

Financial Statements
for the Year Ended March 31, 2017

The Bank of Okinawa, Ltd.

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I. Bank of Okinawa Financial Statements for the Year Ended March 31, 2017

1. Earnings (non-consolidated)

➤ Year-on-year comparison

Ordinary income for the reporting period increased ¥497 million year on year to ¥38,316 million. Despite a decrease in interest on loans, this increase was largely attributable to the increases in interest and dividends on securities and gains on sale of securities.

Business profit on core banking operations decreased ¥2,263 million year on year to ¥7,913 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 ¥2,866 million year on year to ¥7,858 million. This result was mainly due to a decrease in business profit on core banking operations, as well as an increase in credit costs. In addition, net income for the reporting period came to ¥5,360 million, down ¥1,781 million year on year.

Business performance (non-consolidated)

(¥ million)

	(Japanese)	No.	FY15	FY16	
				Amounts	YoY increase (decrease)
Ordinary income	経常収益	1	37,818	38,316	497
Gross business profit	業務粗利益	2	30,900	29,150	(1,749)
Interest income	資金利益	3	27,855	27,196	(659)
Fees and commissions	役務取引等利益	4	2,686	2,264	(422)
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	358	(309)	(668)
Gains (losses) on bond trading	うち国債等債券関係損益	7	331	(72)	(403)
Expenses (excluding non-recurrent items)	経費(除く臨時処理分)	8	20,392	21,310	917
Personnel expenses	うち人件費	9	9,387	9,428	41
Non-personnel expenses	うち物件費	10	9,454	10,484	1,030
Business profit on core banking operations (A)	コア業務純益	11	10,177	7,913	(2,263)
Provision of general allowance for possible loan losses	一般貸倒引当金繰入額	12	973	124	(848)
Net business profit (B)	業務純益	13	9,534	7,715	(1,818)
Non-recurrent items	臨時損益	14	1,190	142	(1,047)
Recoveries of written-off claims	うち償却債権取立益	15	289	137	(151)
Net gains (losses) on equity securities	うち株式等関係損益	16	676	1,133	457
Bad debt disposal (non-recurrent items)	うち不良債権処理額	17	(48)	968	1,016
Ordinary profit	経常利益	18	10,725	7,858	(2,866)
Extraordinary gains (losses)	特別損益	19	75	(128)	(204)
Income before income taxes	税引前当期純利益	20	10,801	7,730	(3,070)
Total income taxes and other taxes	法人税等合計	21	3,658	2,369	(1,288)
Net income	当期純利益	22	7,142	5,360	(1,781)

(Note) The total amount for bad debt disposal

No. (17+5) FY16 ¥968 million

FY15 ¥(48) 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

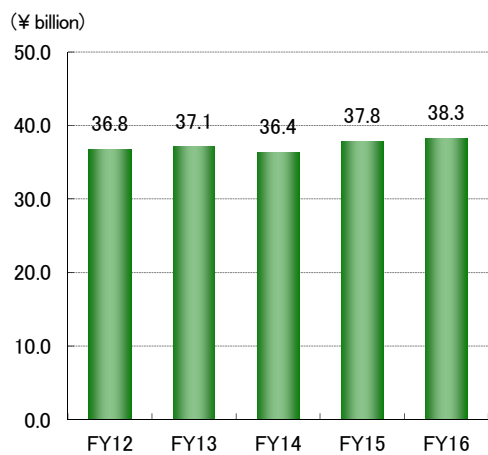
From the first half ended September 30, 2016, amortization of actuarial gains or losses included in retirement benefit plan costs is reclassified from personnel expenses to non-recurrent expenses to be aggregated. In line with this, the same adjustments are made for the year ended March 31, 2016.

《Amortization of actuarial gains or losses》

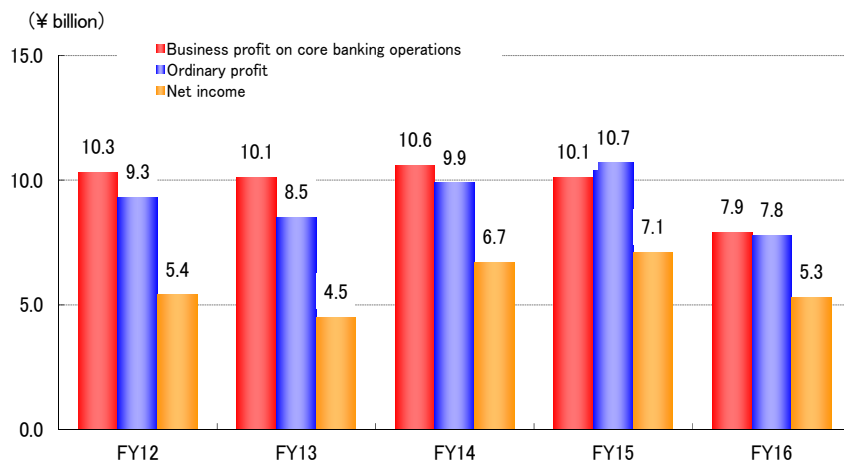
FY16: ¥419 million

FY15: ¥223 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 ¥1,467.2 billion as of the end of the reporting period, up ¥74.9 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, as well as a steady increase in business loans on the back of successful efforts to build more robust customer relationships under our “Strong Relations Plan.”

Term-end balance

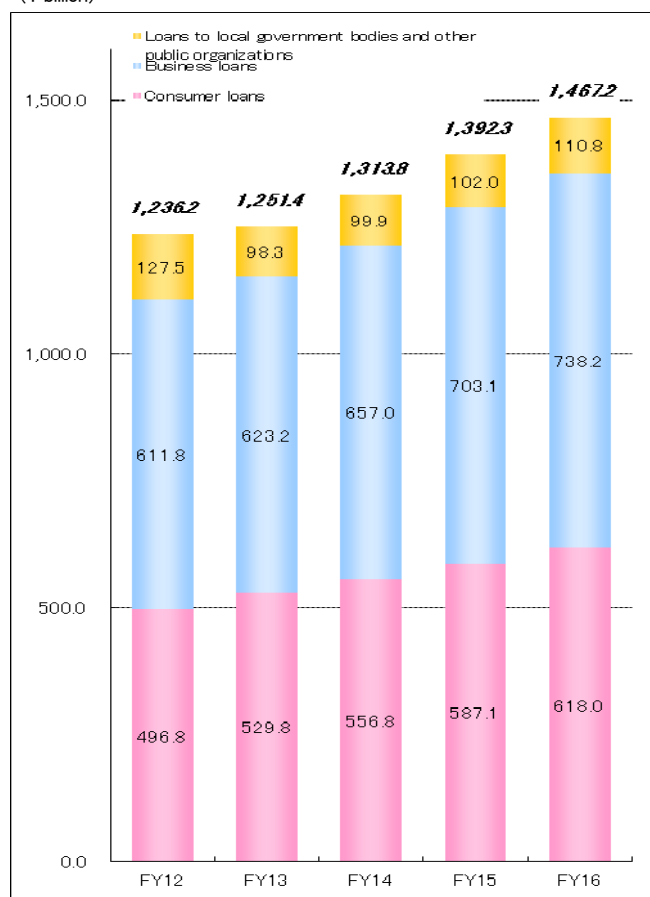
(¥ billion, %)

	(Japanese)	FY15	FY16		
			Amounts	YoY increase (decrease)	%
Loans and bills discounted (term-end balance)	貸出金 (期末残高)	1,392.3	1,467.2	74.9	5.37
Business loans	事業性貸出	703.1	738.2	35.1	4.99
Consumer loans	生活密着型ローン	587.1	618.0	30.8	5.25
Mortgage loans	住宅ローン	520.2	548.6	28.3	5.45
Loans to local government bodies and other public organizations	国・地公体向け貸出	102.0	110.8	8.8	8.70
Loans and bills discounted (average balance)	貸出金 (平均残高)	1,319.6	1,398.5	78.9	5.97

(Note) Including trust accounts.

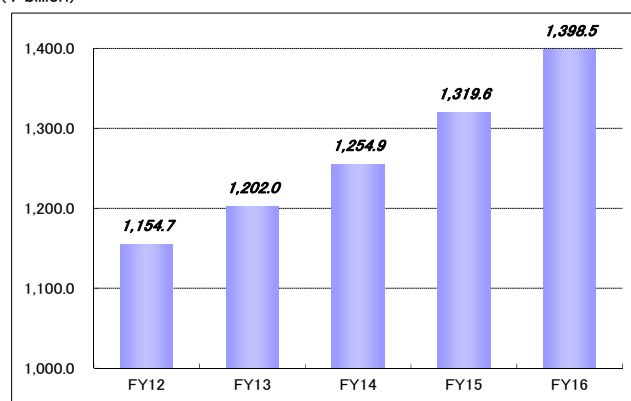
Loans and bills discounted (term-end balance)

(¥ billion)

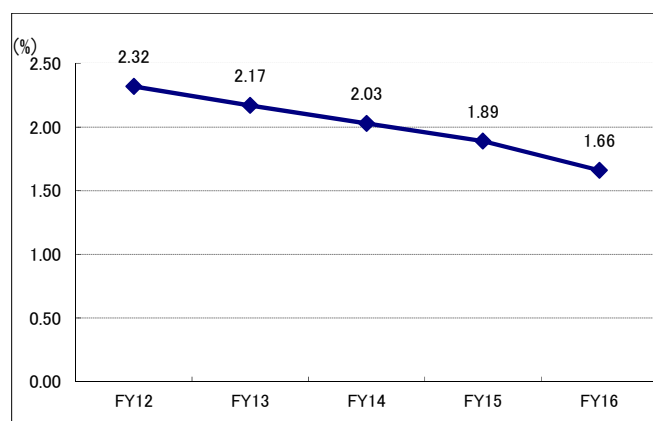


Loans and bills discounted (average balance)

(¥ billion)



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 increased ¥17.7 billion year on year to ¥1,897.8 billion. This result mainly reflected the steady increase in deposits by individuals, primarily due to enhanced efforts including capturing retirement payments and direct payroll deposits, and strengthened marketing to client employees, as well as the increase in deposits by corporations, mainly liquid deposits, on the back of successful efforts to build more robust customer relationships under our “Strong Relations Plan,” although deposits by financial institutions decreased due to a lowered deposit yield affected by the negative interest policy enforced by the Bank of Japan.

