



THE SHIMIZU BANK, LTD.

Annual Report 2013

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, 2013

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: 1
 Number of Employees: 1,007
 Consolidated Capital Adequacy Ratio
 (based on domestic standards): 10.51%
 Non-Consolidated Capital Adequacy Ratio
 (based on domestic standards): 10.10%



Consolidated Subsidiaries

As of June 30, 2013

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 Lease and Card Co., Ltd.	60	16.01%	45.32%	April 14, 1999	Leasing, Factoring, Credit card
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 Regional Economy Research Center, INC	12	35.84%	64.15%	October 28, 1965	Financial and economic research services, Training

Message

Thank you very much for your continuing trust and patronage to the Shimizu Bank. We created a disclosure document this year again, making you feel at ease in using our Bank group. We would greatly appreciate it if you could review this document, as it includes the summary of our settlement of accounts in the period, the business environment surrounding our bank, and will enrich your understanding of our bank group further.

In the Japanese economy in the period, foreign demand decreased due to the sluggish overseas economy and the continued high yen, and production activities, mainly at export-oriented companies, continued to stagnate in the first half of the period. In the second half of the period, the business conditions of primarily large businesses showed recovery, because the strong yen had been adjusted due to the sense of hope toward the economic policies of the new government, the recovery of the U.S. economy, and an increase in demand from Asian countries, including Indonesia, Thailand and Taiwan. Moreover, consumer spending has been improving, since bright spots for the income environment were witnessed, including improvement in business sentiment backed by high stock prices and the moves towards wage increases at some companies.

Regarding the economy in Shizuoka prefecture, which is the primary base of the Shimizu Bank, production activities became sluggish because of a downturn in foreign demand and policy effects such as subsidies put into place for purchasing ecologically friendly cars. However, toward the second half of the period, the business conditions of automobiles, automotive parts, and electro-mechanical industries recovered due to an increase in exports triggered by the weakened yen as the market entered correction phase.



Capital investments showed signs of recovery because of manufacturers' sound investment in strengthening/ maintaining/ upgrading production capacities, sound investment in business continuity plans, as well as steady urban redevelopment investments. Moreover, the designation of the "Inland Frontier Initiative" with Comprehensive Special Zones in February 2013 brought prospects that the bases of distribution and food-related businesses would take hold and agriculture promotion would progress in the inland region around the Shin-Tomei Expressway, which created a positive atmosphere for economic recovery. Regarding consumer spending, there are some moves towards improvement, such as an increase in housing starts due to a prospective increase in consumption tax, and sales recovery in high-ticket items backed by the asset effects of high stock prices.

In this environment, we have been implementing various measures, by making "reinforcing marketing," "strengthening human resource development," "reforming business operations," and "enhancing organizational strength" as our basic policies in the 24th medium-term management plan, "Bold Advancement." We are making efforts to create more time for business meetings with our clients through complete work restructuring, and fostering many human resources who can find the best solutions for clients based on the trusting relationship which we have been established. We shall develop marketing in which we are always available for clients, in which we worry and think together with clients, so that each one of the executives and staff shall demonstrate the significance of our existence. Also, in order to be able to stably provide high quality financial services, we shall enhance organizational strength to demonstrate the significance of the existence of our bank, and establish community-based finance.

All directors and employees shall continue our concerted efforts to further deserve your trust, and shall implement various measures to improve business performance.

Your continued support and patronage will be greatly appreciated.

