

CONSOLIDATED STATEMENT OF RETAINED EARNINGS

The Dai-ichi Kangyo Bank, Limited and Consolidated Subsidiaries
 Years ended March 31, 1999 and 1998

	Millions of yen		Thousands of U.S. dollars
	1999	1998	1999
Balance at Beginning of Fiscal Year	¥936,253	¥939,688	\$7,766,516
Retained Earnings	835,765	939,688	6,932,939
Legal Reserve	100,487	/	833,576
Increases	2,238	/	18,568
Increase due to Expanded Definition of "Consolidated Subsidiary"	2,139	/	17,747
Increase due to Expanded Definition of "Affiliated Company"	98	/	820
Decreases	13,636	31,903	113,116
Transfer to Legal Reserve	/	5,377	/
Cash Dividends Paid*	13,636	26,525	113,116
Net Loss	445,289	72,018	3,693,817
Balance at End of Fiscal Year	¥479,566	¥835,765	\$3,978,151

Notes: 1. U.S. dollar amounts are shown solely for convenience and are calculated at the rate of ¥120.55 to US\$1, the rate of exchange on March 31, 1999.

2. Yen amounts are rounded down to the nearest million. As a result, the totals in yen do not necessarily agree with the sum of the individual amounts.

3. Due to the change of the definition of indication items, "Legal Reserve" is included in "Retained Earnings," except at the beginning of this fiscal year.

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

See the accompanying notes to consolidated financial statements for further information.