

Mebuki Financial Group, Inc.

Financial Results for Fiscal Year 2018, ended March 31, 2019

Stock Exchange Listing: Tokyo (code: 7167)
 URL: <https://www.mebuki-fg.co.jp/>
 Representative: Ritsuo Sasajima, President
 For Inquiry: Toshihiko Ono, General Manager of Corporate Planning Dept.
 Date of General Meeting of Shareholders: June 25, 2019 (scheduled)
 Payment date of cash dividends: June 4, 2019 (scheduled)
 Filing date of Financial Statements: June 26, 2019 (scheduled)
 IR Conference: Scheduled (for investors)

(Japanese yen amounts of less than 1 million or the first decimal place have been rounded down.)

1. Financial Highlights (from April 1, 2018 to March 31, 2019)

(1) Consolidated Operating Results (%: Changes from the corresponding period of the previous fiscal year)

Fiscal year	Ordinary Income		Ordinary Profit		Net Income attributable to owners of the parent	
	¥Million	%	¥Million	%	¥Million	%
Ended March 31, 2019	288,139	9.8	69,533	9.4	46,338	7.5
Ended March 31, 2018	262,373	23.0	63,521	21.5	43,069	(72.8)

(Note) Comprehensive Income FY2018: ¥46,335 million [18.4%] FY 2017: ¥39,114 million [-75.4%]

Fiscal year	Net Income per Share	Net Income per Share (Diluted)	Return on Capital Assets	Ordinary Profit on Total Assets	Ordinary Profit on Ordinary Income
Ended March 31, 2019	¥39.47	¥39.45	5.1%	0.4%	24.1%
Ended March 31, 2018	¥36.56	¥36.54	4.9%	0.3%	24.2%

(Reference) Equity in earnings (losses) of affiliates FY 2018: ¥ — million FY 2017: ¥ — million

(2) Consolidated Financial Conditions

Fiscal year	Total Assets	Net Assets	Capital Assets to Total Assets	Net Assets per Share
Ended March 31, 2019	¥17,372,575	¥919,547	5.2%	¥783.67
Ended March 31, 2018	¥16,769,883	¥888,139	5.2%	¥753.83

(Reference) Capital assets FY2018: ¥919,314 million FY2017: ¥887,923 million

(Note) "Capital assets to total assets" represents ("Net assets" - "Equity warrants" - "Non-controlling interests") /

"Total assets" at the end of each period. The ratio above is not the one based on the regulation of Capital Adequacy Ratio.

(3) Consolidated Cash Flows

Fiscal year	Cash Flows from Operating Activities	Cash Flows from Investing Activities	Cash Flows from Financing Activities	Cash and Cash Equivalents at year-end
Ended March 31, 2019	¥6,087	¥(211,514)	¥(54,944)	¥1,434,627
Ended March 31, 2018	¥412,215	¥(72,659)	¥(14,085)	¥1,693,567

2. Cash Dividends for Shareholders

Fiscal year	Cash Dividends per Share					Total Dividends (Annual)	Dividend Payout Ratio (Consolidated)	Ratio of Dividends to Net Assets (Consolidated)
	End of 1Q	End of 2Q	End of 3Q	End of FY	Annual			
Ended March 31, 2018	—	¥5.50	—	¥5.50	¥11.00	¥12,956	30.0%	1.4%
Ended March 31, 2019	—	¥5.50	—	¥5.50	¥11.00	¥12,903	27.8%	1.4%
Ending March 31, 2020 (Forecast)	—	¥5.50	—	¥5.50	¥11.00		32.2%	

3. Consolidated Earnings Forecasts for Fiscal Year 2019, ending March 31, 2020

(%: Changes from the corresponding period of the previous fiscal year)

Six months ending September 30, 2019	Ordinary Profit		Net Income Attributable to Owners of the Parent		Net Income per Share
	¥Million	%	¥Million	%	¥
Fiscal year ending March 31, 2020	29,000	(25.7)	20,000	(26.4)	17.04
	58,000	(16.5)	40,000	(13.6)	34.09

*Notes

(1) Material changes in consolidated subsidiaries during the period (changes in specific subsidiaries accompanied by changes in scope of consolidation): No

(2) Changes in accounting principles, accounting estimates and restatement

- ① Changes in accounting principles in accordance with changes in accounting standard, etc.: No
- ② Other changes in accounting principles: No
- ③ Changes in accounting estimates: No
- ④ Restatement: No

(3) Number of issued shares (common stock)

- ① Number of issued shares (including treasury stock):

March 31, 2019	1,179,055,218 shares	March 31, 2018	1,179,055,218 shares
----------------	----------------------	----------------	----------------------
- ② Number of treasury stock:

March 31, 2019	5,971,713 shares	March 31, 2018	1,183,162 shares
----------------	------------------	----------------	------------------
- ③ Average number of shares:

FY2018	1,173,785,377 shares	FY2017	1,177,843,606 shares
--------	----------------------	--------	----------------------

Statement relating to the status of audit procedures

This report is not subject to audit procedures based on the Financial Instruments and Exchange Law.

Explanation for proper use of forecasts and other notes

The above forecasts are based on the information which is presently available and the certain assumptions which are considered to be reasonable. Actual results may differ from those forecasts depending on various future factors.

Financial Results for the Fiscal Year 2018, Ended March 31, 2019

Contents

I Consolidated Financial Information for Fiscal Year 2018	
1. Consolidated Balance Sheet	1
2. Consolidated Statement of Income and Consolidated Statement of Comprehensive Income	3
3. Consolidated Statement of Shareholders' Equity	5
4. Consolidated Statement of Cash Flows	7
5. Note for Assumptions of Going Concern	8
II 【Reference】Non-consolidated Financial Information of the main consolidated subsidiaries	
1. Non-consolidated Financial Information of The Joyo Bank, Ltd.	9
2. Non-consolidated Financial Information of The Ashikaga Bank, Ltd.	15
III Financial Data for the Fiscal Year 2018 ended March 31, 2019	
1. Income Status	20
2. Net Business Income	24
3. Interest Rate Spread	24
4. Return on Equity	25
5. Gains and Losses on Securities	25
6. Valuation Gains (Losses) on Securities	26
7. Capital Adequacy Ratio (Domestic standard)	27
IV Status of Loans	
1. Risk-monitored Loans	28
2. Allowance for Loan Losses	29
3. Ratio to Reserve for Total Risk-monitored Loans	29
4. Disclosed Claims under the Financial Revitalization Law	30
5. Status of Coverage on Disclosed Claims under the Financial Revitalization Law	31
6. Comparison between Self-assessment, Disclosed Claims under the Financial Revitalization Law and Risk-monitored Loans	32
7. Loan Portfolio, etc.	34
8. Outstanding Balance of Deposits and Loans 【Non-consolidated】	37

I Consolidated Financial Information for Fiscal Year 2018

1. Consolidated Balance Sheet

		(Millions of yen)	
Item	(Japanese)	As of Mar. 31, 2018	As of Mar. 31, 2019
Assets	(資産の部)		
Cash and due from banks	現金預け金	1,708,734	1,468,877
Call loans and bills bought	コールローン及び買入手形	14,636	10,389
Monetary claims bought	買入金銭債権	15,388	15,152
Trading assets	特定取引資産	12,539	13,799
Money held in trust	金銭の信託	—	23,175
Securities	有価証券	4,176,768	4,346,628
Loans and bills discounted	貸出金	10,497,976	11,122,484
Foreign exchanges	外国為替	6,416	6,508
Lease receivable and investments in lease	リース債権及びリース投資資産	56,620	62,653
Other assets	その他資産	187,737	205,611
Tangible fixed assets	有形固定資産	115,146	112,518
Buildings, net	建物	40,556	40,181
Land	土地	60,949	59,047
Leased assets, net	リース資産	20	16
Construction in progress	建設仮勘定	1,202	587
Other tangible fixed assets	その他の有形固定資産	12,416	12,685
Intangible fixed assets	無形固定資産	14,801	18,388
Software	ソフトウェア	10,498	14,237
Other intangible fixed assets	その他の無形固定資産	4,303	4,150
Asset for retirement benefits	退職給付に係る資産	15,428	16,550
Deferred tax assets	繰延税金資産	2,119	1,583
Customers' liabilities for acceptances and guarantees	支払承諾見返	24,902	21,442
Allowance for loan losses	貸倒引当金	(79,324)	(73,179)
Reserve for devaluation of investment securities	投資損失引当金	(9)	(9)
Total Assets	資産の部合計	16,769,883	17,372,575
Liabilities	(負債の部)		
Deposits	預金	13,977,912	14,373,888
Negotiable certificates of deposit	譲渡性預金	272,640	282,158
Call money and bills sold	コールマネー及び売渡手形	340,540	191,740
Payables under repurchase agreements	売現先勘定	26,314	120,832
Payables under securities lending transactions	債券貸借取引受入担保金	158,149	202,152
Trading liabilities	特定取引負債	504	1,065
Borrowed money	借入金	877,856	1,053,077
Foreign Exchanges	外国為替	708	637
Bonds	社債	5,000	5,000
Bonds with warrant attached	新株予約権付社債	31,881	33,297
Due to trust account	信託勘定借	11	566
Other liabilities	その他の負債	114,060	116,512
Provision for directors' bonuses	役員賞与引当金	129	284
Liability for retirement benefits	退職給付に係る負債	6,014	7,429
Provision for directors' retirement benefits	役員退職慰労引当金	63	57
Provision for reimbursement of deposits	睡眠預金払戻損失引当金	3,781	3,253
Provision for contingent loss	偶発損失引当金	1,603	1,955
Provision for point card certificates	ポイント引当金	294	406
Provision for loss on interest repayment	利息返還損失引当金	13	16
Reserves under special laws	特別法上の引当金	2	2
Deferred tax liabilities	繰延税金負債	28,789	27,241
Deferred tax liabilities for land revaluation	再評価に係る繰延税金負債	9,226	8,823
Negative goodwill	負のれん	1,343	1,185
Acceptances and guarantees	支払承諾	24,902	21,442
Total liabilities	負債の部合計	15,881,743	16,453,028

(Millions of yen)

Item	(Japanese)	As of Mar. 31, 2018	As of Mar. 31, 2019
Net Assets	(純資産の部)		
Capital stock	資 本 金	117,495	117,495
Capital surplus	資 本 剰 余 金	148,541	148,545
Retained earnings	利 益 剰 余 金	489,697	523,792
Treasury stock	自 己 株 式	(8)	(2,026)
Total shareholders' equity	株 主 資 本 合 計	755,725	787,807
Unrealized gains on available-for-sale securities	そ の 他 有 価 証 券 評 価 差 額 金	120,727	123,042
Deferred gains (losses) on hedges	繰 延 ヘ ッ ジ 損 益	(56)	(267)
Land revaluation surplus	土 地 再 評 価 差 額 金	14,182	13,497
Defined retirement benefit plans	退 職 給 付 に 係 る 調 整 累 計 額	(2,656)	(4,765)
Total accumulated other comprehensive income	そ の 他 の 包 括 利 益 累 計 額 合 計	132,197	131,507
Equity warrants	新 株 予 約 権	216	233
Total net assets	純 資 産 の 部 合 計	888,139	919,547
Total liabilities and net assets	負 債 及 び 純 資 産 の 部 合 計	16,769,883	17,372,575

(Note) Figures are rounded down to the nearest million.

2. Consolidated Statement of Income and Consolidated Statement of Comprehensive Income

(1) Consolidated Statement of Income

(Millions of yen)

Item	(Japanese)	FY 2017(ended March 31, 2018)	FY 2018(ended March 31, 2019)
Ordinary income	経 常 収 益	262,373	288,139
Interest income	資 金 運 用 収 益	160,508	172,748
Interest on loans and discounts	貸 出 金 利 息	113,739	113,944
Interest and dividends on securities	有 価 証 券 利 息 配 当 金	45,584	57,377
Interest on call loans and bills bought	コ ー ル ロ ー ン 利 息 及 び 買 入 手 形 利 息	108	179
Interest on deposits with banks	預 け 金 利 息	652	764
Other interest income	そ の 他 の 受 入 利 息	423	482
Trust fees	信 託 報 酬	42	31
Fees and commissions	役 務 取 引 等 収 益	50,717	52,905
Trading income	特 定 取 引 収 益	3,669	2,418
Other ordinary income	そ の 他 業 務 収 益	4,768	3,751
Other income	そ の 他 経 常 収 益	42,666	56,284
Recoveries of written off claims	償 却 債 権 取 立 益	2,088	2,237
Gains on sales of stocks and other securities	株 式 等 売 却 益	13,078	24,506
Others	そ の 他 の 経 常 収 益	27,498	29,541
Ordinary expenses	経 常 費 用	198,851	218,606
Interest expenses	資 金 調 達 費 用	14,155	16,504
Interest on deposits	預 金 利 息	3,668	6,030
Interest on negotiable certificates of deposit	譲 渡 性 預 金 利 息	91	86
Interest on call money and bills sold	コ ー ル マ ネ ー 利 息 及 び 売 渡 手 形 利 息	589	1,364
Interest on payables under repurchase agreements	売 現 先 利 息	246	298
Interest on payables under securities lending transactions	債 券 貸 借 取 引 支 払 利 息	2,395	2,422
Interest on borrowed money	借 用 金 利 息	2,103	2,284
Interest on bonds	社 債 利 息	132	132
Other interest expenses	そ の 他 の 支 払 利 息	4,926	3,886
Fees and commissions payments	役 務 取 引 等 費 用	13,740	14,078
Other business expenses	そ の 他 業 務 費 用	8,411	11,766
General and administrative expenses	営 業 経 費	120,427	119,636
Other operating expenses	そ の 他 経 常 費 用	42,117	56,619
Provision of allowance for loan losses	貸 倒 引 当 金 繰 入 額	6,903	2,771
Other	そ の 他 の 経 常 費 用	35,213	53,848
Ordinary profit	経 常 利 益	63,521	69,533
Extraordinary income	特 別 利 益	942	77
Gain on dispositions of fixed assets	固 定 資 産 処 分 益	942	77
Extraordinary losses	特 別 損 失	2,125	3,193
Loss on disposal of non-current assets	固 定 資 産 処 分 損	312	446
Impairment loss	減 損 損 失	1,813	2,747
Income before income taxes	税 金 等 調 整 前 当 期 純 利 益	62,338	66,418
Income taxes-current	法 人 税 、 住 民 税 及 び 事 業 税	20,182	21,683
Income taxes-deferred	法 人 税 等 調 整 額	(913)	(1,603)
Total income taxes	法 人 税 等 合 計	19,269	20,079
Net income	当 期 純 利 益	43,069	46,338
Net income attributable to owners of the parent	親 会 社 株 主 に 帰 属 す る 当 期 純 利 益	43,069	46,338

(2) Consolidated Statement of Comprehensive Income

(Millions of yen)

Item	(Japanese)	FY 2017(ended March 31, 2018)	FY 2018(ended March 31, 2019)
Net income	当期純利益	43,069	46,338
Other comprehensive income	その他の包括利益	(3,954)	(3)
Unrealized gains on available-for-sale securities	その他有価証券評価差額金	(7,817)	2,314
Deferred gains (losses) on hedges	繰延ヘッジ損益	617	(211)
Land revaluation surplus	土地再評価差額金	468	2
Defined retirement benefit plans	退職給付に係る調整額	2,777	(2,109)
Comprehensive income	包括利益	39,114	46,335
	(内訳)		
Comprehensive income attributable to owners of the parent	親会社株主に係る包括利益	39,114	46,335

3. Consolidated Statement of Shareholders' Equity

FY 2017(ended March 31, 2018)

(Millions of yen)

		Shareholders' equity				
		Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
		株主資本				
		資本金	資本剰余金	利益剰余金	自己株式	株主資本合計
Balance at the beginning of the period	当 期 首 残 高	117,495	148,490	461,631	(6)	727,610
Changes of items during the period	当 期 変 動 額					
Cash dividends	剰 余 金 の 配 当			(14,133)		(14,133)
Net income attributable to owners of the parent	親会社株主に帰属する当期純利益			43,069		43,069
Purchase of treasury stock	自己株式の取得				(2)	(2)
Disposal of treasury stock	自己株式の処分		50		0	51
Transfer from land revaluation excess	土地再評価差額金の取崩			(869)		(869)
Net changes except for shareholders' equity during the period	株主資本以外の項目の当期変動額(純額)					
Total changes of items during the period	当 期 変 動 額 計 合	—	50	28,065	(1)	28,114
Balance at the end of the period	当 期 末 残 高	117,495	148,541	489,697	(8)	755,725

		Accumulated other comprehensive income					Equity warrants	Total net assets
		Unrealized gains on available-for-sale securities	Deferred gains (losses) on hedges	Land revaluation excess, net of taxes	Defined retirement benefit plans	Total accumulated other comprehensive income		
		その他の包括利益累計額						
		その他有価証券評価差額金	繰延ヘッジ損益	土地再評価差額金	退職給付に係る調整累計額	その他の包括利益累計額合計	新株予約権	純資産合計
Balance at the beginning of the period	当 期 首 残 高	128,545	(674)	12,844	(5,433)	135,282	193	863,086
Changes of items during the period	当 期 変 動 額							
Cash dividends	剰 余 金 の 配 当							(14,133)
Net income attributable to owners of the parent	親会社株主に帰属する当期純利益							43,069
Purchase of treasury stock	自己株式の取得							(2)
Disposal of treasury stock	自己株式の処分							51
Transfer from land revaluation excess	土地再評価差額金の取崩							(869)
Net changes except for shareholders' equity during the period	株主資本以外の項目の当期変動額(純額)	(7,817)	617	1,338	2,777	(3,084)	23	(3,061)
Total changes of items during the period	当 期 変 動 額 計 合	(7,817)	617	1,338	2,777	(3,084)	23	25,053
Balance at the end of the period	当 期 末 残 高	120,727	(56)	14,182	(2,656)	132,197	216	888,139

		Shareholders' equity				
		Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
		株主資本				
		資本金	資本剰余金	利益剰余金	自己株式	株主資本合計
Balance at the beginning of the period	当 期 首 残 高	117,495	148,541	489,697	(8)	755,725
Changes of items during the period	当 期 変 動 額					
Cash dividends	剰 余 金 の 配 当			(12,930)		(12,930)
Net income attributable to owners of the parent	親会社株主に帰属する当期純利益			46,338		46,338
Purchase of treasury stock	自 己 株 式 の 取 得				(2,090)	(2,090)
Disposal of treasury stock	自 己 株 式 の 処 分		3		72	76
Transfer from land revaluation excess	土地再評価差額金の取崩			687		687
Net changes except for shareholders' equity during the period	株主資本以外の項目の当期変動額（純額）					—
Total changes of items during the period	当 期 変 動 額 計	—	3	34,095	(2,017)	32,081
Balance at the end of the period	当 期 末 残 高	117,495	148,545	523,792	(2,026)	787,807

		Accumulated other comprehensive income					Equity warrants	Total net assets
		Unrealized gains on available-for-sale securities	Deferred gains (losses) on hedges	Land revaluation excess, net of taxes	Defined retirement benefit plans	Total accumulated other comprehensive income		
		その他の包括利益累計額					新株予約権	純資産合計
		その他有価証券評価差額金	繰延ヘッジ損益	土地再評価差額金	退職給付に係る調整累計額	その他の包括利益累計額合計		
Balance at the beginning of the period	当 期 首 残 高	120,727	(56)	14,182	(2,656)	132,197	216	888,139
Changes of items during the period	当 期 変 動 額							
Cash dividends	剰 余 金 の 配 当							(12,930)
Net income attributable to owners of the parent	親会社株主に帰属する当期純利益							46,338
Purchase of treasury stock	自 己 株 式 の 取 得							(2,090)
Disposal of treasury stock	自 己 株 式 の 処 分							76
Transfer from land revaluation excess	土地再評価差額金の取崩							687
Net changes except for shareholders' equity during the period	株主資本以外の項目の当期変動額（純額）	2,314	(211)	(685)	(2,109)	(690)	16	(674)
Total changes of items during the period	当 期 変 動 額 計	2,314	(211)	(685)	(2,109)	(690)	16	31,407
Balance at the end of the period	当 期 末 残 高	123,042	(267)	13,497	(4,765)	131,507	233	919,547

4. Consolidated Statement of Cash Flows

(Millions of yen)

Item	(Japanese)	FY 2017(ended March 31, 2018)	FY 2018(ended March 31, 2019)
Cash flows from operating activities	営業活動によるキャッシュ・フロー		
Income before income taxes	税金等調整前当期純利益	62,338	66,418
Depreciation and amortization	減価償却費	8,654	8,762
Impairment loss	減損損失	1,813	2,747
Amortization of negative goodwill	負のれん償却額	(158)	(158)
Increase (decrease) in allowance for loan losses	貸倒引当金の増減(△)	484	(6,144)
Increase (decrease) in provision for directors' bonuses	役員賞与引当金の増減額(△は減少)	18	154
Decrease (increase) in asset for retirement benefits	退職給付に係る資産の増減額(△は増加)	(3,561)	(3,849)
Increase (decrease) in liabilities for retirement benefits	退職給付に係る負債の増減額(△は減少)	(1,359)	(234)
Increase (decrease) in provision for directors' retirement benefits	役員退職慰労引当金の増減額(△は減少)	11	(5)
Increase (decrease) in provision for reimbursement of deposits	睡眠預金払戻損失引当金の増減額(△は減少)	301	(528)
Increase (decrease) in provision for contingent loss	偶発損失引当金の増減(△)	54	352
Increase (decrease) in provision for point card certificates	ポイント引当金の増減額(△は減少)	(0)	112
Increase (decrease) in provision for interest repayment	利息返還損失引当金の増減額(△は減少)	0	3
Gain on fund management	資金運用収益	(160,508)	(172,748)
Financing expenses	資金調達費用	14,155	16,504
Loss (gain) related to securities	有価証券関係損益(△)	11,236	10,471
Foreign exchange losses (gains)	為替差損益(△は益)	11,488	(8,097)
Loss (gain) on disposal of non-current assets	固定資産処分損益(△は益)	(630)	368
Net decrease (increase) in Trading assets	特定取引資産の純増(△)減	(5,313)	(1,259)
Net increase (decrease) in Trading liabilities	特定取引負債の純増減(△)	(6)	560
Net decrease (increase) in loans and bills discounted	貸出金の純増(△)減	(253,246)	(624,507)
Net increase (decrease) in deposit	預金の純増減(△)	470,864	395,975
Net increase (decrease) in negotiable certificates of deposit	譲渡性預金の純増減(△)	(12,064)	9,518
Net increase (decrease) in borrowed money (excluding subordinated borrowings)	借入金(劣後特約付借入金を除く)の純増減(△)	142,262	215,221
Net decrease (increase) in deposit (excluding cash and cash equivalents)	預け金(現金同等物を除く)の純増(△)減	8,693	(19,082)
Net decrease (increase) in call loans	コールローン等の純増(△)減	(8,911)	4,482
Net increase (decrease) in call money	コールマネー等の純増減(△)	37,228	(148,800)
Net increase (decrease) in payables under securities lending transactions	債券貸借取引受入担保金の純増減(△)	(9,490)	44,003
Net decrease (increase) in foreign exchanges - assets	外国為替(資産)の純増(△)減	806	(92)
Net increase (decrease) in foreign exchanges - liabilities	外国為替(負債)の純増減(△)	(48)	(71)
Net decrease (increase) in lease receivable and investments in lease	リース債権及びリース投資資産の純増(△)減	(8,254)	(6,032)
Net increase (decrease) in due to trust account	信託勘定借の純増減(△)	(1)	554
Proceeds from fund management	資金運用による収入	160,454	171,997
Payments for finance	資金調達による支出	(13,823)	(16,381)
Other, net	その他	(18,880)	88,699
Subtotal	小計	434,608	28,916
Income taxes paid	法人税等の支払額	(22,393)	(22,828)
Net cash provided by (used in) operating activities	営業活動によるキャッシュ・フロー	412,215	6,087

(Millions of yen)

Item	(Japanese)	FY 2017(ended March 31, 2018)	FY 2018(ended March 31, 2019)
Cash flows from investing activities	投資活動によるキャッシュ・フロー		
Purchase of securities	有価証券の取得による支出	(1,352,901)	(1,371,972)
Proceeds from sales of securities	有価証券の売却による収入	897,937	822,176
Proceeds from redemption of securities	有価証券の償還による収入	391,620	374,002
Increase in money held in trust	金銭の信託の増加による支出	—	(23,175)
Purchases of tangible fixed assets	有形固定資産の取得による支出	(5,337)	(5,730)
Proceeds from sales of tangible fixed assets	有形固定資産の売却による収入	2,117	259
Purchases of intangible fixed assets	無形固定資産の取得による支出	(6,101)	(7,086)
Other, net	その他の	6	11
Net cash provided by (used in) investing activities	投資活動によるキャッシュ・フロー	(72,659)	(211,514)
Cash flows from financing activities	財務活動によるキャッシュ・フロー		
Repayments of subordinated loans	劣後特約付借入金の返済による支出	—	(40,000)
Purchases of treasury stocks	自己株式の取得による支出	(2)	(2,090)
Proceed from sales of treasury stocks	自己株式の売却による収入	50	75
Cash dividends paid	配当金の支払額	(14,133)	(12,930)
Net cash provided by (used in) financing activities	財務活動によるキャッシュ・フロー	(14,085)	(54,944)
Effect of exchange rate changes on cash and cash equivalents	現金及び現金同等物に係る換算差額	(1,796)	1,432
Net increase (decrease) in cash and cash equivalents	現金及び現金同等物の増減額(△は減少)	323,673	(258,939)
Cash and cash equivalents at the beginning of the period	現金及び現金同等物の期首残高	1,369,893	1,693,567
Cash and cash equivalents at the end of the period	現金及び現金同等物の期末残高	1,693,567	1,434,627

5. Note for Assumptions of Going Concern

Not applicable.

