

For Immediate Press Release:

Shinsei Bank announces Interim Financial Results for Fiscal 2002

Tokyo (Tuesday, November 26, 2002) – Shinsei Bank, Limited (“Shinsei Bank”) today announced its financial results for the first half of fiscal year 2002 (“1H-FY2002”), which ended on September 30, 2002.

Profits/Losses

--Consolidated--

For 1H-FY2002, Shinsei Bank posted consolidated Interim Net Income After Tax of 26.4 billion yen, down from 33.1 billion yen in the first half of fiscal year 2001 (“1H-FY2001”). The decrease was partly due to a 12.0 billion yen loss in US corporate bond investments reflecting the tough US economic environment, mitigated by higher fees and commissions received, higher trading income and adjustment of deferred tax asset.

Consolidated Net Business Profit Before General Reserve for Loan Losses (jisshitsu gyomu jun-eki), which is reported for regulatory purposes to indicate core earnings before credit cost, was 18.1 billion yen (see note on page 3).

--Non-consolidated--

The Bank posted Gross Business Profit (gyomu so-rieki) of 51.2 billion yen on a non-consolidated basis, down from 62.2 billion yen in 1H-FY2001 (see note). The decrease was partly due to the 12.0 billion yen loss in US corporate bond investments, mitigated by higher fees and commissions, and higher gains in money held in trust, reflecting growth in the Bank’s investment banking businesses even under tougher economic circumstances.

Expenses on a non-consolidated basis decreased by 94 million yen to 32.2 billion yen compared to 1H-FY2001 due to a thorough review of existing businesses and more resources being allocated to new businesses. Expenses went down by about 1.2 billion yen compared to the second half of FY2001.

Net Business Profit Before General Reserve for Loan Losses (jisshitsu gyomu jun-eki) decreased by 10.9 billion yen to 18.9 billion yen (see note).

Non-consolidated Net Income After Tax was 29.8 billion yen, including a 3.0 billion yen gain from

returning substituted employee pension to the government, a 3.1 billion yen net reversal of reserves for loan losses and a 4.9 billion yen of recognition of deferred tax assets.

Compared to the annual plan for FY2002 that was submitted to Financial Service Agency (“FSA”) in the Plan for Restoring Sound Management, 1H-FY2002 Net Business Profit Before General Reserve for Loan Losses (jisshitsu gyomu jun-eki) represents about 28% of annual plan of 68.6 billion yen (see note). 1H-FY2002 Net Income After Tax represents about 51% of the annual plan of 58.6 billion yen. 1H-FY2002 Expense represents only about 46% of the annual plan of 70.0 billion yen.

Balance Sheet

On the assets side, Loans stood at 4 trillion and 0.4 billion yen, a decrease of 1 trillion and 11.7 billion yen from the end of March 2002. This was attributed to the disposal of 283.1 billion yen in nonperforming loans including direct write-offs and assignment of loans to the Deposit Insurance Corporation of Japan, progress in collecting less creditworthy loans and weak demand for loans.

On the liabilities side, Debentures decreased by 580.9 billion yen from the end of March 2002 to 2 trillion and 154.3 billion yen. Deposits and NCDs increased by 304.0 billion yen to 2 trillion and 688.1 billion yen, surpassing debenture amounts for the first time. Retail deposits increased about 400 billion yen from the end of March 2002. While debentures remain an important funding source of the Bank, we put more weight on deposits.

Asset Quality

The total amount of bad loans classified “Substandard (or Need Special Supervision)” (yo-kanri) or below decreased by 319.8 billion yen or almost 30% to 793.8 billion yen compared to March 2002. Loans classified “Need Caution” (yo-chui) or below which includes the 793.8 billion yen above decreased by 570.7 billion yen or 34%. The balance of Reserve for Loan Losses stood at 323.1 billion yen.

Capital Adequacy

The capital adequacy ratio on a consolidated basis stood at 19.92% as of the end of this term.

Performance Forecast for Fiscal Year 2002

For Fiscal Year 2002 ending March 31, 2003, the Bank forecasts consolidated Net Income of 56

billion yen, non-consolidated Net Business Profit Before General Reserve for Loan Losses (jisshitsu gyomu jun-eki) of 48 billion yen (see note), and non-consolidated Net Income of 59 billion yen.

