



For Immediate Release:

## Non-consolidated Financial Statements for Fiscal 2004

Company name: **Mizuho Financial Group, Inc. ("MHFG")**

Stock code number: 8411  
 Stock Exchanges: Tokyo Stock Exchange (First Section), Osaka Securities Exchange (First Section)  
 U R L : <http://www.mizuho-fg.co.jp/english/>  
 Address: 5-5 Otemachi 1-chome, Chiyoda-ku, Tokyo 100-0004, Japan  
 Representative: Name: Terunobu Maeda  
 Title: President & CEO  
 For inquiry: Name: Tsunehiko Suzuki  
 Title: General Manager, Accounting Department  
 Phone: 03-5224-2030

Meeting of Board of Directors for Financial Results: May 23, 2005  
 Annual General Shareholders' Meeting: June 28, 2005  
 Scheduled dividend payment commencement date: June 28, 2005  
 Interim Dividends System : Established  
 Special Round Lot : Not applicable

## 1. Financial Highlights for Fiscal 2004 (for the year ended March 31, 2005)

Amount less than one million yen are rounded down

	Operating Income		Operating Profits		Ordinary Profits	
	¥million	%	¥million	%	¥million	%
Fiscal 2004	26,493	2.9	14,694	5.1	14,304	4.7
Fiscal 2003	25,748	-	13,986	-	13,665	-

	Net Income		Net Income per Share of Common Stock	Diluted Net Income per Share of Common Stock	Net Income on Equity	Ordinary Profits to Total Assets	Ordinary Profits to Operating Income
	¥million	%	¥	¥	%	%	%
Fiscal 2004	30,886	210.8	(588.85)	—	(1.2)	0.4	54.0
Fiscal 2003	9,936	-	(2,846.42)	—	(5.8)	0.4	53.1

Notes: 1. Average Outstanding Shares of Common Stock (excl. Treasury Stock): 11,947,488 shares for Fiscal 2004 11,253,798 shares for Fiscal 2003  
 2. Change in Accounting Method: None  
 3. Percentage figures in Operating Income, Operating Profits, Ordinary Profits and Net Income represent changes in the respective accounts compared to the previous year.

## (2) Cash Dividends Declared for Common Shareholders

	Cash Dividends Declared per Share (Annual)			Amount of Cash Dividends Declared (Annual)	Dividends Pay-out Ratio	Dividends as a Percentage of Common Shareholders' Equity
	Interim Cash Dividends	Year-end Cash Dividends				
Fiscal 2004	¥ 3,500	¥ 0	¥ 3,500	¥79,929	— %	7.8 %
Fiscal 2003	¥ 3,000	¥ 0	¥ 3,000	¥77,748	— %	6.0 %

Note: Amount of Cash Dividends Declared (Annual) is the aggregated amount of those on common stock and preferred stock.

## (3) Financial Conditions

	Total Assets	Total Shareholders' Equity	Total Shareholders' Equity to Total Assets	Total Shareholders' Equity per Share of Common Stock
	¥million	¥million	%	¥
Fiscal 2004	3,178,608	2,986,230	93.9	41,782.20
Fiscal 2003	3,600,085	3,533,497	98.2	46,670.34

Notes: 1. Outstanding Shares of Common Stock (excl. Treasury Stock): 12,002,202 shares as of March 31, 2005 11,926,161 shares as of March 31, 2004  
 2. Outstanding Shares of Treasury Stock (Common Stock): 1,793 shares as of March 31, 2005 802 shares as of March 31, 2004

## 2. Earnings Estimates for Fiscal 2005 (for the year ending March 31, 2006)

	Operating Income	Ordinary Profits	Net Income	Cash Dividends Declared per Share (Annual)		
				Interim Cash Dividends	Year-end Cash Dividends	
First Half of Fiscal 2005	¥120,000	¥110,000	¥120,000	¥ 0	—	—
Fiscal 2005	130,000	110,000	130,000	—	3,500	3,500

Reference: Net Income per Share of Common Stock (Fiscal 2005 estimate): ¥7,671.79

Above estimates are based on information, which is available at this moment, and assumptions of uncertain factors, which may have an influence on future operating results. Actual results may differ materially from these estimates, depending on future events.