II 【Reference】 Non-consolidated Financial Information of the main consolidated subsidiaries

1. Non-consolidated Financial Information of The Joyo Bank, Ltd.

(1) Financial Highlights (from April 1, 2018 to March 31, 2019)

① Non-consolidated Operating Results

(%: Changes from the corresponding period of the previous fiscal year)

Fiscal year	Ordinary Income		Ordinary Profit		Net Income	
	¥Million	%	¥Million	%	¥Million	%
Ended March 31, 2019	151,341	9.5	43,210	16.9	28,729	12.6
Ended March 31, 2018	138,201	(2.0)	36,939	3.5	25,513	4.3

② Non-consolidated Financial Conditions

Fiscal year	Total Assets	Net Assets	Capital Assets to Total Assets
	¥Million	¥Million	%
Ended March 31, 2019	10,562,699	612,351	5.7
Ended March 31, 2018	10,053,746	599,683	5.9

(Reference) Capital assets FY2018: ¥612,351 million FY2017: ¥599,683 million

(Note) “Capital assets to total assets” represents (“Net assets”-“Equity warrants”) / “Total assets” at the end of each period.

The ratio above is not the one based on the regulation of Capital Adequacy Ratio.

(2) Non-consolidated Balance Sheet (The Joyo Bank, Ltd)

(Millions of yen)

Item	(Japanese)	As of Mar. 31, 2018	As of Mar. 31, 2019
Assets	(資産の部)		
Cash and due from banks	現金預け金	968,263	726,456
Cash	現金	62,352	74,798
Due from banks	預け金	905,910	651,657
Call loans	コールローン	13,786	9,546
Monetary claims bought	買入金銭債権	7,447	7,271
Trading assets	特定取引資産	8,526	10,817
Trading account securities	商品有価証券	1,880	1,555
Trading-related financial derivatives	特定金融派生商品	1,646	2,261
Other trading assets	その他の特定取引資産	4,999	6,999
Securities	有価証券	2,802,591	3,025,904
Government bonds	国債	608,893	489,769
Local government bonds	地方債	599,761	750,572
Corporate bonds	社債	516,803	572,147
Stocks	株式	263,252	243,451
Other securities	その他の証券	813,880	969,963
Loans and bills discounted	貸出金	6,063,500	6,594,731
Bills discounted	割引手形	21,804	18,973
Loans on bills	手形貸付	260,304	233,311
Loans on deeds	証書貸付	5,215,710	5,786,745
Overdrafts	当座貸越	565,681	555,702
Foreign exchanges	外国為替	3,341	3,420
Due from foreign banks (our accounts)	外国他店預け	2,461	2,494
Foreign bills bought	買入外国為替	49	63
Foreign bills receivable	取立外国為替	830	861
Other assets	その他の資産	77,320	80,821
Domestic exchange settlement account, debit	未決済為替貸	80	612
Prepaid expenses	前払費用	528	627
Accrued income	未収収益	7,879	8,701
Initial margins of future markets	先物取引差入証拠金	160	160
Variation margins of future markets	先物取引差金勘定	0	—
Derivatives other than for trading - assets	金融派生商品	7,570	6,023
Cash collateral paid for financial instruments assets	金融商品等差入担保金	1,675	936
Other	その他の資産	59,426	63,759
Tangible fixed assets	有形固定資産	81,764	77,171
Buildings, net	建物	29,817	27,986
Land	土地	45,490	43,740
Leased assets, net	リース資産	1,977	1,320
Construction in progress	建設仮勘定	323	411
Other tangible fixed assets	その他の有形固定資産	4,155	3,713
Intangible fixed assets	無形固定資産	9,153	8,531
Software	ソフトウェア	5,640	5,183
Leased assets, net	リース資産	324	301
Other intangible fixed assets	その他の無形固定資産	3,188	3,046
Prepaid pension cost	前払年金費用	6,495	6,365
Customers' liabilities for acceptances and guarantees	支払承諾見返	46,564	44,283
Allowance for loan losses	貸倒引当金	(35,002)	(32,610)
Reserve for devaluation of investment securities	投資損失引当金	(9)	(9)
Total Assets	資産の部合計	10,053,746	10,562,699

(Millions of yen)

Item	(Japanese)	As of Mar. 31, 2018	As of Mar. 31, 2019
Liabilities	(負債の部)		
Deposits	預 金	8,509,025	8,729,187
Current deposits	当 座 預 金	203,360	204,190
Ordinary deposits	普 通 預 金	5,472,956	5,700,961
Saving deposits	貯 蓄 預 金	43,396	42,644
Deposits at notice	通 知 預 金	11,413	13,838
Time deposits	定 期 預 金	2,532,311	2,494,799
Other deposits	そ の 他 の 預 金	245,587	272,752
Negotiable certificates of deposit	譲 渡 性 預 金	67,249	85,123
Call money	コ ー ル マ ネ ー	65,340	59,542
Payables under repurchase agreements	売 現 先 勘 定	26,314	62,482
Payables under securities lending transactions	債 券 貸 借 取 引 受 入 担 保 金	61,535	84,286
Trading liabilities	特 定 取 引 負 債	504	1,065
Derivatives of trading securities-assets	商 品 有 価 証 券 派 生 商 品	0	—
Trading-related financial derivatives	特 定 金 融 派 生 商 品	504	1,065
Borrowed money	借 用 金	579,167	786,125
Borrowings from other banks	借 入 金	579,167	786,125
Foreign Exchanges	外 国 為 替	451	351
Foreign bills sold	売 渡 外 国 為 替	403	230
Foreign bills payable	未 払 外 国 為 替	48	120
Bonds	社 債	5,000	5,000
Due to trust account	信 託 勘 定 借 借	11	566
Other liabilities	そ の 他 負 債	38,513	40,275
Domestic exchange settlement account, credit	未 決 済 為 替 借 借	109	407
Income taxes payable	未 払 法 人 税 等	2,109	2,291
Accrued expenses	未 払 費 用	6,445	7,006
Unearned revenue	前 受 収 益	2,851	2,670
Deposit received from employees	従 業 員 預 り 金	1,608	1,694
Derivatives other than for trading - liabilities	金 融 派 生 商 品	5,440	4,845
Payables under derivative transactions	金 融 商 品 等 受 入 担 保 金	2,187	1,783
Lease obligations	リ ー ス 債 務	2,301	1,621
Other	そ の 他 の 負 債	15,459	17,954
Provision for directors' bonuses	役 員 賞 与 引 当 金	65	154
Provision for retirement benefits	退 職 給 付 引 当 金	8,638	8,301
Provision for reimbursement of deposits	睡 眠 預 金 払 戻 損 失 引 当 金	2,838	2,261
Provision for point card certificates	ポ イ ン ト 引 当 金	85	114
Provision for contingent loss	偶 発 損 失 引 当 金	946	949
Deferred tax liabilities	繰 延 税 金 負 債	33,260	32,131
Deferred tax liabilities for land revaluation	再 評 価 に 係 る 繰 延 税 金 負 債	8,546	8,143
Acceptances and guarantees	支 払 承 諾	46,564	44,283
Total liabilities	負 債 の 部 合 計	9,454,062	9,950,348

(Millions of yen)

Item	(Japanese)	As of Mar. 31, 2018	As of Mar. 31, 2019
Net Assets	(純資産の部)		
Capital stock	資 本 金	85,113	85,113
Capital surplus	資 本 剰 余 金	58,574	58,574
Legal capital surplus	資 本 準 備 金	58,574	58,574
Retained earnings	利 益 剰 余 金	319,555	337,172
Legal retained earnings	利 益 準 備 金	55,317	55,317
Other retained earnings	そ の 他 利 益 剰 余 金	264,238	281,855
Reserve for advanced depreciation of non-current assets	(固 定 資 産 圧 縮 積 立 金)	1,106	1,092
General Reserve	(別 途 積 立 金)	222,432	222,432
Retained earnings brought forward	(繰 越 利 益 剰 余 金)	40,699	58,331
Total shareholders' equity	株 主 資 本 合 計	463,242	480,859
Unrealized gains (losses) on available-for-sale securities	そ の 他 有 価 証 券 評 価 差 額 金	123,847	119,723
Deferred gains or losses on hedges	繰 延 ヘ ッ ジ 損 益	(31)	(171)
Land revaluation excess, net of taxes	土 地 評 価 差 額 金	12,625	11,940
Total valuation and translation adjustments	評 価 ・ 換 算 差 額 等 合 計	136,441	131,491
Total net assets	純 資 産 の 部 合 計	599,683	612,351
Total liabilities and net assets	負 債 及 び 純 資 産 の 部 合 計	10,053,746	10,562,699

(Note) Figures are rounded down to the nearest million.

(3)Non-consolidated Statement of Income (The Joyo Bank, Ltd.)

(Millions of yen)

Item	(Japanese)	FY 2017(ended March 31, 2018)	FY 2018(ended March 31, 2019)
Ordinary income	経常収益	138,201	151,341
Interest income	資金運用収益	94,169	98,077
Interest on loans and discounts	貸出金利息	63,245	64,082
Interest and dividends on securities	有価証券利息配当金	30,213	33,074
Interest on call loans	コールローン利息	70	139
Interest on deposits with banks	預け金利息	291	419
Other interest income	その他の受入利息	349	361
Trust fees	信託報酬	42	31
Fees and commissions	役務取引等収益	24,801	25,709
Fees and commissions on domestic and foreign exchanges	受入為替手数料	6,273	6,094
Other fees and commissions	その他の役務収益	18,527	19,614
Trading income	特定取引収益	373	362
Gains on trading account securities	商品有価証券収益	33	32
Income from trading-related financial derivatives transaction	特定金融派生商品収益	340	328
Other trading income	その他特定取引収益	0	1
Other ordinary income	その他業務収益	3,503	1,954
Gains on foreign exchange transactions	外国為替売買益	1,081	1,379
Gains on sales of bonds	国債等債券売却益	2,249	574
Income from derivatives other than for trading or hedging	金融派生商品収益	171	—
Other	その他の業務収益	1	0
Other income	その他経常収益	15,310	25,206
Recoveries of written off claims	償却債権取立益	1,150	1,540
Gains on sales of stocks and other securities	株式等売却益	12,093	22,691
Other	その他の経常収益	2,065	973
Operating expenses	経常費用	101,261	108,131
Interest expenses	資金調達費用	8,350	8,134
Interest on deposits	預金利息	2,497	3,893
Interest on negotiable certificates of deposit	譲渡性預金利息	16	24
Interest on call money	コールマネー利息	561	283
Interest on payables under repurchase agreements	売現先利息	246	16
Interest on deposits for bonds lending transaction	債券貸借取引支払利息	1,146	114
Interest on borrowed money	借入金利息	801	1,449
Interest on bonds	社債利息	132	132
Interest on interest swaps	金利スワップ支払利息	2,088	1,944
Other interest expenses	その他の支払利息	859	274
Fees and commissions payments	役務取引等費用	7,917	8,535
Fees and commissions on domestic and foreign exchanges	支払為替手数料	1,285	1,308
Other fees and commissions	その他の役務費用	6,631	7,226
Other ordinary expenses	その他業務費用	6,138	8,186
Losses on sales of bonds	国債等債券売却損	6,138	7,962
Expenses on derivatives	金融派生商品費用	—	224
General and administrative expenses	営業経費用	69,347	66,892
Other expenses	その他経常費用	9,508	16,381
Provision of allowance for loan losses	貸倒引当金繰入額	3,340	386
Provision for contingent loss	偶発損失引当金繰入額	—	131
Provision for reimbursement of deposits	睡眠預金払戻損失引当金繰入額	642	—
Provision for point card certificates	ポイント引当金繰入額	79	114
Write-off amount of loans	貸出金償却	2,353	4,920
Losses on sales of stocks	株式等売却損	2,612	9,931
Losses on devaluation of stocks and other securities	株式等償却	0	279
Other expenses or losses	その他の経常費用	479	617
Ordinary income	経常利益	36,939	43,210

(Millions of yen)

Item	<i>(Japanese)</i>	FY 2017(ended March 31, 2018)	FY 2018(ended March 31, 2019)
Extraordinary income	特 別 利 益	942	77
Gain on disposal of non-current assets	固 定 資 産 処 分 益	942	77
Extraordinary losses	特 別 損 失	1,478	2,638
Loss on disposal of non-current assets	固 定 資 産 処 分 損	274	266
Impairment loss	減 損 損 失	1,203	2,372
Income before income taxes	税 引 前 当 期 純 利 益	36,403	40,648
Income taxes - current	法 人 税、住 民 税 及 び 事 業 税	10,360	11,709
Income taxes - deferred	法 人 税 等 調 整 額	529	210
Total income taxes	法 人 税 等 合 計	10,890	11,919
Net income	当 期 純 利 益	25,513	28,729

(Note) Figures are rounded down to the nearest million.

2. Non-consolidated Financial Information of The Ashikaga Bank, Ltd.

(1) Financial Highlights (from April 1, 2018 to March 31, 2019)

① Non-consolidated Operating Results

(%: Changes from the corresponding period of the previous fiscal year)

Fiscal year	Ordinary Income		Ordinary Profit		Net Income	
	¥Million	%	¥Million	%	¥Million	%
Ended March 31, 2019	108,706	9.7	28,655	(8.4)	31,291	46.5
Ended March 31, 2018	99,062	1.3	31,284	(5.9)	21,354	(19.1)

② Non-consolidated Financial Conditions

Fiscal year	Total Assets	Net Assets	Capital Assets to Total Assets
	¥Million	¥Million	%
Ended March 31, 2019	6,899,280	348,699	5.0
Ended March 31, 2018	6,764,543	322,287	4.7

(Reference) Capital assets FY2018: ¥348,699 million FY2017: ¥322,287 million

(Note) "Capital assets to total assets" represents ("Net assets"-“Equity warrants”) / “Total assets” at the end of each period.

The ratio above is not the one based on the regulation of Capital Adequacy Ratio.

(2)Non-consolidated Balance Sheet (The Ashikaga Bank, Ltd)

(Millions of yen)

Item	(Japanese)	As of Mar. 31, 2018	As of Mar. 31, 2019
Assets	(資産の部)		
Cash and due from banks	現金預け金	740,378	741,475
Cash	現金	61,192	65,894
Due from banks	預け金	679,186	675,581
Call loans	コールローン	849	843
Monetary claims bought	買入金銭債権	7,941	7,881
Trading account securities	商品有価証券	4,012	2,982
Trading government bonds	商品国債	142	140
Trading local government bonds	商品地方債	1,576	1,027
Trading government guaranteed bonds	商品政府保証債	2,293	1,814
Money held in trust	金銭の信託	—	23,175
Securities	有価証券	1,391,021	1,338,495
Government bonds	国債	228,590	205,462
Local government bonds	地方債	195,422	188,204
Corporate bonds	社債	210,385	217,243
Stocks	株式	80,306	72,405
Other securities	その他の証券	676,317	655,179
Loans and bills discounted	貸出金	4,517,299	4,657,025
Bills discounted	割引手形	26,473	26,401
Loans on bills	手形貸付	214,792	216,892
Loans on deeds	証書貸付	3,845,561	3,988,333
Overdrafts	当座貸越	430,472	425,398
Foreign exchanges	外国為替	3,074	3,088
Due from foreign banks (our accounts)	外国他店預け	2,955	2,976
Foreign bills bought	買入外国為替	51	2
Foreign bills receivable	取立外国為替	67	109
Other assets	その他の資産	69,504	82,670
Domestic exchange settlement account, debit	未決済為替貸	103	88
Prepaid expenses	前払費用	292	255
Accrued income	未収収益	6,022	6,620
Variation margins of future markets	先物取引差金勘定	1	8
Derivatives other than for trading - assets	金融派生商品	4,906	3,849
Cash collateral paid for financial instruments assets	金融商品等差入担保金	55	123
Other	その他の資産	58,122	71,725
Tangible fixed assets	有形固定資産	27,001	28,608
Buildings, net	建物	8,430	10,009
Land	土地	13,008	12,588
Leased assets, net	リース資産	12	8
Construction in progress	建設仮勘定	879	175
Other tangible fixed assets	その他の有形固定資産	4,669	5,826
Intangible fixed assets	無形固定資産	5,207	9,480
Software	ソフトウェア	4,676	8,956
Other intangible fixed assets	その他の無形固定資産	530	524
Prepaid pension cost	前払年金費用	18,310	20,764
Deferred tax assets	繰延税金資産	4,005	2,475
Customers' liabilities for acceptances and guarantees	支払承諾見返	10,219	10,456
Allowance for loan losses	貸倒引当金	(34,283)	(30,142)
Total Assets	資産の部合計	6,764,543	6,899,280

(Millions of yen)

Item	(Japanese)	As of Mar. 31, 2018	As of Mar. 31, 2019
Liabilities	(負債の部)		
Deposits	預 金	5,529,812	5,709,204
Current deposits	当 座 預 金	211,647	226,128
Ordinary deposits	普 通 預 金	3,425,932	3,620,511
Saving deposits	貯 蓄 預 金	74,424	74,356
Deposits at notice	通 知 預 金	2,234	9,446
Time deposits	定 期 預 金	1,637,837	1,612,524
Installment savings	定 期 積 金	9,299	1,231
Other deposits	そ の 他 の 預 金	168,437	165,004
Negotiable certificates of deposit	譲 渡 性 預 金	279,440	263,084
Call money	コ ー ル マ ネ ー	275,200	132,198
Payables under repurchase agreements	売 現 先 勘 定	—	58,349
Payables under securities lending transactions	債 券 貸 借 取 引 受 入 担 保 金	96,613	117,866
Borrowed money	借 用 金	222,366	229,574
Borrowings from other banks	借 入 金	222,366	229,574
Foreign Exchanges	外 国 為 替	256	286
Foreign bills sold	売 渡 外 国 為 替	128	100
Foreign bills payable	未 払 外 国 為 替	128	185
Other liabilities	そ の 他 負 債	26,562	27,229
Domestic exchange settlement account, credit	未 決 済 為 替 借	3,996	5,552
Income taxes payable	未 払 法 人 税 等	1,320	1,645
Accrued expenses	未 払 費 用	6,080	6,361
Unearned revenue	前 受 収 益	918	884
Reserve for interest on installment savings	給 付 補 填 備 金	3	0
Derivatives other than for trading - liabilities	金 融 派 生 商 品	1,738	3,478
Payables under derivative transactions	金 融 商 品 等 受 入 担 保 金	3,807	1,302
Lease obligations	リ ー ス 債 務	13	9
Other	そ の 他 の 負 債	8,683	7,995
Provision for directors' bonuses	役 員 賞 与 引 当 金	54	121
Provision for reimbursement of deposits	睡 眠 預 金 払 戻 損 失 引 当 金	943	992
Provision for contingent loss	偶 発 損 失 引 当 金	656	1,005
Provision for point card certificates	ポ イ ン ト 引 当 金	130	210
Acceptances and guarantees	支 払 承 諾	10,219	10,456
Total liabilities	負 債 の 部 合 計	6,442,255	6,550,580
Net Assets	(純資産の部)		
Capital stock	資 本 金	135,000	135,000
Retained earnings	利 益 剰 余 金	157,188	181,429
Legal retained earnings	利 益 準 備 金	22,007	23,417
Other retained earnings	そ の 他 利 益 剰 余 金	135,180	158,011
Retained earnings brought forward	繰 越 利 益 剰 余 金	135,180	158,011
Total shareholders' equity	株 主 資 本 合 計	292,188	316,429
Unrealized gains (losses) on available-for-sale securities	そ の 他 有 価 証 券 評 価 差 額 金	30,123	32,365
Deferred gains or losses on hedges	繰 延 ヘ ッ ジ 損 益	(24)	(95)
Total valuation and translation adjustments	評 価 ・ 換 算 差 額 等 合 計	30,098	32,270
Total net assets	純 資 産 の 部 合 計	322,287	348,699
Total liabilities and net assets	負 債 及 び 純 資 産 の 部 合 計	6,764,543	6,899,280

(Note) Figures are rounded down to the nearest million.

(3) Non-consolidated Statement of Income (The Ashikaga Bank, Ltd.)

(Millions of yen)

Item	(Japanese)	FY 2017(ended March 31, 2018)	FY 2018(ended March 31, 2019)
Ordinary income	経常収益	99,062	108,706
Interest income	資金運用収益	72,521	78,765
Interest on loans and discounts	貸出金利	49,379	48,772
Interest and dividends on securities	有価証券利息配当金	22,655	29,474
Interest on call loans	コールローン利息	37	41
Interest on deposits with banks	預け金利	361	344
Other interest income	その他の受入利息	88	132
Fees and commissions	役務取引等収益	21,169	22,100
Fees and commissions on domestic and foreign exchanges	受入為替手数料	4,663	4,687
Other fees and commissions	その他の役務収益	16,505	17,413
Other ordinary income	その他業務収益	1,267	3,320
Gains on foreign exchange transactions	外国為替売買益	850	1,603
Gain on trading account securities transactions	商品有価証券売買益	—	12
Gains on sales of bonds	国債等債券売却益	206	1,653
Income from derivatives other than for trading or hedging	金融派生商品収益	210	50
Other	その他の業務収益	0	0
Other income	その他経常収益	4,104	4,519
Recoveries of written off claims	償却債権取立益	433	239
Gains on sales of stocks and other securities	株式等売却益	2,694	3,383
Other	その他の経常収益	976	895
Operating expenses	経常費用	67,777	80,050
Interest expenses	資金調達費用	4,591	7,711
Interest on deposits	預金利息	1,236	2,203
Interest on negotiable certificates of deposit	譲渡性預金利息	82	68
Interest on call money	コールマネー利息	28	1,081
Interest on payables under repurchase agreements	売現先利息	—	281
Interest on deposits for bonds lending transaction	債券貸借取引支払利息	1,249	2,308
Interest on borrowed money	借入金利息	61	135
Other interest expenses	その他の支払利息	1,934	1,633
Fees and commissions payments	役務取引等費用	7,275	7,162
Fees and commissions on domestic and foreign exchanges	支払為替手数料	897	916
Other fees and commissions	その他の役務費用	6,378	6,246
Other ordinary expenses	その他業務費用	2,808	5,013
Losses on trading account securities transactions	商品有価証券売買損	6	—
Losses on sales of bonds	国債等債券売却損	2,798	5,013
Losses on redemption of bonds	国債等債券償還損	3	—
General and administrative expenses	営業経費	47,307	49,088
Other expenses	その他経常費用	5,794	11,075
Provision of allowance for loan losses	貸倒引当金繰入額	2,591	1,268
Write-off amount of loans	貸出金償却	681	3,280
Losses on sales of stocks	株式等売却損	1,658	5,146
Losses on devaluation of stocks and other securities	株式等償却	0	0
Losses on sales of loans	貸出金売却損	46	17
Other expenses or losses	その他の経常費用	816	1,362
Ordinary income	経常利益	31,284	28,655

Item	(Japanese)	FY 2017(ended March 31, 2018)	FY 2018(ended March 31, 2019)
Extraordinary income	特 別 利 益	34	12,024
Gain on disposal of non-current assets	固 定 資 産 処 分 益	34	24
Dividends receivable from affiliated companies	関 係 会 社 受 取 配 当 金	—	12,000
Extraordinary losses	特 別 損 失	644	841
Loss on disposal of non-current assets	固 定 資 産 処 分 損	17	165
Impairment loss	減 損 損 失	626	676
Income before income taxes	税 引 前 当 期 純 利 益	30,675	39,837
Income taxes - current	法 人 税、住 民 税 及 び 事 業 税	7,900	8,351
Income taxes - deferred	法 人 税 等 調 整 額	1,420	195
Total income taxes	法 人 税 等 合 計	9,320	8,546
Net income	当 期 純 利 益	21,354	31,291

(Note) Figures are rounded down to the nearest million.

