,751	478
Interest income	**109,149**	112,124	(2,974)
Interest on loans and bills discounted	**80,384**	75,873	4,510
Interest and dividends on securities	**25,952**	33,007	(7,054)
Other interest income	**2,813**	3,243	(429)
Fees and commissions income	**19,285**	20,959	(1,673)
Trading income	**5,031**	5,021	10
Other business income	**13,264**	14,662	(1,398)
Other ordinary income	**29,499**	22,984	6,515
Ordinary expenses	**126,863**	127,900	(1,037)
Interest expenses	**15,778**	20,933	(5,155)
Interest on deposits	**8,225**	10,768	(2,543)
Interest on corporate bonds	**3,403**	6,804	(3,401)
Other interest expenses	**4,149**	3,359	789
Fees and commissions expenses	**24,103**	19,908	4,195
Trading losses	**197**	491	(293)
Other business expenses	**2,285**	3,589	(1,304)
General and administrative expenses	**76,173**	78,004	(1,831)
Other ordinary expenses	**8,324**	4,972	3,351
Ordinary profit	**49,366**	47,851	1,515
Extraordinary gains	**842**	357	484
Extraordinary losses	**7,374**	1,842	5,531
Income before income taxes	**42,834**	46,366	(3,531)
Income taxes (benefit)			
Income taxes (benefit) - current	**(618)**	(422)	(195)
Income taxes (benefit) - deferred	**1,886**	1,047	838
Total income taxes (benefit)	**1,268**	625	643
Net income	**41,566**	45,740	(4,174)

Nonconsolidated Statement of Changes in Equity

For the fiscal year ended March 31, 2016

(Millions of yen)

	Shareholders' equity							
	Common stock	Capital surplus		Retained earnings			Treasury stock, at cost	Total shareholders' equity
		Additional paid-in capital	Total capital surplus	Legal reserve	Other retained earnings	Total retained earnings		
					Unappropriated retained earnings			
Balance at beginning of the year	512,204	79,465	79,465	13,158	212,144	225,303	(72,558)	744,415
Changes during the year								
Dividends				530	(3,184)	(2,653)		(2,653)
Net income					41,566	41,566		41,566
Purchase of treasury stock							(0)	(0)
Net changes during the year excluding shareholders' equity								
Total changes during the year	−	−	−	530	38,381	38,912	(0)	38,912
Balance at end of the year	512,204	79,465	79,465	13,689	250,526	264,216	(72,559)	783,327

	Net unrealized gain (loss) and translation adjustments			Stock acquisition rights	Total equity
	Unrealized gain (loss) on available-for-sale securities	Deferred gain (loss) on derivatives under hedge accounting	Total net unrealized gain (loss) and translation adjustments		
Balance at beginning of the year	8,502	(17,395)	(8,893)	1,211	736,733
Changes during the year					
Dividends					(2,653)
Net income					41,566
Purchase of treasury stock					(0)
Net changes during the year excluding shareholders' equity	2,275	(771)	1,503	(698)	804
Total changes during the year	2,275	(771)	1,503	(698)	39,717
Balance at end of the year	10,777	(18,166)	(7,389)	512	776,450

Nonconsolidated Composition of Capital Disclosure

<Basel 3, Domestic Standard[1]>

Millions of yen (except percentages)

