

# Consolidated Statements of Cash Flows

The Musashino Bank, Ltd. and Consolidated Subsidiaries For the Years Ended March 31, 2023 and 2022

	Millions of Yen		Thousands of U.S. Dollars*
	2023	2022	2023
<b>Cash flows from operating activities</b>			
Profit before income taxes .....	¥ 15,548	¥ 13,421	\$ 116,438
Depreciation .....	3,730	3,087	27,934
Impairment losses.....	34	45	255
Share of loss (profit) of entities accounted for using equity method.....	(8)	(5)	(60)
Increase (decrease) in allowance for loan losses .....	(1,435)	(538)	(10,747)
Increase (decrease) in provision for bonuses.....	(9)	(13)	(67)
Increase (decrease) in provision for bonuses for directors (and other officers)...	0	25	0
Decrease (increase) in retirement benefit asset .....	(541)	(552)	(4,052)
Increase (decrease) in retirement benefit liability .....	(166)	(208)	(1,243)
Increase (decrease) in provision for retirement benefits for directors (and other officers)...	8	(4)	60
Increase (decrease) in provision for loss on interest repayment.....	(15)	1	(112)
Increase (decrease) in provision for reimbursement of deposits .....	(53)	(124)	(397)
Increase (decrease) in provision for point card certificates.....	1	12	7
Increase (decrease) in provision for contingent loss.....	(87)	(10)	(652)
Increase (decrease) in provision for share-based compensation.....	3	2	22
Interest income .....	(42,569)	(39,714)	(318,797)
Interest expenses.....	3,113	1,053	23,313
Loss (gain) related to securities .....	11	(89)	82
Loss (gain) on money held in trust .....	7	4	52
Foreign exchange losses (gains).....	(3,456)	(3,377)	(25,882)
Loss (gain) on disposal of non-current assets .....	52	25	389
Net decrease (increase) in trading securities .....	44	10	330
Net decrease (increase) in loans and bills discounted .....	(68,215)	(51,689)	(510,859)
Net increase (decrease) in deposits.....	117,413	171,244	879,301
Net increase (decrease) in negotiable certificates of deposit.....	(7,220)	(48,100)	(54,070)
Net increase (decrease) in borrowed money (excluding subordinated borrowings) ...	(290,116)	47,164	(2,172,665)
Net decrease (increase) in due from banks (excluding due from Bank of Japan)...	46	(95)	344
Net decrease (increase) in call loans .....	(22)	(202)	(165)
Net increase (decrease) in call money .....	23,894	(1,769)	178,941
Net increase (decrease) in cash collateral received for securities lent.....	(6,837)	(2,682)	(51,202)
Net decrease (increase) in foreign exchanges—assets.....	(3,556)	(543)	(26,631)
Net increase (decrease) in foreign exchanges—liabilities .....	172	(5)	1,288
Net increase (decrease) in borrowed money from trust account.....	2,021	2,452	15,135
Interest received .....	41,955	40,087	314,199
Interest paid .....	(2,804)	(1,124)	(20,999)
Other, net .....	(2,258)	1,836	(16,910)
Subtotal.....	(221,315)	129,621	(1,657,418)
Income taxes refund .....	4	23	30
Income taxes paid.....	(4,304)	(5,314)	(32,232)
Net cash provided by (used in) operating activities.....	(225,615)	124,330	(1,689,620)
<b>Cash flows from investing activities</b>			
Purchase of securities.....	(565,412)	(222,577)	(4,234,344)
Proceeds from sale of securities.....	269,334	84,263	2,017,030
Proceeds from redemption of securities .....	220,853	81,021	1,653,958
Increase in money held in trust.....	(8)	(5)	(60)
Purchase of tangible fixed assets.....	(892)	(11,570)	(6,680)
Purchase of intangible assets.....	(1,433)	(1,932)	(10,732)
Payments for asset retirement obligations .....	(62)	(11)	(464)
Net cash provided by (used in) investing activities .....	(77,621)	(70,810)	(581,300)
<b>Cash flows from financing activities</b>			
Dividends paid.....	(3,185)	(2,682)	(23,852)
Purchase of treasury shares .....	(71)	(4)	(532)
Proceeds from sale of treasury shares .....	13	24	97
Net cash provided by (used in) financing activities .....	(3,244)	(2,663)	(24,294)
<b>Net increase (decrease) in cash and cash equivalents.....</b>	<b>(306,481)</b>	<b>50,856</b>	<b>(2,295,222)</b>
<b>Cash and cash equivalents at beginning of period .....</b>	<b>790,130</b>	<b>739,274</b>	<b>5,917,247</b>
<b>Cash and cash equivalents at end of period .....</b>	<b>¥ 483,649</b>	<b>¥ 790,130</b>	<b>\$ 3,622,025</b>

\* U.S. dollar figures have been translated at the rate ¥133.53 to U.S.\$1, the prevailing market rate as of March 31, 2023.