



**Mizuho Financial Group  
(MHFG)**

2000

INTERIM REPORT

**Mizuho Holdings, Inc.**

The Dai-ichi Kangyo Bank, Limited

The Fuji Bank, Limited

The Industrial Bank of Japan, Limited

# To Our Shareholders and Customers

## **Mizuho Holdings Established**

We are pleased to issue our first financial report as the newly formed bank holding company for three of Japan's leading financial institutions—The Dai-ichi Kangyo Bank, Limited (“DKB”), The Fuji Bank, Limited (“Fuji Bank”), and The Industrial Bank of Japan, Limited (“IBJ”). Mizuho Holdings, Inc. (“MHHD”), was established through a stock-for-stock exchange on September 29, 2000, thus marking the formal inauguration of the Mizuho Financial Group (“MHFG”). Following this, on October 1, 2000, Mizuho Securities Co., Ltd. (“Mizuho Securities”), and Mizuho Trust & Banking Co., Ltd. (“Mizuho Trust”), were formed through the consolidation of subsidiaries of the three banks. MHHD initiated the management of the entire group by means of a Business Unit (“BU”) structure operating across the three banks. Under this structure, DKB, Fuji Bank, IBJ, Mizuho Securities, and Mizuho Trust operate as the five core member companies of MHFG.

With legislative and tax code changes for corporate splits in Japan expected to be implemented by spring 2002, we will combine and reorganize the existing operations into legally separate subsidiaries, i.e., Mizuho Bank, Ltd., Mizuho Corporate Bank, Ltd., Mizuho Securities, and Mizuho Trust, according to customer segments and business lines under MHHD.

## **Interim Review of Fiscal 2000**

During the first half of fiscal 2000, ended September 30, 2000, the world economy continued to show a generally expansionary trend, despite somewhat slower growth in the United States. In Japan, the economy continued to show gradual recovery as corporate profitability improved markedly and private-sector capital investment began to increase, leading the Bank of Japan to end its zero interest rate policy in August.

For the first half of the fiscal year, our consolidated net income was ¥154.8 billion. In lieu of dividends from DKB, Fuji Bank, and IBJ for the first half of fiscal 2000, MHHD paid a ¥3,500 stock transfer payment per its share to the holders of the three banks' common shares as of September 27, 2000.

## **Becoming the Leader in Domestic Banking**

MHFG, making maximum use of our comprehensive financial strengths and backed by a strong customer base as well as state-of-the-art information and financial technologies, will aim to become an innovative financial group that will lead the new era through cutting-edge, comprehensive financial services. Specifically, in domestic corporate and retail markets, we plan to build on our overwhelming customer base and comprehensive financial service capabilities to establish a dominant position that competitors will not be able to duplicate. In strategically vital financial sectors, such as securities and investment banking, we will work to establish our position as the market leader by further strengthening Mizuho Securities. Also, in asset management, trust, and settlement businesses, we will aim to attain a top class position.

To achieve these aims, in addition to each of the nine BUs implementing strategies defined by customer segments and business lines, we have formulated strategies for IT, global business promotion, customer satisfaction, distribution channels, e-business, and asset securitization and syndication. We will aggressively pursue the development of our business activities in these strategic areas.

### **Building a Global Presence**

In our international operations, we are amalgamating the capabilities of our subsidiaries and aggressively developing our position under the Mizuho brand. In the U.S., European, and Asian markets, we are already providing financing under the Mizuho name. Moreover, we are actively consolidating our overseas subsidiaries, and, by the end of December 2000, we had consolidated the operations of our subsidiaries in the Netherlands, Switzerland, Luxembourg, Canada, and the United Kingdom.

### **Aiming to Be Among the Top Five Financial Institutions Worldwide**

MHFG is strongly committed to contributing to the development of Japan's financial industry, economy, and society as Japan's premier comprehensive financial group. We will aim to earn a reputation for being the most reliable bank for all our customers, and secure a position among the top five financial institutions in the world.

In closing, we would like to express our sincere appreciation for the continued support of our shareholders and customers. We look forward to continuing to serve you in the future.

January 2001



**Masao Nishimura**  
Chairman & Co-CEO



**Yoshiro Yamamoto**  
Chairman & Co-CEO



**Katsuyuki Sugita**  
President & Co-CEO

# Inauguration of the Mizuho Financial Group

## Overview of the Consolidation

### Background to the Consolidation

Japanese financial institutions are facing a new business environment with the expansion of the global economy, the progress of Japan's Big Bang financial reforms and the development of financial and information technology.

The Dai-ichi Kangyo Bank, Limited ("DKB"), The Fuji Bank, Limited ("Fuji Bank"), and The Industrial Bank of Japan, Limited ("IBJ") recognize the need for a quick and accurate response to the financial needs of their customers as well as the need for plentiful credit supported by the financial strength of a leading international financial institution.

A powerful leader of the Japanese financial services industry is needed that will serve as an anchor for a stable financial system, contributing to the development of the economy and the enhancement of the international competitiveness of Japanese industry.

In order to maintain a strong position in the market and to continue to lead the financial services industry, the three banks reached an agreement to consolidate to form the Mizuho

Financial Group ("MHFG"). MHFG intends to achieve substantial improvement in efficiency and enhance competitiveness by combining the strengths of each bank in different business areas and product lines.

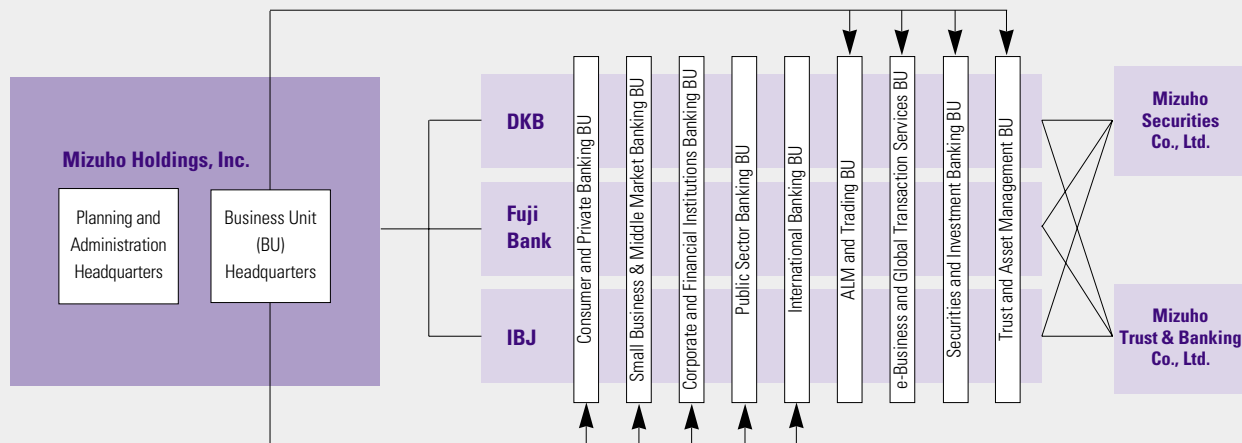
### Basic Principles of the Consolidation

As we enter the 21st century, DKB, Fuji Bank and IBJ will create a strong and dynamic financial services group based on the following five principles:

1. Offer a wide range of the highest-quality financial services to our customers.
2. Maximize shareholder value and, as the leader of Japan's financial services industry, earn the trust of society at large.
3. Offer attractive and rewarding job opportunities for employees.
4. Fully utilize the advantages and strengths of each bank and maximize the benefit of the consolidation through cost reductions.
5. Create a new corporate climate and culture.

## The Consolidation Process

### Phase 1 (From September 29, 2000)



## The Consolidation Process

Phase 1 of the consolidation process began on September 29, 2000, and Phase 2 will start in spring 2002.

*Phase 1* On September 29, 2000, Mizuho Holdings, Inc. (“MHHD”) was established. MHHD manages the entire group by means of a Business Unit (“BU”) structure based on customer segments and business lines, and operating across the three banks.

Mizuho Securities Co., Ltd. and Mizuho Trust & Banking Co., Ltd., were both established on October 1, 2000.