	Mar 31 2016	Amounts excluded under transitional arrangements
Core capital: instruments and reserves		
Directly issued qualifying common share capital or preferred share capital with a compulsory conversion clause plus related capital surplus and retained earnings	780,673	
of which: capital and capital surplus	591,670	
of which: retained earnings	264,216	
of which: treasury stock (-)	72,559	
of which: earning to be distributed (-)	2,653	
of which: other than above	-	
Stock acquisition right to common shares and preferred shares with a compulsory conversion clause	512	
Total of reserves included in Core capital: instruments and reserves	222	
of which: general reserve for loan losses included in Core capital	222	
of which: eligible provision included in Core capital	-	
Eligible noncumulative perpetual preferred shares subject to transitional arrangements (amount allowed to be included in Core capital: instruments and reserves)	-	
Eligible capital instruments subject to transitional arrangements (amount allowed to be included in Core capital: instruments and reserves)	67,691	
Capital instruments issued through measures for capital enhancement by public institutions (amount allowed to be included in Core capital: instruments and reserves)	-	
Land revaluation excess after 55% discount (amount allowed to be included in Core capital: instruments and reserves)	-	
Core capital: instruments and reserves	849,100	
Core capital: regulatory adjustments		
Total amount of intangible assets (excluding those relating to mortgage servicing rights)	4,916	4,838
of which: goodwill (including those equivalent)	1,200	-
of which: other intangibles other than goodwill and mortgage servicing rights	3,715	4,838
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	649	973
Shortfall of eligible provisions to expected losses	8,897	-
Gain on sale of securitization	8,289	-
Gains and losses due to changes in own credit risk on fair valued liabilities	-	-
Prepaid pension cost	296	445
Investments in own shares (excluding those reported in the net assets section)	-	-
Reciprocal cross-holdings in common equity	-	-
Investments in the capital banking, financial and insurance entities that are outside the scope of regulatory consolidation ("Other Financial Institutions"), net of eligible short positions, where the bank does not own more than 10% of the issued share capital (amount above the 10% threshold)	-	-
Amount exceeding the 10% threshold on specific items	-	-
of which: significant investments in the common stock of Other Financial Institutions, net of eligible short positions	-	-
of which: mortgage servicing rights	-	-
of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-
Amount exceeding the 15% threshold on specific items	-	-
of which: significant investments in the common stock of Other Financial Institutions, net of eligible short positions	-	-
of which: mortgage servicing rights	-	-
of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-
Core capital: regulatory adjustments	23,050	
Capital (nonconsolidated)	826,050	
Risk-weighted assets, etc.		
Total amount of credit risk-weighted assets	4,869,145	
of which: total amount included in risk-weighted assets by transitional arrangements	(3,510)	
of which: intangible assets (excluding those relating to goodwill and mortgage servicing rights)	4,838	
of which: deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	973	
of which: prepaid pension cost	445	
of which: significant investments in the common stock of Other Financial Institutions (net of eligible short positions)	(9,768)	
of which: other than above	-	
Market risk (derived by multiplying the capital requirement by 12.5)	146,913	
Operational risk (derived by multiplying the capital requirement by 12.5)	192,514	
Credit risk-weighted assets adjustments	-	
Operational risk adjustments	-	
Total amount of Risk-weighted assets	5,208,573	
Capital ratio (nonconsolidated)	15.85%	

1. Calculated according to F-IRB.

Earnings Forecasts[1]

(Consolidated)	**FY2016 Forecast**	FY2015 Actual
		(Billions of yen)
Profit attributable to owners of the parent	**52.0**	60.9

(Nonconsolidated)	**FY 2016 Forecast**	FY2015 Actual
Net business profit	**36.0**	33.9
Net income	**36.0**	41.5
Dividends (per share in yen): Common stock	**1.00**	1.00

1. Above forecasts are based on current assumptions of future events and trends, which may be incorrect.

Actual results may differ materially from those in the statements as a result of various factors.

[English translation of Japanese original prepared using the format required by Bank of Japan Press Club]

1. Nonperforming loan ratio (Financial Revitalization Law Standard) (%)

	Mar 31, 2014	Sep 30, 2014	Mar 31, 2015	Sep 30, 2015	Mar 31, 2016
Nonconsolidated	3.81	2.61	1.42	0.83	0.79
Consolidated	5.12	3.93	2.74	2.28	2.16

2. Equity holdings (domestic) (Nonconsolidated)

(1) Equity held

(Billions of yen)

	Book value		Net unrealized gain (loss)
		Subsidiaries' shares	
Mar 31, 2015	396.9	376.9	8.2
Sep 30, 2015	394.8	376.9	6.0
Mar 31, 2016	384.2	367.1	5.6

(2) Impairment

(Billions of yen)

	Equity related profits and losses (net of three accounts)	
		Impairment amount
FY2014	4.1	0.4
1HFY2015	0.1	0.2
FY2015	(2.9)	0.6

1. Other extraordinary losses for FY2014 contains ¥0.5 billion in mark-down of subsidiaries' equity.
2. Other extraordinary losses for 1HFY2015 contains ¥5.8 billion in mark-down of subsidiaries' equity.
3. Other extraordinary losses for FY2015 contains ¥6.7 billion in mark-down of subsidiaries' equity.

