

The Shimizu Bank, Ltd.

Annual Report 2011

Profile

The Shimizu Bank, Ltd. was established in 1928 with the merger of six banks and has always been a valuable partner of the local community. The Bank has its headquarters in Shizuoka City, which has the Shimizu Port, the largest in the prefecture. Shimizu Port, located halfway between Tokyo and Osaka, plays a significant role in international trade and economic development. We will provide customers with a wide range of financial services, seek further business expansion as a customer-friendly bank and contribute to the development of the local community.



Bank Data

As of March 31, 2011

Head Office 2-1 Fujimicho, Shimizu-ku, Shizuoka-shi, Shizuoka 424-0941 Japan

Date of Incorporation: July 1, 1928
 Paid-up Capital: ¥8,670,500,000
 Number of Branches: 78
 Number of Sub-branches: 3
 Number of Employees: 990
 Consolidated Capital Adequacy Ratio
 (based on domestic standards): 11.18%
 Non-Consolidated Capital Adequacy Ratio
 (based on domestic standards): 10.78%



Consolidated Subsidiaries

As of March 31, 2011

Name of Company	Capital (Millions of Yen)	Ratio of Voting Right	Ratio of Voting Right (Other Group Companies)	Established	Line of Business
The Shimizu Business Service Co., Ltd.	10	100.00%	—	December 10, 1981	Calculating cash
The Shimizugin Career Up Co., Ltd.	30	100.00%	—	October 22, 1990	Delegation of personnel
The Shimizu General Maintenance Co., Ltd.	30	100.00%	—	December 24, 1991	Management of real estate
The Shimizu General Lease Co., Ltd.	30	5.26%	45.61%	December 1, 1975	Leasing, Factoring
The Shimizu Credit Guarantee Co., Ltd.	50	5.00%	90.00%	November 1, 1978	Credit guaranteeing
The Shimizu General Computer Service Co., Ltd.	30	5.45%	45.45%	July 1, 1989	Calculation operations
The Shimizu Card Service Co., Ltd.	30	28.00%	72.00%	April 14, 1999	Credit card
The Shimizu Regional Economy Research Center, INC	12	9.95%	64.15%	October 28, 1965	Financial and economic research services, Training

The 23rd Medium-term Management Plan

The 23rd Medium-term Management Plan

Under the 23rd medium-term management plan that started in April, 2009 with a title of "SHIMIZU'S VALUE UP PLAN", which sets forth a goal for the Bank to become a "Best Partner Bank", we are performing management placing importance on the relationship with local communities as a regional financial institution by further pursuing relationship banking. Thereby we are aiming to become a bank selected by customers as their real "best partners". The initial three year period of the plan is considered to be a period for the Bank to go back again to the basics for a

regional financial institution, and the Bank set a management target to "enhance corporate value by improving service quality based primarily on relationship banking". Based on this, we are making efforts more than ever to perform our businesses from customers' perspectives. Each employee promises to make strenuous efforts in developing his/her skills as a "professional for financial services", adequately responds to diversified customer needs, and will fulfill this target with full force and with a sense of speed and challenge spirit.

《SHIMIZU'S VALUE UP PLAN》

- Bank aiming to become : BEST PARTNER BANK; Adhering to and growing with local communities
- Plan period : April, 2009 to March 2012 (3 years)
- Management target : Enhancement of corporate value by improvement of service quality based primarily on relationship banking



- Base strategy** → Establishment of a management base in a bid to maintain management stability through corporate management based on appropriate risk control, and development on a sustainable basis
● Governance structure ● Compliance structure ● Customer support structure ● Risk management structure ● CSR
- Human resources strategy** → Revitalization of our organization by keeping expertise that enables responses to customers' needs, making efforts to develop human resources who are able to play the roles to achieve the targets, and bringing an energetic working environment into reality
● Personnel system ● Development of human resource ● Personnel assignment
● Working environment
- Business promotion strategy** → Reinforcement of profitability committing to customer satisfaction by providing high-value-added financial services in response to customers' needs through relationship with local communities and various channels
● Corporate banking division ● Personal banking division ● Market investment division
● Business promotion channel
- Operation strategy** → Making use of management resources to the maximum extent possible by making business operations become more efficient and speedy to pursue convenience for customers thoroughly
● Operation processes ● System ● Coordination ● Cost
- Group strategy** → Review of roles and businesses of the Group companies as well as attempting to efficiently use management resources in response to diversified and sophisticated customer needs
● Card business ● Solution business ● Human resources business ● Branch support

