

## Governor's Press Release

At a Policy Board Meeting of the Deposit Insurance Corporation of Japan (DICJ) held today, a decision was made to implement the following financial assistance in the transfer of business from failed financial institutions, in response to applications for such assistance.

1. Financial assistance in the transfer of business from the Asahikawa Shoko Credit Cooperative to the Hokuo Credit Cooperative

Following a joint application by the Hokuo Credit Cooperative (Head Office: Sapporo City, Hokkaido) and the Asahikawa Shoko Credit Cooperative (Head Office: Asahikawa City, Hokkaido) on March 4, 2002, financial assistance will be implemented as follows.

- (1) Monetary grant to the Hokuo Credit Cooperative: 21.3 billion yen (scheduled for May 7, 2002)
- (2) Purchase of assets from the Asahikawa Shoko Credit Cooperative: 7.1 billion yen (scheduled for May 7, 2002)

2. Financial assistance in the transfer of business from the Iwate Credit Cooperative to the Kesen-numa Shinkin Bank

Following a joint application by the Kesen-numa Shinkin Bank (Head Office: Kesen-numa City, Miyagi Prefecture) and the Iwate Credit Cooperative (Head Office: Ofunato City, Iwate Prefecture) on March 6, 2002, financial assistance will be implemented as follows.

- (1) Monetary grant to the Kesen-numa Shinkin Bank: 3.8 billion yen (scheduled for July 8, 2002)
- (2) Purchase of assets from the Iwate Credit Cooperative: 2.1 billion yen (scheduled for July 8, 2002)

3. Financial assistance in the transfer of business from the Miyagi-ken Chuo Credit Cooperative to the Sendai Shinkin Bank and the Miyagi Dai-ichi Shinkin Bank

Following a joint application by the Sendai Shinkin Bank (Head Office: Sendai City, Miyagi Prefecture), the Miyagi Dai-ichi Shinkin Bank (Head Office: Sendai City, Miyagi Prefecture), and the Miyagi-ken Chuo Credit Cooperative (Head Office: Sendai City, Miyagi Prefecture) on March 6, 2002, financial assistance will be implemented as follows.

- (1) Monetary grants to the Sendai Shinkin Bank and the Miyagi Dai-ichi Shinkin Bank: 7.1 billion yen (scheduled for June 17, 2002)
- (2) Purchase of assets from the Miyagi-ken Chuo Credit Cooperative: 7.0 billion yen (scheduled for June 17, 2002)

4. Financial assistance in the transfer of business from the Kuroiso Credit Cooperative to the Nasu Credit Cooperative

Following a joint application by the Nasu Credit Cooperative (Head Office: Nasu Machi, Nasu Gun, Tochigi Prefecture) and the Kuroiso Credit Cooperative (Head Office: Kuroiso City, Tochigi Prefecture) on March 7, 2002, financial assistance will be implemented as follows.

- (1) Monetary grant to the Nasu Credit Cooperative: 13.5 billion yen (scheduled for June 24, 2002)
  - (2) Purchase of assets from the Kuroiso Credit Cooperative: 4.3 billion yen (scheduled for June 24, 2002)
5. Financial assistance in the transfer of business from the Bato Credit Cooperative to the Nasu Credit Cooperative  
Following a joint application by the Nasu Credit Cooperative (Head Office: Nasu Machi, Nasu Gun, Tochigi Prefecture) and the Bato Credit Cooperative (Head Office: Bato Machi, Nasu Gun, Tochigi Prefecture) on March 7, 2002, financial assistance will be implemented as follows.
- (1) Monetary grants to the Nasu Credit Cooperative: 1.6 billion yen (scheduled for June 24, 2002)
  - (2) Purchase of assets from the Bato Credit Cooperative: 0.4 billion yen (scheduled for June 24, 2002)
6. Financial assistance in the transfer of business from the Ogawa Credit Cooperative to the Nasu Credit Cooperative  
Following a joint application by the Nasu Credit Cooperative (Head Office: Nasu Machi, Nasu Gun, Tochigi Prefecture) and the Ogawa Credit Cooperative (Head Office: Ogawa Machi, Nasu Gun, Tochigi Prefecture) on March 7, 2002, financial assistance will be implemented as follows.
- (1) Monetary grant to the Nasu Credit Cooperative: 2.2 billion yen (scheduled for June 24, 2002)
  - (2) Purchase of assets from the Ogawa Credit Cooperative: 1.1 billion yen (scheduled for June 24, 2002)
7. Financial assistance in the transfer of business from the Daiei Credit Cooperative to the Kyoritsu Credit Cooperative  
Following a joint application by the Kyoritsu Credit Cooperative (Head Office: Ota Ward, Tokyo), and the Daiei Credit Cooperative (Head Office: Ota Ward, Tokyo), on March 7, 2002, financial assistance will be implemented as follows.
- (1) Monetary grants to the Kyoritsu Credit Cooperative: 20.8 billion yen (scheduled for April 30, 2002)
  - (2) Purchase of assets from the Daiei Credit Cooperative: 6.0 billion yen (scheduled for April 30, 2002)
8. Financial assistance in the transfer of business from the Tokyo Fuji Credit Cooperative to the Kyoritsu Credit Cooperative  
Following a joint application by the Kyoritsu Credit Cooperative (Head Office: Ota Ward, Tokyo) and the Tokyo Fuji Credit Cooperative (Head Office: Ota Ward, Tokyo) on March 7, 2002, financial assistance will be implemented as follows.
- (1) Monetary grant to the Kyoritsu Credit Cooperative: 14.3 billion yen (scheduled for June 10, 2002)
  - (2) Purchase of assets from the Tokyo Fuji Credit Cooperative: 3.8 billion yen (scheduled for June 10, 2002)
9. Financial assistance in the transfer of business from the Kaga Credit Cooperative to the Hokkoku Bank

Following a joint application by the Hokkoku Bank (Head Office: Kanazawa City, Ishikawa Prefecture) and the Kaga Credit Cooperative (Head Office: Kaga City, Ishikawa Prefecture) on March 1, 2002, financial assistance will be implemented as follows.

- (1) Monetary grant to the Hokkoku Bank: 1.2 billion yen (scheduled for May 13, 2002)
- (2) Purchase of assets from the Kaga Credit Cooperative: 2.1 billion yen (scheduled for May 13, 2002)

10. Financial assistance in the transfer of business from the Okayama-ken Credit Cooperative to the Tomato Bank

Following a joint application by the Tomato Bank (Head Office: Okayama City, Okayama Prefecture) and the Okayama-ken Credit Cooperative (Head Office: Okayama City, Okayama Prefecture) on March 4, 2002, financial assistance will be implemented as follows.

- (1) Monetary grant to the Tomato Bank: 34.9 billion yen (scheduled for July 8, 2002)
- (2) Purchase of assets from the Okayama-ken Credit Cooperative: 12.3 billion yen (scheduled for July 8, 2002)

11. Financial assistance in the transfer of business from the Fukuoka Shogin Credit Cooperative to the Kumamoto Shogin Credit Cooperative

Following a joint application by the Kumamoto Shogin Credit Cooperative (Head Office: Kumamoto City, Kumamoto Prefecture) and the Fukuoka Shogin Credit Cooperative (Head Office: Fukuoka City, Fukuoka Prefecture) on March 7, 2002, financial assistance will be implemented as follows.