III Financial Data for the Fiscal Year 2018 ended March 31, 2019

1. Income Status

【Mebuki Financial Group, Inc. (Consolidated basis)】

(Millions of yen)

	(Japanese)	FY2018		FY2017
		(A)	(A)-(B)	(B)
Consolidated gross profit	連 結 粗 利 益	189,553	6,154	183,399
Net interest income	資 金 利 益	156,291	9,938	146,353
Net fees and commissions	役 務 取 引 等 利 益	38,858	1,838	37,020
Net trading income	特 定 取 引 利 益	2,418	(1,250)	3,669
Net other business income	そ の 他 業 務 利 益	(8,014)	(4,372)	(3,642)
General and administrative expenses	営 業 経 費	119,636	(790)	120,427
Credit related costs	与 信 関 係 費 用	11,882	1,774	10,108
Write-off of loans	貸 出 金 償 却	9,877	5,359	4,517
Transfer to specific allowance for loan losses	個 別 貸 倒 引 当 金 繰 入 額	7,414	(243)	7,658
Transfer to general allowance for loan losses	一 般 貸 倒 引 当 金 繰 入 額	(4,643)	(3,888)	(755)
Other credit related costs	そ の 他 の 与 信 関 係 費 用	(765)	546	(1,312)
Gains/losses related to stocks, etc.	株 式 等 関 係 損 益	9,145	1,436	7,709
Equity in gains (losses) of affiliated companies	持 分 法 に よ る 投 資 損 益	—	—	—
Others	そ の 他	2,353	(594)	2,948
Ordinary profit	経 常 利 益	69,533	6,012	63,521
Extraordinary income(losses)	特 別 損 益	(3,115)	(1,932)	(1,182)
Income before income taxes	税 金 等 調 整 前 当 期 純 利 益	66,418	4,079	62,338
Income taxes-current	法 人 税 、 住 民 税 及 び 事 業 税	21,683	1,500	20,182
Income taxes-deferred	法 人 税 等 調 整 額	(1,603)	(690)	(913)
Total income taxes	法 人 税 等 合 計	20,079	810	19,269
Net income	当 期 純 利 益	46,338	3,269	43,069
Net income attributable to noncontrolling interests	非 支 配 株 主 に 帰 属 す る 当 期 純 利 益	—	—	—
Net income attributable to owners of the parent	親 会 社 株 主 に 帰 属 す る 当 期 純 利 益	46,338	3,269	43,069

(Note) Consolidated gross business profit=[Interest income – (Interest expenses–Corresponding loss on money held in trust)]
 +(Fees and commissions income+Trust Fee – Fees and commissions expenses)+(Trading income – Trading expenses)
 +(Other business income – Other business expenses)

(注) 連結粗利益=(資金運用収益-(資金調達費用-金銭の信託運用見合費用))+(役務取引等収益+信託報酬-役務取引等費用)
 +(特定取引収益-特定取引費用)+(その他業務収益-その他業務費用)

Reference

(Millions of yen)

	(Japanese)	FY2018		FY2017
		(A)	(A)-(B)	(B)
Consolidated net business income (before general allowance for loan losses)	連 結 業 務 純 益 (一 般 貸 倒 引 繰 入 前)	71,726	5,743	65,982
Consolidated net business income	連 結 業 務 純 益	76,369	9,631	66,738

(Note) Consolidated net business income
 = Consolidated gross profit – General and administrative expenses(excluding non-recurrent expense) – Transfer to general allowance for loan losses

(注) 連結業務純益=連結粗利益-営業経費(除く臨時費用分)-一般貸倒引当金繰入額

Number of Consolidated Companies

(Number of companies)

	(Japanese)	FY2018		FY2017
		(A)	(A)-(B)	(B)
Number of Consolidated Subsidiaries	連 結 子 会 社 数	14	—	14
Number of affiliated companies applicable to the equity method	持 分 法 適 用 会 社 数	—	—	—

【Total (The Joyo Bank, Ltd. +The Ashikaga Bank, Ltd.)】

(Millions of yen)

	(Japanese)	FY2018		FY2017
		(A)	(A)-(B)	(B)
Gross business profit	業 務 粗 利 益	185,626	4,858	180,767
(Excluding gains/losses on bond transactions)	(除く国債等債券損益(5勘定戻))	196,374	9,121	187,252
Gross domestic business profit	国 内 業 務 粗 利 益	180,135	5,221	174,913
(Excluding gains/losses on bond transactions)	(除く国債等債券損益(5勘定戻))	184,853	7,912	176,941
Net interest income	資 金 利 益	152,981	6,962	146,019
Net fees and commissions	役 務 取 引 等 利 益	31,711	1,317	30,393
Net trading income	特 定 取 引 等 利 益	363	(9)	373
Net other business income	そ の 他 業 務 利 益	(4,920)	(3,048)	(1,872)
(Of which, gains/losses on bond transactions)	(うち国債等債券損益(5勘定戻))	(4,717)	(2,690)	(2,027)
Gross international business profit	国 際 業 務 粗 利 益	5,490	(363)	5,854
(Excluding gains/losses on bond transactions)	(除く国債等債券損益(5勘定戻))	11,521	1,209	10,311
Net interest income	資 金 利 益	8,063	332	7,730
Net fees and commissions	役 務 取 引 等 利 益	433	5	427
Net trading income	特 定 取 引 等 利 益	(1)	(1)	0
Net other business income	そ の 他 業 務 利 益	(3,004)	(700)	(2,304)
(Of which, gains/losses on bond transactions)	(うち国債等債券損益(5勘定戻))	(6,030)	(1,572)	(4,457)
Expenses (excluding non-recurrent expense)	経 費 (除 く 臨 時 処 理 分)	114,190	591	113,599
Personnel expenses	人 件 費	60,651	862	59,789
Non-personnel expenses	物 件 費	46,154	(486)	46,640
Taxes	税 金	7,384	215	7,168
Net business income (before net transfer to general allowance for loan losses)	業 務 純 益 (一 般 貸 引 繰 入 前)	71,435	4,267	67,168
(Excluding gains/losses on bond transactions)	(除く国債等債券損益(5勘定戻))	82,183	8,529	73,653
Net transfer to general allowance for loan losses①	一 般 貸 倒 引 当 金 繰 入 額 ①	(5,218)	(3,789)	(1,428)
Net business income (Of which, gains/losses on bond transactions)	業 務 純 益 (うち国債等債券損益(5勘定戻))	76,654 (10,747)	8,056 (4,262)	68,597 (6,485)
Net non-recurrent gains/losses	臨 時 損 益	(4,740)	(4,367)	(372)
Disposal of non-performing loans②	不 良 債 権 処 理 額 ②	14,530	5,141	9,388
Write-off of loans	貸 出 金 償 却	8,200	5,165	3,034
Transfer to specific allowance for loan losses	個 別 貸 倒 引 当 金 繰 入 額	6,873	(487)	7,360
Losses on sales of loans	貸 出 金 売 却 損	39	(6)	46
Transfer to provision for contingent losses	偶 発 損 失 引 当 金 繰 入 額	528	424	104
Reversal of allowance for loan losses	貸 倒 引 当 金 戻 入 益	—	—	—
Recoveries of written-off claims	償 却 債 権 取 立 益	1,780	197	1,583
Other	そ の 他	669	243	426
Gains/losses related to stocks, etc.	株 式 等 関 係 損 益	10,717	201	10,516
Other non-recurrent gains/losses	そ の 他 臨 時 損 益	(927)	573	(1,501)
Ordinary profit	経 常 利 益	71,865	3,641	68,224
Extraordinary income/losses	特 別 損 益	8,620	9,766	(1,145)
Net gain (loss) from fixed assets	固 定 資 産 処 分 損 益	(330)	(1,015)	685
Gain on disposal of non-current assets	固 定 資 産 処 分 益	101	(876)	977
Loss on disposal of non-current assets	固 定 資 産 処 分 損	431	139	292
Impairment loss	減 損 損 失	3,049	1,218	1,830
Dividends receivable from affiliated companies	関 係 会 社 受 取 配 当 金	12,000	12,000	—
Income before income taxes	税 引 前 当 期 純 利 益	80,486	13,407	67,078
Income taxes-current	法 人 税 、 住 民 税 及 び 事 業 税	20,060	1,799	18,260
Income taxes-deferred	法 人 税 等 調 整 額	405	(1,544)	1,950
Total income taxes	法 人 税 等 合 計	20,465	254	20,211
Net Income	当 期 純 利 益	60,020	13,153	46,867
Credit related costs (①+②)	与 信 関 係 費 用 (① + ②)	9,311	1,352	7,959

(Note) 1. Core net business income =Net business income+ net transfer to general allowance for loan losses - gains/losses on bond transactions

2. Credit related costs =Net transfer to general allowance for loan losses+ Disposal of non-performing loans

(注) 1. コア業務純益=業務純益+一般貸倒引当金繰入額-国債等債券損益

2. 与信関係費用=一般貸倒引当金繰入額+不良債権処理額

【The Joyo Bank, Ltd. (Non-consolidated basis)】

(Millions of yen)

	(Japanese)	FY2018		FY2017
		(A)	(A)-(B)	(B)
Gross business profit	業 務 粗 利 益	101,278	792	100,485
(Excluding gains/losses on bond transactions)	(除く国債等債券損益(5勘定戻))	108,666	4,291	104,374
Gross domestic business profit	国 内 業 務 粗 利 益	98,778	784	97,994
(Excluding gains/losses on bond transactions)	(除く国債等債券損益(5勘定戻))	100,378	2,920	97,458
Net interest income	資 金 利 益	83,470	2,905	80,565
Net fees and commissions	役 務 取 引 等 利 益	16,795	266	16,528
Net trading income	特 定 取 引 等 利 益	363	(9)	373
Net other business income	そ の 他 業 務 利 益	(1,851)	(2,377)	526
(Of which, gains/losses on bond transactions)	(うち国債等債券損益(5勘定戻))	(1,600)	(2,136)	536
Gross international business profit	国 際 業 務 粗 利 益	2,500	8	2,491
(Excluding gains/losses on bond transactions)	(除く国債等債券損益(5勘定戻))	8,287	1,370	6,916
Net interest income	資 金 利 益	6,472	1,217	5,254
Net fees and commissions	役 務 取 引 等 利 益	410	12	397
Net trading income	特 定 取 引 等 利 益	(1)	(1)	0
Net other business income	そ の 他 業 務 利 益	(4,380)	(1,219)	(3,161)
(Of which, gains/losses on bond transactions)	(うち国債等債券損益(5勘定戻))	(5,786)	(1,361)	(4,425)
Expenses (excluding non-recurrent expense)	経 費 (除 く 臨 時 処 理 分)	65,345	(1,029)	66,375
Personnel expenses	人 件 費	33,837	179	33,658
Non-personnel expenses	物 件 費	27,703	(1,078)	28,781
Taxes	税 金	3,804	(130)	3,934
Net business income (before net transfer to general allowance for loan losses)	業 務 純 益 (一 般 貸 引 繰 入 前)	35,932	1,822	34,110
(Excluding gains/losses on bond transactions)	(除く国債等債券損益(5勘定戻))	43,320	5,320	37,999
Net transfer to general allowance for loan losses①	一 般 貸 倒 引 当 金 繰 入 額 ①	(1,104)	(801)	(302)
Net business income (Of which, gains/losses on bond transactions)	業 務 純 益 (うち国債等債券損益(5勘定戻))	37,037 (7,387)	2,623 (3,498)	34,413 (3,889)
Net non-recurrent gains/losses	臨 時 損 益	6,173	3,646	2,526
Disposal of non-performing loans②	不 良 債 権 処 理 額 ②	5,396	166	5,230
Write-off of loans	貸 出 金 償 却	4,920	2,566	2,353
Transfer to specific allowance for loan losses	個 別 貸 倒 引 当 金 繰 入 額	1,490	(2,152)	3,643
Losses on sales of loans	貸 出 金 売 却 損	21	21	—
Transfer to provision for contingent losses	偶 発 損 失 引 当 金 繰 入 額	131	174	(42)
Reversal of allowance for loan losses	貸 倒 引 当 金 戻 入 益	—	—	—
Recoveries of written-off claims	償 却 債 権 取 立 益	1,540	390	1,150
Other	そ の 他	372	(53)	426
Gains/losses related to stocks, etc.	株 式 等 関 係 損 益	12,480	2,999	9,481
Other non-recurrent gains/losses	そ の 他 臨 時 損 益	(911)	813	(1,724)
Ordinary profit	経 常 利 益	43,210	6,270	36,939
Extraordinary income/losses	特 別 損 益	(2,561)	(2,025)	(536)
Net gain (loss) from fixed assets	固 定 資 産 処 分 損 益	(189)	(856)	667
Gain on disposal of non-current assets	固 定 資 産 処 分 益	77	(865)	942
Loss on disposal of non-current assets	固 定 資 産 処 分 損	266	(8)	274
Impairment loss	減 損 損 失	2,372	1,168	1,203
Dividends receivable from affiliated companies	関 係 会 社 受 取 配 当 金	—	—	—
Income before income taxes	税 引 前 当 期 純 利 益	40,648	4,245	36,403
Income taxes-current	法 人 税、住 民 税 及 び 事 業 税	11,709	1,348	10,360
Income taxes-deferred	法 人 税 等 調 整 額	210	(319)	529
Total income taxes	法 人 税 等 合 計	11,919	1,028	10,890
Net Income	当 期 純 利 益	28,729	3,216	25,513
Credit related costs (①+②)	与 信 関 係 費 用 (① + ②)	4,291	(635)	4,927

(Note) 1. Core net business income = Net business income + net transfer to general allowance for loan losses - gains/losses on bond transactions

2. Credit related costs = Net transfer to general allowance for loan losses + Disposal of non-performing loans

(注) 1. コア業務純益 = 業務純益 + 一般貸倒引当金繰入額 - 国債等債券損益

2. 与信関係費用 = 一般貸倒引当金繰入額 + 不良債権処理額

【The Ashikaga Bank, Ltd. (Non-consolidated basis)】

(Millions of yen)

	(Japanese)	FY2018		FY2017
		(A)	(A)-(B)	(B)
Gross business profit	業 務 粗 利 益	84,348	4,065	80,282
(Excluding gains/losses on bond transactions)	(除く国債等債券損益(5勘定戻))	87,708	4,829	82,878
Gross domestic business profit	国 内 業 務 粗 利 益	81,357	4,437	76,919
(Excluding gains/losses on bond transactions)	(除く国債等債券損益(5勘定戻))	84,474	4,991	79,482
Net interest income	資 金 利 益	69,511	4,057	65,453
Net fees and commissions	役 務 取 引 等 利 益	14,915	1,051	13,864
Net trading income	特 定 取 引 等 利 益	—	—	—
Net other business income	そ の 他 業 務 利 益	(3,069)	(671)	(2,398)
(Of which, gains/losses on bond transactions)	(うち国債等債券損益(5勘定戻))	(3,116)	(553)	(2,563)
Gross international business profit	国 際 業 務 粗 利 益	2,990	(371)	3,362
(Excluding gains/losses on bond transactions)	(除く国債等債券損益(5勘定戻))	3,233	(161)	3,395
Net interest income	資 金 利 益	1,590	(884)	2,475
Net fees and commissions	役 務 取 引 等 利 益	22	(6)	29
Net trading income	特 定 取 引 等 利 益	—	—	—
Net other business income	そ の 他 業 務 利 益	1,376	519	857
(Of which, gains/losses on bond transactions)	(うち国債等債券損益(5勘定戻))	(243)	(210)	(32)
Expenses (excluding non-recurrent expense)	経 費 (除 く 臨 時 処 理 分)	48,844	1,621	47,223
Personnel expenses	人 件 費	26,814	683	26,131
Non-personnel expenses	物 件 費	18,451	592	17,859
Taxes	税 金	3,579	345	3,233
Net business income (before net transfer to general allowance for loan losses)	業 務 純 益 (一 般 貸 引 繰 入 前)	35,503	2,444	33,058
(Excluding gains/losses on bond transactions)	(除く国債等債券損益(5勘定戻))	38,863	3,208	35,654
Net transfer to general allowance for loan losses①	一 般 貸 倒 引 当 金 繰 入 額 ①	(4,114)	(2,988)	(1,126)
Net business income (Of which, gains/losses on bond transactions)	業 務 純 益 (うち国債等債券損益(5勘定戻))	39,617 (3,359)	5,432 (763)	34,184 (2,595)
Net non-recurrent gains/losses	臨 時 損 益	(10,913)	(8,013)	(2,899)
Disposal of non-performing loans②	不 良 債 権 処 理 額 ②	9,133	4,975	4,158
Write-off of loans	貸 出 金 償 却	3,280	2,599	681
Transfer to specific allowance for loan losses	個 別 貸 倒 引 当 金 繰 入 額	5,382	1,664	3,717
Losses on sales of loans	貸 出 金 売 却 損	17	(28)	46
Transfer to provision for contingent losses	偶 発 損 失 引 当 金 繰 入 額	396	249	146
Reversal of allowance for loan losses	貸 倒 引 当 金 戻 入 益	—	—	—
Recoveries of written-off claims	償 却 債 権 取 立 益	239	(193)	433
Other	そ の 他	296	296	(0)
Gains/losses related to stocks, etc.	株 式 等 関 係 損 益	(1,762)	(2,798)	1,035
Other non-recurrent gains/losses	そ の 他 臨 時 損 益	(16)	(240)	223
Ordinary profit	経 常 利 益	28,655	(2,629)	31,284
Extraordinary income/losses	特 別 損 益	11,182	11,791	(609)
Net gain (loss) from fixed assets	固 定 資 産 処 分 損 益	(140)	(158)	17
Gain on disposal of non-current assets	固 定 資 産 処 分 益	24	(10)	34
Loss on disposal of non-current assets	固 定 資 産 処 分 損	165	147	17
Impairment loss	減 損 損 失	676	49	626
Dividends receivable from affiliated companies	関 係 会 社 受 取 配 当 金	12,000	12,000	—
Income before income taxes	税 引 前 当 期 純 利 益	39,837	9,162	30,675
Income taxes-current	法 人 税、住 民 税 及 び 事 業 税	8,351	450	7,900
Income taxes-deferred	法 人 税 等 調 整 額	195	(1,224)	1,420
Total income taxes	法 人 税 等 合 計	8,546	(774)	9,320
Net Income	当 期 純 利 益	31,291	9,936	21,354
Credit related costs (①+②)	与 信 関 係 費 用 (① + ②)	5,019	1,987	3,032

(Note) 1. Core net business income = Net business income + net transfer to general allowance for loan losses - gains/losses on bond transactions

2. Credit related costs = Net transfer to general allowance for loan losses + Disposal of non-performing loans

(注) 1. コア業務純益 = 業務純益 + 一般貸倒引当金繰入額 - 国債等債券損益

2. 与信関係費用 = 一般貸倒引当金繰入額 + 不良債権処理額

2. Net Business Income

【Total (The Joyo Bank, Ltd. +The Ashikaga Bank, Ltd.)】

(Millions of yen)

	(Japanese)	FY2018		FY2017
		(A)	(A)-(B)	(B)
Net business income (before transfer to general allowance for loan losses)	業 務 純 益 (一般貸引繰入前)	71,435	4,267	67,168
Per head (in thousands of yen)	職員一人当たり(千円)	11,219	673	10,546
Net business income	業 務 純 益	76,654	8,056	68,597
Per head (in thousands of yen)	職員一人当たり(千円)	12,039	1,268	10,770

【The Joyo Bank, Ltd. (Non-consolidated basis)】

	(Japanese)	FY2018		FY2017
		(A)	(A)-(B)	(B)
Net business income (before transfer to general allowance for loan losses)	業 務 純 益 (一般貸引繰入前)	35,932	1,822	34,110
Per head (in thousands of yen)	職員一人当たり(千円)	10,448	581	9,867
Net business income	業 務 純 益	37,037	2,623	34,413
Per head (in thousands of yen)	職員一人当たり(千円)	10,769	815	9,954

【The Ashikaga Bank, Ltd. (Non-consolidated basis)】

	(Japanese)	FY2018		FY2017
		(A)	(A)-(B)	(B)
Net business income (before transfer to general allowance for loan losses)	業 務 純 益 (一般貸引繰入前)	35,503	2,444	33,058
Per head (in thousands of yen)	職員一人当たり(千円)	12,125	772	11,352
Net business income	業 務 純 益	39,617	5,432	34,184
Per head (in thousands of yen)	職員一人当たり(千円)	13,530	1,791	11,739

(Note) Per head' is calculated by the average number of people excluding temporary workers, etc.

(注)職員数は、臨時雇員、嘱託及び出向職員を除いた平均人員を使用しております。

3. Interest Rate Spread

(%)

	(Japanese)	Total			The Joyo Bank			The Ashikaga Bank		
		FY2018		FY2017	FY2018		FY2017	FY2018		FY2017
		(A)	(A)-(B)	(B)	(A)	(A)-(B)	(B)	(A)	(A)-(B)	(B)
Average yield on interest earning assets①	資 金 運 用 利 回	1.14	0.03	1.11	1.07	0.01	1.06	1.26	0.08	1.18
Average yield on loans and bills discounted	貸 出 金 利 回	1.05	(0.03)	1.08	1.03	(0.01)	1.04	1.08	(0.05)	1.13
Average yield on securities	有 価 証 券 利 回	1.51	0.18	1.33	1.18	0.01	1.17	2.20	0.56	1.64
Average yield on interest bearing liabilities②	資 金 調 達 原 価	0.78	(0.03)	0.81	0.73	(0.07)	0.80	0.86	0.04	0.82
Average yield on deposits and negotiable certificates of deposit	預 金 等 利 回	0.04	0.02	0.02	0.04	0.02	0.02	0.03	0.01	0.02
Average yield on call money and borrowed money	外 部 負 債 利 回	0.19	0.06	0.13	0.15	(0.04)	0.19	0.32	0.30	0.02
Average interest rate spread (①-②)	総 資 金 利 鞘	0.36	0.06	0.30	0.34	0.08	0.26	0.40	0.04	0.36

(Reference) Domestic operation

(%)

	(Japanese)	Total			The Joyo Bank			The Ashikaga Bank		
		FY2018		FY2017	FY2018		FY2017	FY2018		FY2017
		(A)	(A)-(B)	(B)	(A)	(A)-(B)	(B)	(A)	(A)-(B)	(B)
Average yield on interest earning assets①	資 金 運 用 利 回	1.04	0.02	1.02	0.96	(0.01)	0.97	1.17	0.07	1.10
Average yield on loans and bills discounted	貸 出 金 利 回	1.02	(0.05)	1.07	0.99	(0.03)	1.02	1.07	(0.06)	1.13
Average yield on securities	有 価 証 券 利 回	1.33	0.19	1.14	1.01	0.05	0.96	2.03	0.56	1.47
Average yield on interest bearing liabilities②	資 金 調 達 原 価	0.71	(0.04)	0.75	0.67	(0.07)	0.74	0.78	0.01	0.77
Average yield on deposits and negotiable certificates of deposit	預 金 等 利 回	0.00	0.00	0.00	0.00	0.00	0.00	0.01	0.00	0.01
Average yield on call money and borrowed money	外 部 負 債 利 回	(0.02)	(0.01)	(0.01)	(0.03)	(0.02)	(0.01)	(0.01)	0.00	(0.01)
Average interest rate spread (①-②)	総 資 金 利 鞘	0.33	0.06	0.27	0.29	0.06	0.23	0.39	0.06	0.33

4. Return on Equity

(%)

	(Japanese)	Mebuki FG			The Joyo Bank			The Ashikaga Bank		
		FY2018		FY2017	FY2018		FY2017	FY2018		FY2017
		(A)	(A)-(B)	(B)	(A)	(A)-(B)	(B)	(A)	(A)-(B)	(B)
Net business income basis (before net transfer to general allowance for loan losses)	業務純益ベース (一般貸引繰入前)	7.93	0.40	7.53	5.92	0.21	5.71	10.58	0.25	10.33
Net business income basis	業務純益ベース	8.45	0.83	7.62	6.11	0.35	5.76	11.80	1.12	10.68
Net income basis	当期純利益ベース	5.12	0.21	4.91	4.74	0.47	4.27	9.32	2.65	6.67

(Note) 1. ROE on net income basis of Mebuki FG is calculated based on net income attributable to owners of the parent.

2. A denominator (Net average assets) is calculated as follows: (Net assets excluding equity warrants at the beginning of the period + Net assets at the end of the period excluding equity warrants)/2.

(注) 1. めぶきフィナンシャルグループ(連結)の当期純利益ベースは、親会社株主に帰属する当期純利益により算出しております。

2. 分母の自己資本平均残高は、[(期首純資産の部-新株予約権)+(期末純資産の部-新株予約権)]÷2としております。

5. Gains and Losses on Securities

(1) Gains (losses) on bonds (Government bonds, etc.)

【Total (The Joyo Bank, Ltd. +The Ashikaga Bank, Ltd.)】

(Millions of yen)

	(Japanese)	FY2018		FY2017 (B)
		(A)	(A)-(B)	
Gains (losses) on bonds (Government bonds, etc.)	国債等債券損益	(10,747)	(4,262)	(6,485)
Gains on sales	売却益	2,228	(228)	2,456
Gains on redemption	償還益	—	—	—
Losses on sales	売却損	12,975	4,038	8,937
Losses on redemption	償還損	—	(3)	3
Write-offs	償却	—	—	—

【The Joyo Bank, Ltd. (Non-consolidated basis)】

	(Japanese)	FY2018		FY2017 (B)
		(A)	(A)-(B)	
Gains (losses) on bonds (Government bonds, etc.)	国債等債券損益	(7,387)	(3,498)	(3,889)
Gains on sales	売却益	574	(1,674)	2,249
Gains on redemption	償還益	—	—	—
Losses on sales	売却損	7,962	1,823	6,138
Losses on redemption	償還損	—	—	—
Write-offs	償却	—	—	—

【The Ashikaga Bank, Ltd. (Non-consolidated basis)】

	(Japanese)	FY2018		FY2017 (B)
		(A)	(A)-(B)	
Gains (losses) on bonds (Government bonds, etc.)	国債等債券損益	(3,359)	(763)	(2,595)
Gains on sales	売却益	1,653	1,446	206
Gains on redemption	償還益	—	—	—
Losses on sales	売却損	5,013	2,214	2,798
Losses on redemption	償還損	—	(3)	3
Write-offs	償却	—	—	—

(2) Gains (losses) on stocks, etc.

