

Contents

- 84 **Consolidated Financial Statements**
- 89 **Notes to the Consolidated Financial Statements**
- 116 **Report of Independent Auditors**

The Norinchukin Bank and Subsidiaries

Consolidated Balance Sheets
As of March 31, 2006 and 2005

As of March 31	Millions of Yen		Millions of U.S. Dollars (Note 1)	
	2006	2005	2006	
Assets				
Cash and Due from Banks (Note 31)	¥ 1,328,936	¥ 2,385,245	\$	11,320
Call Loans and Bills Purchased	1,051,567	429,463		8,957
Receivables under Resale Agreements	601,187	-		5,121
Collateral Deposited under Securities Borrowed	875,332	19,321		7,456
Commercial Paper and Other Debt Purchased	755,291	837,847		6,434
Trading Assets (Note 3)	69,309	383,701		590
Money Held in Trust	7,551,691	4,154,667		64,324
Securities (Note 4)	45,586,152	37,425,281		388,298
Loans and Bills Discounted (Note 5)	11,963,996	15,692,220		101,908
Foreign Exchange Assets (Note 6)	20,129	8,828		171
Other Assets (Note 7)	847,400	588,069		7,218
Premises and Equipment (Note 8)	165,210	173,641		1,407
Deferred Debenture Discounts	132	180		1
Deferred Tax Assets (Note 17)	2,780	3,377		24
Customers' Liabilities for Acceptances and Guarantees (Note 18)	229,484	195,576		1,955
Reserve for Possible Loan Losses	(229,748)	(318,809)		(1,957)
Total Assets	¥ 70,818,853	¥ 61,978,612	\$	603,227
Liabilities, Minority Interests and Shareholders' Equity				
Liabilities				
Deposits (Note 10)	¥ 41,487,550	¥ 40,879,067	\$	353,386
Debentures (Note 11)	4,787,514	4,704,361		40,779
Call Money and Bills Sold	5,043,340	3,892,447		42,959
Payables under Repurchase Agreements	7,599,379	3,869,804		64,731
Collateral Received under Securities Loaned	3,559,998	2,135,835		30,324
Trading Liabilities (Note 12)	32,888	52,230		280
Borrowings (Note 13)	1,101,537	888,638		9,383
Foreign Exchange Liabilities (Note 14)	0	56		0
Other Liabilities (Note 15)	2,434,661	2,186,707		20,738
Reserve for Bonus Payments	5,052	4,769		43
Reserve for Retirement Benefits (Note 16)	7,983	8,935		68
Deferred Tax Liabilities (Note 17)	535,587	228,426		4,562
Deferred Tax Liabilities Relating to Land Revaluation	25,647	24,906		218
Acceptances and Guarantees (Note 18)	229,484	195,576		1,955
Total Liabilities	66,850,625	59,071,763		569,426
Minority Interests				
Minority Interests	6,015	5,300		51
Shareholders' Equity				
Paid-in Capital (Note 21)	1,465,017	1,224,999		12,479
Capital Surplus	25,020	25,020		213
Retained Earnings	1,057,616	833,818		9,009
Land Revaluation Reserve	47,974	55,050		409
Net Unrealized Gains on Securities, net of taxes	1,366,583	762,659		11,640
Total Shareholders' Equity	3,962,212	2,901,548		33,750
Total Liabilities, Minority Interests and Shareholders' Equity	¥ 70,818,853	¥ 61,978,612	\$	603,227

The accompanying notes are an integral part of the financial statements.

The Norinchukin Bank and Subsidiaries

Consolidated Statements of Operations
For the fiscal years ended March 31, 2006 and 2005

	Millions of Yen		Millions of U.S. Dollars (Note 1)
	2006	2005	2006
Income			
Interest and Dividend Income:			
Interest on Loans and Bills Discounted	¥ 109,422	¥ 120,714	\$ 932
Interest on, and Dividends from, Securities	1,240,014	772,320	10,562
Other Interest Income (Note 22)	56,858	44,032	484
Fees and Commissions	24,551	24,929	209
Trading Revenue (Note 23)	427	495	4
Other Operating Income (Note 24)	116,538	75,877	993
Other Income (Note 25)	263,392	138,153	2,244
Total Income	1,811,205	1,176,524	15,428
Expenses			
Interest Expense:			
Interest on Deposits	191,736	96,199	1,633
Interest on Debentures	25,884	31,342	221
Interest on Borrowings	7,876	7,257	67
Other Interest Expenses (Note 26)	975,479	542,055	8,309
Fees and Commissions	10,082	10,117	86
Trading Losses (Note 27)	280	165	2
Other Operating Expenses (Note 28)	100,791	85,341	859
General and Administrative Expenses	116,367	114,495	991
Other Expenses (Note 29)	16,519	94,849	141
Total Expenses	1,445,018	981,825	12,309
Income before Income Taxes and Minority Interests	366,187	194,698	3,119
Income Taxes:			
Current	63,636	46,271	542
Deferred	32,653	7,749	278
Minority Interests in Net Income	520	724	4
Net Income	¥ 269,376	¥ 139,951	\$ 2,295
	Yen		U.S. Dollars (Note 1)
	2006	2005	2006
Net Income per Share	¥ 94.21	¥ 64.81	\$ 0.80

The accompanying notes are an integral part of the financial statements.

The Norinchukin Bank and Subsidiaries

Consolidated Statements of Capital Surplus and Retained Earnings
For the fiscal years ended March 31, 2006 and 2005

	Millions of Yen		Millions of U.S. Dollars (Note 1)	
	2006	2005	2006	
Capital Surplus				
Balance at the Beginning of the Year	¥ 25,020	¥ 25,020	\$	213
Balance at the End of the Year	¥ 25,020	¥ 25,020	\$	213
Retained Earnings				
Balance at the Beginning of the Year	¥ 833,818	¥ 723,322	\$	7,102
Additions:				
Net Income for the Year	269,376	139,951		2,295
Transfer from Land Revaluation Reserve	4,362	20,270		37
Deductions:				
Dividends	49,940	48,212		425
Change due to exclusion of subsidiaries from consolidation	-	1,513		-
Balance at the End of the Year	¥ 1,057,616	¥ 833,818	\$	9,009

The accompanying notes are an integral part of the financial statements.

The Norinchukin Bank and Subsidiaries

Consolidated Statements of Cash Flows
For the fiscal years ended March 31, 2006 and 2005

	Millions of Yen		Millions of U.S. Dollars (Note 1)
	2006	2005	2006
Cash Flows from Operating Activities:			
Income before Income Taxes and Minority Interests	¥ 366,187	¥ 194,698	\$ 3,119
Depreciation of Premises and Equipment	6,701	6,491	57
Losses on Impairment of Fixed Assets	1,596	29,488	14
Amortization of Goodwill	385	-	3
Share of Earnings of Affiliates	(198)	(641)	(2)
Net Decrease in Reserve for Possible Loan Losses	(89,060)	(49,677)	(759)
Net Increase in Reserve for Bonus Payments	282	346	2
Net Decrease in Reserve for Retirement Benefits	(951)	(428)	(8)
Interest and Divided Income	(1,406,295)	(937,067)	(11,979)
Interest Expense	1,200,977	676,854	10,230
Losses on Securities	349	111,377	3
Gains on Money Held in Trust	(60,091)	(20,214)	(512)
Foreign Exchange Gains	(1,867,922)	(427,161)	(15,911)
(Gains) Losses on Sales of Premises and Equipment	(2,547)	1,451	(22)
Net Decrease in Trading Assets	314,392	106,031	2,678
Net Decrease in Trading Liabilities	(19,341)	(15,630)	(165)
Net Decrease in Loans and Bills Discounted	3,728,223	2,106,860	31,757
Net Increase (Decrease) in Deposits	19,261	(518,901)	164
Net Increase in Negotiable Certificates of Deposit	589,221	106,112	5,019
Net Increase (Decrease) in Debentures	83,152	(509,454)	708
Net Decrease in Borrowings (Excluding Subordinated Borrowings)	(0)	(43)	(0)
Net Decrease in Interest-bearing Due from Banks	1,039,887	1,415,894	8,857
Net Increase in Call Loans and Bills Purchased and Other	(1,140,734)	(191,163)	(9,717)
Net (Increase) Decrease in Collateral Deposited under Securities			
Borrowed	(856,011)	308,165	(7,291)
Net Increase in Call Money and Bills Sold and Other	4,880,467	851,382	41,571
Net Decrease in Short-term Entrusted Fund	(26,364)	(143,238)	(224)
Net Increase in Collateral Received under Securities Loaned	1,424,162	26,358	12,131
Net (Increase) Decrease in Foreign Exchanges Assets	(11,301)	6,790	(96)
Net Decrease in Foreign Exchanges Liabilities	(55)	(272)	(0)
Interest Received	1,379,403	980,868	11,750
Interest Paid	(1,168,880)	(667,043)	(9,956)
Other, Net	22,707	353,030	194
Subtotal	8,407,599	3,801,263	71,615
Income Taxes	(46,983)	(48,292)	(400)
Net Cash Provided by Operating Activities	¥ 8,360,615	¥ 3,752,971	\$ 71,215

The Norinchukin Bank and Subsidiaries

Consolidated Statements of Cash Flows, continued
For the fiscal years ended March 31, 2006 and 2005

	Millions of Yen		Millions of U.S. Dollars (Note 1)
	2006	2005	2006
Cash Flows from Investing Activities:			
Purchases of Securities	¥ (13,642,925)	¥ (11,395,880)	\$ (116,209)
Proceeds from Sales of Securities	4,350,801	5,034,461	37,060
Proceeds from Redemption of Securities	3,341,382	3,159,833	28,462
Increase in Money Held in Trust	(4,905,132)	(1,684,658)	(41,781)
Decrease in Money Held in Trust	2,073,390	1,410,722	17,661
Purchases of Premises and Equipment	(8,708)	(6,181)	(74)
Proceeds from Sales of Premises and Equipment	11,441	2,467	97
Purchases of Stocks of Subsidiaries (no effecting changes in the scope of consolidation)	(191)	-	(2)
Net Cash Used in Investing Activities	<u>¥ (8,779,941)</u>	<u>¥ (3,479,235)</u>	<u>\$ (74,786)</u>
Cash Flows from Financing Activities:			
Proceeds from Issuance of Subordinated Borrowings	¥ 212,900	¥ -	\$ 1,813
Proceeds from Issuance of Stock	240,017	-	2,044
Dividends Paid	(49,940)	(48,212)	(425)
Dividends Paid to Minority Interests	(9)	(9)	(0)
Net Cash Provided by (Used in) Financing Activities	<u>¥ 402,967</u>	<u>¥ (48,222)</u>	<u>\$ 3,432</u>
Effect of Exchange Rate Changes on Cash and Cash Equivalents	¥ -	¥ 0	\$ -
Net (Decrease) Increase in Cash and Cash Equivalents	(16,357)	225,514	(139)
Cash and Cash Equivalents at the Beginning of the Year	693,833	468,565	5,910
Net Decrease in Cash and Cash Equivalents due to exclusion of subsidiaries from consolidation	-	(246)	-
Cash and Cash Equivalents at the End of the Year	<u>¥ 677,476</u>	<u>¥ 693,833</u>	<u>\$ 5,771</u>

The accompanying notes are an integral part of the financial statements.