- (1) Monetary grant to the Kumamoto Shogin Credit Cooperative: 48.0 billion yen (scheduled for May 20, 2002)
- (2) Purchase of assets from the Fukuoka Shogin Credit Cooperative: 5.0 billion yen (scheduled for May 20, 2002)

12. Financial assistance in the transfer of business from the Ryochiku Credit Cooperative to the Chikugo Shinkin Bank

Following a joint application by the Chikugo Shinkin Bank (Head Office: Kurume City, Fukuoka Prefecture) and the Ryochiku Credit Cooperative (Head Office: Yoshii Machi, Ukiha Gun, Fukuoka Prefecture) on March 7, 2002, financial assistance will be implemented as follows.

- (1) Monetary grant to the Chikugo Shinkin Bank: 2.9 billion yen (scheduled for July 15, 2002)
- (2) Purchase of assets from the Ryochiku Credit Cooperative: 2.9 billion yen (scheduled for July 15, 2002)

13. Financial assistance in the transfer of business from the Shimabara Credit Cooperative to the Tachibana Shinkin Bank

Following a joint application by the Tachibana Shinkin Bank (Head Office: Isahaya City, Nagasaki Prefecture) and the Shimabara Credit Cooperative (Head Office: Shimabara City, Nagasaki Prefecture) on March 7, 2002, financial assistance will be implemented as follows.

- (1) Monetary grant to the Tachibana Shinkin Bank: 2.3 billion yen (scheduled for July 15, 2002)

- (2) Purchase of assets from the Shimabara Credit Cooperative: 0.5 billion yen (scheduled for July 15, 2002)

(Note) “Monetary grants” will be provided to assuming financial institutions that take over the business of failed financial institutions based on Article 64 of the Deposit Insurance Law and Article 16 of the Supplementary Provisions, with the purpose of protecting depositors and others. Under “purchase of assets”, meanwhile, the DICJ may purchase some of the assets owned by the failed financial institutions. Under Articles 10, Paragraph 2 and Article 7, Paragraph 1 of the Deposit Insurance Law Supplementary Provisions, the DICJ may commission purchase and collection to the Resolution and Collection Corporation (RCC), and may guarantee the RCC’s liabilities with respect to the payment for such purchase.

The eligibility of the above thirteen cases of financial assistance was approved by the Commissioner of the Financial Services Agency. 1, 2, 3, 9 and 10 were approved on March 1, 2002 and 4,5,6,7,8,11,12 and 13 were approved on March 7, 2002. Moreover, the need for special financial assistance (financial assistance exceeding the pay-out cost, under Article 16 of the Deposit Insurance Law Supplementary Provisions) in cases 1, 2, 4, 6, 7, 8, 10, 11 and 13 was approved by the Commissioner of the Financial Services Agency and the Minister of Finance on March 19, 2002. On this basis, the above decisions on financial assistance were reached after careful scrutiny of the application details, etc.

Including the financial assistance decided this time, 146 cases of failure have been resolved by the DICJ to date, with around 16,757.8 billion yen in monetary grants, around 5,667.7 billion yen of assets purchased, and 12 billion yen for other operations (subscription of debts: 4 billion yen, loans: 8 billion yen) as the cumulative total of all financial assistance.

The DICJ firmly expects that the financial assistance decided this time will help to protect depositors and to maintain financial stability thanks to the smooth execution of business transfers.

At the same time, the DICJ will continue close collaboration with the RCC and provide support and guidance (including the application of asset investigation stipulated by Article 14-2 of the Deposit Insurance Law Supplementary Provisions) so that the RCC’s work of resolving and collecting purchased assets can gradually reap results.

**Please direct inquiries to:**

Mr. Masao Sakiyama, Director

1<sup>st</sup> Planning Division, Deposit Insurance Department

(concerning the Asahikawa Credit Cooperative, the Iwate Credit Cooperative  
the Miyagi-ken Chuo Credit Cooperative, the Kuroiso Credit Cooperative  
the Bato Credit Cooperative, the Ogawa Credit Cooperative  
the Daiei Credit Cooperative, the Tokyo Fuji Credit Cooperative)

Mr. Yasuro Fujie, Senior Director

Osaka Deposit Insurance Department

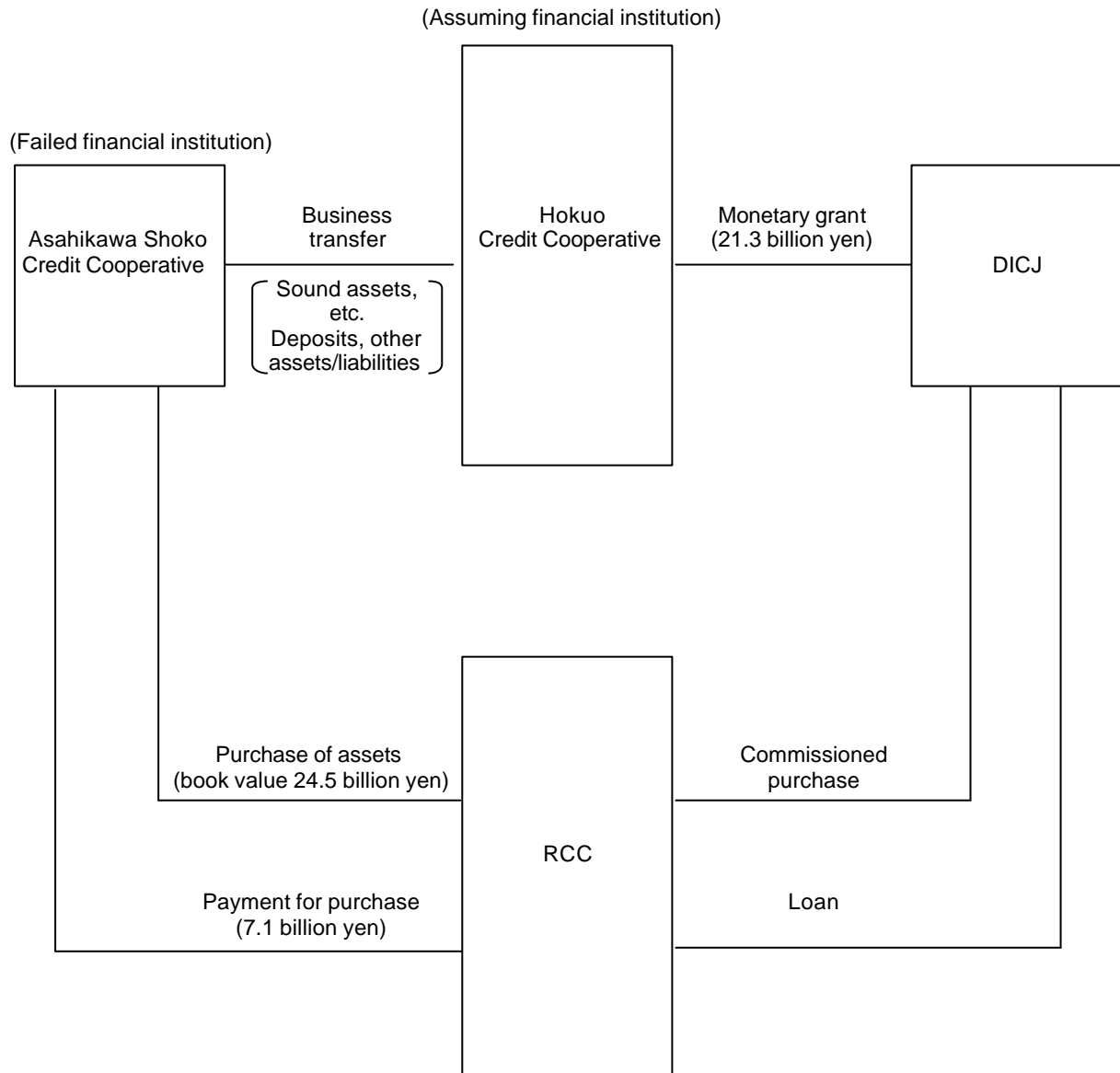
(concerning the Kaga Credit Cooperative, the Okayama-ken Credit Cooperative  
the Fukuoka Shogin Credit Cooperative, the Ryochiku Credit Cooperative  
the Shimabara Credit Cooperative)