Number of Shares

	Fiscal 2004		Fiscal 2003	
	Average Outstanding Shares	Year-end Outstanding Shares	Average Outstanding Shares	Year-end Outstanding Shares
Common Stock	11,947,488	12,002,202	11,253,798	11,926,161
First series Class I Preferred Stock	13,742	—	33,000	33,000
Second series Class II Preferred Stock	97,356	61,400	100,000	100,000
Third series Class III Preferred Stock	100,000	100,000	100,000	100,000
Fourth series Class IV Preferred Stock	150,000	150,000	150,000	150,000
Sixth series Class VI Preferred Stock	150,000	150,000	150,000	150,000
Seventh series Class VII Preferred Stock	125,000	125,000	125,000	125,000
Eighth series Class VIII Preferred Stock	120,500	59,300	125,000	125,000
Ninth series Class IX Preferred Stock	75,298	—	140,000	140,000
Tenth series Class X Preferred Stock	140,000	140,000	140,000	140,000
Eleventh series Class XI Preferred Stock	943,740	943,740	943,740	943,740
Twelfth series Class XI Preferred Stock	3,947	—	53,535	5,500
Thirteenth series Class XIII Preferred Stock	36,690	36,690	36,690	36,690

Note: 1. Minimum Shares for Trading for Common and Preferred Stock : 1 share

2. Treasury Stock is excluded from Number of Outstanding Shares. Treasury Stock: Fiscal 2004 Common Stock 1,793shares Preferred Stock 137,300shares  
Fiscal 2003 Common Stock 802shares Preferred Stock -

3. Increase in Number of Common Stock is due to the conversion of 5,500 shares of Twelfth series Class XI Preferred Stock.

4. Decrease in stocks below is due to repurchase and cancellation. (in shares)

Stocks	Repurchase	Repurchase & Cancellation	
		Acquisition (¥million)	
First series Class I Preferred Stock	-	33,000	59,489
Second series Class II Preferred Stock	38,600	-	-
Eighth series Class VIII Preferred Stock	65,700	-	-
Ninth series Class IX Preferred Stock	33,000	107,000	180,482

Cash Dividends Declared for Shareholders

	Cash Dividends Declared per Share (Annual)			Amount of Cash Dividends Declared (Annual)
		Interim Cash Dividends	Year-end Cash Dividends	
<b>Fiscal 2004</b>	¥	¥	¥	¥million
Common Stock	3,500	—	3,500	42,007
First series Class I Preferred Stock	—	—	—	—
Second series Class II Preferred Stock	8,200	—	8,200	503
Third series Class III Preferred Stock	14,000	—	14,000	1,400
Fourth series Class IV Preferred Stock	47,600	—	47,600	7,140
Sixth series Class VI Preferred Stock	42,000	—	42,000	6,300
Seventh series Class VII Preferred Stock	11,000	—	11,000	1,375
Eighth series Class VIII Preferred Stock	8,000	—	8,000	474
Ninth series Class IX Preferred Stock	—	—	—	—
Tenth series Class X Preferred Stock	5,380	—	5,380	753
Eleventh series Class XI Preferred Stock	20,000	—	20,000	18,874
Twelfth series Class XI Preferred Stock	—	—	—	—
Thirteenth series Class XIII Preferred Stock	30,000	—	30,000	1,100
<b>Fiscal 2003</b>	¥	¥	¥	¥million
Common Stock	3,000	—	3,000	35,778
First series Class I Preferred Stock	22,500	—	22,500	742
Second series Class II Preferred Stock	8,200	—	8,200	820
Third series Class III Preferred Stock	14,000	—	14,000	1,400
Fourth series Class IV Preferred Stock	47,600	—	47,600	7,140
Sixth series Class VI Preferred Stock	42,000	—	42,000	6,300
Seventh series Class VII Preferred Stock	11,000	—	11,000	1,375
Eighth series Class VIII Preferred Stock	8,000	—	8,000	1,000
Ninth series Class IX Preferred Stock	17,500	—	17,500	2,450
Tenth series Class X Preferred Stock	5,380	—	5,380	753
Eleventh series Class XI Preferred Stock	20,000	—	20,000	18,874
Twelfth series Class XI Preferred Stock	2,500	—	2,500	13
Thirteenth series Class XIII Preferred Stock	30,000	—	30,000	1,100

