

C THE MIE BANK, LTD.
Consolidated Statement of Cash Flows
 March 31, 2002 and 2001

	Millions of yen		Thousands of U.S. dollars
	2002	2001	2002
Cash Flows from Operating Activities:			
Income before Income Taxes and Minority Interests	¥ 1,949	¥ 774	\$ 14,627
Depreciation	4,891	4,824	36,705
Increase in Reserve for Possible Loan Losses	668	1,468	5,013
Increase in Reserve for Employee Bonuses	634	—	4,758
(Decrease) Increase in Reserve for Retirement Allowances	—	(97)	—
Increase in Reserve for Employees' Severance and Pension Benefits	269	304	2,019
Interest and Dividend Income	(23,251)	(25,782)	(174,492)
Interest Expense	2,070	3,452	15,535
Securities (Gains) Losses, Net	(253)	11	(1,899)
Money in Trust Gains, Net	(2)	(23)	(15)
Losses on Sale of Premises and Equipment, Net	347	142	2,604
Losses on Employees' Severance and Pension Benefits	—	1,090	—
Net Changes in Loans and Bills Discounted	(11,264)	6,618	(84,533)
Net Changes in Deposits	17,176	10,791	128,901
Net Changes in Borrowed Money (excluding subordinated debt obligation)	60	(512)	450
Net Changes in Deposits with Banks	(11,966)	228	(89,801)
Net Changes in Call Loans	2,855	6,894	21,426
Net Changes in Receivables under Resale Agreements	(10,000)	—	(75,047)
Net Changes in Pledged Money for Securities Borrowing Transaction	15,009	(15,009)	112,638
Net Changes in Call Money	(1,115)	1,115	(8,368)
Net Changes in Trading Account Securities	(128)	14,123	(961)
Net Changes in Foreign Exchanges (Asset)	(165)	1,059	(1,238)
Net Changes in Foreign Exchanges (Liability)	(1)	(5)	(8)
Interest Income Received	23,190	25,315	174,034
Interest Expense Paid	(2,529)	(4,466)	(18,979)
Others	(1,208)	1,547	(9,065)
Sub-Total	<u>7,236</u>	<u>33,861</u>	<u>54,304</u>
Income Taxes Paid	(1,155)	(1,339)	(8,668)
Net Cash Provided by Operating Activities	<u>6,081</u>	<u>32,522</u>	<u>45,636</u>
Cash Flows from Investing Activities:			
Purchases of Securities	(146,213)	(286,201)	(1,097,283)
Proceeds from Sales of Securities	75,796	112,578	568,826
Proceed from Maturities of Securities	63,418	137,332	475,932
Increase in Money Held in Trust	(500)	—	(3,752)
Decrease in Money Held in Trust	1,011	1,018	7,587
Purchases of Premises and Equipment	(6,034)	(5,336)	(45,283)
Proceeds from Sales of Premises and Equipment	290	101	2,176
Others	(73)	(23)	(548)
Net Cash Used in Investing Activities	<u>(12,305)</u>	<u>(40,531)</u>	<u>(92,345)</u>
Cash Flows from Financing Activities:			
Proceeds from Issuance of Subordinated Convertible Bonds	6,000	—	45,028
Cash Dividends Paid	(578)	(579)	(4,338)
Cash Dividends Paid to Minority Interests	(3)	(3)	(22)
Purchases of Treasury Stock	(29)	(195)	(218)
Proceeds from Sales of Treasury Stock	11	38	83
Others	(0)	0	(0)
Net Cash (Used in) Provided by Financing Activities	<u>5,401</u>	<u>(739)</u>	<u>40,533</u>
Effect of Foreign Exchange Rate Changes	(0)	(3)	(0)
Net Increase in Cash and Cash Equivalents	<u>(824)</u>	<u>(8,751)</u>	<u>(6,184)</u>
Cash and Cash Equivalents at Beginning of Year	11,819	20,570	88,698
Cash and Cash Equivalents at End of Year	<u>¥ 10,995</u>	<u>¥ 11,819</u>	<u>\$ 82,514</u>