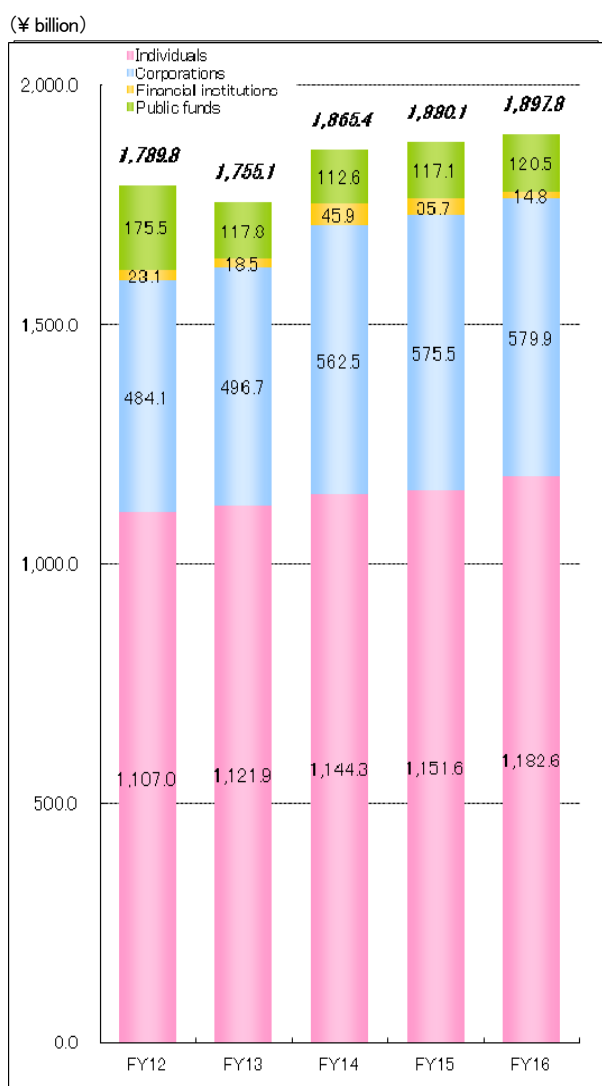
Term-end balance

(¥ billion, %)

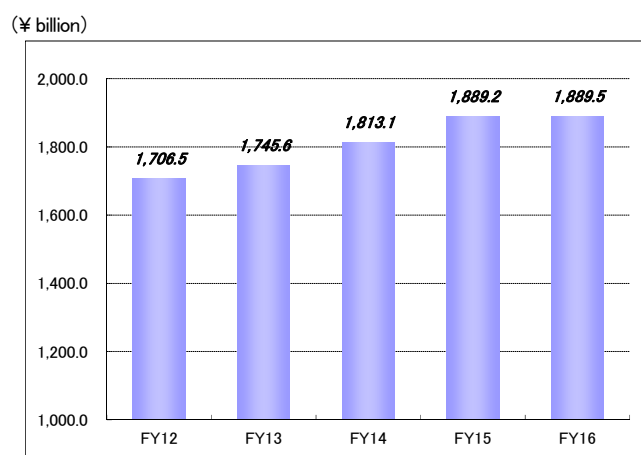
	(Japanese)	FY15	FY16		
			Amounts	YoY increase (decrease)	%
Deposits (term-end balance)	預金 (期 末 残 高)	1,880.1	1,897.8	17.7	0.94
Individuals	個 人	1,151.6	1,182.6	30.9	2.68
Corporations	法 人	575.5	579.9	4.3	0.75
Financial institutions	金 融	35.7	14.8	(20.9)	(58.50)
Public funds	公 金	117.1	120.5	3.4	2.92
Deposits (average balance)	預金 (平 均 残 高)	1,889.2	1,889.5	0.2	0.01

(Note) Including trust accounts.

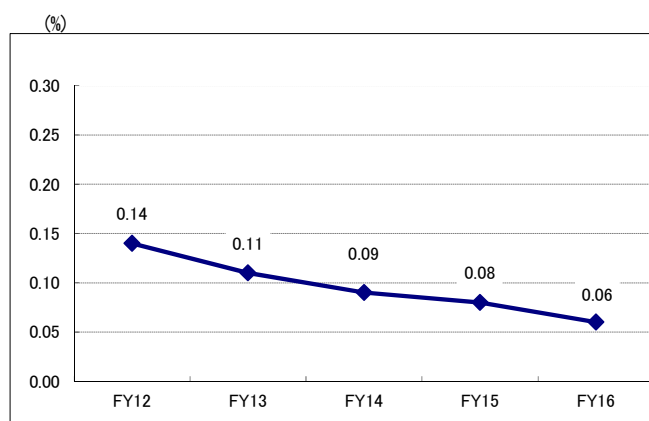
Deposits (term-end balance)



Deposits (average balance)



Yield on deposits



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

(3) Securities

➤ Year-on-year comparison

The balance of securities stood at ¥521.4 billion, a year-on-year decrease of ¥77.9 billion. This was primarily due to efficient fund management and efforts made towards stable earnings with attention to financial market trends, mainly in domestic bonds and investment trusts.

The total unrealized gain on securities decreased ¥8.2 billion year on year to ¥16.7 billion.

Term-end balance

(¥ billion, %)

	(Japanese)	FY15	FY16		
			Amounts	YoY increase (decrease)	%
Securities	有 価 証 券	599.4	521.4	(77.9)	(13.00)
Bonds	債 券	467.6	374.9	(92.7)	(19.82)
Stocks	株 式	26.0	27.9	1.8	7.17
Others	そ の 他	105.7	118.5	12.8	12.17

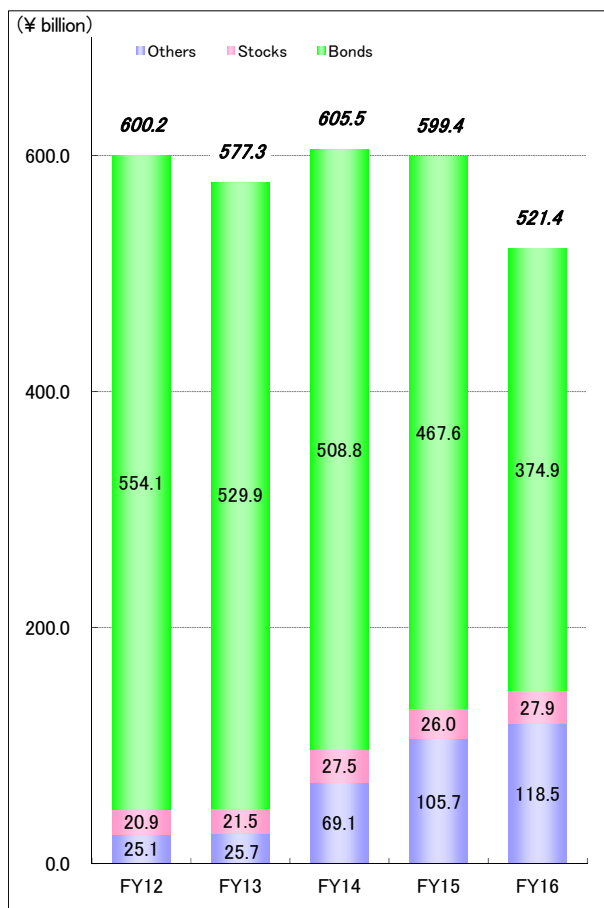
Unrealized gains and losses

(¥ billion, %)

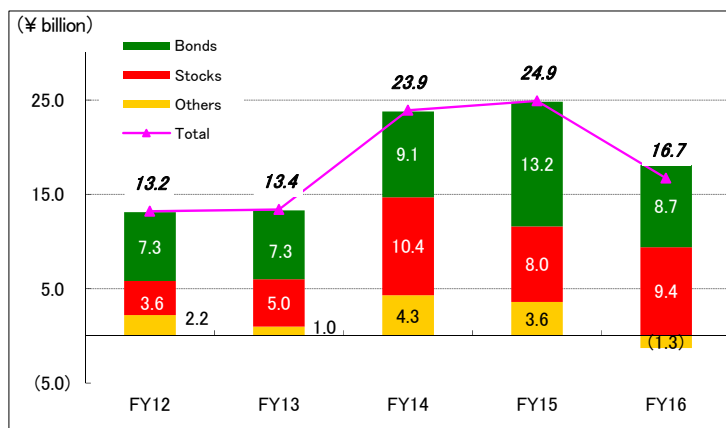
	(Japanese)	FY15	FY16		
			Amounts	YoY increase (decrease)	%
Securities	有 価 証 券	24.9	16.7	(8.2)	(32.90)
Bonds	債 券	13.2	8.7	(4.5)	(34.20)
Stocks	株 式	8.0	9.4	1.4	17.73
Others	そ の 他	3.6	(1.3)	(5.0)	(137.81)

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

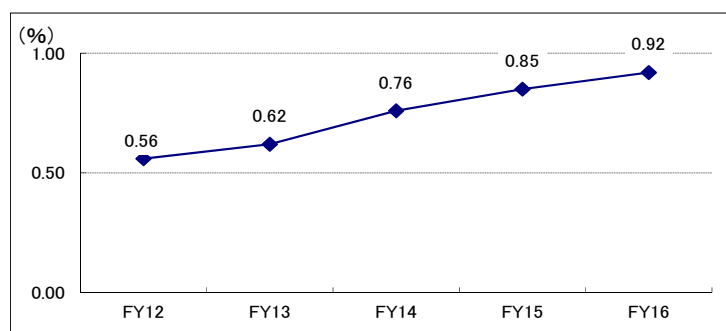
Balance of securities



Trends in unrealized gains (losses)



