

Mebuki Financial Group, Inc.

Financial Results for Fiscal Year 2019, ended March 31, 2020

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 24, 2020 (scheduled)
 Payment date of cash dividends: June 2, 2020 (scheduled)
 Filing date of Financial Statements: June 25, 2020 (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, 2019 to March 31, 2020)

(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, 2020 | 282,737 | (1.8) | 53,179 | (23.5) | 36,370 | (21.5) |
| Ended March 31, 2019 | 288,139 | 9.8 | 69,533 | 9.4 | 46,338 | 7.5 |

(Note) Comprehensive Income FY2019: ¥(20,483) million [-%] FY 2018: ¥46,335 million [18.4%]

| 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, 2020 | ¥ 31.14 | ¥ 31.12 | % 4.0 | % 0.3 | % 18.8 |
| Ended March 31, 2019 | ¥ 39.47 | ¥ 39.45 | % 5.1 | % 0.4 | % 24.1 |

(Reference) Equity in earnings (losses) of affiliates FY 2019: ¥ — million FY 2018: ¥ — million

(2) Consolidated Financial Conditions

| Fiscal year | Total Assets | Net Assets | Capital Assets to Total Assets | Net Assets per Share |
|----------------------|---------------------|------------------|--------------------------------|----------------------|
| Ended March 31, 2020 | ¥Million 17,804,808 | ¥Million 882,235 | % 4.9 | ¥ 760.78 |
| Ended March 31, 2019 | ¥Million 17,372,575 | ¥Million 919,547 | % 5.2 | ¥ 783.67 |

(Reference) Capital assets FY2019: ¥881,986 million FY2018: ¥919,314 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, 2020 | ¥Million 356,104 | ¥Million 176,093 | ¥Million (50,146) | ¥Million 1,916,659 |
| Ended March 31, 2019 | ¥Million 6,087 | ¥Million (211,514) | ¥Million (54,944) | ¥Million 1,434,627 |

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, 2019 | ¥ — | ¥ 5.50 | ¥ — | ¥ 5.50 | ¥ 11.00 | ¥Million 12,903 | % 27.8 | % 1.4 |
| Ended March 31, 2020 | ¥ — | ¥ 5.50 | ¥ — | ¥ 5.50 | ¥ 11.00 | ¥Million 12,829 | % 35.3 | % 1.4 |
| Ending March 31, 2021 (Forecast) | ¥ — | ¥ 5.50 | ¥ — | ¥ 5.50 | ¥ 11.00 | | % 38.6 | |

3. Consolidated Earnings Forecasts for Fiscal Year 2020, ending March 31, 2021

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

| Six months ending September 30, 2020 | Ordinary Profit | | Net Income Attributable to Owners of the Parent | | Net Income per Share |
|--------------------------------------|-----------------|--------|---|--------|----------------------|
| | ¥Million | % | ¥Million | % | ¥ |
| Fiscal year ending March 31, 2021 | 23,500 | (26.4) | 15,500 | (31.2) | 13.37 |
| | 48,500 | (8.7) | 33,000 | (9.2) | 28.46 |

*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, 2020 | 1,179,055,218 shares | March 31, 2019 | 1,179,055,218 shares |
|----------------|----------------------|----------------|----------------------|

② Number of treasury stock:

| | | | |
|----------------|-------------------|----------------|------------------|
| March 31, 2020 | 19,745,475 shares | March 31, 2019 | 5,971,713 shares |
|----------------|-------------------|----------------|------------------|

③ Average number of shares:

| | | | |
|--------|----------------------|--------|----------------------|
| FY2019 | 1,167,915,641 shares | FY2018 | 1,173,785,377 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 2019, Ended March 31, 2020

Contents

| | |
|--|----|
| I Consolidated Financial Information for Fiscal Year 2019 | |
| 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 2019 ended March 31, 2020 | |
| 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 2019

1. Consolidated Balance Sheet

| Item | (Japanese) | (Millions of yen) | |
|---|----------------|------------------------|------------------------|
| | | As of Mar. 31, 2019 | As of Mar. 31, 2020 |
| Assets | (資産の部) | | |
| Cash and due from banks | 現金預け金 | 1,468,877 | 1,935,324 |
| Call loans and bills bought | コールローン及び買入手形 | 10,389 | 18,754 |
| Monetary claims bought | 買入金銭債権 | 15,152 | 11,849 |
| Trading assets | 特定取引資産 | 13,799 | 15,632 |
| Money held in trust | 金銭の信託 | 23,175 | 1 |
| Securities | 有価証券 | 4,346,628 | 4,076,146 |
| Loans and bills discounted | 貸出金 | 11,122,484 | 11,342,541 |
| Foreign exchanges | 外国為替 | 6,508 | 16,150 |
| Lease receivable and investments in lease | リース債権及びリース投資資産 | 62,653 | 67,710 |
| Other assets | その他資産 | 205,611 | 218,875 |
| Tangible fixed assets | 有形固定資産 | 112,518 | 109,693 |
| Buildings, net | 建物 | 40,181 | 39,302 |
| Land | 土地 | 59,047 | 58,044 |
| Leased assets, net | リース資産 | 16 | 11 |
| Construction in progress | 建設仮勘定 | 587 | 632 |
| Other tangible fixed assets | その他の有形固定資産 | 12,685 | 11,702 |
| Intangible fixed assets | 無形固定資産 | 18,388 | 19,316 |
| Software | ソフトウェア | 14,237 | 15,706 |
| Other intangible fixed assets | その他の無形固定資産 | 4,150 | 3,609 |
| Asset for retirement benefits | 退職給付に係る資産 | 16,550 | 17,814 |
| Deferred tax assets | 繰延税金資産 | 1,583 | 1,920 |
| Customers' liabilities for acceptances and guarantees | 支払承諾見返 | 21,442 | 23,029 |
| Allowance for loan losses | 貸倒引当金 | (73,179) | (69,658) |
| Reserve for devaluation of investment securities | 投資損失引当金 | (9) | (292) |
| Total Assets | 資産の部合計 | 17,372,575 | 17,804,808 |
| Liabilities | (負債の部) | | |
| Deposits | 預金 | 14,373,888 | 14,756,658 |
| Negotiable certificates of deposit | 譲渡性預金 | 282,158 | 283,131 |
| Call money and bills sold | コールマネー及び売渡手形 | 191,740 | 110,745 |
| Payables under repurchase agreements | 売現先勘定 | 120,832 | 129,195 |
| Payables under securities lending transactions | 債券貸借取引受入担保金 | 202,152 | 215,548 |
| Trading liabilities | 特定取引負債 | 1,065 | 1,770 |
| Borrowed money | 借入金 | 1,053,077 | 1,252,801 |
| Foreign Exchanges | 外国為替 | 637 | 1,941 |
| Bonds | 社債 | 5,000 | 5,000 |
| Bonds with warrant attached | 新株予約権付社債 | 33,297 | — |
| Due to trust account | 信託勘定借 | 566 | 1,573 |
| Other liabilities | その他の負債 | 116,512 | 115,621 |
| Provision for directors' bonuses | 役員賞与引当金 | 284 | 237 |
| Liability for retirement benefits | 退職給付に係る負債 | 7,429 | 8,724 |
| Provision for directors' retirement benefits | 役員退職慰労引当金 | 57 | 37 |
| Provision for reimbursement of deposits | 睡眠預金払戻損失引当金 | 3,253 | 2,874 |
| Provision for contingent loss | 偶発損失引当金 | 1,955 | 2,141 |
| Provision for point card certificates | ポイント引当金 | 406 | 452 |
| Provision for loss on interest repayment | 利息返還損失引当金 | 16 | 12 |
| Reserves under special laws | 特別法上の引当金 | 2 | 2 |
| Deferred tax liabilities | 繰延税金負債 | 27,241 | 1,365 |
| Deferred tax liabilities for land revaluation | 再評価に係る繰延税金負債 | 8,823 | 8,680 |
| Negative goodwill | 負のれん | 1,185 | 1,027 |
| Acceptances and guarantees | 支払承諾 | 21,442 | 23,029 |
| Total liabilities | 負債の部合計 | 16,453,028 | 16,922,573 |

(Millions of yen)

| Item | (Japanese) | As of Mar. 31, 2019 | As of Mar. 31, 2020 |
|---|----------------------------------|------------------------|------------------------|
| Net Assets | (純資産の部) | | |
| Capital stock | 資 本 金 | 117,495 | 117,495 |
| Capital surplus | 資 本 剰 余 金 | 148,545 | 148,549 |
| Retained earnings | 利 益 剰 余 金 | 523,792 | 547,270 |
| Treasury stock | 自 己 株 式 | (2,026) | (5,970) |
| Total shareholders' equity | 株 主 資 本 合 計 | 787,807 | 807,345 |
| Unrealized gains on available-for-sale securities | そ の 他 有 価 証 券 評 価 差 額 金 | 123,042 | 69,821 |
| Deferred gains (losses) on hedges | 繰 延 ヘ ッ ジ 損 益 | (267) | (1,068) |
| Land revaluation surplus | 土 地 再 評 価 差 額 金 | 13,497 | 13,485 |
| Defined retirement benefit plans | 退 職 給 付 に 係 る 調 整 累 計 額 | (4,765) | (7,597) |
| Total accumulated other comprehensive income | そ の 他 の 包 括 利 益 累 計 額 合 計 | 131,507 | 74,641 |
| Equity warrants | 新 株 予 約 権 | 233 | 248 |
| Total net assets | 純 資 産 の 部 合 計 | 919,547 | 882,235 |
| Total liabilities and net assets | 負 債 及 び 純 資 産 の 部 合 計 | 17,372,575 | 17,804,808 |

(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 2018(ended March 31, 2019) | FY 2019(ended March 31, 2020) |
|--|------------------------|----------------------------------|----------------------------------|
| Ordinary income | 経常収益 | 288,139 | 282,737 |
| Interest income | 資金運用収益 | 172,748 | 166,292 |
| Interest on loans and discounts | 貸出金利息 | 113,944 | 112,331 |
| Interest and dividends on securities | 有価証券利息配当金 | 57,377 | 52,674 |
| Interest on call loans and bills bought | コールローン利息及び買入手形利息 | 179 | 113 |
| Interest on deposits with banks | 預け金利息 | 764 | 682 |
| Other interest income | その他の受入利息 | 482 | 490 |
| Trust fees | 信託報酬 | 31 | 52 |
| Fees and commissions | 役務取引等収益 | 52,905 | 53,244 |
| Trading income | 特定取引収益 | 2,418 | 3,840 |
| Other ordinary income | その他業務収益 | 3,751 | 7,384 |
| Other income | その他経常収益 | 56,284 | 51,922 |
| Recoveries of written off claims | 償却債権取立益 | 2,237 | 2,178 |
| Gains on sales of stocks and other securities | 株式等売却益 | 24,506 | 16,970 |
| Others | その他の経常収益 | 29,541 | 32,773 |
| Ordinary expenses | 経常費用 | 218,606 | 229,557 |
| Interest expenses | 資金調達費用 | 16,504 | 16,447 |
| Interest on deposits | 預金利息 | 6,030 | 5,361 |
| Interest on negotiable certificates of deposit | 譲渡性預金利息 | 86 | 68 |
| Interest on call money and bills sold | コールマネー利息及び売渡手形利息 | 1,364 | 956 |
| Interest on payables under repurchase agreements | 売現先利息 | 298 | 2,026 |
| Interest on payables under securities lending transactions | 債券貸借取引支払利息 | 2,422 | 1,364 |
| Interest on borrowed money | 借入金利息 | 2,284 | 2,213 |
| Interest on bonds | 社債利息 | 132 | 132 |
| Other interest expenses | その他の支払利息 | 3,886 | 4,325 |
| Fees and commissions payments | 役務取引等費用 | 14,078 | 14,719 |
| Other business expenses | その他業務費用 | 11,766 | 7,178 |
| General and administrative expenses | 営業経費 | 119,636 | 119,630 |
| Other operating expenses | その他経常費用 | 56,619 | 71,581 |
| Provision of allowance for loan losses | 貸倒引当金繰入額 | 2,771 | 9,555 |
| Other | その他の経常費用 | 53,848 | 62,026 |
| Ordinary profit | 経常利益 | 69,533 | 53,179 |
| Extraordinary income | 特別利益 | 77 | 64 |
| Gain on dispositions of fixed assets | 固定資産処分益 | 77 | 64 |
| Extraordinary losses | 特別損失 | 3,193 | 1,669 |
| Loss on disposal of non-current assets | 固定資産処分損 | 446 | 557 |
| Impairment loss | 減損損失 | 2,747 | 1,112 |
| Income before income taxes | 税金等調整前当期純利益 | 66,418 | 51,573 |
| Income taxes-current | 法人税、住民税及び事業税 | 21,683 | 17,264 |
| Income taxes-deferred | 法人税等調整額 | (1,603) | (2,061) |
| Total income taxes | 法人税等合計 | 20,079 | 15,203 |
| Net income | 当期純利益 | 46,338 | 36,370 |
| 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 | 36,370 |

(2) Consolidated Statement of Comprehensive Income

(Millions of yen)

| Item | (Japanese) | FY 2018(ended March 31, 2019) | FY 2019(ended March 31, 2020) |
|---|-------------------------|----------------------------------|----------------------------------|
| Net income | 当 期 純 利 益 | 46,338 | 36,370 |
| Other comprehensive income | そ の 他 の 包 括 利 益 | (3) | (56,853) |
| Unrealized gains on available-for-sale securities | そ の 他 有 価 証 券 評 価 差 額 金 | 2,314 | (53,220) |
| Deferred gains (losses) on hedges | 繰 延 ヘ ッ ジ 損 益 | (211) | (801) |
| Land revaluation surplus | 土 地 再 評 価 差 額 金 | 2 | 0 |
| Defined retirement benefit plans | 退 職 給 付 に 係 る 調 整 額 | (2,109) | (2,831) |
| Comprehensive income | 包 括 利 益 | 46,335 | (20,483) |
| | (内訳) | | |
| Comprehensive income attributable to owners of the parent | 親 会 社 株 主 に 係 る 包 括 利 益 | 46,335 | (20,483) |

3. Consolidated Statement of Shareholders' Equity

FY 2018(ended March 31, 2019)

(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 | 148,541 | 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 合 | — | 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 合 | 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 | | |

| | | 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 | 148,545 | 523,792 | (2,026) | 787,807 |
| Changes of items during the period | 当 期 変 動 額 | | | | | |
| Cash dividends | 剰 余 金 の 配 当 | | | (12,904) | | (12,904) |
| Net income attributable to owners of the parent | 親会社株主に帰属する当期純利益 | | | 36,370 | | 36,370 |
| Purchase of treasury stock | 自 己 株 式 の 取 得 | | | | (4,000) | (4,000) |
| Disposal of treasury stock | 自 己 株 式 の 処 分 | | 4 | | 56 | 60 |
| Transfer from land revaluation excess | 土地再評価差額金の取崩 | | | 11 | | 11 |
| 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 | — | 4 | 23,477 | (3,944) | 19,537 |
| Balance at the end of the period | 当 期 末 残 高 | 117,495 | 148,549 | 547,270 | (5,970) | 807,345 |

| | | 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 | 123,042 | (267) | 13,497 | (4,765) | 131,507 | 233 | 919,547 |
| Changes of items during the period | 当 期 変 動 額 | | | | | | | |
| Cash dividends | 剰 余 金 の 当 配 | | | | | | | (12,904) |
| Net income attributable to owners of the parent | 親会社株主に帰属する当期純利益 | | | | | | | 36,370 |
| Purchase of treasury stock | 自 己 株 式 の 取 得 | | | | | | | (4,000) |
| Disposal of treasury stock | 自 己 株 式 の 処 分 | | | | | | | 60 |
| Transfer from land revaluation excess | 土地再評価差額金の取崩 | | | | | | | 11 |
| 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） | (53,220) | (801) | (11) | (2,831) | (56,865) | 15 | (56,849) |
| Total changes of items during the period | 当 期 変 動 額 計 | (53,220) | (801) | (11) | (2,831) | (56,865) | 15 | (37,311) |
| Balance at the end of the period | 当 期 末 残 高 | 69,821 | (1,068) | 13,485 | (7,597) | 74,641 | 248 | 882,235 |

4. Consolidated Statement of Cash Flows

(Millions of yen)

| Item | (Japanese) | FY 2018(ended March 31, 2019) | FY 2019(ended March 31, 2020) |
|---|-------------------------|----------------------------------|----------------------------------|
| 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 | 66,418 | 51,573 |
| Depreciation and amortization | 減価償却費 | 8,762 | 8,608 |
| Impairment loss | 減損損失 | 2,747 | 1,112 |
| 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(△) | (6,144) | (3,521) |
| Increase (decrease) in reserve for devaluation of investment securities | 投資損失引当金の増減額(△は減少) | — | 283 |
| Increase (decrease) in provision for directors' bonuses | 役員賞与引当金の増減額(△は減少) | 154 | (46) |
| Decrease (increase) in asset for retirement benefits | 退職給付に係る資産の増減額(△は増加) | (3,849) | (2,596) |
| Increase (decrease) in liabilities for retirement benefits | 退職給付に係る負債の増減額(△は減少) | (234) | (1,821) |
| Increase (decrease) in provision for directors' retirement benefits | 役員退職慰労引当金の増減額(△は減少) | (5) | (20) |
| 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) | (528) | (379) |
| Increase (decrease) in provision for contingent loss | 偶発損失引当金の増減(△) | 352 | 186 |
| Increase (decrease) in provision for point card certificates | ポイント引当金の増減額(△は減少) | 112 | 45 |
| Increase (decrease) in provision for interest repayment | 利息返還損失引当金の増減額(△は減少) | 3 | (4) |
| Gain on fund management | 資金運用収益 | (172,748) | (166,292) |
| Financing expenses | 資金調達費用 | 16,504 | 16,447 |
| Loss (gain) related to securities | 有価証券関係損益(△) | 10,471 | 7,929 |
| Foreign exchange losses (gains) | 為替差損益(△は益) | (8,097) | 7,598 |
| Loss (gain) on disposal of non-current assets | 固定資産処分損益(△は益) | 368 | 493 |
| Net decrease (increase) in Trading assets | 特定取引資産の純増(△)減 | (1,259) | (1,833) |
| Net increase (decrease) in Trading liabilities | 特定取引負債の純増減(△) | 560 | 705 |
| Net decrease (increase) in loans and bills discounted | 貸出金の純増(△)減 | (624,507) | (220,057) |
| Net increase (decrease) in deposit | 預金の純増減(△) | 395,975 | 382,769 |
| Net increase (decrease) in negotiable certificates of deposit | 譲渡性預金の純増減(△) | 9,518 | 973 |
| 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(△) | 215,221 | 199,723 |
| 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 | (19,082) | 15,583 |
| Net decrease (increase) in call loans | コールローン等の純増(△)減 | 4,482 | (5,061) |
| Net increase (decrease) in call money | コールマネー等の純増減(△) | (148,800) | (72,632) |
| Net increase (decrease) in payables under securities lending transactions | 債券貸借取引受入担保金の純増減(△) | 44,003 | 13,395 |
| Net decrease (increase) in foreign exchanges - assets | 外国為替(資産)の純増(△)減 | (92) | (9,641) |
| Net increase (decrease) in foreign exchanges - liabilities | 外国為替(負債)の純増減(△) | (71) | 1,304 |
| 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 | (6,032) | (5,056) |
| Net increase (decrease) in due to trust account | 信託勘定借の純増減(△) | 554 | 1,006 |
| Proceeds from fund management | 資金運用による収入 | 171,997 | 168,513 |
| Payments for finance | 資金調達による支出 | (16,381) | (17,285) |
| Other, net | その他 | 88,699 | 456 |
| Subtotal | 小計 | 28,916 | 372,302 |
| Income taxes paid | 法人税等の支払額 | (22,828) | (16,197) |
| Net cash provided by (used in) operating activities | 営業活動によるキャッシュ・フロー | 6,087 | 356,104 |

(Millions of yen)

| Item | (Japanese) | FY 2018(ended March 31, 2019) | FY 2019(ended March 31, 2020) |
|---|----------------------------|----------------------------------|----------------------------------|
| 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 | (1,371,972) | (815,535) |
| Proceeds from sales of securities | 有価証券の売却による収入 | 822,176 | 483,205 |
| Proceeds from redemption of securities | 有価証券の償還による収入 | 374,002 | 493,125 |
| Increase in money held in trust | 金銭の信託の増加による支出 | (23,175) | — |
| Decrease in money held in trust | 金銭の信託の減少による収入 | — | 23,174 |
| Purchases of tangible fixed assets | 有形固定資産の取得による支出 | (5,730) | (3,519) |
| Proceeds from sales of tangible fixed assets | 有形固定資産の売却による収入 | 259 | 160 |
| Purchases of intangible fixed assets | 無形固定資産の取得による支出 | (7,086) | (4,365) |
| Other, net | その他の | 11 | (151) |
| Net cash provided by (used in) investing activities | 投資活動によるキャッシュ・フロー | (211,514) | 176,093 |
| 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) | — |
| Redemption of bonds with warrant attached | 劣後特約付社債及び新株予約権付社債の償還による支出 | — | (33,297) |
| Purchases of treasury stocks | 自己株式の取得による支出 | (2,090) | (4,000) |
| Proceed from sales of treasury stocks | 自己株式の売却による収入 | 75 | 55 |
| Cash dividends paid | 配当金の支払額 | (12,930) | (12,904) |
| Net cash provided by (used in) financing activities | 財務活動によるキャッシュ・フロー | (54,944) | (50,146) |
| 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 | 1,432 | (19) |
| Net increase (decrease) in cash and cash equivalents | 現金及び現金同等物の増減額(△は減少) | (258,939) | 482,031 |
| Cash and cash equivalents at the beginning of the period | 現金及び現金同等物の期首残高 | 1,693,567 | 1,434,627 |
| Cash and cash equivalents at the end of the period | 現金及び現金同等物の期末残高 | 1,434,627 | 1,916,659 |

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, 2019 to March 31, 2020)

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, 2020 | 150,564 | (0.5) | 35,685 | (17.4) | 24,653 | (14.1) |
| Ended March 31, 2019 | 151,341 | 9.5 | 43,210 | 16.9 | 28,729 | 12.6 |

② Non-consolidated Financial Conditions

| Fiscal year | Total Assets | Net Assets | Capital Assets to Total Assets |
|----------------------|--------------|------------|--------------------------------|
| | ¥Million | ¥Million | % |
| Ended March 31, 2020 | 10,911,493 | 577,446 | 5.2 |
| Ended March 31, 2019 | 10,562,699 | 612,351 | 5.7 |

(Reference) Capital assets FY2019: ¥577,446 million FY2018: ¥612,351 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, 2019 | As of Mar. 31, 2020 |
|---|---------------|------------------------|------------------------|
| Assets | (資産の部) | | |
| Cash and due from banks | 現金預け金 | 726,456 | 1,118,929 |
| Cash | 現金 | 74,798 | 81,421 |
| Due from banks | 預け金 | 651,657 | 1,037,508 |
| Call loans | コールローン | 9,546 | 12,778 |
| Monetary claims bought | 買入金銭債権 | 7,271 | 5,901 |
| Trading assets | 特定取引資産 | 10,817 | 13,124 |
| Trading account securities | 商品有価証券 | 1,555 | 938 |
| Trading-related financial derivatives | 特定金融派生商品 | 2,261 | 3,186 |
| Other trading assets | その他の特定取引資産 | 6,999 | 8,999 |
| Securities | 有価証券 | 3,025,904 | 2,837,426 |
| Government bonds | 国債 | 489,769 | 396,695 |
| Local government bonds | 地方債 | 750,572 | 772,555 |
| Corporate bonds | 社債 | 572,147 | 577,468 |
| Stocks | 株式 | 243,451 | 197,215 |
| Other securities | その他の証券 | 969,963 | 893,491 |
| Loans and bills discounted | 貸出金 | 6,594,731 | 6,759,983 |
| Bills discounted | 割引手形 | 18,973 | 15,772 |
| Loans on bills | 手形貸付 | 233,311 | 208,398 |
| Loans on deeds | 証書貸付 | 5,786,745 | 5,975,603 |
| Overdrafts | 当座貸越 | 555,702 | 560,209 |
| Foreign exchanges | 外国為替 | 3,420 | 10,224 |
| Due from foreign banks (our accounts) | 外国他店預け | 2,494 | 9,387 |
| Foreign bills bought | 買入外国為替 | 63 | 51 |
| Foreign bills receivable | 取立外国為替 | 861 | 784 |
| Other assets | その他の資産 | 80,821 | 83,685 |
| Domestic exchange settlement account, debit | 未決済為替貸 | 612 | 501 |
| Prepaid expenses | 前払費用 | 627 | 712 |
| Accrued income | 未収収益 | 8,701 | 7,646 |
| Initial margins of future markets | 先物取引差入証拠金 | 160 | 160 |
| Derivatives other than for trading - assets | 金融派生商品 | 6,023 | 7,367 |
| Cash collateral paid for financial instruments assets | 金融商品等差入担保金 | 936 | 1,871 |
| Other | その他の資産 | 63,759 | 65,427 |
| Tangible fixed assets | 有形固定資産 | 77,171 | 74,635 |
| Buildings, net | 建物 | 27,986 | 26,896 |
| Land | 土地 | 43,740 | 42,807 |
| Leased assets, net | リース資産 | 1,320 | 1,227 |
| Construction in progress | 建設仮勘定 | 411 | 3 |
| Other tangible fixed assets | その他の有形固定資産 | 3,713 | 3,700 |
| Intangible fixed assets | 無形固定資産 | 8,531 | 7,998 |
| Software | ソフトウェア | 5,183 | 5,170 |
| Leased assets, net | リース資産 | 301 | 193 |
| Other intangible fixed assets | その他の無形固定資産 | 3,046 | 2,634 |
| Prepaid pension cost | 前払年金費用 | 6,365 | 7,102 |
| Customers' liabilities for acceptances and guarantees | 支払承諾見返 | 44,283 | 12,897 |
| Allowance for loan losses | 貸倒引当金 | (32,610) | (32,903) |
| Reserve for devaluation of investment securities | 投資損失引当金 | (9) | (292) |
| Total Assets | 資産の部合計 | 10,562,699 | 10,911,493 |