President Yashiro's comment

At a press conference announcing these results, Masamoto Yashiro, the Chairman, President and CEO of the Bank, stated the following:

“In January 2002, we integrated the financial product divisions and corporate relationship divisions under a single group called the Institutional Banking Group to enhance our capability to serve our customers' various needs such as business restructuring. We saw solid progress in areas such as securitization, acquisition finance, real estate non-recourse lending and loan trading. We established a specialized team for corporate revitalization business, and it delivered satisfactory results to multiple customers.”

“In the retail business, we acquired 250,000 new PowerFlex accounts in about a year and half and achieved assets under management of 1 trillion yen. We will continue our efforts to grow our retail business with new products, charge-free services and channel enhancement including our ATM network, Internet banking, call centers and Shinsei Financial Centers.”

“We have entered into non-bank financing business through the establishment of a joint venture with Nissin, reorganization of Apollo Finance and Equion, and an alliance with Shinki. As revenue diversification continues, the ratio of non-interest income to gross business profit on a consolidated basis went up to about 33%. It would have been about 45% if there had not been loss from US corporate bond investments.”

“We greatly appreciate our customers' support and are determined to aim for long and sustainable growth with stable profitability and strong financial health.”

(Note: The gains in money held in trust are included to non-consolidated Gross Business Profit and non-consolidated and consolidated Net Business Profit Before General Reserve for Loan Losses above. Figures are non-consolidated basis unless mentioned otherwise.)

Financial Highlights - Consolidated

Balance Sheet data at the end of	billions of yen			
	Sep. 2002	Mar. 2002	change	
	a	b	a-b	%
Total Assets	7,699.2	8,069.6	-370.3	-4.6%
Loans and Bills Discounted	3,883.5	4,801.9	-918.4	-19.1%
Securities	2,246.1	1,462.3	783.8	53.6%
Cash and Due from Banks	274.7	342.1	-67.4	-19.7%
Debentures	2,188.7	2,786.4	-597.7	-21.5%
Deposits (including NCDs)	2,633.1	2,260.8	372.3	16.5%
Total Stockholders' Equity	653.4	623.5	29.9	4.8%
Capital Adequacy Ratios (BIS)	19.92%	17.04%	2.88%	
Risk Assets	4,917.0	5,759.2	-842.2	-14.6%

Profit for the Fiscal Terms Ended	billions of yen			
	Sep. 2002	Sep. 2001	change	
	a	b	a-b	%
Total Operating Income	106.3	139.5	-33.2	-23.8%
Net Business Profit Before General Loan Loss Reserves	18.2	30.8	-12.7	-41.2%
Net Operating Income (<i>keijo rieki</i>)	18.0	28.6	-10.7	-37.4%
Net Income	26.5	33.2	-6.7	-20.2%
Net Income per Share (yen)	9.74	11.50		

* including Income from Investment in Money Held in Trust

Cash Flow for the Fiscal Terms Ended	billions of yen	
	Sep. 2002 (6 months)	Mar. 2002 (12 months)
Cash Flows from Operating Activities	882.2	-63.8
Cash Flows from Investing Activities	-881.6	420.5
Cash Flows from Financing Activities	-37.9	-292.4
Cash and Cash Equivalents at End of Term	94.2	131.6

References	Sep. 2002	Mar. 2002	Sep.2001
Exchange Rate (¥/\$)	122.60	133.20	119.40
Nikkei Average	9,383.29	11,024.94	9,774.68