July 2013

Noriji Yamada
Chairman

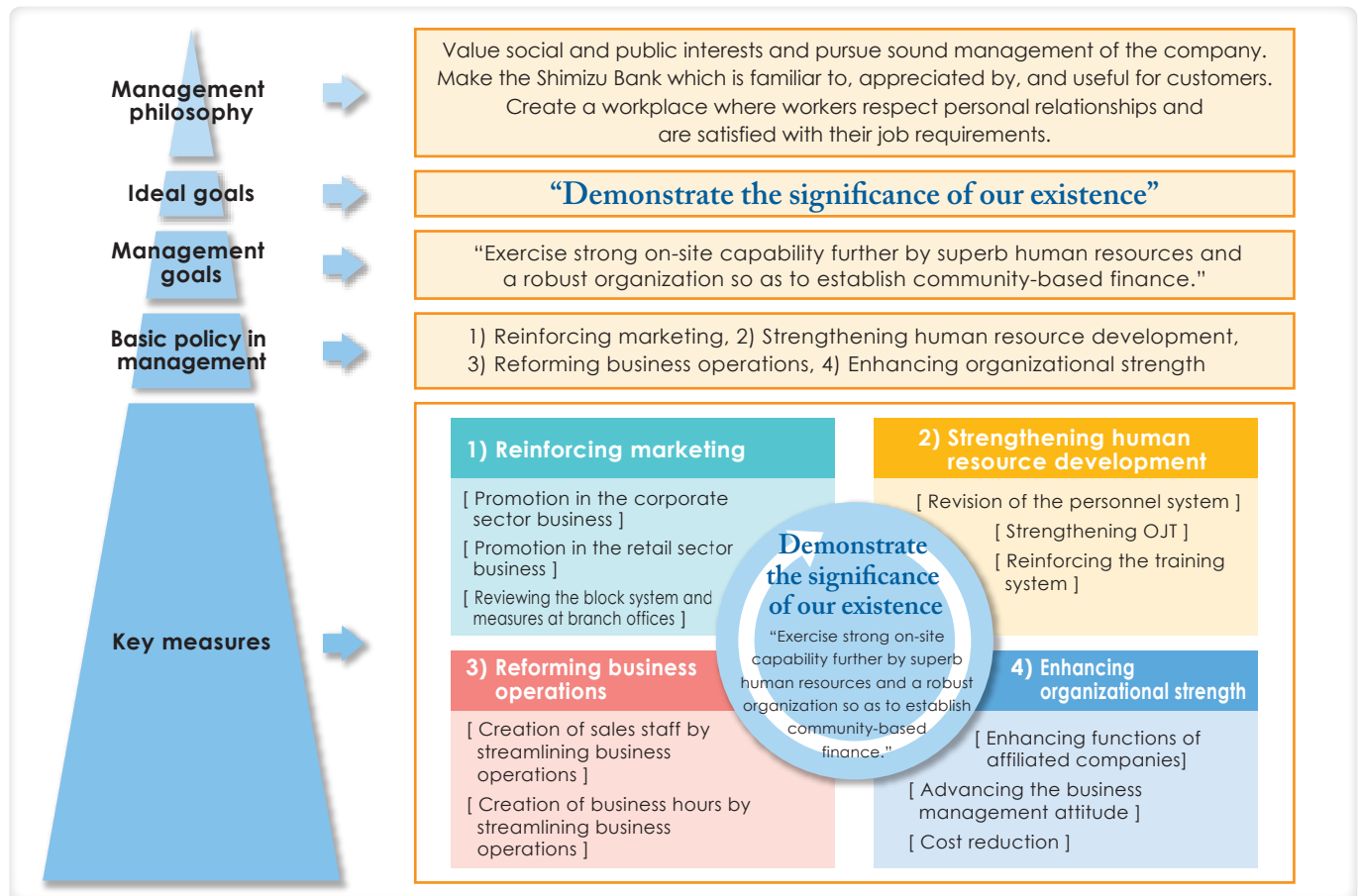
Katsuichiro Toyoshima
President

BOLD ADVANCEMENT 《 Demonstrate the significance of our existence 》

In the 24th medium-term management plan, while further promoting the expansion of sound relationships with customers and keeping its 90th anniversary of foundation in mind, we shall build a trusting relationship with clients by proposing their best solutions and establishing community-based finance, in order to “demonstrate the significance of our existence” for individual customers in Shizuoka prefecture.

We named its 24th medium-term management plan “Bold Advancement” because each one of all directors and employees shall take a bold approach toward realization of “demonstrating the significance of our existence.”

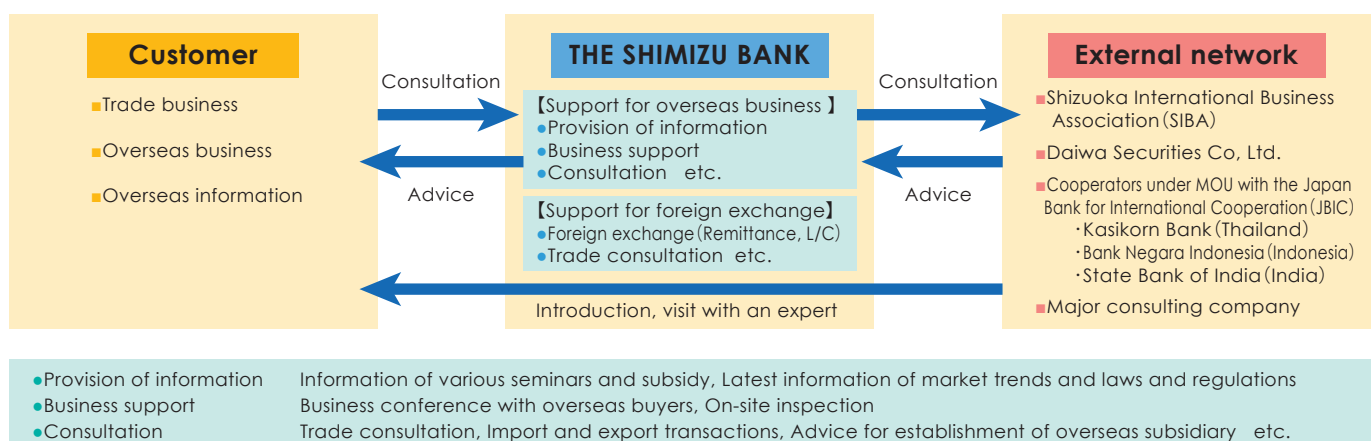
We set a management goal to “exercise strong on-site capability further by superb human resources and a robust organization so as to establish community-based finance,” and achieve “demonstrating the significance of our existence” by steadily carrying out the “basic policy in management” and “key measures.”



