

Financial Statements
for the First Half
Ended September 30, 2018

The Bank of Okinawa, Ltd.

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I. Bank of Okinawa Financial Statements for the First Half Ended September 30, 2018

1. Earnings (non-consolidated)

➤ Year-on-year comparison

Ordinary income for the reporting period decreased ¥617 million year on year to ¥18,979 million. Despite an increase in interest on loans, this decrease was largely attributable to decreases in interest and dividends on securities and gains on sale of securities.

Business profit on core banking operations was ¥3,988 million, roughly on par with that of the previous year (decreased ¥1 million year on year). Although gains on foreign exchange transactions increased, this result was mainly due to a decrease in interest income.

Ordinary profit decreased ¥590 million year on year to ¥3,612 million. This result was mainly due to a decrease in gains on bond trading, despite a decrease in credit cost. In addition, net income for the reporting period stood at ¥2,412 million, down ¥163 million year on year.

Business performance (non-consolidated)

(¥ million)

	(Japanese)	No.	1H FY18		1H FY17
			Amounts	1H FY17 increase (decrease)	
Ordinary income	経常収益	1	18,979	(617)	19,597
Gross business profit	業務粗利益	2	13,971	(874)	14,845
Interest income	資金利益	3	13,709	(116)	13,825
Fees and commissions	役務取引等利益	4	1,051	(15)	1,067
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	(790)	(742)	(47)
Gains (losses) on bond trading	うち国債等債券関係損益	7	(874)	(901)	27
Expenses (excluding non-recurrent items)	経費 (除く臨時処理分)	8	10,856	28	10,827
Personnel expenses	うち人件費	9	4,762	(50)	4,813
Non-personnel expenses	うち物件費	10	5,139	87	5,051
Business profit on core banking operations (A)	コア業務純益	11	3,988	(1)	3,990
Provision of general allowance for possible loan losses	一般貸倒引当金繰入額	12	189	33	156
Net business profit (B)	業務純益	13	2,924	(936)	3,861
Non-recurrent items	臨時損益	14	688	346	341
Recoveries of written-off claims	うち償却債権取立益	15	49	(223)	273
Net gains (losses) on equity securities	うち株式等関係損益	16	1,177	194	982
Bad debt disposal (non-recurrent items)	うち不良債権処理額	17	526	(505)	1,032
Ordinary profit	経常利益	18	3,612	(590)	4,202
Extraordinary gains (losses)	特別損益	19	(23)	4	(27)
Gains on disposal of noncurrent assets	うち固定資産処分損益	20	(23)	4	(27)
Income before income taxes	税引前中間純利益	21	3,589	(585)	4,175
Total income taxes and other taxes	法人税等合計	22	1,177	(422)	1,599
Net income	中間純利益	23	2,412	(163)	2,575

(Note) The total amount for bad debt disposal

No. (17+5) 1H FY18 ¥526 million
1H FY17 ¥1,032 million

《Explanation of terms》

(A) Business profit on core banking operations

No. (13+12-7+5)

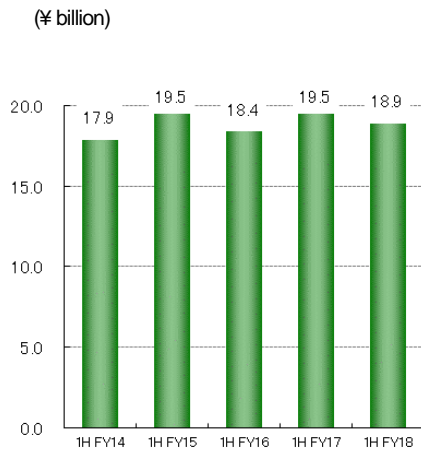
An indicator of Bank earnings capacity, comprising net business profit (non-consolidated) excluding variable factors.

(B) Net business profit

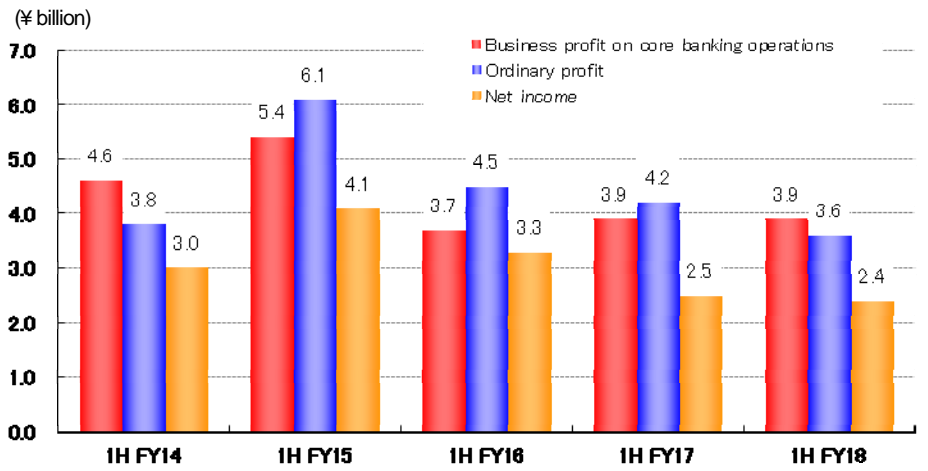
No. (2-8-12)

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 ¥1,583.1 billion as of the end of the reporting period, up ¥90.5 billion (6.06%) year on year. This increase was largely attributable to flourishing demand for both corporate and personal funding in line with the steady track of economic growth in Okinawa Prefecture.

Business loans, in particular, increased ¥47.4 billion (6.32%) year on year. This was the result of the proactive response toward the funding needs of prefectural companies, as well as efforts in uncovering new funding needs based on business evaluations.

Consumer loans increased ¥37.5 billion (5.95%) year on year. This increase was largely attributable to an increase in mortgage loans.

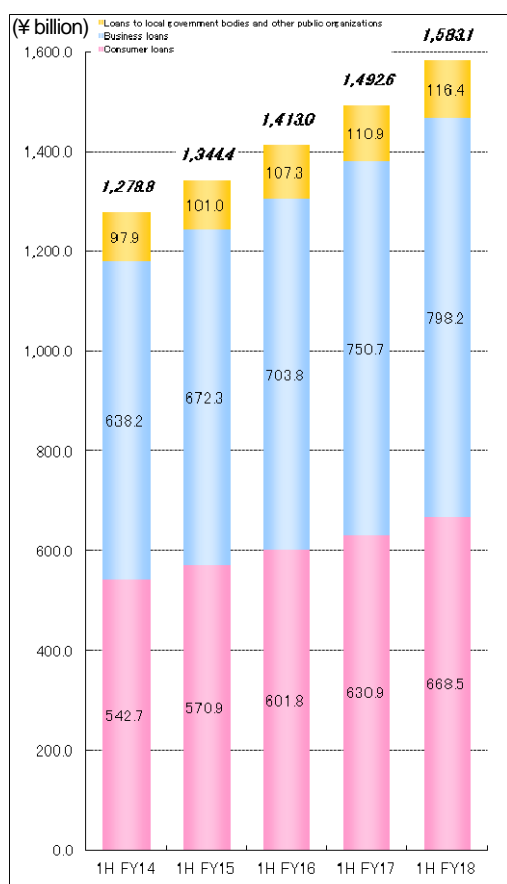
Term-end balance

(¥ billion, %)

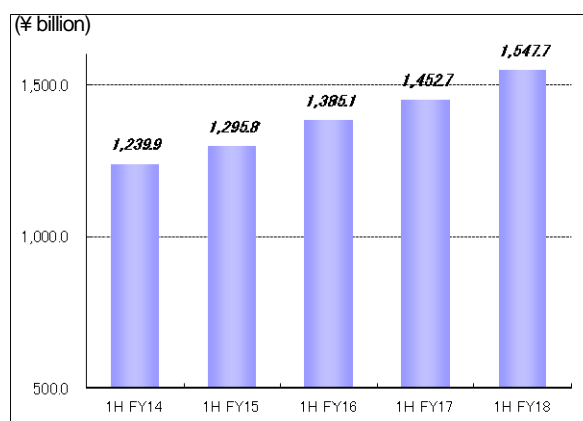
	(Japanese)	1H FY18					FY17	1H FY17
		Amounts	FY17		1H FY17			
			increase (decrease)	%	increase (decrease)	%		
Loans and bills discounted (term-end balance)	貸出金 (期末残高)	1,583.1	20.6	1.32	90.5	6.06	1,562.5	1,492.6
Business loans	事業性貸出	798.2	15.0	1.92	47.4	6.32	783.1	750.7
Consumer loans	生活密着型ローン	668.5	15.5	2.37	37.5	5.95	653.0	630.9
Mortgage loans	住宅ローン	594.2	15.2	2.62	34.3	6.13	579.0	559.8
Loans to local government bodies and other public organizations	国・地公体向け貸出	116.4	(9.9)	(7.86)	5.4	4.94	126.4	110.9
Loans and bills discounted (average balance)	貸出金 (平均残高)	1,547.7	71.3	4.83	94.9	6.53	1,476.4	1,452.7

(Note) Including trust accounts.

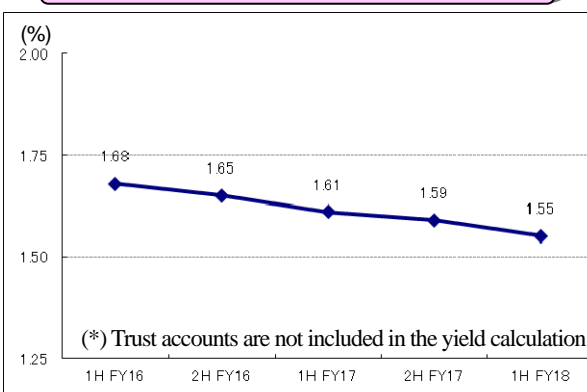
Loans and bills discounted (term-end balance)



Loans and bills discounted (average balance)



Yield on loans



(2) Deposits

➤ Year-on-year comparison

The aggregate balance of deposits under banking and trust accounts increased ¥64.4 billion (3.24%) year on year to ¥2,049.0 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.