Consolidated Balance Sheet

in millions of yen

	Sep. 30, 2002	Mar. 31, 2002	Change	
	a	b	a-b	%
<<Assets>>				
Loans and Bills Discounted	3,883,522	4,801,904	-918,382	-19.1%
Foreign Exchanges	8,624	149,251	-140,626	-94.2%
Securities	2,246,089	1,462,281	783,807	53.6%
Money Held in Trust	218,067	172,835	45,232	26.2%
Trading Assets	433,081	443,972	-10,891	-2.5%
Commercial Paper and Other Debt Purchased	158,225	68,980	89,245	129.4%
Call Loans and Bills Bought	88,100	296,559	-208,459	-70.3%
Collateral Related to Securities Borrowing Transactions	96,505	-	96,505	-
Cash and Due from Banks	274,693	342,055	-67,361	-19.7%
Other Assets	423,027	486,605	-63,578	-13.1%
Premises and Equipment	86,710	82,565	4,145	5.0%
Deferred Discounts on and Issuance Expenses for Debentures	244	469	-224	-47.8%
Deferred Tax Assets	17,202	17,695	-493	-2.8%
Customers' Liabilities for Acceptances and Guarantees	87,785	114,411	-26,625	-23.3%
Reserve for Loan Losses	-322,637	-370,033	47,395	-12.8%
Total Assets	7,699,243	8,069,554	-370,311	-4.6%
<<Liabilities>>				
Debentures	2,188,691	2,786,355	-597,664	-21.4%
Deposits	2,233,736	1,864,862	368,874	19.8%
Negotiable Certificates of Deposit	399,364	395,893	3,471	0.9%
Borrowed Money	437,510	459,272	-21,761	-4.7%
Trading Liabilities	182,707	173,580	9,126	5.3%
Commercial Paper	-	1,000	-1,000	-
Call Money and Bills Sold	76,887	329,900	-253,012	-76.7%
Payables under Repurchase Agreements	113,055	-	113,055	-
Collateral Related to Securities Lending Transactions	726,136	582,198	143,937	24.7%
Foreign Exchanges	4	65	-61	-93.8%
Other Liabilities	574,086	707,042	-132,955	-18.8%
Reserve for Bonuses Payable	5,258	8,584	-3,325	-38.7%
Reserve for Retirement Benefits	20,463	22,766	-2,302	-10.1%
Reserve for Loss on Disposition of Premises and Equipment	159	53	106	200.0%
Deferred Tax Liabilities	-	0	-0	-
Acceptances and Guarantees	87,785	114,411	-26,625	-23.3%
Total Liabilities	7,045,847	7,445,987	-400,139	-5.4%
Minority Interests in Subsidiaries	2	33	-30	-90.9%
<<Stockholders' Equity>>				
Capital Stock	451,296	451,296	-	-
Capital Surplus	18,558	18,558	-	-
Retained Earnings	168,101	145,094	23,007	15.9%
Net Unrealized Gains on Securities Available-for-Sale, Net of Taxes	12,488	5,790	6,698	115.7%
Foreign Currency Transaction Adjustments	2,948	2,794	154	5.5%
Treasury Stock, at Cost	-0	-0	-	-
Total Stockholders' Equity	653,393	623,534	29,859	4.8%
Total Liabilities, Minority Interest in Subsidiaries and Stockholders' Equity	7,699,243	8,069,554	-370,311	-4.6%

US\$ / yen

@122.60

@133.20

Consolidated Statements of Income

in millions of yen

	IH/FY'02	IH/FY'01	Change	
	a	b	a-b	%
Operating Income	106,311	139,537	-33,226	-23.8%
Interest Income	60,226	84,610	-24,383	-28.8%
Interest on Loans and Discounts	48,998	65,336	-16,338	-25.0%
Interest and Dividends on Securities	6,744	9,978	-3,233	-32.4%
Fees and Commissions (Income)	10,139	5,094	5,044	99.0%
Trading Revenue	5,398	738	4,660	631.4%
Other Business Income	16,219	23,769	-7,550	-31.8%
Other Operating Income	14,327	25,323	-10,996	-43.4%
Operating Expenses	88,348	110,914	-22,566	-20.3%
Interest Expenses	25,149	38,495	-13,346	-34.7%
Interest on Debentures	11,780	24,707	-12,927	-52.3%
Amortizations of Discount on Debentures	142	732	-589	-80.5%
Interest on Deposits	4,651	2,799	1,852	66.2%
Fees and Commissions (Expense)	1,779	1,511	267	17.7%
Other Business Expenses	20,033	17,045	2,988	17.5%
General and Administrative Expenses	34,487	33,893	593	1.7%
Other Operating Expenses	6,898	19,967	-13,069	-65.5%
Net Operating Income	17,962	28,622	-10,659	-37.2%
Extraordinary Income	5,499	10,591	-5,092	-0,048.1%
Extraordinary Expenses	1,511	5,788	-4,276	-0,073.9%
Income before Income Taxes and Minority Interests	21,950	33,426	-11,475	-34.3%
Income Taxes (Current)	484	201	283	140.8%
Income Taxes (Deferred)	-4,967	-	-4,967	-
Minority Interests in Net (Loss) Income of Subsidiaries	-30	29	-60	-0,206.9%
Net Income	26,464	33,195	-6,730	-20.3%
(Ref.) Net Business Profit (jisshitsu gyomu jun-eki) *	18,157	30,820	-12,663	-41.1%
	US\$ / yen	@122.60	@119.40	

