



Tokyo Kiraboshi Financial Group, Inc.

Listed Code: 7173

(URL: <https://www.tokyo-kiraboshifg.co.jp>)

Listed Stock Exchange: TSE (Prime Market)

November 1, 2024

Consolidated Financial Report for the First Half of the Fiscal Year Ending March 31, 2025 <Under Japanese GAAP>

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Date of submission of semi-annual security report: November 22, 2024

Date to start dividend payment: December 3, 2024

Establishment of special transaction account: Not established

Preparation of supplementary material on financial results: Yes

Holding of financial results briefing: Yes

Note: Figures have been rounded down to the nearest million yen.

1. Consolidated Operating Performance for the First Half of the Fiscal Year Ending March 31, 2025 (From April 1, 2024 to September 30, 2024)

(1) Results in consolidated operations

	(Percentages represent year-on-year changes.)					
	Ordinary income		Ordinary profit		Profit attributable to owners of parent	
	(¥ million)	(%)	(¥ million)	(%)	(¥ million)	(%)
First half of the fiscal year ending March 31, 2025	76,954	9.9	19,034	3.9	12,919	(4.1)
First half of the fiscal year ended March 31, 2024	69,968	15.4	18,309	38.5	13,473	56.2

(Note) Comprehensive income: First half of the fiscal year ending March 31, 2025: ¥4,773 million (52.2%)

First half of the fiscal year ended March 31, 2024: ¥(9,989 million) —%

	Profit attributable to owners of parent per share (¥)	Profit attributable to owners of parent per share (Diluted) (¥)
First half of the fiscal year ending March 31, 2025	422.79	293.17
First half of the fiscal year ended March 31, 2024	442.04	260.58

(2) Consolidated financial position

	Total assets (¥ million)	Total net assets (¥ million)	Net assets to total assets ratio (%)
First half of the fiscal year ending March 31, 2025	6,789,466	367,021	5.4
Fiscal year ended March 31, 2024	7,193,503	365,129	5.0

(Reference)

Equity:

First half of the fiscal year ending March 31, 2025: ¥366,985 million

Fiscal year ended March 31, 2024: ¥365,092 million

(Note)

“Equity” consists of share acquisition rights at the end of the period and non-controlling interests at the end of the period subtracted from net assets, and the “Net assets to total assets ratio” is calculated by dividing equity by total assets at the end of the period. Note that this “Net assets to total assets ratio” is not the net assets to total assets ratio required for the Capital Adequacy Ratio Notification (Financial Services Agency Notification No. 20 of 2006).

2. Dividends

	Annual dividend per share (¥)				
	First quarter	Second quarter	Third quarter	Fiscal year-end	Annual
Fiscal year ended March 31, 2024	—	65.00	—	80.00	145.00
Fiscal year ending March 31, 2025	—	75.00			
Fiscal year ending March 31, 2025 (Forecast)			—	75.00	150.00

(Note 1) Changes to the dividend forecast most recently announced: None

(Note 2) "Dividends" above refers to dividends for common stock. With regard to dividends for class shares (unlisted) issued by the Company with different rights than those of common stock, refer to "Dividend situation for class shares" below.

3. Forecast of Consolidated Operating Performance for the Fiscal Year Ending March 31, 2025 (From April 1, 2024 to March 31, 2025)

(Percentages represent increases or decreases from the previous year results.)

	Ordinary profit		Profit attributable to owners of parent		Profit attributable to owners of parent per share
	(¥ million)	(%)	(¥ million)	(%)	(¥)
Full-year	32,100	(2.6)	24,500	(4.4)	798.92

(Note) Changes to the forecast of consolidated operating performance most recently announced: None

* Notes

(1) Significant changes in scope of consolidation during the first half of the fiscal year ending March 31, 2025: None

Included subsidiaries: ____ (name of company(ies)))

Excluded subsidiaries: ____ (name of company(ies)))

(2) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements after error corrections

a. Changes in accounting policies due to revisions to accounting standards: Yes

b. Changes in accounting policies due to other reasons: None

c. Changes in accounting estimates: None

d. Restatement of prior period financial statements after error corrections: None

(Note) For details, please refer to "(4) Notes on Consolidated Interim Financial Statements (Notes on Changes in Accounting Policies) in 2. Consolidated Interim Financial Statements and Notes" on page 9 of the Attached Materials.

