

## NON-CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

The Dai-Ichi Kangyo Bank, Limited  
Years ended March 31, 2000 and 1999

	Millions of yen							Thousands of U.S. dollars
	Preferred Stock	Common Stock	Capital Surplus	Legal Reserve	Premises Revaluation Account	Retained Earnings	Total Shareholders' Equity	Total Shareholders' Equity
<b>Balance at March 31, 1998</b>	¥ 49,500	¥458,208	¥396,105	¥99,610	/	¥439,553	¥1,442,979	\$13,593,775
Increase Owing to Conversion of Convertible Bonds		51	51				102	969
Issuance of Preferred Stock	350,000		350,000				700,000	6,594,441
Transfer to Legal Reserve				2,774		(2,774)		
Transfer from Liabilities					316,943		316,943	2,985,805
Adjustment to Retained Profit on Tax Effect of Previous Terms						334,010	334,010	3,146,589
Cash Dividends Paid						(13,636)	(13,636)	(128,461)
Net Loss for Fiscal 1998						(376,176)	(376,176)	(3,543,817)
<b>Balance at March 31, 1999</b>	¥399,500	¥458,260	¥746,156	¥102,385	¥316,943	¥389,977	¥2,404,223	\$22,649,301
Increase Owing to Conversion of Convertible Bonds		1,024	1,024				2,048	19,300
Transfer to Legal Reserve				7,094		(7,094)		
Change in Premises Revaluation Account					10,304		10,304	97,072
Transfer from Premises Revaluation Account						3,665	3,665	34,532
Cash Dividends Paid						(35,097)	(35,097)	(330,643)
Net Income for Fiscal 1999						88,897	88,897	837,474
<b>Balance at March 31, 2000</b>	¥399,500	¥459,284	¥747,181	¥109,479	¥327,247	¥431,348	¥2,474,042	\$23,307,038

Notes: 1. U.S. dollar amounts are shown solely for convenience and are calculated at the rate of ¥106.15 to US\$1, the rate of exchange on March 31, 2000.  
2. Yen amounts are rounded down to the nearest million. As a result, the totals in yen may not agree with the sum of the individual amounts.

\* Cash Dividends Paid represent cash dividends paid during the respective years.

The accompanying notes to non-consolidated financial statements are an integral part of these financial statements.

### SUBSEQUENT EVENT

The Dai-Ichi Kangyo Bank, Limited  
Years ended March 31, 2000 and 1999

Profit appropriations for fiscal 1999, as shown in the table below, were approved at DKB's Ordinary General Meeting of Shareholders held on June 28, 2000.

	Millions of yen		Thousands of U.S. dollars
	2000	1999	2000
Unappropriated Profit (Loss) at the End of the Term	¥95,499	¥(24,865)	\$899,668
Transfer from Voluntary Reserve	4	70,003	46
Appropriations of Profit	29,191	23,033	275,005
Transfer to Legal Reserve	3,200	3,900	30,146
Dividends on Common Stock	10,928	18,724	102,951
Dividends on Preferred Stock (1st)	371	371	3,497
Dividends on Preferred Stock (2nd)	410	3	3,862
Dividends on Preferred Stock (3rd)	700	4	6,594
Dividends on Preferred Stock (4th)	3,570	21	33,631
Transfer to Voluntary Reserve	10,012	10	94,321
<b>Profit Carried Forward to Next Term</b>	¥66,312	¥ 22,104	\$624,709

Notes: 1. U.S. dollar amounts are shown solely for convenience and are calculated at the rate of ¥106.15 to US\$1, the rate of exchange on March 31, 2000.  
2. Yen amounts are rounded down to the nearest million. As a result, the totals in yen may not agree with the sum of the individual amounts.

The accompanying notes to non-consolidated financial statements are an integral part of these financial statements.

### Problem Loans

#### Non-Accrual, Past Due & Restructured Loans (Non-Consolidated)

	Millions of yen		Thousands of U.S. dollars
	Mar. 31, 2000	Mar. 31, 1999	Mar. 31, 2000
Loans to Bankrupt Borrowers	¥ 201,412	¥ 196,365	\$ 1,897,430
Ratio to Loans Outstanding	0.62%	0.59%	
Non-Accrual Delinquent Loans	1,125,626	1,640,700	10,604,114
Ratio to Loans Outstanding	3.46%	4.95%	
Loans Past Due for 3 Months or More	63,009	38,218	593,590
Ratio to Loans Outstanding	0.19%	0.11%	
Restructured Loans	336,042	329,480	3,165,729
Ratio to Loans Outstanding	1.03%	0.99%	
Total	(A) ¥ 1,726,090	¥ 2,204,765	\$ 16,260,865
Ratio to Loans Outstanding	5.31%	6.65%	
Total of Loans Outstanding	¥32,452,559	¥33,133,406	\$305,723,590
The Amount of Partial Direct Write-Offs Subtracted from Those Outstanding	¥ 653,207	¥ 784,660	\$ 6,153,630

Note: The above figures are after Partial Direct Write-Offs.