Estimates for Cash Dividends per Share in the Fiscal 2005

	Cash Dividends Declared per Share (Annual)		
	Interim Cash Dividends	Year-end Cash Dividends	
	¥	¥	¥
Common Stock	—	3,500	3,500
Second series Class II Preferred Stock	—	8,200	8,200
Third series Class III Preferred Stock	—	14,000	14,000
Fourth series Class IV Preferred Stock	—	47,600	47,600
Sixth series Class VI Preferred Stock	—	42,000	42,000
Seventh series Class VII Preferred Stock	—	11,000	11,000
Eighth series Class VIII Preferred Stock	—	8,000	8,000
Tenth series Class X Preferred Stock	—	5,380	5,380
Eleventh series Class XI Preferred Stock	—	20,000	20,000
Thirteenth series Class XIII Preferred Stock	—	30,000	30,000

**Reference****Formulae for indices    Financial Highlights for Fiscal 2004****Net Income per Share of Common Stock**

$$\frac{\text{Net Income} - \text{Amount Not Available to Common Shareholders (*1)}}{\text{Average Outstanding Shares of Common Stock (*2)}}$$

**Diluted Net Income per Share of Common Stock**

$$\frac{\text{Net Income} - \text{Amount Not Available to Common Shareholders (*1)} + \text{Adjustments}}{\text{Average Outstanding Shares of Common Stock (*2)} + \text{Increasing Shares of Common Stock for Dilutive Securities (*3)}}$$

**Net Income on Equity**

$$\frac{\text{Net Income} - \text{Amount Not Available to Common Shareholders (*1)}}{\left\{ (\text{Total Shareholders' Equity (Beginning)} - \text{Outstanding Shares of Preferred Stock (Beginning)} \times \text{Issued Price}) + (\text{Total Shareholders' Equity (Year-end)} - \text{Outstanding Shares of Preferred Stock (Year-end)} \times \text{Issued Price}) \right\} / 2} \times 100$$

**Dividends Pay-Out Ratio**

$$\frac{\text{Cash Dividends Declared per Share of Common Stock}}{\text{Net Income per Share of Common Stock}} \times 100$$

**Dividends as a Percentage of Common Shareholders' Equity**

$$\frac{\text{Amount of Cash Dividends Declared (Common Stock)}}{\text{Shareholders' Equity (Year-end)} - \text{Outstanding Shares of Preferred Stock (Year-end)} \times \text{Issued Price}} \times 100$$

**Shareholders' Equity per Share of Common Stock**

$$\frac{\text{Shareholders' Equity (Year-end)} - \text{Deduction from Shareholders' Equity (*4)}}{\text{Outstanding Shares of Common Stock (Year-end) (*2)}}$$

**Formula for index    Earnings Estimates for Fiscal 2005****Net Income per Share of Common Stock (Fiscal 2005 estimate)**

$$\frac{\text{Net Income (estimate)} - \text{Cash Dividends on Preferred Stock (estimate)}}{\text{Outstanding Shares of Common Stock (Year-end) (*2)}}$$

\*1 Dividends on Preferred Stock and other.

\*2 Treasury Stock is excluded from outstanding shares of Stock.

\*3 Increasing Shares of Common Stock for Dilutive Securities is calculated under the assumption that dilutive options regarding dilutive securities are exercised at the beginning of the year, in accordance with accounting standards. That is, all dilutive convertible securities, including those before the conversion period, are assumed to be converted at the price calculated based on market price at the beginning of the year.

\*4 Issue amount of Preferred Stock, dividends on Preferred Stock and other.