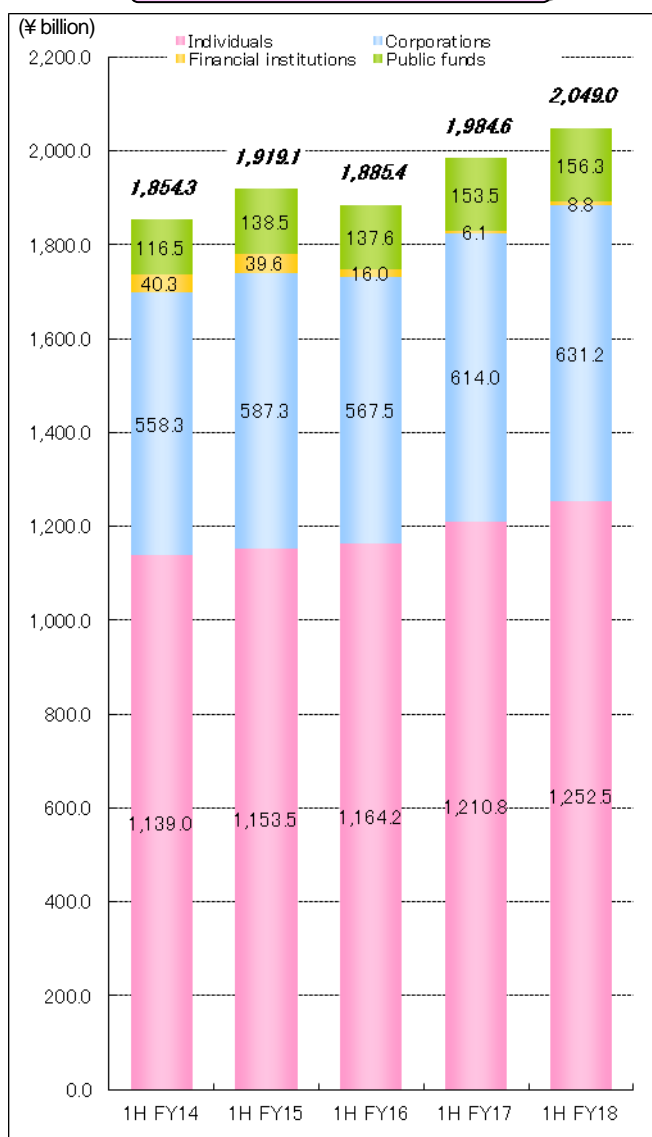
Term-end balance

(¥ billion, %)

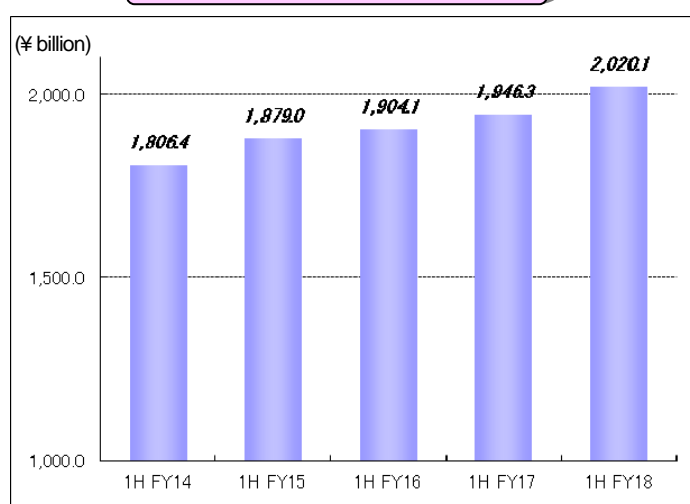
	(Japanese)	1H FY18				FY17	1H FY17	
		Amounts	FY17		1H FY17			
			increase (decrease)	%	increase (decrease)			%
Deposits (term-end balance)	預金 (期末残高)	2,049.0	43.7	2.18	64.4	3.24	2,005.2	1,984.6
Individuals	個人	1,252.5	32.1	2.63	41.7	3.44	1,220.4	1,210.8
Corporations	法人	631.2	13.2	2.14	17.1	2.79	618.0	614.0
Financial institutions	金融	8.8	1.0	13.87	2.7	44.70	7.8	6.1
Public funds	公金	156.3	(2.6)	(1.68)	2.7	1.80	159.0	153.5
Deposits (average balance)	預金 (平均残高)	2,020.1	60.4	3.08	73.8	3.79	1,959.7	1,946.3

(Note) Including trust accounts.

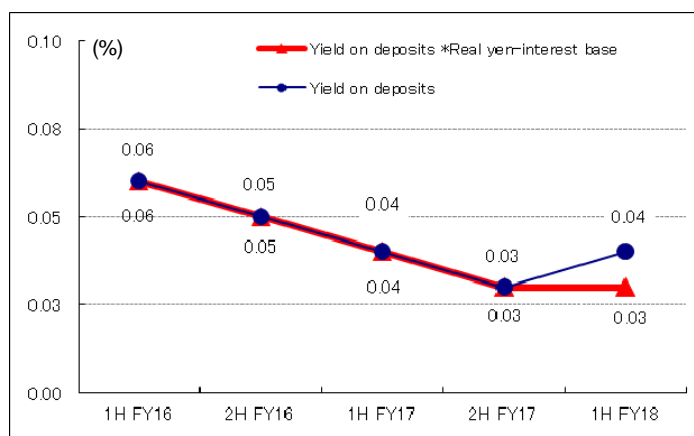
Deposits (term-end balance)



Deposits (average balance)



Yield on deposits



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

(*) Real yen-interest rate base: real yield on yen deposits in foreign currency time deposits with forward contract (swap), after interest-rate adjustment between currencies

(3) Securities

➤ Year-on-year comparison

The balance of securities stood at ¥414.1 billion, a year-on-year decrease of ¥107.6 billion (20.63%). This was primarily due to efficient fund management with attention to financial market trends, mainly in domestic bonds and investment trusts.

The total unrealized gain on securities decreased ¥0.8 billion (5.24%) year on year to ¥15.8 billion.

Term-end balance

(¥ billion, %)

	(Japanese)	1H FY18				FY17	1H FY17	
		Amounts	FY17		1H FY17			
			increase (decrease)	%	increase (decrease)			%
Securities	有 価 証 券	414.1	(44.2)	(9.64)	(107.6)	(20.63)	458.4	521.8
Bonds	債 券	322.8	(17.1)	(5.03)	(45.7)	(12.41)	339.9	368.6
Stocks	株 式	30.8	(0.5)	(1.87)	2.2	7.91	31.4	28.5
Others	そ の 他	60.5	(26.4)	(30.44)	(64.1)	(51.46)	86.9	124.6

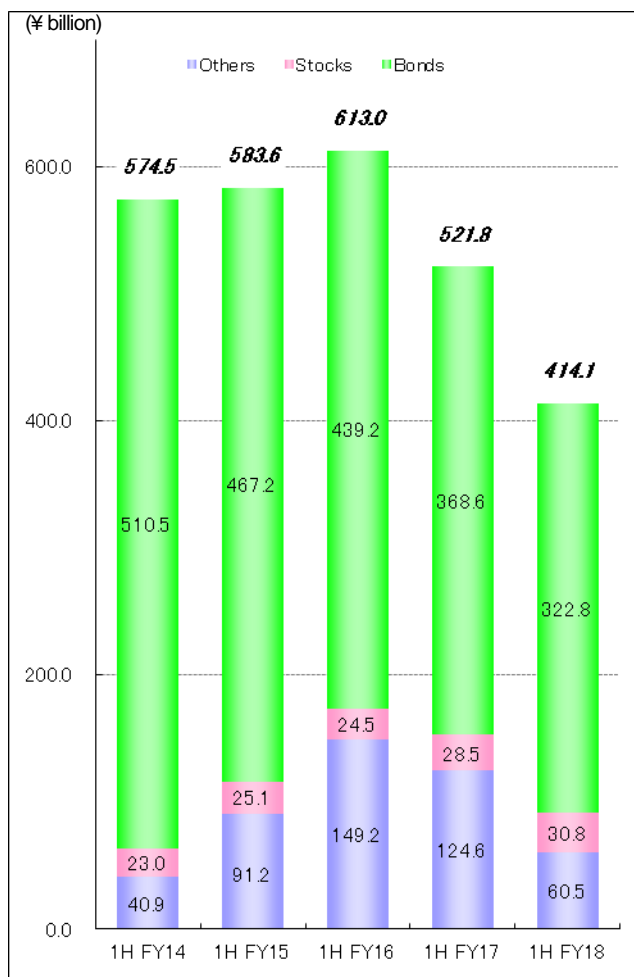
Unrealized gains and losses

(¥ billion, %)

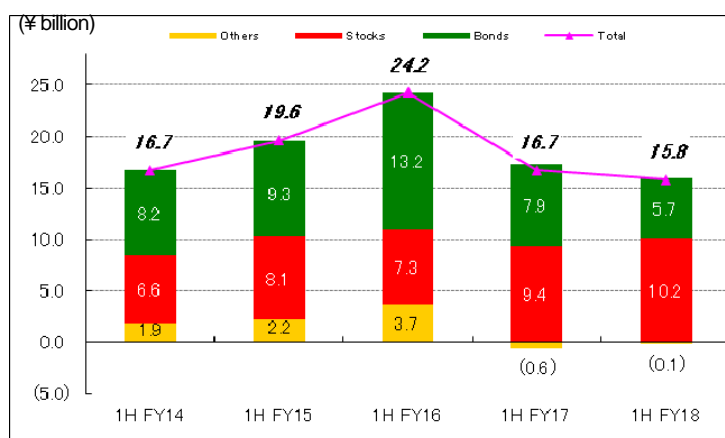
	(Japanese)	1H FY18				FY17	1H FY17	
		Amounts	FY17		1H FY17			
			increase (decrease)	%	increase (decrease)			%
Securities	有 価 証 券	15.8	(0.8)	(5.24)	(0.8)	(5.24)	16.7	16.7
Bonds	債 券	5.7	(1.4)	(20.35)	(2.1)	(27.47)	7.2	7.9
Stocks	株 式	10.2	(0.6)	(5.79)	0.7	8.39	10.9	9.4
Others	そ の 他	(0.1)	1.2	(88.94)	0.4	(76.67)	(1.3)	(0.6)

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

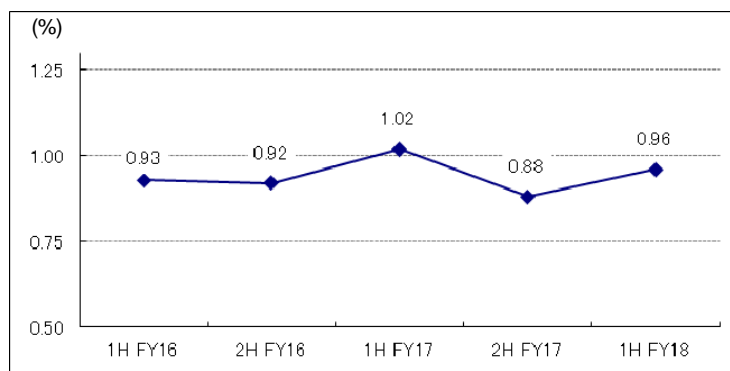
Balance of securities



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 ¥151.8 billion as of the end of the reporting period, down ¥1.2 billion year on year. Although personal pension insurance, etc. increased due to strong sales, this decrease was largely attributable to sluggish sales of JGBs and investment trusts as well as increases in redemptions and cancellations.