e-mail:inter-info@dic.go.jp

1. Scheme of financial assistance in the transfer of business from the Asahikawa Credit Cooperative to the Hokuo Credit Cooperative (PDF file)
2. Scheme of financial assistance in the transfer of business from the Iwate Credit Cooperative to the Kesen-numa Credit Cooperative (PDF file)
3. Scheme of financial assistance in the transfer of business from the Miyagi-ken Chuo Credit Cooperative to the Sendai Shinkin Bank and the Miyagi Dai-ichi Shinkin Bank (PDF file)
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10. Scheme of financial assistance in the transfer of business from the Okayama-ken Credit Cooperative to the Tomato Bank (PDF file)
11. Scheme of financial assistance in the transfer of the business from the Kumamoto Shogin Credit Cooperative to the Fukuoka Shogin Credit Cooperative (PDF file)
12. Scheme of financial assistance in the transfer of the business from the Ryochiku Credit Cooperative to the Chikugo Shinkin Bank (PDF file)
13. Scheme of financial assistance in the transfer of the business from the Shimabara Credit Cooperative to the Tachibana Shinkin Bank (PDF file)

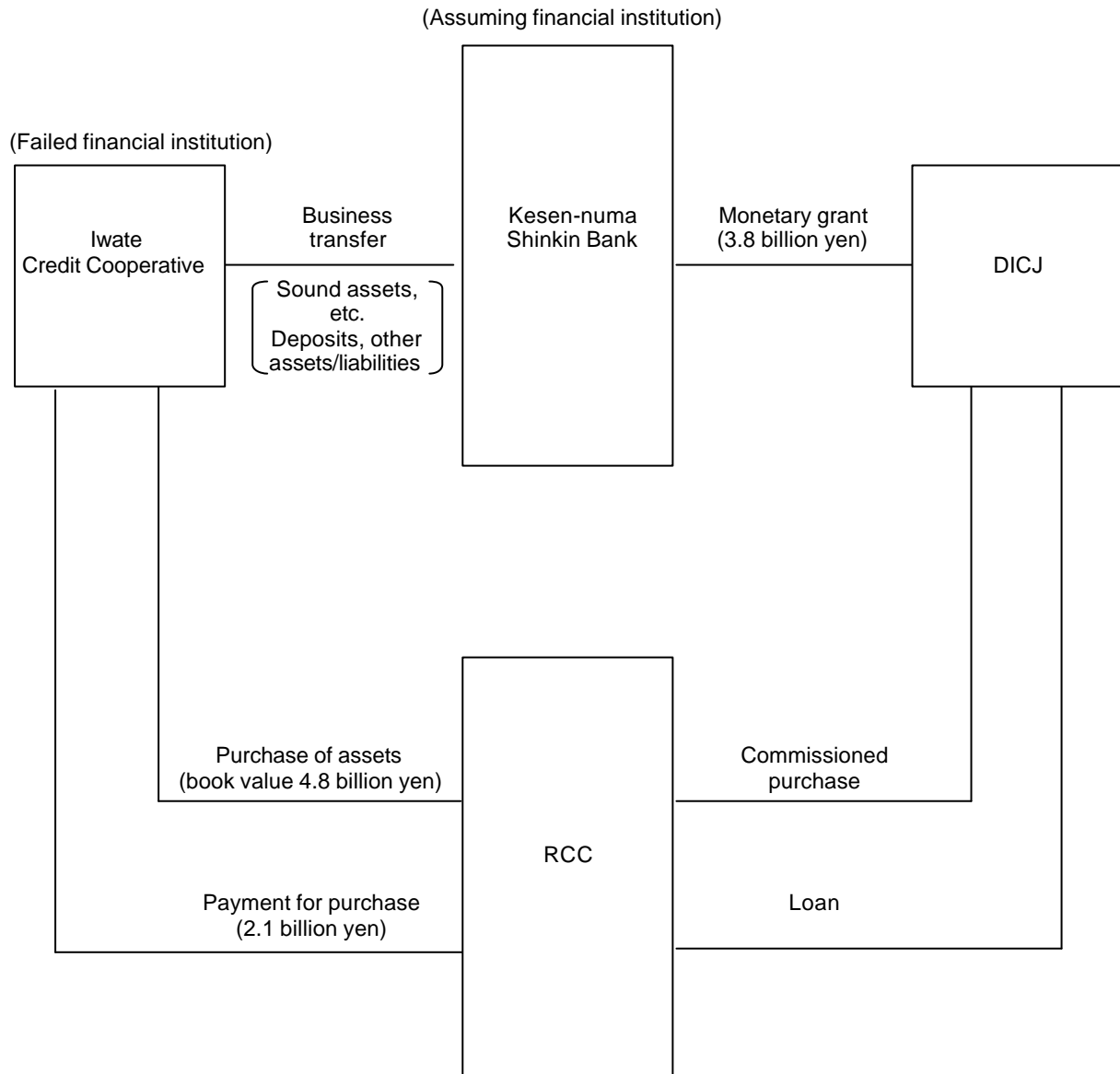
# 1. Scheme of financial assistance in the transfer of business from the Asahikawa Shoko Credit Cooperative to the Hokuo Credit Cooperative

(All sums rounded off to the first decimal point)