## NON-CONSOLIDATED BALANCE SHEETS

As of March 31,	2005 (A)		2004 (B)		(A) - (B)
	Millions of yen	%	Millions of yen	%	Millions of yen
<b>Assets</b>					
<b>Current Assets</b>					
Cash and Due from Banks	¥ 2,601		¥ 1,231		¥ 1,369
Advances	4		4		0
Prepaid Expenses	336		303		33
Deferred Tax Assets	-		167		(167)
Accounts Receivable	75,487		-		75,487
Other Current Assets	1,352		2,235		(883)
<b>Total Current Assets</b>	<b>79,782</b>	<b>2.5</b>	<b>3,940</b>	<b>0.1</b>	<b>75,841</b>
<b>Non-Current Assets</b>					
Tangible Assets	925		1,014		(88)
<i>Buildings</i>	225		212		12
<i>Equipment</i>	699		801		(101)
Intangible Assets	4,477		3,903		574
<i>Trademarks</i>	142		165		(22)
<i>Software</i>	3,894		3,481		413
<i>Other Intangible Fixed Assets</i>	440		256		184
Investments	3,092,812		3,590,312		(497,499)
<i>Investments in Subsidiaries and Affiliates</i>	3,089,775		3,588,866		(499,091)
<i>Other Investments</i>	3,037		1,446		1,591
<b>Total Non-Current Assets</b>	<b>3,098,215</b>	<b>97.5</b>	<b>3,595,229</b>	<b>99.9</b>	<b>(497,013)</b>
<b>Deferred Assets</b>					
Establishment Costs	1		2		(0)
Start-Up Costs	608		912		(304)
<b>Total Deferred Assets</b>	<b>609</b>	<b>0.0</b>	<b>914</b>	<b>0.0</b>	<b>(304)</b>
<b>Total Assets</b>	<b>¥ 3,178,608</b>	<b>100.0</b>	<b>¥ 3,600,085</b>	<b>100.0</b>	<b>¥ (421,477)</b>
<b>Liabilities and Shareholders' Equity</b>					
<b>Liabilities</b>					
<b>Current Liabilities</b>					
Commercial Paper	¥ 152,000		¥ 65,000		¥ 87,000
Accounts Payable	629		338		290
Accrued Expenses	753		149		603
Accrued Corporate Taxes	3		281		(277)
Deposits Received	37,713		98		37,615
Reserve for Bonus Payments	147		150		(3)
<b>Total Current Liabilities</b>	<b>191,247</b>	<b>6.0</b>	<b>66,018</b>	<b>1.8</b>	<b>125,229</b>
<b>Non-Current Liabilities</b>					
Deferred Tax Liabilities	888		491		396
Reserve for Employee Retirement Benefits	242		77		164
<b>Total Non-Current Liabilities</b>	<b>1,130</b>	<b>0.1</b>	<b>568</b>	<b>0.0</b>	<b>561</b>
<b>Total Liabilities</b>	<b>192,378</b>	<b>6.1</b>	<b>66,587</b>	<b>1.8</b>	<b>125,790</b>
<b>Shareholders' Equity</b>					
<b>Common Stock and Preferred Stock</b>	<b>1,540,965</b>	<b>48.5</b>	<b>1,540,965</b>	<b>42.8</b>	<b>-</b>
<b>Capital Surplus</b>					
Capital Reserve	385,241		1,752,885		(1,367,644)
Other Capital Surplus	1,127,700		-		1,127,700
Transfer from Capital Stock and Capital Surplus Reseve	1,127,672		-		1,127,672
Gains on Sales of Treasury Stock	28		-		28
<b>Total Capital Surplus</b>	<b>1,512,942</b>	<b>47.6</b>	<b>1,752,885</b>	<b>48.7</b>	<b>(239,943)</b>
<b>Retained Earnings</b>					
Legal Earned Reserve	4,350		4,350		-
Voluntary Reserve	47,662		147,662		(100,000)
<i>Special Voluntary Earned Reserve</i>	47,662		147,662		(100,000)
Unappropriated Retained Earnings	140,957		87,820		53,137
<b>Total Retained Earnings</b>	<b>192,970</b>	<b>6.0</b>	<b>239,832</b>	<b>6.7</b>	<b>(46,862)</b>
Net Unrealized Losses on Other Securities, net of Taxes	(24)	(0.0)	(10)	(0.0)	(14)
<b>Treasury Stock</b>	<b>(260,622)</b>	<b>(8.2)</b>	<b>(174)</b>	<b>(0.0)</b>	<b>(260,447)</b>
<b>Total Shareholders' Equity</b>	<b>2,986,230</b>	<b>93.9</b>	<b>3,533,497</b>	<b>98.2</b>	<b>(547,267)</b>
<b>Total Liabilities and Shareholders' Equity</b>	<b>¥ 3,178,608</b>	<b>100.0</b>	<b>¥ 3,600,085</b>	<b>100.0</b>	<b>¥ (421,477)</b>