(Millions of yen)

| Item | (Japanese) | As of Mar. 31, 2019 | As of Mar. 31, 2020 |
|--|-------------------------|------------------------|------------------------|
| Liabilities | (負債の部) | | |
| Deposits | 預 金 | 8,729,187 | 8,973,110 |
| Current deposits | 当 座 預 金 | 204,190 | 206,070 |
| Ordinary deposits | 普 通 預 金 | 5,700,961 | 6,012,238 |
| Saving deposits | 貯 蓄 預 金 | 42,644 | 42,639 |
| Deposits at notice | 通 知 預 金 | 13,838 | 13,100 |
| Time deposits | 定 期 預 金 | 2,494,799 | 2,437,754 |
| Other deposits | そ の 他 の 預 金 | 272,752 | 261,306 |
| Negotiable certificates of deposit | 譲 渡 性 預 金 | 85,123 | 84,279 |
| Call money | コ ー ル マ ネ ー | 59,542 | 73,257 |
| Payables under repurchase agreements | 売 現 先 勘 定 | 62,482 | 67,430 |
| Payables under securities lending transactions | 債 券 貸 借 取 引 受 入 担 保 金 | 84,286 | 110,835 |
| Trading liabilities | 特 定 取 引 負 債 | 1,065 | 1,770 |
| Trading-related financial derivatives | 特 定 金 融 派 生 商 品 | 1,065 | 1,770 |
| Borrowed money | 借 用 金 | 786,125 | 938,779 |
| Borrowings from other banks | 借 入 金 | 786,125 | 938,779 |
| Foreign Exchanges | 外 国 為 替 | 351 | 1,689 |
| Foreign bills sold | 売 渡 外 国 為 替 | 230 | 402 |
| Foreign bills payable | 未 払 外 国 為 替 | 120 | 1,287 |
| Bonds | 社 債 | 5,000 | 5,000 |
| Due to trust account | 信 託 勘 定 借 債 | 566 | 1,199 |
| Other liabilities | そ の 他 負 債 | 40,275 | 35,559 |
| Domestic exchange settlement account, credit | 未 決 済 為 替 借 債 | 407 | 207 |
| Income taxes payable | 未 払 法 人 税 等 | 2,291 | 1,839 |
| Accrued expenses | 未 払 費 用 | 7,006 | 6,578 |
| Unearned revenue | 前 受 収 益 | 2,670 | 3,087 |
| Deposit received from employees | 従 業 員 預 り 金 | 1,694 | 1,739 |
| Derivatives other than for trading - liabilities | 金 融 派 生 商 品 | 4,845 | 4,869 |
| Payables under derivative transactions | 金 融 商 品 等 受 入 担 保 金 | 1,783 | 2,403 |
| Lease obligations | リ ー ス 債 務 | 1,621 | 1,420 |
| Other | そ の 他 の 負 債 | 17,954 | 13,413 |
| Provision for directors' bonuses | 役 員 賞 与 引 当 金 | 154 | 121 |
| Provision for retirement benefits | 退 職 給 付 引 当 金 | 8,301 | 7,618 |
| Provision for reimbursement of deposits | 睡 眠 預 金 払 戻 損 失 引 当 金 | 2,261 | 1,923 |
| Provision for point card certificates | ポ イ ン ト 引 当 金 | 114 | 121 |
| Provision for contingent loss | 偶 発 損 失 引 当 金 | 949 | 952 |
| Deferred tax liabilities | 繰 延 税 金 負 債 | 32,131 | 9,501 |
| Deferred tax liabilities for land revaluation | 再 評 価 に 係 る 繰 延 税 金 負 債 | 8,143 | 8,000 |
| Acceptances and guarantees | 支 払 承 諾 | 44,283 | 12,897 |
| Total liabilities | 負 債 の 部 合 計 | 9,950,348 | 10,334,047 |

(Millions of yen)

| Item | (Japanese) | As of Mar. 31, 2019 | As of Mar. 31, 2020 |
|--|------------------------------|------------------------|------------------------|
| 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 | 337,172 | 352,538 |
| Legal retained earnings | 利 益 準 備 金 | 55,317 | 55,317 |
| Other retained earnings | そ の 他 利 益 剰 余 金 | 281,855 | 297,221 |
| Reserve for advanced depreciation of non-current assets | (固 定 資 産 圧 縮 積 立 金) | 1,092 | 1,090 |
| General Reserve | (別 途 積 立 金) | 222,432 | 222,432 |
| Retained earnings brought forward | (繰 越 利 益 剰 余 金) | 58,331 | 73,698 |
| Total shareholders' equity | 株 主 資 本 合 計 | 480,859 | 496,225 |
| Unrealized gains (losses) on available-for-sale securities | そ の 他 有 価 証 券 評 価 差 額 金 | 119,723 | 69,472 |
| Deferred gains or losses on hedges | 繰 延 ヘ ッ ジ 損 益 | (171) | (180) |
| Land revaluation excess, net of taxes | 土 地 評 価 差 額 金 | 11,940 | 11,928 |
| Total valuation and translation adjustments | 評 価 ・ 換 算 差 額 等 合 計 | 131,491 | 81,220 |
| Total net assets | 純 資 産 の 部 合 計 | 612,351 | 577,446 |
| Total liabilities and net assets | 負 債 及 び 純 資 産 の 部 合 計 | 10,562,699 | 10,911,493 |

(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 2018(ended March 31, 2019) | FY 2019(ended March 31, 2020) |
|--|-------------|----------------------------------|----------------------------------|
| Ordinary income | 経常収益 | 151,341 | 150,564 |
| Interest income | 資金運用収益 | 98,077 | 100,893 |
| Interest on loans and discounts | 貸出金利息 | 64,082 | 63,264 |
| Interest and dividends on securities | 有価証券利息配当金 | 33,074 | 36,802 |
| Interest on call loans | コールローン利息 | 139 | 99 |
| Interest on deposits with banks | 預け金利息 | 419 | 325 |
| Other interest income | その他の受入利息 | 361 | 401 |
| Trust fees | 信託報酬 | 31 | 46 |
| Fees and commissions | 役務取引等収益 | 25,709 | 26,145 |
| Fees and commissions on domestic and foreign exchanges | 受入為替手数料 | 6,094 | 6,059 |
| Other fees and commissions | その他の役務収益 | 19,614 | 20,086 |
| Trading income | 特定取引収益 | 362 | 517 |
| Gains on trading account securities | 商品有価証券収益 | 32 | 56 |
| Income from trading-related financial derivatives transaction | 特定金融派生商品収益 | 328 | 459 |
| Other trading income | その他特定取引収益 | 1 | 1 |
| Other ordinary income | その他業務収益 | 1,954 | 6,666 |
| Gains on foreign exchange transactions | 外国為替売買益 | 1,379 | 934 |
| Gains on sales of bonds | 国債等債券売却益 | 574 | 4,940 |
| Income from derivatives other than for trading or hedging | 金融派生商品収益 | — | 790 |
| Other | その他の業務収益 | 0 | 0 |
| Other income | その他経常収益 | 25,206 | 16,295 |
| Recoveries of written off claims | 償却債権取立益 | 1,540 | 1,128 |
| Gains on sales of stocks and other securities | 株式等売却益 | 22,691 | 14,391 |
| Other | その他の経常収益 | 973 | 775 |
| Operating expenses | 経常費用 | 108,131 | 114,879 |
| Interest expenses | 資金調達費用 | 8,134 | 9,132 |
| Interest on deposits | 預金利息 | 3,893 | 3,760 |
| Interest on negotiable certificates of deposit | 譲渡性預金利息 | 24 | 23 |
| Interest on call money | コールマネー利息 | 283 | 623 |
| Interest on payables under repurchase agreements | 売現先利息 | 16 | 378 |
| Interest on deposits for bonds lending transaction | 債券貸借取引支払利息 | 114 | 38 |
| Interest on borrowed money | 借入金利息 | 1,449 | 1,550 |
| Interest on bonds | 社債利息 | 132 | 132 |
| Interest on interest swaps | 金利スワップ支払利息 | 1,944 | 2,150 |
| Other interest expenses | その他の支払利息 | 274 | 474 |
| Fees and commissions payments | 役務取引等費用 | 8,535 | 8,992 |
| Fees and commissions on domestic and foreign exchanges | 支払為替手数料 | 1,308 | 1,319 |
| Other fees and commissions | その他の役務費用 | 7,226 | 7,672 |
| Other ordinary expenses | その他業務費用 | 8,186 | 5,934 |
| Losses on sales of bonds | 国債等債券売却損 | 7,962 | 5,934 |
| Expenses on derivatives | 金融派生商品費用 | 224 | — |
| General and administrative expenses | 営業経費 | 66,892 | 64,791 |
| Other expenses | その他経常費用 | 16,381 | 26,027 |
| Provision of allowance for loan losses | 貸倒引当金繰入額 | 386 | 5,196 |
| Provision for contingent loss | 偶発損失引当金繰入額 | 131 | 276 |
| Provision for reserve for devaluation of investment securities | 投資損失引当金繰入額 | — | 452 |
| Provision for point card certificates | ポイント引当金繰入額 | 114 | 121 |
| Write-off amount of loans | 貸出金償却 | 4,920 | 5,200 |
| Losses on sales of stocks | 株式等売却損 | 9,931 | 13,087 |
| Losses on devaluation of stocks and other securities | 株式等償却 | 279 | 686 |
| Other expenses or losses | その他の経常費用 | 617 | 1,004 |
| Ordinary income | 経常利益 | 43,210 | 35,685 |

| | | (Millions of yen) | |
|--|-----------------------|----------------------------------|----------------------------------|
| Item | (Japanese) | FY 2018(ended March 31, 2019) | FY 2019(ended March 31, 2020) |
| Extraordinary income | 特 別 利 益 | 77 | 24 |
| Gain on disposal of non-current assets | 固 定 資 産 処 分 益 | 77 | 24 |
| Extraordinary losses | 特 別 損 失 | 2,638 | 1,357 |
| Loss on disposal of non-current assets | 固 定 資 産 処 分 損 | 266 | 257 |
| Impairment loss | 減 損 損 失 | 2,372 | 1,099 |
| Income before income taxes | 税 引 前 当 期 純 利 益 | 40,648 | 34,353 |
| Income taxes - current | 法 人 税、住 民 税 及 び 事 業 税 | 11,709 | 10,851 |
| Income taxes - deferred | 法 人 税 等 調 整 額 | 210 | (1,151) |
| Total income taxes | 法 人 税 等 合 計 | 11,919 | 9,699 |
| Net income | 当 期 純 利 益 | 28,729 | 24,653 |

(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, 2019 to March 31, 2020)

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, 2020 | 96,231 | (11.4) | 16,335 | (42.9) | 11,245 | (64.0) |
| Ended March 31, 2019 | 108,706 | 9.7 | 28,655 | (8.4) | 31,291 | 46.5 |

② Non-consolidated Financial Conditions

| Fiscal year | Total Assets | Net Assets | Capital Assets to Total Assets |
|----------------------|--------------|------------|--------------------------------|
| | ¥Million | ¥Million | % |
| Ended March 31, 2020 | 6,948,735 | 348,091 | 5.0 |
| Ended March 31, 2019 | 6,899,280 | 348,699 | 5.0 |

(Reference) Capital assets FY2019: ¥348,091 million FY2018: ¥348,699 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, 2019 | As of Mar. 31, 2020 |
|---|---------------|------------------------|------------------------|
| Assets | (資産の部) | | |
| Cash and due from banks | 現金預け金 | 741,475 | 816,321 |
| Cash | 現金 | 65,894 | 72,909 |
| Due from banks | 預け金 | 675,581 | 743,411 |
| Call loans | コールローン | 843 | 5,976 |
| Monetary claims bought | 買入金銭債権 | 7,881 | 5,947 |
| Trading account securities | 商品有価証券 | 2,982 | 2,507 |
| Trading government bonds | 商品国債 | 140 | 133 |
| Trading local government bonds | 商品地方債 | 1,027 | 749 |
| Trading government guaranteed bonds | 商品政府保証債 | 1,814 | 1,624 |
| Money held in trust | 金銭の信託 | 23,175 | 1 |
| Securities | 有価証券 | 1,338,495 | 1,257,599 |
| Government bonds | 国債 | 205,462 | 176,497 |
| Local government bonds | 地方債 | 188,204 | 171,168 |
| Corporate bonds | 社債 | 217,243 | 252,643 |
| Stocks | 株式 | 72,405 | 64,273 |
| Other securities | その他の証券 | 655,179 | 593,016 |
| Loans and bills discounted | 貸出金 | 4,657,025 | 4,717,392 |
| Bills discounted | 割引手形 | 26,401 | 20,232 |
| Loans on bills | 手形貸付 | 216,892 | 207,066 |
| Loans on deeds | 証書貸付 | 3,988,333 | 4,033,118 |
| Overdrafts | 当座貸越 | 425,398 | 456,975 |
| Foreign exchanges | 外国為替 | 3,088 | 5,925 |
| Due from foreign banks (our accounts) | 外国他店預け | 2,976 | 5,843 |
| Foreign bills bought | 買入外国為替 | 2 | — |
| Foreign bills receivable | 取立外国為替 | 109 | 82 |
| Other assets | その他の資産 | 82,670 | 86,845 |
| Domestic exchange settlement account, debit | 未決済為替貸 | 88 | 385 |
| Prepaid expenses | 前払費用 | 255 | 269 |
| Accrued income | 未収収益 | 6,620 | 6,311 |
| Variation margins of future markets | 先物取引差金勘定 | 8 | — |
| Derivatives other than for trading - assets | 金融派生商品 | 3,849 | 4,749 |
| Cash collateral paid for financial instruments assets | 金融商品等差入担保金 | 123 | 1,866 |
| Other | その他の資産 | 71,725 | 73,262 |
| Tangible fixed assets | 有形固定資産 | 28,608 | 28,201 |
| Buildings, net | 建物 | 10,009 | 10,324 |
| Land | 土地 | 12,588 | 12,527 |
| Leased assets, net | リース資産 | 8 | 19 |
| Construction in progress | 建設仮勘定 | 175 | 629 |
| Other tangible fixed assets | その他の有形固定資産 | 5,826 | 4,700 |
| Intangible fixed assets | 無形固定資産 | 9,480 | 10,940 |
| Software | ソフトウェア | 8,956 | 10,429 |
| Other intangible fixed assets | その他の無形固定資産 | 524 | 511 |
| Prepaid pension cost | 前払年金費用 | 20,764 | 23,351 |
| Deferred tax assets | 繰延税金資産 | 2,475 | 4,903 |
| Customers' liabilities for acceptances and guarantees | 支払承諾見返 | 10,456 | 10,131 |
| Allowance for loan losses | 貸倒引当金 | (30,142) | (27,311) |
| Total Assets | 資産の部合計 | 6,899,280 | 6,948,735 |

(Millions of yen)

| Item | (Japanese) | As of Mar. 31, 2019 | As of Mar. 31, 2020 |
|--|------------------------------|------------------------|------------------------|
| Liabilities | (負債の部) | | |
| Deposits | 預 金 | 5,709,204 | 5,813,460 |
| Current deposits | 当 座 預 金 | 226,128 | 218,581 |
| Ordinary deposits | 普 通 預 金 | 3,620,511 | 3,779,540 |
| Saving deposits | 貯 蓄 預 金 | 74,356 | 73,382 |
| Deposits at notice | 通 知 預 金 | 9,446 | 13,141 |
| Time deposits | 定 期 預 金 | 1,612,524 | 1,577,250 |
| Installment savings | 定 期 積 金 | 1,231 | — |
| Other deposits | そ の 他 の 預 金 | 165,004 | 151,564 |
| Negotiable certificates of deposit | 譲 渡 性 預 金 | 263,084 | 265,902 |
| Call money | コ ー ル マ ネ ー | 132,198 | 37,487 |
| Payables under repurchase agreements | 売 現 先 勘 定 | 58,349 | 61,765 |
| Payables under securities lending transactions | 債 券 貸 借 取 引 受 入 担 保 金 | 117,866 | 104,712 |
| Borrowed money | 借 用 金 | 229,574 | 276,937 |
| Borrowings from other banks | 借 入 金 | 229,574 | 276,937 |
| Foreign Exchanges | 外 国 為 替 | 286 | 251 |
| Foreign bills sold | 売 渡 外 国 為 替 | 100 | 97 |
| Foreign bills payable | 未 払 外 国 為 替 | 185 | 154 |
| Due to trust account | 信 託 勘 定 借 | — | 374 |
| Other liabilities | そ の 他 負 債 | 27,229 | 27,132 |
| Domestic exchange settlement account, credit | 未 決 済 為 替 借 | 5,552 | 3,098 |
| Income taxes payable | 未 払 法 人 税 等 | 1,645 | 508 |
| Accrued expenses | 未 払 費 用 | 6,361 | 5,917 |
| Unearned revenue | 前 受 収 益 | 884 | 1,352 |
| Reserve for interest on installment savings | 給 付 補 填 備 金 | 0 | — |
| Variation margins of futures markets-liabilities | 先 物 取 引 差 金 勘 定 | — | 19 |
| Derivatives other than for trading - liabilities | 金 融 派 生 商 品 | 3,478 | 5,574 |
| Payables under derivative transactions | 金 融 商 品 等 受 入 担 保 金 | 1,302 | 1,395 |
| Lease obligations | リ ー ス 債 務 | 9 | 21 |
| Other | そ の 他 の 負 債 | 7,995 | 9,244 |
| Provision for directors' bonuses | 役 員 賞 与 引 当 金 | 121 | 108 |
| Provision for reimbursement of deposits | 睡 眠 預 金 払 戻 損 失 引 当 金 | 992 | 951 |
| Provision for contingent loss | 偶 発 損 失 引 当 金 | 1,005 | 1,189 |
| Provision for point card certificates | ポ イ ン ト 引 当 金 | 210 | 237 |
| Acceptances and guarantees | 支 払 承 諾 | 10,456 | 10,131 |
| Total liabilities | 負 債 の 部 合 計 | 6,550,580 | 6,600,643 |
| Net Assets | (純資産の部) | | |
| Capital stock | 資 本 金 | 135,000 | 135,000 |
| Retained earnings | 利 益 剰 余 金 | 181,429 | 188,074 |
| Legal retained earnings | 利 益 準 備 金 | 23,417 | 24,337 |
| Other retained earnings | そ の 他 利 益 剰 余 金 | 158,011 | 163,736 |
| Retained earnings brought forward | 繰 越 利 益 剰 余 金 | 158,011 | 163,736 |
| Total shareholders' equity | 株 主 資 本 合 計 | 316,429 | 323,074 |
| Unrealized gains (losses) on available-for-sale securities | そ の 他 有 価 証 券 評 価 差 額 金 | 32,365 | 25,905 |
| Deferred gains or losses on hedges | 繰 延 ヘ ッ ジ 損 益 | (95) | (888) |
| Total valuation and translation adjustments | 評 価 ・ 換 算 差 額 等 合 計 | 32,270 | 25,016 |
| Total net assets | 純 資 産 の 部 合 計 | 348,699 | 348,091 |
| Total liabilities and net assets | 負 債 及 び 純 資 産 の 部 合 計 | 6,899,280 | 6,948,735 |

(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 2018(ended March 31, 2019) | FY 2019(ended March 31, 2020) |
|---|-------------|----------------------------------|----------------------------------|
| Ordinary income | 経常収益 | 108,706 | 96,231 |
| Interest income | 資金運用収益 | 78,765 | 69,016 |
| Interest on loans and discounts | 貸出金利 | 48,772 | 47,945 |
| Interest and dividends on securities | 有価証券利息配当金 | 29,474 | 20,596 |
| Interest on call loans | コールローン利息 | 41 | 13 |
| Interest on deposits with banks | 預け金利 | 344 | 356 |
| Other interest income | その他の受入利息 | 132 | 104 |
| Trust fees | 信託報酬 | — | 5 |
| Fees and commissions | 役務取引等収益 | 22,100 | 21,670 |
| Fees and commissions on domestic and foreign exchanges | 受入為替手数料 | 4,687 | 4,791 |
| Other fees and commissions | その他の役務収益 | 17,413 | 16,878 |
| Other ordinary income | その他業務収益 | 3,320 | 927 |
| Gains on foreign exchange transactions | 外国為替売買益 | 1,603 | 514 |
| 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 | 1,653 | 174 |
| Income from derivatives other than for trading or hedging | 金融派生商品収益 | 50 | 238 |
| Other | その他の業務収益 | 0 | 0 |
| Other income | その他経常収益 | 4,519 | 4,611 |
| Recoveries of written off claims | 償却債権取立益 | 239 | 439 |
| Gains on sales of stocks and other securities | 株式等売却益 | 3,383 | 2,911 |
| Other | その他の経常収益 | 895 | 1,261 |
| Operating expenses | 経常費用 | 80,050 | 79,895 |
| Interest expenses | 資金調達費用 | 7,711 | 6,769 |
| Interest on deposits | 預金利息 | 2,203 | 1,605 |
| Interest on negotiable certificates of deposit | 譲渡性預金利息 | 68 | 51 |
| Interest on call money | コールマネー利息 | 1,081 | 332 |
| Interest on payables under repurchase agreements | 売現先利息 | 281 | 1,648 |
| Interest on deposits for bonds lending transaction | 債券貸借取引支払利息 | 2,308 | 1,325 |
| Interest on borrowed money | 借入金利息 | 135 | 135 |
| Interest on interest swaps | 金利スワップ支払利息 | — | 1,042 |
| Other interest expenses | その他の支払利息 | 1,633 | 626 |
| Fees and commissions payments | 役務取引等費用 | 7,162 | 7,515 |
| Fees and commissions on domestic and foreign exchanges | 支払為替手数料 | 916 | 1,102 |
| Other fees and commissions | その他の役務費用 | 6,246 | 6,413 |
| Other ordinary expenses | その他業務費用 | 5,013 | 1,285 |
| Losses on trading account securities transactions | 商品有価証券売買損 | — | 9 |
| Losses on sales of bonds | 国債等債券売却損 | 5,013 | 1,265 |
| Losses on redemption of bonds | 国債等債券償還損 | — | 9 |
| General and administrative expenses | 営業経費 | 49,088 | 51,078 |
| Other expenses | その他経常費用 | 11,075 | 13,246 |
| Provision of allowance for loan losses | 貸倒引当金繰入額 | 1,268 | 4,652 |
| Write-off amount of loans | 貸出金償却 | 3,280 | 4,164 |
| Losses on sales of stocks | 株式等売却損 | 5,146 | 2,900 |
| Losses on devaluation of stocks and other securities | 株式等償却 | 0 | 191 |
| Losses on sales of loans | 貸出金売却損 | 17 | — |
| Other expenses or losses | その他の経常費用 | 1,362 | 1,338 |
| Ordinary income | 経常利益 | 28,655 | 16,335 |

(Millions of yen)

| Item | (Japanese) | FY 2018(ended March 31, 2019) | FY 2019(ended March 31, 2020) |
|--|------------------------|----------------------------------|----------------------------------|
| Extraordinary income | 特 別 利 益 | 12,024 | 44 |
| Gain on disposal of non-current assets | 固 定 資 産 処 分 益 | 24 | 44 |
| Dividends receivable from affiliated companies | 関 係 会 社 受 取 配 当 金 | 12,000 | — |
| Extraordinary losses | 特 別 損 失 | 841 | 298 |
| Loss on disposal of non-current assets | 固 定 資 産 処 分 損 | 165 | 287 |
| Impairment loss | 減 損 損 失 | 676 | 10 |
| Income before income taxes | 税 引 前 当 期 純 利 益 | 39,837 | 16,081 |
| Income taxes - current | 法 人 税、住 民 税 及 び 事 業 税 | 8,351 | 4,341 |
| Income taxes - deferred | 法 人 税 等 調 整 額 | 195 | 495 |
| Total income taxes | 法 人 税 等 合 計 | 8,546 | 4,836 |
| Net income | 当 期 純 利 益 | 31,291 | 11,245 |

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

III Financial Data for the Fiscal Year 2019 ended March 31, 2020

1. Income Status

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

(Millions of yen)

| | (Japanese) | FY2019 | | FY2018 |
|---|-------------------------------|---------|----------|---------|
| | | (A) | (A)-(B) | (B) |
| Consolidated gross profit | 連 結 粗 利 益 | 192,537 | 2,983 | 189,553 |
| Net interest income | 資 金 利 益 | 149,913 | (6,378) | 156,291 |
| Net fees and commissions | 役 務 取 引 等 利 益 | 38,577 | (281) | 38,858 |
| Net trading income | 特 定 取 引 利 益 | 3,840 | 1,422 | 2,418 |
| Net other business income | そ の 他 業 務 利 益 | 206 | 8,220 | (8,014) |
| General and administrative expenses | 営 業 経 費 | 119,630 | (5) | 119,636 |
| Credit related costs | 与 信 関 係 費 用 | 20,720 | 8,838 | 11,882 |
| Write-off of loans | 貸 出 金 償 却 | 11,612 | 1,735 | 9,877 |
| Transfer to specific allowance for loan losses | 個 別 貸 倒 引 当 金 繰 入 額 | 9,344 | 1,929 | 7,414 |
| Transfer to general allowance for loan losses | 一 般 貸 倒 引 当 金 繰 入 額 | 211 | 4,855 | (4,643) |
| Other credit related costs | そ の 他 の 与 信 関 係 費 用 | (447) | 317 | (765) |
| Gains/losses related to stocks, etc. | 株 式 等 関 係 損 益 | (794) | (9,940) | 9,145 |
| Equity in gains (losses) of affiliated companies | 持 分 法 に よ る 投 資 損 益 | — | — | — |
| Others | そ の 他 | 1,787 | (565) | 2,353 |
| Ordinary profit | 経 常 利 益 | 53,179 | (16,354) | 69,533 |
| Extraordinary income(losses) | 特 別 損 益 | (1,605) | 1,510 | (3,115) |
| Income before income taxes | 税 金 等 調 整 前 当 期 純 利 益 | 51,573 | (14,844) | 66,418 |
| Income taxes-current | 法 人 税 、 住 民 税 及 び 事 業 税 | 17,264 | (4,418) | 21,683 |
| Income taxes-deferred | 法 人 税 等 調 整 額 | (2,061) | (458) | (1,603) |
| Total income taxes | 法 人 税 等 合 計 | 15,203 | (4,876) | 20,079 |
| Net income | 当 期 純 利 益 | 36,370 | (9,967) | 46,338 |
| 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 | 36,370 | (9,967) | 46,338 |

(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) | FY2019 | | FY2018 |
|--|---------------------------------|--------|---------|--------|
| | | (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) | 73,742 | 2,016 | 71,726 |
| Consolidated net business income | 連 結 業 務 純 益 | 73,531 | (2,838) | 76,369 |

(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) | FY2019 | | FY2018 |
|---|-----------------|--------|---------|--------|
| | | (A) | (A)-(B) | (B) |
| Number of Consolidated Subsidiaries | 連 結 子 会 社 数 | 13 | (1) | 14 |
| Number of affiliated companies applicable to the equity method | 持 分 法 適 用 会 社 数 | — | — | — |

(Note) The Joyo Cash Service was excluded from the scope of consolidated subsidiaries with the completion of liquidation.

