

Financial Results
for the First Half of the Fiscal Year Ending March 31, 2024
- Supplementary Information -



Tokyo Kiraboshi Financial Group, Inc.

[Contents]

I. Overview of Financial Results for the First Half of the Fiscal Year Ending March 31, 2024

1. Status of Profit/Loss	1-3
2. Business Income	4
3. Margin	4
4. ROE	5
5. OHR	6
6. Gain/Loss on Securities	7
7. Capital Ratio (Domestic Standards)	8-9

II. Status of Loans

1. Risk-monitored Loans and Loans Based on the Financial Reconstruction Act	10
2. Coverage Status of Loans Based on the Financial Reconstruction Act	11
3. Status of Reserve for Possible Loan Losses	11
4. Status of Problem Assets Subject to Disclosure	12
5. Loan Breakdown by Industrial Sector	13-14
6. Deposits and Loans	15-20

III. Valuation Gain/Loss on Securities

1. Valuation Standards	21
2. Gain/Loss on Valuation	21

I. Overview of Financial Results for the First Half of the Fiscal Year Ending March 31, 2024

1. Status of Profit/Loss

(1) Tokyo Kiraboshi Financial Group, Inc. [Consolidated]

Ordinary income in the first half of the fiscal year ending March 31, 2024 increased by ¥9,360 million year-on-year to ¥69,968 million, while ordinary profit increased by ¥5,092 million year-on-year to ¥18,309 million. Profit attributable to owners of parent increased by ¥4,848 million year-on-year to ¥13,473 million.

(Millions of yen)

		First half ended Sept. 30, 2023 (A)	Difference (A) – (B)	First half ended Sept. 30, 2022 (B)
Ordinary income	1	69,968	9,360	60,608
Gross business profit	2	44,355	4,697	39,657
(Excluding gains/losses on bonds (five accounts total))	3	47,931	3,407	44,523
Net interest income	4	39,238	5,574	33,663
Trust fees	5	168	(52)	221
Net fees and commissions	6	8,948	1,877	7,071
Net other business income (loss)	7	(4,000)	(2,701)	(1,298)
Expenses (excluding non-recurring losses)	8	30,412	2,040	28,372
Credit-related costs	9	392	(107)	500
Write-off of loans	10	1	(1)	2
Transfer to reserve for individual possible loan losses	11	34	(1,665)	1,699
Other credit-related costs	12	356	1,559	(1,202)
Gains (losses) on stocks and other securities	13	4,759	1,724	3,034
Profit (loss) on investments based on the equity method	14	2	(2)	4
Others	15	(2)	604	(607)
Ordinary profit	16	18,309	5,092	13,217
Extraordinary profit (loss)	17	(64)	(1,027)	963
Income before income taxes	18	18,244	4,064	14,180
Total income taxes	19	4,789	(818)	5,608
Income taxes – current	20	4,384	1,032	3,351
Income taxes – deferred	21	405	(1,851)	2,256
Profit	22	13,455	4,883	8,572
Loss attributable to non-controlling interests	23	(18)	34	(53)
Profit attributable to owners of parent	24	13,473	4,848	8,625

(Number of consolidated subsidiaries and equity-method affiliates)

(Number of companies)

Consolidated subsidiaries	25	17	1	16
Equity-method affiliates	26	3	—	3

(2) Kiraboshi Bank, Ltd.

In the first half of the fiscal year ending March 31 2024, although there was a decrease in dividends received from affiliates and an increase in expenses including higher personnel costs resulting partly from base-pay increases, non-consolidated ordinary profit increased by ¥487 million year-on-year to ¥22,251 million, as a result of such factors as an increase in interest on loans and discounts due in part to promotion of main bank relationship-building and business financing activities, combined with a decrease in credit-related costs and an increase in gains on sales notably of equity securities held for pure investment. Net income for the first half ended September 30, 2023 increased by ¥351 million year-on-year to ¥17,684 million.

* An amount equivalent to ¥3,514 million (¥6,470 million in the period ended September 30, 2022) in profit on investments based on the equity method, which was posted in the Tokyo Kiraboshi Financial Group's accounts in the previous fiscal year, is included in net interest income as dividends from affiliates.

[Non-consolidated]

(Millions of yen)

		First half ended Sept. 30, 2023 (A)	Difference (A) – (B)	First half ended Sept. 30, 2022 (B)
Ordinary income	1	61,424	1,585	59,838
Gross business profit	2	45,275	50	45,225
(Excluding gains/losses on bonds (five accounts total)) (Gross core business profit)	3	48,777	62	48,714
Gross domestic business profit	4	44,278	(3,869)	48,148
(Excluding gains/losses on bonds (five accounts total))	5	45,613	387	45,226
Net interest income	6	39,004	1,202	37,802
Trust fees	7	168	(52)	221
Net fees and commissions	8	6,603	1,665	4,938
Net other business income (loss)	9	(1,498)	(6,684)	5,185
Gross international business profit	10	997	3,920	(2,922)
(Excluding gains/losses on bonds (five accounts total))	11	3,163	(324)	3,488
Net interest income	12	3,547	1,336	2,211
Net fees and commissions	13	88	(10)	98
Net other business income (loss)	14	(2,638)	2,594	(5,232)
Expenses (excluding non-recurring losses)	15	26,251	1,225	25,026
Personnel expenses	16	11,598	605	10,992
Non-personnel expenses	17	12,108	386	11,721
Taxes	18	2,544	232	2,311
Net business income (before transfer to reserve for general possible loan losses) (Net business income)	19	19,024	(1,174)	20,198
(Excluding gains/losses on bonds (five accounts total)) (Core business income)	20	22,526	(1,162)	23,688
Net core business income (excluding gains ([losses]) on cancellation of investment trusts)	21	21,468	(2,294)	23,763
Net core business income (excluding special factors) ^{(Notes) 1}	22	19,011	5,164	13,846
Transfer to reserve for general possible loan losses (1)	23	—	1,302	(1,302)
Net business income	24	19,024	(2,477)	21,501
(Gains/losses on bonds (five accounts total))	25	(3,501)	(12)	(3,489)
Non-recurring profit (loss)	26	3,227	2,964	262
Loss from write-off of non-performing loans (2)	27	343	(1,439)	1,783
Write-off of loans	28	—	—	—
Transfer to reserve for individual possible loan losses	29	—	(1,666)	1,666
Loss on disposal of receivables	30	(4)	(4)	—
Provision for contingent loss	31	(22)	(45)	23
Credit guarantee association responsibility-sharing system charge	32	356	269	86
Other losses from write-off of non-performing loans	33	14	7	6
Reversal of allowance for loan losses (3)	34	567	567	—
Recoveries of written-off claim	35	226	195	30
Gains (losses) on stocks and other securities	36	4,832	1,812	3,019
Gain on sale of stocks and other securities	37	5,024	1,916	3,108
Loss on sale of stocks and other securities	38	161	72	88
Loss on devaluation of stocks and other securities	39	31	31	—
Other non-recurring profit (loss)	40	(2,055)	(1,051)	(1,004)
Ordinary profit	41	22,251	487	21,764
Ordinary profit (excluding special factors) ^{(Notes) 2}	42	18,736	3,442	15,293
Extraordinary profit (loss)	43	(64)	(1,480)	1,415
Income before income taxes	44	22,187	(993)	23,180