## NON-CONSOLIDATED STATEMENTS OF OPERATIONS

For the years ended March 31,	2005 (A)		2004 (B)		(A) - (B)
	Millions of yen	%	Millions of yen	%	Millions of yen
<b>Operating Income</b>					
Cash Dividend Received from Subsidiaries and Affiliates	¥ 13,736		¥ 14,836		¥ (1,100)
Fee and Comission Received from Subsidiaries and Affiliates	12,757		10,911		1,845
<b>Total Operating Income</b>	<b>26,493</b>	<b>100.0</b>	<b>25,748</b>	<b>100.0</b>	<b>745</b>
<b>Operating Expenses</b>					
General and Administrative Expenses	11,799		11,761		37
<b>Total Operating Expenses</b>	<b>11,799</b>	<b>44.5</b>	<b>11,761</b>	<b>45.7</b>	<b>37</b>
<b>Operating Profits</b>	<b>14,694</b>	<b>55.5</b>	<b>13,986</b>	<b>54.3</b>	<b>708</b>
<b>Non-Operating Income</b>					
Rent Received	68		67		1
Other Non-operating Income	67		361		(293)
<b>Total Non-Operating Income</b>	<b>135</b>	<b>0.5</b>	<b>428</b>	<b>1.7</b>	<b>(292)</b>
<b>Non-Operating Expenses</b>					
Interest on Commercial Paper	174		100		73
Amortization of Start-Up Cost	304		304		-
Other Non-operating Expenses	47		344		(296)
<b>Total Non-Operating Expense</b>	<b>526</b>	<b>2.0</b>	<b>749</b>	<b>2.9</b>	<b>(222)</b>
<b>Ordinary Profits</b>	<b>14,304</b>	<b>54.0</b>	<b>13,665</b>	<b>53.1</b>	<b>638</b>
<b>Extraordinary Gains</b>					
Gains on Disposal of Fixed Assets	-		4		(4)
Gains on Disposal of Investments in Subsidiaries	73,546		-		73,546
Other Extraordinary Gains	11		-		11
<b>Total Extraordinary Gains</b>	<b>73,557</b>	<b>277.6</b>	<b>4</b>	<b>0.0</b>	<b>73,553</b>
<b>Extraordinary Losses</b>					
Losses on Disposal of Investments in Subsidiaries	56,186		-		56,186
Expenses for Relocation of Head Office	-		2,206		(2,206)
Losses on Return of Substitutional Portion of the Mizuho Pension Fund	-		358		(358)
Other Extraordinary Losses	228		273		(45)
<b>Total Extraordinary Losses</b>	<b>56,414</b>	<b>212.9</b>	<b>2,839</b>	<b>11.0</b>	<b>53,574</b>
<b>Income Before Income Taxes</b>	<b>31,447</b>	<b>118.7</b>	<b>10,831</b>	<b>42.1</b>	<b>20,616</b>
<b>Income Taxes</b>					
Current	4		559		(555)
Deferred	556		334		222
<b>Total Income Taxes</b>	<b>561</b>	<b>2.1</b>	<b>894</b>	<b>3.5</b>	<b>(332)</b>
<b>Net Income</b>	<b>30,886</b>	<b>116.6</b>	<b>9,936</b>	<b>38.6</b>	<b>20,949</b>
Retained Earnings Brought Forward from Previous Fiscal Year	110,071		77,883		32,188
Unappropriated Retained Earnings	¥ 140,957		¥ 87,820		¥ 53,137

## BASIS FOR PRESENTATION AND PRINCIPLES OF FINANCIAL STATEMENTS

### 1. Valuation of Securities

Investments in Subsidiaries and Affiliates and Other Securities that do not have readily determinable fair values are valued on a cost basis using the moving average method.

### 2. Depreciation and Amortization of Non-current Assets

#### (a) Tangible Assets

Depreciation of Buildings is computed by the straight-line method, and that of Equipment is computed by the declining-balance method using the following estimated useful lives.

Buildings: 8 to 47 years

Equipment: 2 to 17 years

#### (b) Intangible Assets

Trademark is amortized by the straight-line method over 10 years.

Development costs for software internally used are capitalized and amortized by the straight-line method over their estimated useful lives (primarily 5 years).

### 3. Capitalization and Amortization of Deferred Assets

Establishment Costs and Start-up Costs are capitalized and amortized by the straight-line method over 5 years, in accordance with the Enforcement Regulations of the Commercial Code of Japan.

### 4. Reserves

(a) Reserve for Bonus Payments, which is provided for future bonus payments to employees, is booked as the amount deemed necessary for employees' bonuses at the end of the fiscal year.

(b) Reserve for Employee Retirement Benefits, which is provided for future pension payments to employees, is recorded as the amount accrued at the end of the fiscal year, based on the estimated benefit obligation and plan asset amounts at the end of the fiscal year.

Prior service cost is recognized as income or expenses in the year in which it arises.