Support for Overseas Business Development

We made our efforts to meet the customer needs of overseas business development through expansion of external network. In the fiscal year 2012, we formed a business alliance with Bank Negara Indonesia and State Bank of India under MOU with Japan Bank for International Cooperation (JBIC).

As a result, we handle 58 cases of support for overseas business development in this period.



Mt. Fuji – our symbol –



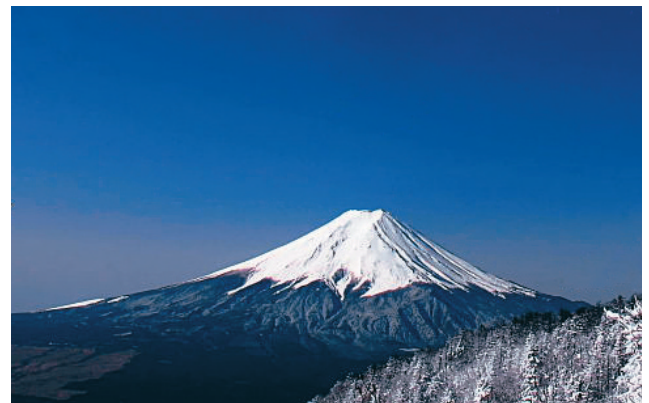
Mt. Fuji and The Shimizu Bank

Mt. Fuji is the highest mountain in Japan, located on the border of Shizuoka prefecture, and is widely known as a symbol of Japan, at home and abroad, for its elegant appearance.

We have published a calendar about Mt. Fuji every year since 1969 and have been using a corporate logo since 1974 whose design includes images of Mt. Fuji and Gulf of Suruga.

It was decided this year that Mt. Fuji would be inaugurated as a World Heritage Site.

In line with the growing recognition of Mt. Fuji across the world, we intend to further strengthen "demonstrate the significance of our existence" for individual customers.



Management Environment and Financial Results

Environment of Financial Economy

In the Japanese economy in the period, foreign demand declined due to the sluggish overseas economy and continued high yen, and production activities, mainly at export-oriented companies, continued to stagnate in the first half of the period. In the second half of the period, the business conditions of primarily large businesses showed recovery, because the strong yen had been adjusted due to the sense of hope toward the economic policies of the new government, the recovery of U.S. economy, and an increase in demand from Asian countries, including Indonesia, Thailand and Taiwan. In addition, consumer spending has been improving, since bright spots for the income environment were observed, including improvement in business sentiment backed by high stock prices and the moves towards wage increases at some companies.

Regarding the economy in Shizuoka prefecture, which is the primary base of the Shimizu Bank, production activities became stagnant because of a downturn in foreign demand and policy effects such as subsidies put into place for purchasing ecologically friendly cars. However, toward the second half of the period, the business conditions of automobiles, automotive parts, and electromechanical industries recovered due to an increase in exports triggered by the weakened yen as the market entered a correction phase. Capital investments showed signs of recovery because of manufacturers' healthy investment in strengthening/ maintaining/ upgrading production capacities, sound investment in business continuity plans, as well as steady urban redevelopment investment. Moreover, the designation of the "Inland Frontier Initiative" with Comprehensive Special Zones in February 2013 brought prospects that the bases of distribution and food-related businesses would take hold and agriculture promotion



would progress in the inland region around the Shin-Tomei Expressway, which created a positive atmosphere for economic recovery. Regarding consumer spending, there are some moves towards improvement, such as an increase in housing starts due to a prospective increase in consumption tax, and sales recovery in high-ticket items backed by the asset effects of high stock prices.

Concerning the financial environment, the Nikkei Stock Average plunged to the JPY 8,000 level in the first half of the fiscal year. However, due to expectations toward economic stimulus measures such as implementation of additional monetary easing measures by the Bank of Japan, which aims to break away from the deflationary economy, and the fiscal policy of the national government, the stock price was restored to the pre-Lehman Shock level of JPY 12,000 by the end of the term. The long-term interest rate kept falling toward the term end, reaching a historical low.

Consolidated Results

Operating income was JPY 29.636 billion, an increase of JPY 331 million from the previous term, because of an increase in profits from service transactions. Operating expenses were JPY 26.118 billion, an increase of JPY 1.267 billion from the previous term, because of an increase in the provision of allowance for doubtful accounts. Consequently, operating profit resulted in JPY 3.518 billion, a JPY 935 million decrease from the previous term.

Deposits increased to JPY 1,346 billion, an increase of JPY 40.8 billion from the end of the preceding term, as a result of our efforts to expand the business base in the local community. The total of personal assets under management reached JPY 1,027.4 billion, an increase of JPY 22.5 billion from the end of the last fiscal year, due to sound

sales of investment trust and other financial products while accommodating the diversifying needs of customers.

