

For Immediate Press Release:

Shinsei Bank announces Financial Results for FY 1999

Tokyo (Monday, June 12, 2000) -- Shinsei Bank, Limited ("Shinsei Bank") today announced its financial results for the fiscal 1999 ended March 31, 2000. Shinsei Bank was formerly known as The Long-Term Credit Bank of Japan, Limited ("LTCB"). LTCB changed its name to Shinsei Bank on June 5, 2000.

Profit / Loss

Shinsei Bank posted Net Business Profit (gyomu jun-eki) of 49.2 billion yen after reversing 96.2 billion yen of general loan loss reserve for non-consolidated basis. Gross Business Profit (gyomu so-rieki) decreased to 14.8 billion mainly due to high coupon debentures issued in previous years and withdrawal from overseas operation. Expenses decreased by 14.3 billion yen to 60.9 billion compared to prior fiscal year due to various restructuring efforts.

The Bank recorded total credit cost of 1,043.6 billion in relation to the fact that the Bank sold "inappropriate assets" of total 4,241.5 billion yen book value in August 1999 and in February 2000 to the Resolution and Collection Corporation ("RCC") and that the Bank increased Specific Reserves by following Financial Inspection Manuals.

The Bank received monetary grants and compensation for losses of 3,587.9 billion yen from the Deposit Insurance Corporation pursuant to Article 62 and 72 of the Financial Reconstruction Law, and the Bank also posted Gain on Sales of Stocks and Other Equity-Related Securities, etc. As a result, Net Operating Loss (keijo sonshitsu) was 112.7 billion yen and Net Income (touki rieki) was 109.8 billion yen.

Consolidated Net Operating Loss was 112.4 billion yen and Consolidated Net Income was 111.3 billion yen.

Balance Sheet

Loans and Bills Discounted decreased by 5,910 billion yen compared to March 1999 to 7,704.7 billion yen. This decrease was mainly due to the sale of inappropriate assets to RCC and to a lesser extent due to the progress of the sale of overseas assets mainly in the United States as a part of total withdrawal from overseas operation.

Debentures and Bonds decreased by 1,185.1 billion yen compared to prior fiscal year to 6,481.8 billion yen. Deposits (including CDs) decreased by 538.8 billion yen to 2,824.2 billion yen. The Bank repaid entire amount of Borrowed Money of 2,700 billion yen to RCC during the year. Call money decreased by 1,222.4 billion yen to 239.3 billion yen. Above decrease of liabilities reflects the decrease of assets caused by activities such as the sale of inappropriate assets.

Reserve for Possible Loan Losses decreased by 2,769.8 billion compared to prior fiscal year end to 866.9 billion yen mainly due to the sale of inappropriate assets.

Stockholder's Equity was 469.8 billion yen as of March 31, 2000. This was the result of (1) 120 billion common stock allocation to New LTCB Partners, (2) 240 billion yen preferred stock subscription by RCC, and (3) Net Income of 109.8 billion for this fiscal year on top of zero Shareholder's Equity as of the end of temporary nationalization. BIS Capital Adequacy Ratio (consolidated basis) was 12.21 %, while domestic standard applies to Shinsei Bank from this fiscal year end of which minimum requirement is 4%.

Asset Quality

As of March 31, 2000, total Risk Monitored Loans decreased by 1,685.3 billion yen compared to March 31, 1999, to 1,790.9 billion yen.

As of March 31, 2000, Problem Assets including acceptances, guarantees and suspense payments ranging from Loans Requiring Special Supervision to Loans Under Bankruptcy based on Assessment of Claims under the Financial Reconstruction Law decreased by 2,817.5 billion yen compared to March 31, 1999, to 1,864.7 billion yen. Total Loan Loss Reserve of 866.9 billion yen represents 46.5% of it.

Performance Forecast for Fiscal Year 2000

Net Business Profit Before General Reserve (jisshitsu gyomu jun-eki) for FY 1999 was negative 46.9 billion.

For FY 2000, the Bank expects Net Business Profit (gyomu jun-eki) of positive 22.5 billion due to the lower funding cost as the repayment of higher coupon debentures issued in past fiscal years was substantially completed and the disposition of inappropriate assets was completed. In addition to the above, in FY 2000, the Bank has already realized 55 billion yen gain on remaining equity portfolio sale to RCC. Therefore the Bank forecasts Net Operating Income (keijo rieki) of 70.5 billion yen and Net Income (touki rieki) of 69.0 billion for FY 2000.

