

Consolidated Statement of Cash Flows

Years ended March 31, 2026 and 2025

	Millions of yen		Thousands of U.S. dollars (Note 1)
	2026	2025	2026
Operating activities:			
Income before income taxes	¥ 28,971	¥ 25,635	\$ 181,204
Depreciation.....	2,663	2,110	16,656
Losses on impairment of long-lived assets	14	1,167	87
Increase (decrease) in allowance for loan losses	(4,278)	2,723	(26,757)
Increase in reserve for other contingent losses.....	34	69	212
Increase in asset for retirement benefits.....	(12,351)	(1,350)	(77,251)
Increase in liability for retirement benefits	10	15	62
Increase (decrease) in liability for retirement benefits of directors and Audit & Supervisory Board Members.....	1	(0)	6
Increase (decrease) in allowance for repayment of excess interest	(1)	0	(6)
Interest income.....	(102,353)	(86,633)	(640,186)
Interest expense.....	28,271	23,393	176,826
Losses on sales and write-down of investment securities.....	19,622	12,919	122,729
Losses (gains) on money held in trust.....	(727)	46	(4,547)
Foreign exchange losses (gains).....	(1)	0	(6)
Losses on disposals of fixed assets – net.....	44	146	275
Settlement income	—	(8,000)	—
Net increase in loans and bills discounted.....	(59,261)	(53,956)	(370,659)
Net increase in deposits.....	144,108	3,153	901,351
Net decrease in negotiable certificate of deposits.....	(3,450)	(2,760)	(21,578)
Net decrease in borrowed money (excluding subordinated loans)	(46,069)	(52,276)	(288,147)
Net increase in due from banks (excluding deposits in Bank of Japan).....	(67)	(175)	(419)
Net decrease (increase) in call loans and others.....	(8,086)	522	(50,575)
Net decrease in call money and bills sold.....	(29,849)	(236,942)	(186,696)
Net decrease in payables under securities lending transactions.....	(14,459)	(84,380)	(90,436)
Net decrease (increase) in foreign exchange assets.....	421	(836)	2,633
Net increase in foreign exchange liabilities	182	225	1,138
Net decrease in borrowed money from trust account.....	(17)	(9)	(106)
Interest received (cash basis)	106,874	89,021	668,463
Interest paid (cash basis).....	(26,819)	(23,650)	(167,744)
Other	(27,517)	(7,029)	(172,110)
Subtotal.....	(4,089)	(396,852)	(25,575)
Settlement received.....	4,000	4,000	25,018
Income taxes – paid	(3,378)	(12,823)	(21,128)
Income taxes – refund	5,825	—	36,433
Net cash provided by (used in) operating activities.....	2,357	(405,676)	14,742
Investing activities:			
Purchases of securities	(467,368)	(400,331)	(2,923,242)
Proceeds from sales of securities.....	364,810	293,607	2,281,773
Proceeds from redemptions of securities	227,420	71,642	1,422,441
Increase in money held in trust.....	(5,904)	(2,127)	(36,927)
Decrease in money held in trust.....	4,907	—	30,691
Purchases of tangible fixed assets	(2,713)	(9,236)	(16,968)
Proceeds from sales of tangible fixed assets.....	281	187	1,757
Purchases of intangible fixed assets	(3,970)	(1,369)	(24,831)
Net cash provided by (used in) investing activities	117,463	(47,627)	734,694
Financing activities:			
Purchases of treasury stock.....	(2,511)	(4,010)	(15,705)
Proceeds from sales of treasury stock.....	—	0	—
Dividends paid.....	(5,081)	(3,989)	(31,780)
Net cash used in financing activities.....	(7,593)	(7,999)	(47,491)
Net increase (decrease) in cash and cash equivalents	112,227	(461,302)	701,945
Cash and cash equivalents, beginning of year	898,421	1,359,724	5,619,345
Cash and cash equivalents, end of year (Note 3)	¥1,010,649	¥ 898,421	\$ 6,321,297

See Notes to Consolidated Financial Statements.