(注) 常陽キャッシュサービス株式会社は、清算終了のため、連結の範囲から除いております。

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

(Millions of yen)

| | (Japanese) | FY2019 | | FY2018 |
|---|-----------------------------|-------------------|------------------|--------------------|
| | | (A) | (A)-(B) | (B) |
| Gross business profit | 業 務 粗 利 益 | 186,327 | 700 | 185,626 |
| (Excluding gains/losses on bond transactions) | (除く国債等債券損益(5勘定戻) | 188,422 | (7,951) | 196,374 |
| Gross domestic business profit | 国 内 業 務 粗 利 益 | 172,909 | (7,225) | 180,135 |
| (Excluding gains/losses on bond transactions) | (除く国債等債券損益(5勘定戻) | 177,825 | (7,027) | 184,853 |
| Net interest income | 資 金 利 益 | 145,124 | (7,857) | 152,981 |
| (Of which, gains/losses on cancellation of private offering investment trusts) | (うち投信解約損益) | 7,335 | (4,305) | 11,640 |
| Net fees and commissions | 役 務 取 引 等 利 益 | 31,279 | (431) | 31,711 |
| Net trading income | 特 定 取 引 等 利 益 | 516 | 152 | 363 |
| Net other business income | そ の 他 業 務 利 益 | (4,010) | 910 | (4,920) |
| (Of which, gains/losses on bond transactions) | (うち国債等債券損益(5勘定戻) | (4,916) | (198) | (4,717) |
| Gross international business profit | 国 際 業 務 粗 利 益 | 13,417 | 7,926 | 5,490 |
| (Excluding gains/losses on bond transactions) | (除く国債等債券損益(5勘定戻) | 10,596 | (924) | 11,521 |
| Net interest income | 資 金 利 益 | 8,951 | 888 | 8,063 |
| (Of which, gains/losses on cancellation of private offering investment trusts) | (うち投信解約損益) | — | — | — |
| Net fees and commissions | 役 務 取 引 等 利 益 | 80 | (352) | 433 |
| Net trading income | 特 定 取 引 等 利 益 | 1 | 2 | (1) |
| Net other business income | そ の 他 業 務 利 益 | 4,384 | 7,388 | (3,004) |
| (Of which, gains/losses on bond transactions) | (うち国債等債券損益(5勘定戻) | 2,820 | 8,851 | (6,030) |
| Expenses (excluding non-recurrent expense) | 経 費 (除 く 臨 時 処 理 分) | 115,049 | 858 | 114,190 |
| Personnel expenses | 人 件 費 | 61,247 | 595 | 60,651 |
| Non-personnel expenses | 物 件 費 | 46,770 | 615 | 46,154 |
| Taxes | 税 金 | 7,031 | (352) | 7,384 |
| Net business income (before net transfer to general allowance for loan losses) | 実 質 業 務 純 益 | 71,278 | (157) | 71,435 |
| Core net business income | コ ア 業 務 純 益 | 73,373 | (8,810) | 82,183 |
| (Excluding gains/losses on cancellation of private offering investment trusts) | コア業務純益(除く投信解約損益) | 66,037 | (4,504) | 70,542 |
| Net transfer to general allowance for loan losses① | 一 般 貸 倒 引 当 金 繰 入 額 ① | 1,144 | 6,363 | (5,218) |
| 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) | 70,133 (2,095) | (6,520) 8,652 | 76,654 (10,747) |
| Net non-recurrent gains/losses | 臨 時 損 益 | (18,043) | (13,303) | (4,740) |
| Disposal of non-performing loans② | 不 良 債 権 処 理 額 ② | 17,915 | 3,384 | 14,530 |
| Write-off of loans | 貸 出 金 償 却 | 9,365 | 1,164 | 8,200 |
| Transfer to specific allowance for loan losses | 個 別 貸 倒 引 当 金 繰 入 額 | 8,703 | 1,830 | 6,873 |
| Losses on sales of loans | 貸 出 金 売 却 損 | 14 | (24) | 39 |
| Transfer to provision for contingent losses | 偶 発 損 失 引 当 金 繰 入 額 | 479 | (49) | 528 |
| 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 | 1,567 | (213) | 1,780 |
| Other | そ の 他 | 919 | 249 | 669 |
| Gains/losses related to stocks, etc. | 株 式 等 関 係 損 益 | 436 | (10,281) | 10,717 |
| Other non-recurrent gains/losses | そ の 他 臨 時 損 益 | (565) | 362 | (927) |
| Ordinary profit | 経 常 利 益 | 52,021 | (19,844) | 71,865 |
| Extraordinary income/losses | 特 別 損 益 | (1,586) | (10,207) | 8,620 |
| Net gain (loss) from fixed assets | 固 定 資 産 処 分 損 益 | (476) | (146) | (330) |
| Impairment loss | 減 損 損 失 | 1,109 | (1,939) | 3,049 |
| 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 | 50,435 | (30,051) | 80,486 |
| Income taxes-current | 法 人 税 、 住 民 税 及 び 事 業 税 | 15,192 | (4,867) | 20,060 |
| Income taxes-deferred | 法 人 税 等 調 整 額 | (656) | (1,062) | 405 |
| Total income taxes | 法 人 税 等 合 計 | 14,536 | (5,929) | 20,465 |
| Net Income | 当 期 純 利 益 | 35,898 | (24,121) | 60,020 |
| Credit related costs (①+②) | 与 信 関 係 費 用 (① + ②) | 19,059 | 9,748 | 9,311 |

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

(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

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

(Millions of yen)

| | (Japanese) | FY2019 | | FY2018 |
|---|-----------------------------|-----------------|----------------|-------------------|
| | | (A) | (A)-(B) | (B) |
| Gross business profit | 業 務 粗 利 益 | 110,209 | 8,931 | 101,278 |
| (Excluding gains/losses on bond transactions) | (除く国債等債券損益(5勘定戻) | 111,204 | 2,538 | 108,666 |
| Gross domestic business profit | 国 内 業 務 粗 利 益 | 100,407 | 1,628 | 98,778 |
| (Excluding gains/losses on bond transactions) | (除く国債等債券損益(5勘定戻) | 104,149 | 3,771 | 100,378 |
| Net interest income | 資 金 利 益 | 85,719 | 2,249 | 83,470 |
| (Of which, gains/losses on cancellation of private offering investment trusts) | (うち投信解約損益) | 5,252 | 3,561 | 1,690 |
| Net fees and commissions | 役 務 取 引 等 利 益 | 17,139 | 344 | 16,795 |
| Net trading income | 特 定 取 引 等 利 益 | 516 | 152 | 363 |
| Net other business income | そ の 他 業 務 利 益 | (2,968) | (1,116) | (1,851) |
| (Of which, gains/losses on bond transactions) | (うち国債等債券損益(5勘定戻) | (3,742) | (2,142) | (1,600) |
| Gross international business profit | 国 際 業 務 粗 利 益 | 9,802 | 7,302 | 2,500 |
| (Excluding gains/losses on bond transactions) | (除く国債等債券損益(5勘定戻) | 7,054 | (1,232) | 8,287 |
| Net interest income | 資 金 利 益 | 6,040 | (431) | 6,472 |
| (Of which, gains/losses on cancellation of private offering investment trusts) | (うち投信解約損益) | — | — | — |
| Net fees and commissions | 役 務 取 引 等 利 益 | 61 | (349) | 410 |
| Net trading income | 特 定 取 引 等 利 益 | 1 | 2 | (1) |
| Net other business income | そ の 他 業 務 利 益 | 3,699 | 8,080 | (4,380) |
| (Of which, gains/losses on bond transactions) | (うち国債等債券損益(5勘定戻) | 2,748 | 8,535 | (5,786) |
| Expenses (excluding non-recurrent expense) | 経 費 (除 く 臨 時 処 理 分) | 64,256 | (1,089) | 65,345 |
| Personnel expenses | 人 件 費 | 33,550 | (287) | 33,837 |
| Non-personnel expenses | 物 件 費 | 26,816 | (886) | 27,703 |
| Taxes | 税 金 | 3,889 | 85 | 3,804 |
| Net business income (before net transfer to general allowance for loan losses) | 実 質 業 務 純 益 | 45,952 | 10,020 | 35,932 |
| Core net business income | コ ア 業 務 純 益 | 46,947 | 3,627 | 43,320 |
| (Excluding gains/losses on cancellation of private offering investment trusts) | コア業務純益(除く投信解約損益) | 41,695 | 65 | 41,629 |
| Net transfer to general allowance for loan losses① | 一 般 貸 倒 引 当 金 繰 入 額 ① | 864 | 1,969 | (1,104) |
| 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) | 45,088 (994) | 8,051 6,393 | 37,037 (7,387) |
| Net non-recurrent gains/losses | 臨 時 損 益 | (9,402) | (15,575) | 6,173 |
| Disposal of non-performing loans② | 不 良 債 権 処 理 額 ② | 9,311 | 3,915 | 5,396 |
| Write-off of loans | 貸 出 金 償 却 | 5,200 | 280 | 4,920 |
| Transfer to specific allowance for loan losses | 個 別 貸 倒 引 当 金 繰 入 額 | 4,331 | 2,840 | 1,490 |
| Losses on sales of loans | 貸 出 金 売 却 損 | 14 | (6) | 21 |
| Transfer to provision for contingent losses | 偶 発 損 失 引 当 金 繰 入 額 | 276 | 144 | 131 |
| 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 | 1,128 | (412) | 1,540 |
| Other | そ の 他 | 616 | 243 | 372 |
| Gains/losses related to stocks, etc. | 株 式 等 関 係 損 益 | 617 | (11,863) | 12,480 |
| Other non-recurrent gains/losses | そ の 他 臨 時 損 益 | (707) | 203 | (911) |
| Ordinary profit | 経 常 利 益 | 35,685 | (7,524) | 43,210 |
| Extraordinary income/losses | 特 別 損 益 | (1,332) | 1,228 | (2,561) |
| Net gain (loss) from fixed assets | 固 定 資 産 処 分 損 益 | (233) | (44) | (189) |
| Impairment loss | 減 損 損 失 | 1,099 | (1,273) | 2,372 |
| 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 | 34,353 | (6,295) | 40,648 |
| Income taxes-current | 法 人 税、住 民 税 及 び 事 業 税 | 10,851 | (857) | 11,709 |
| Income taxes-deferred | 法 人 税 等 調 整 額 | (1,151) | (1,362) | 210 |
| Total income taxes | 法 人 税 等 合 計 | 9,699 | (2,219) | 11,919 |
| Net Income | 当 期 純 利 益 | 24,653 | (4,075) | 28,729 |
| Credit related costs (①+②) | 与 信 関 係 費 用 (① + ②) | 10,176 | 5,884 | 4,291 |

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

(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

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

(Millions of yen)

| | (Japanese) | FY2019 | | FY2018 |
|---|-----------------------------|-------------------|-------------------|-------------------|
| | | (A) | (A)-(B) | (B) |
| Gross business profit | 業 務 粗 利 益 | 76,117 | (8,230) | 84,348 |
| (Excluding gains/losses on bond transactions) | (除く国債等債券損益(5勘定戻) | 77,218 | (10,489) | 87,708 |
| Gross domestic business profit | 国 内 業 務 粗 利 益 | 72,502 | (8,854) | 81,357 |
| (Excluding gains/losses on bond transactions) | (除く国債等債券損益(5勘定戻) | 73,675 | (10,798) | 84,474 |
| Net interest income | 資 金 利 益 | 59,404 | (10,106) | 69,511 |
| (Of which, gains/losses on cancellation of private offering investment trusts) | (うち投信解約損益) | 2,083 | (7,866) | 9,949 |
| Net fees and commissions | 役 務 取 引 等 利 益 | 14,140 | (775) | 14,915 |
| Net trading income | 特 定 取 引 等 利 益 | — | — | — |
| Net other business income | そ の 他 業 務 利 益 | (1,041) | 2,027 | (3,069) |
| (Of which, gains/losses on bond transactions) | (うち国債等債券損益(5勘定戻) | (1,173) | 1,943 | (3,116) |
| Gross international business profit | 国 際 業 務 粗 利 益 | 3,615 | 624 | 2,990 |
| (Excluding gains/losses on bond transactions) | (除く国債等債券損益(5勘定戻) | 3,542 | 308 | 3,233 |
| Net interest income | 資 金 利 益 | 2,910 | 1,319 | 1,590 |
| (Of which, gains/losses on cancellation of private offering investment trusts) | (うち投信解約損益) | — | — | — |
| Net fees and commissions | 役 務 取 引 等 利 益 | 19 | (3) | 22 |
| Net trading income | 特 定 取 引 等 利 益 | — | — | — |
| Net other business income | そ の 他 業 務 利 益 | 684 | (692) | 1,376 |
| (Of which, gains/losses on bond transactions) | (うち国債等債券損益(5勘定戻) | 72 | 315 | (243) |
| Expenses (excluding non-recurrent expense) | 経 費 (除 く 臨 時 処 理 分) | 50,792 | 1,947 | 48,844 |
| Personnel expenses | 人 件 費 | 27,697 | 883 | 26,814 |
| Non-personnel expenses | 物 件 費 | 19,953 | 1,502 | 18,451 |
| Taxes | 税 金 | 3,141 | (437) | 3,579 |
| Net business income (before net transfer to general allowance for loan losses) | 実 質 業 務 純 益 | 25,325 | (10,177) | 35,503 |
| Core net business income | コ ア 業 務 純 益 | 26,425 | (12,437) | 38,863 |
| (Excluding gains/losses on cancellation of private offering investment trusts) | コア業務純益(除く投信解約損益) | 24,342 | (4,570) | 28,913 |
| Net transfer to general allowance for loan losses① | 一 般 貸 倒 引 当 金 繰 入 額 ① | 280 | 4,394 | (4,114) |
| 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) | 25,045 (1,100) | (14,571) 2,259 | 39,617 (3,359) |
| Net non-recurrent gains/losses | 臨 時 損 益 | (8,641) | 2,271 | (10,913) |
| Disposal of non-performing loans② | 不 良 債 権 処 理 額 ② | 8,603 | (530) | 9,133 |
| Write-off of loans | 貸 出 金 償 却 | 4,164 | 883 | 3,280 |
| Transfer to specific allowance for loan losses | 個 別 貸 倒 引 当 金 繰 入 額 | 4,372 | (1,010) | 5,382 |
| Losses on sales of loans | 貸 出 金 売 却 損 | — | (17) | 17 |
| Transfer to provision for contingent losses | 偶 発 損 失 引 当 金 繰 入 額 | 202 | (193) | 396 |
| 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 | 439 | 199 | 239 |
| Other | そ の 他 | 302 | 5 | 296 |
| Gains/losses related to stocks, etc. | 株 式 等 関 係 損 益 | (180) | 1,582 | (1,762) |
| Other non-recurrent gains/losses | そ の 他 臨 時 損 益 | 142 | 158 | (16) |
| Ordinary profit | 経 常 利 益 | 16,335 | (12,319) | 28,655 |
| Extraordinary income/losses | 特 別 損 益 | (254) | (11,436) | 11,182 |
| Net gain (loss) from fixed assets | 固 定 資 産 処 分 損 益 | (243) | (102) | (140) |
| Impairment loss | 減 損 損 失 | 10 | (666) | 676 |
| 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 | 16,081 | (23,756) | 39,837 |
| Income taxes-current | 法 人 税、住 民 税 及 び 事 業 税 | 4,341 | (4,009) | 8,351 |
| Income taxes-deferred | 法 人 税 等 調 整 額 | 495 | 299 | 195 |
| Total income taxes | 法 人 税 等 合 計 | 4,836 | (3,710) | 8,546 |
| Net Income | 当 期 純 利 益 | 11,245 | (20,046) | 31,291 |
| Credit related costs (①+②) | 与 信 関 係 費 用 (① + ②) | 8,883 | 3,863 | 5,019 |

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

(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. Net Business Income

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

(Millions of yen)

| | (Japanese) | FY2019 | | FY2018 |
|---|-------------|--------|---------|--------|
| | | (A) | (A)-(B) | (B) |
| Net business income (before transfer to general allowance for loan losses) | 実質業務純益 | 71,278 | (157) | 71,435 |
| Per head (in thousands of yen) | 職員一人当たり(千円) | 11,260 | 40 | 11,219 |
| Net business income | 業務純益 | 70,133 | (6,520) | 76,654 |
| Per head (in thousands of yen) | 職員一人当たり(千円) | 11,079 | (959) | 12,039 |

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

(Millions of yen)

| | (Japanese) | FY2019 | | FY2018 |
|---|-------------|--------|---------|--------|
| | | (A) | (A)-(B) | (B) |
| Net business income (before transfer to general allowance for loan losses) | 実質業務純益 | 45,952 | 10,020 | 35,932 |
| Per head (in thousands of yen) | 職員一人当たり(千円) | 13,428 | 2,980 | 10,448 |
| Net business income | 業務純益 | 45,088 | 8,051 | 37,037 |
| Per head (in thousands of yen) | 職員一人当たり(千円) | 13,175 | 2,406 | 10,769 |

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

(Millions of yen)

| | (Japanese) | FY2019 | | FY2018 |
|---|-------------|--------|----------|--------|
| | | (A) | (A)-(B) | (B) |
| Net business income (before transfer to general allowance for loan losses) | 実質業務純益 | 25,325 | (10,177) | 35,503 |
| Per head (in thousands of yen) | 職員一人当たり(千円) | 8,708 | (3,416) | 12,125 |
| Net business income | 業務純益 | 25,045 | (14,571) | 39,617 |
| Per head (in thousands of yen) | 職員一人当たり(千円) | 8,612 | (4,917) | 13,530 |

(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 | | |
|--|------------|--------|---------|--------|---------------|---------|--------|-------------------|---------|--------|
| | | FY2019 | | FY2018 | FY2019 | | FY2018 | FY2019 | | FY2018 |
| | | (A) | (A)-(B) | (B) | (A) | (A)-(B) | (B) | (A) | (A)-(B) | (B) |
| Average yield on interest earning assets① | 資金運用利回 | 1.06 | (0.08) | 1.14 | 1.04 | (0.03) | 1.07 | 1.10 | (0.16) | 1.26 |
| Average yield on loans and bills discounted | 貸出金利回 | 0.98 | (0.07) | 1.05 | 0.94 | (0.09) | 1.03 | 1.03 | (0.05) | 1.08 |
| Average yield on securities | 有価証券利回 | 1.42 | (0.09) | 1.51 | 1.32 | 0.14 | 1.18 | 1.66 | (0.54) | 2.20 |
| Average yield on interest bearing liabilities② | 資金調達原価 | 0.74 | (0.04) | 0.78 | 0.66 | (0.07) | 0.73 | 0.87 | 0.01 | 0.86 |
| Average yield on deposits and negotiable certificates of deposit | 預金等利回 | 0.03 | (0.01) | 0.04 | 0.04 | 0.00 | 0.04 | 0.02 | (0.01) | 0.03 |
| Average yield on call money and borrowed money | 外部負債利回 | 0.13 | (0.06) | 0.19 | 0.14 | (0.01) | 0.15 | 0.13 | (0.19) | 0.32 |
| Average interest rate spread (①-②) | 総資金利差 | 0.32 | (0.04) | 0.36 | 0.38 | 0.04 | 0.34 | 0.23 | (0.17) | 0.40 |

(Reference) Domestic operation

(%)

| | (Japanese) | Total | | | The Joyo Bank | | | The Ashikaga Bank | | |
|--|------------|--------|---------|--------|---------------|---------|--------|-------------------|---------|--------|
| | | FY2019 | | FY2018 | FY2019 | | FY2018 | FY2019 | | FY2018 |
| | | (A) | (A)-(B) | (B) | (A) | (A)-(B) | (B) | (A) | (A)-(B) | (B) |
| Average yield on interest earning assets① | 資金運用利回 | 0.96 | (0.08) | 1.04 | 0.93 | (0.03) | 0.96 | 1.00 | (0.17) | 1.17 |
| Average yield on loans and bills discounted | 貸出金利回 | 0.95 | (0.07) | 1.02 | 0.89 | (0.10) | 0.99 | 1.02 | (0.05) | 1.07 |
| Average yield on securities | 有価証券利回 | 1.20 | (0.13) | 1.33 | 1.16 | 0.15 | 1.01 | 1.30 | (0.73) | 2.03 |
| Average yield on interest bearing liabilities② | 資金調達原価 | 0.67 | (0.04) | 0.71 | 0.60 | (0.07) | 0.67 | 0.80 | 0.02 | 0.78 |
| 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 | 0.00 | (0.01) | 0.01 |
| Average yield on call money and borrowed money | 外部負債利回 | (0.02) | 0.00 | (0.02) | (0.02) | 0.01 | (0.03) | (0.01) | 0.00 | (0.01) |
| Average interest rate spread (①-②) | 総資金利差 | 0.29 | (0.04) | 0.33 | 0.33 | 0.04 | 0.29 | 0.20 | (0.19) | 0.39 |

4. Return on Equity

(%)

| | (Japanese) | Mebuki FG | | | The Joyo Bank | | | The Ashikaga Bank | | |
|---|------------|-----------|---------|--------|---------------|---------|--------|-------------------|---------|--------|
| | | FY2019 | | FY2018 | FY2019 | | FY2018 | FY2019 | | FY2018 |
| | | (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) | 実質業務純益ベース | 8.18 | 0.25 | 7.93 | 7.72 | 1.80 | 5.92 | 7.26 | (3.32) | 10.58 |
| Net business income basis | 業務純益ベース | 8.16 | (0.29) | 8.45 | 7.57 | 1.46 | 6.11 | 7.18 | (4.62) | 11.80 |
| Net income basis | 当期純利益ベース | 4.03 | (1.09) | 5.12 | 4.14 | (0.60) | 4.74 | 3.22 | (6.10) | 9.32 |

(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.

Capital assets = Net assets - Equity warrants - Non-controlling interests

(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、(期首自己資本+期末自己資本)÷2としております。

自己資本=純資産の部合計-新株予約権-非支配株主持分

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) | FY2019 | | FY2018 |
|--|------------|--------|---------|----------|
| | | (A) | (A)-(B) | |
| Gains (losses) on bonds (Government bonds, etc.) | 国債等債券損益 | | (2,095) | 8,652 |
| | | | | (10,747) |
| Gains on sales | 売却益 | | 5,115 | 2,887 |
| | | | | 2,228 |
| Gains on redemption | 償還益 | | — | — |
| | | | | — |
| Losses on sales | 売却損 | | 7,200 | (5,775) |
| | | | | 12,975 |
| Losses on redemption | 償還損 | | 9 | 9 |
| | | | | — |
| Write-offs | 償却 | | — | — |
| | | | | — |

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

| | (Japanese) | FY2019 | | FY2018 |
|--|------------|--------|---------|---------|
| | | (A) | (A)-(B) | |
| Gains (losses) on bonds (Government bonds, etc.) | 国債等債券損益 | | (994) | 6,393 |
| | | | | (7,387) |
| Gains on sales | 売却益 | | 4,940 | 4,365 |
| | | | | 574 |
| Gains on redemption | 償還益 | | — | — |
| | | | | — |
| Losses on sales | 売却損 | | 5,934 | (2,027) |
| | | | | 7,962 |
| Losses on redemption | 償還損 | | — | — |
| | | | | — |
| Write-offs | 償却 | | — | — |
| | | | | — |

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

| | (Japanese) | FY2019 | | FY2018 |
|--|------------|--------|---------|---------|
| | | (A) | (A)-(B) | |
| Gains (losses) on bonds (Government bonds, etc.) | 国債等債券損益 | | (1,100) | 2,259 |
| | | | | (3,359) |
| Gains on sales | 売却益 | | 174 | (1,478) |
| | | | | 1,653 |
| Gains on redemption | 償還益 | | — | — |
| | | | | — |
| Losses on sales | 売却損 | | 1,265 | (3,747) |
| | | | | 5,013 |
| Losses on redemption | 償還損 | | 9 | 9 |
| | | | | — |
| Write-offs | 償却 | | — | — |
| | | | | — |

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

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

(Millions of yen)

| | (Japanese) | FY2019 | | FY2018 |
|--------------------------------------|------------|--------|---------|----------|
| | | (A) | (A)-(B) | |
| Gains/losses related to stocks, etc. | 株式等関係損益 | | 436 | (10,281) |
| | | | | 10,717 |
| Gains on sales | 売却益 | | 17,302 | (8,772) |
| | | | | 26,075 |
| Losses on sales | 売却損 | | 15,987 | 909 |
| | | | | 15,077 |
| Write-offs | 償却 | | 878 | 598 |
| | | | | 279 |

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

| | (Japanese) | FY2019 | | FY2018 |
|--------------------------------------|------------|--------|---------|----------|
| | | (A) | (A)-(B) | |
| Gains/losses related to stocks, etc. | 株式等関係損益 | | 617 | (11,863) |
| | | | | 12,480 |
| Gains on sales | 売却益 | | 14,391 | (8,299) |
| | | | | 22,691 |
| Losses on sales | 売却損 | | 13,087 | 3,156 |
| | | | | 9,931 |
| Write-offs | 償却 | | 686 | 407 |
| | | | | 279 |

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

| | (Japanese) | FY2019 | | FY2018 |
|--------------------------------------|------------|--------|---------|---------|
| | | (A) | (A)-(B) | |
| Gains/losses related to stocks, etc. | 株式等関係損益 | | (180) | 1,582 |
| | | | | (1,762) |
| Gains on sales | 売却益 | | 2,911 | (472) |
| | | | | 3,383 |
| Losses on sales | 売却損 | | 2,900 | (2,246) |
| | | | | 5,146 |
| Write-offs | 償却 | | 191 | 191 |
| | | | | 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, 2020 | | | | | As of Mar. 31, 2019 | | | | |
|--------------------|------------|---------------------|-------------------------------------|----------|-----------------|------------------|---------------------|-------------------------------------|-----------------|------------------|--|
| | | 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 | 164,851 | 1,177 | (436) | 1,251 | 73 | 169,288 | 1,613 | 1,658 | 44 | |
| | Bonds 債券 | 164,851 | 1,177 | (436) | 1,251 | 73 | 169,288 | 1,613 | 1,658 | 44 | |
| | Others その他 | — | — | — | — | — | — | — | — | — | |
| Available-for-sale | その他有価証券 | 3,882,222 | 99,173 | (75,804) | 163,035 | 63,862 | 4,154,177 | 174,977 | 213,014 | 38,037 | |
| | Stocks 株式 | 226,057 | 86,926 | (49,303) | 99,299 | 12,372 | 280,218 | 136,230 | 141,744 | 5,514 | |
| | Bonds 債券 | 2,194,593 | 9,219 | (11,885) | 12,019 | 2,799 | 2,267,607 | 21,104 | 21,321 | 217 | |
| | Others その他 | 1,461,571 | 3,026 | (14,615) | 51,717 | 48,690 | 1,606,351 | 17,642 | 49,948 | 32,305 | |
| Total | 合計 | 4,047,073 | 100,350 | (76,240) | 164,287 | 63,936 | 4,323,465 | 176,591 | 214,672 | 38,081 | |
| | Stocks 株式 | 226,057 | 86,926 | (49,303) | 99,299 | 12,372 | 280,218 | 136,230 | 141,744 | 5,514 | |
| | Bonds 債券 | 2,359,444 | 10,396 | (12,321) | 13,270 | 2,873 | 2,436,895 | 22,718 | 22,980 | 261 | |
| | Others その他 | 1,461,571 | 3,026 | (14,615) | 51,717 | 48,690 | 1,606,351 | 17,642 | 49,948 | 32,305 | |

