



Financial Results for the Fiscal Year Ended March 31, 2020 (Consolidated Data)

May 8, 2020

Company Name: Seven Bank, Ltd. Stock exchange listing: Tokyo Stock Exchange
 Stock Code: 8410 URL <https://www.sevenbank.co.jp/>
 Representative: (title) President and Representative Director (name) Yasuaki Funatake
 For inquiries: (title) Director, Managing Executive Officer, General Manager of Planning Division
 (name) Hisanao Kawada Telephone: +81-3-3211-3041
 Scheduled date for holding the Annual General Meeting of Shareholders: June 22, 2020
 Scheduled date for cash dividends: June 1, 2020
 Scheduled date for filing of quarterly financial report: June 23, 2020
 Trading accounts: Not established
 Full fiscal year earnings supplementary explanatory documents: Yes
 Full fiscal year earnings presentation: Yes (Analysts, institutional investors)
 (Amounts of less than one million yen are rounded down and percentages are rounded to the first decimal place, etc.)

1. Financial Highlights for the Fiscal Year Ended March 31, 2020 (April 1, 2019 - March 31, 2020)

(1) Consolidated Operating Results (% represents the year-on-year change from the previous fiscal year.)

| | Ordinary income | | Ordinary profit | | Net income attributable to owners of the parent | |
|----------------------------------|-----------------|------|-----------------|-------|---|--------|
| | Million yen | % | Million yen | % | Million yen | % |
| Fiscal year ended March 31, 2020 | 148,553 | 0.8 | 39,836 | (2.1) | 26,162 | 97.6 |
| Fiscal year ended March 31, 2019 | 147,288 | 15.3 | 40,714 | 6.2 | 13,236 | (47.6) |

Note: Comprehensive income: Fiscal year ended March 31, 2020 25,939 million yen (+98.7%)
 Fiscal year ended March 31, 2019 13,051 million yen (-47.0%)

| | Net income per share | Diluted earnings per share | Return on equity (ROE) | Return on assets (ROA) – Ratio of ordinary profit to total assets | Ratio of ordinary profit to ordinary income |
|----------------------------------|----------------------|----------------------------|------------------------|---|---|
| | Yen | Yen | % | % | % |
| Fiscal year ended March 31, 2020 | 22.14 | 22.11 | 12.0 | 3.5 | 26.8 |
| Fiscal year ended March 31, 2019 | 11.11 | 11.09 | 6.2 | 3.7 | 27.6 |

(Reference) Equity in net earnings of affiliated companies: Fiscal year ended March 31, 2020 -4,770 million yen
 Fiscal year ended March 31, 2019 -239 million yen

(2) Consolidated Financial Position

| | Total assets | Total net assets | Net assets to total assets ratio | Net assets per share |
|----------------------------------|--------------|------------------|----------------------------------|----------------------|
| | Million yen | Million yen | % | Yen |
| Fiscal year ended March 31, 2020 | 1,085,885 | 222,833 | 20.3 | 187.73 |
| Fiscal year ended March 31, 2019 | 1,141,926 | 212,890 | 18.6 | 178.37 |

(Reference) Capital: Fiscal year ended March 31, 2020 221,212 million yen
 Fiscal year ended March 31, 2019 212,557 million yen

Note: “Net assets to total assets ratio” is calculated as: (Total net assets at the end of the period – Subscription rights to shares at the end of period – Non-controlling interests at the end of the period) / Total assets at the end of the period. Please note that this “Net assets to total assets ratio” is not the capital adequacy ratio specified in the notification of capital adequacy ratio.

(3) Consolidated Cash Flows

| | Net cash provided by operating activities | Net cash used in investing activities | Net cash used in financing activities | Cash and cash equivalents at the end of the year |
|----------------------------------|---|---------------------------------------|---------------------------------------|--|
| | Million yen | Million yen | Million yen | Million yen |
| Fiscal year ended March 31, 2020 | 89,619 | (5,801) | (16,009) | 848,446 |
| Fiscal year ended March 31, 2019 | 117,471 | (34,882) | (12,246) | 780,650 |

2. Dividends

| | Dividend per share | | | | | Total dividends (total) | Payout ratio (consolidated) | Ratio of dividends to equity (consolidated) |
|----------------------------------|--------------------|-------------|---------------|----------|-------|-------------------------|-----------------------------|---|
| | First quarter | Semi-annual | Third quarter | Year end | Total | | | |
| | Yen | Yen | Yen | Yen | Yen | Million yen | % | % |
| Fiscal year ended March 31, 2019 | – | 5.00 | – | 6.00 | 11.00 | 13,117 | 99.0 | 6.1 |
| Fiscal year ended March 31, 2020 | – | 5.50 | – | 5.50 | 11.00 | 12,970 | 49.6 | 6.0 |

Note: Dividend forecast for the fiscal year ending March 31, 2021, has not been finalized.

