

# **Financial Summary**

**For the Three Months Ended June 30, 2015**



**Shinsei Bank, Limited**  
**(Code 8303, TSE First Section)**

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The following document should be read in conjunction with the consolidated and nonconsolidated financial statements prepared in accordance with generally accepted accounting principles in Japan for banks. Except as otherwise indicated, the financial information in the following discussion is based on the consolidated financial statements. Financial and operational figures that are stated in multiples of ¥ 0.1 billion have been truncated. All percentages unless otherwise noted have been rounded to the nearest 0.1%.

Quarterly information is available in the Quarterly Data Book.

## Financial Highlights<sup>1</sup>

(Billions of yen, except percentages)

Selected income statement items (Consolidated)	Q1 FY2015 (3 months)	Q1 FY2014 (3 months)	Change (Amount)	FY2014 (12 months)
Net interest income	31.1	30.9	0.2	126.4
Noninterest income	26.8	26.9	(0.1)	108.8
Net fees and commissions	6.2	4.8	1.4	24.7
Net trading income	3.2	3.5	(0.3)	11.5
Net other business income	17.2	18.5	(1.3)	72.6
Total revenue	57.9	57.8	0.0	235.3
General and administrative expenses	(34.9)	(35.0)	0.1	(141.6)
Ordinary business profit	23.0	22.8	0.1	93.6
Net credit costs	2.0	0.7	1.2	(11.8)
Ordinary business profit after net credit costs	25.0	23.5	1.4	81.8
Amortization of goodwill and other intangible assets <sup>2</sup>	(1.9)	(2.2)	0.3	(8.4)
Other gains (losses)	0.3	0.1	0.2	(0.5)
Income before income taxes	23.5	21.4	2.0	72.7
Current income tax	(1.0)	(0.9)	(0.1)	(2.4)
Deferred income tax	0.2	0.2	(0.0)	(0.9)
Profit (loss) attributable to noncontrolling interests	(0.1)	(0.8)	0.6	(1.5)
Profit (loss) attributable to owners of parent	22.5	19.9	2.5	67.8
Cash basis profit (loss) attributable to owners of parent <sup>3</sup>	24.2	21.9	2.2	75.4

(Billions of yen)

Selected balance sheet items (Consolidated)	June 30 2015	March 31 2015	Change (Amount)
Cash and Due from Banks	922.2	881.7	40.5
Securities	1,495.8	1,477.3	18.5
Loans and bills discounted	4,384.6	4,461.2	(76.5)
Customers' liabilities for acceptances and guarantees	310.0	291.7	18.2
Reserve for credit losses	(101.4)	(108.2)	6.7
Total assets	9,012.5	8,889.8	122.6
Deposits and negotiable certificates of deposit	5,502.1	5,452.7	49.4
Borrowed money	777.1	805.2	(28.0)
Reserve for losses on interest repayments	159.5	170.2	(10.6)
Total liabilities	8,236.5	8,136.0	100.4
Total equity	776.0	753.7	22.2

(Percentages)

Financial ratios (Consolidated)	Q1 FY2015 (3 months)	Q1 FY2014 (3 months)	FY2014 (12 months)
Net interest margin	2.35%	2.33%	2.38%
Expense-to-revenue ratio	60.3%	60.5%	60.2%
Return on assets	1.0%	0.9%	0.7%
Return on equity (fully diluted)	12.2%	12.1%	9.8%
Cash basis return on assets	1.1%	0.9%	0.8%
Cash basis return on equity (fully diluted)	13.7%	14.0%	11.4%

(Billions of yen, except percentages)

Capital adequacy data (Consolidated) <Basel 3, Domestic Standard>	June 30 2015	March 31 2015	Change (Amount)
Capital	870.4	841.9	28.4
Total amount of Risk-weighted assets	5,748.5	5,661.9	86.6
Capital ratio	15.14%	14.86%	

(yen)

Per share data (Consolidated)	Q1 FY2015 (3 months)	Q1 FY2014 (3 months)	Change (Amount)	FY2014 (12 months)
Common equity	283.96	253.54	30.42	275.45
Basic net income	8.48	7.53	0.95	25.57
Cash basis basic net income	9.15	8.28	0.86	28.42

(Billions of yen, except percentages)

Nonperforming loans (Nonconsolidated)	June 30 2015	March 31 2015	Change (Amount)
Claims classified under the Financial Revitalization Law	36.6	60.9	(24.3)
Ratio to total claims	0.83%	1.42%	
Reserve for credit losses	41.0	47.7	(6.7)
Coverage ratio for nonperforming claims	94.7%	96.9%	

(Billions of yen)

Selected income statement items (Nonconsolidated)	Q1 FY2015 (3 months)	Q1 FY2014 (3 months)	Change (Amount)	FY2014 (12 months)
Net interest income	24.5	24.2	0.3	91.8
Noninterest income	6.6	8.6	(2.0)	25.7
Net fees and commissions	2.4	6.5	(4.0)	10.1
Net trading income	1.3	1.8	(0.5)	4.5
Net other business income	2.8	0.2	2.5	11.0
Total revenue	31.2	32.8	(1.6)	117.5
General and administrative expenses	(18.5)	(18.4)	(0.0)	(75.2)
Ordinary business profit	12.6	14.3	(1.7)	42.3
Net credit costs	6.2	2.9	3.2	4.1
Net income	19.4	16.7	2.7	45.7

1. Represents results based on management accounting basis.

2. In our consolidated financial statements, amortization of goodwill and other intangible assets is recorded in general and administrative expenses.

3. Excludes amortization of goodwill and other intangible assets, net of tax benefit, related to the acquisition of consumer and commercial finance companies.

4. Annualized basis.

The Shinsei Bank Group recorded a consolidated net income of ¥22.5 billion in the first quarter of fiscal year 2015 (April 1, 2015 to June 30, 2015), increased ¥2.5 billion compared to ¥19.9 billion recorded in the first quarter of fiscal year 2014. Fiscal year 2015 is the final year of the Second Medium Term Management Plan (MTMP) which was made public in March 2013, and the financial results of the first quarter of fiscal year 2015 represent a good start toward the achievement the ¥70.0 billion full-year net income target.

- Total revenue for the first quarter of fiscal year 2015 was ¥57.9 billion, slightly increased from ¥57.8 billion recorded in the first quarter of fiscal year 2014. Of this amount, net interest income was ¥31.1 billion, increased ¥0.2 billion from ¥30.9 billion recorded in the first quarter of fiscal year 2014. This increase was due to a reduction in funding costs and greater revenues resulting from the growth of the loan balance in the consumer finance business exceeding the absence of one time gain factors recorded in the first quarter of the previous fiscal year. Additionally, noninterest income of ¥26.8 billion was recorded in the first quarter of fiscal year 2015, decreased slightly from ¥26.9 billion recorded in the first quarter of fiscal year 2014. In the first quarter of fiscal year 2015, while there was an absence of the significant revenues from the domestic credit trading business recorded in the first quarter of fiscal year 2014, the Bank recorded strong revenue flows from markets related transactions, which includes ALM operations, the sale of investment products in the retail banking business and the installment sales business of APLUS FINANCIAL, which limited the decline in noninterest income from the first quarter of fiscal year 2014 to only a slight reduction.

- Regarding general and administrative expenses, while the Bank continued to invest management resources necessary to expand our business base, due to the promotion of efficient business operations as well as the recording of a portion of general and administrative expenses being pushed back to after the second quarter of fiscal year 2015, general and administrative expenses of ¥34.9 billion were recorded in the first quarter of fiscal year 2015, reduced from ¥35.0 billion recorded in the first quarter of fiscal year 2014.

- Regarding net credit costs (recoveries), the Bank recorded recoveries of ¥2.0 billion in the first quarter of fiscal year 2015 compared to recoveries of ¥0.7 billion in the first quarter of fiscal year 2014. This was mainly due to the reversal of reserves for loan losses recorded by the Institutional Group exceeding the provisioning of reserves for loan losses in the consumer finance business made due to the growth of the loan balance.

- The balance of loans and bills discounted declined from ¥4,461.2 billion as of March 31, 2015 to ¥4,384.6 billion as of June 30, 2015. In loans to individuals, housing loans continued to steadily increase, and the consumer finance loan balance continued to increase compared to the previous fiscal year. On the other hand, in the institutional business, while we worked to satisfy the funding needs of customers, competition remained fierce, and as there were some collections in existing loans, the overall balance shrank.

- A net interest margin of 2.35% was recorded in the first quarter of fiscal year 2015, increased from 2.33% recorded in the first quarter of fiscal year 2014. While the yield on interest earning assets decreased as a result of a decline in the yield on loans and bills discounted, the improvement in NIM was due to a reduction in the rate on deposits including negotiable certificates of deposits due to the majority of high interest rate time deposits made in previous years reaching maturity during fiscal year 2014.

- The Basel III, domestic standard consolidated core capital adequacy ratio (grandfathering basis) increased from 14.86% as of March 31, 2015 to 15.14% as of June 30, 2015. While in the first quarter of fiscal year 2015, there was an increase in risk assets as a result of the purchase of a major nonrecourse real estate loan portfolio, total core capital increased reflecting the positive impacts of factors such as the accumulation of profits and an increase in eligible provisions reserved exceeding expected losses. Additionally, our Basel III international standard Common Equity Tier 1 Capital Ratio (fully loaded basis) increased from 11.9% as of March 31, 2015 to 12.3% as of June 30, 2015.

- The balance of nonperforming loans under the Financial Revitalization Law (nonconsolidated basis), due in part to improvements in borrower categorizations of assets held by the Bank, declined by ¥24.3 billion during the first quarter of fiscal year 2015 to ¥36.6 billion as of June 30, 2015. In addition, the proportion of nonperforming claims to the overall loan balance improved significantly from 1.42% as of March 31, 2015 to 0.83% as of June 30, 2015.

## Results of Operations (Consolidated)<sup>1</sup>

(Billions of yen)

	Q1FY2015 (3 months)	Q1FY2014 (3 months)	Change (Amount)	FY2014 (12 months)
Net interest income	31.1	30.9	0.2	126.4
Noninterest income	26.8	26.9	(0.1)	108.8
Net fees and commissions	6.2	4.8	1.4	24.7
Net trading income	3.2	3.5	(0.3)	11.5
Net other business income	17.2	18.5	(1.3)	72.6
Income on lease transactions and installment receivables	9.5	9.4	0.0	38.0
<b>Total revenue</b>	<b>57.9</b>	<b>57.8</b>	<b>0.0</b>	<b>235.3</b>
<b>General and administrative expenses</b>	<b>(34.9)</b>	<b>(35.0)</b>	<b>0.1</b>	<b>(141.6)</b>
<b>Ordinary business profit</b>	<b>23.0</b>	<b>22.8</b>	<b>0.1</b>	<b>93.6</b>
<b>Net credit costs</b>	<b>2.0</b>	<b>0.7</b>	<b>1.2</b>	<b>(11.8)</b>
<b>Ordinary business profit after net credit costs</b>	<b>25.0</b>	<b>23.5</b>	<b>1.4</b>	<b>81.8</b>
<b>Amortization of goodwill and other intangible assets<sup>2</sup></b>	<b>(1.9)</b>	<b>(2.2)</b>	<b>0.3</b>	<b>(8.4)</b>
<b>Other gains (losses)</b>	<b>0.3</b>	<b>0.1</b>	<b>0.2</b>	<b>(0.5)</b>
<b>Income before income taxes</b>	<b>23.5</b>	<b>21.4</b>	<b>2.0</b>	<b>72.7</b>
<b>Current income tax</b>	<b>(1.0)</b>	<b>(0.9)</b>	<b>(0.1)</b>	<b>(2.4)</b>
<b>Deferred income tax</b>	<b>0.2</b>	<b>0.2</b>	<b>(0.0)</b>	<b>(0.9)</b>
<b>Profit (loss) attributable to noncontrolling interests</b>	<b>(0.1)</b>	<b>(0.8)</b>	<b>0.6</b>	<b>(1.5)</b>
<b>Profit (loss) attributable to owners of parent</b>	<b>22.5</b>	<b>19.9</b>	<b>2.5</b>	<b>67.8</b>
<b>Cash basis profit (loss) attribute to owners of parent<sup>3</sup></b>	<b>24.2</b>	<b>21.9</b>	<b>2.2</b>	<b>75.4</b>

1. Represents results based on management accounting basis.

2. In our consolidated financial statements, amortization of goodwill and other intangible assets is recorded in general and administrative expenses.

3. Excludes amortization of goodwill and other intangible assets, net of tax benefit, related to the acquisition of consumer and commercial finance companies.

Noninterest income in the table above is comprised of net fees and commissions, net trading income and net other business income.

Net fees and commissions is primarily comprised of domestic real estate nonrecourse finance fee income, fee income such as servicing fees associated with specialty finance and principal transactions, fee income associated with the guarantee and other business in consumer finance and fee income from the sale of products such as mutual funds and insurance.

Net trading income is comprised of derivative related income from transactions with customers, as well as income from proprietary trading undertaken by the Bank.

Net other business income is comprised of income on lease transactions and installment receivables, gains and losses on monetary trusts primarily associated with credit trading of the Principal Transactions business and gains and losses on the sale of securities in the ALM business.