(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, 2020 | | | | | As of Mar. 31, 2019 | | | | |
|--------------------|------------|---------------------|-------------------------------------|----------|-----------------|------------------|---------------------|-------------------------------------|-----------------|------------------|--|
| | | 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 | 152,435 | 11,091 | (1,510) | 11,174 | 82 | 155,793 | 12,602 | 12,646 | 44 | |
| | Bonds 債券 | 152,435 | 11,091 | (1,510) | 11,174 | 82 | 155,793 | 12,602 | 12,646 | 44 | |
| | Others その他 | — | — | — | — | — | — | — | — | — | |
| Available-for-sale | その他有価証券 | 3,882,055 | 134,389 | (80,844) | 190,701 | 56,311 | 4,153,940 | 215,233 | 245,766 | 30,532 | |
| | Stocks 株式 | 225,890 | 106,059 | (50,443) | 113,159 | 7,100 | 279,981 | 156,502 | 158,128 | 1,625 | |
| | Bonds 債券 | 2,194,593 | 20,619 | (14,494) | 22,987 | 2,367 | 2,267,607 | 35,114 | 35,190 | 75 | |
| | Others その他 | 1,461,571 | 7,710 | (15,906) | 54,554 | 46,843 | 1,606,351 | 23,617 | 52,448 | 28,831 | |
| Total | 合計 | 4,034,491 | 145,481 | (82,354) | 201,876 | 56,394 | 4,309,733 | 227,835 | 258,412 | 30,577 | |
| | Stocks 株式 | 225,890 | 106,059 | (50,443) | 113,159 | 7,100 | 279,981 | 156,502 | 158,128 | 1,625 | |
| | Bonds 債券 | 2,347,028 | 31,711 | (16,004) | 34,162 | 2,450 | 2,423,400 | 47,716 | 47,836 | 120 | |
| | Others その他 | 1,461,571 | 7,710 | (15,906) | 54,554 | 46,843 | 1,606,351 | 23,617 | 52,448 | 28,831 | |

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

(Millions of yen)

| | | As of Mar. 31, 2020 | | | | | As of Mar. 31, 2019 | | | | |
|--------------------|------------|---------------------|-------------------------------------|----------|-----------------|------------------|---------------------|-------------------------------------|-----------------|------------------|--|
| | | 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 | 85,488 | 940 | (52) | 1,011 | 70 | 81,883 | 993 | 1,037 | 44 | |
| | Bonds 債券 | 85,488 | 940 | (52) | 1,011 | 70 | 81,883 | 993 | 1,037 | 44 | |
| | Others その他 | — | — | — | — | — | — | — | — | — | |
| Available-for-sale | その他有価証券 | 2,727,512 | 98,757 | (71,803) | 135,887 | 37,129 | 2,924,993 | 170,561 | 190,635 | 20,073 | |
| | Stocks 株式 | 192,040 | 85,170 | (42,890) | 91,308 | 6,138 | 238,121 | 128,061 | 129,659 | 1,598 | |
| | Bonds 債券 | 1,661,230 | 9,064 | (10,335) | 10,919 | 1,855 | 1,730,606 | 19,399 | 19,405 | 6 | |
| | Others その他 | 874,241 | 4,523 | (18,577) | 33,659 | 29,135 | 956,265 | 23,101 | 41,570 | 18,469 | |
| Total | 合計 | 2,813,001 | 99,698 | (71,856) | 136,899 | 37,200 | 3,006,876 | 171,555 | 191,673 | 20,118 | |
| | Stocks 株式 | 192,040 | 85,170 | (42,890) | 91,308 | 6,138 | 238,121 | 128,061 | 129,659 | 1,598 | |
| | Bonds 債券 | 1,746,719 | 10,004 | (10,388) | 11,931 | 1,926 | 1,812,489 | 20,393 | 20,443 | 50 | |
| | Others その他 | 874,241 | 4,523 | (18,577) | 33,659 | 29,135 | 956,265 | 23,101 | 41,570 | 18,469 | |

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

(Millions of yen)

| | | As of Mar. 31, 2020 | | | | | As of Mar. 31, 2019 | | | | |
|--------------------|------------|---------------------|-------------------------------------|----------|-----------------|------------------|---------------------|-------------------------------------|-----------------|------------------|--|
| | | 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 | 66,947 | 10,151 | (1,457) | 10,163 | 12 | 73,909 | 11,608 | 11,608 | — | |
| | Bonds 債券 | 66,947 | 10,151 | (1,457) | 10,163 | 12 | 73,909 | 11,608 | 11,608 | — | |
| | Others その他 | — | — | — | — | — | — | — | — | — | |
| Available-for-sale | その他有価証券 | 1,154,542 | 35,631 | (9,040) | 54,813 | 19,182 | 1,228,946 | 44,671 | 55,130 | 10,458 | |
| | Stocks 株式 | 33,849 | 20,888 | (7,552) | 21,850 | 961 | 41,859 | 28,441 | 28,468 | 27 | |
| | Bonds 債券 | 533,362 | 11,555 | (4,159) | 12,067 | 512 | 537,000 | 15,714 | 15,784 | 69 | |
| | Others その他 | 587,330 | 3,187 | 2,671 | 20,894 | 17,707 | 650,085 | 515 | 10,877 | 10,361 | |
| Total | 合計 | 1,221,489 | 45,782 | (10,497) | 64,976 | 19,194 | 1,302,856 | 56,280 | 66,739 | 10,458 | |
| | Stocks 株式 | 33,849 | 20,888 | (7,552) | 21,850 | 961 | 41,859 | 28,441 | 28,468 | 27 | |
| | Bonds 債券 | 600,309 | 21,706 | (5,616) | 22,231 | 524 | 610,910 | 27,323 | 27,392 | 69 | |
| | Others その他 | 587,330 | 3,187 | 2,671 | 20,894 | 17,707 | 650,085 | 515 | 10,877 | 10,361 | |

7. Capital Adequacy Ratio (Domestic standard)

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

(Millions of yen)

| (Domestic standard) | | As of Mar. 31, 2020 | | | As of Sep.30, 2019 | As of Mar. 31, 2019 |
|------------------------------|---------------|---------------------|-----------|-----------|-----------------------|------------------------|
| | | (A) | (A)-(B) | (A)-(C) | (B) | (C) |
| ①Capital adequacy ratio ④/⑤ | 自己資本比率 | 10.95% | 0.69% | 1.01% | 10.26% | 9.94% |
| ②Basic Core capital | コア資本に係る基礎項目の額 | 828,165 | (15,502) | 820 | 843,668 | 827,345 |
| ③Adjustment Core capital | コア資本に係る調整項目の額 | 47,194 | 11,163 | 11,420 | 36,030 | 35,773 |
| ④Capital ②-③ | 自己資本の額 | 780,971 | (26,666) | (10,600) | 807,637 | 791,571 |
| ⑤Total risk weighted assets | リスク・アセット等の額 | 7,127,865 | (739,161) | (827,836) | 7,867,026 | 7,955,702 |
| ⑥Total required capital ⑤×4% | 総所要自己資本額 | 285,114 | (29,566) | (33,113) | 314,681 | 318,228 |

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

(Millions of yen)

| (Domestic standard) | | As of Mar. 31, 2020 | | | As of Sep.30, 2019 | As of Mar. 31, 2019 |
|------------------------------|---------------|---------------------|---------|---------|-----------------------|------------------------|
| | | (A) | (A)-(B) | (A)-(C) | (B) | (C) |
| ①Capital adequacy ratio ④/⑤ | 自己資本比率 | 12.22% | (0.29%) | 0.31% | 12.51% | 11.91% |
| ②Basic Core capital | コア資本に係る基礎項目の額 | 508,938 | 1,965 | 14,979 | 506,973 | 493,959 |
| ③Adjustment Core capital | コア資本に係る調整項目の額 | 16,067 | (48) | (1,242) | 16,116 | 17,309 |
| ④Capital ②-③ | 自己資本の額 | 492,871 | 2,014 | 16,221 | 490,856 | 476,649 |
| ⑤Total risk weighted assets | リスク・アセット等の額 | 4,030,902 | 108,056 | 31,467 | 3,922,846 | 3,999,435 |
| ⑥Total required capital ⑤×4% | 総所要自己資本額 | 161,236 | 4,322 | 1,258 | 156,913 | 159,977 |

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

| | | | | | | |
|----------------------------|-------------|-----------|---------|--------|-----------|-----------|
| Capital Adequacy Ratio | 自己資本比率 | 11.72% | (0.24%) | 0.31% | 11.96% | 11.41% |
| Capital | 自己資本の額 | 469,949 | 3,164 | 16,149 | 466,785 | 453,799 |
| Total risk weighted assets | リスク・アセット等の額 | 4,007,086 | 104,943 | 30,281 | 3,902,143 | 3,976,805 |

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

(Millions of yen)

| (Domestic standard) | | As of Mar. 31, 2020 | | | As of Sep.30, 2019 | As of Mar. 31, 2019 |
|------------------------------|---------------|---------------------|-----------|-----------|-----------------------|------------------------|
| | | (A) | (A)-(B) | (A)-(C) | (B) | (C) |
| ①Capital adequacy ratio ④/⑤ | 自己資本比率 | 9.46% | 0.80% | 0.91% | 8.66% | 8.55% |
| ②Basic Core capital | コア資本に係る基礎項目の額 | 319,885 | (13,291) | (8,029) | 333,177 | 327,915 |
| ③Adjustment Core capital | コア資本に係る調整項目の額 | 30,478 | 10,881 | 12,233 | 19,597 | 18,244 |
| ④Capital ②-③ | 自己資本の額 | 289,407 | (24,172) | (20,263) | 313,579 | 309,670 |
| ⑤Total risk weighted assets | リスク・アセット等の額 | 3,058,119 | (559,428) | (563,538) | 3,617,547 | 3,621,658 |
| ⑥Total required capital ⑤×4% | 総所要自己資本額 | 122,324 | (22,377) | (22,541) | 144,701 | 144,866 |

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

| | | | | | | |
|----------------------------|-------------|-----------|-----------|-----------|-----------|-----------|
| Capital Adequacy Ratio | 自己資本比率 | 9.15% | 0.64% | 0.74% | 8.51% | 8.41% |
| Capital | 自己資本の額 | 282,046 | (27,456) | (24,190) | 309,502 | 306,236 |
| Total risk weighted assets | リスク・アセット等の額 | 3,082,325 | (550,819) | (555,339) | 3,633,144 | 3,637,664 |

(Note) 1. Mebuki Financial Group, Inc., The Joyo Bank, Ltd. and The Ashikaga Bank calculated each risk-weighted assets according to the foundation internal rating-based approach as of Mar.2020, whereas The Ashikaga Bank, Ltd used Standardized Approach as of Sep.30,2019 and as of Mar,2019.

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. 信用リスクアセットの算出において、2020年3月末は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基礎的内部格付手法を採用し、2019年9月末および2019年3月末は、めぶきフィナンシャルグループおよび常陽銀行は基礎的内部格付手法、足利銀行は標準的手法を採用しております。

2. オペレーショナル・リスク相当額の算出において、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粗利益配分手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, 2020 | | | As of Sep.30, 2019 (B) | As of Mar. 31, 2019 (C) |
|---|------------|---------------------|---------|---------|---------------------------|----------------------------|
| | | (A) | (A)-(B) | (A)-(C) | | |
| Loans to bankrupt borrowers | 破綻先債権額 | 2,279 | (2,356) | (1,226) | 4,635 | 3,505 |
| Non-accrual delinquent loans | 延滞債権額 | 138,147 | 603 | 1,995 | 137,544 | 136,152 |
| Loans past due 3 month or more | 3ヶ月以上延滞債権額 | 391 | 252 | 213 | 139 | 178 |
| Restructured loans | 貸出条件緩和債権額 | 27,586 | (3,051) | (4,531) | 30,637 | 32,117 |
| Total risk-monitored loans | 合計 | 168,405 | (4,551) | (3,548) | 172,956 | 171,953 |
| Amount of partial direct write-off executed | 部分直接償却実施額 | 33,077 | 5,351 | 8,282 | 27,725 | 24,794 |
| Total loans (Term-end balance) | 貸出金残高(末残) | 11,342,541 | 266,115 | 220,057 | 11,076,425 | 11,122,484 |

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

(%)

| | (Japanese) | As of Mar. 31, 2020 | | | As of Sep.30, 2019 (B) | As of Mar. 31, 2019 (C) |
|--------------------------------|------------|---------------------|---------|---------|---------------------------|----------------------------|
| | | (A) | (A)-(B) | (A)-(C) | | |
| Loans to bankrupt borrowers | 破綻先債権額 | 0.02 | (0.02) | (0.01) | 0.04 | 0.03 |
| Non-accrual delinquent loans | 延滞債権額 | 1.21 | (0.03) | (0.01) | 1.24 | 1.22 |
| 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 | 0.24 | (0.03) | (0.04) | 0.27 | 0.28 |
| Total risk-monitored loans | 合計 | 1.48 | (0.08) | (0.06) | 1.56 | 1.54 |

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

(1)The amount of Risk-monitored loans

(Millions of yen)

| | (Japanese) | As of Mar. 31, 2020 | | | As of Sep.30, 2019 (B) | As of Mar. 31, 2019 (C) |
|---|------------|---------------------|---------|---------|---------------------------|----------------------------|
| | | (A) | (A)-(B) | (A)-(C) | | |
| Loans to bankrupt borrowers | 破綻先債権額 | 1,091 | 170 | (23) | 921 | 1,115 |
| Non-accrual delinquent loans | 延滞債権額 | 73,962 | 61 | 3,170 | 73,901 | 70,791 |
| Loans past due 3 month or more | 3ヶ月以上延滞債権額 | 95 | (43) | (82) | 139 | 178 |
| Restructured loans | 貸出条件緩和債権額 | 12,461 | (987) | (4,953) | 13,448 | 17,414 |
| Total risk-monitored loans | 合計 | 87,611 | (798) | (1,889) | 88,410 | 89,500 |
| Amount of partial direct write-off executed | 部分直接償却実施額 | 13,199 | 1,046 | 2,451 | 12,152 | 10,748 |
| Total loans (Term-end balance) | 貸出金残高(末残) | 6,759,983 | 166,963 | 165,251 | 6,593,020 | 6,594,731 |

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

(%)

| | (Japanese) | As of Mar. 31, 2020 | | | As of Sep.30, 2019 (B) | As of Mar. 31, 2019 (C) |
|--------------------------------|------------|---------------------|---------|---------|---------------------------|----------------------------|
| | | (A) | (A)-(B) | (A)-(C) | | |
| Loans to bankrupt borrowers | 破綻先債権額 | 0.01 | 0.00 | 0.00 | 0.01 | 0.01 |
| Non-accrual delinquent loans | 延滞債権額 | 1.09 | (0.03) | 0.02 | 1.12 | 1.07 |
| 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 | 0.18 | (0.02) | (0.08) | 0.20 | 0.26 |
| Total risk-monitored loans | 合計 | 1.29 | (0.05) | (0.06) | 1.34 | 1.35 |

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

(1)The amount of Risk-monitored loans

(Millions of yen)

| | (Japanese) | As of Mar. 31, 2020 | | | As of Sep.30, 2019 (B) | As of Mar. 31, 2019 (C) |
|---|------------|---------------------|---------|---------|---------------------------|----------------------------|
| | | (A) | (A)-(B) | (A)-(C) | | |
| Loans to bankrupt borrowers | 破綻先債権額 | 1,030 | (2,552) | (1,227) | 3,582 | 2,257 |
| Non-accrual delinquent loans | 延滞債権額 | 63,171 | 374 | (1,301) | 62,796 | 64,472 |
| Loans past due 3 month or more | 3ヶ月以上延滞債権額 | 296 | 296 | 296 | — | — |
| Restructured loans | 貸出条件緩和債権額 | 15,125 | (2,063) | 422 | 17,189 | 14,703 |
| Total risk-monitored loans | 合計 | 79,623 | (3,945) | (1,810) | 83,568 | 81,433 |
| Amount of partial direct write-off executed | 部分直接償却実施額 | 16,331 | 4,057 | 5,357 | 12,273 | 10,973 |
| Total loans (Term-end balance) | 貸出金残高(末残) | 4,717,392 | 100,308 | 60,367 | 4,617,083 | 4,657,025 |

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

(%)

| | (Japanese) | As of Mar. 31, 2020 | | | As of Sep.30, 2019 (B) | As of Mar. 31, 2019 (C) |
|--------------------------------|------------|---------------------|---------|---------|---------------------------|----------------------------|
| | | (A) | (A)-(B) | (A)-(C) | | |
| Loans to bankrupt borrowers | 破綻先債権額 | 0.02 | (0.05) | (0.02) | 0.07 | 0.04 |
| Non-accrual delinquent loans | 延滞債権額 | 1.33 | (0.03) | (0.05) | 1.36 | 1.38 |
| Loans past due 3 month or more | 3ヶ月以上延滞債権額 | 0.00 | 0.00 | 0.00 | — | — |
| Restructured loans | 貸出条件緩和債権額 | 0.32 | (0.05) | 0.01 | 0.37 | 0.31 |
| Total risk-monitored loans | 合計 | 1.68 | (0.12) | (0.06) | 1.80 | 1.74 |

2. Allowance for Loan Losses

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

(Millions of yen)

| | (Japanese) | As of Mar. 31, 2020 | | | As of Sep.30, 2019 (B) | As of Mar. 31, 2019 (C) |
|--|------------|---------------------|---------|---------|---------------------------|----------------------------|
| | | (A) | (A)-(B) | (A)-(C) | | |
| Allowance for loan losses | 貸倒引当金 | 69,658 | (3,721) | (3,521) | 73,379 | 73,179 |
| General allowance for loan losses | 一般貸倒引当金 | 32,577 | 133 | 211 | 32,444 | 32,366 |
| Specific allowance for loan losses | 個別貸倒引当金 | 37,080 | (3,854) | (3,732) | 40,935 | 40,813 |
| 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, 2020 | | | As of Sep.30, 2019 (B) | As of Mar. 31, 2019 (C) |
|--|------------|---------------------|---------|---------|---------------------------|----------------------------|
| | | (A) | (A)-(B) | (A)-(C) | | |
| Allowance for loan losses | 貸倒引当金合計 | 32,903 | (422) | 293 | 33,326 | 32,610 |
| General allowance for loan losses | 一般貸倒引当金 | 12,743 | 330 | 864 | 12,412 | 11,878 |
| Specific allowance for loan losses | 個別貸倒引当金 | 20,160 | (753) | (571) | 20,913 | 20,732 |
| 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, 2020 | | | As of Sep.30, 2019 (B) | As of Mar. 31, 2019 (C) |
|--|------------|---------------------|---------|---------|---------------------------|----------------------------|
| | | (A) | (A)-(B) | (A)-(C) | | |
| Allowance for loan losses | 貸倒引当金合計 | 27,311 | (2,502) | (2,831) | 29,814 | 30,142 |
| General allowance for loan losses | 一般貸倒引当金 | 13,233 | 405 | 280 | 12,828 | 12,953 |
| Specific allowance for loan losses | 個別貸倒引当金 | 14,078 | (2,907) | (3,111) | 16,986 | 17,189 |
| 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, 2020 | | | As of Sep.30, 2019 (B) | As of Mar. 31, 2019 (C) |
|---------------------------------|------------|---------------------|---------|---------|---------------------------|----------------------------|
| | | (A) | (A)-(B) | (A)-(C) | | |
| Before partial direct write-off | 部分直接償却前 | 50.61 | 0.62 | 1.22 | 49.99 | 49.39 |
| After partial direct write-off | 部分直接償却後 | 40.81 | (1.07) | (1.18) | 41.88 | 41.99 |

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

(%)

| | (Japanese) | As of Mar. 31, 2020 | | | As of Sep.30, 2019 (B) | As of Mar. 31, 2019 (C) |
|---------------------------------|------------|---------------------|---------|---------|---------------------------|----------------------------|
| | | (A) | (A)-(B) | (A)-(C) | | |
| Before partial direct write-off | 部分直接償却前 | 45.66 | 0.52 | 2.49 | 45.14 | 43.17 |
| After partial direct write-off | 部分直接償却後 | 37.55 | (0.14) | 1.12 | 37.69 | 36.43 |

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

(%)

| | (Japanese) | As of Mar. 31, 2020 | | | As of Sep.30, 2019 (B) | As of Mar. 31, 2019 (C) |
|---------------------------------|------------|---------------------|---------|---------|---------------------------|----------------------------|
| | | (A) | (A)-(B) | (A)-(C) | | |
| Before partial direct write-off | 部分直接償却前 | 45.66 | 1.57 | 0.94 | 44.09 | 44.72 |
| After partial direct write-off | 部分直接償却後 | 34.25 | (1.37) | (2.72) | 35.62 | 36.97 |

4. Disclosed Claims under the Financial Revitalization Law

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

(Millions of yen)

| | (Japanese) | As of Mar. 31, 2020 | | | As of Sep.30, 2019 (B) | As of Mar. 31, 2019 (C) |
|--|--------------------|---------------------|---------|---------|---------------------------|----------------------------|
| | | (A) | (A)-(B) | (A)-(C) | | |
| Bankrupt and substantially bankrupt claims | 破産更生債権及びこれらに準ずる債権 | 12,780 | (2,322) | (3,138) | 15,102 | 15,919 |
| Doubtful claims | 危険債権 | 129,074 | 577 | 3,945 | 128,496 | 125,128 |
| Claims requiring monitoring | 要管理債権 | 27,978 | (2,798) | (4,317) | 30,776 | 32,296 |
| Subtotal | 小計 ① | 169,832 | (4,542) | (3,510) | 174,375 | 173,343 |
| Normal claims | 正常債権 | 11,382,133 | 269,510 | 232,705 | 11,112,623 | 11,149,427 |
| Total | 合計 ② | 11,551,966 | 264,967 | 229,194 | 11,286,998 | 11,322,771 |
| Ratio of disclosed claims under the Financial Revitalization Law | 貸出金等残高に占める比率 ① / ② | 1.47% | (0.07%) | (0.06%) | 1.54% | 1.53% |

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

(Millions of yen)

| | (Japanese) | As of Mar. 31, 2020 | | | As of Sep.30, 2019 (B) | As of Mar. 31, 2019 (C) |
|--|--------------------|---------------------|---------|---------|---------------------------|----------------------------|
| | | (A) | (A)-(B) | (A)-(C) | | |
| Bankrupt and substantially bankrupt claims | 破産更生債権及びこれらに準ずる債権 | 5,738 | 418 | (419) | 5,319 | 6,158 |
| Doubtful claims | 危険債権 | 69,959 | (319) | 3,495 | 70,279 | 66,463 |
| Claims requiring monitoring | 要管理債権 | 12,556 | (1,030) | (5,036) | 13,587 | 17,592 |
| Subtotal | 小計 ① | 88,254 | (932) | (1,960) | 89,187 | 90,215 |
| Normal claims | 正常債権 | 6,768,433 | 168,617 | 138,985 | 6,599,816 | 6,629,448 |
| Total | 合計 ② | 6,856,688 | 167,685 | 137,025 | 6,689,003 | 6,719,663 |
| Ratio of disclosed claims under the Financial Revitalization Law | 貸出金等残高に占める比率 ① / ② | 1.28% | (0.05%) | (0.06%) | 1.33% | 1.34% |

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

(Millions of yen)

| | (Japanese) | As of Mar. 31, 2020 | | | As of Sep.30, 2019 (B) | As of Mar. 31, 2019 (C) |
|--|--------------------|---------------------|---------|---------|---------------------------|----------------------------|
| | | (A) | (A)-(B) | (A)-(C) | | |
| Bankrupt and substantially bankrupt claims | 破産更生債権及びこれらに準ずる債権 | 5,825 | (2,965) | (2,913) | 8,790 | 8,738 |
| Doubtful claims | 危険債権 | 59,031 | 926 | 488 | 58,105 | 58,542 |
| Claims requiring monitoring | 要管理債権 | 15,421 | (1,767) | 718 | 17,189 | 14,703 |
| Subtotal | 小計 ① | 80,278 | (3,807) | (1,705) | 84,085 | 81,984 |
| Normal claims | 正常債権 | 4,745,957 | 102,344 | 66,302 | 4,643,612 | 4,679,654 |
| Total | 合計 ② | 4,826,235 | 98,537 | 64,597 | 4,727,698 | 4,761,638 |
| Ratio of disclosed claims under the Financial Revitalization Law | 貸出金等残高に占める比率 ① / ② | 1.66% | (0.11%) | (0.06%) | 1.77% | 1.72% |

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, 2020 | | | As of Sep.30, 2019 (B) | As of Mar. 31, 2019 (C) |
|---|--------------|---------------------|---------|---------|---------------------------|----------------------------|
| | | (A) | (A)-(B) | (A)-(C) | | |
| Coverage amount ② | 保 全 額 ② | 68,502 | (725) | (2,241) | 69,227 | 70,743 |
| Portion covered by allowance | 貸 倒 引 当 金 | 21,951 | (907) | (1,238) | 22,859 | 23,189 |
| Reserve for specific debtors | 担 保 保 証 等 | 46,550 | 182 | (1,003) | 46,368 | 47,554 |
| Total disclosed claims under the Financial Revitalization Law ① | 金融再生法開示債権残高① | 88,254 | (932) | (1,960) | 89,187 | 90,215 |
| Coverage ratio ②/① | 保 全 率 ② / ① | 77.61% | (0.01%) | (0.80%) | 77.62% | 78.41% |

(Reference) Breakdown of Disclosed claims under the Financial Revitalization Law (As of Mar 31, 2020)

| | (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 |
|---------------------------|-------------------|---|----------------------------|--|--------------|
| | | | | | |
| Collateral and guarantees | 担 保 保 証 等 保 全 額 ② | 5,722 | 38,527 | 2,300 | 46,550 |
| Uncoverage amount | 非 保 全 額 ③=①-② | 15 | 31,432 | 10,255 | 41,704 |
| Allowance for loan losses | 貸 倒 引 当 金 ④ | 15 | 20,107 | 1,828 | 21,951 |
| Coverage amount | 保 全 額 ⑤=②+④ | 5,738 | 58,634 | 4,129 | 68,502 |
| Allowance ratio | 引 当 率 ④/③ | 100.00% | 63.97% | 17.82% | 52.63% |
| Coverage ratio | 保 全 率 ⑤/① | 100.00% | 83.81% | 32.88% | 77.61% |

