

Financial Statements
for the First Half
Ended September 30, 2016

The Bank of Okinawa, Ltd.

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I. Bank of Okinawa Financial Statements for the First Half Ended September 30, 2016

1. Earnings (non-consolidated)

➤ Year-on-year comparison

Ordinary income for the reporting period decreased ¥1,069 million year on year to ¥18,450 million. Although interest and dividends on securities increased, this decrease was largely attributable to decreases in interest on loans and recoveries of written-off claims.

Business profit on core banking operations decreased ¥1,729 million year on year to ¥3,763 million. This result was mainly due to decreases in interest income and fees and commissions, as well as an increase in non-personnel expenses.

Ordinary profit decreased ¥1,618 million year on year to ¥4,527 million. This result was mainly due to a decrease in business profit on core banking operations, despite a decrease in credit costs. In addition, net income for the reporting period stood at ¥3,307 million, down ¥801 million year on year.

Business performance (non-consolidated)

(¥ million)

	(Japanese)	No.	1H FY16		1H FY15
			Amounts	1H FY15 increase (decrease)	
Ordinary income	経 常 収 益	1	18,450	(1,069)	19,519
Gross business profit	業 務 粗 利 益	2	15,136	(775)	15,911
Interest income	資 金 利 益	3	13,688	(484)	14,173
Fees and commissions	役 務 取 引 等 利 益	4	1,093	(267)	1,361
Expenses for the disposal of bad debt included in trust account	うち信託勘定不良債権処理額	5	-	-	-
Other business profit	そ の 他 業 務 利 益	6	353	(23)	377
Gains (losses) on bond trading	うち国債等債券関係損益	7	436	83	353
Expenses (excluding non-recurrent items)	経 費 (除 く 臨 時 処 理 分)	8	10,936	871	10,064
Personnel expenses	う ち 人 件 費	9	4,795	59	4,735
Non-personnel expenses	う ち 物 件 費	10	5,232	800	4,431
Business profit on core banking operations (A)	コ ア 業 務 純 益	11	3,763	(1,729)	5,493
Provision of general allowance for possible loan losses	一 般 貸 倒 引 当 金 繰 入 額	12	-	(46)	46
Net business profit (B)	業 務 純 益	13	4,200	(1,600)	5,800
Non-recurrent items	臨 時 損 益	14	327	(18)	345
Recoveries of written-off claims	う ち 債 却 債 権 取 立 益	15	51	(106)	158
Net gains (losses) on equity securities	う ち 株 式 等 関 係 損 益	16	567	(91)	659
Bad debt disposal (non-recurrent items)	う ち 不 良 債 権 処 理 額	17	158	(251)	409
Reversal of general allowance for possible loan losses	う ち 一 般 貸 倒 引 当 金 戻 入 益	18	149	149	-
Ordinary profit	経 常 利 益	19	4,527	(1,618)	6,146
Extraordinary gains (losses)	特 別 損 益	20	(44)	(36)	(8)
Gains on disposal of noncurrent assets	う ち 固 定 資 産 処 分 損 益	21	(44)	(36)	(8)
Income before income taxes	税 引 前 中 間 純 利 益	22	4,482	(1,655)	6,138
Total income taxes and other taxes	法 人 税 等 合 計	23	1,175	(853)	2,029
Net income	中 間 純 利 益	24	3,307	(801)	4,108

(Note) The total amount for bad debt disposal

No. (17+5) 1H FY16 ¥158 million

1H FY15 ¥409 million

《Explanation of terms》

(A) Business profit on core banking operations

No. (13+12-7+5)

An indicator of Bank earnings capacity, comprising net business profit (non-consolidated) excluding variable factors.

(B) Net business profit

No. (2-8-12)

Roughly equivalent to operating income at companies outside the banking sector

From the first half ended September 30, 2016, amortization of actuarial gains or losses included in retirement benefit plan costs is reclassified from personnel expenses to non-recurrent expenses to be aggregated. In line with this, the same adjustments are made for the first half ended September 30, 2015.

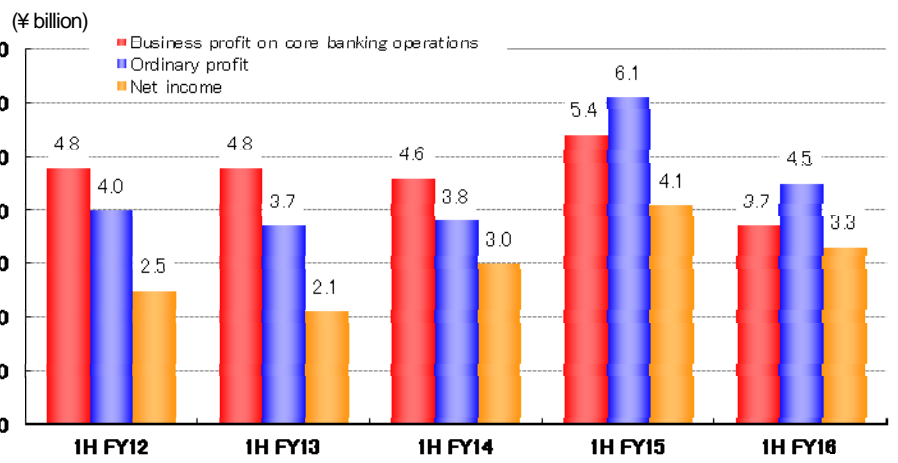
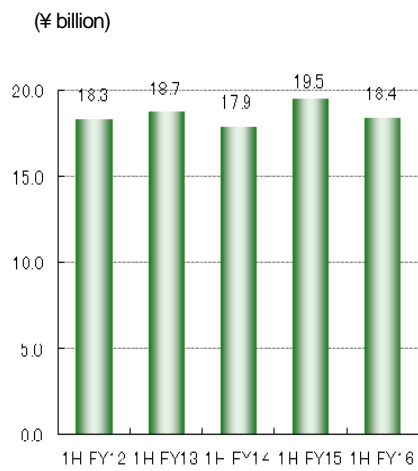
《Amortization of actuarial gains or losses》

1H FY16: ¥209 million

1H FY15: ¥111 million

Ordinary Income

Income



2. Major assets and liabilities (non-consolidated)

(1) Loans and bills discounted

➤ Year-on-year comparison

The aggregate balance of loans and bills discounted under banking and trust accounts stood at ¥1,413.0 billion as of the end of the reporting period, up ¥68.6 billion year on year. This increase was largely attributable to steady increases in mortgage loans and apartment loans as a result of stronger marketing for consumer loans, an increase in business loans on the back of successful efforts to build more robust customer relationships under our “Strong Relations Plan,” as well as increases in loans to local government bodies and other public organizations.

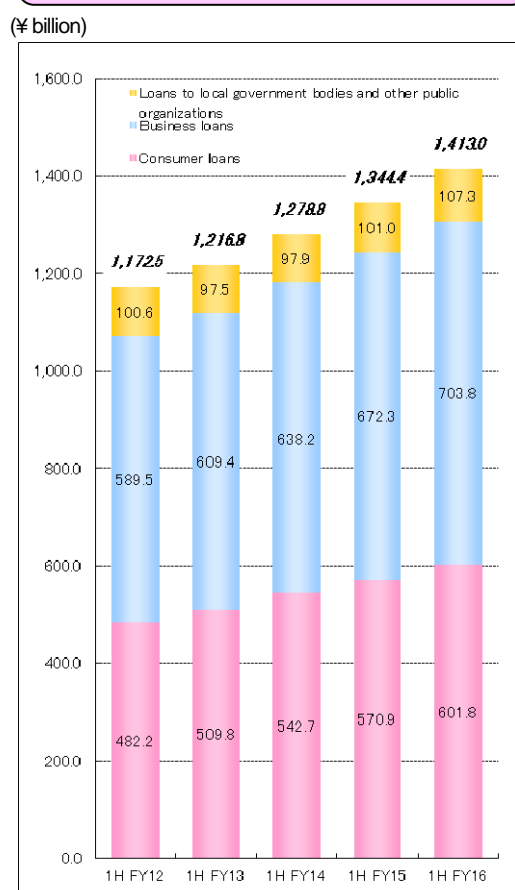
Term-end balance

(¥ billion, %)

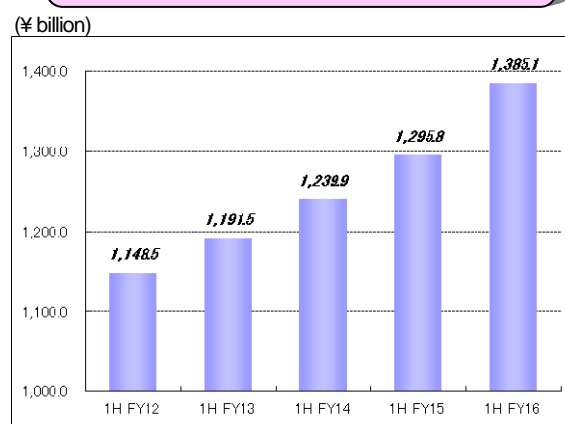
	(Japanese)	1H FY16				FY15	1H FY15	
		Amounts	FY15		1H FY15			
			increase (decrease)	%	increase (decrease)			%
Loans and bills discounted (term-end balance)	貸出金 (期末残高)	1,413.0	20.7	1.49	68.6	5.10	1,392.3	1,344.4
Business loans	事業性貸出	703.8	0.7	0.10	31.4	4.67	703.1	672.3
Consumer loans	生活密着型ローン	601.8	14.6	2.50	30.8	5.40	587.1	570.9
Mortgage loans	住宅ローン	534.3	14.1	2.71	29.4	5.82	520.2	504.9
Loans to local government bodies and other public organizations	国・地公体向け貸出	107.3	5.3	5.25	6.3	6.27	102.0	101.0
Loans and bills discounted (average balance)	貸出金 (平均残高)	1,385.1	65.5	4.96	89.3	6.89	1,319.6	1,295.8

(Note) Including trust accounts.

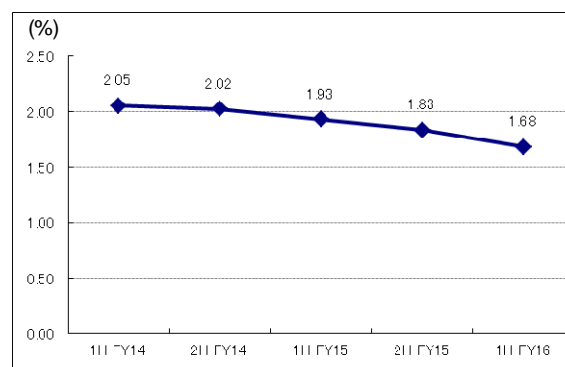
Loans and bills discounted (term-end balance)



Loans and bills discounted (average balance)



Yield on loans



(*) Trust accounts are not included in the yield calculation.

(2) Deposits

➤ Year-on-year comparison

The aggregate balance of deposits under banking and trust accounts decreased ¥33.7 billion year on year to ¥1,885.4 billion. This result mainly reflected the decreases in deposits by corporations, financial institutions and public funds, primarily due to a lowered deposit yield affected by the negative interest policy enforced by the Bank of Japan, although deposits by individuals increased thanks to enhanced efforts including capturing retirement payments and direct payroll deposits, and strengthened marketing to client employees.

