

A. Financial Statements for the 126th Fiscal Year/Fiscal 2010
1. Balance Sheet as at the End of the 126th Fiscal Year/Fiscal 2010
(March 31, 2011)

yen	
Item	
ASSETS	
Gold	441,253,409,037
Cash	396,384,964,711
Receivables under resale agreements	628,576,844,424
Japanese government securities	77,299,238,610,531
Commercial paper	274,284,916,549
Corporate bonds	203,520,447,472
Pecuniary trusts (stocks held as trust property)	1,495,361,637,857
Pecuniary trusts (index-linked exchange-traded funds held as trust property)	185,124,542,019
Pecuniary trusts (Japan real estate investment trusts held as trust property)	17,842,044,774
Loans and bills discounted	56,136,010,000,000
Loans on deeds	20,000,000,000
Electronic loans	56,116,010,000,000
Foreign currency assets	4,690,254,535,525
Foreign currency deposits	160,070,724,844
Foreign currency securities	4,363,039,530,620
Foreign currency mutual funds	37,075,252,296
Foreign currency pecuniary trusts	130,069,027,765
Deposits with agents	17,422,382,852
Other assets	365,313,650,180
Bills and checks in process of collection	117,578,105
Capital subscription to the Deposit Insurance Corporation, and the Agricultural and Fishery Cooperative Savings Insurance Corporation	225,000,000
Capital subscription to an international financial institution	15,278,374,364
Provision of funds to the Deposit Insurance Corporation's "Jusen account"	100,000,000,000
Provision of funds to the New Financial Stabilization Fund	20,000,000,000
Withdrawn cash to be returned to the government	59,722,449,486
Refund on accrued tax	426,959,100
Accrued interest receivable	145,811,600,135
Others	23,731,688,990
Tangible fixed assets	212,411,411,943
Buildings	107,239,745,656
Land	82,882,078,902
Lease assets	6,923,888,970
Construction in progress	1,267,061,671
Other tangible fixed assets	14,098,636,744
Intangible fixed assets	159,121,719
Utility rights	159,121,719
Total assets	142,363,158,519,593
LIABILITIES	
Banknotes	80,923,031,080,006
Deposits (excluding those of the government)	40,790,089,920,000
Current deposits	40,755,630,259,393
Other deposits	34,459,660,607
Deposits of the government	2,355,376,115,233
Treasury deposit	150,001,081,406
Domestic designated deposit	1,748,997,626,741
Other government deposits	456,377,407,086
Payables under repurchase agreements	12,298,663,762,233
Other liabilities	28,946,842,127
Remittances payable	12,521,435,090
Unearned interest and discounts	164,382
Taxes payable	1,122,000,000
Lease liabilities	7,260,491,051
Others	8,042,751,604
Provision for retirement benefits	196,335,632,537
Provision for possible losses on bonds transactions	2,243,348,993,013
Provision for possible losses on foreign exchange transactions	794,500,000,000
Provision for unrealized losses on index-linked exchange-traded fund holdings	2,158,071,673
Provision for unrealized losses on Japan real estate investment trust holdings	105,203,418
Total liabilities	139,632,555,620,240
NET ASSETS	
Capital	100,000,000
Legal reserve	2,678,349,399,816
Special reserve	13,196,452
Net income	52,140,303,085
Total net assets	2,730,602,899,353
Total liabilities and net assets	142,363,158,519,593