Trends in yields on securities



(4) Assets in custody

➤ Year-on-year comparison

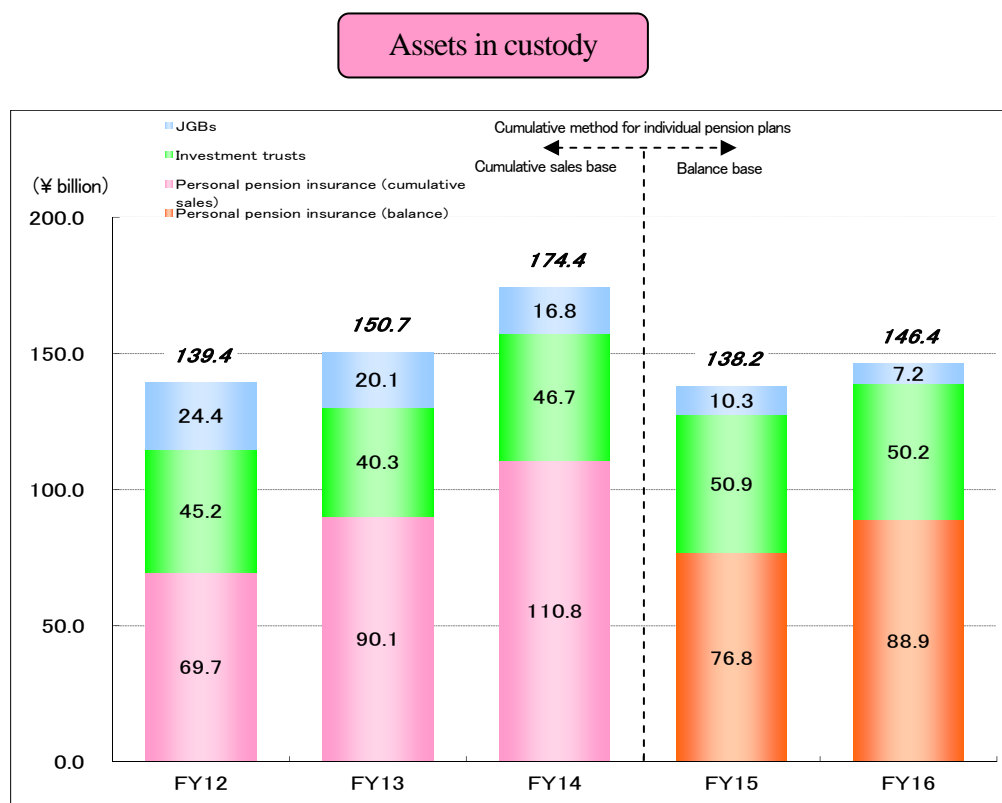
The balance of total assets in custody stood at ¥146.4 billion as of the end of the reporting period, up ¥8.2 billion year on year. Although assets in custody for JGBs and investment trusts decreased due to sluggish sales as well as increases in redemptions and cancellations, this increase was largely attributable to strong sales of personal pension insurance, etc.

Term-end balance

	(Japanese)	FY15	FY16	
			Amounts	YoY increase (decrease)
Assets in custody	預かり資産	138.2	146.4	8.2
JGBs	国債	10.3	7.2	(3.1)
Investment trusts	投資信託	50.9	50.2	(0.7)
Personal pension insurance	個人年金保険等	76.8	88.9	12.1

《Assets in custody》

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



* Figures for FY14 and before refer to cumulative sales, while those for FY15 and after refer to year-end balance.

3. Expenses (non-consolidated)

➤ Year-on-year comparison

Personnel expenses increased ¥41 million year on year to ¥9,428 million owing partly to increases in employee salaries and temporary employment costs.

Non-personnel expenses increased ¥1,030 million year on year to ¥10,484 million mainly due to increases in depreciation and amortization expenses and business consignment expenses.

Taxes decreased ¥153 million year on year to ¥1,396 million, mainly as a reaction to the consumption tax increase due to capital investment in the previous fiscal year despite an increase in factor-based enterprise tax.

Breakdown of expenses

(¥ million, %)

	(Japanese)	FY15	FY16	
			Amounts	YoY increase (decrease)
Expenses	経 費	20,392	21,310	917
Personnel expenses	人 件 費	9,387	9,428	41
Non-personnel expenses	物 件 費	9,454	10,484	1,030
Taxes	税 金	1,550	1,396	(153)
Gross business profit on core banking operations	コア業務粗利益	30,569	29,223	(1,346)
Core OHR	コアOHR	66.7	72.9	6.2

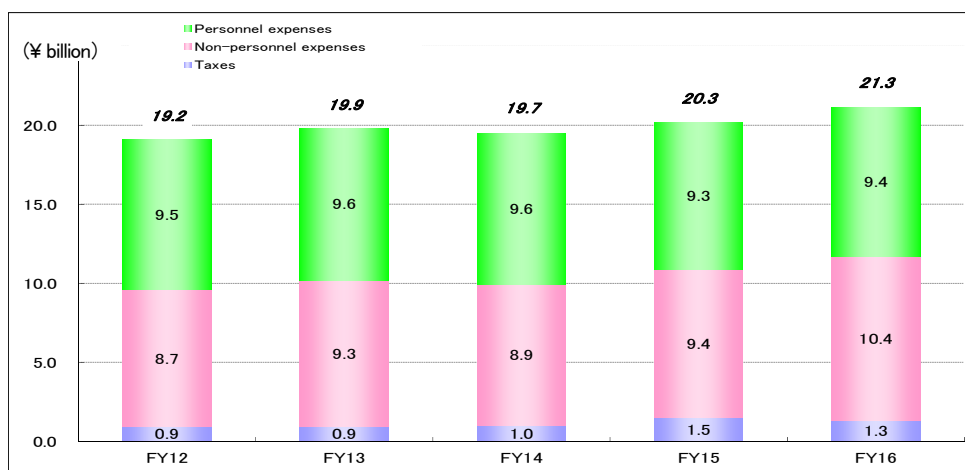
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《Amortization of actuarial gains or losses》

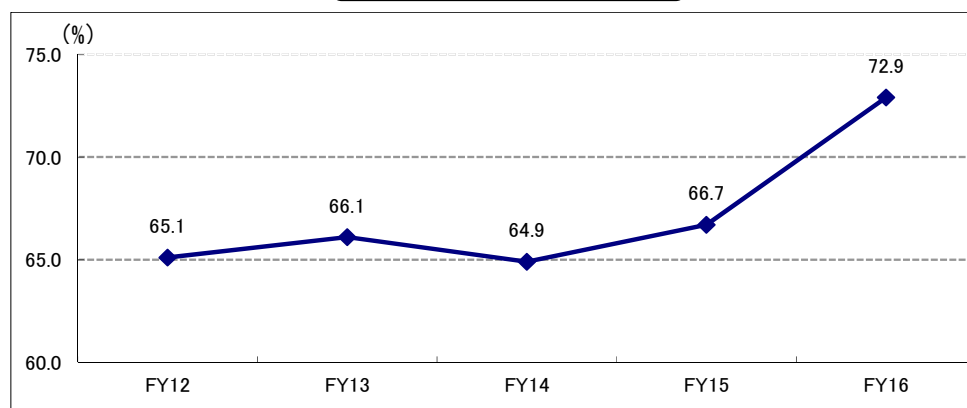
FY16: ¥419 million

FY15: ¥223 million

Expenses



Core OHR



4. Asset soundness (non-consolidated)

(1) Credit cost

➤ Year-on-year comparison

Provision of general allowance for possible loan losses decreased ¥848 million year on year to ¥124 million. This decrease was mainly due to a decrease in the historical rate of assets requiring caution/monitoring owing to the expansion of the economy in Okinawa Prefecture and the decreased number of corporate bankruptcy.

Bad debt disposal increased ¥1,016 million year on year to ¥968 million as provision of specific allowance for loan losses increased ¥937 million year on year to ¥749 million due to ranked-down debts in major customers.

In overall terms, credit cost increased ¥167 million year on year to ¥1,093 million.

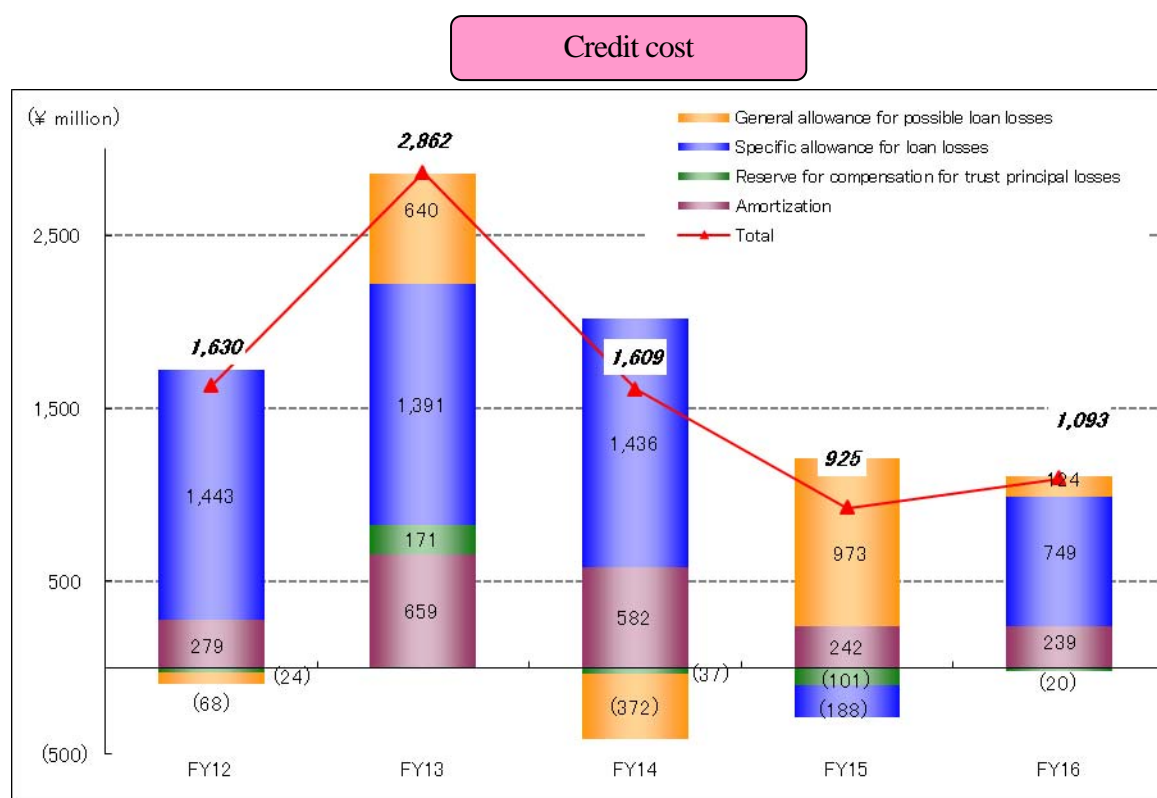
Credit cost

(¥ million)