(3) Number of shares issued (common stock)

a. Total number of shares issued at the end of the period (including treasury shares)

First half of the fiscal year ending March 31, 2025 30,650,115 shares

Fiscal year ended March 31, 2024 30,650,115 shares

b. Number of treasury shares at the end of the period

First half of the fiscal year ending March 31, 2025 417,283 shares

Fiscal year ended March 31, 2024 394,867 shares

c. Average number of shares during the period (cumulative from the beginning of the fiscal year)

First half of the fiscal year ending March 31, 2025 30,168,069 shares

First half of the fiscal year ended March 31, 2024 30,148,286 shares

(Note)

The Company introduced Board Benefit Trust/Employee Stock Ownership Plan and the Company's shares held by the said trust are included in treasury shares.

(Overview of Non-consolidated Financial Results Statements)

1. Non-consolidated Operating Performance for the First Half of the Fiscal Year Ending March 31, 2025 (From April 1, 2024 to September 30, 2024)

(1) Results in non-consolidated operations

(Percentages represent year-on-year changes.)								
	Operating income		Operating profit		Ordinary profit		Net income	
	(¥ million)	(%)	(¥ million)	(%)	(¥ million)	(%)	(¥ million)	(%)
First half of the fiscal year ending March 31, 2025	8,577	160.2	7,345	222.9	7,266	223.4	7,179	231.5
First half of the fiscal year ended March 31, 2024	3,295	41.1	2,274	43.9	2,246	44.3	2,165	40.6
	Net income per share							
	(¥)							
First half of the fiscal year ending March 31, 2025	232.56							
First half of the fiscal year ended March 31, 2024	66.96							

(2) Non-consolidated financial position

	Total assets (¥ million)	Total net assets (¥ million)	Net assets to total assets ratio (%)
First half of the fiscal year ending March 31, 2025	226,377	204,229	90.2
Fiscal year ended March 31, 2024	222,133	199,931	90.0

(Reference)

Equity:

First half of the fiscal year ending March 31, 2025: ¥204,220 million Fiscal year ended March 31, 2024: ¥199,922 million

(Note)

“Equity” consists of share acquisition rights at the end of the fiscal year subtracted from net assets, and the “Net assets to total assets ratio” is calculated by dividing equity by total assets at the end of the fiscal year. Note that this “Net assets to total assets ratio” is not the net assets to total assets ratio required for the Capital Adequacy Ratio Notification (Financial Services Agency Notification No. 20 of 2006).

* This report is not subject to the scope of review by certified public accountants and audit corporations.

* Disclaimer and special note for referring to the forecast of operating performance

1. Since the Company falls under the category of specified company (a company undertaking businesses specified in Article 18, Paragraph 2 of the Cabinet Office Ordinance on Disclosure of Corporate Affairs, etc.), it prepares the Interim Consolidated and Non-consolidated Financial Statements for the interim accounting period.
2. Forward-looking statements concerning financial forecasts contained in these materials are based on information available when the forecasts were made and certain assumptions judged to be reasonable. However, the Company makes no guarantee that these forecasts will be achieved, and actual results may differ significantly from the forecasts due to a variety of factors.

* Dividend situation for class shares

The breakdown of dividend per share for class shares with different rights to those of common stock is as follows.

