

Consolidated Interim Balance Sheets (Unaudited)

The Hokuriku Bank, Ltd. and Consolidated Subsidiaries (As of September 30, 2001 and 2000)

	Millions of yen		Thousands of U.S. dollars
	2001	2000	2001
ASSETS			
Cash and Due from Banks	¥ 233,599	¥ 171,109	\$ 1,956,448
Call Loans	100,000	175,000	837,521
Commercial Paper and Other Debt Purchased	11,061	14,431	92,646
Trading Assets	4,058	3,782	33,989
Money Held in Trust	12,286	19,987	102,901
Securities	901,737	916,690	7,552,243
Loans and Bills Discounted	4,428,379	4,393,559	37,088,602
Foreign Exchanges	16,223	12,472	135,878
Other Assets	79,078	78,322	662,302
Premises and Equipment	134,152	135,688	1,123,554
Deferred Tax Assets	89,107	78,687	746,297
Customers' Liabilities for Acceptances and Guarantees	120,030	132,169	1,005,279
Reserve for Possible Loan Losses	(127,760)	(126,837)	(1,070,020)
Reserve for Devaluation of Investment Securities	—	(24)	—
Total Assets	¥6,001,956	¥6,005,040	\$50,267,640
LIABILITIES, MINORITY INTERESTS, AND SHAREHOLDERS' EQUITY			
Liabilities			
Deposits	¥5,420,490	¥5,291,160	\$45,397,740
Call Money	65,300	70,000	546,901
Trading Liabilities	681	593	5,711
Borrowed Money	84,324	93,935	706,236
Foreign Exchanges	180	100	1,515
Corporate Bonds	37,000	38,100	309,883
Other Liabilities	73,277	56,574	613,712
Reserve for Employee Bonus	9	—	78
Reserve for Employee Retirement Benefit	13,004	12,977	108,915
Other Reserves	5,200	1,875	43,551
Deferred Tax Liabilities for Land Revaluation	23,484	23,820	196,686
Acceptances and Guarantees	120,030	132,169	1,005,279
Total Liabilities	5,842,983	5,721,308	48,936,207
Minority Interests	517	366	4,336
Shareholders' Equity			
Capital Stock	120,842	120,842	1,012,079
Capital Surplus	95,778	95,778	802,166
Revaluation Reserve for Land	33,296	33,856	278,861
Retained Earnings	(83,917)	33,571	(702,829)
Net Unrealized Gains (Losses) on Other Securities	(6,479)	—	(54,268)
Less, Treasury Stock	(0)	(0)	(3)
Less, Parent Company Stocks Held by Subsidiaries	(1,063)	(681)	(8,909)
Total Shareholders' Equity	158,455	283,365	1,327,097
Total Liabilities, Minority Interests, and Shareholders' Equity	¥6,001,956	¥6,005,040	\$50,267,640

Consolidated Interim Statements of Income and Retained Earnings (Unaudited)

The Hokuriku Bank, Ltd. and Consolidated Subsidiaries (For the six months ended September 30, 2001 and 2000)

	Millions of yen		Thousands of U.S. dollars
	2001	2000	2001
Income			
Interest Income:			
Interest on Loans and Discounts	¥ 46,569	¥48,830	\$ 390,030
Interest and Dividends on Securities	7,142	7,011	59,819
Other Interest Income	1,292	2,379	10,821
Other Income	22,823	30,524	191,151
Total Income	77,827	88,746	651,821
Expenses			
Interest Expenses			
Interest on Deposits	7,420	10,697	62,148
Other Interest Expenses	2,570	3,071	21,528
General and Administrative Expenses	30,312	32,011	253,874
Other Expenses	163,252	44,623	1,367,273
Total Expenses	203,555	90,404	1,704,823
Income (Loss) before Income Taxes	(125,728)	(1,657)	(1,053,002)
Income Taxes			
Current	91	58	763
Deferred	(7,228)	(5,424)	(60,539)
Minority Interests in Net Income	343	83	2,881
Net Income (Loss)	¥(118,935)	¥ 3,623	\$ (996,107)
Retained Earnings			
Balance, Beginning of Period	¥ 35,257	¥29,661	\$ 295,288
Additions to Retained Earnings:			
Transfer from Revaluation Reserve for Land	337	869	2,827
Deductions of Retained Earnings:			
Cash Dividends	577	583	4,837
Net Income (Loss)	(118,935)	3,623	(996,107)
Balance, End of Period	¥ (83,917)	¥33,571	\$ (702,829)

The Hokuriku Bank, Ltd.

SERVICE NETWORK (As of September 30, 2001)

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Number of Domestic Offices

190 (including 47 Foreign Exchange
Offices and 50 Foreign Money
Exchange Offices)

Consolidated Interim Statements of Cash Flows (Unaudited)

The Hokuriku Bank, Ltd. and Consolidated Subsidiaries (For the six months ended September 30, 2001 and 2000)