Notes:

1. The rate of exchange prevailing on the Tokyo Foreign Exchange market on March 31, 2000, was 106.15 yen per US\$1.00.
2. All figures are non-consolidated basis unless mentioned otherwise.

Non-Consolidated Balance Sheet - Assets : FY'98-FY'99

in millions of yen

	#	Mar.31,2000	Mar.31,1999	Change	
		a	b	a-b	%
Loans	1	7,704,725	13,614,752	-5,910,027	-43.4%
Loans on Deeds	2	4,786,013	7,655,337	-2,869,324	-37.5%
Loans on Notes	3	2,104,750	4,132,947	-2,028,197	-49.1%
Overdrafts on Current Account	4	807,806	1,819,154	-1,011,348	-55.6%
Notes and Bills Discounted	5	6,154	7,312	-1,158	-15.8%
Foreign Exchanges	6	14,294	21,022	-6,728	-32.0%
Foreign Currency Bills Bought	7	1,136	1,469	-333	-22.7%
Foreign Currency Bills Receivable	8	5,875	4,216	1,659	39.4%
Foreign Currency Due from Banks	9	7,282	15,335	-8,053	-52.5%
Securities	10	2,810,164	2,094,811	715,353	34.1%
Government Bonds	11	2,385,927	197,992	2,187,935	1,105.1%
Government Agency and Municipal Bonds	12	11,994	24,917	-12,923	-51.9%
Corporate Bonds	13	31,019	123,795	-92,776	-74.9%
Corporate Equities	14	362,994	1,659,060	-1,296,066	-78.1%
Other Securities	15	18,228	83,490	-65,262	-78.2%
Securities Loaned	16	0	5,553	-5,553	-100.0%
Money Held in Trust	17	0	59,213	-59,213	-100.0%
Trading Assets	18	785,219	1,218,889	-433,670	-35.6%
Trading Securities	19	224,184	41,513	182,671	440.0%
Trading-related Financial Derivatives	20	556,037	933,426	-377,389	-40.4%
Other Trading Assets	21	4,997	243,949	-238,952	-98.0%
Commercial Paper and Other Debt Purchased	22	1,189	2,548	-1,359	-53.3%
Bills Bought	23	280,200	0	280,200	-
Call Loans	24	83,292	562,585	-479,293	-85.2%
Cash and Due from Banks	25	1,969,712	970,202	999,510	103.0%
Cash	26	43,462	350,324	-306,862	-87.6%
Deposits with Banks	27	1,926,249	619,878	1,306,371	210.7%
Other Assets	28	365,021	3,745,509	-3,380,488	-90.3%
Prepaid Expenses	29	1,746	3,544	-1,798	-50.7%
Accrued Revenues	30	39,767	174,004	-134,237	-77.1%
Margin Deposited for Financial Futures	31	269	971	-702	-72.3%
Evaluation Account of Financial Futures	32	0	88	-88	-100.0%
Securities etc. Deposited	33	92,400	180,000	-87,600	-48.7%
Temporary Nationalization Account	34	0	2,786,889	-2,786,889	-100.0%
Others	35	230,837	600,011	-369,174	-61.5%
Premises and Equipment	36	35,631	81,539	-45,908	-56.3%
Real Estate, Bank Premises, Fixtures and Equipment	37	24,288	66,157	-41,869	-63.3%
Security Deposits and Others	38	11,343	15,381	-4,038	-26.3%
Deferred Discounts and Issuance Costs on Debentures	39	1,236	2,676	-1,440	-53.8%
Deferred Discounts	40	874	2,088	-1,214	-58.1%
Issuance Expense	41	361	587	-226	-38.5%
Customers' Liabilities for Acceptances and Guarantees	42	571,997	820,651	-248,654	-30.3%
Reserve for Possible Loan Losses	43	-866,981	0	-866,981	-
Total Assets	44	13,755,705	23,194,401	-9,438,696	-40.7%