Unrecognized actuarial gains (losses) are recognized as income or expenses starting from the following fiscal year and amortized over a fixed number of years (10 years) within the average remaining service period of the current employees using the straight-line method.

### 5. Leases

Finance leases which do not involve the transfer of ownership to the lessee at the end of lease terms, are accounted for in the same manner as operating leases.

6. Consumption Taxes and Local Consumption Taxes are excluded from transaction amounts.

## CHANGE IN BASIS FOR PRESENTATION AND PRINCIPLES OF FINANCIAL STATEMENTS

### Accounting Standard for Impairment of Fixed Assets

As permitted by “Accounting Standard for Impairment of Fixed Assets” (“Opinion Concerning Establishment of Accounting Standard for Impairment of Fixed Assets” (Business Accounting Deliberation Council report, August 9, 2002)) and “Guidelines on Implementation of Accounting Standard for Impairment of Fixed Assets” (Guidelines on Implementation of Business Accounting Standard No. 6, October 31, 2003) effective the fiscal year beginning April 1, 2004, the impairment accounting in accordance with the above standard and guidelines are applied.

There is no effect of this change on operations.

## CHANGE OF PRESENTATION OF BALANCE SHEET ITEM

Accounts Receivable included in Current Assets, Others Current Assets at the prior fiscal year end are presented with separate line on the balance sheet at the current fiscal year end as their significance has increased.

Accounts Receivable at the prior fiscal year end amounted to ¥1,776 million.

## NOTES TO NON-CONSOLIDATED BALANCE SHEET

1. Accumulated depreciation of tangible assets amounts to ¥ 710 million.
2. Number of shares
 

Authorized:	Common Stock 25,000,000	Preferred Stock 5,321,500
Outstanding:	Common Stock 12,003,995.49	Preferred Stock 1,903,430
3. The number of Treasury Stock :    Common Stock 1,793.39,    Preferred Stock 137,300
4. MHFG has guaranteed on a subordinated basis the principal of and interest of the subordinated notes issued by Mizuho Financial Group (Cayman) Limited. Amount of the subordinated guarantee at the end of the fiscal year is ¥ 438,254 million.
5. Dividend restrictions
 

In compliance with the Articles of Incorporation of MHFG, dividends to be distributed to preferred shareholders shall not exceed the following amounts:

Second series Class II Preferred Stock	¥8,200 per share
Third series Class III Preferred Stock	¥14,000 per share
Fourth series Class IV Preferred Stock	¥47,600 per share
Sixth series Class VI Preferred Stock	¥42,000 per share
Seventh series Class VII Preferred Stock	¥11,000 per share
Eighth series Class VIII Preferred Stock	¥8,000 per share
Tenth series Class X Preferred Stock	¥5,380 per share
Eleventh series Class XI Preferred Stock	¥20,000 per share
Thirteenth series Class XIII Preferred Stock	¥30,000 per share

**NOTES TO NON-CONSOLIDATED STATEMENT OF OPERATIONS**

1. Operating income from transactions with subsidiaries and affiliates
 

Cash dividend received from subsidiaries and affiliates	¥ 13,736 million
Fee and commission received from subsidiaries and affiliates	¥ 12,757 million
  
2. Major items, which are all classified as general expenses, in General and Administrative Expenses:
 

Salaries	¥ 3,053 million
Entrusted business commissions	¥ 1,842 million
Rent (land, buildings and equipment)	¥ 1,727 million
Depreciation	¥ 1,273 million
Employee retirement benefits expenses	¥ 1,075 million
  
3. Operating expense from transactions with subsidiaries and affiliates
 

General and Administrative Expenses	¥ 3,204 million
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4. Non-operating Income from transactions with subsidiaries and affiliates
 

Rent	¥ 68 million
Fee and commission received related to preferred stock	¥ 36 million
  
5. Other Non-operating Income include ¥ 36 million of fees and commissions received from transactions with subsidiaries and affiliates related to preferred stock.
  