* including Income from Investment in Money Held in Trust

Financial Highlights - Non-Consolidated

Balance Sheet data at the end of	billions of yen			
	Sep. 2002	Mar. 2002	change	
	a	b	a-b	%
Total Assets	7,921.8	8,366.6	-444.9	-5.3%
Loans and Bills Discounted	4,000.5	5,012.2	-1,011.7	-20.2%
Securities	2,264.3	1,493.0	771.2	51.7%
Cash and Due from Banks	274.7	376.3	-101.6	-27.0%
Debentures	2,154.3	2,735.3	-580.9	-21.2%
Deposits (including NCDs)	2,688.1	2,384.0	304.1	12.8%
Total Stockholders' Equity	650.4	617.3	33.1	5.4%

Profit for the Fiscal Terms Ended	billions of yen			
	Sep. 2002	Sep. 2001	change	
	a	b	a-b	%
Total Operating Income	101.0	126.7	-25.8	-20.4%
Net Business Profit before General Reserve for Loan Losses *	19.0	29.9	-10.9	-36.5%
Net Operating Income (<i>keijo rieki</i>)	20.1	25.6	-5.5	-21.5%
(Stock Gains - net)	1.2	0.7	0.5	71.4%
(Credit Cost)	0.4 **	0.8	-0.4	-50.0%
Net Income	29.9	30.3	-0.4	-1.3%
(Total Credit Cost)	-2.7 **	1.6	-4.3	-268.8%
Net Income per Share (yen)	10.99	10.43	0.56	5.4%
Dividend per Share (yen) Common Stock	-	0.55		
Preferred Stock Series 2	-	6.50		
Preferred Stock Series3	-	2.42		

* including Income from Investment in Money Held in Trust

** The Bank posted 3.1 billion yen net reversal of reserves for loan losses for the first half of FY2002.

References	Sep. 2002	Mar. 2002	Sep.2001
Exchange Rate (¥/\$)	122.60	133.20	119.40
Nikkei Average	9,383.29	11,024.94	9,774.68