US\$ / yen

@ 106.15

@ 120.55

Non-Consolidated Balance Sheet
- Liabilities and Shareholders' Equity : FY'98-FY'99

in millions of yen

	#	Mar.31,2000	Mar.31,1999	Change	
		a	b	a-b	%
Debentures and Bonds	1	6,481,884	7,667,067	-1,185,183	-15.5%
Debentures and Bonds	2	6,481,884	7,667,067	-1,185,183	-15.5%
Deposits	3	2,092,756	2,706,198	-613,442	-22.7%
Time Deposits	4	1,420,753	1,693,084	-272,331	-16.1%
Deposits at Notice	5	166,642	158,964	7,678	4.8%
Ordinary Deposits	6	269,297	235,331	33,966	14.4%
Current Account	7	69,327	378,337	-309,010	-81.7%
Others	8	166,734	240,480	-73,746	-30.7%
Negotiable Certificates of Deposits	9	731,470	656,851	74,619	11.4%
Borrowed Money and Bills Rediscounted	10	1,093,646	3,865,994	-2,772,348	-71.7%
Borrowed Money	11	1,093,646	3,865,994	-2,772,348	-71.7%
Trading Liabilities	12	564,910	940,545	-375,635	-39.9%
Derivatives of Trading Securities	13	0	29	-29	-100.0%
Trading-related Financial Derivatives	14	564,910	940,516	-375,606	-39.9%
Bills Sold	15	5,900	187,700	-181,800	-96.9%
Commercial Paper	16	500	1,500	-1,000	-66.7%
Call Money	17	239,306	1,461,800	-1,222,494	-83.6%
Foreign Exchanges	18	270	1,016	-746	-73.4%
Foreign Currency Bills Sold	19	6	1	5	500.0%
Foreign Currency Bills Payable	20	0	3	-3	-100.0%
Foreign Currency Overdraft on Due from Banks	21	7	438	-431	-98.4%
Due to Foreign Banks	22	256	574	-318	-55.4%
Other Liabilities	23	1,486,654	1,030,983	455,671	44.2%
Expenses Payable	24	112,891	163,441	-50,550	-30.9%
Provision for Corporate and Other Taxes	25	171	215	-44	-20.5%
Unearned Revenue	26	11,058	15,376	-4,318	-28.1%
Employee Deposits	27	0	3,907	-3,907	-100.0%
Securities Borrowed	28	92,400	180,000	-87,600	-48.7%
Deposits for Security Lending	29	847,033	365,424	481,609	131.8%
Unpaid Balance Trading Liability	30	227,076	172,949	54,127	31.3%
Others	31	196,023	129,668	66,355	51.2%
Reserve for Possible Loan Losses	32	-	3,656,791	-	-
Reserve for Derivative-Related Credit Risk	33	1,295	-	-	-
Reserve for Retirement Allowances	34	0	20,057	-20,057	-100.0%
Reserve for Contingencies on Loans Sold	35	0	97,521	-97,521	-100.0%
Reserve for Disposition of Specific Assets	36	0	79,714	-79,714	-100.0%
Special Statutory Reserves	37	0	6	-6	-100.0%
Reserve for Liability in Financial Futures Transactions	38	15,255	6	15,249	254,150.0%
Acceptances and Guarantees	39	571,997	820,651	-248,654	-30.3%
Total Liabilities	40	13,285,849	23,194,401	-9,908,552	-42.7%
Paid-in Capital	41	229,296	390,710	-161,414	-41.3%
Amount Received for Newly Issued Shares	42	240,000	-	-	-
Legal Reserve	43	281,413	358,843	-77,430	-21.6%
Capital Surplus	44	281,413	300,263	-18,850	-6.3%
Legal (Revenue) Reserve	45	0	58,580	-58,580	-100.0%
Surplus Funds	46	-280,845	-749,553	468,708	-62.5%
Voluntary Reserves	47	0	18,167	-18,167	-100.0%
Reserve for Losses in Overseas Investment etc.	48	0	143	-143	-100.0%
General Reserve	49	0	18,024	-18,024	-100.0%
Unappropriated Profit for Current Term	50	-280,845	-767,721	486,876	-63.4%
Net Income	51	109,855	-786,949	896,804	-114.0%
Total Shareholders' Equity	52	469,855	0	469,855	-
Total Liabilities and Shareholders' Equity	53	13,755,705	23,194,401	-9,438,696	-40.7%
		US\$ / yen	@ 106.15	@ 120.55	