	Millions of yen		Thousands of U.S. dollars
	2001	2000	2001
I. Cash Flows from Operating Activities			
Net Income (Loss) before Adjustments (Taxes, etc.)	¥(125,728)	¥ (1,657)	\$(1,053,002)
Depreciation	8,813	9,350	73,813
Increase in Reserve for Possible Loan Losses	66,167	18,654	554,169
Increase in Reserve for Devaluation of Investment Securities	—	(197)	—
Increase in Reserve for Losses on Sales of Loans	2,848	(613)	23,855
Increase in Reserve for Employee Bonus	(4)	—	(38)
Increase in Reserve for Retirement Allowances	—	(12,961)	—
Increase in Reserve for Employee Retirement Benefit	101	12,977	846
Income from Lending Activities	(55,003)	(58,221)	(460,670)
Funding Costs	9,990	13,768	83,676
Loss (Gain) Related to Securities	78,617	(521)	658,435
Loss (Gain) on Money Held in Trust	193	(548)	1,618
Loss (Gain) on Foreign Exchange Translations	10	(4)	90
Loss (Gain) on Sales of Premises and Equipment	226	399	1,896
Decrease (Increase) in Trading Account Assets	3,094	5,271	25,917
Increase (Decrease) in Trading Account Liabilities	(52)	81	(442)
Net Decrease (Increase) in Loans and Bills Discounted	(65,924)	(4,354)	(552,130)
Net Increase (Decrease) in Deposits	45,127	3,812	377,953
Net Increase (Decrease) in NCDs	(10,508)	(9,606)	(88,008)
Net Increase (Decrease) in Borrowed Money (excluding subordinated loans)	(1,837)	(4,555)	(15,387)
Net Decrease (Increase) in Deposit with Banks (excluding Central Bank)	19,418	11,691	162,635
Net Decrease (Increase) in Call Loans	146,872	(26,861)	1,230,092
Net Increase (Decrease) in Call Money	65,300	70,000	546,901
Net Increase (Decrease) in Funds Held as Collateral for Securities Lent Out	(5,213)	—	(43,663)
Net Decrease (Increase) in Foreign Exchanges (Assets)	(3,224)	181	(27,006)
Net Increase (Decrease) in Foreign Exchanges (Liabilities)	(34)	(108)	(285)
Revenue from Lending Activities	47,823	49,757	400,530
Payments for Funding Expenses	(8,355)	(11,915)	(69,975)
Other	(5,475)	2,172	(45,856)
Subtotal	213,244	65,991	1,785,964
Corporate and Other Taxes Paid	(89)	(88)	(752)
Net Cash Provided by Operating Activities	213,154	65,902	1,785,212
II. Cash Flows from Investing Activities			
Purchases of Securities	(327,311)	(260,661)	(2,741,302)
Proceeds from Sale of Securities	141,610	173,448	1,186,014
Proceeds from Redemption of Securities	70,650	56,686	591,711
Increase in Money Held in Trust	—	(1,700)	—
Decrease in Money Held in Trust	6,613	—	55,387
Revenue from Investment Activities	5,876	7,337	49,213
Purchase of Premises and Equipment	(2,627)	(7,266)	(22,006)
Proceeds from Sale of Premises and Equipment	601	5,502	5,040
Net Cash Used in Investing Activities	(104,587)	(26,653)	(875,943)
III. Cash Flows from Financing Activities			
Repayment of Subordinated Borrowings	(5,000)	(19,400)	(41,876)
Payments to Bonds and Convertible Bonds	(100)	(8,865)	(837)
Payments to Financing Activities	(1,113)	(1,439)	(9,327)
Dividends Paid	(577)	(584)	(4,839)
Purchase of Treasury Stock	(17)	(6)	(150)
Net Cash Used in Financing Activities	(6,809)	(30,295)	(57,029)
IV. Effects of Changes in Exchange Rates on Cash and Cash Equivalents	(10)	4	(91)
V. Net Increase in Cash and Cash Equivalents	101,746	8,958	852,149
VI. Cash and Cash Equivalents at Beginning of Period	78,446	88,112	657,010
VII. Cash and Cash Equivalents at End of Period	¥ 180,193	¥97,071	\$ 1,509,159

Notes:

1) These consolidated financial statements have been prepared in accordance with the provisions set forth in the Securities and Exchange Law of Japan and the Banking Law of Japan, and in conformity with accounting principles and practices generally accepted in Japan, which may differ in some material respects from accounting principles and practices generally accepted in countries and jurisdictions other than Japan. In preparing these financial statements, certain reclassifications and rearrangements have been made to the financial statements issued domestically in Japan.

2) The financial statements are stated in millions of yen by discarding fractional amounts less than ¥1 million.

3) The U.S. dollar amounts represent the arithmetical results of translating original Japanese yen amounts to U.S. dollars rounded off in thousands at the rate of ¥119.40 per US\$1.00, prevailing at the end of September 2001.

4) The consolidated financial statements include the accounts of the Bank and its eight subsidiaries after the elimination of all intercompany transactions, balances, and unrealized profit.

5) There are six affiliates for which the equity method does not apply as they do not have a significant impact on the consolidated financial statements.

6) Loans and bills discounted

	<u>Millions of yen</u>	<u>Thousands of U.S. dollars</u>
Loans to Borrowers under		
Bankruptcy Proceedings	¥ 39,045	\$ 327,011
Overdue Loans	237,137	1,986,075
Loans Overdue for at Least Three		
Months	2,192	18,366
Restructured Loans	129,924	1,088,148

The total of the above loans amounted to ¥408,300 million (\$3,419,600 thousand).

7) Market value information

	<u>Millions of yen</u>	<u>Thousands of U.S. dollars</u>
Held-to-Maturity Bonds that Have a Market Value		
Balance Sheet Amount	¥ 71,826	\$ 601,559
Market Value	72,879	610,378
Differences	1,053	8,820
Other Securities that Have a Market Value*		
Cost	793,449	6,645,302
Balance Sheet Amount	782,202	6,551,109
Valuation Differences	(11,246)	(94,193)

*The difference between cost and balance sheet is directly inserted into equity.

8) Cash and cash equivalents

Cash and cash equivalents consist of cash on hand and demand deposits with the Bank of Japan.