On account of positively meeting capital demands from local customers as a regional banking institution, loans for small and medium-sized enterprises increased, so that outstanding loans and discounts became JPY 1,011.3 billion, an increase of JPY 36.5 billion from the end of the prior period.

Outstanding securities decreased by JPY 53.8 billion from the previous year-end to JPY 284.8 billion, as a result of agile securities management while watching market trends.

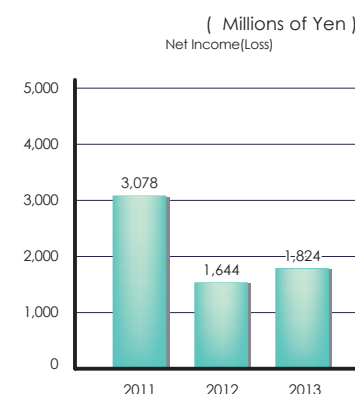
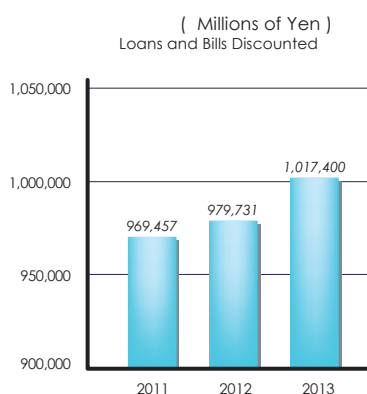
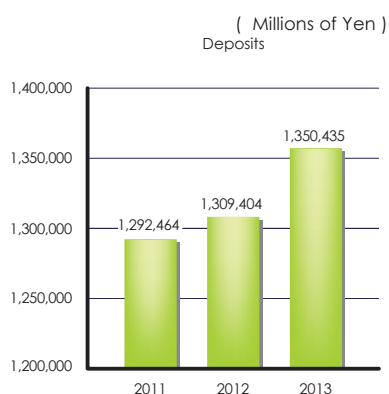
Consolidated Five-year Summary	Millions of Yen				
	2009	2010	2011	2012	2013
Operating Income	¥32,320	¥29,863	¥30,788	¥29,304	¥29,636
Operating Profit(Loss)	(6,246)	3,631	3,545	4,453	3,518
Net Income (Loss)	(6,285)	3,449	3,037	1,636	2,430
Comprehensive Income	-	-	843	3,755	5,868
Net Assets	61,461	66,439	66,702	69,879	74,432
Total Assets	1,334,308	1,353,833	1,416,408	1,408,745	1,488,023
Net Assets per Share in Yen	6,173.01	6,691.82	6,703.33	7,026.55	7,571.05
Net Income (Loss) per Share in Yen	(658.35)	361.42	318.34	171.53	254.72

Non-consolidated Results

Operating income was JPY 24.905 billion, an increase of JPY 398 million compared to the previous term, due to an increase in profits from service transactions. Operating expenses increased by JPY 1.35 billion from the prior year to JPY 21.666 billion due to an increase in the provision of allowance for doubtful accounts.

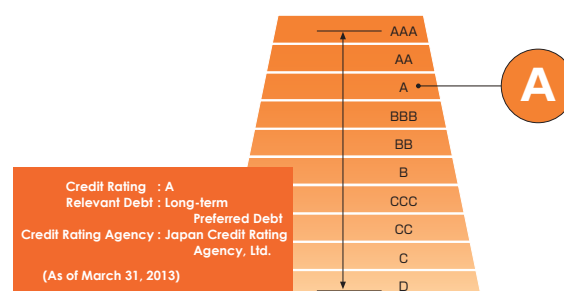
As a result, operating profit was JPY 3.238 billion, a decrease of JPY 952 million compared with the previous term.

Non-Consolidated Five-year Summary	Millions of Yen				
	2009	2010	2011	2012	2013
Operating Income	¥26,541	¥24,423	¥25,333	¥24,506	¥24,905
Operating Profit(Loss)	(6,383)	3,423	3,265	4,191	3,238
Net Income (Loss)	(6,276)	3,438	3,078	1,644	1,824
Common Stock	8,670	8,670	8,670	8,670	8,670
Net Assets	58,326	63,250	63,394	66,478	71,060
Total Assets	1,324,850	1,345,707	1,409,868	1,402,363	1,482,692
Deposits	1,222,050	1,255,582	1,292,464	1,309,404	1,350,435
Loans and Bills Discounted	955,885	966,350	969,457	979,731	1,017,400
Securities	240,132	253,928	295,382	338,770	285,174
Net Assets per Share in Yen	6,110.52	6,627.46	6,643.52	6,967.52	7,448.37
Cash Dividends per Share in Yen	60	60	60	60	60
Net Income(Loss) per Share in Yen	(657.42)	360.30	322.61	172.37	191.24



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.



Issues We Need to Address

We have been enhancing its regional presence and providing meticulous financial services based on the deep relationship with our regional customers. However, when looking toward the future, there is concern that the environment surrounding the regional financial institutions will be increasingly severe in the future, as the competition among financial institutions intensifies because of changes in the social structure due to a population decrease, and longevity coupled with a low birth rate.