Term-end balance

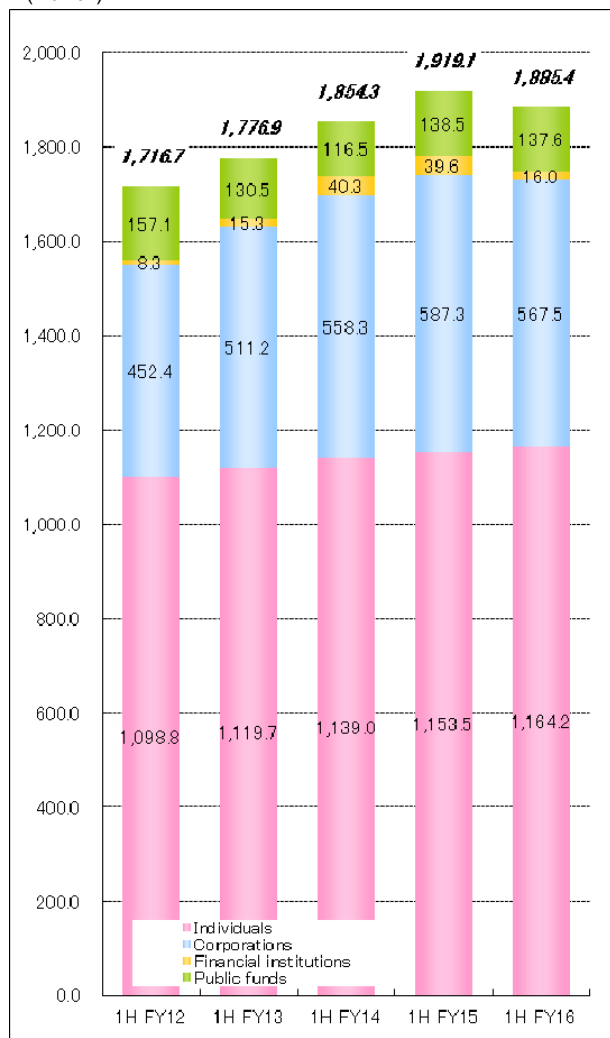
(¥ billion, %)

	(Japanese)	1H FY16				FY15	1H FY15	
		Amounts	FY15		1H FY15			
			increase (decrease)	%	increase (decrease)			%
Deposits (term-end balance)	預金 (期末残高)	1,885.4	5.3	0.28	(33.7)	(1.75)	1,880.1	1,919.1
Individuals	個人	1,164.2	12.5	1.08	10.6	0.92	1,151.6	1,153.5
Corporations	法人	567.5	(8.0)	(1.39)	(19.8)	(3.38)	575.5	587.3
Financial institutions	金融	16.0	(19.6)	(54.97)	(23.5)	(59.44)	35.7	39.6
Public funds	公金	137.6	20.4	17.50	(0.9)	(0.69)	117.1	138.5
Deposits (average balance)	預金 (平均残高)	1,904.1	14.8	0.78	25.1	1.33	1,889.2	1,879.0

(Note) Including trust accounts.

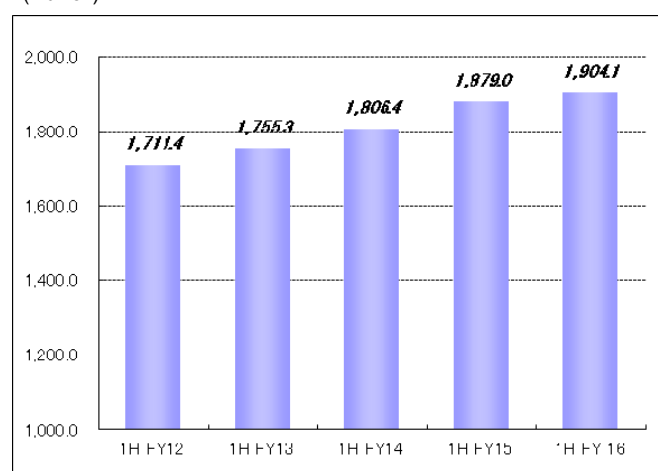
Deposits (term-end balance)

(¥ billion)

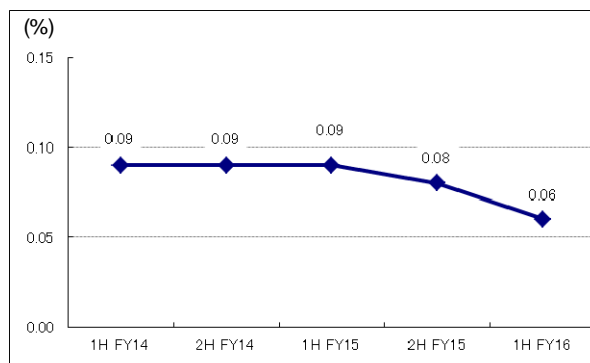


Deposits (average balance)

(¥ billion)



Yield on deposits



(*) Trust accounts are not included in the yield calculation.

(3) Securities

➤ Year-on-year comparison

The balance of securities stood at ¥613.0 billion, a year-on-year increase of ¥29.3 billion. This was primarily due to efficient fund management and efforts made towards stable earnings, as well as a portfolio rebalancing from domestic bonds to investment trusts. The total unrealized gain on securities increased ¥4.5 billion year on year to ¥24.2 billion.

Term-end balance

(¥ billion, %)

	(Japanese)	1H FY16				FY15	1H FY15	
		Amounts	FY15		1H FY15			
			increase (decrease)	%	increase (decrease)			%
Securities	有 価 証 券	613.0	13.5	2.26	29.3	5.03	599.4	583.6
Bonds	債 券	439.2	(28.3)	(6.07)	(27.9)	(5.99)	467.6	467.2
Stocks	株 式	24.5	(1.5)	(5.80)	(0.5)	(2.10)	26.0	25.1
Others	そ の 他	149.2	43.4	41.14	57.9	63.43	105.7	91.2

Unrealized gains and losses

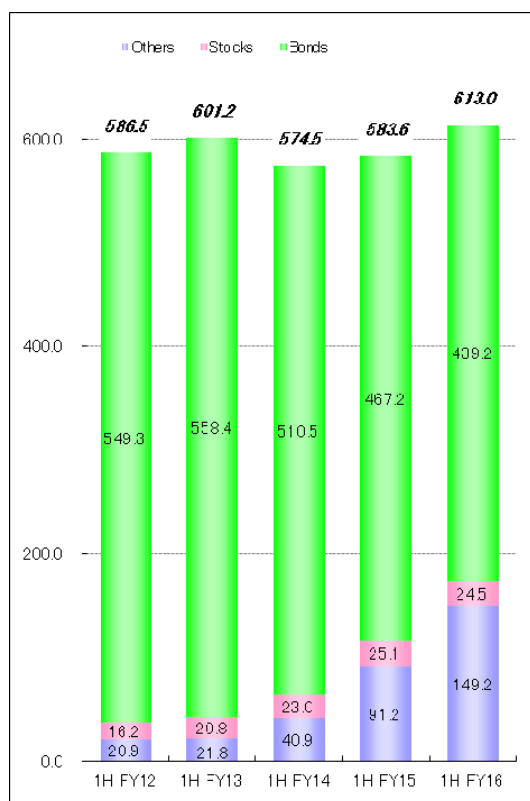
(¥ billion, %)

	(Japanese)	1H FY16				FY15	1H FY15	
		Amounts	FY15		1H FY15			
			increase (decrease)	%	increase (decrease)			%
Securities	有 価 証 券	24.2	(0.7)	(2.95)	4.5	23.12	24.9	19.6
Bonds	債 券	13.2	(0.0)	(0.60)	3.8	40.81	13.2	9.3
Stocks	株 式	7.3	(0.6)	(8.53)	(0.7)	(9.61)	8.0	8.1
Others	そ の 他	3.7	0.0	0.71	1.5	67.94	3.6	2.2

(Note) "Others" include foreign securities and investment trusts.

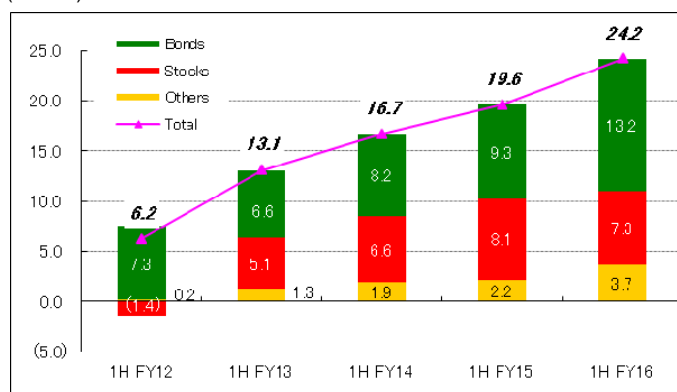
Balance of securities

(¥ billion)



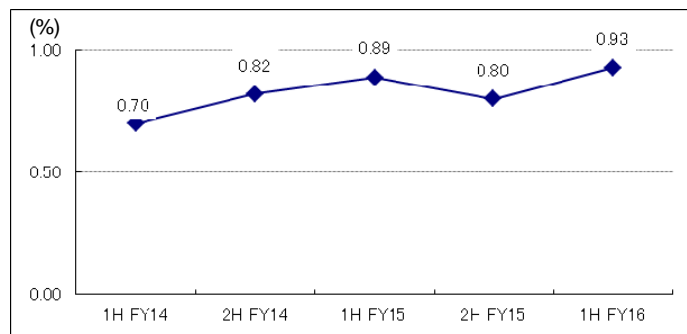
Trends in unrealized gains (losses)

(¥ billion)



Trends in yields on securities

(%)



(4) Assets in custody

➤ Year-on-year comparison

The balance of total assets in custody stood at ¥138.7 billion as of the end of the reporting period, up ¥5.9 billion year on year. Although assets in custody for JGBs decreased ¥4.2 billion due to the effect of lower interest rates under the negative interest policy enforced by the Bank of Japan, this increase was largely attributable to growth in investment trusts backed by introduction of new fund products and various campaigns.

Term-end balance (Personal pensions: balance basis)

(¥ billion)

	(Japanese)	1H FY16			FY15	1H FY15
		Amounts	FY15 increase (decrease)	1H FY15 increase (decrease)		
Assets in custody	預かり資産	138.7	0.5	-	138.2	-
JGBs	国債	8.5	(1.8)	(4.2)	10.3	12.7
Investment trusts	投資信託	50.8	(0.0)	5.9	50.9	44.9
Personal pension insurance	個人年金保険等	79.3	2.4	-	76.8	-

《Assets in custody》

* “Assets in custody” collectively refers to the customers’ asset management products.

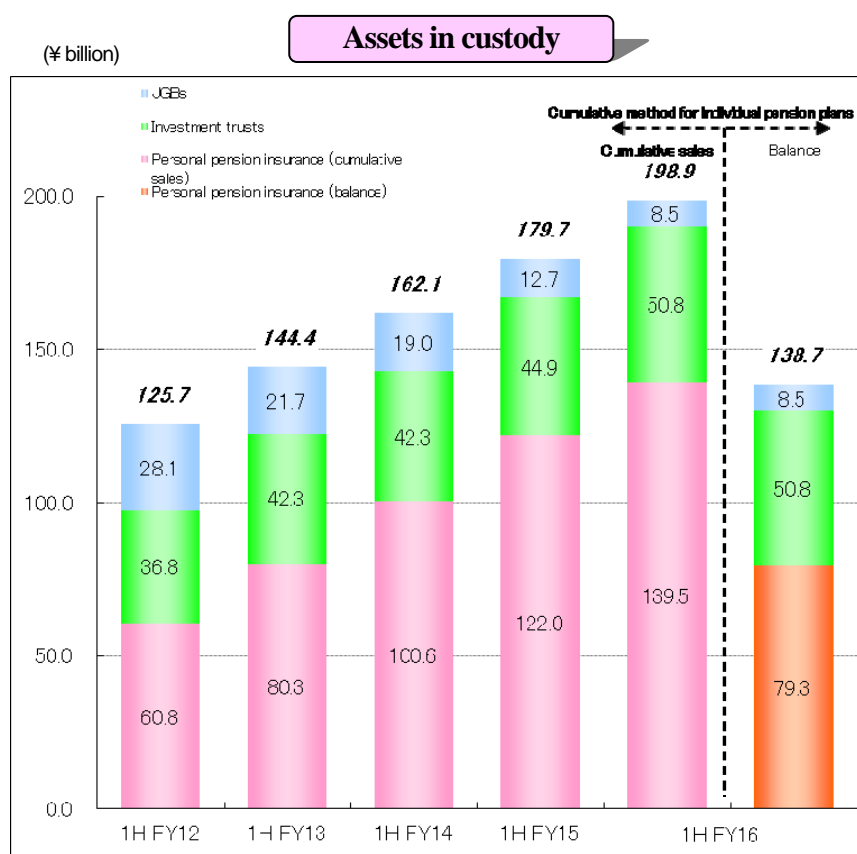
* The balance of personal pension insurance became identifiable from the year ended March 31, 2016 and is therefore recorded at its balance. The term-end balance of personal pension insurance when reported in the cumulative sales amount, which is the conventional method for recording personal pension insurance, is recorded in (Notes) below.