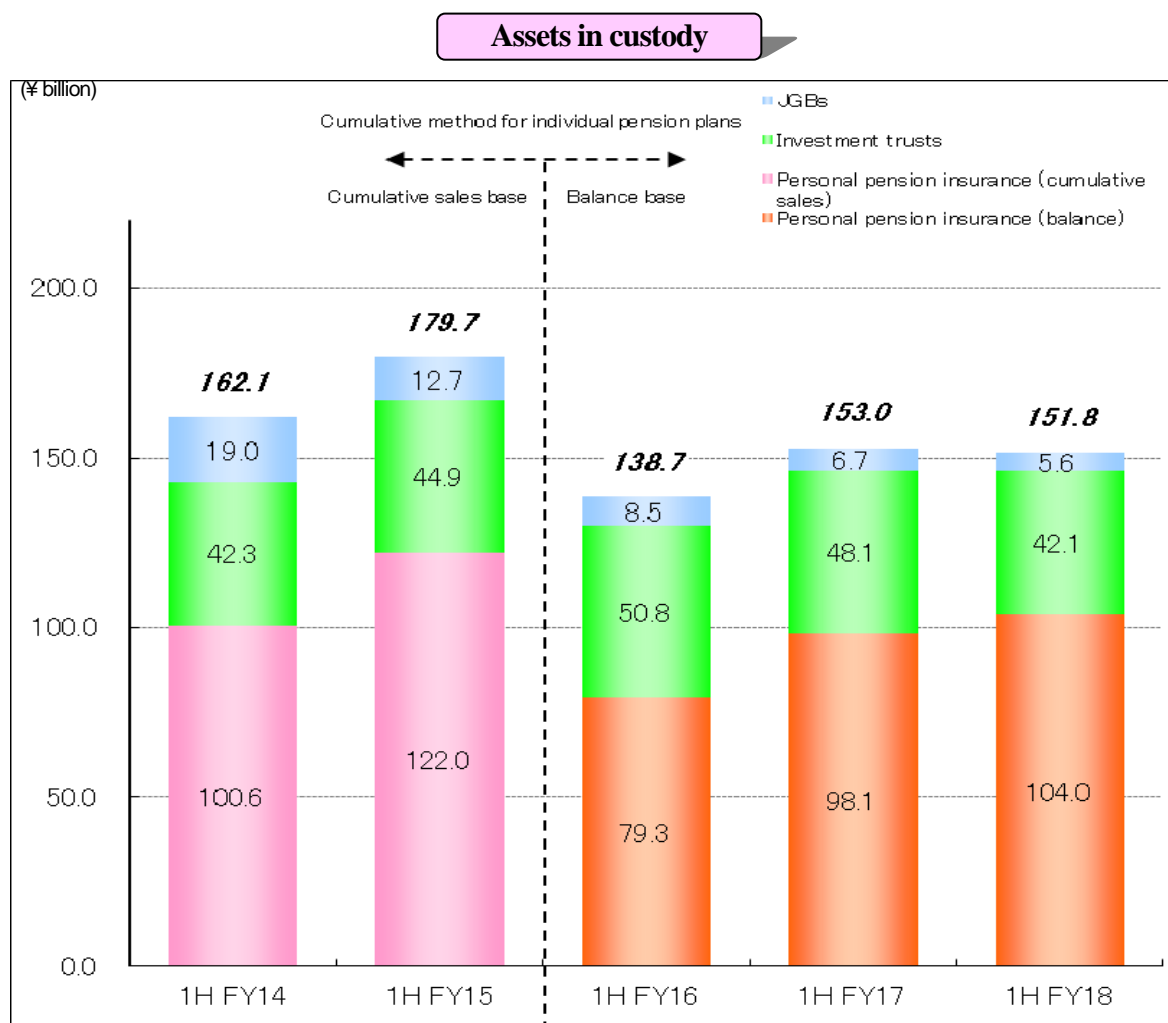
Term-end balance

(¥ billion)

	(Japanese)	1H FY18			FY17	1H FY17
		Amounts	FY17 increase (decrease)	1H FY17 increase (decrease)		
Assets in custody	預かり資産	151.8	1.2	(1.2)	150.5	153.0
JGBs	国債	5.6	(0.7)	(1.0)	6.4	6.7
Investment trusts	投資信託	42.1	(3.2)	(6.0)	45.4	48.1
Personal pension insurance	個人年金保険等	104.0	5.3	5.9	98.6	98.1

《Assets in custody》

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



* 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 decreased ¥50 million year on year to ¥4,762 million owing partly to a decrease in overtime work allowance in line with the reduction of overtime hours.

Non-personnel expenses increased ¥87 million year on year to ¥5,139 million mainly due to increases in office transfer-related expenses (Tokyo Branch, Kokuba Branch and Motobu Branch) and operations consignment expenses.

Taxes decreased ¥8 million year on year to ¥953 million, mainly due to a decrease in factor-based enterprise tax, as well as a reactionary decline in fixed asset tax owing to an increase in depreciable assets in the previous fiscal year.

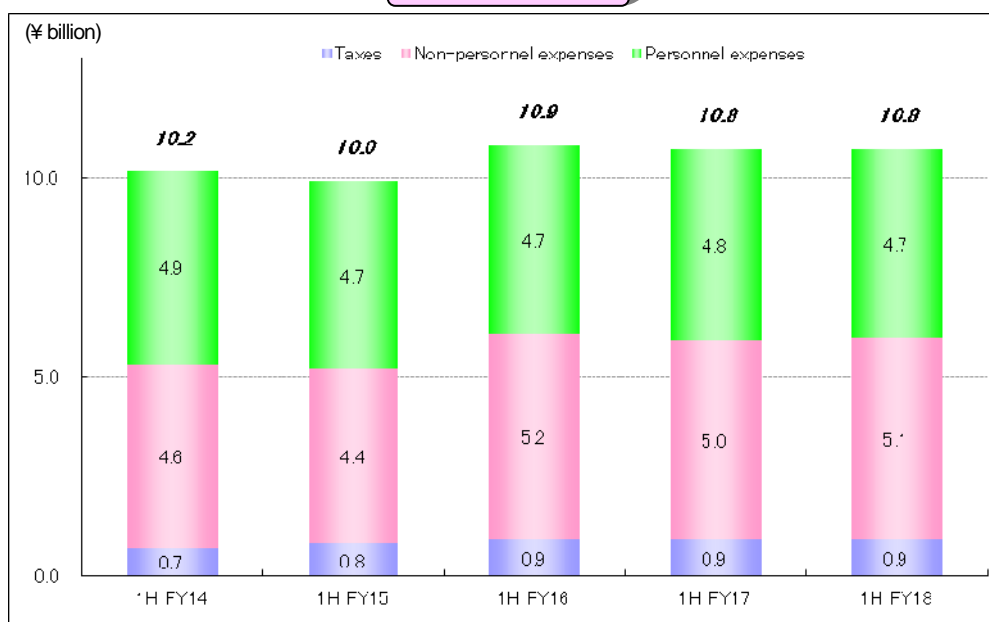
In overall terms, expenses increased ¥28 million year on year to ¥10,856 million.

Breakdown of expenses

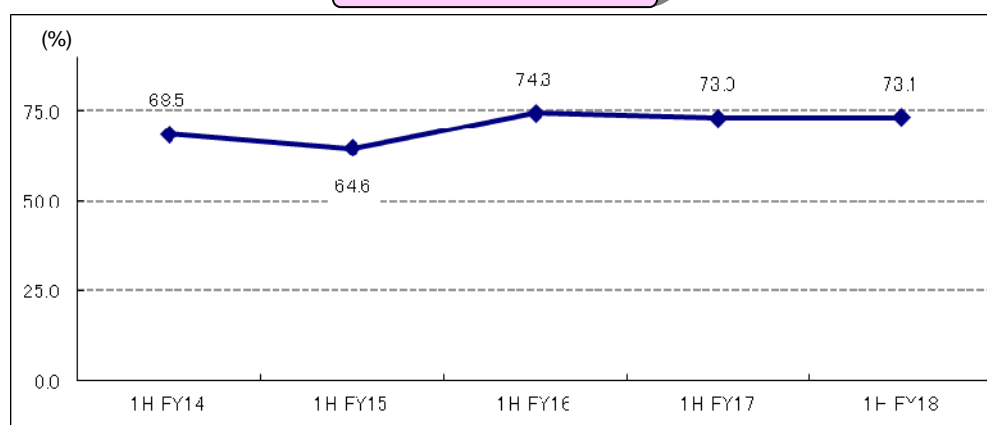
(¥ million, %)

	(Japanese)	1H FY18		1H FY17
		Amounts	1H FY17 increase (decrease)	
Expenses	経 費	10,856	28	10,827
Personnel expenses	人 件 費	4,762	(50)	4,813
Non-personnel expenses	物 件 費	5,139	87	5,051
Taxes	税 金	953	(8)	962
Gross business profit on core banking operations	コア業務粗利益	14,845	26	14,818
Core OHR	コアOHR	73.1	0.1	73.0

Expenses



Core OHR



4. Asset soundness (non-consolidated)

(1) Credit cost

➤ Year-on-year comparison

Provision of general allowance for possible loan losses increased ¥33 million year on year to ¥189 million, due to an increase in balance of assets requiring caution and an increase in the historical bad debt rate.