Income taxes	45	4,502	(1,344)	5,847
Income taxes – current	46	3,849	810	3,038
Income taxes – deferred	47	653	(2,155)	2,808
Net income	48	17,684	351	17,332
Net income (excluding special factors) ^{(Notes) 2}	49	14,169	3,307	10,862

Credit-related costs (1)+(2)-(3)	50	(223)	(704)	480
----------------------------------	----	-------	-------	-----

(Notes) 1. Indicates an amount exclusive of dividends received from equity-method affiliate that were sourced from sale of real estate by the said equity-method affiliate (¥3,514 million in the current period, ¥6,470 million in the same period of the previous fiscal year), and gains from derivatives transactions associated with unwinding of asset swaps (not applicable in the current period, ¥3,371 million in the same period of the previous fiscal year).

2. Indicates an amount exclusive of dividends received from equity-method affiliate that were sourced from sale of real estate by the said equity-method affiliate (¥3,514 million in the current period, ¥6,470 million in the same period of the previous fiscal year).

[Consolidated]

(Millions of yen)

		First half ended	Difference (A) – (B)	First half ended
		Sept. 30, 2023 (A)		Sept. 30, 2022 (B)
Ordinary income	51	60,388	6,657	53,731
Ordinary profit	52	19,120	3,365	15,755
Profit attributable to owners of parent	53	14,434	3,212	11,221

2. Business Income

Kiraboshi Bank, Ltd. [Non-consolidated]

(Millions of yen)

	First half ended Sept. 30, 2023 (A)	Difference (A) – (B)	First half ended Sept. 30, 2022 (B)
Net business income (before provision for general reserve for possible loan losses)	19,024	(1,174)	20,198
Per employee (thousands of yen)	8,130	(87)	8,217
Business Income	19,024	(2,477)	21,501
Per employee (thousands of yen)	8,130	(617)	8,747
Net core business income	22,526	(1,162)	23,688
Per employee (thousands of yen)	9,626	(10)	9,637

(Note) For employees above, the average number of employees during the period under review, including executive officers but excluding temporary employees, fixed-term employees, and secondees, has been used.

3. Margin

Kiraboshi Bank, Ltd. [Non-consolidated]

<Combined basis>

(%)

	First half ended Sept. 30, 2023 (A)	Difference (A) – (B)	First half ended Sept. 30, 2022 (B)
Yields on interest-earning assets (C)	1.49	0.15	1.34
Loans and bills discounted (c)	1.36	0.11	1.24
Securities	2.73	0.04	2.69
Cost of funding (D)	0.95	0.11	0.84
Deposits, etc. (d)	0.02	0.01	0.01
External liabilities	0.70	0.51	0.18
Difference of interest rates between deposits and loans (c)–(d)	1.33	0.10	1.23
Net interest margin (C)–(D)	0.53	0.03	0.50

(Note) Interest on loans and discounts used as the basis for calculating yield on loans and bills discounted includes interest subsidies.

<Domestic Operations>

(%)

	First half ended Sept. 30, 2023 (A)	Difference (A) – (B)	First half ended Sept. 30, 2022 (B)
Yields on interest-earning assets (C)	1.34	0.07	1.27
Loans and bills discounted (c)	1.29	0.08	1.21
Securities	2.50	(0.42)	2.93
Cost of funding (D)	0.90	0.08	0.81
Deposits, etc. (d)	0.01	(0.00)	0.01
External	0.38	0.29	0.09
Difference of interest rates between deposits and loans (c)–(d)	1.28	0.08	1.20
Net interest margin (C)–(D)	0.44	(0.00)	0.45

(Note) Interest on loans and discounts used as the basis for calculating yield on loans and bills discounted includes interest subsidies.

4. ROE

Tokyo Kiraboshi Financial Group, Inc. [Consolidated]

(%)

	First half ended Sept. 30, 2023 (A)	Difference (A) – (B)	First half ended Sept. 30, 2022 (B)
On basis of profit attributable to owners of parent	8.11	2.65	5.46

(Note) Average net assets, the denominator, is computed as the sum of net assets at the beginning and the end of the period, divided by two.

Kiraboshi Bank, Ltd. [Non-consolidated]

(%)

	First half ended Sept. 30, 2023 (A)	Difference (A) – (B)	First half ended Sept. 30, 2022 (B)
On a basis of net business income (before transfer to reserve for general possible loan losses)	11.71	(1.47)	13.18
On a basis of net business income	11.71	(2.32)	14.04
On a basis of net core business income	13.87	(1.59)	15.46
On the basis of net income	10.89	(0.42)	11.31

(Note) Average net assets, the denominator, is computed as the sum of net assets at the beginning and at the end of the period, divided by two.