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

(Millions of yen)

| | (Japanese) | As of Mar. 31, 2020 | | | As of Sep.30, 2019 (B) | As of Mar. 31, 2019 (C) |
|---|--------------|---------------------|---------|---------|---------------------------|----------------------------|
| | | (A) | (A)-(B) | (A)-(C) | | |
| Coverage amount ② | 保 全 額 ② | 61,260 | (2,965) | (2,782) | 64,226 | 64,043 |
| Portion covered by allowance | 貸 倒 引 当 金 | 16,738 | (2,911) | (2,999) | 19,650 | 19,737 |
| Reserve for specific debtors | 担 保 保 証 等 | 44,522 | (53) | 216 | 44,576 | 44,305 |
| Total disclosed claims under the Financial Revitalization Law ① | 金融再生法開示債権残高① | 80,278 | (3,807) | (1,705) | 84,085 | 81,984 |
| Coverage ratio ②/① | 保 全 率 ② / ① | 76.31% | (0.07%) | (1.80%) | 76.38% | 78.11% |

(Reference) Breakdown of Disclosed claims under the Financial Revitalization Law (As of Mar 31, 2020)

| | (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 |
|---------------------------|-------------------|---|----------------------------|--|--------------|
| | | | | | |
| Collateral and guarantees | 担 保 保 証 等 保 全 額 ② | 5,493 | 33,072 | 5,956 | 44,522 |
| Uncoverage amount | 非 保 全 額 ③=①-② | 332 | 25,959 | 9,465 | 35,756 |
| Allowance for loan losses | 貸 倒 引 当 金 ④ | 332 | 14,055 | 2,350 | 16,738 |
| Coverage amount | 保 全 額 ⑤=②+④ | 5,825 | 47,128 | 8,307 | 61,260 |
| Allowance ratio | 引 当 率 ④/③ | 100.00% | 54.14% | 24.83% | 46.81% |
| Coverage ratio | 保 全 率 ⑤/① | 100.00% | 79.83% | 53.86% | 76.31% |

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 10 | Bankrupt and substantially bankrupt claims 破産更生債権およびこれらに準ずる債権 57 | 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 | 100.0% | Loans to bankrupt borrowers 破綻先債権 10 |
| Substantially Bankrupt 実質破綻先 46 | | 17 | 39 | | | | | Non-accrual delinquent loans 延滞債権 739 |
| Potentially Bankrupt 破綻懸念先 698 | Doubtful claims 危険債権 699 | Covered by allowance, collateral, guarantee 引当金、担保・保証等による保全部分 | | 112 | | 201 | 83.8% | |
| Borrowers Requiring Caution 要注意先 4,073 | Borrowers Requiring Monitoring 要管理先 180 | Covered by allowance, collateral, guarantee 引当金、担保・保証等による保全部分 69 | | 165 | | 24 | 32.8% | Loans past due 3 month or more 3ヶ月以上延滞債権 0 |
| | | 15 | Coverage of Claims requiring monitoring 要管理債権に対する保全額 41 | | | | | Restructured loans 貸出条件緩和債権 124 |
| | Borrowers Requiring Caution その他の要注意先 3,892 | Normal claims 正常債権 67,684 | 1,116 | 2,776 | | | 59 | |
| Normal Borrowers 正常先 62,779 | | | | 62,779 | | 43 | | |
| Total 合計 67,608 | Total 合計 68,566 | No-classification 64,375 | II 3,120 | III 112 | IV 0 | Total 合計 328 | | Total 合計 876 |

Amount of partial direct write-off 部分直接償却残高: 14.1 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 引当額 | Coverage ratio 保全率 | Risk-monitored Loans リスク管理債権(貸出金) |
|---|--|---|-------------|-------------------|--------------------------------|--------------------|-----------------------|---|
| | | No-classification 非分類 | II II分類 | III III分類 | IV IV分類 | | | |
| Legally Bankrupt 破綻先 10 | Bankrupt and substantially bankrupt claims 破産更生債権およびこれらに準ずる債権 58 | 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 | 3 | 100.0% | Loans to bankrupt borrowers 破綻先債権 10 |
| Substantially Bankrupt 実質破綻先 45 | | 11 | 44 | 全額引当 — | 全額償却 ・引当 — | | | Non-accrual delinquent loans 延滞債権 631 |
| Potentially Bankrupt 破綻懸念先 588 | Doubtful claims 危険債権 590 | Covered by allowance, collateral, guarantee 引当金、担保・保証等による保全部分 | | 117 | | 140 | 79.8% | |
| Borrowers Requiring Caution 要注意先 3,438 | Borrowers Requiring Monitoring 要管理先 279 | Covered by allowance, collateral, guarantee 引当金、担保・保証等による保全部分 142 | | 83 | | 39 | 53.8% | Loans past due 3 month or more 3ヶ月以上延滞債権 2 |
| | | 60 | 219 | | | | | Allowance of Claims requiring monitoring 要管理先に対する引当額 23 |
| | | Coverage of Claims requiring monitoring 要管理債権に対する保全額 83 | | | | | | |
| | Borrowers Requiring Caution その他の要注意先 3,159 | Normal claims 正常債権 47,459 | 634 | 2,524 | | 61 | | |
| Normal Borrowers 正常先 43,219 | | | 43,219 | | | 31 | | |
| Total 合計 47,302 | Total 合計 48,262 | No-classification 44,227 | II 2,965 | III 117 | IV — | Total 合計 275 | | Total 合計 796 |

Amount of partial direct write-off 部分直接償却残高: 16.3 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, 2020 | | | As of Sep.30, 2019 | As of Mar. 31, 2019 |
|--|---------------|---------------------|----------|----------|-----------------------|------------------------|
| | | (A) | (A)-(B) | (A)-(C) | (B) | (C) |
| Total | 合計 | 11,477,376 | 267,272 | 225,619 | 11,210,103 | 11,251,757 |
| Manufacturing | 製造業 | 1,180,076 | 4,486 | (6,798) | 1,175,589 | 1,186,874 |
| Agriculture / Forestry | 農業、林業 | 33,679 | 983 | (636) | 32,696 | 34,316 |
| Fishery | 漁業 | 5,356 | 1,278 | 971 | 4,077 | 4,385 |
| Mining / Quarrying of stone / Gravel | 鉱業、採石業、砂利採取業 | 12,227 | (694) | 1,062 | 12,922 | 11,164 |
| Construction | 建設業 | 331,356 | 12,416 | (3,133) | 318,940 | 334,489 |
| Electricity, gas and water | 電気・ガス・熱供給・水道業 | 233,175 | 21,952 | 38,850 | 211,222 | 194,324 |
| Telecommunication | 情報通信業 | 45,796 | 307 | 437 | 45,489 | 45,358 |
| Transportation / Postal activities | 運輸業、郵便業 | 296,700 | 7,403 | 6,834 | 289,297 | 289,865 |
| Wholesale / Retail services | 卸売業、小売業 | 1,024,295 | (9,786) | (16,902) | 1,034,082 | 1,041,198 |
| Financial and insurance services | 金融業、保険業 | 397,992 | 5,862 | (6,219) | 392,130 | 404,211 |
| Real estate / Goods rental and leasing | 不動産業、物品賃貸業 | 1,811,335 | (12,005) | (9,481) | 1,823,341 | 1,820,817 |
| Medical welfare and other services | 医療・福祉等サービス業 | 713,515 | 10,119 | (22,989) | 703,395 | 736,504 |
| Government / Local government | 国・地方公共団体 | 1,493,685 | 131,510 | 62,691 | 1,362,175 | 1,430,993 |
| Others | その他 | 3,898,183 | 93,440 | 180,931 | 3,804,743 | 3,717,252 |

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

(Millions of yen)

| | (Japanese) | As of Mar. 31, 2020 | | | As of Sep.30, 2019 | As of Mar. 31, 2019 |
|--|---------------|---------------------|----------|----------|-----------------------|------------------------|
| | | (A) | (A)-(B) | (A)-(C) | (B) | (C) |
| Total | 合計 | 6,759,983 | 166,963 | 165,251 | 6,593,020 | 6,594,731 |
| Manufacturing | 製造業 | 684,815 | 8,846 | 1,157 | 675,968 | 683,657 |
| Agriculture / Forestry | 農業、林業 | 20,506 | 707 | 642 | 19,799 | 19,863 |
| Fishery | 漁業 | 4,757 | 1,232 | 967 | 3,524 | 3,789 |
| Mining / Quarrying of stone / Gravel | 鉱業、採石業、砂利採取業 | 10,625 | 47 | 1,783 | 10,577 | 8,841 |
| Construction | 建設業 | 177,709 | 7,033 | (2,700) | 170,676 | 180,410 |
| Electricity, gas and water | 電気・ガス・熱供給・水道業 | 154,974 | 15,976 | 27,513 | 138,998 | 127,461 |
| Telecommunication | 情報通信業 | 25,003 | (6) | (1,110) | 25,010 | 26,113 |
| Transportation / Postal activities | 運輸業、郵便業 | 165,979 | 5,298 | 3,949 | 160,680 | 162,029 |
| Wholesale / Retail services | 卸売業、小売業 | 620,641 | (2,878) | (5,897) | 623,520 | 626,539 |
| Financial and insurance services | 金融業、保険業 | 228,642 | (1,873) | (5,060) | 230,516 | 233,703 |
| Real estate / Goods rental and leasing | 不動産業、物品賃貸業 | 1,210,121 | (18,496) | (20,167) | 1,228,618 | 1,230,288 |
| Medical welfare and other services | 医療・福祉等サービス業 | 364,456 | 3,528 | (20,835) | 360,928 | 385,292 |
| Government / Local government | 国・地方公共団体 | 1,126,280 | 89,555 | 82,834 | 1,036,724 | 1,043,446 |
| Others | その他 | 1,965,469 | 57,993 | 102,175 | 1,907,475 | 1,863,293 |

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

(Millions of yen)

| | (Japanese) | As of Mar. 31, 2020 | | | As of Sep.30, 2019 | As of Mar. 31, 2019 |
|--|---------------|---------------------|---------|----------|-----------------------|------------------------|
| | | (A) | (A)-(B) | (A)-(C) | (B) | (C) |
| Total | 合計 | 4,717,392 | 100,308 | 60,367 | 4,617,083 | 4,657,025 |
| Manufacturing | 製造業 | 495,260 | (4,360) | (7,956) | 499,620 | 503,216 |
| Agriculture / Forestry | 農業、林業 | 13,173 | 276 | (1,279) | 12,897 | 14,452 |
| Fishery | 漁業 | 599 | 45 | 3 | 553 | 595 |
| Mining / Quarrying of stone / Gravel | 鉱業、採石業、砂利採取業 | 1,601 | (742) | (721) | 2,344 | 2,322 |
| Construction | 建設業 | 153,646 | 5,382 | (432) | 148,263 | 154,078 |
| Electricity, gas and water | 電気・ガス・熱供給・水道業 | 78,200 | 5,976 | 11,337 | 72,224 | 66,863 |
| Telecommunication | 情報通信業 | 20,793 | 313 | 1,548 | 20,479 | 19,244 |
| Transportation / Postal activities | 運輸業、郵便業 | 130,721 | 2,105 | 2,885 | 128,616 | 127,836 |
| Wholesale / Retail services | 卸売業、小売業 | 403,654 | (6,908) | (11,004) | 410,562 | 414,658 |
| Financial and insurance services | 金融業、保険業 | 169,349 | 7,735 | (1,158) | 161,613 | 170,507 |
| Real estate / Goods rental and leasing | 不動産業、物品賃貸業 | 601,214 | 6,491 | 10,685 | 594,723 | 590,528 |
| Medical welfare and other services | 医療・福祉等サービス業 | 349,058 | 6,591 | (2,153) | 342,467 | 351,212 |
| Government / Local government | 国・地方公共団体 | 367,405 | 41,954 | (20,142) | 325,450 | 387,547 |
| Others | その他 | 1,932,714 | 35,447 | 78,755 | 1,897,267 | 1,853,958 |

(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, 2020 | | | As of Sep.30, | As of Mar. 31, |
|--|---------------|---------------------|---------|---------|---------------|----------------|
| | | (A) | (A)-(B) | (A)-(C) | 2019 | 2019 |
| | | | | | (B) | (C) |
| Total | 合計 | 167,234 | (4,743) | (3,699) | 171,978 | 170,934 |
| Manufacturing | 製造業 | 36,516 | (1,980) | (2,203) | 38,496 | 38,720 |
| Agriculture / Forestry | 農業、林業 | 843 | 120 | 182 | 723 | 660 |
| Fishery | 漁業 | 52 | — | 27 | 52 | 24 |
| Mining / Quarrying of stone / Gravel | 鉱業、採石業、砂利採取業 | 454 | (7) | (40) | 461 | 494 |
| Construction | 建設業 | 13,238 | (236) | (515) | 13,474 | 13,754 |
| Electricity, gas and water | 電気・ガス・熱供給・水道業 | 2,264 | (80) | 2,250 | 2,345 | 14 |
| Telecommunication | 情報通信業 | 1,289 | (17) | (101) | 1,307 | 1,391 |
| Transportation / Postal activities | 運輸業、郵便業 | 5,285 | (222) | 242 | 5,507 | 5,042 |
| Wholesale / Retail services | 卸売業、小売業 | 41,553 | (831) | (382) | 42,384 | 41,935 |
| Financial and insurance services | 金融業、保険業 | 402 | (15) | (43) | 418 | 446 |
| Real estate / Goods rental and leasing | 不動産業、物品賃貸業 | 16,020 | (858) | (1,668) | 16,879 | 17,688 |
| Medical welfare and other services | 医療・福祉等サービス業 | 28,768 | 241 | 67 | 28,526 | 28,701 |
| Government / Local government | 国・地方公共団体 | — | — | — | — | — |
| Others | その他 | 20,544 | (855) | (1,515) | 21,400 | 22,059 |

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

(Millions of yen)

| | (Japanese) | As of Mar. 31, 2020 | | | As of Sep.30, | As of Mar. 31, |
|--|---------------|---------------------|---------|---------|---------------|----------------|
| | | (A) | (A)-(B) | (A)-(C) | 2019 | 2019 |
| | | | | | (B) | (C) |
| Total | 合計 | 87,611 | (798) | (1,889) | 88,410 | 89,500 |
| Manufacturing | 製造業 | 18,744 | 1,421 | 679 | 17,323 | 18,064 |
| Agriculture / Forestry | 農業、林業 | 328 | 178 | 190 | 150 | 138 |
| Fishery | 漁業 | 24 | — | — | 24 | 24 |
| Mining / Quarrying of stone / Gravel | 鉱業、採石業、砂利採取業 | 454 | (7) | (40) | 461 | 494 |
| Construction | 建設業 | 6,953 | (550) | (730) | 7,503 | 7,683 |
| Electricity, gas and water | 電気・ガス・熱供給・水道業 | 2,262 | (79) | 2,256 | 2,342 | 6 |
| Telecommunication | 情報通信業 | 1,003 | (12) | (73) | 1,015 | 1,076 |
| Transportation / Postal activities | 運輸業、郵便業 | 2,519 | (413) | (166) | 2,932 | 2,686 |
| Wholesale / Retail services | 卸売業、小売業 | 23,279 | 578 | (419) | 22,700 | 23,698 |
| Financial and insurance services | 金融業、保険業 | 313 | (13) | (39) | 327 | 353 |
| Real estate / Goods rental and leasing | 不動産業、物品賃貸業 | 8,699 | (896) | (1,974) | 9,595 | 10,673 |
| Medical welfare and other services | 医療・福祉等サービス業 | 14,823 | (531) | (358) | 15,355 | 15,181 |
| Government / Local government | 国・地方公共団体 | — | — | — | — | — |
| Others | その他 | 8,204 | (472) | (1,214) | 8,677 | 9,419 |

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

(Millions of yen)

| | (Japanese) | As of Mar. 31, 2020 | | | As of Sep.30, | As of Mar. 31, |
|--|---------------|---------------------|---------|---------|---------------|----------------|
| | | (A) | (A)-(B) | (A)-(C) | 2019 | 2019 |
| | | | | | (B) | (C) |
| Total | 合計 | 79,623 | (3,945) | (1,810) | 83,568 | 81,433 |
| Manufacturing | 製造業 | 17,771 | (3,401) | (2,883) | 21,173 | 20,655 |
| Agriculture / Forestry | 農業、林業 | 514 | (57) | (8) | 572 | 522 |
| Fishery | 漁業 | 27 | — | 27 | 27 | — |
| Mining / Quarrying of stone / Gravel | 鉱業、採石業、砂利採取業 | — | — | — | — | — |
| Construction | 建設業 | 6,285 | 313 | 214 | 5,971 | 6,070 |
| Electricity, gas and water | 電気・ガス・熱供給・水道業 | 2 | (0) | (5) | 3 | 8 |
| Telecommunication | 情報通信業 | 286 | (5) | (27) | 292 | 314 |
| Transportation / Postal activities | 運輸業、郵便業 | 2,766 | 191 | 409 | 2,574 | 2,356 |
| Wholesale / Retail services | 卸売業、小売業 | 18,274 | (1,409) | 36 | 19,684 | 18,237 |
| Financial and insurance services | 金融業、保険業 | 89 | (1) | (3) | 91 | 92 |
| Real estate / Goods rental and leasing | 不動産業、物品賃貸業 | 7,321 | 37 | 305 | 7,283 | 7,015 |
| Medical welfare and other services | 医療・福祉等サービス業 | 13,944 | 773 | 425 | 13,171 | 13,519 |
| Government / Local government | 国・地方公共団体 | — | — | — | — | — |
| Others | その他 | 12,339 | (383) | (300) | 12,722 | 12,640 |

(3) Consumer loans / Loans to SMEs

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

(Millions of yen)

| | (Japanese) | As of Mar. 31, 2020 | | | As of Sep.30, 2019 | As of Mar. 31, 2019 |
|--|------------|---------------------|----------|----------|-----------------------|------------------------|
| | | (A) | (A)-(B) | (A)-(C) | (B) | (C) |
| Consumer loans | 消費者ローン残高 | 4,658,040 | 58,486 | 134,223 | 4,599,554 | 4,523,816 |
| Housing-related loans | 住宅関連ローン残高 | 4,483,080 | 55,218 | 125,146 | 4,427,862 | 4,357,934 |
| Housing loans | 住宅ローン残高 | 3,546,553 | 66,885 | 150,159 | 3,479,667 | 3,396,394 |
| Apartment loans | アパートローン残高 | 933,696 | (11,590) | (24,862) | 945,286 | 958,558 |
| Asset building loans | 資産形成ローン残高 | 2,831 | (77) | (149) | 2,908 | 2,980 |
| Loans to SME and Individual customers (SMEs) | 中小企業等貸出金残高 | 8,142,447 | 111,810 | 181,646 | 8,030,636 | 7,960,800 |
| Ratio of loans to SMEs | 中小企業等貸出比率 | 70.94% | (0.69%) | 0.19% | 71.63% | 70.75% |

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

(Millions of yen)

| | (Japanese) | As of Mar. 31, 2020 | | | As of Sep.30, 2019 | As of Mar. 31, 2019 |
|--|------------|---------------------|---------|----------|-----------------------|------------------------|
| | | (A) | (A)-(B) | (A)-(C) | (B) | (C) |
| Consumer loans | 消費者ローン残高 | 2,574,572 | 30,543 | 63,600 | 2,544,028 | 2,510,971 |
| Housing-related loans | 住宅関連ローン残高 | 2,471,116 | 28,521 | 58,322 | 2,442,594 | 2,412,793 |
| Housing loans | 住宅ローン残高 | 1,719,594 | 38,271 | 78,973 | 1,681,322 | 1,640,620 |
| Apartment loans | アパートローン残高 | 748,690 | (9,672) | (20,501) | 758,363 | 769,192 |
| Asset building loans | 資産形成ローン残高 | 2,831 | (77) | (149) | 2,908 | 2,980 |
| Loans to SME and Individual customers (SMEs) | 中小企業等貸出金残高 | 4,370,241 | 62,512 | 85,803 | 4,307,729 | 4,284,437 |
| Ratio of loans to SMEs | 中小企業等貸出比率 | 64.64% | (0.69%) | (0.32%) | 65.33% | 64.96% |

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

(Millions of yen)

| | (Japanese) | As of Mar. 31, 2020 | | | As of Sep.30, 2019 | As of Mar. 31, 2019 |
|--|------------|---------------------|---------|---------|-----------------------|------------------------|
| | | (A) | (A)-(B) | (A)-(C) | (B) | (C) |
| Consumer loans | 消費者ローン残高 | 2,083,467 | 27,942 | 70,622 | 2,055,525 | 2,012,845 |
| Housing-related loans | 住宅関連ローン残高 | 2,011,964 | 26,696 | 66,824 | 1,985,268 | 1,945,140 |
| Housing loans | 住宅ローン残高 | 1,826,959 | 28,614 | 71,185 | 1,798,345 | 1,755,773 |
| Apartment loans | アパートローン残高 | 185,005 | (1,917) | (4,361) | 186,923 | 189,366 |
| Loans to SME and Individual customers (SMEs) | 中小企業等貸出金残高 | 3,772,205 | 49,298 | 95,842 | 3,722,907 | 3,676,363 |
| Ratio of loans to SMEs | 中小企業等貸出比率 | 79.96% | (0.67%) | 1.02% | 80.63% | 78.94% |

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, 2020 | | | As of Sep.30, 2019 | As of Mar. 31, 2019 |
|------------------------------|---------------|---------------------|---------|---------|-----------------------|------------------------|
| | | (A) | (A)-(B) | (A)-(C) | | |
| | | (B) | (C) | | | |
| Deposits (Terms-end balance) | 預 金 (末 残) | 14,786,570 | 428,613 | 348,178 | 14,357,957 | 14,438,392 |
| Deposits (Average balance) | 預 金 (平 残) | 14,408,810 | 41,706 | 326,352 | 14,367,104 | 14,082,458 |
| Loans (Terms-end balance) | 貸 出 金 (末 残) | 11,477,376 | 267,272 | 225,619 | 11,210,103 | 11,251,757 |
| Loans (Average balance) | 貸 出 金 (平 残) | 11,339,813 | 38,457 | 641,299 | 11,301,356 | 10,698,514 |

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

(Millions of yen)

| | (Japanese) | As of Mar. 31, 2020 | | | As of Sep.30, 2019 | As of Mar. 31, 2019 |
|------------------------------|---------------|---------------------|---------|---------|-----------------------|------------------------|
| | | (A) | (A)-(B) | (A)-(C) | | |
| | | (B) | (C) | | | |
| Deposits (Terms-end balance) | 預 金 (末 残) | 8,973,110 | 283,572 | 243,922 | 8,689,537 | 8,729,187 |
| Deposits (Average balance) | 預 金 (平 残) | 8,743,420 | 25,800 | 205,580 | 8,717,620 | 8,537,839 |
| Loans (Terms-end balance) | 貸 出 金 (末 残) | 6,759,983 | 166,963 | 165,251 | 6,593,020 | 6,594,731 |
| Loans (Average balance) | 貸 出 金 (平 残) | 6,712,084 | 18,558 | 527,144 | 6,693,525 | 6,184,940 |

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

(Millions of yen)

| | (Japanese) | As of Mar. 31, 2020 | | | As of Sep.30, 2019 | As of Mar. 31, 2019 |
|------------------------------|---------------|---------------------|---------|---------|-----------------------|------------------------|
| | | (A) | (A)-(B) | (A)-(C) | | |
| | | (B) | (C) | | | |
| Deposits (Terms-end balance) | 預 金 (末 残) | 5,813,460 | 145,041 | 104,256 | 5,668,419 | 5,709,204 |
| Deposits (Average balance) | 預 金 (平 残) | 5,665,390 | 15,905 | 120,771 | 5,649,484 | 5,544,618 |
| Loans (Terms-end balance) | 貸 出 金 (末 残) | 4,717,392 | 100,308 | 60,367 | 4,617,083 | 4,657,025 |
| Loans (Average balance) | 貸 出 金 (平 残) | 4,627,729 | 19,898 | 114,154 | 4,607,830 | 4,513,574 |

Financial Results for FY2019

May 13, 2020

1. Financial Results for FY19

| | |
|--|-------|
| Highlights | 3 |
| Main Points of FY19 Financial Results | 4 |
| Change of Ordinary profit (Bank total) | 5 |
| Average Yield of Loans / Net Interest Income | 6 |
| <hr/> | |
| Loans / Deposits / Individual and Corporate Loans | 7-8 |
| Customer Assets under Custody / Fees from Corporate Customers | 9-10 |
| Securities / Strategic Shareholdings | 11 |
| Expenses / OHR | 12 |
| <hr/> | |
| Credit Related Costs / Status of Non-performing Loans and Delinquent Loans | 13-14 |
| Forecast for FY2020 | 15 |
| Dividends, Shareholder Returns, Capital Adequacy Ratio | 16 |

【Reference】

- Progress of the Second Medium-Term Business Plan
 - Measures regarding the spread of COVID-19
-

| | |
|--|-------|
| Create Growth Business Models with Local Regions | 18-19 |
| Structural Reform for Enhanced Productivity | 20-22 |
| Measures regarding the spread of COVID-19 | 23 |

【Financial Data for FY2019】

25-30

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

1. Financial Results for FY19

Highlights

Results for FY19

- Consolidated net income steadily progressed toward forecast until 3Q19 due to securities' income and cost reduction exceeding plans. However, consolidated net income fell short of forecast for FY19 and results of FY18 because of loss on securities^(*1) of ¥7.8bn and credit related costs of ¥6.8 bn due to impact of COVID-19 in 4Q19.

➤ Core net business income ^(*3) : ¥66.0bn(-¥4.5bn YoY +¥8.9bn toward forecast)

➤ Consolidated Income^(*2) : ¥36.3bn(-¥9.9bn YoY -¥3.6bn toward forecast)

(*1) gains/losses on stocks + bond transactions +cancellation of private offering investment trusts

(*2) Attributable to owners of the parent

(*3) Bank total excluding cancellation of private offering investment trusts

Forecast for FY20

- Taking into account present business environment and market conditions, we expect forecast of FY20 based on predictable assumptions
Reference P15 for detailed information
- We will immediately announce forecast revisions if COVID-19 situation changes.