#### The Details of Reserve for Possible Loan Losses, etc. (Non-Consolidated)

	Millions of yen		Thousands of U.S. dollars
	Mar. 31, 2000	Mar. 31, 1999	Mar. 31, 2000
General Reserve for Possible Loan Losses	¥244,048	¥223,101	\$2,299,094
Specific Reserve for Possible Loan Losses	539,663	593,286	5,083,974
Reserve for Possible Losses on Loans to Restructuring Countries	11,893	11,767	112,048
Total Reserve for Possible Loan Losses	795,606	828,154	7,495,118
Reserve for Possible Losses on Support of Specific Borrowers*	—	69,700	—
Total	(B) ¥795,606	¥897,854	\$7,495,118
Reserve for Losses on Loans Sold	¥142,483	¥ 94,880	\$1,342,286

\*Reserve for Possible Losses on Support of Specific Borrowers are set aside in the amount deemed necessary, based on reasonably expected future losses arising from providing support to specific borrowers that are implementing a restructuring plan or supported by the Bank. This reserve is based on Article 287-2 of the Commercial Code of Japan.

#### Reserve Ratio to Non-Accrual, Past Due & Restructured Loans (Non-Consolidated)

	%	
	Mar. 31, 2000	Mar. 31, 1999
Before Partial Direct Write-Offs	61.25%	56.75%
After Partial Direct Write-Offs	(B)/(A) 46.09	40.72

**Expenses Related to Portfolio Problems (Non-Consolidated)**

		Millions of yen		Thousands of
		FY1999	FY1998	U.S. dollars
				FY1999
Transfer to General Reserve for Possible Loan Losses	(C)	¥ 28,032	¥115,530	\$ 264,087
Losses on Write-Offs of Loans		¥167,334	¥365,143	\$1,576,401
Net Transfer to Specific Reserve for Possible Loan Losses		36,447	301,416	343,361
Losses on Sales of Loans to CCPC		14,875	21,442	140,140
Losses on Bulk Sales of Loans		9,500	37,601	89,499
Transfer to Reserve for Possible Losses on Loans Sold		69,917	49,592	658,662
Losses Due to Support Borrowers		20,580	—	193,876
Transfer to Reserve for Possible Losses on Support of Specific Borrowers		(69,700)	65,199	(656,617)
Transfer to Reserve for Possible Losses on Loans to Restructuring Countries		126	11,428	1,193
Other Losses on Sales of Loans		5,144	4,656	48,467
Sub-Total	(D)	¥254,227	¥856,480	\$2,394,983
Total	(C)+(D)	¥282,260	¥972,010	\$2,659,071

**Loans by Industry (Domestic) (Non-Consolidated)**

	Millions of yen		
	Mar. 31, 2000	Mar. 31, 1999	Change
Manufacturing	¥ 4,723,514	¥ 4,011,813	¥ 711,701
Agriculture	56,124	60,211	(4,087)
Forestry	1,068	4,254	(3,186)
Fisheries	4,615	4,335	280
Mining	24,497	24,273	224
Construction	1,396,957	1,390,953	6,004
Utilities	231,324	132,021	99,303
Transportation and Communication	1,200,031	1,101,528	98,503
Wholesale and Retail	5,713,242	5,059,301	653,941
Finance and Insurance	2,422,049	2,448,016	(25,967)
Real Estate	3,417,525	3,327,210	90,315
Service	3,771,859	3,577,940	193,919
Local Government	129,469	77,783	51,686
Other	6,008,861	6,271,681	(262,820)
Total	¥29,101,135	¥27,491,319	¥1,609,816

Notes: The above figures exclude the Tokyo offshore account for international transactions.