Kiraboshi Bank, Ltd. [Non-consolidated] (exclusive of dividends received from affiliates)

(%)

	First half ended Sept. 30, 2023 (A)	Difference (A) – (B)	First half ended Sept. 30, 2022 (B)
On a basis of net business income (before transfer to reserve for general possible loan losses)	9.70	0.64	9.06
On a basis of net business income	9.70	(0.21)	9.92
On a basis of net core business income	11.89	0.53	11.36
On the basis of net income	8.86	1.69	7.16

(Note) 1. Average net assets, the denominator, is computed as the sum of net assets at the beginning and the end of the period, divided by two.

2. Dividends from affiliates are deducted in the amount of ¥3.5 billion for the first half ended September 30, 2023, and ¥6.4 billion for the first half ended September 30, 2022.

Kiraboshi Bank, Ltd. [Consolidated]

(%)

	First half ended Sept. 30, 2023 (A)	Difference (A) – (B)	First half ended Sept. 30, 2022 (B)
On a basis of net business income (before transfer to reserve for general possible loan losses)	9.03	0.09	8.94
On a basis of net business income	9.03	(0.73)	9.77
On a basis of net core business income	11.12	(0.01)	11.14
On basis of profit attributable to owners of parent	8.60	1.53	7.06

(Note) Average net assets, the denominator, is computed as the sum of net assets at the beginning and at the end of the period, divided by two.

5. OHR

Kiraboshi Bank, Ltd. [Non-consolidated]

(%)

	First half ended Sept. 30, 2023 (A)	Difference (A) – (B)	First half ended Sept. 30, 2022 (B)
On a basis of gross core business profit	53.81	2.44	51.37
On a basis of gross business profit	57.98	2.64	55.33

(Note) . OHR = $\frac{\text{Expenses}}{\text{Gross business profit}} \times 100$

Kiraboshi Bank, Ltd. [Non-consolidated] (exclusive of dividends received from affiliates)

(%)

	First half ended Sept. 30, 2023 (A)	Difference (A) – (B)	First half ended Sept. 30, 2022 (B)
On a basis of gross core business profit	57.99	(1.24)	59.24
On a basis of gross business profit	62.86	(1.71)	64.57

(Note) 1. OHR = $\frac{\text{Expenses}}{\text{Gross business profit}} \times 100$

2. Dividends from affiliates are deducted in the amount of ¥3.5 billion for the first half ended September 30, 2023, and ¥6.4 billion for the first half ended September 30, 2022.

6. Gain/Loss on Securities

Kiraboshi Bank, Ltd. [Non-consolidated]

(Millions of yen)

	First half ended Sept. 30, 2023 (A)	Difference (A) – (B)	First half ended Sept. 30, 2022 (B)
Gains (losses) on bonds	(3,501)	(12)	(3,489)
Gain on sale of bonds	823	(3,520)	4,344
Gain on redemption of bonds	—	(105)	105
Loss on sale of bonds	4,325	(3,613)	7,939
Loss on redemption of bonds	—	—	—
Loss on devaluation of bonds	—	—	—
Gain (loss) on stocks	4,832	1,812	3,019
Gain on sale of equity securities	5,024	1,916	3,108
Loss on sale of equity securities	161	72	88
Loss on devaluation of equity securities	31	31	—

7. Capital Ratio (Domestic Standards)

(1) Tokyo Kiraboshi Financial Group, Inc. [Consolidated]

(Millions of yen, %)

		September 30, 2023 (A)	Difference (A) – (B)	March 31, 2023 (B)
(1) Capital ratio (%)	(4)/(5)	8.21	0.11	8.09
(2) Basic items in core capital		348,831	9,774	339,056
(3) Adjustments in core capital		24,139	1,468	22,671
(4) Capital	(2) – (3)	324,691	8,306	316,384
Directly issued qualifying common stock or mandatory convertible preferred stock plus related capital surplus and retained earnings		338,285	11,644	326,640
Total provisions included in basic items in core capital		6,945	(1,863)	8,809
Eligible capital instruments subject to transitional arrangements included in basic items in core capital		–	–	–
(5) Risk-weighted assets		3,954,628	47,987	3,906,640
(6) Total necessary capital	(5) × 4%	158,185	1,919	156,265

(2) Kiraboshi Bank, Ltd. [Non-consolidated]

(Millions of yen, %)

		September 30, 2023 (A)	Difference (A) – (B)	March 31, 2023 (B)
(1) Capital ratio (%)	(4)/(5)	8.38	0.20	8.18
(2) Basic items in core capital		343,913	13,816	330,096
(3) Adjustments in core capital		15,298	1,722	13,575
(4) Capital	(2) – (3)	328,614	12,093	316,521
Directly issued qualifying common stock or mandatory convertible preferred stock plus related capital surplus and retained earnings		337,180	15,515	321,665
Total provisions included in basic items in core capital		6,743	(1,698)	8,441
Eligible capital instruments subject to transitional arrangements included in basic items in core capital		–	–	–
(5) Risk-weighted assets		3,919,263	50,375	3,868,887
(6) Total necessary capital	(5) × 4%	156,770	2,015	154,755

(3) Kiraboshi Bank, Ltd. [Consolidated]

(Millions of yen, %)

		September 30, 2023 (A)	Difference (A) – (B)	March 31, 2023 (B)
(1) Capital ratio (%)	(4)/(5)	8.48	0.13	8.35
(2) Basic items in core capital		352,974	10,508	342,466
(3) Adjustments in core capital		20,805	1,525	19,279
(4) Capital	(2) – (3)	332,169	8,982	323,186
Directly issued qualifying common stock or mandatory convertible preferred stock plus related capital surplus and retained earnings		342,144	12,265	329,879
Total provisions included in basic items in core capital		6,841	(1,711)	8,553
Eligible capital instruments subject to transitional arrangements included in basic items in core capital		–	–	–
(5) Risk-weighted assets		3,912,529	43,268	3,869,261
(6) Total necessary capital	(5) × 4%	156,501	1,730	154,770

(4) UI Bank Co., Ltd. [Non-consolidated]

(Millions of yen, %)

		September 30,		March 31,
		2023 (A)	Difference (A) – (B)	2023 (B)
(1) Capital ratio (%)	(4)/(5)	8.24	1.35	6.88
(2) Basic items in core capital		8,963	2,372	6,591
(3) Adjustments in core capital		1,939	(195)	2,135
(4) Capital	(2) – (3)	7,023	2,567	4,456
Directly issued qualifying common stock or mandatory convertible preferred stock plus related capital surplus and retained earnings		8,808	2,324	6,483
Total provisions included in basic items in core capital		155	47	108
Eligible capital instruments subject to transitional arrangements included in basic items in core capital		—	—	—
(5) Risk-weighted assets		85,206	20,515	64,691
(6) Total necessary capital	(5) × 4%	3,408	820	2,587

(Note) Capital ratio is calculated based on Financial Service Agency Notifications No. 19 and 20 of 2006. The standardized approach is applied for calculating credit risks and assets, while the fundamental approach is applied for calculating the amount equivalent to operational risk.