Comparative Statement of Income : FY'98-FY'99

in millions of ven

	#	FY'99 a	FY'98 b	Change	
				a-b	%
Operating Income	1	856,144	766,871	89,273	11.6%
Interest Income	2	334,310	672,847	-338,537	-50.3%
Interest on Loans and Discounts	3	207,868	342,319	-134,451	-39.3%
Interest and Dividends on Securities	4	25,126	75,690	-50,564	-66.8%
Interest on Bills Bought	5	14	21	-7	-33.3%
Interest on Call Loans	6	1,867	4,560	-2,693	-59.1%
Interest on Deposits with Banks	7	7,980	19,005	-11,025	-58.0%
Interest on Interest Swaps	8	84,364	205,637	-121,273	-59.0%
Other Interest Income	9	7,088	25,612	-18,524	-72.3%
Fees and Commissions	10	8,431	23,410	-14,979	-64.0%
Domestic and Foreign Exchange	11	342	622	-280	-45.0%
Others	12	8,088	22,788	-14,700	-64.5%
Trading Revenue	13	591	2,988	-2,397	-80.2%
Revenue from Trading Securities and Derivatives	14	0	609	-609	-100.0%
Revenue from Securities and Derivatives related to Trading Transactions	15	0	321	-321	-100.0%
Other Trading Revenue	17	591	2,056	-1,465	-71.3%
Other Operating Income	18	7,731	47,214	-39,483	-83.6%
Gains on Foreign Exchange Transactions	19	2,277	8,183	-5,906	-72.2%
Gains on Sales of Bonds	20	3,235	25,410	-22,175	-87.3%
Gains on Redemption of Bonds	21	221	1,861	-1,640	-88.1%
Others	22	1,996	11,758	-9,762	-83.0%
Other Income	23	505,080	20,410	484,670	2,374.7%
Gains on Sales of Stocks and Other Securities	24	486,234	17,685	468,549	2,649.4%
Gains on Money Held in Trust	25	16,416	387	16,029	4,141.9%
Others	26	2,429	2,337	92	3.9%
Operating Expenses	27	968,911	2,369,105	-1,400,194	-59.1%
Interest Expenses	28	315,800	530,833	-215,033	-40.5%
Interest on Coupon Debentures	29	137,477	190,364	-52,887	-27.8%
Interest on Discount Debentures	30	2,993	8,959	-5,966	-66.6%
Interest on Deposits	31	25,930	60,475	-34,545	-57.1%
Interest on Negotiable C.D.s	32	2,797	7,847	-5,050	-64.4%
Interest on Borrowings	33	47,794	53,923	-6,129	-11.4%
Interest on Bills Sold	34	47	2,380	-2,333	-98.0%
Interest on Commercial Paper	35	8	4	4	100.0%
Interest on Call Money	36	1,959	18,913	-16,954	-89.6%
Interest on Interest Swaps	37	89,802	154,317	-64,515	-41.8%
Other Interest Expenses	38	6,988	33,648	-26,660	-79.2%
Fees and Commissions	39	5,178	9,193	-4,015	-43.7%
Domestic and Foreign Exchange Transactions	40	109	216	-107	-49.5%
Others	41	5,069	8,977	-3,908	-43.5%
Trading Expenses	42	313	277	36	13.0%
Expenses on Trading Securities and Derivatives	43	66	0	66	-
Expenses on Trading-related Financial Derivatives Transactions	45	246	277	-31	-11.2%

