

Financial Statements

For the Third Quarter Ended Dec. 31, 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 Dec.31,2014
Assets		
Cash and due from banks	224,661	472,925
Call loans and bills bought	7,181	2,450
Monetary claims bought	14,660	15,021
Trading assets	3,387	4,473
Securities	2,760,304	2,729,236
Loans and bills discounted	5,363,389	5,600,942
Foreign exchanges	2,251	3,772
Lease receivables and investment assets	36,081	37,048
Other assets	47,812	74,055
Tangible fixed assets	96,121	96,303
Intangible fixed assets	10,902	10,828
Net defined benefit asset	-	1,184
Deferred tax assets	2,245	2,175
Customers' liabilities for acceptances and guarantees	14,522	16,519
Allowance for loan losses	46,915	45,229
Allowance for investment loss	35	35
Total assets	8,536,571	9,021,672
Liabilities		
Deposits	7,479,902	7,658,593
Negotiable certificates of deposit	10,030	24,650
Call money and bills sold	71,839	56,273
Payables under securities lending transactions	105,996	139,928
Trading liabilities	141	196
Borrowed money	218,248	345,227
Foreign exchanges	353	248
Bonds payable	15,000	15,000
Bonds with subscription rights to shares	-	36,165
Borrowed money from trust account	19	2
Other liabilities	62,790	89,373
Provision for directors' bonuses	48	-
Net defined benefit liability	8,834	9,901
Provision for directors' retirement benefits	39	35
Provision for reimbursement of deposits	1,993	1,913
Provision for point card certificates	127	157
Provision for loss on interest repayment	2	2
Provision for contingent loss	1,505	1,342
Reserves under special laws	1	2
Deferred tax liabilities	14,352	42,178
Deferred tax liabilities for land revaluation	11,872	11,509
Negative goodwill	1,975	1,856
Acceptances and guarantees	14,522	16,519
Total liabilities	8,019,600	8,451,078

(Millions of yen)

	As of Mar.31,2014	As of Dec.31,2014
Net assets		
Capital stock	85,113	85,113
Capital surplus	58,574	58,574
Retained earnings	300,506	306,759
Treasury shares	21,079	21,354
Total shareholders' equity	423,113	429,092
Valuation difference on available-for-sale securities	86,445	135,681
Deferred gains or losses on hedges	2,072	2,306
Revaluation reserve for land	12,184	11,519
Remeasurements of defined benefit plans	5,656	4,930
Total accumulated other comprehensive income	90,900	139,963
Subscription rights to shares	113	135
Minority interests	2,843	1,401
Total net assets	516,971	570,593
Total liabilities and net assets	8,536,571	9,021,672

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

	(Millions of yen)	
	For the nine months ended Dec.31,2013	For the nine months ended Dec.31,2014
Ordinary income	123,907	117,898
Interest income	72,368	73,201
Interest on loans and discounts	52,401	51,002
Interest and dividends on securities	19,398	21,621
Trust fees	25	25
Fees and commissions	18,312	19,466
Trading income	1,136	1,253
Other ordinary income	7,483	3,729
Other income	24,581	20,221
Ordinary expenses	88,798	82,909
Interest expenses	3,596	3,797
Interest on deposits	1,987	1,840
Fees and commissions payments	5,310	5,588
Other ordinary expenses	5,142	388
General and administrative expenses	55,077	55,183
Other expenses	19,671	17,952
Ordinary profit	<u>35,108</u>	<u>34,989</u>
Extraordinary income	4	1,443
Gain on disposal of non-current assets	4	107
Gain on bargain purchase	-	1,335
Extraordinary losses	307	789
Loss on disposal of non-current assets	174	367
Impairment loss	133	421
Transfer to reserve for financial products transaction liabilities	0	0
Income before income taxes and minority interests	<u>34,805</u>	<u>35,644</u>
Income taxes - current	9,927	10,138
Income taxes - deferred	1,987	1,049
Total income taxes	<u>11,914</u>	<u>11,188</u>
Income before minority interests	<u>22,890</u>	<u>24,455</u>
Minority interests in income	222	209
Net income	<u>22,668</u>	<u>24,246</u>

(Consolidated Statements of Comprehensive Income)

	(Millions of yen)	
	For the nine months ended Dec.31,2013	For the nine months ended Dec.31,2014
Income before minority interests	22,890	24,455
Other comprehensive income	7,635	49,755
Valuation difference on available-for-sale securities	7,118	49,263
Deferred gains or losses on hedges	516	233
Remeasurements of defined benefit plans, net of tax	-	725
Comprehensive income	<u>30,526</u>	<u>74,210</u>
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	30,301	73,974
Comprehensive income attributable to minority interests	224	235