

Financial Statements  
for the First Half  
Ended September 30, 2017

The Bank of Okinawa, Ltd.

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# I. Bank of Okinawa Financial Statements for the First Half Ended September 30, 2017

## 1. Earnings (non-consolidated)

### ➤ Year-on-year comparison

Ordinary income for the reporting period increased ¥1,147 million year on year to ¥19,597 million. This increase was largely attributable to increases in gains on sale of securities, recoveries of written-off claims, and other non-recurrent income.

Business profit on core banking operations increased ¥227 million year on year to ¥3,990 million. Although interest and dividends on securities decreased, this result was mainly due to decreases in interest on deposits and expenses, as well as an increase in interest on loans.

Ordinary profit decreased ¥324 million year on year to ¥4,202 million. This result was mainly due to an increase in credit cost, despite increases in business profit on core banking operations, recoveries of written-off claims, and other non-recurrent items. In addition, net income for the reporting period stood at ¥2,575 million, down ¥731 million year on year.

### Business performance (non-consolidated)

(¥ million)

	(Japanese)	No.	1H FY17		1H FY16
			Amounts	1H FY16 increase (decrease)	
Ordinary income	経 常 収 益	1	19,597	1,147	18,450
Gross business profit	業 務 粗 利 益	2	14,845	(290)	15,136
Interest income	資 金 利 益	3	13,825	136	13,688
Fees and commissions	役 務 取 引 等 利 益	4	1,067	(26)	1,093
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	(47)	(400)	353
Gains (losses) on bond trading	うち国債等債券関係損益	7	27	(409)	436
Expenses (excluding non-recurrent items)	経 費 ( 除 く 臨 時 処 理 分 )	8	10,827	(108)	10,936
Personnel expenses	う ち 人 件 費	9	4,813	18	4,795
Non-personnel expenses	う ち 物 件 費	10	5,051	(180)	5,232
Business profit on core banking operations (A)	コ ア 業 務 純 益	11	3,990	227	3,763
Provision of general allowance for possible loan losses	一 般 貸 倒 引 当 金 繰 入 額	12	156	156	-
Net business profit (B)	業 務 純 益	13	3,861	(338)	4,200
Non-recurrent items	臨 時 損 益	14	341	14	327
Recoveries of written-off claims	う ち 債 却 債 権 取 立 益	15	273	221	51
Net gains (losses) on equity securities	う ち 株 式 等 関 係 損 益	16	982	414	567
Bad debt disposal (non-recurrent items)	う ち 不 良 債 権 処 理 額	17	1,032	873	158
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	4,202	(324)	4,527
Extraordinary gains (losses)	特 別 損 益	20	(27)	17	(44)
Gains on disposal of noncurrent assets	う ち 固 定 資 産 処 分 損 益	21	(27)	17	(44)
Income before income taxes	税 引 前 中 間 純 利 益	22	4,175	(307)	4,482
Total income taxes and other taxes	法 人 税 等 合 計	23	1,599	424	1,175
Net income	中 間 純 利 益	24	2,575	(731)	3,307

(Note) The total amount for bad debt disposal

No. (17+5) 1H FY17 ¥1,032 million

1H FY16 ¥158 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.

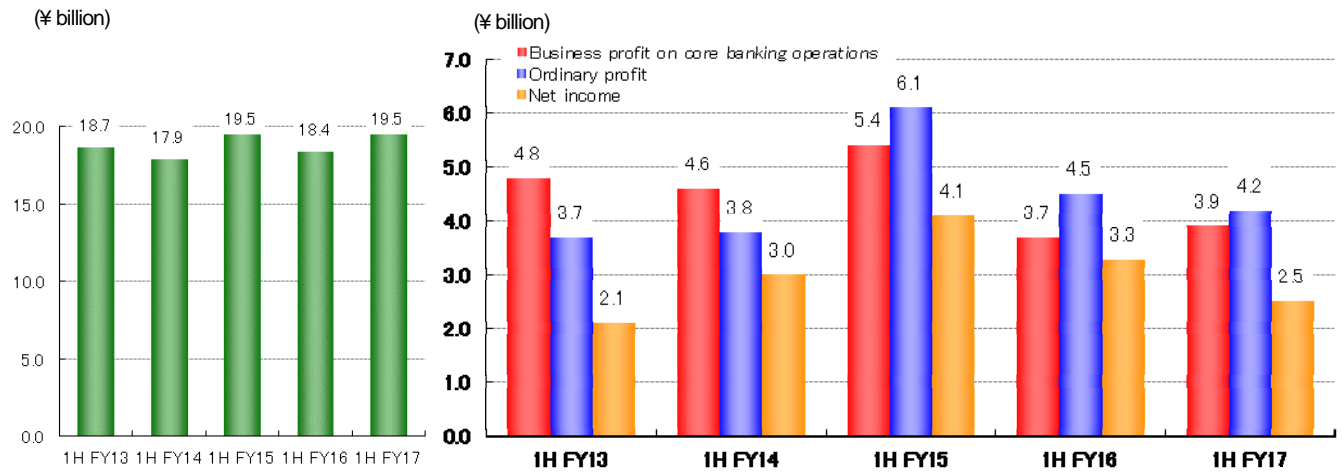
(B) Net business profit

No. (2-8-12)

Roughly equivalent to operating income at companies outside the banking sector

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 ¥1,492.6 billion as of the end of the reporting period, up ¥79.5 billion year on year. This increase was largely attributable to steady increases in consumer loans, mainly in mortgage loans, as well as a steady increase in business loans on the back of successful efforts to enhance business relationships under our “Strong Relations Plan” for corporations.

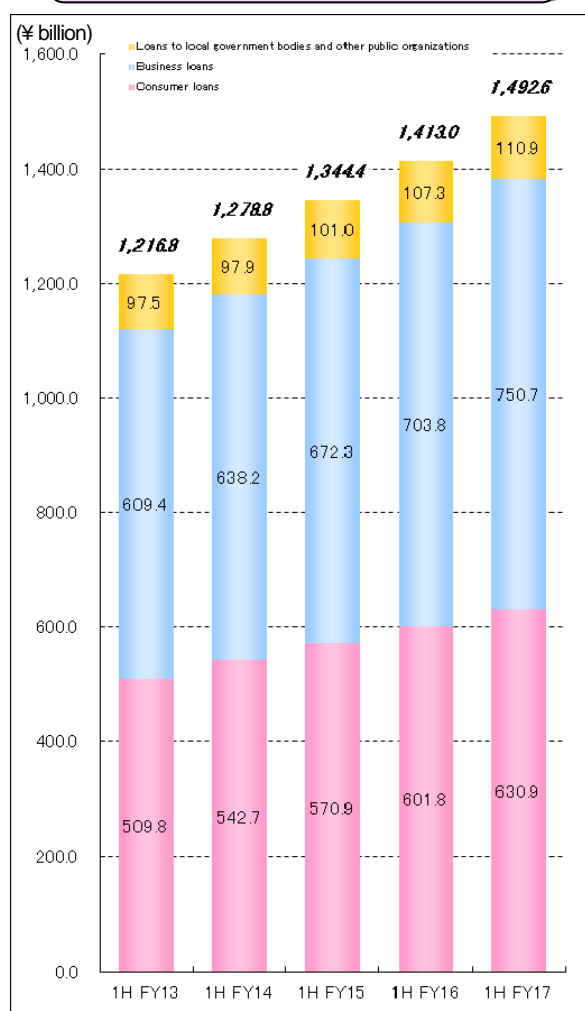
#### Term-end balance

(¥ billion, %)

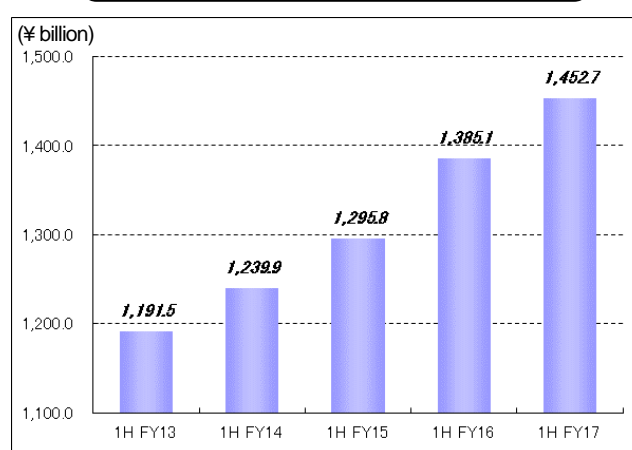
	(Japanese)	1H FY17					FY16	1H FY16
		Amounts	FY16		1H FY16			
			increase (decrease)	%	increase (decrease)	%		
Loans and bills discounted (term-end balance)	貸出金 (期末残高)	1,492.6	25.4	1.73	79.5	5.63	1,467.2	1,413.0
Business loans	事業性貸出	750.7	12.4	1.68	46.8	6.66	738.2	703.8
Consumer loans	生活密着型ローン	630.9	12.8	2.08	29.0	4.83	618.0	601.8
Mortgage loans	住宅ローン	559.8	11.2	2.05	25.5	4.77	548.6	534.3
Loans to local government bodies and other public organizations	国・地公体向け貸出	110.9	0.0	0.08	3.6	3.35	110.8	107.3
Loans and bills discounted (average balance)	貸出金 (平均残高)	1,452.7	54.1	3.87	67.5	4.87	1,398.5	1,385.1

(Note) Including trust accounts.

