

Consolidated Financial Statements

The Consolidated Financial Statements included in this report were prepared based on the Consolidated Financial Statements audited by Deloitte Touche Tohmatsu LLC pursuant to the provisions of Article 396, Paragraph 1 of the Companies Act and Article 193-2, Paragraph 1 of the Financial Instruments and Exchange Act.

Consolidated Balance Sheet

(Assets)	Millions of Japanese Yen		Thousands of U.S. Dollars
	At the end of FY 2023	At the end of FY 2024	At the end of FY 2024
Cash and due from banks	1,016,870	925,050	6,109,570
Call loans and bills bought	2,270	1,665	10,997
Securities	691,877	826,936	5,461,568
Loans and bills discounted	2,240,580	2,283,318	15,080,365
Foreign exchanges	5,094	3,048	20,131
Lease receivables and investments in leases	9,953	9,600	63,404
Other assets	32,959	40,201	265,511
Property, plant and equipment	23,007	23,371	154,356
Buildings	7,267	7,837	51,760
Land	13,093	13,083	86,408
Construction in progress	149	—	—
Other	2,497	2,450	16,181
Intangible assets	4,547	4,531	29,925
Software	4,474	4,460	29,456
Other	72	71	469
Retirement benefit asset	—	2,758	18,215
Deferred tax assets	7,623	—	—
Customers' liabilities for acceptances and guarantees	4,303	4,644	30,672
Allowance for loan losses	(13,830)	(14,280)	(94,313)
Total assets	4,025,257	4,110,848	27,150,439

(Liabilities and Net Assets)

Millions of Japanese Yen

Thousands of
U.S. Dollars

	At the end of FY 2023	At the end of FY 2024	At the end of FY 2024
Liabilities:			
Deposits	3,083,906	3,114,682	20,571,178
Negotiable certificates of deposit	30,474	48,527	320,501
Call money and bills sold	189,287	22,211	146,694
Securities sold under repurchase agreements	7,127	64,561	426,399
Cash collateral received for securities lent	113,698	161,738	1,068,212
Borrowed money	413,011	478,199	3,158,305
Foreign exchanges	132	37	244
Other liabilities	15,432	22,320	147,414
Provision for bonuses for directors (and other officers)	35	28	185
Retirement benefit liability	2,147	1,499	9,900
Provision for reimbursement of deposits	237	155	1,024
Provision for contingent loss	135	143	944
Deferred tax liabilities	—	139	918
Deferred tax liabilities for land revaluation	2,168	2,104	13,896
Acceptances and guarantees	4,303	4,644	30,672
Total liabilities	3,862,098	3,920,996	25,896,546
Net assets:			
Share capital	14,697	14,697	97,068
Capital surplus	12,779	12,779	84,400
Retained earnings	133,997	139,464	921,102
Treasury shares	(1,133)	(977)	(6,453)
Total shareholders' equity	160,340	165,964	1,096,123
Valuation difference on available-for-sale securities	1,417	16,421	108,454
Deferred gains or losses on hedges	(1,109)	2,981	19,688
Revaluation reserve for land	2,762	2,615	17,271
Remeasurements of defined benefit plans	(485)	1,720	11,360
Total accumulated other comprehensive income	2,585	23,739	156,786
Share acquisition rights	233	148	977
Total net assets	163,159	189,852	1,253,893
Total liabilities and net assets	4,025,257	4,110,848	27,150,439

Consolidated Statement of Income and Retained Earnings

	Millions of Japanese Yen		Thousands of U.S. Dollars
	FY 2023	FY 2024	FY 2024
Ordinary income	66,127	68,889	454,983
Interest income	44,809	43,548	287,616
Interest on loans and discounts	27,735	28,413	187,656
Interest and dividends on securities	16,069	13,136	86,758
Interest on call loans and bills bought	112	44	291
Interest on deposits with banks	0	0	0
Other interest income	892	1,952	12,892
Fees and commissions	10,112	11,410	75,358
Other ordinary income	7,341	7,595	50,162
Other income	3,862	6,334	41,833
Recoveries of written off receivables	98	115	760
Other	3,764	6,219	41,074
Ordinary expenses	54,278	58,903	389,030
Interest expenses	3,080	9,710	64,131
Interest on deposits	117	131	865
Interest on negotiable certificates of deposit	2	1	7
Interest on call money and bills sold	552	413	2,728
Interest expenses on securities sold under repurchase agreements	15	1,947	12,859
Interest expenses on cash collateral received for securities lent	2,124	7,191	47,494
Interest on borrowings and rediscounts	20	23	152
Other interest expenses	248	(0)	(0)
Fees and commissions payments	5,124	5,402	35,678
Other ordinary expenses	14,050	13,545	89,459
General and administrative expenses	25,212	25,521	168,556
Other expenses	6,810	4,723	31,193
Provision of allowance for loan losses	2,680	2,341	15,461
Other	4,130	2,382	15,732
Ordinary profit	11,848	9,986	65,953
Extraordinary income	1	86	568
Gain on disposal of non-current assets	1	86	568
Extraordinary losses	51	78	515
Loss on disposal of non-current assets	24	78	515
Impairment losses	27	—	—
Profit before income taxes	11,798	9,994	66,006
Income taxes - current	3,858	3,852	25,441
Income taxes - deferred	(186)	(945)	(6,241)
Total income taxes	3,671	2,906	19,193
Profit	8,127	7,087	46,807
Profit attributable to owners of parent	8,127	7,087	46,807