(First series Class I preferred shares)

	Dividend per share (¥)				
	First quarter	Second quarter	Third quarter	Fiscal year-end	Annual
Fiscal year ended March 31, 2024	–	133.00	–	133.00	266.00
Fiscal year ending March 31, 2025	–	140.00			
Fiscal year ending March 31, 2025 (Forecast)			–	140.00	280.00

(Notes)

1. Changes to the dividend forecast most recently announced: None

2. Amount paid per share: ¥20,000

3. Computation used to calculate dividend per share

(1) Fiscal year ended March 31, 2024

(a) Computation

Dividend = amount paid per share × annual dividend rate

(b) Annual dividend rate (*)

Annual dividend rate = Japanese yen TIBOR + 1.1%

(c) Japanese yen TIBOR

On March 31, 2023, the Japanese yen TIBOR (12-month maturity) = 0.23364%

(d) Shares issued

750,000

(2) Fiscal year ending March 31, 2025 (Forecast)

(a) Computation

Dividend = amount paid per share × annual dividend rate

(b) Annual dividend rate (*)

Annual dividend rate = Japanese yen TIBOR + 1.1%

(c) Japanese yen TIBOR

On April 1, 2024, the Japanese yen TIBOR (12-month maturity) = 0.29545%

(d) Shares issued

750,000

(*Annual dividend rate: Figures less than one percent are calculated to three decimal places with the third decimal place rounded off to the second decimal place.)

(Class II preferred shares)

	Dividend per share (¥)				
	First quarter	Second quarter	Third quarter	Fiscal year-end	Annual
Fiscal year ended March 31, 2024	–	23.364	–	23.364	46.728
Fiscal year ending March 31, 2025	–	29.545			
Fiscal year ending March 31, 2025 (Forecast)			–	29.545	59.090

(Notes)

1. Changes to the dividend forecast most recently announced: None

2. Amount paid per share: ¥20,000

3. Computation used to calculate dividend per share

(1) Fiscal year ended March 31, 2024

(a) Computation

Dividend = amount paid per share × annual dividend rate

(b) Annual dividend rate

Annual dividend rate = Japanese yen TIBOR + 0.0%

(c) Japanese yen TIBOR

On March 31, 2023, the Japanese yen TIBOR (12-month maturity) = 0.23364%

(d) Shares issued

2,000,000

(2) Fiscal year ending March 31, 2025 (Forecast)

(a) Computation

Dividend = amount paid per share × annual dividend rate

(b) Annual dividend rate

Annual dividend rate = Japanese yen TIBOR + 0.0%

(c) Japanese yen TIBOR

On April 1, 2024, the Japanese yen TIBOR (12-month maturity) = 0.29545%

(d) Shares issued

2,000,000

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* Financial Results for the First Half of the Fiscal Year Ending March 31, 2025
- Supplementary Information -

1. Overview of Operating Results, etc.

(1) Overview of operating results for the first half of the fiscal year ending March 31, 2025

In the consolidated operating results for the first half of the fiscal year ending March 31, 2025, Kiraboshi Bank, Ltd., which makes up the majority of consolidated results, recorded ¥18.8 billion in ordinary profit, a decrease of ¥3.3 billion year-on-year, and ¥13.1 billion in net income, a decrease of ¥4.4 billion year-on-year. However, as a result of adjustments made for consolidated accounting, such as elimination of internal transactions, ordinary profit came to ¥19.0 billion, an increase of ¥0.7 billion year-on-year, while profit attributable to owners of parent decreased by ¥0.5 billion year-on-year to ¥12.9 billion.

The main factors affecting the operating results of Kiraboshi Bank, Ltd., compared with the same period of a year earlier, are as follows.

- (i) Interest on loans and discounts*¹: An increase of ¥1.6 billion year-on-year reflecting continued increase in loan balances resulting largely from the promotion of transactions for main bank relationship building and efforts in strengthening customer relations, combined with rising yields.
- (ii) Interest and dividends on securities: A decrease of ¥2.8 billion year-on-year as a result largely of a ¥3.5 billion decrease in dividend from an equity method affiliate that was partly offset by JGB asset swap and an increase in floating-rate foreign bonds.
- (iii) Other net interest income: A decrease of ¥0.8 billion year-on-year due largely to an increase in deposit interest (¥(1.0) billion) accompanying rise in interest rates.
- (iv) Non-interest income*²: A decrease of ¥3.2 billion YoY due largely to increases in hedging costs for yen and foreign bonds and in foreign currency funding costs, and a decrease in fee and commission income from corporate customers (¥(1.5) billion) notably in business financing.
- (v) Expenses: An increase of ¥1.3 billion year-on-year due largely to an increase in non-personnel expenses including administrative outsourcing expenses.
- (vi) Credit-related costs: An increase of ¥1.2 billion year-on-year due largely to a decrease in reversal of allowance for loan losses due to the effects of a decline in the historical credit loss rate, despite factors such as improvement in some large customers' credit category due to rebound in corporate earnings.
- (vii) Gains (losses) on bonds, stocks and other securities: An increase of ¥3.1 billion year-on-year due largely to an increase in gain on sale of REIT and on sale of equity securities held for pure investment.