3. Performance Forecasts for the Fiscal Year Ending March 31, 2021 (April 1, 2020 - March 31, 2021)

The outlook for the economic environment appears uncertain due to the anticipated further spread and prolonged impact of the novel coronavirus infection (COVID-19) and the associated tightening of regulations by governments of various countries, which makes it extremely difficult for the Seven Bank Group to calculate a proper and reasonable performance forecast at the moment. For this reason, Seven Bank temporarily leaves its performance forecast for the fiscal year ending March 31, 2021, as undetermined. An announcement will be made as soon as it becomes possible to make a forecast.

Notes

- (1) Changes in important subsidiaries during the period under review (fiscal year ended March 31, 2020): Not established
 Added - (company name) - Excluded - (company name) -

Note: Pito AxM Platform, Inc., Seven Global Remit, Ltd., ACSiON, Ltd., and CredD Finance Ltd. are included as consolidated subsidiaries from the consolidated accounting period under review although they do not fall under changes in specific subsidiaries.

- (2) Changes in accounting policy, changes in accounting estimates, and retrospective restatements
 (a) Changes in accounting policy arising from revision of accounting standards, etc.: None
 (b) Changes in accounting policy other than those noted in (a) above: None
 (c) Changes in accounting estimates: None
 (d) Retrospective restatements: None

- (3) Number of shares (common stock)

| | | | | |
|--|----------------------------------|----------------------|----------------------------------|----------------------|
| (a) Number of shares in issue (including treasury stock) | Fiscal year ended March 31, 2020 | 1,179,129,000 shares | Fiscal year ended March 31, 2019 | 1,192,464,000 shares |
| (b) Number of treasury shares | Fiscal year ended March 31, 2020 | 798,656 shares | Fiscal year ended March 31, 2019 | 831,371 shares |
| (c) Average number of shares for the period under review | Fiscal year ended March 31, 2020 | 1,181,606,783 shares | Fiscal year ended March 31, 2019 | 1,191,405,530 shares |

Note: Seven Bank has introduced “Directors’ Compensation BIP Trust” and “Stock Grant ESOP Trust” and the shares in Seven Bank held by these trusts are included in the number of treasury shares to be subtracted upon calculating the number of treasury shares at the end of the period under review and the average number of shares for the period under review.

Reference: Overview of Non-Consolidated Performance

1. Non-Consolidated Financial Highlights for the Fiscal Year Ended March 31, 2020 (April 1, 2019 - March 31, 2020)

- (1) Non-Consolidated Operating Results (% represents the year-on-year change from the previous fiscal year.)

| | Ordinary income | | Ordinary profit | | Net income | |
|----------------------------------|-----------------|-----|-----------------|-----|-------------|--------|
| | Million yen | % | Million yen | % | Million yen | % |
| Fiscal year ended March 31, 2020 | 120,275 | 0.5 | 45,013 | 4.5 | 27,675 | 89.9 |
| Fiscal year ended March 31, 2019 | 119,567 | 2.5 | 43,059 | 1.8 | 14,572 | (49.9) |

| | Net income per share | | Diluted earnings per share | |
|----------------------------------|----------------------|--|----------------------------|--|
| | Yen | | Yen | |
| Fiscal year ended March 31, 2020 | 23.42 | | 23.39 | |
| Fiscal year ended March 31, 2019 | 12.23 | | 12.21 | |

(2) Non-Consolidated Financial Position

| | Total assets | Total net assets | Net assets to total assets ratio | Net assets per share |
|----------------------------------|--------------|------------------|----------------------------------|----------------------|
| | Million yen | Million yen | % | Yen |
| Fiscal year ended March 31, 2020 | 1,091,287 | 229,866 | 21.0 | 194.84 |
| Fiscal year ended March 31, 2019 | 1,145,511 | 219,667 | 19.1 | 184.07 |

(Reference) Capital: Fiscal year ended March 31, 2020 229,591 million yen
 Fiscal year ended March 31, 2019 219,347 million yen

Note: “Net assets to total assets ratio” is calculated as: (Total net assets at the end of the period – Subscription rights to shares at the end of period – Non-controlling interests at the end of the period) / Total assets at the end of the period. Please note that this “Net assets to total assets ratio” is not the capital adequacy ratio specified in the notification of capital adequacy ratio.