Bad debt disposal decreased ¥505 million year on year to ¥526 million mainly due to a decrease in provision of specific allowance for loan losses as a result of an increase in collateral revaluation amount of assets subject to specific allowance for loan losses.

In overall terms, credit cost decreased ¥471 million year on year to ¥716 million.

Credit cost

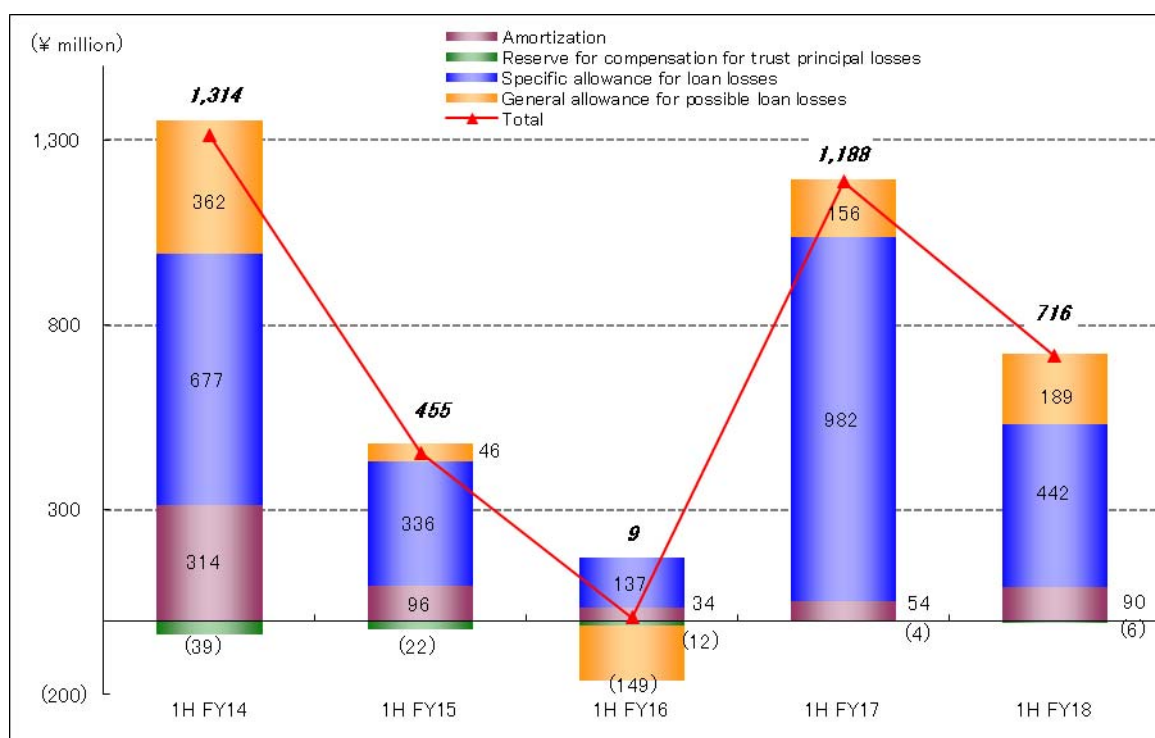
(¥ million)

	(Japanese)	1H FY18		1H FY17
		Amounts	1H FY17 increase (decrease)	
Credit cost	与信費用	716	(471)	1,188
Provision of general allowance for possible loan losses	一般貸倒引当金繰入額	189	33	156
Bad debt disposal	不良債権処理額	526	(505)	1,032
Provision of specific allowance for loan losses	個別貸倒引当金繰入額	442	(539)	982
Provision of reserve for compensation for trust principal losses	信託元本補填引当金繰入額	(6)	(2)	(4)
Written-off of loans	貸出金償却	90	36	54

(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 increased ¥0.2 billion year on year to ¥21.5 billion. The ratio of loans subject to mandatory disclosure decreased 0.06 percentage points to 1.35%.

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

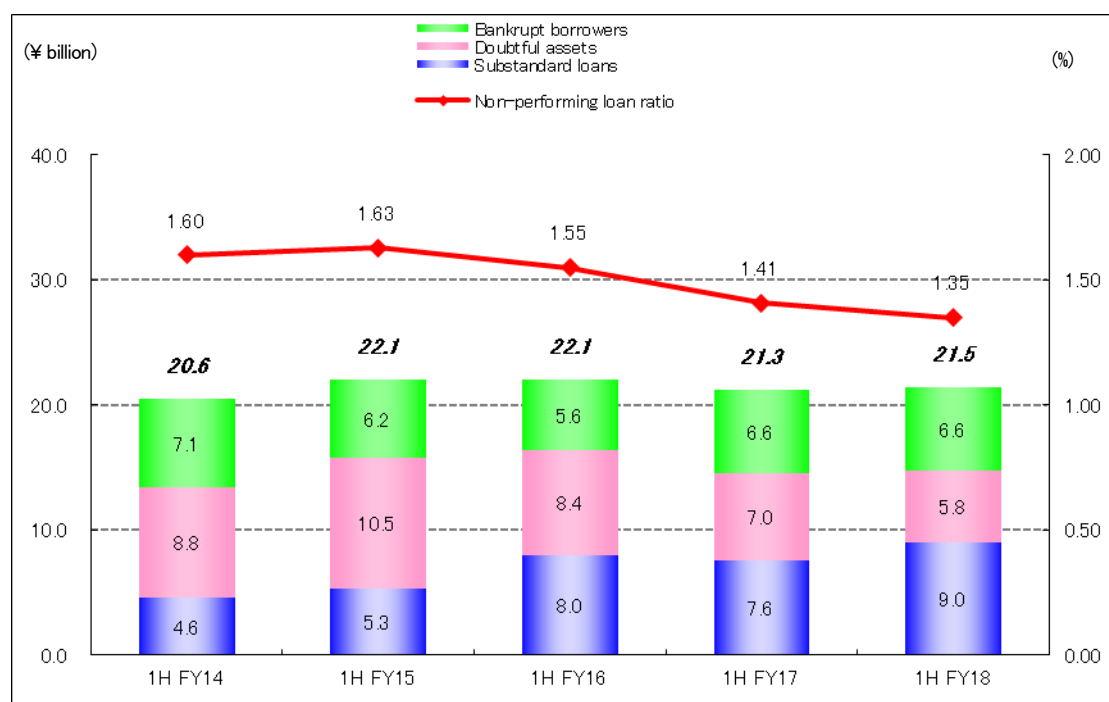
Mandatory disclosure of bad debt under the Financial Reconstruction Law

(¥ billion, %)

	(Japanese)	1H FY18			(Reference)	FY17	1H FY17
		Amounts	FY17 increase (decrease)	1H FY17 increase (decrease)	Prior to partial charge-offs		
Mandatory disclosure of bad debt (a)	開示債権	21.5	(0.0)	0.2	23.7	21.6	21.3
	Bankrupt borrowers	6.6	0.1	0.0	8.8	6.5	6.6
	Doubtful assets	5.8	(0.2)	(1.2)	5.8	6.0	7.0
	Substandard loans	9.0	0.1	1.4	9.0	8.9	7.6
Normal assets	正常債権	1,572.5	20.1	90.7	1,572.5	1,552.3	1,481.7
Total credit balance (b)	総与信額	1,594.0	20.1	91.0	1,596.2	1,573.9	1,503.0
Non-performing loan ratio (a/b)	開示債権比率	1.35	(0.02)	(0.06)	1.48	1.37	1.41

(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 10.00%, a year-on-year decline of 0.38 percentage points, due to an increase in risk-weighted assets mainly led by an increased amount of loans, although (core) regulatory capital increased due to an increase in retained earnings.

Non-consolidated

(¥ billion, %)

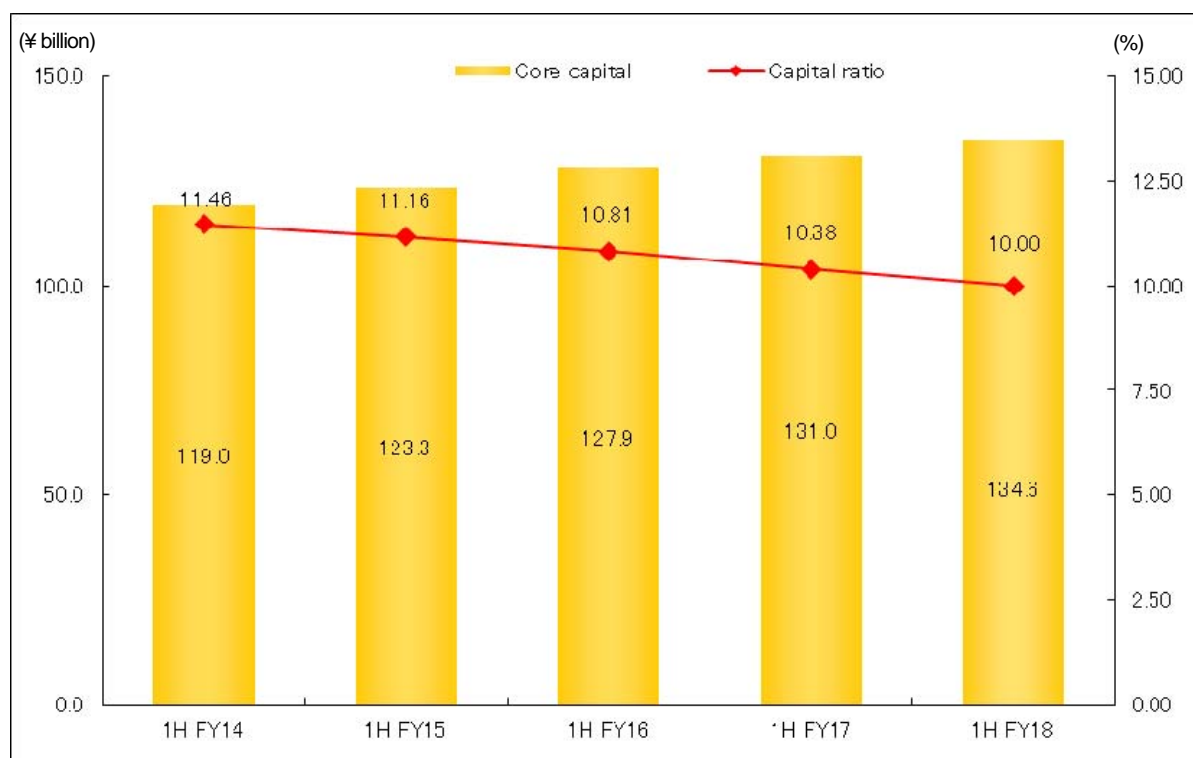
	(Japanese)	1H FY18			FY17	1H FY17
		Amounts	FY17 increase (decrease)	1H FY17 increase (decrease)		
(Core) regulatory capital (a)	自己(コア)資本額	134.6	1.4	3.6	133.1	131.0
Basic elements	基礎項目	135.7	1.4	3.9	134.2	131.7
Adjustments	調整項目(△)	1.0	(0.0)	0.3	1.1	0.7
Risk-weighted assets (b)	リスクアセット	1,345.1	32.1	83.3	1,312.9	1,261.8
Capital ratio (a/b)	自己資本比率	10.00	(0.14)	(0.38)	10.14	10.38

