

# Consolidated Statements of Cash Flows

THE MIE BANK, LTD. AND CONSOLIDATED SUBSIDIARIES Years ended March 31, 2011 and 2010

	Millions of Yen		Thousands of U.S. Dollars
	2011	2010	2011
<b>Cash Flows from Operating Activities:</b>			
Income before Income Taxes and Minority Interests	¥ 5,915	¥ 5,355	\$ 71,139
Depreciation	2,027	1,773	24,384
Losses on Impairment of Fixed Assets	24	324	289
Increase (Decrease) in Reserve for Possible Loan Losses	(1,891)	832	(22,753)
Increase (Decrease) in Reserve for Employee Bonuses	3	(19)	47
Decrease in Reserve for Employee Retirement Benefits	(6)	(8)	(76)
Increase (Decrease) in Reserve for Executive Officer Retirement Benefits	7	(6)	84
Decrease in Reserve for Reimbursement of Deposits	(13)	(3)	(163)
Interest and Dividend Income	(23,736)	(24,653)	(285,463)
Interest Expense	3,342	4,537	40,198
Securities (Gains) Losses, Net	100	(463)	1,210
Foreign Exchange Gains, Net	(1)	(2)	(14)
Losses on Disposal of Fixed Assets, Net	16	32	196
Net Change in Loans and Bills Discounted	(11,601)	(29,445)	(139,522)
Net Change in Deposits	22,984	42,048	276,418
Net Change in Borrowed Money (Excluding Subordinated Debt Obligation)	5,774	9,822	69,441
Net Change in Deposits with Banks	(116)	(39)	(1,399)
Net Change in Call Loans and Bills Bought and Others	(11,388)	(24,424)	(136,968)
Net Change in Call Money and Bills Sold and Others	—	(311)	—
Net Change in Foreign Exchanges (Asset)	304	(876)	3,659
Net Change in Foreign Exchanges (Liability)	4	(2)	54
Net Change in Lease Receivables and Investment Assets	10	667	126
Interest Income Received	24,397	24,675	293,415
Interest Expense Paid	(3,575)	(4,676)	(43,004)
Others	1,404	1,385	16,890
<b>Sub-Total</b>	<b>13,984</b>	<b>6,520</b>	<b>168,188</b>
Income Taxes Paid	(2,078)	(728)	(24,999)
Income Taxes Refunded	—	516	—
<b>Net Cash Provided by Operating Activities</b>	<b>11,906</b>	<b>6,309</b>	<b>143,189</b>
<b>Cash Flows from Investing Activities:</b>			
Purchases of Securities	(81,214)	(141,996)	(976,726)
Proceeds from Sale of Securities	14,722	53,914	177,065
Proceeds from Maturity of Securities	57,951	71,228	696,949
Purchases of Tangible Fixed Assets	(422)	(409)	(5,082)
Purchases of Intangible Fixed Assets	(724)	(1,044)	(8,713)
Proceeds from Sale of Tangible Fixed Assets	0	2	11
Others	(10)	(1)	(124)
<b>Net Cash Used in Investing Activities</b>	<b>(9,697)</b>	<b>(18,307)</b>	<b>(116,620)</b>
<b>Cash Flows from Financing Activities:</b>			
Cash Dividends Paid	(875)	(875)	(10,533)
Cash Dividends Paid to Minority Interests	(2)	(2)	(36)
Purchases of Treasury Stock	(5)	(3)	(63)
Proceeds from Sale of Treasury Stock	1	0	23
Repayment of Lease Obligation	(89)	(89)	(1,078)
<b>Net Cash Used in Financing Activities</b>	<b>(971)</b>	<b>(971)</b>	<b>(11,687)</b>
<b>Effect of Foreign Exchange Rate Changes</b>	<b>1</b>	<b>2</b>	<b>14</b>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>1,238</b>	<b>(12,967)</b>	<b>14,896</b>
<b>Cash and Cash Equivalents at Beginning of Year</b>	<b>21,037</b>	<b>34,004</b>	<b>253,005</b>
<b>Cash and Cash Equivalents at End of Year</b>	<b>¥ 22,275</b>	<b>¥ 21,037</b>	<b>\$ 267,901</b>