*Phase 2* In Phase 2, MHFG will take advantage of expected legislative and tax code changes for corporate splits in Japan to consolidate and reorganize the existing bank operations into legally separate subsidiaries under MHHD according to customer segments and business lines. The core subsidiaries that will be placed under MHHD are as follows:

- Mizuho Bank, Ltd.
- Mizuho Corporate Bank, Ltd.
- Mizuho Securities Co., Ltd.
- Mizuho Trust & Banking Co., Ltd.

### Group Name:

Mizuho Financial Group (MHFG)

### Holding Company Name:

Mizuho Holdings, Inc. (MHHD)



### Meaning:

In Japanese, mizuho (瑞穂) means “fresh harvest of rice,” and the phrase “mizuho country”—meaning “fruitful country”—is used to refer poetically to Japan.

### Reason for Selection:

The name “Mizuho” expresses the commitment of MHFG, as Japan’s leading financial institution, to offer highly “fruitful” products and services to all of its customers, both domestic and overseas.

We feel that the youthful and energetic image of freshness projected by this name is perfectly suited for the new corporate culture of MHFG, and that it is a name with which everyone can easily become familiar.

### The Mizuho Logo:

The logo is the combination of the initial letter “M” for “Mizuho” and a deep blue arc. The “M” appears to be in dynamic motion, expressing liveliness and action, while the deep-blue arc depicts the earth. The colors used in the logo also have a special meaning—the bright red highlighting passion, action and dynamism and the deep blue highlighting reliability and stability.

## Accelerate Consolidation Process

### From October 2000

- Start Consolidating Overseas Subsidiaries
  - October 2000**
    - Mizuho Bank Nederland N.V.
    - Mizuho Trust & Banking (Luxembourg) S.A.
    - Mizuho Bank (Schweiz) AG
  - November 2000**
    - Mizuho Bank (Canada)
  - December 2000**
    - Mizuho International plc
  - January 2001**
    - Mizuho Capital Markets Corporation
    - Mizuho Capital Markets (UK) Limited
    - Mizuho Capital Markets (HK) Limited

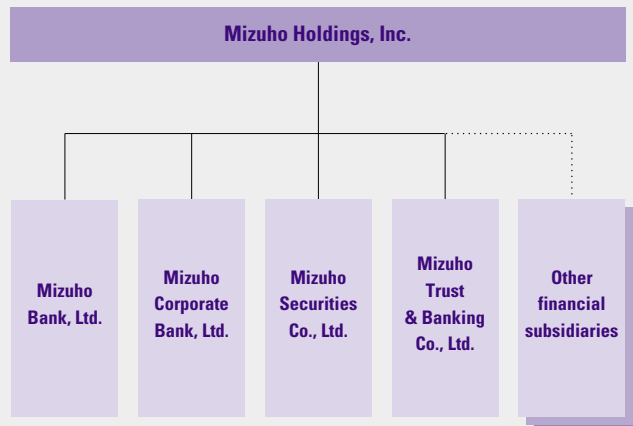
### From April 2001

- Concentrate Investment Banking Functions in Mizuho Securities
- Consolidate Overseas Branches

### Spring 2002

- Start Phase 2

## Phase 2 (Spring 2002, targeted)



## The Mizuho Financial Group's Management Strategy

### Vision and Management Goals

MHFG has established the following management goals as a means of realizing its future concept of becoming an innovative financial group that will lead the new era through cutting-edge, comprehensive financial services:

- One of the top five global banks and the leading financial institution in Japan.
- A top financial group in terms of customer satisfaction.
- A front-runner in IT and FT (financial technology).
- No. 1 in domestic commercial banking.
- A market leader in securities business and investment banking.
- A top-class institution in the trust, asset management and settlement businesses.
- A management structure with best practices.

### Business Strategies

MHFG's business strategies utilize the "three primary strengths" gained through consolidation to create an optimal group business portfolio that is both balanced and leads in each business sector. The "three primary strengths" are as follows:

- An overwhelming customer base in the domestic market.
- High-quality and comprehensive financial service capabilities.
- Expanded IT investment capability for high-growth areas.

### Financial Targets

MHFG is committed to maximizing its earning power by creating an optimal group business portfolio that is balanced and leads in each business sector.

Setting appropriate pricing levels while boosting high-earning assets such as housing loans will increase net interest income in the banking sector. MHFG will also work to increase its commission income by strengthening its non-asset and commission businesses. Furthermore, MHFG is using IT and FT to transform the structure of its business. Anticipating future developments, leading services are being offered, and new business models are being explored in e-business applications.

By closing and consolidating branches and streamlining its workforce, MHFG aims to reduce its expense ratio to 40% or below by fiscal 2005.

### Pursue Synergistic Effects Based on Overwhelming Customer Base

(As of March 31, 2000)

#### Strong and Solid Business Base

Corporate Base	Mizuho's Share	Domestic Rank
Loans to large corporations	¥28.5 trillion	No.1
Loans to small/mid-sized companies*1	¥35.9 trillion	
% of relationship with listed companies*2	81.3%	

\*1: Excludes loans to individuals

\*2: Listed companies excluding banks & insurance companies (as of March 31, 1999)

Consumer Base	Mizuho's Share	Domestic Rank
Individual deposits*3	¥31.1 trillion	No.1
Housing loans	¥10.9 trillion	No.1
Number of individual customers	Approx. 30 million	
Estimated share of individual transactions in Tokyo area*4	Approx. 20%	No.1

\*3: Includes sales of bank debentures to individuals by IBJ

\*4: Based on the share of NTT Standing Order Payment (as of September 30, 1999)

#### Powerful Financial Services

Securities	ABS underwriting	No. 1
	OTC sales of bonds	No. 2
	Bond underwriting*5	
Trust	Corporate pension	No. 5
	Real estate trust	No. 2
	Real estate brokerage	No. 1
Asset Management	Assets managed under investment advisory (of which Pension Funds)	No. 3
		No. 1
Settlement	Yen custody	No. 1
	Yen clearing	No. 2

\*5: Straight bond only

Source: Financial Report (DKB, Fuji Bank, IBJ), Thomson Deal Watch, etc.

# Financial Section

## Consolidated Financial Highlights for the First Half of Fiscal 2000

**MHHD** Mizuho Holdings, Inc. and Consolidated Subsidiaries

	Millions of yen	
	Sept. 30, 2000	Sept. 30, 1999
<b>Results of Operations</b>		
Total Income	¥ 3,512,000	
Total Expenses	3,189,761	
Income before Income Taxes and Minority Interests	322,238	
Net Income	154,826	
Net Income per Share of Common Stock (Yen)	15,609.31	
Net Income per Share after Full Dilution (Yen)	15,264.88	
<b>Financial Position</b>		
Total Assets	¥150,959,791	
Total Shareholders' Equity	6,169,692	
Shareholders' Equity per Share of Common Stock (Yen)	441,572.25	
BIS Capital Adequacy Ratio	11.77%	

**DKB** The Dai-ichi Kangyo Bank, Limited and Consolidated Subsidiaries

	Millions of yen	
	Sept. 30, 2000	Sept. 30, 1999
<b>Results of Operations</b>		
Total Income	¥ 857,871	¥ 869,458
Total Expenses	766,751	798,672
Income before Income Taxes and Minority Interests	91,120	70,785
Net Income	55,182	36,147
Net Income per Share of Common Stock (Yen)	16.05	9.96
<b>Financial Position</b>		
Total Assets	¥50,641,999	¥51,798,110
Total Shareholders' Equity	2,462,909	2,419,817
Shareholders' Equity per Share of Common Stock (Yen)	532.89	519.37
BIS Capital Adequacy Ratio	11.98%	11.91%

**FUJI BANK** The Fuji Bank, Limited and Consolidated Subsidiaries

	Millions of yen	
	Sept. 30, 2000	Sept. 30, 1999
<b>Results of Operations</b>		
Total Income	¥ 1,721,302	¥ 1,459,661
Total Expenses	1,559,501	1,362,990
Income before Income Taxes and Minority Interests	161,800	96,670
Net Income	62,465	27,867
Net Income per Share of Common Stock (Yen)	16.82	6.82
<b>Financial Position</b>		
Total Assets	¥58,036,418	¥57,843,025
Total Shareholders' Equity	2,192,592	2,231,920
Shareholders' Equity per Share of Common Stock (Yen)	358.71	370.45
BIS Capital Adequacy Ratio	11.24%	10.76%