Management Environment and Financial Results

Environment of Financial Economy

The Japanese economy grew at a moderate rate in the first half of the period, because of the continuous improvement of overseas economies, increases in Japanese exports and production, and an indication of capital investment recovery, despite excess facilities and a leveling off of economic confidence. Consumer frugality became a hindrance to economic recovery, while severe unemployment and income conditions continued. As for the second half of the period, backed by recovery of overseas economies, the Japanese economy began to show signs of reaching its bottom and personal consumption gradually showed signs of recovery as well. However, the Great East Japan Earthquake that occurred in March affected not only the Japanese economy, but also overseas economies. The Japanese economy experienced turmoil, which was caused by damages in infrastructure facilities, limitation of various activities due to shortages in energy and other resources, a downturn in consumer confidence, and other factors.

Concerning the economy in Shizuoka prefecture, which is our bank's primary base, the recovery in corporate production and capital investment expanded increasingly in the first half of the period, just like the domestic economy, backed by the effects of economic policies and an increase in foreign demand. Nevertheless, the overall economic situation remained weak, with only a partial improvement seen in personal consumption as a consequence of the severe unemployment environment. When the second half of the period began, uncertainty about the economy including distribution and production prevailed in the aftermath of the Great Earthquake, although there were some recovery signs, such as corpo-



rate capital expenditures.

As regards the financial environment, thanks to the easy money policies from the Bank of Japan in the short-term money market, the uncollateralized overnight call rate remained unchanged at around 0.1%.

The newly-issued 10-year Japanese Government Bonds rate, which is the benchmark of the long-term interest rate, fell to the 0.8% level last October after being above 1.3% in the beginning of the period. Then the rate rose again toward the end of the period, reaching the 1.2% level at the end of March. The Nikkei stock average started at the 11,000-yen level in the beginning of the period, and moved to around 9,000-yen in the first half, and to 10,000-yen in the second half of the period due to a stronger yen tendency. However, the average dipped below the 10,000-yen level in the end of March in the aftermath of the Great East Japan Earthquake.

Consolidated Results

Operating income was 30.788 billion yen, an increase of 924 million yen from the previous period, because of an increase in profits from service transactions, etc., and agile securities management. Operating expenses were 27.242 billion yen, an increase of 1.011 billion yen from the previous period, because of an increase in the cost of credit while the financing costs decreased. Consequently, operating profit reached 3.545 billion yen, 86 million yen decrease from the previous period.

Deposits increased to 1,288.2 billion yen, an increase of 36.6 billion yen from the end of the previous period, as a result of our efforts to expand the management base in the local community.

The total of personal asset under management including individual deposits reached 987.4 billion yen, an increase of

14.1 billion yen from the end of the previous period, thanks to the favorable sales of personal pension insurance and others, in order to accommodate diversifying customers' needs.

On account of positively meeting capital demands from local customers as a regional banking institution, loans for business purposes increased and the consumer loan showed strong growth. Therefore, outstanding loans and bills discounted became 964.1 billion yen, an increase of 3.7 billion yen from the end of the previous period.