## Interest-Earning Assets and Interest-Bearing Liabilities (Consolidated)

(Billions of yen, except percentages)

	Q1 FY2015 (3 months)			Q1 FY2014 (3 months)			FY2014 (12 months)		
	Average Balance	Interest	Yield/rate <sup>1</sup> (%)	Average Balance	Interest	Yield/rate <sup>1</sup> (%)	Average Balance	Interest	Yield/rate <sup>1</sup> (%)
<b>Interest-earning assets<sup>4</sup>:</b>									
Loans and bills discounted	4,413.1	30.9	2.82	4,287.8	31.6	2.96	4,326.8	125.0	2.89
Lease receivables and leased investment assets/installment receivables <sup>4</sup>	704.1	9.5	5.43	664.7	9.4	5.70	678.3	38.0	5.62
Securities	1,528.3	4.0	1.05	1,719.7	4.5	1.06	1,604.9	20.7	1.29
Other interest-earning assets <sup>2,3</sup>	326.3	0.5	***	345.3	0.7	***	357.8	2.8	***
<b>Total revenue on interest-earning assets (A)<sup>4</sup></b>	<b>6,971.9</b>	<b>45.1</b>	<b>2.60</b>	<b>7,017.7</b>	<b>46.3</b>	<b>2.65</b>	<b>6,968.0</b>	<b>186.7</b>	<b>2.68</b>
<b>Interest-bearing liabilities:</b>									
Deposits, including negotiable certificates of deposit	5,505.6	1.6	0.12	5,793.2	3.2	0.22	5,654.5	10.8	0.19
Borrowed money	789.7	1.2	0.61	635.8	1.1	0.73	722.1	4.7	0.66
Subordinated debt	58.4	0.4	2.83	67.4	0.4	2.71	61.7	1.7	2.78
Other borrowed money	731.3	0.7	0.43	568.4	0.7	0.50	660.3	3.0	0.46
Corporate bonds	161.5	1.1	2.83	176.0	1.3	3.02	181.7	5.1	2.85
Subordinated bonds	119.1	1.0	3.62	152.8	1.2	3.34	149.9	4.9	3.29
Other corporate bonds	42.3	0.0	0.62	23.1	0.0	0.95	31.7	0.2	0.76
Other interest-bearing liabilities <sup>2</sup>	705.8	0.4	***	896.5	0.3	***	787.9	1.4	***
<b>Total expense on interest-bearing liabilities (B)</b>	<b>7,162.7</b>	<b>4.4</b>	<b>0.25</b>	<b>7,501.7</b>	<b>6.0</b>	<b>0.32</b>	<b>7,346.4</b>	<b>22.1</b>	<b>0.30</b>
<b>Net interest margin (A)-(B)<sup>4</sup></b>	<b>-</b>	<b>40.6</b>	<b>2.35</b>	<b>-</b>	<b>40.3</b>	<b>2.33</b>	<b>-</b>	<b>164.5</b>	<b>2.38</b>
<b>Noninterest-bearing sources of funds:</b>									
Noninterest-bearing (assets) liabilities, net	(934.0)	-	-	(1,150.4)	-	-	(1,074.0)	-	-
Total equity excluding noncontrolling interests in subsidiaries <sup>5</sup>	743.1	-	-	666.5	-	-	695.5	-	-
<b>Total noninterest-bearing sources of funds (C)</b>	<b>(190.8)</b>	<b>-</b>	<b>-</b>	<b>(483.9)</b>	<b>-</b>	<b>-</b>	<b>(378.4)</b>	<b>-</b>	<b>-</b>
<b>Sum of total expense on interest-bearing liabilities and noninterest-bearing sources of funds (D)=(B)+(C)</b>	<b>6,971.9</b>	<b>4.4</b>	<b>0.26</b>	<b>7,017.7</b>	<b>6.0</b>	<b>0.34</b>	<b>6,968.0</b>	<b>22.1</b>	<b>0.32</b>
<b>Net revenue/yield on interest-earning assets (A)-(D)<sup>4</sup></b>	<b>-</b>	<b>40.6</b>	<b>2.34</b>	<b>-</b>	<b>40.3</b>	<b>2.31</b>	<b>-</b>	<b>164.5</b>	<b>2.36</b>
<b>Reconciliation of total revenue on interest-earning</b>									
Total revenue on interest-earning assets	6,971.9	45.1	2.60	7,017.7	46.3	2.65	6,968.0	186.7	2.68
Less: Income on lease transactions and installment receivables	704.1	9.5	5.43	664.7	9.4	5.70	678.3	38.0	5.62
Total interest income	6,267.8	35.5	2.28	6,352.9	36.9	2.33	6,289.6	148.6	2.36
Total interest expense	-	4.4	-	-	6.0	-	-	22.1	-
<b>Net interest income</b>	<b>-</b>	<b>31.1</b>	<b>-</b>	<b>-</b>	<b>30.9</b>	<b>-</b>	<b>-</b>	<b>126.4</b>	<b>-</b>

1. Percentages have been rounded from the third decimal place.

2. Other interest-earning assets and other interest-bearing liabilities include interest swaps.

3. Excludes average balance of non interest-earning assets.

4. Includes lease transactions and installment receivables and related yields.

5. Represents a simple average of the balance at the end of the current period and the balance at the end of the previous period.

The line item "Net revenue/yield on interest-earning assets" on the chart above includes revenues from net received interest, revenue earned on lease receivables and leased investment assets, and installment account receivables. However, while the Bank considers income on lease transactions and installment receivables to be a component of net interest income, Japanese GAAP does not include income on lease transactions and installment accounts receivables in net interest income (in accordance with Japanese GAAP, income on lease transactions and installment accounts receivables is reported in net other business income in our consolidated statements of operations).

## Noninterest Income (Consolidated)

(Billions of yen)

	Q1 FY2015 (3 months)	Q1 FY2014 (3 months)	Change (Amount)	FY2014 (12 months)
<b>Institutional Group</b>	<b>9.3</b>	13.0	(3.6)	44.3
Institutional Business	<b>0.8</b>	0.9	(0.1)	5.7
Structured Finance	<b>1.9</b>	2.3	(0.3)	5.5
Principal Transactions	<b>3.0</b>	6.0	(3.0)	15.9
Showa Leasing	<b>3.5</b>	3.6	(0.1)	17.1
<b>Global Markets Group</b>	<b>3.0</b>	1.8	1.2	10.2
Markets Sub-Group	<b>2.0</b>	1.2	0.8	7.2
Others	<b>0.9</b>	0.6	0.3	3.0
<b>Individual Group</b>	<b>12.5</b>	10.8	1.7	47.8
Retail Banking	<b>2.0</b>	1.0	1.0	6.5
Shinsei Financial and <i>Shinsei Bank Card Loan - Lake</i> <sup>1</sup>	<b>(0.5)</b>	(0.6)	0.0	(2.1)
SHINKI	<b>(0.1)</b>	(0.1)	0.0	(0.5)
APLUS FINANCIAL	<b>11.0</b>	10.5	0.5	43.7
Others	<b>0.0</b>	0.0	(0.0)	0.2
<b>Corporate/Other</b>	<b>1.8</b>	1.2	0.5	6.4
<b>Noninterest income</b>	<b>26.8</b>	26.9	(0.1)	108.8

1. Results for Shinsei Financial and "Shinsei Bank Card Loan - Lake" in the Lake business (started on October 1, 2011) are combined on a management accounting basis.

Noninterest income in the Institutional Group for the first quarter of fiscal year 2015 was ¥9.3 billion, decreased ¥3.6 billion from ¥13.0 billion recorded in the first quarter of fiscal year 2014. This reduction was due to factors such as the absence of major revenue flows in the first quarter of fiscal year 2015 which were recorded in the Structured Finance and Principal Transactions Business in the first quarter of fiscal year 2014.

Noninterest income in the Global Markets Group for the first quarter of fiscal year 2015 was ¥3.0 billion, increased ¥1.2 billion from ¥1.8 billion recorded in the first quarter of fiscal year 2014. This increase reflects an increase in markets related transaction revenue as well as a firm performance in the securities brokerage business.

Noninterest income in the Individual Group for the first quarter of fiscal year 2015 was ¥12.5 billion, increased ¥1.7 billion from ¥10.8 billion recorded in the first quarter of fiscal year 2014. This increase reflects an increase in investment product sales revenues in retail banking, as well as the recording of a firm revenue increase from the installment sales finance business of APLUS FINANCIAL.

Noninterest income in Corporate/Others for the first quarter of fiscal year 2015 was ¥1.8 billion, increased ¥0.5 billion from the first quarter of fiscal year 2014. The primary factor behind this increase was the recording of firm gains on the sale of JGBs in the Bank's ALM operations.



## General and Administrative Expenses (Consolidated)

(Billions of yen)

	Q1 FY2015 (3 months)	Q1 FY2014 (3 months)	Change (Amount)	FY2014 (12 months)
Personnel expenses	(14.2)	(13.9)	(0.2)	(56.9)
Nonpersonnel expenses	(20.6)	(21.0)	0.4	(84.6)
Premises expenses	(4.7)	(4.7)	(0.0)	(19.4)
Technology and data processing expenses	(4.6)	(4.6)	(0.0)	(18.8)
Advertising expenses	(2.7)	(2.8)	0.1	(11.4)
Consumption and property taxes	(2.2)	(2.0)	(0.1)	(7.8)
Deposit insurance premium	(0.5)	(1.0)	0.5	(3.5)
Other general and administrative expenses	(5.7)	(5.6)	(0.0)	(23.5)
<b>General and administrative expenses</b>	<b>(34.9)</b>	<b>(35.0)</b>	<b>0.1</b>	<b>(141.6)</b>

## Net Credit Costs (Consolidated) <sup>1</sup>

(Billions of yen)

	Q1 FY2015 (3 months)	Q1 FY2014 (3 months)	Change (Amount)	FY2014 (12 months)
Losses on write-off of loans/Losses on sale of loans	(0.2)	(0.9)	0.6	(4.9)
Net provision of reserve for loan losses:	0.8	(0.9)	1.8	(15.0)
Net provision of general reserve for loan losses	(4.8)	0.0	(4.9)	(14.3)
Net provision of specific reserve for loan losses	5.7	(1.0)	6.7	(0.6)
Net provision of specific reserve for other credit losses	-	-	-	-
Other credit costs relating to leasing business	(0.0)	0.0	(0.0)	0.1
Recoveries of written-off claims	1.4	2.5	(1.0)	8.0
<b>Net credit costs</b>	<b>2.0</b>	<b>0.7</b>	<b>1.3</b>	<b>(11.8)</b>

1. Amounts of losses, net provision and costs are shown in parentheses (minus). Amounts of recoveries and reversals are shown as positive figures.

## Amortization of Goodwill and Other Intangible Assets (Consolidated)

(Billions of yen)

	Q1 FY2015 (3 months)	Q1 FY2014 (3 months)	Change (Amount)	FY2014 (12 months)
Shinsei Financial	(1.1)	(1.4)	0.2	(5.2)
SHINKI	0.0	0.0	-	0.3
APLUS FINANCIAL	(0.2)	(0.2)	0.0	(0.8)
Showa Leasing	(0.6)	(0.6)	0.0	(2.7)
Others	0.0	0.0	-	0.0
<b>Amortization of goodwill and other intangible assets</b>	<b>(1.9)</b>	<b>(2.2)</b>	<b>0.3</b>	<b>(8.4)</b>

### Other Gains (Losses) (Consolidated)

(Billions of yen)

	Q1 FY2015 (3 months)	Q1 FY2014 (3 months)	Change (Amount)	FY2014 (12 months)
Extraordinary income (loss)	0.6	0.1	0.5	(0.3)
Net gain on disposal of premises and equipment	(0.0)	0.3	(0.3)	0.9
Other extraordinary income (loss)	0.6	(0.1)	0.8	(1.3)
Provisions of reserve for losses on interest repayment	-	-	-	(4.0)
Shinsei Financial	-	-	-	-
SHINKI	-	-	-	-
APLUS FINANCIAL	-	-	-	(4.0)
Other	-	-	-	-
Other	(0.2)	0.0	(0.2)	3.8
<b>Other gains (losses)</b>	<b>0.3</b>	<b>0.1</b>	<b>0.2</b>	<b>(0.5)</b>

### Profit (Loss) Attributable to Noncontrolling Interests (Consolidated)

(Billions of yen)

	Q1 FY2015 (3 months)	Q1 FY2014 (3 months)	Change (Amount)	FY2014 (12 months)
Dividends on perpetual preferred securities (hybrid Tier I capital) issued by foreign SPCs	(0.2)	(0.7)	0.5	(1.6)
Others	0.0	(0.0)	0.0	0.1
<b>Profit (Loss) attributable to noncontrolling interests</b>	<b>(0.1)</b>	<b>(0.8)</b>	<b>0.6</b>	<b>(1.5)</b>

## Business Line Results (Consolidated)

(Billions of yen)

