

Financial Statements

Documents in accordance with Article 20-1 of the Banking Act were audited by Deloitte Touche Tohmatsu LLC under the provisions of Article 396-1 of the Companies Act.

In addition, the non-consolidated balance sheets, the non-consolidated statements of income and retained earnings and the non-consolidated statement of changes in net assets were audited and certified by Deloitte Touche Tohmatsu LLC under the provisions of Article 193-2-1 of the Financial Instruments and Exchange Act.

Non-Consolidated Balance Sheets (Assets)

	Millions of Japanese Yen		Thousands of U.S. Dollars
	FY 2014	FY 2015	FY 2015
Cash and due from banks	68,788	128,988	1,073,379
Cash	26,175	18,902	157,294
Due from banks	42,613	110,085	916,077
Call loans	282	5,236	43,572
Other debt purchased	281	229	1,906
Money held in trust	8,000	10,000	83,215
Securities	678,814	776,314	6,460,131
Government bonds	290,791	288,187	2,398,161
Local government bonds	122,261	132,656	1,103,903
Corporate bonds	161,334	169,540	1,410,835
Shares	37,551	52,908	440,276
Other kinds of securities	66,876	133,022	1,106,948
Loans	1,549,064	1,667,549	13,876,583
Bills discounted	8,560	8,343	69,427
Loans by bills	59,870	58,019	482,808
Loans on deed	1,325,617	1,426,099	11,867,346
Cash credit	155,015	175,087	1,456,994
Foreign exchanges	1,155	1,962	16,327
Due from foreign banks	1,105	1,916	15,944
Foreign exchange purchased	1	—	—
Foreign exchange receivable	48	45	374
Other assets	6,081	7,334	61,030
Prepaid expense	19	14	117
Accrued income	3,047	3,187	26,521
Derivatives	4	0	0
Other assets	3,009	4,131	34,376
Tangible fixed assets	22,314	23,262	193,576
Buildings	6,877	7,299	60,739
Land	14,128	14,097	117,309
Lease assets	424	463	3,853
Construction in progress	12	545	4,535
Other tangible fixed assets	871	856	7,123
Intangible fixed assets	2,742	2,176	18,108
Software	2,677	2,112	17,575
Other intangible fixed assets	64	64	533
Prepaid pension expenses	840	—	—
Guaranty endorsement	3,829	2,567	21,361
Allowance for bad debts	-10,630	-11,421	-95,040
Reserve against investment losses	-3	-1	-8
Total assets	2,331,562	2,614,198	21,754,165

(Liabilities and Shareholders' Equity)
(Total Liabilities and Net Assets)

	Millions of Japanese Yen		Thousands of U.S. Dollars
	FY 2014	FY 2015	FY 2015
Liabilities:			
Deposits	1,932,501	2,042,631	16,997,845
Demand	35,604	40,515	337,147
Ordinary	1,213,668	1,267,507	10,547,616
Savings	18,320	17,445	145,169
At notice	670	1,508	12,549
Time	626,980	675,117	5,618,016
Installment savings	1,852	2,310	19,223
Others	35,404	38,225	318,091
Negotiable deposit	150,450	151,777	1,263,019
Call money	63,146	27,210	226,429
Guarantee deposit received under bond lending transactions	13,287	123,362	1,026,562
Borrowed money	10,251	85,180	708,829
Loans	10,251	85,180	708,829
Foreign exchanges	29	30	250
Foreign exchange sold	19	24	200
Foreign exchange payable	9	5	42
Corporate bonds	27,000	27,000	224,682
Other liabilities	5,369	9,379	78,048
Domestic exchange settlement	25	17	141
Accrued income tax and others	306	3,634	30,240
Accrued expenses payable	1,738	1,270	10,568
Unearned revenue	920	937	7,797
Benefit and coverage reserve	2	2	17
Derivatives	149	413	3,437
Lease obligations	458	502	4,177
Asset retirement obligations	117	138	1,148
Other liabilities	1,650	2,463	20,496
Reserve for bonus for directors and corporate auditors	30	30	250
Reserve for retirement allowances	7,693	9,439	78,547
Reserve for losses from sleeping account withdrawal	313	422	3,512
Reserve for contingent losses	188	173	1,440
Deferred tax liabilities	433	4,369	36,357
Revaluation deferred tax liabilities	2,799	2,531	21,062
Acceptances and guarantees	3,829	2,567	21,361
Total liabilities	2,217,323	2,486,106	20,688,242
Net assets:			
Common stock	14,697	14,697	122,302
Capital surplus	8,794	8,793	73,171
Capital reserve	8,771	8,771	72,988
Other capital surplus	22	21	175
Earned surplus	74,771	77,908	648,315
Profit reserve	6,473	6,473	53,865
Other retained earnings	68,297	71,434	594,441
Contingent reserve	60,801	66,401	552,559
Earned surplus brought forward	7,496	5,033	41,882
Common stock held in treasury	-1,706	-1,702	-14,163
Total shareholders' equity	96,557	99,696	829,625
Other securities revaluation excess	14,894	25,271	210,294
Land revaluation excess	2,756	3,062	25,481
Total valuation and translation adjustments	17,650	28,334	235,783
Rights to acquire new shares	29	61	508
Total net assets	114,238	128,091	1,065,915
Total liabilities and net assets	2,331,562	2,614,198	21,754,165