【Total (The Joyo Bank, Ltd. +The Ashikaga Bank, Ltd.)】

(Millions of yen)

	(Japanese)	FY2018		FY2017 (B)
		(A)	(A)-(B)	
Gains/losses related to stocks, etc.	株式等関係損益	10,717	201	10,516
Gains on sales	売却益	26,075	11,287	14,788
Losses on sales	売却損	15,077	10,806	4,270
Write-offs	償却	279	278	0

【The Joyo Bank, Ltd. (Non-consolidated basis)】

	(Japanese)	FY2018		FY2017 (B)
		(A)	(A)-(B)	
Gains/losses related to stocks, etc.	株式等関係損益	12,480	2,999	9,481
Gains on sales	売却益	22,691	10,597	12,093
Losses on sales	売却損	9,931	7,318	2,612
Write-offs	償却	279	279	0

【The Ashikaga Bank, Ltd. (Non-consolidated basis)】

	(Japanese)	FY2018		FY2017 (B)
		(A)	(A)-(B)	
Gains/losses related to stocks, etc.	株式等関係損益	(1,762)	(2,798)	1,035
Gains on sales	売却益	3,383	689	2,694
Losses on sales	売却損	5,146	3,488	1,658
Write-offs	償却	0	(0)	0

6. Valuation Gains (Losses) on Securities

(1) Valuation Standards of Securities

Trading purpose securities	売買目的有価証券	Market value method (Valuation differences are recognized as gains or losses and stated in statement of income) 時価法(評価差額を損益処理)
Securities held-to-maturity	満期保有目的債券	Amortized cost method 償却原価法
Other securities (available-for-sale securities)	その他有価証券	Market value method (Valuation differences are stated in net assets of balance sheet) 時価法(評価差額は全部純資産直入)
Stocks of subsidiaries and affiliated companies	子会社及び関連会社株式	Cost accounting method 原価法

(2) Unrealized Valuation Gains (Losses)

【Mebuki Financial Group, Inc. (Consolidated basis)】

(Millions of yen)

		As of Mar. 31, 2019					As of Mar. 31, 2018				
		Carrying Amount	Unrealized valuation gains (losses)				Carrying Amount	Unrealized valuation gains (losses)			
			(A)	(A-B)	Valuation gains	Valuation losses		(B)	Valuation gains	Valuation losses	
Held-to-maturity	満期保有目的	169,288	1,613	1,480	1,658	44	154,787	133	651	518	
	債券	169,288	1,613	1,480	1,658	44	154,787	133	651	518	
	その他	—	—	—	—	—	—	—	—	—	
Available-for-sale	その他有価証券	4,154,177	174,977	3,365	213,014	38,037	4,005,292	171,612	226,533	54,921	
	株式	280,218	136,230	(21,117)	141,744	5,514	307,890	157,347	158,520	1,173	
	債券	2,267,607	21,104	4,655	21,321	217	2,219,550	16,449	18,839	2,389	
	その他	1,606,351	17,642	19,827	49,948	32,305	1,477,852	(2,184)	49,172	51,357	
Total	合計	4,323,465	176,591	4,846	214,672	38,081	4,160,080	171,745	227,185	55,439	
	株式	280,218	136,230	(21,117)	141,744	5,514	307,890	157,347	158,520	1,173	
	債券	2,436,895	22,718	6,135	22,980	261	2,374,337	16,582	19,491	2,908	
	その他	1,606,351	17,642	19,827	49,948	32,305	1,477,852	(2,184)	49,172	51,357	

(Note) 1. "Available-for-sale" is valued at market price. Consequently, figures in the above table show the differences between the acquisition cost and the balance sheet amount.

2. In addition to securities, figures in the above include the trust beneficial rights recognized as "Monetary claims bought".

(注) 1. 「その他有価証券」については時価評価しておりますので、上記の表上は、貸借対照表計上額と取得価額との差額を計上しております。
2. 「有価証券」のほか、「買入金銭債権」中の信託受益権も含めております。

【Total (The Joyo Bank, Ltd. +The Ashikaga Bank, Ltd.)】

(Millions of yen)

		As of Mar. 31, 2019					As of Mar. 31, 2018				
		Carrying Amount	Unrealized valuation gains (losses)				Carrying Amount	Unrealized valuation gains (losses)			
			(A)	(A-B)	Valuation gains	Valuation losses		(B)	Valuation gains	Valuation losses	
Held-to-maturity	満期保有目的	155,793	12,602	398	12,646	44	140,306	12,203	12,241	37	
	債券	155,793	12,602	398	12,646	44	140,306	12,203	12,241	37	
	その他	—	—	—	—	—	—	—	—	—	
Available-for-sale	その他有価証券	4,153,940	215,233	(2,198)	245,766	30,532	4,005,112	217,432	267,034	49,601	
	株式	279,981	156,502	(22,746)	158,128	1,625	307,709	179,249	179,870	621	
	債券	2,267,607	35,114	(141)	35,190	75	2,219,550	35,255	35,718	462	
	その他	1,606,351	23,617	20,689	52,448	28,831	1,477,852	2,927	51,444	48,517	
Total	合計	4,309,733	227,835	(1,800)	258,412	30,577	4,145,418	229,636	279,276	49,639	
	株式	279,981	156,502	(22,746)	158,128	1,625	307,709	179,249	179,870	621	
	債券	2,423,400	47,716	256	47,836	120	2,359,856	47,459	47,960	500	
	その他	1,606,351	23,617	20,689	52,448	28,831	1,477,852	2,927	51,444	48,517	

【The Joyo Bank, Ltd. (Non-consolidated basis)】

(Millions of yen)

		As of Mar. 31, 2019					As of Mar. 31, 2018				
		Carrying Amount	Unrealized valuation gains (losses)				Carrying Amount	Unrealized valuation gains (losses)			
			(A)	(A-B)	Valuation gains	Valuation losses		(B)	Valuation gains	Valuation losses	
Held-to-maturity	満期保有目的	81,883	993	415	1,037	44	66,436	578	610	31	
	債券	81,883	993	415	1,037	44	66,436	578	610	31	
	その他	—	—	—	—	—	—	—	—	—	
Available-for-sale	その他有価証券	2,924,993	170,561	(5,816)	190,635	20,073	2,722,885	176,378	203,598	27,220	
	株式	238,121	128,061	(16,783)	129,659	1,598	257,921	144,844	145,462	618	
	債券	1,730,606	19,399	1,449	19,405	6	1,659,021	17,950	18,317	367	
	その他	956,265	23,101	9,517	41,570	18,469	805,942	13,584	39,818	26,234	
Total	合計	3,006,876	171,555	(5,401)	191,673	20,118	2,789,322	176,957	204,209	27,252	
	株式	238,121	128,061	(16,783)	129,659	1,598	257,921	144,844	145,462	618	
	債券	1,812,489	20,393	1,864	20,443	50	1,725,458	18,528	18,928	399	
	その他	956,265	23,101	9,517	41,570	18,469	805,942	13,584	39,818	26,234	

【The Ashikaga Bank, Ltd. (Non-consolidated basis)】

(Millions of yen)

		As of Mar. 31, 2019					As of Mar. 31, 2018				
		Carrying Amount	Unrealized valuation gains (losses)				Carrying Amount	Unrealized valuation gains (losses)			
			(A)	(A-B)	Valuation gains	Valuation losses		(B)	Valuation gains	Valuation losses	
Held-to-maturity	満期保有目的	73,909	11,608	(16)	11,608	—	73,869	11,625	11,631	6	
	債券	73,909	11,608	(16)	11,608	—	73,869	11,625	11,631	6	
	その他	—	—	—	—	—	—	—	—	—	
Available-for-sale	その他有価証券	1,228,946	44,671	3,617	55,130	10,458	1,282,226	41,054	63,435	22,381	
	株式	41,859	28,441	(5,963)	28,468	27	49,787	34,405	34,408	3	
	債券	537,000	15,714	(1,590)	15,784	69	560,528	17,305	17,400	95	
	その他	650,085	515	11,172	10,877	10,361	671,910	(10,656)	11,626	22,282	
Total	合計	1,302,856	56,280	3,600	66,739	10,458	1,356,096	52,679	75,066	22,387	
	株式	41,859	28,441	(5,963)	28,468	27	49,787	34,405	34,408	3	
	債券	610,910	27,323	(1,607)	27,392	69	634,398	28,930	29,031	101	
	その他	650,085	515	11,172	10,877	10,361	671,910	(10,656)	11,626	22,282	

7. Capital Adequacy Ratio (Domestic standard)

【Mebuki Financial Group, Inc. (Consolidated basis)】

(Millions of yen)

(Domestic standard)		As of Mar. 31, 2019			As of Sep.30, 2018 (B)	As of Mar. 31, 2018 (C)
		(A)	(A)-(B)	(A)-(C)		
①Capital adequacy ratio ④/⑤	自己資本比率	9.94%	(0.30%)	(0.44%)	10.24%	10.38%
②Basic Core capital	コア資本に係る基礎項目の額	827,345	7,674	(3,151)	819,670	830,497
③Adjustment Core capital	コア資本に係る調整項目の額	35,773	7,298	8,025	28,474	27,748
④Capital ②-③	自己資本の額	791,571	375	(11,177)	791,195	802,749
⑤Total risk weighted assets	リスク・アセット等の額	7,955,702	229,587	225,529	7,726,114	7,730,172
⑥Total required capital ⑤×4%	総所要自己資本額	318,228	9,183	9,021	309,044	309,206

【The Joyo Bank, Ltd. (Consolidated basis)】

(Millions of yen)

(Domestic standard)		As of Mar. 31, 2019			As of Sep.30, 2018 (B)	As of Mar. 31, 2018 (C)
		(A)	(A)-(B)	(A)-(C)		
①Capital adequacy ratio ④/⑤	自己資本比率	11.91%	(0.27%)	0.11%	12.18%	11.80%
②Basic Core capital	コア資本に係る基礎項目の額	493,959	3,840	18,269	490,119	475,690
③Adjustment Core capital	コア資本に係る調整項目の額	17,309	2,003	898	15,306	16,411
④Capital ②-③	自己資本の額	476,649	1,836	17,371	474,812	459,278
⑤Total risk weighted assets	リスク・アセット等の額	3,999,435	102,803	109,821	3,896,631	3,889,613
⑥Total required capital ⑤×4%	総所要自己資本額	159,977	4,112	4,392	155,865	155,584

【The Joyo Bank, Ltd. (Non-consolidated basis)】

Capital Adequacy Ratio	自己資本比率	11.41%	(0.25%)	0.11%	11.66%	11.30%
Capital	自己資本の額	453,799	1,577	16,182	452,222	437,616
Total risk weighted assets	リスク・アセット等の額	3,976,805	100,910	107,409	3,875,894	3,869,396

【The Ashikaga Bank, Ltd.(Consolidated basis)】

(Millions of yen)

(Domestic standard)		As of Mar. 31, 2019			As of Sep.30, 2018 (B)	As of Mar. 31, 2018 (C)
		(A)	(A)-(B)	(A)-(C)		
①Capital adequacy ratio ④/⑤	自己資本比率	8.55%	(0.24%)	(0.16%)	8.79%	8.71%
②Basic Core capital	コア資本に係る基礎項目の額	327,915	5,168	11,267	322,747	316,648
③Adjustment Core capital	コア資本に係る調整項目の額	18,244	5,140	6,998	13,104	11,245
④Capital ②-③	自己資本の額	309,670	28	4,268	309,642	305,402
⑤Total risk weighted assets	リスク・アセット等の額	3,621,658	101,055	116,577	3,520,603	3,505,080
⑥Total required capital ⑤×4%	総所要自己資本額	144,866	4,042	4,663	140,824	140,203

【The Ashikaga Bank, Ltd. (Non-consolidated basis)】

Capital Adequacy Ratio	自己資本比率	8.41%	(0.26%)	0.14%	8.67%	8.27%
Capital	自己資本の額	306,236	(761)	14,674	306,998	291,562
Total risk weighted assets	リスク・アセット等の額	3,637,664	100,427	115,496	3,537,237	3,522,167

(Note) 1. Mebuki Financial Group, Inc. and The Joyo Bank, Ltd. calculated each risk-weighted assets according to the foundation internal rating-based approach, whereas The Ashikaga Bank, Ltd used Standardized Approach.

2. Mebuki Financial Group, Inc., The Joyo Bank, Ltd. and the Ashikaga Bank, Ltd. calculated each operational risk equivalent according to TSA (the standardized approach).

3. Other information on capital including the composition of capital disclosure is disclosed at the website of Mebuki Financial Group, Inc (https://www.mebuki-fg.co.jp/shareholder/ir_library/results/).

(注) 1. めぶきフィナンシャルグループおよび常陽銀行は信用リスクアセットの算出において、基礎的内部格付手法を採用しております。足利銀行は標準的手法により算出しております。

2. めぶきフィナンシャルグループ、常陽銀行および足利銀行はオペレーショナル・リスク相当額の算出において、粗利益配分法を採用しております。

3. 自己資本の構成に関する事項につきましては、インターネット上の当社ホームページ(https://www.mebuki-fg.co.jp/shareholder/ir_library/results/)に掲載しております。

IV Status of Loans

1. Risk-monitored Loans

The Joyo Bank, Ltd. and The Ashikaga Bank, Ltd. apply partial direct write-off method.

The Loans to borrowers classified less than potentially bankrupt under self-assessment guideline recognized non-accrued income.

部分直接償却:実施しております。

未収利息不計上基準:自己査定の結果、破綻懸念先以下に区分した債務者に対する未収利息は、全額を不計上としております。

【Mebuki Financial Group, Inc. (Consolidated basis)】

(1)The amount of Risk-monitored loans

(Millions of yen)

	(Japanese)	As of Mar. 31, 2019			As of Sep.30, 2018 (B)	As of Mar. 31, 2018 (C)
		(A)	(A)-(B)	(A)-(C)		
Loans to bankrupt borrowers	破綻先債権額	3,505	(9)	(932)	3,515	4,437
Non-accrual delinquent loans	延滞債権額	136,152	(1,678)	(6,113)	137,830	142,266
Loans past due 3 month or more	3ヶ月以上延滞債権額	178	(429)	(247)	608	426
Restructured loans	貸出条件緩和債権額	32,117	(3,824)	(5,231)	35,942	37,348
Total risk-monitored loans	合計	171,953	(5,942)	(12,525)	177,896	184,479
Amount of partial direct write-off executed	部分直接償却実施額	24,794	752	5,323	24,042	19,470
Total loans (Term-end balance)	貸出金残高(末残)	11,122,484	588,808	624,507	10,533,675	10,497,976

(2)Ratio of Risk-monitored loans to total loans

(%)

	(Japanese)	As of Mar. 31, 2019			As of Sep.30, 2018 (B)	As of Mar. 31, 2018 (C)
		(A)	(A)-(B)	(A)-(C)		
Loans to bankrupt borrowers	破綻先債権額	0.03	0.00	(0.01)	0.03	0.04
Non-accrual delinquent loans	延滞債権額	1.22	(0.08)	(0.13)	1.30	1.35
Loans past due 3 month or more	3ヶ月以上延滞債権額	0.00	0.00	0.00	0.00	0.00
Restructured loans	貸出条件緩和債権額	0.28	(0.06)	(0.07)	0.34	0.35
Total risk-monitored loans	合計	1.54	(0.14)	(0.21)	1.68	1.75

【The Joyo Bank, Ltd. (Non-consolidated basis)】

(1)The amount of Risk-monitored loans

(Millions of yen)

	(Japanese)	As of Mar. 31, 2019			As of Sep.30, 2018 (B)	As of Mar. 31, 2018 (C)
		(A)	(A)-(B)	(A)-(C)		
Loans to bankrupt borrowers	破綻先債権額	1,115	360	294	755	821
Non-accrual delinquent loans	延滞債権額	70,791	2,096	(213)	68,695	71,005
Loans past due 3 month or more	3ヶ月以上延滞債権額	178	(429)	(247)	608	426
Restructured loans	貸出条件緩和債権額	17,414	(1,835)	(1,976)	19,249	19,391
Total risk-monitored loans	合計	89,500	192	(2,143)	89,308	91,643
Amount of partial direct write-off executed	部分直接償却実施額	10,748	108	1,541	10,639	9,206
Total loans (Term-end balance)	貸出金残高(末残)	6,594,731	464,127	531,231	6,130,604	6,063,500

(2)Ratio of Risk-monitored loans to total loans

(%)

	(Japanese)	As of Mar. 31, 2019			As of Sep.30, 2018 (B)	As of Mar. 31, 2018 (C)
		(A)	(A)-(B)	(A)-(C)		
Loans to bankrupt borrowers	破綻先債権額	0.01	0.00	—	0.01	0.01
Non-accrual delinquent loans	延滞債権額	1.07	(0.05)	(0.10)	1.12	1.17
Loans past due 3 month or more	3ヶ月以上延滞債権額	0.00	0.00	—	0.00	0.00
Restructured loans	貸出条件緩和債権額	0.26	(0.05)	(0.05)	0.31	0.31
Total risk-monitored loans	合計	1.35	(0.10)	(0.16)	1.45	1.51

【The Ashikaga Bank, Ltd. (Non-consolidated basis)】

(1)The amount of Risk-monitored loans

(Millions of yen)

	(Japanese)	As of Mar. 31, 2019			As of Sep.30, 2018 (B)	As of Mar. 31, 2018 (C)
		(A)	(A)-(B)	(A)-(C)		
Loans to bankrupt borrowers	破綻先債権額	2,257	(313)	(1,137)	2,571	3,394
Non-accrual delinquent loans	延滞債権額	64,472	(3,659)	(5,915)	68,131	70,387
Loans past due 3 month or more	3ヶ月以上延滞債権額	—	—	—	—	—
Restructured loans	貸出条件緩和債権額	14,703	(1,989)	(3,254)	16,692	17,957
Total risk-monitored loans	合計	81,433	(5,962)	(10,306)	87,395	91,740
Amount of partial direct write-off executed	部分直接償却実施額	10,973	553	3,538	10,419	7,435
Total loans (Term-end balance)	貸出金残高(末残)	4,657,025	128,228	139,725	4,528,796	4,517,299

(2)Ratio of Risk-monitored loans to total loans

(%)

	(Japanese)	As of Mar. 31, 2019			As of Sep.30, 2018 (B)	As of Mar. 31, 2018 (C)
		(A)	(A)-(B)	(A)-(C)		
Loans to bankrupt borrowers	破綻先債権額	0.04	(0.01)	(0.03)	0.05	0.07
Non-accrual delinquent loans	延滞債権額	1.38	(0.12)	(0.17)	1.50	1.55
Loans past due 3 month or more	3ヶ月以上延滞債権額	—	—	—	—	—
Restructured loans	貸出条件緩和債権額	0.31	(0.05)	(0.08)	0.36	0.39
Total risk-monitored loans	合計	1.74	(0.18)	(0.29)	1.92	2.03

2. Allowance for Loan Losses

【Mebuki Financial Group, Inc. (Consolidated basis)】

(Millions of yen)

	(Japanese)	As of Mar. 31, 2019			As of Sep.30, 2018 (B)	As of Mar. 31, 2018 (C)
		(A)	(A)-(B)	(A)-(C)		
Allowance for loan losses	貸倒引当金	73,179	(1,685)	(6,144)	74,865	79,324
General allowance for loan losses	一般貸倒引当金	32,366	(1,194)	(4,643)	33,561	37,010
Specific allowance for loan losses	個別貸倒引当金	40,813	(490)	(1,501)	41,303	42,314
Allowance for specific foreign debtors	特定海外債権引当勘定	—	—	—	—	—

【The Joyo Bank, Ltd. (Non-consolidated basis)】

(Millions of yen)

	(Japanese)	As of Mar. 31, 2019			As of Sep.30, 2018 (B)	As of Mar. 31, 2018 (C)
		(A)	(A)-(B)	(A)-(C)		
Allowance for loan losses	貸倒引当金合計	32,610	(914)	(2,391)	33,525	35,002
General allowance for loan losses	一般貸倒引当金	11,878	(223)	(1,104)	12,101	12,983
Specific allowance for loan losses	個別貸倒引当金	20,732	(691)	(1,286)	21,423	22,019
Allowance for specific foreign debtors	特定海外債権引当勘定	—	—	—	—	—

【The Ashikaga Bank, Ltd. (Non-consolidated basis)】

(Millions of yen)

	(Japanese)	As of Mar. 31, 2019			As of Sep.30, 2018 (B)	As of Mar. 31, 2018 (C)
		(A)	(A)-(B)	(A)-(C)		
Allowance for loan losses	貸倒引当金合計	30,142	(861)	(4,140)	31,004	34,283
General allowance for loan losses	一般貸倒引当金	12,953	(1,409)	(4,114)	14,362	17,067
Specific allowance for loan losses	個別貸倒引当金	17,189	547	(26)	16,642	17,216
Allowance for specific foreign debtors	特定海外債権引当勘定	—	—	—	—	—

3. Ratio to Reserve for Total Risk-monitored Loans

【Mebuki Financial Group, Inc. (Consolidated basis)】

(%)

	(Japanese)	As of Mar. 31, 2019			As of Sep.30, 2018 (B)	As of Mar. 31, 2018 (C)
		(A)	(A)-(B)	(A)-(C)		
Before partial direct write-off	部分直接償却前	49.39	0.84	1.26	48.55	48.13
After partial direct write-off	部分直接償却後	41.99	0.50	(0.55)	41.49	42.54

【The Joyo Bank, Ltd. (Non-consolidated basis)】

(%)

	(Japanese)	As of Mar. 31, 2019			As of Sep.30, 2018 (B)	As of Mar. 31, 2018 (C)
		(A)	(A)-(B)	(A)-(C)		
Before partial direct write-off	部分直接償却前	43.17	(0.93)	(0.59)	44.10	43.76
After partial direct write-off	部分直接償却後	36.43	(1.10)	(1.76)	37.53	38.19

【The Ashikaga Bank, Ltd. (Non-consolidated basis)】

(%)

	(Japanese)	As of Mar. 31, 2019			As of Sep.30, 2018 (B)	As of Mar. 31, 2018 (C)
		(A)	(A)-(B)	(A)-(C)		
Before partial direct write-off	部分直接償却前	44.72	2.16	2.43	42.56	42.29
After partial direct write-off	部分直接償却後	36.97	1.53	(0.38)	35.44	37.35

4. Disclosed Claims under the Financial Revitalization Law

【Mebuki Financial Group, Inc. (Consolidated basis)】

(Millions of yen)

	(Japanese)	As of Mar. 31, 2019			As of Sep.30, 2018	As of Mar. 31, 2018
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
Bankrupt and substantially bankrupt claims	破産更生債権及びこれらに準ずる債権	15,919	(555)	(776)	16,474	16,695
Doubtful claims	危険債権	125,128	(1,597)	(5,431)	126,725	130,559
Claims requiring monitoring	要管理債権	32,296	(4,254)	(5,478)	36,550	37,774
Subtotal	小計 ①	173,343	(6,407)	(11,686)	179,751	185,030
Normal claims	正常債権	11,149,427	602,210	657,081	10,547,216	10,492,346
Total	合計 ②	11,322,771	595,803	645,395	10,726,967	10,677,376
Ratio of disclosed claims under the Financial Revitalization Law	貸出金等残高に占める比率 ① / ②	1.53%	(0.14%)	(0.20%)	1.67%	1.73%

【The Joyo Bank, Ltd. (Non-consolidated basis)】

(Millions of yen)

	(Japanese)	As of Mar. 31, 2019			As of Sep.30, 2018	As of Mar. 31, 2018
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
Bankrupt and substantially bankrupt claims	破産更生債権及びこれらに準ずる債権	6,158	(530)	(575)	6,688	6,733
Doubtful claims	危険債権	66,463	3,027	1,094	63,436	65,369
Claims requiring monitoring	要管理債権	17,592	(2,264)	(2,224)	19,857	19,817
Subtotal	小計 ①	90,215	232	(1,705)	89,982	91,920
Normal claims	正常債権	6,629,448	465,593	545,147	6,163,855	6,084,301
Total	合計 ②	6,719,663	465,825	543,442	6,253,837	6,176,221
Ratio of disclosed claims under the Financial Revitalization Law	貸出金等残高に占める比率 ① / ②	1.34%	(0.09%)	(0.14%)	1.43%	1.48%

【The Ashikaga Bank, Ltd. (Non-consolidated basis)】

(Millions of yen)