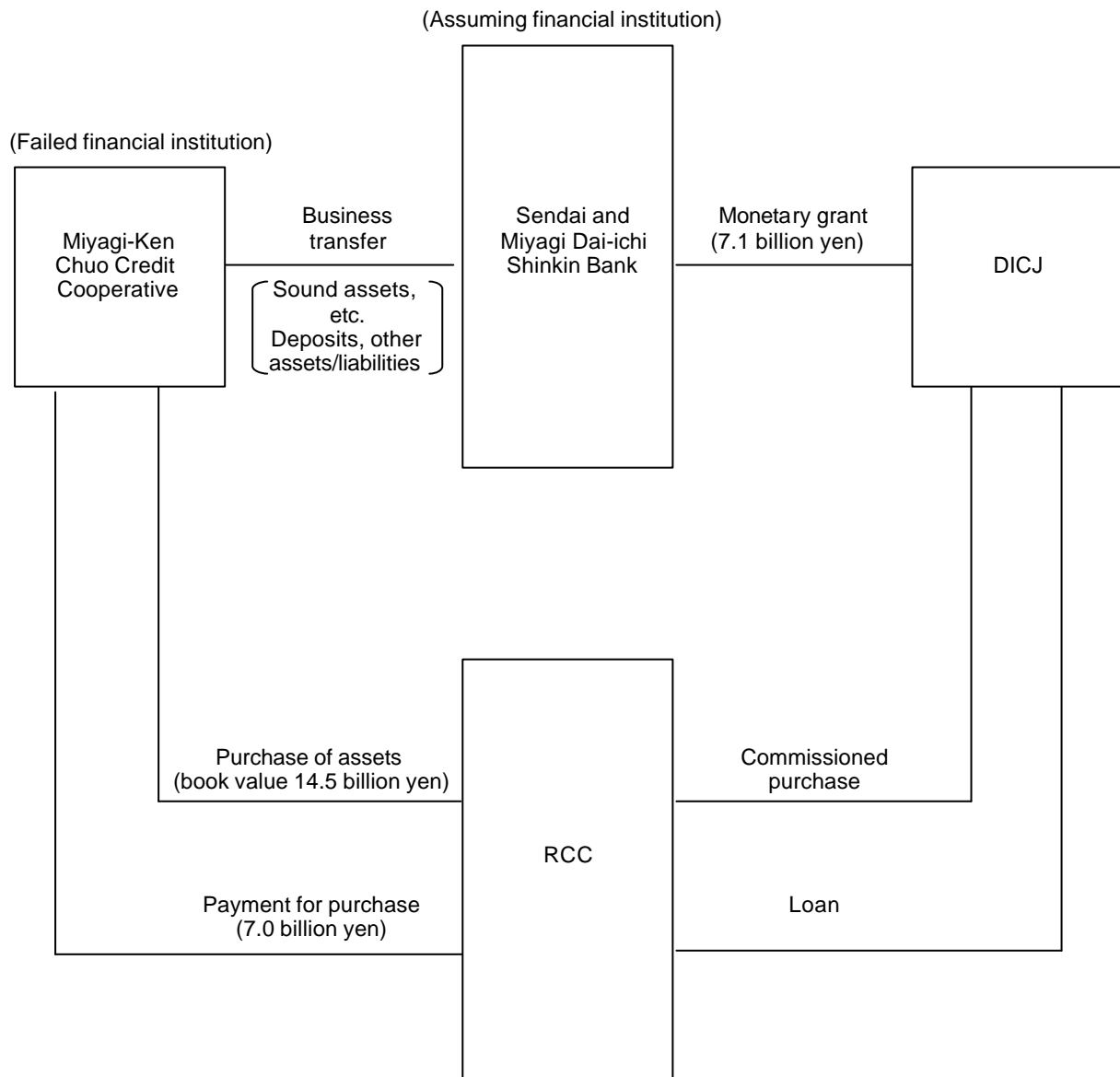
## 2. Scheme of financial assistance in the transfer of business from the Iwate Credit Cooperative to the Kesen-numa Shinkin Bank

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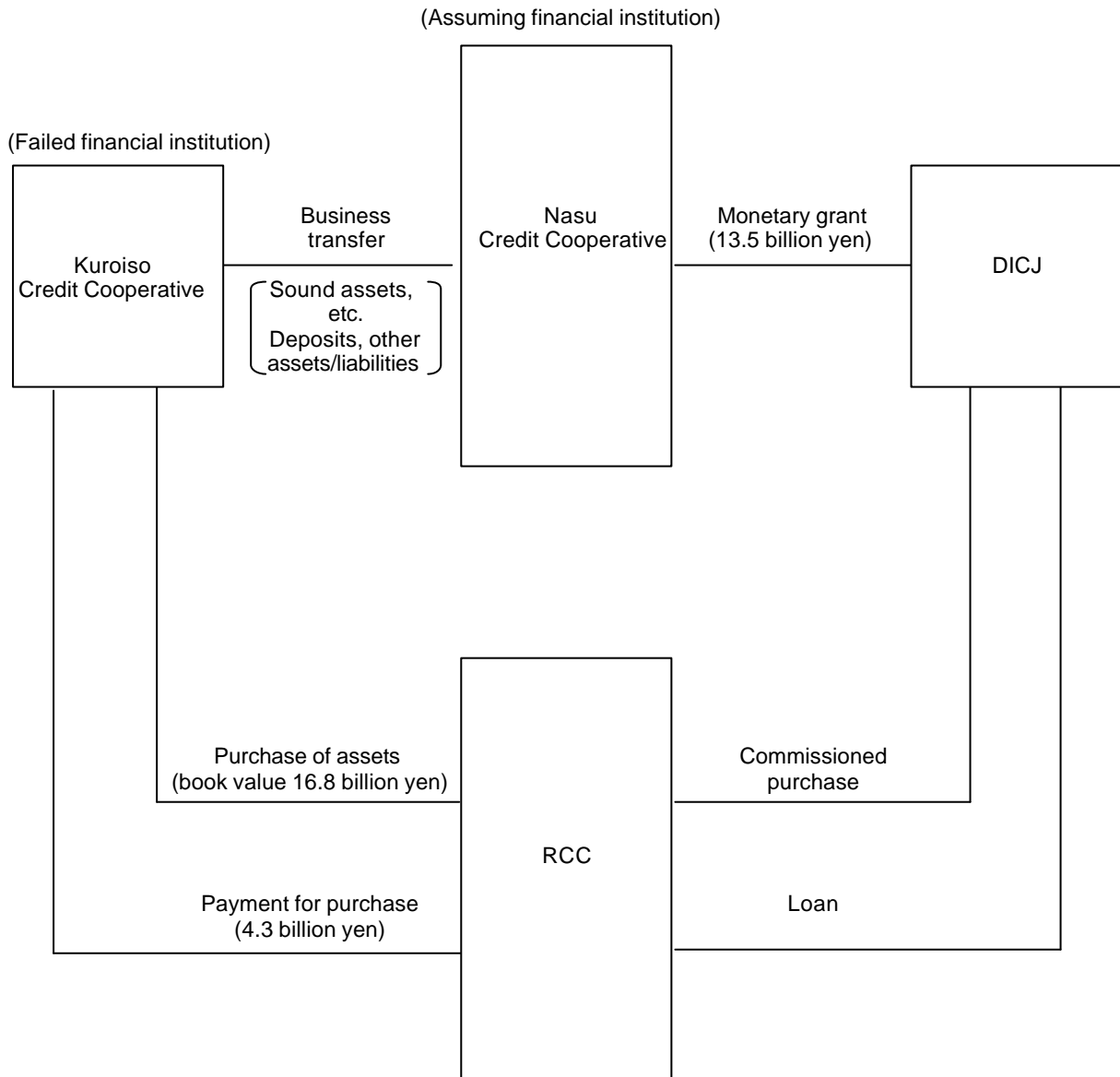
### 3. Scheme of financial assistance in the transfer of business from the Miyagi-Ken Chuo Credit Cooperative to the Sendai Shinkin Bank and the Miyagi Dai-ichi Shinkin Bank

(All sums rounded off to the first decimal point)