II. Status of Loans

1. Risk-monitored Loans and Loans Based on the Financial Reconstruction Act

Kiraboshi Bank, Ltd. [Non-consolidated]

(Millions of yen)

	September 30, 2023 (A)			March 31, 2023 (B)	September 30, 2022 (C)
		Difference (A) – (B)	Difference (A) – (C)		
Bankrupt and quasi-bankrupt assets	21,360	(1,508)	2,149	22,869	19,211
Doubtful assets	88,340	943	(5,860)	87,396	94,201
Substandard assets	7,271	(332)	(335)	7,603	7,607
Past-due loans (3 months or more)	106	83	70	23	36
Restructured loans	7,165	(415)	(406)	7,580	7,571
Subtotal	116,973	(896)	(4,047)	117,870	121,020
Normal assets	4,755,554	94,200	285,979	4,661,353	4,469,574
Total credit balance	4,872,527	93,303	281,932	4,779,223	4,590,594

(Ratio to total credit balance)

(%)

	September 30, 2023 (A)			March 31, 2023 (B)	September 30, 2022 (C)
		Difference (A) – (B)	Difference (A) – (C)		
Bankrupt and quasi-bankrupt assets	0.43	(0.04)	0.01	0.47	0.41
Doubtful assets	1.81	(0.01)	(0.23)	1.82	2.05
Substandard assets	0.14	(0.00)	(0.01)	0.15	0.16
Past-due loans (3 months or more)	0.00	0.00	0.00	0.00	0.00
Restructured loans	0.14	(0.01)	(0.01)	0.15	0.16
Ratio to total credit balance	2.40	(0.06)	(0.23)	2.46	2.63

[After partial direct write-offs]

(Millions of yen)

	September 30, 2023 (A)			March 31, 2023 (B)	September 30, 2022 (C)
		Difference (A) – (B)	Difference (A) – (C)		
Bankrupt and quasi-bankrupt assets	8,850	(726)	3,281	9,577	5,568
Doubtful assets	88,340	943	(5,860)	87,396	94,201
Substandard assets	7,271	(332)	(335)	7,603	7,607
Past-due loans (3 months or more)	106	83	70	23	36
Restructured loans	7,165	(415)	(406)	7,580	7,571
Subtotal	104,462	(115)	(2,915)	104,578	107,377
Normal assets	4,755,554	94,200	285,979	4,661,353	4,469,574
Total credit balance	4,860,016	94,085	283,064	4,765,931	4,576,952

(Ratio to total credit balance)

(%)

	September 30, 2023 (A)			March 31, 2023 (B)	September 30, 2022 (C)
		Difference (A) – (B)	Difference (A) – (C)		
Bankrupt and quasi-bankrupt assets	0.18	(0.01)	0.06	0.20	0.12
Doubtful assets	1.81	(0.01)	(0.24)	1.83	2.05
Substandard assets	0.14	(0.00)	(0.01)	0.15	0.16
Past-due loans (3 months or more)	0.00	0.00	0.00	0.00	0.00
Restructured loans	0.14	(0.01)	(0.01)	0.15	0.16
Ratio to total credit balance	2.14	(0.04)	(0.19)	2.19	2.34

**2. Coverage Status of Loans Based on the Financial Reconstruction Act
Kiraboshi Bank, Ltd. [Non-consolidated]**

(Millions of yen, %)

	September 30, 2023 (A)			March 31, 2023 (B)	September 30, 2022 (C)
		Difference (A) – (B)	Difference (A) – (C)		
Covered amount (D)	90,611	(1,115)	(2,448)	91,727	93,059
Reserve for possible loan losses	19,755	(1,390)	(2,453)	21,145	22,208
Bankrupt and quasi-bankrupt assets	12,819	(817)	(1,221)	13,637	14,041
Doubtful assets	6,176	(740)	(1,378)	6,916	7,554
Substandard loans	759	167	146	592	613
Collateral guarantees, etc.	70,855	274	4	70,581	70,851
Bankrupt and quasi-bankrupt assets	8,541	(690)	3,370	9,232	5,170
Doubtful assets	61,066	1,056	(3,016)	60,010	64,083
Substandard loans	1,247	(91)	(349)	1,338	1,597
Problem assets (E)	116,973	(896)	(4,047)	117,870	121,020
Coverage ratio (D)/(E)	77.46	(0.35)	0.56	77.82	76.89

**3. Status of Reserve for Possible Loan Losses
Kiraboshi Bank, Ltd. [Non-consolidated]**

(Millions of yen)

	September 30, 2023 (A)			March 31, 2023 (B)	September 30, 2022 (C)
		Difference (A) – (B)	Difference (A) – (C)		
Reserve for possible loan losses	25,736	(3,242)	(5,545)	28,978	31,281
Provision of general reserve for possible loan losses	6,631	(1,684)	(2,945)	8,316	9,576
Provision for individual possible loan losses	19,104	(1,557)	(2,600)	20,662	21,704

4. Status of Problem Assets Subject to Disclosure

Kiraboshi Bank, Ltd. [Non-consolidated]

[First half of the fiscal year ending March 2024 (as of September 30, 2023)]

(Billions of yen)

Self-assessment (Object: Total credit, etc.)

Disclosed debts based on Financial Reconstruction Act and Risk-monitored loans under the Banking Law (Object: Total credit, etc.)