2. Non-Consolidated Performance Forecasts for the Fiscal Year Ending March 31, 2021 (April 1, 2020 - March 31, 2021)

The outlook for the economic environment appears uncertain due to the anticipated further spread and prolonged impact of the novel coronavirus infection (COVID-19) and the associated tightening of regulations by the government and municipalities, which makes it extremely difficult for Seven Bank to calculate a proper and reasonable performance forecast at the moment. For this reason, Seven Bank temporarily leaves its non-consolidated performance forecast for the fiscal year ending March 31, 2021, as undetermined. An announcement will be made as soon as it becomes possible to make a forecast.

* This earnings report is exempt from review procedures by a certified public accountant or audit corporation.

* Explanation of the appropriate use of earnings forecasts, and other special notes

This report contains forward-looking statements which represent the judgement of Seven Bank based on currently available information. Actual results may be materially different from the projections due to various factors in these forward-looking statements.

1. Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Millions of yen)

| | As of March 31, 2019 | As of March 31, 2020 |
|---|----------------------|----------------------|
| Assets | | |
| Cash and due from banks | 780,650 | 848,446 |
| Securities | 85,639 | 70,911 |
| Loans | 22,688 | 23,283 |
| Foreign currency | 0 | 0 |
| ATM-related temporary payments | 194,910 | 81,965 |
| Other assets | 15,074 | 16,365 |
| Tangible fixed assets | 15,155 | 13,985 |
| Buildings | 1,669 | 1,630 |
| ATM | 11,062 | 9,042 |
| Other tangible fixed assets | 2,424 | 3,312 |
| Intangible fixed assets | 26,655 | 29,665 |
| Software | 20,708 | 20,930 |
| Other intangible fixed assets | 5,946 | 8,734 |
| Asset for retirement benefits | 444 | 378 |
| Deferred tax assets | 732 | 909 |
| Allowance for credit losses | (23) | (25) |
| Total assets | 1,141,926 | 1,085,885 |
| Liabilities | | |
| Deposits | 678,664 | 683,760 |
| Negotiable certificates of deposits | 810 | 800 |
| Borrowed money | 10,000 | 196 |
| Bonds | 135,000 | 105,000 |
| ATM-related temporary advances | 80,853 | 45,052 |
| Other liabilities | 22,816 | 27,288 |
| Reserve for bonuses | 537 | 573 |
| Liability for retirement benefits | 2 | 3 |
| Reserve for directors' retirement benefits | 5 | 4 |
| Reserve for directors' benefit trust | 166 | 236 |
| Deferred tax liabilities | 179 | 137 |
| Total liabilities | 929,036 | 863,051 |
| Net assets | | |
| Common stock | 30,679 | 30,702 |
| Capital surplus | 30,661 | 30,757 |
| Retained earnings | 147,094 | 155,760 |
| Treasury stock | (352) | (338) |
| Total shareholders' equity | 208,083 | 216,882 |
| Net unrealized gains on available-for-sale securities | 492 | 499 |
| Foreign currency translation adjustments | 3,798 | 3,767 |
| Accumulated adjustments for retirement benefit | 182 | 62 |
| Total accumulated other comprehensive income | 4,473 | 4,329 |
| Subscription rights to shares | 320 | 274 |
| Non-controlling interests | 11 | 1,346 |
| Total net assets | 212,890 | 222,833 |
| Total liabilities and net assets | 1,141,926 | 1,085,885 |

(2) Consolidated Statement of Income and Consolidated Statement of Comprehensive Income