The Norinchukin Bank and Subsidiaries

Notes to the Consolidated Financial Statements

1. Basis of Presentation

The consolidated financial statements have been prepared based on the accounting records maintained by The Norinchukin Bank (“the Bank”) and its consolidated subsidiaries in accordance with the provisions set forth in The Norinchukin Bank Law and in conformity with accounting principles and practices generally accepted in Japan, that are different in certain respects from the application and disclosure requirements of International Accounting Standards.

Certain items presented in the consolidated financial statements filed with the Ministry of Agriculture, Forestry and Fisheries of Japan have been reclassified for the convenience of readers.

The consolidated financial statements are intended only to present the consolidated financial position and results of operations and cash flows in accordance with accounting principles and practices generally accepted in Japan.

Amounts in U.S. dollars are included solely for the convenience of readers. The exchange rate of ¥117.40=U.S.\$1, the approximate rate of exchange prevailing on March 31, 2006, has been used for translation purposes. The inclusion of such amounts is not intended to imply that Japanese yen amounts have been, or could be, readily converted, realized or settled in U.S. dollars at the aforementioned rate or at any other rate.

The yen figures disclosed in the consolidated financial statements are expressed in millions of yen and have been rounded down. Consequently, differences may exist between the sum of rounded figures and the totals listed in the annual report.

2. Summary of Significant Accounting Policies

(1) Principles of Consolidation

Scope of Consolidation

Subsidiaries

Subsidiaries are, in general, the companies in which the Bank 1) holds, directly and/or indirectly, more than 50% of the voting shares; 2) holds, directly and/or indirectly, 40% or more of the voting shares and, at the same time, exercises effective control over the decision-making body by directing business policy and deciding on financial and operating policies; or 3) holds more than 50% of the voting shares together with those entities that would vote or agree to vote with the Bank due to their close relationship with the Bank through sharing of personnel, provision of finance and technology and other relationships and, at the same time, has effective control over the decision-making body, unless evidence exists which shows that the Bank does not have such control.

The number of subsidiaries as of March 31, 2006 was nine, all of which were consolidated.

The major consolidated subsidiaries are as follows:

The Norinchukin Trust & Banking Co., Ltd.

Norinchukin Business Support Co., Ltd.

All subsidiaries' fiscal year-ends are March 31.

Affiliates

Affiliates are, in general, the companies, other than subsidiaries, in which the Bank 1) holds, directly and/or indirectly, 20% or more of the voting shares; 2) holds, directly and/or indirectly, 15% or more of the voting shares and also is able to influence the decision-making body through sharing of personnel, provision of finance and technology, and other relationships; or 3) holds more than 20% of the voting shares together with those entities that would vote or agree to vote with the Bank due to their close

relationship with the Bank through sharing of personnel, provision of finance and technology and other relationships and, at the same time, is able to influence the decision-making body in a material degree, unless evidence exists which shows that the Bank does not have such influence.

The number of affiliates as of March 31, 2006 was five, four of which were accounted for under the equity method, while the remaining immaterial affiliate is carried at cost. The major affiliate accounted for under the equity method is as follows:

Kyodo Leasing Co., Ltd.

Kyodo Auto Leasing Co., Ltd., established as a wholly owned subsidiary of Kyodo Leasing Co., Ltd., was newly accounted for under the equity method.

Any difference between the fair value of net assets acquired and acquisition cost is charged or credited to income in the year of acquisition.

(2) Transactions for Trading Purposes

Transactions for trading purposes are those seeking to capture gains arising from short-term market movements or from the differences between markets, interest rates or foreign exchange rates. Such transactions are reported as Trading Assets or Trading Liabilities in the consolidated balance sheets on a trade date basis.

Gains and losses arising from transactions for trading purposes are recorded on a trade date basis.

Securities, monetary claims and certain other items held for trading purposes are valued at the market price prevailing at the end of the fiscal year. Derivatives held for trading purposes, such as swaps, futures and options, are valued on the assumption that they were settled at the end of the fiscal year.

Trading Revenue and Trading Losses include interest received and paid during the fiscal year, gains or losses resulting from any change in the value of securities and monetary claims between the end of the previous fiscal year and the end of this fiscal year, and gains or losses resulting from any change in the value of derivatives between the end of the previous fiscal year and the end of this fiscal year, assuming they were settled at the end of the fiscal year.

(3) Financial Instruments

(a) Securities

Held-to-maturity debt securities are valued at amortized cost, as determined by the moving average method. Other securities that have a market price are valued at the market price prevailing at the end of the fiscal year (the attributable cost of securities sold is determined by the moving average method). Other securities without a market price are valued at cost as determined by the moving average method or are valued at amortized cost. Investments in affiliates that are not accounted for under the equity method are valued at cost, as determined by the moving average method. The value of Money Held in Trust is calculated by valuing the underlying securities held using the same methods employed to value trading assets and securities described above.

The net unrealized gain or loss on other securities and other money held in trust is reported separately in Shareholders' Equity, on a net-of-tax basis.

(b) Derivatives

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

(c) Hedge Accounting

① Hedge of Interest Rate Risk

The Bank applies the deferred method of hedge accounting to manage interest rate risk arising on various financial assets and liabilities, which is described in "Accounting and Auditing Treatment relating to the Adoption of 'Accounting for Financial Instruments' for Banks", issued by the Japanese Institute of Certified Public Accountants (JICPA), (JICPA Industry Audit Committee Report No. 24). Hedge effectiveness of a fair value hedge is assessed for each identified group of hedged items, such as loans and deposits, and the corresponding group of hedging instruments, such as interest rate swaps with the same maturity

bucket. Hedge effectiveness of a cash flow hedge is assessed based on the correlation between the interest rate risk factor of the hedged items and that of the hedging instruments.

Deferred Hedge Gains/Losses were recorded in the consolidated balance sheets as a result of applying a macro hedging methodology based on “Tentative Accounting and Auditing Treatment relating to the Adoption of ‘Accounting for Financial Instruments’ for Banks” (JICPA Industry Audit Committee Report No. 15), under which the Bank used derivatives to manage the overall interest rate risk arising on various financial assets and liabilities, such as loans and deposits. Such Deferred Hedge Gains/Losses are amortized into Interest Income or Interest Expense over 7 years, the average remaining maturity, as calculated, based on the maturity and notional amount of the hedging instruments, beginning in the fiscal year ended March 31, 2004.

The unamortized balance of Deferred Hedge Losses and Deferred Hedge Gains under a macro hedging methodology as of March 31, 2006 and 2005 were ¥51,958 million (\$442 million) and ¥1,069 million, respectively.

②Hedge of Foreign Exchange Rate Risk

The Bank applies the deferred method of hedge accounting to manage foreign exchange rate risk arising on various financial assets and liabilities denominated in foreign currencies, which is described in “Accounting and Auditing Treatment relating to Accounting for Foreign Currency Transactions in the Banking Industry” (JICPA Industry Audit Committee Report No. 25). Hedge effectiveness is assessed by checking whether the amount of the hedged items, such as financial monetary assets and liabilities denominated in foreign currencies, exceeds that of the hedging instruments, such as currency swap or foreign exchange swap transactions, entered into to mitigate the foreign exchange rate risk arising on the hedged items.

The fair value method of hedge accounting, as comprehensive hedging methodologies, are applied for hedging foreign exchange rate risk arising on securities denominated in foreign currencies (other than debt securities), provided that (1) the securities denominated in foreign currencies are identified as hedged items in advance, and (2) spot and forward liabilities that exceed the acquisition costs of the foreign currency securities designated as hedged items exist on a foreign currency basis.

③Internal Derivative Transactions

Internal derivative transactions between trading purpose accounts and other accounts (or inter-division transactions), which are designated as hedges, are not eliminated. The related gains and losses are recognized in the consolidated statements of operations or are deferred in accordance with the hedge accounting rules, because the internal interest rate swap and currency swap transactions, that are designated as hedging instruments, are conducted in a non discretionary manner and are appropriately covered by third party transactions, which are conducted in accordance with the standards articulated in the JICPA Industry Audit Committee Report No. 24 and No. 25.

For certain other assets or liabilities, the Bank applies the deferral method or the accrual method, as specifically allowed for certain interest rate swaps. Under the deferral method, the recognition of income or expenses arising on a hedging instrument is deferred to the period when the income or expense arising on the hedged item is recognized.

The Bank’s consolidated subsidiaries do not adopt hedge accounting.

(4) Premises and Equipment

①Depreciation

Depreciation of premises and equipment of the Bank is calculated using the reducing-balance method (however, depreciation on buildings acquired after April 1, 1998 (excluding annex facilities of buildings) is calculated using the straight-line method).

The useful lives of premises and equipment are as follows:

Buildings: 15~50 years

Equipment: 4~15 years

Depreciation of premises and equipment of consolidated subsidiaries is primarily calculated using the reducing-balance method over the estimated economic useful lives of the premises and equipment.

② Land Revaluation

In accordance with the Law Concerning the Revaluation of Land, effective as of March 31, 1998, land used for business purposes has been revalued as of March 31, 1998. Unrealized gains arising on revaluation, net of deferred tax, are disclosed as Land Revaluation Reserve and included in Shareholders' Equity on the consolidated balance sheets. The related deferred tax liability is included in Liabilities as Deferred Tax Liabilities Relating to Land Revaluation.

The land prices used for the revaluation were determined based on third-party appraisals in accordance with Article 2-5 of the enforcement ordinance for the Law Concerning the Revaluation of Land.