2. Statement of Income for the 126th Fiscal Year/Fiscal 2010
(April 1, 2010-March 31, 2011)

yen

Item	
Operating income	774,059,936,899
Interest on loans and discounts	38,837,019,829
Interest on loans	38,837,019,829
Interest on receivables under resale agreements	1,126,738,955
Interest and discounts on Japanese government securities	622,483,837,033
Interest on commercial paper	82,828,622
Interest and discounts on corporate bonds	138,332,751
Gains on sale of Japanese government securities	840,000,000
Gains on foreign currency assets	72,665,525,821
Gains on foreign currency securities	64,817,227,763
Gains on foreign currency mutual funds	1,472,416,542
Gains on foreign currency pecuniary trusts	6,206,745,335
Interest on foreign currency deposits and loans	169,136,181
Other operating income	37,885,653,888
Gains on pecuniary trusts (stocks held as trust property)	11,698,080,550
Gains on pecuniary trusts (index-linked exchange-traded funds held as trust property)	423,514
Gains on pecuniary trusts (Japan real estate investment trusts held as trust property)	120,447,449
Dividends	1,550,566,745
Fees and commissions	10,502,968,364
Other income	14,013,167,266
Operating expenses	719,849,157,217
Interest on payables under repurchase agreements	19,273,928,687
Losses on foreign currency assets	481,351,246,922
Foreign exchange losses	481,028,465,997
Losses on foreign currency pecuniary trusts	322,780,925
General and administrative expenses and costs	194,732,639,186
Cost of production of banknotes	50,160,002,000
Administrative expenses for treasury business and Japanese government securities	18,216,000,079
Personnel expenses	49,258,973,812
Expenses for transportation and communications	4,671,139,636
Expenses for maintenance and repairs	1,785,773,416
Other general and administrative expenses and costs	48,094,273,561
Taxes excluding corporate income tax, inhabitants taxes, and enterprise taxes	4,023,408,821
Depreciation and amortization	18,523,067,861
Other general and administrative expenses	24,491,342,422
Fees and commissions paid	172,704,113
Other expenses	24,318,638,309
Operating profits	54,210,779,682
Special profits	4,483,316,137
Gains on disposal of fixed assets	4,483,316,137
Special losses	2,884,631,242
Losses on disposal of fixed assets	621,356,151
Transfer to provision for unrealized losses on index-linked exchange-traded funds	2,158,071,673
Transfer to provision for unrealized losses on Japan real estate investment trusts	105,203,418
Net income before taxes	55,809,464,577
Provision for corporate income tax, inhabitants taxes, and enterprise taxes	3,669,161,492
Net income	52,140,303,085

3. Appropriation of Net Income for the 126th Fiscal Year/Fiscal 2010

yen

Net income	52,140,303,085
APPROPRIATIONS	
Transfer to legal reserve	7,821,045,463
Dividends, 5 percent of share face value	5,000,000
Payment to the government	44,314,257,622
Total	52,140,303,085

B. Annual Report on Settlement of Accounts for the 126th Fiscal Year/Fiscal 2010
1. Settlement of Accounts for the 126th Fiscal Year/Fiscal 2010

yen

Item	Initial budget	Use of contingency funds	Diversion of funds	Adjusted budget ¹	Settlement of accounts	Surpluses	Changes from the previous year's settlement of accounts
Cost of production of banknotes	50,945,064,000	0	0	50,945,064,000	50,160,002,000	785,062,000	-724,108,000
Administrative expenses for treasury business and Japanese government securities	19,525,768,000	0	0	19,525,768,000	18,216,000,079	1,309,767,921	-116,510,769
Personnel expenses	50,701,300,000	0	0	50,701,300,000	49,258,973,812	1,442,326,188	-835,659,478
Remuneration of the officers	427,252,000	0	0	427,252,000	409,184,100	18,067,900	18,654,900
Remuneration of the employees	40,385,783,000	0	0	40,385,783,000	39,570,946,482	814,836,518	-623,446,051
Retirement allowances	9,888,265,000	0	0	9,888,265,000	9,278,843,230	609,421,770	-230,868,327
Expenses for transportation and communications	5,373,769,000	0	0	5,373,769,000	4,671,139,636	702,629,364	-17,437,681
Expenses for transportation	2,189,708,000	0	0	2,189,708,000	1,798,797,564	390,910,436	-21,059,088
Expenses for communications	3,184,061,000	0	0	3,184,061,000	2,872,342,072	311,718,928	3,621,407
Expenses for maintenance and repairs	2,095,695,000	0	0	2,095,695,000	1,785,773,416	309,921,584	-148,884,239
Other general and administrative expenses and costs	52,631,051,000	0	0	52,631,051,000	48,094,273,561	4,536,777,439	3,665,863,213
Cost of expendable supplies	1,592,087,000	0	0	1,592,087,000	1,207,748,786	384,338,214	-34,489,212
Expenses for electricity and water supply	2,190,095,000	0	0	2,190,095,000	1,914,417,422	275,677,578	33,688,763
Leasing fees for buildings and equipment	11,642,087,000	0	0	11,642,087,000	10,469,598,611	1,172,488,389	1,536,750,295
Expenses for maintenance of buildings and equipment	9,937,843,000	0	0	9,937,843,000	9,182,901,844	754,941,156	25,939,778
Miscellaneous expenses	27,268,939,000	0	0	27,268,939,000	25,319,606,898	1,949,332,102	2,103,973,589
Cost of fixed-asset purchases ²	3,578,910,000	0	0	3,578,910,000	3,117,605,012	461,304,988	-4,640,602,434
Subtotal	184,851,557,000	0	0	184,851,557,000	175,303,767,516	9,547,789,484	-2,817,339,388
Contingency funds	1,000,000,000	0	0	1,000,000,000	0	1,000,000,000	0
Total	185,851,557,000	0	0	185,851,557,000	175,303,767,516	10,547,789,484	-2,817,339,388

Notes: 1. "Initial budget" plus/minus "use of contingency funds" and "diversion of funds."

2. Excludes the cost of purchasing fixed assets used for the Bank's business operations.