

**A. Financial Statements for the 127th Fiscal Year/Fiscal 2011**  
**1. Balance Sheet as at the End of the 127th Fiscal Year/Fiscal 2011**  
**(March 31, 2012)**

yen	
	Item
<b>ASSETS</b>	
Gold	441,253,409,037
Cash	358,139,466,709
Japanese government securities	87,247,192,944,581
Commercial paper	1,594,876,498,444
Corporate bonds	1,990,643,768,227
Pecuniary trusts (stocks held as trust property)	1,428,289,344,745
Pecuniary trusts (index-linked exchange-traded funds held as trust property)	847,854,505,850
Pecuniary trusts (Japan real estate investment trusts held as trust property)	73,634,787,553
Loans and bills discounted	38,995,460,000,000
Loans on deeds	20,000,000,000
Electronic loans	38,975,460,000,000
Foreign currency assets	5,872,387,245,527
Foreign currency deposits	67,373,884,694
Foreign currency securities	4,594,177,572,539
Foreign currency mutual funds	39,207,482,843
Foreign currency pecuniary trusts	136,412,645,451
Foreign currency loans	1,035,215,660,000
Deposits with agents	32,401,238,412
Other assets	367,430,843,764
Bills and checks in process of collection	43,514,872
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
Withdrawn cash to be returned to the government	59,321,645,761
Accrued interest receivable	159,830,148,482
Others	32,732,160,285
Tangible fixed assets	207,222,664,639
Buildings	102,398,056,480
Land	82,879,147,996
Lease assets	7,802,912,201
Construction in progress	2,163,999,280
Other tangible fixed assets	11,978,548,682
Intangible fixed assets	148,989,783
Utility rights	148,989,783
<b>Total assets</b>	<b>139,456,935,707,271</b>
<b>LIABILITIES</b>	
Banknotes	80,842,816,101,358
Deposits (excluding those of the government)	35,896,359,874,131
Current deposits	34,432,345,287,416
Other deposits	1,464,014,586,715
Deposits of the government	1,832,410,092,242
Treasury deposit	150,001,109,560
Domestic designated deposit	1,264,751,940,556
Other government deposits	417,657,042,126
Payables under repurchase agreements	14,397,136,807,129
Other liabilities	35,850,139,023
Remittances payable	5,808,606,169
Unearned interest and discounts	115,068
Taxes payable	12,767,000,000
Lease liabilities	8,181,400,388
Others	9,093,017,398
Provision for retirement benefits	199,163,179,949
Provision for possible losses on bonds transactions	2,243,348,993,013
Provision for possible losses on foreign exchange transactions	794,500,000,000
<b>Total liabilities</b>	<b>136,241,585,186,845</b>
<b>NET ASSETS</b>	
Capital	100,000,000
Legal reserve	2,686,170,445,279
Special reserve	13,196,452
Net income	529,066,878,695
<b>Total net assets</b>	<b>3,215,350,520,426</b>
<b>Total liabilities and net assets</b>	<b>139,456,935,707,271</b>

**2. Statement of Income for the 127th Fiscal Year/Fiscal 2011**  
(April 1, 2011-March 31, 2012)

yen

Item	
<b>Operating income</b>	<b>872,845,525,795</b>
Interest on loans and discounts	43,735,904,473
Interest on loans	43,735,904,473
Interest on receivables under resale agreements	19,322,735
Interest and discounts on Japanese government securities	619,933,365,487
Interest on commercial paper	1,715,187,714
Interest and discounts on corporate bonds	1,054,518,198
Gains on sale of Japanese government securities	2,475,152,500
Gains on foreign currency assets	170,483,115,094
Gains on foreign currency securities	158,908,110,082
Gains on foreign currency mutual funds	2,257,190,787
Gains on foreign currency pecuniary trusts	7,134,305,347
Interest on foreign currency deposits and loans	2,183,508,878
Other operating income	33,428,959,594
Gains on pecuniary trusts (index-linked exchange-traded funds held as trust property)	5,884,290,385
Gains on pecuniary trusts (Japan real estate investment trusts held as trust property)	2,353,355,399
Dividends	655,855,990
Fees and commissions	10,756,240,395
Other income	13,779,217,425
<b>Operating expenses</b>	<b>336,762,072,993</b>
Interest on payables under repurchase agreements	17,010,030,431
Losses on foreign currency assets	60,622,806,626
Foreign exchange losses	60,622,806,626
General and administrative expenses and costs	191,631,400,711
Cost of production of banknotes	49,921,440,000
Administrative expenses for treasury business and Japanese government securities	18,011,635,083
Personnel expenses	49,174,474,092
Expenses for transportation and communications	4,501,279,718
Expenses for maintenance and repairs	1,702,222,300
Other general and administrative expenses and costs	47,869,605,212
Taxes excluding corporate income tax, inhabitants taxes, and enterprise taxes	4,045,974,575
Depreciation and amortization	16,404,769,731
Other general and administrative expenses	67,497,835,225
Losses on pecuniary trusts (stocks held as trust property)	27,630,904,808
Fees and commissions paid	410,242,933
Other expenses	39,456,687,484
<b>Operating profits</b>	<b>536,083,452,802</b>
<b>Special profits</b>	<b>9,462,989,913</b>
Gains on disposal of fixed assets	6,539,956,664
Transfer from provision for unrealized losses on index-linked exchange-traded funds	2,158,071,673
Transfer from provision for unrealized losses on Japan real estate investment trusts	105,203,418
Other special profits	659,758,158
<b>Special losses</b>	<b>234,787,154</b>
Losses on disposal of fixed assets	234,787,154
<b>Net income before taxes</b>	<b>545,311,655,561</b>
<b>Provision for corporate income tax, inhabitants taxes, and enterprise taxes</b>	<b>16,244,776,866</b>
<b>Net income</b>	<b>529,066,878,695</b>