Consolidated Statement of Comprehensive Income

	Millions of Japanese Yen		Thousands of U.S. Dollars
	FY 2023	FY 2024	FY 2024
Profit	8,127	7,087	46,807
Other comprehensive income	(2,308)	21,300	140,678
Valuation difference on available-for-sale securities	(1,726)	15,004	99,095
Deferred gains or losses on hedges	(1,109)	4,090	27,013
Remeasurements of defined benefit plans	527	2,205	14,563
Comprehensive income	5,819	28,387	187,484
Comprehensive income attributable to owners of parent	5,819	28,387	187,484

Consolidated Statement of Changes in Net Assets

FY2023

Millions of Japanese Yen

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	14,697	12,780	127,703	(1,191)	153,988
Cumulative effects of changes in accounting policies			68		68
Restated balance	14,697	12,780	127,771	(1,191)	154,056
Changes during period					
Dividends of surplus			(1,898)		(1,898)
Profit attributable to owners of parent			8,127		8,127
Purchase of treasury shares				(1)	(1)
Disposal of treasury shares		(14)		59	44
Reversal of revaluation reserve for land			11		11
Transfer from retained earnings to capital surplus		13	(13)		—
Net changes in items other than shareholders' equity					
Total changes during period	—	(0)	6,226	57	6,283
Balance at end of period	14,697	12,779	133,997	(1,133)	160,340

Millions of Japanese Yen

	Accumulated other comprehensive income					Share acquisition rights	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	3,143	—	2,773	(1,012)	4,905	236	159,130
Cumulative effects of changes in accounting policies							68
Restated balance	3,143	—	2,773	(1,012)	4,905	236	159,198
Changes during period							
Dividends of surplus							(1,898)
Profit attributable to owners of parent							8,127
Purchase of treasury shares							(1)
Disposal of treasury shares							44
Reversal of revaluation reserve for land							11
Transfer from retained earnings to capital surplus							—
Net changes in items other than shareholders' equity	(1,726)	(1,109)	(11)	527	(2,319)	(2)	(2,322)
Total changes during period	(1,726)	(1,109)	(11)	527	(2,319)	(2)	3,960
Balance at end of period	1,417	(1,109)	2,762	(485)	2,585	233	163,159

FY2024

Millions of Japanese Yen

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	14,697	12,779	133,997	(1,133)	160,340
Changes during period					
Dividends of surplus			(1,729)		(1,729)
Profit attributable to owners of parent			7,087		7,087
Purchase of treasury shares				(2)	(2)
Disposal of treasury shares		(37)		158	121
Reversal of revaluation reserve for land			146		146
Transfer from retained earnings to capital surplus		37	(37)		—
Net changes in items other than shareholders' equity					
Total changes during period	—	—	5,466	156	5,623
Balance at end of period	14,697	12,779	139,464	(977)	165,964

Millions of Japanese Yen

	Accumulated other comprehensive income					Share acquisition rights	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	1,417	(1,109)	2,762	(485)	2,585	233	163,159
Changes during period							
Dividends of surplus							(1,729)
Profit attributable to owners of parent							7,087
Purchase of treasury shares							(2)
Disposal of treasury shares							121
Reversal of revaluation reserve for land							146
Transfer from retained earnings to capital surplus							—
Net changes in items other than shareholders' equity	15,004	4,090	(146)	2,205	21,153	(84)	21,069
Total changes during period	15,004	4,090	(146)	2,205	21,153	(84)	26,692
Balance at end of period	16,421	2,981	2,615	1,720	23,739	148	189,852

FY2024

Thousands of U.S. Dollars

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	97,068	84,400	884,994	(7,483)	1,058,979
Changes during period					
Dividends of surplus			(11,419)		(11,419)
Profit attributable to owners of parent			46,807		46,807
Purchase of treasury shares				(13)	(13)
Disposal of treasury shares		(244)		1,044	799
Reversal of revaluation reserve for land			964		964
Transfer from retained earnings to capital surplus		244	(244)		—
Net changes in items other than shareholders' equity					
Total changes during period	—	—	36,101	1,030	37,138
Balance at end of period	97,068	84,400	921,102	(6,453)	1,096,123