Consolidated

(¥ billion, %)

	(Japanese)	1H FY18			FY17	1H FY17
		Amounts	FY17 increase (decrease)	1H FY17 increase (decrease)		
(Core) regulatory capital (a)	自己(コア)資本額	146.1	1.5	3.4	144.5	142.6
Basic elements	基礎項目	147.2	1.5	3.7	145.6	143.4
Adjustments	調整項目(△)	1.1	(0.0)	0.3	1.1	0.8
Risk-weighted assets (b)	リスクアセット (b)	1,370.9	33.0	84.2	1,337.9	1,286.7
Capital ratio (a/b)	自己資本比率 a/b	10.65	(0.15)	(0.43)	10.80	11.08

Capital ratio (non-consolidated)



6. Performance forecasts

Non-consolidated full-term performance forecasts

➤ Ordinary income

Ordinary income is forecast to decrease ¥2.0 billion year on year to ¥36.4 billion due chiefly to decreases in gains on sale of securities and interests and dividends on securities, despite an expected increase in interest on loans.

➤ Net business profit

Net business profit on core banking operations is forecast to decrease ¥0.2 billion year on year to ¥7.9 billion. This decrease is largely attributable to a decrease in interest income as a result of a decrease in interests and dividends on securities, as well as an increase in expenses due to an increase in non-personnel expenses.

Net business profit is forecast to increase ¥0.4 billion year on year to ¥7.0 billion, due to an increase in other business profit as a result of an increase in gains on bond trading.

➤ Ordinary profit

Ordinary profit is forecast to be ¥7.7 billion which is a ¥1.1 billion decrease from the previous fiscal year, chiefly due to a decrease in net business profit on core banking operations and an increase in credit cost.

➤ Net income

Net income is forecast to decrease ¥0.9 billion year on year to ¥5.3 billion.

	(Japanese)	FY18 full-term forecasts (¥ billion)	
		forecasts	YoY increase (decrease)
Ordinary income	経常収益	36.4	(2.0)
Business profit on core banking operations	コア業務純益	7.9	(0.2)
Net business profit	業務純益	7.0	0.4
Ordinary profit	経常利益	7.7	(1.1)
Net income	当期純利益	5.3	(0.9)
Bad debt disposal*	不良債権処理額	0.8	0.6

*Bad debt disposal amounts include under trust accounts.

	(Japanese)	FY18 full-term forecasts (¥ billion)	
		forecasts	YoY increase (decrease)
Ordinary income	経常収益	51.4	(1.4)
Ordinary profit	経常利益	8.4	(1.7)
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	(1.1)

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

FY18 full-term forecasts	
Non-consolidated	Consolidated
1% to 1.99%	1% to 1.99%

Capital ratio

FY18 full-term forecasts	
Non-consolidated	Consolidated
Around 10%	10% to 10.99%

*Forecasts for fiscal 2018 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, 2018

1. Business performance

Non-consolidated

(¥ million)

	(Japanese)	1HFY18	YoY increase (decrease)		1HFY17
Gross business profit	業 務 粗 利 益	13,971	(874)		14,845
Net interest income	資 金 利 益	13,709	(116)		13,825
Net fees and commissions	役 務 取 引 等 利 益	1,051	(15)		1,067
Trust fees	う ち 信 託 報 酬	79	(36)		116
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	(790)	(742)		(47)
Expenses (excluding non-recurrent items)	経 費 (除 く 臨 時 処 理 分)	10,856	28		10,827
Personnel expenses	人 件 費	4,762	(50)		4,813
Non-personnel expenses	物 件 費	5,139	87		5,051
Taxes	税 金	953	(8)		962
Net business profit (prior to provision of general allowance for possible loan losses)	業 務 純 益 (一 般 貸 倒 繰 入 前)	3,114	(903)		4,018
Excluding gains (losses) on bond trading	除 く 国 債 等 債 券 関 係 損 益 (5 勘 定 戻)	3,988	(1)		3,990
Provision of general allowance for possible loan losses (2)	一 般 貸 倒 引 当 金 繰 入 額	189	33		156
Net business profit	業 務 純 益	2,924	(936)		3,861
Gains (losses) on bond trading	う ち 国 債 等 債 券 関 係 損 益 (5 勘 定 戻)	(874)	(901)		27
Non-recurrent items	臨 時 損 益	688	346		341
Recoveries of written-off claims	う ち 償 却 債 権 取 立 益	49	(223)		273
Net gains (losses) on equity trading	う ち 株 式 等 関 係 損 益 (3 勘 定 戻)	1,177	194		982
Losses on bad debt disposal (3)	う ち 不 良 債 権 処 理 損 失	533	(503)		1,036
Provision of specific allowance for loan losses	個 別 貸 倒 引 当 金 繰 入 額	442	(539)		982
Written-off of loans	貸 出 金 償 却	90	36		54
Reversal of reserve for compensation for trust principal losses (4)	う ち 信 託 元 本 補 填 引 当 金 戻 入 益	6	2		4
Ordinary profit	経 常 利 益	3,612	(590)		4,202
Extraordinary gains (losses)	特 別 損 益	(23)	4		(27)
Losses on disposal of noncurrent assets	う ち 固 定 資 産 処 分 損 益	(23)	4		(27)
Income before income taxes	税 引 前 中 間 純 利 益	3,589	(585)		4,175
Income taxes-current	法 人 税、住 民 税 及 び 事 業 税	1,252	(474)		1,727
Income taxes-deferred	法 人 税 等 調 整 額	(75)	52		(128)
Total income taxes	法 人 税 等 合 計	1,177	(422)		1,599
Net income	中 間 純 利 益	2,412	(163)		2,575
Bad debt disposal ((1) + (3) - (4))	不 良 債 権 処 理 額	526	(505)		1,032
Credit cost ((1) + (2) + (3) - (4))	与 信 費 用	716	(471)		1,188

Consolidated

(¥ million)

	(Japanese)	1HFY18	YoY increase (decrease)	1HFY17
Gross business profit	連結業務粗利益	15,678	(1,080)	16,759
Interest income	資金利益	13,944	(264)	14,209
Trust fees	信託報酬	79	(36)	116
Fees and commissions	役務取引等利益	1,433	(28)	1,462
Other business profit	その他業務利益	220	(750)	971
Operating expenses	営業経費	12,048	33	12,014
Loan-loss provisions	貸倒償却引当費用	1,142	(349)	1,491
Provision of general allowance for possible loan losses	一般貸倒引当金繰入額	189	48	140
Provision of specific allowance for loan losses	個別貸倒引当金繰入額	655	(373)	1,029
Written-off of loans	貸出金償却	296	(24)	321
Net gains (losses) on equity securities	株式等関係損益	1,179	210	969
Other	その他	291	(371)	662
Ordinary profit	経常利益	3,958	(925)	4,884
Extraordinary gains (losses)	特別損益	(23)	4	(27)
Losses on disposal of noncurrent assets	うち固定資産処分損益	(23)	4	(27)
Income before income taxes	税金等調整前 中間純利益	3,935	(921)	4,857
Income taxes-current	法人税、住民税及び 事業税	1,497	(450)	1,948
Income taxes-deferred	法人税等調整額	(61)	54	(116)
Total income taxes	法人税等合計	1,435	(396)	1,831
Net income	中間純利益	2,499	(525)	3,025
Net income attributable to non-controlling interests	非支配株主に帰属する 中間純利益	81	(18)	99
Net income attributable to owners of the parent	親会社株主に帰属する 中間純利益	2,417	(507)	2,925

(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	3,614	(1,211)	4,826
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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	0	8
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2. Net business profit (non-consolidated)

(¥ million)

	(Japanese)	1H FY18	YoY increase (decrease)	1H FY17
Net business profit (prior to provision of general allowance for possible loan losses)	業 務 純 益 (一般貸倒繰入前)	3,114	(903)	4,018
Per staff (¥ thousand)	職員一人当たり (千円)	2,713	(796)	3,509
Net business profit	業 務 純 益	2,924	(936)	3,861
Per staff (¥ thousand)	職員一人当たり (千円)	2,547	(824)	3,372

(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 FY18	YoY increase (decrease)	1H FY17
Yield on fund operation (A)	資 金 運 用 利 回	1.40	(0.02)	1.42
Yield on loans	貸 出 金 利 回	1.55	(0.06)	1.61
Yield on securities	有 価 証 券 利 回	0.96	(0.06)	1.02
Fund procurement cost (B)	資 金 調 達 原 価	1.10	(0.04)	1.14
Yield on deposits	預 金 等 利 回	0.04	0.00	0.04
Yield on external debt*	外 部 負 債 利 回	0.00	0.00	0.00
Gross interest margin (A)-(B)	総 資 金 利 鞘	0.30	0.02	0.28

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

(2) Domestic

(%)

	(Japanese)	1H FY18	YoY increase (decrease)	1H FY17
Yield on fund operation (A)	資 金 運 用 利 回	1.38	(0.01)	1.39
Yield on loans	貸 出 金 利 回	1.55	(0.06)	1.61
Yield on securities	有 価 証 券 利 回	0.90	(0.01)	0.91
Fund procurement cost (B)	資 金 調 達 原 価	1.05	(0.05)	1.10
Yield on deposits	預 金 等 利 回	0.03	(0.01)	0.04
Yield on external debt*	外 部 負 債 利 回	0.00	0.00	0.00
Gross interest margin (A)-(B)	総 資 金 利 鞘	0.33	0.04	0.29