Other Operating Expenses	47	16,665	44,037	-27,372	-62.2%
Issuance Costs of Debentures	48	754	1,968	-1,214	-61.7%
Losses on Sales of Bonds	50	3,855	30,583	-26,728	-87.4%
Losses on Redemption of Bonds	51	864	5,014	-4,150	-82.8%
Losses on Devaluation of Bonds	52	57	2,311	-2,254	-97.5%
Others	53	11,134	4,159	6,975	167.7%
General and Administrative Expenses	54	61,116	75,768	-14,652	-19.3%
Other Expenses	55	569,837	1,708,992	-1,139,155	-66.7%
Provision for Reserve for Possible Loan Losses	56	362,847	1,186,696	-823,849	-69.4%
Write-Off of Claims	57	948	3,761	-2,813	-74.8%
Losses on Sales of Stocks and Other Securities	58	145,531	72,216	73,315	101.5%
Losses on Devaluation of Stocks and Other Securities	59	2,215	309,671	-307,456	-99.3%
Losses on Money Held in Trust	60	20,356	8,831	11,525	130.5%
Others	62	37,936	127,815	-89,879	-70.3%
Net Operating Income	63	-112,767	-1,602,233	1,489,466	-93.0%
Non-Operating Income	64	1,108,082	2,839,645	-1,731,563	-61.0%
Gains on Disposition of Premises and Equipment	65	2,043	52,707	-50,664	-96.1%
Recoveries of Written-off Claims	66	101	46	55	119.6%
Transfer from Reserve for Liability in Financial Futures Transactions	69	6	2	4	200.0%
Others	71	1,105,931	2,786,889	-1,680,958	-60.3%
Non-Operating Expenses	72	884,371	2,016,887	-1,132,516	-56.2%
Losses on Disposition of Premises and Equipment	73	1,601	1,535	66	4.3%
Others	77	882,770	2,015,352	-1,132,582	-56.2%
Income before Income Taxes	78	110,943	-779,475	890,418	-114.2%
Income Taxes (Current)	79	1,088	2,321	-1,233	-53.1%
Income Taxes (Deferred)	80	0	5,153	-5,153	-100.0%
Net Income	82	109,855	-786,949	896,804	-114.0%
Profit Brought Forward from Previous Term	83	-390,710	19,228	-409,938	-2,132.0%
Undivided Profit at the End of the Term	86	-280,854	-767,721	486,867	-63.4%

US\$/yen @106.15 @ 120.55

Financial Data

1. Business Profit

in millions of yen

	FY'99	FY'98	Change	
	a	b	a-b	%
Gross Business Profit	14,839	170,054	-155,215	-91.3%
Domestic	33,086	177,276	-144,190	-81.3%
(% to average earning assets)	(0.27%)	(0.99%)	-(0.72%)	-
International	-18,247	-7,221	-11,026	152.7%
(% to average earning assets)	(-1.28%)	(-0.28%)	(-1.28%)	-
Net Business Profit (gyomu jun-eki)	49,272	-290,640	339,912	-117.0%

2. Profitability (Domestic Business)

	FY'99	FY'98	Change
Average Yield on Earning Assets (a)	2.12%	2.79%	-0.67%
Loans	1.76%	1.96%	-0.20%
Securities	1.08%	1.96%	-0.88%
Average Funding Cost (b)	2.03%	2.36%	-0.33%
Debentures	1.89%	2.08%	-0.19%
Deposits and Negotiable CDs	0.32%	0.69%	-0.37%
Spread (a-b)	0.09%	0.43%	-0.34%

3. Loan Loss Reserves

in billions of yen

	FY'99	FY'98	Change
	a	b	a-b
(1) Loan Loss Reserves			
General	317.5	413.7	-96.2
Specific	549.2	3,232.6	-2,683.4
Country Risk	0.3	10.5	-10.2
(2) Specific Reserve	196.7	*2624.3	-2,427.6
(3) Country Risk Reserve			
# of countries	5	9	-4
Exposure amount	0.8	34.3	-33.5
Transfer to Reserve	0.0	9.8	-9.8
Transfer from Reserve	-9.1	0.0	-9.1
(4) Written-off Claims	0.9	3.7	-2.8

* including 1,831.2 billion yen of extraordinary loss; an estimated loss on transfer to RCC of Inappropriate Assets classified by FRC in compliance with Article 72-4 of the Financial Reconstruction Law, and an estimated loss on trading transactions associated with such borrowers.

4. Securities*in millions of yen*

	FY'99	FY98	Change	
	a	b	a-b	%
Bonds				
Net Gain	-1,319	* -10,637	9,318	-19.9%
Stocks				
Net Gain	338,486	-364,202	702,688	-192.9%
Unrealized Gains on Securities and Other		Mar.31,'99		
Listed Securities	58,202	88,895	-30,693	-34.5%
Stocks	54,586	87,119	-32,533	-37.3%
(Market Value)	392,746	1,670,753	-1,278,007	-76.5%
(Book Value)	338,160	1,583,634	-1,245,474	-78.6%
Derivatives	42,108	40,514	-	-

* In addition to this amount, 101,899 million yen of net loss on sale of bonds sold in accordance with Credit and Other Business Policies formulated in compliance with Article 48 of the Financial Reconstruction Law is included in extraordinary loss.