(5) Software

The cost of computer software developed or obtained for internal use is capitalized and amortized using the straight-line method over an estimated useful life of 5 years.

(6) Debentures

Debenture expenses are charged to income as incurred.

(7) Foreign Currency Translation

Assets/Liabilities denominated in foreign currencies, and accounts of overseas branches in the Bank, are translated into Japanese yen primarily using the exchange rates in effect at the consolidated balance sheet date.

Assets/Liabilities of the consolidated subsidiaries denominated in foreign currencies are translated into Japanese yen using the respective exchange rates in effect at the balance sheet date.

(8) Reserve for Possible Loan Losses

The Reserve for Possible Loan Losses of the Bank is computed as follows:

- a. The reserve for loans to debtors that are legally or substantially bankrupt is provided based on the remaining amount of the loans after the direct write-off described below and the deduction of the amount expected to be collected through the disposal of collateral or the execution of guarantees. With respect to loans to borrowers who are legally or substantially in bankruptcy that are secured with collateral or guarantees, the remaining amount of the loan, after the deduction of the amount of collateral or the execution of guarantees, is directly written off. Direct write-offs were ¥72,709 million (\$619 million) and ¥55,936 million for the fiscal years ended March 31, 2006 and 2005, respectively.
- b. The reserve for loans to debtors who are not currently bankrupt, but are likely to become bankrupt, is provided after taking into account an overall solvency assessment of the debtor and after deducting the amount expected to be collected through the disposal of collateral or the execution of guarantees.
- c. The reserve for loans to debtors that have "Restructured Loans" (see Note 5(3)), and whose loans exceed a certain specific amount, is provided based on the Discounted Cash Flows Method if the future cash flows of the principal and interest can be reasonably estimated. Under the Discounted Cash Flows Method, the reserve is recognized as the difference between the book value of the loan and its present value of expected future cash flows, discounted by the contractual interest rate before the terms of the loan were restructured.
- d. The reserve for loans other than those indicated above, is provided primarily based on the default rate which the Bank has calculated based on actual defaults experienced in the past.
- e. The specific reserve for loans to countries with financial problems is provided based on the expected amount of losses taking into account the political, economic and other conditions in each country.

All claims are assessed by the Business Units based on the Bank's internal rules for the self-assessment of asset quality. The Asset Audit Department, which is independent from the Business Units, audits these self-assessments. The reserves described above are determined based upon the results of these audits.

The Reserve for Possible Loan Losses determined by the Bank's consolidated subsidiaries is computed largely in the same manner employed by the Bank.

(9) Reserve for Bonus Payments

Reserve for Bonus Payments represents estimated payment of bonuses attributable to employees in relation to the current fiscal year.

(10) Reserve for Retirement Benefits

The Reserve for Retirement Benefits, which is provided for the payment of employees' retirement benefits, represents the estimated present value of projected benefit obligations in excess of the fair value of the plan assets taking into account adjustments for unrecognized prior year service costs and unrecognized actuarial differences at the end of the fiscal year.

Any change in plan benefits that impacts the benefit plan is charged to income in the year of change. Any actuarial differences are amortized over 10 years beginning one fiscal year after the year when the difference is identified.

(11) Accounting for Finance Leases

Accounting for finance leases where the ownership of assets is not transferred to the lessee is consistent with the same accounting principles as for operating leases. Rental expenses under operating leases are charged to income.

(12) Consumption Taxes

Consumption tax and local consumption tax incurred by the Bank and its consolidated subsidiaries are excluded from transaction amounts.

(13) Income Taxes

The income taxes of the Bank comprise corporate income taxes, local inhabitant taxes and enterprise taxes. Deferred income taxes are provided for in respect of temporary differences between the tax and accounting basis of recording assets and liabilities in the financial statements.

(14) Scope of Cash and Cash Equivalents in the Consolidated Statements of Cash Flows

In the consolidated statements of cash flows, Cash and Cash Equivalents comprise cash and non-interest-bearing amounts due from banks, included in Cash and Due from Banks on the consolidated balance sheets.

(15) Net Income per Share

Net Income per Share is computed based upon the weighted average number of shares outstanding during the fiscal year.

The total dividend for Lower Dividend Rate Stock and Preferred Stock is deducted from the numerator and the aggregate number of these stocks is deducted from the denominator in the calculation of net income per share.

3. Trading Assets

	Millions of Yen		Millions of U.S. Dollars	
	2006	2005	2006	
As of March 31				
Trading Securities	¥ 14,210	¥ 21,916	\$	121
Derivatives of Trading Securities	9	-		0
Derivatives of Securities Related to Trading Transactions	10	57		0
Trading-related Financial Derivatives	34,080	52,863		290
Other Trading Assets	20,998	308,864		179
Total	¥ 69,309	¥ 383,701	\$	590

4. Securities

	Millions of Yen		Millions of U.S. Dollars	
	2006	2005	2006	
As of March 31				
Japanese Government Bonds	¥ 13,879,074	¥ 12,889,388	\$	118,220
Municipal Government Bonds	107,083	198,696		912
Corporate Bonds	623,409	711,377		5,310
Stocks	1,195,909	623,829		10,187
Other	29,780,675	23,001,989		253,669
Total	¥ 45,586,152	¥ 37,425,281	\$	388,298

The maturity profile of other securities with stated maturities and held-to-maturity debt securities is as follows:

	Millions of Yen			
	1 Year or Less	Over 1 Year ~ 5 Years	Over 5 Years ~ 10 Years	Over 10 Years
As of March 31, 2006				
Bonds	¥ 1,200,869	¥ 3,715,264	¥ 3,666,468	¥ 6,026,964
Japanese Government Bonds	1,099,886	3,384,632	3,379,432	6,015,122
Municipal Government Bonds	34,747	69,500	2,073	762
Corporate Bonds	66,235	261,131	284,962	11,080
Other	252,625	2,988,201	6,209,742	4,737,406
Total	¥ 1,453,495	¥ 6,703,465	¥ 9,876,211	¥ 10,764,371

	Millions of Yen			
	1 Year or Less	Over 1 Year ~ 5 Years	Over 5 Years ~ 10 Years	Over 10 Years
As of March 31, 2005				
Bonds	¥ 268,204	¥ 3,797,717	¥ 4,092,347	¥ 5,622,898
Japanese Government Bonds	57,278	3,383,389	3,868,640	5,561,786
Municipal Government Bonds	79,424	113,804	4,631	835
Corporate Bonds	131,501	300,523	219,076	60,276
Other	381,978	2,381,735	4,351,480	4,664,923
Total	¥ 650,182	¥ 6,179,453	¥ 8,443,828	¥ 10,287,822

	Millions of U.S. Dollars			
	1 Year or Less	Over 1 Year ~ 5 Years	Over 5 Years ~ 10 Years	Over 10 Years
As of March 31, 2006				
Bonds	\$ 10,229	\$ 31,646	\$ 31,231	\$ 51,337
Japanese Government Bonds	9,369	28,830	28,786	51,236
Municipal Government Bonds	296	592	18	7
Corporate Bonds	564	2,224	2,427	94
Other	2,152	25,453	52,894	40,353
Total	\$ 12,381	\$ 57,099	\$ 84,125	\$ 91,690

5. Loans and Bills Discounted

	Millions of Yen		Millions of U.S. Dollars
	2006	2005	2006
As of March 31			
Loans on Deeds	¥ 9,811,923	¥ 13,169,684	\$ 83,577
Promissory Notes	206,710	241,819	1,761
Overdrafts	1,919,881	2,249,876	16,353
Bills Discounted	25,481	30,839	217
Total	¥ 11,963,996	¥ 15,692,220	\$ 101,908

	Millions of Yen		Millions of U.S. Dollars
	2006	2005	2006
As of March 31			
Loans to Borrowers under Bankruptcy Proceedings	¥ 13,313	¥ 2,093	\$ 113
Delinquent Loans	169,518	247,373	1,444
Loans with Principal or Interest Payments More Than Three Months in Arrears	1,477	2,141	13
Restructured Loans	120,847	239,058	1,029
Total	¥ 305,158	¥ 490,666	\$ 2,599

(1) The Bank does not accrue interest on “Loans to Borrowers under Bankruptcy Proceedings” and “Delinquent Loans”.

(2) “Delinquent Loans” are loans to borrowers who are substantially bankrupt, and loans to borrowers who are not currently bankrupt, but are likely to become bankrupt.

(3) “Loans with Principal or Interest Payments More Than Three Months in Arrears” are loans which are past-due by 3 months or more, other than “Loans to Borrowers under Bankruptcy Proceedings” and “Delinquent Loans”.

(4) “Restructured Loans” are loans whereby, in order to support the borrowers’ rehabilitation and facilitate the collection of the loan, the terms of the loans are restructured in favor of the borrowers by reducing the interest rate, suspending payments of interest or principal, waiving principal repayments, etc.

6. Foreign Exchange Assets

	Millions of Yen		Millions of U.S. Dollars
	2006	2005	2006
As of March 31			
Foreign Bills Purchased	¥ 0	¥ 123	\$ 0
Foreign Bills Receivable	-	5,979	-
Due from Foreign Banks	20,129	2,725	171
Total	¥ 20,129	¥ 8,828	\$ 171

7. Other Assets

	Millions of Yen		Millions of U.S. Dollars	
	2006	2005	2006	2005
As of March 31				
Prepaid Expenses	¥ 3,119	¥ 1,419	\$ 27	
Accrued Income	236,478	180,525	2,014	
Financial Derivatives	71,497	125,918	609	
Deferred Hedge Losses	97,813	84,716	833	
Other	438,491	195,489	3,735	
Total	¥ 847,400	¥ 588,069	\$ 7,218	

8. Premises and Equipment

	Millions of Yen		Millions of U.S. Dollars	
	2006	2005	2006	2005
As of March 31				
Land	¥ 98,081	¥ 106,061	\$ 835	
Buildings	52,129	56,191	444	
Equipment	9,545	5,626	81	
Other	5,454	5,762	47	
Total Net Book Value	¥ 165,210	¥ 173,641	\$ 1,407	
Accumulated Depreciation Deducted	¥ 98,340	¥ 98,690	\$ 838	

9. Assets Pledged

Assets pledged as collateral comprise the following:

	Millions of Yen		Millions of U.S. Dollars	
	2006	2005	2006	2005
As of March 31				
Trading Assets	¥ 20,998	¥ 38,996	\$ 179	
Securities	10,829,493	5,692,788	92,244	

Liabilities related to the above pledged assets are as follows:

	Millions of Yen		Millions of U.S. Dollars	
	2006	2005	2006	2005
As of March 31				
Call Money and Bills Sold	¥ 100,000	¥ -	\$ 852	
Payables under Repurchase Agreements	7,599,379	3,869,804	64,731	
Collateral Received under Securities Loaned	3,309,451	1,884,339	28,190	

In addition, as of March 31, 2006 and 2005, Securities totaling ¥4,797,733 million (\$40,867 million) and ¥2,700,860 million, respectively, and Loans and Bills Discounted totaling ¥5,029,930 million (\$42,844 million) and ¥7,332,995 million, respectively, were pledged as collateral for settlement of exchange and derivative transactions or as variation margin for futures transactions. Securities totaling ¥74,328 million (\$633 million) and ¥213,292 million as of March 31, 2006 and 2005, respectively, were pledged as collateral for third party borrowings by financial institutions.