With this recognition, we have been implementing various measures, by making "reinforcing marketing," "strengthening human resource development," "reforming business operations," and "enhancing organizational strength" as our basic policies in the 24th medium-term management plan, "Bold Advancement." We are making efforts to create more time for business meetings

with our clients through complete work restructuring, and fostering many human resources who can find the best solutions for clients based on the trusting relationship which we have been established. We shall develop marketing in which we are always available for clients, in which we worry and think together with clients, so that each one of the executives and staff shall demonstrate the significance of our existence. Also, in order to be able to stably provide high quality financial services, we shall enhance organizational strength to exert the significance of the existence of our bank, and establish community-based finance.

Furthermore, we shall have full awareness of our social responsibilities as a regional financial institution, enhance customer reliance and satisfaction through corporate compliance, and devote ourselves further to establishing a robust business base.

Corporate Data

Consolidated Balance Sheets

	(Millions of Yen)	(Millions of Yen)	(Thousands of U.S.Dollars)
	March 31,2012	March 31,2013	March 31,2013
Assets			
Cash and Due from Banks	¥59,457	¥87,631	US\$931,751
Call Loans	-	70,000	744,284
Trading Account Securities	155	206	2,195
Money Held in Trust	1,800	1,800	19,139
Securities	338,755	284,899	3,029,230
Loans and Bills Discounted	974,814	1,011,388	10,753,730
Foreign Exchanges	761	724	7,707
Lease Receivables and Investment Assets	8,585	9,194	97,761
Other Assets	6,291	5,832	62,012
Tangible Fixed Assets	20,930	20,472	217,682
Buildings	10,356	10,066	107,029
Land	9,033	9,081	96,563
Lease Assets	483	345	3,678
Construction in Progress	8	0	5
Other Tangible Fixed Assets	1,048	978	10,405
Intangible Fixed Assets	1,063	954	10,153
Software	673	686	7,301
Lease Assets	67	38	405
Others Intangible Fixed Assets	321	230	2,446
Deferred Tax Assets	4,144	1,780	18,926
Customers' Liabilities for Acceptances and Guarantees	3,194	3,077	32,724
Allowance for Possible Loan Losses	(11,208)	(9,938)	(105,674)
Total Assets	1,408,745	1,488,023	15,821,625

	(Millions of Yen)	(Millions of Yen)	(Thousands of U.S.Dollars)
	March 31,2012	March 31,2013	March 31,2013
Liabilities			
Deposits	¥1,305,199	¥1,346,000	US\$14,311,541
Negotiable Certificates of Deposit	-	31,900	339,181
Call Money	821	3,978	42,300
Borrowed Money	4,830	4,046	43,021
Foreign Exchanges	32	10	106
Bonds with Notes	8,000	8,000	85,061
Bonds with Warrants	5,999	5,999	63,785
Other Liabilities	6,858	6,683	71,060
Reserve for Employees' Bonus	566	559	5,949
Reserve for Employees' Retirement Benefits	3,235	3,190	33,928
Reserve for Directors' Retirement Benefits	100	110	1,173
Reserve for Reimbursement of Deposits	27	35	375
Acceptances and Guarantees	3,194	3,077	32,724
Total Liabilities	1,338,865	1,413,591	15,030,208
Net Assets			
Common Stock	8,670	8,670	92,190
Capital Surplus	5,272	5,272	56,063
Retained Earnings	51,766	53,624	570,165
Treasury Stock	(285)	(287)	(3,056)
Total Shareholders' Equity	65,423	67,279	715,362
Net Unrealized Gain (Loss) on Securities Available for Sale, Net of Taxes	1,617	4,951	52,648
Net Deferred Gain (Loss) on Hedging Instruments, Net of Taxes	(0)	(0)	(0)
Total Accumulated Other Comprehensive Income	1,617	4,951	52,647
Minority Interests	2,838	2,201	23,405
Total Net Assets	69,879	74,432	791,416
Total Liabilities and Net Assets	1,408,745	1,488,023	15,821,625

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 ¥94.05 per U.S.\$1, the approximate rate of exchange prevailing on March 31, 2013.