**Loans by Industry (Domestic) (Non-Consolidated)  
(Non-Accrual, Past Due & Restructured Loans)**

	Millions of yen		
	Mar. 31, 2000	Mar. 31, 1999	Change
Manufacturing	¥ 71,715	¥ 158,620	¥ (86,905)
Agriculture	19,951	4,910	15,040
Forestry	0	0	—
Fisheries	116	304	(188)
Mining	618	63	554
Construction	257,011	252,756	4,255
Utilities	123	577	(453)
Transportation and Communication	13,585	23,824	(10,238)
Wholesale and Retail	276,954	255,419	21,534
Finance and Insurance	138,634	322,985	(184,350)
Real Estate	285,218	324,882	(39,663)
Service	396,398	441,887	(45,489)
Local Government	—	—	—
Other	162,724	275,731	(113,007)
<b>Total</b>	<b>¥1,623,054</b>	<b>¥2,061,964</b>	<b>¥(438,910)</b>

Notes: The above figures exclude the Tokyo offshore account for international transactions.

**Loans by Country (Non-Consolidated)  
Loans to Restructuring Countries, etc.**

	Millions of yen		
	Mar. 31, 2000	Mar. 31, 1999	Change
Amount	¥84,090	¥106,133	¥(22,043)
Number of Countries	5	8	(3)

**Loans to Asian Countries**

	Millions of yen		
	Mar. 31, 2000	Mar. 31, 1999	Change
Hong Kong	¥253,320	¥ 367,370	¥(114,049)
Thailand	141,202	186,490	(45,287)
China	99,286	140,230	(40,943)
Indonesia	93,910	124,539	(30,628)
Singapore	91,261	142,552	(51,290)
South Korea	72,015	206,841	(134,825)
Taiwan	56,440	68,183	(11,742)
Malaysia	37,415	45,609	(8,193)
Others	49,083	55,244	(6,160)
<b>Total</b>	<b>¥893,937</b>	<b>¥1,337,058</b>	<b>¥(443,120)</b>

**Loans to Major Latin American Countries**

	Millions of yen		
	Mar. 31, 2000	Mar. 31, 1999	Change
Colombia	¥11,228	¥16,156	¥(4,927)
Mexico	9,344	10,370	(1,025)
Chile	8,523	7,784	739
Ecuador	1,220	1,559	(338)
Others	19,711	14,295	5,416
<b>Total</b>	<b>¥50,028</b>	<b>¥50,164</b>	<b>¥ (135)</b>

**Loans to Russia**

	Millions of yen		
	Mar. 31, 2000	Mar. 31, 1999	Change
Russia	¥16,351	¥7,021	¥9,330

**Loans to Asian Countries (Non-Accrual, Past Due & Restructured Loans)**

	Millions of yen		
	Mar. 31, 2000	Mar. 31, 1999	Change
Hong Kong	¥ 7,629	¥ 8,325	¥ (695)
Thailand	10,430	13,150	(2,719)
China	13,827	12,992	835
Indonesia	23,311	56,255	(32,943)
Singapore	3,173	1,827	1,346
South Korea	3,512	3,418	94
Taiwan	29	897	(867)
Malaysia	285	4,053	(3,767)
Other	732	—	732
<b>Total</b>	<b>¥62,933</b>	<b>¥100,917</b>	<b>¥(37,983)</b>

**Loans to Major Latin American Countries (Non-Accrual, Past Due & Restructured Loans)**

	Millions of yen		
	Mar. 31, 2000	Mar. 31, 1999	Change
Colombia	¥ —	¥—	¥ —
Mexico	0	—	0
Chile	—	—	—
Ecuador	1,220	—	1,220
Other	—	—	—
<b>Total</b>	<b>¥1,220</b>	<b>¥—</b>	<b>¥1,220</b>

**Loans to Russia (Non-Accrual, Past Due & Restructured Loans)**

	Millions of yen		
	Mar. 31, 2000	Mar. 31, 1999	Change
Russia	¥1,939	¥2,868	¥(928)

**The Unexpensed Liabilities of Retirement Benefits (Non-Consolidated)**

	Billions of yen
	At the Beginning of Fiscal 2000
Difference in the Amount between the Amount of Projected Benefit Obligations and the Total Amount of the Market Value of Funded Assets and Reserve for Retirement Allowance *1, *2	104.9
Discount Rate Used for the Calculation for the Unexpensed Liability of Retirement Benefits	3.5%
Projected Periods for which Will Be Necessary to Dispose of the Above-mentioned Difference in the Amount	5 years

\*1 The difference in the amount is due to the change in accounting standards for retirement benefits.

\*2 The difference in the amount is after providing stocks of ¥71.9 billion for the trust account.