

# **Financial Statements**

**For the First Quarter Ended June. 30, 2014**

**THE JOYO BANK, LTD.**

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(Note)

Information presented herein has been extracted from the original material, solely for the convenience of the readers outside Japan.

The amounts presented herein have not been audited.

## CONSOLIDATED FINANCIAL INFORMATION

## 1. Consolidated Balance sheets

	(Millions of yen)	
	As of Mar. 31,2014	As of Jun. 30,2014
<b>Assets</b>		
Cash and due from banks	224,661	511,765
Call loans and bills bought	7,181	2,490
Monetary claims bought	14,660	15,026
Trading assets	3,387	3,466
Securities	2,760,304	2,803,336
Loans and bills discounted	5,363,389	5,411,021
Foreign exchanges	2,251	3,043
Lease receivables and investment assets	36,081	35,558
Other assets	47,812	69,586
Tangible fixed assets	96,121	95,641
Intangible fixed assets	10,902	10,993
Net defined benefit asset	—	390
Deferred tax assets	2,245	2,265
Customers' liabilities for acceptances and guarantees	14,522	14,990
Allowance for loan losses	△46,915	△45,500
Allowance for investment loss	△35	△35
<b>Total assets</b>	<b>8,536,571</b>	<b>8,934,042</b>
<b>Liabilities</b>		
Deposits	7,479,902	7,699,700
Negotiable certificates of deposit	10,030	6,177
Call money and bills sold	71,839	54,302
Payables under securities lending transactions	105,996	109,838
Trading liabilities	141	162
Borrowed money	218,248	368,099
Foreign exchanges	353	436
Bonds payable	15,000	15,000
Bonds with subscription rights to shares	—	30,408
Borrowed money from trust account	19	3
Other liabilities	62,790	54,785
Provision for directors' bonuses	48	—
Net defined benefit liability	8,834	9,831
Provision for directors' retirement benefits	39	28
Provision for reimbursement of deposits	1,993	1,969
Provision for point card certificates	127	120
Provision for loss on interest repayment	2	2
Provision for contingent loss	1,505	1,382
Reserves under special laws	1	1
Deferred tax liabilities	14,352	23,305
Deferred tax liabilities for land revaluation	11,872	11,849
Negative goodwill	1,975	1,935
Acceptances and guarantees	14,522	14,990
<b>Total liabilities</b>	<b>8,019,600</b>	<b>8,404,333</b>
<b>Net assets</b>		
Capital stock	85,113	85,113
Capital surplus	58,574	58,574
Retained earnings	300,506	306,080
Treasury shares	△21,079	△30,440
<b>Total shareholders' equity</b>	<b>423,113</b>	<b>419,327</b>
Valuation difference on available-for-sale securities	86,445	102,599
Deferred gains or losses on hedges	△2,072	△1,975
Revaluation reserve for land	12,184	12,142
Remeasurements of defined benefit plans	△5,656	△5,414
<b>Total accumulated other comprehensive income</b>	<b>90,900</b>	<b>107,352</b>
Subscription rights to shares	113	112
Minority interests	2,843	2,916
<b>Total net assets</b>	<b>516,971</b>	<b>529,708</b>
<b>Total liabilities and net assets</b>	<b>8,536,571</b>	<b>8,934,042</b>

## 2. Consolidated Statements of Income and Consolidated Statements of Comprehensive Income

	(Millions of yen)	
	1QFY2013 (3 months)	1QFY2014 (3 months)
(Consolidated Statements of Income)		
Ordinary income	50,740	41,516
Interest income	24,764	24,976
Interest on loans and discounts	17,409	16,994
Interest and dividends on securities	7,177	7,810
Trust fees	11	13
Fees and commissions	6,328	6,126
Trading income	423	226
Other ordinary income	5,424	1,540
Other income	13,788	8,633
Ordinary expenses	32,026	27,007
Interest expenses	1,243	1,214
Interest on deposits	718	642
Fees and commissions payments	1,775	1,751
Other ordinary expenses	2,984	—
General and administrative expenses	19,020	18,769
Other expenses	7,001	5,272
Ordinary income	<u>18,714</u>	<u>14,508</u>
Extraordinary income	0	0
Gain on disposal of non-current assets	0	0
Extraordinary losses	99	161
Loss on disposal of non-current assets	55	84
Impairment loss	43	77
Transfer to reserve for financial products transaction liabilities	—	0
Income before income taxes and minority interests	<u>18,615</u>	<u>14,348</u>
Income taxes – current	6,308	4,343
Income taxes – deferred	154	294
Total income taxes	<u>6,463</u>	<u>4,638</u>
Income before minority interests	<u>12,152</u>	<u>9,710</u>
Minority interests in income	<u>61</u>	<u>69</u>
Net income	<u>12,090</u>	<u>9,640</u>
(Consolidated Statements of Comprehensive Income)		
	1QFY2013	1QFY2014
	(3 months)	(3 months)
Income before minority interests	12,152	9,710
Other comprehensive income	△20,042	16,499
Valuation difference on available-for-sale securities	△20,437	16,160
Deferred gains or losses on hedges	395	97
Remeasurements of defined benefit plans, net of tax	—	241
Comprehensive income	<u>△7,890</u>	<u>26,210</u>
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	△7,952	26,134
Comprehensive income attributable to minority interests	62	75