Consolidated Statements of Income

	(Millions of Yen)	(Millions of Yen)	(Thousands of U.S.Dollars)
	Years ended March 31, 2012	Years ended March 31, 2013	Years ended March 31, 2013
Operating Income	¥29,304	¥29,636	US\$315,110
Interest Income	19,022	18,519	196,909
Interest on Loans and Discounts	16,395	15,709	167,028
Interest and Dividends on Securities	2,558	2,726	28,987
Interest on Call Loans	55	64	689
Interest on Deposits with Banks	5	2	24
Other Interest Income	7	16	179
Fees and Commissions	7,933	7,961	84,649
Other Operating Income	2,095	2,466	26,224
Other Income	252	689	7,327
Recovery of Written-off Claims	1	4	49
Others	250	684	7,277
Operating Expenses	24,850	26,118	277,703
Interest Expenses	1,397	1,197	12,730
Interest on Deposits	1,096	927	9,863
Interest on Negotiable Certificates of Deposit	0	5	54
Interest on Call Money	48	14	156
Interest on Borrowings and Rediscounts	63	51	548
Interest on Bonds and Notes	169	169	1,800
Interest on Bonds with Warrants	5	5	63
Other Interest Expenses	13	22	244
Fees and Commissions	4,691	4,574	48,639
Other Operating Expenses	36	296	3,152
General and Administrative Expenses	17,569	17,366	184,647
Other Expenses	1,156	2,683	28,533
Provision for Possible Loan Losses	416	1,654	17,591
Others	739	1,029	10,942
Operating Profit (Loss)	4,453	3,518	37,406
Extraordinary Profit	197	518	5,507
Gain on Disposal of Fixed Assets	197	-	-
Gain on Bargain Purchase	-	518	5,507
Extraordinary Loss	159	107	1,142
Loss on Disposal of Fixed Assets	53	2	31
Impairment Loss	105	104	1,110
Income Before Income Taxes and Minority Interests	4,491	3,928	41,772
Income Taxes - Current	324	663	7,057
Income Taxes - Deferred	2,430	713	7,589
Total Income Taxes	2,754	1,377	14,646
Income Before Minority Interests	1,737	2,551	27,126
Minority Interests in Income	100	120	1,286
Net Income	1,636	2,430	25,840

Consolidated Statements of Comprehensive Income

	(Millions of Yen)	(Millions of Yen)	(Thousands of U.S.Dollars)
	Years ended March 31, 2012	Years ended March 31, 2013	Years ended March 31, 2013
Income Before Minority Interests	¥1,737	¥2,551	US\$27,126
Other Comprehensive Income	2,018	3,317	35,275
Net Unrealized Gain (Loss) on Securities Available for Sale, Net of Taxes	2,017	3,317	35,274
Net Deferred Gain (Loss) on Hedging Instruments, Net of Taxes	1	0	1
Comprehensive Income	3,755	5,868	62,402
Comprehensive Income Attributable to Owners of the Parent	3,652	5,760	61,251
Comprehensive Income Attributable to Minority Interests	103	108	1,150

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, 2012	Years ended March 31, 2013	Years ended March 31, 2013
Shareholders' Equity			
Common Stock			
Balance at the Beginning of Current Period	¥8,670	¥8,670	US\$92,190
Changes of Items During the Period			
Total Changes of Items During the Period	-	-	-
Balance at the End of Current Period	8,670	8,670	92,190
Capital Surplus			
Balance at the Beginning of Current Period	5,272	5,272	56,063
Changes of Items During the Period			
Total Changes of Items During the Period	-	-	-
Balance at the End of Current Period	5,272	5,272	56,063
Retained Earnings			
Balance at the Beginning of Current Period	50,702	51,766	550,412
Changes of Items During the Period			
Dividends from Surplus	(572)	(572)	(6,086)
Net Income	1,636	2,430	25,840
Total Changes of Items During the Period	1,064	1,857	19,753
Balance at the End of Current Period	51,766	53,624	570,165
Treasury Stock			
Balance at the Beginning of Current Period	(282)	(285)	(3,038)
Changes of Items During the Period			
Purchase of Treasury Stock	(3)	(1)	(18)
Total Changes of Items During the Period	(3)	(1)	(18)
Balance at the End of Current Period	(285)	(287)	(3,056)
Total Shareholders' Equity			
Balance at the Beginning of Current Period	64,363	65,423	695,628
Changes of Items During the Period			
Dividends from Surplus	(572)	(572)	(6,086)
Net Income	1,636	2,430	25,840
Purchase of Treasury Stock	(3)	(1)	(18)
Total Changes of Items During the Period	1,060	1,856	19,734
Balance at the End of Current Period	65,423	67,279	715,362
Accumulated Other Comprehensive Income			
Net Unrealized Gain (Loss) on Securities Available for Sale, Net of Taxes			
Balance at the Beginning of Current Period	(396)	1,617	17,200
Changes of Items During the Period			
Net Changes of Items Other Than Shareholders' Equity	2,014	3,333	35,447
Total Changes of Items During the Period	2,014	3,333	35,447
Balance at the End of Current Period	1,617	4,951	52,648
Net Deferred Gain (Loss) on Hedging Instruments, Net of Taxes			
Balance at the Beginning of Current Period	(1)	(0)	(2)
Changes of Items During the Period			
Net Changes of Items Other Than Shareholders' Equity	1	0	1
Total Changes of Items During the Period	1	0	1
Balance at the End of Current Period	(0)	(0)	(0)
Total Accumulated Other Comprehensive Income			
Balance at the Beginning of Current Period	(398)	1,617	17,198
Changes of Items During the Period			
Net Changes of Items Other Than Shareholders' Equity	2,015	3,334	35,449
Total Changes of Items During the Period	2,015	3,334	35,449
Balance at the End of Current Period	1,617	4,951	52,647
Minority Interests			
Balance at the Beginning of Current Period	2,737	2,838	30,179
Changes of Items During the Period			
Net Changes of Items Other Than Shareholders' Equity	101	(637)	(6,773)
Total Changes of Items During the Period	101	(637)	(6,773)
Balance at the End of Current Period	2,838	2,201	23,405
Total Net Assets			
Balance at the Beginning of Current Period	66,702	69,879	743,005
Changes of Items During the Period			
Dividends from Surplus	(572)	(572)	(6,086)
Net Income	1,636	2,430	25,840
Purchase of Treasury Stock	(3)	(1)	(18)
Net Changes of Items Other Than Shareholders' Equity	2,116	2,696	28,675
Total Changes of Items During the Period	3,177	4,553	48,410
Balance at the End of Current Period	69,879	74,432	791,416