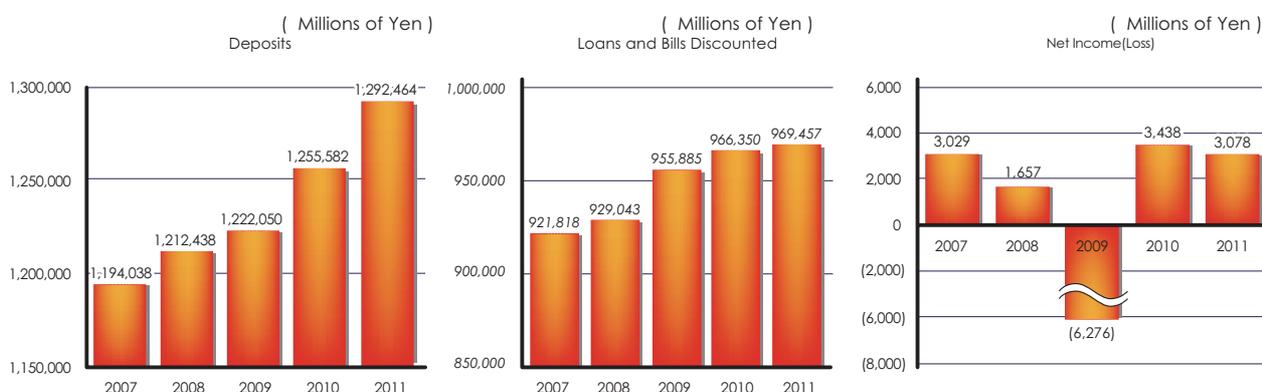
As a result of increasing debt securities while watching market trends and giving attention to liquidity, outstanding securities were 295.3 billion yen, an increase of 41.4 billion yen from the previous period.

Consolidated Five-year Summary	Millions of Yen				
	2007	2008	2009	2010	2011
Operating Income	¥35,743	¥36,978	¥32,320	¥29,863	¥30,788
Operating Profit(Loss)	6,299	2,862	(6,246)	3,631	3,545
Net Income (Loss)	3,043	1,696	(6,285)	3,449	3,037
Comprehensive Income	-	-	-	-	843
Net Assets	70,637	66,632	61,461	66,439	66,702
Total Assets	1,314,011	1,303,711	1,334,308	1,353,833	1,416,408
Net Assets per Share in Yen	7,123.71	6,700.61	6,173.01	6,691.82	6,703.33
Net Income (Loss) per Share in Yen	318.78	177.68	(658.35)	361.42	318.34

Non-consolidated Results

Operating income was 25.333 billion yen, an increase of 909 million yen compared to the previous period, due to an increase in profits from service transactions, etc. and agile securities management. In spite of a decrease in funding costs, operating expenses increased by 1.068 billion yen from the previous period to 22.067 billion yen due to an increase in the cost of credit. As a result, operating profit remained 3.265 billion yen, a decrease of 158 million yen compared with the previous period.

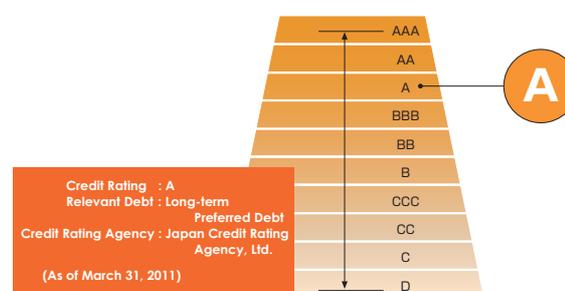
Non-Consolidated Five-year Summary	Millions of Yen				
	2007	2008	2009	2010	2011
Operating Income	¥29,011	¥30,854	¥26,541	¥24,423	¥25,333
Operating Profit(Loss)	5,932	2,524	(6,383)	3,423	3,265
Net Income (Loss)	3,029	1,657	(6,276)	3,438	3,078
Common Stock	8,670	8,670	8,670	8,670	8,670
Net Assets	67,412	63,363	58,326	63,250	63,394
Total Assets	1,304,411	1,293,815	1,324,850	1,345,707	1,409,868
Deposits	1,194,038	1,212,438	1,222,050	1,255,582	1,292,464
Loans and Bills Discounted	921,818	929,043	955,885	966,350	969,457
Securities	257,366	238,341	240,132	253,928	295,382
Net Assets per Share in Yen	7,060.92	6,636.06	6,110.52	6,627.46	6,643.52
Cash Dividends per Share in Yen	65	70	60	60	60
Net Income(Loss) per Share in Yen	317.50	173.59	(657.42)	360.30	322.61



Credit Rating

Credit rating is assigned to debts as follows: Concerning the relevant debt, a credit rating agency, which is a fair and disinterested third party, rates the certainty of payment of its principals and interest on a contractual basis, and such rating is represented using a simple code.