	(Japanese)	FY15	FY16	
			Amounts	YoY increase (decrease)
Credit cost	与 信 費 用	925	1,093	167
Provision of general allowance for possible loan losses	一 般 貸 倒 引 当 金 繰 入 額	973	124	(848)
Bad debt disposal	不 良 債 権 処 理 額	(48)	968	1,016
Provision of specific allowance for loan losses	個 別 貸 倒 引 当 金 繰 入 額	(188)	749	937
Provision of reserve for compensation for trust principal losses	信 託 元 本 補 填 引 当 金 繰 入 額	(101)	(20)	81
Written-off of loans	貸 出 金 償 却	242	239	(3)

(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

➤ 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 decreased year on year ¥0.6 billion. The ratio of loans subject to mandatory disclosure also decreased 0.13 percentage points to 1.53%.

The above-mentioned balance decreased year on year and the above-mentioned ratio remains at a low level, which poses no problem with the soundness of bank assets.

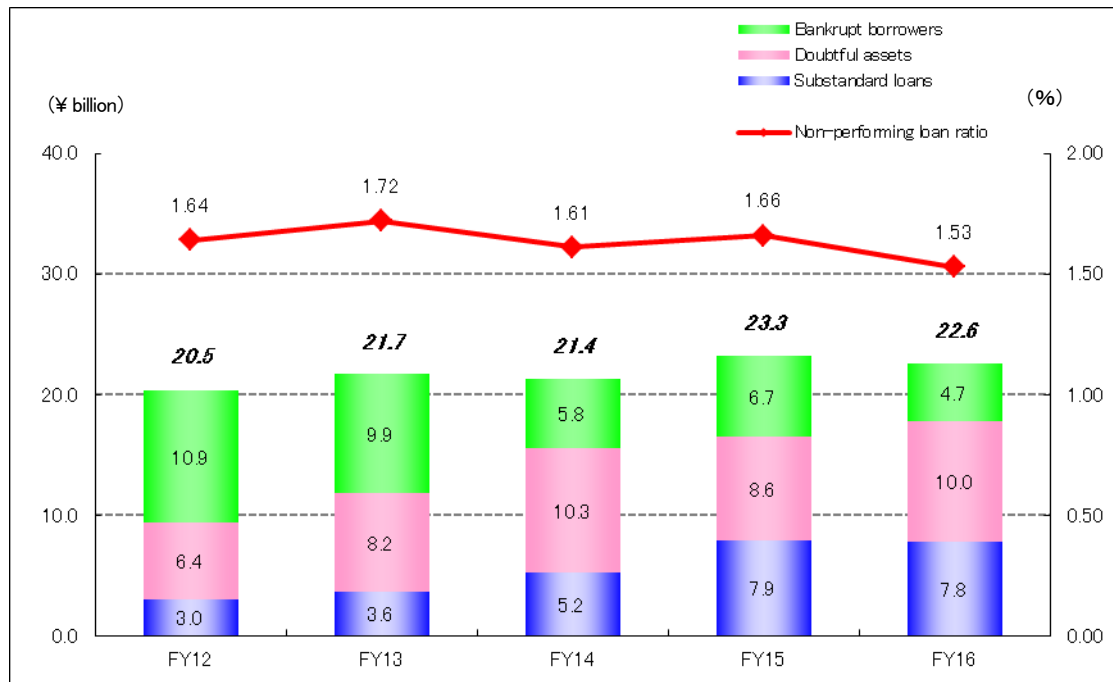
(Mandatory disclosure of bad debt under the Financial Reconstruction Law)

(¥ billion, %)

	(Japanese)	FY15	FY16		(Reference)
			Amounts	YoY increase (decrease)	Prior to partial charge-offs
Mandatory disclosure of bad debt (a)	開 示 債 権	23.3	22.6	(0.6)	25.4
Bankrupt borrowers	破 産 更 生 等 債 権	6.7	4.7	(1.9)	7.4
Doubtful assets	危 険 債 権	8.6	10.0	1.3	10.0
Substandard loans	要 管 理 債 権	7.9	7.8	0	7.8
Normal assets	正 常 債 権	1,379.2	1,455.1	75.8	1,455.1
Total credit balance (b)	総 与 信 額	1,402.6	1,477.7	75.1	1,480.5
Non-performing loan ratio (a/b)	開 示 債 権 比 率	1.66	1.53	(0.13)	1.71

(Note) Including trust accounts.

Mandatory disclosure of bad debt (non-consolidated)



5. Capital ratio (domestic standards)

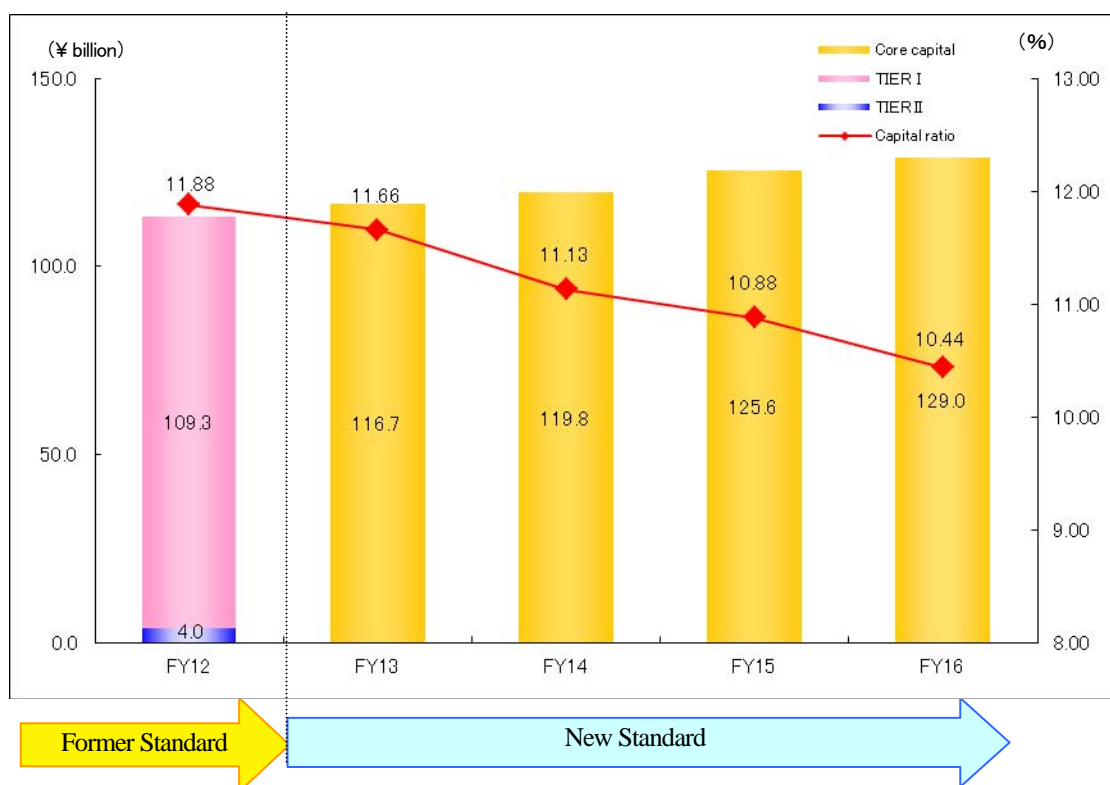
➤ Year-on-year comparison, non-consolidated

The capital ratio was 10.44%, a year-on-year decline of 0.44 percentage points, due to an increase in risk-weighted assets led by an increased amount of loans, although (core) regulatory capital increased due to an increase in retained earnings.

(¥ billion, %)

		Non-consolidated			Consolidated		
		FY15	FY16		FY15	FY16	
			Amounts	YoY increase (decrease)		Amounts	YoY increase (decrease)
(Core) regulatory capital (a)	自己（コア）資本額	125.6	129.0	3.4	136.8	140.2	3.4
Basic elements	基礎項目	126.0	129.8	3.7	137.3	141.0	3.7
Adjustments	調整項目（△）	0.4	0.7	0.3	0.4	0.8	0.3
Risk-weighted assets (b)	リスクアセット	1,154.5	1,236.4	81.9	1,178.8	1,261.4	82.5
Capital ratio (a/b)	自己資本比率	10.88	10.44	(0.44)	11.60	11.11	(0.49)

Capital ratio (non-consolidated)



6. Performance forecasts

Non-consolidated performance forecasts

➤ Ordinary income

Ordinary income is forecast to decrease ¥3.1 billion year on year to ¥35.2 billion due chiefly to decreases in gain on sales of securities such as bond trading and interests and dividends on securities, despite increases in interest on loans as well as fees and commissions.

