

# 1. Excerpt from the financial statements in accordance with IFRS

The financial statements have been prepared in accordance with International Financial Reporting Standards as issued by the International Accounting Standards Board (IFRS) as of March 31, 2015. The financial statements are presented in yen. Unless otherwise stated, all amounts are rounded down and stated in millions of yen.

Ernst & Young ShinNihon LLC has audited the financial statements of JBIC, which comprise the statements of financial position as at March 31, 2015, 2014 and 2013, and April 1, 2012, and the statements of profit or loss, statements of comprehensive income, statements of changes in equity and statements of cash flows for each of the three years in the period ended March 31, 2015, and a summary of significant accounting policies and other explanatory information, in accordance with International Standards on Auditing.

This document is an excerpt of JBIC's financial statements prepared on a basis consistent with IFRS that is included in JBIC's annual report on Form 18-K to be filed with the U.S. Securities and Exchange Commission. This document does not contain all of the information in the Form 18-K that is important to you. You should read the Form 18-K carefully to obtain a comprehensive understanding of JBIC's financial statements under IFRS and related information.

# Statement of Financial Position

As of March 31, 2015, 2014, and 2013, and April 1, 2012

(Millions of yen)

	March 31, 2015	March 31, 2014	March 31, 2013	April 1, 2012
<b>Assets</b>				
Cash and due from banks	850,496	723,189	837,986	685,859
Receivables under resale agreements	—	202,733	284,902	602,725
Derivative financial instrument assets	174,946	223,134	455,749	928,241
Securities	173,758	142,978	50,510	24,443
Loans and other receivables	14,357,186	12,573,273	10,464,187	8,039,619
Equity method investments	115,358	97,882	78,322	47,574
Property and equipment	28,295	28,558	28,206	28,145
Other assets	370,073	105,551	41,632	2,559
<b>Total assets</b>	<b>16,070,115</b>	<b>14,097,302</b>	<b>12,241,498</b>	<b>10,359,168</b>
<b>Liabilities</b>				
Derivative financial instrument liabilities	991,161	454,987	225,219	56,702
Borrowings	9,425,316	8,407,707	7,234,598	5,258,673
Bonds payable	3,058,499	2,733,890	2,257,990	2,449,864
Financial guarantee contracts	84,708	71,900	74,481	71,421
Other liabilities	86,208	125,289	162,770	372,438
<b>Total liabilities</b>	<b>13,645,893</b>	<b>11,793,774</b>	<b>9,955,060</b>	<b>8,209,100</b>
<b>Equity</b>				
Capital stock	1,391,000	1,360,000	1,360,000	1,291,000
Retained earnings	985,166	906,331	895,183	836,128
Other reserves	48,055	37,195	31,254	22,940
<b>Total equity</b>	<b>2,424,222</b>	<b>2,303,527</b>	<b>2,286,437</b>	<b>2,150,068</b>
<b>Total liabilities and equity</b>	<b>16,070,115</b>	<b>14,097,302</b>	<b>12,241,498</b>	<b>10,359,168</b>

# Income Statement

For the years ended March 31, 2015, 2014, and 2013

(Millions of yen)

	March 31, 2015	March 31, 2014	March 31, 2013
Interest income	173,110	155,643	136,236
Interest expense	103,876	97,696	87,976
Net interest income	69,234	57,947	48,260
Fee and commission income	13,512	12,187	10,953
Fee and commission expense	2,088	2,217	1,427
Net income (expense) from derivative financial instruments	25,760	(35,672)	13,830
Net investment income	1,505	107	150
Other income	1,060	4,010	2,586
Income (expense) other than interest income	39,749	(21,584)	26,093
<b>Total operating income *1</b>	<b>108,984</b>	<b>36,362</b>	<b>74,353</b>
Impairment losses (reversals) on financial assets	(13,176)	(17,458)	9,300
<b>Net operating income*2</b>	<b>122,160</b>	<b>53,821</b>	<b>65,052</b>
Operating expenses	9,985	14,717	15,483
Other expenses	419	778	1,165
Total operating expenses	10,404	15,496	16,648
Profits of equity method investments	13,405	3,565	11,780
<b>Net profit</b>	<b>125,161</b>	<b>41,890</b>	<b>60,184</b>

\*1 Aggregate of "Net interest income" and "Income (expense) other than interest income"

\*2 "Total operating income" less "Impairment losses (reversals) on financial assets"

# Statement of Comprehensive Income

For the years ended March 31, 2015, 2014, and 2013

(Millions of yen)

	March 31, 2015	March 31, 2014	March 31, 2013
<b>Net profit</b>	<b>125,161</b>	<b>41,890</b>	<b>60,184</b>
<b>Other comprehensive income</b>			
<b>Items that will not be reclassified subsequently to profit or loss:</b>			
Remeasurement of defined benefit plans			
Remeasurement arising during the year	(642)	942	(919)
Total of items that will not be reclassified subsequently to profit or loss	(642)	942	(919)
<b>Items that may be reclassified subsequently to profit or loss:</b>			
Available-for-sale financial assets			
Net gains arising during the year	815	2,528	2,679
Reclassification adjustments	(793)	37	101
Deferred gains (losses) on hedges			
Reclassification adjustments	(3,992)	(4,339)	(4,641)
Exchange differences on translation of foreign operations			
Net gains arising during the year	14,829	7,715	10,174
Total of items that may be reclassified subsequently to profit or loss	10,859	5,941	8,313
<b>Other comprehensive income</b>	<b>10,217</b>	<b>6,884</b>	<b>7,393</b>
<b>Total comprehensive income</b>	<b>135,378</b>	<b>48,775</b>	<b>67,578</b>