Classification of borrowers	Classification			
	Not classified	Classification II	Classification III	Classification IV
Bankrupt borrowers 8.4 <3.6>	5.7	2.7	— (0.1)	— (4.8)
Virtually bankrupt borrowers 12.8 <5.2>	10.3	2.4	— (0.1)	— (7.6)
Borrowers with bankruptcy concerns 88.3	51.1	16.0	21.1 (6.1)	
Borrowers requiring caution 740.8	Substandard borrowers 8.9	1.1	7.8	
	Borrowers requiring caution, excluding claims to substandard borrowers 731.8	235.6	496.2	
Normal borrowers 4,021.9	4,021.9			
Total 4,872.5 <4,860.0>	4,326.0	525.2	21.1	—

Disclosed debts (credit balance)	Collateral guarantees, etc.	Reserve	Coverage ratio
Bankrupt and quasi-bankrupt 21.3 <8.8>	8.5	12.8	100.0% <100.0%>
Doubtful assets 88.3	61.0	6.1	76.1%
Substandard loans	Past-due loans (3 months or more) 0.1	1.2	0.7
	Restructured loans 7.1		
Subtotal 116.9	70.8	19.7	Total 77.4%
Claims to borrowers requiring caution, excluding claims to substandard borrowers 733.6	<104.4>		<74.7%>
Normal assets 4,755.5			
Total 4,872.5 <4,860.0>			

Ratio to total debts	88.7%	10.7%	0.4%	—
----------------------	-------	-------	------	---

- (Notes) 1. Self-assessment includes loans, repayments for which payment is approved, foreign exchange, provisional payment pursuant to loans, accrued interest, and privately placed bonds guaranteed by banks. The amount for privately placed bonds guaranteed by banks is recorded in fair value.
2. Brackets indicate the reserve amounts against the classified amounts based on the self-assessment results. Reserves are recorded for non-classified loans.
3. Kiraboshi Bank did not take partial direct write-offs. Figures assuming the bank had taken partial direct write-offs are provided in angled brackets.
4. Partial direct write-off means that, regarding debts with collateral/guarantees that are judged uncollectible or valueless, the Classification IV amount is decreased from the debt amount directly as a loan loss write-off.

5. Loan Breakdown by Industrial Sector
Kiraboshi Bank, Ltd. [Non-consolidated]
(i) Loan breakdown by industrial sector

(Millions of yen)

	Balance at September 30, 2023 (A)	Difference		Balance at March 31, 2023 (B)	Balance at September 30, 2022 (C)
		(A) – (B)	(A) – (C)		
All branches	4,834,470	99,072	293,727	4,735,398	4,540,743
Manufacturing	378,055	(10,231)	26,353	388,286	351,702
Agriculture, forestry	1,299	14	156	1,285	1,143
Fishery	255	(59)	86	314	169
Mining, quarrying of stone and gravel	1,639	(134)	(158)	1,773	1,797
Construction	217,140	(8,546)	(17,954)	225,686	235,094
Electricity, gas and heat supplies, and waterworks	24,937	3,641	3,528	21,296	21,409
Communication service	149,802	16,239	25,883	133,563	123,919
Transportation, postal activities	71,511	(5,336)	(6,969)	76,847	78,480
Commerce	554,283	(2,949)	(4,977)	557,232	559,260
Banks and other financial institutions	432,361	70,511	71,363	361,850	360,998
Real estate	1,433,253	40,757	158,837	1,392,496	1,274,416
(Real estate brokerage)	555,043	(380)	77,699	555,423	477,344
(Real estate leasing)	878,210	41,138	81,138	837,072	797,072
Goods rental and leasing	104,906	(7,208)	(3,638)	112,114	108,544
Scientific research, professional and technical services	87,672	(6,906)	1,747	94,578	85,925
Accommodations	16,484	262	(607)	16,222	17,091
Restaurant businesses	56,214	(2,927)	2,091	59,141	54,123
Living-related and personal services, amusement services	79,575	(6,986)	3,797	86,561	75,778
Education, learning support	43,238	(28)	2,983	43,266	40,255
Medical healthcare and welfare	203,071	2,058	14,952	201,013	188,119
Other services	123,417	1,776	(4,283)	121,641	127,700
Local governments	102,148	14,103	5,180	88,045	96,968
Other	753,200	1,020	15,358	752,180	737,842

- (Notes) 1. As special international financial transaction account is included in "Other," and the same applies for (ii) below.
2. "Real estate brokerage" consists of real estate services by businesses with a license for real estate brokerage, while "Real estate leasing" consists of leasing by personal businesses mainly engaged in apartment management. The same applies for (ii) below.

(ii) Loan breakdown by industrial sector (ratio)

(%)

	Balance at September 30, 2023 (A)			Balance at March 31, 2023 (B)	Balance at September 30, 2022 (C)
		Difference (A) – (B)	Difference (A) – (C)		
All branches	100.00%	–	–	100.00%	100.00%
Manufacturing	7.81%	(0.37%)	0.07%	8.19%	7.74%
Agriculture, forestry	0.02%	(0.00%)	0.00%	0.02%	0.02%
Fishery	0.00%	(0.00%)	0.00%	0.00%	0.00%
Mining, quarrying of stone and gravel	0.03%	(0.00%)	(0.00%)	0.03%	0.03%
Construction	4.49%	(0.27%)	(0.68%)	4.76%	5.17%
Electricity, gas and heat supplies, and waterworks	0.51%	0.06%	0.04%	0.44%	0.47%
Communication service	3.09%	0.27%	0.36%	2.82%	2.72%
Transportation, postal activities	1.47%	(0.14%)	(0.24%)	1.62%	1.72%
Commerce	11.46%	(0.30%)	(0.85%)	11.76%	12.31%
Banks and other financial institutions	8.94%	1.30%	0.99%	7.64%	7.95%
Real estate	29.64%	0.24%	1.58%	29.40%	28.06%
(Real estate brokerage)	11.48%	(0.24%)	0.96%	11.72%	10.51%
(Real estate leasing)	18.16%	0.48%	0.61%	17.67%	17.55%
Goods rental and leasing	2.16%	(0.19%)	(0.22%)	2.36%	2.39%
Scientific research, professional and technical services	1.81%	(0.18%)	(0.07%)	1.99%	1.89%
Accommodations	0.34%	(0.00%)	(0.03%)	0.34%	0.37%
Restaurant businesses	1.16%	(0.08%)	(0.02%)	1.24%	1.19%
Living-related and personal services, amusement services	1.64%	(0.18%)	(0.02%)	1.82%	1.66%
Education, learning support	0.89%	(0.01%)	0.00%	0.91%	0.88%
Medical healthcare and welfare	4.20%	(0.04%)	0.05%	4.24%	4.14%
Other services	2.55%	(0.01%)	(0.25%)	2.56%	2.81%
Local governments	2.11%	0.25%	(0.02%)	1.85%	2.13%
Other	15.57%	(0.30%)	(0.66%)	15.88%	16.24%