**IBJ** The Industrial Bank of Japan, Limited and Consolidated Subsidiaries

	Millions of yen	
	Sept. 30, 2000	Sept. 30, 1999
<b>Results of Operations</b>		
Total Income	¥ 931,090	¥ 1,725,567
Total Expenses	865,064	1,642,694
Income before Income Taxes and Minority Interests	66,025	82,872
Net Income	31,141	47,271
Net Income per Share of Common Stock (Yen)	11.19	17.30
<b>Financial Position</b>		
Total Assets	¥42,839,278	¥44,458,538
Total Shareholders' Equity	1,591,014	1,611,872
Shareholders' Equity per Share of Common Stock (Yen)	470.15	478.05
BIS Capital Adequacy Ratio	11.93%	11.91%

# MHHD

## Consolidated Balance Sheet

At September 30, 2000

	Millions of yen
	Sept. 30, 2000
<b>Assets</b>	
Cash and Due from Banks	¥ 5,842,405
Call Loans and Bills Purchased	2,679,129
Other Debt Purchased	569,829
Trading Assets	8,882,131
Money Held in Trust	460,975
Securities	24,226,127
Loans and Bills Discounted	90,948,109
Foreign Exchanges	877,526
Other Assets	9,484,869
Premises and Equipment	1,775,449
Deferred Debenture Charges	8,883
Deferred Tax Assets	1,727,808
Consolidation Differences	120,744
Customers' Liabilities for Acceptances and Guarantees	4,975,762
Reserve for Possible Losses on Loans	(1,610,674)
Reserve for Possible Losses on Securities	(9,286)
<b>Total Assets</b>	<b>150,959,791</b>
<b>Liabilities</b>	
Deposits	66,677,573
Negotiable Certificates of Deposit	11,822,997
Debentures	19,079,324
Call Money and Bills Sold	9,982,862
Commercial Paper	989,388
Trading Liabilities	3,480,647
Borrowed Money	4,149,729
Foreign Exchanges	191,663
Bonds and Notes	3,904,895
Convertible Bonds	7,046
Due to Trust Account	1,682,742
Other Liabilities	16,098,129
Reserve for Employee Retirement Benefit	166,522
Reserve for Possible Losses on Loans Sold	252,061
Reserve for Possible Losses on Support of Specific Borrowers	221,977
Reserve for Possible Foreign Exchange Losses on Trust Account Investments	36,393
Reserve for Contingency	14,214
Reserve under Special Laws	640
Deferred Tax Liabilities	10,453
Deferred Tax Liabilities for Revaluation Reserve for Land	352,057
Acceptances and Guarantees	4,975,762
<b>Total Liabilities</b>	<b>144,097,086</b>
<b>Minority Interests</b>	<b>693,013</b>
<b>Shareholders' Equity</b>	<b>6,169,692</b>
<b>Total Liabilities, Minority Interests and Shareholders' Equity</b>	<b>¥150,959,791</b>

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



**MHHD**

# Consolidated Statement of Income

For the Six-Month Period Ended September 30, 2000

	Millions of yen
	<b>Sept. 30, 2000</b>
<b>Income</b>	
Interest Income	<b>¥2,187,487</b>
Loans and Bills Discounted	<b>1,161,364</b>
Securities	<b>228,545</b>
Fiduciary Income	<b>29,812</b>
Fee and Commissions Income	<b>226,016</b>
Trading Income	<b>62,381</b>
Other Operating Income	<b>244,248</b>
Other Income	<b>762,052</b>
<b>Total Income</b>	<b>3,512,000</b>
<b>Expenses</b>	
Interest Expenses	<b>1,525,277</b>
Deposits	<b>335,555</b>
Debentures	<b>109,043</b>
Amortization of Debenture Charges	<b>6,808</b>
Fee and Commissions Expenses	<b>46,008</b>
Other Operating Expenses	<b>215,935</b>
General and Administrative Expenses	<b>589,234</b>
Other Expenses	<b>813,304</b>
<b>Total Expenses</b>	<b>3,189,761</b>
<b>Income before Income Taxes and Minority Interests</b>	<b>322,238</b>
<b>Income Tax Expenses (Benefit)—Current</b>	<b>49,821</b>
<b>Income Tax Expenses (Benefit)—Deferred</b>	<b>85,678</b>
<b>Minority Interests in Net Income</b>	<b>31,911</b>
<b>Net Income</b>	<b>¥ 154,826</b>

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

**MHHD**

# Consolidated Statement of Retained Earnings

For the Six-Month Period Ended September 30, 2000

	Millions of yen
	<b>Sept. 30, 2000</b>
<b>Retained Earnings at Beginning of Period</b>	<b>¥ 917,065</b>
Increase	<b>8,294</b>
Decrease	<b>43,408</b>
Net Income	<b>154,826</b>
<b>Retained Earnings at End of Interim Period</b>	<b>¥1,036,778</b>

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

# MHHD

## Consolidated Statement of Cash Flows

For the Six-Month Period Ended September 30, 2000

	Millions of yen
	Sept. 30, 2000
<b>I. Cash Flows from Operating Activities</b>	
Income before Income Taxes and Minority Interests	¥ 322,238
Depreciation	36,348
Amortization of Consolidation Differences	11,191
Equity in Earnings from Investments in Affiliates	(9,849)
Increase in Reserve for Possible Losses on Loans	(427,146)
Increase in Reserve for Possible Losses on Securities	(4,493)
Increase in Reserve for Possible Losses on Loans Sold	(57,694)
Increase in Reserve for Possible Losses on Support of Specific Borrowers	(1,673)
Increase in Reserve for Contingency	276
Increase in Reserve for Retirement Allowance	(145,991)
Increase in Reserve for Employee Retirement Benefit	166,522
Interest Income—Accrual Basis	(2,187,487)
Interest Expenses—Accrual Basis	1,525,277
Gains and Losses on Securities	(479,587)
Profit from Money Held in Trust	29
Translation Differences	16,567
Gains and Losses on Dispositions of Premises and Equipment	21,708
Gains and Losses on Establishment of Retirement Benefit Trust	58,485
Net Decrease in Trading Assets	1,223,658
Net Increase in Trading Liabilities	(1,125,512)
Net Decrease in Loans and Bills Discounted	768,209
Net Increase in Deposits	2,598,493
Net Increase in Negotiable Certificates of Deposit	(1,179,325)
Net Increase in Debentures (excluding Subordinated Debentures)	(394,586)
Net Increase in Borrowed Money (excluding Subordinated Borrowed Money)	(10,350)
Net Decrease in Due from Banks (excluding Deposits with Central Banks)	109,222
Net Decrease in Negotiable Certificates of Deposit	(123,160)
Net Decrease in Call Loans	322,241
Net Decrease in Cash Placed as Collateral on Securities Borrowed	771,850
Net Increase in Call Money	(873,150)
Net Increase in Commercial Paper	(360,004)
Net Increase in Cash Received as Collateral for Securities Lent	(788,735)
Net Decrease in Foreign Exchanges (Assets)	11,535
Net Increase in Foreign Exchanges (Liabilities)	(130,695)
Net Increase in Issuance, Redemption of Bonds and Notes	65,470
Net increase in Due to Trust Account	96,615
Interest Income—Cash Basis	2,164,699
Interest Expenses—Cash Basis	(1,558,769)
Others	(59,493)
Subtotal	372,934
Cash Paid in Income Taxes	(26,962)
Net Cash Provided by (Used in) Operating Activities	345,972

