

Consolidated Statement of Cash Flows

Years ended March 31, 2021 and 2020

	Millions of yen		Thousands of U.S. dollars (Note 1)
	2021	2020	2021
Operating activities:			
Income before income taxes.....	¥ 13,051	¥ 17,788	\$ 117,884
Depreciation.....	2,445	2,829	22,084
Losses on impairment of long-lived assets.....	316	949	2,854
Increase in allowance for loan losses.....	5,739	777	51,838
Decrease in reserve for other contingent losses.....	(25)	(13)	(225)
Increase in asset for retirement benefits.....	(12,969)	—	(117,143)
Increase (decrease) in liability for retirement benefits.....	(1,698)	30	(15,337)
Decrease in liability for retirement benefits of directors and Audit & Supervisory Board Members.....	(0)	(3)	(0)
Decrease in liability for reimbursement of deposits.....	(111)	(123)	(1,002)
Decrease in allowance for repayment of excess interest.....	(4)	(4)	(36)
Interest income.....	(47,036)	(50,347)	(424,857)
Interest expense.....	3,284	7,516	29,663
Gains on sales and write-down of investment securities.....	(2,174)	(4,348)	(19,636)
Gains on money held in trust.....	(82)	(167)	(740)
Foreign exchange losses (gains).....	(1)	1	(9)
Gains on disposals of fixed assets – net.....	(2,297)	(4,862)	(20,747)
Net increase in loans and bills discounted.....	(142,335)	(80,306)	(1,285,656)
Net increase in deposits.....	512,417	37,246	4,628,461
Net decrease in negotiable certificate of deposits.....	(17,123)	(18,272)	(154,665)
Net increase in borrowed money (excluding subordinated loans).....	457,975	93,599	4,136,708
Net increase in due from banks (excluding deposits in Bank of Japan).....	(209)	(128)	(1,887)
Net decrease (increase) in call loans and others.....	(5,733)	161	(51,783)
Net increase in call money and bills sold.....	379,691	86,397	3,429,599
Net increase in payables under securities lending transactions.....	37,116	16,542	335,254
Net decrease (increase) in foreign exchange assets.....	(424)	715	(3,829)
Net increase (decrease) in foreign exchange liabilities.....	263	(53)	2,375
Net increase in borrowed money from trust account.....	166	—	1,499
Interest received (cash basis).....	47,017	51,653	424,686
Interest paid (cash basis).....	(3,785)	(7,109)	(34,188)
Other.....	20,371	(12,647)	184,003
Subtotal.....	1,243,843	137,824	11,235,145
Income taxes – paid.....	(4,637)	(6,564)	(41,884)
Net cash provided by operating activities.....	1,239,206	131,260	11,193,261
Investing activities:			
Purchases of securities.....	(866,123)	(486,914)	(7,823,349)
Proceeds from sales of securities.....	586,382	259,858	5,296,558
Proceeds from redemptions of securities.....	148,908	228,043	1,345,027
Decrease in money held in trust.....	—	1,014	—
Purchases of tangible fixed assets.....	(1,094)	(1,270)	(9,881)
Proceeds from sales of tangible fixed assets.....	5,927	6,463	53,536
Purchases of intangible fixed assets.....	(663)	(468)	(5,988)
Net cash provided by (used in) investing activities.....	(126,663)	6,726	(1,144,097)
Financing activities:			
Repayment of subordinated loans.....	(10,000)	(10,000)	(90,326)
Redemption of bonds with stock acquisition rights.....	(21,392)	—	(193,225)
Purchases of treasury stock.....	(1,003)	(2,287)	(9,059)
Proceeds from sales of treasury stock.....	67	22	605
Dividends paid.....	(2,008)	(2,045)	(18,137)
Net cash used in financing activities.....	(34,337)	(14,310)	(310,152)
Foreign currency translation adjustments on cash and cash equivalents.....	1	(1)	9
Net increase in cash and cash equivalents.....	1,078,207	123,674	9,739,020
Cash and cash equivalents, beginning of year.....	934,088	810,413	8,437,250
Cash and cash equivalents, end of year (Note 3).....	¥2,012,295	¥ 934,088	\$ 18,176,271

See Notes to Consolidated Financial Statements.