(iii) Risk-monitored loans by industrial sector

(Millions of yen)

	Balance at September 30, 2023 (A)			Balance at March 31, 2023 (B)	Balance at September 30, 2022 (C)
		Difference (A) – (B)	Difference (A) – (C)		
All branches	116,973	(896)	(4,047)	117,870	121,020
Manufacturing	17,114	(946)	(310)	18,060	17,424
Agriculture, forestry	–	–	–	–	–
Fishery	–	–	–	–	–
Mining, quarrying of stone and gravel	453	453	453	–	–
Construction	8,390	(232)	(1,049)	8,623	9,440
Electricity, gas and heat supplies, and waterworks	–	(89)	(89)	89	89
Communication service	5,807	46	755	5,761	5,052
Transportation, postal activities	3,441	(367)	328	3,808	3,112
Commerce	36,200	(679)	(2,002)	36,880	38,202
Banks and other financial institutions	205	(52)	(53)	258	259
Real estate	9,432	(510)	(2,539)	9,943	11,972
(Real estate brokerage)	1,428	(13)	(147)	1,441	1,576
(Real estate leasing)	8,004	(497)	(2,391)	8,501	10,396
Goods rental and leasing	655	75	16	579	639
Scientific research, professional and technical services	5,882	(127)	(848)	6,010	6,730
Accommodations	1,762	(45)	(287)	1,807	2,050
Restaurant businesses	7,021	(275)	206	7,297	6,814
Living-related and personal services, amusement services	4,013	234	409	3,779	3,603
Education, learning support	2,197	705	778	1,492	1,419
Medical healthcare and welfare	2,683	186	202	2,497	2,481
Other services	5,182	697	(181)	4,485	5,364
Local governments	–	–	–	–	–
Other	6,527	30	164	6,497	6,363

6. Deposits and Loans

(i) Status of loans

(1) Kiraboshi Bank, Ltd. [Non-consolidated]

(Millions of yen, %)

	September 30, 2023 (A)			March 31, 2023 (B)	September 30, 2022 (C)
		Difference (A) – (B)	Difference (A) – (C)		
Loans (balance)	4,834,470	99,071	293,727	4,735,398	4,540,743
(Excluding offshore accounts) (D)	4,834,470	99,071	293,727	4,735,398	4,540,743
Loans to small and medium-sized enterprises (E)	4,068,403	44,063	261,690	4,024,339	3,806,713
Small and medium-sized enterprise loans	3,369,254	46,030	257,751	3,323,224	3,111,503
Personal loans	699,148	(1,967)	3,938	701,115	695,210
Percentage of total loans (E)/(D)	84.15	(0.83)	0.31	84.98	83.83
Loans (average balance)	4,773,710	258,014	367,085	4,515,696	4,406,625

(2) UI Bank Co., Ltd. [Non-consolidated]

(Millions of yen, %)

	September 30, 2023 (A)			March 31, 2023 (B)	September 30, 2022 (C)
		Difference (A) – (B)	Difference (A) – (C)		
Loans (balance)	53	52		1	
(Excluding offshore accounts) (D)	53	52		1	
Loans to small and medium-sized enterprises (E)	53	52		1	
Small and medium-sized enterprise loans	—	—		—	
Personal loans	53	52		1	
Percentage of total loans (E)/(D)	100.00	—		100.00	
Loans (average balance)	27	27		0	

(Note) Year-on-year comparison with September 30, 2022, is not stated, as the card loan business by UI Bank was started in March 2023. Loans to Kiraboshi Bank are not included in the above table.

(3) Kiraboshi Bank, Ltd. and UI Bank Co., Ltd. combined

(Millions of yen, %)

	September 30, 2023 (A)			March 31, 2023 (B)	September 30, 2022 (C)
		Difference (A) – (B)	Difference (A) – (C)		
Loans (balance)	4,834,524	99,123		4,735,400	
(Excluding offshore accounts) (D)	4,834,524	99,123		4,735,400	
Loans to small and medium-sized enterprises (E)	4,068,457	44,115		4,024,341	
Small and medium-sized enterprise loans	3,369,254	46,030		3,323,224	
Personal loans	699,202	(1,914)		701,117	
Percentage of total loans (E)/(D)	84.15	(0.82)		84.98	
Loans (average balance)	4,773,738	258,041		4,515,696	

(Note) Year-on-year comparison with September 30, 2022, is not stated, as the card loan business by UI Bank was started in March 2023. Loans to Kiraboshi Bank are not included in the above table.

(ii) Consumer loan balance**(1) Kiraboshi Bank, Ltd. [Non-consolidated]**

(Millions of yen)

	September 30, 2023 (A)			March 31, 2023 (B)	September 30, 2022 (C)
		Difference (A) – (B)	Difference (A) – (C)		
Consumer loan balance	699,148	(1,967)	3,938	701,115	695,210
Housing-related loans	630,569	(1,138)	(382)	631,708	630,952
Other loans	68,579	(828)	4,321	69,407	64,258

(2) UI Bank Co., Ltd. [Non-consolidated]

(Millions of yen)

	September 30, 2023 (A)			March 31, 2023 (B)	September 30, 2022 (C)
		Difference (A) – (B)	Difference (A) – (C)		
Consumer loan balance	53	52		1	
Housing-related loans	–	–		–	
Other loans	53	52		1	

(Note) Year-on-year comparison with September 30, 2022, is not stated, as the card loan business by UI Bank was started in March 2023. Loans to Kiraboshi Bank are not included in the above table.

