

***DAISHI***  
***INTERIM***  
***REPORT***  
**SUMMARY**

Interim Financial Report of 2005

(From April 1, 2004 to September 30, 2004)

**THE DAISHI BANK, LTD. AND SUBSIDIARIES**  
**CONSOLIDATED INTERIM BALANCE SHEETS**

Note: The translations of the Japanese yen amounts into US dollars are using the prevailing exchange rate at September 30, 2004, which was ¥ 111.05 to US \$1.

	Millions of yen		Thousands of	Millions of yen (Reference)
	As of	As of	U.S. dollars	
	Sep 30, 2003	Sep 30, 2004	As of Sep 30, 2004	
<b>ASSETS</b>				
Cash and due from banks	¥ 98,581	¥ 86,446	\$ 778,446	¥ 106,257
Call loans and bills purchased	10,000	12,215	110,000	76,585
Commercial paper and other debt purchased	15,436	17,335	156,104	17,311
Trading account securities	15,278	11,050	99,509	17,027
Money held in trust	151,933	172,399	1,552,450	158,752
Securities	1,237,442	1,356,029	12,210,978	1,256,466
Loans and bills discounted	2,335,208	2,197,304	19,786,618	2,304,493
Foreign exchanges	3,566	4,113	37,042	2,355
Other assets	42,568	58,761	529,145	51,613
Premises and equipment, net	89,583	89,112	802,456	88,394
Deferred tax assets	28,126	14,807	133,341	18,329
Customers' liabilities for acceptances and guarantees	25,988	35,703	321,507	30,594
Allowance for loan losses	(58,298)	(40,251)	(362,461)	(47,417)
Allowance for investment losses	(143)	(147)	(1,329)	(130)
<b>Total Assets</b>	<b>¥ 3,995,270</b>	<b>¥ 4,014,880</b>	<b>\$ 36,153,810</b>	<b>¥ 4,080,634</b>
<b>LIABILITIES、MINORITY INTERESTS AND STOCKHOLDERS' EQUITY</b>				
<b>Liabilities:</b>				
Deposits	¥ 3,551,275	¥ 3,610,599	\$ 32,513,279	¥ 3,593,125
Call money and bills sold	143,461	75,466	679,573	165,642
Borrowed money	30,542	29,295	263,800	30,417
Foreign exchanges	172	364	3,284	222
Other liabilities	31,481	31,170	280,689	33,586
Reserve for employees' retirement benefits	14,949	16,202	145,905	15,353
Deferred tax liabilities	30	57	518	55
Deferred tax liabilities for land revaluation reserve	7,160	7,251	65,300	7,110
Difference between the acquisition cost and underlying net equity of investments	36			
Acceptances and guarantees	25,988	35,703	321,507	30,594
<b>Total Liabilities</b>	<b>¥ 3,805,099</b>	<b>¥ 3,806,112</b>	<b>\$ 34,273,860</b>	<b>¥ 3,876,108</b>
<b>Minority interests</b>	<b>6,184</b>	<b>7,050</b>	<b>63,492</b>	<b>6,554</b>
<b>Stockholders' equity:</b>				
Common stock;				
Authorized-583,799 thousand shares,				
Issued-381,479 thousand shares	32,776	32,776	295,155	32,776
Capital surplus	18,636	18,636	167,823	18,636
Retained earnings	105,245	113,505	1,022,116	108,774
Land revaluation reserve, net of tax	10,564	10,698	96,335	10,490
Net unrealized holding gains on securities available for sale	18,341	27,706	249,498	28,883
Treasury stock	(1,578)	(1,607)	(14,471)	(1,590)
<b>Total stockholders' equity</b>	<b>183,985</b>	<b>201,717</b>	<b>1,816,456</b>	<b>197,971</b>
	<b>¥ 3,995,270</b>	<b>¥ 4,014,880</b>	<b>\$ 36,153,810</b>	<b>¥ 4,080,634</b>

**THE DAISHI BANK, LTD. AND SUBSIDIARIES**  
**CONSOLIDATED INTERIM STATEMENTS OF OPERATIONS**

	Millions of yen		Thousands of U.S. dollars	Millions of yen
	Six months ended Sep 30, 2003	Six months ended Sep 30, 2004	Six months ended Sep 30, 2004	(Reference) 2004
<b>INCOME</b>				
Interest on loans and discounts	¥ 22,513	¥ 21,088	\$ 189,899	¥ 44,608
Interest and dividends on securities	9,951	11,287	101,647	19,710
Other interest income	119	261	2,352	297
Fees and commissions	6,262	6,542	58,912	12,360
Other operating income	1,124	1,317	11,863	1,591
Other income	12,916	15,293	137,719	26,906
<b>Total Income</b>	<b>¥ 52,888</b>	<b>¥ 55,790</b>	<b>\$ 502,394</b>	<b>¥ 105,475</b>
<b>EXPENSES</b>				
Interest on deposits	615	745	6,711	1,179
Other interest expenses	2,357	2,264	20,393	4,488
Fees and commissions	1,139	1,220	10,987	2,222
Other operating expenses	850	2,785	25,080	1,742
General and administrative expenses	24,582	24,148	217,454	48,379
Other expenses	19,226	12,347	111,191	33,921
<b>Total Expenses</b>	<b>¥ 48,772</b>	<b>¥ 43,511</b>	<b>\$ 391,819</b>	<b>¥ 91,933</b>
Income before income taxes and minority interests	4,115	12,279	110,575	13,541
Provision for income taxes:				
Current	3,076	1,074	9,674	5,252
Deferred	(1,058)	4,435	39,942	1,511
Net income before minority interests	2,097	6,769	60,957	6,777
Minority interests	233	472	4,255	523
<b>Net Income</b>	<b>¥ 1,864</b>	<b>¥ 6,296</b>	<b>\$ 56,702</b>	<b>¥ 6,254</b>
Amounts per share of common stock:				
	Yen	Yen	U.S. dollars	Yen
Net income	¥ 4.94	¥ 16.69	\$ 0.15	¥ 16.44