Consolidated Statement of Income

(Millions of yen)

| | Fiscal year ended March 31, 2019 (April 1, 2018 - March 31, 2019) | Fiscal year ended March 31, 2020 (April 1, 2019 - March 31, 2020) |
|--|--|--|
| Ordinary income | 147,288 | 148,553 |
| Interest income | 3,529 | 3,569 |
| Interest on loans | 3,419 | 3,451 |
| Interest and dividends on securities | 21 | 26 |
| Interest on call loans | 0 | 0 |
| Interest on cash and due from banks | 87 | 90 |
| Fees and commissions income | 142,614 | 144,280 |
| Remittance-related fee income | 2,750 | 3,062 |
| ATM-related fee income | 135,324 | 136,486 |
| Other fees and commissions | 4,538 | 4,730 |
| Other operating income | 275 | 281 |
| Other ordinary income | 869 | 422 |
| Reversal of allowance for credit losses | 13 | – |
| Other | 856 | 422 |
| Ordinary expenses | 106,574 | 108,716 |
| Interest expenses | 686 | 674 |
| Interest on deposits | 119 | 99 |
| Interest on negotiable certificates of deposits | 0 | 0 |
| Interest on call money | (37) | (12) |
| Interest on borrowed money | 74 | 15 |
| Interest on bonds | 530 | 570 |
| Fees and commissions expenses | 39,236 | 40,305 |
| Remittance-related fee expenses | 1,476 | 1,591 |
| ATM placement fee expenses | 30,511 | 31,013 |
| ATM-related fee expenses | 4,499 | 4,886 |
| Other fees and commissions expenses | 2,749 | 2,813 |
| Other business expenses | 116 | – |
| General and administrative expenses | 66,070 | 62,813 |
| Other ordinary expenses | 462 | 4,922 |
| Provision of allowance for credit losses | – | 2 |
| Other | 462 | 4,920 |
| Ordinary profit | 40,714 | 39,836 |
| Extraordinary income | – | 91 |
| Gain on disposal of fixed assets | – | 91 |
| Extraordinary losses | 14,970 | 147 |
| Loss on disposal of fixed assets | 139 | 147 |
| Impairment loss | 14,830 | – |
| Income before income taxes | 25,744 | 39,780 |
| Income taxes-current | 13,119 | 13,840 |
| Income taxes-deferred | (605) | (164) |
| Total income taxes | 12,513 | 13,675 |
| Net income | 13,230 | 26,105 |
| Net loss attributable to non-controlling interests | (5) | (57) |
| Net income attributable to owners of the parent | 13,236 | 26,162 |

Consolidated Statements of Comprehensive Income

(Millions of yen)

| | Fiscal year ended March 31, 2019 (April 1, 2018 - March 31, 2019) | Fiscal year ended March 31, 2020 (April 1, 2019 - March 31, 2020) |
|---|--|--|
| Net income | 13,230 | 26,105 |
| Other comprehensive income | (179) | (165) |
| Net unrealized gains on available-for-sale securities | 248 | 7 |
| Foreign currency translation adjustments | (511) | (53) |
| Adjustments for retirement benefit | 83 | (119) |
| Comprehensive income: | 13,051 | 25,939 |
| Comprehensive income attributable to: | | |
| Owners of the parent | 13,058 | 26,019 |
| Non-controlling interests | (7) | (79) |

(3) Consolidated Statements of Changes in Net Assets

Fiscal year ended March 31, 2019 (April 1, 2018 - March 31, 2019)

(Millions of yen)

| | Shareholders' equity | | | | |
|--|----------------------|-----------------|-------------------|----------------|----------------------------|
| | Common stock | Capital surplus | Retained earnings | Treasury stock | Total shareholders' equity |
| Balance at the beginning of the year | 30,572 | 30,554 | 146,075 | (380) | 206,823 |
| Changes in items during the period | | | | | |
| Issuance of new shares | 106 | 106 | | | 213 |
| Cash dividends | | | (12,217) | | (12,217) |
| Net income attributable to owners of the parent | | | 13,236 | | 13,236 |
| Acquisition of treasury stock | | | | | - |
| Disposal of treasury stock | | | | 27 | 27 |
| Cancellation of treasury stock | | | | | - |
| Change in capital surplus due to change in equity of consolidated subsidiaries | | | | | - |
| Net changes in items other than shareholders' equity | | | | | |
| Total changes in items during the period | 106 | 106 | 1,018 | 27 | 1,260 |
| Balance at end of the year | 30,679 | 30,661 | 147,094 | (352) | 208,083 |

