

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) Years ended March 31	Millions of Japanese Yen		Thousands of U.S. Dollars
	At the end of FY 2024	At the end of FY 2025	At the end of FY 2025
Cash and due from banks	925,050	828,456	5,540,770
Call loans and bills bought	1,665	—	—
Securities	826,936	773,296	5,171,857
Loans and bills discounted	2,283,318	2,390,651	15,988,838
Foreign exchanges	3,048	5,289	35,373
Lease receivables and investments in leases	9,600	9,751	65,215
Other assets	40,201	42,658	285,300
Property, plant and equipment	23,371	23,089	154,421
Buildings	7,837	7,712	51,578
Land	13,083	13,083	87,500
Construction in progress	—	119	796
Other	2,450	2,174	14,540
Intangible assets	4,531	4,813	32,190
Software	4,460	4,743	31,722
Other	71	69	461
Retirement benefit asset	2,758	3,930	26,284
Deferred tax assets	—	2,367	15,831
Customers' liabilities for acceptances and guarantees	4,644	3,118	20,853
Allowance for loan losses	(14,280)	(15,647)	(104,648)
Total assets	4,110,848	4,071,776	27,232,317

(Liabilities and Net Assets)	Years ended March 31	Millions of Japanese Yen		Thousands of U.S. Dollars
		At the end of FY 2024	At the end of FY 2025	At the end of FY 2025
Liabilities:				
Deposits		3,114,682	3,121,499	20,876,799
Negotiable certificates of deposit		48,527	41,099	274,873
Call money and bills sold		22,211	24,500	163,858
Securities sold under repurchase agreements		64,561	112,293	751,023
Cash collateral received for securities lent		161,738	184,747	1,235,601
Borrowed money		478,199	354,512	2,371,001
Foreign exchanges		37	121	809
Other liabilities		22,320	36,790	246,054
Provision for bonuses for directors (and other officers)		28	28	187
Retirement benefit liability		1,499	957	6,400
Provision for reimbursement of deposits		155	62	415
Provision for contingent loss		143	238	1,592
Deferred tax liabilities		139	—	—
Deferred tax liabilities for land revaluation		2,104	2,166	14,486
Acceptances and guarantees		4,644	3,118	20,853
Total liabilities		3,920,996	3,882,137	25,963,998
Net assets:				
Share capital		14,697	14,697	98,295
Capital surplus		12,779	12,779	85,467
Retained earnings		139,464	145,838	975,375
Treasury shares		(977)	(473)	(3,163)
Total shareholders' equity		165,964	172,841	1,155,972
Valuation difference on available-for-sale securities		16,421	8,964	59,952
Deferred gains or losses on hedges		2,981	2,540	16,988
Revaluation reserve for land		2,615	2,553	17,075
Remeasurements of defined benefit plans		1,720	2,549	17,048
Total accumulated other comprehensive income		23,739	16,607	111,069
Share acquisition rights		148	190	1,271
Total net assets		189,852	189,639	1,268,319
Total liabilities and net assets		4,110,848	4,071,776	27,232,317