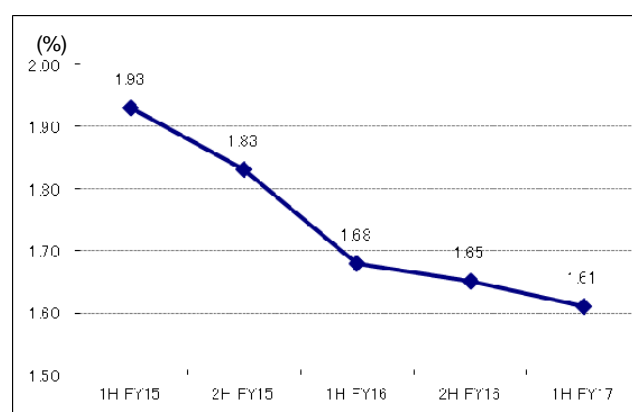
#### Loans and bills discounted (term-end balance)



#### 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 increased ¥99.1 billion year on year to ¥1,984.6 billion. This result mainly reflected the steady increase in deposits thanks to enhanced efforts in regard to individual customers, including securing retirement payments and direct payroll deposits, as well as efforts to enhance business relationships under our “Strong Relations Plan” for corporate clients.

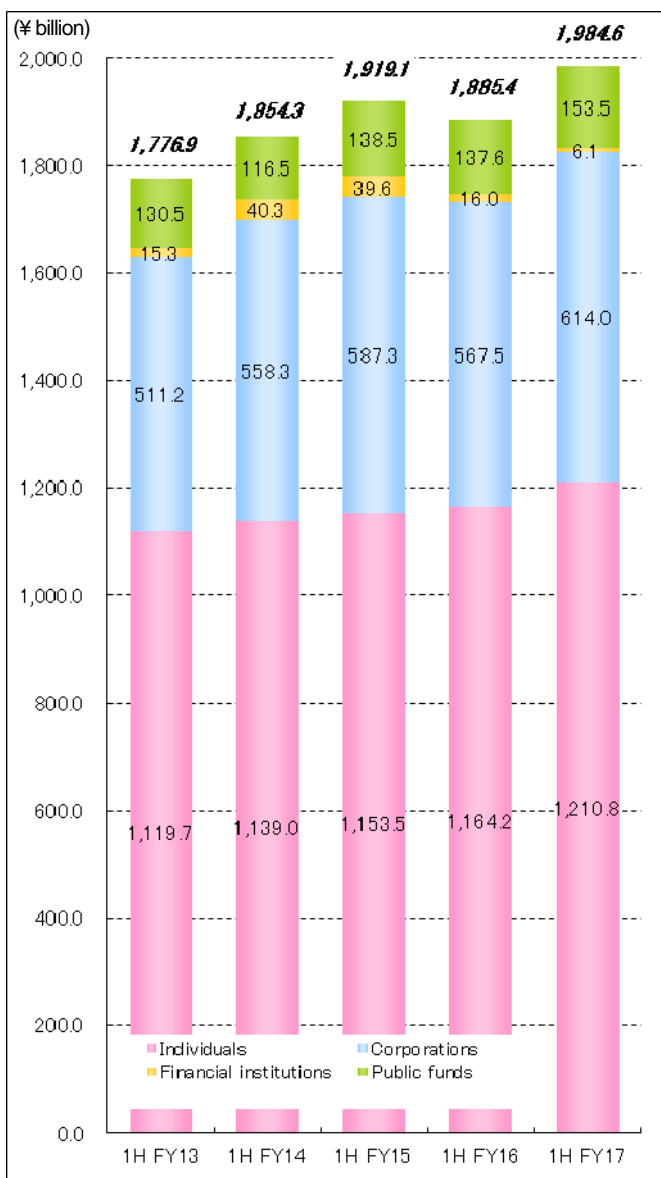
### Term-end balance

(¥ billion, %)

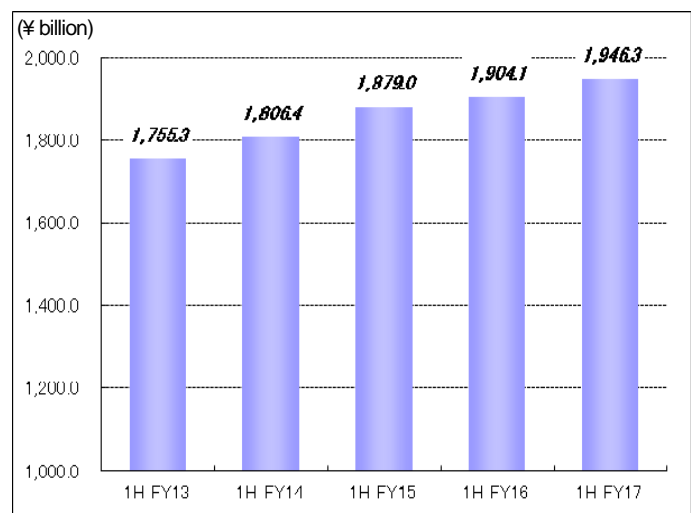
	(Japanese)	1H FY17						FY16	1H FY16
		Amounts	FY16		1H FY16				
			increase (decrease)	%	increase (decrease)	%			
Deposits (term-end balance)	預金 (期末残高)	1,984.6	86.7	4.56	99.1	5.25	1,897.8	1,885.4	
Individuals	個人	1,210.8	28.2	2.38	46.6	4.00	1,182.6	1,164.2	
Corporations	法人	614.0	34.1	5.88	46.5	8.19	579.9	567.5	
Financial institutions	金融	6.1	(8.6)	(58.52)	(9.9)	(61.77)	14.8	16.0	
Public funds	公金	153.5	33.0	27.37	15.9	11.57	120.5	137.6	
Deposits (average balance)	預金 (平均残高)	1,946.3	56.8	3.00	42.2	2.21	1,889.5	1,904.1	

(Note) Including trust accounts.

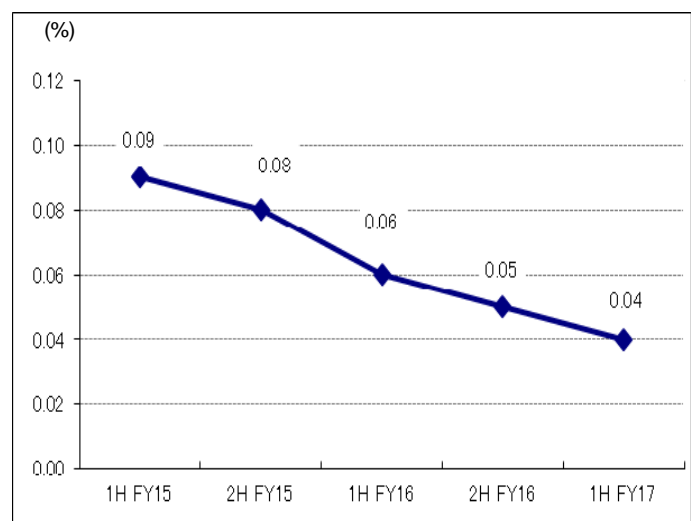
### Deposits (term-end balance)



### 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 ¥521.8 billion, a year-on-year decrease of ¥91.1 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 ¥7.5 billion year on year to ¥16.7 billion.

#### Term-end balance

(¥ billion, %)

	(Japanese)	1H FY17				FY16	1H FY16	
		Amounts	FY16		1H FY16			
			increase (decrease)	%	increase (decrease)			%
Securities	有 価 証 券	521.8	0.3	0.07	(91.1)	(14.87)	521.4	613.0
Bonds	債 券	368.6	(6.3)	(1.68)	(70.6)	(16.08)	374.9	439.2
Stocks	株 式	28.5	0.6	2.22	4.0	16.30	27.9	24.5
Others	そ の 他	124.6	6.0	5.12	(24.5)	(16.45)	118.5	149.2

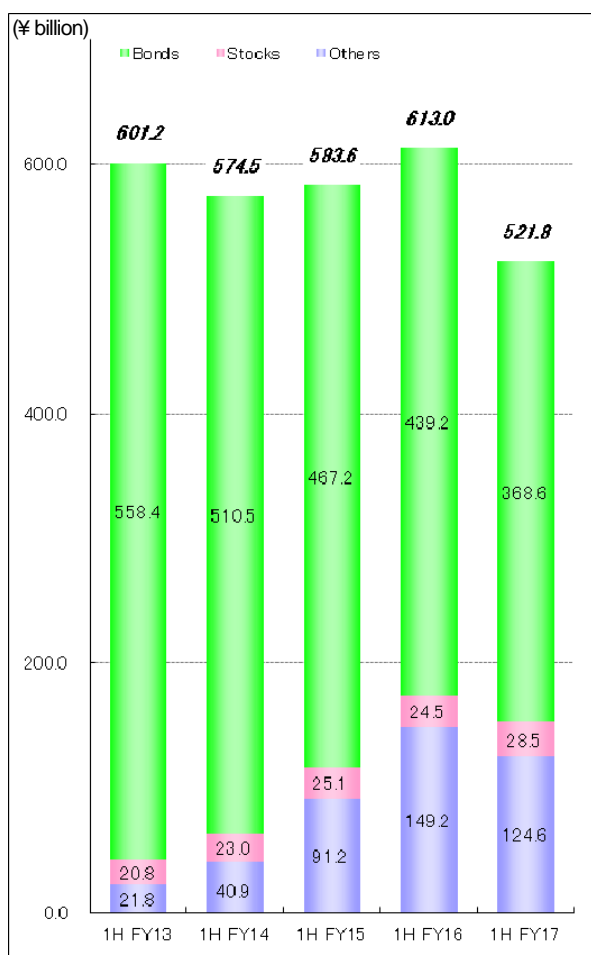
#### Unrealized gains and losses

(¥ billion, %)