| | Accumulated other comprehensive income | | | | Subscription rights to shares | Non-controlling interests | Total net assets |
|--|---|--|--|--|-------------------------------|---------------------------|------------------|
| | Net unrealized gains on available-for-sale securities | Foreign currency translation adjustments | Accumulated adjustments for retirement benefit | Total accumulated other comprehensive income | | | |
| Balance at the beginning of the year | 244 | 4,308 | 98 | 4,651 | 533 | 18 | 212,027 |
| Changes in items during the period | | | | | | | |
| Issuance of new shares | | | | | | | 213 |
| Cash dividends | | | | | | | (12,217) |
| Net income attributable to owners of the parent | | | | | | | 13,236 |
| Acquisition of treasury stock | | | | | | | - |
| Disposal of treasury stock | | | | | | | 27 |
| Cancellation of treasury stock | | | | | | | - |
| Change in capital surplus due to change in equity of consolidated subsidiaries | | | | | | | - |
| Net changes in items other than shareholders' equity | 248 | (509) | 83 | (177) | (212) | (7) | (397) |
| Total changes in items during the period | 248 | (509) | 83 | (177) | (212) | (7) | 862 |
| Balance at end of the year | 492 | 3,798 | 182 | 4,473 | 320 | 11 | 212,890 |

Fiscal year ended March 31, 2020 (April 1, 2019 - March 31, 2020)

(Millions of yen)

| | Shareholders' equity | | | | |
|--|----------------------|-----------------|-------------------|----------------|----------------------------|
| | Common stock | Capital surplus | Retained earnings | Treasury stock | Total shareholders' equity |
| Balance at the beginning of the year | 30,679 | 30,661 | 147,094 | (352) | 208,083 |
| Changes in items during the period | | | | | |
| Issuance of new shares | 23 | 23 | | | 46 |
| Cash dividends | | | (13,639) | | (13,639) |
| Net income attributable to owners of the parent | | | 26,162 | | 26,162 |
| Acquisition of treasury stock | | | | (3,857) | (3,857) |
| Disposal of treasury stock | | | | 13 | 13 |
| Cancellation of treasury stock | | | (3,857) | 3,857 | - |
| Change in capital surplus due to change in equity of consolidated subsidiaries | | 73 | | | 73 |
| Net changes in items other than shareholders' equity | | | | | |
| Total changes in items during the period | 23 | 96 | 8,665 | 13 | 8,798 |
| Balance at end of the year | 30,702 | 30,757 | 155,760 | (338) | 216,882 |

| | Accumulated other comprehensive income | | | | Subscription rights to shares | Non-controlling interests | Total net assets |
|--|---|--|--|--|-------------------------------|---------------------------|------------------|
| | Net unrealized gains on available-for-sale securities | Foreign currency translation adjustments | Accumulated adjustments for retirement benefit | Total accumulated other comprehensive income | | | |
| Balance at the beginning of the year | 492 | 3,798 | 182 | 4,473 | 320 | 11 | 212,890 |
| Changes in items during the period | | | | | | | |
| Issuance of new shares | | | | | | | 46 |
| Cash dividends | | | | | | | (13,639) |
| Net income attributable to owners of the parent | | | | | | | 26,162 |
| Acquisition of treasury stock | | | | | | | (3,857) |
| Disposal of treasury stock | | | | | | | 13 |
| Cancellation of treasury stock | | | | | | | - |
| Change in capital surplus due to change in equity of consolidated subsidiaries | | | | | | | 73 |
| Net changes in items other than shareholders' equity | 7 | (31) | (119) | (143) | (46) | 1,334 | 1,145 |
| Total changes in items during the period | 7 | (31) | (119) | (143) | (46) | 1,334 | 9,943 |
| Balance at end of the year | 499 | 3,767 | 62 | 4,329 | 274 | 1,346 | 222,833 |

(4) Consolidated Statements of Cash Flows

(Millions of yen)