(1) Kiraboshi Bank, Ltd. and UI Bank Co., Ltd. combined

(Millions of yen)

	September 30, 2023 (A)			March 31, 2023 (B)	September 30, 2022 (C)
		Difference (A) – (B)	Difference (A) – (C)		
Consumer loan balance	699,202	(1,914)		701,117	
Housing-related loans	630,569	(1,138)		631,708	
Other loans	68,632	(776)		69,408	

(Note) Year-on-year comparison with September 30, 2022, is not stated, as the card loan business by UI Bank was started in March 2023. Loans to Kiraboshi Bank are not included in the above table.

(iii) Status of deposits**(1) Kiraboshi Bank, Ltd. [Non-consolidated]**

(Millions of yen)

	September 30, 2023 (A)			March 31, 2023 (B)	September 30, 2022 (C)
		Difference (A) – (B)	Difference (A) – (C)		
Deposits (year-end balance)	5,490,996	133,249	384,431	5,357,746	5,106,564
Deposits	5,481,496	133,249	384,431	5,348,246	5,097,064
Personal deposits	3,017,570	(3,482)	(19,262)	3,021,053	3,036,833
Corporate deposits	2,123,363	126,749	206,317	1,996,614	1,917,045
Other deposits	340,562	9,982	197,377	330,579	143,185
Negotiable certificates of deposit	9,500	—	—	9,500	9,500
Deposit (average balance)	5,440,355	321,930	353,457	5,118,425	5,086,898
Deposits	5,430,855	322,590	354,774	5,108,264	5,076,081
Negotiable certificates of deposit	9,500	(660)	(1,317)	10,160	10,817

(2) UI Bank Co., Ltd. [Non-consolidated]

(Millions of yen)

	September 30, 2023 (A)			March 31, 2023 (B)	September 30, 2022 (C)
		Difference (A) – (B)	Difference (A) – (C)		
Deposits (year-end balance)	468,300	132,440	228,678	335,860	239,621
Deposits	468,300	132,440	228,678	335,860	239,621
Personal deposits	468,300	132,440	228,678	335,860	239,621
Deposit (average balance)	405,766	190,400	239,300	215,365	166,466
Deposits	405,766	190,400	239,300	215,365	166,466

(3) Kiraboshi Bank, Ltd. and UI Bank Co., Ltd. combined

(Millions of yen)

	September 30, 2023 (A)			March 31, 2023 (B)	September 30, 2022 (C)
		Difference (A) – (B)	Difference (A) – (C)		
Deposits (year-end balance)	5,959,297	265,690	613,110	5,693,607	5,346,186
Deposits	5,949,797	265,690	613,110	5,684,107	5,336,686
Personal deposits	3,485,871	128,958	209,416	3,356,913	3,276,455
Corporate deposits	2,123,363	126,749	206,317	1,996,614	1,917,045
Other deposits	340,562	9,982	197,377	330,579	143,185
Negotiable certificates of deposit	9,500	—	—	9,500	9,500
Deposit (average balance)	5,846,122	512,331	592,757	5,333,791	5,253,364
Deposits	5,836,622	512,991	594,075	5,323,630	5,242,547
Negotiable certificates of deposit	9,500	(660)	(1,317)	10,160	10,817

(iv) Deposits and loan balances by region
(1) Kiraboshi Bank, Ltd. [Non-consolidated]

(Millions of yen)

				March 31, 2023 (B)	September 30, 2022 (C)
	September 30, 2023 (A)	Difference (A) – (B)	Difference (A) – (C)		
Deposits	5,481,496	133,249	384,431	5,348,246	5,097,064
Tokyo Metropolis	4,292,265	110,759	369,313	4,181,506	3,922,951
Kanagawa Prefecture	1,102,270	20,091	11,110	1,082,178	1,091,159
Others	86,961	2,399	4,008	84,562	82,953
Loans and bills discounted	4,834,470	99,071	293,727	4,735,398	4,540,743
Tokyo Metropolis	4,204,468	103,437	296,258	4,101,030	3,908,210
Kanagawa Prefecture	568,127	(5,559)	(9,209)	573,686	577,336
Others	61,875	1,193	6,678	60,681	55,196

(2) UI Bank Co., Ltd. [Non-consolidated]

(Millions of yen)

				March 31, 2023 (B)	September 30, 2022 (C)
	September 30, 2023 (A)	Difference (A) – (B)	Difference (A) – (C)		
Deposits	468,300	132,440	228,678	335,860	239,621
Tokyo Metropolis	206,923	51,866	92,296	155,056	114,626
Kanagawa Prefecture	88,050	24,143	43,946	63,907	44,103
Others*	173,326	56,429	92,435	116,896	80,891
Loans and bills discounted	53	52		1	
Tokyo Metropolis	6	6		0	
Kanagawa Prefecture	2	2		—	
Others	44	43		1	

(Note) Year-on-year comparison of loan balance with September 30, 2022, is not stated, as the card loan business by UI Bank was started in March 2023. Loans to Kiraboshi Bank are not included in the above table.

* Distribution in other regions (Deposits only include yen deposits)

(Millions of yen)

				March 31, 2023 (B)	September 30, 2022 (C)
	September 30, 2023 (A)	Difference (A) – (B)	Difference (A) – (C)		
Total	173,232	56,335	92,341	116,896	80,891
Kanto	71,350	21,187	34,134	50,162	37,216
Kansai	33,277	11,308	19,143	21,968	14,133
Tokai	21,590	7,015	12,081	14,575	9,508
Others	47,014	16,823	26,981	30,190	20,033
Loans and bills discounted	44	43		1	
Kanto	13	13		—	
Kansai	10	9		0	
Tokai	8	8		—	
Others	13	12		1	

(3) Kiraboshi Bank, Ltd. and UI Bank Co., Ltd. combined

(Millions of yen)

	September 30, 2023 (A)	Difference		March 31, 2023 (B)	September 30, 2022 (C)
		(A) – (B)	(A) – (C)		
Deposits	5,949,797	265,690	613,110	5,684,107	5,336,686
Tokyo Metropolis	4,499,188	162,625	461,610	4,336,562	4,037,578
Kanagawa Prefecture	1,190,320	44,235	55,057	1,146,085	1,135,263
Others	260,288	58,828	96,443	201,459	163,844
Loans and bills discounted	4,834,524	99,123		4,735,400	
Tokyo Metropolis	4,204,474	103,444		4,101,030	
Kanagawa Prefecture	568,129	(5,556)		573,686	
Others	61,919	1,236		60,683	

(Note) Year-on-year comparison of loan balance with September 30, 2022, is not stated, as the card loan business by UI Bank was started in March 2023. Loans to Kiraboshi Bank are not included in the above table.