➤ Net business profit

Net business profit is forecast to decrease ¥0.3 billion year on year to ¥7.4 billion. This decrease is largely attributable to a decrease in interest income 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 ¥0.3 billion year on year to ¥7.5 billion chiefly due to a decrease in net business profit, despite an expected decrease in bad debt disposal.

➤ Net income

Net income is forecast to be ¥5.3 billion, which is almost the same as the previous year.

Non-consolidated

(¥ billion)

	(Japanese)	FY17 first-half forecasts	FY17 full-term forecasts	
				YoY increase (decrease)
Ordinary income	經常収益	17.8	35.2	(3.1)
Business profit on core banking operations	コア業務純益	3.3	7.2	(0.7)
Net business profit	業務純益	3.7	7.4	(0.3)
Ordinary profit	經常利益	3.8	7.5	(0.3)
Net income	当期(中間)純利益	2.7	5.3	(0.0)
Bad debt disposal*	不良債権処理額	0.3	0.6	(0.2)

Consolidated

(¥ billion)

	(Japanese)	FY17 first-half forecasts	FY17 full-term forecasts	
				YoY increase (decrease)
Ordinary income	經常収益	25.1	49.8	(1.4)
Ordinary profit	經常利益	4.4	8.8	(0.2)
Net income	当期(中間)純利益	2.9	5.8	(0.0)

*Bad debt disposal amounts include under trust accounts.

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

FY17 first-half forecasts		FY17 full-term forecasts	
Non-consolidated	Consolidated	Non-consolidated	Consolidated
1% to 1.99%	1% to 1.99%	1% to 1.99%	1% to 1.99%

Capital ratio

FY17 first-half forecasts		FY17 full-term forecasts	
Non-consolidated	Consolidated	Non-consolidated	Consolidated
10% to 10.99%	10% to 10.99%	10% to 10.99%	10% to 10.99%

*Forecasts for fiscal 2017 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 Year Ended March 31, 2017

1. Business performance

Non-consolidated

(¥ million)

	(Japanese)	FY16	YoY increase (decrease)	
			FY16	FY15
Gross business profit	業 務 粗 利 益	29,150	(1,749)	30,900
Net interest income	資 金 利 益	27,196	(659)	27,855
Net fees and commissions	役 務 取 引 等 利 益	2,264	(422)	2,686
Trust fees	う ち 信 託 報 酬	331	(73)	405
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	(309)	(668)	358
Expenses (excluding non-recurrent items)	経 費 (除 く 臨 時 処 理 分)	21,310	917	20,392
Personnel expenses	人 件 費	9,428	41	9,387
Non-personnel expenses	物 件 費	10,484	1,030	9,454
Taxes	税 金	1,396	(153)	1,550
Net business profit (prior to provision of general allowance for possible loan losses)	業 務 純 益 (一 般 貸 引 繰 入 前)	7,840	(2,667)	10,508
Excluding gains (losses) on bond trading	除 く 国 債 等 債 券 関 係 損 益 (5 勘 定 戻)	7,913	(2,263)	10,177
Provision of general allowance for possible loan losses (2)	一 般 貸 倒 引 当 金 繰 入 額	124	(848)	973
Net business profit	業 務 純 益	7,715	(1,818)	9,534
Gains (losses) on bond trading	う ち 国 債 等 債 券 関 係 損 益 (5 勘 定 戻)	(72)	(403)	331
Non-recurrent items	臨 時 損 益	142	(1,047)	1,190
Recoveries of written-off claims	う ち 償 却 債 権 取 立 益	137	(151)	289
Net gains (losses) on equity trading	う ち 株 式 等 関 係 損 益 (3 勘 定 戻)	1,133	457	676
Losses on bad debt disposal (3)	う ち 不 良 債 権 処 理 損 失	988	934	53
Provision of specific allowance for loan losses	個 別 貸 倒 引 当 金 繰 入 額	749	937	(188)
Written-off of loans	貸 出 金 償 却	239	(3)	242
Reversal of reserve for compensation for trust principal losses (4)	う ち 信 託 元 本 補 填 引 当 金 戻 入 額	20	(81)	101
Ordinary profit	経 常 利 益	7,858	(2,866)	10,725
Extraordinary gains (losses)	特 別 損 益	(128)	(204)	75
Compensation income	う ち 受 取 賠 償 金	-	(2,166)	2,166
Losses on disposal of noncurrent assets	う ち 固 定 資 産 処 分 損 益	(128)	1,942	(2,071)
Income before income taxes	税 引 前 当 期 純 利 益	7,730	(3,070)	10,801
Income taxes-current	法 人 税、住 民 税 及 び 事 業 税	1,659	(1,947)	3,606
Income taxes-deferred	法 人 税 等 調 整 額	710	658	52
Total income taxes	法 人 税 等 合 計	2,369	(1,288)	3,658
Net income	当 期 純 利 益	5,360	(1,781)	7,142
Bad debt disposal ((1) + (3) - (4))	不 良 債 権 処 理 額	968	1,016	(48)
Credit cost ((1) + (2) + (3) - (4))	与 信 費 用	1,093	167	925

(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 year ended March 31, 2016.

Consolidated

(¥ million)

	(Japanese)	FY16	YoY increase (decrease)	FY15
Gross business profit	連結業務粗利益	32,095	(1,828)	33,923
Interest income	資金利益	27,958	(657)	28,616
Trust fees	信託報酬	331	(73)	405
Fees and commissions	役務取引等利益	2,436	(330)	2,766
Other business profit	その他業務利益	1,369	(766)	2,136
Operating expenses	営業経費	22,984	1,254	21,730
Loan-loss provisions	貸倒償却引当費用	1,654	129	1,525
Provision of general allowance for possible loan losses	一般貸倒引当金繰入額	145	(743)	888
Provision of specific allowance for loan losses	個別貸倒引当金繰入額	716	817	(101)
Written-off of loans	貸出金償却	793	54	738
Net gains (losses) on equity securities	株式等関係損益	1,099	423	676
Other	その他	470	(363)	834
Ordinary profit	経常利益	9,026	(3,152)	12,178
Extraordinary gains (losses)	特別損益	(128)	(211)	83
Compensation income	うち受取賠償金	-	(2,166)	2,166
Losses on disposal of noncurrent assets	うち固定資産処分損益	(128)	1,935	(2,063)
Income before income taxes	税金等調整前当期純利益	8,898	(3,363)	12,261
Income taxes-current	法人税、住民税及び事業税	2,094	(1,802)	3,896
Income taxes-deferred	法人税等調整額	680	440	239
Total income taxes	法人税等合計	2,774	(1,361)	4,136
Net income	当期純利益	6,123	(2,002)	8,125
Net income attributable to non-controlling interests	非支配株主に帰属する当期純利益	299	(78)	377
Net income attributable to owners of the parent	親会社株主に帰属する当期純利益	5,824	(1,923)	7,747

(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	9,424	(2,141)	11,565
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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 year ended March 31, 2016.

(Consolidated)

(Number of companies)

Number of consolidated subsidiaries	連結子会社数	8	1	7
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2. Net business profit (non-consolidated)

(¥ million)

	(Japanese)	FY16	YoY increase (decrease)	FY15
Net business profit (prior to provision of general allowance for possible loan losses)	業 務 純 益 (一般貸引繰入前)	7,840	(2,667)	10,508
Per staff (¥ thousand)	職員一人当たり (千円)	7,006	(2,633)	9,640
Net business profit	業 務 純 益	7,715	(1,818)	9,534
Per staff (¥ thousand)	職員一人当たり (千円)	6,895	(1,852)	8,747

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

3. Interest margins (non-consolidated)

(%)

	(Japanese)	FY16	YoY increase (decrease)	FY15
Yield on fund operation (A)	資 金 運 用 利 回	1.41	(0.11)	1.52
Yield on loans	貸 出 金 利 回	1.66	(0.23)	1.89
Yield on securities	有 価 証 券 利 回	0.92	0.07	0.85
Fund procurement cost (B)	資 金 調 達 原 価	1.16	(0.02)	1.18
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)	(0.01)	0.00
Gross interest margin (A)-(B)	総 資 金 利 鞘	0.25	(0.09)	0.34

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

(2) Domestic

(%)

	(Japanese)	FY16	YoY increase (decrease)	FY15
Yield on fund operation (A)	資 金 運 用 利 回	1.38	(0.12)	1.50
Yield on loans	貸 出 金 利 回	1.66	(0.23)	1.89
Yield on securities	有 価 証 券 利 回	0.81	0.05	0.76
Fund procurement cost (B)	資 金 調 達 原 価	1.12	(0.02)	1.14
Yield on deposits	預 金 等 利 回	0.05	(0.03)	0.08
Yield on external debt*	外 部 負 債 利 回	(0.01)	(0.01)	0.00
Gross interest margin (A)-(B)	総 資 金 利 鞘	0.26	(0.10)	0.36

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

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

(¥ million)

	(Japanese)	FY16	YoY increase	FY15
			(decrease)	
Gains (losses) on securities	有価証券関係損益	1,061	53	1,007
Gains (losses) on bond trading	国債等債券関係損益 (5勘定尻)	(72)	(403)	331
Gains on sale of bonds	売却益	2,096	1,631	464
Gains on redemption of bonds	償還益	-	-	-
Losses on sale of bonds	売却損	2,168	2,035	133
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)	1,133	457	676
Gains on sale of equity shares	売却益	1,350	368	982
Losses on sale of equity shares	売却損	125	(173)	298
Write-off	償却	91	83	7

5. Capital ratio (domestic standards)

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

(¥ million, %)