| | Fiscal year ended March 31, 2019 (April 1, 2018 - March 31, 2019) | Fiscal year ended March 31, 2020 (April 1, 2019 - March 31, 2020) |
|--|--|--|
| Net cash provided by operating activities | | |
| Income before income taxes | 25,744 | 39,780 |
| Depreciation and amortization | 17,529 | 14,634 |
| Impairment loss | 14,830 | – |
| Amortization of goodwill | 487 | – |
| Equity in (earnings) losses of affiliates | 239 | 4,770 |
| Net change in allowance for credit losses | (13) | 1 |
| Net change in reserve for bonuses | 80 | 36 |
| Net change in asset and liability for retirement benefits | (59) | (106) |
| Net change in reserve for directors' retirement benefits | 3 | (1) |
| Reserve for directors' benefit trust | 64 | 69 |
| Interest income | (3,529) | (3,569) |
| Interest expenses | 686 | 674 |
| Loss (gain) related to securities | 49 | 38 |
| Net loss (gain) on disposal of fixed assets | 139 | 56 |
| Net change in loans | 27 | (595) |
| Net change in deposits | 56,257 | 5,095 |
| Net change in negotiable certificates of deposits | 10 | (10) |
| Net change in borrowed money | – | (9,807) |
| Net change in straight bonds – issuance and redemption | 40,000 | (30,000) |
| Net change in ATM-related temporary accounts | (26,118) | 77,146 |
| Interest received | 3,848 | 3,840 |
| Interest paid | (757) | (805) |
| Other | 2,062 | 1,398 |
| Subtotal | 131,584 | 102,648 |
| Income taxes paid | (14,115) | (13,029) |
| Income taxes refund | 2 | – |
| Net cash provided by operating activities | 117,471 | 89,619 |
| Net cash used in investing activities | | |
| Purchase of securities | (39,313) | (16,171) |
| Proceeds from maturity of securities | 20,630 | 27,920 |
| Purchase of tangible fixed assets | (3,121) | (4,547) |
| Proceeds from sales of tangible fixed assets | – | 98 |
| Purchase of intangible fixed assets | (8,664) | (11,100) |
| Proceeds from sales of intangible fixed assets | 586 | – |
| Purchase of shares in an equity method affiliated company | (4,999) | (2,000) |
| Net cash used in investing activities | (34,882) | (5,801) |
| Net cash used in financing activities | | |
| Proceeds from stock issuance to non-controlling interests | – | 1,487 |
| Proceeds from exercise of stock options | 0 | 0 |
| Dividends paid | (12,215) | (13,635) |
| Purchase of treasury stock | – | (3,857) |
| Other | (32) | (3) |
| Net cash used in financing activities | (12,246) | (16,009) |
| Effect of exchange rate changes on cash and cash equivalents | (60) | (11) |
| Net change in cash and cash equivalents | 70,281 | 67,796 |
| Cash and cash equivalents at the beginning of the year | 710,369 | 780,650 |
| Cash and cash equivalents at the end of the year | 780,650 | 848,446 |

2. Non-Consolidated Financial Statements

(1) Non-Consolidated Balance Sheets

(Millions of yen)

| | As of March 31, 2019 | As of March 31, 2020 |
|---|----------------------|----------------------|
| Assets | | |
| Cash and due from banks | 778,018 | 842,606 |
| Cash | 646,618 | 748,283 |
| Due from banks | 131,400 | 94,322 |
| Securities | 92,728 | 80,826 |
| Municipal bonds | 30,864 | 22,756 |
| Bonds | 45,818 | 40,614 |
| Stocks | 7,068 | 7,632 |
| Other securities | 8,976 | 9,823 |
| Loans | 23,439 | 23,528 |
| Loan on deeds | 751 | 244 |
| Overdrafts | 22,688 | 23,283 |
| Foreign currency | 0 | 0 |
| Due from foreign banks | 0 | 0 |
| Other assets | 206,775 | 95,618 |
| Prepaid expenses | 880 | 1,153 |
| Accrued income | 9,265 | 9,191 |
| Derivatives other than for trading-assets | – | 48 |
| ATM-related temporary payments | 194,875 | 81,885 |
| Other assets | 1,753 | 3,339 |
| Tangible fixed assets | 12,155 | 11,667 |
| Buildings | 1,645 | 1,602 |
| ATM | 8,166 | 7,318 |
| Other tangible fixed assets | 2,343 | 2,745 |
| Intangible fixed assets | 24,828 | 27,768 |
| Software | 20,417 | 20,595 |
| Software in progress | 4,407 | 7,168 |
| Other intangible fixed assets | 4 | 4 |
| Prepaid pension cost | 172 | 269 |
| Deferred tax assets | 7,510 | 9,053 |
| Allowance for credit losses | (118) | (50) |
| Total assets | 1,145,511 | 1,091,287 |