*¹ Interest on loans and discounts includes interest subsidies associated with effectively interest-free, unsecured loans on which interest would later be reimbursed by local governments.

*² Non-interest income is the figure for constituents of gross core business profit, excluding net interest income. (Non-interest income = trust fees + net fees and commissions + other business income (excluding gains/losses on bonds))

(2) Overview of Financial Position in the First Half of the Fiscal Year Ending March 31, 2025

As of September 30, 2024, total assets amounted to ¥6,789.4 billion, down ¥404.0 billion from the end of the previous fiscal year, and net assets stood at ¥367.0 billion, a ¥1.8 billion increase from the end of the previous fiscal year.

With respect to major account balances, deposits increased by ¥66.9 billion from the end of the previous fiscal year to ¥5,897.2 billion, loans and bills discounted increased by ¥6.8 billion from the end of the previous fiscal year to ¥4,828.1 billion, and securities decreased by ¥0.9 billion from the end of the previous fiscal year to ¥926.8 billion.

(3) Note on the Forecast of the Consolidated Operating Performance and Other Forward-Looking Statements

There is no change to the forecasts of operating performance for the fiscal year ending March 31, 2025, announced on May 1, 2024.

2. Consolidated Interim Financial Statements and Notes

(1) Consolidated Interim Balance Sheets

(¥ million)

	As of March 31, 2024	As of September 30, 2024
Assets		
Cash and due from banks	1,157,591	760,513
Call loans and bills bought	5,238	5,680
Monetary claims bought	72,311	67,328
Trading securities	1,061	1,065
Money held in trust	4,508	5,241
Securities	927,806	926,823
Loans and bills discounted	4,821,294	4,828,114
Foreign exchanges	4,857	4,370
Lease receivables and investments in leases	28,333	29,780
Other assets	77,650	61,886
Property, plant and equipment	59,913	59,486
Intangible assets	17,636	17,051
Retirement benefit asset	34,693	36,241
Deferred tax assets	1,940	4,432
Customers' liabilities for acceptances and guarantees	5,526	6,131
Allowance for loan losses	(26,863)	(24,682)
Total assets	7,193,503	6,789,466
Liabilities		
Deposits	5,830,294	5,897,279
Negotiable certificates of deposit	71,000	195,000
Call money and bills sold	654,868	23,141
Cash collateral received for securities lent	155,252	166,804
Borrowed money	53,936	53,308
Foreign exchanges	1,012	596
Bonds payable	5,848	5,136
Borrowed money from trust account	609	—
Other liabilities	46,202	71,546
Provision for bonuses	1,815	1,958
Provision for bonuses for directors (and other officers)	176	—
Provision for share-based payments	389	202
Retirement benefit liability	82	82
Provision for retirement benefits for directors (and other officers)	118	111
Provision for point card certificates	95	96
Provision for reimbursement of deposits	174	120
Provision for contingent loss	885	861
Reserves under special laws	0	0
Deferred tax liabilities	83	66
Acceptances and guarantees	5,526	6,131
Total liabilities	6,828,373	6,422,444

(¥ million)

	As of March 31, 2024	As of September 30, 2024
Net Assets		
Share capital	27,500	27,500
Capital surplus	150,974	151,023
Retained earnings	172,896	183,232
Treasury shares	(936)	(1,283)
Total shareholders' equity	350,434	360,471
Valuation difference on available-for-sale securities	1,696	(5,196)
Deferred gains or losses on hedges	(397)	(1,076)
Revaluation reserve for land	(242)	(242)
Foreign currency translation adjustment	40	34
Remeasurements of defined benefit plans	13,561	12,994
Total accumulated other comprehensive income	14,658	6,513
Share acquisition rights	9	9
Non-controlling interests	27	27
Total net assets	365,129	367,021
Total liabilities and net assets	7,193,503	6,789,466