	Q1 FY2015 (3 months)	Q1 FY2014 (3 months)	Change (Amount)	FY2014 (12 months)
<b>Institutional Group:</b>				
Net interest income	7.0	8.3	(1.3)	35.0
Noninterest income	9.3	13.0	(3.6)	44.3
<b>Total revenue</b>	<b>16.4</b>	<b>21.4</b>	<b>(4.9)</b>	<b>79.4</b>
<b>General and administrative expenses</b>	<b>(7.3)</b>	<b>(7.3)</b>	<b>0.0</b>	<b>(29.0)</b>
<b>Ordinary business profit</b>	<b>9.1</b>	<b>14.1</b>	<b>(4.9)</b>	<b>50.4</b>
<b>Net credit costs</b>	<b>7.3</b>	<b>2.9</b>	<b>4.4</b>	<b>3.9</b>
<b>Ordinary business profit after net credit costs</b>	<b>16.5</b>	<b>17.0</b>	<b>(0.5)</b>	<b>54.3</b>
<b>Global Markets Group:</b>				
Net interest income	0.3	0.9	(0.5)	2.2
Noninterest income	3.0	1.8	1.2	10.2
<b>Total revenue</b>	<b>3.4</b>	<b>2.7</b>	<b>0.6</b>	<b>12.5</b>
<b>General and administrative expenses</b>	<b>(1.9)</b>	<b>(1.7)</b>	<b>(0.2)</b>	<b>(7.1)</b>
<b>Ordinary business profit</b>	<b>1.5</b>	<b>1.0</b>	<b>0.4</b>	<b>5.3</b>
<b>Net credit costs</b>	<b>0.0</b>	<b>(0.0)</b>	<b>0.0</b>	<b>(0.0)</b>
<b>Ordinary business profit after net credit costs</b>	<b>1.5</b>	<b>1.0</b>	<b>0.4</b>	<b>5.3</b>
<b>Individual Group:</b>				
Net interest income	22.3	21.7	0.5	88.8
Noninterest income	12.5	10.8	1.7	47.8
<b>Total revenue</b>	<b>34.8</b>	<b>32.6</b>	<b>2.2</b>	<b>136.6</b>
<b>General and administrative expenses</b>	<b>(25.6)</b>	<b>(25.7)</b>	<b>0.1</b>	<b>(103.1)</b>
<b>Ordinary business profit</b>	<b>9.2</b>	<b>6.8</b>	<b>2.3</b>	<b>33.4</b>
<b>Net credit costs</b>	<b>(5.3)</b>	<b>(2.2)</b>	<b>(3.1)</b>	<b>(15.7)</b>
<b>Ordinary business profit after net credit costs</b>	<b>3.8</b>	<b>4.6</b>	<b>(0.8)</b>	<b>17.7</b>
<b>Corporate/Other<sup>1</sup>:</b>				
Net interest income	1.3	(0.2)	1.5	0.3
Noninterest income	1.8	1.2	0.5	6.4
<b>Total revenue</b>	<b>3.2</b>	<b>1.0</b>	<b>2.1</b>	<b>6.7</b>
<b>General and administrative expenses</b>	<b>(0.0)</b>	<b>(0.2)</b>	<b>0.1</b>	<b>(2.3)</b>
<b>Ordinary business profit</b>	<b>3.1</b>	<b>0.7</b>	<b>2.3</b>	<b>4.3</b>
<b>Net credit costs</b>	<b>(0.0)</b>	<b>(0.0)</b>	<b>0.0</b>	<b>0.0</b>
<b>Ordinary business profit after net credit costs</b>	<b>3.1</b>	<b>0.7</b>	<b>2.3</b>	<b>4.3</b>
<b>Total:</b>				
Net interest income	31.1	30.9	0.2	126.4
Noninterest income	26.8	26.9	(0.1)	108.8
<b>Total revenue</b>	<b>57.9</b>	<b>57.8</b>	<b>0.0</b>	<b>235.3</b>
<b>General and administrative expenses</b>	<b>(34.9)</b>	<b>(35.0)</b>	<b>0.1</b>	<b>(141.6)</b>
<b>Ordinary business profit</b>	<b>23.0</b>	<b>22.8</b>	<b>0.1</b>	<b>93.6</b>
<b>Net credit costs</b>	<b>2.0</b>	<b>0.7</b>	<b>1.2</b>	<b>(11.8)</b>
<b>Ordinary business profit after net credit costs</b>	<b>25.0</b>	<b>23.5</b>	<b>1.4</b>	<b>81.8</b>

1. "Corporate/Other" includes company-wide accounts which are not included in our reportable segments, allocation variance of indirect expense and elimination amount of inter-segment transactions.

The Institutional Group and the Global Markets Group, as of April 1, 2015, have integrated the Financial Institutions Sub-Group of the Global Markets Group into the Institutional Business Sub-Group of the Institutional Group. Furthermore, as of May 1, 2015, all Sub-Groups within the Institutional Group have been abolished as a part of organizational changes. Additionally, together with these organizational changes, the corporate revitalization support business, previously a part of Structured Finance, as well as asset backed investments and business incubation, previously a part of Others in the Institutional Group, were transferred to Principal Transactions, and the planning and administration operations of the Overseas Banking Division, previously a part of Others in the Institutional Group, were transferred to Corporate/Others.

## Segment Information

<b>Institutional Business:</b>	Focuses primarily on corporate, public and financial sector finance and advisory businesses.
<b>Institutional Business</b>	"Institutional Business" provides financial products and services, advisory services, and health care finance to businesses and public corporations and financial institutions.
<b>Structured Finance</b>	"Structured Finance" provides real estate related nonrecourse and corporate finance, M&A related finance, specialty finance and trust services.
<b>Principal Transactions</b>	"Principal Transactions" is engaged in the credit trading businesses, private equity, corporate revitalization support business, and asset-backed investment.
<b>Showa Leasing</b>	"Showa Leasing" primarily provides leasing related financial products and services.

<b>Global Markets Group:</b>	Focuses primarily on financial markets business.
<b>Markets Sub-Group</b>	"Markets Sub-Group" is engaged in foreign exchange, derivatives, equity related and other capital markets transactions.
<b>Others Global Markets Group</b>	"Other Global Markets Group" consists of the profit and loss attributable to Shinsei Securities, asset management, wealth management and other products and services of the Global Markets Group.

<b>Individual Group:</b>	Focuses on retail financial products and services.
<b>Retail Banking</b>	"Retail Banking" provides financial transactions and services to retail customers such as yen/foreign currency, structured deposits services, investment trust, brokerage service (through a partner institution), life and nonlife insurance (through partner institutions) and housing loans.
<b>Shinsei Financial</b>	"Shinsei Financial" provides consumer finance products and services and guarantee services (Shinsei Financial, Shinsei Bank Lake, SHINKI).
<b>APLUS FINANCIAL</b>	"APLUS FINANCIAL" provides installment sales credit, credit cards, guarantees, financing and settlement services.
<b>Others Individual Group</b>	The "Others Individual Group" consists of profit and loss attributable to unallocated consumer finance business and other subsidiaries.

<b>Corporate/Other:</b>	"Corporate/Other" includes company-wide accounts which are not included in our reportable segments, allocation variance of indirect expense and elimination amount of inter-segment transactions.
<b>Treasury</b>	The "Treasury Sub-Group" undertakes ALM related operations and includes gains and losses from equity and subordinated debt financing activities.

## Institutional Group<sup>1</sup> (Consolidated)

(Billions of yen)

	Q1 FY2015 (3 months)	Q1 FY2014 (3 months)	Change (Amount)	FY2014 (12 months)
<b>Institutional Business - Institutional Business:</b>				
Net interest income	2.6	3.3	(0.6)	11.6
Noninterest income	0.8	0.9	(0.1)	5.7
<b>Total revenue</b>	<b>3.5</b>	<b>4.3</b>	<b>(0.8)</b>	<b>17.3</b>
<b>General and administrative expenses</b>	<b>(2.6)</b>	<b>(2.3)</b>	<b>(0.2)</b>	<b>(9.5)</b>
<b>Ordinary business profit</b>	<b>0.8</b>	<b>1.9</b>	<b>(1.0)</b>	<b>7.7</b>
<b>Net credit costs</b>	<b>(0.6)</b>	<b>0.4</b>	<b>(1.0)</b>	<b>(2.2)</b>
<b>Ordinary business profit after net credit costs</b>	<b>0.2</b>	<b>2.3</b>	<b>(2.0)</b>	<b>5.5</b>
<b>Institutional Business - Structured Finance:</b>				
Net interest income	3.1	4.0	(0.9)	12.7
Noninterest income	1.9	2.3	(0.3)	5.5
<b>Total revenue</b>	<b>5.0</b>	<b>6.3</b>	<b>(1.3)</b>	<b>18.3</b>
<b>General and administrative expenses</b>	<b>(1.4)</b>	<b>(1.2)</b>	<b>(0.1)</b>	<b>(5.0)</b>
<b>Ordinary business profit</b>	<b>3.6</b>	<b>5.1</b>	<b>(1.4)</b>	<b>13.2</b>
<b>Net credit costs</b>	<b>7.0</b>	<b>1.2</b>	<b>5.7</b>	<b>6.6</b>
<b>Ordinary business profit after net credit costs</b>	<b>10.7</b>	<b>6.3</b>	<b>4.3</b>	<b>19.9</b>
<b>Principal Transactions :</b>				
Net interest income	1.7	1.5	0.1	12.8
Noninterest income	3.0	6.0	(3.0)	15.9
<b>Total revenue</b>	<b>4.7</b>	<b>7.6</b>	<b>(2.8)</b>	<b>28.7</b>
<b>General and administrative expenses</b>	<b>(1.2)</b>	<b>(1.7)</b>	<b>0.4</b>	<b>(6.2)</b>
<b>Ordinary business profit</b>	<b>3.5</b>	<b>5.9</b>	<b>(2.4)</b>	<b>22.5</b>
<b>Net credit costs</b>	<b>0.0</b>	<b>0.0</b>	<b>(0.0)</b>	<b>(1.7)</b>
<b>Ordinary business profit after net credit costs</b>	<b>3.5</b>	<b>5.9</b>	<b>(2.4)</b>	<b>20.7</b>
<b>Showa Leasing:</b>				
Net interest income	(0.4)	(0.5)	0.0	(2.1)
Noninterest income	3.5	3.6	(0.1)	17.1
<b>Total revenue</b>	<b>3.0</b>	<b>3.0</b>	<b>(0.0)</b>	<b>14.9</b>
<b>General and administrative expenses</b>	<b>(2.0)</b>	<b>(1.9)</b>	<b>(0.0)</b>	<b>(8.1)</b>
<b>Ordinary business profit</b>	<b>1.0</b>	<b>1.1</b>	<b>(0.0)</b>	<b>6.8</b>
<b>Net credit costs</b>	<b>0.9</b>	<b>1.2</b>	<b>(0.3)</b>	<b>1.2</b>
<b>Ordinary business profit after net credit costs</b>	<b>1.9</b>	<b>2.3</b>	<b>(0.3)</b>	<b>8.0</b>
<b>Institutional Group:</b>				
Net interest income	7.0	8.3	(1.3)	35.0
Noninterest income	9.3	13.0	(3.6)	44.3
<b>Total revenue</b>	<b>16.4</b>	<b>21.4</b>	<b>(4.9)</b>	<b>79.4</b>
<b>General and administrative expenses</b>	<b>(7.3)</b>	<b>(7.3)</b>	<b>0.0</b>	<b>(29.0)</b>
<b>Ordinary business profit</b>	<b>9.1</b>	<b>14.1</b>	<b>(4.9)</b>	<b>50.4</b>
<b>Net credit costs</b>	<b>7.3</b>	<b>2.9</b>	<b>4.4</b>	<b>3.9</b>
<b>Ordinary business profit after net credit costs</b>	<b>16.5</b>	<b>17.0</b>	<b>(0.5)</b>	<b>54.3</b>

1. Net of consolidation adjustments, if applicable.

## Global Markets Group<sup>1</sup> (Consolidated)

(Billions of yen)

	Q1 FY2015 (3 months)	Q1 FY2014 (3 months)	Change (Amount)	FY2014 (12 months)
<b>Markets Sub-Group:</b>				
Net interest income	0.3	0.8	(0.5)	2.0
Noninterest income	2.0	1.2	0.8	7.2
<b>Total revenue</b>	<b>2.4</b>	<b>2.1</b>	<b>0.3</b>	<b>9.2</b>
<b>General and administrative expenses</b>	<b>(0.9)</b>	<b>(0.8)</b>	<b>(0.0)</b>	<b>(3.4)</b>
<b>Ordinary business profit</b>	<b>1.5</b>	<b>1.2</b>	<b>0.2</b>	<b>5.8</b>
<b>Net credit costs</b>	<b>0.0</b>	<b>(0.0)</b>	<b>0.0</b>	<b>(0.0)</b>
<b>Ordinary business profit after net credit costs</b>	<b>1.5</b>	<b>1.2</b>	<b>0.2</b>	<b>5.8</b>
<b>Others:</b>				
Net interest income	0.0	0.0	(0.0)	0.1
Noninterest income	0.9	0.6	0.3	3.0
<b>Total revenue</b>	<b>1.0</b>	<b>0.6</b>	<b>0.3</b>	<b>3.2</b>
<b>General and administrative expenses</b>	<b>(0.9)</b>	<b>(0.8)</b>	<b>(0.1)</b>	<b>(3.6)</b>
<b>Ordinary business profit (loss)</b>	<b>0.0</b>	<b>(0.1)</b>	<b>0.2</b>	<b>(0.4)</b>
<b>Net credit costs</b>	<b>(0.0)</b>	<b>0.0</b>	<b>(0.0)</b>	<b>(0.0)</b>
<b>Ordinary business profit after net credit costs (loss)</b>	<b>0.0</b>	<b>(0.1)</b>	<b>0.1</b>	<b>(0.4)</b>
<b>Global Markets Group:</b>				
Net interest income	0.3	0.9	(0.5)	2.2
Noninterest income	3.0	1.8	1.2	10.2
<b>Total revenue</b>	<b>3.4</b>	<b>2.7</b>	<b>0.6</b>	<b>12.5</b>
<b>General and administrative expenses</b>	<b>(1.9)</b>	<b>(1.7)</b>	<b>(0.2)</b>	<b>(7.1)</b>
<b>Ordinary business profit</b>	<b>1.5</b>	<b>1.0</b>	<b>0.4</b>	<b>5.3</b>
<b>Net credit costs</b>	<b>0.0</b>	<b>(0.0)</b>	<b>0.0</b>	<b>(0.0)</b>
<b>Ordinary business profit after net credit costs</b>	<b>1.5</b>	<b>1.0</b>	<b>0.4</b>	<b>5.3</b>

1. Net of consolidation adjustments, if applicable.

## Individual Group (Consolidated)<sup>1</sup>

(Billions of yen)