Consolidated Statement of Income and Retained Earnings

	Millions of Japanese Yen		Thousands of U.S. Dollars
	FY 2024	FY 2025	FY 2025
Ordinary income	68,889	80,192	536,330
Interest income	43,548	54,617	365,282
Interest on loans and discounts	28,413	30,399	203,311
Interest and dividends on securities	13,136	20,670	138,242
Interest on call loans and bills bought	44	11	74
Interest on deposits with banks	0	0	0
Other interest income	1,952	3,536	23,649
Fees and commissions	11,410	12,369	82,725
Other ordinary income	7,595	9,123	61,015
Other income	6,334	4,082	27,301
Recoveries of written off receivables	115	215	1,438
Other	6,219	3,867	25,863
Ordinary expenses	58,903	66,245	443,051
Interest expenses	9,710	16,269	108,808
Interest on deposits	131	1,834	12,266
Interest on negotiable certificates of deposit	1	69	461
Interest on call money and bills sold	413	183	1,224
Interest expenses on securities sold under repurchase agreements	1,947	4,729	31,628
Interest expenses on cash collateral received for securities lent	7,191	9,405	62,901
Interest on borrowings and rediscounts	23	37	247
Other interest expenses	(0)	10	67
Fees and commissions payments	5,402	5,837	39,038
Other ordinary expenses	13,545	13,935	93,198
General and administrative expenses	25,521	25,095	167,837
Other expenses	4,723	5,108	34,163
Provision of allowance for loan losses	2,341	3,509	23,468
Other	2,382	1,598	10,688
Ordinary profit	9,986	13,947	93,278
Extraordinary income	86	—	—
Gain on disposal of non-current assets	86	—	—
Extraordinary losses	78	57	381
Loss on disposal of non-current assets	78	57	381
Profit before income taxes	9,994	13,889	92,891
Income taxes - current	3,852	3,740	25,013
Income taxes - deferred	(945)	364	2,434
Total income taxes	2,906	4,104	27,448
Profit	7,087	9,784	65,436
Profit attributable to owners of parent	7,087	9,784	65,436

Consolidated Statement of Comprehensive Income

	Millions of Japanese Yen		Thousands of U.S. Dollars
	FY 2024	FY 2025	FY 2025
Profit	7,087	9,784	65,436
Other comprehensive income	21,300	(7,069)	(47,278)
Valuation difference on available-for-sale securities	15,004	(7,457)	(49,873)
Deferred gains or losses on hedges	4,090	(441)	(2,949)
Remeasurements of defined benefit plans	2,205	829	5,544
Comprehensive income	28,387	2,715	18,158
Comprehensive income attributable to owners of parent	28,387	2,715	18,158

Consolidated Statement of Changes in Net Assets

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

FY2025

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	139,464	(977)	165,964
Changes during period					
Dividends of surplus			(1,800)		(1,800)
Profit attributable to owners of parent			9,784		9,784
Purchase of treasury shares				(1,107)	(1,107)
Disposal of treasury shares		0		0	0
Cancellation of treasury shares		(1,610)		1,610	—
Transfer from retained earnings to capital surplus		1,610	(1,610)		—
Net changes in items other than shareholders' equity					
Total changes during period	—	—	6,374	503	6,877
Balance at end of period	14,697	12,779	145,838	(473)	172,841

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	16,421	2,981	2,615	1,720	23,739	148	189,852
Changes during period							
Dividends of surplus							(1,800)
Profit attributable to owners of parent							9,784
Purchase of treasury shares							(1,107)
Disposal of treasury shares							0
Cancellation of treasury shares							—
Transfer from retained earnings to capital surplus							—
Net changes in items other than shareholders' equity	(7,457)	(441)	(62)	829	(7,131)	41	(7,090)
Total changes during period	(7,457)	(441)	(62)	829	(7,131)	41	(213)
Balance at end of period	8,964	2,540	2,553	2,549	16,607	190	189,639

FY2025

Thousands of U.S. Dollars

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	98,295	85,467	932,745	(6,534)	1,109,979
Changes during period					
Dividends of surplus			(12,039)		(12,039)
Profit attributable to owners of parent			65,436		65,436
Purchase of treasury shares				(7,404)	(7,404)
Disposal of treasury shares		0		0	0
Cancellation of treasury shares		(10,768)		10,768	—
Transfer from retained earnings to capital surplus		10,768	(10,768)		—
Net changes in items other than shareholders' equity					
Total changes during period	—	—	42,630	3,364	45,994
Balance at end of period	98,295	85,467	975,375	(3,163)	1,155,972