➤ Forecast for FY20 : Consolidated Income^(*2) ¥33.0bn (-¥3.3bn YoY)

Shareholder Returns (FY19 results and FY20 forecast)

- FY19 Results Annual Dividends: ¥11.0 per share (Interim ¥5.5, Year-end ¥5.5)
Acquisition of own shares 13.9 mil / ¥3.9bn (in Nov. 2019)
- FY20 Forecast Annual Dividends: ¥11.0 per share (Interim ¥5.5, Year-end ¥5.5)

Main Points of FY19 Financial Results

Mebuki FG (Consolidated)

| | FY19 | YoY Chg | Progress |
|--------------------------------|-------------|--------------|--------------|
| Gross business profit | 192.5 | +2.9 | - |
| Net interest income | 149.9 | -6.3 | - |
| Net fees and commissions | 38.5 | -0.2 | - |
| Net trading income | 3.8 | +1.4 | - |
| Net other business income | 0.2 | +8.2 | - |
| Expenses | 119.6 | -0.0 | - |
| Credit related cost | 20.7 | +8.8 | - |
| Gains/losses related to stocks | △0.7 | -9.9 | - |
| Ordinary profit | 53.1 | -16.3 | 91.6% |
| Extraordinary income/losses | -1.6 | +1.5 | - |
| Net income (1) | 36.3 | -9.9 | 90.9% |

【 Consolidation adjustment 】 (2)-(1) -5.1bn
 Adjustments related to securities (-4.2bn)
 Interest expenses of subordinated loans, expenses, etc.

<Mebuki FG (Consolidated)>

- Gross business profit increased ¥2.9bn due to improvement of net other business income for the lack of losses on foreign bonds in FY18.
- Net income decreased by -¥9.9bn YoY due to increase of credit related costs and losses on securities ^(*) affected by COVID-19

(*) gains/losses on stocks + bond transactions +cancellation of private offering investment trusts

<Joyo and Ashikaga "J +A"(Non-consolidated) >

Net income decreased by -¥24.1bn YoY due to increase of credit related costs and losses on securities ^(*) and the lack of extraordinary income in FY19 (Ashikaga received dividends of ¥12.0bn from affiliated companies in 1Q18). Since this is removed from consolidated FS, there is no effect on the YoY change of net income of FG consolidated.

Two banking subsidiaries and group companies

(¥bn)

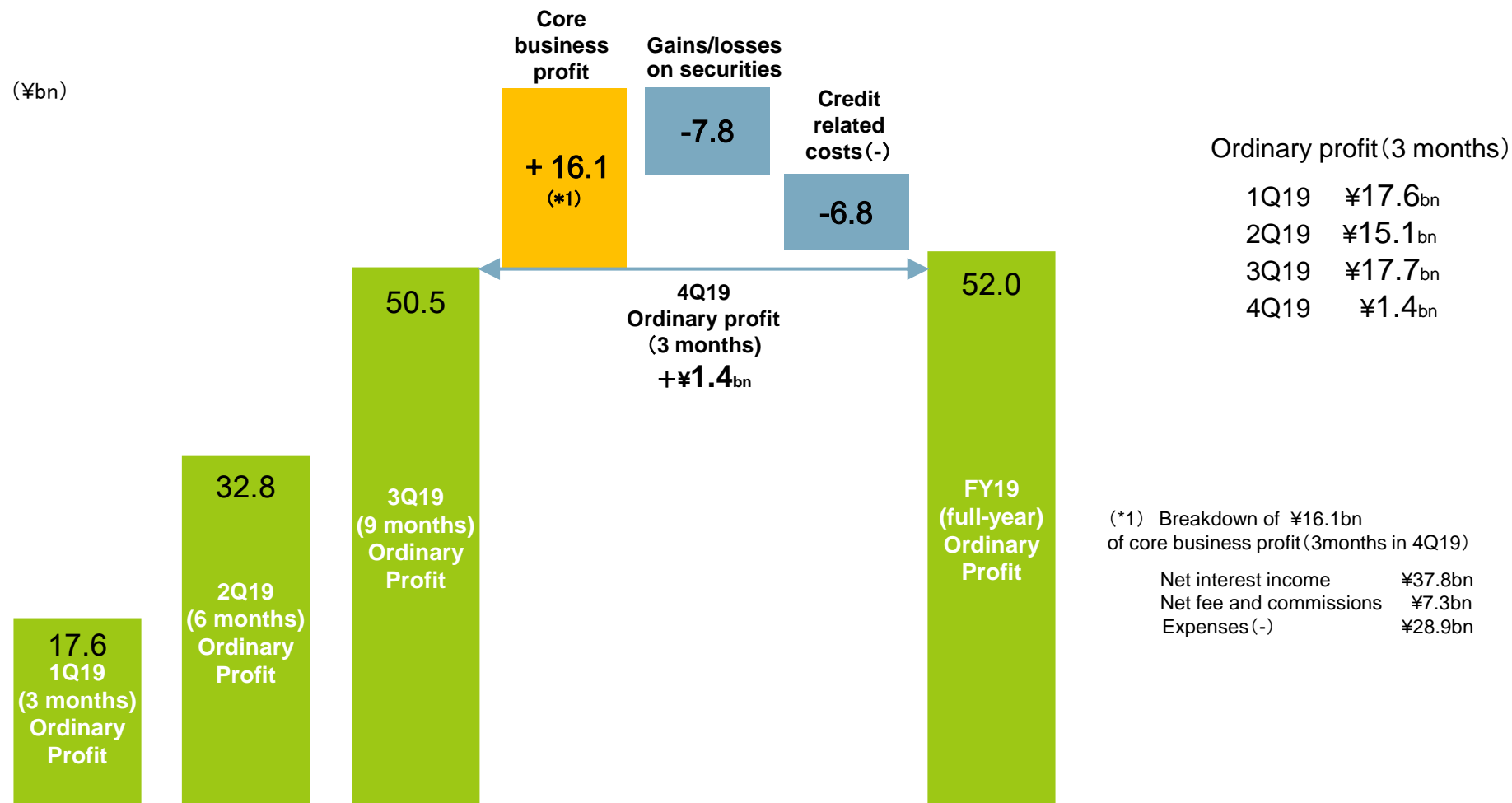
| <Joyo and Ashikaga "J +A"(Non-consolidated) > | FY19 | YoY Chg | Progress |
|--|-------------|--------------|--------------|
| Gross business profit | 186.3 | +0.7 | - |
| (Core gross business profit) | 188.4 | -7.9 | - |
| Net interest income | 154.0 | -6.9 | 107.0% |
| (o/w gains/losses on cancellation of private offering investment trusts) | 7.3 | -4.3 | - |
| Net fees and commissions | 31.3 | -0.7 | - |
| Net other business income | 0.8 | +8.4 | - |
| (o/w gains/losses on bond transactions) | -2.0 | +8.6 | - |
| Expenses | 115.0 | +0.8 | 96.6% |
| Net business income (before general allowance for loan losses) | 71.2 | -0.1 | - |
| Core net business income | 73.3 | -8.8 | - |
| (excl. gains/losses on cancellation of private offering investment trusts) | 66.0 | -4.5 | 115.6% |
| Net transfer to general allowance for loan losses (a) | 1.1 | +6.3 | - |
| Net business income | 70.1 | -6.5 | - |
| Net non-recurrent gains/losses | -18.0 | -13.3 | - |
| o/w Disposal of non-performing loans (b) | 17.9 | +3.3 | - |
| o/w Gains/losses related to stocks, etc. | 0.4 | -10.2 | - |
| Ordinary profit | 52.0 | -19.8 | 88.9% |
| Extraordinary income/losses | -1.5 | -10.2 | - |
| Net income (J + A) | 35.8 | -24.1 | 88.6% |
| Net income (Group total)(2) | 41.5 | -22.3 | - |
| Credit related cost (J + A) | 19.0 | +9.7 | - |

(* 2) The amount of the previous period includes dividends receivable of ¥12.0 bn from affiliated companies. Since this is removed from consolidated FS, there is no effect on net income attributable to owners of the parent of FG.

Change of Ordinary profit (Bank total)

- Ordinary profit steadily progressed toward forecast until 3Q19 since securities' income and cost reduction exceeded plans (Results of 3Q ¥50.5bn, 86.4% progress toward full-year plan of ¥58.5bn).
- However, it fell short of plans for FY19 and results of FY18 because of loss on securities^(*) of -¥7.8bn and credit related costs of ¥6.8bn due to impact of COVID-19 in 4Q19.

(*) gains/losses on stocks + bond transactions + cancellation of private offering investment trusts



Average Yield of Loans / Net Interest Income

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

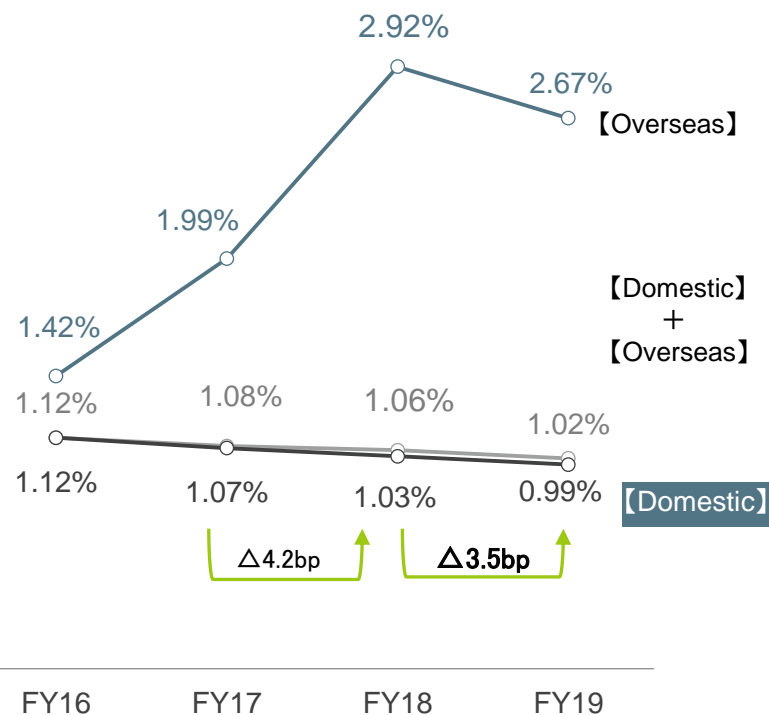
While the average yield remains in a decreasing trend, the decrease of domestic loans reduced to 3.5bp compared to 4.2bp during the previous period.

Interest and dividends on securities decreased by ¥2.6 bn YoY mainly due to decrease of interest and dividends on securities and increase of market investments and borrowings

Average Yield on Loans(Joyo+Ashikaga) (¥bn)

(Domestic and Overseas)

* Not including borrowing from special account of MoF



Change of Interest Income(Joyo+Ashikaga) (¥ bn)

* Not including borrowing from special account of MoF

| | Factor | Results | YoY Chg | Domestic | | Overseas | |
|---|----------|--------------|-------------|-----------------|-----------------|-------------|-----------|
| | | | | Chg. in Factors | Chg. in Factors | | |
| Interest on loans and bills discounted(*) | Avg | — | +2.5 | +1.8 | (+180.3) | +0.6 | (+24.0) |
| | Yield | — | -4.1 | -3.7 | (-3.5bp) | -0.4 | (-24.7bp) |
| | subtotal | 111.2 | -1.6 | -1.8 | — | +0.2 | — |
| Interest on deposits (-) | | 5.3 | -0.7 | -0.1 | — | -0.6 | — |
| Difference of interests between loans and deposits | | 105.8 | -0.9 | -1.7 | — | +0.8 | — |
| Interest and dividend on securities (including gains on cancellation of Private Offering Investment Trusts) | Avg | — | -1.1 | -2.2 | (-144.4) | +1.1 | (+46.5) |
| | Yield | — | -4.0 | -3.8 | (-13.0bp) | -0.1 | (-1.6bp) |
| | subtotal | 57.3 | -5.1 | -6.1 | — | +0.9 | — |
| (excluding gains on cancellation of Private Offering Investment Trusts) | | 50.0 | -0.8 | -1.8 | — | +0.9 | — |
| Market investments and borrowings (-) | | 9.1 | +0.9 | -0.0 | — | +0.9 | — |
| Total | | 154.0 | -6.9 | -7.8 | — | +0.8 | — |
| (excluding gains on cancellation of Private Offering Investment Trusts) | | 146.7 | -2.6 | -3.5 | — | +0.8 | — |

Loans / Deposits

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

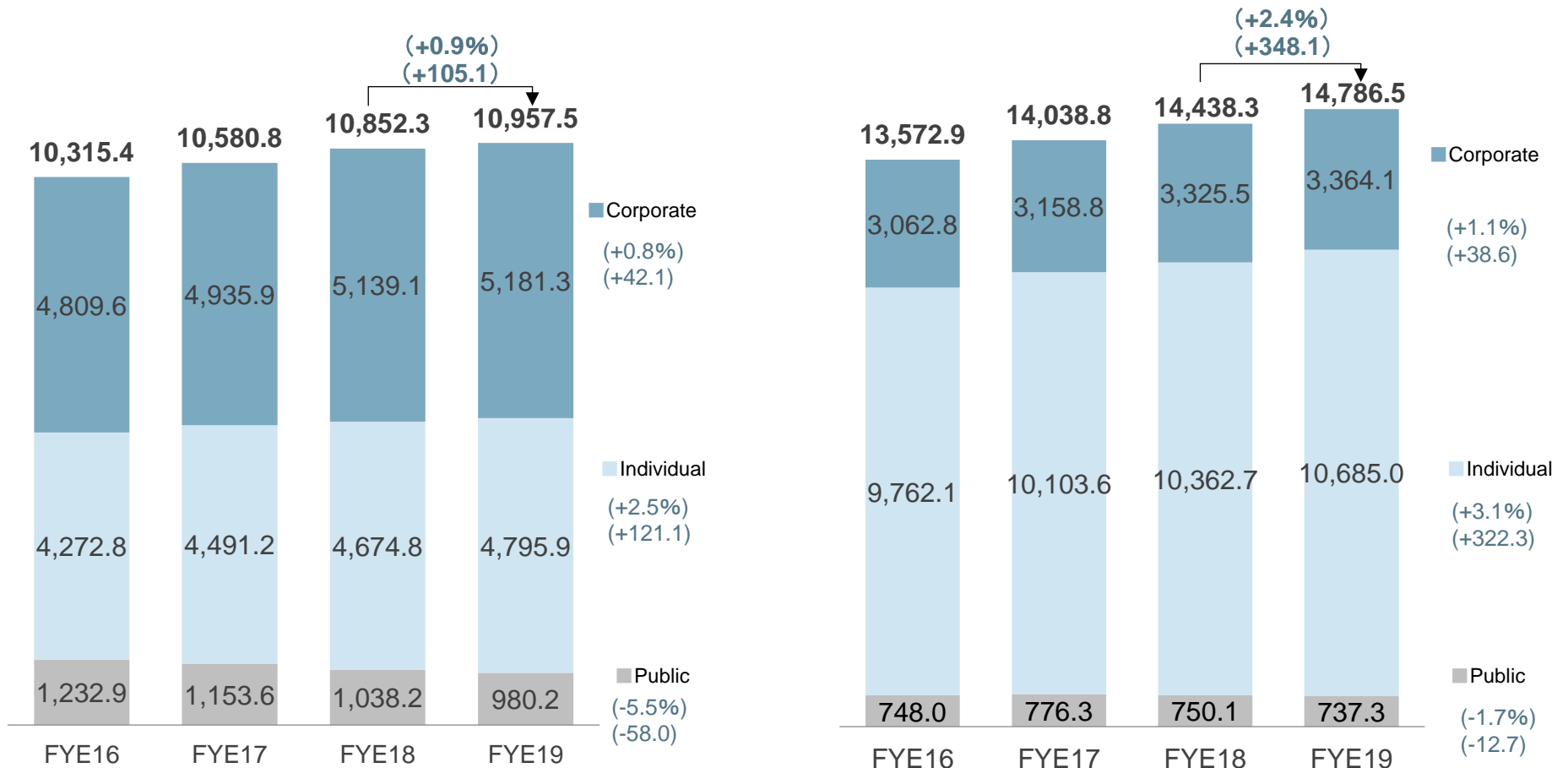
Loans and deposits of individual and corporate customers have been on the increase.
Reference P8,27 for detailed information about loans.

Loans Term-end balance

(*) Not including borrowing from special account of MoF (¥519.8bn, as of Mar. 31, 2020)

Deposits Term-end balance

(¥bn)



Individual and Corporate Loans

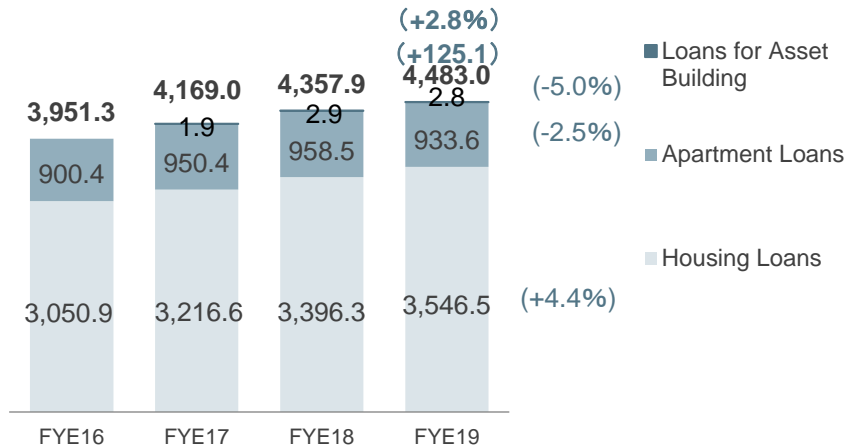
*Figures in parentheses are changes on a year on year basis

Individual (Joyo Bank + Ashikaga Bank)

Housing related loans and unsecured loans increased by 4.4% and 6.1%, respectively.

Housing Related Loans

(¥ bn)

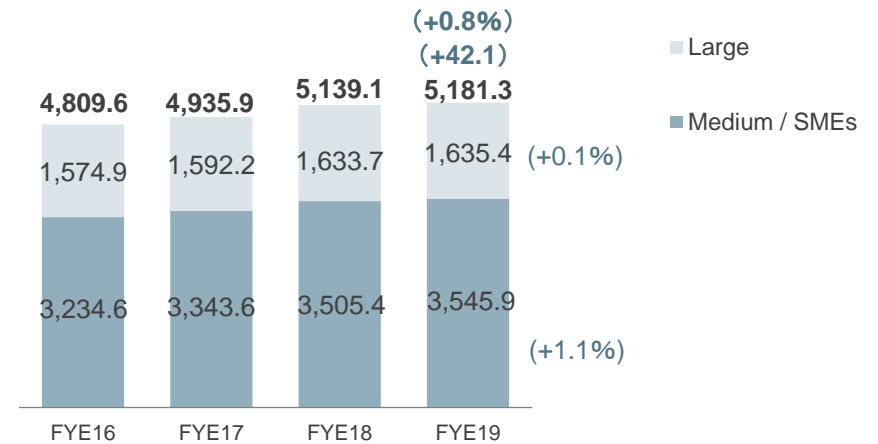


Corporate (Joyo Bank + Ashikaga Bank)

Corporate loans increased by 1.1% particularly in mid-size corporate customers.

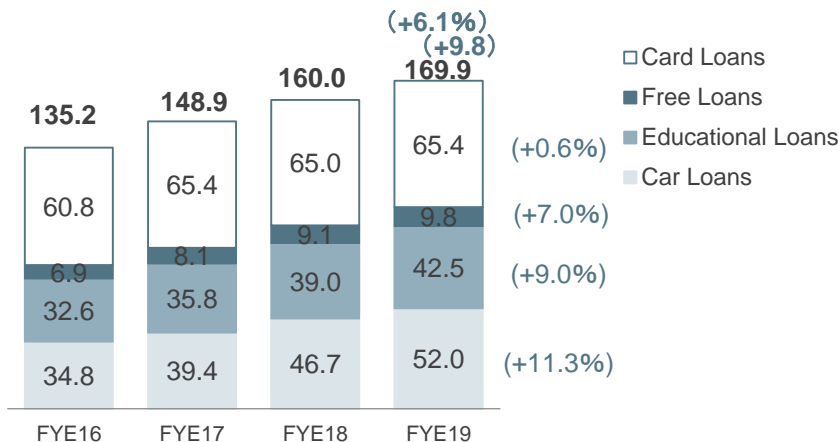
Term-end Balance by Company Size

(¥ bn)



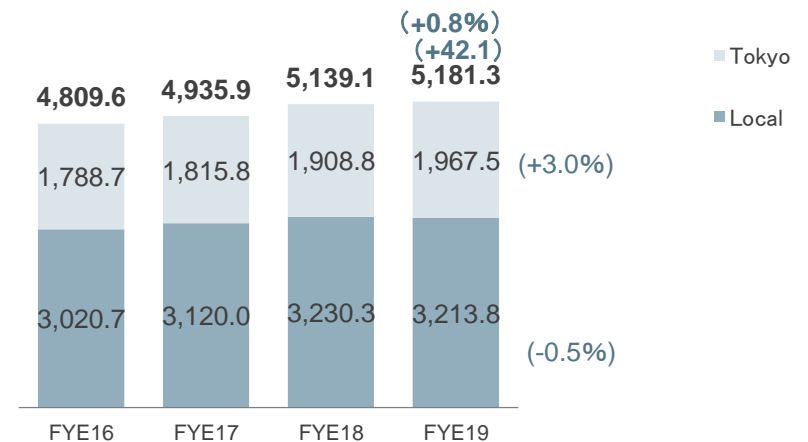
Unsecured Loans

(¥ bn)



Term-end Balance by Area

(¥ bn)



Customer Assets under Custody

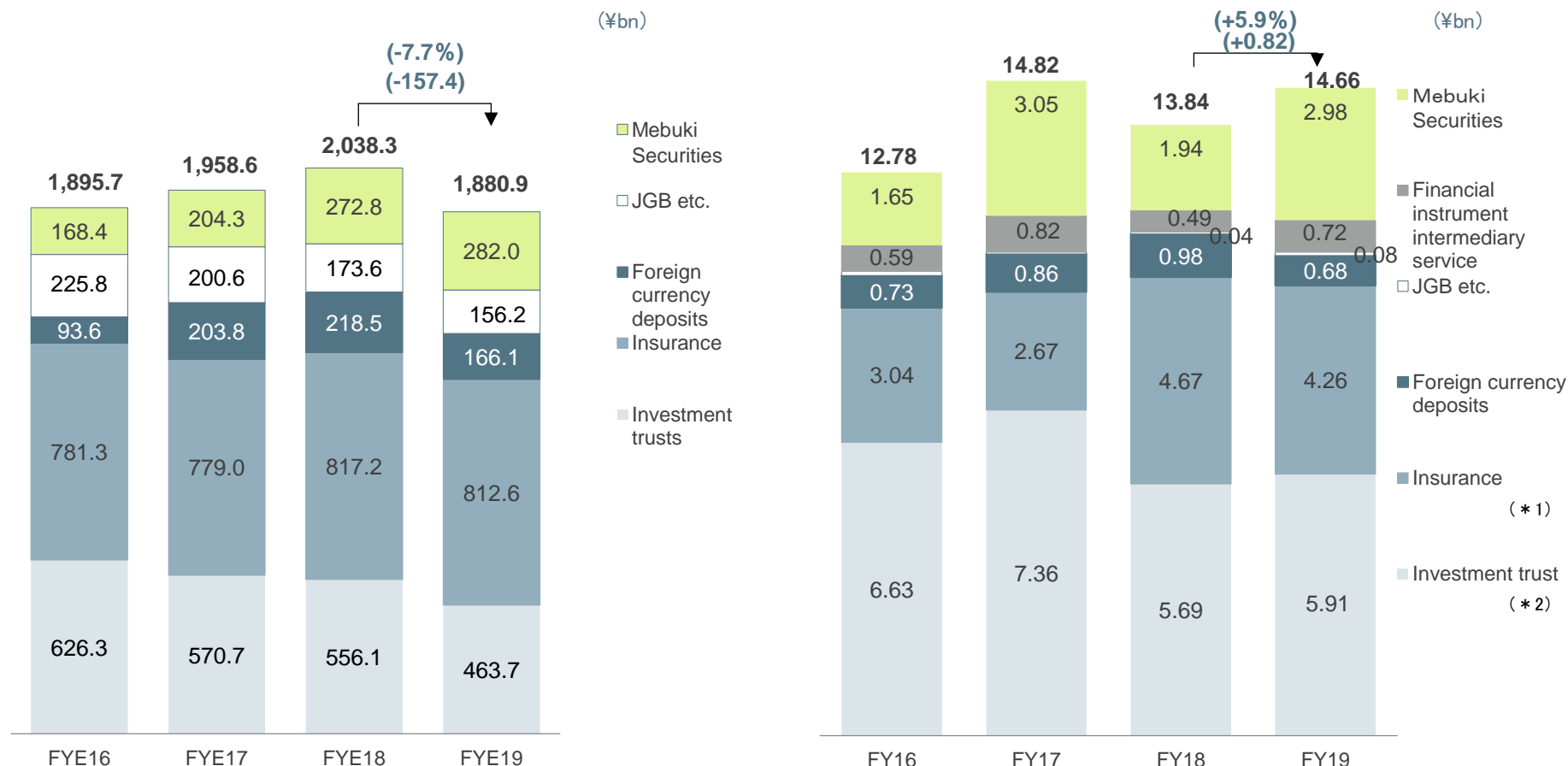
*Figures in parentheses are changes on a year on year basis

Amount of customer assets under custody, especially investment trusts, decreased by ¥157.4bn YoY mainly due to decline in stock market.

Amounts of Mebuki Securities remains on the increase because of collaboration with subsidiary banks. Total commissions increased YoY.