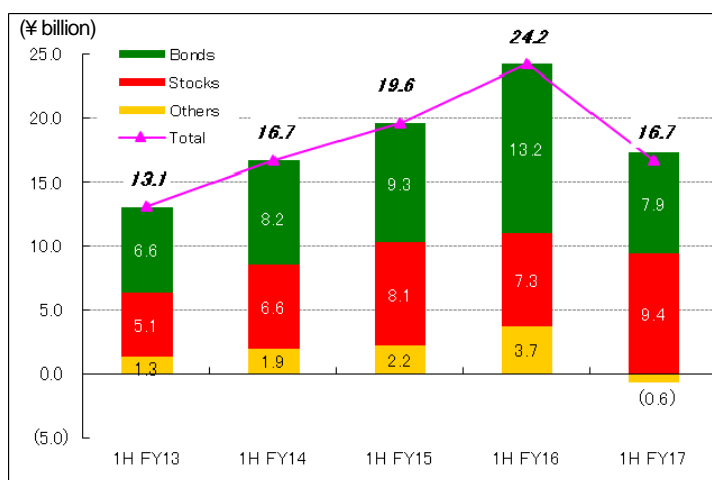
	(Japanese)	1H FY17				FY16	1H FY16	
		Amounts	FY16		1H FY16			
			increase (decrease)	%	increase (decrease)			%
Securities	有 価 証 券	16.7	(0.0)	(0.11)	(7.5)	(30.94)	16.7	24.2
Bonds	債 券	7.9	(0.8)	(9.48)	(5.2)	(40.08)	8.7	13.2
Stocks	株 式	9.4	0.0	0.64	2.1	29.54	9.4	7.3
Others	そ の 他	(0.6)	0.7	(53.55)	(4.3)	(117.43)	(1.3)	3.7

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

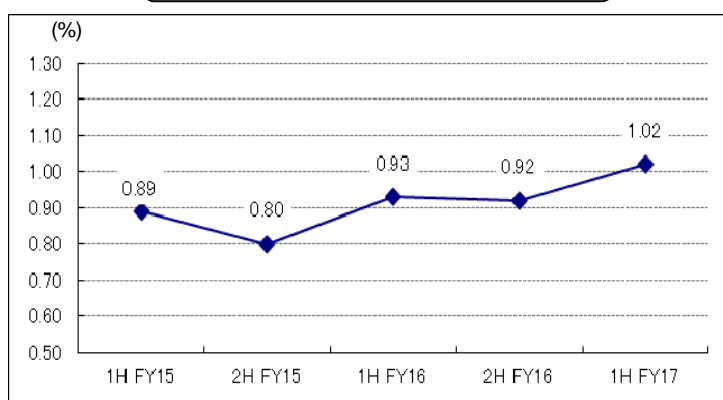
#### Balance of securities



#### 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 ¥153.0 billion as of the end of the reporting period, up ¥14.3 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

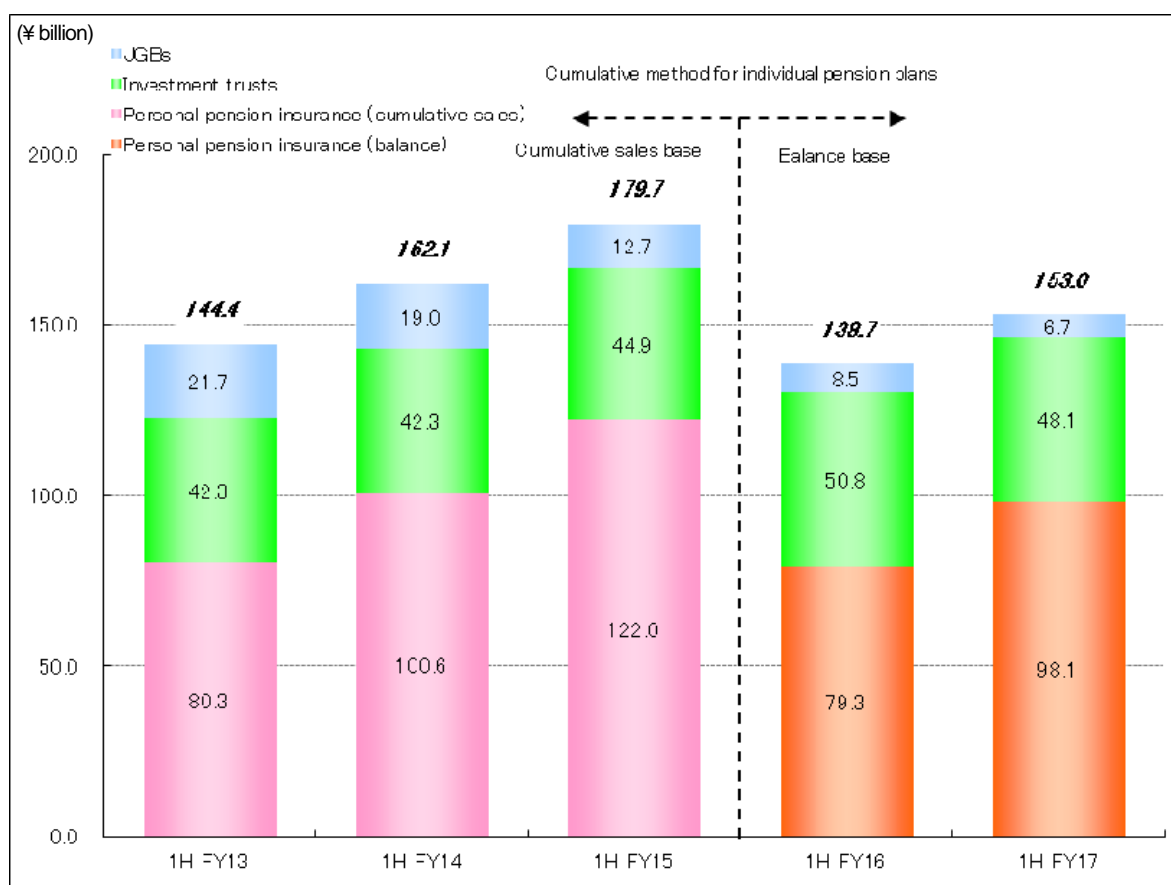
(¥ billion)

	(Japanese)	1H FY17			FY16	1H FY16
		Amounts	FY16 increase (decrease)	1H FY16 increase (decrease)		
Assets in custody	預かり資産	153.0	6.6	14.3	146.4	138.7
JGBs	国債	6.7	(0.4)	(1.7)	7.2	8.5
Investment trusts	投資信託	48.1	(2.0)	(2.7)	50.2	50.8
Personal pension insurance	個人年金保険等	98.1	9.1	18.7	88.9	79.3

《Assets in custody》

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

#### Assets in custody



\* As to personal pension insurance, etc., figures for 1H FY15 and before are based on cumulative sales, while those for 1H FY16 and after are based on balance.



### 3. Expenses (non-consolidated)

#### ➤ Year-on-year comparison

Personnel expenses increased ¥18 million year on year to ¥4,813 million owing partly to increases in employee salaries and temporary employment costs in line with an increase in the number of employees.

Non-personnel expenses decreased ¥180 million year on year to ¥5,051 million mainly due to a decrease in depreciation and amortization expenses, as well as a decrease in deposit insurance owing to lower insurance rates.

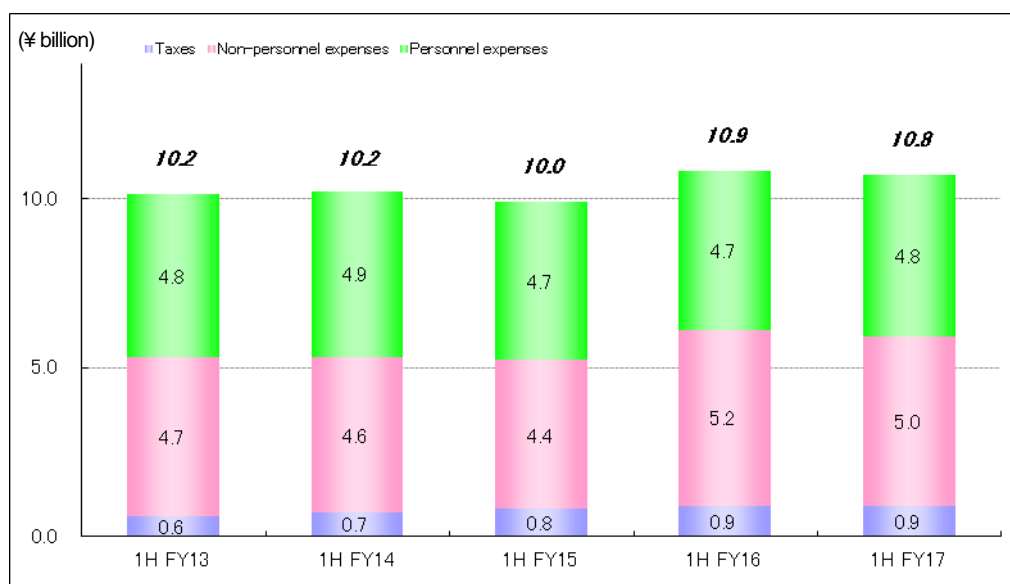
Taxes increased ¥54 million year on year to ¥962 million, mainly due to increases in consumption tax and factor-based enterprise tax, as well as an increase in fixed asset tax owing to an increase in depreciable assets.