	Q1 FY2015 (3 months)	Q1 FY2014 (3 months)	Change (Amount)	FY2014 (12 months)
<b>Retail Banking:</b>				
Net interest income	5.4	5.9	(0.4)	23.8
Noninterest income	2.0	1.0	1.0	6.5
<b>Total revenue</b>	<b>7.4</b>	<b>6.9</b>	<b>0.5</b>	<b>30.3</b>
<b>General and administrative expenses</b>	<b>(8.2)</b>	<b>(8.3)</b>	<b>0.0</b>	<b>(34.4)</b>
<b>Ordinary business profit (loss)</b>	<b>(0.7)</b>	<b>(1.4)</b>	<b>0.6</b>	<b>(4.1)</b>
<b>Net credit costs</b>	<b>(0.1)</b>	<b>(0.0)</b>	<b>(0.0)</b>	<b>0.2</b>
<b>Ordinary business profit after net credit costs (loss)</b>	<b>(0.9)</b>	<b>(1.4)</b>	<b>0.5</b>	<b>(3.9)</b>
<b>Shinsei Financial and Shinsei Bank Lake<sup>2</sup>:</b>				
Net interest income	13.2	12.2	0.9	50.5
Noninterest income	(0.5)	(0.6)	0.0	(2.1)
<b>Total revenue</b>	<b>12.7</b>	<b>11.6</b>	<b>1.0</b>	<b>48.4</b>
<b>General and administrative expenses</b>	<b>(7.1)</b>	<b>(6.9)</b>	<b>(0.1)</b>	<b>(28.0)</b>
<b>Ordinary business profit</b>	<b>5.5</b>	<b>4.6</b>	<b>0.9</b>	<b>20.4</b>
<b>Net credit costs</b>	<b>(3.0)</b>	<b>0.1</b>	<b>(3.1)</b>	<b>(8.3)</b>
<b>Ordinary business profit after net credit costs</b>	<b>2.5</b>	<b>4.7</b>	<b>(2.2)</b>	<b>12.1</b>
<b>SHINKI:</b>				
Net interest income	1.7	1.6	0.0	6.7
Noninterest income	(0.1)	(0.1)	0.0	(0.5)
<b>Total revenue</b>	<b>1.6</b>	<b>1.5</b>	<b>0.1</b>	<b>6.2</b>
<b>General and administrative expenses</b>	<b>(0.9)</b>	<b>(1.1)</b>	<b>0.2</b>	<b>(4.4)</b>
<b>Ordinary business profit</b>	<b>0.6</b>	<b>0.3</b>	<b>0.3</b>	<b>1.7</b>
<b>Net credit costs</b>	<b>(0.3)</b>	<b>(0.2)</b>	<b>(0.1)</b>	<b>(1.1)</b>
<b>Ordinary business profit after net credit costs</b>	<b>0.2</b>	<b>0.1</b>	<b>0.1</b>	<b>0.6</b>
<b>APLUS FINANCIAL:</b>				
Net interest income	1.6	1.6	(0.0)	6.4
Noninterest income	11.0	10.5	0.5	43.7
<b>Total revenue</b>	<b>12.6</b>	<b>12.1</b>	<b>0.4</b>	<b>50.1</b>
<b>General and administrative expenses</b>	<b>(9.1)</b>	<b>(9.1)</b>	<b>0.0</b>	<b>(35.5)</b>
<b>Ordinary business profit</b>	<b>3.5</b>	<b>3.0</b>	<b>0.4</b>	<b>14.6</b>
<b>Net credit costs</b>	<b>(1.9)</b>	<b>(2.0)</b>	<b>0.1</b>	<b>(6.7)</b>
<b>Ordinary business profit after net credit costs</b>	<b>1.6</b>	<b>1.0</b>	<b>0.6</b>	<b>7.8</b>
<b>Others<sup>3</sup>:</b>				
Net interest income	0.3	0.3	0.0	1.2
Noninterest income	0.0	0.0	(0.0)	0.2
<b>Total revenue</b>	<b>0.3</b>	<b>0.3</b>	<b>0.0</b>	<b>1.4</b>
<b>General and administrative expenses</b>	<b>(0.1)</b>	<b>(0.1)</b>	<b>(0.0)</b>	<b>(0.6)</b>
<b>Ordinary business profit</b>	<b>0.1</b>	<b>0.2</b>	<b>(0.0)</b>	<b>0.7</b>
<b>Net credit costs</b>	<b>0.1</b>	<b>0.0</b>	<b>0.1</b>	<b>0.1</b>
<b>Ordinary business profit after net credit costs</b>	<b>0.3</b>	<b>0.2</b>	<b>0.0</b>	<b>0.9</b>
<b>Individual Group:</b>				
Net interest income	22.3	21.7	0.5	88.8
Noninterest income	12.5	10.8	1.7	47.8
<b>Total revenue</b>	<b>34.8</b>	<b>32.6</b>	<b>2.2</b>	<b>136.6</b>
<b>General and administrative expenses</b>	<b>(25.6)</b>	<b>(25.7)</b>	<b>0.1</b>	<b>(103.1)</b>
<b>Ordinary business profit</b>	<b>9.2</b>	<b>6.8</b>	<b>2.3</b>	<b>33.4</b>
<b>Net credit costs</b>	<b>(5.3)</b>	<b>(2.2)</b>	<b>(3.1)</b>	<b>(15.7)</b>
<b>Ordinary business profit after net credit costs</b>	<b>3.8</b>	<b>4.6</b>	<b>(0.8)</b>	<b>17.7</b>

1. Net of consolidation adjustments, if applicable.

2. Results for Shinsei Financial and "Shinsei Bank Card Loan - Lake" in the Lake business (started on October 1, 2011) are combined on a management accounting

3. Includes Shinsei Property Finance and unallocated consumer finance business financials.

## Retail Banking Business Revenue by Product (Consolidated) <sup>1</sup>

(Billions of yen)

	Q1 FY2015 (3 months)	Q1 FY2014 (3 months)	Change (Amount)	FY2014 (12 months)
Retail Banking:	7.4	6.9	0.5	30.3
Deposits net interest income	2.8	3.3	(0.5)	13.5
Deposits noninterest income	0.9	0.2	0.7	2.4
Asset management	1.4	1.0	0.3	5.1
Loans	2.3	2.2	0.0	9.1
Shinsei Financial and Shinsei Bank Card Loan - Lake <sup>2</sup>	12.7	11.6	1.0	48.4
SHINKI	1.6	1.5	0.1	6.2
APLUS FINANCIAL	12.6	12.1	0.4	50.1
Others <sup>3</sup>	0.3	0.3	0.0	1.4
<b>Total revenue</b>	<b>34.8</b>	<b>32.6</b>	<b>2.2</b>	<b>136.6</b>

1. Net of consolidation adjustments, if applicable.

2. Results for Shinsei Financial and "Shinsei Bank Card Loan - Lake" in the Lake business (started on October 1, 2011) are combined on a management accounting basis.

3. Includes Shinsei Property Finance and unallocated consumer finance business financials.

## Corporate/Other (Consolidated) <sup>1</sup>

(Billions of yen)

	Q1 FY2015 (3 months)	Q1 FY2014 (3 months)	Change (Amount)	FY2014 (12 months)
<b>Treasury Sub-Group :</b>				
Net interest income	1.3	(0.2)	1.5	0.3
Noninterest income	1.6	1.1	0.4	6.1
<b>Total revenue</b>	<b>3.0</b>	<b>0.9</b>	<b>2.0</b>	<b>6.4</b>
<b>General and administrative expenses</b>	<b>(0.4)</b>	<b>(0.4)</b>	<b>(0.0)</b>	<b>(1.6)</b>
<b>Ordinary business profit</b>	<b>2.5</b>	<b>0.5</b>	<b>2.0</b>	<b>4.8</b>
<b>Net credit costs</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Ordinary business profit after net credit costs</b>	<b>2.5</b>	<b>0.5</b>	<b>2.0</b>	<b>4.8</b>
<b>Corporate/Other (excluding Treasury Sub-Group) <sup>1</sup> :</b>				
Net interest income	(0.0)	(0.0)	(0.0)	(0.0)
Noninterest income	0.2	0.1	0.0	0.3
<b>Total revenue</b>	<b>0.2</b>	<b>0.1</b>	<b>0.0</b>	<b>0.3</b>
<b>General and administrative expenses</b>	<b>0.3</b>	<b>0.1</b>	<b>0.2</b>	<b>(0.7)</b>
<b>Ordinary business profit (loss)</b>	<b>0.5</b>	<b>0.2</b>	<b>0.3</b>	<b>(0.4)</b>
<b>Net credit costs</b>	<b>(0.0)</b>	<b>(0.0)</b>	<b>0.0</b>	<b>0.0</b>
<b>Ordinary business profit after net credit costs (loss)</b>	<b>0.5</b>	<b>0.2</b>	<b>0.3</b>	<b>(0.4)</b>
<b>Corporate/Other <sup>1</sup> :</b>				
Net interest income	1.3	(0.2)	1.5	0.3
Noninterest income	1.8	1.2	0.5	6.4
<b>Total revenue</b>	<b>3.2</b>	<b>1.0</b>	<b>2.1</b>	<b>6.7</b>
<b>General and administrative expenses</b>	<b>(0.0)</b>	<b>(0.2)</b>	<b>0.1</b>	<b>(2.3)</b>
<b>Ordinary business profit</b>	<b>3.1</b>	<b>0.7</b>	<b>2.3</b>	<b>4.3</b>
<b>Net credit costs</b>	<b>(0.0)</b>	<b>(0.0)</b>	<b>0.0</b>	<b>0.0</b>
<b>Ordinary business profit after net credit costs</b>	<b>3.1</b>	<b>0.7</b>	<b>2.3</b>	<b>4.3</b>

1. "Corporate/Other" includes company-wide accounts which are not included in our reportable segments, allocation variance of indirect expense and elimination amount of inter-segment transactions.



## Major Balance Sheet Data (Consolidated)

	<i>(Billions of yen)</i>		
	June 30 2015	March 31 2015	Change (Amount)
Loans and bills discounted	4,384.6	4,461.2	(76.5)
Installment receivables	464.7	459.1	5.5
Leased assets, lease receivables and leased investment assets	243.3	244.6	(1.3)
Securities	1,495.8	1,477.3	18.5
Other monetary claims purchased	87.8	93.4	(5.6)
Other interest earning assets <sup>1</sup>	1,021.0	973.7	47.2
Trading assets	313.9	317.3	(3.4)
Monetary assets held in trust	256.7	233.9	22.8
Goodwill, net	21.8	23.1	(1.3)
Other intangible assets <sup>2</sup>	5.7	6.3	(0.5)
Other assets	508.1	415.8	92.2
Customer's liabilities for acceptances and guarantees	310.0	291.7	18.2
Reserve for credit losses	(101.4)	(108.2)	6.7
<b>Total assets</b>	<b>9,012.5</b>	<b>8,889.8</b>	<b>122.6</b>
Deposits and negotiable certificates of deposit	5,502.1	5,452.7	49.4
Borrowed money	777.1	805.2	(28.0)
Corporate bonds	169.2	157.5	11.7
Other interest bearing liabilities <sup>3</sup>	607.9	490.8	117.0
Trading liabilities	259.1	267.9	(8.7)
Reserve for losses on interest repayments	159.5	170.2	(10.6)
Other liabilities	451.0	499.7	(48.6)
Acceptances and guarantees	310.0	291.7	18.2
<b>Total liabilities</b>	<b>8,236.5</b>	<b>8,136.0</b>	<b>100.4</b>
<b>Total equity</b>	<b>776.0</b>	<b>753.7</b>	<b>22.2</b>

1. Includes cash and due from banks, call loans, receivables under resale agreements and collateral related to securities borrowing transactions.

2. Intangible assets recorded through consolidation of Shinsei Financial and Showa Leasing.

3. Includes call money, payables under repurchase agreements, collateral related to securities lending transactions, debentures and short-term corporate bonds.