Balance (Bank Total + Mebuki Securities)

Commissions (Bank Total + Mebuki Securities)



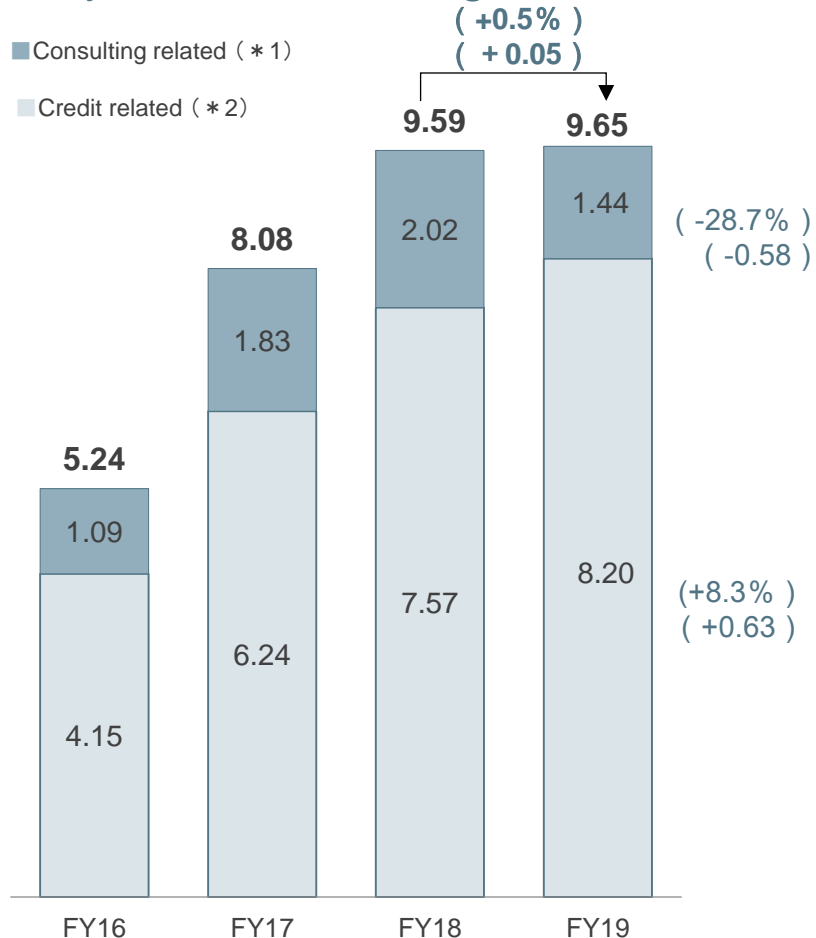
(*1) Excl. executive life insurance (*2) Sales commission+ Trust fee

Fees from Corporate Customers (Consulting related and Credit related)

Fees from corporate customers increased by ¥0.05bn YoY (+0.5%) due to enhancement of consulting services. While consulting related fees decreased -¥0.58 bn YoY mainly due to decrease in executive life insurance (-¥0.65bn YoY), credit related fees increased by ¥0.63bn YoY mainly due to increase of syndicate loans.

Joyo Bank + Ashikaga Bank

(¥bn)



<Breakdown of Fees from Corporate customers>

| | FY19 Results | YoY | Progress |
|-------------------------------|--------------|--------------|---------------|
| Credit related (1) | 8.20 | +0.63 | 117.1% |
| o/w Derivatives | 1.14 | +0.05 | |
| Syndicate loans | 5.70 | +0.74 | - |
| Private placement bonds | 1.35 | -0.16 | |
| Consulting related (2) | 1.44 | -0.58 | 90.0% |
| o/w Business Matching | 0.58 | +0.07 | |
| M&A | 0.43 | -0.02 | |
| Executive Insurance | 0.30 | -0.65 | - |
| Trust • 401K | 0.12 | +0.01 | |
| Total ((1)+(2)) | 9.65 | +0.05 | 112.2% |

- Fees of syndicate loans and commitment line : ¥1.65bn (-¥0.03bn YoY)
- Fees related business loans : ¥4.05bn (+¥0.78bn YoY)
 - o/w Loans with covenants : ¥1.53bn (+¥0.25bn YoY)
 - o/w Lump-sum loans with credit insurance : ¥0.65bn (+¥0.15bn YoY)

(*1) Consulting related fees : Trust • 401K, Executive Insurance, M&A, Business Matching

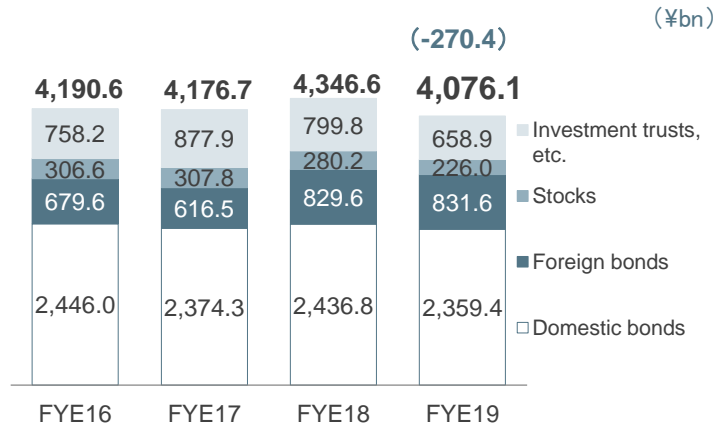
(*2) Credit related fees : syndicate loans, private offering bonds, derivatives

Securities / Strategic Shareholdings

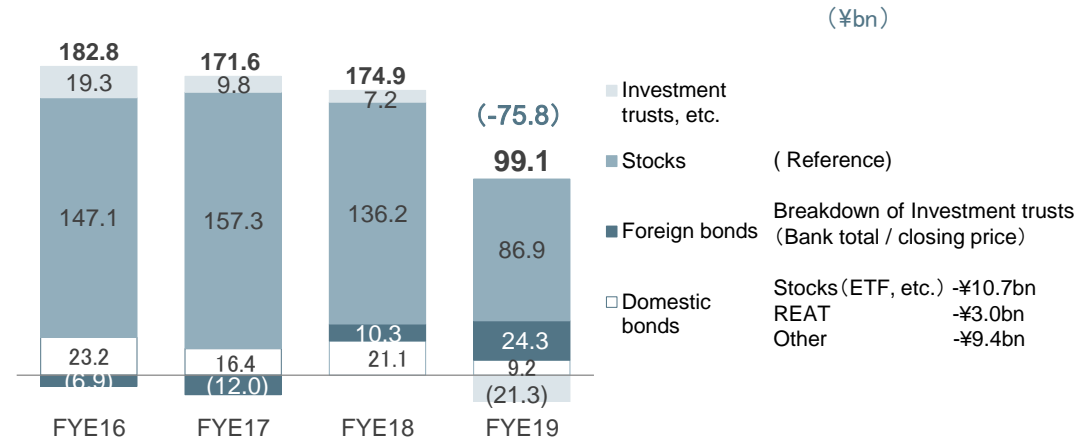
*Figures in parentheses are changes on a year on year basis

During 4Q, we sold poor performance investment trusts (gains/ losses of 4Q: -¥7.8 bn) and changed the portfolio of securities considering deteriorating market affected by COVID-19.

Balance(Carrying amount) (Mebuki FG)

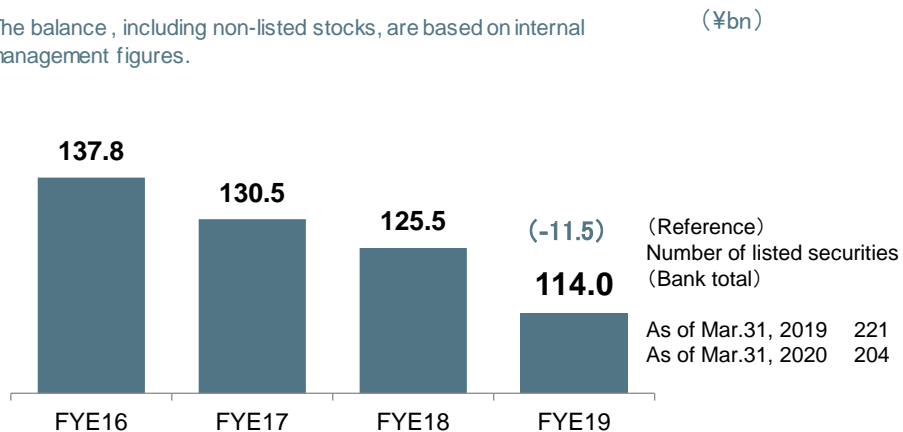


Unrealized valuation gains/losses on available for sales securities (Mebuki FG)



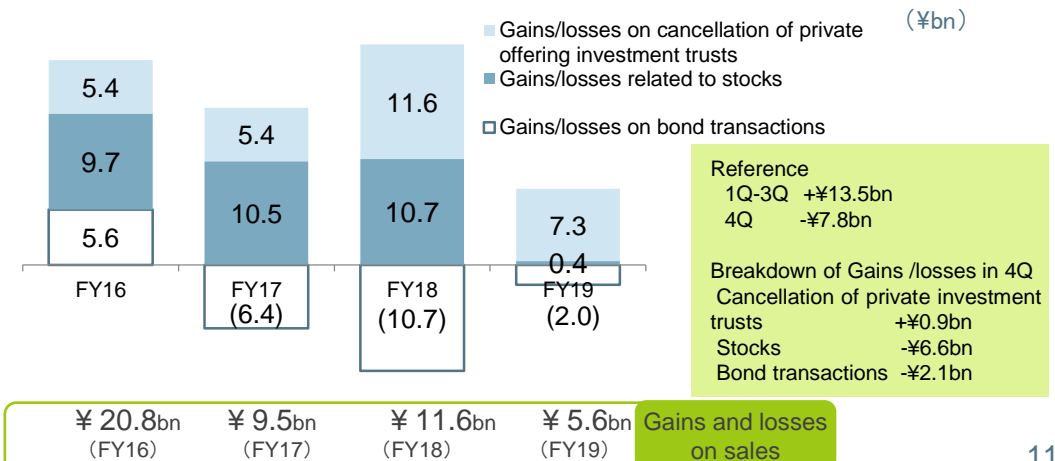
Strategic Shareholdings (Balance/Sales)

* The balance, including non-listed stocks, are based on internal management figures.



Gains and losses on securities

(Including gains/losses on cancellation of private offering investment trusts)



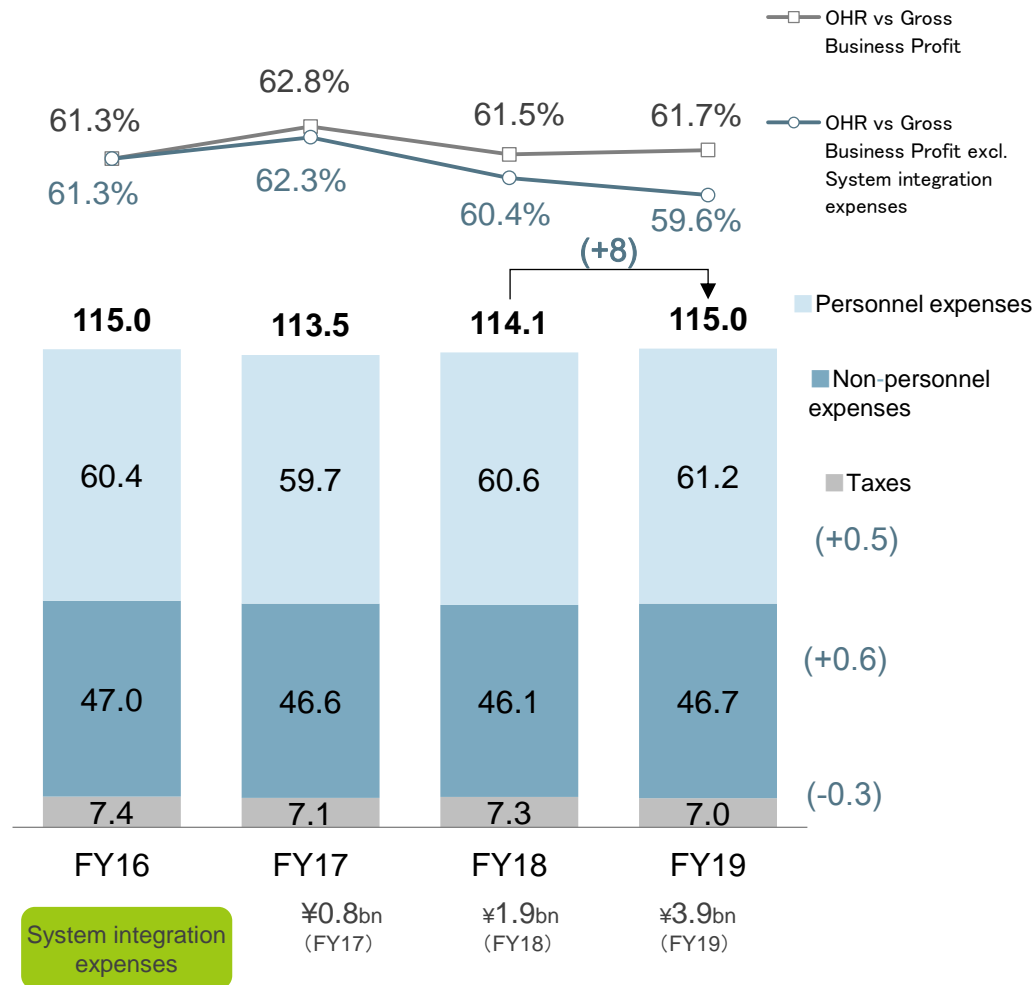
Expenses / OHR

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

Total expenses increased by ¥0.8 bn YoY mainly due to an increase of system integration expenses (+¥1.9bn YoY).

However, expenses excluding system integration expenses decreased by ¥1.1bn YoY through the promotion of structural reform according to the second medium-term plan.

Joyo Bank + Ashikaga Bank



< Changes of FY19 >

(¥ bn)

| | FY19 | YoY | Factors |
|-----------------------------------|--------------|-------------|--|
| Personnel expenses | 61.2 | +0.5 | <ul style="list-style-type: none"> Increase of overtime pay for system integration +0.3 Retirement benefits costs +0.2 |
| Non-personnel expenses | 46.7 | +0.6 | <ul style="list-style-type: none"> Depreciation and migration costs of new system +1.6 Decrease of depreciation of existing systems -1.0 |
| Taxes | 7.0 | -0.3 | <ul style="list-style-type: none"> Business tax -0.1 |
| Total Expenses | 115.0 | +0.8 | |
| Excl. system integration expenses | 111.1 | -1.1 | |

< System Integration >

Completion Date January.6, 2020
 Total investment ¥11.2bn (as initially planned)
 Expected running cost reduction ¥2.1bn
 (After the end of depreciation in FY2025)

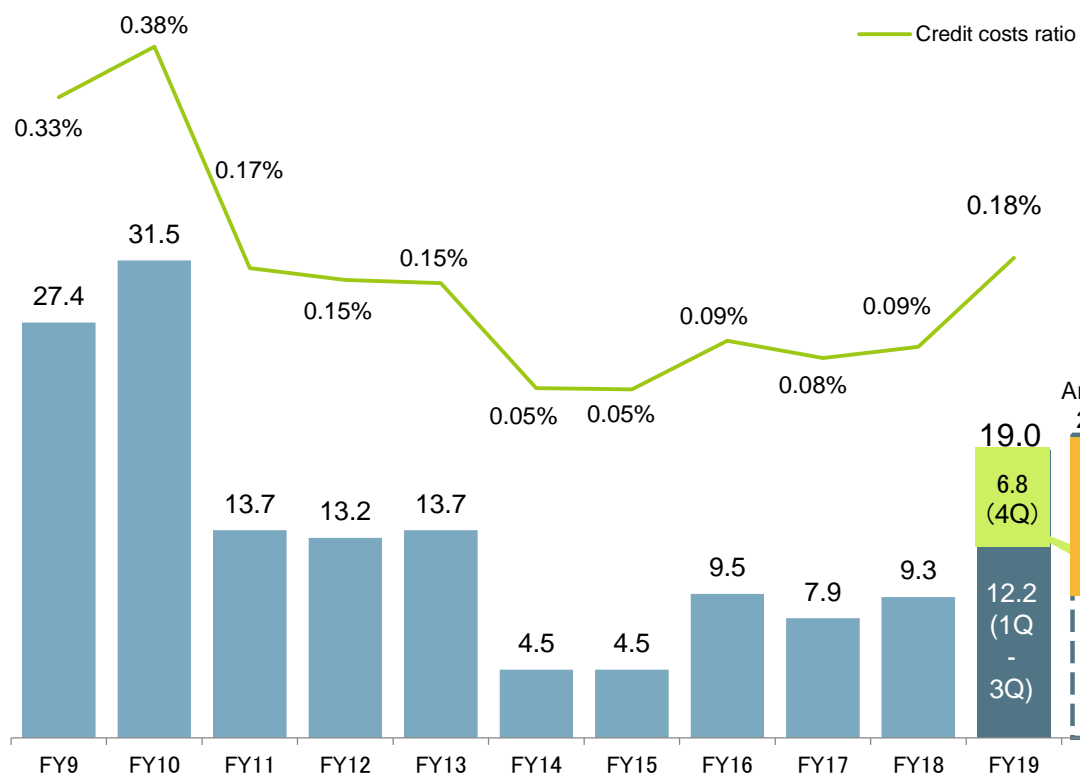
Credit Related Costs

Credit related cost increased by ¥9.7bn YoY to ¥19.0bn due to decrease because of the lack of special factors (such as the reversal of general allowance for loan losses from large borrowers requiring monitoring) and preventive reserves for COVID-19.

Considering impact of COVID-19, we estimate ¥20.0bn in FY20.

Change of Credit Related Costs

(1) Change of Credit Related Costs (J+A) (¥bn)



(2) Breakdown of Credit Related Costs (¥bn)

| | FY18 | FY19 | YoY |
|--|------|------|------|
| Credit related costs | 9.3 | 19.0 | +9.7 |
| Net transfer to general allowance for loan losses | -5.2 | 1.1 | +6.3 |
| Disposal of non-performing loans | 14.5 | 17.9 | +3.3 |
| (o/w) Transfer to specific allowance for loan losses | 6.8 | 8.7 | +1.8 |

Credit related costs in FY20
Impact of COVID-19
¥10.0bn

Credit related costs in 4Q19
¥6.8bn
Taking into account impact of COVID-19, recognize preventive reserves

Status of Non-performing Loans and Delinquent Loans

Amount of non-performing loans based on financial revitalization law decreased and ratio has been on the decrease.

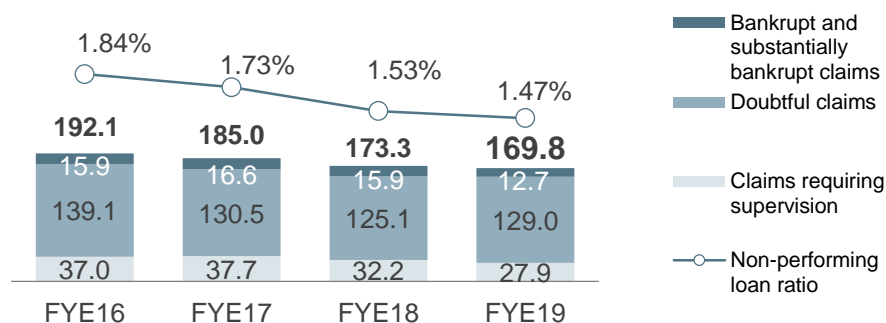
Though number of delinquent loans began to rise in Mar. 2019, they began to decrease again as of Mar. 2020

Impact of COVID-19 needs to be monitored

Non-performing Loans

(¥bn)

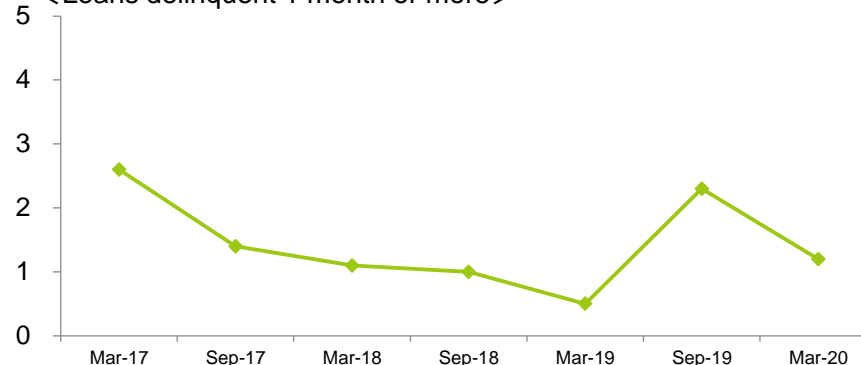
(Financial Revitalization Law)



Status of Delinquent Loans to Businesses

(¥bn)

<Loans delinquent 1 month or more>

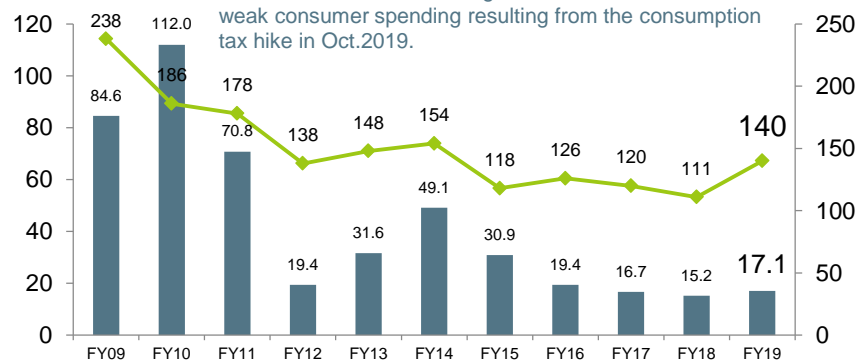


【Reference】Status of Bankruptcy

Number of bankruptcies (Total liabilities amounting to 10 million yen or more) ~by Tokyo Chamber of Commerce

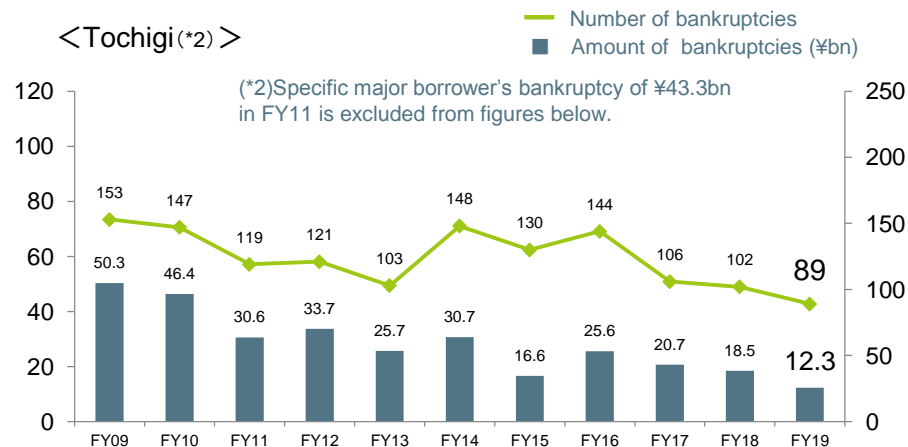
<Ibaraki(*1)>

(*1) Bankruptcy of medium-sized businesses such as accommodation and catering services increased due to weak consumer spending resulting from the consumption tax hike in Oct. 2019.



<Tochigi(*2)>

(*2) Specific major borrower's bankruptcy of ¥43.3bn in FY11 is excluded from figures below.



Forecast for FY2020

- Taking into account present business environment and market conditions, we expect forecast of FY20 based on predictable assumptions
- We would immediately announce forecast revisions if COVID-19 situation changes.

Mebuki FG (consolidated)

| | Results for FY2019 | Forecast for FY2020 | YoY |
|---|--------------------|---------------------|------|
| Ordinary Profit | 53.1 | 48.5 | -4.6 |
| Net Income <small>(Attributable to owners of the parent)</small> | 36.3 | 33.0 | -3.3 |

Total of Two banking subsidiaries

| | Results for FY2019 | Forecast for FY2020 | YoY |
|------------------------|--------------------|---------------------|-------------|
| Ordinary Profit | 52.0 | 47.0 | -5.0 |
| Net Income | 35.8 | 33.5 | -2.3 |
| (Credit Related Costs) | 19.0 | around 20.0 | around +1.0 |

Banking subsidiaries (non consolidated)

| | Results for FY2019 | Forecast for FY2020 | YoY |
|-----------------|--------------------|---------------------|------|
| Ordinary Profit | 35.6 | 30.5 | -5.1 |
| Net Income | 24.6 | 21.0 | -3.6 |

Assumptions of Forecast for FY2020

- We expect COVID-19 to be resolved in 1H20. Economic activity will gradually recover.
- Since effects of lower sales in some industries still remains, we estimate credit related costs of ¥10.0bn due to COVID-19 impact.

Changes of Ordinary profit (Bank total)

- Deferral of interests between loans and deposits around -¥2.0bn
* Interest on foreign currency loans will decrease due to lower market interest rates.
- Net fee and commissions around -¥1.0bn
* We refrain from customer visits corresponding to a declaration of national emergency
- Credit related cost (-) around +¥1.0bn
* ¥20.0bn of FY20 includes increase due to COVID-19 impact.
- Other (Retirement benefits costs, etc.) around -¥1.0bn

Ashikaga

| | Results for FY2019 | Forecast for FY2020 | YoY |
|-----------------|--------------------|---------------------|------|
| Ordinary Profit | 16.3 | 16.5 | +0.1 |
| Net Income | 11.2 | 12.5 | +1.2 |

* Ashikaga is expected to increase profit for improvement of securities' income.

Dividends, Shareholder Returns, Capital Adequacy Ratio

Year-end dividends in FY19 was ¥5.5 per share (annual dividends ¥11.0).

Taking into account shareholder return policy, annual dividends of ¥11.0 per share in FY20 will be continued.

Capital Adequacy ratio of Mebuki FG increased 1.01%p YoY to 10.95% since Ashikaga Bank adopted FIRB

Dividends, Shareholder Returns

Dividends

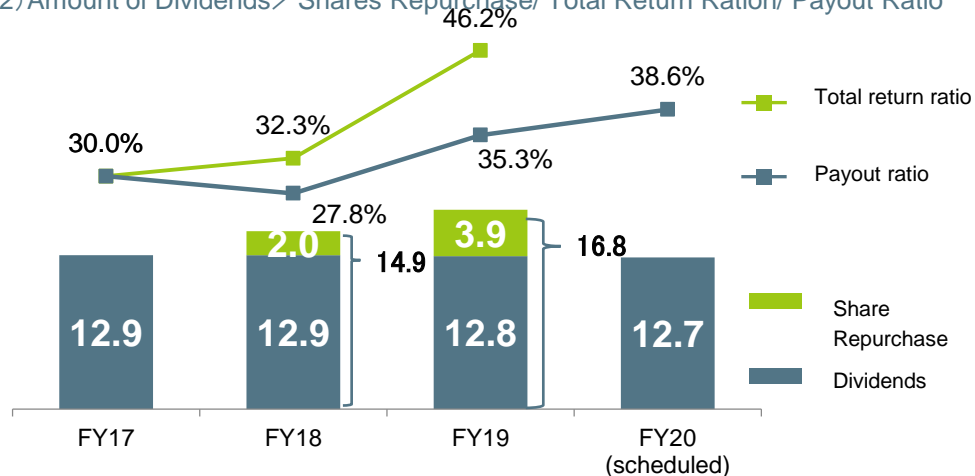
- Annual dividends of FY20 ¥11.0 (scheduled)

(1) Dividends per share

| | Annual Dividends | Interim | year-end |
|------|----------------------|---------------------|---------------------|
| FY19 | ¥11.0 | ¥5.5 | ¥5.5 |
| FY20 | ¥11.0 (scheduled) | ¥5.5 (scheduled) | ¥5.5 (scheduled) |

Results of Returns

(2) Amount of Dividends / Shares Repurchase / Total Return Ratio / Payout Ratio



Shareholder Return Policy

We will target a Total Return Ratio^(*) 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.