	Millions of yen
	<b>Sept. 30, 2000</b>
<b>II. Cash Flows from Investing Activities</b>	
Payments from Purchase of Securities	(32,784,070)
Proceeds from Sale of Securities	22,914,750
Proceeds from Redemption of Securities	9,978,186
Payments from Increase in Money Held in Trust	(729,961)
Proceeds from Decrease in Money Held in Trust	564,655
Payments from Purchase of Premises and Equipment	(49,568)
Proceeds from Sale of Premises and Equipment	29,906
Payments from Purchase of Stocks of Subsidiaries (not affecting the scope of consolidation)	(271)
Net Cash Provided by (Used in) Investing Activities	(76,372)
<b>III. Cash Flows from Financing Activities</b>	
Proceeds from Issuance of Subordinated Borrowed Money	59,000
Repayments of Subordinated Borrowed Money	(134,500)
Proceeds from Issuance of Subordinated Bonds, Notes and Convertible Bonds	194,590
Repayments from Redemption of Subordinated Bonds, Notes and Convertible Bonds	(161,402)
Proceeds from Investment of Minority Interests	800
Dividends Paid	(43,407)
Dividends Paid for Minority Interests	(21,605)
Purchase of Treasury Stock	(1,173)
Proceeds from Sales of Treasury Stock	1,064
Net Cash Provided by (Used in) Financing Activities	(106,633)
<b>IV. Effect of Exchange Rates Changes on Cash and Cash Equivalents</b>	<b>3,801</b>
<b>V. Net Increase in Cash and Cash Equivalents</b>	<b>166,767</b>
<b>VI. Cash and Cash Equivalents at Beginning of Period</b>	<b>2,982,889</b>
<b>VII. Cash and Cash Equivalents at End of Interim Period</b>	<b>¥ 3,149,656</b>

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

# DKB

## Consolidated Balance Sheets

At September 30, 2000 and 1999

	Millions of yen	
	Sept. 30, 2000	Sept. 30, 1999
<b>Assets</b>		
Cash and Due from Banks	¥ 2,358,403	¥ 1,759,689
Call Loans and Bills Purchased	124,927	107,603
Other Debt Purchased	354,341	185,520
Trading Assets	3,378,122	3,006,141
Money Held in Trust	385,633	201,993
Securities	6,656,270	6,412,631
Loans and Bills Discounted	32,202,279	32,676,738
Foreign Exchanges	305,245	285,560
Other Assets	2,178,094	4,382,550
Premises and Equipment	803,310	839,687
Deferred Tax Assets	560,025	616,192
Consolidation Differences	29,245	13,230
Customers' Liabilities for Acceptances and Guarantees	1,971,453	2,095,935
Reserve for Possible Losses on Loans	(664,618)	(785,365)
Reserve for Possible Losses on Securities	(733)	—
<b>Total Assets</b>	<b>50,641,999</b>	<b>51,798,110</b>
<b>Liabilities</b>		
Deposits	30,113,346	31,382,178
Negotiable Certificates of Deposit	4,762,038	3,748,803
Call Money and Bills Sold	3,045,517	2,714,980
Commercial Paper	216,025	185,035
Trading Liabilities	928,642	1,718,843
Borrowed Money	1,141,972	1,367,864
Foreign Exchanges	110,027	121,128
Bonds and Notes	849,867	731,715
Convertible Bonds	—	7,120
Other Liabilities	4,636,526	4,911,665
Reserve for Retirement Allowance	—	3,036
Reserve for Employee Retirement Benefit	49,281	—
Reserve for Possible Losses on Loans Sold	113,238	98,832
Reserve for Possible Losses on Support of Specific Borrowers	—	21,630
Reserve under Special Laws	478	527
Deferred Tax Liabilities	562	514
Deferred Tax Liabilities for Revaluation Reserve for Land	205,578	228,820
Acceptances and Guarantees	1,971,453	2,095,935
<b>Total Liabilities</b>	<b>48,144,557</b>	<b>49,338,630</b>
<b>Minority Interests</b>	<b>34,531</b>	<b>39,662</b>
<b>Shareholders' Equity</b>	<b>2,462,909</b>	<b>2,419,817</b>
<b>Total Liabilities, Minority Interests and Shareholders' Equity</b>	<b>¥50,641,999</b>	<b>¥51,798,110</b>

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

DKB

# Consolidated Statements of Income

For the Six-Month Periods Ended September 30, 2000 and 1999

	Millions of yen	
	Sept. 30, 2000	Sept. 30, 1999
<b>Income</b>		
Interest Income	¥499,864	¥547,082
Loans and Bills Discounted	379,785	392,893
Securities	53,664	54,229
Fee and Commissions Income	80,849	63,828
Trading Income	19,369	7,174
Other Operating Income	19,237	41,891
Other Income	238,550	209,480
Total Income	857,871	869,458
<b>Expenses</b>		
Interest Expenses	231,884	257,357
Deposits	100,356	114,049
Fee and Commissions Expenses	11,601	13,955
Trading Expenses	815	681
Other Operating Expenses	7,290	17,055
General and Administrative Expenses	227,784	225,730
Other Expenses	287,375	283,893
Total Expenses	766,751	798,672
<b>Income before Income Taxes and Minority Interests</b>	<b>91,120</b>	<b>70,785</b>
<b>Income Tax Expenses (Benefit)—Current</b>	<b>34,037</b>	<b>5,165</b>
<b>Income Tax Expenses (Benefit)—Deferred</b>	<b>1,280</b>	<b>30,948</b>
<b>Minority Interests in Net Income</b>	<b>619</b>	<b>(1,476)</b>
<b>Net Income</b>	<b>¥ 55,182</b>	<b>¥ 36,147</b>

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

DKB

# Consolidated Statements of Retained Earnings

For the Six-Month Periods Ended September 30, 2000 and 1999

	Millions of yen	
	Sept. 30, 2000	Sept. 30, 1999
<b>Retained Earnings at Beginning of Period</b>	<b>¥519,031</b>	<b>¥479,566</b>
Increase	7,666	2,360
Decrease	15,979	19,123
Net Income	55,182	36,147
<b>Retained Earnings at End of Interim Period</b>	<b>¥565,899</b>	<b>¥498,950</b>

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

**DKB****Consolidated Statements of Cash Flows**

For the Six-Month Periods Ended September 30, 2000 and 1999

	Millions of yen	
	Sept. 30, 2000	Sept. 30, 1999
<b>I. Cash Flows from Operating Activities</b>		
Income before Income Taxes and Minority Interests	¥ 91,120	¥ 70,785
Depreciation	9,686	8,461
Amortization of Consolidation Differences	1,579	(991)
Equity in Earnings from Investments in Affiliates	(4,959)	4,438
Increase in Reserve for Possible Losses on Loans	(198,019)	(271,389)
Increase in Reserve for Possible Losses on Securities	(306)	—
Increase in Reserve for Possible Losses on Loans Sold	(29,245)	3,951
Increase in Reserve for Retirement Allowance	(40,563)	64
Increase in Reserve for Employee Retirement Benefit	49,281	—
Interest Income—Accrual Basis	(499,864)	(547,082)
Interest Expenses—Accrual Basis	231,884	257,357
Gains and Losses on Securities	(132,501)	(38,021)
Profit from Money Held in Trust	774	(2,862)
Translation Differences	(5,384)	—
Gains and Losses on Dispositions of Premises and Equipment	15,724	3,472
Gains and Losses on Establishment of Retirement Benefit Trust	28,774	—
Net Decrease in Trading Assets	248,116	(440,583)
Net Increase in Trading Liabilities	(429,886)	98,731
Net Decrease in Loans and Bills Discounted	740,024	1,304,582
Net Increase in Deposits	978,704	(428,676)
Net Increase in Negotiable Certificates of Deposit	(1,396,226)	—
Net Increase in Borrowed Money (excluding Subordinated Borrowed Money)	(13,754)	134,288
Net Decrease in Due from Banks (excluding Deposits with Central Banks)	(48,372)	249,320
Net Decrease in Call Loans	(44,619)	(102,080)
Net Decrease in Cash Placed as Collateral on Securities Borrowed	207,281	401,050
Net Increase in Call Money	713,060	(287,152)
Net Increase in Commercial Paper	65,640	—
Net Increase in Cash Received as Collateral for Securities Lent	(833,103)	(382,092)
Net Decrease in Foreign Exchanges (Assets)	(9,752)	54,385
Net Increase in Foreign Exchanges (Liabilities)	(15,407)	(101,251)
Net Increase in Issuance, Redemption of Bonds and Notes	(15,181)	(134,304)
Interest Income—Cash Basis	499,126	569,803
Interest Expenses—Cash Basis	(235,394)	(301,116)
Others	6,729	(573,694)
Subtotal	(65,032)	(450,605)
Cash Paid in Income Taxes	(15,706)	(2,589)
Net Cash Provided by (Used in) Operating Activities	(80,739)	(453,194)