Non-Consolidated Balance Sheet

in millions of yen

	Sep. 30, 2002	Mar. 31, 2002	Change	
	a	b	a-b	%
<<Assets>>				
Loans and Bills Discounted	4,000,463	5,012,174	-1,011,711	-20.2%
Foreign Exchanges	8,624	149,251	-140,627	-94.2%
Securities	2,264,287	1,493,048	771,239	51.7%
Money Held in Trust	253,603	130,328	123,275	94.6%
Trading Assets	564,724	591,014	-26,290	-4.4%
Commercial Paper and Other Debt Purchased	105,025	2,798	102,227	3653.6%
Collateral Related to Securities Borrowing Transactions	96,505	-	96,505	-
Call Loans	88,100	296,559	-208,459	-70.3%
Cash and Due from Banks	274,735	376,301	-101,566	-27.0%
Other Assets	410,249	467,463	-57,214	-12.2%
Premises and Equipment	22,019	17,375	4,644	26.7%
Deferred Discounts on and Issuance Expenses for Debentures	217	345	-128	-37.1%
Deferred Tax Assets	17,086	17,644	-558	-3.2%
Customers' Liabilities for Acceptances and Guarantees	139,242	183,783	-44,541	-24.2%
Reserve for Loan Losses	-323,109	-371,461	48,352	-13.0%
Total Assets	7,921,775	8,366,626	-444,851	-5.3%
<<Liabilities>>				
Debentures	2,154,345	2,735,251	-580,906	-21.2%
Deposits	2,288,752	1,988,139	300,613	15.1%
Negotiable Certificates of Deposits	399,364	395,893	3,471	0.9%
Borrowed Money	463,631	515,061	-51,430	-10.0%
Trading Liabilities	319,231	347,667	-28,436	-8.2%
Payable under Repurchase Agreements	113,055	-	113,055	-
Collateral Related to Securities Lending Transactions	726,136	-	726,136	-
Bills Sold	-	169,100	-169,100	-
Commercial Paper	-	1,000	-1,000	-
Call Money	76,887	160,800	-83,913	-52.2%
Foreign Exchanges	39	66	-27	-40.9%
Other Liabilities	565,646	1,221,949	-656,303	-53.7%
Reserve for Bonuses Payable	4,416	7,802	-3,386	-43.4%
Reserve for Retirement Benefits	20,432	22,732	-2,300	-10.1%
Reserve for Loss on Disposition of Premises and Equipment	159	53	106	200.0%
Acceptances and Guarantees	139,242	183,783	-44,541	-24.2%
Total Liabilities	7,271,341	7,749,299	-477,958	-6.2%
<<Stockholders' Equity>>				
Capital Stock	451,296	451,296	-	-
Capital Surplus	18,558	20,622	-2,064	-10.0%
Retained Earnings	168,091	139,622	28,469	20.4%
Net Unrealized Gains on Securities Available-for-Sale, Net of Taxes	12,487	5,785	6,702	115.9%
Treasury Stock, at Cost	-0	-0	-	-
Total Stockholders' Equity	650,434	617,327	33,107	5.4%
Total Liabilities and Stockholders' Equity	7,921,775	8,366,626	-444,851	-5.3%

US\$ / yen

@122.60

@133.20

Non-Consolidated Statements of Income

in millions of yen

	IH/FY'02	IH/FY'01	Change	
	a	b	a-b	%
Operating Income	100,961	126,732	-25,771	-20.3%
Interest Income	65,190	85,269	-20,079	-23.5%
Interest on Loans and Discounts	50,092	65,280	-15,188	-23.3%
Interest and Dividends on Securities	10,444	10,174	270	2.7%
Fees and Commissions (Income)	8,949	4,442	4,507	101.5%
Trading Revenue	1,072	619	453	73.2%
Other Business Income	2,488	8,182	-5,694	-69.6%
Other Operating Income	23,261	28,218	-4,957	-17.6%
Operating Expenses	80,860	101,178	-20,318	-20.1%
Interest Expenses	25,522	40,521	-14,999	-37.0%
Interest on Coupon Debentures	11,112	21,580	-10,468	-48.5%
Amortization of Discount on Debentures	142	732	-590	-80.6%
Interest on Deposits	5,037	4,572	465	10.2%
Fees and Commissions (Expense)	1,742	1,488	254	17.1%
Trading Expenses	386	-	386	-
Other Business Expenses	17,019	5,606	11,413	203.6%
General and Administrative Expenses	32,875	32,433	442	1.4%
Other Operating Expenses	3,314	21,129	-17,815	-84.3%
Net Operating Income	20,101	25,553	-5,452	-21.3%
Extraordinary Income	6,305	10,589	-4,284	-40.5%
Extraordinary Expenses	1,447	5,775	-4,328	-74.9%
Income before Income Taxes	24,958	30,367	-5,409	-17.8%
Income Taxes (Current)	14	83	-69	-83.1%
Income Taxes (Deferred)	-4,918	-	-4,918	-
Net Income	29,862	30,283	-421	-1.4%
Earned Surplus Brought Forward from Previous Term	135,472	83,001	52,471	63.2%
Unappropriated Earned Surplus	165,335	113,285	52,050	45.9%
(Ref.) Net Business Profit (gyomu jun-eki)	1,218	18,541	-17,323	-93.4%
(Ref.) Net Business Profit before General Reserve for Loan Losses (jisshitsu gyomu jun-eki)	1,219	19,376	-18,157	-93.7%
(Ref.) Net Business Profit before General Reserve for Loan Losses (jisshitsu gyomu jun-eki) + Income from Investment in Money Held in Trust	18,974	29,876	-10,902	-36.5%