(Millions of yen)

| | As of March 31, 2019 | As of March 31, 2020 |
|---|----------------------|----------------------|
| Liabilities | | |
| Deposits | 679,730 | 686,633 |
| Ordinary deposits | 447,827 | 454,564 |
| Time deposits | 231,503 | 231,971 |
| Other deposits | 399 | 98 |
| Negotiable certificates of deposits | 810 | 800 |
| Borrowed money | 10,000 | – |
| Loans payable | 10,000 | – |
| Bonds | 135,000 | 105,000 |
| Other liabilities | 99,761 | 68,389 |
| Income taxes payable | 6,973 | 7,813 |
| Accrued expenses | 5,926 | 5,463 |
| ATM-related temporary advances | 80,853 | 45,052 |
| Asset retirement obligations | 362 | 366 |
| Other liabilities | 5,645 | 9,692 |
| Reserve for bonuses | 374 | 361 |
| Reserve for directors' benefit trust | 166 | 236 |
| Total liabilities | 925,843 | 861,421 |
| Net assets | | |
| Common stock | 30,679 | 30,702 |
| Capital surplus | 30,679 | 30,702 |
| Capital reserve | 30,679 | 30,702 |
| Retained earnings | 157,847 | 168,025 |
| Legal reserve in retained earnings | 0 | 0 |
| Other retained earnings | 157,847 | 168,025 |
| Retained earnings brought forward | 157,847 | 168,025 |
| Treasury stock | (352) | (338) |
| Total shareholders' equity | 218,854 | 229,091 |
| Net unrealized gains on available-for-sale securities | 492 | 499 |
| Total valuation and translation adjustments | 492 | 499 |
| Subscription rights to shares | 320 | 274 |
| Total net assets | 219,667 | 229,866 |
| Total liabilities and net assets | 1,145,511 | 1,091,287 |

(2) Non-Consolidated Statement of Income

(Millions of yen)

| | Fiscal year ended March 31, 2019 (April 1, 2018 - March 31, 2019) | Fiscal year ended March 31, 2020 (April 1, 2019 - March 31, 2020) |
|--|--|--|
| Ordinary income | 119,567 | 120,275 |
| Interest income | 3,542 | 3,575 |
| Interest on loans | 3,433 | 3,462 |
| Interest and dividends on securities | 21 | 26 |
| Interest on call loans | 0 | 0 |
| Interest on cash and due from banks | 86 | 86 |
| Fees and commissions income | 114,783 | 116,016 |
| Remittance-related fee income | 2,750 | 3,062 |
| ATM-related fee income | 107,827 | 108,750 |
| Other fees and commissions | 4,205 | 4,203 |
| Other operating income | 325 | 302 |
| Gains on foreign exchange transactions | 325 | 302 |
| Other ordinary income | 916 | 381 |
| Reversal of allowance for credit losses | 74 | 67 |
| Other | 842 | 313 |
| Ordinary expenses | 76,507 | 75,261 |
| Interest expenses | 682 | 670 |
| Interest on deposits | 119 | 99 |
| Interest on negotiable certificates of deposits | 0 | 0 |
| Interest on call money | (37) | (12) |
| Interest on borrowed money | 69 | 11 |
| Interest on bonds | 530 | 570 |
| Fees and commissions expenses | 19,282 | 20,228 |
| Remittance-related fee expenses | 1,476 | 1,591 |
| ATM placement fee expenses | 15,029 | 15,774 |
| ATM-related fee expenses | 952 | 1,001 |
| Other fees and commissions expenses | 1,825 | 1,861 |
| Other business expenses | 116 | – |
| Amortization of bond issuance cost | 116 | – |
| General and administrative expenses | 56,352 | 54,280 |
| Other ordinary expenses | 72 | 82 |
| Written-off of loans | – | 0 |
| Losses on devaluation of stocks and other securities | 49 | 38 |
| Other | 22 | 43 |
| Ordinary profit | 43,059 | 45,013 |
| Extraordinary losses | 22,033 | 5,108 |
| Loss on disposal of fixed assets | 144 | 98 |
| Loss on valuation of stocks of subsidiaries and affiliates | 21,889 | 5,009 |
| Income before income taxes | 21,026 | 39,905 |
| Income taxes-current | 13,065 | 13,777 |
| Income taxes-deferred | (6,611) | (1,546) |
| Total income taxes | 6,454 | 12,230 |
| Net income | 14,572 | 27,675 |

(3) Non-Consolidated Statements of Changes in Net Assets

Fiscal year ended March 31, 2019 (April 1, 2018 - March 31, 2019)