Millions of yen

Sept. 30, 2000      Sept. 30, 1999

**II. Cash Flows from Investing Activities**

Payments from Purchase of Securities	<b>(3,718,965)</b>	(3,370,014)
Proceeds from Sale of Securities	<b>3,414,482</b>	2,974,683
Proceeds from Redemption of Securities	<b>418,815</b>	111,790
Payments from Increase in Money Held in Trust	<b>(224,740)</b>	—
Proceeds from Decrease in Money Held in Trust	<b>36,664</b>	90,075
Payments from Purchase of Premises and Equipment	<b>(17,148)</b>	(8,028)
Proceeds from Sale of Premises and Equipment	<b>12,377</b>	7,343
Payments from Purchase of Stocks of Subsidiaries (affecting the scope of consolidation)	<b>—</b>	(1,767)
Others	<b>(35)</b>	2,862
Net Cash Provided by (Used in) Investing Activities	<b>(78,548)</b>	(193,054)

**III. Cash Flows from Financing Activities**

Proceeds from Issuance of Subordinated Bonds, Notes and Convertible Bonds	<b>90,800</b>	98,629
Repayments from Redemption of Subordinated Bonds, Notes and Convertible Bonds	<b>(70,820)</b>	—
Dividends Paid	<b>(15,979)</b>	(19,123)
Dividends Paid for Minority Interests	<b>(6)</b>	(4)
Others	<b>(68)</b>	(20)
Net Cash Provided by (Used in) Financing Activities	<b>3,926</b>	79,481

<b>IV. Effect of Exchange Rates Changes on Cash and Cash Equivalents</b>	<b>1,089</b>	(733)
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<b>V. Net Increase in Cash and Cash Equivalents</b>	<b>(154,271)</b>	(567,500)
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<b>VI. Cash and Cash Equivalents at Beginning of Period</b>	<b>1,481,782</b>	1,483,811
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<b>VII. Cash and Cash Equivalents at End of Interim Period</b>	<b>¥1,327,510</b>	¥ 916,310
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Note: Yen amounts are rounded down to the nearest million. As a result, the totals in yen do not necessarily agree with the sums of the individual amounts.

# FUJI BANK

## Consolidated Balance Sheets

At September 30, 2000 and 1999

	Millions of yen	
	Sept. 30, 2000	Sept. 30, 1999
<b>Assets</b>		
Cash and Due from Banks	¥ 2,853,752	¥ 2,366,843
Call Loans and Bills Purchased	1,239,055	949,268
Other Debt Purchased	180,634	79,860
Trading Assets	2,028,421	3,248,724
Money Held in Trust	56,340	99,919
Securities	9,872,267	7,190,823
Loans and Bills Discounted	35,961,436	35,634,518
Foreign Exchanges	338,364	388,400
Other Assets	2,541,602	4,594,282
Premises and Equipment	683,865	724,573
Deferred Tax Assets	808,809	1,020,231
Consolidation Differences	67,761	61,378
Customers' Liabilities for Acceptances and Guarantees	2,038,765	2,140,714
Reserve for Possible Losses on Loans	(626,107)	(656,513)
Reserve for Possible Losses on Securities	(8,552)	—
<b>Total Assets</b>	<b>58,036,418</b>	<b>57,843,025</b>
<b>Liabilities</b>		
Deposits	30,909,098	30,721,081
Negotiable Certificates of Deposit	5,728,113	2,903,458
Call Money and Bills Sold	3,536,108	5,168,116
Commercial Paper	603,363	1,032,360
Trading Liabilities	1,185,436	2,464,686
Borrowed Money	2,181,448	2,923,822
Foreign Exchanges	70,444	183,382
Bonds and Notes	2,108,033	1,347,382
Convertible Bonds	7,046	11,589
Due to Trust Account	1,552,112	1,586,756
Other Liabilities	5,197,118	4,374,621
Reserve for Retirement Allowance	—	53,388
Reserve for Employee Retirement Benefit	63,311	—
Reserve for Possible Losses on Loans Sold	93,357	122,691
Reserve for Possible Losses on Support of Specific Borrowers	46,379	58,673
Reserve for Possible Foreign Exchange Losses on Trust Account Investments	36,393	—
Reserve under Special Laws	91	73
Deferred Tax Liabilities	1,963	3,305
Deferred Tax Liabilities for Revaluation Reserve for Land	83,936	92,626
Acceptances and Guarantees	2,038,765	2,140,714
<b>Total Liabilities</b>	<b>55,442,525</b>	<b>55,188,733</b>
<b>Minority Interests</b>	<b>401,301</b>	<b>422,371</b>
<b>Shareholders' Equity</b>	<b>2,192,592</b>	<b>2,231,920</b>
<b>Total Liabilities, Minority Interests and Shareholders' Equity</b>	<b>¥58,036,418</b>	<b>¥57,843,025</b>

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



# FUJI BANK

## Consolidated Statements of Income

For the Six-Month Periods Ended September 30, 2000 and 1999

	Millions of yen	
	Sept. 30, 2000	Sept. 30, 1999
<b>Income</b>		
Interest Income	¥ 997,418	¥ 911,938
Loans and Bills Discounted	497,829	477,837
Securities	69,076	63,670
Fiduciary Income	13,956	31,391
Fee and Commissions Income	107,362	104,971
Trading Income	22,214	6,209
Other Operating Income	173,021	253,963
Other Income	407,327	151,185
<b>Total Income</b>	<b>1,721,302</b>	<b>1,459,661</b>
<b>Expenses</b>		
Interest Expenses	706,946	622,239
Deposits	161,386	123,520
Fee and Commissions Expenses	25,160	22,692
Trading Expenses	—	5,869
Other Operating Expenses	159,594	183,687
General and Administrative Expenses	257,774	282,361
Other Expenses	410,025	246,139
<b>Total Expenses</b>	<b>1,559,501</b>	<b>1,362,990</b>
<b>Income before Income Taxes and Minority Interests</b>	<b>161,800</b>	<b>96,670</b>
<b>Income Tax Expenses (Benefit)—Current</b>	<b>10,231</b>	<b>7,320</b>
<b>Income Tax Expenses (Benefit)—Deferred</b>	<b>68,905</b>	<b>46,851</b>
<b>Minority Interests in Net Income</b>	<b>20,197</b>	<b>14,631</b>
<b>Net Income</b>	<b>¥ 62,465</b>	<b>¥ 27,867</b>

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

# FUJI BANK

## Consolidated Statements of Retained Earnings

For the Six-Month Periods Ended September 30, 2000 and 1999

	Millions of yen	
	Sept. 30, 2000	Sept. 30, 1999
<b>Retained Earnings at Beginning of Period</b>	<b>¥144,531</b>	<b>¥118,759</b>
Increase	525	3,304
Decrease	16,588	12,290
Net Income	62,465	27,867
<b>Retained Earnings at End of Interim Period</b>	<b>¥190,934</b>	<b>¥137,641</b>