### 3. Appropriation of Net Income for the 127th Fiscal Year/Fiscal 2011

yen

Net income	529,066,878,695
<b>APPROPRIATIONS</b>	
Transfer to legal reserve	26,453,343,935
Dividends, 5 percent of share face value	5,000,000
Payment to the government	502,608,534,760
Total	529,066,878,695

**B. Annual Report on Settlement of Accounts for the 127th Fiscal Year/Fiscal 2011**  
**1. Settlement of Accounts for the 127th Fiscal Year/Fiscal 2011**

yen

Item	Initial budget	Use of contingency funds	Diversion of funds	Adjusted budget <sup>1</sup>	Settlement of accounts	Surpluses	Changes from the previous year's settlement of accounts
Cost of production of banknotes	49,951,295,000	0	0	49,951,295,000	49,921,440,000	29,855,000	-238,562,000
Administrative expenses for treasury business and Japanese government securities	19,336,182,000	0	0	19,336,182,000	18,011,635,083	1,324,546,917	-204,364,996
Personnel expenses	50,691,916,000	0	0	50,691,916,000	49,174,474,092	1,517,441,908	-84,499,720
Remuneration of the officers	420,555,000	0	0	420,555,000	417,617,800	2,937,200	8,433,700
Remuneration of the employees	40,580,024,000	0	0	40,580,024,000	39,425,161,250	1,154,862,750	-145,785,232
Retirement allowances	9,691,337,000	0	0	9,691,337,000	9,331,695,042	359,641,958	52,851,812
Expenses for transportation and communications	5,158,733,000	0	0	5,158,733,000	4,501,279,718	657,453,282	-169,859,918
Expenses for transportation	2,135,163,000	0	0	2,135,163,000	1,808,113,294	327,049,706	9,315,730
Expenses for communications	3,023,570,000	0	0	3,023,570,000	2,693,166,424	330,403,576	-179,175,648
Expenses for maintenance and repairs	2,043,867,000	0	0	2,043,867,000	1,702,222,300	341,644,700	-83,551,116
Other general and administrative expenses and costs	54,949,984,000	0	0	54,949,984,000	47,869,605,212	7,080,378,788	-224,668,349
Cost of expendable supplies	1,412,604,000	0	0	1,412,604,000	1,134,625,693	277,978,307	-73,123,093
Expenses for electricity and water supply	2,077,535,000	0	0	2,077,535,000	1,748,169,255	329,365,745	-166,248,167
Leasing fees for buildings and equipment	10,739,615,000	0	0	10,739,615,000	9,228,459,482	1,511,155,518	-1,241,139,129
Expenses for maintenance of buildings and equipment	9,828,059,000	0	0	9,828,059,000	8,837,756,776	990,302,224	-345,145,068
Miscellaneous expenses	30,892,171,000	0	0	30,892,171,000	26,920,594,006	3,971,576,994	1,600,987,108
Cost of fixed-asset purchases <sup>2</sup>	2,995,277,000	0	0	2,995,277,000	2,622,956,894	372,320,106	-494,648,118
Subtotal	185,127,254,000	0	0	185,127,254,000	173,803,613,299	11,323,640,701	-1,500,154,217
Contingency funds	1,000,000,000	0	0	1,000,000,000	0	1,000,000,000	0
Total	186,127,254,000	0	0	186,127,254,000	173,803,613,299	12,323,640,701	-1,500,154,217

**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.