(Millions of yen)

| | Shareholders' equity | | | | | | | |
|--|----------------------|-----------------|-----------------------|------------------------------------|--|-------------------------|----------------|----------------------------|
| | Common stock | Capital surplus | | Retained earnings | | | Treasury stock | Total shareholders' equity |
| | | Capital reserve | Total capital surplus | Legal reserve in retained earnings | Other retained earnings Retained earnings brought forward | Total retained earnings | | |
| Balance at the beginning of the year | 30,572 | 30,572 | 30,572 | 0 | 155,493 | 155,493 | (380) | 216,258 |
| Changes in items during the period | | | | | | | | |
| Issuance of new shares | 106 | 106 | 106 | | | | | 213 |
| Cash dividends | | | | | (12,217) | (12,217) | | (12,217) |
| Net income | | | | | 14,572 | 14,572 | | 14,572 |
| Acquisition of treasury stock | | | | | | | | - |
| Disposal of treasury stock | | | | | | | 27 | 27 |
| Cancellation of treasury stock | | | | | | | | - |
| Net changes in items other than shareholders' equity | | | | | | | | |
| Total changes in items during the period | 106 | 106 | 106 | - | 2,354 | 2,354 | 27 | 2,595 |
| Balance at end of the year | 30,679 | 30,679 | 30,679 | 0 | 157,847 | 157,847 | (352) | 218,854 |

| | Valuation and translation adjustments | | Subscription rights to shares | Total net assets |
|--|---|---|-------------------------------|------------------|
| | Net unrealized gains on available-for-sale securities | Total valuation and translation adjustments | | |
| Balance at the beginning of the year | 244 | 244 | 533 | 217,036 |
| Changes in items during the period | | | | |
| Issuance of new shares | | | | 213 |
| Cash dividends | | | | (12,217) |
| Net income | | | | 14,572 |
| Acquisition of treasury stock | | | | - |
| Disposal of treasury stock | | | | 27 |
| Cancellation of treasury stock | | | | - |
| Net changes in items other than shareholders' equity | 248 | 248 | (212) | 35 |
| Total changes in items during the period | 248 | 248 | (212) | 2,631 |
| Balance at end of the year | 492 | 492 | 320 | 219,667 |

Fiscal year ended March 31, 2020 (April 1, 2019 - March 31, 2020)

(Millions of yen)

| | Shareholders' equity | | | | | | | |
|--|----------------------|-----------------|-----------------------|------------------------------------|--|-------------------------|----------------|----------------------------|
| | Common stock | Capital surplus | | Retained earnings | | | Treasury stock | Total shareholders' equity |
| | | Capital reserve | Total capital surplus | Legal reserve in retained earnings | Other retained earnings Retained earnings brought forward | Total retained earnings | | |
| Balance at the beginning of the year | 30,679 | 30,679 | 30,679 | 0 | 157,847 | 157,847 | (352) | 218,854 |
| Changes in items during the period | | | | | | | | |
| Issuance of new shares | 23 | 23 | 23 | | | | | 46 |
| Cash dividends | | | | | (13,639) | (13,639) | | (13,639) |
| Net income | | | | | 27,675 | 27,675 | | 27,675 |
| Acquisition of treasury stock | | | | | | | (3,857) | (3,857) |
| Disposal of treasury stock | | | | | | | 13 | 13 |
| Cancellation of treasury stock | | | | | (3,857) | (3,857) | 3,857 | - |
| Net changes in items other than shareholders' equity | | | | | | | | |
| Total changes in items during the period | 23 | 23 | 23 | - | 10,177 | 10,177 | 13 | 10,237 |
| Balance at end of the year | 30,702 | 30,702 | 30,702 | 0 | 168,025 | 168,025 | (338) | 229,091 |

| | Valuation and translation adjustments | | Subscription rights to shares | Total net assets |
|--|---|---|-------------------------------|------------------|
| | Net unrealized gains on available-for-sale securities | Total valuation and translation adjustments | | |
| Balance at the beginning of the year | 492 | 492 | 320 | 219,667 |
| Changes in items during the period | | | | |
| Issuance of new shares | | | | 46 |
| Cash dividends | | | | (13,639) |
| Net income | | | | 27,675 |
| Acquisition of treasury stock | | | | (3,857) |
| Disposal of treasury stock | | | | 13 |
| Cancellation of treasury stock | | | | - |
| Net changes in items other than shareholders' equity | 7 | 7 | (46) | (38) |
| Total changes in items during the period | 7 | 7 | (46) | 10,198 |
| Balance at end of the year | 499 | 499 | 274 | 229,866 |