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, 2012	Years ended March.31, 2013	Years ended March.31, 2013
Cash Flows from Operating Activities			
Income Before Income Taxes and Minority Interests	¥4,491	¥3,928	US\$41,772
Depreciation and Amortization	1,454	1,413	15,030
Impairment Loss	105	104	1,110
Gain on Bargain Purchase	-	(518)	(5,507)
Increase (Decrease) in Allowance for Possible Loan Losses	(1,639)	(1,270)	(13,505)
Increase (Decrease) in Reserve for Employees' Bonuses	0	(6)	(71)
Increase (Decrease) in Reserve for Employees' Retirement Benefits	(24)	(44)	(470)
Increase (Decrease) in Reserve for Directors' Retirement Benefits	13	9	102
Increase (Decrease) in Reserve for Reimbursement of Deposits	(1)	8	87
Interest Income	(19,022)	(18,519)	(196,909)
Interest Expenses	1,397	1,197	12,730
Loss (Gain) on Securities	(1,689)	(1,929)	(20,519)
Loss (Gain) on Money Held in Trust	(13)	(14)	(153)
Loss (Gain) on Disposal of Fixed Assets	(143)	2	31
Net Decrease (Increase) in Trading Account Securities	(40)	(50)	(539)
Net Decrease (Increase) in Loans and Bills Discounted	(10,631)	(36,573)	(388,876)
Net Increase (Decrease) in Deposits	16,900	40,801	433,823
Net Increase (Decrease) in Negotiable Certificates of Deposit	(16,250)	31,900	339,181
Net Increase (Decrease) in Borrowed Money Excluding Subordinated Borrowings	(182)	(784)	(8,339)
Net Decrease (Increase) in Due from Banks Other than the Bank of Japan	813	(62)	(660)
Net Decrease (Increase) in Call Loans	10,000	(70,000)	(744,284)
Net Increase (Decrease) in Call Money	(10,452)	3,156	33,561
Net Decrease (Increase) in Foreign Exchange Assets	(371)	36	392
Net Increase (Decrease) in Foreign Exchange Liabilities	24	(22)	(241)
Net Decrease (Increase) in Lease Receivables and Investment Assets	(313)	(485)	(5,158)
Interest Received	18,683	18,194	193,455
Interest Paid	(1,696)	(1,437)	(15,281)
Other, net	1,076	(4,271)	(45,415)
Subtotal	(7,511)	(35,236)	(374,655)
Income Taxes Paid	(84)	(452)	(4,812)
Net Cash Provided by (Used in) Operating Activities	(7,595)	(35,688)	(379,467)
Cash Flows from Investing Activities			
Purchases of Securities	(249,204)	(232,793)	(2,475,207)
Proceeds from Sales of Securities	150,619	243,530	2,589,373
Proceeds from Maturities of Securities	60,459	54,810	582,781
Increase in Money Held in Trust	(300)	-	-
Decrease in Money Held in Trust	14	14	152
Purchases of Tangible Fixed Assets	(345)	(670)	(7,126)
Purchases of Intangible Fixed Assets	(285)	(222)	(2,362)
Proceeds from Sales of Tangible Fixed Assets	402	111	1,180
Purchases of investments in subsidiaries	-	(221)	(2,353)
Net Cash Provided by (Used in) Investing Activities	(38,640)	64,559	686,438
Cash Flows from Financing Activities			
Cash Dividends Paid	(571)	(571)	(6,072)
Cash Dividends Paid to Minority Shareholders	(2)	(2)	(25)
Purchases of Treasury Stock	(3)	(1)	(18)
Repayments of Lease Liabilities	(170)	(174)	(1,852)
Net Cash Provided by (Used in) Financing Activities	(748)	(749)	(7,968)
Effect of Exchange Rate Changes on Cash and Cash Equivalents	4	(9)	(99)
Net Increase (Decrease) in Cash and Cash Equivalents	(46,980)	28,111	298,902
Cash and Cash Equivalents at Beginning of Period	105,188	58,207	618,902
Cash and Cash Equivalents at End of Period	58,207	86,319	917,804

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 ¥94.05 per U.S.\$1, the approximate rate of exchange prevailing on March 31, 2013.