### Reserve for Credit Losses (Consolidated)

	<i>(Billions of yen)</i>		
	June 30 2015	Marh 31 2015	Change (Amount)
General reserve for loan losses	62.0	60.2	1.8
Specific reserve for loan losses	39.3	47.9	(8.6)
Reserve for loans to restructuring countries	0.0	0.0	-
<b>Total reserve for credit losses</b>	<b>101.4</b>	<b>108.2</b>	<b>(6.7)</b>

### Risk-Monitored Loans (Consolidated)

	<i>(Billions of yen)</i>		
	June 30 2015	Marh 31 2015	Change (Amount)
Loans to bankrupt obligors	3.3	3.2	0.0
Nonaccrual delinquent loans	68.2	87.7	(19.5)
Loans past due for three months or more	1.7	1.3	0.3
Restructured loans	28.5	29.1	(0.5)
<b>Total (A)</b>	<b>101.8</b>	<b>121.5</b>	<b>(19.7)</b>
<b>Loans and bills discounted (B)</b>	<b>4,384.6</b>	<b>4,461.2</b>	<b>(76.5)</b>
Ratio to total loans and bills discounted (A/B X 100) (%)	2.32%	2.72%	
<b>Reserve for credit losses (C)</b>	<b>101.4</b>	<b>108.2</b>	<b>(6.7)</b>
Reserve ratio (C/A X 100) (%)	99.6%	89.1%	

## Loans by Borrower Industry (Consolidated)

(Billions of yen)

	June 30 2015	Marh 31 2015	Change (Amount)
Domestic offices (excluding Japan offshore market account):			
Manufacturing	193.7	197.8	(4.0)
Agriculture and forestry	0.1	0.1	(0.0)
Fishery	0.0	0.0	0.0
Mining, quarrying and gravel extraction	0.1	0.1	0.0
Construction	9.2	10.7	(1.5)
Electric power, gas, heat supply and water supply	204.8	204.6	0.1
Information and communications	38.1	39.6	(1.4)
Transportation and postal service	187.9	187.9	(0.0)
Wholesale and retail	89.3	99.2	(9.8)
Finance and insurance	568.4	628.6	(60.1)
Real estate	571.5	549.0	22.4
Services	308.7	344.4	(35.6)
Local government	81.0	94.2	(13.1)
Others	2,050.2	2,023.4	26.8
Loans to individual customers (Retail Banking, Shinsei Bank Lake, Shinsei Financial, SHINKI and APLUS FINANCIAL)	1,740.6	1,727.1	13.5
<b>Total domestic (A)</b>	<b>4,303.7</b>	<b>4,380.2</b>	<b>(76.4)</b>
Overseas offices (including Japan offshore market accounts):			
Governments	1.1	1.1	-
Financial institutions	-	-	-
Others	79.7	79.8	(0.1)
<b>Total overseas (B)</b>	<b>80.9</b>	<b>81.0</b>	<b>(0.1)</b>
<b>Total (A+B)</b>	<b>4,384.6</b>	<b>4,461.2</b>	<b>(76.5)</b>

## Securities Being Held to Maturity (Consolidated)

	June 30, 2015			March 31, 2015		
	Carrying amount	Fair value	Unrealized gain (loss)	Carrying amount	Fair value	Unrealized gain (loss)
Fair value exceeds carrying amount						
Japanese national government bonds	553.2	555.9	2.6	508.5	511.0	2.4
Other	37.6	39.9	2.3	39.0	41.6	2.6
Subtotal	590.9	595.9	4.9	547.5	552.6	5.0
Fair value does not exceed carrying amount						
Japanese national government bonds	36.8	36.8	(0.0)	96.9	96.8	(0.0)
Other	-	-	-	-	-	-
Subtotal	36.8	36.8	(0.0)	96.9	96.8	(0.0)
<b>Total</b>	<b>627.8</b>	<b>632.8</b>	<b>4.9</b>	<b>644.5</b>	<b>649.5</b>	<b>5.0</b>

## Securities Available for Sale (Consolidated)

(Billions of yen)

	June 30, 2015			March 31, 2015		
	Carrying amount (Fair value)	Amortized/ Acquisition cost	Unrealized gain (loss)	Carrying amount (Fair value)	Amortized/ Acquisition cost	Unrealized gain (loss)
Carrying amount exceeds amortized/acquisition cost						
Equity securities	26.0	12.6	13.4	24.7	12.0	12.7
Domestic bonds	61.0	60.5	0.4	127.8	127.2	0.6
Japanese national government bonds	30.2	30.1	0.0	100.4	100.3	0.0
Japanese local government bonds	0.5	0.5	0.0	0.5	0.5	0.0
Japanese corporate bonds	30.3	29.8	0.4	26.9	26.3	0.5
Other	167.9	163.9	3.9	148.1	143.3	4.8
Foreign securities	157.7	154.6	3.0	140.9	137.0	3.9
Foreign currency denominated foreign corporate and government bonds	79.4	77.6	1.7	81.5	79.3	2.2
Yen-denominated foreign corporate and government bonds	76.7	75.7	0.9	57.5	56.4	1.1
Foreign equity securities and others	1.6	1.2	0.3	1.7	1.1	0.5
Other securities	9.5	8.6	0.8	6.4	5.5	0.9
Other monetary claims purchased	0.6	0.6	0.0	0.7	0.7	0.0
Subtotal	255.0	237.1	17.8	300.7	282.5	18.1
Carrying amount does not exceed amortized/acquisition cost						
Equity securities	0.8	1.0	(0.2)	0.8	1.0	(0.2)
Domestic bonds	417.9	419.7	(1.8)	341.9	343.7	(1.8)
Japanese national government bonds	378.9	380.0	(1.0)	284.8	285.6	(0.7)
Japanese local government bonds	-	-	-	-	-	-
Japanese corporate bonds	38.9	39.7	(0.7)	57.0	58.1	(1.0)
Other	85.6	86.8	(1.2)	82.6	82.7	(0.1)
Foreign securities	77.1	78.1	(1.0)	75.4	75.5	(0.0)
Foreign currency denominated foreign corporate and government bonds	56.1	57.0	(0.9)	36.2	36.2	(0.0)
Yen-denominated foreign corporate and government bonds	17.5	17.5	(0.0)	39.2	39.2	(0.0)
Foreign equity securities and others	3.5	3.6	(0.1)	0.0	0.0	-
Other securities	3.6	3.7	(0.0)	2.2	2.3	(0.0)
Other monetary claims purchased	4.8	4.9	(0.0)	4.8	4.9	(0.0)
Subtotal	504.4	507.7	(3.2)	425.4	427.6	(2.2)
<b>Total<sup>1, 2</sup></b>	<b>759.4</b>	<b>744.8</b>	<b>14.6</b>	<b>726.2</b>	<b>710.2</b>	<b>15.9</b>

1. Includes a part of other monetary claims purchased in addition to securities available for sale. Total amounts of securities available for sale excluding such other monetary claims purchased as of June 30, 2015 and March 31, 2015 were ¥753.9 billion and ¥720.5 billion, respectively.

2. Securities whose fair value cannot be reliably determined are not included.

## Unrealized Gain (Loss) on Available-for-Sale Securities (Consolidated)

(Billions of yen)

	June 30, 2015	March 31, 2015
Unrealized gain (loss) before deferred tax on:		
Available-for-sale securities	14.6	15.9
The Bank's interests in available-for-sale securities held by partnerships recorded as securities whose fair value cannot be reliably determined and other adjustments	1.9	1.1
Securities being held to maturity, reclassified from available-for-sale in the past, under extremely illiquid market conditions	(1.9)	(2.1)
Other monetary assets held in trust	(1.0)	(1.2)
(-) Deferred tax liabilities	2.8	2.8
Unrealized gain (loss) on available-for-sale securities before interest adjustments	10.7	10.8
(-) Noncontrolling interests	0.1	0.1
(+) The Bank's interests in unrealized gain (loss) on available-for-sale securities held by affiliates to which the equity method is applied	0.0	0.0
Unrealized gain (loss) on available-for-sale securities	10.7	10.8

## Deposits (Consolidated)

	<i>(Billions of yen)</i>		
	<b>June 30 2015</b>	March 31 2015	Change (Amount)
Deposits	<b>5,393.2</b>	5,367.1	26.0
Liquid (current, ordinary, notice) deposits	<b>2,015.9</b>	2,048.3	(32.4)
Time deposits <sup>1</sup>	<b>3,008.5</b>	2,954.1	54.3
Other	<b>368.8</b>	364.6	4.1
Negotiable certificates of deposits (NCDs)	<b>108.9</b>	85.5	23.3
<b>Total</b>	<b>5,502.1</b>	5,452.7	49.4

1. Includes two-week maturity deposits

## Financial Ratios (Consolidated)

	Q1 FY2015 (3 months)	Q1 FY2014 (3 months)	FY2014 (12 months)
Return on assets <sup>1</sup>	1.0% <sup>5</sup>	0.9% <sup>5</sup>	0.7%
Return on equity <sup>2</sup>	12.2% <sup>5</sup>	12.1% <sup>5</sup>	9.8%
Return on equity (fully diluted) <sup>3</sup>	12.2% <sup>5</sup>	12.1% <sup>5</sup>	9.8%
Cash basis return on assets <sup>1</sup>	1.1% <sup>5</sup>	0.9% <sup>5</sup>	0.8%
Cash basis return on equity <sup>2,4</sup>	13.7% <sup>5</sup>	14.0% <sup>5</sup>	11.4%
Cash basis return on equity (fully diluted) <sup>3,4</sup>	13.7% <sup>5</sup>	14.0% <sup>5</sup>	11.4%
Expense-to-revenue ratio <sup>6,7</sup>	60.3%	60.5%	60.2%

1. Return on assets:

Profit (Loss) Attributable to Owners of Parent	BOP: beginning of period
(Total assets at the BOP + Total assets at the EOP)/2	EOP: end of period

For the calculation of cash basis return on assets, goodwill and other intangible assets are excluded from the amount of total assets.

2. Return on equity:

Profit (Loss) Attributable to Owners of Parent
(Total equity eligible for common shareholders at the BOP + Total equity eligible for common shareholders at the EOP)/2

3. Return on equity (fully diluted):

Profit (Loss) Attributable to Owners of Parent
((Total equity at the BOP - Share warrants at the BOP - Noncontrolling interests at the BOP) + (Total equity at the EOP - Share warrants at the EOP - Noncontrolling interests at the EOP))/2

4. The denominator is calculated as:

((Total capital – goodwill – intangible assets acquired in business combinations (net of associated deferred tax liability) at the beginning of the period) + (the same values at the end of the period))/2.

5. Annualized basis.

6. Management accounting basis.

7. Expense denotes general and administrative expenses.

## Capital Adequacy Ratios (Consolidated)

<Basel 3, Domestic Standard<sup>1</sup>>

	<i>(Billions of yen, except percentages)</i>		
	June 30 2015	Mar 31 2015	Change (Amount)
Core capital: instruments and reserves	909.0	882.3	26.7
Core capital: regulatory adjustments	(38.6)	(40.4)	1.7
Capital	870.4	841.9	28.4
Total amount of Risk-weighted assets	5,748.5	5,661.9	86.6
Capital ratio	15.14%	14.86%	

1. Calculated according to F-IRB.

Consolidated total required capital is ¥490.7billion as at June 30, 2015, ¥490.6 billion as at March 31, 2015.

## Per Share Data (Consolidated)

	Q1 FY2015 (3 months)	Q1 FY2014 (3 months)	Change (Amount)	FY2014 (12 months)
Common equity	283.96	253.54	30.42	275.45
Fully diluted equity	283.96	253.54	30.42	275.45
Basic net income	8.48	7.53	0.95	25.57
Diluted net income	8.48	7.53	0.95	25.57
Cash basis:				
Basic net income	9.15	8.28	0.86	28.42
Diluted net income	9.15	8.28	0.86	28.42
For calculation of per share data (Does not include treasury shares) :				
Equity:				
Number of common shares (Consolidated) <sup>1</sup>	2,653,918,339	2,653,919,247		2,653,918,339
Fully diluted number of shares (Consolidated) <sup>1</sup>	2,653,923,680	2,653,919,247		2,653,918,339
Net income:				
Number of common shares (Consolidated) <sup>2</sup>	2,653,918,339	2,653,919,247		2,653,918,675
Fully diluted number of shares (Consolidated) <sup>2</sup>	2,653,923,680	2,653,919,247		2,653,918,675

1. Outstanding shares at the end of the respective periods.

2. Weighted average number of outstanding shares during the respective period.

**Consolidated Balance Sheets (Unaudited)**
*(Millions of yen)*

	June 30 2015	March 31 2015	Change (Amount)
<b>&lt;&lt;Assets&gt;&gt;</b>			
Cash and due from banks	922,299	881,776	40,523
Call loans and bills bought	20,000	30,000	(10,000)
Receivables under resale agreements	53,216	53,216	-
Receivables under securities borrowing transactions	25,487	8,750	16,736
Other monetary claims purchased	87,805	93,412	(5,606)
Trading assets	313,926	317,399	(3,473)
Monetary assets held in trust	256,797	233,918	22,879
Securities	1,495,887	1,477,352	18,534
Loans and bills discounted	4,384,698	4,461,281	(76,583)
Foreign exchanges	16,758	18,537	(1,778)
Lease receivables and leased investment assets	222,417	227,047	(4,630)
Other assets	888,183	788,647	99,536
Premises and equipment	49,527	46,285	3,242
Intangible assets	47,539	49,655	(2,115)
Goodwill	21,844	23,197	(1,353)
Assets for retirement benefits	3,659	3,625	34
Deferred issuance expenses for debentures	8	12	(3)
Deferred tax assets	15,690	15,373	316
Customers' liabilities for acceptances and guarantees	310,072	291,795	18,277
Reserve for credit losses	(101,433)	(108,232)	6,799
<b>Total assets</b>	<b>9,012,542</b>	<b>8,889,853</b>	<b>122,688</b>
<b>&lt;&lt;Liabilities&gt;&gt;</b>			
Deposits	5,393,228	5,367,167	26,060
Negotiable certificates of deposit	108,939	85,565	23,374
Debentures	28,020	32,300	(4,279)
Call money and bills sold	330,000	230,000	100,000
Payables under repurchase agreements	45,770	29,152	16,617
Payables under securities lending transactions	99,935	103,369	(3,434)
Trading liabilities	259,197	267,976	(8,778)
Borrowed money	777,175	805,217	(28,041)
Foreign exchanges	19	27	(7)
Short-term corporate bonds	104,200	96,000	8,200
Corporate bonds	169,294	157,505	11,789
Other liabilities	439,668	481,359	(41,691)
Accrued employees' bonuses	2,597	8,774	(6,177)
Accrued directors' bonuses	26	88	(61)
Liabilities for retirement benefits	8,061	8,749	(687)
Reserve for directors' retirement benefits	-	95	(95)
Reserve for losses on interest repayments	159,562	170,250	(10,688)
Deferred tax liabilities	730	694	35
Acceptances and guarantees	310,072	291,795	18,277
<b>Total liabilities</b>	<b>8,236,501</b>	<b>8,136,091</b>	<b>100,410</b>
<b>&lt;&lt;Equity&gt;&gt;</b>			
<b>Shareholders' equity:</b>			
Common stock	512,204	512,204	-
Capital surplus	79,461	79,461	(0)
Retained earnings	229,287	209,419	19,868
Treasury stock, at cost	(72,558)	(72,558)	-
<b>Total shareholders' equity</b>	<b>748,395</b>	<b>728,526</b>	<b>19,868</b>
<b>Accumulated other comprehensive income:</b>			
Unrealized gain (loss) on available-for-sale securities	10,703	10,830	(127)
Deferred gain (loss) on derivatives under hedge accounting	(9,811)	(11,501)	1,690
Foreign currency translation adjustments	4,674	3,682	992
Defined retirement benefit plans	(329)	(515)	186
<b>Total accumulated other comprehensive income</b>	<b>5,237</b>	<b>2,496</b>	<b>2,741</b>
Stock acquisition rights	514	1,211	(696)
Noncontrolling interests	21,893	21,528	364
<b>Total equity</b>	<b>776,040</b>	<b>753,762</b>	<b>22,277</b>
<b>Total liabilities and equity</b>	<b>9,012,542</b>	<b>8,889,853</b>	<b>122,688</b>