#### Breakdown of expenses

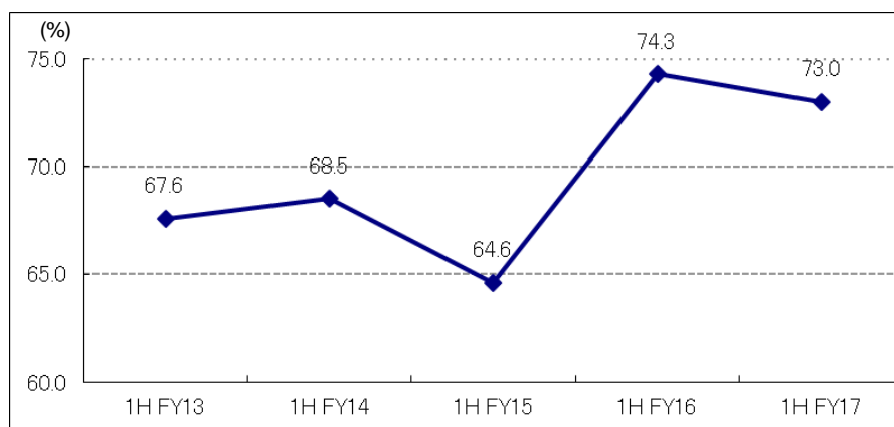
(¥ million, %)

	(Japanese)	1H FY17		1H FY16
		Amounts	1H FY16 increase (decrease)	
Expenses	経 費	10,827	(108)	10,936
Personnel expenses	人 件 費	4,813	18	4,795
Non-personnel expenses	物 件 費	5,051	(180)	5,232
Taxes	税 金	962	54	908
Gross business profit on core banking operations	コア業務粗利益	14,818	119	14,699
Core OHR	コアOHR	73.0	(1.3)	74.3

#### Expenses



#### Core OHR



#### 4. Asset soundness (non-consolidated)

##### (1) Credit cost

###### ➤ Year-on-year comparison

Despite the steady track of economic growth in Okinawa Prefecture and the decreased number of corporate bankruptcy, etc., bad debt disposal increased ¥873 million year on year to ¥1,032 million due to the effect of ranked-down borrower categories for certain major customers. Provision of general allowance for possible loan losses also increased ¥305 million year on year to ¥156 million due to an increase in the historical rate owing to the same reason.

In overall terms, credit cost increased ¥1,179 million year on year to ¥1,188 million.

##### Credit cost

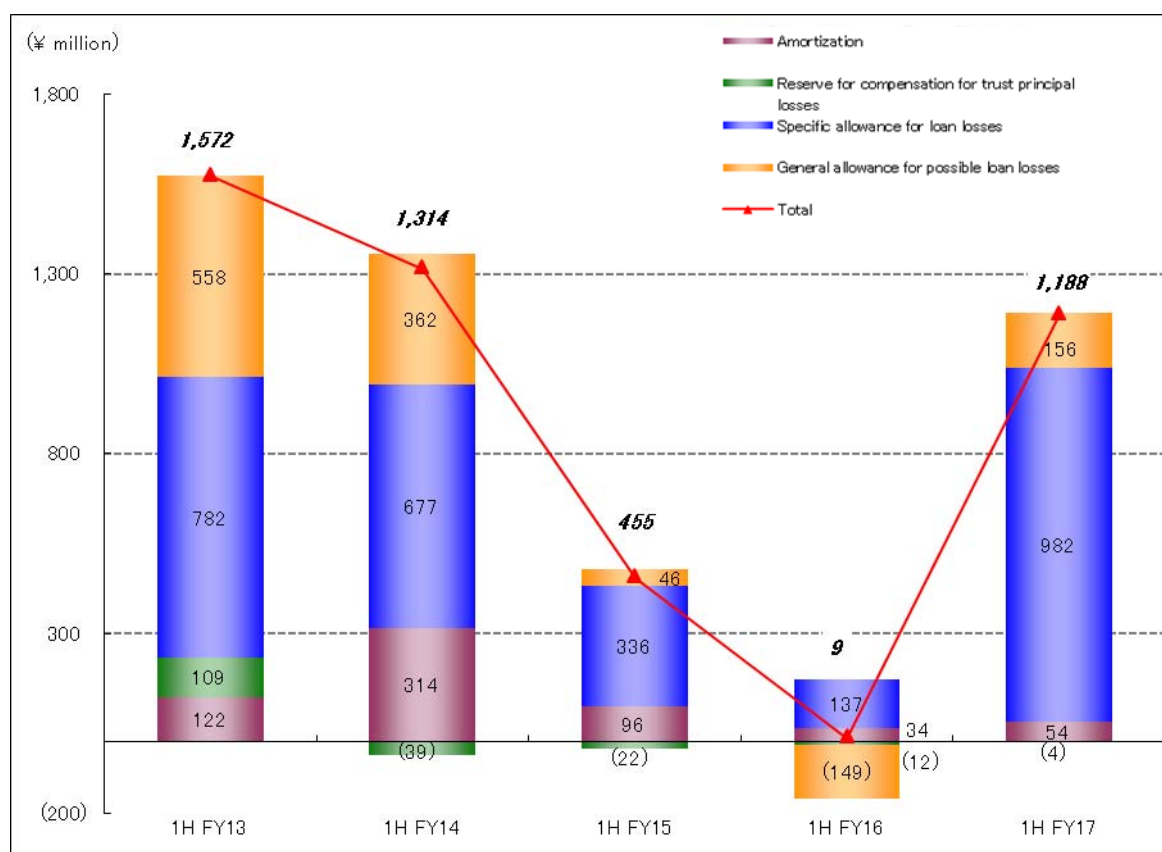
(¥ million)

	(Japanese)	1H FY17		1H FY16
		Amounts	1H FY16 increase (decrease)	
Credit cost	与信費用	1,188	1,179	9
Provision of general allowance for possible loan losses	一般貸倒引当金繰入額	156	305	(149)
Bad debt disposal	不良債権処理額	1,032	873	158
Provision of specific allowance for loan losses	個別貸倒引当金繰入額	982	845	137
Provision of reserve for compensation for trust principal losses	信託元本補填引当金繰入額	(4)	8	(12)
Written-off of loans	貸出金償却	54	20	34

(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).

##### Credit cost



## (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 ¥0.8 billion year on year. The ratio of loans subject to mandatory disclosure also decreased 0.14 percentage points to 1.41%. The above-mentioned ratio remains at a low level, which poses no problem with the soundness of bank assets.

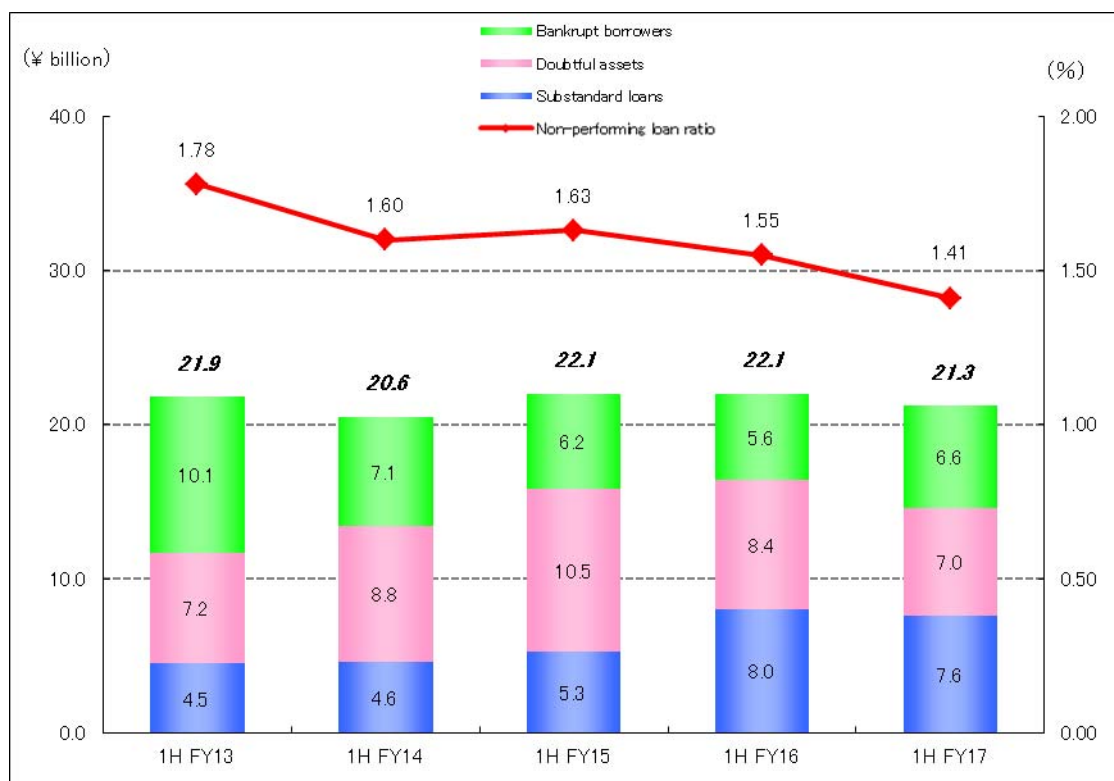
### Mandatory disclosure of bad debt under the Financial Reconstruction Law

(¥ billion, %)

	(Japanese)	1H FY17			(Reference)	FY16	1H FY16
		Amounts	FY16 increase (decrease)	1H FY16 increase (decrease)	Prior to partial charge-offs		
Mandatory disclosure of bad debt (a)	開示債権	21.3	(1.3)	(0.8)	24.0	22.6	22.1
Bankrupt borrowers	破産更生等債権	6.6	1.9	1.0	9.3	4.7	5.6
Doubtful assets	危険債権	7.0	(3.0)	(1.4)	7.0	10.0	8.4
Substandard loans	要管理債権	7.6	(0.2)	(0.3)	7.6	7.8	8.0
Normal assets	正常債権	1,481.7	26.6	80.3	1,481.7	1,455.1	1,401.3
Total credit balance (b)	総与信額	1,503.0	25.2	79.5	1,505.7	1,477.7	1,423.4
Non-performing loan ratio (a/b)	開示債権比率	1.41	(0.12)	(0.14)	1.59	1.53	1.55

(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 10.38%, a year-on-year decline of 0.43 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, %)