5. Capital Adequacy Ratio (BIS)*in billions of yen*

	Mar.31, '00	Mar.31, '99	Change	
	a	b	a-b	%
Capital Ratio	12.21%	0.12%	12.09%	-
Tier I Capital	473.6	9.9	463.7	4683.8%
Tier II Capital	473.6	9.9	463.7	4683.8%
Unrealized Gains included in Tier II	-	-	-	-
Subordinated Debt included in Tier II	710.6	488.5	222.1	45.5%
Risk Assets	7,755.6	16,481.1	-8,725.5	-52.9%

Mar. 31, 2000 Domestic Standard

Mar. 31, 1999 International Standard

6. Loans and Bills Discounted*in billions of yen*

	Mar.31, '00	Mar.31, '99	Change	
	a	b	a-b	%
Total Loan Outstanding (a)	7,704.7	13,614.8	-5,910.1	-43.4%
Consumer Loans	50.3	59.1	-8.9	-15.0%
Ratio of Loans to Small Sized Corporations	36.0%	48.4%	-12.4%	-25.6%
Loans to Real Estate Sector	1,005.6	2,702.0	-1,696.4	-62.8%
Loans under Bankruptcy	188.2	759.5	-571.3	-75.2%
(% of loans to (a))	(2.40%)	(5.58%)	-3.18%	-57.0%
Loans Past Due (Six Months)	801.3	2,258.0	-1,456.7	-64.5%
(% of loans to (a))	(10.40%)	(16.59%)	-6.19%	-37.3%
Loans Past Due Three Months or More	22.7	230.9	-208.2	-90.2%
(% of loans to (a))	(0.30%)	(1.70%)	-1.40%	-82.4%
Restructured Loans	778.8	227.8	551.0	241.9%
(% of loans to (a))	(10.10%)	(1.67%)	8.43%	504.8%

Reference - Non-Consolidated

1. Risk Monitored Loans

		<i>in millions of yen</i>				<i><ref.></i>
		Mar.31,'00	Mar.31,'99	Change		Mar.31,'00
		a	b	a-b	%	Consolidated
Loans under Bankruptcy	A	188,166	759,516	-571,350	-75.2%	188,166
Loans Past Due (Six Months)	B	801,255	2,258,041	-1,456,786	-64.5%	800,716
A+B		989,421	3,017,557	-2,028,136	-67.2%	988,882
% to Total Loan		(12.84%)	(22.16%)			
Loans Past Due Three Months or	C	22,665	230,925	-208,260	-90.2%	22,665
Restructured Loans	D	778,815	227,817	550,998	241.9%	778,815
A+B+C+D		1,790,902	3,476,300	-1,685,398	-48.5%	1,790,362
% to Total Loan		(23.2%)	(25.5%)			(23.2%)
ref. Total Loan Balance		7,704,725	13,614,752	-5,910,027	-43.4%	7,711,024

Loan Loss Reserves

		<i>in millions of yen</i>		
		Mar.31, '00	Mar.31, '99	change
		a	b	a-b
General		317,480	413,700	-96,220
Specific		549,191	3,232,604	-2,683,413
Country Risk		308	10,487	-10,179
Total		866,981	3,656,791	-2,789,810
ref. Total loan loss reserves / A+B+C+D		48.4%	105.2%	

Credit Cost

		<i>in millions of yen</i>	
		FY'99	FY98
		a	b
Written-off Claims		948	3,761
Specific Reserve Provisioning		196,719	* 2,624,375
Loss on Sale of loans to CCPC		-	9,585
Provision for Contingencies on Loans Sold		-	** 82,172
Loss on Sale of LDC and Other Loans		15,215	31,938
Reserve for Disposition of Specific Assets		-13,162	* 79,714
Loss on Sale of Inappropriate Assets to RCC, etc.		843,967	-
Total		1,043,688	2,831,545
ref.			
Transfer to General Loan Loss Reserve		-96,219	382,918
Transfer to Country Risk Reserve		-9,081	9,813

* Transfer to specific loan loss reserve for Inappropriate Assets of 1,831,227 million yen and reserve for disposition of specific assets of 79,714 million yen are included in extraordinary loss.

