

Table 2 Breakdown of the factors of changes in NPLs of All Banks based on the FRL

(trillion yen)

		March-03	September-03	March-04	September-04	March-05	September-05	March-06	September-06	March-07	September-07
NPLs based on the FRL		▲ 7.9	▲ 3.7	▲ 8.7	▲ 2.8	▲ 8.7	▲ 2.0	▲ 4.6	▲ 1.0	▲ 1.4	▲ 0.1
(Of which,) "Special attention loans"		+ 0.1	▲ 2.9	▲ 5.5	▲ 4.1	▲ 5.2	▲ 0.7	▲ 1.2	▲ 0.5	▲ 0.8	▲ 0.3
[Increase factors]	Weakened business activities	+ 4.7	+ 1.7	+ 3.0	+ 1.8	+ 2.1	+ 1.1	+ 1.5	+ 0.6	+ 1.0	+ 0.7
	Upgrade from lower categories	+ 1.5	+ 0.4	+ 0.3	+ 0.2	+ 0.2	+ 0.2	+ 0.4	+ 0.2	+ 0.2	+ 0.2
	Improvement of business conditions of borrowers	+ 0.6	+ 0.2	+ 0.2	+ 0.1	+ 0.2	+ 0.1	+ 0.3	+ 0.1	+ 0.1	+ 0.0
	Establishment of restructuring plans	+ 0.9	+ 0.2	+ 0.1	+ 0.1	+ 0.1	+ 0.1	+ 0.1	+ 0.1	+ 0.0	+ 0.2
[Decrease factors]	Exit from NPL category(*)	▲ 2.3	▲ 2.2	▲ 3.8	▲ 1.9	▲ 3.4	▲ 1.0	▲ 1.5	▲ 0.9	▲ 1.1	▲ 1.0
	Improvement of business conditions of borrowers	▲ 2.2	▲ 2.0	▲ 3.3	▲ 1.3	▲ 1.9	▲ 0.8	▲ 1.3	▲ 0.8	▲ 1.0	▲ 0.9
	Establishment of restructuring plans	▲ 0.1	▲ 0.2	▲ 0.6	▲ 0.6	▲ 1.6	▲ 0.2	▲ 0.2	▲ 0.1	▲ 0.2	▲ 0.1
	Downgrade to lower categories(*)	▲ 3.1	▲ 2.7	▲ 3.3	▲ 4.2	▲ 2.3	▲ 0.8	▲ 0.9	▲ 0.4	▲ 0.7	▲ 0.4
	Repayment, etc. (**)	▲ 0.7	0.0	▲ 1.7	0.0	▲ 1.9	▲ 0.2	▲ 0.7	+ 0.1	▲ 0.2	+ 0.2
(Of which,) "Doubtful and bankrupt/de facto bankrupt"		▲ 8.0	▲ 0.8	▲ 3.2	+ 1.3	▲ 3.5	▲ 1.3	▲ 3.4	▲ 0.5	▲ 0.6	+ 0.2
[Increase factors]	Weakened business activities	+ 4.0	+ 1.9	+ 3.3	+ 2.3	+ 3.1	+ 1.4	+ 1.9	+ 1.2	+ 2.7	+ 1.9
[Decrease factors]	Downgrade from upper categories(*)	+ 3.1	+ 2.7	+ 3.3	+ 4.2	+ 2.3	+ 0.8	+ 0.9	+ 0.4	+ 0.7	+ 0.4
	Removal from B/S, etc. (**)	▲ 15.1	▲ 5.4	▲ 9.8	▲ 5.3	▲ 8.9	▲ 3.5	▲ 6.3	▲ 2.2	▲ 4.0	▲ 2.1

Not: 1. Source of figures is survey of banks by FSA

2. The number of financial institutions of object as of September-07 is 121.

3. Figures are composed of City Banks, Long-term Credit Banks (including Shinsei Bank from September-04 onward, which changed its status to an Ordinary Bank Charter on April 1, 2004, and including Aozora Bank from September-06 onward which changed its status to an Ordinary Bank Charter on April 1, 2006), Trust Banks and Regional Banks (including Saitama Resona Bank from March-03).

4. From September-03 to March-06, the figures for Mizuho Group include those which are transferred to subsidiary companies for corporate revitalization. From March-04 onward, UFJ Bank (after March-06, Bank of Tokyo-Mitsubishi UFJ), NISHI-NIPPON Bank and Fukuoka City Bank (after March-05, NISHI-NIPPON City Bank which NISHI-NIPPON Bank and Fukuoka City Bank merged to become) include those which are transferred to subsidiary companies for corporate revitalization. From March-05 onward, the figures for Hokuriku Bank include those which are transferred to subsidiary companies for corporate revitalization.

From September-05 onward, the figures for Shinwa Bank include those which are transferred to subsidiary companies for corporate revitalization. From March-04 onward, Real Operating Profits of "UFJ Bank" and "UFJ Trust Bank" (after March-2006, "Bank of Tokyo-Mitsubishi UFJ" and "Mitsubishi UFJ Trust and Banking") and "Chuo Mitsui Trust and Banking" include the figures of their subsidiary companies for stockholding.

5. Figures of September are figures of half-year, and figures of March are figures of one year.

* "Exit from NPL category", "Downgrade to lower categories", and "Downgrade from upper categories" are the changes from "Need Special Attention" borrowers, which include those from "Normal" loans of "Need Special Attention" borrowers.

** "Repayment, etc." and "Removal from B/S, etc." include repayment and balancing items.