

**Financial Statements**

**For the Third Quarter Ended Dec. 31, 2015**

**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.31,2015	As of Dec.31,2015
<b>Assets</b>		
Cash and due from banks	496,348	329,937
Call loans and bills bought	14,356	5,615
Monetary claims bought	12,509	10,787
Trading assets	4,999	5,744
Securities	2,742,510	2,807,131
Loans and bills discounted	5,618,019	5,828,304
Foreign exchanges	3,296	2,640
Lease receivables and investment assets	38,571	40,342
Other assets	52,719	69,697
Tangible fixed assets	94,961	94,023
Intangible fixed assets	10,570	9,921
Net defined benefit asset	1,438	2,702
Deferred tax assets	1,966	2,144
Customers' liabilities for acceptances and guarantees	14,961	16,092
Allowance for loan losses	△41,765	△42,344
Allowance for investment loss	△9	△9
<b>Total assets</b>	<b>9,065,458</b>	<b>9,182,730</b>
<b>Liabilities</b>		
Deposits	7,715,598	7,907,235
Negotiable certificates of deposit	10,045	83,858
Call money and bills sold	44,324	50,401
Payables under securities lending transactions	143,395	133,723
Trading liabilities	160	354
Borrowed money	345,388	186,806
Foreign exchanges	551	683
Bonds payable	15,000	15,000
Bonds with subscription rights to shares	36,051	36,159
Borrowed money from trust account	13	2
Other liabilities	66,084	77,227
Provision for directors' bonuses	62	—
Net defined benefit liability	7,997	7,890
Provision for directors' retirement benefits	39	34
Provision for reimbursement of deposits	2,164	2,075
Provision for point card certificates	138	167
Provision for loss on interest repayment	7	7
Provision for contingent loss	1,169	1,153
Reserves under special laws	2	2
Deferred tax liabilities	48,507	44,056
Deferred tax liabilities for land revaluation	10,136	10,034
Negative goodwill	1,817	1,698
Acceptances and guarantees	14,961	16,092
<b>Total liabilities</b>	<b>8,463,618</b>	<b>8,574,664</b>

	(Millions of yen)	
	As of Mar.31,2015	As of Dec.31,2015
Net assets		
Capital stock	85,113	85,113
Capital surplus	58,574	58,574
Retained earnings	311,093	327,503
Treasury shares	△21,619	△21,570
Total shareholders' equity	<u>433,160</u>	<u>449,620</u>
Valuation difference on available-for-sale securities	159,909	150,153
Deferred gains or losses on hedges	△1,725	△2,535
Revaluation reserve for land	12,666	12,466
Remeasurements of defined benefit plans	△3,756	△3,279
Total accumulated other comprehensive income	<u>167,094</u>	<u>156,804</u>
Subscription rights to shares	147	121
Non-controlling interests	1,437	1,518
Total net assets	<u>601,840</u>	<u>608,065</u>
Total liabilities and net assets	<u>9,065,458</u>	<u>9,182,730</u>

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

(Consolidated Statements of Income)	(Millions of yen)	
	For the nine months ended Dec.31,2014	For the nine months ended Dec.31,2015
Ordinary income	117,898	120,612
Interest income	73,201	73,358
Interest on loans and discounts	51,002	49,782
Interest and dividends on securities	21,621	23,033
Trust fees	25	25
Fees and commissions	19,466	20,044
Trading income	1,253	1,710
Other ordinary income	3,729	3,828
Other income	20,221	21,645
Ordinary expenses	82,909	84,552
Interest expenses	3,797	4,925
Interest on deposits	1,840	2,030
Fees and commissions payments	5,588	4,450
Other ordinary expenses	388	881
General and administrative expenses	55,183	53,319
Other expenses	17,952	20,976
Ordinary profit	34,989	36,060
Extraordinary income	1,443	86
Gain on disposal of non-current assets	107	86
Gain on bargain purchase	1,335	—
Extraordinary losses	789	476
Loss on disposal of non-current assets	367	292
Impairment loss	421	183
Transfer to reserve for financial products transaction liabilities	0	—
Income before income taxes	35,644	35,669
Income taxes – current	10,138	11,194
Income taxes – deferred	1,049	△145
Total income taxes	11,188	11,049
Profit	24,455	24,620
Profit attributable to non-controlling interests	209	84
Profit attributable to owners of parent	24,246	24,535
(Consolidated Statements of Comprehensive Income)	(Millions of yen)	
	For the nine months ended Dec.31,2014	For the nine months ended Dec.31,2015
Profit	24,455	24,620
Other comprehensive income	49,755	△10,092
Valuation difference on available-for-sale securities	49,263	△9,758
Deferred gains or losses on hedges	△233	△810
Remeasurements of defined benefit plans, net of tax	725	476
Comprehensive income	74,210	14,527
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	73,974	14,444
Comprehensive income attributable to non-controlling interests	235	82