** Loans to CCPC: 135,694 million yen
Contingencies on loans sold: 97,521 million yen (71.9% of loans to CCPC)

Problem Loans (Based on Financial Reconstruction Law)*in billions of yen*

	Mar.31,'00
Bankruptcy	289.1
Doubtful	774.2
Special Supervision	801.5
Total	1,864.7

2. Progress under Business Restructuring Plan

	FY'99 Actual (Mar.31,'00)	FY99 Budget (Mar.31,'00)	FY98 Actual (Mar.31,'99)	At peak	Final Target
Number of employees # (in billions of yen)	2,178	2,797	2,797	'93 Apr. 4,060	2,500
General and Administrative Expenses	61.1	75.8	75.8	'93 Mar. 107.9	65.0
Number of Offices #	25	47	47		
Domestic offices	24	24	24	'92 Mar. 26	to be considered
Overseas offices	1	23	23	'96 Mar. 44	to be withdrawn
branches and corporate representative offices	0	9	9	17	
subsidiaries	1	4	4	10	
	0	10	10	17	

3. Net Business Profit (gyomu jun-eki)*in millions of yen*

	FY '99 a	FY'98 b	Change	
			a-b	%
Net Business Profit (gyomu jun-eki) (a)	49,272	-290,640	339,912	-117.0%
Transfer to General Loan Loss Reserve	-96,219	382,918	-479,137	-0,125.1%
Adjusted Net Business Profit (a)+(b)	-46,946	92,277	-139,223	-150.9%

4. P/L through Disposition of Premises and Equipment*in millions of yen*

	FY'99 a	FY'98 b	Change	
			a-b	%
Gain on Disposition of Premises and Equipment	2,043	52,707	-50,664	-96.1%
Loss on Disposition of Premises and Equipment	1,601	1,535	66	4.3%

5. Average Balance of Assets and Liabilities*in billions of yen*

	FY'99 a	FY98 b	Change	
			a-b	%
Deposits	3,742.6	3,985.0	-242.4	-6.1%
Debentures	7,409.3	9,544.3	-2,135.0	-22.4%
Loans & Bills Discounted	10,585.4	14,726.3	-4,140.9	-28.1%

6. Unrealized Gains/Losses on Securities*in billions of yen*

	Mar.31,'00	Mar.31,'99	Change	
	a	b	a-b	%
Total unrealized gains	58.2	88.9	-30.7	-34.5%
on listed securities				
o/w stocks	54.6	87.1	-32.5	-37.3%

7. BIS Capital Adequacy Ratio (Consolidated)*in millions of yen*

	Mar.31,'00	Mar.31,'99	Change	
	(Domestic Standard) a	(International Standard) b	a-b	%
BIS Capital Ratio	12.21%	0.12%	12.09%	-
Tier 1	473,643	9,950	463,693	4,660.2%
Tier 2 (Gross)	759,130	734,541	24,589	3.3%
45% of Unrealized Sec. Gains	-	40,005	-40,005	-100.0%
General Reserves	48,472	206,014	-157,542	-76.5%
Subordinated Debt	710,658	488,546	222,112	45.5%
Risk Assets	7,755,647	16,481,179	-8,725,532	-52.9%

* Tier II Capital may not exceed Tier I Capital.

** General Reserves included in Tier II may not exceed 1.25% of Risk Assets.

*** Under the domestic standard, 45% of Unrealized securities Gain should not included in Tier II.

Consolidated Balance Sheet

(as of March 31, 2000)

(Round down thousands of US.dollars)