(Notes)

Term-end balance (Personal pensions: cumulative sales total basis)

(¥ billion)

	(Japanese)	1H FY16			FY15	1H FY15
		Amounts	FY15 increase (decrease)	1H FY15 increase (decrease)		
Assets in custody	預かり資産	198.9	5.6	19.1	193.2	179.7
JGBs	国債	8.5	(1.8)	(4.2)	10.3	12.7
Investment trusts	投資信託	50.8	(0.0)	5.9	50.9	44.9
Personal pension insurance	個人年金保険等	139.5	7.5	17.5	131.9	122.0



3. Expenses (non-consolidated)

➤ Year-on-year comparison

Personnel expenses increased ¥59 million year on year to ¥4,795 million owing partly to increases in employee salaries and temporary employment costs.

Non-personnel expenses increased ¥800 million year on year to ¥5,232 million mainly due to increases in depreciation and amortization expenses and business consignment expenses.

Taxes increased ¥10 million year on year to ¥908 million, mainly due to increases in factor-based enterprise tax.

Breakdown of expenses

(¥ million, %)

	(Japanese)	1H FY2016		1H FY15
		Amounts	1H FY15 increase (decrease)	
Expenses	経 費	10,936	871	10,064
Personnel expenses	人 件 費	4,795	59	4,735
Non-personnel expenses	物 件 費	5,232	800	4,431
Taxes	税 金	908	10	897
Gross business profit on core banking operations	コア業務粗利益	14,699	(858)	15,558
Core OHR	コアOHR	74.3	9.7	64.6

From the first half ended September 30, 2016, amortization of actuarial gains or losses included in retirement benefit plan costs is reclassified from personnel expenses to non-recurrent expenses to be aggregated. In line with this, the same adjustments are made for the first half ended September 30, 2015.

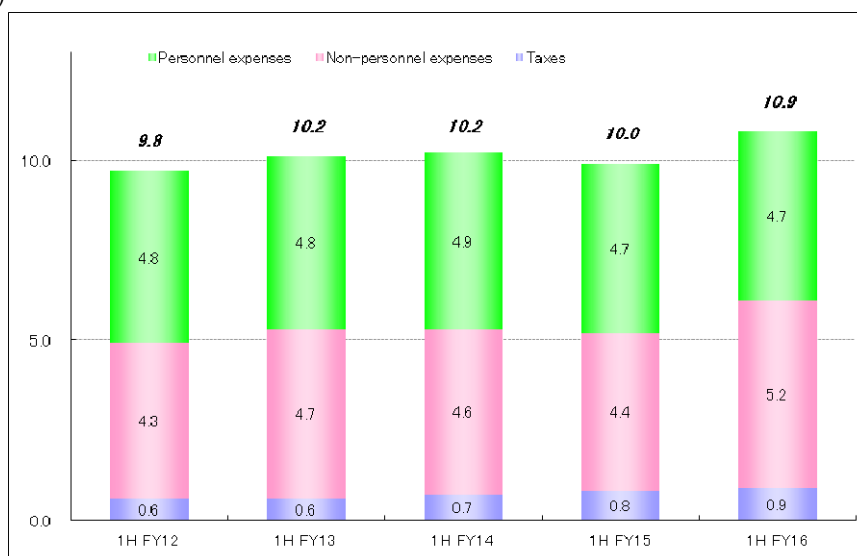
《Amortization of actuarial gains or losses》

1H FY16: ¥209 million

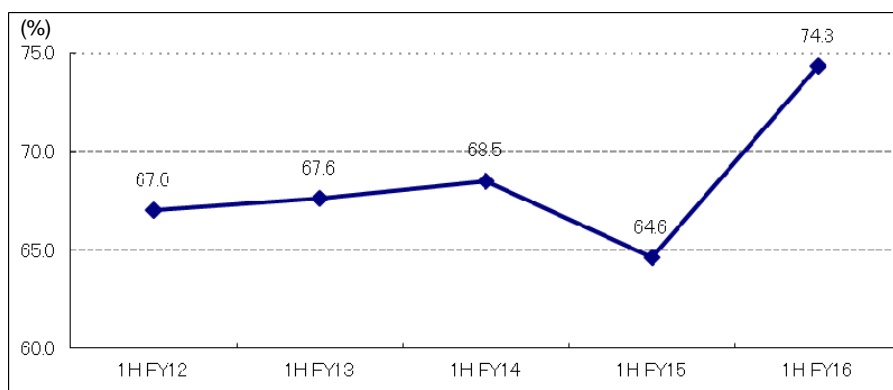
1H FY15: ¥111 million

Expenses

(¥ billion)



Core OHR



4. Asset soundness (non-consolidated)

(1) Credit cost (year-on-year comparison)

➤ Year-on-year comparison

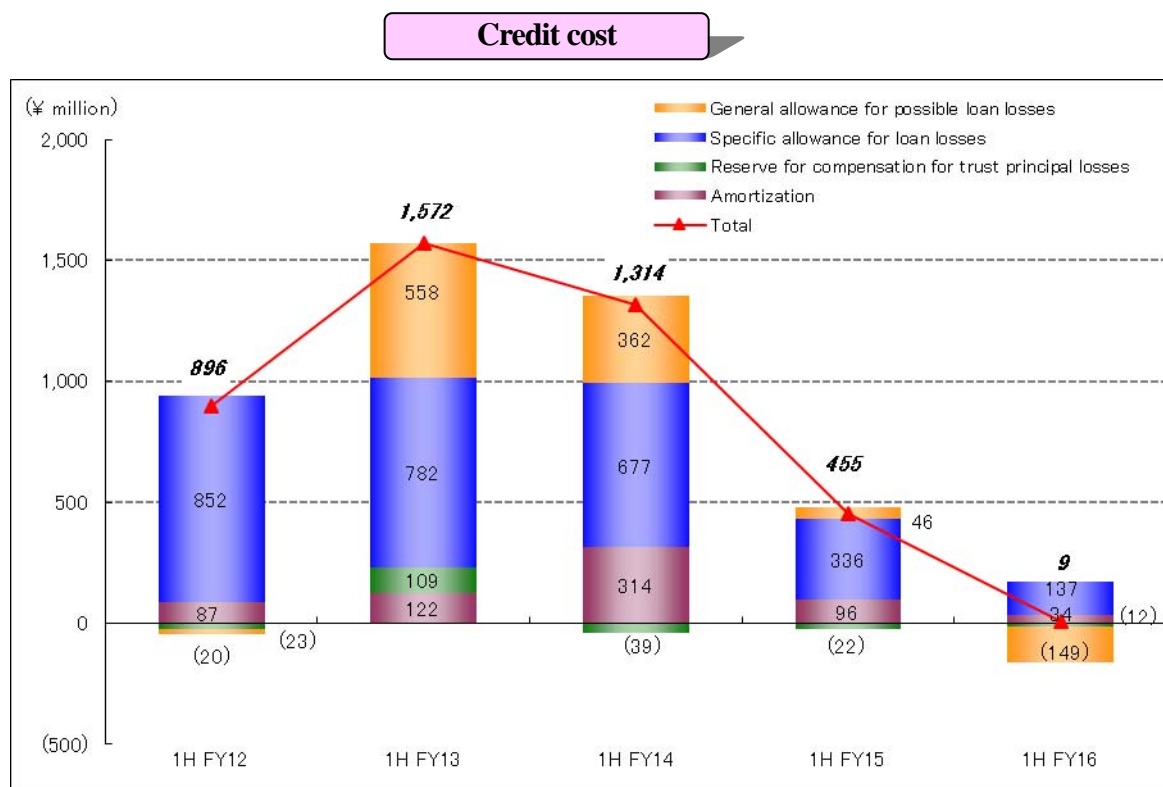
Credit cost decreased ¥446 million year on year to ¥9 million, due to the expansion of the economy in Okinawa Prefecture and the decreased number of bankruptcy. Provision of general allowance for possible loan losses decreased ¥195 million to ¥(149) million, due to a decrease in the historical rate. Bad debt disposal also decreased ¥251 million year on year to ¥158 million due to a fewer amount of ranked-down debts.

Credit cost (¥ million)

	(Japanese)	1H FY16		1H FY15
		Amounts	1H FY15 increase (decrease)	
Credit cost	与信費用	9	(446)	455
Provision of general allowance for possible loan losses	一般貸倒引当金繰入額	(149)	(195)	46
Bad debt disposal	不良債権処理額	158	(251)	409
Provision of specific allowance for loan losses	個別貸倒引当金繰入額	137	(199)	336
Provision of reserve for compensation for trust principal losses	信託元本補填引当金繰入額	(12)	9	(22)
Written-off of loans	貸出金償却	34	(62)	96

(Notes)

1. Including trust accounts.
2. Credit cost refers to expenses incurred in ensuring the soundness of claims (total of provision of general allowance for possible loan losses and bad debt disposal).



(2) Mandatory disclosure of bad debt (non-consolidated)

➤ Year-on-year comparison

The balance of bad debt subject to mandatory disclosure under Japan's Financial Reconstruction Law as of the end of the reporting period slightly decreased year on year to ¥22.1 billion. The ratio of loans subject to mandatory disclosure also decreased 0.08 percentage points to 1.55%. The above-mentioned ratio remains at a low level, which identifies any problem with the soundness of bank assets.

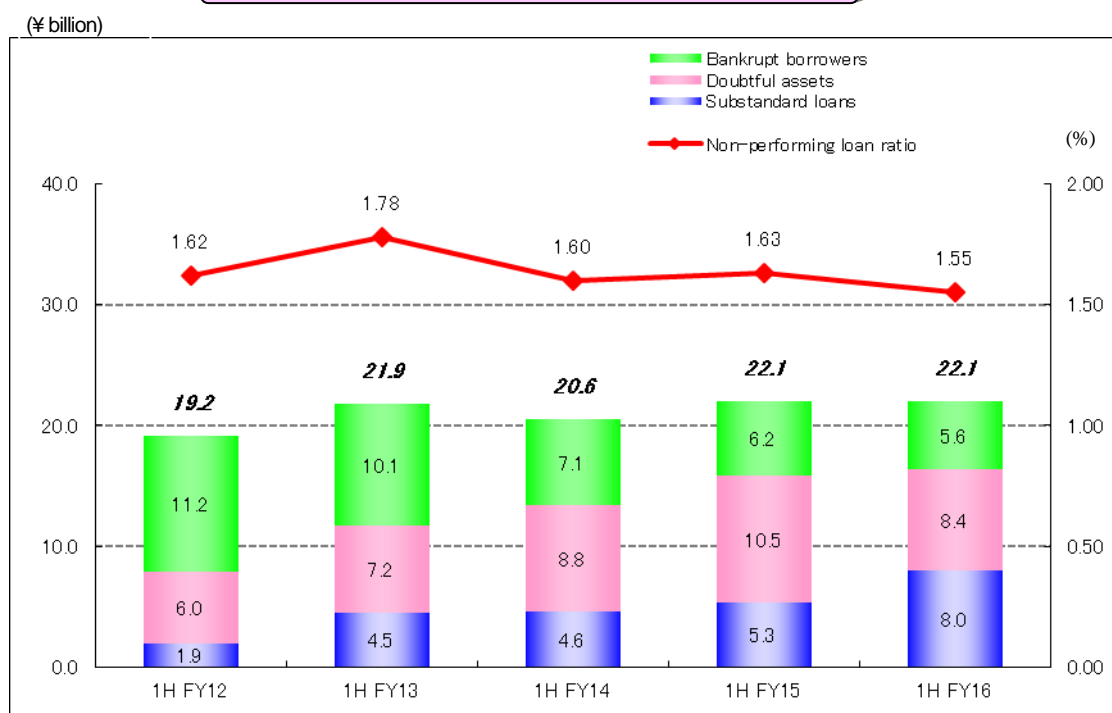
Mandatory disclosure of bad debt under the Financial Reconstruction Law (non-consolidated)

(¥ billion, %)

	(Japanese)	1H FY16			(Reference)	FY15	1H FY15
		Amounts	FY15 increase (decrease)	1H FY15 increase (decrease)	Prior to partial charge-offs		
Mandatory disclosure of bad debt (a)	開示債権	22.1	(1.2)	(0.0)	27.3	23.3	22.1
	Bankrupt borrowers	5.6	(1.0)	(0.5)	10.8	6.7	6.2
	Doubtful assets	8.4	(0.2)	(2.0)	8.4	8.6	10.5
	Substandard loans	8.0	0.0	2.6	8.0	7.9	5.3
Normal assets	正常債権	1,401.3	22.0	68.2	1,401.3	1,379.2	1,333.1
Total credit balance (b)	総与信額	1,423.4	20.8	68.1	1,428.6	1,402.6	1,355.3
Non-performing loan ratio (a/b)	開示債権比率	1.55	(0.11)	(0.08)	1.91	1.66	1.63

(Note) Including trust accounts.