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

# FUJI BANK

## Consolidated Statements of Cash Flows

For the Six-Month Periods Ended September 30, 2000 and 1999

	Millions of yen	
	Sept. 30, 2000	Sept. 30, 1999
<b>I. Cash Flows from Operating Activities</b>		
Income before Income Taxes and Minority Interests	¥ 161,800	¥ 96,670
Depreciation	22,770	22,824
Amortization of Consolidation Differences	8,290	8,126
Equity in Earnings from Investments in Affiliates	(4,229)	8,143
Increase in Reserve for Possible Losses on Loans	1,709	(31,019)
Increase in Reserve for Possible Losses on Securities	(4,186)	—
Increase in Reserve for Possible Losses on Loans Sold	(26,409)	(17,707)
Increase in Reserve for Possible Losses on Support of Specific Borrowers	(10,073)	—
Increase in Reserve for Retirement Allowance	(52,667)	(3,665)
Increase in Reserve for Employee Retirement Benefit	63,311	—
Interest Income—Accrual Basis	(997,418)	(911,938)
Interest Expenses—Accrual Basis	706,946	622,239
Gains and Losses on Securities	(295,847)	(114,532)
Profit from Money Held in Trust	(650)	1,462
Translation Differences	(8,722)	(75,590)
Gains and Losses on Dispositions of Premises and Equipment	6,257	2,875
Gains and Losses on Establishment of Retirement Benefit Trust	26,833	—
Net Decrease in Trading Assets	758,309	(282,115)
Net Increase in Trading Liabilities	(939,483)	617,883
Adjustment of Net Payables Arising from Outstanding Trading Transactions	299,335	—
Net Decrease in Loans and Bills Discounted	480,211	(694,941)
Net Increase in Deposits	924,179	1,441,235
Net Increase in Negotiable Certificates of Deposit	255,353	(2,464,710)
Net Increase in Borrowed Money (excluding Subordinated Borrowed Money)	34,581	122,418
Net Decrease in Due from Banks (excluding Deposits with Central Banks)	343,785	315,740
Net Decrease in Negotiable Certificates of Deposit	—	22,719
Net Decrease in Call Loans	(226,179)	884,140
Net Decrease in Cash Placed as Collateral on Securities Borrowed	908,217	215,391
Net Increase in Call Money	(1,354,912)	1,274,777
Net Increase in Commercial Paper	(431,645)	292,443
Net Increase in Cash Received as Collateral for Securities Lent	(694,805)	194,986
Net Decrease in Foreign Exchanges (Assets)	1,654	65,056
Net Increase in Foreign Exchanges (Liabilities)	(68,750)	45,588
Net Increase in Issuance, Redemption of Bonds and Notes	80,652	(8,333)
Net increase in Due to Trust Account	124,986	(341,013)
Interest Income—Cash Basis	983,404	975,643
Interest Expenses—Cash Basis	(710,726)	(629,652)
Bonuses to Directors and Statutory Auditors	(14)	(13)
Others	66,726	(887,328)
Subtotal	432,597	767,803
Cash Paid in Income Taxes	(4,174)	(11,380)
Net Cash Provided by (Used in) Operating Activities	428,423	756,422

	Millions of yen	
	Sept. 30, 2000	Sept. 30, 1999
<b>II. Cash Flows from Investing Activities</b>		
Payments from Purchase of Securities	(17,081,953)	(3,338,441)
Proceeds from Sale of Securities	9,343,727	2,724,254
Proceeds from Redemption of Securities	7,863,310	108,668
Payments from Increase in Money Held in Trust	(231)	(107,418)
Proceeds from Decrease in Money Held in Trust	20,787	114,203
Payments from Purchase of Premises and Equipment	(21,110)	(15,895)
Proceeds from Sale of Premises and Equipment	13,298	9,840
Payments from Purchase of Stocks of Subsidiaries (not affecting the scope of consolidation)	(235)	—
Proceeds from Sales of Stocks of Subsidiaries (affecting the scope of consolidation)	—	406
Others	—	(2,756)
Net Cash Provided by (Used in) Investing Activities	137,593	(507,137)
<b>III. Cash Flows from Financing Activities</b>		
Proceeds from Issuance of Subordinated Borrowed Money	33,000	13,670
Repayments of Subordinated Borrowed Money	(105,500)	(21,852)
Proceeds from Issuance of Subordinated Bonds, Notes and Convertible Bonds	76,750	1,091
Repayments from Redemption of Subordinated Bonds, Notes and Convertible Bonds	(90,582)	(44)
Dividends Paid	(16,587)	(12,297)
Dividends Paid for Minority Interests	(14,294)	(290)
Purchase of Treasury Stock	(453)	—
Proceeds from Sales of Treasury Stock	412	41,324
Others	—	(3,282)
Net Cash Provided by (Used in) Financing Activities	(117,255)	18,318
<b>IV. Effect of Exchange Rates Changes on Cash and Cash Equivalents</b>	2,560	2,908
<b>V. Net Increase in Cash and Cash Equivalents</b>	451,321	270,512
<b>VI. Cash and Cash Equivalents at Beginning of Period</b>	1,173,615	1,207,676
<b>VII. Cash and Cash Equivalents at End of Interim Period</b>	¥ 1,624,937	¥1,478,188

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

# IBJ

## Consolidated Balance Sheets

At September 30, 2000 and 1999

	Millions of yen	
	Sept. 30, 2000	Sept. 30, 1999
<b>Assets</b>		
Cash and Due from Banks	¥ 766,879	¥ 658,589
Call Loans and Bills Purchased	1,314,611	2,638,835
Other Debt Purchased	34,853	57,646
Trading Assets	3,680,152	3,371,314
Money Held in Trust	8,004	58,505
Securities	7,835,118	8,722,087
Loans and Bills Discounted	22,855,757	23,008,218
Foreign Exchanges	236,517	227,763
Other Assets	4,803,631	4,960,710
Premises and Equipment	281,617	297,756
Deferred Debenture Charges	8,965	10,719
Deferred Tax Assets	345,184	423,912
Customers' Liabilities for Acceptances and Guarantees	987,784	1,252,726
Reserve for Possible Losses on Loans	(319,801)	(1,230,247)
<b>Total Assets</b>	<b>42,839,278</b>	<b>44,458,538</b>
<b>Liabilities</b>		
Deposits	5,832,688	5,238,377
Negotiable Certificates of Deposit	1,341,486	1,912,257
Debentures	20,112,708	20,464,165
Call Money and Bills Sold	3,414,479	4,608,199
Commercial Paper	170,000	122,000
Trading Liabilities	1,571,134	2,089,509
Borrowed Money	902,586	1,227,437
Foreign Exchanges	13,350	55,463
Other Liabilities	6,258,984	5,395,375
Reserve for Retirement Allowance	—	52,907
Reserve for Employee Retirement Benefit	51,203	—
Reserve for Possible Losses on Loans Sold	45,466	46,425
Reserve for Possible Losses on Support of Specific Borrowers	175,598	—
Reserve for Contingency	14,214	—
Reserve under Special Laws	70	27
Deferred Tax Liabilities	7,927	8,884
Deferred Tax Liabilities for Revaluation Reserve for Land	62,541	71,373
Acceptances and Guarantees	987,784	1,252,726
<b>Total Liabilities</b>	<b>40,962,225</b>	<b>42,545,130</b>
<b>Minority Interests</b>	<b>286,037</b>	<b>301,535</b>
<b>Shareholders' Equity</b>	<b>1,591,014</b>	<b>1,611,872</b>
<b>Total Liabilities, Minority Interests and Shareholders' Equity</b>	<b>¥42,839,278</b>	<b>¥44,458,538</b>

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

IBJ

# Consolidated Statements of Income

For the Six-Month Periods Ended September 30, 2000 and 1999

	Millions of yen	
	Sept. 30, 2000	Sept. 30, 1999
<b>Income</b>		
Interest Income	¥700,607	¥ 787,655
Loans and Bills Discounted	283,864	287,139
Securities	105,692	104,462
Fee and Commissions Income	43,289	46,136
Trading Income	21,910	26,159
Other Operating Income	51,830	685,514
Other Income	113,451	180,100
<b>Total Income</b>	<b>931,090</b>	<b>1,725,567</b>
<b>Expenses</b>		
Interest Expenses	597,661	660,480
Deposits	78,186	65,009
Debentures	116,832	140,093
Amortization of Debenture Charges	6,808	11,871
Fee and Commissions Expenses	9,215	8,463
Trading Expenses	297	665
Other Operating Expenses	49,079	684,698
General and Administrative Expenses	91,864	101,152
Other Expenses	116,946	187,234
<b>Total Expenses</b>	<b>865,064</b>	<b>1,642,694</b>
<b>Income before Income Taxes and Minority Interests</b>	<b>66,025</b>	<b>82,872</b>
<b>Income Tax Expenses (Benefit)—Current</b>	<b>4,995</b>	<b>47,415</b>
<b>Income Tax Expenses (Benefit)—Deferred</b>	<b>21,701</b>	<b>(18,781)</b>
<b>Minority Interests in Net Income</b>	<b>8,187</b>	<b>6,966</b>
<b>Net Income</b>	<b>¥ 31,141</b>	<b>¥ 47,271</b>