Guarantee deposits totaling ¥5,454 million (\$47 million) as of March 31, 2006 were included in Premises and Equipment. Margin money for futures transactions totaling ¥1,146 million (\$10 million) as of March 31, 2006 and collateral pledged for derivative transactions totaling ¥244,251 million (\$2,081 million) as of March 31, 2006 were included in Other Assets.

10. Deposits

	Millions of Yen		Millions of
	2006	2005	U.S. Dollars
As of March 31			2006
Time Deposits	¥ 33,571,399	¥ 34,257,608	\$ 285,957
Notice Deposits	49,832	61,837	424
Ordinary Deposits	1,539,338	1,772,306	13,112
Current Deposits	111,837	98,734	953
Negotiable Certificates of Deposit	1,012,220	422,999	8,622
Other Deposits	5,202,921	4,265,581	44,318
Total	¥ 41,487,550	¥ 40,879,067	\$ 353,386

11. Debentures

	Millions of Yen		Millions of
	2006	2005	U.S. Dollars
As of March 31			2006
One-year Discount Debentures	¥ 419,594	¥ 534,260	\$ 3,574
Long-term Coupon Debentures	4,367,919	4,170,101	37,205
Total	¥ 4,787,514	¥ 4,704,361	\$ 40,779

12. Trading Liabilities

	Millions of Yen		Millions of
	2006	2005	U.S. Dollars
As of March 31			2006
Derivatives of Trading Securities	¥ -	¥ 282	\$ -
Derivatives of Securities Related to Trading Transactions	7	22	0
Trading-related Financial Derivatives	32,881	51,925	280
Total	¥ 32,888	¥ 52,230	\$ 280

13. Borrowings

Borrowings include subordinated loans of ¥1,101,532 million (\$9,383 million) and ¥888,632 million as of March 31, 2006 and 2005, respectively.

14. Foreign Exchange Liabilities

	Millions of Yen		Millions of
	2006	2005	U.S. Dollars
As of March 31			2006
Foreign Bills Sold	¥ -	¥ 0	\$ -
Foreign Bills Payable	0	33	0
Due to Foreign Banks	-	21	-
Total	¥ 0	¥ 56	\$ 0

15. Other Liabilities

	Millions of Yen		Millions of U.S. Dollars	
	2006	2005	2006	2005
As of March 31				
Short-term Entrusted Funds	¥ 1,582,927	¥ 1,609,292	\$ 13,483	
Accrued Expenses	94,036	60,239	801	
Income Taxes Payable	64,577	48,179	550	
Unearned Income	2,804	3,272	24	
Financial Derivatives	508,774	244,105	4,334	
Deferred Hedge Gains	38,228	52,406	325	
Other	143,313	169,212	1,221	
Total	¥ 2,434,661	¥ 2,186,707	\$ 20,738	

16. Retirement Benefit Plans

The Bank funds a defined benefit pension plan and, in addition, has a lump-sum payment pension plan. Additional retirement benefits are paid to employees in certain cases. To fund the lump-sum payment pension plan, the Bank has established a retirement benefit trust.

The reserve for retirement benefits as of March 31, 2006 and 2005, are analyzed as follows:

	Millions of Yen		Millions of U.S. Dollars	
	2006	2005	2006	2005
As of March 31				
Projected Benefit Obligations	¥ (79,010)	¥ (76,152)	\$ (673)	
Plan Assets	103,205	65,125	879	
Unfunded Retirement Benefit Obligations	24,195	(11,026)	206	
Unrecognized Transition Amount	-	-	-	
Unrecognized Prior Service Cost	-	-	-	
Unrecognized Actuarial Differences	(30,352)	2,870	(258)	
Net Amounts Reported in the Balance Sheets	(6,157)	(8,155)	(52)	
Prepaid Pension Cost	1,826	779	16	
Reserve for Retirement Benefits	¥ (7,983)	¥ (8,935)	\$ (68)	

Note: Certain consolidated subsidiaries adopt the simplified method to calculate projected benefit obligations.

Assumptions used in the above calculation are as follows:

	2006	2005
Discount Rate	2.0%	2.0%
Expected Rate of Return on Plan Assets	3.0%	3.0%
Method of Attributing the Projected Benefits to Periods of Service	Straight-line Basis	Straight-line Basis
Amortization of Unrecognized Prior Service Cost	Year incurred	Year incurred
Amortization of Transition Amount	Year incurred	Year incurred
Amortization of Unrecognized Actuarial Differences	10 years	10 years

17. Accounting for Income Taxes

The major components of Deferred Tax Assets and Deferred Tax Liabilities as of March 31, 2006 and 2005, are as follows:

As of March 31	Millions of Yen		Millions of U.S. Dollars	
	2006	2005	2006	2005
Deferred Tax Assets:				
Reserve for Possible Loan Losses	¥ 58,538	¥ 82,450	\$ 499	
Write-off of Loans	10,983	12,609	93	
Losses on Revaluation of Securities	8,289	6,020	71	
Reserve for Retirement Benefits	8,612	9,171	73	
Depreciation of Premises and Equipment	1,293	1,648	11	
Net Unrealized Losses on Securities	0	24	0	
Others	27,531	33,724	235	
Subtotal	115,247	145,650	982	
Valuation Allowance	(22,313)	(18,664)	(190)	
Total Deferred Tax Assets	92,934	126,985	792	
Deferred Tax Liabilities:				
Gain from Contribution of Securities to Employee Retirement Benefit Trust	(5,577)	(5,577)	(48)	
Net Unrealized Gains on Securities	(618,131)	(345,025)	(5,265)	
Others	(2,032)	(1,433)	(17)	
Total Deferred Tax Liabilities	(625,741)	(352,035)	(5,330)	
Net Deferred Tax Liabilities	¥ (532,807)	¥ (225,049)	\$ (4,538)	

18. Acceptances and Guarantees

As of March 31	Millions of Yen		Millions of U.S. Dollars	
	2006	2005	2006	2005
Acceptance of Bills of Exchange	¥ -	¥ 0	\$ -	
Letters of Credit	26,661	26,404	227	
Guarantees	202,822	169,170	1,728	
Total	¥ 229,484	¥ 195,576	\$ 1,955	

All contingent liabilities arising in connection with customers' foreign trade and other transactions are classified under Acceptances and Guarantees. A contra account, Customers' Liabilities for Acceptances and Guarantees, is classified as an asset representing the Bank's right of indemnity from customers.

19. Commitments to Overdrafts and Loans

Commitments related to overdrafts and loans represent agreements to extend overdrafts or loans up to a pre-agreed amount at the customer's request as long as no violation of the conditions stipulated in the commitment agreement exists. The amount of undrawn commitments in relation to such agreements is ¥4,400,460 million (\$37,483 million) and ¥4,615,830 million as of March 31, 2006 and 2005, respectively. The amount, which the Bank and its consolidated subsidiaries could cancel at any time without penalty, is ¥2,062,019 million (\$17,564 million) and ¥2,343,345 million as of March 31, 2006 and 2005, respectively.

The amount of undrawn commitments does not necessarily affect the future cash flow of the Bank and its consolidated subsidiaries because the majority of such agreements are terminated without being exercised. Most of these agreements have provisions which stipulate that the Bank and its consolidated subsidiaries may not extend the loan or may decrease the commitment when there are certain changes in the financial condition of the borrower, certain issues relating to collateral and other reasons. At the time of extending loans to customers, the Bank and its consolidated subsidiaries are able to request collateral in the form of premises or securities as necessary. After extending loans, the Bank periodically checks the financial

condition of its customers based on its internal rules and acts to secure loans as necessary.

20. Securities Loaned

Securities Loaned under unsecured lending agreements (Saiken Taishaku Torihiki) totaling ¥53,035 million (\$452 million) and ¥59,989 million as of March 31, 2006 and 2005, respectively, are included in Japanese Government Bonds and Other in Securities.

Securities Borrowed under unsecured borrowing agreements (Saiken Taishaku Torihiki) and Securities Received under resale agreements and cash-collateralized borrowing agreements, which can be sold or repledged by the Bank, include securities repledged out totaling ¥249,463 million (\$2,125 million) and ¥250,704 million as of March 31, 2006 and 2005, respectively, and securities held totaling ¥2,215,193 million (\$18,869 million) and ¥925,354 million as of March 31, 2006 and 2005, respectively. No securities were re-loaned as of March 31, 2006 and 2005.

21. Paid-in Capital

As of March 31	Millions of Yen		Millions of U.S. Dollars	
	2006	2005	2006	2005
Common Stock	¥ 1,440,017	¥ 1,200,000	\$ 12,266	
Preferred Stock	24,999	24,999	213	
Total	¥ 1,465,017	¥ 1,224,999	\$ 12,479	

The Common Stock account includes Lower Dividend Rate Stock with a total par value of ¥1,014,300 million (\$8,640 million).

Lower Dividend Rate Stock is similar to regular common stock but has been issued on the condition that the dividend yield will be set below that relating to common stock.