Mandatory disclosure of bad debt (non-consolidated)



5. Capital ratio (domestic standards)

➤ Year-on-year comparison, non-consolidated

The capital ratio was 10.81%, a year-on-year decline of 0.35 percentage points, due to an increase in risk-weighted assets led by an increased amount of loans, although (core) regulatory capital increased due to increases in retained earnings and general allowance for possible loan losses that are counted as core capital.

Non-consolidated

(¥ billion, %)

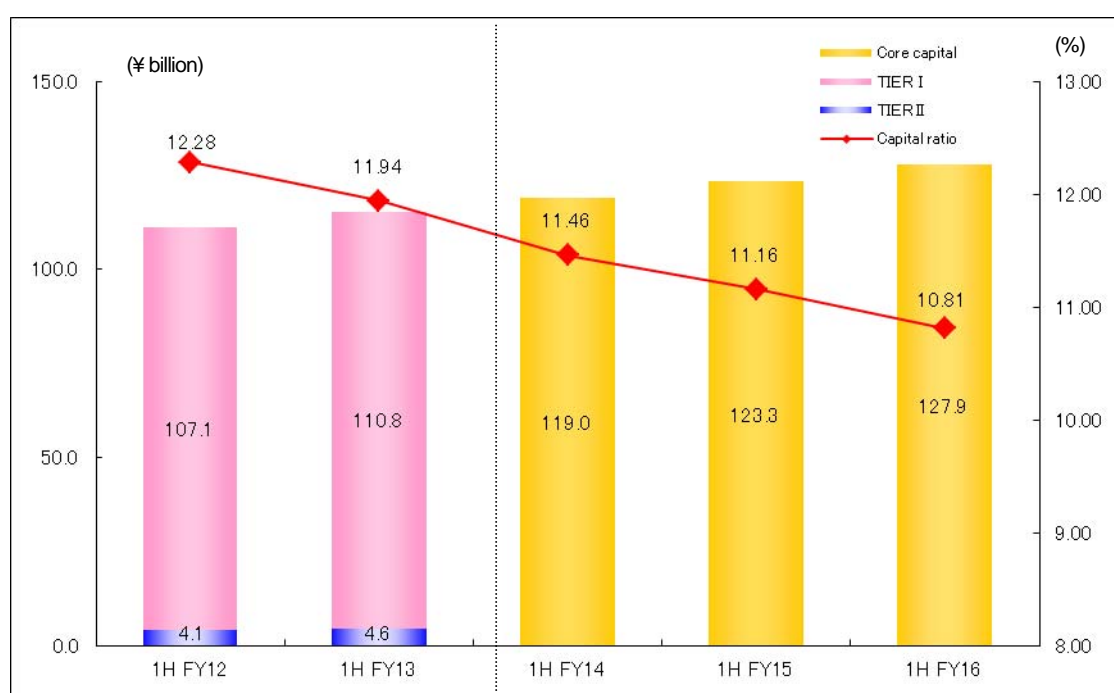
	(Japanese)	1H FY16			FY15	1H FY15
		Amounts	FY15 increase (decrease)	1H FY15 increase (decrease)		
(Core) regulatory capital (a)	自己(コア)資本額	127.9	2.3	4.5	125.6	123.3
Basic elements	基礎項目	128.4	2.3	4.7	126.0	123.6
Adjustments	調整項目(△)	0.4	0.0	0.1	0.4	0.3
Risk-weighted assets (b)	リスクアセット	1,182.8	28.2	77.3	1,154.5	1,105.4
Capital ratio (a/b)	自己資本比率	10.81	(0.07)	(0.35)	10.88	11.16

Consolidated

(¥ billion, %)

	(Japanese)	1H FY16			FY15	1H FY15
		Amounts	FY15 increase (decrease)	1H FY15 increase (decrease)		
(Core) regulatory capital (a)	自己(コア)資本額	139.5	2.6	4.3	136.8	135.1
Basic elements	基礎項目	140.0	2.7	4.5	137.3	135.5
Adjustments	調整項目(△)	0.5	0.0	0.2	0.4	0.3
Risk-weighted assets (b)	リスクアセット (b)	1,204.9	26.0	79.1	1,178.8	1,125.7
Capital ratio (a/b)	自己資本比率 a/b	11.57	(0.03)	(0.43)	11.60	12.00

Capital ratio (non-consolidated)



Former Standard

New Standard

6. Performance forecasts

Non-consolidated full-term performance forecasts

➤ Ordinary income

Ordinary income is forecast to decrease ¥1.8 billion year on year to ¥36.0 billion due chiefly to decreases in interest on loans, despite an expected increase in interests and dividends on securities.

➤ Net business profit

Net business profit is forecast to decrease ¥1.4 billion year on year to ¥8.1 billion. This decrease is largely attributable to decreases in interest income and fees and commissions as well as increases in expenses, despite an expected decrease in provision of general allowance for possible loan losses.

➤ Ordinary profit

Ordinary profit is forecast to decrease ¥2.7 billion year on year to ¥8.0 billion, chiefly due to a decrease in net business profit and an amount of bad debt disposal that are conservatively estimated as prior years (reversal gain was recognized in the previous fiscal year).

➤ Net income

Net income is forecast to decrease ¥1.4 billion year on year to ¥5.7 billion.

	(Japanese)	FY16 full-term forecasts (¥ billion)	
		forecasts	YoY increase (decrease)
Ordinary income	経常収益	36.0	(1.8)
Business profit on core banking operations	コア業務純益	7.5	(2.6)
Net business profit	業務純益	8.1	(1.4)
Ordinary profit	経常利益	8.0	(2.7)
Net income	当期純利益	5.7	(1.4)
Bad debt disposal*	不良債権処 理 額	0.7	0.7

*Bad debt disposal amounts include under trust accounts.

	(Japanese)	FY16 full-term forecasts (¥ billion)	
		forecasts	YoY increase (decrease)
Ordinary income	経常収益	49.9	(1.0)
Ordinary profit	経常利益	9.2	(2.9)
Net income attributable to owners of the parent	親会社株主に帰属する当期純利益	6.0	(1.7)

Mandatory disclosure of bad debt (under the Financial Reconstruction Law)

FY16 full-term forecasts	
Non-consolidated	Consolidated
1% to 1.99%	1% to 1.99%

Capital ratio

FY16 full-term forecasts	
Non-consolidated	Consolidated
10% to 10.99%	11% to 11.99%

*Forecasts for fiscal 2016 in this report are based on information available at the present time and assessments of future factors likely to affect performance. Actual results may differ widely from our forecasts.

II. Summary of Business Results for the First Half Ended September 30, 2016

1. Business performance

Non-consolidated

(¥ million)

	(Japanese)	1HFY16	YoY increase (decrease)	
			1HFY16	1HFY15
Gross business profit	業 務 粗 利 益	15,136	(775)	15,911
Domestic operations	国 内 業 務 粗 利 益	14,779	(692)	15,471
Net interest income	資 金 利 益	13,303	(502)	13,806
Net fees and commissions	役 務 取 引 等 利 益	1,095	(247)	1,342
Trust fees	う ち 信 託 報 酬	172	(30)	203
Expenses for the disposal of bad debt included in trust account (1)	信 託 勘 定 不 良 債 権 処 理 額	-	-	-
Other business profit	そ の 他 業 務 利 益	380	57	322
International operations	国 際 業 務 粗 利 益	357	(82)	440
Interest income	資 金 利 益	385	18	366
Fees and commissions	役 務 取 引 等 利 益	(1)	(19)	18
Other business profit	そ の 他 業 務 利 益	(26)	(81)	54
Expenses (excluding non-recurrent items)	経 費 (除 く 臨 時 処 理 分)	10,936	871	10,064
Personnel expenses	人 件 費	4,795	59	4,735
Non-personnel expenses	物 件 費	5,232	800	4,431
Taxes	税 金	908	10	897
Net business profit (prior to provision of general allowance for possible loan losses)	業 務 純 益 (一 般 貸 引 繰 入 前)	4,200	(1,646)	5,846
Excluding gains (losses) on bond trading	除 く 国 債 等 債 券 関 係 損 益 (5 勘 定 戻)	3,763	(1,729)	5,493
Provision of general allowance for possible loan losses (2)	一 般 貸 倒 引 当 金 繰 入 額	-	(46)	46
Net business profit	業 務 純 益	4,200	(1,600)	5,800
Gains (losses) on bond trading	う ち 国 債 等 債 券 関 係 損 益 (5 勘 定 戻)	436	83	353
Non-recurrent items	臨 時 損 益	327	(18)	345
Recoveries of written-off claims	う ち 償 却 債 権 取 立 益	51	(106)	158
Net gains (losses) on equity trading	う ち 株 式 等 関 係 損 益 (3 勘 定 戻)	567	(91)	659
Losses on bad debt disposal (3)	う ち 不 良 債 権 処 理 損 失	171	(261)	432
Provision of specific allowance for loan losses	個 別 貸 倒 引 当 金 繰 入 額	137	(199)	336
Written-off of loans	貸 出 金 償 却	34	(62)	96
Reversal of general allowance for possible loan losses (4)	う ち 一 般 貸 倒 引 当 金 戻 入 益	149	149	-
Reversal of reserve for compensation for trust principal losses (5)	う ち 信 託 元 本 補 填 引 当 金 戻 入 益	12	(9)	22
Ordinary profit	経 常 利 益	4,527	(1,618)	6,146
Extraordinary gains (losses)	特 別 損 益	(44)	(36)	(8)
Losses on disposal of noncurrent assets	う ち 固 定 資 産 処 分 損 益	(44)	(36)	(8)
Income before income taxes	税 引 前 中 間 純 利 益	4,482	(1,655)	6,138
Income taxes-current	法 人 税、住 民 税 及 び 事 業 税	1,098	(964)	2,062
Income taxes-deferred	法 人 税 等 調 整 額	76	110	(33)
Total income taxes	法 人 税 等 合 計	1,175	(853)	2,029
Net income	中 間 純 利 益	3,307	(801)	4,108
Bad debt disposal ((1) + (3) - (5))	不 良 債 権 処 理 額	158	(251)	409
Credit cost ((1) + (2) + (3) - (4) - (5))	与 信 費 用	9	(446)	455

(Note) From the first half ended September 30, 2016, amortization of actuarial gains or losses included in retirement benefit plan costs is reclassified from personnel expenses to non-recurrent expenses to be aggregated. In line with this, the same adjustments are made for the first half ended September 30, 2015.