To ensure that customers and investors objectively evaluate and understand our bank's management content, our bank has obtained a credit rating of "A" from the Japan Credit Rating Agency, Ltd.(JCR).



Issues We Need to Address

In a climate of rapid change in the environment surrounding the financial industry, we understand that our mission as a regional financial institution is to make a considerable contribution to the development of the regional economy through smooth financing and to provide financial services that are optimal for our customers' needs.

With this recognition, we shall address all measures in our medium-term management plan and further strengthen the relationship with our customers, in order to achieve a profit increase by improving the quality of service as a professional financial service provider.

Moreover, based on an understanding of our social responsibilities as a regional financial institution, we would like to enhance customer reliance and satisfaction by observing corporate compliance. We also plan to further focus on cultivating human resources and creating an effective operational framework to strengthen the management base. All directors and employees will work together to respond to confidence and expectation of our shareholders as well as people in our community.

Corporate Data

Consolidated Balance Sheets

	(Millions of yen)	(Millions of yen)	(Thousands of U.S.Dollars)
	March 31, 2010	March 31, 2011	March 31, 2011
Assets			
Cash and Due from Banks	¥20,822	¥107,251	US\$1,289,854
Call Loans	80,000	10,000	120,264
Trading Account Securities	100	114	1,382
Money Held in Trust	2,300	1,501	18,053
Securities	253,940	295,365	3,552,206
Loans and Bills Discounted	960,457	964,182	11,595,702
Foreign Exchanges	513	390	4,693
Lease Receivables and Investment Assets	8,890	8,525	102,526
Other Assets	7,379	7,626	91,724
Tangible Fixed Assets	22,633	21,929	263,738
Buildings	10,850	10,925	131,392
Land	9,230	9,220	110,890
Lease Assets	731	598	7,198
Construction in Progress	190	-	-
Other Tangible Fixed Assets	1,629	1,185	14,257
Intangible Fixed Assets	976	1,117	13,442
Software	427	609	7,336
Lease Assets	97	90	1,093
Others Intangible Fixed Assets	451	416	5,013
Deferred Tax Assets	6,269	7,448	89,581
Customers' Liabilities for Acceptances and Guarantees	4,230	3,802	45,733
Allowance for Possible Loan Losses	(14,680)	(12,848)	(154,520)
Total Assets	1,353,833	1,416,408	17,034,383

	(Millions of yen)	(Millions of yen)	(Thousands of U.S.Dollars)
	March 31, 2010	March 31, 2011	March 31, 2011
Liabilities			
Deposits	¥1,251,604	¥1,288,299	US\$15,493,674
Negotiable Certificates of Deposit	-	16,250	195,429
Call Money	-	11,274	135,592
Borrowed Money	6,080	5,012	60,285
Foreign Exchanges	7	8	103
Bonds with Notes	8,000	8,000	96,211
Bonds with Warrants	5,999	5,999	72,146
Other Liabilities	7,691	7,118	85,614
Reserve for Employees' Bonus	560	565	6,798
Reserve for Employees' Retirement Benefits	3,088	3,260	39,208
Reserve for Directors' Retirement Benefits	100	86	1,044
Reserve Reimbursement of Deposits	31	28	346
Acceptances and Guarantees	4,230	3,802	45,733
Total Liabilities	1,287,394	1,349,706	16,232,191
Net Assets			
Common Stock	8,670	8,670	104,275
Capital Surplus	5,272	5,272	63,412
Retained Earnings	48,236	50,702	609,766
Treasury Stock	(277)	(282)	(3,393)
Total Owners' Equity	61,903	64,363	774,061
Net Unrealized Gain (Loss) on Securities Available for Sale, Net of Taxes	1,977	(396)	(4,772)
Net Deferred Gain (Loss) on Hedging Instruments, Net of Taxes	(15)	(1)	(15)
Total Valuation and Translation Adjustments	1,961	(398)	(4,788)
Minority Interests	2,574	2,737	32,918
Total Net Assets	66,439	66,702	802,191
Total Liabilities and Net Assets	1,353,833	1,416,408	17,034,383