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

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

(¥ million)

	(Japanese)	1H FY18	YoY		1H FY17
			increase (decrease)		
Gains (losses) on securities	有価証券関係損益	303	(706)		1,009
Gains (losses) on bond trading	国債等債券関係損益 (5勘定尻)	(874)	(901)		27
Gains on sale of bonds	売却益	181	(497)		679
Gains on redemption of bonds	償還益	-	-		-
Losses on sale of bonds	売却損	1,056	404		651
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)	1,177	194		982
Gains on sale of equity shares	売却益	1,212	174		1,037
Losses on sale of equity shares	売却損	35	(2)		37
Write-off	償却	-	(17)		17

5. Capital ratio (domestic standards)

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

(¥ million, %)

	(Japanese)	As of September 30, 2018	Comparison		As of March 31, 2018	As of September 30, 2017
			with the previous balance-sheet date (March 31, 2018)	with the previous interim balance-sheet date (September 30, 2017)		
(1) Capital ratio	自己資本比率	10.00	(0.14)	(0.38)	10.14	10.38
(2) Basic elements of core capital	コア資本に係る 基礎項目	135,722	1,429	3,953	134,293	131,769
45% of the difference between the revalued land and the book value	うち土地の再評価 差額の45%	664	-	(110)	664	775
General allowance for possible loan losses	うち一般貸倒 引当金	4,457	189	26	4,267	4,431
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	1,075	(24)	322	1,100	753
(4) Capital ratio (2)-(3)	自己資本	134,646	1,453	3,631	133,193	131,015
(5) Risk-weighted assets	リスクアセット	1,345,171	32,198	83,301	1,312,973	1,261,870

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

(¥ million, %)

	(Japanese)	As of September 30, 2018	Comparison		As of March 31, 2018	As of September 30, 2017
			with the previous balance-sheet date (March 31, 2018)	with the previous interim balance-sheet date (September 30, 2017)		
(1) Capital ratio	自己資本比率	10.65	(0.15)	(0.43)	10.80	11.08
(2) Basic elements of core capital	コア資本に係る基礎項目	147,262	1,565	3,763	145,697	143,499
45% of the difference between the revalued land and the book value	うち土地の再評価差額の45%	664	-	(110)	664	775
General allowance for possible loan losses	うち一般貸倒引当金	5,304	189	(49)	5,114	5,354
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	1,160	(27)	337	1,187	822
(4) Capital ratio (2)-(3)	自己資本	146,102	1,592	3,425	144,509	142,676
(5) Risk-weighted assets	リスクアセット	1,370,985	33,016	84,275	1,337,968	1,286,710

6. ROE (non-consolidated)

(%)

	(Japanese)	1H FY18	YoY		1H FY17
			increase (decrease)		
Net business profit basis	業務純益ベース	4.08	(1.47)		5.55
Business profit on core banking operations basis	コア業務純益ベース	5.57	(0.16)		5.73
Net income basis	中間純利益ベース	3.37	(0.33)		3.70

(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 FY18	YoY		1H FY17
			increase (decrease)		
Net business profit basis	業務純益ベース	4.46	(1.63)		6.09
Business profit on core banking operations basis	コア業務純益ベース	6.09	(0.21)		6.30
Net income basis	中間純利益ベース	3.68	(0.38)		4.06

(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, 2018
			30, 2018	previous	previous		30, 2017	
				balance-sheet	balance-sheet			
				date	date			
				(March 31,	(September 30,			
				2018)	2017)			
Risk-monitored assets	リスク管理債権	Loans to bankrupt borrowers	破綻先債権額	853	136	119	716	733
		Delinquent loans	延滞債権額	11,609	(273)	(1,306)	11,882	12,915
		Past due loans (3 months or more)	3ヶ月以上延滞債権額	242	(331)	(96)	574	339
		Restructured loans	貸出条件緩和債権額	8,849	486	1,559	8,363	7,290
		Total	合計	21,554	17	276	21,536	21,278

(Note) Including trust accounts.

(¥ million)

Loans (term-end balance)	貸出金残高(未残)	1,583,199	20,647	90,534	1,562,551	1,492,665
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(Note) Including trust accounts.

(%)

		(Japanese)	As of	Comparison	Comparison	As of March	As of	
			September	with the	with the			31, 2018
			30, 2018	previous	previous		30, 2017	
				balance-sheet	balance-sheet			
				date	date			
				(March 31,	(September 30,			
				2018)	2017)			
As a percentage of total loans	貸出金残高比	Loans to bankrupt borrowers	破綻先債権	0.05	0.00	0.00	0.04	0.05
		Delinquent loans	延滞債権	0.73	(0.02)	(0.13)	0.76	0.86
		Past due loans (3 months or more)	3ヶ月以上延滞債権	0.01	(0.02)	0.00	0.03	0.02
		Restructured loans	貸出条件緩和債権	0.55	0.02	0.07	0.53	0.49
		Total	合計	1.36	(0.01)	(0.06)	1.37	1.42

(Note) Including trust accounts.

Consolidated

(¥ million)

		(Japanese)	As of	Comparison	Comparison	As of March	As of	
			September	with the	with the			31, 2018
			30, 2018	previous	previous		30, 2017	
				balance-sheet	balance-sheet			
				date	date			
				(March 31,	(September 30,			
				2018)	2017)			
Risk-monitored assets	リスク管理債権	Loans to bankrupt borrowers	破綻先債権額	876	131	119	745	756
		Delinquent loans	延滞債権額	12,114	(285)	(1,254)	12,400	13,369
		Past due loans (3 months or more)	3ヶ月以上延滞債権額	242	(331)	(96)	574	339
		Restructured loans	貸出条件緩和債権額	8,849	486	1,559	8,363	7,290
		Total	合計	22,083	0	327	22,083	21,756

(Note) Including trust accounts.

(¥ million)

Loans (term-end balance)	貸出金残高(未残)	1,571,520	20,815	91,286	1,550,704	1,480,234
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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	0.00	0.00	0.04	0.05
		Delinquent loans	延滞債権	0.77	(0.02)	(0.13)	0.79	0.90
		Past due loans (3 months or more)	3ヶ月以上延滞債権	0.01	(0.02)	0.00	0.03	0.02
		Restructured loans	貸出条件緩和債権	0.56	0.02	0.07	0.53	0.49
		Total	合計	1.40	(0.01)	(0.06)	1.42	1.46

(Note) Including trust accounts.

2. Allowance for loan losses

Non-consolidated

(¥ million)

	(Japanese)	As of September 30, 2018	Comparison with the previous balance-sheet date (March 31, 2018)	Comparison with the previous interim balance-sheet date (September 30, 2017)	As of March 31, 2018	As of September 30, 2017
Allowance for possible loan losses	貸倒引当金	7,310	17	(1,212)	7,293	8,522
General allowance	一般貸倒引当金	4,457	189	26	4,267	4,431
Specific allowance	個別貸倒引当金	2,852	(172)	(1,238)	3,025	4,091
Reserve for compensation for trust principal losses	信託元本補填引当金	76	(6)	(15)	83	91

Consolidated

(¥ million)

	(Japanese)	As of September 30, 2018	Comparison with the previous balance-sheet date (March 31, 2018)	Comparison with the previous interim balance-sheet date (September 30, 2017)	As of March 31, 2018	As of September 30, 2017
Allowance for possible loan losses	貸倒引当金	9,789	145	(1,466)	9,644	11,256
General allowance	一般貸倒引当金	5,304	189	(49)	5,114	5,354
Specific allowance	個別貸倒引当金	4,485	(44)	(1,416)	4,530	5,902
Reserve for compensation for trust principal losses	信託元本補填引当金	76	(6)	(15)	83	91

3. Coverage of risk monitored loans

Non-consolidated

(¥ million, %)

	(Japanese)	As of September 30, 2018	Comparison with the previous balance-sheet date (March 31, 2018)	Comparison with the previous interim balance-sheet date (September 30, 2017)	As of March 31, 2018	As of September 30, 2017
Risk-monitored loans (A)	リスク管理債権額	21,554	17	276	21,536	21,278
Coverage	保 全 額	18,493	(90)	235	18,583	18,258
Allowance for possible loan losses (B)	貸倒引当金	4,429	(190)	(1,054)	4,619	5,483
Collateral and guarantees (C)	担保・保証等	14,064	100	1,290	13,964	12,774
Coverage ratio (B+C)/(A)	保 全 率	85.79	(0.48)	0.00	86.28	85.80
Allowance for possible loan losses (B/A)	貸倒引当金	20.54	(0.90)	(5.21)	21.45	25.76
Collateral and guarantees (C/A)	担保・保証等	65.24	0.41	5.21	64.83	60.03

(Note) Including trust accounts.

Consolidated

(¥ million, %)

	(Japanese)	As of September 30, 2018	Comparison with		As of March 31, 2018	As of September 30, 2017
			the previous balance-sheet date (March 31, 2018)	the previous interim balance-sheet date (September 30, 2017)		
Risk-monitored loans (A)	リスク管理債権額	22,083	0	327	22,083	21,756
Coverage	保 全 額	19,015	(108)	286	19,124	18,728
Allowance for possible loan losses (B)	貸 倒 引 当 金	4,540	(173)	(1,067)	4,713	5,607
Collateral and guarantees (C)	担 保 ・ 保 証 等	14,475	65	1,354	14,410	13,121
Coverage ratio (B+C)/(A)	保 全 率	86.10	(0.49)	0.02	86.60	86.08
Allowance for possible loan losses (B/A)	貸 倒 引 当 金	20.55	(0.78)	(5.21)	21.34	25.77
Collateral and guarantees (C/A)	担 保 ・ 保 証 等	65.54	0.29	5.24	65.25	60.30

(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, 2018			As of March 31, 2018	As of September 30, 2017
			Comparison with the previous balance-sheet date (March 31, 2018)	Comparison with the previous interim balance-sheet date (September 30, 2017)		
Bankrupt and quasi-bankrupt assets	破産更生債権及びこれらに準ずる債権	6,698	104	8	6,594	6,689
Doubtful assets	危険債権	5,801	(271)	(1,205)	6,073	7,007
Substandard loans	要管理債権	9,092	154	1,462	8,937	7,629
Total (A)	合計	21,593	(12)	266	21,605	21,327
Normal assets	正常債権	1,572,504	20,169	90,786	1,552,335	1,481,718
Total credit balance (B)	総与信残高	1,594,098	20,157	91,053	1,573,941	1,503,045
As a percentage of total credit balance (A)/(B)	総与信残高に占める割合	1.35	(0.01)	(0.06)	1.37	1.41
Partial charge-offs	部分直接償却額	2,126	657	(552)	1,468	2,678

(Note) Including trust accounts.