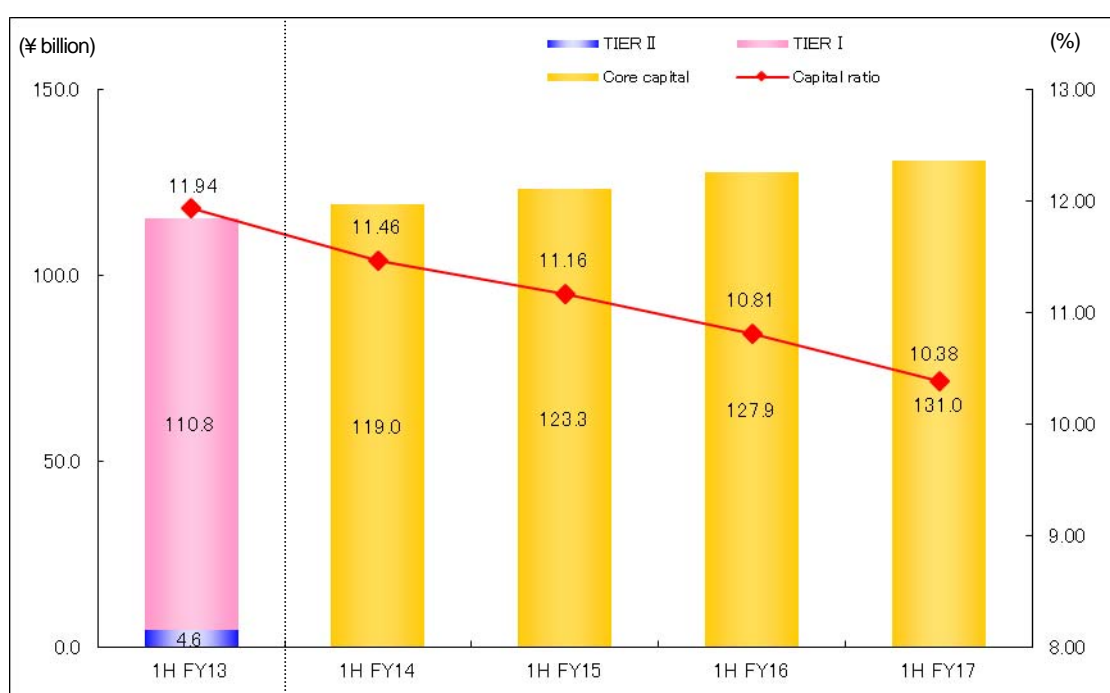
	(Japanese)	1H FY17			FY16	1H FY16
		Amounts	FY16 increase (decrease)	1H FY16 increase (decrease)		
(Core) regulatory capital (a)	自己(コア)資本額	131.0	1.9	3.0	129.0	127.9
Basic elements	基礎項目	131.7	1.9	3.3	129.8	128.4
Adjustments	調整項目(△)	0.7	0.0	0.2	0.7	0.4
Risk-weighted assets (b)	リスクアセット	1,261.8	25.4	79.0	1,236.4	1,182.8
Capital ratio (a/b)	自己資本比率	10.38	(0.06)	(0.43)	10.44	10.81

#### Consolidated

(¥ billion, %)

	(Japanese)	1H FY17			FY16	1H FY16
		Amounts	FY16 increase (decrease)	1H FY16 increase (decrease)		
(Core) regulatory capital (a)	自己(コア)資本額	142.6	2.4	3.1	140.2	139.5
Basic elements	基礎項目	143.4	2.4	3.4	141.0	140.0
Adjustments	調整項目(△)	0.8	0.0	0.2	0.8	0.5
Risk-weighted assets (b)	リスクアセット (b)	1,286.7	25.2	81.8	1,261.4	1,204.9
Capital ratio (a/b)	自己資本比率 a/b	11.08	(0.03)	(0.49)	11.11	11.57

### 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 ¥1.6 billion year on year to ¥36.7 billion due chiefly to decreases in gains on sale of securities and interests and dividends on securities, despite expected increases in interest on loans and recoveries of written-off claims.

#### ➤ Net business profit

Net business profit is forecast to decrease ¥0.2 billion year on year to ¥7.5 billion. This decrease is largely attributable to increases in fees and commissions payments and expenses, despite expected decreases in interest on deposits and provision of general allowance for possible loan losses.

#### ➤ Ordinary profit

Ordinary profit is forecast to be ¥7.9 billion which is almost the same as the previous fiscal year, chiefly due to an increase in bad debt disposal and decreases in net business profit and net gains (losses) on equity securities, despite expected increases in recoveries of written-off claims and other non-recurrent items.

#### ➤ Net income

Net income is forecast to decrease ¥0.2 billion year on year to ¥5.1 billion.

	(Japanese)	FY17 full-term (¥ billion)	
		forecasts	YoY increase (decrease)
Ordinary income	経常収益	36.7	(1.6)
Business profit on core banking operations	コア業務純益	7.5	(0.4)
Net business profit	業務純益	7.5	(0.2)
Ordinary profit	経常利益	7.9	0.0
Net income	当期純利益	5.1	(0.2)
Bad debt disposal*	不良債権処理額	1.2	0.2

\*Bad debt disposal amounts include under trust accounts.

	(Japanese)	FY17 full-term (¥ billion)	
		forecasts	YoY increase (decrease)
Ordinary income	経常収益	51.3	0.0
Ordinary profit	経常利益	9.2	0.1
Net income attributable to owners of the parent	親会社株主に帰属する当期純利益	5.7	(0.1)

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

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

### Capital ratio

FY17 full-term forecasts	
Non-consolidated	Consolidated
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 First Half Ended September 30, 2017

### 1. Business performance

#### Non-consolidated

(¥ million)

	(Japanese)	1HFY17	YoY increase (decrease)		1HFY16
Gross business profit	業 務 粗 利 益	14,845	(290)		15,136
Net interest income	資 金 利 益	13,825	136		13,688
Net fees and commissions	役 務 取 引 等 利 益	1,067	(26)		1,093
Trust fees	う ち 信 託 報 酬	116	(56)		172
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	(47)	(400)		353
Expenses (excluding non-recurrent items)	経 費 (除 く 臨 時 処 理 分)	10,827	(108)		10,936
Personnel expenses	人 件 費	4,813	18		4,795
Non-personnel expenses	物 件 費	5,051	(180)		5,232
Taxes	税 金	962	54		908
Net business profit (prior to provision of general allowance for possible loan losses)	業 務 純 益 (一 般 貸 倒 繰 入 前)	4,018	(182)		4,200
Excluding gains (losses) on bond trading	除 く 国 債 等 債 券 関 係 損 益 ( 5 勘 定 戻 )	3,990	227		3,763
Provision of general allowance for possible loan losses (2)	一 般 貸 倒 引 当 金 繰 入 額	156	156		-
Net business profit	業 務 純 益	3,861	(338)		4,200
Gains (losses) on bond trading	う ち 国 債 等 債 券 関 係 損 益 ( 5 勘 定 戻 )	27	(409)		436
Non-recurrent items	臨 時 損 益	341	14		327
Recoveries of written-off claims	う ち 償 却 債 権 取 立 益	273	221		51
Net gains (losses) on equity trading	う ち 株 式 等 関 係 損 益 ( 3 勘 定 戻 )	982	414		567
Losses on bad debt disposal (3)	う ち 不 良 債 権 処 理 損 失	1,036	865		171
Provision of specific allowance for loan losses	個 別 貸 倒 引 当 金 繰 入 額	982	845		137
Written-off of loans	貸 出 金 償 却	54	20		34
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	4	(8)		12
Ordinary profit	経 常 利 益	4,202	(324)		4,527
Extraordinary gains (losses)	特 別 損 益	(27)	17		(44)
Losses on disposal of noncurrent assets	う ち 固 定 資 産 処 分 損 益	(27)	17		(44)
Income before income taxes	税 引 前 中 間 純 利 益	4,175	(307)		4,482
Income taxes-current	法 人 税 、 住 民 税 及 び 事 業 税	1,727	629		1,098
Income taxes-deferred	法 人 税 等 調 整 額	(128)	(204)		76
Total income taxes	法 人 税 等 合 計	1,599	424		1,175
Net income	中 間 純 利 益	2,575	(731)		3,307
Bad debt disposal ((1) + (3) - (5))	不 良 債 権 処 理 額	1,032	873		158
Credit cost ((1) + (2) + (3) - (4) - (5))	与 信 費 用	1,188	1,179		9

Consolidated

(¥ million)

	(Japanese)	1HFY17	YoY increase (decrease)	1HFY16
Gross business profit	連結業務粗利益	16,759	156	16,603
Interest income	資金利益	14,209	133	14,075
Trust fees	信託報酬	116	(56)	172
Fees and commissions	役務取引等利益	1,462	289	1,172
Other business profit	その他業務利益	971	(211)	1,182
Operating expenses	営業経費	12,014	316	11,698
Loan-loss provisions	貸倒償却引当費用	1,491	1,095	396
Provision of general allowance for possible loan losses	一般貸倒引当金繰入額	140	302	(161)
Provision of specific allowance for loan losses	個別貸倒引当金繰入額	1,029	742	286
Written-off of loans	貸出金償却	321	50	270
Net gains (losses) on equity securities	株式等関係損益	969	435	533
Other	その他	662	630	32
Ordinary profit	経常利益	4,884	(189)	5,074
Extraordinary gains (losses)	特別損益	(27)	17	(44)
Losses on disposal of noncurrent assets	うち固定資産処分損益	(27)	17	(44)
Income before income taxes	税金等調整前 中間純利益	4,857	(172)	5,029
Income taxes-current	法人税、住民税及び 事業税	1,948	600	1,347
Income taxes-deferred	法人税等調整額	(116)	(155)	39
Total income taxes	法人税等合計	1,831	445	1,386
Net income	中間純利益	3,025	(617)	3,643
Net income attributable to non-controlling interests	非支配株主に帰属する 中間純利益	99	(44)	144
Net income attributable to owners of the parent	親会社株主に帰属する 中間純利益	2,925	(573)	3,498

(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	4,826	(469)	5,295
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(Note) Gross business profit - operating expenses (excluding non-recurrent items) - provision of general allowance for possible loan losses

(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)	1H FY17	YoY increase (decrease)	1H FY16
Net business profit (prior to provision of general allowance for possible loan losses)	業 務 純 益 (一般貸倒繰入前)	4,018	(182)	4,200
Per staff (¥ thousand)	職員一人当たり (千円)	3,509	(204)	3,713
Net business profit	業 務 純 益	3,861	(338)	4,200
Per staff (¥ thousand)	職員一人当たり (千円)	3,372	(340)	3,713