(v) Assets under management

(1) Kiraboshi Bank, Ltd. [Non-consolidated]

(Millions of yen)

	September 30, 2023 (A)	Difference		March 31, 2023 (B)	September 30, 2022 (C)
		(A) – (B)	(A) – (C)		
Assets under management	406,686	6,162	8,726	400,523	397,960
Investment trust	139,180	2,399	5,291	136,780	133,888
Life insurance	245,225	7,764	11,465	237,460	233,759
Public bonds	22,281	(4,000)	(8,030)	26,282	30,311

(2) Kiraboshi Life Design Securities Co., Ltd.

(Millions of yen)

	September 30, 2023 (A)	Difference		March 31, 2023 (B)	September 30, 2022 (C)
		(A) – (B)	(A) – (C)		
Assets under management	236,728	33,901	51,127	202,827	185,601
Investment trust	218,224	29,660	45,358	188,564	172,866
Public bonds	80	(57)	(72)	137	152
Others	18,424	4,298	5,840	14,125	12,583

(3) Kiraboshi Bank, Ltd. and Kiraboshi Life Design Securities Co., Ltd. combined

(Millions of yen)

	September 30, 2023 (A)	Difference		March 31, 2023 (B)	September 30, 2022 (C)
		(A) – (B)	(A) – (C)		
Assets under management	643,415	40,064	59,853	603,351	583,562
Investment trust	357,404	32,059	50,649	325,345	306,755
Life insurance	245,225	7,764	11,465	237,460	233,759
Public bonds	22,361	(4,057)	(8,102)	26,419	30,463
Other	18,424	4,298	5,840	14,125	12,583

(vi) Status of branches and employees**Kiraboshi Bank, Ltd. [Non-consolidated]**

(Branches, persons)

				March 31, 2023 (B)	September 30, 2022 (C)
	September 30, 2023 (A)	Difference (A) – (B)	Difference (A) – (C)		
Domestic head office and branch offices (including representative offices)	164	(2)	(2)	166	166
Tokyo Metropolis	121	(3)	(3)	124	124
Kanagawa Prefecture	39	1	1	38	38
Others	4	–	–	4	4
Number of executives and employees	2,322	(1)	(114)	2,323	2,436
Number of executives	10	1	(2)	9	12
Number of employees	2,312	(2)	(112)	2,314	2,424

(Note) For employees above, the number of employees, including executive officers, but excluding temporary employees, fixed-term employees, and secondees, has been used.

(vii) Trust business**Kiraboshi Bank, Ltd. [Non-consolidated]**

(Millions of yen)

					March 31, 2023 (B)	September 30, 2022 (C)
		September 30, 2023 (A)	Difference (A) – (B)	Difference (A) – (C)		
Construction cost credit trust	Value of transactions handled	18,639		6,203	34,345	12,435
	Fiscal year-end balance	23,037	2,105	8,377	20,932	14,659
Real estate management trust	Value of transactions handled	6,423		(23,239)	36,936	29,663
	Fiscal year-end balance	95,742	6,026	13,746	89,716	81,996
Other	Value of transactions handled	13		5	23	8
	Fiscal year-end balance	1,294	(1,525)	(1,517)	2,820	2,812
Total	Value of transactions handled	25,076		(17,031)	71,305	42,108
	Fiscal year-end balance	120,075	6,605	20,606	113,469	99,468

(Note) Comparison with the fiscal year ended March 31, 2023, is not presented because the calculation period is different for the value of transactions handled.

III. Valuation Gain/Loss on Securities

1. Valuation Standards

Trading-purpose securities	Mark-to-market method
Marketable bonds held to maturity	Amortized cost method
Other securities	Mark-to-market method (Valuation gains or losses on available-for-sale securities are recorded as a separate item under net assets.) Cost method applied for stocks, etc. without market value
Investments in subsidiaries and affiliates	Cost method

2. Gain/loss on Valuation

(1) Tokyo Kiraboshi Financial Group, Inc. [Consolidated]

(Millions of yen)

	September 30, 2023				September 30, 2022		
	Gain (loss) on valuation (A)	Difference (A) – (B)	Valuation gain	Valuation loss	Gain (loss) on valuation (B)	Valuation gain	Valuation loss
Marketable bonds held to maturity	(1,886)	(100)	—	1,886	(1,785)	—	1,785
Other securities	(16,851)	(645)	19,132	35,983	(16,205)	16,250	32,455
Stocks	13,530	6,368	13,731	201	7,162	8,953	1,791
Bonds	(15,598)	(7,589)	378	15,976	(8,009)	920	8,929
Others	(14,783)	574	5,021	19,805	(15,358)	6,376	21,734
Total	(18,737)	(746)	19,132	37,869	(17,990)	16,250	34,240

(2) Kiraboshi Bank, Ltd. [Non-consolidated]

(Millions of yen)

	September 30, 2023				September 30, 2022		
	Gain (loss) on valuation (A)	Difference (A) – (B)	Valuation gain	Valuation loss	Gain (loss) on valuation (B)	Valuation gain	Valuation loss
Marketable bonds held to maturity	(1,813)	(38)	—	1,813	(1,775)	—	1,775
Other securities	(15,703)	(1,369)	19,734	35,437	(14,333)	17,716	32,050
Stocks	12,975	6,313	13,318	342	6,662	8,559	1,896
Bonds	(15,229)	(7,938)	554	15,784	(7,291)	1,532	8,824
Others	(13,449)	254	5,861	19,310	(13,704)	7,624	21,328
Total	(17,516)	(1,407)	19,734	37,251	(16,108)	17,716	33,825