Consolidated

(¥ million, %)

	(Japanese)	As of September 30, 2018			As of March 31, 2018	As of September 30, 2017
			Comparison with the previous balance-sheet date (March 31, 2018)	Comparison with the previous interim balance-sheet date (September 30, 2017)		
Bankrupt and quasi-bankrupt assets	破産更生債権及びこれらに準ずる債権	7,214	84	60	7,129	7,153
Doubtful assets	危険債権	5,815	(269)	(1,205)	6,084	7,021
Substandard loans	要管理債権	9,092	154	1,462	8,937	7,629
Total (A)	合計	22,122	(29)	317	22,151	21,804
Normal assets	正常債権	1,560,318	20,350	91,490	1,539,967	1,468,828
Total credit balance (B)	総与信残高	1,582,440	20,321	91,807	1,562,119	1,490,633
As a percentage of total credit balance (A)/(B)	総与信残高に占める割合	1.39	(0.02)	(0.06)	1.41	1.46
Partial charge-offs	部分直接償却額	8,138	755	948	7,383	7,189

(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, 2018			As of March 31, 2018	As of September 30, 2017
			Comparison with the previous balance-sheet date (March 31, 2018)	Comparison with the previous interim balance-sheet date (September 30, 2017)		
Coverage (C)	保全額	18,518	(117)	231	18,636	18,287
	貸倒引当金	4,450	(219)	(1,062)	4,670	5,512
	担保・保証等	14,068	102	1,293	13,966	12,775

(Note) Including trust accounts.

							(%)
Coverage ratio (C)/(A)	保全率	85.76	(0.49)	0.01	86.25	85.74	

Consolidated

(¥ million)

	(Japanese)	As of September 30, 2018	Comparison with the previous balance-sheet date (March 31, 2018)	Comparison with the previous interim balance-sheet date (September 30, 2017)	As of March 31, 2018	As of September 30, 2017
Coverage (C)	保 全 額	19,040	(136)	282	19,176	18,758
Allowance for loan losses	貸 倒 引 当 金	4,560	(203)	(1,075)	4,764	5,635
Collateral and guaranteed	担 保 ・ 保 証 等	14,479	67	1,357	14,412	13,122

(Note) Including trust accounts.

Coverage ratio	(C)/(A)	保 全 率	86.07	(0.49)	0.04	86.56	86.02
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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, 2018			
		Bankrupt and quasi-bankrupt assets	Doubtful assets	Substandard loans	Total
Total credit balance (A)	総 与 信 額	6,698	5,801	9,092	21,593
Covered portion (B)	担 保 等 の 保 全 額	5,175	3,338	5,554	14,068
Uncovered portion (C)=(A)-(B)	未 保 全 額	1,523	2,463	3,538	7,524
Allowance for loan losses (D)	引 当 額	1,523	1,372	1,554	4,450
Allowance ratio (D)/(C)	引 当 率	100.00	55.69	43.94	59.14
Coverage ratio [(B)+(D)]/(A)	保 全 率	100.00	81.18	78.19	85.76

(Note) Including trust accounts.

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

(¥ million, %)

	(Japanese)	As of September 30, 2018			
		Bankrupt assets	Effectively bankrupt assets	Potentially bankrupt assets	Total
Total credit balance (A)	総 与 信 額	853	5,845	5,801	12,500
Covered portion (B)	担 保 等 の 保 全 額	760	4,415	3,338	8,513
Uncovered portion (C)=(A)-(B)	未 保 全 額	92	1,430	2,463	3,986
Allowance for loan losses (D)	引 当 額	92	1,430	1,372	2,895
Allowance ratio (D)/(C)	引 当 率	100.00	100.00	55.69	72.62
Coverage ratio [(B)+(D)]/(A)	保 全 率	100.00	100.00	81.18	91.26

(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, 2018			
		Bankrupt and quasi-bankrupt assets	Doubtful assets	Substandard loans	Total
Total credit balance (A)	総 与 信 額	7,214	5,815	9,092	22,122
Covered portion (B)	担 保 等 の 保 全 額	5,586	3,338	5,554	14,479
Uncovered portion (C)=(A)-(B)	未 保 全 額	1,627	2,476	3,538	7,642
Allowance for loan losses (D)	引 当 額	1,627	1,378	1,554	4,560
Allowance ratio (D)/(C)	引 当 率	100.00	55.65	43.94	59.67
Coverage ratio [(B)+(D)]/(A)	保 全 率	100.00	81.11	78.19	86.07

(Note) Including trust accounts.

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

	(Japanese)	As of September 30, 2018			
		Bankrupt assets	Effectively bankrupt assets	Potentially bankrupt assets	Total
Total credit balance (A)	総 与 信 額	876	6,337	5,815	13,029
Covered portion (B)	担 保 等 の 保 全 額	779	4,806	3,338	8,924
Uncovered portion (C)=(A)-(B)	未 保 全 額	96	1,531	2,476	4,104
Allowance for loan losses (D)	引 当 額	96	1,531	1,378	3,005
Allowance ratio (D)/(C)	引 当 率	100.00	100.00	55.65	73.23
Coverage ratio [(B)+(D)]/(A)	保 全 率	100.00	100.00	81.11	91.56

(Note) Including trust accounts.

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

(¥ million, %)

	(Japanese)	As of September 30, 2018		As of March 31, 2018		As of September 30, 2017	
		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	1,594,098	100.00	1,573,941	100.00	1,503,045	100.00
Classification I	非 分 類 額	1,471,738	92.32	1,458,512	92.67	1,385,879	92.20
Total classified amount	分 類 額 合 計	122,359	7.67	115,428	7.33	117,165	7.80
Classification II	Ⅱ 分 類	121,362	7.61	114,517	7.28	116,000	7.72
Classification III	Ⅲ 分 類	997	0.06	911	0.06	1,164	0.08
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。

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 853	Portion of claims secured by reserves, collateral or guarantees 引当・担保・保証等による保全部分 102 750		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 6,698	Bankrupt loans 破綻先債権 853	92	100.00%
Effectively bankrupt assets 実質破綻先 5,845	Portion of claims secured by reserves, collateral or guarantees 引当・担保・保証等による保全部分 1,967 3,878				Coverage ratio: 保全率: 100.00%	Delinquent loans 延滞債権 11,609		
Potentially bankrupt assets 破綻懸念先 5,801	Portion of claims secured by reserves, collateral or guarantees 引当・担保・保証等による保全部分 2,551 2,253		Necessary amount reserved 必要額を引当 997		Doubtful assets 危険債権 5,801 Coverage ratio: 保全率: 81.18%		1,372	81.18% (55.69%)
Assets requiring monitoring 要管理先 10,347	Collateral: 担保: 6,439 Non-Covered: 信用: 3,907 2,047 8,300		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 9,092 Coverage ratio: 保全率: 78.19%	Past due loans (3 months or more) 3ヶ月以上延滞債権 242	1,690	78.56% (43.24%)
	Other assets requiring caution 要管理先以外の要注意先 128,008	21,828 106,179		Provision of reserves in an estimated loss amount for one year based on historical default rates. 貸倒実績率に基づく1年間の予想損失額を引当。	Restructured loans 貸出条件緩和債権 8,849	Total 合計 21,554		
Normal assets 正常先 1,443,241	1,443,241				Subtotal 小計 21,593 Overall coverage 全体の保全率 85.76%		2,571	
Total 合計 1,594,098	1,471,738 121,362		997		Normal assets 正常債権 1,572,504		199	
					1,594,098	1,583,199	7,356	85.51% (58.08%)

(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 September 30, 2018			As of March 31, 2018	As of September 30, 2017
			Comparison with the previous balance-sheet date (March 31, 2018)	Comparison with the previous interim balance-sheet date (September 30, 2017)		
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)	1,583,199	20,647	90,534	1,562,551	1,492,665
Manufacturing	製造業	34,630	(714)	(158)	35,344	34,788
Agriculture and forestry	農業, 林業	2,059	105	605	1,954	1,454
Fishery	漁業	482	4	0	478	482
Mining and quarrying of stone and gravel	鉱業, 採石業, 砂利採取業	3,249	(468)	(29)	3,718	3,279
Construction	建設業	47,612	(2,037)	3,222	49,649	44,389
Electricity, gas, heat and water supply	電気・ガス・熱供給・水道業	6,693	91	994	6,601	5,699
Telecommunications	情報通信業	10,178	(1,056)	6	11,235	10,172
Transport and postal activities	運輸業, 郵便業	13,441	(2,801)	(1,356)	16,242	14,798
Wholesaling and retailing	卸売業, 小売業	98,896	(2,022)	(1,097)	100,918	99,993
Finance and insurance	金融業, 保険業	21,923	(740)	(6,020)	22,664	27,944
Real estate, and goods rental and leasing	不動産業, 物品賃貸業	482,581	27,726	60,251	454,854	422,329
Miscellaneous services	各種サービス業	180,029	3,013	7,402	177,015	172,627
Local government bodies	地方公共団体	116,470	(9,940)	5,483	126,411	110,987
Others	その他	564,948	9,487	21,230	555,461	543,718

(Note) Including trust accounts.

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

(¥ million)

	(Japanese)	As of September 30, 2018			As of March 31, 2018	As of September 30, 2017
			Comparison with the previous balance-sheet date (March 31, 2018)	Comparison with the previous interim balance-sheet date (September 30, 2017)		
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)	21,554	17	276	21,536	21,278
Manufacturing	製造業	1,862	(90)	400	1,952	1,461
Agriculture and forestry	農業, 林業	13	8	8	4	4
Fishery	漁業	433	(6)	(7)	440	440
Mining and quarrying of stone and gravel	鉱業, 採石業, 砂利採取業	24	(6)	(12)	30	36
Construction	建設業	466	4	(29)	461	496
Electricity, gas, heat and water supply	電気・ガス・熱供給・水道業	22	-	(0)	22	23
Telecommunications	情報通信業	137	(119)	(187)	256	324
Transport and postal activities	運輸業, 郵便業	69	12	21	56	47
Wholesaling and retailing	卸売業, 小売業	2,567	(162)	(368)	2,730	2,936
Finance and insurance	金融業, 保険業	-	-	-	-	-
Real estate, and goods rental and leasing	不動産業, 物品賃貸業	3,943	(181)	(126)	4,124	4,070
Miscellaneous services	各種サービス業	6,510	455	553	6,055	5,957
Local government bodies	地方公共団体	-	-	-	-	-
Others	その他	5,503	103	23	5,399	5,479

(Note) Including trust accounts.

