

Financial Statements

Financial Statements were audited by Deloitte Touche Tohmatsu LLC under the provisions of Article 396-1 of the Companies Act and Article 193-2-1 of the Financial Instruments and Exchange Act.

Non-Consolidated Balance Sheet (Assets)

	Millions of Japanese Yen		Thousands of U.S. Dollars
	FY 2019	FY 2020	FY 2020
Cash and due from banks	363,084	566,888	5,208,931
Cash	34,085	40,627	373,307
Due from banks	328,999	526,260	4,835,615
Call loans	2,515	3,347	30,754
Other debt purchased	64	37	340
Money held in trust	12,000	13,000	119,452
Securities	664,148	598,604	5,500,358
Government bonds	231,950	172,017	1,580,603
Local government bonds	152,960	187,157	1,719,719
Corporate bonds	100,124	94,473	868,079
Shares	49,027	31,559	289,984
Other kinds of securities	130,086	113,395	1,041,946
Loans	2,000,547	2,076,686	19,081,926
Bills discounted	7,260	4,924	45,245
Loans by bills	47,448	40,243	369,779
Loans on deed	1,712,034	1,747,913	16,060,948
Cash credit	233,804	283,604	2,605,936
Foreign exchanges	2,317	1,521	13,976
Due from foreign banks	2,279	1,477	13,572
Foreign bills bought	—	0	0
Foreign exchange receivable	37	43	395
Other assets	24,832	24,938	229,146
Prepaid expense	32	31	285
Accrued income	2,476	2,294	21,079
Derivatives	41	73	671
Other assets	22,281	22,539	207,103
Tangible fixed assets	22,685	23,224	213,397
Buildings	7,976	7,843	72,067
Land	13,336	13,401	123,137
Lease assets	569	544	4,999
Other tangible fixed assets	804	1,435	13,186
Intangible fixed assets	2,974	4,640	42,635
Software	2,910	4,575	42,038
Other intangible fixed assets	64	64	588
Deferred tax asset	174	3,845	35,330
Guaranty endorsement	2,674	6,036	55,463
Allowance for bad debts	-6,922	-7,776	-71,451
Total assets	3,091,096	3,314,993	30,460,287

(Liabilities and Net Assets)

	Millions of Japanese Yen		Thousands of U.S. Dollars
	FY 2019	FY 2020	FY 2020
Liabilities:			
Deposits	2,422,679	2,457,136	22,577,745
Demand	47,184	47,024	432,087
Ordinary	1,571,172	1,634,630	15,020,031
Savings	15,609	15,579	143,150
At notice	268	620	5,697
Time	757,797	715,974	6,578,829
Installment savings	1,530	1,210	11,118
Others	29,116	42,096	386,805
Negotiable deposit	120,725	136,522	1,254,452
Call money	109,604	259,849	2,387,660
Guarantee deposit received under bond lending transactions	141,512	130,964	1,203,381
Borrowed money	130,438	164,127	1,508,104
Loans	130,438	164,127	1,508,104
Foreign exchanges	16	17	156
Foreign exchange sold	11	13	119
Foreign exchange payable	4	4	37
Other liabilities	6,172	6,379	58,614
Domestic exchange settlement	18	25	230
Accrued income tax and others	1,068	1,469	13,498
Accrued expenses payable	1,059	1,017	9,345
Unearned revenue	1,119	1,540	14,151
Benefit and coverage reserve	1	1	9
Derivatives	413	498	4,576
Lease obligations	620	593	5,449
Asset retirement obligations	135	138	1,268
Other liabilities	1,735	1,094	10,052
Reserve for bonus for directors and corporate auditors	40	37	340
Reserve for retirement allowances	4,360	3,957	36,359
Reserve for losses from sleeping account withdrawal	265	279	2,564
Reserve for contingent losses	115	123	1,130
Revaluation deferred tax liabilities	2,199	2,185	20,077
Acceptances and guarantees	2,674	6,036	55,463
Total liabilities	2,940,804	3,167,618	29,106,110
Net assets:			
Common stock	14,697	14,697	135,045
Capital surplus	8,774	8,775	80,630
Capital reserve	8,771	8,771	80,594
Other capital surplus	3	3	28
Earned surplus	110,713	116,614	1,071,524
Profit reserve	6,473	6,473	59,478
Other retained earnings	104,239	110,140	1,012,037
Contingent reserve	93,101	101,401	931,738
Earned surplus brought forward	11,138	8,739	80,300
Common stock held in treasury	-1,241	-1,229	-11,293
Total shareholders' equity	132,944	138,857	1,275,907
Other securities revaluation excess	14,365	5,539	50,896
Land revaluation excess	2,821	2,790	25,636
Total valuation and translation adjustments	17,187	8,330	76,541
Rights to acquire new shares	160	187	1,718
Total net assets	150,292	147,374	1,354,167
Total liabilities and net assets	3,091,096	3,314,993	30,460,287