Non-Consolidated Statements of Income and Retained Earnings

	Millions of Japanese Yen		Thousands of U.S. Dollars
	FY 2014	FY 2015	FY 2015
Income	42,089	44,750	372,389
Capital investment income	31,729	33,107	275,501
Interest on loans	24,426	24,784	206,241
Interest and dividend on marketable securities	7,253	8,210	68,320
Interest on call loans	37	39	325
Interest on deposits	3	18	150
Other interest receivable	7	54	449
Service revenue	7,595	7,665	63,785
Charges for remittance received	2,124	2,151	17,900
Other service revenue	5,470	5,514	45,885
Other transaction revenue	298	326	2,713
Profit on foreign exchange transactions	32	31	258
Profit on government bonds	236	294	2,447
Profit from derivatives	30	—	—
Other transaction revenue	0	0	0
Other operating income	2,465	3,650	30,374
Recoveries of write-off	318	180	1,498
Profit from sales of stocks	1,078	2,095	17,434
Profit from money trust	82	241	2,005
Other income	985	1,133	9,428
Expenses	32,401	32,820	273,113
Cost of raising funds	1,998	1,928	16,044
Interest on deposits	621	611	5,084
Interest on negotiable deposits	199	240	1,997
Interest on call money	25	34	283
Interest payment bond lending transactions	3	91	757
Interest on borrowed funds	322	91	757
Interest on bonds	217	274	2,280
Interest-swap transaction	579	555	4,618
Other interest payable	29	27	225
Expenses on service revenue	3,573	3,959	32,945
Charges for remittance paid	410	409	3,404
Other service expenses	3,162	3,549	29,533
Other transaction expenses	605	263	2,189
Loss on sales of securities	10	8	67
Loss from government bonds sold	284	13	108
Loss from government bonds repaid	253	232	1,931
Amortization of national bonds and others	57	—	—
Loss from derivatives	—	8	67
Sales expenses	24,135	24,791	206,299
Other operating expenses	2,088	1,878	15,628
Provision of allowance for doubtful accounts	1,240	1,123	9,345
Loan money charged off	313	135	1,123
Loss from stocks sold	243	45	374
Stocks charged off	—	70	583
Other expenses	291	503	4,186
Ordinary income	9,687	11,930	99,276
Extraordinary income	1	16	133
Gains on dispositions of fixed assets	1	16	133
Extraordinary loss	77	105	874
Loss on dispositions of fixed assets	54	68	566
Impairment loss	23	37	308
Income before income taxes	9,611	11,841	98,535
Income, inhabitant and business taxes	708	4,546	37,830
Income and other tax adjustments	2,071	1,106	9,204
Income taxes-current	2,779	5,653	47,042
Net income	6,831	6,187	51,485