	(Japanese)	As of Mar. 31, 2019			As of Sep.30, 2018	As of Mar. 31, 2018
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
Bankrupt and substantially bankrupt claims	破産更生債権及びこれらに準ずる債権	8,738	133	(134)	8,605	8,872
Doubtful claims	危険債権	58,542	(4,608)	(6,513)	63,151	65,056
Claims requiring monitoring	要管理債権	14,703	(1,989)	(3,254)	16,692	17,957
Subtotal	小計 ①	81,984	(6,465)	(9,902)	88,449	91,886
Normal claims	正常債権	4,679,654	139,141	159,085	4,540,512	4,520,569
Total	合計 ②	4,761,638	132,676	149,182	4,628,961	4,612,455
Ratio of disclosed claims under the Financial Revitalization Law	貸出金等残高に占める比率 ① / ②	1.72%	(0.19%)	(0.27%)	1.91%	1.99%

5. Status of Coverage on Disclosed Claims under the Financial Revitalization Law

【The Joyo Bank, Ltd. (Non-consolidated basis)】

(Millions of yen)

	(Japanese)	As of Mar. 31, 2019			As of Sep.30, 2018 (B)	As of Mar. 31, 2018 (C)
		(A)	(A)-(B)	(A)-(C)		
Coverage amount ②	保 全 額 ②	70,743	(729)	(3,796)	71,473	74,540
Portion covered by allowance	貸 倒 引 当 金	23,189	(931)	(1,694)	24,121	24,884
Reserve for specific debtors	担 保 保 証 等	47,554	202	(2,101)	47,351	49,655
Total disclosed claims under the Financial Revitalization Law ①	金融再生法開示債権残高①	90,215	232	(1,705)	89,982	91,920
Coverage ratio ②/①	保 全 率 ② / ①	78.41	(1.01)	(2.68)	79.42	81.09

(Reference) Breakdown of Disclosed claims under the Financial Revitalization Law (As of Mar 31, 2019)

	(Japanese)	Bankrupt and substantially bankrupt claims 破産更正債権及びこれらに準ずる債権	Doubtful claims 危険債権	Claims requiring monitoring 要管理債権	Total
					合 計
Total claims outstanding	与 信 残 高 ①	6,158	66,463	17,592	90,215
Collateral and guarantees	担 保 保 証 等 保 全 額 ②	6,016	37,408	4,129	47,554
Uncoverage amount	非 保 全 額 ③=①-②	142	29,055	13,463	42,661
Allowance for loan losses	貸 倒 引 当 金 ④	22	20,672	2,495	23,189
Coverage amount	保 全 額 ⑤=②+④	6,038	58,080	6,624	70,743
Allowance ratio	引 当 率 ④/③	15.67%	71.14%	18.53%	54.35%
Coverage ratio	保 全 率 ⑤/①	98.05%	87.38%	37.65%	78.41%

【The Ashikaga Bank, Ltd. (Non-consolidated basis)】

(Millions of yen)

	(Japanese)	As of Mar. 31, 2019			As of Sep.30, 2018 (B)	As of Mar. 31, 2018 (C)
		(A)	(A)-(B)	(A)-(C)		
Coverage amount ②	保 全 額 ②	64,043	(3,753)	(5,247)	67,796	69,291
Portion covered by allowance	貸 倒 引 当 金	19,737	(787)	(893)	20,525	20,631
Reserve for specific debtors	担 保 保 証 等	44,305	(2,965)	(4,354)	47,271	48,659
Total disclosed claims under the Financial Revitalization Law ①	金融再生法開示債権残高①	81,984	(6,465)	(9,902)	88,449	91,886
Coverage ratio ②/①	保 全 率 ② / ①	78.11	1.46	2.71	76.65	75.40

(Reference) Breakdown of Disclosed claims under the Financial Revitalization Law (As of Mar 31, 2019)

	(Japanese)	Bankrupt and substantially bankrupt claims 破産更正債権及びこれらに準ずる債権	Doubtful claims 危険債権	Claims requiring monitoring 要管理債権	Total
					合 計
Total claims outstanding	与 信 残 高 ①	8,738	58,542	14,703	81,984
Collateral and guarantees	担 保 保 証 等 保 全 額 ②	5,245	33,103	5,956	44,305
Uncoverage amount	非 保 全 額 ③=①-②	3,492	25,439	8,746	37,678
Allowance for loan losses	貸 倒 引 当 金 ④	3,492	13,898	2,346	19,737
Coverage amount	保 全 額 ⑤=②+④	8,738	47,001	8,303	64,043
Allowance ratio	引 当 率 ④/③	100.00%	54.63%	26.83%	52.38%
Coverage ratio	保 全 率 ⑤/①	100.00%	80.28%	56.47%	78.11%

6.Comparison between Self-assessment, Disclosed Claims under the Financial Revitalization Law and Risk-monitored Loans

【The Joyo Bank, Ltd. (Non-consolidated basis)】

(hundreds million of Yen)

Classification of Borrowers (Self-assessment)	Disclosed Claims under the Financial Revitalization Law	Claim-classification				Allowance	Coverage ratio	Risk-monitored Loans
		No-classification	II	III	IV			
自己査定 of 債務者区分	金融再生法に基づく開示債権	非分類	II分類	III分類	IV分類	引当額	保全率	リスク管理債権 (貸出金)
Legally Bankrupt 破綻先 11	Bankrupt and substantially bankrupt claims 破産更生債権およびこれらに準ずる債権 61	Covered by allowance, collateral, guarantee 引当金、担保・保証等による保全部分		Entirely reserved 全額引当 —	Entirely reserved or write-off 全額償却・引当 —	0	98.0%	Loans to bankrupt borrowers 破綻先債権 11
Substantially Bankrupt 実質破綻先 49		14	45					Non-accrual delinquent loans 延滞債権 707
Potentially Bankrupt 破綻懸念先 663	Doubtful claims 危険債権 664	Covered by allowance, collateral, guarantee 引当金、担保・保証等による保全部分		82		206	87.3%	
		435	145					
Borrowers Requiring Caution 要注意先 3,777	Borrowers Requiring Monitoring 要管理先 236	Covered by allowance, collateral, guarantee 引当金、担保・保証等による保全部分 104				31	37.6%	Loans past due 3 month or more 3ヶ月以上延滞債権 1
		27	208					Restructured loans 貸出条件緩和債権 174
	Borrowers Requiring Monitoring 要管理先 236	Normal claims 正常債権 66,294	Coverage of Claims requiring monitoring 要管理債権に対する保全額 66				60	
1,035			2,505					
Normal Borrowers 正常先 61,930						26		
Total 合計 66,432	Total 合計 67,196	No-classification 63,443	II 2,905	III 82	IV —	Total 合計 325		Total 合計 895

Amount of partial direct write-off 部分直接償却残高: 11.5 billion yen

(Note) 1. Figures have been rounded down to the nearest hundred million yen.

2. "Normal Borrowers" includes loans to local government.

3. "Self-assessment" doesn't include the privately-placed bonds guaranteed by the bank, whereas "Disclosed Claims under the Financial Revitalization Law" includes the amount.

(注1) 記載金額は、億円未満を切り捨てて表示しています。

(注2) 正常先には、地方公共団体への貸出金等を含んでおります。

(注3) 自己査定には「自行保証付私募債」を含んでおりませんが、金融再生法開示債権には「自行保証付私募債」を含んでおります。

【The Ashikaga Bank, Ltd. (Non-consolidated basis)】

(hundreds million of Yen)

Classification of Borrowers (Self-assessment)	Disclosed Claims under the Financial Revitalization Law 金融再生法に基づく開示債権	Claim-classification				Allowance	Coverage ratio	Risk-monitored Loans
		No-classification	II	III	IV			
自己査定 of 債務者区分		非分類	Ⅱ分類	Ⅲ分類	Ⅳ分類	引当額	保全率	リスク管理債権 (貸出金)
Legally Bankrupt 破綻先 22	Bankrupt and substantially bankrupt claims 破産更生債権およびこれらに準ずる債権 87	Covered by allowance, collateral, guarantee 引当金、担保・保証等による保全部分		Entirely reserved	Entirely reserved or write-off	34	100.0%	Loans to bankrupt borrowers 破綻先債権 22
Substantially Bankrupt 実質破綻先 63		47	39	全額引当 —	全額償却 ・引当 —			Non-accrual delinquent loans 延滞債権 644
Potentially Bankrupt 破綻懸念先 582	Doubtful claims 危険債権 585	Covered by allowance, collateral, guarantee 引当金、担保・保証等による保全部分		113		138	80.2%	
Borrowers Requiring Caution 要注意先 3,288	Borrowers Requiring Monitoring 要管理先 252	Covered by allowance, collateral, guarantee 引当金、担保・保証等による保全部分 139				37	56.4%	Loans past due 3 month or more 3ヶ月以上延滞債権 -
	Borrowers Requiring Caution その他の要注意先 3,035	78	174			Allowance of Claims requiring monitoring 要管理先に対する引当額 23		Restructured loans 貸出条件緩和債権 147
Normal Borrowers 正常先 42,745	Normal claims 正常債権 46,796	680	2,355			65		
		42,745				25		
Total 合計 46,702	Total 合計 47,616	No-classification 43,852	II 2,736	III 113	IV —	Total 合計 302		Total 合計 814

Amount of partial direct write-off 部分直接償却残高: 10.9 billion yen

- (Note) 1. Figures have been rounded down to the nearest hundred million yen.
 2. "Normal Borrowers" includes loans to local government.
 3. "Self-assessment" doesn't include the privately-placed bonds guaranteed by the bank, whereas "Disclosed Claims under the Financial Revitalization Law" includes the amount.
- (注1) 記載金額は、億円未満を切り捨てて表示しています。
 (注2) 正常先には、地方公共団体への貸出金等を含んでおります。
 (注3) 自己査定には「自行保証付私募債」を含んでおりませんが、金融再生法開示債権には「自行保証付私募債」を含んでおります。

7. Loan Portfolio, etc.

(1) Classification of loans by type of industry

【Total (The Joyo Bank, Ltd. +The Ashikaga Bank, Ltd.)】

(Millions of yen)

	(Japanese)	As of Mar. 31, 2019			As of Sep.30, 2018	As of Mar. 31, 2018
		(A)	(A)-(B)	(A)-(C)		
Total	合計	11,251,757	592,355	670,956	10,659,401	10,580,800
Manufacturing	製造業	1,186,874	3,386	(6,166)	1,183,487	1,193,040
Agriculture / Forestry	農業、林業	34,316	2,567	2,788	31,748	31,528
Fishery	漁業	4,385	6	590	4,378	3,794
Mining / Quarrying of stone / Gravel	鉱業、採石業、砂利採取業	11,164	532	(384)	10,632	11,548
Construction	建設業	334,489	15,381	10,132	319,107	324,356
Electricity, gas and water	電気・ガス・熱供給・水道業	194,324	29,017	51,994	165,306	142,329
Telecommunication	情報通信業	45,358	1,733	(3,923)	43,624	49,282
Transportation / Postal activities	運輸業、郵便業	289,865	11,055	15,477	278,810	274,388
Wholesale / Retail services	卸売業、小売業	1,041,198	(157)	15,175	1,041,355	1,026,022
Financial and insurance services	金融業、保険業	404,211	282	45,070	403,928	359,140
Real estate / Goods rental and leasing	不動産業、物品賃貸業	1,820,817	(3,128)	23,570	1,823,945	1,797,247
Medical welfare and other services	医療・福祉等サービス業	736,504	30,112	22,464	706,392	714,040
Government / Local government	国・地方公共団体	1,430,993	387,463	284,133	1,043,529	1,146,860
Others	その他	3,717,252	114,100	210,034	3,603,151	3,507,218

【The Joyo Bank, Ltd. (Consolidated basis)】

(Millions of yen)

	(Japanese)	As of Mar. 31, 2019			As of Sep.30, 2018	As of Mar. 31, 2018
		(A)	(A)-(B)	(A)-(C)		
Total	合計	6,594,731	464,127	531,231	6,130,604	6,063,500
Manufacturing	製造業	683,657	4,906	(2,827)	678,751	686,485
Agriculture / Forestry	農業、林業	19,863	1,089	1,033	18,774	18,830
Fishery	漁業	3,789	(15)	533	3,805	3,256
Mining / Quarrying of stone / Gravel	鉱業、採石業、砂利採取業	8,841	157	(592)	8,684	9,434
Construction	建設業	180,410	9,610	5,230	170,800	175,180
Electricity, gas and water	電気・ガス・熱供給・水道業	127,461	29,504	45,739	97,956	81,721
Telecommunication	情報通信業	26,113	584	(4,624)	25,529	30,737
Transportation / Postal activities	運輸業、郵便業	162,029	6,445	6,628	155,583	155,400
Wholesale / Retail services	卸売業、小売業	626,539	(4,161)	7,416	630,700	619,123
Financial and insurance services	金融業、保険業	233,703	(4,403)	21,335	238,106	212,368
Real estate / Goods rental and leasing	不動産業、物品賃貸業	1,230,288	(13,944)	6,207	1,244,233	1,224,080
Medical welfare and other services	医療・福祉等サービス業	385,292	12,478	4,851	372,813	380,440
Government / Local government	国・地方公共団体	1,043,446	361,220	331,548	682,225	711,897
Others	その他	1,863,293	60,654	108,750	1,802,639	1,754,542

【The Ashikaga Bank, Ltd. (Non-consolidated basis)】

(Millions of yen)

	(Japanese)	As of Mar. 31, 2019			As of Sep.30, 2018	As of Mar. 31, 2018
		(A)	(A)-(B)	(A)-(C)		
Total	合計	4,657,025	128,228	139,725	4,528,796	4,517,299
Manufacturing	製造業	503,216	(1,519)	(3,338)	504,736	506,555
Agriculture / Forestry	農業、林業	14,452	1,478	1,754	12,973	12,698
Fishery	漁業	595	22	56	573	538
Mining / Quarrying of stone / Gravel	鉱業、採石業、砂利採取業	2,322	374	208	1,948	2,114
Construction	建設業	154,078	5,770	4,902	148,307	149,176
Electricity, gas and water	電気・ガス・熱供給・水道業	66,863	(487)	6,254	67,350	60,608
Telecommunication	情報通信業	19,244	1,149	700	18,095	18,544
Transportation / Postal activities	運輸業、郵便業	127,836	4,609	8,849	123,226	118,987
Wholesale / Retail services	卸売業、小売業	414,658	4,003	7,759	410,654	406,899
Financial and insurance services	金融業、保険業	170,507	4,686	23,735	165,821	146,772
Real estate / Goods rental and leasing	不動産業、物品賃貸業	590,528	10,816	17,362	579,712	573,166
Medical welfare and other services	医療・福祉等サービス業	351,212	17,633	17,612	333,578	333,599
Government / Local government	国・地方公共団体	387,547	26,243	(47,415)	361,304	434,963
Others	その他	1,853,958	53,446	101,283	1,800,512	1,752,675

(2) Classification of risk-monitored loans by type of industry

【Total (The Joyo Bank, Ltd. +The Ashikaga Bank, Ltd.)】

(Millions of yen)

	(Japanese)	As of Mar. 31, 2019			As of Sep.30, 2018	As of Mar. 31, 2018
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
Total	合計	170,934	(5,769)	(12,449)	176,703	183,384
Manufacturing	製造業	38,720	(4,274)	(6,578)	42,994	45,298
Agriculture / Forestry	農業、林業	660	21	22	638	638
Fishery	漁業	24	24	24	—	—
Mining / Quarrying of stone / Gravel	鉱業、採石業、砂利採取業	494	487	487	7	7
Construction	建設業	13,754	825	1,358	12,928	12,395
Electricity, gas and water	電気・ガス・熱供給・水道業	14	(4)	(5)	19	19
Telecommunication	情報通信業	1,391	183	72	1,207	1,318
Transportation / Postal activities	運輸業、郵便業	5,042	344	(3)	4,698	5,045
Wholesale / Retail services	卸売業、小売業	41,935	(1,434)	(1,696)	43,370	43,632
Financial and insurance services	金融業、保険業	446	(48)	(284)	494	730
Real estate / Goods rental and leasing	不動産業、物品賃貸業	17,688	(3,469)	(5,390)	21,158	23,078
Medical welfare and other services	医療・福祉等サービス業	28,701	316	(1,381)	28,384	30,082
Government / Local government	国・地方公共団体	—	—	—	—	—
Others	その他	22,059	1,258	924	20,800	21,135

【The Joyo Bank, Ltd. (Consolidated basis)】

(Millions of yen)

	(Japanese)	As of Mar. 31, 2019			As of Sep.30, 2018	As of Mar. 31, 2018
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
Total	合計	89,500	192	(2,143)	89,308	91,643
Manufacturing	製造業	18,064	(1,142)	(733)	19,207	18,798
Agriculture / Forestry	農業、林業	138	(33)	(28)	171	166
Fishery	漁業	24	24	24	—	—
Mining / Quarrying of stone / Gravel	鉱業、採石業、砂利採取業	494	487	487	7	7
Construction	建設業	7,683	1,397	1,132	6,286	6,551
Electricity, gas and water	電気・ガス・熱供給・水道業	6	(4)	(5)	11	11
Telecommunication	情報通信業	1,076	179	78	897	998
Transportation / Postal activities	運輸業、郵便業	2,686	379	209	2,306	2,476
Wholesale / Retail services	卸売業、小売業	23,698	(1,750)	(1,549)	25,448	25,247
Financial and insurance services	金融業、保険業	353	(16)	(50)	369	403
Real estate / Goods rental and leasing	不動産業、物品賃貸業	10,673	(1,142)	(2,112)	11,815	12,785
Medical welfare and other services	医療・福祉等サービス業	15,181	222	(1,253)	14,959	16,435
Government / Local government	国・地方公共団体	—	—	—	—	—
Others	その他	9,419	1,591	1,657	7,827	7,761

【The Ashikaga Bank, Ltd. (Non-consolidated basis)】

(Millions of yen)

	(Japanese)	As of Mar. 31, 2019			As of Sep.30, 2018	As of Mar. 31, 2018
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
Total	合計	81,433	(5,962)	(10,306)	87,395	91,740
Manufacturing	製造業	20,655	(3,131)	(5,844)	23,787	26,500
Agriculture / Forestry	農業、林業	522	55	50	467	471
Fishery	漁業	—	—	—	—	—
Mining / Quarrying of stone / Gravel	鉱業、採石業、砂利採取業	—	—	—	—	—
Construction	建設業	6,070	(571)	226	6,641	5,844
Electricity, gas and water	電気・ガス・熱供給・水道業	8	—	(0)	8	8
Telecommunication	情報通信業	314	4	(5)	310	320
Transportation / Postal activities	運輸業、郵便業	2,356	(35)	(212)	2,392	2,569
Wholesale / Retail services	卸売業、小売業	18,237	315	(147)	17,921	18,384
Financial and insurance services	金融業、保険業	92	(32)	(234)	125	327
Real estate / Goods rental and leasing	不動産業、物品賃貸業	7,015	(2,327)	(3,277)	9,342	10,292
Medical welfare and other services	医療・福祉等サービス業	13,519	93	(128)	13,425	13,647
Government / Local government	国・地方公共団体	—	—	—	—	—
Others	その他	12,640	(332)	(733)	12,973	13,373

(3) Consumer loans / Loans to SMEs

【Total (The Joyo Bank, Ltd. +The Ashikaga Bank, Ltd.)】

(Millions of yen)

	(Japanese)	As of Mar. 31, 2019			As of Sep.30,	As of Mar. 31,
		(A)	(A)-(B)	(A)-(C)	2018	2018
					(B)	(C)
Consumer loans	消費者ローン残高	4,523,816	109,312	199,369	4,414,504	4,324,447
Housing-related loans	住宅関連ローン残高	4,357,934	103,554	188,912	4,254,380	4,169,021
Housing loans	住宅ローン残高	3,396,394	102,453	179,786	3,293,941	3,216,608
Apartment loans	アパートローン残高	958,558	870	8,141	957,688	950,417
Asset building loans	資産形成ローン残高	2,980	230	985	2,750	1,995
Loans to SME and Individual customers (SMEs)	中小企業等貸出金残高	7,960,800	170,546	341,437	7,790,254	7,619,362
Ratio of loans to SMEs	中小企業等貸出比率	70.75%	(2.33%)	(1.26%)	73.08%	72.01%

【The Joyo Bank, Ltd. (Non-consolidated basis)】

(Millions of yen)

	(Japanese)	As of Mar. 31, 2019			As of Sep.30,	As of Mar. 31,
		(A)	(A)-(B)	(A)-(C)	2018	2018
					(B)	(C)
Consumer loans	消費者ローン残高	2,510,971	53,016	93,424	2,457,955	2,417,547
Housing-related loans	住宅関連ローン残高	2,412,793	49,487	86,756	2,363,306	2,326,037
Housing loans	住宅ローン残高	1,640,620	50,258	80,105	1,590,362	1,560,515
Apartment loans	アパートローン残高	769,192	(1,001)	5,665	770,193	763,526
Asset building loans	資産形成ローン残高	2,980	230	985	2,750	1,995
Loans to SME and Individual customers (SMEs)	中小企業等貸出金残高	4,284,437	85,603	178,138	4,198,834	4,106,298
Ratio of loans to SMEs	中小企業等貸出比率	64.96%	(3.52%)	(2.76%)	68.48%	67.72%

【The Ashikaga Bank, Ltd. (Non-consolidated basis)】

(Millions of yen)

	(Japanese)	As of Mar. 31, 2019			As of Sep.30,	As of Mar. 31,
		(A)	(A)-(B)	(A)-(C)	2018	2018
					(B)	(C)
Consumer loans	消費者ローン残高	2,012,845	56,295	105,945	1,956,549	1,906,900
Housing-related loans	住宅関連ローン残高	1,945,140	54,066	102,156	1,891,073	1,842,984
Housing loans	住宅ローン残高	1,755,773	52,194	99,680	1,703,579	1,656,093
Apartment loans	アパートローン残高	189,366	1,872	2,475	187,494	186,891
Loans to SME and Individual customers (SMEs)	中小企業等貸出金残高	3,676,363	84,943	163,299	3,591,420	3,513,064
Ratio of loans to SMEs	中小企業等貸出比率	78.94%	(0.36%)	1.18%	79.30%	77.76%

8. Outstanding Balance of Deposits and Loans 【Non-consolidated】

【Total (The Joyo Bank, Ltd. +The Ashikaga Bank, Ltd.)】

(Millions of yen)

	(Japanese)	As of Mar. 31, 2019			As of Sep.30, 2018	As of Mar. 31, 2018
		(A)	(A)-(B)	(A)-(C)		
		(B)	(C)			
Deposits (Terms-end balance)	預 金 (末 残)	14,438,392	332,034	399,554	14,106,357	14,038,837
Deposits (Average balance)	預 金 (平 残)	14,082,458	25,661	419,954	14,056,797	13,662,504
Loans (Terms-end balance)	貸 出 金 (末 残)	11,251,757	592,355	670,956	10,659,401	10,580,800
Loans (Average balance)	貸 出 金 (平 残)	10,698,514	147,519	332,490	10,550,995	10,366,023

【The Joyo Bank, Ltd. (Non-consolidated basis)】

(Millions of yen)

	(Japanese)	As of Mar. 31, 2019			As of Sep.30, 2018	As of Mar. 31, 2018
		(A)	(A)-(B)	(A)-(C)		
		(B)	(C)			
Deposits (Terms-end balance)	預 金 (末 残)	8,729,187	171,903	220,162	8,557,284	8,509,025
Deposits (Average balance)	預 金 (平 残)	8,537,839	7,444	238,010	8,530,395	8,299,829
Loans (Terms-end balance)	貸 出 金 (末 残)	6,594,731	464,127	531,231	6,130,604	6,063,500
Loans (Average balance)	貸 出 金 (平 残)	6,184,940	100,536	158,332	6,084,403	6,026,607

【The Ashikaga Bank, Ltd. (Non-consolidated basis)】

(Millions of yen)

	(Japanese)	As of Mar. 31, 2019			As of Sep.30, 2018	As of Mar. 31, 2018
		(A)	(A)-(B)	(A)-(C)		
		(B)	(C)			
Deposits (Terms-end balance)	預 金 (末 残)	5,709,204	160,131	179,392	5,549,073	5,529,812
Deposits (Average balance)	預 金 (平 残)	5,544,618	18,216	181,943	5,526,401	5,362,674
Loans (Terms-end balance)	貸 出 金 (末 残)	4,657,025	128,228	139,725	4,528,796	4,517,299
Loans (Average balance)	貸 出 金 (平 残)	4,513,574	46,982	174,158	4,466,592	4,339,416

Financial Results for FY2018

May 13, 2019

Highlights	2
------------	---

Financial Results for FY18

Main Points of FY18 Financial Results	3
Change of Core Net Business Income	4
Core Gross Business Profit	5
Expenses / OHR	6
Loans and Deposits (Average Balance / Average Yield)	7
Loans	8-10
Deposits	11
Customer Assets under Custody	12
Securities	13-14
Credit Related Costs / Non-performing Loans	15
Status of Integration Synergy	16
Forecast for FY19	17
Shareholder Return Policy / Capital Adequacy Ratio	18

*Unless otherwise mentioned, figures are on non-consolidated basis

Highlights

Results for FY18

Consolidated Income exceeded the financial results of FY17 and forecast for FY18. Core net business income of banking subsidiaries, excluding gains on cancellation of private offering investment trusts, increased by net fees and commissions and interest on loans.