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

IBJ

# Consolidated Statements of Retained Earnings

For the Six-Month Periods Ended September 30, 2000 and 1999

	Millions of yen	
	Sept. 30, 2000	Sept. 30, 1999
<b>Retained Earnings at Beginning of Period</b>	<b>¥284,475</b>	<b>¥218,694</b>
Increase	102	13,067
Decrease	10,840	9,248
Net Income	31,141	47,271
<b>Retained Earnings at End of Interim Period</b>	<b>¥304,879</b>	<b>¥269,786</b>

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

IBJ

## Consolidated Statements of Cash Flows

For the Six-Month Periods Ended September 30, 2000 and 1999

	Millions of yen	
	Sept. 30, 2000	Sept. 30, 1999
<b>I. Cash Flows from Operating Activities</b>		
Income before Income Taxes and Minority Interests	¥ 66,025	¥ 82,872
Depreciation	3,286	3,426
Equity in Earnings from Investments in Affiliates	(1,126)	(2,935)
Increase in Reserve for Possible Losses on Loans	(230,826)	153,946
Increase in Reserve for Possible Losses on Loans Sold	(2,040)	1,507
Increase in Reserve for Possible Losses on Support of Specific Borrowers	8,400	—
Increase in Reserve for Contingency	276	—
Increase in Reserve for Retirement Allowance	(50,578)	50
Increase in Reserve for Employee Retirement Benefit	51,203	—
Interest Income—Accrual Basis	(700,607)	(787,655)
Interest Expenses—Accrual Basis	597,661	660,480
Gains and Losses on Securities	(51,225)	(128,506)
Profit from Money Held in Trust	(96)	(3,780)
Translation Differences	30,912	249,281
Gains and Losses on Dispositions of Premises and Equipment	(322)	(13,303)
Gains and Losses on Establishment of Retirement Benefit Trust	2,876	—
Net Decrease in Trading Assets	214,550	357,691
Net Increase in Trading Liabilities	246,538	(765,441)
Net Decrease in Loans and Bills Discounted	(431,815)	350,044
Net Increase in Deposits	605,351	(965,686)
Net Increase in Negotiable Certificates of Deposit	(44,811)	—
Net Increase in Debentures (excluding Subordinated Debentures)	(394,586)	(6,322)
Net Increase in Borrowed Money (excluding Subordinated Borrowed Money)	(47,225)	—
Net Decrease in Due from Banks (excluding Deposits with Central Banks)	(143,238)	62,664
Net Decrease in Negotiable Certificates of Deposit	(125,066)	—
Net Decrease in Call Loans	698,569	149,217
Net Decrease in Cash Placed as Collateral on Securities Borrowed	(211,705)	(955,866)
Net Increase in Call Money	(327,625)	(410,064)
Net Increase in Commercial Paper	6,000	—
Net Increase in Cash Received as Collateral for Securities Lent	420,236	(213,250)
Net Decrease in Foreign Exchanges (Assets)	17,372	62,822
Net Increase in Foreign Exchanges (Liabilities)	(45,975)	32,064
Interest Income—Cash Basis	692,208	797,087
Interest Expenses—Cash Basis	(623,685)	(653,601)
Others	(251,594)	1,888,019
Subtotal	(22,687)	(55,239)
Cash Paid in Income Taxes	(7,332)	(31,992)
Net Cash Provided by (Used in) Operating Activities	(30,019)	(87,232)

	Millions of yen	
	Sept. 30, 2000	Sept. 30, 1999
<b>II. Cash Flows from Investing Activities</b>		
Payments from Purchase of Securities	(11,921,488)	(10,664,948)
Proceeds from Sale of Securities	10,156,326	10,553,889
Proceeds from Redemption of Securities	1,653,929	130,027
Payments from Increase in Money Held in Trust	(504,990)	(504,496)
Proceeds from Decrease in Money Held in Trust	507,203	505,218
Payments from Purchase of Premises and Equipment	(10,672)	(11,942)
Proceeds from Sale of Premises and Equipment	4,230	4,973
Net Cash Provided by (Used in) Investing Activities	(115,461)	12,721
<b>III. Cash Flows from Financing Activities</b>		
Proceeds from Issuance of Subordinated Borrowed Money	26,000	—
Repayments of Subordinated Borrowed Money	(29,000)	(2,000)
Proceeds from Issuance of Subordinated Bonds, Notes and Convertible Bonds	27,040	7,900
Dividends Paid	(10,840)	(9,248)
Dividends Paid for Minority Interests	(7,304)	(6,703)
Net Cash Provided by (Used in) Financing Activities	5,895	(10,051)
<b>IV. Effect of Exchange Rates Changes on Cash and Cash Equivalents</b>	(89)	(1,093)
<b>V. Net Increase in Cash and Cash Equivalents</b>	(139,675)	(85,656)
<b>VI. Cash and Cash Equivalents at Beginning of Period</b>	297,013	290,232
<b>VII. Cash and Cash Equivalents at End of Interim Period</b>	¥ 157,337	¥ 204,575

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

# International Network

## NEWLY ESTABLISHED MIZUHO SUBSIDIARIES

Mizuho Trust & Banking Co. (USA)

Mizuho Capital Markets Corporation

Mizuho Bank (Canada)

Vancouver Branch

Mizuho Bank Nederland N.V.

Mizuho Bank (Schweiz) AG

Mizuho International plc

Mizuho Capital Markets (UK) Limited

Mizuho Trust & Banking (Luxembourg) S.A.

Mizuho Capital Markets (HK) Limited

## DKB

### THE AMERICAS

Branches and Agency New York, Chicago, Los Angeles (O), Panama, Cayman

Representative Offices Mexico, São Paulo, Caracas, Buenos Aires

Subsidiaries and Affiliates DKB Financial Futures Corp.  
Dai-ichi Kangyo Bank of California  
Silicon Valley Office, Torrance Office  
The CIT Group, Inc.  
DKB Data Services (USA) Inc.  
Dai-ichi Kangyo Trust Company of New York  
UNIBANCO-UNIÃO DE BANCOS BRASILEIROS S.A.

### EUROPE & THE MIDDLE EAST

Branches London, Düsseldorf, Paris

Representative Office Bahrain

Subsidiaries and Affiliates Dai-ichi Kangyo Bank (Deutschland) AG  
DKB Investment Management International Limited

### ASIA & OCEANIA

Branches and Marketing Office Seoul, Shanghai, Dalian, Hong Kong, Taipei, Kaohsiung, Bangkok, Labuan, Kuala Lumpur (□), Singapore, Sydney

Representative Offices Beijing, Wuhan, Xiamen, Guangzhou, Manila, Ho Chi Minh, Yangon, Kuala Lumpur, Jakarta, Bombay

Subsidiaries and Affiliates DKB Leasing (Thailand) Co., Ltd.  
TISCO Finance Public Company Limited  
Chekiang First Bank Ltd.  
DKB Asia Limited  
P.T. Bank Dai-ichi Kangyo Indonesia  
P.T. Dai-ichi Kangyo Panin Leasing  
DKB Futures (Singapore) Pte Ltd.  
DKB Merchant Bank (Singapore) Limited  
Dai-ichi Kangyo Australia Limited

○: Agency ●: International Banking Facility △: Office □: Marketing Office



## FUJI BANK

### THE AMERICAS

Branches and Agencies	New York, Chicago, Los Angeles (O), Houston (O), Grand Cayman
Representative Offices	São Paulo, Colombia
Subsidiaries and Affiliates	Fuji America Holdings, Inc. Fuji Futures Inc. Heller Financial, Inc. Heller International Group, Inc. Fuji Bank International, Inc. Fuji Securities Inc. The Fuji Bank & Trust Company

### EUROPE & THE MIDDLE EAST

Branches	London, Paris
Representative Offices	Bahrain, Tehran
Subsidiaries and Affiliates	Fuji Leasing (UK) Limited Fuji Investment Management Company (Europe) Limited