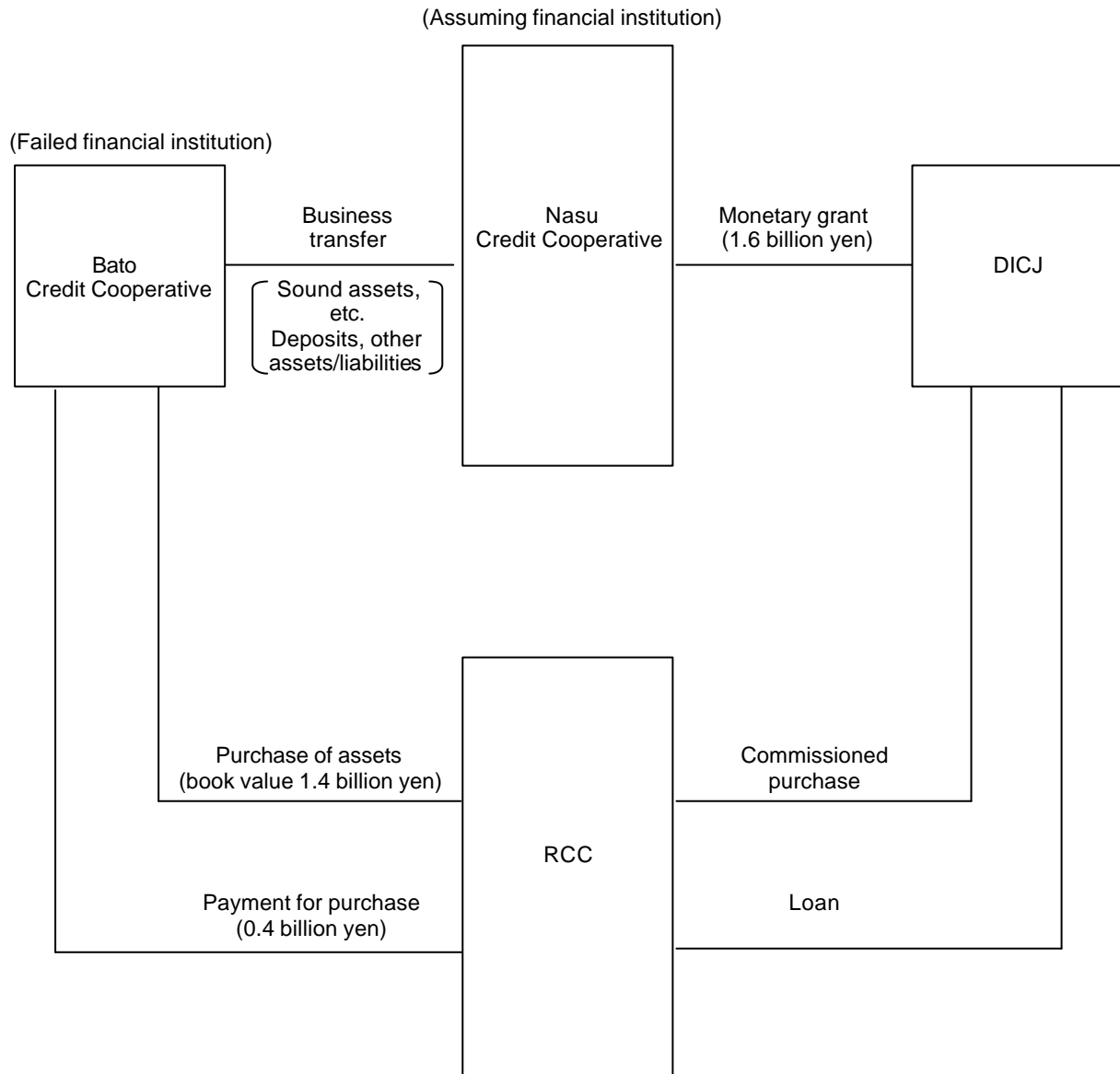
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(All sums rounded off to the first decimal point)



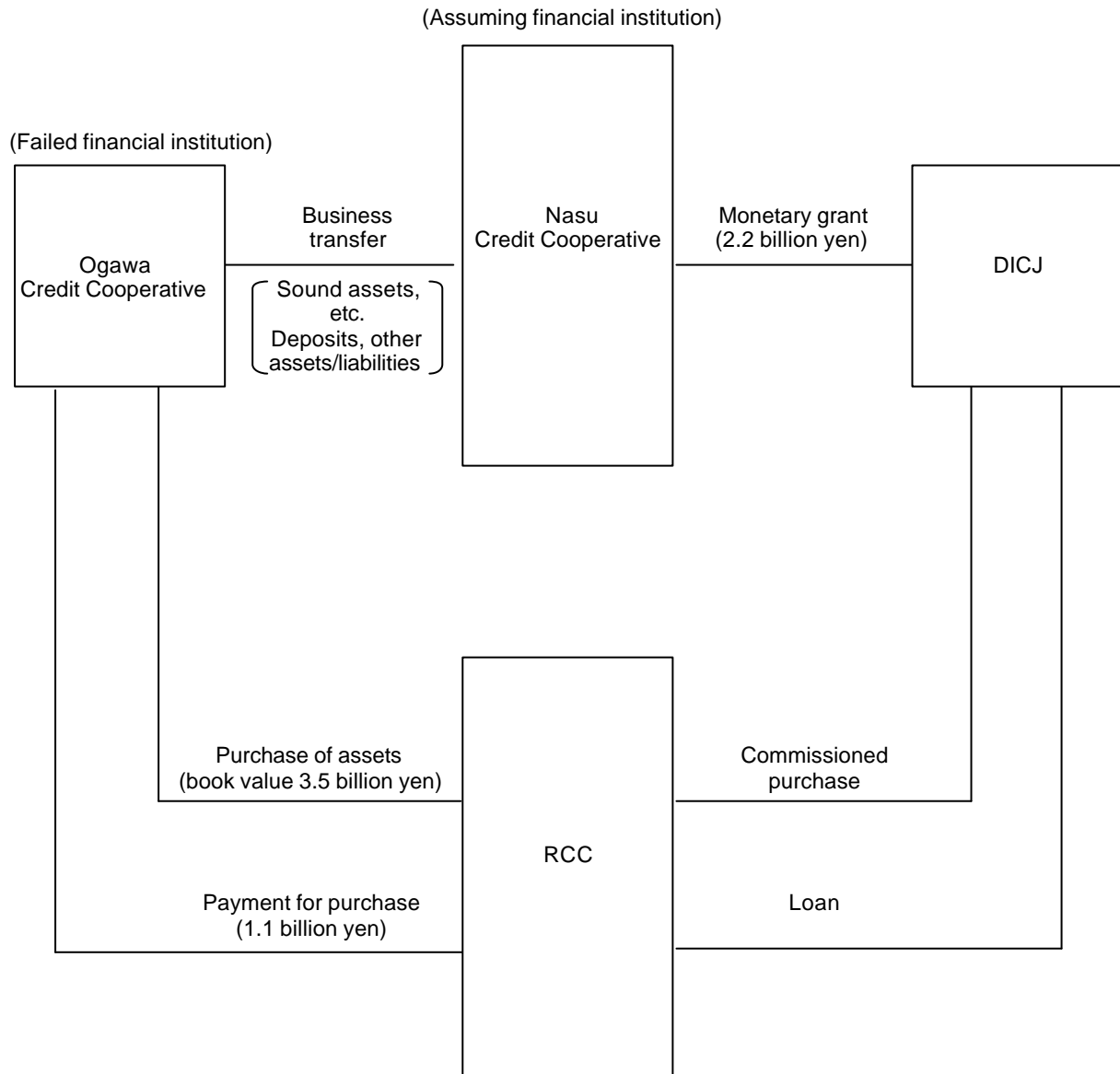
## 5. Scheme of financial assistance in the transfer of business from the Bato Credit Cooperative to the Nasu Credit Cooperative