(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 FY17	YoY increase (decrease)	1H FY16
Yield on fund operation (A)	資 金 運 用 利 回	1.42	0.00	1.42
Yield on loans	貸 出 金 利 回	1.61	(0.07)	1.68
Yield on securities	有 価 証 券 利 回	1.02	0.09	0.93
Fund procurement cost (B)	資 金 調 達 原 価	1.14	(0.05)	1.19
Yield on deposits	預 金 等 利 回	0.04	(0.02)	0.06
Yield on external debt*	外 部 負 債 利 回	0.00	0.01	(0.01)
Gross interest margin (A)-(B)	総 資 金 利 鞘	0.28	0.05	0.23

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

### (2) Domestic

(%)

	(Japanese)	1H FY17	YoY increase (decrease)	1H FY16
Yield on fund operation (A)	資 金 運 用 利 回	1.39	(0.01)	1.40
Yield on loans	貸 出 金 利 回	1.61	(0.07)	1.68
Yield on securities	有 価 証 券 利 回	0.91	0.06	0.85
Fund procurement cost (B)	資 金 調 達 原 価	1.10	(0.05)	1.15
Yield on deposits	預 金 等 利 回	0.04	(0.02)	0.06
Yield on external debt*	外 部 負 債 利 回	0.00	0.01	(0.01)
Gross interest margin (A)-(B)	総 資 金 利 鞘	0.29	0.04	0.25

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



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

(¥ million)

	(Japanese)	1H FY17	YoY		1H FY16
			increase (decrease)		
Gains (losses) on securities	有価証券関係損益	1,009	5		1,004
Gains (losses) on bond trading	国債等債券関係損益 (5勘定尻)	27	(409)		436
Gains on sale of bonds	売却益	679	184		494
Gains on redemption of bonds	償還益	-	-		-
Losses on sale of bonds	売却損	651	594		57
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)	982	414		567
Gains on sale of equity shares	売却益	1,037	341		696
Losses on sale of equity shares	売却損	37	(72)		110
Write-off	償却	17	(0)		18

#### 5. Capital ratio (domestic standards)

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

(¥ million, %)

	(Japanese)	As of September 30, 2017	Comparison		As of March 31, 2017	As of September 30, 2016
			with the previous balance-sheet date (March 31, 2017)	with the previous interim balance-sheet date (September 30, 2016)		
(1) Capital ratio	自己資本比率	10.38	(0.06)	(0.43)	10.44	10.81
(2) Basic elements of core capital	コア資本に係る 基礎項目	131,769	1,936	3,361	129,832	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)	775	943
General allowance for possible loan losses	うち一般貸倒 引当金	4,431	156	430	4,275	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	753	13	273	739	479
(4) Capital ratio (2)-(3)	自己資本	131,015	1,922	3,088	129,093	127,927
(5) Risk-weighted assets	リスクアセット	1,261,870	25,447	79,069	1,236,422	1,182,800

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

(¥ million, %)

	(Japanese)	As of September 30, 2017	Comparison		As of March 31, 2017	As of September 30, 2016
			with the previous balance-sheet date (March 31, 2017)	with the previous interim balance-sheet date (September 30, 2016)		
(1) Capital ratio	自己資本比率	11.08	(0.03)	(0.49)	11.11	11.57
(2) Basic elements of core capital	コア資本に係る 基礎項目	143,499	2,425	3,438	141,073	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)	775	943
General allowance for possible loan losses	うち一般貸倒 引当金	5,354	140	447	5,213	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	822	2	281	819	541
(4) Capital ratio (2)-(3)	自己資本	142,676	2,422	3,157	140,253	139,518
(5) Risk-weighted assets	リスクアセット	1,286,710	25,235	81,802	1,261,475	1,204,908

## 6. ROE (non-consolidated)

(%)

	(Japanese)	1H FY17	YoY		1H FY16
			increase (decrease)		
Net business profit basis	業務純益ベース	5.55	(0.40)		5.95
Business profit on core banking operations basis	コア業務純益ベース	5.73	0.40		5.33
Net income basis	中間純利益ベース	3.70	(0.98)		4.68

(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)	1H FY17	YoY		1H FY16
			increase (decrease)		
Net business profit basis	業務純益ベース	6.09	(0.72)		6.81
Business profit on core banking operations basis	コア業務純益ベース	6.30	0.20		6.10
Net income basis	中間純利益ベース	4.06	(1.30)		5.36

(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, 2017
			30, 2017	previous	previous		30, 2016	
				balance-sheet	balance-sheet			
				date	date			
				(March 31,	(September 30,			
				2017)	2016)			
Risk-monitored assets	リスク管理債権	Loans to bankrupt borrowers	破綻先債権額	733	50	99	683	634
		Delinquent loans	延滞債権額	12,915	(1,134)	(498)	14,049	13,413
		Past due loans (3 months or more)	3ヶ月以上延滞債権額	339	(81)	(126)	420	465
		Restructured loans	貸出条件緩和債権額	7,290	(177)	(265)	7,467	7,555
		Total	合計	21,278	(1,342)	(791)	22,620	22,069

(Note) Including trust accounts.

(¥ million)

Loans (term-end balance)	貸出金残高(未残)	1,492,665	25,433	79,572	1,467,232	1,413,093
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(Note) Including trust accounts.

(%)

		(Japanese)	As of	Comparison	Comparison	As of March	As of	
			September	with the	with the			31, 2017
			30, 2017	previous	previous		30, 2016	
				balance-sheet	balance-sheet			
				date	date			
				(March 31,	(September 30,			
				2017)	2016)			
As a percentage of total loans	貸出金残高比	Loans to bankrupt borrowers	破綻先債権	0.05	0.01	0.01	0.04	0.04
		Delinquent loans	延滞債権	0.86	(0.09)	(0.08)	0.95	0.94
		Past due loans (3 months or more)	3ヶ月以上延滞債権	0.02	0.00	(0.01)	0.02	0.03
		Restructured loans	貸出条件緩和債権	0.49	(0.01)	(0.04)	0.50	0.53
		Total	合計	1.42	(0.12)	(0.14)	1.54	1.56

(Note) Including trust accounts.

#### Consolidated

(¥ million)

		(Japanese)	As of	Comparison	Comparison	As of March	As of	
			September	with the	with the			31, 2017
			30, 2017	previous	previous		30, 2016	
				balance-sheet	balance-sheet			
				date	date			
				(March 31,	(September 30,			
				2017)	2016)			
Risk-monitored assets	リスク管理債権	Loans to bankrupt borrowers	破綻先債権額	756	70	105	686	651
		Delinquent loans	延滞債権額	13,369	(1,204)	(506)	14,573	13,875
		Past due loans (3 months or more)	3ヶ月以上延滞債権額	339	(81)	(126)	420	465
		Restructured loans	貸出条件緩和債権額	7,290	(177)	(265)	7,467	7,555
		Total	合計	21,756	(1,390)	(791)	23,146	22,547

(Note) Including trust accounts.

(¥ million)

Loans (term-end balance)	貸出金残高(未残)	1,480,234	24,773	79,394	1,455,461	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	0.05	0.01	0.01	0.04	0.04
		Delinquent loans	延滞債権	0.90	(0.10)	(0.09)	1.00	0.99
		Past due loans (3 months or more)	3ヶ月以上延滞債権	0.02	0.00	(0.01)	0.02	0.03
		Restructured loans	貸出条件緩和債権	0.49	(0.02)	(0.04)	0.51	0.53
		Total	合計	1.46	(0.13)	(0.14)	1.59	1.60

(Note) Including trust accounts.

## 2. Allowance for loan losses

### Non-consolidated

(¥ million)

	(Japanese)	As of September 30, 2017	Comparison with the previous balance-sheet date (March 31, 2017)		As of March 31, 2017	As of September 30, 2016
			Comparison with the previous interim balance-sheet date (September 30, 2016)			
Allowance for possible loan losses	貸倒引当金	8,522	1,015	1,614	7,507	6,908
General allowance	一般貸倒引当金	4,431	156	430	4,275	4,001
Specific allowance	個別貸倒引当金	4,091	858	1,183	3,232	2,907
Reserve for compensation for trust principal losses	信託元本補填引当金	91	(4)	(11)	96	103

### Consolidated

(¥ million)

	(Japanese)	As of September 30, 2017	Comparison with the previous balance-sheet date (March 31, 2017)		As of March 31, 2017	As of September 30, 2016
			Comparison with the previous interim balance-sheet date (September 30, 2016)			
Allowance for possible loan losses	貸倒引当金	11,256	1,005	1,523	10,250	9,733
General allowance	一般貸倒引当金	5,354	140	447	5,213	4,906
Specific allowance	個別貸倒引当金	5,902	864	1,075	5,037	4,826
Reserve for compensation for trust principal losses	信託元本補填引当金	91	(4)	(11)	96	103

## 3. Coverage of risk monitored loans

### Non-consolidated

(¥ million, %)

	(Japanese)	As of September 30, 2017	Comparison with the previous balance-sheet date (March 31, 2017)		As of March 31, 2017	As of September 30, 2016
			Comparison with the previous interim balance-sheet date (September 30, 2016)			
Risk-monitored loans (A)	リスク管理債権額	21,278	(1,342)	(791)	22,620	22,069
Coverage	保 全 額	18,258	(550)	63	18,808	18,195
Allowance for possible loan losses (B)	貸倒引当金	5,483	778	1,285	4,705	4,198
Collateral and guarantees (C)	担保・保証等	12,774	(1,328)	(1,223)	14,102	13,997
Coverage ratio (B+C)/(A)	保 全 率	85.80	2.66	3.36	83.14	82.44
Allowance for possible loan losses (B/A)	貸倒引当金	25.76	4.96	6.74	20.80	19.02
Collateral and guarantees (C/A)	担保・保証等	60.03	(2.31)	(3.39)	62.34	63.42

(Note) Including trust accounts.