(3) Break-even level of profit and loss of equities held (domestic) (theoretical figure)

Nikkei Stock Average	approximately	¥ 10,500
TOPIX	approximately	800

3. Loans to SMEs (% shows changes from the previous period) (Nonconsolidated)

(Billions of yen, except percentage)

	Results	% Change	Ratio to total loan balance (%)
Mar 31, 2015	2,741.5	2.15	66.17
Sep 30, 2015	2,755.0	0.49	66.65
Mar 31, 2016	2,811.9	2.07	66.94

1. Small- and medium-sized enterprises in this table refer to companies with ¥300 million or less in capital (¥100 million for wholesale and ¥50 million for retail and services) as well as companies or individuals 'with 300 employees or fewer (100 for wholesale and services and 50 for retail).
2. Revitalization Law (actual net increase/decrease excluding impact loan) achieved actual results of + ¥17.1 billion for FY2014 compared to the plan of + ¥10 billion.

4. Sales performance of investment trusts and insurance (Nonconsolidated)

a. Investment trust sales performance and commission

(Billions of yen)

	Handling commission for sales of investment trusts	Revenue from sales during the period	Amount of sales during the period
FY2014	4.3	2.0	154.9
1HFY2015	2.5	1.3	93.6
FY2015	4.5	2.2	165.7

b. Insurance sales performance and commission

(Billions of yen)

	Handling commission for sales of insurance	Revenue from sales during the period	Amount of sales during the period
FY2014	1.0	1.0	24.3
1HFY2015	0.6	0.6	14.7
FY2015	1.7	1.7	31.9

(Reference) Calculation Grounds of Deferred Tax Assets (Consolidated Tax Group Basis)

Shinsei Bank consolidateed tax group has, due to losses recognized on securities, 246.0 billion yen of tax loss carryforwards and the unrealized temporary differences of 438.0 billion yen as of March 31, 2016.
We apply the Exceptional Clause of Category No. 4 of the JICPA Audit Committee Report No. 66, and continuously calculate the realizability of deferred tax assets based on the estimated future taxable income for the next year.
We have adapted the consolidated tax system from FY 2003 and calculate the taxable income under consolidated tax basis.

1. Future year taxable income estimate before adjustment

Taxable income for the next year before adjustment is estimated to be 53.9 billion yen.

2. Net deferred tax liabilities（As of March 31, 2016）

Deferred tax assets corresponding to "total taxable income before adjustment"	17.2	billion yen(*)
Deferred tax liabilities	7.1	billion yen
Net deferred tax assets on balance sheet	10.0	billion yen

(*)Breakdown

Tax loss carryforwards	89.3	billion yen
Reserve for credit losses	46.0	billion yen
Reserve for losses on interest repaymer	43.1	billion yen
Securities	25.4	billion yen
Net deferred loss on hedge	7.6	billion yen
Other	28.0	billion yen
Sub total	239.8	billion yen
Valuation allowance	(222.5)	billion yen
Total	17.2	billion yen

(Reference) Calculation Grounds of Deferred Tax Assets (Nonconsolidated)

Shinsei Bank has, due to losses recognized on securities, 234.0 billion yen of tax loss carryforwards and the unrealized temporary differences of 224.0 billion yen as of March 31, 2016.
We apply the Exceptional Clause of Category No. 4 of the JICPA Audit Committee Report No. 66, and continuously calculate the realizability of deferred tax assets based on the estimated future taxable income for the next year.
We have adapted the consolidated tax system from FY 2003 and calculate the taxable income under consolidated tax basis.

1. Future year taxable income estimate before adjustment

Taxable income for the next year before adjustment is estimated to be 20.1 billion yen.

2. Net deferred tax liabilities（As of March 31, 2016）

Deferred tax assets corresponding to "total taxable income before adjustment"	4.1	billion yen(*)
Deferred tax liabilities	7.0	billion yen
Net deferred tax assets on balance sheet	(2.8)	billion yen

(*)Breakdown

Tax loss carryforwards	73.4	billion yen
Securities	25.4	billion yen
Reserve for credit losses	19.0	billion yen
Net deferred loss on hedge	7.6	billion yen
Other	24.2	billion yen
Sub total	149.9	billion yen
Valuation allowance	(145.8)	billion yen
Total	4.1	billion yen