	(Japanese)	As of March	Comparison	Comparison	As of March	As of
		31, 2017	with the	with the		
			previous	previous		2016
			balance-sheet	interim		
			date (March	balance-sheet		
			31, 2016)	date		
				(September		
				30, 2016)		
(1) Capital ratio	自己資本比率	10.44	(0.44)	(0.37)	10.88	10.81
(2) Basic elements of core capital	コア資本に係る 基礎項目	129,832	3,791	1,425	126,041	128,407
45% of the difference between the revalued land and the book value	うち土地の再評 価差額の45%	775	(167)	(167)	943	943
General allowance for possible loan losses	うち一般貸倒 引当金	4,275	124	273	4,150	4,001
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	739	312	259	426	479
(4) Capital ratio (2)-(3)	自己資本	129,093	3,478	1,166	125,614	127,927
(5) Risk-weighted assets	リスクアセット	1,236,422	81,917	53,621	1,154,505	1,182,800

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

(¥ million, %)

	(Japanese)	As of March 31, 2017	Comparison		As of March 31, 2016	As of September 30, 2016
			with the previous balance-sheet date (March 31, 2016)	with the previous interim balance-sheet date (September 30, 2016)		
(1) Capital ratio	自己資本比率	11.11	(0.49)	(0.46)	11.60	11.57
(2) Basic elements of core capital	コア資本に係る基礎項目	141,073	3,732	1,013	137,340	140,060
45% of the difference between the revalued land and the book value	うち土地の再評価差額の45%	775	(167)	(167)	943	943
General allowance for possible loan losses	うち一般貸倒引当金	5,213	145	306	5,067	4,906
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	819	325	278	494	541
(4) Capital ratio (2)-(3)	自己資本	140,253	3,407	734	136,846	139,518
(5) Risk-weighted assets	リスクアセット	1,261,475	82,586	56,567	1,178,888	1,204,908

6. ROE (non-consolidated)

(%)

	(Japanese)	FY16	Comparison		FY15
			YoY increase (decrease)		
Net business profit basis	業務純益ベース	5.55	(1.41)		6.96
Business profit on core banking operations basis	コア業務純益ベース	5.69	(1.74)		7.43
Net income basis	当期純利益ベース	3.86	(1.35)		5.21

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

- * 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)	FY16	Comparison		FY15
			YoY increase (decrease)		
Net business profit basis	業務純益ベース	6.24	(1.76)		8.00
Business profit on core banking operations basis	コア業務純益ベース	6.40	(2.14)		8.54
Net income basis	当期純利益ベース	4.33	(1.66)		5.99

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

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 March 31, 2017	Comparison with the previous balance-sheet date (March 31, 2016)	Comparison with the previous interim balance-sheet date (September 30, 2016)	As of March 31, 2016	As of September 30, 2016	
Risk-monitored assets	リスク管理債権	Loans to bankrupt borrowers	破綻先債権額	683	(205)	48	888	634
		Delinquent loans	延滞債権額	14,049	(380)	635	14,430	13,413
		Past due loans (3 months or more)	3ヶ月以上延滞債権額	420	(53)	(45)	473	465
		Restructured loans	貸出条件緩和債権額	7,467	(9)	(88)	7,477	7,555
		Total	合計	22,620	(649)	550	23,270	22,069

(Note) Including trust accounts.

(¥ million)

Loans (term-end balance)	貸出金残高 (未残)	1,467,232	74,901	54,139	1,392,331	1,413,093
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(Note) Including trust accounts.

(%)

As a percentage of total loans	貸出金残高比			As of March 31, 2017	Comparison with the previous balance-sheet date (March 31, 2016)	Comparison with the previous interim balance-sheet date (September 30, 2016)	As of March 31, 2016	As of September 30, 2016
		Loans to bankrupt borrowers	破綻先債権	0.04	(0.02)	0.00	0.06	0.04
		Delinquent loans	延滞債権	0.95	(0.08)	0.01	1.03	0.94
		Past due loans (3 months or more)	3ヶ月以上延滞債権	0.02	(0.01)	(0.01)	0.03	0.03
		Restructured loans	貸出条件緩和債権	0.50	(0.03)	(0.03)	0.53	0.53
		Total	合計	1.54	(0.13)	(0.02)	1.67	1.56

(Note) Including trust accounts.

Consolidated

(¥ million)

		(Japanese)	As of March 31, 2017	Comparison with the previous balance-sheet date (March 31, 2016)	Comparison with the previous interim balance-sheet date (September 30, 2016)	As of March 31, 2016	As of September 30, 2016	
Risk-monitored assets	リスク管理債権	Loans to bankrupt borrowers	破綻先債権額	686	(232)	34	918	651
		Delinquent loans	延滞債権額	14,573	(362)	697	14,935	13,875
		Past due loans (3 months or more)	3ヶ月以上延滞債権額	420	(53)	(45)	473	465
		Restructured loans	貸出条件緩和債権額	7,467	(9)	(88)	7,477	7,555
		Total	合計	23,146	(658)	598	23,804	22,547

(Note) Including trust accounts.

(¥ million)

Loans (term-end balance)	貸出金残高 (末 残)	1,455,461	74,785	54,620	1,380,675	1,400,840
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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)	0.00	0.06	0.04
		Delinquent loans	延滞債権	1.00	(0.08)	0.01	1.08	0.99
		Past due loans (3 months or more)	3ヶ月以上延滞債権	0.02	(0.01)	(0.01)	0.03	0.03
		Restructured loans	貸出条件緩和債権	0.51	(0.03)	(0.02)	0.54	0.53
		Total	合計	1.59	(0.13)	(0.01)	1.72	1.60

(Note) Including trust accounts.

2. Allowance for loan losses

Non-consolidated

(¥ million)

	(Japanese)	As of March 31, 2017	Comparison		As of March 31, 2016	As of September 30, 2016
			with the previous balance-sheet date (March 31, 2016)	with the previous interim balance-sheet date (September 30, 2016)		
Allowance for possible loan losses	貸倒引当金	7,507	(460)	599	7,967	6,908
General allowance	一般貸倒引当金	4,275	124	273	4,150	4,001
Specific allowance	個別貸倒引当金	3,232	(584)	325	3,817	2,907
Reserve for compensation for trust principal losses	信託元本補填引当金	96	(20)	(7)	116	103

Consolidated

(¥ million)

	(Japanese)	As of March 31, 2017	Comparison		As of March 31, 2016	As of September 30, 2016
			with the previous balance-sheet date (March 31, 2016)	with the previous interim balance-sheet date (September 30, 2016)		
Allowance for possible loan losses	貸倒引当金	10,250	(455)	517	10,706	9,733
General allowance	一般貸倒引当金	5,213	145	306	5,067	4,906
Specific allowance	個別貸倒引当金	5,037	(601)	210	5,638	4,826
Reserve for compensation for trust principal losses	信託元本補填引当金	96	(20)	(7)	116	103

3. Coverage of risk monitored loans

Non-consolidated

(¥ million, %)

	(Japanese)	As of March 31, 2017	Comparison		As of March 31, 2016	As of September 30, 2016
			with the previous balance-sheet date (March 31, 2016)	with the previous interim balance-sheet date (September 30, 2016)		
Risk-monitored loans (A)	リスク管理債権額	22,620	(649)	550	23,270	22,069
Coverage	保全額	18,808	(681)	612	19,489	18,195
Allowance for possible loan losses (B)	貸倒引当金	4,705	(366)	507	5,072	4,198
Collateral and guarantees (C)	担保・保証等	14,102	(315)	104	14,417	13,997
Coverage ratio (B+C)/(A)	保全率	83.14	(0.61)	0.70	83.75	82.44
Allowance for possible loan losses (B/A)	貸倒引当金	20.80	(0.99)	1.78	21.79	19.02
Collateral and guarantees (C/A)	担保・保証等	62.34	0.39	(1.08)	61.95	63.42

(Note) Including trust accounts.

Consolidated

(¥ million, %)

	<i>(Japanese)</i>	As of March 31, 2017			As of March 31, 2016	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, 2016)		
Risk-monitored loans (A)	リスク管理債権 額	23,146	(658)	598	23,804	22,547
Coverage	保 全 額	19,324	(688)	658	20,012	18,665
Allowance for possible loan losses (B)	貸 倒 引 当 金	4,841	(416)	496	5,257	4,344
Collateral and guarantees (C)	担 保 ・ 保 証 等	14,483	(272)	162	14,755	14,320
Coverage ratio (B+C)/(A)	保 全 率	83.48	(0.58)	0.70	84.06	82.78
Allowance for possible loan losses (B/A)	貸 倒 引 当 金	20.91	(1.17)	1.65	22.08	19.26
Collateral and guarantees (C/A)	担 保 ・ 保 証 等	62.57	0.59	(0.94)	61.98	63.51

(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 March 31, 2017			As of March 31, 2016	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, 2016)		
Bankrupt and quasi-bankrupt assets	破産更生債権及びこれらに準ずる債権	4,738	(1,966)	(948)	6,704	5,686
Doubtful assets	危険債権	10,054	1,363	1,622	8,691	8,432
Substandard loans	要管理債権	7,887	(63)	(133)	7,950	8,021
Total (A)	合計	22,680	(666)	540	23,346	22,139
Normal assets	正常債権	1,455,109	75,825	53,755	1,379,283	1,401,353
Total credit balance (B)	総与信残高	1,477,789	75,158	54,296	1,402,630	1,423,493
As a percentage of total credit balance (A)/(B)	総与信残高に占める割合	1.53	(0.13)	(0.02)	1.66	1.55
Partial charge-offs	部分直接償却額	2,755	(1,398)	(2,430)	4,154	5,186

(Note) Including trust accounts.