## Consolidated Statements of Income (Unaudited)

(Millions of yen)

	Q1 FY2015 (3 months)	Q1 FY2014 (3 months)	Change (Amount)	FY2014 (12 months)
<b>Ordinary income</b>	<b>94,474</b>	98,299	(3,824)	397,394
Interest income	35,598	36,916	(1,317)	148,626
Interest on loans and bills discounted	30,996	31,648	(652)	125,085
Interest and dividends on securities	4,005	4,527	(521)	20,713
Other interest income	596	739	(143)	2,827
Fees and commissions income	11,610	10,189	1,420	45,869
Trading income	3,322	3,700	(378)	11,716
Other business income	36,450	38,050	(1,600)	154,695
Other ordinary income	7,492	9,442	(1,949)	36,485
<b>Ordinary expenses</b>	<b>71,560</b>	76,941	(5,381)	324,311
Interest expenses	4,458	6,015	(1,556)	22,164
Interest on deposits	1,665	3,168	(1,502)	10,749
Interest on borrowings	1,200	1,163	37	4,730
Interest on corporate bonds	1,140	1,327	(186)	5,175
Other interest expenses	451	356	95	1,508
Fees and commissions expenses	5,322	5,371	(48)	21,171
Trading losses	43	108	(64)	189
Other business expenses	23,969	24,623	(653)	99,715
General and administrative expenses	37,118	37,885	(767)	152,895
Amortization of goodwill	1,353	1,517	(164)	5,780
Amortization of intangible assets acquired in business combinations	592	760	(168)	2,832
Other general and administrative expenses	35,172	35,607	(434)	144,282
Other ordinary expenses	646	2,937	(2,290)	28,175
Provision of reserve for credit losses	-	952	(952)	15,060
Other	646	1,984	(1,338)	13,114
<b>Ordinary profit</b>	<b>22,914</b>	21,358	1,556	73,082
Extraordinary gains	710	350	360	1,357
Extraordinary losses	81	222	(140)	1,679
<b>Income before income taxes</b>	<b>23,543</b>	21,486	2,057	72,760
Income taxes (benefit)	822	681	140	3,358
<b>Profit</b>	<b>22,721</b>	20,804	1,916	69,402
Profit attributable to noncontrolling interests	198	809	(610)	1,528
<b>Profit attributable to owners of parent</b>	<b>22,522</b>	19,994	2,527	67,873

## Consolidated Statements of Comprehensive Income (Unaudited)

(Millions of yen)

	Q1 FY2015 (3 months)	Q1 FY2014 (3 months)	Change (Amount)	FY2014 (12 months)
Profit	22,721	20,804	1,916	69,402
Other comprehensive income				
Unrealized gain (loss) on available-for-sale securities	(133)	604	(737)	4,559
Deferred gain (loss) on derivatives under hedge accounting	1,690	(612)	2,302	(2,731)
Foreign currency translation adjustments	531	(363)	895	1,556
Defined retirement benefit plans	186	556	(370)	5,329
Share of other comprehensive income in affiliates	652	15	637	3,251
Other comprehensive income	2,927	200	2,726	11,966
Comprehensive income	25,649	21,005	4,643	81,368
(Breakdown)				
Attributable to:				
Owners of parent	25,263	20,294	4,969	78,426
Noncontrolling interests	385	711	(325)	2,941

## Consolidated Composition of Capital Disclosure

<Basel 3, Domestic Standard>

	<i>Millions of yen (except percentages)</i>	
	<b>June 30 2015</b>	<b>Amounts excluded under transitional arrangements</b>
<b>Core capital: instruments and reserves</b>		
Directly issued qualifying common share capital or preferred share capital with a compulsory conversion clause plus related capital surplus and retained earnings	748,395	
of which: capital and capital surplus	591,666	
of which: retained earnings	229,287	
of which: treasury stock (-)	(72,558)	
of which: earning to be distributed (-)	-	
of which: other than above	-	
Accumulated other comprehensive income (amount allowed to be included in Core capital)	4,608	(263)
of which: foreign currency translation adjustment	4,674	
of which: amount related defined benefit	(65)	(263)
Stock acquisition right to common shares and preferred shares with a compulsory conversion clause	514	
Adjusted noncontrolling interests (amount allowed to be included in Core capital)	-	
Total of reserves included in Core capital: instruments and reserves	7,843	
of which: general reserve for loan losses included in Core capital	833	
of which: eligible provision included in Core capital	7,010	
Eligible noncumulative perpetual preferred shares subject to transitional arrangements (amount allowed to be included in Core capital: instruments and reserves)	-	
Eligible capital instruments subject to transitional arrangements (amount allowed to be included in Core capital: instruments and reserves)	143,788	
Capital instruments issued through measures for capital enhancement by public institutions (amount allowed to be included in Core capital: instruments and reserves)	-	
Land revaluation excess after 55% discount (amount allowed to be included in Core capital: instruments and reserves)	-	
Noncontrolling interests subject to transitional arrangements (amount allowed to be included in Core capital: instruments and reserves)	3,934	
<b>Core capital: instruments and reserves</b>	<b>909,086</b>	
<b>Core capital: regulatory adjustments</b>		
Total amount of intangible assets (excluding those relating to mortgage servicing rights)	28,367	10,677
of which: goodwill (including those equivalent)	21,844	-
of which: other intangibles other than goodwill and mortgage servicing rights	6,523	10,677
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	1,524	6,097
Shortfall of eligible provisions to expected losses	-	-
Gain on sale of securitization	8,282	-
Gains and losses due to changes in own credit risk on fair valued liabilities	-	-
Net defined benefit asset	489	1,959
Investments in own shares (excluding those reported in the net assets section)	0	2
Reciprocal cross-holdings in common equity	-	-
Investments in the capital banking, financial and insurance entities that are outside the scope of regulatory consolidation ("Other Financial Institutions"), net of eligible short positions, where the bank does not own more than 10% of the issued share capital (amount above the 10% threshold)	-	-
Amount exceeding the 10% threshold on specific items	-	-
of which: significant investments in the common stock of Other Financial Institutions, net of eligible short positions	-	-
of which: mortgage servicing rights	-	-
of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-
Amount exceeding the 15% threshold on specific items	-	-
of which: significant investments in the common stock of Other Financial Institutions, net of eligible short positions	-	-
of which: mortgage servicing rights	-	-
of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-
<b>Core capital: regulatory adjustments</b>	<b>38,665</b>	
<b>Capital (consolidated)</b>	<b>870,421</b>	
<b>Risk-weighted assets</b>		
Total amount of credit risk-weighted assets	5,180,805	
of which: total amount included in risk-weighted assets by transitional arrangements	(16,907)	
of which: intangible assets (excluding those relating to goodwill and mortgage servicing rights)	10,677	
of which: deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	6,097	
of which: net defined benefit asset	1,959	
of which: significant investments in the common stock of Other Financial Institutions (net of eligible short positions)	(35,646)	
of which: other than above	5	
Market risk (derived by multiplying the capital requirement by 12.5)	209,508	
Operational risk (derived by multiplying the capital requirement by 12.5)	358,265	
Credit risk adjustments	-	
Operational risk adjustments	-	
<b>Total amount of Risk-weighted assets</b>	<b>5,748,579</b>	
<b>Capital ratio (consolidated)</b>	<b>15.14%</b>	

## Results of Operations (Nonconsolidated)

(Billions of yen)

	Q1 FY2015 (3 months)	Q1 FY2014 (3 months)	Change (Amount)	FY2014 (12 months)
Net interest income	24.5	24.2	0.3	91.8
Noninterest income	6.6	8.6	(2.0)	25.7
Net fees and commissions <sup>1</sup>	2.4	6.5	(4.0)	10.1
Net trading income	1.3	1.8	(0.5)	4.5
Net other business income	2.8	0.2	2.5	11.0
<b>Total revenue<sup>1</sup></b>	<b>31.2</b>	<b>32.8</b>	<b>(1.6)</b>	<b>117.5</b>
Personnel expenses	(6.7)	(5.7)	(0.9)	(24.4)
Nonpersonnel expenses	(10.5)	(11.6)	1.0	(46.2)
Taxes	(1.3)	(1.1)	(0.1)	(4.5)
<b>General and administrative expenses</b>	<b>(18.5)</b>	<b>(18.4)</b>	<b>(0.0)</b>	<b>(75.2)</b>
<b>Net business profit<sup>1</sup></b>	<b>12.6</b>	<b>14.3</b>	<b>(1.7)</b>	<b>42.3</b>
<b>Other gains (losses)</b>				
Gains (losses) on the sales of equities	0.3	0.0	0.2	4.1
Net provision of reserve for credit losses <sup>2</sup>	6.0	2.4	3.6	5.6
Losses on write-off of loans	(0.0)	(0.4)	0.4	(3.6)
Recoveries of written-off claims	0.1	0.9	(0.7)	2.1
Expenses for employees' retirement benefits	(0.2)	(0.5)	0.3	(2.0)
Others	(0.1)	0.2	(0.4)	(0.6)
<b>Net ordinary income</b>	<b>18.7</b>	<b>17.1</b>	<b>1.6</b>	<b>47.8</b>
<b>Special gains (losses)</b>				
Gains (losses) from sales of fixed assets and impairment losses	(0.0)	(0.2)	0.1	(1.2)
Other special gains (losses)	0.5	(0.2)	0.7	(0.1)
<b>Income before income taxes</b>	<b>19.2</b>	<b>16.6</b>	<b>2.5</b>	<b>46.3</b>
Income taxes - Current	0.2	(0.0)	0.2	0.4
Income taxes - Deferred	0.0	0.0	(0.0)	(1.0)
<b>Net income</b>	<b>19.4</b>	<b>16.7</b>	<b>2.7</b>	<b>45.7</b>

1. Includes income from monetary assets held in trust of ¥3.2 billion in Q1FY2015, ¥7.0 billion in Q1FY2014 and ¥9.0 billion in FY2014.

2. Reversals of reserve for loan losses was ¥6.0 billion in Q1FY2015, ¥2.4 billion in Q1FY2014 and ¥5.6 billion in FY2014.

The gap between nonconsolidated basis net income and consolidated basis net income results from factors such as profits or losses at our consolidated subsidiaries including Showa Leasing, Shinsei Financial, APLUS FINANCIAL and SHINKI, gains or losses on our investment in our equity method affiliate, Jih Sun Financial Holding Co., Ltd., and whether or not dividends are received from our consolidated subsidiaries.

It should be noted that gains (losses) on the sale of equities and impairments are recorded as other business income in the consolidated financial statements, reflecting the nature of the transaction. However, in the preceding nonconsolidated information, the same transactions are recorded as other gains (losses) in accordance with reporting requirements of the Revitalization Plan.

Total revenue of Shinsei Bank on a nonconsolidated basis was ¥31.2 billion in the first quarter of fiscal year 2015, decreased ¥1.6 billion compared to the first quarter of fiscal year 2014. Of this, net interest income was ¥24.5 billion in the first quarter of fiscal year 2015, increased ¥0.3 billion from the first quarter of fiscal year 2014. This net interest income growth is the result of a reduction in funding costs reflecting the maturation of high interest rate time deposits in the previous fiscal year as well as the growth of net interest income from the consumer finance business more than offsetting a decrease in dividend income received from subsidiaries from ¥4.8 billion in the first quarter of fiscal year 2014 (¥2.9 billion from Shinsei Financial, ¥1.0 billion from Shinsei Trust and Banking, ¥0.8 billion from Showa Leasing) to ¥3.8 billion in the first quarter of fiscal year 2015 (¥2.9 billion from Shinsei Financial, ¥0.8 billion from Showa Leasing). On the other hand, noninterest income was ¥6.6 billion, down ¥2.0 billion compared to the first quarter of fiscal year 2014. This was due to the absence of major revenues in the Institutional Group which were recorded in the first quarter of fiscal year 2014, despite the recording of strong revenues in the retail banking business.

General and administrative expenses of ¥18.5 billion were recorded in the first quarter of fiscal year 2015, slightly increased from ¥18.4 billion recorded in the first quarter of fiscal year 2014. This was due to the investment of resources necessary in order to stabilize and expand the business base of the Bank.

As a result of the preceding, Shinsei Bank recorded a nonconsolidated net business profit of ¥12.6 billion for the first quarter of fiscal year 2015, decreased ¥1.7 billion from the first quarter of fiscal year 2014. At the same time, it should be noted that in the first quarter of fiscal year 2015, due to factors such as net credit costs improving ¥3.2 billion compared to the first quarter of fiscal year 2014, net income for the first quarter of fiscal year 2015 was ¥19.4 billion, increased ¥2.7 billion from the first quarter of fiscal year 2014.