US\$ / yen

@122.60

@119.40

Supplemental Information

I. Business Profits Data - Consolidated

in millions of yen

	1H/FY02 (a)		1H/FY01 (b)
		Change (a)-(b)	
Gross Business Profit (gyomu sorieki) *	52,030	-12,607	64,637
Interest Income (net)	35,077	-11,037	46,114
Fees and Commissions (net)	8,359	4,777	3,582
Trading (net)	5,398	4,660	738
Others	3,194	-11,006	14,200
General and Administrative Expense	33,873	57	33,816
Net Business Profit before General Reserves (jisshitsu gyomu jun-eki) *	18,157	-12,663	30,820

Other Income, Net	7,428	2,072	5,356
Net Stock Gains	1,199	-414	1,613
Income from Investment in Money Held in Trust	7,009	-467	7,476
Write-Offs	23	23	-
Losses on Sale of Credits	377	377	-
Enterprise Tax in Tokyo/Osaka	-	-1,036	1,036
Investment Profit and Loss under Equity Method	-128	-107	-21
Net Operating Profit	17,962	-10,660	28,622
Extraordinary Profit/Loss **	3,988	-815	4,803
Net Income before Tax	21,950	-11,476	33,426
Tax (Current)	484	283	201
Tax (Deferred)	-4,967	-4,967	-
Minority Interests in Net Income of Subsidiaries	-30	-59	29
Net Income after Tax	26,464	-6,731	33,195

General Reserve Provisioning	-76,096	-76,262	166
Specific Reserve Provisioning	73,954	73,415	539
Reserves against Credits in Specific Countries	-32	17	-49
Net Reserve Provisioning	-2,174	-2,830	656
Write-Offs/Loss on Sale of Credits	401	401	-
Total Credit Cost	-1,773	-2,429	656

* including Income from Investment in Money Held in Trust

** The Bank posted 2.2 billion yen net reversal of reserves for loan losses for 1H-FY2002 which is in Extraordinary Profit/Loss.

Number of Affiliated Companies			
Consolidated Subsidiaries	27	11	16
Affiliated Companies under Equity Method	2	-1	3

Business Profits Data - Non-Consolidated

in millions of yen

	1H/FY02 (a)	Change (a)-(b)	1H/FY01 (b)
Gross Business Profit (gyomu sorieki) *	51,236	-10,996	62,232
Interest Income (net)	40,119	-5,463	45,582
Fees and Commissions (net)	7,233	4,272	2,961
Trading (net)	685	66	619
Others	-14,557	-17,126	2,569
General and Administrative Expense	32,261	-94	32,355
Personnel	15,243	349	14,894
Non-Personnel	15,653	-657	16,310
Tax	1,364	214	1,150
Net Business Profit before General Reserves (jisshitsu gyomu jun-eki) *	18,974	-10,902	29,876

Non Business Profit/Loss	19,333	11,487	7,846
Net Stock Gains	1,199	536	663
Income from Investment in Money Held in Trust	17,755	7,255	10,500
Write-Offs	23	23	-
Losses on Sale of Credits	377	377	-
Enterprise Tax in Tokyo/Osaka	-	-1,036	1,036
Net Operating Profit	20,101	-5,452	25,553
Extraordinary Profit/Loss	4,857	44	4,813
Gains on Sale of Property	-1,243	-6,055	4,812
Gain from Returning Substituted Employee Pension to the Government	3,019	3,019	-
Gain on Reversal of Reserve for Loan Losses **	3,081	3,081	-
Net Income before Tax	24,958	-5,409	30,367
Tax (Current)	14	-69	83
Tax (Deferred)	-4,918	-4,918	-
Net Income after Tax	29,862	-421	30,283

General Reserve Provisioning	-76,088	-76,922	834
Specific Reserve Provisioning	73,039	72,213	826
Reserves against Credits in Specific Countries	-32	17	-49
Net Reserve Provisioning **	-3,081	-4,692	1,611
Write-Offs/Loss on Sale of Credits	401	401	-
Total Credit Cost	-2,680	-4,291	1,611

* including Income from Investment in Money Held in Trust

** The Bank posted 3.1 billion yen net reversal of reserves for loan losses for 1H-FY2002 which is in Extraordinary Profit/Loss.