**Consolidated**

(¥ million, %)

	<i>(Japanese)</i>	As of September 30, 2017	Comparison with		As of March 31, 2017	As of September 30, 2016
			the previous balance-sheet date (March 31, 2017)	the previous interim balance-sheet date (September 30, 2016)		
Risk-monitored loans (A)	リスク管理債権額	21,756	(1,390)	(791)	23,146	22,547
Coverage	保 全 額	18,728	(596)	63	19,324	18,665
Allowance for possible loan losses (B)	貸 倒 引 当 金	5,607	766	1,263	4,841	4,344
Collateral and guarantees (C)	担 保 ・ 保 証 等	13,121	(1,362)	(1,199)	14,483	14,320
Coverage ratio (B+C)/(A)	保 全 率	86.08	2.60	3.30	83.48	82.78
Allowance for possible loan losses (B/A)	貸 倒 引 当 金	25.77	4.86	6.51	20.91	19.26
Collateral and guarantees (C/A)	担 保 ・ 保 証 等	60.30	(2.27)	(3.21)	62.57	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 September 30, 2017			As of March 31, 2017	As of September 30, 2016
			Comparison with the previous balance-sheet date (March 31, 2017)	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	6,689	1,951	1,003	4,738	5,686
Doubtful assets	危険債権	7,007	(3,047)	(1,425)	10,054	8,432
Substandard loans	要管理債権	7,629	(257)	(391)	7,887	8,021
Total (A)	合計	21,327	(1,353)	(812)	22,680	22,139
Normal assets	正常債権	1,481,718	26,608	80,364	1,455,109	1,401,353
Total credit balance (B)	総与信残高	1,503,045	25,255	79,552	1,477,789	1,423,493
As a percentage of total credit balance (A)/(B)	総与信残高に占める割合	1.41	(0.12)	(0.14)	1.53	1.55
Partial charge-offs	部分直接償却額	2,678	(77)	(2,508)	2,755	5,186

(Note) Including trust accounts.

##### Consolidated

(¥ million, %)

	(Japanese)	As of September 30, 2017			As of March 31, 2017	As of September 30, 2016
			Comparison with the previous balance-sheet date (March 31, 2017)	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	7,153	1,908	1,006	5,245	6,147
Doubtful assets	危険債権	7,021	(3,052)	(1,428)	10,073	8,449
Substandard loans	要管理債権	7,629	(257)	(391)	7,887	8,021
Total (A)	合計	21,804	(1,401)	(813)	23,206	22,618
Normal assets	正常債権	1,468,828	26,003	80,196	1,442,825	1,388,631
Total credit balance (B)	総与信残高	1,490,633	24,601	79,383	1,466,031	1,411,249
As a percentage of total credit balance (A)/(B)	総与信残高に占める割合	1.46	(0.12)	(0.14)	1.58	1.60
Partial charge-offs	部分直接償却額	7,189	199	859	6,990	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 September 30, 2017			As of March 31, 2017	As of September 30, 2016
			Comparison with the previous balance-sheet date (March 31, 2017)	Comparison with the previous interim balance-sheet date (September 30, 2016)		
Coverage (C)	保全額	18,287	(559)	46	18,846	18,241
	貸倒引当金	5,512	772	1,273	4,740	4,239
	担保・保証等	12,775	(1,330)	(1,227)	14,105	14,002

(Note) Including trust accounts.

							(%)
Coverage ratio (C)/(A)	保全率	85.74	2.65	3.35	83.09	82.39	

**Consolidated**

(¥ million)

	(Japanese)	As of September 30, 2017	Comparison with the previous balance-sheet date (March 31, 2017)	Comparison with the previous interim balance-sheet date (September 30, 2016)	As of March 31, 2017	As of September 30, 2016
Coverage (C)	保 全 額	18,758	(604)	48	19,362	18,710
Allowance for loan losses	貸 倒 引 当 金	5,635	759	1,250	4,876	4,385
Collateral and guaranteed	担 保 ・ 保 証 等	13,122	(1,364)	(1,203)	14,486	14,325

(Note) Including trust accounts.

Coverage ratio	(C)/(A)	保 全 率	86.02	2.59	3.30	83.43	82.72
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**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, 2017			
		Bankrupt and quasi-bankrupt assets	Doubtful assets	Substandard loans	Total
Total credit balance (A)	総 与 信 額	6,689	7,007	7,629	21,327
Covered portion (B)	担 保 等 の 保 全 額	4,284	3,992	4,499	12,775
Uncovered portion (C)=(A)-(B)	未 保 全 額	2,405	3,015	3,130	8,551
Allowance for loan losses (D)	引 当 額	2,405	1,743	1,363	5,512
Allowance ratio (D)/(C)	引 当 率	100.00	57.82	43.54	64.45
Coverage ratio [(B)+(D)]/(A)	保 全 率	100.00	81.84	76.83	85.74

(Note) Including trust accounts.

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

(¥ million, %)

	(Japanese)	As of September 30, 2017			
		Bankrupt assets	Effectively bankrupt assets	Potentially bankrupt assets	Total
Total credit balance (A)	総 与 信 額	733	5,956	7,007	13,697
Covered portion (B)	担 保 等 の 保 全 額	699	3,584	3,992	8,276
Uncovered portion (C)=(A)-(B)	未 保 全 額	33	2,372	3,015	5,420
Allowance for loan losses (D)	引 当 額	33	2,372	1,743	4,149
Allowance ratio (D)/(C)	引 当 率	100.00	100.00	57.82	76.53
Coverage ratio [(B)+(D)]/(A)	保 全 率	100.00	100.00	81.84	90.71

(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, 2017			
		Bankrupt and quasi-bankrupt assets	Doubtful assets	Substandard loans	Total
Total credit balance (A)	総 与 信 額	7,153	7,021	7,629	21,804
Covered portion (B)	担 保 等 の 保 全 額	4,631	3,992	4,499	13,122
Uncovered portion (C)=(A)-(B)	未 保 全 額	2,522	3,029	3,130	8,682
Allowance for loan losses (D)	引 当 額	2,522	1,750	1,363	5,635
Allowance ratio (D)/(C)	引 当 率	100.00	57.77	43.54	64.91
Coverage ratio [(B)+(D)]/(A)	保 全 率	100.00	81.78	76.83	86.02

(Note) Including trust accounts.

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

	(Japanese)	As of September 30, 2017			
		Bankrupt assets	Effectively bankrupt assets	Potentially bankrupt assets	Total
Total credit balance (A)	総 与 信 額	756	6,397	7,021	14,174
Covered portion (B)	担 保 等 の 保 全 額	719	3,911	3,992	8,623
Uncovered portion (C)=(A)-(B)	未 保 全 額	36	2,485	3,029	5,551
Allowance for loan losses (D)	引 当 額	36	2,485	1,750	4,272
Allowance ratio (D)/(C)	引 当 率	100.00	100.00	57.77	76.96
Coverage ratio [(B)+(D)]/(A)	保 全 率	100.00	100.00	81.78	90.97

(Note) Including trust accounts.

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

(¥ million, %)

	(Japanese)	As of September 30, 2017		As of March 31, 2017		As of September 30, 2016	
		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	1,503,045	100.00	1,477,789	100.00	1,423,493	100.00
Classification I	非 分 類 額	1,385,879	92.20	1,354,522	91.65	1,301,089	91.40
Total classified amount	分 類 額 合 計	117,165	7.80	123,266	8.34	122,403	8.59
Classification II	Ⅱ 分 類	116,000	7.72	121,682	8.23	121,356	8.52
Classification III	Ⅲ 分 類	1,164	0.08	1,584	0.10	1,047	0.07
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 classification.
- 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。



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

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

(¥ million)

	(Japanese)	As of September 30, 2017			As of March 31, 2017	As of September 30, 2016
			Comparison with the previous balance-sheet date (March 31, 2017)	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)	1,492,665	25,432	79,571	1,467,232	1,413,093
Manufacturing	製造業	34,788	(498)	21	35,287	34,766
Agriculture and forestry	農業, 林業	1,454	143	343	1,311	1,111
Fishery	漁業	482	(5)	(15)	488	498
Mining and quarrying of stone and gravel	鉱業, 採石業, 砂利採取業	3,279	(183)	(287)	3,463	3,566
Construction	建設業	44,389	(1,436)	5,323	45,826	39,066
Electricity, gas, heat and water supply	電気・ガス・熱供給・水道業	5,699	842	1,612	4,857	4,087
Telecommunications	情報通信業	10,172	285	103	9,886	10,069
Transport and postal activities	運輸業, 郵便業	14,798	(3,130)	1,257	17,929	13,540
Wholesaling and retailing	卸売業, 小売業	99,993	(2,361)	(3,134)	102,355	103,127
Finance and insurance	金融業, 保険業	27,944	20	(899)	27,923	28,843
Real estate, and goods rental and leasing	不動産業, 物品賃貸業	422,329	19,472	41,356	402,856	380,973
Miscellaneous services	各種サービス業	172,627	2,935	10,830	169,691	161,796
Local government bodies	地方公共団体	110,987	89	3,605	110,897	107,382
Others	その他	543,718	9,260	19,455	534,458	524,262

(Note) Including trust accounts.