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

(¥ million)

			Risk-monitored loans (Banking Law)				
			Total loans	Past due loans (3 months or more)	Restructured loans	Delinquent loans	Bankrupt loans
Wholesaling/ retailing	卸売・小売業	September 30, 2017	99,993	-	955	1,979	1
		March 31, 2018	100,918	8	1,171	1,549	1
		September 30, 2018	98,896	-	1,255	1,309	3
Construction	建設業	September 30, 2017	44,389	0	63	426	5
		March 31, 2018	49,649	5	104	346	5
		September 30, 2018	47,612	-	82	379	3
Real estate	不動産業	September 30, 2017	396,771	52	2,253	1,747	14
		March 31, 2018	429,601	157	2,666	1,285	13
		September 30, 2018	458,500	1	2,656	1,182	86
Finance (excl. banking)	その他金融	September 30, 2017	15,638	-	-	-	-
		March 31, 2018	12,369	-	-	-	-
		September 30, 2018	11,929	-	-	-	-

(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, 2017	103,541	955	1,520	461
		March 31, 2018	104,421	1,179	1,172	379
		September 30, 2018	102,536	1,255	861	451
Construction	建設業	September 30, 2017	46,126	63	286	146
		March 31, 2018	52,688	109	260	92
		September 30, 2018	50,254	82	293	90
Real estate	不動産業	September 30, 2017	397,912	2,305	1,107	698
		March 31, 2018	430,716	2,823	1,010	325
		September 30, 2018	459,503	2,658	783	516
Finance (excl. banking)	その他金融	September 30, 2017	15,652	-	-	-
		March 31, 2018	12,373	-	-	-
		September 30, 2018	11,938	-	-	-

(Note) Including trust accounts.

(4) Consumer loan balance (non-consolidated)

(¥ million)

	(Japanese)	As of September 30, 2018	Comparison with the previous balance-sheet date (March 31, 2018)		As of March 31, 2018	As of September 30, 2017
			Comparison with the previous interim balance-sheet date (September 30, 2017)			
Loans to consumers	生活密着型ローン 残 高	668,117 [668,519]	15,578 [15,512]	37,701 [37,568]	652,538 [653,006]	630,415 [630,951]
Housing loans (incl. mortgage loans)	うち住宅ローン 残 高	594,071 [594,247]	15,237 [15,216]	34,430 [34,370]	578,834 [579,030]	559,641 [559,877]
Other than housing loans	うちその他ローン 残 高	74,045 [74,272]	341 [296]	3,270 [3,198]	73,704 [73,976]	70,774 [71,074]

(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, 2018	Comparison with the previous balance-sheet date (March 31, 2018)		As of March 31, 2018	As of September 30, 2017
			Comparison with the previous interim balance-sheet date (September 30, 2017)			
Loans to SMEs	中小企業等貸出残高	1,399,249 [1,400,656]	33,293 [33,070]	94,064 [93,644]	1,365,956 [1,367,585]	1,305,184 [1,307,012]
As a percentage of total loans	中小企業等貸出比率	88.45 [88.46]	0.95 [0.94]	0.91 [0.90]	87.50 [87.52]	87.54 [87.56]

(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, 2018	As of March 31, 2018	As of September 30, 2017
Loans guaranteed by credit guarantee associations	信用保証協会保証付の 融 資 残 高	52,890	52,964	51,385
Special credit lines	うち特別保証枠分	2	3	4

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

(¥ million)

As of September 30, 2018	As of March 31, 2018	As of September 30, 2017
14,089	14,918	14,855

12. Deposits and loan balances (non-consolidated)

(¥ million)

			As of September 30, 2018	Comparison with the previous balance-sheet date (March 31, 2018)		As of March 31, 2018	As of September 30, 2017
				Comparison with the previous interim balance-sheet date (September 30, 2017)			
Deposits	預 金	(term-end balance)	2,023,665 [2,049,072]	46,678 [43,791]	73,329 [64,452]	1,976,986 [2,005,281]	1,950,335 [1,984,620]
		(average balance)	1,993,616 [2,020,181]	68,697 [60,420]	85,755 [73,800]	1,924,919 [1,959,760]	1,907,861 [1,946,381]
Loans	貸 出 金	(term-end balance)	1,581,792 [1,583,199]	20,869 [20,647]	90,954 [90,534]	1,560,922 [1,562,551]	1,490,837 [1,492,665]
		(average balance)	1,546,237 [1,547,730]	71,608 [71,330]	95,363 [94,992]	1,474,628 [1,476,400]	1,450,873 [1,452,738]

(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, 2018	Comparison		As of March 31, 2018	As of September 30, 2017	
			with the previous balance-sheet date (March 31, 2018)	with the previous interim balance-sheet date (September 30, 2017)			
Individuals	個人預金	1,240,539	28,751	39,754	1,211,787	1,200,785	
	Liquid deposits	流動性預金	764,876	44,404	61,918	720,471	702,957
	Time deposits	定期性預金	475,662	(15,653)	(22,164)	491,315	497,827
Corporations	法人預金	610,983	24,135	29,952	586,847	581,031	
	Liquid deposits	流動性預金	408,799	32,077	35,576	376,722	373,222
	Time deposits	定期性預金	202,183	(7,941)	(5,624)	210,125	207,808

(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, 2019 (non-consolidated)

(¥ million)

	(Japanese)	Year ending March 31, 2019 forecasts	1H ended September 30, 2018 results	Year ended March 31, 2018 results	
Ordinary income	経 常 収 益	36,400	18,979	38,486	
Ordinary profit	経 常 利 益	7,700	3,612	8,852	
Net income	当 期 (中 間) 純 利 益	5,300	2,412	6,216	
Net business profit	業 務 純 益	7,000	2,924	6,589	
Net business profit (prior to provision of general allowance)	業 務 純 益 (一 般 貸 倒 繰 入 前)	7,000	3,114	6,582	
	Excl. gains (losses) on bond transactions	除 く 国 債 等 債 券 関 係 損 益	7,900	3,988	8,106
Bad debt disposal	不 良 債 権 処 理 額	882	526	200	

(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, 2017	4,018	3,990	3,861	4,018	3,990	3,861
Year ended March 31, 2018	6,582	8,106	6,589	6,582	8,106	6,589
1H ended September 30, 2018	3,114	3,988	2,924	3,114	3,988	2,924
Year ending March 31, 2019 forecasts	7,000	7,900	7,000	7,000	7,900	7,000

2. Employees and branches (non-consolidated)

(1) Employees

	(Japanese)	As of September 30, 2018	Comparison with the previous balance-sheet date (March 31, 2018)	Comparison with the previous interim balance-sheet date (September 30, 2017)	As of March 31, 2018	As of September 30, 2017
Regular employees	在 籍 行 員 数	1,155	32	(9)	1,123	1,164

(2) Branches

	(Japanese)	As of September 30, 2018	Comparison with the previous balance-sheet date (March 31, 2018)	Comparison with the previous interim balance-sheet date (September 30, 2017)	As of March 31, 2018	As of September 30, 2017
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, 2017	19,097	28,583
As of March 31, 2018	20,519	31,434
As of September 30, 2018	20,563	30,845

(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, 2017	982	17
Year ended March 31, 2018	1,720	19
1H ended September 30, 2018	1,177	-

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, 2017	156	1,032	-	1,188
Year ended March 31, 2018	(7)	200	-	193
1H ended September 30, 2018	189	526	-	716
Year ending March 31, 2019 forecasts	23	882	-	905

(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, 2017	6,689	7,007	13,697	133,219	146,916
As of March 31, 2018	6,594	6,073	12,667	132,386	145,053
As of September 30, 2018	6,698	5,801	12,500	138,356	150,856

	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, 2017	7,629	21,327
As of March 31, 2018	8,937	21,605
As of September 30, 2018	9,092	21,593

(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, 2017	6,689	7,007	13,697
As of March 31, 2018	6,594	6,073	12,667
As of September 30, 2018	6,698	5,801	12,500
New occurrence during 1H FY18	1,144	1,183	2,328
Removed from balance sheet during 1H FY18	1,303	1,192	2,495
Net increase (decrease) during 1H FY18	104	(271)	(167)

(Note) Including trust accounts.

b. Removal from balance sheet by type of disposal measure

(¥ million)

	(Japanese)	1H FY18 results	FY17 results	1H FY17 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	706	421	177
Other	その他	1,789	4,125	1,371
Collection/repayment	回収・返済	1,076	2,983	468
Improved performance	業況改善	712	1,142	902
Total	合計	2,495	4,547	1,549

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

				As of September 30, 2018		As of March 31, 2018		As of September 30, 2017	
Bankrupt and effectively bankrupt assets	実質破綻・破綻先債権	As a percentage of portion not secured by collateral	無担保部分の	100.00 %	¥1.5 billion	100.00 %	¥1.6 billion	100.00 %	¥2.4 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	55.70 %	¥1.3 billion	57.53 %	¥1.3 billion	57.82 %	¥1.7 billion
Assets requiring monitoring (substandard loans)	要管理先債権	As a percentage of debt amount	債権額の	16.33 %	¥1.6 billion	16.87 %	¥1.7 billion	16.44 %	¥1.5 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	2.01 %	¥2.5 billion	1.58 %	¥1.9 billion	2.12 %	¥2.6 billion
Normal assets	正常先債権	As a percentage of debt amount	債権額の	0.02 %	¥0.1 billion	0.04 %	¥0.5 billion	0.02 %	¥0.2 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, 2018, 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>	1HFY16	FY16	1HFY17	FY17	1HFY18	FY18 (forecasts)
Non-consolidated	単体ベース	1.55	1.53	1.41	1.37	1.35	1% to 1.99%
Consolidated	連結ベース	1.60	1.58	1.46	1.41	1.39	1% to 1.99%