Board of Directors and Corporate Auditors

As of June 30, 2013

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

● **Managing Directors**
Masaki Sano
Shigeru Nonoyama

● **Corporate Auditors**
Kazuhito Kobayashi
Toshiaki Iwaoka

● **Managing Executive Officers**
Hiroshi Inaba
Akihiro Sei

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

● **Directors**
Sumiko Suzuki
Naaki Tobayama

Keisuke Takeshita
Fujio Kaneda

Shoichi Tanaka
Tetsuya Iikawa

● **Senior Managing Director**
Akihiro Mochizuki

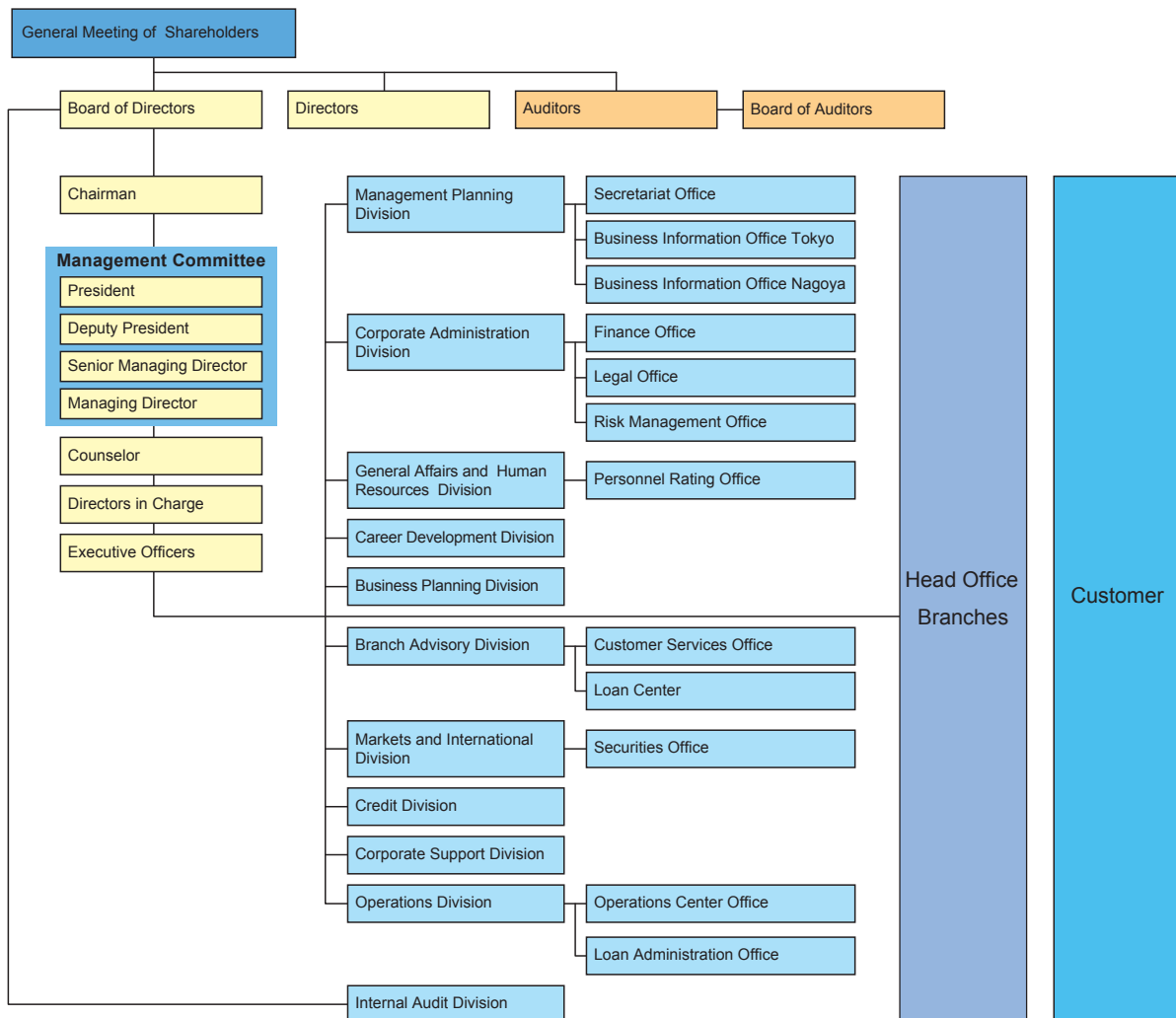
Naoyuki Shirakawa
Ayato Mochizuki

Youichiro Ito

Syunji Usami
Syuji Sano
Fumitoshi Yabuzaki

Organization Chart

As of March 31, 2013



THE SHIMIZU BANK, LTD.

MARKETS AND INTERNATIONAL DIVISION

TEL 81-54-353-5164 SWIFT : SMZGJPJT

<http://www.shimizubank.co.jp/>