Non-Consolidated Statement of Income and Retained Earnings

	Millions of Japanese Yen		Thousands of U.S. Dollars
	FY 2019	FY 2020	FY 2020
Income	47,009	50,188	461,160
Capital investment income	34,774	36,177	332,418
Interest on loans	25,683	26,062	239,474
Interest and dividend on marketable securities	8,959	9,979	91,693
Interest on call loans	36	41	377
Interest on deposits	4	3	28
Other interest receivable	90	89	818
Service revenue	8,135	7,995	73,463
Charges for remittance received	2,199	2,180	20,031
Other service revenue	5,936	5,815	53,432
Other transaction revenue	849	683	6,276
Gains on foreign exchange transactions	—	94	864
Gain on trading account securities transactions	2	—	—
Profit on government bonds	847	588	5,403
Other transaction revenue	0	—	—
Other operating income	3,249	5,332	48,994
Reversal of allowance for doubtful receivables	185	—	—
Recoveries of write-off	69	123	1,130
Profit from sales of stocks	2,167	4,270	39,236
Gain on money held in trust	—	66	606
Other income	826	871	8,003
Expenses	33,378	39,115	359,414
Cost of raising funds	1,280	1,330	12,221
Interest on deposits	187	193	1,773
Interest on negotiable deposits	17	16	147
Interest on call money	110	186	1,709
Interest payment bond lending transactions	411	507	4,659
Interest on borrowed funds	42	12	110
Interest on bonds	56	—	—
Interest-swap transaction	423	382	3,510
Other interest payable	30	32	294
Expenses on service revenue	4,798	5,020	46,127
Charges for remittance paid	411	415	3,813
Other service expenses	4,386	4,604	42,305
Other transaction expenses	1,093	2,963	27,226
Loss on foreign exchange transactions	98	—	—
Loss on sales of securities	—	0	0
Loss from government bonds sold	174	80	735
Loss from government bonds repaid	418	2,742	25,195
Loss from derivatives	401	140	1,286
Sales expenses	24,618	24,853	228,365
Other operating expenses	1,587	4,948	45,465
Provision of allowance for bad debts	—	941	8,647
Loan money charged off	256	402	3,694
Loss from stocks sold	814	2,078	19,094
Stocks charged off	199	1,355	12,451
Loss from money held in trust	93	—	—
Other expenses	222	170	1,562
Ordinary income	13,630	11,072	101,737
Extraordinary income	523	1	9
Gains on dispositions of fixed assets	523	1	9
Extraordinary loss	373	66	606
Loss on dispositions of fixed assets	148	66	606
Loss on reduction of fixed assets	205	—	—
Impairment loss	19	—	—
Income before income taxes	13,780	11,007	101,139
Income, inhabitant and business taxes	3,313	3,549	32,610
Income and other tax adjustments	431	-221	-2,031
Income taxes-current	3,745	3,327	30,571
Net income	10,035	7,679	70,560