➤ Consolidated Income^(*1) : ¥46.3bn(+¥3.2bn YoY) (+¥1.3bn from forecast)

(*1) Attributable to owners of the parent

Forecast for FY19

Forecast FY19 profits will decrease mainly due to decrease of margins and gains on sales of securities and due to increase of system integration expenses.

➤ Consolidated Income^(*1) : ¥40.0bn(-¥6.3bn YoY)

(*1) Attributable to owners of the parent

Shareholder Returns for FY19

➤ Annual Dividends : ¥11.0 per share (unchanged from the previous fiscal year)

➤ Return Policy : The target of Total Return Ratio^(*2) from FY19 is 30% or more.

We will continue to consider the dividend.

(*2) Total Return Ratio = (Total amount of dividends + Total amount of acquisition of own shares) / Net income⁽¹⁾

Main Points of FY18 Financial Results

Mebuki FG (Consolidated) (¥bn)

	FY18	YoY	VS Full-year Forecast
Ordinary profit	69.5	+6.0	106.9%
Net income attributable to owners of the parent	(1) 46.3	+3.2	102.9%

Consolidation adjustment

(2)-(1) -¥17.5bn

Dividends receivable from affiliated companies of Ashikaga bank (-¥12.0bn)
Adjustments related to securities(-¥4.9bn)
Interest expenses of subordinated loans, expenses, etc.

Two banking subsidiaries and group companies

	FY18	YOY	VS Full-year Forecast
Net income	(2) 63.9	+12.5	103.0%

Net Income of group companies other than banking subsidiaries
¥3.8bn

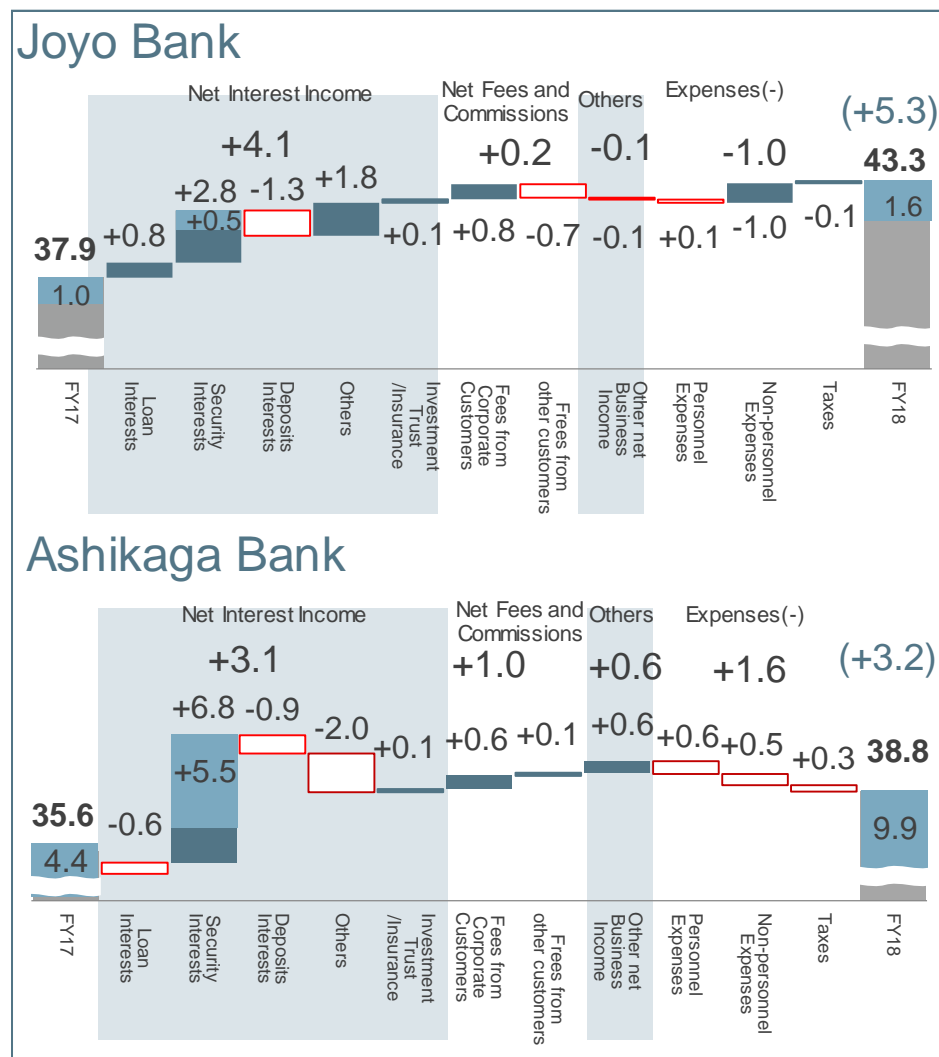
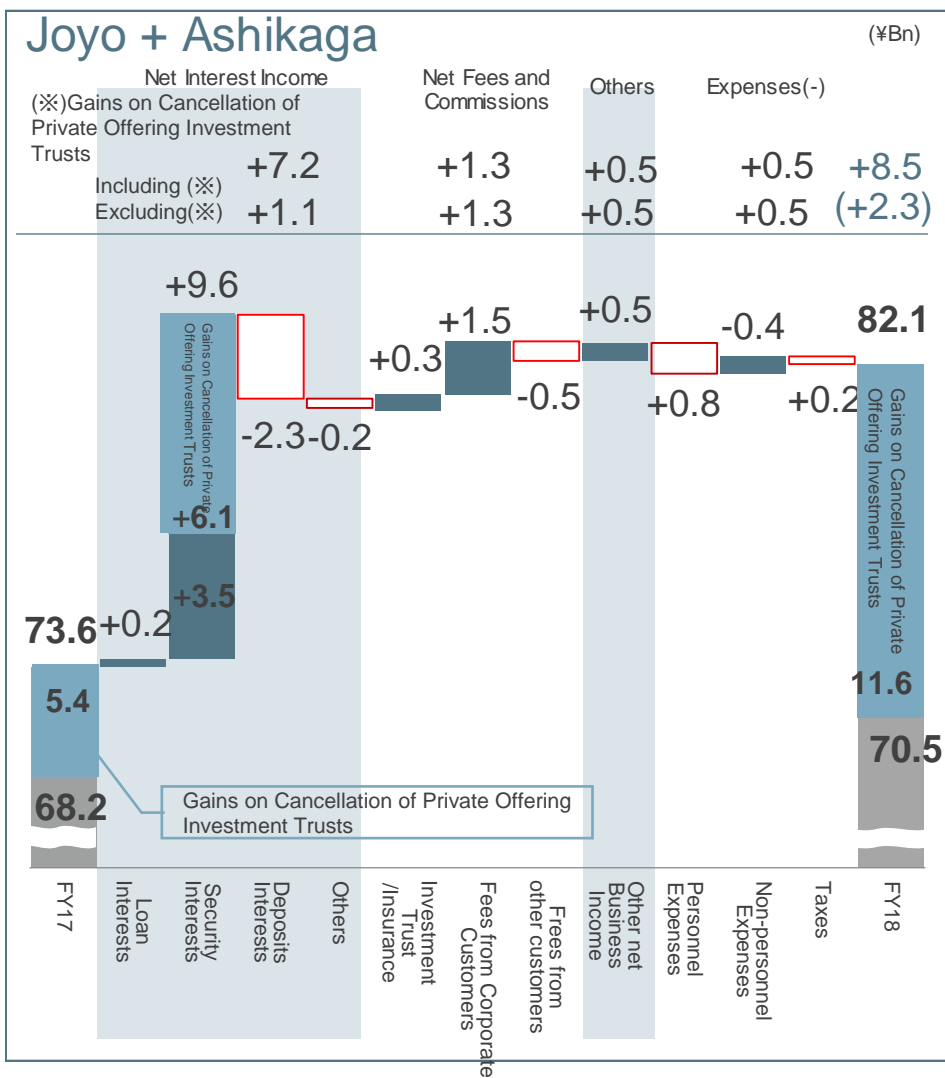
Joyo and Ashikaga (Non-consolidated) (¥bn)

	J+A		FY18		vs. Forecast		J+A	Joyo	Ashikaga
	Result	YoY Chg	Result	YoY Chg	Result	YoY Chg			
Gross business profit	185.6	+4.8	101.2	+0.7	84.3	+4.0	102.8%	100.7%	105.4%
(Net Gross business profit)	196.3	+9.1	108.6	+4.2	87.7	+4.8	107.0%	104.9%	109.6%
Net interest income	161.0	+7.2	89.9	+4.1	71.1	+3.1	107.7%	106.4%	109.3%
Net fees and commissions	32.1	+1.3	17.2	+0.2	14.9	+1.0	102.0%	98.3%	106.7%
Net other business income and Net trading income	-7.5	-3.7	-5.8	-3.6	-1.6	-0.1	-	-	-
(o/w gains/losses on bond transactions)	-10.7	-4.2	-7.3	-3.4	-3.3	-0.7	-	-	-
Expenses	114.1	+0.5	65.3	-1.0	48.8	+1.6	99.2%	99.0%	99.6%
o/w Personnel expenses	60.6	+0.8	33.8	+0.1	26.8	+0.6	-	-	-
o/w Non-personnel expenses	46.1	-0.4	27.7	-1.0	18.4	+0.5	-	-	-
Net business income (before general allowance for loan losses)	71.4	+4.2	35.9	+1.8	35.5	+2.4	109.0%	104.1%	114.5%
Core net business income	82.1	+8.5	43.3	+5.3	38.8	+3.2	119.9%	115.5%	125.3%
Net transfer to general allowance for loan losses (a)	-5.2	-3.7	-1.1	-0.8	-4.1	-2.9	-	-	-
Net business income	76.6	+8.0	37.0	+2.6	39.6	+5.4	115.2%	104.3%	127.7%
Net non-recurrent gains/losses	-4.7	-4.3	6.1	+3.6	-10.9	-8.0	-	-	-
o/w Disposal of non-performing loans (b)	14.5	+5.1	5.3	+0.1	9.1	+4.9	-	-	-
o/w Gains/losses related to stocks, etc.	10.7	+0.2	12.4	+2.9	-1.7	-2.7	-	-	-
Ordinary profit	71.8	+3.6	43.2	+6.2	28.6	-2.6	108.8%	112.2%	104.2%
Extraordinary income/losses	8.6	+9.7 (*1)	-2.5	-2.0	11.1	+11.7	-	-	-
Income taxes	20.4	+0.2	11.9	+1.0	8.5	-0.7	-	-	-
Net income	60.0	+13.1	28.7	+3.2	31.2	+9.9	104.3%	108.4%	100.9%
Credit related costs (a)+(b)	9.3	+1.3	4.2	-0.6	5.0	+1.9	186.2%	143.0%	250.9%

(*1) Dividends receivable from affiliated companies of Ashikaga bank, Impairment loss of branches (total) etc.

Change of Core Net Business Income

Core net business income on a simple-sum basis of the two banking subsidiaries, excluding gains on cancellation of private offering investment trusts, increased by ¥2.3bn YoY, mainly due to increase of net fee and commissions from corporate customers and loan interest.



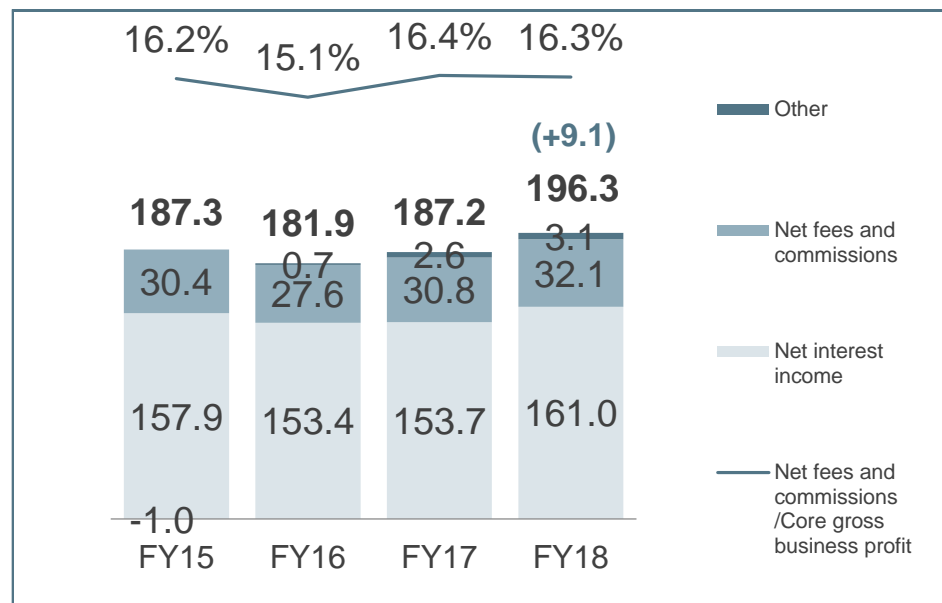
Core Gross Business Profit

*Figures in parentheses are changes on a year on year basis

(Gross Business Profit excl. Gains/Losses on Bond Transactions)

Core gross business income on a simple-sum basis of the two banking subsidiaries increased by ¥9.1bn YoY (¥2.9bn excluding gains on cancellation of private offering investment trusts), mainly due to increase of net fee and commissions and net interest income from securities.

Core Gross Business Profit (Joyo+Ashikaga) (¥bn)



Reference | Gains on Cancellation of Private Offering Investment Trusts among Interests and Dividends on Securities (¥bn)

	FY16	FY17	FY18	YoY Chg
Joyo	1.7	1.0	1.6	+0.6
Ashikaga	3.6	4.4	9.9	+5.5
J + A	5.4	5.4	11.6	+6.1

Change of Interest Income

Joyo

	Factor	YoY Chg	Domestic (Chg. in Nil)		Overseas (Chg. in Nil)	
			Chg. in Factors		Chg. in Factors	
Interest on loans and bills discounted	Avg	+1.8	+1.4	(+¥142.3bn)	+0.3	(+¥16.0bn)
	Yield	-0.9	-2.2	(-3.7bp)	+1.2	(+94.0bp)
Interest on deposits (-)		+1.3	-0.1	—	+1.5	—
Interest and dividend on securities	Avg	+1.9	+1.9	(+¥199.4bn)	-0.0	(-¥1.8bn)
	Yield	+0.9	+1.0	(+4.7bp)	-0.1	(-2.4bp)
Market investments and borrowings (-)		-1.8	-0.6	—	-1.2	—
Total		+4.1	+2.9		+1.1	

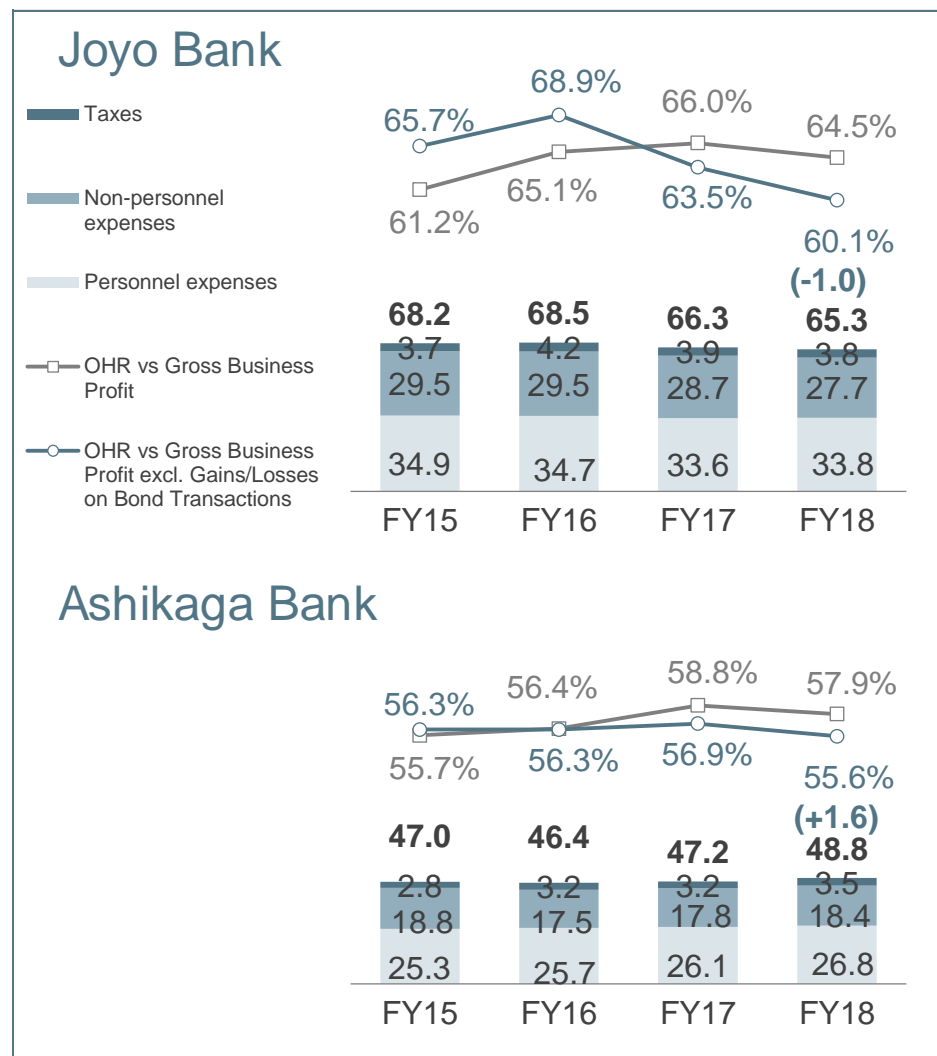
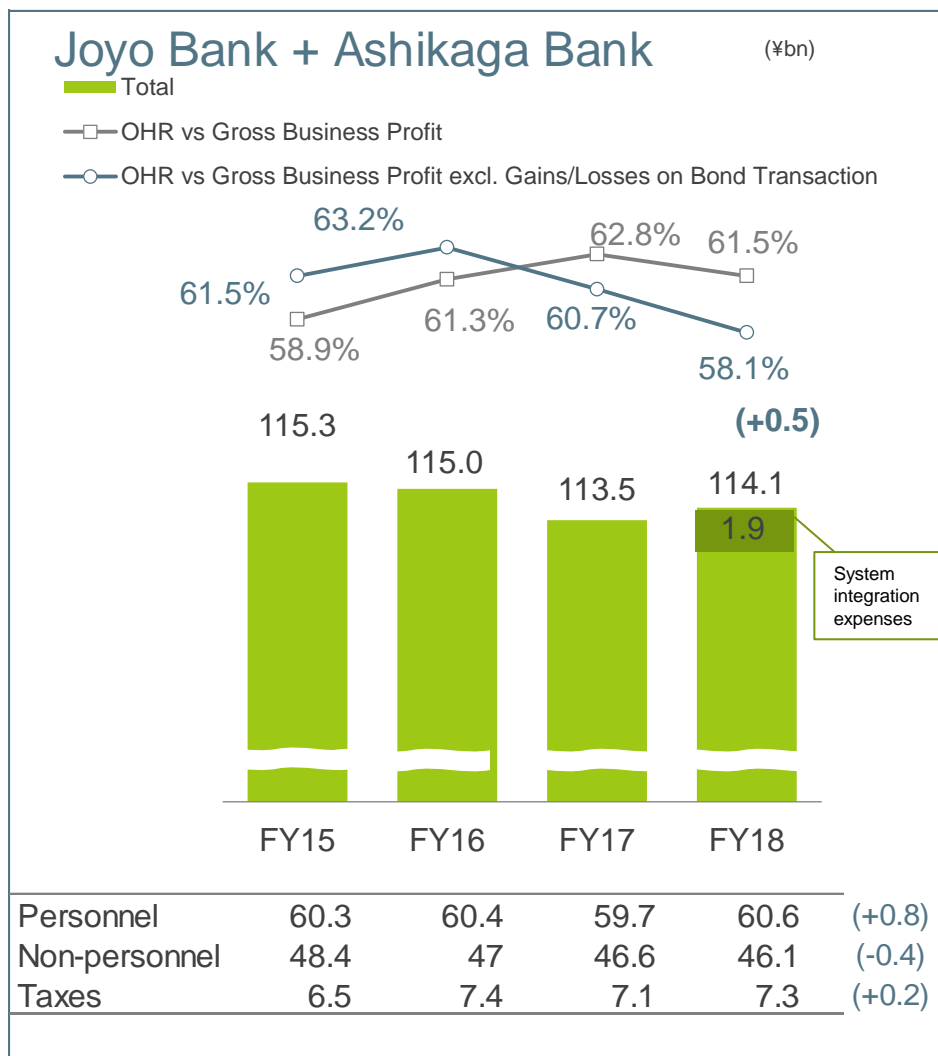
Ashikaga

	Factor	YoY Chg.	Domestic (Chg. in Nil)		Overseas (Chg. in Nil)	
			Chg. in Factors		Chg. in Factors	
Interest on loans and bills discounted	Avg	+1.9	+1.8	(+¥169.5bn)	+0.1	(+¥4.5bn)
	Yield	-2.5	-2.6	(-6.2bp)	+0.1	(+84.9bp)
Interest on deposits (-)		+0.9	-0.1	—	+1.1	—
Interest and dividend on securities	Avg	-0.4	-1.6	(-¥83.1bn)	+1.2	(+¥43.9bn)
	Yield	+7.2	+6.3	(+56.2bp)	+0.8	(+37.1bp)
Market investments and borrowings (-)		+2.0	-0.0	—	+2.1	—
Total		+3.1	+4.0		-0.8	

Expenses / OHR

Expenses on a simple-sum basis of the two banking subsidiaries increased by ¥0.5bn YoY, mainly due to increase of system integration expenses.

However, OHR improved due to increase of core gross business income, and fell to 58.1% on core gross business income basis.