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	109,825	19,937	17,489	11,503	158,768	990	1,269,743
Changes during period							
Dividends of surplus							(12,039)
Profit attributable to owners of parent							65,436
Purchase of treasury shares							(7,404)
Disposal of treasury shares							0
Cancellation of treasury shares							—
Transfer from retained earnings to capital surplus							—
Net changes in items other than shareholders' equity	(49,873)	(2,949)	(415)	5,544	(47,693)	274	(47,418)
Total changes during period	(49,873)	(2,949)	(415)	5,544	(47,693)	274	(1,425)
Balance at end of period	59,952	16,988	17,075	17,048	111,069	1,271	1,268,319

Consolidated Statement of Cash Flows

	Millions of Japanese Yen		Thousands of U.S. Dollars
	FY 2024	FY 2025	FY 2025
I. Cash flows from operating activities			
Profit before income taxes	9,994	13,889	92,891
Depreciation and amortization	2,961	2,893	19,349
Increase (decrease) in allowance for loan losses	449	1,366	9,136
Increase (decrease) in provision for bonuses for directors (and other officers)	(6)	—	—
Decrease (increase) in retirement benefit asset	(1,005)	(171)	(1,144)
Increase (decrease) in retirement benefit liability	770	(301)	(2,013)
Increase (decrease) in provision for reimbursement of deposits	(81)	(93)	(622)
Increase (decrease) in provision for contingent loss	7	94	629
Interest income	(43,548)	(54,617)	(365,282)
Interest expenses	9,710	16,269	108,808
Loss (gain) related to securities	1,888	2,292	15,329
Foreign exchange losses (gains)	(823)	1,468	9,818
Loss (gain) on disposal of non-current assets	(8)	57	381
Net decrease (increase) in loans and bills discounted	(43,419)	(107,333)	(717,850)
Net increase (decrease) in deposits	30,253	6,875	45,980
Net increase (decrease) in negotiable certificates of deposit	18,053	(7,428)	(49,679)
Net increase (decrease) in securities sold under repurchase agreements	56,577	48,472	324,184
Net increase (decrease) in borrowed money (excluding subordinated borrowings)	65,188	(123,687)	(827,227)
Net decrease (increase) in due from banks (excluding due from Bank of Japan)	57	(44)	(294)
Net decrease (increase) in call loans	908	1,644	10,995
Net increase (decrease) in call money	(168,849)	2,303	15,403
Net increase (decrease) in cash collateral received for securities lent	34,517	25,027	167,382
Net decrease (increase) in foreign exchange (assets)	2,663	(2,312)	(15,463)
Net increase (decrease) in foreign exchange (liabilities)	(100)	84	562
Interest received	42,380	52,588	351,712
Interest paid	(8,505)	(15,346)	(102,635)
Other, net	(4,381)	16,922	113,175
Subtotal	5,653	(119,083)	(796,435)
Income taxes paid	(774)	(5,187)	(34,691)
Net cash provided by (used in) operating activities	4,879	(124,271)	(831,133)
II. Cash flows from investing activities			
Purchases of securities	(416,315)	(534,739)	(3,576,371)
Proceeds from sale of securities	278,390	423,866	2,834,845
Proceeds from redemption of securities	45,604	143,939	962,674
Purchase of property, plant and equipment	(1,307)	(700)	(4,682)
Proceeds from sale of property, plant and equipment, or expropriation, etc.	294	—	—
Proceeds from sale of property, plant and equipment	(1,590)	(1,822)	(12,186)
Purchase of intangible assets	(94,923)	30,543	204,274
III. Cash flows from financing activities			
Dividends paid	(1,729)	(1,800)	(12,039)
Purchase of treasury shares	(2)	(1,107)	(7,404)
Proceeds from sale of treasury shares	0	0	0
Net cash provided by (used in) financing activities	(1,731)	(2,907)	(19,442)
IV. Effect of exchange rate change on cash and cash equivalents	12	(3)	(20)
V. Net increase (decrease) in cash and cash equivalents	(91,762)	(96,638)	(646,322)
VI. Cash and cash equivalents at beginning of period	1,016,651	924,888	6,185,714
VII. Cash and cash equivalents at end of period	924,888	828,250	5,539,393