Notes

1. The Japanese yen figures are rounded down to the nearest one million yen in this financial report.
2. Figures stated in U.S.dollars are translated solely for convenience at the rate of 83.15 per U.S.\$1 prevailing on March 31,2011

Consolidated Statements of Income

	(Millions of yen)	(Millions of yen)	(Thousands of U.S.Dollars)
	Years ended March 31, 2010	Years ended March 31, 2011	Years ended March 31, 2011
Operating Income	¥29,863	¥30,788	US\$370,270
Interest Income	20,355	19,838	238,583
Interest on Loans and Discounts	18,103	17,302	208,084
Interest and Dividends on Securities	2,190	2,462	29,618
Interest on Call Loans	51	52	628
Interest on Deposits with Banks	5	2	31
Other Interest Income	5	18	221
Fees and Commissions	8,333	8,537	102,671
Other Operating Income	579	2,135	25,687
Other Income	594	276	3,328
Operating Expenses	26,231	27,242	327,633
Interest Expenses	2,696	1,800	21,649
Interest on Deposits	2,539	1,461	17,577
Interest on Negotiable Certificates of Deposit	0	8	101
Interest on Call Money	5	46	565
Interest on Borrowings and Rediscount	90	81	977
Interest on Bonds and Notes	28	169	2,039
Interest on Bonds with Warrants	5	5	72
Other Interest Expenses	26	26	315
Fees and Commissions	5,434	5,431	65,317
Other Operating Expenses	23	76	915
General and Administrative Expenses	17,521	17,635	212,087
Other Expenses	556	2,300	27,664
Provision for Possible Loan Losses	125	1,513	18,197
Others	430	787	9,466
Operating Profit (Loss)	3,631	3,545	42,637
Extraordinary Profit	11	2	31
Gain on Disposal of Fixed Assets	8	-	-
Recovery of Written-off Claims	3	2	31
Extraordinary Loss	193	27	334
Loss on Disposal of Fixed Assets	45	9	114
Impairment Loss	147	13	161
Loss on Adjustment for Changes of Accounting Standard for Asset Retirement Obligations	-	4	59
Income Before Income Taxes and Minority Interests	3,450	3,520	42,334
Income Taxes - Current	74	60	732
Income Taxes - Deferred	(84)	241	2,907
Total Income Taxes	(10)	302	3,640
Income Before Minority Interests	-	3,217	38,693
Minority Interests in Income	11	179	2,157
Net Income	3,449	3,037	36,535

Consolidated Statements of Comprehensive Income

	(Millions of yen)	(Millions of yen)	(Thousands of U.S.Dollars)
	Years ended March 31, 2010	Years ended March 31, 2011	Years ended March 31, 2011
Income Before Minority Interests	-	¥3,217	US\$38,693
Other Comprehensive Income	-	(2,373)	(28,548)
Net Unrealized Gain (Loss) on Securities Available for Sale, Net of Taxes	-	(2,388)	(28,721)
Net Deferred Gain (Loss) on Hedging Instruments, Net of Taxes	-	14	172
Comprehensive Income	-	843	10,144
Comprehensive Income Attributable to Owners of the Parent	-	678	8,154
Comprehensive Income Attributable to Minority Interests	-	165	1,990

Notes

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Consolidated Statements of Changes in Net Assets