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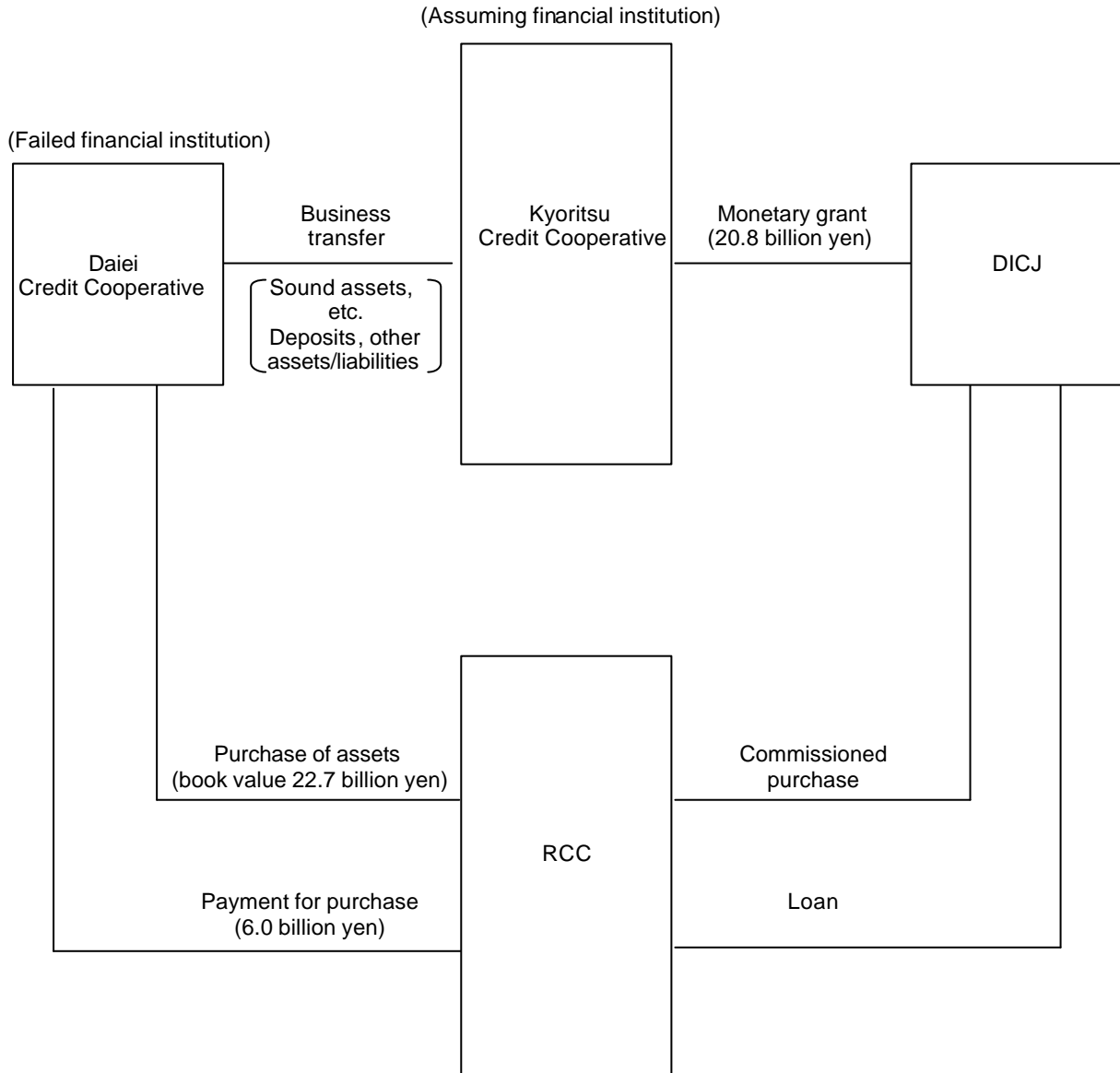
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(All sums rounded off to the first decimal point)



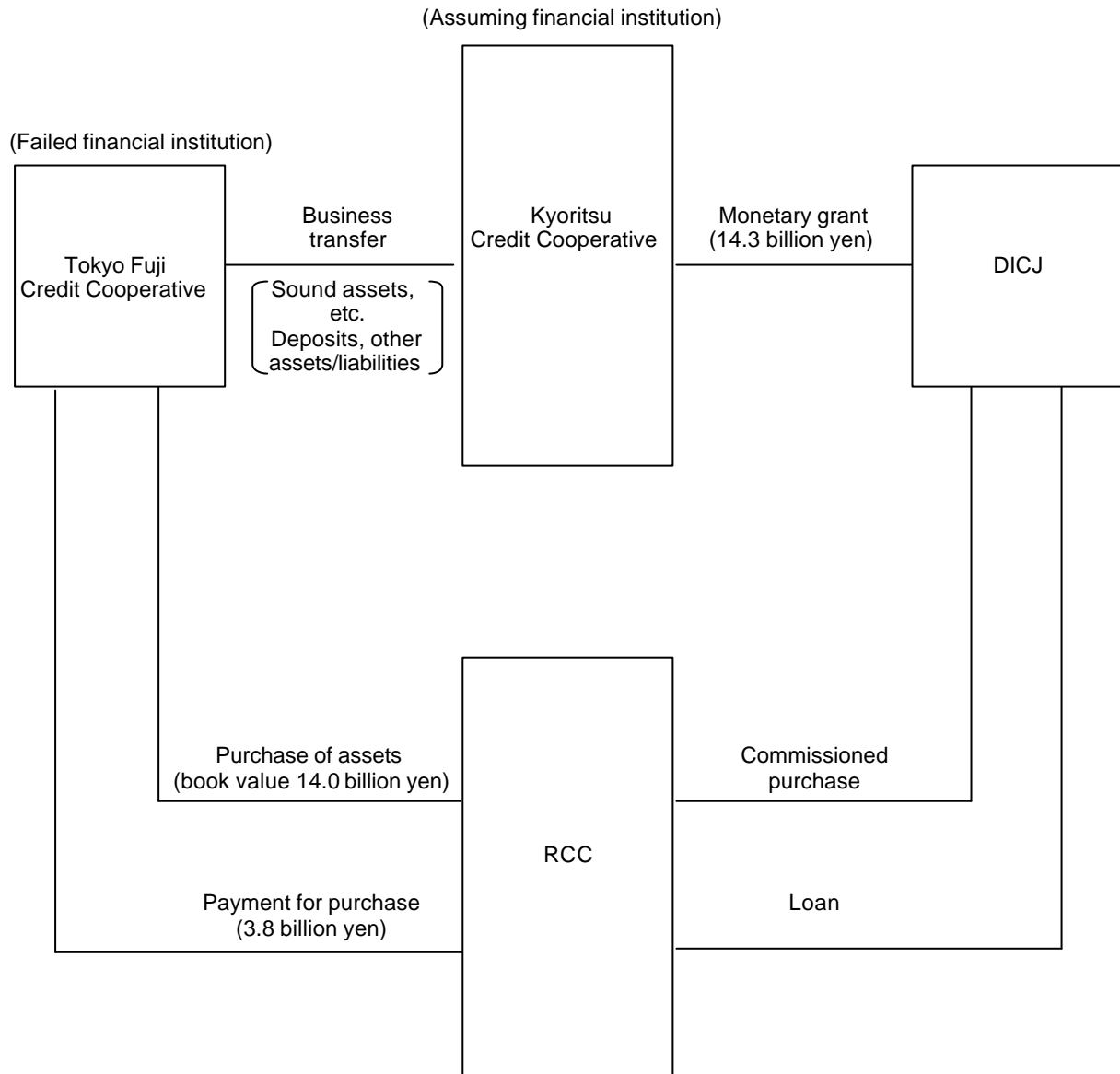
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(All sums rounded off to the first decimal point)