Thousands of U.S. Dollars

	Accumulated other comprehensive income					Share acquisition rights	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	9,359	(7,324)	18,242	(3,203)	17,073	1,539	1,077,597
Changes during period							
Dividends of surplus							(11,419)
Profit attributable to owners of parent							46,807
Purchase of treasury shares							(13)
Disposal of treasury shares							799
Reversal of revaluation reserve for land							964
Transfer from retained earnings to capital surplus							—
Net changes in items other than shareholders' equity	99,095	27,013	(964)	14,563	139,707	(555)	139,152
Total changes during period	99,095	27,013	(964)	14,563	139,707	(555)	176,290
Balance at end of period	108,454	19,688	17,271	11,360	156,786	977	1,253,893

Consolidated Statement of Cash Flows

	Millions of Japanese Yen		Thousands of U.S. Dollars
	FY 2023	FY 2024	FY 2024
I. Cash flows from operating activities			
Profit before income taxes	11,798	9,994	66,006
Depreciation and amortization	2,835	2,961	19,556
Impairment losses	27	—	—
Increase (decrease) in allowance for loan losses	864	449	2,965
Increase (decrease) in provision for bonuses for directors (and other officers)	0	(6)	(40)
Decrease (increase) in retirement benefit asset	—	(1,005)	(6,638)
Increase (decrease) in retirement benefit liability	(393)	770	5,086
Increase (decrease) in provision for reimbursement of deposits	(47)	(81)	(535)
Increase (decrease) in provision for contingent loss	0	7	46
Interest income	(44,809)	(43,548)	(287,616)
Interest expenses	3,080	9,710	64,131
Loss (gain) related to securities	8,123	1,888	12,469
Loss (gain) on money held in trust	235	—	—
Foreign exchange losses (gains)	2,517	(823)	(5,436)
Loss (gain) on disposal of non-current assets	23	(8)	(53)
Net decrease (increase) in loans and bills discounted	16,994	(43,419)	(286,764)
Net increase (decrease) in deposits	133,669	30,253	199,808
Net increase (decrease) in negotiable certificates of deposit	(12,391)	18,053	119,233
Net increase (decrease) in securities sold under repurchase agreements	7,127	56,577	373,668
Net increase (decrease) in borrowed money (excluding subordinated borrowings)	(207,311)	65,188	430,540
Net decrease (increase) in due from banks (excluding due from Bank of Japan)	2,025	57	376
Net decrease (increase) in call loans	(1,283)	908	5,997
Net increase (decrease) in call money	(138,665)	(168,849)	(1,115,177)
Net increase (decrease) in cash collateral received for securities lent	(10,930)	34,517	227,970
Net decrease (increase) in foreign exchange (assets)	(2,560)	2,663	17,588
Net increase (decrease) in foreign exchange (liabilities)	27	(100)	(660)
Interest received	44,791	42,380	279,902
Interest paid	(2,852)	(8,505)	(56,172)
Other, net	(4,986)	(4,381)	(28,935)
Subtotal	(192,091)	5,653	37,336
Income taxes paid	(4,168)	(774)	(5,112)
Net cash provided by (used in) operating activities	(196,260)	4,879	32,224
II. Cash flows from investing activities			
Purchases of securities	(542,510)	(416,315)	(2,749,587)
Proceeds from sale of securities	379,884	278,390	1,838,650
Proceeds from redemption of securities	181,515	45,604	301,195
Decrease in money held in trust	10,764	—	—
Purchase of property, plant and equipment	(794)	(1,307)	(8,632)
Proceeds from sale of property, plant and equipment, or expropriation, etc.	16	294	1,942
Proceeds from sale of property, plant and equipment	(1,618)	(1,590)	(10,501)
Purchase of intangible assets	27,258	(94,923)	(626,927)
III. Cash flows from financing activities			
Dividends paid	(1,898)	(1,729)	(11,419)
Purchase of treasury shares	(1)	(2)	(13)
Proceeds from sale of treasury shares	0	0	0
Net cash provided by (used in) financing activities	(1,899)	(1,731)	(11,433)
IV. Effect of exchange rate change on cash and cash equivalents	7	12	79
V. Net increase (decrease) in cash and cash equivalents	(170,894)	(91,762)	(606,050)
VI. Cash and cash equivalents at beginning of period	1,187,545	1,016,651	6,714,557
VII. Cash and cash equivalents at end of period	1,016,651	924,888	6,108,500