**THE DAISHI BANK, LTD. AND SUBSIDIARIES**  
**CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS**

	Millions of yen		Thousands of U.S. dollars		Millions of yen (Reference)
	Sep 30,2003	Sep 30,2004	Sep 30,2004	2004	
<b>Cash flows from operating activities:</b>					
Income before income taxes and minority interests	¥ 4,115	¥ 12,279	\$ 110,575		¥ 13,541
Adjustments to reconcile income before provision for income taxes and minority interests to net cash provided by operating activities:					
Depreciation and amortization	6,504	6,609	59,513		13,559
Net change in allowance for loan losses	(1,290)	(7,165)	(64,528)		(12,171)
Net change in liability for employees' retirement benefits	589	849	7,645		993
Interest and dividend income	(32,584)	(32,637)	(293,898)		(64,617)
Interest expenses	2,972	3,009	27,104		5,667
Net loss on sales and maturities of securities	(355)	1,584	14,272		(1,923)
Losses on sales of premises and equipment	441	62	563		977
Net change in:					
Trading account securities	(694)	5,976	53,821		(2,443)
Loans and bills discounted	42,420	107,189	965,232		73,135
Deposits	4,382	(52,695)	(474,524)		55,072
Negotiable certificate deposits	(30,080)	70,170	631,877		(38,920)
Borrowed money (excluding subordinated loans)	(1,354)	(1,122)	(10,103)		(1,479)
Due from banks except for THE BANK OF JAPAN	158	(46)	(419)		482
Call loans and bills purchased	2,117	64,345	579,430		(66,343)
Call money and bills sold	(42,142)	(90,175)	(812,026)		(19,962)
Corporate Bond	(10,800)				(12,020)
Interest received	35,313	34,026	306,410		69,760
Interest paid	(4,867)	(3,341)	(30,087)		(7,484)
Other - net	(9,170)	(19,330)	(174,071)		(8,970)
sub-total	(34,324)	99,588	896,787		(3,143)
Income taxes paid	(768)	(3,843)	(34,608)		(1,841)
<b>Total adjustments</b>	<b>(39,208)</b>	<b>83,465</b>	<b>751,604</b>		<b>(18,526)</b>
<b>Net cash provided by operating activities</b>	<b>¥ (35,093)</b>	<b>¥ 95,745</b>	<b>\$ 862,179</b>		<b>¥ (4,984)</b>
<b>Cash flows from investing activities:</b>					
Purchases of securities	(232,270)	(363,577)	(3,273,994)		(412,543)
Proceeds from sales of securities	121,926	114,350	1,029,718		198,382
Proceeds from maturity of securities	110,942	154,999	1,395,760		205,871
Purchases of money held in trust	(16,205)	(13,039)	(117,421)		(22,432)
Purchases of premises and equipment	(6,958)	(7,735)	(69,661)		(13,789)
Proceeds from sales of premises and equipment	758	739	6,660		1,543
<b>Net cash used in investing activities</b>	<b>¥ (21,806)</b>	<b>¥ (114,263)</b>	<b>\$ (1,028,938)</b>		<b>¥ (42,968)</b>
<b>Cash flows from financing activities:</b>					
Dividends paid	(934)	(1,308)	(11,784)		(1,869)
Dividends paid to minority stockholders	(10)	(13)	(122)		(10)
Purchases of treasury stock	(17)	(17)	(156)		(41)
Proceeds from sales of treasury stock	3	0	5		15
<b>Net cash used in financing activities</b>	<b>(959)</b>	<b>(1,339)</b>	<b>(12,057)</b>		<b>(1,905)</b>
<b>Net change in cash and cash equivalents</b>	<b>(57,859)</b>	<b>(19,857)</b>	<b>(178,819)</b>		<b>(49,858)</b>
<b>Cash and cash equivalents at beginning of the year</b>	<b>155,709</b>	<b>105,850</b>	<b>953,182</b>		<b>155,709</b>
<b>Cash and cash equivalents at the end of the year</b>	<b>¥ 97,850</b>	<b>¥ 85,993</b>	<b>\$ 774,363</b>		<b>¥ 105,850</b>