II. Yield, Capital, Securities

1. Yields on Assets and Liabilities - Non-Consolidated, Domestic Business

	1H/FY02 (a)		1H/FY01 (b)
		change (a)-(b)	
(1) Interest Earning Assets (A)	1.68%	-0.19%	1.87%
Loans	2.13%	0.04%	2.09%
Securities	0.21%	-0.12%	0.33%
(2) Interest Bearing Liabilities (B)	1.70%	-0.15%	1.85%
Debentures	0.90%	-0.33%	1.23%
Deposits & NCDs	0.33%	0.18%	0.15%
(3) Gross Spread (A)-(B)	-0.02%	-0.04%	0.02%

2. Capital Adequacy (Domestic Standard) - Consolidated

in billions of yen

	Sep-02			Mar-02	Sep-01
		Change from Mar. 02	Change from Sep. 01		
(1) Total Capital Ratio	19.92%	2.88%	2.43%	17.04%	17.49%
(2) Tier 1	640.9	26.6	51.8	614.3	589.1
(3) Tier 2	339.8	-28.3	-111.0	368.1	450.8
General Loan Loss Reserves	30.7	-5.2	-6.4	35.9	37.1
Sub Debts, Hybrid Capital Instruments	309.0	-23.1	-104.6	332.1	413.6
(4) (Double Gearing/Leveraging)	0.8	0.2	0.3	0.6	0.5
(5) Total Capital (2)+(3)-(4)	979.8	-2.0	-59.6	981.8	1,039.4
(6) Risk Assets	4,917.0	-842.2	-1,024.5	5,759.2	5,941.5

3. Unrealized Gains on Securities Holdings - Consolidated

in millions of yen

	Unrealized Gains (net)		
		Gains	Losses
Bonds	9,688	10,059	371
Equities	-453	78	531
Other	12,178	27,357	15,179
Total	21,413	37,495	16,082

III. Asset Quality

1. Risk Monitored Loan

Non-Consolidated

in millions of yen

	Sep-02	Change from Mar. 02	Change from Sep. 01	Mar-02	Sep-01
Bankrupt	196,299	-4,394	98,041	200,693	98,258
Past Due	365,936	-110,441	-68,670	476,377	434,606
3 Months Past Due	127,140	34,065	99,909	93,075	27,231
Restructured	59,463	-214,446	-440,225	273,909	499,688
Total	748,840	-295,216	-310,944	1,044,056	1,059,784

Total Loans Outstanding	4,000,463	-1,011,711	-1,447,287	5,012,174	5,447,750
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(ref. % to Total Loans)

Bankrupt	4.9%	0.9%	3.1%	4.0%	1.8%
Past Due	9.1%	-0.4%	1.1%	9.5%	8.0%
3 Months Past Due	3.2%	1.3%	2.7%	1.9%	0.5%
Restructured	1.5%	-4.0%	-7.7%	5.5%	9.2%
Total	18.7%	-2.1%	-0.8%	20.8%	19.5%

Consolidated

in millions of yen

	Sep-02	Change from Mar. 02	Change from Sep. 01	Mar-02	Sep-01
Bankrupt	196,531	-4,166	98,271	200,697	98,260
Past Due	366,935	-108,265	-66,541	475,200	433,476
3 Months Past Due	127,140	33,572	99,909	93,568	27,231
Restructured	59,600	-214,449	-440,234	274,049	499,834
Total	750,209	-293,307	-308,595	1,043,516	1,058,804

Total Loans Outstanding	3,883,522	-918,382	-1,445,586	4,801,904	5,329,108
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(ref. % to Total Loans)

Bankrupt	5.1%	0.9%	3.3%	4.2%	1.8%
Past Due	9.4%	-0.5%	1.3%	9.9%	8.1%
3 Months Past Due	3.3%	1.4%	2.8%	1.9%	0.5%
Restructured	1.5%	-4.2%	-7.9%	5.7%	9.4%
Total	19.3%	-2.4%	-0.6%	21.7%	19.9%