	(Millions of yen)	(Millions of yen)	(Thousands of U.S.Dollars)
	Years ended March 31, 2010	Years ended March 31, 2011	Years ended March 31, 2011
Owners' Equity			
Common Stock			
Balance at the End of Previous Period	¥8,670	¥8,670	US\$104,275
Changes of Items During the Period			
Total Changes of Items During the Period	-	-	-
Balance at the End of the Current Period	8,670	8,670	104,275
Capital Surplus			
Balance at the End of Previous Period	5,272	5,272	63,414
Changes of Items During the Period			
Disposal of Treasury Stock	-	(0)	(1)
Total Changes of Items During the Period	-	(0)	(1)
Balance at the End of the Current Period	5,272	5,272	63,412
Retained Earnings			
Balance at the End of Previous Period	45,312	48,236	580,117
Changes of Items During the Period			
Dividends from Surplus	(524)	(572)	(6,886)
Net Income	3,449	3,037	36,535
Total Changes of Items During the Period	2,924	2,465	29,649
Balance at the End of the Current Period	48,236	50,702	609,766
Treasury Stock			
Balance at the End of Previous Period	(271)	(277)	(3,332)
Changes of Items During the Period			
Purchase of Treasury Stock	(5)	(5)	(67)
Disposal of Treasury Stock	-	0	6
Total Changes of Items During the Period	(5)	(5)	(61)
Balance at the End of the Current Period	(277)	(282)	(3,393)
Total Owners' Equity			
Balance at the End of Previous Period	58,984	61,903	744,475
Changes of Items During the Period			
Dividends from Surplus	(524)	(572)	(6,886)
Net Income	3,449	3,037	36,535
Purchase of Treasury Stock	(5)	(5)	(67)
Disposal of Treasury Stock	-	0	4
Total Changes of Items During the Period	2,918	2,460	29,586
Balance at the End of the Current Period	61,903	64,363	774,061
Accumulated Other Comprehensive Income			
Net Unrealized Gain (Loss) on Securities Available for Sale, Net of Taxes			
Balance at the End of Previous Period	(48)	1,977	23,781
Changes of Items During the Period			
Net Changes of Items Other Than Owners' Equity	2,026	(2,374)	(28,554)
Total Changes of Items During the Period	2,026	(2,374)	(28,554)
Balance at the End of the Current Period	1,977	(396)	(4,772)
Net Deferred Gain (Loss) on Hedging Instruments, Net of Taxes			
Balance at the End of Previous Period	(12)	(15)	(188)
Changes of Items During the Period			
Net Changes of Items Other Than Owners' Equity	(3)	14	172
Total Changes of Items During the Period	(3)	14	172
Balance at the End of the Current Period	(15)	(1)	(15)
Total Accumulated Other Comprehensive Income			
Balance at the End of Previous Period	(61)	1,961	23,593
Changes of Items During the Period			
Net Changes of Items Other Than Owners' Equity	2,023	(2,359)	(28,381)
Total Changes of Items During the Period	2,023	(2,359)	(28,381)
Balance at the End of the Current Period	1,961	(398)	(4,788)
Minority Interests			
Balance at the End of Previous Period	2,538	2,574	30,962
Changes of Items During the Period			
Net Changes of Items Other Than Owners' Equity	35	162	1,956
Total Changes of Items During the Period	35	162	1,956
Balance at the End of the Current Period	2,574	2,737	32,918
Total Net Assets			
Balance at the End of Previous Period	61,461	66,439	799,030
Changes of Items During the Period			
Dividends from Surplus	(524)	(572)	(6,886)
Net Income	3,449	3,037	36,535
Purchase of Treasury Stock	(5)	(5)	(67)
Disposal of Treasury Stock	-	0	4
Net Changes of Items Other Than Owners' Equity	2,058	(2,197)	(26,425)
Total Changes of Items During the Period	4,977	262	3,160
Balance at the End of the Current Period	66,439	66,702	802,191

Notes

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Consolidated Statements of Cash Flows