Consolidated

(¥ million, %)

	(Japanese)	As of March 31, 2017			As of March 31, 2016	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, 2016)		
Bankrupt and quasi-bankrupt assets	破産更生債権及びこれらに準ずる債権	5,245	(1,970)	(901)	7,216	6,147
Doubtful assets	危険債権	10,073	1,359	1,623	8,714	8,449
Substandard loans	要管理債権	7,887	(63)	(133)	7,950	8,021
Total (A)	合計	23,206	(675)	588	23,881	22,618
Normal assets	正常債権	1,442,825	75,720	54,193	1,367,105	1,388,631
Total credit balance (B)	総与信残高	1,466,031	75,045	54,781	1,390,986	1,411,249
As a percentage of total credit balance (A)/(B)	総与信残高に占める割合	1.58	(0.13)	(0.02)	1.71	1.60
Partial charge-offs	部分直接償却額	6,990	1,894	659	5,095	6,330

(Note) Including trust accounts.

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

Non-consolidated

(¥ million)

	(Japanese)	As of March 31, 2017			As of March 31, 2016	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, 2016)		
Coverage (C)	保全額	18,846	(696)	604	19,542	18,241
Allowance for loan losses	貸倒引当金	4,740	(377)	500	5,117	4,239
Collateral and guaranteed	担保・保証等	14,105	(319)	103	14,425	14,002

(Note) Including trust accounts.

							(%)
Coverage ratio (C)/(A)	保全率	83.09	(0.61)	0.70	83.70	82.39	

Consolidated

(¥ million)

	(Japanese)	As of March 31, 2017	Comparison with the previous balance-sheet date (March 31, 2016)	Comparison with the previous interim balance-sheet date (September 30, 2016)	As of March 31, 2016	As of September 30, 2016
Coverage (C)	保 全 額	19,362	(702)	651	20,065	18,710
Allowance for loan losses	貸 倒 引 当 金	4,876	(426)	490	5,302	4,385
Collateral and guaranteed	担 保 ・ 保 証 等	14,486	(276)	160	14,762	14,325

(Note) Including trust accounts.

							(%)
Coverage ratio (C)/(A)	保 全 率	83.43	(0.59)	0.71	84.02	82.72	

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 March 31, 2017			
		Bankrupt and quasi-bankrupt assets	Doubtful assets	Substandard loans	Total
Total credit balance (A)	総 与 信 額	4,738	10,054	7,887	22,680
Covered portion (B)	担 保 等 の 保 全 額	3,874	5,902	4,329	14,105
Uncovered portion (C)=(A)-(B)	未 保 全 額	863	4,152	3,558	8,574
Allowance for loan losses (D)	引 当 額	863	2,431	1,445	4,740
Allowance ratio (D)/(C)	引 当 率	100.00	58.54	40.62	55.28
Coverage ratio [(B)+(D)]/(A)	保 全 率	100.00	82.87	73.21	83.09

(Note) Including trust accounts.

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

(¥ million, %)

	(Japanese)	As of March 31, 2017			
		Bankrupt assets	Effectively bankrupt assets	Potentially bankrupt assets	Total
Total credit balance (A)	総 与 信 額	683	4,054	10,054	14,793
Covered portion (B)	担 保 等 の 保 全 額	657	3,216	5,902	9,776
Uncovered portion (C)=(A)-(B)	未 保 全 額	25	838	4,152	5,016
Allowance for loan losses (D)	引 当 額	25	838	2,431	3,294
Allowance ratio (D)/(C)	引 当 率	100.00	100.00	58.54	65.68
Coverage ratio [(B)+(D)]/(A)	保 全 率	100.00	100.00	82.87	88.36

(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 March 31, 2017			
		Bankrupt and quasi-bankrupt assets	Doubtful assets	Substandard loans	Total
Total credit balance (A)	総 与 信 額	5,245	10,073	7,887	23,206
Covered portion (B)	担 保 等 の 保 全 額	4,254	5,902	4,329	14,486
Uncovered portion (C)=(A)-(B)	未 保 全 額	990	4,171	3,558	8,720
Allowance for loan losses (D)	引 当 額	990	2,440	1,445	4,876
Allowance ratio (D)/(C)	引 当 率	100.00	58.49	40.62	55.91
Coverage ratio [(B)+(D)]/(A)	保 全 率	100.00	82.81	73.21	83.43

(Note) Including trust accounts.

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

(¥ million, %)

	(Japanese)	As of March 31, 2017			
		Bankrupt assets	Effectively bankrupt assets	Potentially bankrupt assets	Total
Total credit balance (A)	総 与 信 額	686	4,559	10,073	15,318
Covered portion (B)	担 保 等 の 保 全 額	657	3,596	5,902	10,156
Uncovered portion (C)=(A)-(B)	未 保 全 額	28	962	4,171	5,162
Allowance for loan losses (D)	引 当 額	28	962	2,440	3,430
Allowance ratio (D)/(C)	引 当 率	100.00	100.00	58.49	66.45
Coverage ratio [(B)+(D)]/(A)	保 全 率	100.00	100.00	82.81	88.69

(Note) Including trust accounts.

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

(¥ million, %)

	(Japanese)	As of March 31, 2017		As of March 31, 2016	
		Amount	As a percentage of total credit (%)	Amount	As a percentage of total credit (%)
Total credit balance	総 与 信 残 高	1,477,789	100.00	1,402,630	100.00
Classification I	非 分 類 額	1,354,522	91.65	1,275,597	90.94
Total classified amount	分 類 額 合 計	123,266	8.34	127,032	9.05
Classification II	II 分 類	121,682	8.23	126,130	8.99
Classification III	III 分 類	1,584	0.10	902	0.06
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	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。
Potentially bankrupt assets 破綻懸念先債権	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。
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 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。
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.

<p>DCF DCF先</p>	<p>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。</p>
<p>DDS DDS先</p>	<p>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。</p>

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 683	Portion of claims secured by reserves, collateral or guarantees 引当・担保・保証等による保全部分 39 643		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 4,738	Bankrupt loans 破綻先債権 683	25	100.00%
Effectively bankrupt assets 実質破綻先 4,054	Portion of claims secured by reserves, collateral or guarantees 引当・担保・保証等による保全部分 1,725 2,329				Coverage ratio: 保全率: 100.00%	Delinquent loans 延滞債権 14,049	838	100.00%
Potentially bankrupt assets 破綻懸念先 10,054	Portion of claims secured by reserves, collateral or guarantees 引当・担保・保証等による保全部分 4,432 4,038		Necessary amount reserved 必要額を引当 1,584		Doubtful assets 危険債権 10,054 Coverage ratio: 保全率: 82.87%	2,431	82.87% (58.54)	
Assets requiring monitoring 要管理先 9,756	Collateral: 担保: 5,749 Non-Covered: 信用: 4,006 1,447		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 7,887 Coverage ratio: 保全率: 73.21%	Past due loans (3 months or more) 3ヶ月以上延滞債権 420	1,656	75.91% (41.34)	
	Other assets requiring caution 要管理先以外の要注意先 129,343	22,981 106,362			Restructured loans 貸出条件緩和債権 7,467			
Normal assets 正常先 1,323,896	1,323,896		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。	Subtotal 小計 22,680 Overall coverage 全体の保全率 83.09%	Total 合計 22,620	2,221		
Total 合計 1,477,789	1,354,522	121,682	1,584	-	Normal assets 正常債権 1,455,109	401		
					Total 合計 1,477,789	1,467,232	7,574	83.41% (54.87)

(Note) Including trust accounts.

9. Loans and bills discounted by industrial segment (non-consolidated)

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

(¥ million)

	(Japanese)	As of March 31, 2017			As of March 31, 2016	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, 2016)		
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)	1,467,232	74,901	54,139	1,392,331	1,413,093
Manufacturing	製造業	35,287	(1,693)	520	36,980	34,766
Agriculture and forestry	農業, 林業	1,311	228	199	1,083	1,111
Fishery	漁業	488	(19)	(9)	507	498
Mining and quarrying of stone and gravel	鉱業, 採石業, 砂利採取業	3,463	(238)	(103)	3,701	3,566
Construction	建設業	45,826	2,580	6,760	43,246	39,066
Electricity, gas, heat and water supply	電気・ガス・熱供給・ 水道業	4,857	(2,400)	769	7,257	4,087
Telecommunications	情報通信業	9,886	(28)	(182)	9,915	10,069
Transport and postal activities	運輸業, 郵便業	17,929	(971)	4,388	18,900	13,540
Wholesaling and retailing	卸売業, 小売業	102,355	(2,574)	(772)	104,930	103,127
Finance and insurance	金融業, 保険業	27,923	(2,073)	(919)	29,996	28,843
Real estate, and goods rental and leasing	不動産業, 物品賃貸業	402,856	39,308	21,883	363,548	380,973
Miscellaneous services	各種サービス業	169,691	14,650	7,894	155,040	161,796
Local government bodies	地方公共団体	110,897	8,878	3,515	102,019	107,382
Others	その他	534,458	19,254	10,195	515,203	524,262

(Note) Including trust accounts.