### ASIA & OCEANIA

Branches, International Banking Facility and Marketing Office	Seoul, Shanghai, Dalian, Shenzhen, Hong Kong, Taipei, Manila, Hanoi, Bangkok(●), Labuan, Kuala Lumpur (□), Singapore, Mumbai
Representative Offices	Beijing, Tianjin, Nanjing, Guangzhou, Kuala Lumpur
Subsidiaries and Affiliates	Bangkok Fuji Holding Company, Limited P.T. Bank Fuji International Indonesia P.T. Jaya Fuji Leasing Pratama Fuji International Finance (Singapore), Limited The Fuji Futures (Singapore) Pte., Limited Fuji International Finance (Australia) Limited

## IBJ

### THE AMERICAS

Branches, Offices and Agency	New York, Chicago, Los Angeles (O), San Francisco (Δ), Atlanta (Δ), Houston (Δ), Grand Cayman, Nassau
Representative Offices	Mexico, São Paulo
Subsidiaries and Affiliates	Aubrey G. Lanston & Co. Inc. DLIBJ Asset Management U.S.A., Inc. IBJ Whitehall Bank & Trust Company Nomura IBJ Global Investment Advisor, Inc. The Bridgeford Group, Inc. The Industrial Bank of Japan Trust Company

### EUROPE & THE MIDDLE EAST

Branches	London, Madrid, Milan, Frankfurt
Representative Office	Bahrain
Subsidiaries and Affiliates	Industriebank von Japan (Deutschland) Aktiengesellschaft Düsseldorf Branch DLIBJ Asset Management International Ltd. Banque IBJ (France) S.A. IBJ-BA Consulting Investitionsberatung GmbH

### ASIA & OCEANIA

Branches and Marketing Office	Shanghai, Dalian, Beijing, Hong Kong, Bangkok, Labuan, Kuala Lumpur (□), Singapore
Representative Offices	Seoul, Wuhan, Guangzhou, Kuala Lumpur, Jakarta
Subsidiaries and Affiliates	IBJ Asia Securities Limited P.T. Bumi Daya-IBJ Leasing PT. Bank IBJ Indonesia IBJ Lanston Futures Pte. Ltd. IBJ Australia Bank Limited

Note: As of September 30, 2000, except for the newly established subsidiaries formed through the consolidation of overseas subsidiaries of the three banks, which are as of January 1, 2001

## Senior Management and Corporate Auditors

### MHHD

Chairmen & Co-CEOs	<b>Masao Nishimura</b> <b>Yoshiro Yamamoto</b>
President & Co-CEO	<b>Katsuyuki Sugita</b>
Deputy Presidents	<b>Yozo Okumoto</b> <b>Toshiyuki Ogura</b> <b>Kuniya Sakai</b> <b>Tosaku Harada</b> <b>Kisaburo Ikeda</b> <b>Toshikuni Nishinohara</b>
Corporate Auditors	<b>Kenji Nakamura</b> <b>Yoriaki Sakata</b> <b>Shusai Nagai</b> <b>Setsuo Umezawa</b> <b>Yukio Nozaki</b> <b>Toshiaki Hasegawa</b>

### DKB

President and Chief Executive Officer	<b>Katsuyuki Sugita</b>
Deputy Presidents	<b>Toshikuni Nishinohara</b> <b>Tadashi Kudo</b> <b>Nobuhiro Mori</b>

### FUJI BANK

Chairman of the Board	<b>Toru Hashimoto</b>
President & Chief Executive Officer	<b>Yoshiro Yamamoto</b>
Deputy Presidents	<b>Tosaku Harada</b> <b>Isao Hiraide</b>

### IBJ

Chairman of the Board of Directors	<b>Yoshiyuki Fujisawa</b>
President and Chief Executive Officer	<b>Masao Nishimura</b>
Deputy President	<b>Kisaburo Ikeda</b>

(As of September 30, 2000)

## Investor Information on Mizuho Holdings

### Head Office

Marunouchi Center Building,  
6-1 Marunouchi 1-chome, Chiyoda-ku, Tokyo  
Tel: 81 (3) 5224-1111

### Date of Establishment

September 29, 2000

### Paid-in Capital

¥2,572 billion

### Total Number of Shares

26,115,411 shares

Common Shares: 25,000,000 shares

Preferred Shares: 1,115,411 shares

### Outstanding Shares

10,321,267.53 shares

Common Shares: 9,205,856.53 shares

Preferred Shares: 1,115,411 shares

### Number of Shareholders

Common Shares: 162,350

Preferred Shares: 10

### Principal Shareholders (Common Stock)

	Shares Held	Percentage of Shares Outstanding
The Dai-ichi Kangyo Fuji Trust & Banking Co., Ltd.	397,518.00	4.31%
The Dai-ichi Mutual Life Insurance Company	379,164.00	4.11
NIPPON LIFE INSURANCE COMPANY	249,267.76	2.70
The Sumitomo Trust and Banking Company, Limited	238,822.07	2.59
The Chuo Mitsui Trust and Banking Company, Limited	203,982.07	2.21
THE YASUDA MUTUAL LIFE INSURANCE COMPANY	188,232.40	2.04
Asahi Mutual Life Insurance Company	175,608.00	1.90
The Mitsubishi Trust and Banking Corporation	152,372.91	1.65
The Toyo Trust and Banking Company, Limited	119,196.47	1.29
THE CHASE MANHATTAN BANK	116,955.51	1.27

### Stock Listings

Tokyo Stock Exchange, Osaka Securities Exchange

### Convocation of General Meetings of Shareholders

A regular general meeting of shareholders of the Company shall be convened no later than 3 months from the last day of each business year and an extraordinary general meeting of shareholders shall be convened whenever necessary.

### Record Date

The Company shall deem shareholders having voting rights appearing on the last register of shareholders (including the register of beneficial shareholders; the same shall apply hereinafter) as of March 31 of each year as the shareholders who shall be entitled to exercise their rights at the regular general meeting of shareholders for the relevant fiscal term.

In addition to the preceding paragraph, the Company may temporarily set the record date whenever necessary, pursuant to a resolution of the Board of Directors and upon giving a prior public notice thereof.

### Dividends

Dividends on shares shall be paid to the shareholders or registered pledgees appearing on the last register of shareholders as of March 31 of each year or to the holders of fractional shares appearing on the last register of holders of fractional shares as of March 31 of each year.

### Interim Dividends

The Company may, by a resolution of the Board of Directors, make cash distributions pursuant to the provisions of Article 293-5 of the Commercial Code (referred to as "Interim Dividends" in these Articles of Incorporation) to the shareholders or registered pledgees appearing on the last register of shareholders as of September 30 of each year or to the holders of fractional shares appearing on the last register of holders of fractional shares as of September 30 of each year.

### Transfer Agent

Mizuho Trust & Banking Co., Ltd.

### Fiscal Year

April 1 to March 31

### Accounting Auditors

Century Ota Showa & Co.

ChuoAoyama Audit Corporation

### Number of Domestic Offices

DKB : Branches: 316 Sub-branches: 37 Agencies: 5  
Automated Service Centers: 505

FUJI : Branches: 276 Sub-branches: 30 Agencies: 2  
BANK Automated Service Centers: 621

IBJ : Branches: 24

Note: "Branches" includes the Head Offices of each bank.

### Number of Overseas Offices

DKB : Branches, Agency and Marketing Office: 19  
Representative Offices: 15

FUJI : Branches, Agencies and Marketing Office: 20  
BANK Representative Offices: 9

IBJ : Branches, Offices, Agency and Marketing Office: 20  
Representative Offices: 8

### Number of Employees

MHHD : 441

Note: The employees of Mizuho Holdings have been seconded from the three banks on a full-time basis.

DKB : 15,452  
(Non-regular employees: 495, Locally hired employees at overseas offices: 1,298)

FUJI : 13,520  
BANK (Non-regular employees: 669, Locally hired employees at overseas offices: 1,453)

IBJ : 4,516  
(Non-regular employees: 441, Locally hired employees at overseas offices: 1,202)

Note: The number of non-regular employees and the number of locally hired employees at overseas offices are not included in the number of employees.

### URL

MHHD : <http://www.mizuho-fg.co.jp>

DKB : <http://www.dkb.co.jp>

FUJI BANK : <http://www.fujibank.co.jp>

IBJ : <http://www.ibjbank.co.jp>

Mizuho Securities : <http://www.mizuho-sc.com>

Mizuho Trust : <http://www.mizuho-tb.co.jp>

(As of September 30, 2000)