6. Extraordinary Gains from transactions with subsidiaries and affiliates
 

Gains on Disposal of Investments in Subsidiaries (Stocks)	¥ 73,517 million
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7. Extraordinary Losses from transactions with subsidiaries and affiliates
 

Losses on Disposal of Investments in Subsidiaries (Stocks)	¥ 56,186 million
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**SECURITIES**

Unrealized gains on stocks of subsidiaries and affiliates that have fair values are as follows:

	Balance Sheet Amount	Fair Value	Unrealized Gains
Stocks of Subsidiaries	¥ 146,968 million	¥ 781,581 million	¥ 634,613 million



**DEFERRED TAXES**

## 1. Components of Deferred Tax Assets and Liabilities

<b>Deferred Tax Assets</b>	
Investments in Subsidiaries	¥ 1,670,864 million
Others	<u>5,986 million</u>
Gross Deferred Tax Assets (Sub total)	1,676,851 million
Valuation Allowance	<u>(1,676,752) million</u>
Gross Deferred Tax Assets	98 million
<b>Deferred Tax Liabilities</b>	
Prepaid Pension Cost	<u>986 million</u>
Gross Deferred Tax Liabilities	<u>986 million</u>
<b>Net Deferred Tax Liabilities</b>	<u>¥ 888 million</u>

## 2. Difference between the normal statutory tax rate and the ratio of Income Tax Expenses after deferred tax accounting to Income before Income Taxes (“Effective Tax Rate”) is as follows:

Normal Statutory Tax Rate	40.69 %
Adjustments	
Permanent differences (e.g. cash dividends received)	(490.35) %
Increase and Decrease of Valuation Allowance	450.93 %
Others	<u>0.51 %</u>
Effective Tax Rate	<u>1.78 %</u>

**PER SHARE INFORMATION**

Net Assets per share of Common Stock	¥ 41,782.20
Net Loss per share of Common Stock	¥ 588.84

Notes: 1. Net loss per share of common stock was computed using the following information:

Net income	¥ 30,886 million
Amount not available to common shareholders	¥ 37,921 million
<i>Preferred dividends</i>	<i>¥ 37,921 million</i>
Net loss related to common stock	¥ 7,035 million
Average outstanding shares of common stock	11,947 thousand

2. Diluted Net Income per Share of Common Stock is not disclosed because net loss per share of common stock is reported in this fiscal year.

## PROPOSAL OF APPROPRIATION FOR UNAPPROPRIATED RETAINED EARNINGS

	<i>in millions of yen except for per share amounts</i>			
	Fiscal 2004		Fiscal 2003	
<b>Unappropriated Retained Earnings at the End of Period</b>	¥	<b>140,957</b>	¥	87,820
Transfer from Voluntary Reserve		<b>47,662</b>		100,000
Transfer from Special Voluntary Earned Reserve		<b>47,662</b>		100,000
Appropriations for Unappropriated Retained Earnings:		<b>79,929</b>		77,748
Cash Dividends for Preferred Stock, First Series Class I		—	¥22,500 per Share	742
Cash Dividends for Preferred Stock, Second Series Class II	¥ 8,200 per Share	<b>503</b>	¥ 8,200 per Share	820
Cash Dividends for Preferred Stock, Third Series Class III	¥14,000 per Share	<b>1,400</b>	¥14,000 per Share	1,400
Cash Dividends for Preferred Stock, Forth Series Class IV	¥47,600 per Share	<b>7,140</b>	¥47,600 per Share	7,140
Cash Dividends for Preferred Stock, Sixth Series Class VI	¥42,000 per Share	<b>6,300</b>	¥42,000 per Share	6,300
Cash Dividends for Preferred Stock, Seventh Series Class VII	¥11,000 per Share	<b>1,375</b>	¥11,000 per Share	1,375
Cash Dividends for Preferred Stock, Eighth Series Class VIII	¥ 8,000 per Share	<b>474</b>	¥ 8,000 per Share	1,000
Cash Dividends for Preferred Stock, Ninth Series Class IX		—	¥17,500 per Share	2,450
Cash Dividends for Preferred Stock, Tenth Series Class X	¥ 5,380 per Share	<b>753</b>	¥ 5,380 per Share	753
Cash Dividends for Preferred Stock, Eleventh Series Class XI	¥ 20,000 per Share	<b>18,874</b>	¥ 20,000 per Share	18,874
Cash Dividends for Preferred Stock, Twelfth Series Class XII		—	¥ 2,500 per Share	13
Cash Dividends for Preferred Stock, Thirteenth Series Class XIII	¥ 30,000 per Share	<b>1,100</b>	¥ 30,000 per Share	1,100
Cash Dividends for Common Stock	¥ 3,500 per Share	<b>42,007</b>	¥ 3,000 per Share	35,778
<b>Retained Earnings Carried Forward</b>	¥	<b>108,691</b>	¥	110,071