Consolidated (¥ million)

	(Japanese)	IHFY16	YoY increase (decrease)	IHFY15
Gross business profit	連結業務粗利益	16,603	(832)	17,435
Interest income	資金利益	14,075	(481)	14,557
Trust fees	信託報酬	172	(30)	203
Fees and commissions	役務取引等利益	1,172	(225)	1,397
Other business profit	その他業務利益	1,182	(94)	1,277
Operating expenses	営業経費	11,698	937	10,760
Loan-loss provisions	貸倒償却引当費用	396	(543)	939
Provision of general allowance for possible loan losses	一般貸倒引当金繰入額	(161)	(252)	91
Provision of specific allowance for loan losses	個別貸倒引当金繰入額	286	(261)	548
Written-off of loans	貸出金償却	270	(29)	299
Net gains (losses) on equity securities	株式等関係損益	533	(125)	659
Other	その他	32	(201)	233
Ordinary profit	経常利益	5,074	(1,553)	6,628
Extraordinary gains (losses)	特別損益	(44)	(36)	(8)
Losses on disposal of noncurrent assets	うち固定資産処分損益	(44)	(36)	(8)
Income before income taxes and minority interests	税金等調整前中間純利益	5,029	(1,589)	6,619
Income taxes-current	法人税、住民税及び事業税	1,347	(890)	2,237
Income taxes-deferred	法人税等調整額	39	11	27
Total income taxes	法人税等合計	1,386	(878)	2,265
Net income	中間純利益	3,643	(711)	4,354
Net income attributable to non-controlling interests	非支配株主に帰属する中間純利益	144	10	133
Net income attributable to owners of the parent	親会社株主に帰属する中間純利益	3,498	(722)	4,221

(Note)

Gross business profit = interest income + fund procurement cost for the acquisition of money held in trust + trust fees + fees and commissions + other business profit

(Reference)

(¥ million)

Net business profit (on a consolidated basis)*	連結業務純益	5,295	(1,416)	6,711
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(Notes)

- Gross business profit - operating expenses (excluding non-recurrent items) - provision of general allowance for possible loan losses
- From the first half ended September 30, 2016, amortization of actuarial gains or losses included in retirement benefit plan costs is reclassified from personnel expenses to non-recurrent expenses to be aggregated. In line with this, the same adjustments are made for the first half ended September 30, 2015.

(Consolidated)

(Number of companies)

Number of consolidated subsidiaries	連結子会社数	7	0	7
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2. Net business profit (non-consolidated)

(¥ million)

	(Japanese)	1H FY16	YoY increase (decrease)	1H FY15
Net business profit (prior to provision of general allowance for possible loan losses)	業 務 純 益 (一般貸倒繰入前)	4,200	(1,646)	5,846
Per staff (¥ thousand)	職員一人当たり (千円)	3,713	(1,606)	5,320
Net business profit	業 務 純 益	4,200	(1,600)	5,800
Per staff (¥ thousand)	職員一人当たり (千円)	3,713	(1,564)	5,277

(Note) The average number of employees during the term (excluding those seconded to other organizations) is employed.

3. Interest margins (non-consolidated)

(1) Aggregate

(%)

	(Japanese)	1H FY16	YoY increase (decrease)	1H FY15
Yield on fund operation (A)	資 金 運 用 利 回	1.42	(0.13)	1.55
Yield on loans	貸 出 金 利 回	1.68	(0.25)	1.93
Yield on securities	有 価 証 券 利 回	0.93	0.04	0.89
Fund procurement cost (B)	資 金 調 達 原 価	1.19	0.01	1.18
Yield on deposits	預 金 等 利 回	0.06	(0.03)	0.09
Yield on external debt*	外 部 負 債 利 回	(0.01)	(0.11)	0.10
Gross interest margin (A)-(B)	総 資 金 利 鞘	0.23	(0.14)	0.37

(Note) External debt* = call money + bills sold + borrowed money

(2) Domestic

(%)

	(Japanese)	1H FY16	YoY increase (decrease)	1H FY15
Yield on fund operation (A)	資 金 運 用 利 回	1.40	(0.14)	1.54
Yield on loans	貸 出 金 利 回	1.68	(0.25)	1.93
Yield on securities	有 価 証 券 利 回	0.85	0.03	0.82
Fund procurement cost (B)	資 金 調 達 原 価	1.15	0.01	1.14
Yield on deposits	預 金 等 利 回	0.06	(0.02)	0.08
Yield on external debt*	外 部 負 債 利 回	(0.01)	(0.11)	0.10
Gross interest margin (A)-(B)	総 資 金 利 鞘	0.25	(0.15)	0.40

(Note) External debt* = call money + bills sold + borrowed money

4. Gains and losses on securities (non-consolidated)

(¥ million)

	(Japanese)	1H FY16	YoY		1H FY15
			increase (decrease)		
Gains (losses) on securities	有価証券関係損益	1,004	(8)		1,012
Gains (losses) on bond trading	国債等債券関係損益 (5勘定尻)	436	83		353
Gains on sale of bonds	売却益	494	46		448
Gains on redemption of bonds	償還益	-	-		-
Losses on sale of bonds	売却損	57	(37)		94
Losses on redemption of bonds	償還損	-	-		-
Write-off	償却	-	-		-
Net gains (losses) on equity securities	株式等関係損益 (3勘定尻)	567	(91)		659
Gains on sale of equity shares	売却益	696	(115)		811
Losses on sale of equity shares	売却損	110	(34)		145
Write-off	償却	18	11		7

5. Capital ratio (domestic standards)

(1) Capital ratio (domestic standards) (non-consolidated)

(¥ million, %)

	(Japanese)	As of September 30, 2016	Comparison		As of March 31, 2016	As of September 30, 2015
			with the previous balance-sheet date (March 31, 2016)	with the previous interim balance-sheet date (September 30, 2015)		
(1) Capital ratio	自己資本比率	10.81	(0.07)	(0.35)	10.88	11.16
(2) Basic elements of core capital	コア資本に係る基礎項目	128,407	2,365	4,739	126,041	123,667
45% of the difference between the revalued land and the book value	うち土地の再評価差額の45%	943	-	(118)	943	1,061
General allowance for possible loan losses	うち一般貸倒引当金	4,001	(149)	778	4,150	3,223
Qualifying subordinated debt	うち負債性資本調達手段等	-	-	-	-	-
(3) Adjustments to core capital	コア資本に係る調整項目	479	52	176	426	302
(4) Capital ratio (2)-(3)	自己資本	127,927	2,312	4,562	125,614	123,365
(5) Risk-weighted assets	リスクアセット	1,182,800	28,295	77,388	1,154,505	1,105,411

(2) Capital ratio (domestic standards) (consolidated)

(¥ million, %)

	(Japanese)	As of September 30, 2016	Comparison		As of March 31, 2016	As of September 30, 2015
			with the previous balance-sheet date (March 31, 2016)	with the previous interim balance-sheet date (September 30, 2015)		
(1) Capital ratio	自己資本比率	11.57	(0.03)	(0.43)	11.60	12.00
(2) Basic elements of core capital	コア資本に係る基礎項目	140,060	2,719	4,527	137,340	135,532
45% of the difference between the revalued land and the book value	うち土地の再評価差額の45%	943	-	(118)	943	1,061
General allowance for possible loan losses	うち一般貸倒引当金	4,906	(161)	635	5,067	4,270
Qualifying subordinated debt	うち負債性資本調達手段等	-	-	-	-	-
(3) Adjustments to core capital	コア資本に係る調整項目	541	46	203	494	337
(4) Capital ratio (2)-(3)	自己資本	139,518	2,672	4,323	136,846	135,195
(5) Risk-weighted assets	リスクアセット	1,204,908	26,019	79,149	1,178,888	1,125,758

6. ROE (non-consolidated)

(%)

	(Japanese)	1HFY16	YoY		1HFY15
			increase	(decrease)	
Net business profit basis	業務純益ベース	5.95	(2.66)		8.61
Business profit on core banking operations basis	コア業務純益ベース	5.33	(2.82)		8.15
Net income basis	中間純利益ベース	4.68	(1.42)		6.10

(Calculation formula)
$$\frac{\text{Net business profit (business profit on core banking operations, net income)}}{(\text{Net assets at the beginning of period} + \text{net assets at the end of period}) \div 2} \times 365 \div 183 \times 100$$

* Business profit on core banking operations = Net business profit – gains (losses) on bond trading + provision of general allowance for possible loan losses + written-off claims under trust accounts

* Subscription rights to shares are excluded from net assets.

(Reference)

ROE (shareholders' equity basis; non-consolidated)

(%)

	(Japanese)	1HFY16	YoY		1HFY15
			increase	(decrease)	
Net business profit basis	業務純益ベース	6.81	(2.98)		9.79
Business profit on core banking operations basis	コア業務純益ベース	6.10	(3.17)		9.27
Net income basis	中間純利益ベース	5.36	(1.57)		6.93

(Calculation formula)
$$\frac{\text{Net business profit (business profit on core banking operations, net income)}}{(\text{Shareholders' equity at the beginning of period} + \text{shareholders' equity at the end of period}) \div 2} \times 365 \div 183 \times 100$$

III. Loans and Bills Discounted

1. Risk-monitored loans (under the Banking Law)

* Partial charge-offs are recorded.

** Accrued interests are not recorded (on the self-assessment basis).

Non-consolidated

(¥ million)

		(Japanese)	As of	Comparison	Comparison	As of March	As of	
			September	with the	with the			31, 2016
			30, 2016	previous	previous		30, 2015	
				balance-sheet	interim			
				date	balance-sheet			
				(March 31,	date			
				2016)	(September 30,			
				2015)				
Risk-monitored assets	リスク管理債権	Loans to bankrupt borrowers	破綻先債権額	634	(253)	(86)	888	720
		Delinquent loans	延滞債権額	13,413	(1,016)	(2,547)	14,430	15,961
		Past due loans (3 months or more)	3ヶ月以上延滞債権額	465	(7)	(20)	473	486
		Restructured loans	貸出条件緩和債権額	7,555	78	2,652	7,477	4,902
		Total	合計	22,069	(1,200)	(2)	23,270	22,071

(Note) Including trust accounts.

(¥ million)

Loans (term-end balance)	貸出金残高(未残)	1,413,093	20,762	68,665	1,392,331	1,344,428
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(Note) Including trust accounts.

(%)

		(Japanese)	As of	Comparison	Comparison	As of March	As of	
			September	with the	with the			31, 2016
			30, 2016	previous	previous		30, 2015	
				balance-sheet	interim			
				date	balance-sheet			
				(March 31,	date			
				2016)	(September 30,			
				2015)				
As a percentage of total loans	貸出金残高比	Loans to bankrupt borrowers	破綻先債権	0.04	(0.02)	(0.01)	0.06	0.05
		Delinquent loans	延滞債権	0.94	(0.09)	(0.24)	1.03	1.18
		Past due loans (3 months or more)	3ヶ月以上延滞債権	0.03	-	-	0.03	0.03
		Restructured loans	貸出条件緩和債権	0.53	-	0.17	0.53	0.36
		Total	合計	1.56	(0.11)	(0.08)	1.67	1.64

(Note) Including trust accounts.

Consolidated

(¥ million)

		(Japanese)	As of	Comparison	Comparison	As of March	As of	
			September	with the	with the			31, 2016
			30, 2016	previous	previous		30, 2015	
				balance-sheet	interim			
				date	balance-sheet			
				(March 31,	date			
				2016)	(September 30,			
				2015)				
Risk-monitored assets	リスク管理債権	Loans to bankrupt borrowers	破綻先債権額	651	(266)	(88)	918	740
		Delinquent loans	延滞債権額	13,875	(1,060)	(2,550)	14,935	16,426
		Past due loans (3 months or more)	3ヶ月以上延滞債権額	465	(7)	(20)	473	486
		Restructured loans	貸出条件緩和債権額	7,555	78	2,652	7,477	4,902
		Total	合計	22,547	(1,256)	(8)	23,804	22,555

(Note) Including trust accounts.

(¥ million)

Loans (term-end balance)	貸出金残高(未残)	1,400,840	20,165	68,849	1,380,675	1,331,991
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(Note) Including trust accounts.