22. Other Interest Income

Fiscal year ended March 31	Millions of Yen		Millions of U.S. Dollars	
	2006	2005	2006	2005
Call Loans and Bills Purchased	¥ 1,403	¥ 1,182	\$ 12	
Receivables under Resale Agreements	72	62	1	
Collateral Deposited under Securities Borrowed	19	62	0	
Cash and Due from Banks	41,539	33,958	354	
Other	13,822	8,766	117	
Total	¥ 56,858	¥ 44,032	\$ 484	

23. Trading Revenue

Fiscal year ended March 31	Millions of Yen		Millions of U.S. Dollars	
	2006	2005	2006	2005
Revenue from Trading Securities and Derivatives	¥ -	¥ 191	\$ -	
Revenue from Securities and Derivatives Related to Trading Transactions	-	194	-	
Revenue from Trading-related Financial Derivatives	331	-	3	
Other Trading Revenue	96	109	1	
Total	¥ 427	¥ 495	\$ 4	

24. Other Operating Income

	Millions of Yen		Millions of U.S. Dollars	
	2006	2005	2006	2005
Fiscal year ended March 31				
Gains on Sales of Bonds	¥ 46,497	¥ 32,857	\$ 396	
Gains on Redemption of Bonds	402	1,260	4	
Gains on Financial Derivatives	26,809	6,772	228	
Other	42,828	34,987	365	
Total	¥ 116,538	¥ 75,877	\$ 993	

25. Other Income

	Millions of Yen		Millions of U.S. Dollars	
	2006	2005	2006	2005
Fiscal year ended March 31				
Gains on Sales of Stocks and Other Securities	¥ 10,526	¥ 3,406	\$ 90	
Gains on Money Held in Trust	198,982	109,799	1,695	
Share of Earnings of Affiliates	198	641	2	
Gains on Sales of Premises and Equipment	3,473	31	29	
Recoveries of Claims Written-off	4,676	1,139	40	
Other	45,535	23,135	388	
Total	¥ 263,392	¥ 138,153	\$ 2,244	

Note: Other includes gains on Transfer from Reserve for Possible Loan Losses of ¥42,422 million (\$361 million) and ¥10,723 million for the fiscal years ended March 31, 2006 and 2005, respectively.

26. Other Interest Expenses

	Millions of Yen		Millions of U.S. Dollars	
	2006	2005	2006	2005
Fiscal year ended March 31				
Call Money and Bills Sold	¥ 1,505	¥ 1,553	\$ 13	
Payables under Repurchase Agreements	194,025	75,108	1,653	
Collateral Received under Securities Loaned	244	231	2	
Other	779,703	465,161	6,641	
Total	¥ 975,479	¥ 542,055	\$ 8,309	

27. Trading Losses

	Millions of Yen		Millions of U.S. Dollars	
	2006	2005	2006	2005
Fiscal year ended March 31				
Losses on Trading Securities and Derivatives	¥ 162	¥ -	\$ 1	
Losses on Securities and Derivatives Related to Trading Transactions	118	-	1	
Losses on Trading-related Financial Derivatives	-	165	-	
Total	¥ 280	¥ 165	\$.2	

28. Other Operating Expenses

	Millions of Yen		Millions of U.S. Dollars	
	2006	2005	2006	2005
Fiscal year ended March 31				
Amortization of Debenture Issuance Costs	¥ 521	¥ 334	\$ 5	
Losses on Foreign Exchange Transactions	2,412	192	21	
Losses on Sales of Bonds	51,563	42,582	439	
Losses on Redemption of Bonds	0	94	0	
Other Operating Expenses	46,294	42,137	394	
Total	¥ 100,791	¥ 85,341	\$ 859	

29. Other Expenses

	Millions of Yen		Millions of U.S. Dollars	
	2006	2005	2006	2005
Fiscal year ended March 31				
Write-off of Loans	¥ 1,373	¥ 1,010	\$ 12	
Losses on Sales of Stocks and Other Securities	54	145	0	
Losses on Revaluation of Stocks and Other Securities	646	717	6	
Losses on Money Held in Trust	7,513	11,955	64	
Losses on Disposals of Premises and Equipment	926	1,483	8	
Other	6,004	79,537	51	
Total	¥ 16,519	¥ 94,849	\$ 141	

Note: Other includes losses on impairment of fixed assets of ¥1,596 million (\$14 million) and ¥29,488 million for the fiscal years ended March 31, 2006 and 2005, respectively.

30. Losses on Impairment of Fixed Assets

The following losses on impairment of fixed assets were recognized during the fiscal year ended March 31, 2006 and are included in Other Expenses.

Use	Classification	Millions of	
		Millions of Yen	U.S. Dollars
Business Premises and Equipment	Land and Building, etc.	¥ 1,596	\$ 14

The Bank grouped its business premises and equipment by the unit of 'head office', 'domestic branches' and 'overseas branches', for which revenue and expenditures are periodically identified. Such grouping was performed by considering the relationship of cash flows between branches and unique functional characteristics of each unit. Idle premises and equipment were considered individually by asset. Training institutes and recreation facilities, which generate no cash flows, were grouped as facilities for common use.

The book value of business premises and equipment is written down to the recoverable amount if the total amount of undiscounted future cash flows generated from an asset group is less than the book value, after land revaluation. The book value of idle premises and equipment is also written down to the recoverable amount.

The recoverable amount, which is used in the calculation of impairment losses for the fiscal year ended March 31, 2006, is the net realizable value. The net realizable value is calculated based on the appraisal value, etc.

As to consolidated subsidiaries, assets of each individual subsidiary are grouped as a unit.

31. Cash Flows

The reconciliation of Cash and Due from Banks in the consolidated balance sheets to Cash and Cash Equivalents at the end of year is as follows:

As of March 31	Millions of Yen		Millions of U.S. Dollars	
	2006	2005	2006	2005
Cash and Due from Banks	¥ 1,328,936	¥ 2,385,245	\$ 11,320	\$ 11,320
Less: Interest-bearing Due from Banks	(651,460)	(1,691,411)	(5,549)	(5,549)
Cash and Cash Equivalents at the End of the Year	¥ 677,476	¥ 693,833	\$ 5,771	\$ 5,771

32. Segment Information

(a) Segment Information by Type of Business

Segment Information by Type of Business is not shown in this statement, since the business segments, other than the banking business, are immaterial.

(b) Segment Information by Location

Fiscal year ended March 31, 2006	Millions of Yen						Elimination and Corporate Assets	Consolidated
	Japan	The Americas	Europe	Asia	Total			
I .Ordinary Income								
(1)Ordinary Income from Third-parties	¥ 1,689,900	¥ 22,740	¥ 32,439	¥ 15,062	¥ 1,760,142	¥ -	¥ 1,760,142	
(2)Inter-segment Ordinary Income	17,939	152,946	189,616	152,410	512,912	(512,912)	-	
Total	1,707,839	175,686	222,055	167,473	2,273,054	(512,912)	1,760,142	
Ordinary Expenses	1,401,527	167,189	219,593	167,067	1,955,377	(512,912)	1,442,465	
Ordinary Profit	¥ 306,312	¥ 8,496	¥ 2,462	¥ 405	¥ 317,677	¥ -	¥ 317,677	
II .Assets	¥ 76,553,179	¥ 6,642,232	¥ 5,885,329	¥ 4,241,807	¥ 93,322,549	¥ (22,503,695)	¥ 70,818,853	

Fiscal year ended March 31, 2005	Millions of Yen						Elimination and Corporate Assets	Consolidated
	Japan	The Americas	Europe	Asia	Total			
I .Ordinary Income								
(1)Ordinary Income from Third-parties	¥ 1,114,591	¥ 9,925	¥ 24,056	¥ 15,958	¥ 1,164,532	¥ -	¥ 1,164,532	
(2)Inter-segment Ordinary Income	18,465	40,921	109,961	74,120	243,468	(243,468)	-	
Total	1,133,057	50,846	134,017	90,079	1,408,000	(243,468)	1,164,532	
Ordinary Expenses	928,455	46,964	131,321	87,128	1,193,869	(243,468)	950,401	
Ordinary Profit	¥ 204,602	¥ 3,882	¥ 2,695	¥ 2,950	¥ 214,130	¥ -	¥ 214,130	
II .Assets	¥ 67,285,727	¥ 2,752,416	¥ 5,429,024	¥ 3,646,503	¥ 79,113,671	¥ (17,135,058)	¥ 61,978,612	

Fiscal year ended March 31, 2006	Millions of U.S. Dollars						Elimination and Corporate Assets	Consolidated
	Japan	The Americas	Europe	Asia	Total			
I .Ordinary Income								
(1)Ordinary Income from Third-parties	\$ 14,395	\$ 194	\$ 276	\$ 128	\$ 14,993	\$ -	\$ 14,993	
(2)Inter-segment Ordinary Income	153	1,303	1,615	1,298	4,369	(4,369)	-	
Total	14,548	1,497	1,891	1,426	19,362	(4,369)	14,993	
Ordinary Expenses	11,939	1,424	1,870	1,423	16,656	(4,369)	12,287	
Ordinary Profit	\$ 2,609	\$ 73	\$ 21	\$ 3	\$ 2,706	\$ -	\$ 2,706	
II .Assets	\$ 652,071	\$ 56,578	\$ 50,131	\$ 36,131	\$ 794,911	\$ (191,684)	\$ 603,227	

Note: 1. Ordinary Income represents Total Income less certain special income.

Note: 2. Ordinary Expenses represents Total Expenses less certain special expenses.

Note: 3. The Bank reported "Ordinary Income" and "Ordinary Profit" that corresponds to Sales and Operating Profit for non-financial companies, for the Bank's head office, branches and the consolidated subsidiaries according to the classification of country or region. The geographical classification was effected by geographical proximity, similarities in economic activities and inter-relationships among these activities.

Note: 4. "The Americas" includes the United States. "Europe" includes the United Kingdom and "Asia" includes Singapore.

(c) Ordinary Income from International Operations

Fiscal years ended March 31	Ordinary Income from International Operations	Consolidated Ordinary Income	Ratio of Ordinary Income from International Operations over Consolidated Ordinary Income
	Millions of Yen		Percentage
2006	¥ 1,372,462	¥ 1,760,142	77.9%
2005	¥ 862,623	¥ 1,164,532	74.0%
	Millions of U.S. Dollars		Percentage
2006	\$ 11,690	\$ 14,993	77.9%

Note: 1. Ordinary Income represents Total Income less certain special income.

Note: 2. Ordinary Expenses represents Total Expenses less certain special expenses.

Note: 3. "Ordinary Income from International Operations" is shown in place of Overseas Sales for non-financial companies.

Note: 4. "Ordinary Income from International Operations" comprises foreign currency transactions, yen-denominated trade bills, yen-denominated transactions with non-Japanese residents, transactions in the offshore market in Japan, transactions by overseas branches of the parent and transactions by overseas consolidated subsidiaries (excluding Inter-segment Ordinary Income between consolidated entities). The composition of this substantial volume of transactions is not broken down by counter-party. Therefore, segment information by country and region has not been presented.

