

NON-CONSOLIDATED FINANCIAL STATEMENTS

(Supplemental Information)
The Bank of Yokohama, Ltd.

Non-Consolidated Balance Sheets

March 31, 1999 and 1998	Millions of yen		Thousands of U.S. dollars
	1999	1998	1999
Assets:			
Cash and due from banks	¥ 482,894	¥ 579,609	\$ 4,005,757
Call loans	976	46,876	8,096
Commercial paper and other debt purchased	4,292	4,138	35,603
Trading assets	50,909	130,075	422,306
Money held in trust	40,030	25,833	332,061
Investment securities	1,455,401	1,604,245	12,073,007
Loans and bills discounted	8,136,791	8,050,071	67,497,229
Foreign exchanges	10,629	26,854	88,172
Other assets	98,880	85,432	820,241
Premises and equipment	160,597	169,545	1,332,202
Deferred income taxes	187,512		1,555,471
Customers' liabilities for acceptances and guarantees	501,647	535,690	4,161,319
Total	¥11,130,558	¥11,258,368	\$92,331,464
Liabilities:			
Deposits	¥ 8,913,127	¥ 8,954,603	\$73,937,180
Call money	217,268	320,934	1,802,306
Commercial paper	15,000		124,430
Trading liabilities	4,760	2,111	39,486
Borrowed money	474,312	526,545	3,934,566
Foreign exchanges	85	514	705
Convertible bonds	3,274	3,274	27,159
Other liabilities	193,105	284,399	1,601,866
Reserve for possible loan losses	328,325	254,233	2,723,559
Reserve for retirement allowances	15,604	15,489	129,440
Reserve for possible losses on collateralized real estate loans sold	30,846	26,042	255,877
Reserve for contingent liabilities	2,449		20,315
Other reserves	1	2	8
Acceptances and guarantees	501,647	535,690	4,161,319
Deferred tax liability for land revaluation	24,793		205,666
Land revaluation excess		59,204	
Total liabilities	10,724,596	10,983,040	88,963,882
Stockholders' equity:			
Capital stock:			
Common stock	134,547	134,547	1,116,109
Preferred stock	50,000		414,766
Capital surplus	146,024	96,024	1,211,315
Land revaluation excess	34,252		284,131
Earned surplus	41,139	44,757	341,261
Total stockholders' equity	405,962	275,328	3,367,582
Total	¥11,130,558	¥11,258,368	\$92,331,464

Non-Consolidated Statements of Operations

Years ended March 31, 1999 and 1998	Millions of yen		Thousands of U.S. dollars
	1999	1998	1999
Income:			
Interest on:			
Loans and discounts	¥ 193,518	¥205,144	\$1,605,292
Securities	39,241	43,547	325,516
Other	42,287	83,100	350,784
Fees and commissions	31,401	30,002	260,481
Trading profits	549	774	4,554
Other income	23,071	81,811	191,381
Total income	330,067	444,378	2,738,008
Expenses:			
Interest on:			
Deposits	53,241	95,863	441,651
Borrowings and rediscounts	18,563	22,680	153,986
Other	41,320	55,273	342,762
Fees and commissions	8,816	8,964	73,131
Trading losses		28	
General and administrative expenses	112,648	123,804	934,450
Other expenses	280,799	197,634	2,329,316
Total expenses	515,387	504,246	4,275,296
Loss before income taxes	(185,320)	(59,868)	(1,537,288)
Income taxes	119	101	987
Deferred tax	(77,693)		(644,488)
Net loss	¥(107,746)	¥(59,969)	\$ (893,787)
Net loss per share	¥(94.68)	¥(52.70)	\$(0.79)

Non-Consolidated Statements of Earned Surplus

Years ended March 31, 1999 and 1998	Millions of yen		Thousands of U.S. dollars
	1999	1998	1999
Balance, beginning of year	¥ 44,757	¥110,416	\$371,237
Appropriations:			
Dividends	(5,690)	(5,690)	(47,200)
Net loss	(107,746)	(59,969)	(893,787)
Adjustment of retained earnings for newly applied accounting for tax allocation	109,818		910,975
Balance, end of year	¥ 41,139	¥ 44,757	\$341,261

Non-Consolidated Statements of Cash Flows

Years ended March 31, 1999 and 1998	Millions of yen		Thousands of U.S. dollars
	1999	1998	1999
Operating activities:			
Net loss	¥(107,746)	¥ (59,969)	\$ (893,787)
Adjustments to reconcile net loss to net cash provided by (used in) operating activities:			
Provision for possible loan losses	181,650	101,857	1,506,844
Provision for possible losses on collateralized real estate loans sold	13,635	17,924	113,107
Provision for contingent liabilities	2,449		20,315
Depreciation and amortization	10,543	9,790	87,458
Deferred income taxes	(77,694)		(644,496)
Net loss on premises and equipment	1,539	481	12,766
Net loss (gain) on investment securities	8,195	(52,907)	67,980
Loss on write-down of investment securities	26,557	34,317	220,299
Net gain on trading assets	(549)	(746)	(4,554)
Net gain on money held in trust	539	(133)	4,471
Net loss on sales of loans and bills discounted	6,600	11,511	54,749
Loss on write-down of loans	776	1,427	6,437
Provision for retirement allowances	1,422	1,599	11,796
Other—net	(160)	(2,450)	(1,327)
Changes in operating assets and liabilities:			
Net change in trading assets	79,715	(120,050)	661,261
Net change in trading liabilities	2,649	2,111	21,974
Net change in other assets	556	7,285	4,612
Net change in other liabilities and other	(14,540)	11,683	(120,614)
Net cash provided by (used in) operating activities	136,136	(36,270)	1,129,291
Investing activities:			
Purchases of investment securities	(772,640)	(844,752)	(6,409,291)
Sales and maturities of investment securities	886,732	859,794	7,355,719
Purchases of money held in trust	(30,640)	(15,750)	(254,168)
Sales of money held in trust	15,904	45,086	131,929
Purchases of premises and equipment	(6,773)	(13,632)	(56,184)
Sales of premises and equipment	5,860	4,905	48,611
Net change in call loans	45,900	(42,886)	380,754
Loan originations, net of repayments	(201,654)	320,416	(1,672,783)
Net change in commercial paper and other debt purchased	(154)	(323)	(1,277)
Net cash provided by (used in) investing activities	(57,465)	312,858	(476,690)
Financing activities:			
Issuance of preferred stock	100,000		829,531
Net change in deposits	(41,476)	(718,034)	(344,057)
Net change in call money	(103,666)	(229,903)	(859,941)
Net change in commercial paper	15,000		124,430
Proceeds from subordinated loans	100,000	29,963	829,531
Repayments of subordinated loans	(26,198)		(217,321)
Net change in other borrowed money	(126,035)	80,600	(1,045,500)
Net change in margin money received under securities lending transactions	(87,321)	137,619	(724,355)
Dividends paid	(5,690)	(5,690)	(47,200)
Net cash used in financing activities	(175,386)	(705,445)	(1,454,882)
Net decrease in cash and cash equivalents	(96,715)	(428,857)	(802,281)
Cash and cash equivalents, beginning of year	579,609	1,008,466	4,808,038
Cash and cash equivalents, end of year	¥ 482,894	¥ 579,609	\$4,005,757
Additional cash flow information:			
Interest paid	¥ 125,209	¥ 183,898	\$1,038,696
Income taxes paid	294	72	2,445