

Quarterly Financial Highlights
For the Three Months Ended June 30, 2010



SAN-IN GODO BANK

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(Note)

Information presented herein has been extracted from the original material, solely for the convenience of the readers outside Japan.

The amounts, ratios or any other information presented herein have not been audited.

The San-in Godo Bank, Ltd. and Consolidated Subsidiaries

Consolidated Balance Sheets

(Millions of yen)

	As of June 30, 2010	As of March 31, 2010
Assets:		
Cash and due from banks	86,421	240,887
Call loans and bills purchased	118,766	67,586
Debt purchased	5,334	5,244
Trading securities	726	705
Money held in trust	6,791	6,757
Securities	1,378,391	1,342,155
Loans and bills discounted	2,093,845	2,143,021
Foreign exchange	7,743	2,919
Lease receivables and investment assets	24,784	24,675
Other assets	42,880	29,023
Tangible fixed assets	46,534	46,624
Intangible fixed assets	1,991	1,975
Deferred tax assets	2,892	11,077
Customers' liabilities for acceptances and guarantees	22,582	24,318
Reserve for possible loan losses	(49,215)	(47,751)
Reserve for devaluation of securities	(466)	(448)
Total assets	3,790,005	3,898,771
Liabilities:		
Deposits	3,350,673	3,435,595
Negotiable certificates of deposit	9,000	-
Call money and bills sold	9,727	1,581
Cash collateral received under securities lending	29,597	31,289
Borrowed money	15,705	57,498
Foreign exchange	15	27
Other liabilities	49,557	55,079
Reserve for employees' bonuses	-	1,134
Reserve for employees' retirement benefits	10,097	9,945
Reserve for directors' and corporate auditors' retirement benefits	85	115
Reserve for reimbursement of deposits	240	249
Reserve for contingencies	565	260
Deferred tax liabilities	6	10
Deferred tax liabilities for land revaluation excess	4,263	4,263
Acceptances and guarantees	22,582	24,318
Total liabilities	3,502,117	3,621,370
Net assets:		
Common stock	20,705	20,705
Capital surplus	15,519	15,516
Retained earnings	202,349	200,876
Treasury stock	(1,897)	(609)
Total shareholders' equity	236,676	236,488
Net unrealized gain on other securities	34,391	23,894
Net deferred gain/(loss) on hedging instruments	(1)	210
Land revaluation excess	3,267	3,267
Total valuation and translation adjustments	37,657	27,372
Subscription rights to share	227	231
Minority interests	13,326	13,308
Total net assets	287,887	277,401
Total liabilities and net assets	3,790,005	3,898,771

The San-in Godo Bank, Ltd. and Consolidated Subsidiaries

Consolidated Statements of Income

(Millions of yen)

	For the three months ended June 30, 2009	For the three months ended June 30, 2010
Ordinary income:	23,278	23,545
Interest income	16,401	16,323
<i>Interest on loans and bills discounted</i>	<i>10,632</i>	<i>9,942</i>
<i>Interest and dividends on securities</i>	<i>5,138</i>	<i>5,468</i>
Fees and commissions	2,395	2,528
Other operating income	3,967	4,181
Other income	513	511
Ordinary expenses:	18,668	18,891
Interest expenses	2,716	2,327
<i>Interest on deposits</i>	<i>2,495</i>	<i>1,912</i>
Fees and commissions	591	716
Other operating expenses	3,056	3,217
General and administrative expenses	10,817	10,834
Other expenses	1,486	1,795
Ordinary profit	4,609	4,654
Extraordinary gains	13	1
Extraordinary losses	15	157
Income before income taxes and minority interests	4,607	4,499
Income taxes	1,882	1,939
: current	399	991
: deferred	1,483	948
Income before provision for minority interest	—	2,559
Minority interests in net income	280	241
Net income	2,445	2,318

The San-in Godo Bank, Ltd. and Consolidated Subsidiaries

Consolidated Statements of Cash Flows

(Millions of yen)