33. Fair Value of Securities**For the Fiscal Year Ended March 31, 2006****Trading Securities**

	Millions of Yen		Millions of U.S. Dollars	
	Carrying Value	Unrealized Loss Recognized as expenses	Carrying Value	Unrealized Loss Recognized as expenses
March 31, 2006				
Trading Securities	¥35,208	¥(496)	\$300	\$(4)

Note: The above analysis of Trading Securities includes Trading Securities, Negotiable Certificates of Deposit and Commercial Paper disclosed as "Trading Assets" in the consolidated balance sheet.

Held-to-maturity Debt Securities that have a Fair Value

	Millions of Yen				
	Carrying Value	Fair Value	Net Unrealized Loss		
			Gain	Loss	
March 31, 2006					
Japanese Government Bonds	¥18,131	¥18,027	¥(103)	¥1	¥104
Total	¥18,131	¥18,027	¥(103)	¥1	¥104

	Millions of U.S. Dollars				
	Carrying Value	Fair Value	Net Unrealized Loss		
			Gain	Loss	
March 31, 2006					
Japanese Government Bonds	\$154	\$153	\$(1)	\$0	\$1
Total	\$154	\$153	\$(1)	\$0	\$1

Note: Fair value is based on market prices or other prices as appropriate at the end of the fiscal year ended March 31, 2006.

Other Securities held at Fair Value

	Millions of Yen				
	Acquisition Cost	Carrying Value	Net Unrealized Gain/Loss		
			Gain	Loss	
March 31, 2006					
Stocks	¥ 511,968	¥ 926,117	¥ 414,149	¥ 414,372	¥ 223
Bonds	14,745,445	14,522,734	(222,711)	37,059	259,770
Japanese Government Bonds	14,085,543	13,860,943	(224,600)	32,159	256,760
Municipal Government Bonds	106,436	107,083	647	869	221
Corporate Bonds	553,465	554,707	1,241	4,030	2,788
Other	28,217,830	29,716,589	1,498,759	1,679,436	180,676
Total	¥ 43,475,244	¥ 45,165,442	¥ 1,690,197	¥ 2,130,868	¥ 440,670

March 31, 2006	Millions of U.S. Dollars				
	Acquisition Cost	Carrying Value	Net Unrealized Gain/Loss		
			Gain	Loss	
Stocks	\$ 4,361	\$ 7,889	\$ 3,528	\$ 3,530	\$ 2
Bonds	125,600	123,703	(1,897)	316	2,213
Japanese Government Bonds	119,979	118,066	(1,913)	274	2,187
Municipal Government Bonds	907	912	5	7	2
Corporate Bonds	4,714	4,725	11	35	24
Other	240,356	253,122	12,766	14,305	1,539
Total	\$ 370,317	\$ 384,714	\$ 14,397	\$ 18,151	\$ 3,754

Note: 1. The above analysis of Other Securities held at Fair Value includes "Securities", Negotiable Certificates of Deposit disclosed as "Cash and Due from Banks", and Commercial Paper disclosed as "Commercial Paper and Other Debt Purchased" in the consolidated balance sheet.

Note: 2. Carrying values of securities held on the consolidated balance sheet are stated based on the quoted market price at the end of the fiscal year ended March 31, 2006.

Other Securities Sold during the Fiscal Year

March 31, 2006	Millions of Yen			Millions of U.S. Dollars		
	Sales Proceeds	Gains on Sales	Losses on Sales	Sales Proceeds	Gains on Sales	Losses on Sales
Other Securities	¥4,333,565	¥52,842	¥51,617	\$36,913	\$450	\$440

Carrying Value of Securities without a Fair Value

March 31, 2006	Millions of Yen	Millions of U.S. Dollars
Other Securities		
Unlisted Stocks (excluding Over-the-counter Stocks)	¥ 269,791	\$ 2,298
Foreign Securities	10,193	87
Other	139,519	1,188

For the Fiscal Year Ended March 31, 2005

Trading Securities

March 31, 2005	Millions of Yen		Millions of U.S. Dollars	
	Carrying Value	Unrealized Loss Recognized as expenses	Carrying Value	Unrealized Loss Recognized as expenses
Trading Securities	¥330,780	¥(44)	\$3,083	\$(0)

Note: The above analysis of Trading Securities includes Trading Securities, Negotiable Certificates of Deposit and Commercial Paper disclosed as "Trading Assets" in the consolidated balance sheet.

Held-to-maturity Debt Securities that have a Fair Value

March 31, 2005	Millions of Yen				
	Carrying Value	Fair Value	Net Unrealized Gain		
			Gain	Loss	
Japanese Government Bonds	¥18,293	¥18,378	¥84	¥84	¥-
Total	¥18,293	¥18,378	¥84	¥84	¥-

March 31, 2005	Millions of U.S. Dollars				
	Carrying Value	Fair Value	Net Unrealized Gain		
			Gain	Loss	
Japanese Government Bonds	\$170	\$171	\$1	\$1	\$-
Total	\$170	\$171	\$1	\$1	\$-

Note: Fair value is based on market prices or other prices as appropriate at the end of the fiscal year ended March 31, 2005.

Other Securities held at Fair Value

March 31, 2005	Millions of Yen				
	Acquisition Cost	Carrying Value	Net Unrealized Gain		
			Gain	Loss	
Stocks	¥ 304,460	¥ 488,302	¥ 183,842	¥ 185,677	¥ 1,834
Bonds	13,376,022	13,723,191	347,168	347,506	338
Japanese Government Bonds	12,536,164	12,871,094	334,930	334,983	53
Municipal Government Bonds	196,006	198,696	2,689	2,878	189
Corporate Bonds	643,851	653,399	9,548	9,644	95
Other	22,429,454	22,945,022	515,568	760,072	244,503
Total	¥ 36,109,937	¥ 37,156,516	¥ 1,046,579	¥ 1,293,255	¥ 246,676

March 31, 2005	Millions of U.S. Dollars				
	Acquisition Cost	Carrying Value	Net Unrealized Gain		
			Gain	Loss	
Stocks	\$ 2,837	\$ 4,550	\$ 1,713	\$ 1,730	\$ 17
Bonds	124,660	127,896	3,236	3,239	3
Japanese Government Bonds	116,833	119,955	3,122	3,122	0
Municipal Government Bonds	1,827	1,852	25	27	2
Corporate Bonds	6,000	6,089	89	90	1
Other	209,035	213,840	4,805	7,084	2,279
Total	\$ 336,532	\$ 346,286	\$ 9,754	\$ 12,053	\$ 2,299

Note: 1. The above analysis of Other Securities held at Fair Value includes "Securities", Negotiable Certificates of Deposit disclosed as "Cash and Due from Banks", and Commercial Paper disclosed as "Commercial Paper and Other Debt Purchased" in the consolidated balance sheet.

Note: 2. Carrying values of securities held on the consolidated balance sheet are stated based on the quoted market price at the end of the fiscal year ended March 31, 2005.

Other Securities Sold during the Fiscal Year

March 31, 2005	Millions of Yen			Millions of U.S. Dollars		
	Sales Proceeds	Gains on Sales	Losses on Sales	Sales Proceeds	Gains on Sales	Losses on Sales
Other Securities	¥5,020,198	¥35,470	¥42,809	\$46,787	\$331	\$399

Carrying Value of Securities without a Fair Value

March 31, 2005	Millions of Yen		Millions of U.S. Dollars	
Other Securities				
Unlisted Stocks (excluding Over-the-counter Stocks)	¥	135,527	\$	1,263
Foreign Securities		12,374		115
Other		113,808		1,061

34. Fair Value of Money Held in Trust**For the Fiscal Year Ended March 31, 2006****Money Held in Trust for Trading Purpose**

March 31, 2006	Millions of Yen		Millions of U.S. Dollars	
	Carrying Value	Unrealized Loss Recognized as expenses	Carrying Value	Unrealized Loss Recognized as expenses
Money Held in Trust for Trading Purpose	¥102,120	¥(259)	\$870	\$(2)

Other Money Held in Trust (Money Held in Trust other than that for trading purpose or held to maturity)

March 31, 2006	Millions of Yen			
	Acquisition Cost	Carrying Value	Net Unrealized Gain	
			Gain	Loss
Other Money Held in Trust	¥7,155,434	¥7,449,570	¥294,135	¥339,735
				¥45,599

	Millions of U.S. Dollars				
	Acquisition Cost	Carrying Value	Net Unrealized Gain		
			Gain	Loss	
March 31, 2006					
Other Money Held in Trust	\$60,949	\$63,455	\$2,506	\$2,894	\$388

Note: Carrying values of Other Money Held in Trust disclosed on the consolidated balance sheet are based on the quoted market price of the underlying assets as at the end of the fiscal year ended March 31, 2006.

For the Fiscal Year Ended March 31, 2005

Money Held in Trust for Trading Purpose

	Millions of Yen		Millions of U.S. Dollars	
	Carrying Value	Unrealized Gain Recognized as income	Carrying Value	Unrealized Gain Recognized as income
March 31, 2005				
Money Held in Trust for Trading Purpose	¥37,485	¥154	\$349	\$1

Other Money Held in Trust (Money Held in Trust other than that for trading purpose or held to maturity)

	Millions of Yen				
	Acquisition Cost	Carrying Value	Net Unrealized Gain		
			Gain	Loss	
March 31, 2005					
Other Money Held in Trust	¥4,056,168	¥4,117,181	¥61,013	¥92,647	¥31,633

	Millions of U.S. Dollars				
	Acquisition Cost	Carrying Value	Net Unrealized Gain		
			Gain	Loss	
March 31, 2005					
Other Money Held in Trust	\$37,802	\$38,371	\$569	\$863	\$295

Note: Carrying values of Other Money Held in Trust disclosed on the consolidated balance sheet are based on the quoted market price of the underlying assets as at the end of the fiscal year ended March 31, 2005.