(%)

As a percentage of total loans	貸出金残高比	Loans to bankrupt borrowers	破綻先債権	0.04	(0.02)	(0.01)	0.06	0.05
		Delinquent loans	延滞債権	0.99	(0.09)	(0.24)	1.08	1.23
		Past due loans (3 months or more)	3ヶ月以上延滞債権	0.03	-	-	0.03	0.03
		Restructured loans	貸出条件緩和債権	0.53	(0.01)	0.17	0.54	0.36
		Total	合計	1.60	(0.12)	(0.09)	1.72	1.69

(Note) Including trust accounts.

2. Allowance for loan losses

Non-consolidated

(¥ million)

	(Japanese)	As of September 30, 2016	Comparison with the previous balance-sheet date		As of March 31, 2016	As of September 30, 2015
			(March 31, 2016)	(September 30, 2015)		
Allowance for possible loan losses	貸倒引当金	6,908	(1,059)	(765)	7,967	7,674
General allowance	一般貸倒引当金	4,001	(149)	778	4,150	3,223
Specific allowance	個別貸倒引当金	2,907	(910)	(1,543)	3,817	4,451
Reserve for compensation for trust principal losses	信託元本補填引当金	103	(12)	(91)	116	195

Consolidated

(¥ million)

	(Japanese)	As of September 30, 2016	Comparison with the previous balance-sheet date		As of March 31, 2016	As of September 30, 2015
			(March 31, 2016)	(September 30, 2015)		
Allowance for possible loan losses	貸倒引当金	9,733	(973)	(1,074)	10,706	10,807
General allowance	一般貸倒引当金	4,906	(161)	635	5,067	4,270
Specific allowance	個別貸倒引当金	4,826	(811)	(1,710)	5,638	6,536
Reserve for compensation for trust principal losses	信託元本補填引当金	103	(12)	(91)	116	195

3. Coverage of risk monitored loans

Non-consolidated

(¥ million, %)

	(Japanese)	As of September 30, 2016	Comparison with the previous balance-sheet date		As of March 31, 2016	As of September 30, 2015
			(March 31, 2016)	(September 30, 2015)		
Risk-monitored loans (A)	リスク管理債権額	22,069	(1,200)	(2)	23,270	22,071
Coverage	保 全 額	18,195	(1,294)	(771)	19,489	18,967
Allowance for possible loan losses (B)	貸倒引当金	4,198	(873)	(574)	5,072	4,772
Collateral and guarantees (C)	担保・保証等	13,997	(420)	(197)	14,417	14,195
Coverage ratio (B+C)/(A)	保 全 率	82.44	(1.31)	(3.49)	83.75	85.93
Allowance for possible loan losses (B/A)	貸倒引当金	19.02	(2.77)	(2.60)	21.79	21.62
Collateral and guarantees (C/A)	担保・保証等	63.42	1.47	(0.89)	61.95	64.31

(Note) Including trust accounts.

Consolidated

(¥ million, %)

	<i>(Japanese)</i>	As of September 30, 2016			As of March 31, 2016	As of September 30, 2015
			Comparison with the previous balance-sheet date (March 31, 2016)	Comparison with the previous interim balance-sheet date (September 30, 2015)		
Risk-monitored loans (A)	リスク管理債権額	22,547	(1,256)	(8)	23,804	22,555
Coverage	保 全 額	18,665	(1,347)	(772)	20,012	19,437
Allowance for possible loan losses (B)	貸 倒 引 当 金	4,344	(912)	(649)	5,257	4,994
Collateral and guarantees (C)	担 保 ・ 保 証 等	14,320	(434)	(122)	14,755	14,443
Coverage ratio (B+C)/(A)	保 全 率	82.78	(1.28)	(3.39)	84.06	86.17
Allowance for possible loan losses (B/A)	貸 倒 引 当 金	19.26	(2.82)	(2.88)	22.08	22.14
Collateral and guarantees (C/A)	担 保 ・ 保 証 等	63.51	1.53	(0.52)	61.98	64.03

(Note) Including trust accounts.

4. Mandatory disclosure of bad debt under the Financial Reconstruction Law

* Partial charge-offs are recorded.

Non-consolidated

(¥ million, %)

	(Japanese)	As of September 30, 2016			As of March 31, 2016	As of September 30, 2015
			Comparison with the previous balance-sheet date (March 31, 2016)	Comparison with the previous interim balance-sheet date (September 30, 2015)		
Bankrupt and quasi-bankrupt assets	破産更生債権及びこれらに準ずる債権	5,686	(1,018)	(577)	6,704	6,263
Doubtful assets	危険債権	8,432	(258)	(2,080)	8,691	10,513
Substandard loans	要管理債権	8,021	70	2,631	7,950	5,389
Total (A)	合計	22,139	(1,206)	(26)	23,346	22,166
Normal assets	正常債権	1,401,353	22,069	68,217	1,379,283	1,333,136
Total credit balance (B)	総与信残高	1,423,493	20,862	68,190	1,402,630	1,355,302
As a percentage of total credit balance (A)/(B)	総与信残高に占める割合	1.55	(0.11)	(0.08)	1.66	1.63
Partial charge-offs	部分直接償却額	5,186	1,032	1,152	4,154	4,034

(Note) Including trust accounts.

Consolidated

(¥ million, %)

	(Japanese)	As of September 30, 2016			As of March 31, 2016	As of September 30, 2015
			Comparison with the previous balance-sheet date (March 31, 2016)	Comparison with the previous interim balance-sheet date (September 30, 2015)		
Bankrupt and quasi-bankrupt assets	破産更生債権及びこれらに準ずる債権	6,147	(1,068)	(572)	7,216	6,719
Doubtful assets	危険債権	8,449	(264)	(2,091)	8,714	10,541
Substandard loans	要管理債権	8,021	70	2,631	7,950	5,389
Total (A)	合計	22,618	(1,263)	(32)	23,881	22,650
Normal assets	正常債権	1,388,631	21,526	68,404	1,367,105	1,320,226
Total credit balance (B)	総与信残高	1,411,249	20,263	68,372	1,390,986	1,342,877
As a percentage of total credit balance (A)/(B)	総与信残高に占める割合	1.60	(0.11)	(0.08)	1.71	1.68
Partial charge-offs	部分直接償却額	6,330	1,234	1,416	5,095	4,914

(Note) Including trust accounts.

5. Coverage of assets subject to mandatory disclosure under the Financial Reconstruction Law

Non-consolidated

(¥ million)

	(Japanese)	As of September 30, 2016			As of March 31, 2016	As of September 30, 2015
			Comparison with the previous balance-sheet date (March 31, 2016)	Comparison with the previous interim balance-sheet date (September 30, 2015)		
Coverage (C)	保全額	18,241	(1,300)	(801)	19,542	19,043
Allowance for loan losses	貸倒引当金	4,239	(878)	(589)	5,117	4,829
Collateral and guaranteed	担保・保証等	14,002	(422)	(211)	14,425	14,214

(Note) Including trust accounts.

	(Japanese)					(%)
Coverage ratio (C)/(A)	保全率	82.39	(1.31)	(3.52)	83.70	85.91

Consolidated

(¥ million)

	(Japanese)	As of September 30, 2016	Comparison with the previous balance-sheet date (March 31, 2016)	Comparison with the previous interim balance-sheet date (September 30, 2015)	As of March 31, 2016	As of September 30, 2015
Coverage (C)	保 全 額	18,710	(1,354)	(802)	20,065	19,513
Allowance for loan losses	貸 倒 引 当 金	4,385	(917)	(665)	5,302	5,051
Collateral and guaranteed	担 保 ・ 保 証 等	14,325	(437)	(136)	14,762	14,462

(Note) Including trust accounts.

	(Japanese)					(%)
Coverage ratio (C)/(A)	保 全 率	82.72	(1.30)	(3.43)	84.02	86.15

6. Allowance ratio and coverage ratio of assets subject to mandatory disclosure under the Financial Reconstruction Law by asset category and borrower category

 Allowance ratios and coverage ratios of assets subject to mandatory disclosure under the Financial Reconstruction Law
(non-consolidated)

(¥ million, %)

	(Japanese)	As of September 30, 2016			
		Bankrupt and quasi-bankrupt assets	Doubtful assets	Substandard loans	Total
Total credit balance (A)	総 与 信 額	5,686	8,432	8,021	22,139
Covered portion (B)	担 保 等 の 保 全 額	4,461	5,495	4,045	14,002
Uncovered portion (C)=(A)-(B)	未 保 全 額	1,224	2,937	3,975	8,137
Allowance for loan losses (D)	引 当 額	1,224	1,752	1,262	4,239
Allowance ratio (D)/(C)	引 当 率	100.00	59.65	31.75	52.09
Coverage ratio [(B)+(D)]/(A)	保 全 率	100.00	85.94	66.17	82.39

(Note) Including trust accounts.

Allowance ratio and coverage ratio of assets by borrower category (non-consolidated)

(¥ million, %)

	(Japanese)	As of September 30, 2016			
		Bankrupt assets	Effectively bankrupt assets	Potentially bankrupt assets	Total
Total credit balance (A)	総 与 信 額	635	5,050	8,432	14,118
Covered portion (B)	担 保 等 の 保 全 額	590	3,871	5,495	9,956
Uncovered portion (C)=(A)-(B)	未 保 全 額	44	1,179	2,937	4,162
Allowance for loan losses (D)	引 当 額	44	1,179	1,752	2,977
Allowance ratio (D)/(C)	引 当 率	100.00	100.00	59.65	71.52
Coverage ratio [(B)+(D)]/(A)	保 全 率	100.00	100.00	85.94	91.60

(Note) Including trust accounts.

Allowance ratios and coverage ratios of assets subject to mandatory disclosure under the Financial Reconstruction Law (**consolidated**)
(¥ million, %)

	(Japanese)	As of September 30, 2016			
		Bankrupt and quasi-bankrupt assets	Doubtful assets	Substandard loans	Total
Total credit balance (A)	総 与 信 額	6,147	8,449	8,021	22,618
Covered portion (B)	担 保 等 の 保 全 額	4,784	5,495	4,045	14,325
Uncovered portion (C)=(A)-(B)	未 保 全 額	1,362	2,954	3,975	8,292
Allowance for loan losses (D)	引 当 額	1,362	1,760	1,262	4,385
Allowance ratio (D)/(C)	引 当 率	100.00	59.58	31.75	52.88
Coverage ratio [(B)+(D)]/(A)	保 全 率	100.00	85.87	66.17	82.72

(Note) Including trust accounts.

Allowance ratio and coverage ratio of assets by borrower category (**consolidated**) (¥ million, %)

	(Japanese)	As of September 30, 2016			
		Bankrupt assets	Effectively bankrupt assets	Potentially bankrupt assets	Total
Total credit balance (A)	総 与 信 額	651	5,495	8,449	14,597
Covered portion (B)	担 保 等 の 保 全 額	601	4,183	5,495	10,280
Uncovered portion (C)=(A)-(B)	未 保 全 額	50	1,312	2,954	4,316
Allowance for loan losses (D)	引 当 額	50	1,312	1,760	3,123
Allowance ratio (D)/(C)	引 当 率	100.00	100.00	59.58	72.34
Coverage ratio [(B)+(D)]/(A)	保 全 率	100.00	100.00	85.87	91.82

(Note) Including trust accounts.