(2) Consolidated Interim Statements of Income and Consolidated Interim Statements of Comprehensive Income
(Consolidated Interim Statements of Income)

(¥ million)

	First half of the fiscal year ended March 31, 2024	First half of the fiscal year ending March 31, 2025
Ordinary income	69,968	76,954
Interest income	42,151	44,623
Interest on loans and discounts	32,682	34,171
Interest and dividends on securities	8,635	9,384
Trust fees	168	160
Fees and commissions	10,630	11,004
Other operating income	999	2,209
Other ordinary income	16,018	18,956
Ordinary expenses	51,659	57,920
Interest expenses	2,913	3,674
Interest on deposits	1,472	2,155
Fees and commissions payments	1,681	1,663
Other operating expenses	4,999	7,209
General and administrative expenses	30,485	32,512
Other ordinary expenses	11,579	12,859
Ordinary profit	18,309	19,034
Extraordinary income	—	45
Gain on disposal of non-current assets	—	45
Extraordinary losses	64	82
Loss on disposal of non-current assets	64	82
Profit before income taxes	18,244	18,997
Income taxes – current	4,384	5,066
Income taxes – deferred	405	1,013
Total income taxes	4,789	6,079
Profit	13,455	12,918
Profit (Loss) attributable to non-controlling interests	(18)	(0)
Profit attributable to owners of parent	13,473	12,919

(Consolidated Interim Statements of Comprehensive Income)

(¥ million)

	First half of the fiscal year ended March 31, 2024	First half of the fiscal year ending March 31, 2025
Profit	13,455	12,918
Other comprehensive income	(3,465)	(8,144)
Valuation difference on available-for-sale securities	(3,511)	(6,894)
Deferred gains or losses on hedges	43	(679)
Foreign currency translation adjustment	11	(5)
Remeasurements of defined benefit plans	(11)	(566)
Share of other comprehensive income of entities accounted for using equity method	3	2
Comprehensive income	9,989	4,773
(Breakdown)		
Comprehensive income attributable to owners of parent	10,007	4,774
Comprehensive income attributable to non-controlling interests	(18)	(0)

(3) Consolidated Interim Statements of Changes in Net Assets

First half of the fiscal year ended March 31, 2024

(¥ million)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of the year	27,500	150,968	151,399	(1,198)	328,669
Changes of items during the reporting period					
Dividends of surplus			(2,029)		(2,029)
Profit attributable to owners of parent			13,473		13,473
Acquisition of treasury shares				(18)	(18)
Disposition of treasury shares		5		311	316
Net changes of items other than shareholders' equity during the reporting period					
Total changes of items during the reporting period	-	5	11,444	292	11,742
Balance at end of period	27,500	150,974	162,843	(906)	340,411

	Accumulated other comprehensive income						Share acquisition rights	Non-controlling interests	Total net assets
	Net unrealized gain on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income			
Balance at beginning of the year	(5,121)	-	(242)	25	3,573	(1,765)	13	55	326,972
Changes of items during the reporting period									
Dividends of surplus									(2,029)
Profit attributable to owners of parent									13,473
Acquisition of treasury shares									(18)
Disposition of treasury shares									316
Net changes of items other than shareholders' equity during the reporting period	(3,508)	43	-	11	(11)	(3,465)	(3)	(18)	(3,487)
Total changes of items during the reporting period	(3,508)	43	-	11	(11)	(3,465)	(3)	(18)	8,254
Balance at end of period	(8,630)	43	(242)	36	3,561	(5,231)	9	36	335,226

First half of the fiscal year ending March 31, 2025

(¥ million)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of the year	27,500	150,974	172,896	(936)	350,434
Changes of items during the reporting period					
Dividends of surplus			(2,582)		(2,582)
Profit attributable to owners of parent			12,919		12,919
Acquisition of treasury shares				(862)	(862)
Disposition of treasury shares		48		514	563
Net changes of items other than shareholders' equity during the reporting period					
Total changes of items during the reporting period	-	48	10,336	(347)	10,037
Balance at end of period	27,500	151,023	183,232	(1,283)	360,471