2. Reserve for Loan Losses

Non-Consolidated

in millions of yen

	Sep-02		Mar-02	Sep-01	
		Change from Mar. 02			Change from Sep. 01
Reserve for Loan Losses	323,109	-48,352	-73,905	371,461	397,014
General	98,052	-94,298	-122,026	192,350	220,078
Specific	224,943	45,989	48,245	178,954	176,698
Country Risk	113	-43	-124	156	237

Consolidated

in millions of yen

	Sep-02		Mar-02	Sep-01	
		Change from Mar. 02			Change from Sep. 01
Reserve for Loan Losses	322,637	-47,396	-73,025	370,033	395,662
General	97,471	-94,297	-122,162	191,768	219,633
Specific	225,053	46,945	49,262	178,108	175,791
Country Risk	113	-43	-124	156	237

3. Reserve Ratio

Non-Consolidated

	Sep-02		Mar-02	Sep-01	
		Change from Mar. 02			Change from Sep. 01
% On Risk Monitored Credits	43.1%	7.5%	5.6%	35.6%	37.5%

Consolidated

	Sep-02		Mar-02	Sep-01	
		Change from Mar. 02			Change from Sep. 01
% On Risk Monitored Credits	43.0%	7.5%	5.6%	35.5%	37.4%

4. Disclosures Based on Financial Reconstruction Law - Non-Consolidated

in millions of yen

	Sep-02		Mar-02	Sep-01	
		Change from Mar. 02			Change from Sep. 01
Bankrupt, Quasi Bankrupt	274,714	-31,852	48,215	306,566	226,499
Doubtful	332,490	-107,579	-43,048	440,069	375,538
Sub Standard	186,603	-180,382	-340,316	366,985	526,919
Total (A)	793,808	-319,813	-335,149	1,113,621	1,128,957
Loan Loss Reserves (B)	323,109	-48,352	-73,905	371,461	397,014
Reserve Ratio (B)/(A)	40.7%	7.3%	5.5%	33.4%	35.2%

5. Loans by Industry - Non-Consolidated

in millions of yen

	Sep-02		Mar-02	Sep-01	
		Change from Mar. 02			Change from Sep. 01
Loans by Domestic Branches (excl. Special International Finance)	3,937,527	-1,032,614	-1,490,219	4,970,141	5,427,746
Manufacturing	477,935	-150,838	-275,817	628,773	753,752
Agricultural	-	-341	-997	341	997
Forestry	979	-17	-44	996	1,023
Fishery	10,462	-1,569	-4,996	12,031	15,458
Mining	18,991	-4,193	-6,332	23,184	25,323
Construction	59,200	-48,537	-61,256	107,737	120,456
Utilities	300,809	-50,523	-84,282	351,332	385,091
Transportation, Communication	432,810	-50,632	-160,741	483,442	593,551
Wholesale, Retail, Restaurants	231,131	-79,245	-200,823	310,376	431,954
Finance, Insurance	1,296,456	-398,673	-176,597	1,695,129	1,473,053
Real Estate	649,544	-90,085	-106,486	739,629	756,030
Service	263,896	-124,818	-266,497	388,714	530,393
Municipals	8,779	8,779	-79,917	-	88,696
Other	186,530	-41,919	-65,433	228,449	251,963

6. Exposures in Specific Countries - Non-Consolidated

in millions of yen

	Sep-02		Mar-02	Sep-01	
		Change from Mar. 02			Change from Sep. 01
Total Exposure	352	-144	-232	496	584
Indonesia	266	-132	-226	398	492
Russia	80	-12	-11	92	91
Number of Specific Countries	4	0	1	4	3

7. Balance of Major Assets and Liabilities - Non-Consolidated

in millions of yen

	Sep-02		Mar-02	Sep-01	
		Change from Mar. 02			Change from Sep. 01
Debentures (end balance)	2,154,345	-580,906	-1,430,919	2,735,251	3,585,264
(average balance)	2,484,324	-984,019	-1,135,713	3,468,343	3,620,037
Deposits & NCDs (end balance)	2,688,117	304,085	101,558	2,384,032	2,586,559
(average balance)	2,841,948	67,374	-202,314	2,774,574	3,044,262
Loans (end balance)	4,000,463	-1,011,711	-1,447,287	5,012,174	5,447,750
(average balance)	4,518,970	-1,042,988	-1,361,027	5,561,958	5,879,997