# Statement of Changes in Equity

For the years ended March 31, 2015, 2014, and 2013

(Millions of yen)

	Attributable to equity holders of Japan Bank for International Cooperation						Total	Total equity
	Capital stock	Retained earnings	Available-for-sale financial assets	Deferred gains (losses) on hedges	Remeasurement of defined benefit plans	Exchange differences on translation of foreign operations		
<b>April 1, 2012</b>	<b>1,291,000</b>	<b>836,128</b>	<b>(31)</b>	<b>25,646</b>	<b>—</b>	<b>(2,673)</b>	<b>22,940</b>	<b>2,150,068</b>
Net profit	—	60,184	—	—	—	—	—	60,184
Other comprehensive income	—	—	2,781	(4,641)	(919)	10,174	7,393	7,393
Total comprehensive income	—	60,184	2,781	(4,641)	(919)	10,174	7,393	67,578
Issuance of new shares	69,000	—	—	—	—	—	—	69,000
Payment to national treasury	—	(209)	—	—	—	—	—	(209)
Reclassification from other reserves to retained earnings	—	(919)	—	—	919	—	919	—
<b>March 31, 2013</b>	<b>1,360,000</b>	<b>895,183</b>	<b>2,749</b>	<b>21,004</b>	<b>—</b>	<b>7,500</b>	<b>31,254</b>	<b>2,286,437</b>
Net profit	—	41,890	—	—	—	—	—	41,890
Other comprehensive income	—	—	2,566	(4,339)	942	7,715	6,884	6,884
Total comprehensive income	—	41,890	2,566	(4,339)	942	7,715	6,884	48,775
Issuance of new shares	—	—	—	—	—	—	—	—
Payment to national treasury	—	(31,685)	—	—	—	—	—	(31,685)
Reclassification from other reserves to retained earnings	—	942	—	—	(942)	—	(942)	—
<b>March 31, 2014</b>	<b>1,360,000</b>	<b>906,331</b>	<b>5,315</b>	<b>16,664</b>	<b>—</b>	<b>15,216</b>	<b>37,195</b>	<b>2,303,527</b>
Net profit	—	125,161	—	—	—	—	—	125,161
Other comprehensive income	—	—	22	(3,992)	(642)	14,829	10,217	10,217
Total comprehensive income	—	125,161	22	(3,992)	(642)	14,829	10,217	135,378
Issuance of new shares	31,000	—	—	—	—	—	—	31,000
Payment to national treasury	—	(45,683)	—	—	—	—	—	(45,683)
Reclassification from other reserves to retained earnings	—	(642)	—	—	642	—	642	—
<b>March 31, 2015</b>	<b>1,391,000</b>	<b>985,166</b>	<b>5,338</b>	<b>12,671</b>	<b>—</b>	<b>30,045</b>	<b>48,055</b>	<b>2,424,222</b>

# Statement of Cash Flows

For the years ended March 31, 2015, 2014, and 2013

	(Millions of yen)		
	March 31, 2015	March 31, 2014	March 31, 2013
<b>Cash flows from operating activities</b>			
Net profit	125,161	41,890	60,184
Depreciation and amortization	1,356	1,245	1,018
Increase (decrease) in liability for retirement benefits	(7,342)	(2,530)	1,195
Profits of equity method investments	(13,405)	(3,565)	(11,780)
Net decrease (increase) in loans and other receivables	(1,783,913)	(2,109,085)	(2,424,568)
Net increase (decrease) in borrowings	1,017,608	1,173,109	1,975,925
Net decrease (increase) in deposits (excluding demand deposits)	230,543	165,071	(135,655)
Net decrease (increase) in receivables under resale agreements	202,733	82,169	317,822
Net change of derivative financial instrument assets and liabilities	584,362	462,382	641,009
Net increase (decrease) in financial guarantee contracts	12,807	(2,580)	3,059
Net increase (decrease) in bonds payable	324,609	475,899	(191,874)
Other	(353,332)	(115,217)	(241,057)
<b>Net cash provided by (used in) operating activities</b>	<b>341,187</b>	<b>168,787</b>	<b>(4,719)</b>
<b>Cash flows from investing activities</b>			
Purchase of securities	(29,768)	(94,113)	(23,709)
Proceeds from sales or redemption of securities	2,372	3,019	225
Purchase of equity method investments	(1,158)	(10,188)	(11,515)
Proceeds from return of equity method investments	11,917	2,953	2,721
Other	(2,718)	(1,758)	(753)
<b>Net cash used in investing activities</b>	<b>(19,356)</b>	<b>(100,086)</b>	<b>(33,030)</b>
<b>Cash flows from financing activities</b>			
Proceeds from issuance of new shares	31,000	—	69,000
Payment to national treasury	(45,683)	(31,685)	(26,524)
Other	(12)	(26)	(117)
<b>Net cash (used in) provided by financing activities</b>	<b>(14,695)</b>	<b>(31,712)</b>	<b>42,358</b>
<b>Exchange difference on cash and cash equivalents</b>	<b>50,715</b>	<b>13,285</b>	<b>11,863</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>357,850</b>	<b>50,274</b>	<b>16,471</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>213,845</b>	<b>163,571</b>	<b>147,099</b>
<b>Cash and cash equivalents at the end of the year</b>	<b>571,695</b>	<b>213,845</b>	<b>163,571</b>
<b>Net cash provided by (used in) operating activities includes the following:</b>			
Interest received	162,226	149,706	132,538
Interest paid	(116,172)	(112,765)	(120,524)