	Accumulated other comprehensive income						Share acquisition rights	Non-controlling interests	Total net assets
	Net unrealized gain on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income			
Balance at beginning of the year	1,696	(397)	(242)	40	13,561	14,658	9	27	365,129
Changes of items during the reporting period									
Dividends of surplus									(2,582)
Profit attributable to owners of parent									12,919
Acquisition of treasury shares									(862)
Disposition of treasury shares									563
Net changes of items other than shareholders' equity during the reporting period	(6,892)	(679)	-	(5)	(566)	(8,144)	-	(0)	(8,145)
Total changes of items during the reporting period	(6,892)	(679)	-	(5)	(566)	(8,144)	-	(0)	1,892
Balance at end of period	(5,196)	(1,076)	(242)	34	12,994	6,513	9	27	367,021

(4) Notes on Consolidated Interim Financial Statements

(Notes on Changes in Accounting Policies)

(Application of “Accounting Standard for Current Income Taxes” and related implementation guidance)

The “Accounting Standard for Current Income Taxes” (ASBJ Statement No. 27, October 28, 2022; hereinafter, the “Accounting Standard for Current Income Taxes”) and related implementation guidance are applied since the beginning of the interim consolidated accounting period of the fiscal year under review.

With respect to the revision concerning accounting classification of income taxes (taxes on other comprehensive income), the transitional treatment stipulated in the proviso of Paragraph 20-3 of the Accounting Standard for Current Income Taxes and the transitional treatment stipulated in the proviso of Paragraph 65-2 (2) of the Implementation Guidance on Accounting Standard for Tax Effect Accounting (ASJB Implementation Guidance No. 28, October 28, 2022) are followed.

(Notes on Substantial Changes in the Amount of Shareholders' Equity)

Not applicable.

(Notes on Premise of Going Concern)

Not applicable.

(Significant changes in the scope of consolidation during the first half of the fiscal year ending March 31, 2025)

Not applicable.

(Significant Subsequent Event)

Not applicable.

(Reference)

Trust Asset Balance Table
(As of September 30, 2024)

(¥ million)

Assets	Value	Liability	Value
Loans and bills discounted	2,787	Specified money in trust	2,951
Loans on deeds	2,787	Monetary claims in trust	20,983
Monetary claims	20,983	Composite trusts	98,320
Other monetary claims	20,983		
Property, plant and equipment	96,040		
Movables	669		
Real estate	95,370		
Other receivables	0		
Other receivables	0		
Cash and due from banks	2,445		
Deposits	2,445		
Total	122,256	Total	122,256

3. (Reference) Non-consolidated Financial Statements of Kiraboshi Bank, Ltd.

(1) Overview of Non-consolidated Financial Statements

November 1, 2024

Company name: Kiraboshi Bank, Ltd.

Representative: Hisanobu Watanabe, President

Responsible person for inquiries: Tomoo Kimura, Executive Officer, General Manager of Corporate Planning Division

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Note: Figures have been rounded down to the nearest million yen.

1. Non-consolidated Operating Performance for the First Half of the Fiscal Year Ending March 31, 2025 (From April 1, 2024 to September 30, 2024)

(1) Results in non-consolidated operations (cumulative)

(Percentages represent year-on-year changes.)

	Ordinary income		Ordinary profit		Net income	
	(¥ million)	(%)	(¥ million)	(%)	(¥ million)	(%)
First half of the fiscal year ending March 31, 2025	62,200	1.2	18,853	(15.2)	13,195	(25.3)
First half of the fiscal year ended March 31, 2024	61,424	2.6	22,251	2.2	17,684	2.0

(2) Non-consolidated financial position

	Total assets (¥ million)	Total net assets (¥ million)	Net assets to total assets ratio (%)
First half of the fiscal year ending March 31, 2025	6,513,529	348,126	5.3
Fiscal year ended March 31, 2024	7,079,201	349,826	4.9

(Reference)

Equity: First half of the fiscal year ending March 31, 2025: ¥348,126 million

Fiscal year ended March 31, 2024: ¥349,826 million

(Note)

“Equity” is the value of total net assets at the end of the period, and “Net assets to total assets ratio” is calculated by dividing equity by total assets at the end of the period. Note that this “Net assets to total assets ratio” is not the net assets to total assets ratio required for the Capital Adequacy Ratio Notification (Financial Services Agency Notification No. 19 of 2006).