## Interest-Earning Assets and Interest-Bearing Liabilities (Nonconsolidated)

*(Billions of yen, except percentages)*

	Q1 FY2015 (3 months)			Q1 FY2014 (3 months)			FY2014 (12 months)		
	Average balance	Interest	Yield/rate <sup>1</sup> (%)	Average balance	Interest	Yield/rate <sup>1</sup> (%)	Average balance	Interest	Yield/rate <sup>1</sup> (%)
<b>Interest-earning assets:</b>									
Loans and bills discounted	4,184.8	19.6	1.88	4,088.3	19.1	1.88	4,088.0	75.8	1.85
Securities	1,909.5	8.0	1.70	2,104.4	10.0	1.92	1,982.3	33.0	1.66
Other interest-earning assets <sup>2,3</sup>	348.4	0.6	***	387.9	0.8	***	374.5	3.2	***
<b>Total interest-earning assets</b>	<b>6,442.8</b>	<b>28.4</b>	<b>1.77</b>	<b>6,580.7</b>	<b>30.1</b>	<b>1.83</b>	<b>6,444.9</b>	<b>112.1</b>	<b>1.73</b>
<b>Interest-bearing liabilities:</b>									
Deposits, including negotiable certificates of deposit	5,604.0	1.6	0.12	5,936.5	3.2	0.21	5,744.3	10.8	0.18
Borrowed money	438.3	0.5	0.50	371.9	0.5	0.64	410.3	2.2	0.55
Subordinated debt	58.4	0.4	2.84	67.4	0.4	2.71	61.7	1.7	2.78
Other borrowed money	379.9	0.1	0.14	304.5	0.1	0.18	348.5	0.5	0.16
Corporate bonds	149.4	1.3	3.71	221.4	2.1	3.81	194.8	6.8	3.49
Subordinated bonds	138.1	1.3	3.99	216.9	2.1	3.89	185.8	6.7	3.64
Other corporate bonds	11.3	0.0	0.34	4.5	0.0	0.21	8.9	0.0	0.28
Other interest-bearing liabilities <sup>2</sup>	616.3	0.3	***	795.1	0.2	***	681.8	0.9	***
<b>Total interest-bearing liabilities</b>	<b>6,808.1</b>	<b>3.9</b>	<b>0.23</b>	<b>7,325.2</b>	<b>6.1</b>	<b>0.33</b>	<b>7,031.3</b>	<b>20.9</b>	<b>0.29</b>
<b>Net interest income/yield on interest-earning assets</b>	<b>6,442.8</b>	<b>24.5</b>	<b>1.52</b>	<b>6,580.7</b>	<b>24.0</b>	<b>1.46</b>	<b>6,444.9</b>	<b>91.1</b>	<b>1.41</b>

1. Percentages have been rounded from the third decimal place.

2. Other interest-earning assets and other interest-bearing liabilities include interest swaps.

3. Excludes average balance of noninterest-earning assets.

## Interest spread (All, Domestic) (Nonconsolidated)

	<i>(Percentages)</i>			
	Q1 FY2015 (3 months)	Q1 FY2014 (3 months)	Change	FY2014 (12 months)
Yield on interest earning assets (A)	1.77	1.83	(0.06)	1.73
Total cost of funding (B)	1.33	1.34	(0.01)	1.36
Cost of interest bearing liabilities (C)	0.23	0.33	(0.10)	0.29
Overall interest spread (A) – (B)	0.44	0.49	(0.05)	0.37
Net interest margin (A) – (C)	1.54	1.50	0.04	1.44

Total cost of funding includes expenses as a part of funding costs

	<i>(Percentages)</i>			
	Q1 FY2015 (3 months)	Q1 FY2014 (3 months)	Change	FY2014 (12 months)
Yield on interest earning assets (A)	1.67	1.79	(0.12)	1.71
Interest earned on loans and bills discounted	1.90	1.87	0.03	1.85
Interest earned on securities	1.54	1.79	(0.25)	1.63
Total cost of funding (B) <sup>(2)</sup>	1.29	1.29	0.00	1.33
Cost of interest bearing liabilities (C)	0.15	0.24	(0.09)	0.22
Interest paid on deposits <sup>(3)</sup>	0.09	0.19	(0.10)	0.15
Overall interest spread (A) – (B)	0.38	0.50	(0.12)	0.38
Net interest margin (A) – (C)	1.52	1.55	(0.03)	1.49

(1) Domestic includes transactions denominated in Japanese yen for residents in Japan (excluding the special international financial transaction accounts).

(2) Total cost of funding includes expenses as a part of funding costs

(3) Deposits include Negotiable certificates of deposits (NCDs)

## Gains (Losses) on Securities (Nonconsolidated)

	<i>(Billions of yen)</i>			
	Q1 FY2015 (3 months)	Q1 FY2014 (3 months)	Change (Amount)	FY2014 (12 months)
<b>Gains (losses) on bonds</b>	<b>0.9</b>	0.9	0.0	2.6
Gains on sales	1.3	1.0	0.3	5.2
Gains on redemption	-	-	-	0.0
Losses on sales	(0.3)	(0.0)	(0.3)	(0.5)
Losses on redemption	-	-	-	-
Losses on devaluation	-	-	-	(2.0)
<b>Gains (losses) on stocks</b>	<b>0.3</b>	0.0	0.2	4.1
Gains on sales	0.3	0.2	0.1	4.5
Losses on sales	(0.0)	(0.0)	(0.0)	(0.0)
Losses on devaluation	-	(0.1)	0.1	(0.4)

## Net Credit Costs (Nonconsolidated) <sup>1</sup>

(Billions of yen)

	Q1 FY2015 (3 months)	Q1 FY2014 (3 months)	Change (Amount)	FY2014 (12 months)
Losses on write-off of loans	(0.0)	(0.4)	0.4	(3.6)
Net provision of reserve for loan losses	6.0	2.4	3.6	5.6
Net provision of general reserve for loan losses	(2.3)	1.5	(3.8)	(0.7)
Net provision of specific reserve for loan losses	8.4	0.9	7.4	6.3
Recoveries of written-off claims	0.1	0.9	(0.7)	2.1
<b>Net credit costs</b>	<b>6.2</b>	<b>2.9</b>	<b>3.2</b>	<b>4.1</b>

1. Amounts of losses, net provision and costs are shown in parentheses (minus). Amounts of recoveries and reversals are shown as positive figures.

## Loans by Borrower Industry (Nonconsolidated)

	<i>(Billions of yen)</i>		
	June 30 2015	March 31 2015	Change (Amount)
Domestic (excluding Japan offshore market accounts):			
Manufacturing	191.0	194.5	(3.4)
Agriculture and forestry	0.1	0.1	-
Fishery	0.0	0.0	0.0
Mining, quarrying and gravel extraction	0.1	0.1	0.0
Construction	6.7	8.2	(1.4)
Electric power, gas, heat supply and water supply	204.0	203.9	0.1
Information and communications	37.1	38.6	(1.5)
Transportation and postal service	172.5	173.2	(0.6)
Wholesale and retail	87.6	97.7	(10.0)
Finance and insurance	706.7	734.8	(28.0)
Real estate	557.4	537.0	20.3
Services	359.7	395.7	(36.0)
Local government	81.0	94.2	(13.1)
Individuals	1,418.7	1,403.5	15.2
Overseas yen loans and overseas loans booked domestically	276.4	261.4	15.0
<b>Total domestic</b>	<b>4,099.8</b>	<b>4,143.3</b>	<b>(43.5)</b>
Overseas (including Japan offshore market accounts):			
Governments	1.1	1.1	-
Financial institutions	-	-	-
Commerce and industry	78.2	78.4	(0.1)
Others	-	-	-
<b>Total overseas</b>	<b>79.3</b>	<b>79.5</b>	<b>(0.1)</b>
<b>Total</b>	<b>4,179.1</b>	<b>4,222.9</b>	<b>(43.7)</b>



## Risk-Monitored Loans (Nonconsolidated)

	<i>(Billions of yen)</i>		
	June 30 2015	March 31 2015	Change (Amount)
Loans to bankrupt obligors	0.7	0.7	(0.0)
Nonaccrual delinquent loans	31.4	55.6	(24.2)
Loans past due for three months or more	1.3	1.1	0.1
Restructured loans	3.1	3.3	(0.2)
<b>Total (A)</b>	<b>36.5</b>	<b>60.8</b>	<b>(24.3)</b>
<b>Loans and bills discounted (B)</b>	<b>4,179.1</b>	<b>4,222.9</b>	<b>(43.7)</b>
Ratio to total loans and bills discounted (A/B) (%)	0.88%	1.44%	/
<b>Reserve for credit losses (C)</b>	<b>41.0</b>	<b>47.7</b>	<b>(6.7)</b>
Reserve ratio (C/A) (%)	112.1%	78.4%	/

## Risk Monitored Loans by Borrower Industry (Nonconsolidated)

	<i>(Billions of yen)</i>		
	June 30 2015	March 31 2015	Change (Amount)
Domestic (excluding Japan offshore market accounts):			
Manufacturing	0.9	0.9	(0.0)
Agriculture and forestry	-	-	-
Fishery	-	-	-
Mining, quarrying and gravel extraction	-	-	-
Construction	-	-	-
Electric power, gas, heat supply and water supply	-	-	-
Information and communications	0.5	0.5	-
Transportation and postal service	-	-	-
Wholesale and retail	0.6	1.0	(0.4)
Finance and insurance	-	-	-
Real estate	26.3	26.3	(0.0)
Services	2.1	25.2	(23.1)
Local government	-	-	-
Individuals	2.8	3.4	(0.6)
Overseas yen loans and overseas loans booked domestically	3.1	3.1	(0.0)
<b>Total domestic</b>	<b>36.5</b>	<b>60.8</b>	<b>(24.3)</b>
Overseas (including Japan offshore market accounts):			
Governments	-	-	-
Financial institutions	-	-	-
Commerce and industry	-	-	-
Others	-	-	-
<b>Total overseas</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>36.5</b>	<b>60.8</b>	<b>(24.3)</b>

## Claims Classified under the Financial Revitalization Law (Nonconsolidated)

	<i>(Billions of yen)</i>		
	June 30 2015	March 31 2015	Change (Amount)
Claims against bankrupt and quasi-bankrupt obligors	4.1	4.3	(0.1)
Doubtful claims	28.1	52.1	(24.0)
Substandard claims	4.4	4.5	(0.0)
<b>Total (A)</b>	<b>36.6</b>	<b>60.9</b>	<b>(24.3)</b>
Coverage ratio	94.7%	96.9%	2.2%
<b>Total claims (B)</b>	<b>4,358.7</b>	<b>4,299.8</b>	<b>58.9</b>
Loans and bills discounted	4,179.1	4,222.9	(43.7)
Others	179.6	76.9	102.6
Ratio to total claims (A/B X 100) (%) <sup>(1)</sup>	0.83%	1.42%	0.59%
(Ref. 1) Amount of write-off	56.9	54.8	2.0
(Ref. 2) Below need caution level	115.6	135.5	(19.8)

(1) Truncating the numbers beyond the third decimal point from June 30, 2015.

### Coverage Ratios for Nonperforming Claims Disclosed under the Financial Revitalization Law (Nonconsolidated)

*(Billions of yen, except percentages)*

	June 30, 2015					March 31, 2015				
	Amounts of coverage					Amounts of coverage				
	Amounts of claims (a)	Total (b)	Reserve for loan losses	Collateral and guarantees	Coverage ratio (b)/(a)	Amounts of claims (a)	Total (b)	Reserve for loan losses	Collateral and guarantees	Coverage ratio (b)/(a)
Claims against bankrupt and quasi-bankrupt	4.1	4.1	-	4.1	100.0%	4.3	4.3	-	4.3	100.0%
Doubtful claims	28.1	27.2	14.7	12.5	97.0%	52.1	51.4	23.7	27.7	98.6%
Substandard claims	4.4	3.3	1.0	2.4	75.2%	4.5	3.4	1.2	2.2	74.6%
<b>Total</b>	<b>36.6</b>	<b>34.6</b>	<b>15.7</b>	<b>18.9</b>	<b>94.7%</b>	<b>60.9</b>	<b>59.0</b>	<b>24.9</b>	<b>34.2</b>	<b>96.9%</b>

## Reserve for Credit Losses (Nonconsolidated)

(Billions of yen)

	June 30 2015	March 31 2015	Change (Amount)
Reserve for credit losses	37.0	43.8	(6.7)
General reserve for loan losses	21.5	19.3	2.2
Specific reserve for loan losses	15.5	24.4	(8.9)
Reserve for loans to restructuring countries	0.0	0.0	-
Specific reserve for other credit losses	3.9	3.9	-
<b>Total reserve for credit losses</b>	<b>41.0</b>	<b>47.7</b>	<b>(6.7)</b>

## Securities Being Held to Maturity (Nonconsolidated)

	June 30, 2015			March 31, 2015		
	Carrying amount	Fair value	Unrealized gain (loss)	Carrying amount	Fair value	Unrealized gain (loss)
Fair value exceeds carrying amount						
Japanese national government bonds	553.2	555.9	2.6	508.5	511.0	2.4
Other	37.6	39.9	2.3	39.0	41.6	2.6
<b>Subtotal</b>	<b>590.9</b>	<b>595.9</b>	<b>4.9</b>	<b>547.5</b>	<b>552.6</b>	<b>5.0</b>
Fair value does not exceed carrying amount						
Japanese national government bonds	36.8	36.8	(0.0)	96.9	96.8	(0.0)
Other	-	-	-	-	-	-
<b>Subtotal</b>	<b>36.8</b>	<b>36.8</b>	<b>(0.0)</b>	<b>96.9</b>	<b>96.8</b>	<b>(0.0)</b>
<b>Total</b>	<b>627.8</b>	<b>632.8</b>	<b>4.9</b>	<b>644.5</b>	<b>649.5</b>	<b>5.0</b>

## Securities Available for Sale (Nonconsolidated)

(Billions of yen)