7. Asset self-assessment and classification of assets (non-consolidated)

(¥ million, %)

	(Japanese)	As of September 30, 2016		As of March 31, 2016		As of September 30, 2015	
		Amounts	As a percentage of total credit (%)	Amount	As a percentage of total credit (%)	Amount	As a percentage of total credit (%)
Total credit balance	総 与 信 残 高	1,423,493	100.00	1,402,630	100.00	1,355,302	100.00
Classification I	非 分 類 額	1,301,089	91.40	1,275,597	90.94	1,227,920	90.60
Total classified amount	分 類 額 合 計	122,403	8.59	127,032	9.05	127,381	9.39
Classification II	Ⅱ 分 類	121,356	8.52	126,130	8.99	126,579	9.33
Classification III	Ⅲ 分 類	1,047	0.07	902	0.06	802	0.05
Classification IV	Ⅳ 分 類	-	-	-	-	-	-

(Notes)

- Total credit balance: total balance of securities loaned, loans and bills discounted, foreign exchanges, accrued interest, suspense payments and customers' liabilities for acceptances and guarantees. The provision of specific allowance for loan losses is deducted from figures of each classifications.
- Classification I: Assets not classified under Classifications II, III, or IV assets, with no risks of noncollectivity or impairment of asset value
 Classification II: Assets perceived to have an above-average risk of noncollectivity
 Classification III: Assets for which final collection or asset value is very doubtful and which pose a high risk of incurring loss for which reasonable estimation is difficult
 Classification IV: Assets assessed as uncollectible or worthless

Self-assessment borrower categories 自己査定区分	Standards for write-offs and reserves 償却・引当基準
Bankrupt assets 破綻先債権	Provision of specific allowance for possible loan losses in a full amount of the portion not covered by collateral and guarantees, or direct charge-offs 担保・保証等で保全されていない債権額の100%を個別貸倒引当金として計上するか、又は直接償却する。
Effectively bankrupt assets 実質破綻先債権	
Potentially bankrupt assets 破綻懸念先債権	Provision of specific allowance for possible loan losses in an amount of estimated losses calculated by multiplying the estimated loss rate based on the historical default rate 貸倒実績率に基づく予想損失率を乗じて算定した予想損失額に相当する額を個別貸倒引当金として計上する。
Assets requiring monitoring 要管理先債権	Provision of general allowance for possible loan losses in an amount of estimated losses calculated by multiplying the estimated loss rate for three years based on the historical default rate to the asset balance 対象債権残高に対し、貸倒実績率に基づく今後3年間の予想損失率を乗じて算定した予想損失額を一般貸倒引当金として計上する。
Other assets requiring caution その他要注意先債権	Provision of general allowance for possible loan losses in an amount of estimated losses calculated by multiplying the estimated loss rate for one year based on the historical default rate to the asset balance 対象債権残高に対し、貸倒実績率に基づく今後1年間の予想損失率を乗じて算定した予想損失額を一般貸倒引当金として計上する。
Normal assets 正常先債権	

However, the following standards for write-offs and reserves have been adopted for the DCFs and DDSs.

DCF DCF先	Provision of general allowances for possible loan losses in an amount of asset balance after deduction of discounted present value of future cash flows 対象先の将来キャッシュ・フローの割引現在価値を見積り、当該額を対象債権残高から控除した金額を一般貸倒引当金として計上する。
DDS DDS先	Estimated loan losses on total monetary claims in an amount calculated by using the estimated loss rate without regard to preference or subordination, or in an amount equivalent to acquisition cost or write-off cost estimating that the collectible amount of subordinated loans is zero 当該債務者に対する金銭債権全体について、優先・劣後の関係を考慮せずに予想損失率を用いて計上する。又は、資本的劣後ローンの回収可能見込額をゼロと算定し、取得原価又は償却原価と同額を貸倒見込額として計上する。

8. Asset self-assessment and mandatory disclosure of assets under the Financial Reconstruction Law (non-consolidated)

(¥ million)

Asset self-assessment (by assets category) 自己査定結果 (債務者区分) Scope: Total credits 対象: 総与信					Assets subject to mandatory disclosure under the Financial Reconstruction Law 金融再生法 開示債権 Scope: Total credits 対象: 総与信	Risk-monitored loans リスク 管理債権 Scope: Loans and bills discounted 対象: 貸出金	Allowance 引当金	Coverage ratio (Allowance ratio) 保全率 (引当率)
Assets category (after charge-offs) 債務者区分 (償却後)	Classification 分類							
	I 非分類	II II分類	III III分類	IV IV分類				
Bankrupt assets 破綻先 635	Portion of claims secured by reserves, collateral or guarantees 引当・担保・保証等による保全部分 59 575		Fully reserved 全額引当	Direct charge-offs 償却引当	Bankrupt and quasi-bankrupt assets 破産更生債権及びこれらに準ずる債権 5,686	Bankrupt loans 破綻先債権 634	44	100.00%
Effectively bankrupt assets 実質破綻先 5,050	Portion of claims secured by reserves, collateral or guarantees 引当・担保・保証等による保全部分 2,257 2,793						Coverage ratio: 保全率: 100.00%	
Potentially bankrupt assets 破綻懸念先 8,432	Portion of claims secured by reserves, collateral or guarantees 引当・担保・保証等による保全部分 3,897 3,488		Necessary amount reserved 必要額を引当 1,047		Doubtful assets 危険債権 8,432 Coverage ratio: 保全率: 85.94%	Delinquent loans 延滞債権 13,413	1,752	85.94% (59.65%)
Assets requiring monitoring 要管理先 9,823	Collateral: 担保: 5,396 Non-Covered: 信用: 4,426 1,417 8,406		Provision of reserves in an estimated loss amount for three years based on historical default rates. Fully reserved for loans converted to subordinated debt (DDS). 貸倒実績率に基づく3年間の予想損失額を引当。資本的劣後ローン (DDS) は全額引当。		Substandard loans 要管理債権 8,021 Coverage ratio: 保全率: 66.17%	Past due loans (3 months or more) 3ヶ月以上延滞債権 465	1,437	69.56% (32.46%)
	Other assets requiring caution 要管理先以外の要注意先 129,606	23,514 106,092		Provision of reserves in an estimated loss amount for one year based on historical default rates. 貸倒実績率に基づく1年間の予想損失額を引当。	Restructured loans 貸出条件緩和債権 7,555			
Normal assets 正常先 1,269,943	1,269,943				Subtotal 小計 22,139 Overall coverage 全体の保全率 82.39%	Total 合計 22,069	2,417	
Total 合計 1,423,493	1,301,089	121,356	1,047	-	1,423,493	1,413,093	6,983	82.56% (51.39%)

(Note) Including trust accounts.

9. Loans and bills discounted by industrial segment

(1) Loans made by industrial segment (non-consolidated)

(¥ million)

	(Japanese)	As of September 30, 2016			As of March 31, 2016	As of September 30, 2015
			Comparison with the previous balance-sheet date (March 31, 2016)	Comparison with the previous interim balance-sheet date (September 30, 2015)		
Domestic branches (excl. the special account for international financial transactions)	国内店分(除く特別国際金融取引勘定)	1,413,093	20,762	68,665	1,392,331	1,344,428
Manufacturing	製造業	34,766	(2,213)	(2,952)	36,980	37,719
Agriculture and Forestry	農業, 林業	1,111	28	301	1,083	809
Fishery	漁業	498	(9)	1	507	496
Mining and quarrying of stone and gravel	鉱業, 採石業, 砂利採取業	3,566	(135)	260	3,701	3,306
Construction	建設業	39,066	(4,179)	(1,177)	43,246	40,244
Electricity, gas, heat and water supply	電気・ガス・熱供給・水道業	4,087	(3,170)	(2,993)	7,257	7,081
Telecommunications	情報通信業	10,069	153	321	9,915	9,747
Transport and postal activities	運輸業, 郵便業	13,540	(5,359)	(1,570)	18,900	15,111
Wholesaling and Retailing	卸売業, 小売業	103,127	(1,802)	(3,171)	104,930	106,299
Finance and insurance	金融業, 保険業	28,843	(1,153)	671	29,996	28,171
Real estate, and goods rental and leasing	不動産業, 物品賃貸業	380,973	17,425	38,060	363,548	342,913
Miscellaneous services	各種サービス業	161,796	6,755	14,949	155,040	146,846
Local government bodies	地方公共団体	107,382	5,363	6,339	102,019	101,042
Others	その他	524,262	9,059	19,624	515,203	504,638

(Note) Including trust accounts.

(2) Risk-monitored loans by industrial segment (non-consolidated)

(¥ million)

	(Japanese)	As of September 30, 2016			As of March 31, 2016	As of September 30, 2015
			Comparison with the previous balance-sheet date (March 31, 2016)	Comparison with the previous interim balance-sheet date (September 30, 2015)		
Domestic branches (excl. the special account for international financial transactions)	国内店分(除く特別国際金融取引勘定)	22,069	(1,200)	(2)	23,270	22,071
Manufacturing	製造業	1,534	(657)	(724)	2,191	2,258
Agriculture and Forestry	農業, 林業	41	38	38	2	2
Fishery	漁業	450	(6)	(17)	456	467
Mining and quarrying of stone and gravel	鉱業, 採石業, 砂利採取業	48	(45)	(57)	94	106
Construction	建設業	921	(271)	(454)	1,192	1,375
Electricity, gas, heat and water supply	電気・ガス・熱供給・水道業	-	-	-	-	-
Telecommunications	情報通信業	142	(203)	(378)	346	521
Transport and postal activities	運輸業, 郵便業	357	(172)	(149)	529	506
Wholesaling and Retailing	卸売業, 小売業	3,654	167	364	3,486	3,290
Finance and insurance	金融業, 保険業	3	(2)	(3)	5	7
Real estate, and goods rental and leasing	不動産業, 物品賃貸業	4,992	(259)	1,978	5,251	3,014
Miscellaneous services	各種サービス業	3,979	(110)	(778)	4,090	4,758
Local government bodies	地方公共団体	-	-	-	-	-
Others	その他	5,942	321	180	5,621	5,762

(Note) Including trust accounts.

(3) Loan and bad debt balances – wholesaling & retailing, construction, real estate, finance (excluding banking)

(¥ million)

			Risk-monitored loans (Banking Law)				
			Total loans	Past due loans (3 months or more)	Restructured loans	Delinquent loans	Bankrupt loans
Wholesaling/ retailing	卸売・小売業	September 30, 2015	106,299	12	860	2,396	21
		March 31, 2016	104,930	111	926	2,449	-
		September 30, 2016	103,127	11	902	2,739	1
Construction	建設業	September 30, 2015	40,244	1	22	1,303	48
		March 31, 2016	43,246	-	20	1,050	121
		September 30, 2016	39,066	31	46	817	25
Real estate	不動産業	September 30, 2015	315,208	32	279	2,604	19
		March 31, 2016	338,149	-	2,374	2,849	26
		September 30, 2016	354,909	123	2,323	2,511	33
Finance (excl. banking)	その他金融	September 30, 2015	13,916	-	-	2	-
		March 31, 2016	14,696	-	-	1	-
		September 30, 2016	14,715	-	-	-	-

(Note) Including trust accounts.

(¥ million)

			Mandatory disclosure under the Financial Reconstruction Law			
			Total credit balance	Substandard loans	Doubtful assets	Bankrupt and quasi-bankrupt assets
Wholesaling/ retailing	卸売・小売業	September 30, 2015	109,938	873	1,802	627
		March 31, 2016	108,138	1,037	1,661	788
		September 30, 2016	106,543	913	1,900	840
Construction	建設業	September 30, 2015	41,748	24	943	407
		March 31, 2016	44,869	20	747	425
		September 30, 2016	40,555	78	682	164
Real estate	不動産業	September 30, 2015	316,599	312	1,456	1,244
		March 31, 2016	339,488	2,374	1,710	1,236
		September 30, 2016	356,166	2,447	1,169	1,439
Finance (excl. banking)	その他金融	September 30, 2015	13,923	-	2	-
		March 31, 2016	14,702	-	1	-
		September 30, 2016	14,720	-	-	-

(Note) Including trust accounts.

(4) Consumer loan balance (non-consolidated)

(¥ million)

	(Japanese)	As of September 30, 2016	Comparison with the previous balance-sheet date (March 31, 2016)		As of March 31, 2016	As of September 30, 2015
			Comparison with the previous interim balance-sheet date (September 30, 2015)			
Loans to consumers	生活密着型ローン 残 高	601,243 [601,871]	14,758 [14,680]	30,957 [30,880]	586,485 [587,190]	570,286 [570,990]
Housing loans (incl. mortgage loans)	うち住宅ローン 残 高	534,068 [534,343]	14,133 [14,112]	29,478 [29,430]	519,935 [520,231]	504,589 [504,913]
Other than housing loans	うちその他ローン 残 高	67,175 [67,527]	625 [567]	1,478 [1,449]	66,549 [66,959]	65,696 [66,077]

(Note) Amounts posted under trust accounts are included in the figures recorded on the lower rows.