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

(¥ million)

	(Japanese)	As of September 30, 2017			As of March 31, 2017	As of September 30, 2016
			Comparison with the previous balance-sheet date (March 31, 2017)	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)	21,278	(1,342)	(791)	22,620	22,069
Manufacturing	製造業	1,461	50	(73)	1,411	1,534
Agriculture and forestry	農業, 林業	4	(37)	(37)	41	41
Fishery	漁業	440	(4)	(10)	444	450
Mining and quarrying of stone and gravel	鉱業, 採石業, 砂利採取業	36	(6)	(12)	42	48
Construction	建設業	496	(203)	(425)	699	921
Electricity, gas, heat and water supply	電気・ガス・熱供給・水道業	23	0	23	23	-
Telecommunications	情報通信業	324	111	182	213	142
Transport and postal activities	運輸業, 郵便業	47	(291)	(310)	338	357
Wholesaling and retailing	卸売業, 小売業	2,936	85	(718)	2,851	3,654
Finance and insurance	金融業, 保険業	-	-	(3)	-	3
Real estate, and goods rental and leasing	不動産業, 物品賃貸業	4,070	(604)	(922)	4,674	4,992
Miscellaneous services	各種サービス業	5,957	(306)	1,978	6,263	3,979
Local government bodies	地方公共団体	-	-	-	-	-
Others	その他	5,479	(136)	(463)	5,615	5,942

(Note) Including trust accounts.

## (3) Loan and bad debt balances – wholesaling &amp; 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, 2016	103,127	11	902	2,739	1
		March 31, 2017	102,355	-	870	1,979	1
		September 30, 2017	99,993	-	955	1,979	1
Construction	建設業	September 30, 2016	39,066	31	46	817	25
		March 31, 2017	45,826	-	34	658	6
		September 30, 2017	44,389	0	63	426	5
Real estate	不動産業	September 30, 2016	354,909	123	2,323	2,511	33
		March 31, 2017	376,418	5	2,394	2,233	32
		September 30, 2017	396,771	52	2,253	1,747	14
Finance (excl. banking)	その他金融	September 30, 2016	14,715	-	-	-	-
		March 31, 2017	15,608	-	-	-	-
		September 30, 2017	15,638	-	-	-	-

(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, 2016	106,543	913	1,900	840
		March 31, 2017	105,736	870	1,376	606
		September 30, 2017	103,541	955	1,520	461
Construction	建設業	September 30, 2016	40,555	78	682	164
		March 31, 2017	47,739	34	525	143
		September 30, 2017	46,126	63	286	146
Real estate	不動産業	September 30, 2016	356,166	2,447	1,169	1,439
		March 31, 2017	377,600	2,399	1,199	1,118
		September 30, 2017	397,912	2,305	1,107	698
Finance (excl. banking)	その他金融	September 30, 2016	14,720	-	-	-
		March 31, 2017	15,616	-	-	-
		September 30, 2017	15,652	-	-	-

(Note) Including trust accounts.

## (4) Consumer loan balance (non-consolidated)

(¥ million)

	(Japanese)	As of September 30, 2017	Comparison with the previous balance-sheet date (March 31, 2017)		As of March 31, 2017	As of September 30, 2016
			Comparison with the previous interim balance-sheet date (September 30, 2016)			
Loans to consumers	生活密着型ローン 残 高	630,415 [630,951]	12,924 [12,876]	29,172 [29,080]	617,491 [618,075]	601,243 [601,871]
Housing loans (incl. mortgage loans)	うち住宅ローン 残 高	559,641 [559,877]	11,274 [11,254]	25,572 [25,533]	548,366 [548,622]	534,068 [534,343]
Other than housing loans	うちその他ローン 残 高	70,774 [71,074]	1,649 [1,621]	3,599 [3,547]	69,124 [69,453]	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 September 30, 2017	Comparison with the previous balance-sheet date (March 31, 2017)		As of March 31, 2017	As of September 30, 2016
			Comparison with the previous interim balance-sheet date (September 30, 2016)			
Loans to SMEs	中小企業等貸出残高	1,305,184 [1,307,012]	29,033 [28,856]	76,994 [76,631]	1,276,151 [1,278,155]	1,228,190 [1,230,380]
As a percentage of total loans	中小企業等貸出比率	87.54 [87.56]	0.45 [0.45]	0.50 [0.50]	87.09 [87.11]	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 September 30, 2017	As of March 31, 2017	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	51,385	51,974	52,149
Special credit lines	うち特別保証枠分	4	6	8

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

(¥ million)

As of September 30, 2017	As of March 31, 2017	As of September 30, 2016
14,855	14,582	14,143

## 12. Deposits and loan balances (non-consolidated)

(¥ million)

		(term-end balance)	As of September 30, 2017	Comparison with the previous balance-sheet date (March 31, 2017)		As of March 31, 2017	As of September 30, 2016
				Comparison with the previous interim balance-sheet date (September 30, 2016)			
Deposits	預 金	(average balance)	1,950,335 [1,984,620]	96,533 [86,728]	118,021 [99,162]	1,853,801 [1,897,891]	1,832,313 [1,885,457]
		(average balance)	1,907,861 [1,946,381]	71,232 [56,864]	59,606 [42,214]	1,836,628 [1,889,516]	1,848,254 [1,904,166]
Loans	貸 出 金	(term-end balance)	1,490,837 [1,492,665]	25,608 [25,432]	79,934 [79,571]	1,465,228 [1,467,232]	1,410,903 [1,413,093]
		(average balance)	1,450,873 [1,452,738]	54,481 [54,158]	67,959 [67,547]	1,396,392 [1,398,579]	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)

	(Japanese)	As of September 30, 2017			As of March 31, 2017	As of September 30, 2016	
			Comparison with the previous balance-sheet date (March 31, 2017)	Comparison with the previous interim balance-sheet date (September 30, 2016)			
Individuals	個人預金	1,200,785	30,663	38,558	1,170,121	1,162,227	
	Liquid deposits	流動性預金	702,957	49,259	64,416	653,697	638,540
	Time deposits	定期性預金	497,827	(18,596)	(25,858)	516,424	523,686
Corporations	法人預金	581,031	13,089	4,802	567,941	576,228	
	Liquid deposits	流動性預金	373,222	30,152	33,058	343,070	340,164
	Time deposits	定期性預金	207,808	(17,062)	(28,255)	224,870	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	1H ended September 30, 2017 results	Year ended March 31, 2017 results	
Ordinary income	経 常 収 益	36,700	19,597	38,316	
Ordinary profit	経 常 利 益	7,900	4,202	7,858	
Net income	当 期 ( 中 間 ) 純 利 益	5,100	2,575	5,360	
Net business profit	業 務 純 益	7,500	3,861	7,715	
Net business profit (prior to provision of general allowance)	業 務 純 益 ( 一 般 貸 倒 繰 入 前 )	7,600	4,018	7,840	
	Excl. gains (losses) on bond transactions	除 く 国 債 等 債 券 関 係 損 益	7,500	3,990	7,913
Bad debt disposal	不 良 債 権 処 理 額	1,216	1,032	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)		
				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, 2016	4,200	3,763	4,200	4,200	3,763	4,200
Year ended March 31, 2017	7,840	7,913	7,715	7,840	7,913	7,715
1H ended September 30, 2017	4,018	3,990	3,861	4,018	3,990	3,861
Year ending March 31, 2018 forecasts	7,600	7,500	7,500	7,600	7,500	7,500

### 2. Employees and branches (non-consolidated)

#### (1) Employees

	(Japanese)	As of September 30, 2017	Comparison with the previous balance-sheet date (March 31, 2017)	Comparison with the previous interim balance-sheet date (September 30, 2016)	As of March 31, 2017	As of September 30, 2016
Regular employees	在 籍 行 員 数	1,164	40	18	1,124	1,146

#### (2) Branches

	(Japanese)	As of September 30, 2017	Comparison with the previous balance-sheet date (March 31, 2017)	Comparison with the previous interim balance-sheet date (September 30, 2016)	As of March 31, 2017	As of September 30, 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 September 30, 2016	17,252	24,575
As of March 31, 2017	18,536	27,962
As of September 30, 2017	19,097	28,583

#### (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, 2016	567	18
Year ended March 31, 2017	1,133	91
1H ended September 30, 2017	982	17

### 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, 2016	(149)	158	-	9
Year ended March 31, 2017	124	968	-	1,093
1H ended September 30, 2017	156	1,032	-	1,188
Year ending March 31, 2018 forecasts	26	1,216	-	1,242

(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, 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
As of September 30, 2017	6,689	7,007	13,697	133,219	146,916

	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, 2016	8,021	22,139
As of March 31, 2017	7,887	22,680
As of September 30, 2017	7,629	21,327

(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, 2016	5,686	8,432	14,118
As of March 31, 2017	4,738	10,054	14,793
As of September 30, 2017	6,689	7,007	13,697
New occurrence during 1H FY17	579	1,150	1,730
Removed from balance sheet during 1H FY17	569	979	1,549
Net increase (decrease) during 1H FY17	2,874	(2,692)	181

(Note) Including trust accounts.

## b. Removal from balance sheet by type of disposal measure

(¥ million)

	(Japanese)	1H FY17 results	FY16 results	1H FY16 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	177	1,573	1,081
Other	その他	1,371	5,224	3,042
Collection/repayment	回収・返済	468	3,591	1,821
Improved performance	業況改善	902	1,632	1,220
Total	合計	1,549	6,797	4,123

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

				As of September 30, 2017		As of March 31, 2017		As of September 30, 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 %	¥2.4 billion	100.00 %	¥0.8 billion	100.00 %	¥1.2 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	57.82 %	¥1.7 billion	58.54 %	¥2.4 billion	59.65 %	¥1.7 billion
Assets requiring monitoring (substandard loans)	要管理先債権	As a percentage of debt amount	債権額の	16.44 %	¥1.5 billion	16.98 %	¥1.6 billion	14.63 %	¥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	2.12 %	¥2.6 billion	1.71 %	¥2.2 billion	1.86 %	¥2.4 billion
Normal assets	正常先債権	As a percentage of debt amount	債権額の	0.02 %	¥0.2 billion	0.03 %	¥0.4 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 September 30, 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>	1HFY15	FY15	1HFY16	FY16	1HFY17	FY17 (forecasts)
Non-consolidated	単体ベース	1.63	1.66	1.55	1.53	1.41	1% to 1.99%
Consolidated	連結ベース	1.68	1.71	1.60	1.58	1.46	1% to 1.99%