	For the three months ended June 30, 2009	For the three months ended June 30, 2010
Cash flows from operating activities:		
Income before income taxes and minority interests	4,607	4,499
Depreciation	708	647
Increase (decrease) in reserve for possible loan losses	1,113	1,463
Increase (decrease) in reserve for devaluation of securities	(0)	17
Increase (decrease) in reserve for employees' bonuses	(1,155)	(1,134)
Increase (decrease) in reserve for employees' retirement benefits	(53)	151
Increase (decrease) in reserve for directors' and corporate auditors' retirement benefits	(21)	(29)
Increase (decrease) in reserve for reimbursement of deposits	(11)	(9)
Increase (decrease) in reserve for contingencies	13	305
Interest and dividend income	(16,401)	(16,323)
Interest expenses	2,716	2,327
(Gain) loss on securities transactions	(203)	(294)
(Gain) loss on money held in trust	19	(112)
Foreign exchange (gain) loss	(23)	(95)
(Gain) loss on disposals of fixed assets	15	7
Net (increase) decrease in loans and bills discounted	72,337	49,175
Net increase (decrease) in deposits	(95,770)	(84,921)
Net increase (decrease) in negotiable certificates of deposit	1,550	9,000
Net increase (decrease) in borrowed money	(56,934)	(41,793)
Net (increase) decrease in due from banks (exclusive of the Bank of Japan)	(1,298)	54,146
Net (increase) decrease in call loans	(21,932)	(51,268)
Net increase (decrease) in call money	1,371	8,145
Net increase (decrease) in cash collateral received under securities lending	4,374	(1,692)
Net (increase) decrease in foreign exchange assets	(745)	(4,824)
Net increase (decrease) in foreign exchange liabilities	4	(11)
Interest and dividends received	15,926	16,089
Interest paid	(2,147)	(2,961)
Others	12,759	6,326
Subtotal	(79,179)	(53,169)
Income taxes paid	(3,534)	(4,255)
Net cash provided by (used in) operating activities	(82,714)	(57,425)
Cash flows from investing activities:		
Purchases of securities	(114,552)	(95,306)
Proceeds from sales of securities	19,057	39,078
Proceeds from redemption of securities	17,329	15,862
Decrease in money held in trust	49	9
Purchases of tangible fixed assets	(137)	(34)
Purchases of intangible fixed assets	(101)	(137)
Proceeds from sales of tangible fixed assets	0	0
Proceeds from sales of intangible fixed assets	36	-
Net cash provided by (used in) investing activities	(78,318)	(40,528)
Cash flows from financing activities:		
Dividends paid	(682)	(845)
Dividends paid to minority shareholders	(16)	(192)
Purchases of treasury stock	(14)	(1,326)
Proceeds from sales of treasury stock	0	1
Net cash provided by (used in) financing activities	(712)	(2,363)
Effect of changes in exchange rates on cash and cash equivalents	(0)	(1)
Net increase (decrease) in cash and cash equivalents	(161,745)	(100,318)
Cash and cash equivalents at the beginning of the year	245,272	156,122
Cash and cash equivalents at the end of the period	83,526	55,803

Financial Data (consolidated)

Highlights (Millions of yen)

	For the three months ended June 30, 2009 (B)	For the three months ended June 30, 2010 (A)	(A)-(B)
Ordinary profit	4,609	4,654	45
Net income	2,445	2,318	(127)
Earnings per share - basic (Yen)	¥14.33	¥13.77	(¥0.56)
Earnings per share - diluted (Yen)	¥14.32	¥13.74	(¥0.58)

(%)

	As of March 31, 2010 (B)	As of June 30, 2010 (A)	(A)-(B)
Net assets per share (Yen)	¥1,559.88	¥1,638.30	¥78.42
Net assets (except for subscription rights to share and minority interests) ratio	6.7	7.2	0.5
Capital adequacy ratio (domestic standard)	16.08	*	-

* Capital adequacy ratio as of June 30, 2010 is to be disclosed after calculation.

Projections for the year ending March 31, 2011 (Millions of yen)

	For the three months ended June 30, 2010	For the six months ending September 30, 2010	For the year ending March 31, 2011
Ordinary income	23,545	45,400	91,200
Ordinary profit	4,654	7,700	17,600
Net income	2,318	3,400	8,700
Earnings per share - basic (Yen)	¥13.77	¥20.09	¥51.43

Projections for the year ending March 31, 2011 have not been changed since the release on May 14, 2010.

Securities (consolidated)

Holding gains and losses of other securities (consolidated) (100 Millions of yen)

	As of June 30, 2009			
	Fair value	Net gain / (loss)	gains	losses
Other securities	13,049	313	393	80
Stocks	576	59	104	44
Bonds	12,037	269	288	18
Others	435	(15)	1	16

	As of June 30, 2010			
	Fair value	Net gain / (loss)	gains	losses
Other securities	13,468	576	631	54
Stocks	439	13	58	45
Bonds	12,495	554	556	1
Others	533	9	16	7

	As of March 31, 2010			
	Fair value	Net gain / (loss)	gains	losses
Other securities	13,119	400	451	50
Stocks	519	66	95	29
Bonds	12,024	346	354	7
Others	576	(11)	1	13

Soundness of Assets (non-consolidated)

Disclosed Assets Based on the Financial Reconstruction Law (non-consolidated) (Millions of yen)

	As of June 30, 2009 (B)	As of June 30, 2010 (A)	(A)-(B)
Bankrupt and quasi-bankrupt assets	35,768	36,565	797
Doubtful assets	34,553	29,163	(5,390)
Substandard loans	1,970	12,050	10,080
Subtotal (C)	72,291	77,779	5,488
Normal assets	2,053,242	2,078,408	25,166
Total (D)	2,125,533	2,156,188	30,655
(C)/(D) (%)	3.40	3.60	0.20

Risk managed loans (non-consolidated) (Millions of yen)

	As of June 30, 2009 (B)	As of June 30, 2010 (A)	(A)-(B)
Risk managed loans (E)	70,806	76,460	5,654
Loans to borrowers under bankruptcy proceedings	13,798	13,588	(210)
Non-accrual past due loans	55,038	50,822	(4,216)
Loans past due for three months or more	33	284	251
Loans with altered lending conditions	1,936	11,766	9,830
Loans and bills discounted (F)	2,078,603	2,103,534	24,931
Ratio of risk managed loans (E)/(F) (%)	3.40	3.63	0.23