	(Millions of yen)	(Millions of yen)	(Thousands of U.S.Dollars)
	Years ended March.31, 2010	Years ended March.31, 2011	Years ended March.31, 2011
Cash Flows from Operating Activities			
Income Before Income Taxes and Minority Interests	¥3,450	¥3,520	US\$42,334
Adjustments for :			
Depreciation and Amortization	1,478	1,436	17,280
Impairment Loss	147	13	161
Increase (Decrease) in Allowance for Possible Loan Losses	(1,207)	(1,832)	(22,037)
Increase (Decrease) in Reserve for Employees' Bonuses	8	5	61
Increase (Decrease) in Reserve for Employees' Retirement Benefits	204	171	2,059
Increase (Decrease) in Reserve for Retirement Benefits for Directors and Corporate Auditors	17	(13)	(162)
Increase(Decrease) in Reserve for Reimbursement of Deposits	(6)	(2)	(33)
Interest Income	(20,355)	(19,838)	(238,583)
Interest Expenses	2,696	1,800	21,649
Gain(Loss) on Securities	(676)	(1,469)	(17,677)
Gain (Loss) on Money Held in Trust	(10)	(12)	(147)
Gain(Loss) on Disposal of Fixed Assets	37	9	114
Net Decrease (Increase) in Trading Securities	220	(14)	(172)
Net Decrease (Increase) in Loans	(10,965)	(3,725)	(44,801)
Net Increase (Decrease) in Deposits	33,168	36,694	441,301
Net Increase (Decrease) in Negotiable Certificates Deposit	(24,800)	16,250	195,429
Net Decrease (Increase) in Borrowings Excluding Subordinated Debt	(647)	(1,067)	(12,838)
Net Decrease (Increase) in Due from Banks Other than BOJ	(679)	377	4,544
Net Decrease (Increase) in Call Loans	(30,000)	70,000	841,852
Net Increase (Decrease) in Call Money	-	11,274	135,592
Net Decrease (Increase) in Foreign Exchange Assets	(16)	123	1,482
Net Increase (Decrease) in Foreign Exchange Liabilities	4	1	13
Net Increase (Decrease) in Lease Receivables and Investment Assets	1,021	268	3,234
Interest and Dividends Received	20,392	19,812	238,272
Interest Paid	(2,943)	(2,165)	(26,039)
Other, net	1,380	381	4,593
Subtotal	(28,080)	131,999	1,587,484
Taxes Paid	(58)	(37)	(455)
Net Cash Provided by (Used in) Operating Activities	(28,138)	131,961	1,587,028
Cash Flows from Investing Activities			
Purchases of Securities	(123,522)	(243,337)	(2,926,491)
Proceeds from Sales of Securities	94,190	190,786	2,294,484
Proceeds from Maturities of Securities	22,595	8,219	98,849
Proceeds from Sales of Money Held in Trust	211	811	9,761
Purchases of Tangible Fixed Assets	(865)	(854)	(10,273)
Purchases of Intangible Fixed Assets	(426)	(440)	(5,295)
Proceeds from Sales of Tangible Fixed Assets	196	400	4,814
Proceeds from Sales of Intangible Fixed Assets	-	0	0
Net Cash Provided by (Used in) Investing Activities	(7,622)	(44,414)	(534,149)
Cash Flows from Financing Activities			
Proceeds from Subordinated Bonds	8,000	-	-
Dividends Paid	(523)	(570)	(6,859)
Dividends Paid to Minority Interests	(2)	(2)	(28)
Purchases of Treasury Stock	(5)	(5)	(67)
Proceeds from Sales of Treasury Stock	-	0	4
Repayments of Lease Liabilities	(100)	(163)	(1,964)
Net Cash Provided by (Used in) Financing Activities	7,367	(741)	(8,914)
Effect of Exchange Rate Changes on Cash and Cash Equivalents	2	1	17
Net Increase (Decrease) in Cash and Cash Equivalents	(28,389)	86,807	1,043,982
Cash and Cash Equivalents at Beginning of Year	46,771	18,381	221,062
Cash and Cash Equivalents at End of Year	18,381	105,188	1,265,045

Notes

1. The Japanese yen figures are rounded down to the nearest one million yen in this financial report.
2. Figures stated in U.S.dollars are translated solely for convenience at the rate of 83.15 per U.S.\$1 prevailing on March 31,2011