35. Fair Value of Derivative Instruments

For the Fiscal Year Ended March 31, 2006

Interest Rate-Related Derivative Instruments

			Millions of Yen			
			Contract Amount or Notional Amount		Fair Value	Unrealized Gain /Loss
				Over 1 Year		
March 31, 2006						
Exchange-traded Transactions	Interest Rate Futures	Sold	¥2,512,648	¥ -	¥ 6,881	¥ 6,881
		Purchased	2,268,319	-	(4,412)	(4,412)
	Interest Rate Options	Sold	-	-	-	-
		Purchased	-	-	-	-
Over-the-counter Transactions	Forward Rate Agreements	Sold	-	-	-	-
		Purchased	-	-	-	-
	Interest Rate Swaps	Rec.:Fix.-Pay.: Flt.	2,118,348	1,678,819	(834)	(834)
		Rec.:Flt.-Pay.: Fix.	2,465,105	1,963,464	14,205	14,205
		Rec.:Flt.-Pay.: Flt.	-	-	-	-
Interest Rate Options	Sold	-	-	-	-	
	Purchased	25,000	15,000	371	367	
Other	Sold	10,000	-	-	3	
	Purchased	10,000	-	-	(1)	
Total			¥ /	¥ /	¥ 16,211	¥ 16,209

March 31, 2006			Millions of U.S. Dollars				
			Contract Amount or Notional Amount		Fair Value	Unrealized Gain /Loss	
			Over 1 Year				
Exchange-traded Transactions	Interest Rate Futures	Sold	\$ 21,402	\$ -	\$ 59	\$ 59	
		Purchased	19,321	-	(38)	(38)	
	Interest Rate Options	Sold	-	-	-	-	
		Purchased	-	-	-	-	
Over-the-counter Transactions	Forward Rate Agreements	Sold	-	-	-	-	
		Purchased	-	-	-	-	
	Interest Rate Swaps	Rec.:Fix.-Pay.: Flt.		18,044	14,300	(7)	(7)
		Rec.:Flt.-Pay.: Fix.		20,997	16,725	121	121
		Rec.:Flt.-Pay.: Flt.		-	-	-	-
	Interest Rate Options	Sold		-	-	-	-
Purchased			213	128	3	3	
Other	Sold		85	-	-	0	
	Purchased		85	-	-	(0)	
Total			\$ /	\$ /	\$ 138	\$ 138	

Note: 1. Derivative instruments are revalued to fair value. Changes in fair value are included in the consolidated statement of operations. The above analysis excludes derivative instruments accounted for as hedges in accordance with "Accounting and Auditing Treatment relating to the Adoption of 'Accounting for Financial Instruments' for Banks" (JICPA Industry Audit Committee Report No. 24).

Note: 2. Determination of fair value:

The fair value of exchange-traded derivative instruments is based on closing prices at the Tokyo International Financial Futures Exchange or other relevant exchanges. The fair value of over-the-counter traded derivative instruments is determined based on a discounted net present value model, an option pricing model or other models as appropriate.

Currency-Related Derivative Instruments

March 31, 2006			Millions of Yen			
			Contract Amount or Notional Amount		Fair Value	Unrealized Gain /Loss
			Over 1 Year			
Over-the-counter Transactions	Currency Swaps		¥ 41,928	¥ 41,928	¥ 993	¥ 993
	Forwards	Sold	426,378	3,298	(19,965)	(19,965)
		Purchased	636,242	3,298	21,264	21,264
	Total			¥ /	¥ /	¥ 2,292

March 31, 2006			Millions of U.S. Dollars			
			Contract Amount or Notional Amount		Fair Value	Unrealized Gain /Loss
			Over 1 Year			
Over-the-counter Transactions	Currency Swaps		\$ 357	\$ 357	\$ 8	\$ 8
	Forwards	Sold	3,632	28	(170)	(170)
		Purchased	5,419	28	181	181
	Total			\$ /	\$ /	\$ 19

Note: 1. Derivative instruments are revalued to fair value. Changes in fair value are included in the consolidated statement of operations. The above analysis excludes derivative instruments 1) accounted for as hedges in accordance with "Accounting and Auditing Treatment relating to Accounting for Foreign Currency Transactions in the Banking Industry" (JICPA Industry Audit Committee Report No. 25), or 2) designated to certain monetary receivables or payables denominated in foreign currencies and recorded on the consolidated balance sheet.

Note: 2. Determination of fair value:

Fair value is determined based on the discounted net present value of currency-related derivative instruments.

Stock-Related Derivative Instruments

			Millions of Yen			
			Contract Amount or Notional Amount		Fair Value	Unrealized Gain /Loss
				Over 1 Year		
March 31, 2006						
Exchange-traded Transactions	Equity Price Index Futures	Sold	¥ -	¥ -	¥ -	¥ -
		Purchased	-	-	-	-
	Equity Price Index Options	Sold	-	-	-	-
		Purchased	-	-	-	-
Over-the-counter Transactions	Equity Options	Sold	-	-	-	-
		Purchased	-	-	-	-
	Equity Price Index Swaps	Rec.:Stock Index Pay.:Flt. Rate	-	-	-	-
		Rec.:Flt. Rate Pay.:Stock Index	-	-	-	-
Other	Sold	-	-	-	-	
	Purchased	1,000	1,000	-	-	
Total			¥ /	¥ /	¥ -	¥ -

			Millions of U.S. Dollars			
			Contract Amount or Notional Amount		Fair Value	Unrealized Gain /Loss
				Over 1 Year		
March 31, 2006						
Exchange-traded Transactions	Equity Index Futures	Sold	\$ -	\$ -	\$ -	\$ -
		Purchased	-	-	-	-
	Equity Index Options	Sold	-	-	-	-
		Purchased	-	-	-	-
Over-the-counter Transactions	Equity Options	Sold	-	-	-	-
		Purchased	-	-	-	-
	Equity Index Swaps	Rec.:Stock Index Pay.:Flt. Rate	-	-	-	-
		Rec.:Flt. Rate Pay.:Stock Index	-	-	-	-
Other	Sold	-	-	-	-	
	Purchased	9	9	-	-	
Total			\$ /	\$ /	\$ -	\$ -

Note: 1. Derivative instruments are revalued to fair value. Changes in fair value are included in the consolidated statement of operations. The above analysis excludes derivative instruments accounted for as hedges.

Note: 2. Determination of fair value:

The fair value of exchange-traded derivative instruments is based on closing prices at Tokyo Stock Exchange or other relevant exchanges. The fair value of over-the-counter traded derivative instruments is determined based on a discounted net present value model, an option pricing model or other models as appropriate.

Note: 3. Derivative instruments without a fair value included in "Over-the-counter Transactions, Other" are valued at cost.

Bond-Related Derivative Instruments

			Millions of Yen			
			Contract Amount or Notional Amount		Fair Value	Unrealized Gain /Loss
				Over 1 Year		
March 31, 2006						
Exchange-traded Transactions	Bond Futures	Sold	¥ 59,242	¥ -	¥ 204	¥ 204
		Purchased	32,633	-	(188)	(188)
	Bond Futures Options	Sold	-	-	-	-
		Purchased	-	-	-	-
Over-the-counter Transactions	Bond Options	Sold	-	-	-	-
		Purchased	-	-	-	-
Total			¥ /	¥ /	¥ 16	¥ 16

			Millions of U.S. Dollars			
			Contract Amount or Notional Amount		Fair Value	Unrealized Gain /Loss
				Over 1 Year		
March 31, 2006						
Exchange-traded Transactions	Bond Futures	Sold	\$ 505	\$ -	\$ 2	\$ 2
		Purchased	278	-	(2)	(2)
	Bond Futures Options	Sold	-	-	-	-
		Purchased	-	-	-	-
Over-the-counter Transactions	Bond Options	Sold	-	-	-	-
		Purchased	-	-	-	-
Total			\$ /	\$ /	\$ 0	\$ 0

Note: 1. Derivative instruments are revalued to fair value. Changes in fair value are included in the consolidated statement of operations. The above analysis excludes derivative instruments accounted for as hedges.

Note: 2. Determination of fair value:

The fair value of exchange-traded derivative instruments is based on closing prices at Tokyo Stock Exchange or other relevant exchanges. The fair value of over-the-counter traded derivative instruments is determined based on an option pricing model or other models as appropriate.

Commodities-Related Derivative Instruments

The Bank and its consolidated subsidiaries held no commodities-related derivative instruments during the fiscal year ended March 31, 2006.

Credit Derivative Instruments

The Bank and its consolidated subsidiaries held no credit derivative instruments during the fiscal year ended March 31, 2006.

For the Fiscal Year Ended March 31, 2005

Interest Rate-Related Derivative Instruments

			Millions of Yen			
			Contract Amount or Notional Amount		Fair Value	Unrealized Gain /Loss
				Over 1 Year		
March 31, 2005						
Exchange-traded Transactions	Interest Rate Futures	Sold	¥ 60,876	¥ -	¥ 101	¥ 101
		Purchased	79,605	-	(39)	(39)
	Interest Rate Options	Sold	-	-	-	-
		Purchased	-	-	-	-
Over-the-counter Transactions	Forward Rate Agreements	Sold	-	-	-	-
		Purchased	-	-	-	-
	Interest Rate Swaps	Rec.:Fix.-Pay.: Flt.	3,909,045	1,635,604	49,036	49,036
		Rec.:Flt.-Pay.: Fix.	2,340,839	1,674,509	(45,045)	(45,045)
		Rec.:Flt.-Pay.: Flt.	-	-	-	-
	Interest Rate Options	Sold	10,000	-	(211)	(211)
Purchased		57,000	25,000	934	924	
Other	Sold	50,300	10,000	(0)	25	
	Purchased	51,000	10,000	(1)	(14)	
Total			¥ /	¥ /	¥ 4,774	¥ 4,777

March 31, 2005			Millions of U.S. Dollars				
			Contract Amount or Notional Amount		Fair Value	Unrealized Gain /Loss	
				Over 1 Year			
Exchange-traded Transactions	Interest Rate Futures	Sold	\$ 567	\$ -	\$ 1	\$ 1	
		Purchased	742	-	(0)	(0)	
	Interest Rate Options	Sold	-	-	-	-	
		Purchased	-	-	-	-	
Over-the-counter Transactions	Forward Rate Agreements	Sold	-	-	-	-	
		Purchased	-	-	-	-	
	Interest Rate Swaps	Rec.:Fix.-Pay.: Flt.		36,431	15,243	457	457
		Rec.:Flt.-Pay.: Fix.		21,816	15,606	(420)	(420)
		Rec.:Flt.-Pay.: Flt.		-	-	-	-
	Interest Rate Options	Sold		93	-	(2)	(2)
Purchased			531	233	9	9	
Other	Sold		469	93	(0)	0	
	Purchased		475	93	(0)	(0)	
Total			\$ /	\$ /	\$ 45	\$ 45	

Note: 1. Derivative instruments are revalued to fair value. Changes in fair value are included in the consolidated statement of operations. The above analysis excludes derivative instruments accounted for as hedges in accordance with "Accounting and Auditing Treatment relating to the Adoption of 'Accounting for Financial Instruments' for Banks" (JICPA Industry Audit Committee Report No. 24).