(5) Loans to SMEs and ratio of loans to SMEs to total loans (non-consolidated)

(¥ million, %)

	(Japanese)	As of September 30, 2016	Comparison with the previous balance-sheet date (March 31, 2016)		As of March 31, 2016	As of September 30, 2015
			Comparison with the previous interim balance-sheet date (September 30, 2015)			
Loans to SMEs	中小企業等貸出残高	1,228,190 [1,230,380]	19,657 [19,410]	70,742 [70,092]	1,208,532 [1,210,969]	1,157,447 [1,160,287]
As a percentage of total loans	中小企業等貸出比率	87.04 [87.06]	0.09 [0.09]	0.77 [0.76]	86.95 [86.97]	86.27 [86.30]

(Note) Amounts posted under trust accounts are included in the figures recorded on the lower rows.

10. Loans guaranteed by credit guarantee associations (non-consolidated)

(¥ million)

	(Japanese)	As of September 30, 2016	As of March 31, 2016	As of September 30, 2015
Loans guaranteed by credit guarantee associations	信用保証協会保証付の 融 資 残 高	52,149	54,274	55,033
Special credit lines	うち特別保証枠分	8	11	12

11. Loan balance to affiliate non-bank financial institutions (non-consolidated)

(¥ million)

As of September 30, 2016	As of March 31, 2016	As of September 30, 2015
14,143	13,686	14,529

12. Deposits and loan balances (non-consolidated)

(¥ million)

		(term-end balance)	As of September 30, 2016	Comparison with the previous balance-sheet date (March 31, 2016)		As of March 31, 2016	As of September 30, 2015
				Comparison with the previous interim balance-sheet date (September 30, 2015)			
Deposits	預 金	(term-end balance)	1,832,313 [1,885,457]	10,739 [5,321]	(25,032) [(33,740)]	1,821,573 [1,880,136]	1,857,346 [1,919,197]
		(average balance)	1,848,254 [1,904,166]	20,637 [14,890]	31,677 [25,162]	1,827,617 [1,889,275]	1,816,577 [1,879,004]
Loans	貸 出 金	(term-end balance)	1,410,903 [1,413,093]	21,008 [20,762]	69,314 [68,665]	1,389,895 [1,392,331]	1,341,588 [1,344,428]
		(average balance)	1,382,913 [1,385,190]	66,030 [65,520]	90,055 [89,369]	1,316,883 [1,319,670]	1,292,858 [1,295,821]

(Note) Amounts posted under trust accounts are included in the figures recorded on the lower rows.

13. Deposit made by individuals and corporations by deposit category (average balance; non-consolidated)

(¥ million)

	(Japanese)	As of September 30, 2016			As of March 31, 2016	As of September 30, 2015	
			Comparison with the previous balance-sheet date (March 31, 2016)	Comparison with the previous interim balance-sheet date (September 30, 2015)			
Individuals	個人預金	1,162,227	5,327	7,922	1,156,899	1,154,304	
	Liquid deposits	流動性預金	638,540	24,093	32,013	614,447	606,527
	Time deposits	定期性預金	523,686	(18,766)	(24,090)	542,452	547,777
Corporations	法人預金	576,228	4,051	13,863	572,177	562,365	
	Liquid deposits	流動性預金	340,164	29,934	33,120	310,230	307,044
	Time deposits	定期性預金	236,063	(25,883)	(19,256)	261,947	255,320

(Notes) 1. Including trust accounts.

2. Deposits from corporations exclude deposits made by local governments and other public bodies and financial institutions.

IV. Performance Forecasts

1. Full-year performance forecasts for the year ending March 31, 2017 (non-consolidated)

(¥ million)

	(Japanese)	Year ending March 31, 2017 forecasts	1H ended September 30, 2016 results	Year ended March 31, 2016 results	
Ordinary income	経 常 収 益	36,000	18,450	37,818	
Ordinary profit	経 常 利 益	8,000	4,527	10,725	
Net income	当 期 (中 間) 純 利 益	5,700	3,307	7,142	
Net business profit	業 務 純 益	8,100	4,200	9,534	
Net business profit (prior to provision of general allowance)	業 務 純 益 (一 般 貸 引 繰 入 前)	8,000	4,200	10,508	
	Excl. gains (losses) on bond transactions	除 く 国 債 等 債 券 関 係 損 益	7,500	3,763	10,177
Bad debt disposal	不 良 債 権 処 理 額	728	158	(48)	

(Note) Including bad debt disposal posted under trust accounts.

Net business profit (non-consolidated)

(¥ million)

	Prior to provision of general allowance		After making provision of general allowance	Net business profit posted under trust account (prior to write-off)		
				信託勘定償却前業務純益		
		Excluding gains (losses) on bond trading		Prior to provision of general allowance		After making provision of general allowance
				Excluding gains (losses) on bond trading		
一般貸引繰入前	除く債券損益	一般貸引繰入後	一般貸引繰入前	除く債券損益	一般貸引繰入後	
1H ended September 30, 2015	5,846	5,493	5,800	5,846	5,493	5,800
Year ended March 31, 2016	10,508	10,177	9,534	10,508	10,177	9,534
1H ended September 30, 2016	4,200	3,763	4,200	4,200	3,763	4,200
Year ending March 31, 2017 forecasts	8,000	7,500	8,100	8,000	7,500	8,100

2. Employees and branches (non-consolidated)

(1) Employees

	(Japanese)	As of September 30, 2016	Comparison with the previous balance-sheet date (March 31, 2016)	Comparison with the previous interim balance-sheet date (September 30, 2015)	As of March 31, 2016	As of September 30, 2015
Regular employees	在 籍 行 員 数	1,146	47	24	1,099	1,122

(2) Branches

	(Japanese)	As of September 30, 2016	Comparison with the previous balance-sheet date (March 31, 2016)	Comparison with the previous interim balance-sheet date (September 30, 2015)	As of March 31, 2016	As of September 30, 2015
Number of branches	店 舗 数	65 (4)	0 (0)	0 (0)	65 (4)	65 (4)

(Note) Branches include sub-branches. Figures in parenthesis are the number of sub-branches.

3. Shareholdings (non-consolidated)

(1) Value of shares held by the Bank

(¥ million)

	Acquisition cost	Fair market value
	取得原価ベース	時価ベース
As of September 30, 2015	17,002	25,103
As of March 31, 2016	18,084	26,090
As of September 30, 2016	17,252	24,575

(2) Impairment accounting

(¥ million)

	Net gains (losses) on equity securities	Impairment loss
	株式等関係損益	うち減損処理額
1H ended September 30, 2015	659	7
Year ended March 31, 2016	676	7
1H ended September 30, 2016	567	18

4. Bad debt (non-consolidated)

(1) Credit cost

(¥ million)

	1) Net provision (reversal) of general allowance	2) Bad debt disposal (bank account)	3) Bad debt disposal (trust account)	Total credit cost 1) + 2) + 3)
	一般貸倒引当金 純繰入額	不良債権処理額 (銀行勘定)	不良債権処理額 (信託勘定)	総与信費用
1H ended September 30, 2015	46	409	0	455
Year ended March 31, 2016	973	(48)	0	925
1H ended September 30, 2016	(149)	158	0	9
Year ending March 31, 2017 forecasts	(105)	728	0	622

(Note) 2) = specific allowance for loan losses + written-off of loans + losses on sale of credit

(2) Bad debt balance

(¥ million)

	Asset self-assessment				
	自己査定				
	Bankrupt assets	Potentially bankrupt assets	Potentially bankrupt assets or below	Assets requiring caution	Total
	1)	2)	1) + 2)	3)	1) + 2) + 3)
	破綻・実質破綻先	破綻懸念先	破綻懸念先以下	要注意先	計
As of September 30, 2015	6,263	10,513	16,777	146,652	163,429
As of March 31, 2016	6,704	8,691	15,396	146,709	162,105
As of September 30, 2016	5,686	8,432	14,118	139,430	153,549

	Under the Financial Reconstruction Law	
	金融再生法基準	
	Substandard loans	Total
	4)	1) + 2) + 4)
	要管理債権	計
As of September 30, 2015	5,389	22,166
As of March 31, 2016	7,950	23,346
As of September 30, 2016	8,021	22,139

(Note) Including trust accounts.

(3) Bad debt final disposal and new occurrence

a. Bad debt balance (under the Financial Reconstruction Law)

(¥ million)

	Bankrupt and quasi-bankrupt assets	Doubtful assets	Total
	破産更生債権	危険債権	合計
As of September 30, 2015	6,263	10,513	16,777
As of March 31, 2016	6,704	8,691	15,396
As of September 30, 2016	5,686	8,432	14,118
New occurrence during 1H FY16	614	2,231	2,846
Removed from balance sheet during 1H FY16	2,402	1,721	4,123
Net increase (decrease) during 1H FY16	(1,018)	(258)	(1,277)

(Note) Including trust accounts.

b. Removal from balance sheet by type of disposal measure

(¥ million)

	(Japanese)	1H FY16 results	FY15 results	1H FY15 results
Liquidation and similar measures	清算型処理	-	-	-
Corporate rehabilitation	再建型処理	-	-	-
Improved performance by corporate rehabilitation	再建型処理に伴う業況改善	-	-	-
Securitization	債権流動化	-	-	-
Sale to RCC	RCC向け売却	-	-	-
Direct charge-offs	直接償却	1,081	682	431
Other	その他	3,042	6,001	2,853
Collection/repayment	回収・返済	1,821	3,751	2,051
Improved performance	業況改善	1,220	2,250	802
Total	合計	4,123	6,684	3,285

(4) Reserves for possible loan losses by borrower category and reserve ratios

				As of September 30, 2016		As of March 31, 2016		As of September 30, 2015	
				%	¥ billion	%	¥ billion	%	¥ billion
Bankrupt and effectively bankrupt assets	実質破綻・破綻先債権	As a percentage of portion not secured by collateral	無担保部分の	100.00 %	¥1.2 billion	100.00 %	¥1.9 billion	100.00 %	¥1.7 billion
Potentially bankrupt assets	破綻懸念先債権	As a percentage of portion not secured by collateral	無担保部分の	59.65 %	¥1.7 billion	64.76 %	¥1.9 billion	75.62 %	¥2.8 billion
Assets requiring monitoring (substandard loans)	要管理先債権	As a percentage of debt amount	債権額の	14.63 %	¥1.4 billion	14.74 %	¥1.4 billion	4.14 %	¥0.2 billion
Assets requiring caution (excl. substandard loans)	その他要注意先債権	As a percentage of debt amount	債権額の	1.86 %	¥2.4 billion	1.87 %	¥2.5 billion	2.00 %	¥2.8 billion
Normal assets	正常先債権	As a percentage of debt amount	債権額の	0.01 %	¥0.1 billion	0.01 %	¥0.1 billion	0.01 %	¥0.1 billion

(Note) The Bank recorded provisions for possible losses on assets requiring caution (excl. substandard loans), assets requiring monitoring (substandard loans) and potentially bankrupt assets in the amount of ¥1.6 billion, ¥0.5 billion and ¥0.0 billion respectively, as of September 30, 2016, with regard to the portion which has been converted to Debt Debt Swap (DDS).

(5) Bad debt ratios under the Financial Reconstruction Law

(%)

	<i>(Japanese)</i>	1H FY14	FY14	1H FY15	FY15	1H FY16	FY16 (forecasts)
Non-consolidated	単体ベース	1.60	1.61	1.63	1.66	1.55	1% to 1.99%
Consolidated	連結ベース	1.66	1.66	1.68	1.71	1.60	1% to 1.99%