(2) Non-consolidated Interim Balance Sheets

Kiraboshi Bank, Ltd.

(¥ million)

	As of March 31, 2024	As of September 30, 2024
Assets		
Cash and due from banks	1,122,993	563,055
Call loans	5,238	5,680
Monetary claims bought	57,794	52,470
Trading securities	1,061	1,065
Money held in trust	4,508	5,241
Securities	922,736	921,510
Loans and bills discounted	4,833,110	4,840,630
Foreign exchanges	4,857	4,370
Other assets	49,300	35,374
Other	49,300	35,374
Property, plant and equipment	65,827	65,276
Intangible assets	9,306	8,743
Prepaid pension cost	14,633	17,062
Deferred tax assets	5,582	7,834
Customers' liabilities for acceptances and guarantees	5,576	6,141
Allowance for loan losses	(23,327)	(20,929)
Total assets	7,079,201	6,513,529
Liabilities		
Deposits	5,472,896	5,498,347
Negotiable certificates of deposit	71,000	195,000
Call money	654,868	23,141
Cash collateral received for securities lent	155,252	166,804
Borrowed money	340,236	220,276
Foreign exchanges	1,012	596
Borrowed money from trust account	609	—
Other liabilities	23,525	50,844
Income taxes payable	4,254	4,702
Lease liabilities	1,780	1,705
Asset retirement obligations	606	625
Other	16,884	43,812
Provision for bonuses	1,468	1,571
Provision for bonuses for directors (and other officers)	75	—
Provision for share-based payments	255	157
Provision for point card certificates	3	2
Provision for reimbursement of deposits	174	120
Provision for contingent loss	885	861
Deferred tax liabilities for land revaluation	1,535	1,535
Acceptances and guarantees	5,576	6,141
Total liabilities	6,729,375	6,165,402

(¥ million)

	As of March 31, 2024	As of September 30, 2024
Net Assets		
Share capital	43,734	43,734
Capital surplus	166,173	166,173
Legal capital surplus	32,922	32,922
Other capital surplus	133,250	133,250
Retained earnings	139,889	145,949
Legal retained earnings	10,732	11,259
Other retained earnings	129,156	134,690
General reserve	18,100	18,100
Retained earnings brought forward	111,056	116,590
Total shareholders' equity	349,797	355,857
Valuation difference on available-for-sale securities	2,196	(4,884)
Deferred gains or losses on hedges	(397)	(1,076)
Revaluation reserve for land	(1,770)	(1,770)
Total valuation and translation adjustments	28	(7,731)
Total net assets	349,826	348,126
Total liabilities and net assets	7,079,201	6,513,529

(3) Non-consolidated Interim Statements of Income

Kiraboshi Bank, Ltd.

(¥ million)

	First half of the fiscal year ended March 31, 2024	First half of the fiscal year ending March 31, 2025
Ordinary income	61,424	62,200
Interest income	45,776	44,692
Interest on loans and discounts	32,578	34,202
Interest and dividends on securities	12,317	9,421
Trust fees	168	160
Fees and commissions	8,485	7,314
Other operating income	823	2,246
Other ordinary income	6,170	7,786
Ordinary expenses	39,172	43,346
Interest expenses	3,224	4,272
Interest on deposits	668	1,577
Fees and commissions payments	1,793	1,836
Other operating expenses	4,961	7,219
General and administrative expenses	26,240	26,865
Other ordinary expenses	2,953	3,153
Ordinary profit	22,251	18,853
Extraordinary losses	64	152
Loss on disposal of non-current assets	64	152
Income before income taxes	22,187	18,701
Income taxes – current	3,849	4,408
Income taxes – deferred	653	1,098
Total income taxes	4,502	5,506
Net income	17,684	13,195

4. (Reference) Non-consolidated Financial Statements of UI Bank Co., Ltd.