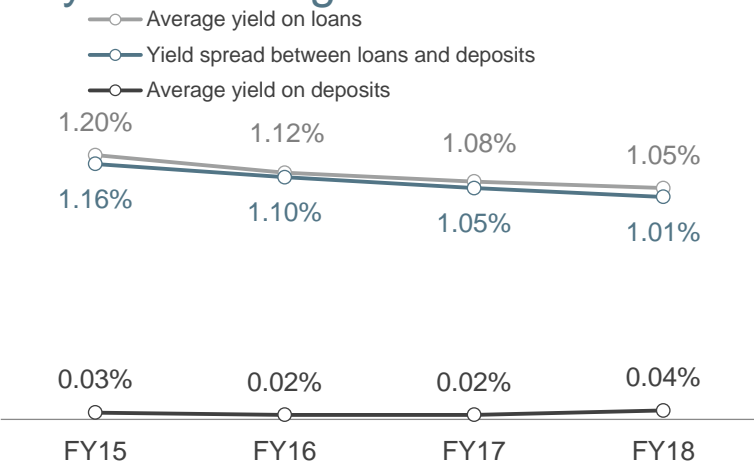


Loans and Deposits (Avg. Balance / Avg. Yield)

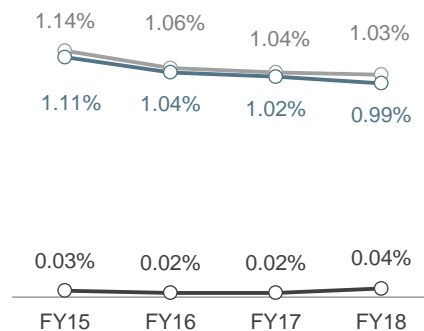
*Figures in parentheses are changes on a year on year basis

Average Yield on Loan and Deposits

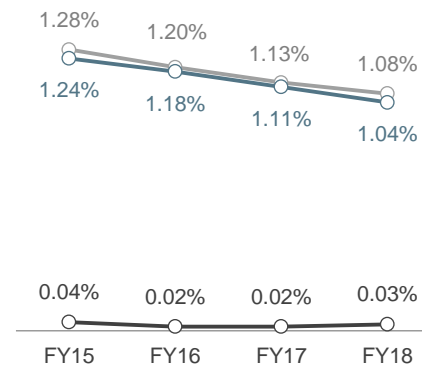
Joyo + Ashikaga



Joyo Bank

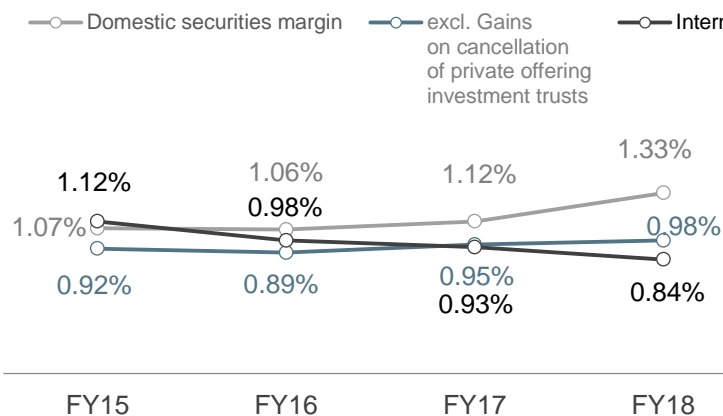


Ashikaga Bank

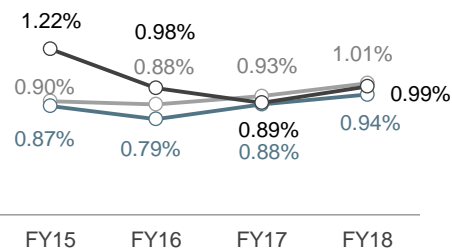


Securities Margin* (Domestic and International)

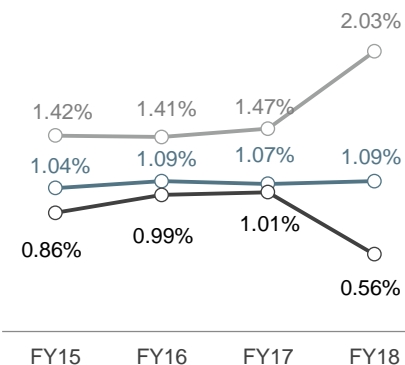
Joyo + Ashikaga



Joyo Bank



Ashikaga Bank

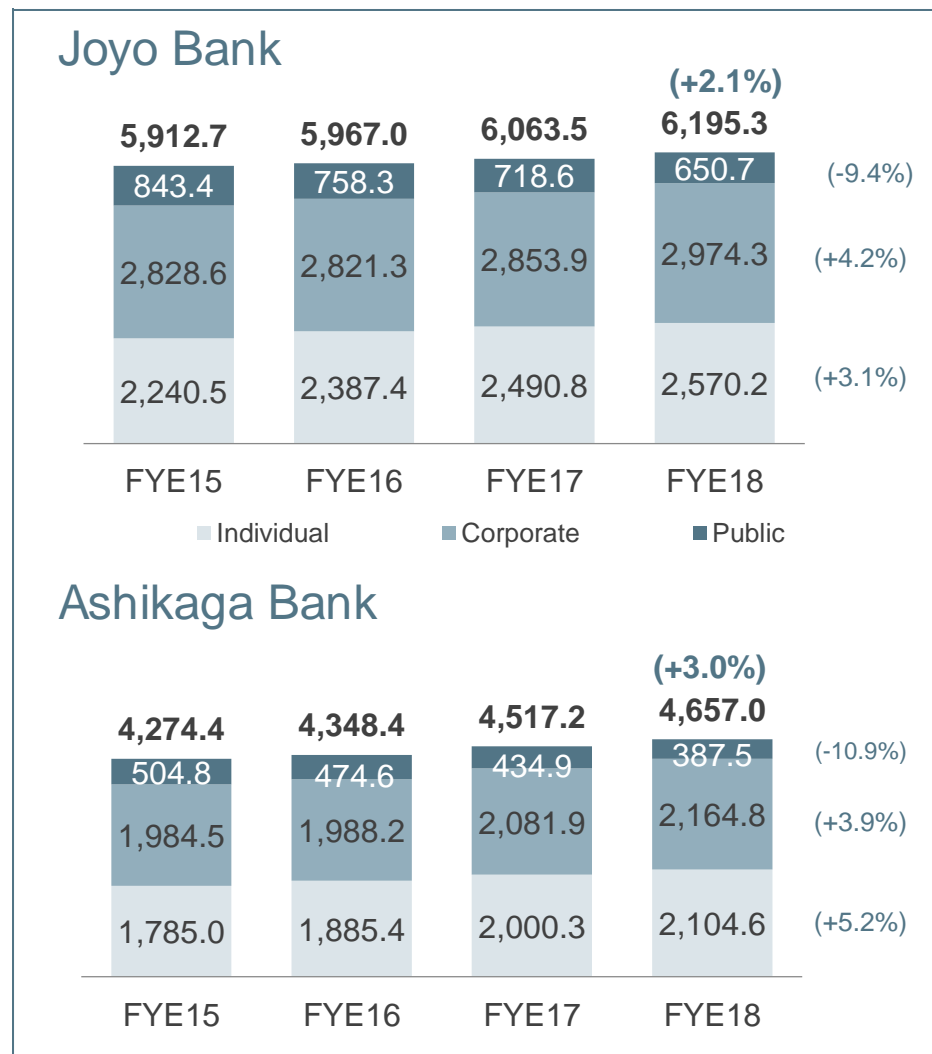
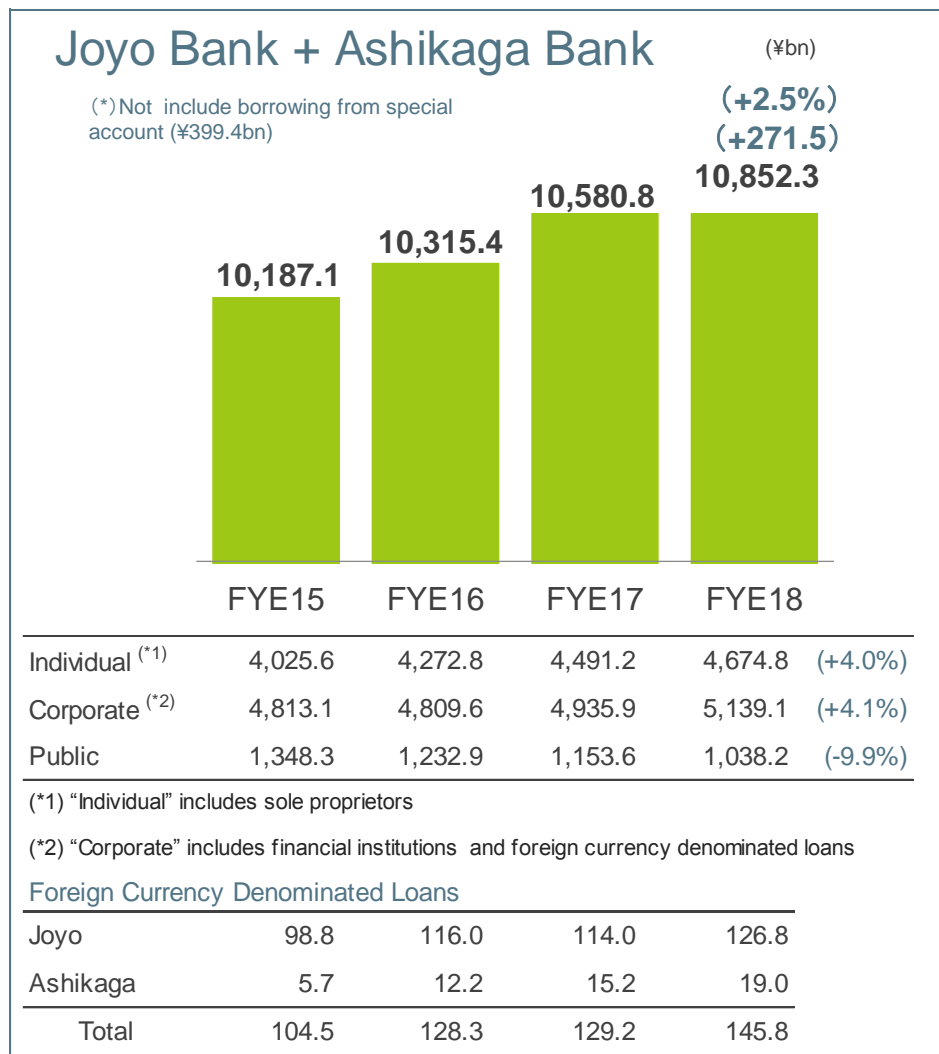


*Securities Margin=(Securities income-Securities funding costs)/Avg. securities

Loans (1) Term-end Balance

*Figures in parentheses are changes on a year on year basis

The term-end balance of loans for corporate and individual customers shows an annual rate of growth of 4.0%. The annual rate of total balance stays 2.5% due to decrease in loans to the public sector.



Loans (2) Individual Housing Related / Unsecured

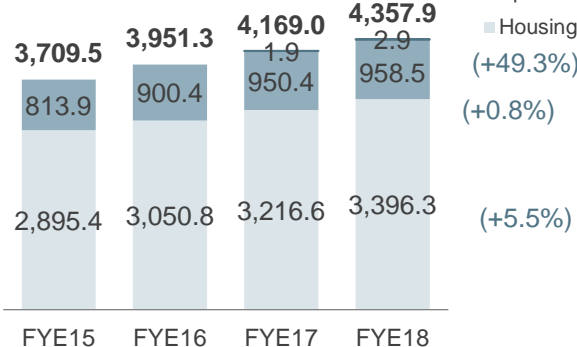
*Figures in parentheses are changes on a year on year basis

Housing Related Loans Term-end Balance

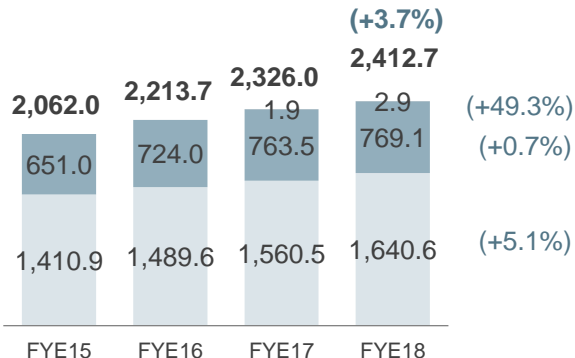
(¥bn)

Joyo + Ashikaga (+4.5%)

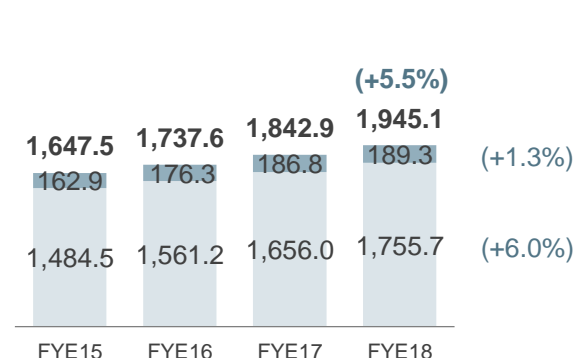
- Asset building loans (*)
- Apartment Loans
- Housing Loans



Joyo Bank



Ashikaga Bank



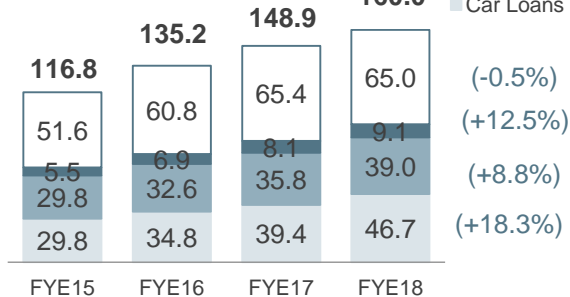
(*) Asset Building Loans: A product intended for individuals (w age earners/ self-employed) w ith a certain amount of income, and designed to meet asset building needs from rent acquired mainly for condominiums in the Tokyo metropolitan area (offered by Jojo only)

Unsecured Loans Term-end Balance

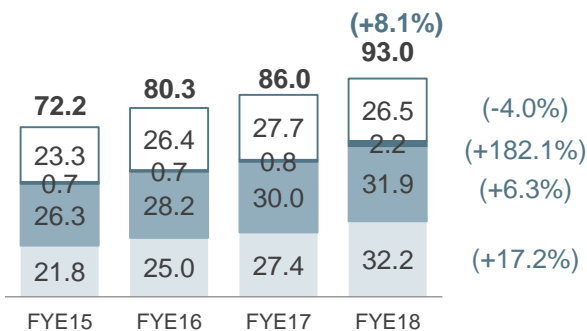
(¥bn)

Joyo + Ashikaga (+7.4%)

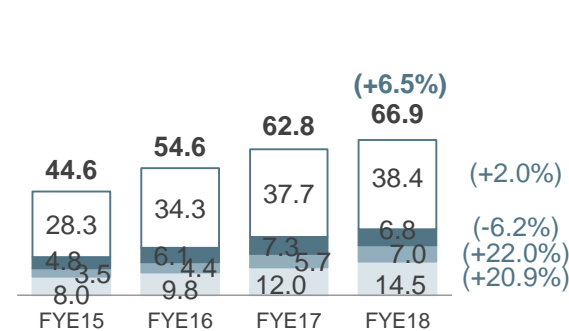
- Card Loans
- Free Loans
- Educational Loans
- Car Loans



Joyo



Ashikaga



* Credit cards are not included in "Card Loans"

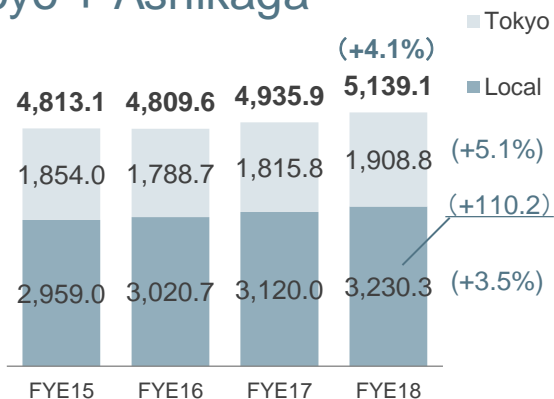
Loans (3) Corporate by Area / Company Size

*Figures in parentheses are changes on a year on year basis

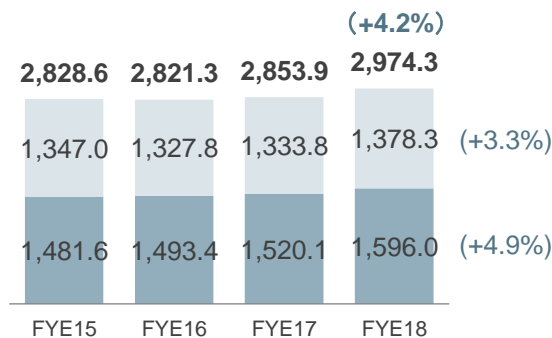
Term-end Balance by Area

(¥bn)

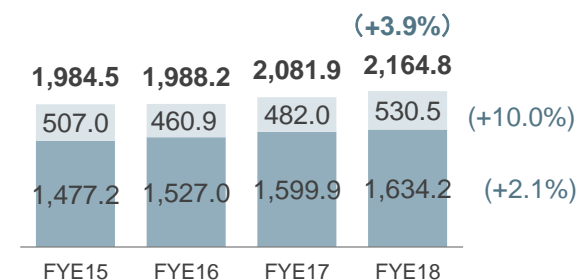
Joyo + Ashikaga (*)



Joyo



Ashikaga (*)

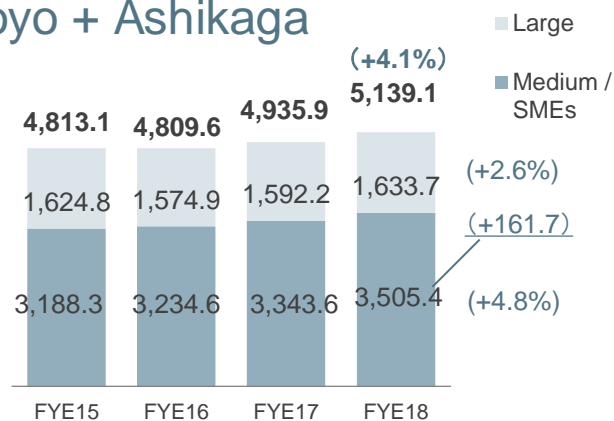


(*) Ratio of changes (Tokyo/ local) excluding effect of ¥23bn transfer of local to Tokyo in FY18 is 4.2% / 3.8% for Joyo+Ashikaga and 3.8%/5.3% for Ashikaga.

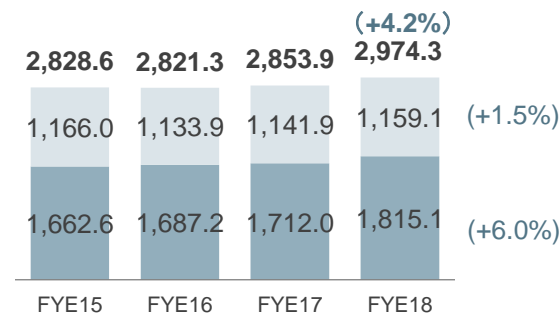
Term-end Balance by Company Size

(¥bn)

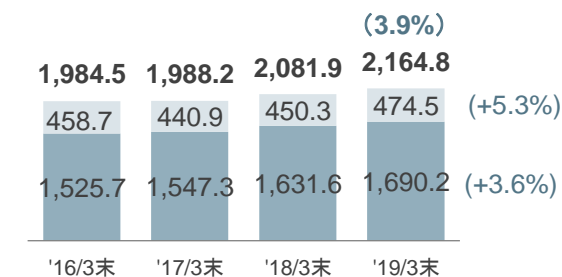
Joyo + Ashikaga



Joyo



Ashikaga

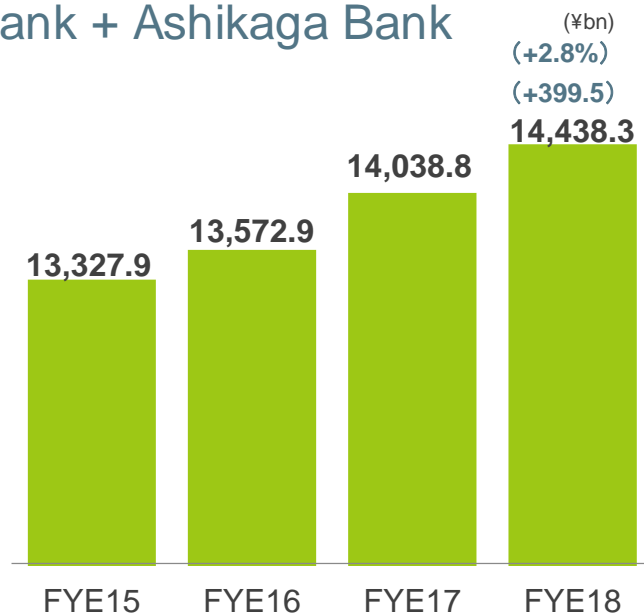


Deposits Term-end Balance

*Figures in parentheses are changes on a year on year basis

Deposits of individual and corporate customers have been on the increase
(Individual customers : +2.5%, Corporate customers : +5.2%)

Joyo Bank + Ashikaga Bank



	FYE15	FYE16	FYE17	FYE18	Change (%)
Individual	9,502.6	9,762.1	10,103.6	10,362.7	+2.5%
Corporate ^(*)	3,020.8	3,062.8	3,158.8	3,325.5	+5.2%
Public	804.4	748.0	776.3	750.1	-3.3%

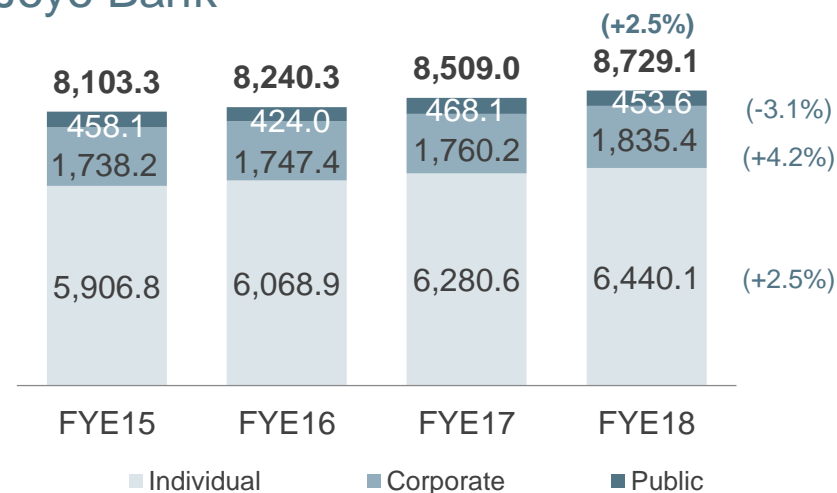
(*)"Corporate" includes financial institutions.

o/w Foreign Currency Deposit^(*)

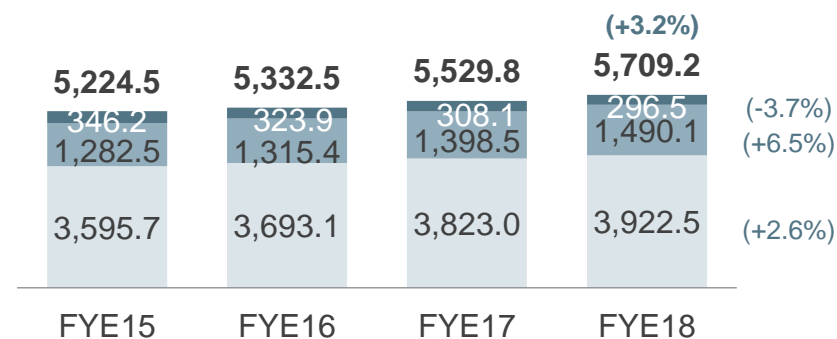
	FYE15	FYE16	FYE17	FYE18
Joyo	111.4	140.7	199.1	222.6
Ashikaga	16.3	24.8	76.0	83.3
Total	127.7	165.6	275.2	306.0

(*) Foreign currency deposits include foreign currency deposits hedged by forward exchange contracts, offshore deposits, and so forth.

Joyo Bank



Ashikaga Bank

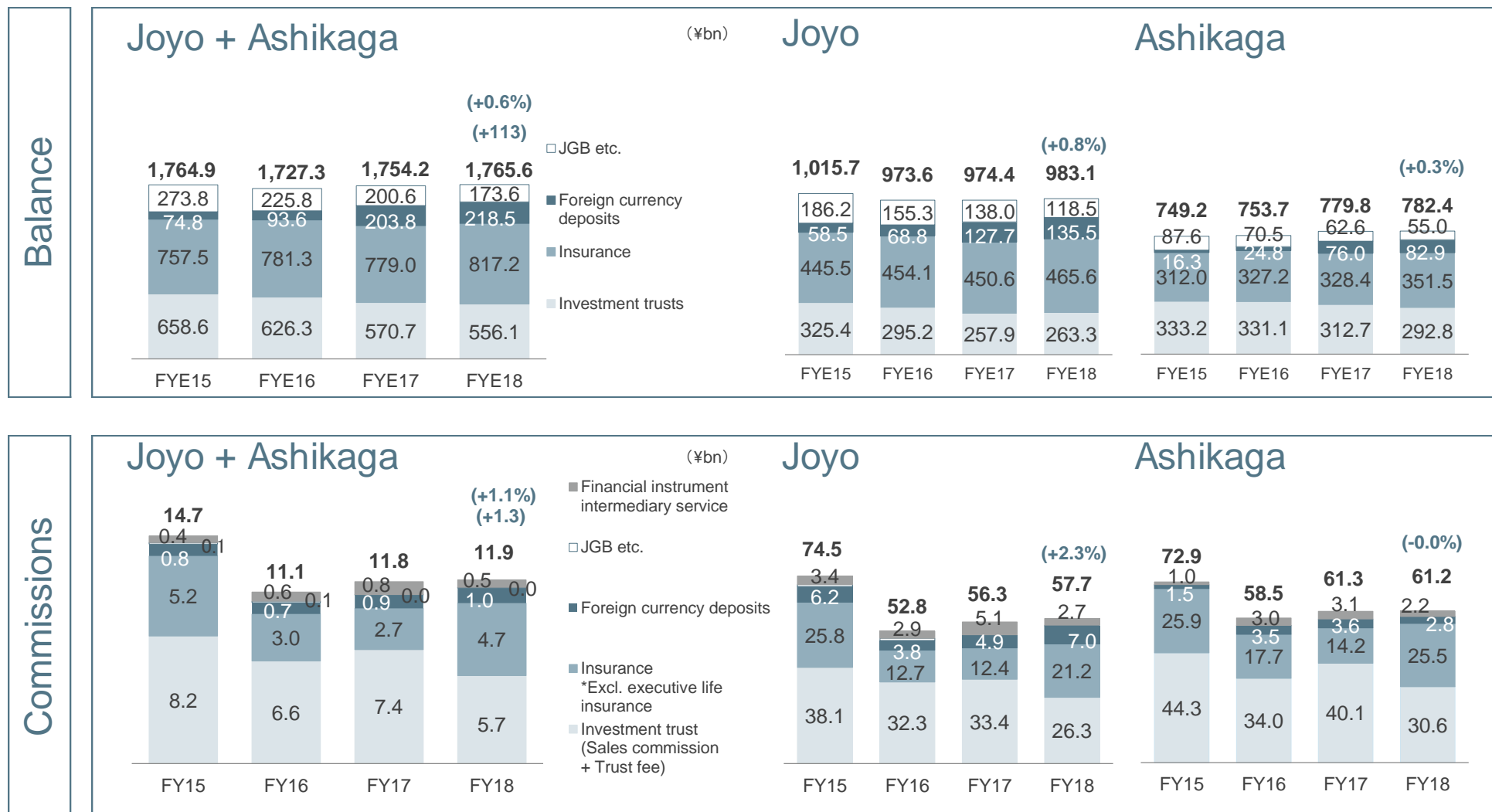


Customer Assets under Custody

*Figures in parentheses are changes on a year on year basis

The amount remained at the same level as the previous year.

Commissions increased year on year due to increase of insurance fees in spite of decrease of investment trusts.