Note: 2. Determination of fair value:

The fair value of exchange-traded derivative instruments is based on closing prices at the Tokyo International Financial Futures Exchange or other relevant exchanges. The fair value of over-the-counter traded derivative instruments is determined based on a discounted net present value model, an option pricing model or other models as appropriate.

Currency-Related Derivative Instruments

March 31, 2005			Millions of Yen			
			Contract Amount or Notional Amount		Fair Value	Unrealized Gain /Loss
				Over 1 Year		
Over-the-counter Transactions	Currency Swaps		¥ 62,831	¥ 40,193	¥ (472)	¥ (472)
	Forwards	Sold	434,475	3,658	(6,385)	(6,385)
		Purchased	414,959	2,296	4,890	4,890
Total			¥ /	¥ /	¥ (1,967)	¥ (1,967)

March 31, 2005			Millions of U.S. Dollars			
			Contract Amount or Notional Amount		Fair Value	Unrealized Gain /Loss
				Over 1 Year		
Over-the-counter Transactions	Currency Swaps		\$ 586	\$ 375	\$ (4)	\$ (4)
	Forwards	Sold	4,049	34	(60)	(60)
		Purchased	3,867	21	46	46
Total			\$ /	\$ /	\$ (18)	\$ (18)

Note: 1. Derivative instruments are revalued to fair value. Changes in fair value are included in the consolidated statement of operations. The above analysis excludes derivative instruments 1) accounted for as hedges in accordance with "Accounting and Auditing Treatment relating to Accounting for Foreign Currency Transactions in the Banking Industry" (JICPA Industry Audit Committee Report No. 25), or 2) designated to certain monetary receivables or payables denominated in foreign currencies and recorded on the consolidated balance sheet.

Note: 2. Determination of fair value:

Fair value is determined based on the discounted net present value of currency-related derivative instruments.

Stock-Related Derivative Instruments

The Bank and its consolidated subsidiaries held no stock-related derivative instruments during the fiscal year ended March 31, 2005.

Bond-Related Derivative Instruments

			Millions of Yen			
			Contract Amount or Notional Amount		Fair Value	Unrealized Gain /Loss
				Over 1 Year		
March 31, 2005						
Exchange-traded Transactions	Bond Futures	Sold	¥ 36,984	¥ -	¥ (228)	¥ (228)
		Purchased	1,182	-	(19)	(19)
	Bond Futures Options	Sold	-	-	-	-
		Purchased	-	-	-	-
Over-the-counter Transactions	Bond Options	Sold	-	-	-	-
		Purchased	-	-	-	-
Total			¥ /	¥ /	¥ (247)	¥ (247)

			Millions of U.S. Dollars			
			Contract Amount or Notional Amount		Fair Value	Unrealized Gain /Loss
				Over 1 Year		
March 31, 2005						
Exchange-traded Transactions	Bond Futures	Sold	\$ 345	\$ -	\$ (2)	\$ (2)
		Purchased	11	-	(0)	(0)
	Bond Futures Options	Sold	-	-	-	-
		Purchased	-	-	-	-
Over-the-counter Transactions	Bond Options	Sold	-	-	-	-
		Purchased	-	-	-	-
Total			\$ /	\$ /	\$ (2)	\$ (2)

Note: 1. Derivative instruments are revalued to fair value. Changes in fair value are included in the consolidated statement of operations. The above analysis excludes derivative instruments accounted for as hedges.

Note: 2. Determination of fair value:

The fair value of exchange-traded derivative instruments is based on closing prices at Tokyo Stock Exchange or other relevant exchanges. The fair value of over-the-counter traded derivative instruments is determined based on an option pricing model or other models as appropriate.

Commodities-Related Derivative Instruments

The Bank and its consolidated subsidiaries held no commodities-related derivative instruments during the fiscal year ended March 31, 2005.

Credit Derivative Instruments

The Bank and its consolidated subsidiaries held no credit derivative instruments during the fiscal year ended March 31, 2005.

36. The Norinchukin Bank (Parent Company)

(a) Non-consolidated Balance Sheets

As of March 31	Millions of Yen		Millions of
	2006	2005	U.S. Dollars
			2006
Assets			
Cash and Due from Banks	¥ 1,286,457	¥ 2,374,629	\$ 10,958
Call Loans and Bills Purchased	1,049,567	417,463	8,940
Receivables under Resale Agreements	601,187	-	5,121
Collateral Deposited under Securities Borrowed	875,332	19,321	7,456
Commercial Paper and Other Debt Purchased	755,291	837,847	6,434
Trading Assets	69,309	383,701	590
Money Held in Trust	7,551,681	4,154,667	64,324
Securities	45,607,473	37,427,294	388,479
Loans and Bills Discounted	11,948,782	15,700,481	101,778
Foreign Exchange Assets	20,129	8,828	172
Other Assets	832,861	570,737	7,094
Premises and Equipment	163,183	171,167	1,390
Deferred Debenture Discounts	132	180	1
Customers' Liabilities for Acceptances and Guarantees	229,288	195,551	1,953
Reserve for Possible Loan Losses	(226,493)	(314,586)	(1,929)
Total Assets	¥ 70,764,183	¥ 61,947,285	\$ 602,761
Liabilities and Shareholders' Equity			
Liabilities			
Deposits	¥ 41,495,647	¥ 40,885,654	\$ 353,455
Debentures	4,787,716	4,704,414	40,781
Call Money and Bills Sold	5,043,340	3,892,447	42,959
Payables under Repurchase Agreements	7,599,379	3,869,804	64,731
Collateral Received under Securities Loaned	3,559,998	2,135,835	30,324
Trading Liabilities	32,888	52,230	280
Borrowings	1,101,532	888,632	9,383
Foreign Exchange Liabilities	0	56	0
Other Liabilities	2,394,273	2,168,489	20,394
Reserve for Bonus Payments	4,194	3,985	36
Reserve for Retirement Benefits	7,228	8,182	61
Deferred Tax Liabilities	535,251	228,007	4,559
Deferred Tax Liabilities Relating to Land Revaluation	25,647	24,906	218
Acceptances and Guarantees	229,288	195,551	1,953
Total Liabilities	66,816,385	59,058,199	569,134
Shareholders' Equity			
Paid-in Capital	1,465,017	1,224,999	12,479
Capital Surplus	25,020	25,020	213
Retained Earnings:			
Legal Reserve	269,566	237,366	2,296
Voluntary Reserves	461,525	388,120	3,931
Unappropriated Retained Earnings	312,469	195,968	2,662
Land Revaluation Reserve	47,974	55,050	409
Net Unrealized Gains on Securities, net of taxes	1,366,224	762,559	11,637
Total Shareholders' Equity	3,947,798	2,889,085	33,627
Total Liabilities and Shareholders' Equity	¥ 70,764,183	¥ 61,947,285	\$ 602,761

(b) Non-consolidated Statements of Operations

Fiscal year ended March 31	Millions of Yen		Millions of U.S. Dollars	
	2006	2005	2006	
Income				
Interest and Dividend Income:				
Interest on Loans and Bills Discounted	¥ 104,120	¥ 115,108	\$ 887	
Interest on and Dividends from Securities	1,240,061	774,647	10,563	
Other Interest Income	56,854	44,028	484	
Fees and Commissions	15,578	17,025	133	
Trading Revenue	427	495	3	
Other Operating Income	114,792	72,716	978	
Other Income	264,360	139,858	2,252	
Total Income	1,796,195	1,163,879	15,300	
Expenses				
Interest Expense:				
Interest on Deposits	191,738	96,200	1,633	
Interest on Debentures	25,884	31,361	221	
Interest on Borrowings	7,875	7,256	67	
Other Interest Expenses	975,479	542,054	8,309	
Fees and Commissions	10,458	8,703	89	
Trading Losses	280	165	2	
Other Operating Expenses	100,732	85,341	858	
General and Administrative Expenses	107,261	106,370	914	
Other Expenses	15,547	93,842	132	
Total Expenses	1,435,258	971,297	12,225	
Income before Income Taxes	360,937	192,581	3,075	
Income Taxes:				
Current	61,099	44,099	521	
Deferred	32,152	7,989	274	
Net Income	¥ 267,685	¥ 140,492	\$ 2,280	

Net Income per Share	Yen		U.S. Dollars	
	2006	2005	2006	
Net Income per Share	¥ 93.60	¥ 65.08	\$ 0.80	

37. Appropriation of Retained Earnings

The following dividends were approved at the shareholders' meeting held on June 27, 2006.

	Millions of Yen		Millions of U.S. Dollars	
Cash Dividends:				
Special Dividends	¥	44,053	\$	375
Dividends on Common Stock (at the rate of 4% of the ¥ 100 face value, or ¥ 4.00 per share)		10,993		94
Dividends on Lower Dividend Rate Stock (at the rate of 1% of the ¥ 100 face value, or ¥ 1.00 per share)		10,000		85
Dividends on Preferred Stock (at the rate of 11% of the ¥ 100 face value, or ¥ 11.00 per share)		444		4

Report of Independent Auditors

To the Board of Directors of
The Norinchukin Bank

We have audited the accompanying consolidated balance sheets of The Norinchukin Bank and its subsidiaries (the "Bank") as of March 31, 2006 and 2005, and the related consolidated statements of operations, capital surplus and retained earnings, and cash flows for the years then ended, all expressed in Japanese Yen. These consolidated financial statements are the responsibility of the Bank's management. Our responsibility is to express an opinion on these consolidated financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in Japan. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the consolidated financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the consolidated financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall consolidated financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the consolidated financial position of the Bank as of March 31, 2006 and 2005, and the consolidated results of their operations and their cash flows for the years then ended in conformity with accounting principles generally accepted in Japan.

The amounts expressed in U.S. dollars, which are provided solely for the convenience of the reader, have been translated on the basis set forth in Note 1 of the accompanying consolidated financial statements.

ChuoAoyama PricewaterhouseCoopers

ChuoAoyama PricewaterhouseCoopers

Tokyo, Japan

June 27, 2006