	June 30, 2015			March 31, 2015		
	Carrying amount (fair value)	Amortized/ Acquisition cost	Unrealized gain (loss)	Carrying amount (fair value)	Amortized/ Acquisition cost	Unrealized gain (loss)
Carrying amount exceeds amortized/acquisition cost						
Equity securities	17.8	9.0	8.7	17.5	9.1	8.4
Domestic bonds	61.0	60.5	0.4	127.8	127.2	0.6
Japanese national government bonds	30.2	30.1	0.0	100.4	100.3	0.0
Japanese local government bonds	0.5	0.5	0.0	0.5	0.5	0.0
Japanese corporate bonds	30.3	29.8	0.4	26.9	26.3	0.5
Other	165.1	160.6	4.5	145.5	140.1	5.3
Foreign securities	154.9	151.3	3.6	138.2	133.8	4.4
Foreign currency denominated foreign corporate and government bonds	78.2	75.6	2.6	80.6	77.3	3.3
Yen-denominated foreign corporate and government bonds	76.7	75.7	0.9	57.5	56.4	1.1
Foreign equity securities and others	-	-	-	-	-	-
Other securities	9.5	8.6	0.8	6.4	5.5	0.9
Other monetary claims purchased	0.6	0.6	0.0	0.7	0.7	0.0
Subtotal	244.0	230.2	13.8	290.9	276.4	14.4
Carrying amount does not exceed amortized/acquisition cost						
Equity securities	0.7	0.9	(0.2)	0.5	0.7	(0.1)
Domestic bonds	417.8	419.6	(1.8)	341.8	343.6	(1.8)
Japanese national government bonds	378.9	380.0	(1.0)	284.8	285.6	(0.7)
Japanese local government bonds	-	-	-	-	-	-
Japanese corporate bonds	38.8	39.6	(0.7)	56.9	58.0	(1.0)
Other	85.6	86.8	(1.2)	82.6	82.7	(0.1)
Foreign securities	77.0	78.1	(1.0)	75.4	75.5	(0.0)
Foreign currency denominated foreign corporate and government bonds	56.1	57.0	(0.9)	36.2	36.2	(0.0)
Yen-denominated foreign corporate and government bonds	17.5	17.5	(0.0)	39.2	39.2	(0.0)
Foreign equity securities and others	3.4	3.5	(0.1)	0.0	0.0	-
Other securities	3.6	3.7	(0.0)	2.2	2.3	(0.0)
Other monetary claims purchased	4.8	4.9	(0.0)	4.8	4.9	(0.0)
Subtotal	504.2	507.5	(3.2)	425.0	427.2	(2.1)
<b>Total<sup>1,2</sup></b>	<b>748.2</b>	<b>737.7</b>	<b>10.5</b>	<b>715.9</b>	<b>703.7</b>	<b>12.2</b>

1. Includes a part of other monetary claims purchased in addition to securities available for sale.

2. Securities whose fair value cannot be reliably determined are not included.

## Unrealized Gain (Loss) on Available-for-Sale Securities (Nonconsolidated)

(Billions of yen)

	June 30, 2015	March 31, 2015
Unrealized gain (loss) before deferred tax on:		
Available-for-sale securities	10.5	12.2
Interests in available-for-sale securities held by partnerships recorded as securities whose fair value cannot be reliably determined	2.1	1.1
Securities being held to maturity, reclassified from available-for-sale in the past, under extremely illiquid market conditions	(1.9)	(2.1)
Other monetary assets held in trust	(1.0)	(1.2)
(-) Deferred tax liabilities	1.4	1.5
Unrealized gain (loss) on available-for-sale securities	8.1	8.5

## Capital Adequacy Ratios (Nonconsolidated)

<Basel 3, Domestic Standard<sup>1</sup>>

*(Billions of yen, except percentages)*

	June 30 2015	March 31 2015	Change (Amount)
Core capital: instruments and reserves	912.5	889.5	23.0
Core capital: regulatory adjustments	(11.0)	(11.1)	0.0
Capital	901.5	878.4	23.0
Total amount of Risk-weighted assets	5,404.6	5,360.3	44.2
Capital ratio	16.68%	16.38%	/

1. Calculated according to F-IRB.

Nonconsolidated total required capital is ¥436.3 billion as at June 30, 2015 and ¥438.3 billion as at March 31, 2015.



## Nonconsolidated Balance Sheets (Unaudited)

(Millions of yen)

	June 30 2015	March 31 2015	Change (Amount)
<b>&lt;&lt;Assets&gt;&gt;</b>			
Cash and due from banks	862,568	808,296	54,272
Call loans	20,000	30,000	(10,000)
Receivables under resale agreements	53,216	53,216	-
Other monetary claims purchased	184,469	185,707	(1,238)
Trading assets	257,346	279,159	(21,812)
Monetary assets held in trust	173,978	166,285	7,692
Securities	1,868,396	1,863,774	4,622
Valuation allowance for investments	(3,370)	(3,370)	-
Loans and bills discounted	4,179,179	4,222,922	(43,743)
Foreign exchanges	16,758	18,537	(1,778)
Other assets	302,023	253,808	48,215
Other	302,023	253,808	48,215
Premises and equipment	18,151	18,609	(458)
Intangible assets	9,384	8,988	395
Deferred issuance expenses for debentures	8	12	(3)
Deferred tax assets	1,670	1,071	599
Customers' liabilities for acceptances and guarantees	42,275	13,381	28,893
Reserve for credit losses	(41,001)	(47,715)	6,714
<b>Total assets</b>	<b>7,945,056</b>	<b>7,872,684</b>	<b>72,371</b>
<b>&lt;&lt;Liabilities&gt;&gt;</b>			
Deposits	5,511,889	5,514,725	(2,836)
Negotiable certificates of deposit	108,939	85,565	23,374
Debentures	28,020	32,300	(4,279)
Call money	330,000	230,000	100,000
Payables under repurchase agreements	45,770	29,152	16,617
Payables under securities lending transactions	75,862	101,280	(25,417)
Trading liabilities	238,702	259,128	(20,426)
Borrowed money	424,741	444,139	(19,397)
Foreign exchanges	19	27	(7)
Corporate bonds	151,137	148,423	2,714
Other liabilities	233,283	272,383	(39,099)
Income taxes payable	230	351	(121)
Asset retirement obligations	7,230	7,249	(18)
Other	225,823	264,783	(38,960)
Accrued employees' bonuses	1,233	4,645	(3,412)
Reserve for employees' retirement benefits	227	750	(522)
Reserve for directors' retirement benefits	-	47	(47)
Acceptances and guarantees	42,275	13,381	28,893
<b>Total liabilities</b>	<b>7,192,102</b>	<b>7,135,951</b>	<b>56,151</b>
<b>&lt;&lt;Equity&gt;&gt;</b>			
<b>Shareholders' equity:</b>			
Common stock	512,204	512,204	-
Capital surplus	79,465	79,465	-
Additional paid-in capital	79,465	79,465	-
Retained earnings	242,106	225,303	16,802
Legal reserve	13,689	13,158	530
Other retained earnings	228,416	212,144	16,271
Unappropriated retained earnings	228,416	212,144	16,271
Treasury stock, at cost	(72,558)	(72,558)	-
Total shareholders' equity	761,217	744,415	16,802
<b>Net unrealized gain (loss) and translation adjustments</b>			
Unrealized gain (loss) on available-for-sale securities	8,186	8,502	(315)
Deferred gain (loss) on derivatives under hedge accounting	(16,964)	(17,395)	430
Total net unrealized gain (loss) and translation adjustments	(8,778)	(8,893)	115
Stock acquisition rights	514	1,211	(696)
<b>Total equity</b>	<b>752,954</b>	<b>736,733</b>	<b>16,220</b>
<b>Total liabilities and equity</b>	<b>7,945,056</b>	<b>7,872,684</b>	<b>72,371</b>

## Nonconsolidated Statements of Income (Unaudited)

(Millions of yen)

	Q1 FY2015 (3 months)	Q1 FY2014 (3 months)	Change (Amount)	FY2014 (12 months)
<b>Ordinary income</b>	<b>48,752</b>	48,516	236	175,751
Interest income	28,449	30,144	(1,695)	112,124
Interest on loans and bills discounted	19,659	19,178	480	75,873
Interest and dividends on securities	8,099	10,079	(1,980)	33,007
Other interest income	690	886	(195)	3,243
Fees and commissions income	5,437	3,906	1,530	20,959
Trading income	1,364	2,086	(721)	5,021
Other business income	3,501	1,063	2,438	14,662
Other ordinary income	9,999	11,314	(1,315)	22,984
<b>Ordinary expenses</b>	<b>29,999</b>	31,410	(1,411)	127,900
Interest expenses	3,944	6,120	(2,176)	20,933
Interest on deposits	1,669	3,174	(1,504)	10,768
Interest on corporate bonds	1,380	2,107	(727)	6,804
Other interest expenses	894	838	55	3,359
Fees and commissions expenses	6,229	4,468	1,761	19,908
Trading losses	52	229	(176)	491
Other business expenses	670	798	(127)	3,589
General and administrative expenses	18,857	19,095	(237)	78,004
Other ordinary expenses	244	698	(454)	4,972
<b>Ordinary profit</b>	<b>18,753</b>	17,105	1,648	47,851
Extraordinary gains	696	1	695	357
Extraordinary losses	241	415	(173)	1,842
<b>Income before income taxes</b>	<b>19,208</b>	16,691	2,516	46,366
Income taxes (benefit)	(247)	(41)	(206)	625
<b>Net income</b>	<b>19,456</b>	16,733	2,723	45,740

## Nonconsolidated Composition of Capital Disclosure

<Basel 3, Domestic Standard<sup>1</sup>>

	<i>Millions of yen (except percentages)</i>	
	June 30 2015	Amounts excluded under transitional arrangements
<b>Core capital: instruments and reserves</b>		
Directly issued qualifying common share capital or preferred share capital with a compulsory conversion clause plus related capital surplus and retained earnings	761,217	
of which: capital and capital surplus	591,670	
of which: retained earnings	242,106	
of which: treasury stock (-)	(72,558)	
of which: earning to be distributed (-)	-	
of which: other than above	-	
Stock acquisition right to common shares and preferred shares with a compulsory conversion clause	514	
Total of reserves included in Core capital: instruments and reserves	7,067	
of which: general reserve for loan losses included in Core capital	209	
of which: eligible provision included in Core capital	6,857	
Eligible noncumulative perpetual preferred shares subject to transitional arrangements (amount allowed to be included in Core capital: instruments and reserves)	-	
Eligible capital instruments subject to transitional arrangements (amount allowed to be included in Core capital: instruments and reserves)	143,788	
Capital instruments issued through measures for capital enhancement by public institutions (amount allowed to be included in Core capital: instruments and reserves)	-	
Land revaluation excess after 55% discount (amount allowed to be included in Core capital: instruments and reserves)	-	
<b>Core capital: instruments and reserves</b>	<b>912,588</b>	
<b>Core capital: regulatory adjustments</b>		
Total amount of intangible assets (excluding those relating to mortgage servicing rights)	2,374	4,145
of which: goodwill (including those equivalent)	720	-
of which: other intangibles other than goodwill and mortgage servicing rights	1,653	4,145
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	403	1,615
Shortfall of eligible provisions to expected losses	-	-
Gain on sale of securitization	8,282	-
Gains and losses due to changes in own credit risk on fair valued liabilities	-	-
Prepaid pension cost	-	-
Investments in own shares (excluding those reported in the net assets section)	0	2
Reciprocal cross-holdings in common equity	-	-
Investments in the capital banking, financial and insurance entities that are outside the scope of regulatory consolidation ("Other Financial Institutions"), net of eligible short positions, where the bank does not own more than 10% of the issued share capital (amount above the 10% threshold)	-	-
Amount exceeding the 10% threshold on specific items	-	-
of which: significant investments in the common stock of Other Financial Institutions, net of eligible short positions	-	-
of which: mortgage servicing rights	-	-
of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-
Amount exceeding the 15% threshold on specific items	-	-
of which: significant investments in the common stock of Other Financial Institutions, net of eligible short positions	-	-
of which: mortgage servicing rights	-	-
of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-
<b>Core capital: regulatory adjustments</b>	<b>11,061</b>	
<b>Capital (nonconsolidated)</b>	<b>901,526</b>	
<b>Risk-weighted assets</b>		
Total amount of credit risk-weighted assets	5,074,685	
of which: total amount included in risk-weighted assets by transitional arrangements	(29,878)	
of which: intangible assets (excluding those relating to goodwill and mortgage servicing rights)	4,145	
of which: deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	1,615	
of which: prepaid pension cost	-	
of which: significant investments in the common stock of Other Financial Institutions (net of eligible short positions)	(35,644)	
of which: other than above	5	
Market risk (derived by multiplying the capital requirement by 12.5)	146,829	
Operational risk (derived by multiplying the capital requirement by 12.5)	183,098	
Credit risk adjustments	-	
Operational risk adjustments	-	
<b>Total amount of Risk-weighted assets</b>	<b>5,404,613</b>	
<b>Capital ratio (nonconsolidated)</b>	<b>16.68%</b>	

1. Calculated according to F-IRB.

## Earnings Forecasts<sup>1</sup>

(Billions of yen)

(Consolidated)	FY2015 Forecast	FY2014 Actual
Profit (Loss) attributable to owners of parent	70.0	67.8
Cash basis profit (loss) attributable to owners of parent *	76.0	75.4

(Nonconsolidated)	FY 2015 Forecast	FY2014 Actual
Net business profit	37.0	42.3
Net income	42.0	45.7
Dividends (per share in yen): Common stock	1.00	1.00

1. Above forecasts are based on current assumptions of future events and trends, which may be incorrect.

Actual results may differ materially from those in the statements as a result of various factors.

\* Profit (Loss) attributable to owners of parent minus the amortization of goodwill and intangible assets, and the associated reversal of deferred tax liabilities.