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

(¥ million)

	(Japanese)	As of March 31, 2017			As of March 31, 2016	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, 2016)		
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)	22,620	(649)	550	23,270	22,069
Manufacturing	製造業	1,411	(780)	(123)	2,191	1,534
Agriculture and forestry	農業, 林業	41	38	0	2	41
Fishery	漁業	444	(12)	(6)	456	450
Mining and quarrying of stone and gravel	鉱業, 採石業, 砂利採取業	42	(51)	(6)	94	48
Construction	建設業	699	(492)	(221)	1,192	921
Electricity, gas, heat and water supply	電気・ガス・熱供給・ 水道業	23	23	23	-	-
Telecommunications	情報通信業	213	(132)	71	346	142
Transport and postal activities	運輸業, 郵便業	338	(190)	(18)	529	357
Wholesaling and retailing	卸売業, 小売業	2,851	(635)	(802)	3,486	3,654
Finance and insurance	金融業, 保険業	-	(5)	(3)	5	3
Real estate, and goods rental and leasing	不動産業, 物品賃貸業	4,674	(576)	(317)	5,251	4,992
Miscellaneous services	各種サービス業	6,263	2,173	2,283	4,090	3,979
Local government bodies	地方公共団体	-	-	-	-	-
Others	その他	5,615	(6)	(327)	5,621	5,942

(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	March 31, 2016	104,930	111	926	2,449	-
		September 30, 2016	103,127	11	902	2,739	1
		March 31, 2017	102,355	-	870	1,979	1
Construction	建設業	March 31, 2016	43,246	-	20	1,050	121
		September 30, 2016	39,066	31	46	817	25
		March 31, 2017	45,826	-	34	658	6
Real estate	不動産業	March 31, 2016	338,149	-	2,374	2,849	26
		September 30, 2016	354,909	123	2,323	2,511	33
		March 31, 2017	376,418	5	2,394	2,233	32
Finance (excl. banking)	その他金融	March 31, 2016	14,696	-	-	1	-
		September 30, 2016	14,715	-	-	-	-
		March 31, 2017	15,608	-	-	-	-

(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	March 31, 2016	108,138	1,037	1,661	788
		September 30, 2016	106,543	913	1,900	840
		March 31, 2017	105,736	870	1,376	606
Construction	建設業	March 31, 2016	44,869	20	747	425
		September 30, 2016	40,555	78	682	164
		March 31, 2017	47,739	34	525	143
Real estate	不動産業	March 31, 2016	339,488	2,374	1,710	1,236
		September 30, 2016	356,166	2,447	1,169	1,439
		March 31, 2017	377,600	2,399	1,199	1,118
Finance (excl. banking)	その他金融	March 31, 2016	14,702	-	1	-
		September 30, 2016	14,720	-	-	-
		March 31, 2017	15,616	-	-	-

(Note) Including trust accounts.

(4) Consumer loan balance (non-consolidated)

(¥ million)

	(Japanese)	As of March 31, 2017	Comparison with the previous balance-sheet date		As of March 31, 2016	As of September 30, 2016
			(March 31, 2016)	Comparison with the interim balance-sheet date (September 30, 2016)		
Loans to consumers	生活密着型ローン 残 高	617,491 [618,075]	31,006 [30,884]	16,247 [16,204]	586,485 [587,190]	601,243 [601,871]
	Housing loans (incl. mortgage loans)	548,366 [548,622]	28,431 [28,391]	14,297 [14,278]	519,935 [520,231]	534,068 [534,343]
	Other than housing loans	69,124 [69,453]	2,574 [2,493]	1,949 [1,925]	66,549 [66,959]	67,175 [67,527]

(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 March 31, 2017	Comparison with the previous balance-sheet date		As of March 31, 2016	As of September 30, 2016
			(March 31, 2016)	Comparison with the previous interim balance-sheet date (September 30, 2016)		
Loans to SMEs	中小企業等貸出残高	1,276,151 [1,278,155]	67,618 [67,185]	47,960 [47,775]	1,208,532 [1,210,969]	1,228,190 [1,230,380]
As a percentage of total loans	中小企業等貸出比率	87.09 [87.11]	0.14 [0.14]	0.05 [0.05]	86.95 [86.97]	87.04 [87.06]

(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 March 31, 2017	As of March 31, 2016	As of September 30, 2016
Loans guaranteed by credit guarantee associations	信用保証協会保証付の融 資 残 高	51,974	54,274	52,149
	Special credit lines	6	11	8

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

(¥ million)

As of March 31, 2017	As of March 31, 2016	As of September 30, 2016
14,582	13,686	14,143

12. Deposits and loan balances (non-consolidated)

(¥ million)

		As of March 31, 2017	Comparison with the previous balance-sheet date		As of March 31, 2016	As of September 30, 2016	
			(March 31, 2016)	Comparison with the previous interim balance-sheet date (September 30, 2016)			
Deposits	預 金	(term-end balance)	1,853,801 [1,897,891]	32,227 [17,755]	21,487 [12,433]	1,821,573 [1,880,136]	1,832,313 [1,885,457]
		(average balance)	1,836,628 [1,889,516]	9,010 [240]	(11,626) [(14,650)]	1,827,617 [1,889,275]	1,848,254 [1,904,166]
Loans	貸 出 金	(term-end balance)	1,465,228 [1,467,232]	75,333 [74,901]	54,325 [54,139]	1,389,895 [1,392,331]	1,410,903 [1,413,093]
		(average balance)	1,396,392 [1,398,579]	79,508 [78,908]	13,478 [13,388]	1,316,883 [1,319,670]	1,382,913 [1,385,190]

(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)

	<i>(Japanese)</i>	As of March 31, 2017	Comparison with the previous balance-sheet date (March 31, 2016)		As of March 31, 2016	As of September 30, 2016	
				Comparison with the previous interim balance-sheet date (September 30, 2016)			
Individuals	個人預金	1,170,121	13,222	7,894	1,156,899	1,162,227	
	Liquid deposits	流動性預金	653,697	39,250	15,156	614,447	638,540
	Time deposits	定期性預金	516,424	(26,027)	(7,261)	542,452	523,686
Corporations	法人預金	567,941	(4,236)	(8,287)	572,177	576,228	
	Liquid deposits	流動性預金	343,070	32,840	2,906	310,230	340,164
	Time deposits	定期性預金	224,870	(37,076)	(11,193)	261,947	236,063

(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, 2018 (non-consolidated)

(¥ million)

	(Japanese)	Year ending March 31, 2018 forecasts	Year ended March 31, 2017 results
Ordinary income	経 常 収 益	35,200	38,316
Ordinary profit	経 常 利 益	7,500	7,858
Net income	当 期 純 利 益	5,300	5,360
Net business profit	業 務 純 益	7,400	7,715
Net business profit (prior to provision of general allowance)	業務純益 (一般貸引繰入前)	7,500	7,840
Excl. gains (losses) on bond transactions	除く国債等債券関係損益	7,200	7,913
Bad debt disposal	不 良 債 権 処 理 額	600	968

(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)		
	Excluding gains (losses) on bond trading	After making provision of general allowance		信託勘定償却前業務純益		After making provision of general allowance
				Prior to 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
Year ended March 31, 2016	10,508	10,177	9,534	10,508	10,177	9,534
Year ended March 31, 2017	7,840	7,913	7,715	7,840	7,913	7,715
IH ended September 30, 2016	4,200	3,763	4,200	4,200	3,763	4,200
Year ending March 31, 2018 forecasts	7,500	7,200	7,400	7,500	7,200	7,400
IH ending September 30, 2017 forecasts	3,600	3,300	3,700	3,600	3,300	3,700

2. Employees and branches (non-consolidated)

(1) Employees

	(Japanese)	As of March 31, 2017	Comparison with the previous balance-sheet data (March 31, 2016)	Comparison with the previous interim balance-sheet data (September 30, 2016)	As of March 31, 2016	As of September 31, 2016
Regular employees	在 籍 行 員 数	1,124	25	(22)	1,099	1,146

(2) Branches

	(Japanese)	As of March 31, 2017	Comparison with the previous balance-sheet data (March 31, 2016)	Comparison with the previous interim balance-sheet data (September 30, 2016)	As of March 31, 2016	As of September 31, 2016
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 March 31, 2016	18,084	26,090
As of September 30, 2016	17,252	24,575
As of March 31, 2017	18,536	27,962

(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
Year ended March 31, 2016	676	7
Year ended March 31, 2017	1,133	91

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
Year ended March 31, 2016	973	(48)	-	925
Year ended March 31, 2017	124	968	-	1,093
1H ended September 30, 2016	(149)	158	-	9

(Note) 2) Bad debt disposal (bank account) = 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 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
As of March 31, 2017	4,738	10,054	14,793	139,100	153,893

	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 March 31, 2016	7,950	23,346
As of September 30, 2016	8,021	22,139
As of March 31, 2017	7,887	22,680

(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, etc.	Doubtful assets	Total
	破産更生等債権	危険債権	合計
As of March 31, 2016	6,704	8,691	15,396
As of September 30, 2016	5,686	8,432	14,118
As of March 31, 2017	4,738	10,054	14,793
New occurrence during FY16	884	5,310	6,194
Removed from balance sheet during FY16	3,392	3,405	6,797
Net increase (decrease) during FY16	(1,966)	1,363	(602)
New occurrence during 2H FY16	441	3,836	4,278
Removed from balance sheet during 2H FY16	1,666	1,938	3,604
Net increase (decrease) during 2H FY16	(948)	1,622	674

(Note) Including trust accounts.

b. Removal from balance sheet by type of disposal measure

(¥ million)

	(Japanese)	FY16 results	1H FY16 results	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	1,573	1,081	682
Other	その他	5,224	3,042	6,001
Collection/repayment	回収・返済	3,591	1,821	3,751
Improved performance	業況改善	1,632	1,220	2,250
Total	合計	6,797	4,123	6,684

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

				As of March 31, 2017		As of September 30, 2016		As of March 31, 2016	
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 %	¥0.8 billion	100.00 %	¥1.2 billion	100.00 %	¥1.9 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	58.54 %	¥2.4 billion	59.65 %	¥1.7 billion	64.76 %	¥1.9 billion
Assets requiring monitoring (substandard loans)	要管理先債権	As a percentage of debt amount	債権額の	16.98 %	¥1.6 billion	14.63 %	¥1.4 billion	14.74 %	¥1.4 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	1.71 %	¥2.2 billion	1.86 %	¥2.4 billion	1.87 %	¥2.5 billion
Normal assets	正常先債権	As a percentage of debt amount	債権額の	0.03 %	¥0.4 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 ¥1.5 billion, ¥0.6 billion and ¥0.0 billion respectively, as of March 31, 2017, 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>	FY14	1HFY15	FY15	1HFY16	FY16
Non-consolidated	単体ベース	1.61	1.63	1.66	1.55	1.53
Consolidated	連結ベース	1.66	1.68	1.71	1.60	1.58