Board of Directors and Corporate Auditors

As of June 24, 2011

● **President**
(Representative Director)
Noriji Yamada

● **Deputy President**
(Representative Director)
Katsuichiro Toyoshima

● **Senior Managing Director**
(Representative Director)
Kazuhito Kobayashi

● **Managing Directors**
Akihiro Mochizuki
Masanobu Ogawa

● **Directors**
Sumiko Suzuki

Naaki Tobayama

Masaki Sano

Shigeru Nonoyama

● **Corporate Auditors**
Yasuyoshi Asahina

Toshiaki Iwaoka

Keisuke Takeshita

Fujio Kaneda

Youichiro Ito

● **Managing Executive Officers**
Yoshifumi Urushibata

Hiroshi Inaba

Akihiro Sei

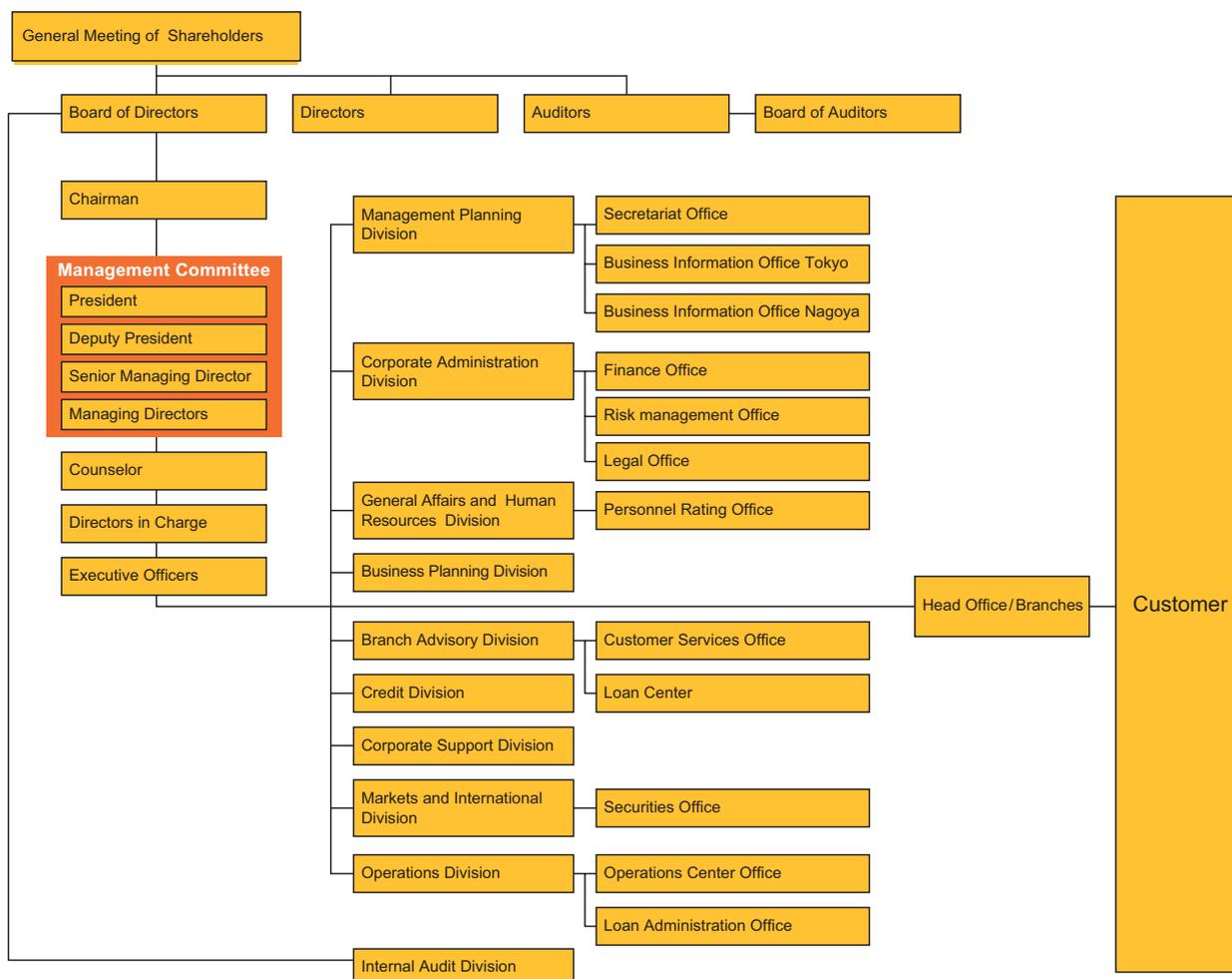
Shoichi Tanaka

Tetsuya Iikawa

Naoyuki Shirakawa

Organization Chart

As of March 31, 2011



All directors and employees will work together to respond to confidence and expectation of our shareholders as well as people in our community.



THE SHIMIZU BANK, LTD.

MARKETS AND INTERNATIONAL DIVISION

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