

NON-CONSOLIDATED STATEMENT OF RETAINED EARNINGS

The Dai-ichi Kangyo Bank, Limited
Years ended March 31, 1998 and 1997

	Millions of yen		Thousands of U.S. dollars
	1998	1997	1998
Balance at Beginning of Year	¥(345,016)	¥ 40,765	\$(2,611,779)
Transfer from Voluntary Reserve	377,011	11	2,853,982
Appropriations of Profit	31,881	31,879	241,345
Transfer to Legal Reserve	5,352	5,352	40,519
Transfer to Voluntary Reserve	3	1	23
Cash Dividends Paid*	26,525	26,525	200,802
Net Loss	146,413	353,913	1,108,354
Balance at End of Year	¥(146,300)	¥(345,016)	\$(1,107,496)

Notes: 1. U.S. dollar amounts are shown solely for convenience and are calculated at the rate of ¥132.10 to US\$1, the rate of exchange on March 31, 1998.

2. Yen amounts less than ¥1 million are omitted. As a result, the totals in yen do not necessarily agree with the sum of the individual amounts.

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

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

SUBSEQUENT EVENT

The Dai-ichi Kangyo Bank, Limited
Years ended March 31, 1998 and 1997

The following appropriations of profit applicable to the year ended March 31, 1998, were approved at the Shareholders' Meeting held on June 25, 1998.

	Millions of yen		Thousands of U.S. dollars
	1998	1997	1998
Undivided Loss at the End of the Term	¥146,300	¥345,016	\$1,107,496
Transfer from Voluntary Reserve	180,007	377,011	1,362,660
Appropriations of Profit	15,984	15,966	121,004
Transfer to Legal Reserve	2,700	2,700	20,439
Dividends on Common Stock	13,262	13,262	100,400
Dividends on Preferred Stock	1	—	14
Transfer to Voluntary Reserve	19	3	149
Profit Carried Forward to Next Term	¥ 17,722	¥ 16,028	\$ 134,158

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