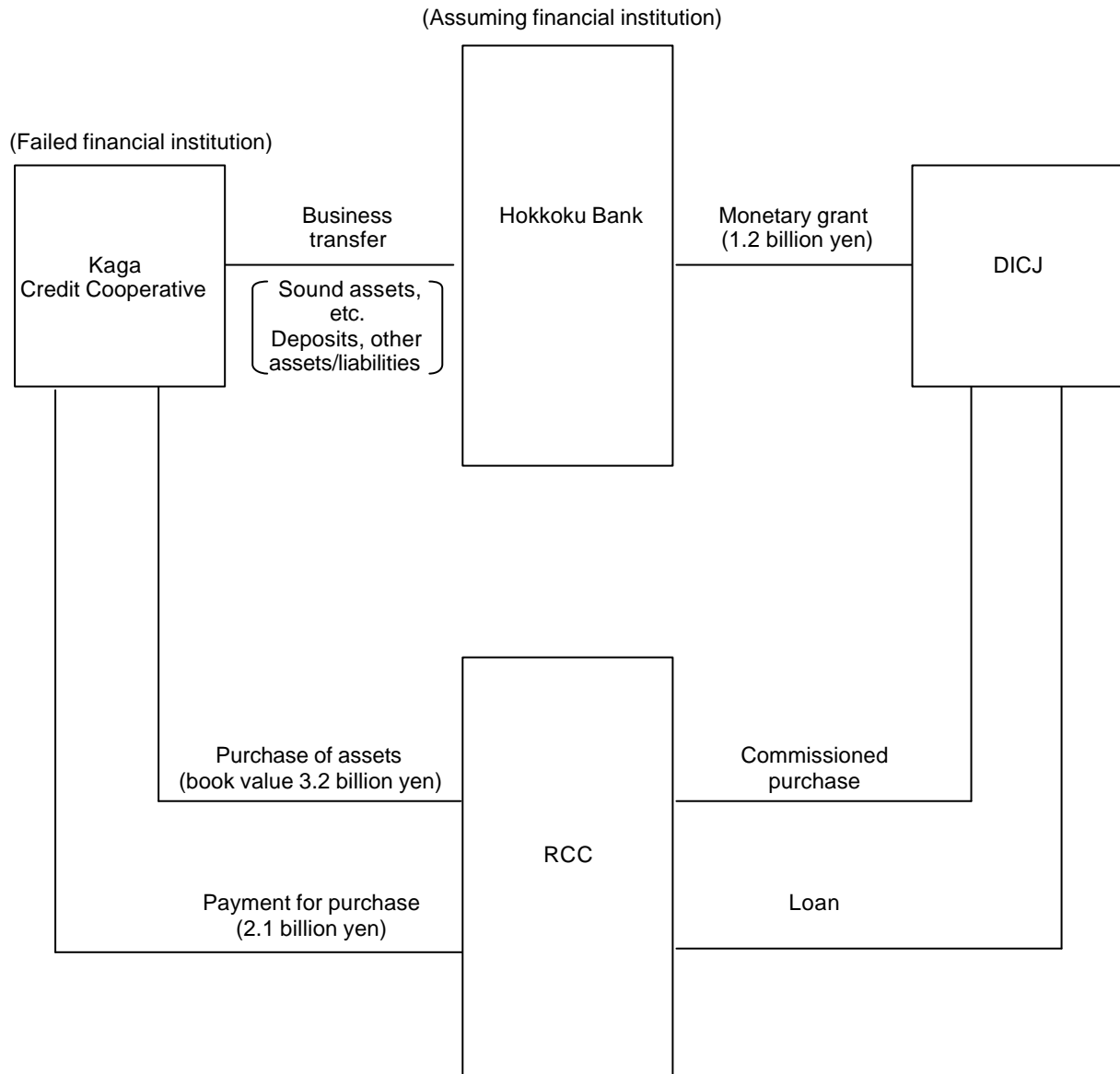
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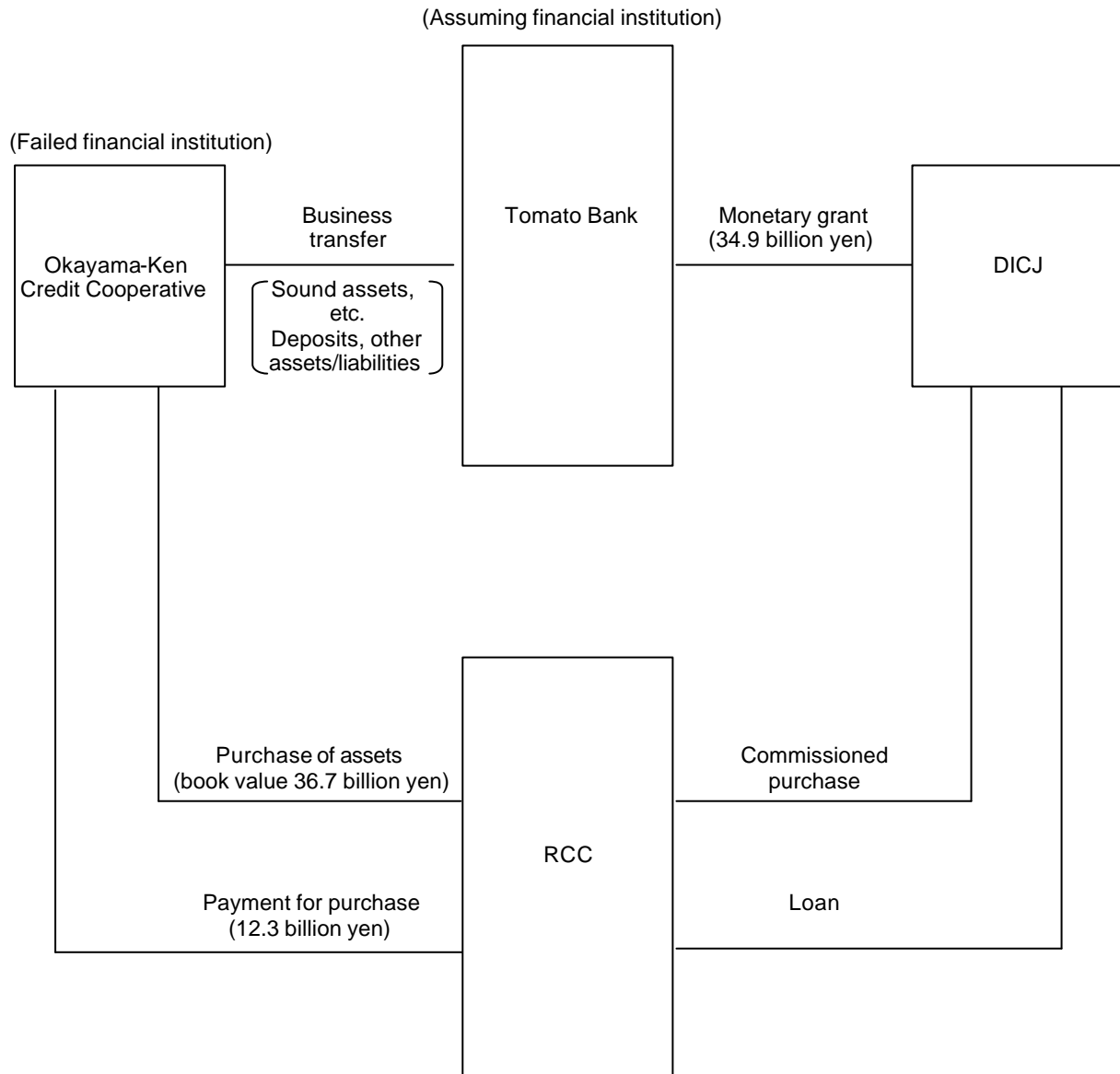
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(All sums rounded off to the first decimal point)