\$1= ¥106.15

	Amount	
	millions of yen	thousands of US.dollars
ASSETS		
Loans and Bills Discounted	7,711,024	72,642,713
Foreign Exchange	14,294	134,659
Securities	2,804,703	26,422,073
Trading Assets	545,120	5,135,374
Account Receivable Purchased	1,189	11,201
Call Loans and Bills Bought	363,492	3,424,324
Cash and Due from Banks	1,930,219	18,183,881
Other Assets	366,778	3,455,280
Premises and Equipment	35,865	337,871
Deferred Discounts and Issuance Expenses on Debentures	1,981	18,662
Customers' Liabilities for Acceptances and Guarantees	298,624	2,813,227
Reserve for Possible Loan Losses	866,518	8,163,146
[Total Assets]	13,206,776	124,416,166
LIABILITIES AND STOCKHOLDERS' EQUITY		
Liabilities		
Debentures	6,730,795	63,408,337
Deposits	2,046,045	19,275,035
NCDs	731,470	6,890,909
Borrowed Money	902,995	8,506,783
Trading Liabilities	277,876	2,617,767
Commercial Paper	500	4,710
Call Money and Bills Sold	245,206	2,309,995
Foreign Exchange	270	2,544
Other Liabilities	1,482,460	13,965,709
Reserve for Derivative-Related Credit Risk	1,295	12,200
Reserve for Retirement Allowances	15,512	146,133
Reserve for Loss on Disposition of Premises and Equipment	80	754
Special Statutory Reserves	0	0
Acceptances and Guarantees	298,624	2,813,227
Total Liabilities	12,733,132	119,954,140
Minority Interests		
Minority Interests	59	556
Stockholders' Equity		
Capital Stock	229,296	2,160,113
Amount Received for Newly Issued Shares	240,000	2,260,951
Capital Reserve	281,413	2,651,088
Deficit	277,125	2,610,692
Treasury Stock	0	0
Total Stockholders' Equity	473,584	4,461,460
[Total Liabilities and Stockholders' Equity]	13,206,776	124,416,166

Consolidated Statement of Operations

(from April 1, 1999 to March 31, 2000)

(Round down thousands of US.dollars)

\$1= ¥106.15

	Amount	
	millions of yen	thousands of US.dollars
INCOME		
Interest Income	340,486	3,207,593
Interest on Loans and Discounts	211,564	1,993,066
Interest and Dividends on Securities	25,359	238,898
Interest on Call Loans and Bills Discounted	1,749	16,477
Interest on Deposits with Banks	8,240	77,626
Other Interest Income	93,572	881,507
Fees and Commissions	9,289	87,508
Trading Revenue	2,728	25,699
Other Business Income	7,841	73,867
Other Operating Income	505,813	4,765,078
Total Operating Income	866,159	8,159,764
EXPENSES		
Interest Expenses	319,756	3,012,303
Interest on Debentures	146,027	1,375,667
Amortization of Discount on Debentures	2,993	28,196
Interest on Deposits	24,721	232,887
Interest on NCD	2,797	26,350
Interest on Borrowings	43,847	413,066
Interest on Commercial Paper	8	75
Interest on Call Money and Bills Rediscounted	1,767	16,646
Interest on Other Expenses	97,592	919,378
Fees and Commissions	4,398	41,432
Trading Expenses	79	744
Other Business Expenses	17,156	161,620
General and Administrative Expenses	62,735	591,003
Other Operating Expenses	574,533	5,412,463
Provision for Possible Loan Losses	365,473	3,442,986
Other Operating Expenses	209,059	1,969,468
Total Operating Expenses	978,659	9,219,585
NET OPERATING LOSS	112,499	1,059,812
Extraordinary Income	1,108,082	10,438,832
Profit on Property Sold	2,043	19,246
Bad Debt Recovered	101	951
Transfer from Reserve for Financial Futures Transactions	6	57
Transfer to Temporary Nationalization Account	821,671	7,740,659
Other Extraordinary Income	284,260	2,677,909
Extraordinary Expenses	884,484	8,332,398
Loss on Property Sold	1,607	15,139
Other Extraordinary Expenses	882,877	8,317,259
Income(Loss) before Income Taxes	111,098	1,046,613
Income Taxes (Current)	1,526	14,376
Income Taxes (Deferred)	1,786	16,825
Minority Interest in Net Income of Consolidated Subsidiaries	11	104
NET INCOME	111,346	1,048,950

Consolidated Statement of Deficit

(from April 1, 1999 to March 31, 2000)

(Round down thousands of US.dollars)

\$1= ¥106.15

	Amount	
	millions of yen	thousands of US.dollars
Balance at Beginning of Year	681,190	6,417,240
Deductions	308,111	2,902,600
Adjustments Due to Decrease in Consolidated Subsidiaries	7,827	73,735
Adjustments Due to Decrease in Affiliates under Equity Method	20	188
Transfer from Capital Reserve	300,263	2,828,667
Additions	15,392	145,002
Adjustments Due to Decrease in Consolidated Subsidiaries	14,670	138,201
Adjustments Due to Decrease in Affiliates under Equity Method	722	6,802
Net Income	111,346	1,048,950
Balance at End of Year	277,125	2,610,692