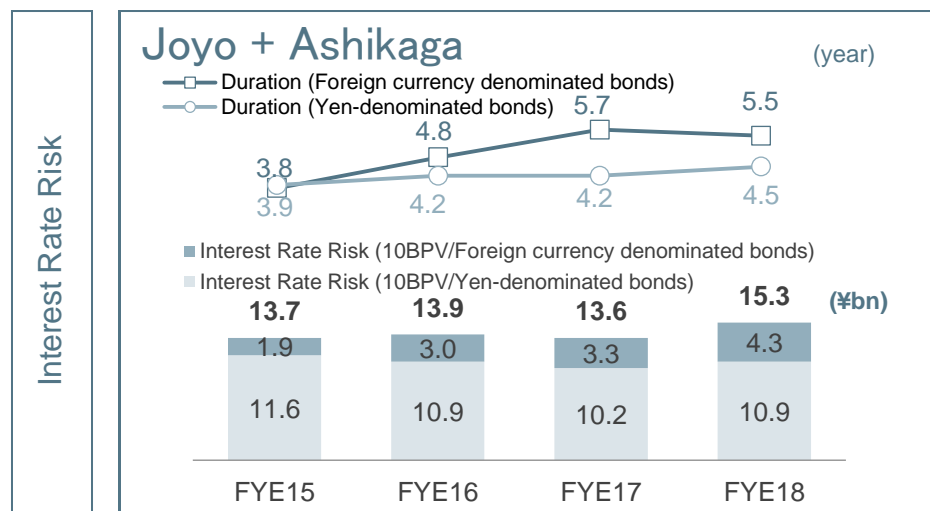
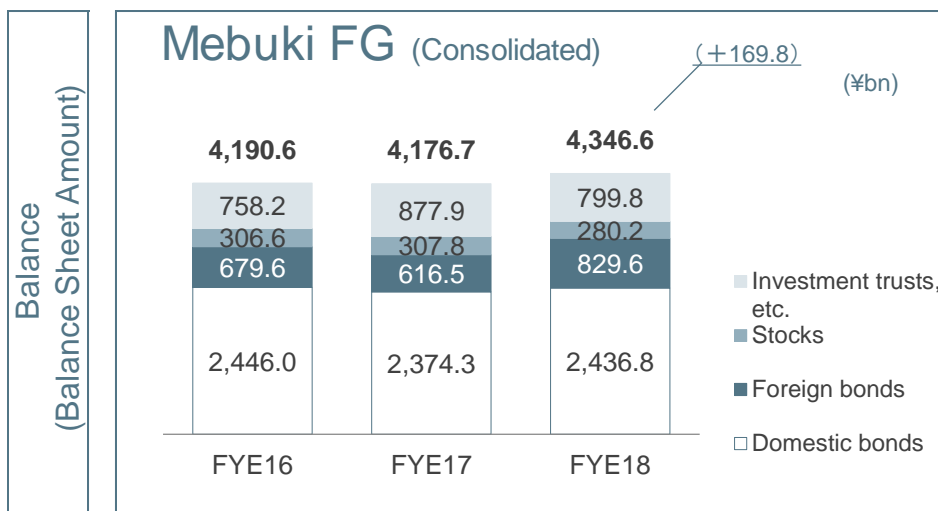


Securities (1)

*Figures in parentheses are changes on a year on year basis

While government bond balances declined due to redemption, domestic bond balances increased through purchasing of municipal bonds.

Regarding foreign bonds, reduced US Treasury bonds based on the outlook of US policy interest rates, and increased the balance of mainly European bonds.



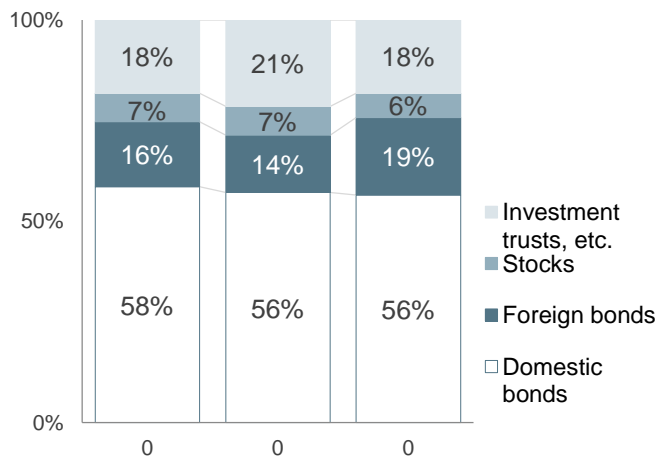
Foreign Bonds / Investment Trusts (¥bn)

Book value as of Mar. 31 2019		J + A	Joyo	Ashi-kaga	Details
Foreign Bonds		816.3	502.8	313.5	-
	o/w Gov. Bond, Gov. Guaranteed Bonds, etc.	385.9	284.5	101.4	o/w ¥217.4bn European government bonds
	o/w Corporate Bond	333.7	121.5	212.1	Bonds rated A or above account for more than 90% of total
	o/w Ginnie Mae	23.3	23.3	-	RMBS issued by U.S governmental public corporations
	Others	73.4	73.4	-	Floating bonds centering on CLO (only highest tranches)
Investment Trusts etc.		780.0	443.9	336.0	-
	o/w Equity-related	216.6	176.8	39.7	ETF (long ¥157.6bn, bear funds ¥59.0bn)
	o/w REIT	71.4	54.5	16.9	o/w ¥55.8bn national REIT
	Others	491.8	212.6	279.2	o/w ¥363.2bn foreign bond funds, ¥110.5bn alterative funds

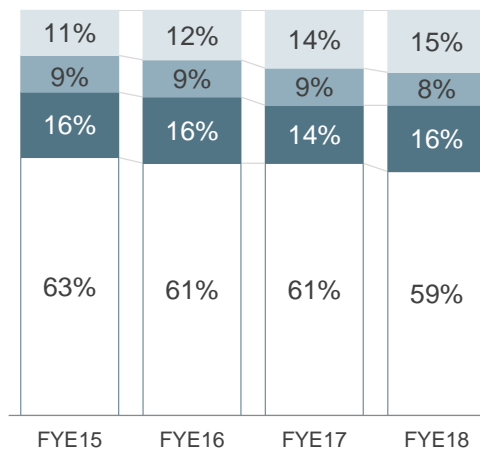
Securities (2)

Portfolio Allocation
(Balance Sheet Amount Basis)

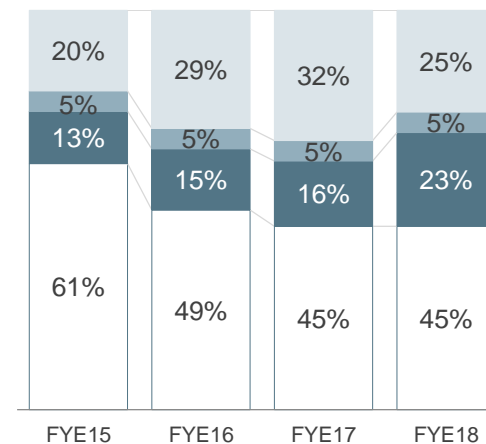
Mebuki FG (Consolidated)



Joyo Bank (Non-Consolidated)

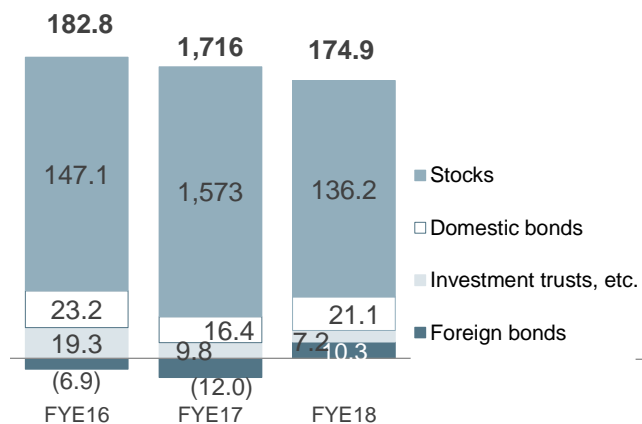


Ashikaga Bank (Non-Consolidated) (¥bn)

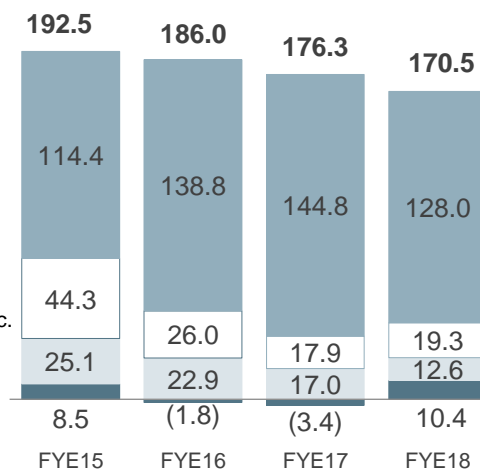


Unrealized Valuation Gains/Losses
on Available for Sale Securities

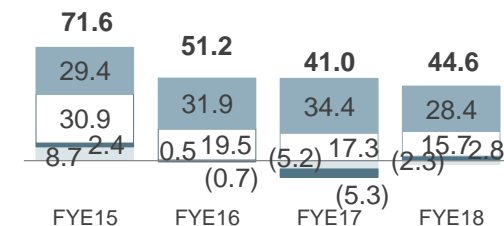
Mebuki FG (Consolidated)



Joyo Bank (Non-Consolidated)



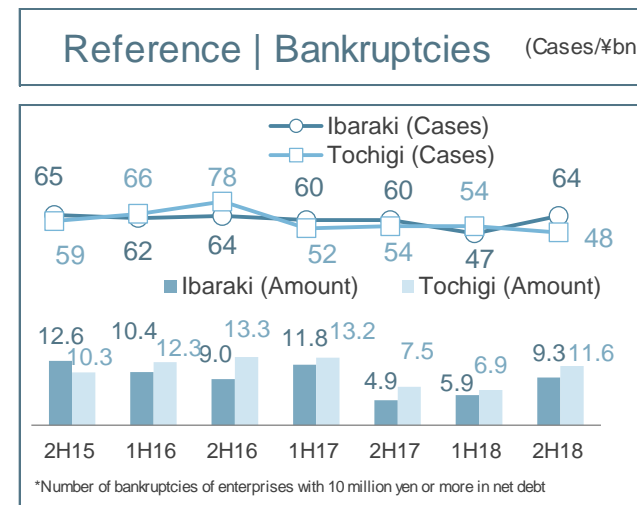
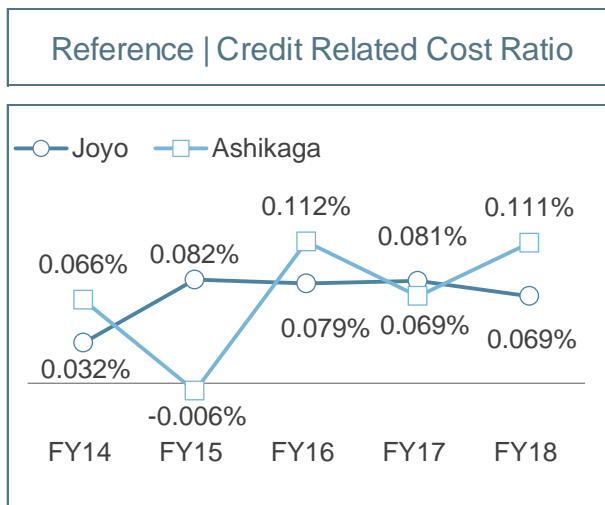
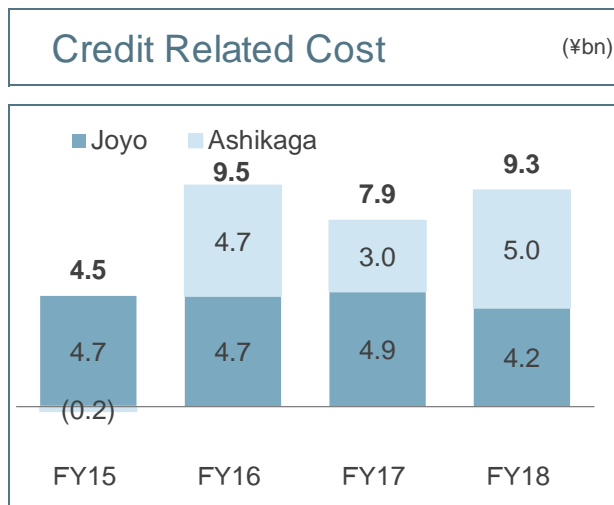
Ashikaga Bank (Non-Consolidated) (¥bn)



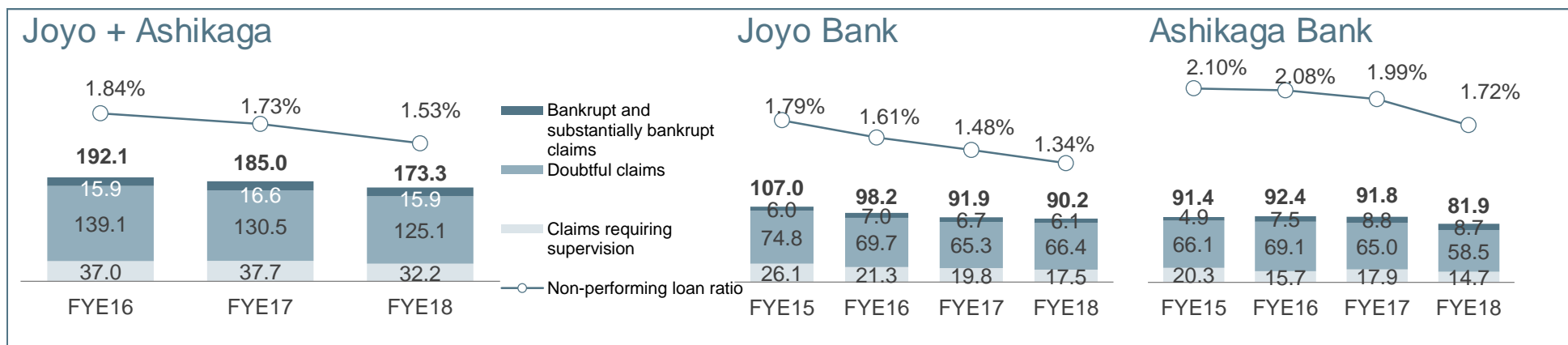
Credit Related Costs / Non-performing Loans

*Figures in parentheses are changes on a year on year basis

Credit related costs (total) increased by ¥1.3bn YoY due to credit deterioration



Non-performing Loans (Financial Revitalization Law) (¥bn)



Integration Synergy Results and Forecast

Synergy effect exceeded the forecast for FY18 of ¥5.3bn to ¥8.5bn, representing completion of 159%.

Synergy Effects on the Statement of Income *before Tax

Amount (Completion)

FY18 Forecast ¥5.3bn

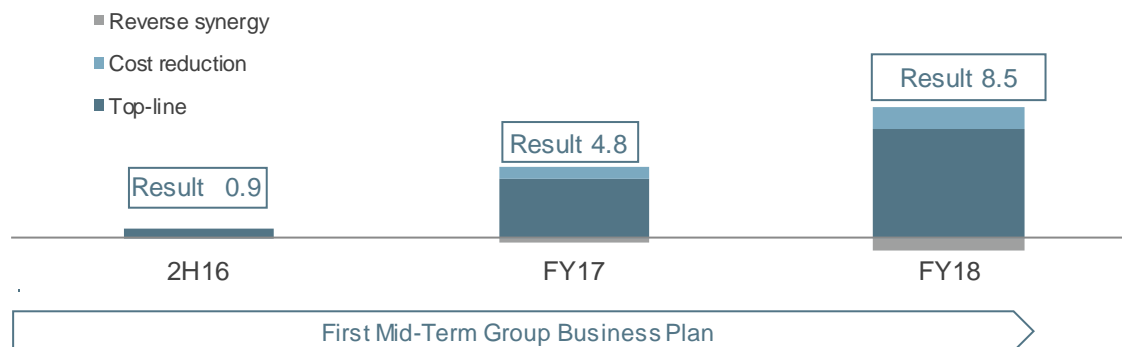
FY18 Result ¥8.5bn (Completion 159%)

FY18 (Result / Forecast)

(¥bn)

*Figures are on a single year basis

(¥bn)



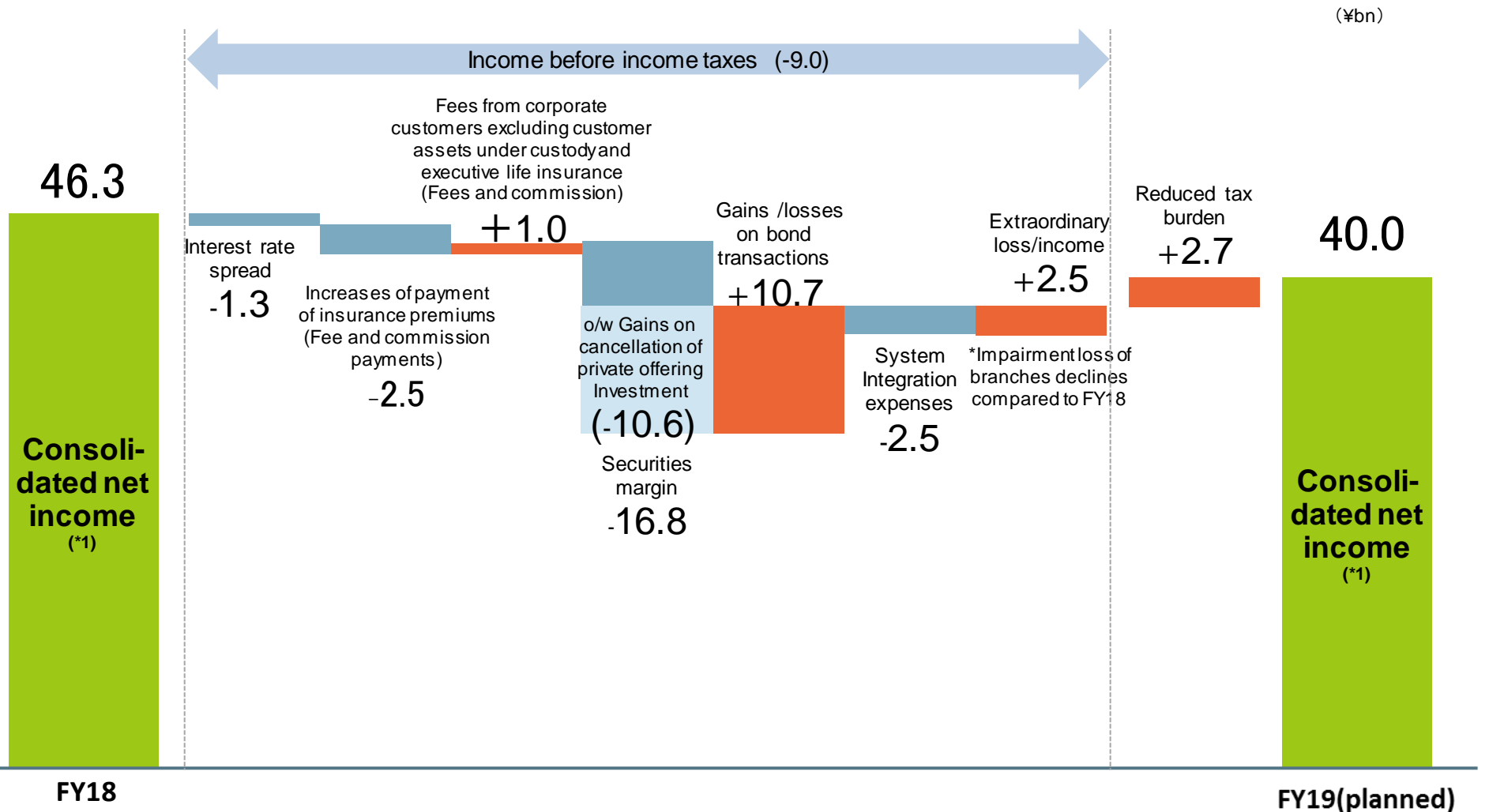
Items	FY18 Forecast	FY18 Result	Completion	Details
Loans Corporate services	2.02	3.02	149.7%	<ul style="list-style-type: none"> • Sales promotion based on wide area network → Co-financing, Syndicate loans, Customer referral, and Lending to growth industries (Medical and nursing care) • Utilization of Mebuki Lease • Share know-how for non-face-to-face sales (Unsecured loans) • Joint development of online application housing loans, Joint sales of housing loans for women
Financial assets under custody	1.04	0.67	64.9%	<ul style="list-style-type: none"> • Share sales promotion know-how • Utilization of Mebuki Securities
Securities	1.23	1.69	137.6%	<ul style="list-style-type: none"> • Investment in new areas and diversification of funding method based on both banking subsidiaries' investment experience • Joint investment • Enhancement of investment and controlling method through sharing of analysis method (Monitoring, etc.)
Others (Channel / international)	0.74	2.55	343.3%	<ul style="list-style-type: none"> • New branch openings • Enhance staff in important regions • Promote cross-border loans • Utilize Joyo's know-how of dual currency deposit service (Ashikaga) • Foreign currency deposit campaigns
Cost reductions	1.14	1.55	135.2%	<ul style="list-style-type: none"> • Joint cost reduction and cost effectiveness evaluation • Strengthen price negotiation power through information sharing • Share know-how to improve branch operation efficiency • Integrate operation center in Tokyo • Joint issuance of bills/check paper and bank cards
Cost Increases / Reverse synergy	-0.85	-0.97	—	<ul style="list-style-type: none"> • Lower transfer fee between both banks to the inter-branch rate • System migration expenses
Total	5.33	8.53	159.9%	

Reference: Forecast for FY2019 (Factors for change of consolidated net income)

* A portion of figures are based on internal management.

Consolidated net income^(*) (FY19) **¥40.0bn** (vs.FY18-¥6.3bn)

(*) Attributable to owners of the parent



Shareholder Return Policy / Capital Adequacy Ratio

Shareholder Return Policy

We changed the shareholder return policy as described below.

● We will target a Total Return Ratio^(*1) of 30% or more while taking into account both the maintenance of solid capital levels for future growth and the appropriate distribution of profits to our shareholders. We will continue to consider the dividend level.

(*1) Total Return Ratio = (Total Amount of Dividends + Total Amount of Acquisition of Own Shares) / Net Income Attributable to Owners of the Parent

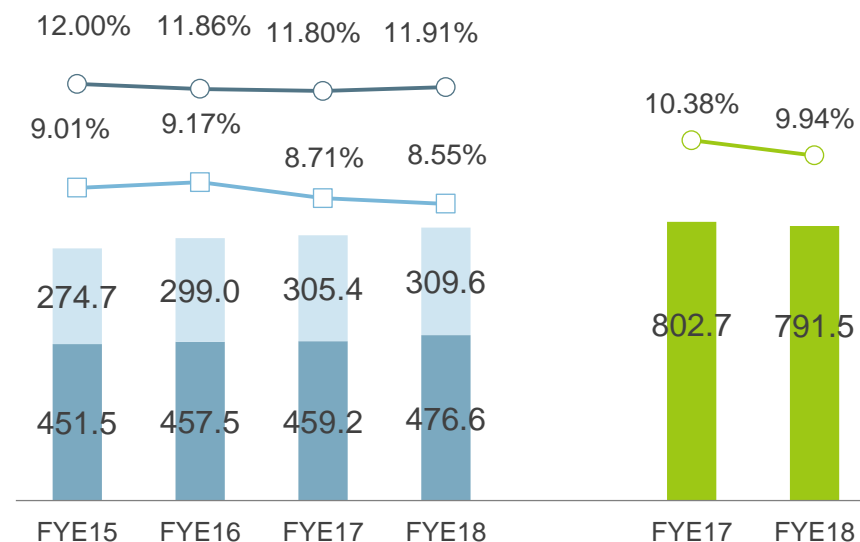
Dividends per share

Forecast of dividends for FY19 is ¥11.0 per share.

	Annual					
	Interim		Term-end			
FY18	¥11.0		¥5.5		¥5.5	
FY19	¥11.0	Scheduled	¥5.5	Scheduled	¥5.5	Scheduled

Capital Adequacy Ratio

- Joyo (consolidated) Capital adequacy ratio
- Joyo (consolidated) Capital (JPY Bn)
- Mebuki FG (Consolidated) Capital adequacy ratio
- Ashikaga (Consolidated) Capital adequacy ratio
- Ashikaga (consolidated) Capital (JPY Bn)
- Mebuki FG (consolidated) Capital (JPY Bn)



*Calculation method of risk weighted assets

- Mebuki FG The fundamental internal rating based approach
- Joyo The fundamental internal rating based approach
- Ashikaga The standardized approach

Inquiries

Mebuki Financial Group, Inc. Corporate Planning Department

TEL +81-29-300-2869 | +81-29-300-2603

E-mail ir@mebuki-fg.co.jp

URL <https://www.mebuki-fg.co.jp/>

This document has been prepared for information purposes only and does not form part of a solicitation to sell or purchase any securities.

Information contained herein may be changed or revised without prior notice.

This document may contain forward-looking statements as to future results of operations. No forward-looking statement can be guaranteed and actual results of operations may differ from those projected.