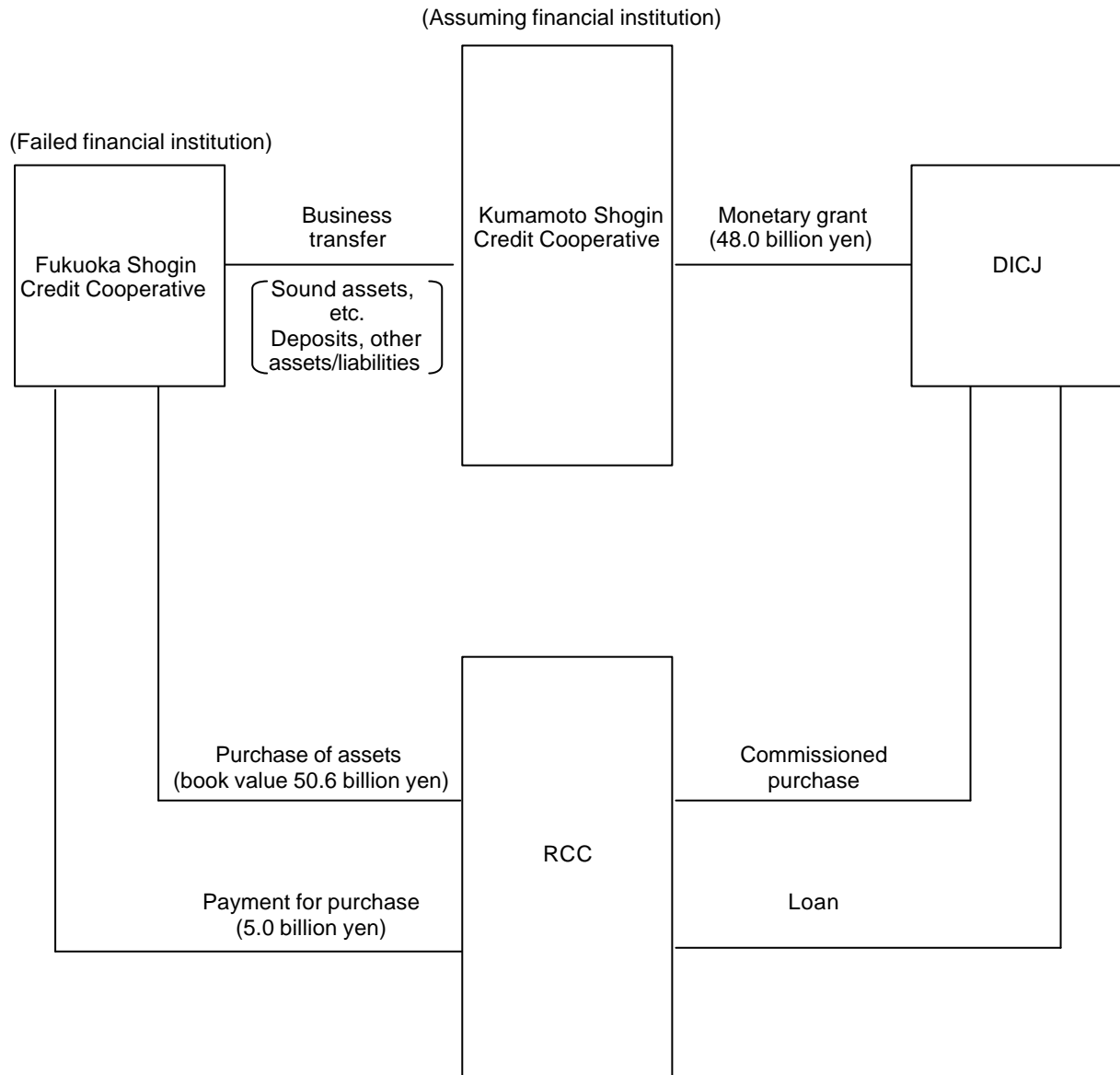
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(All sums rounded off to the first decimal point)



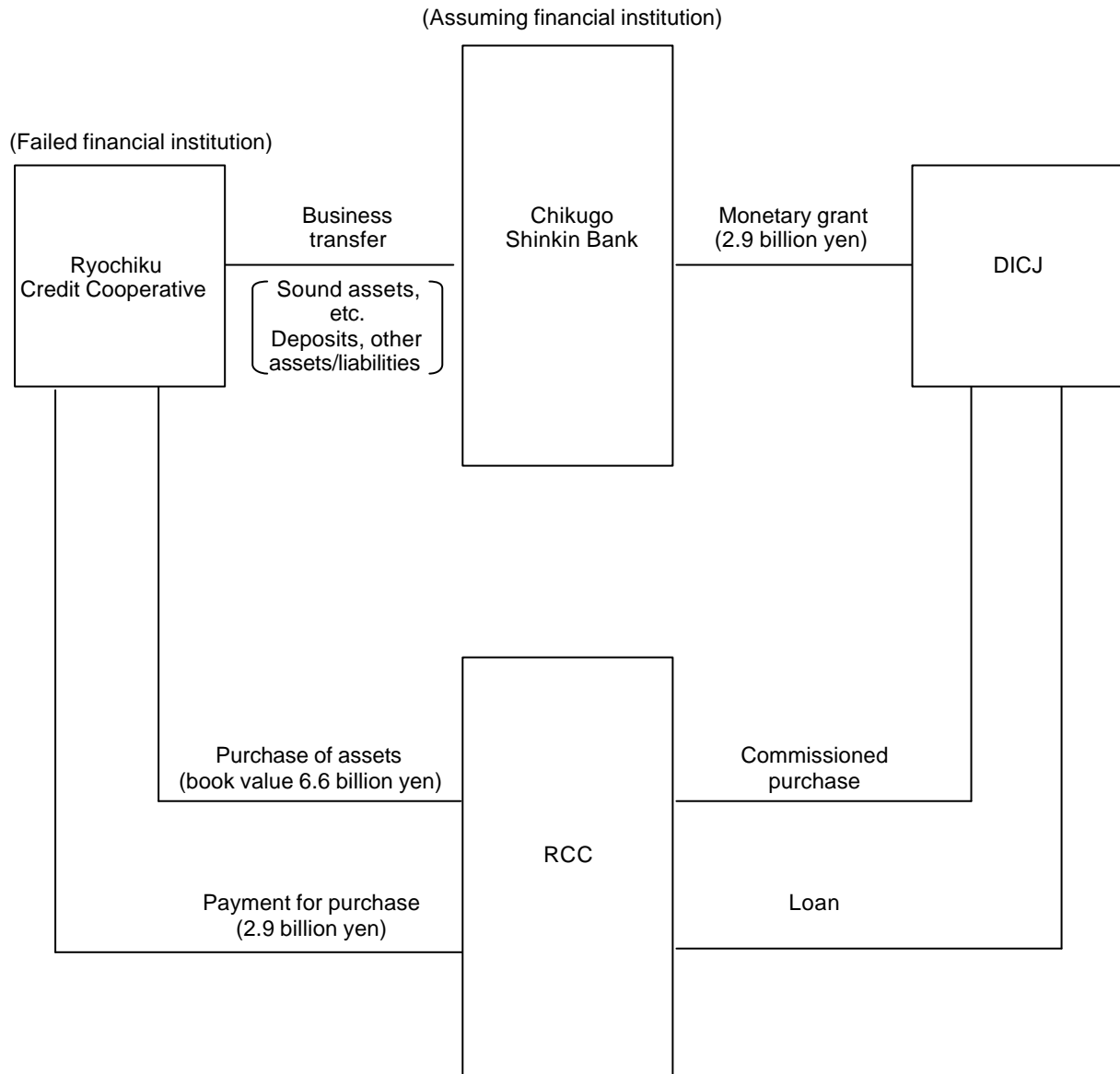
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(All sums rounded off to the first decimal point)



## 12. Scheme of financial assistance in the transfer of business from the Ryochiku Credit Cooperative to the Chikugo Shinkin Bank

(All sums rounded off to the first decimal point)



### 13. Scheme of financial assistance in the transfer of business from the Shimabara Credit Cooperative to the Tachibana Shinkin Bank

(All sums rounded off to the first decimal point)