(1) Overview of Non-consolidated Financial Statements

November 1, 2024

Company name: UI Bank Co., Ltd

Representative: Nobuyuki Yasuda, President

Responsible person for inquiries: Nobuhito Fukuda, General manager of Corporate Planning Division

URL: <https://www.uibank.co.jp>

Telephone: +81-3-6271-5979

Note: Figures have been rounded down to the nearest million yen.

1. Non-consolidated Operating Performance for the First Half of the Fiscal Year Ending March 31, 2025 (From April 1, 2024 to September 30, 2024)

(1) Results in non-consolidated operations

(Percentages represent year-on-year changes.)

	Ordinary income		Ordinary profit		Net income	
	(¥ million)	(%)	(¥ million)	(%)	(¥ million)	(%)
First half of the fiscal year ending March 31, 2025	1,560	16.2	(1,000)	—	(1,002)	—
First half of the fiscal year ended March 31, 2024	1,342	141.6	(1,172)	—	(1,175)	—

(2) Non-consolidated financial position

	Total assets (¥ million)	Total net assets (¥ million)	Net assets to total assets ratio (%)
First half of the fiscal year ending March 31, 2025	469,855	6,745	1.4
Fiscal year ended March 31, 2024	414,316	7,747	1.8

(Reference)

Equity: First half of the fiscal year ending March 31, 2025: ¥6,745 million

Fiscal year ended March 31, 2024: ¥7,747 million

(Note)

“Equity” is the value of total net assets at the end of the period, and “Net assets to total assets ratio” is calculated by dividing equity by total assets at the end of the period. Note that this “Net assets to total assets ratio” is not the net assets to total assets ratio required for the Capital Adequacy Ratio Notification (Financial Services Agency Notification No. 19 of 2006).

(2) Non-consolidated Interim Balance Sheets

UI Bank Co., Ltd.
(¥ million)

	As of March 31, 2024	As of September 30, 2024
Assets		
Cash and due from banks	60,200	234,599
Securities	7,424	7,429
Loans and bills discounted	340,289	221,975
Other assets	3,096	2,251
Other	3,096	2,251
Property, plant and equipment	41	31
Intangible assets	3,399	3,656
Allowance for loan losses	(136)	(88)
Total assets	414,316	469,855
Liabilities		
Deposits	403,489	461,752
Other liabilities	3,057	1,357
Income taxes payable	47	36
Other	3,010	1,320
Provision for bonuses for directors (and other officers)	12	—
Provision for share-based payments	8	—
Total liabilities	406,568	463,109
Net Assets		
Share capital	6,625	6,625
Capital surplus	6,175	6,175
Legal capital surplus	6,175	6,175
Retained earnings	(5,052)	(6,054)
Other retained earnings	(5,052)	(6,054)
Retained earnings brought forward	(5,052)	(6,054)
Total shareholders' equity	7,747	6,745
Total net assets	7,747	6,745
Total liabilities and net assets	414,316	469,855

(3) Non-consolidated Interim Statements of Income

UI Bank Co., Ltd.

(¥ million)

	First half of the fiscal year ended March 31, 2024	First half of the fiscal year ending March 31, 2025
Ordinary income	1,342	1,560
Interest income	1,317	1,471
Interest on loans and discounts	1,329	1,396
Interest and dividends on securities	2	19
Fees and commissions	14	40
Other operating income	0	—
Other ordinary income	10	48
Ordinary expenses	2,515	2,560
Interest expenses	805	604
Interest on deposits	805	604
Fees and commissions payments	29	46
Other ordinary expenses	0	1
General and administrative expenses	1,586	1,862
Other operating expenses	93	46
Ordinary profit (loss)	(1,172)	(1,000)
Income (loss) before income taxes	(1,172)	(1,000)
Income taxes – current	2	2
Total income taxes	2	2
Net income (loss)	(1,175)	(1,002)