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

Capital Adequacy Ratio

- Ashikaga Bank started to calculate each risk-weighted asset according to foundation internal rating-based approach(FIRB^(*)).

(3) Capital adequacy ratio

| | Mebuki FG (Consolidated) | Joyo (Consolidated) | Ashikaga (Consolidated) |
|-------|-----------------------------|------------------------|----------------------------|
| FYE17 | 10.38% | 11.80% | 8.71% |
| FYE18 | 9.94% | 11.91% | 8.55% |
| FYE19 | 10.95% | 12.22% | 9.46% |

(*)FIRB, calculation procedures to measure risk-weighted assets related to capital adequacy ratio, is more advanced approach than Standard Approach using prescribed weight by FSA. Although FIRB can reflect the changes of credit risk more accurately, there is a need to establish rigorous internal control system and to be approved by FSA

【Reference】

- Progress of the Second Medium-Term Business Plan
- Measures regarding the spread of COVID-19

(1) Create Growth Business Models with Local Regions

① Enhancement of consulting services (Business support/Support for asset building)

Organization for consulting services to corporate customers

- Doubled the number of specialists staffed in branches. Strengthened consulting services with branch staff.

**60 specialists staffed in branches
(increased 30 people in FY19)**

Enhancement of proposal for business consulting contributes to increase in fees for corporate customers

※Plan to shift 100 people (total) over three years to consulting business for individual and corporate customers

Organization for consulting services to individual customers

For customers who are building assets

- Strengthening contact with customers through seminars in workplace (proposals of long-term and diversified investment, savings products)

For wealthy customers

- Improving quality of proposals by utilizing external skills (collaboration with staff on loan to securities firms or insurance companies)

Cooperation with Mebuki Securities

- Restructuring proposal structure in cooperation between banking and securities (strengthening of sales in intermediary products such as structured bonds and foreign bonds)

Contributed to increase of insurance balance, assets under custody, and commissions of Mebuki Securities

Enhancement of inheritance business / business succession

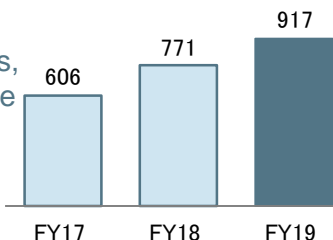
Entering into trust business by banks

- Banks started trust business, such as money/testamentary trust and inheriting service, as their own business in July 2019

Business succession・M&A

<number of M&A consultations>

- In cooperation with head offices and branches of two banks and external expert organizations, we provide various solution services to promote smooth business/asset succession for our customers.

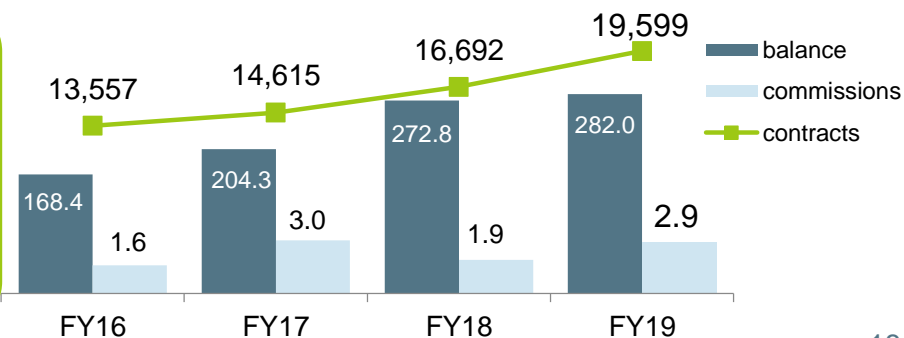


- In Sept. 2019, M&A was established between the customers of Joyo Bank and Ashikaga Bank.

Strengthening of Cooperation Between Banking and Securities Businesses

Contracts and Balance of customer assets under custody of Mebuki Securities

(Number/¥bn)



(1) Create Growth Business Models with Local Regions

② IT services / Data utilization (enhanced productivity in the group / customer's convenience)

- We will work to enhance IT services / Data utilization within the group and improve customer's convenience and services, using external knowledge.

Utilization of specialists in IT business management

Collaboration with IT Coordination Association

- In February 2020, we signed comprehensive collaboration agreement with IT Coordination Association, a non-profit organization.
- For many SME's, IT utilization is essential requirement for improving productivity and strengthening competitiveness. In this environment, we will strengthen support from digital strategic advice and suggestion until system introduction, collaborating with IT coordinator(*1) having knowledge in management and IT field, under this agreement.

(*1) Qualification of professional, promoted by Ministry of Economy, Trade and Industry, who has knowledge and experience in corporate management and IT field, and can advise and support IT utilization as corporate strategy taking the business manager's point of view

Joint research with Resona Holdings, Inc.

Introduction of joint research in digital field

- In February 2020, we started joint research in digital field with Resona Holdings, Inc..

Banking Application

・Sharing management know-how about “Resona Group Application” and standardizing platforms

Self-terminals (tablets) at the counter

・Change of business processes for placing importance on dialog with customers
・Improving productivity of procedures at the counter

Digital field

・Upgrading functionality of digital marketing and data utilization

IT services / Data utilization within the group

Utilization of business use smartphone applications (enhancement of efficiency and functionality)

- In November 2019, we introduced application (digital receipts/company cars) for management of sales staffs visits to customers.
- Utilized for issuing digital receipts for keeping customers' bankbooks or cash and for management of company cars utilizing GPS function.
- In April 2020, obtained a patent for the delivery management function with “the application for digital receipts”.



(Image of business use smartphone application)

Utilization for Customer's Convenience

Utilization of robot advisor for investment trusts

- Customers can utilize a robot advisor for consultation about investment trusts on smartphones and other devices, without visiting the bank branch.



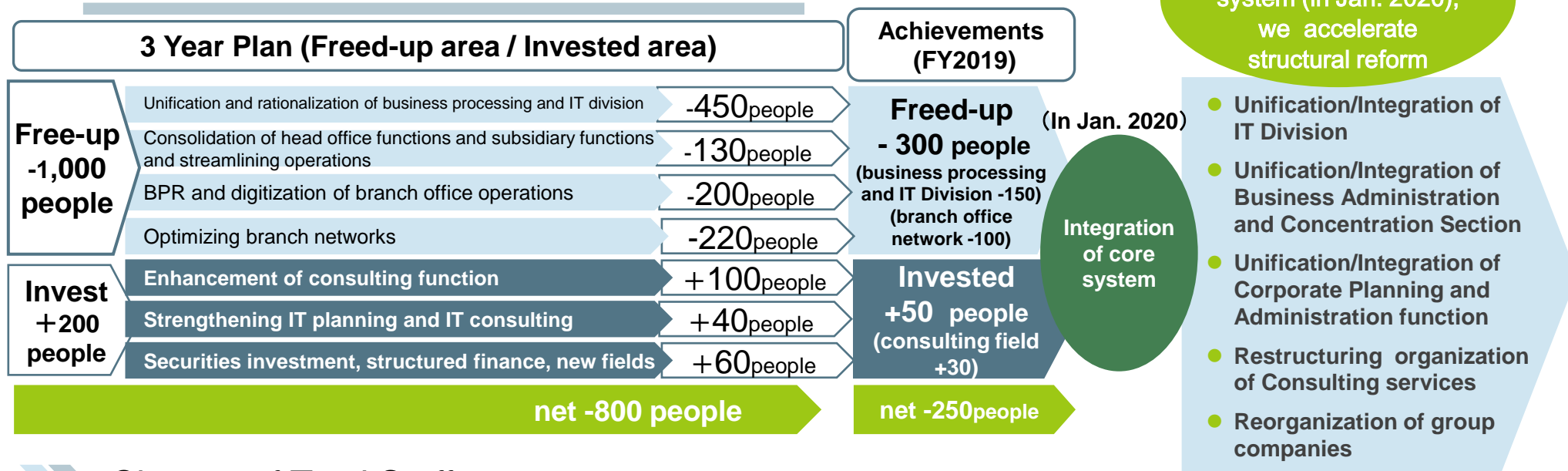
(Home page of robot advisor)

(2) Structural Reform for Enhanced Productivity

① Control of Total Staff

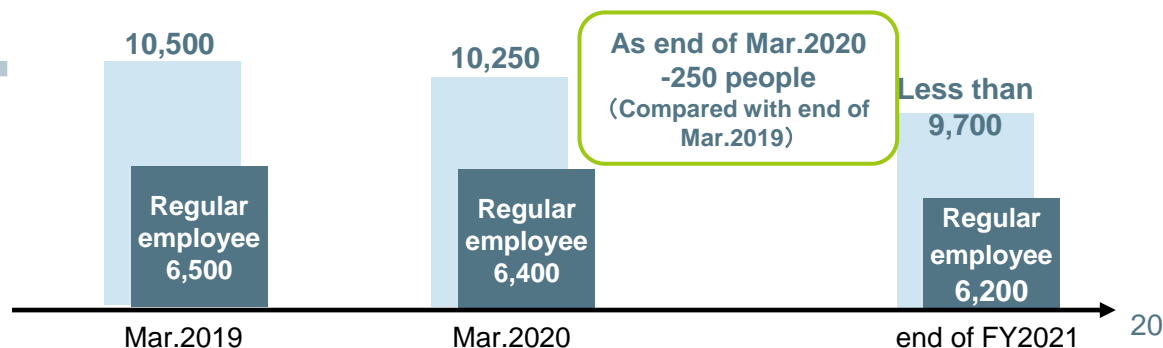
- We are planning personnel reduction of 800 people in 3 year medium-term plan.
- In FY2019, we realized human resources “Freed-up” of -300 people, by unification of business process and IT division and optimizing branch networks. On the other hand, we invested 50 people in consulting field, controlling net-based 250 people.

Progress of Measures for Control of Staff



Change of Total Staff

- By the end of Mar.2020, the number of personnel decreased by 250 people compared with end of Mar.2019. By taking above-mentioned measures, we displaced and controlled total staff.



(2) Structural Reform for Enhanced Productivity

② Optimization of Branch Network

- We will optimize branch network by enhancing efficiency about 20% of current branches ^(*1) within 3 years.
- We will promote efficiency of branch network by 83 locations (including consolidation of 48 locations) in FY2019 and FY2020, expanding size of freed-up staff and cost reduction by additional or accelerated implementation .

(* 1) 337 domestic branches
(two banks' total, as of end of FY2018)

Branch Network Optimization

| 3 Year Plan | | FY2019 | FY2020 | 3 Year Plan (forecast) | | |
|--|---------------------------------|----------------------|--------------|------------------------|--|-----------------------------|
| Enhance efficiency about 20% of current branches ^(*1) | Consolidation | 16 locations | 32 locations | 48 locations | 83 locations (24% or more of domestic business locations) | |
| | Function review ^(*2) | 19 locations | 16 locations | 35 locations | | |
| Expected effects | Staff freed-up | -220 people | | | | Staff freed-up - 300 people |
| | Cost reduction | ¥1bn ^(*3) | | | | Cost reduction ¥1.2bn |

(*2) Reviewing branch style of small number of people and others (*3) Annual cost in FY2021, compared with FY2018

In FY2020 (by second year of mid-term plan), we will achieve the initial plan's target and accelerate staff control and cost reduction. Further more, by reviewing branch network, we increase effects of structural reform.

Number of Branch Offices

| | Result in FY2018 | Forecast In FY2020 | change |
|----------------------------|------------------|--------------------|--------|
| Domestic Branch Network | 337 | 330 | -7 |
| Real branch offices | 313 | 272 | -41 |
| In-store branches (* 4) | 24 | 58 | +34 |

(*4) Including virtual offices such as specialized money transfer branch, etc.)

Improvement of Digital Channel

Expansion of loan products that can be completed online (WEB)

- My Car (Automobile) Loan
- Educational Loan
- Card Loan
- Free Loan (small, unsecured, etc.)

Banking Application (Expansion of function provided)

- Balance inquiries
- Transfer details
- Opening account
- Collaboration with Internet Banking

(2) Structural Reform for Enhanced Productivity

③ Cost Control

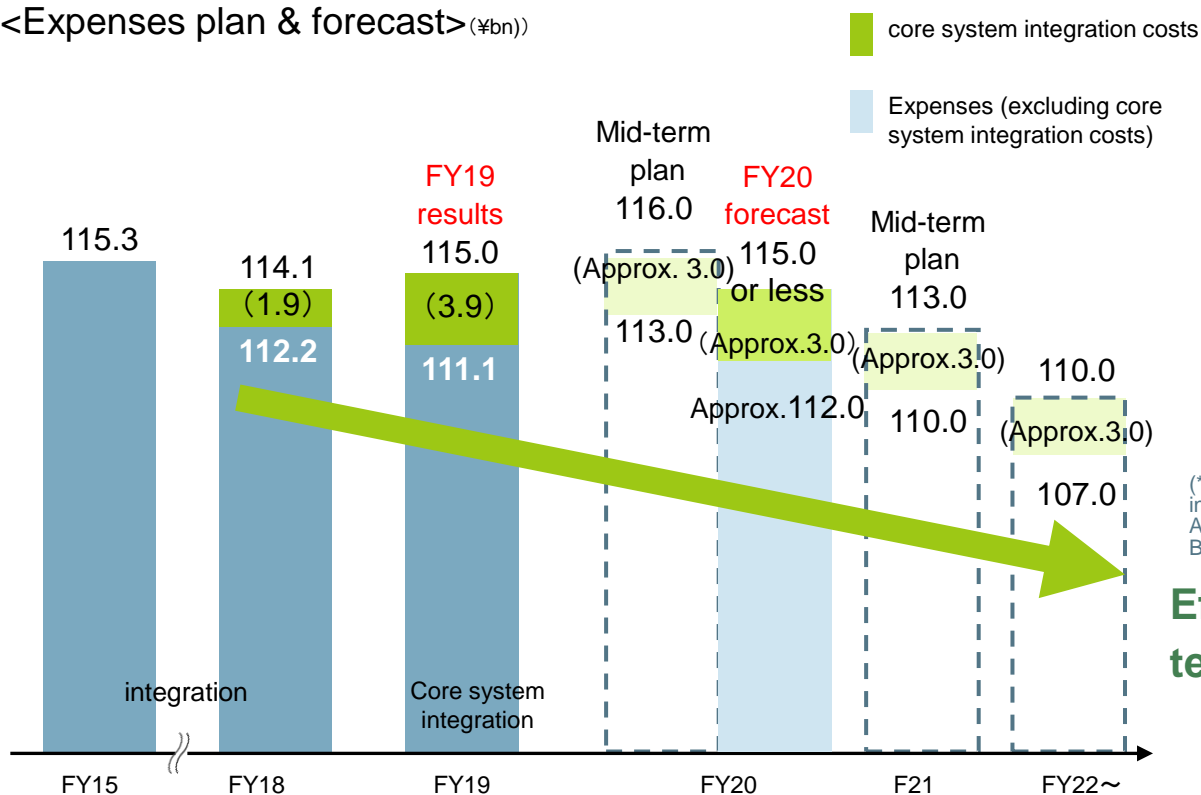
- Cost reduction of ¥5.0bn (*1) per year expected by streamlining and reviewing branch network in 2nd medium-term plan.
- In FY2019, we achieved the decrease of ¥4.0bn in total expenses compared to the initial plan, by early achievement of structural reform

(*1) Expenses after FY2022 – FY2018 (excluding system integration costs)

Expenses (Results and Forecast/two banks' total)

Progress of Structural Reform

<Expenses plan & forecast> (¥bn)



Core system integration

In Jan.2020, Ashikaga Bank completed system transition to Regional Banks' Partnership System "Chance"(*2).
【Two banks' core system integration realized】

Integration of Business Concentration Department

In Aug.2019, Joyo Bank consolidated 4 business concentration sections.
【120 staff freed-up】

Optimization of branch network

From FY2019, we promote efficiency of branch network by accelerated implementation.
【80 staff freed-up, additional cost reduction -¥0.2bn】

(*3) The System, developed based on banking core system with accounting, information and others of MUFG Bank, Ltd., that by 8 regional banks (Joyo Bank, Ashikaga Bank, Hyakujushi Bank, Juroku Bank, Nanto Bank, Yamaguchi Bank, Momiji Bank, Kitakyushu Bank)

Effects of Structural Reform in 2nd mid-term plan Cost reduction over -¥5.0 (*1)

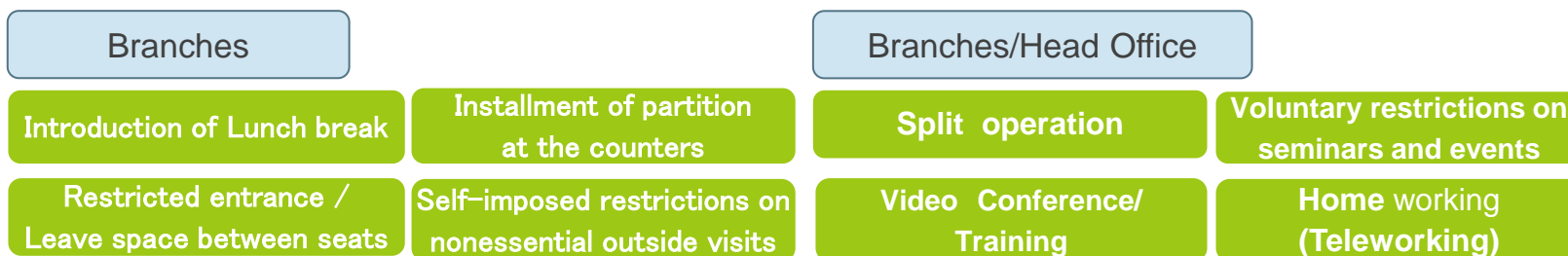
- Personnel slimming over -¥3.0
- Reviewing branch network over -¥1.0
- Integration of business administration system/BPR over -¥1.0

(*1) Expenses after FY2022 – FY2018 (excluding system integration costs)

Measures regarding the spread of COVID-19

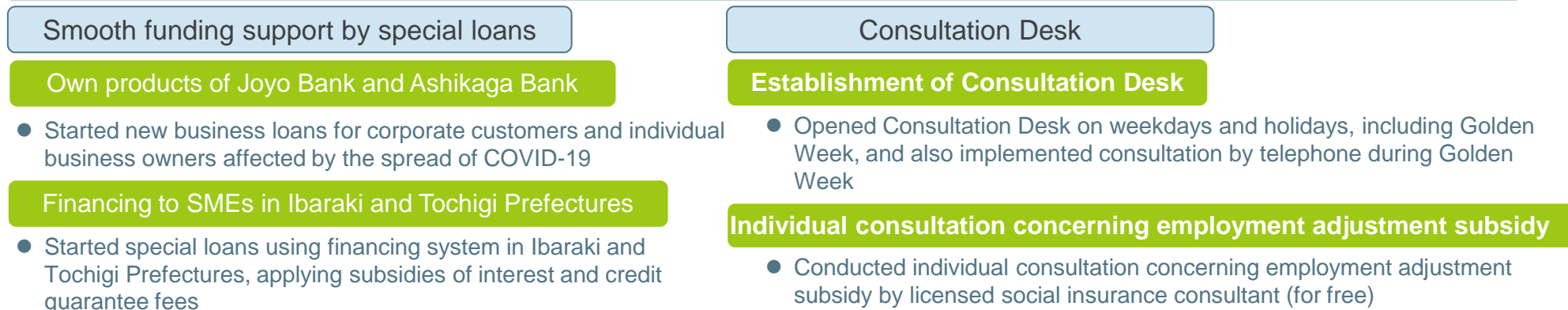
We are prioritizing the health of employees and their family members, and safety/security of our customers. On the other hand, we will continue to provide financial services as a social infrastructure.

Business Continuity Management



(Installed splash prevention sheet at the teller counter)

Providing financial services



Number of consultations and loans provided related to COVID-19 (2 banks' total / as of May 1, 2020)

| Number of consultations regarding loans (*1) | Number of new loans provides (*2) | Amount of new loans provided (*2) | Number of application for change of loan conditions (*3) | Amount of application for change of loan conditions (*3) |
|--|-----------------------------------|-----------------------------------|--|--|
| 6,000 | 800 | ¥5.8bn | 480 | ¥1.2bn |

(*1) Number of consultations related to new application and conditions change regarding business loans

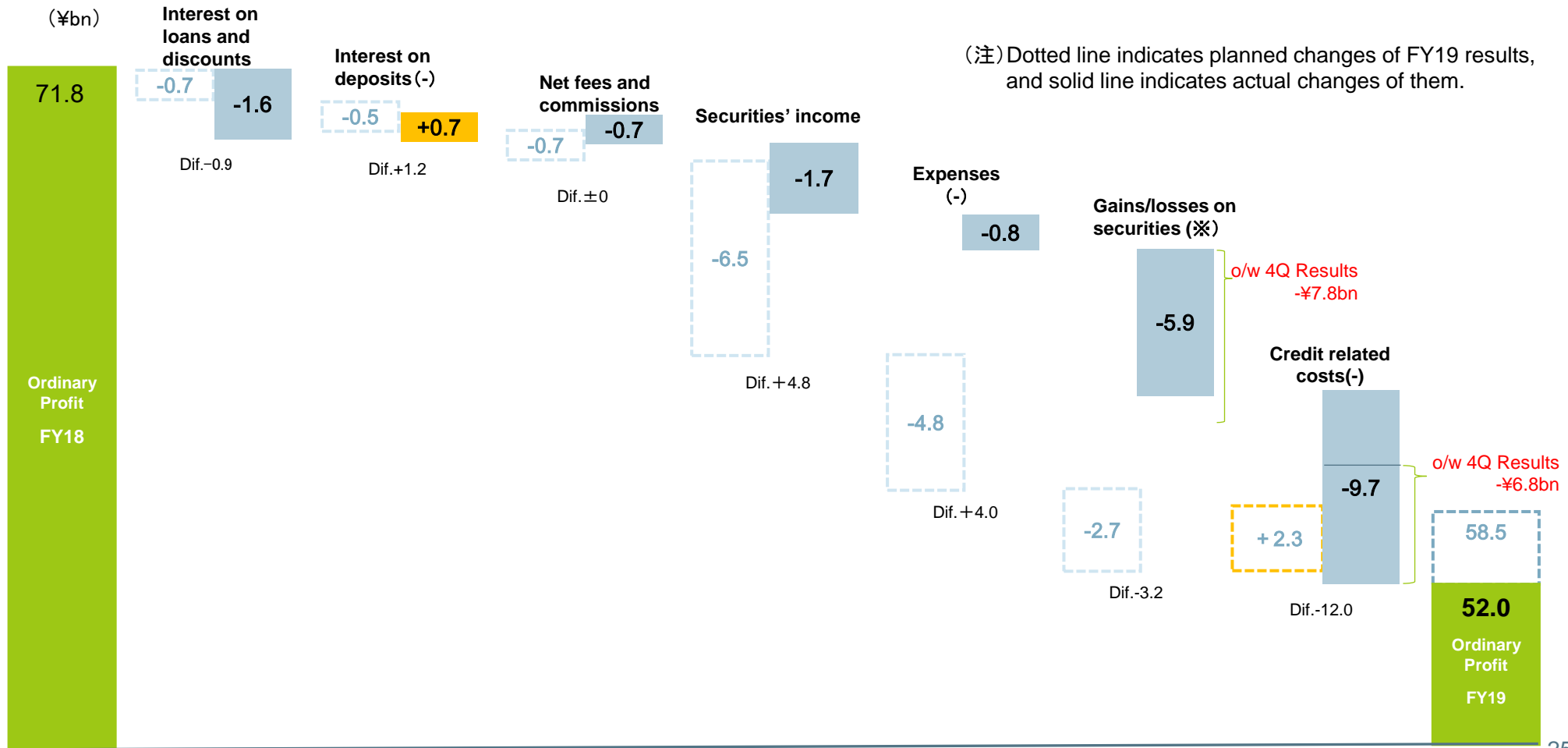
(*2) New loans such as banks' own business loans and special loans with credit guarantee

(*3) Change of business loan conditions

【Financial Data for FY2019】

Change of Ordinary profit (Bank total / FY19 Plans and Results)

- Ordinary profit is expected to decrease -¥13.3bn to ¥58.5bn considering decrease of securities' income due to massive repayments of JGB's and increase of system integration expenses.
- Consolidated net income steadily progressed toward forecast until 3Q19 since securities' income and cost reduction exceeded plans. However, results of FY19 decreased by -¥19.8bn to ¥52.0bn because of loss on securities and credit related costs due to the impact of COVID-19 in 4Q19.



【Data】 Breakdown of Banking subsidiaries

(1) P/L for FY19 (¥bn)

| | J+A | YoY | Joyo | YoY | Ashikaga | YoY |
|---|-------|-------|-------|-------|----------|-------|
| Gross business profit | 186.3 | +0.7 | 110.2 | +8.9 | 76.1 | -8.2 |
| (Net Gross business profit) | 188.4 | -7.9 | 111.2 | +2.5 | 77.2 | -10.4 |
| Net interest income | 154.0 | -6.9 | 91.7 | +1.8 | 62.3 | -8.7 |
| o/w Gains/losses on Cancellation of Private Offering Investment Trusts | 7.3 | -4.3 | 5.2 | +3.5 | 2.0 | -7.8 |
| Net fees and commissions | 31.3 | -0.7 | 17.2 | -0.0 | 14.1 | -0.7 |
| Net other business income and Net trading income | 0.8 | +8.4 | 1.2 | +7.1 | -0.3 | +1.3 |
| (o/w gains/losses on bond transactions) | -2.0 | +8.6 | -0.9 | +6.3 | -1.1 | +2.2 |
| Expenses | 115.0 | +0.8 | 64.2 | -1.0 | 50.7 | +1.9 |
| o/w Personnel expenses | 61.2 | +0.5 | 33.5 | -0.2 | 27.6 | +0.8 |
| o/w Non-personnel expenses | 46.7 | +0.6 | 26.8 | -0.8 | 19.9 | +1.5 |
| Net business income (before general allowance for loan losses) | 71.2 | -0.1 | 45.9 | +10.0 | 25.3 | -10.1 |
| Core net business income | 73.3 | -8.8 | 46.9 | +3.6 | 26.4 | -12.4 |
| Core net Business Income (exclu. Gains/losses on Cancellation of Private Offering Investment) | 66.0 | -4.5 | 41.6 | +0.0 | 24.3 | -4.5 |
| Net transfer to general allowance for loan losses (a) | 1.1 | +6.3 | 0.8 | +1.9 | 0.2 | +4.3 |
| Net business income | 70.1 | -6.5 | 45.0 | +8.0 | 25.0 | -14.5 |
| Net non-recurrent gains/losses | -18.0 | -13.3 | -9.4 | -15.5 | -8.6 | +2.2 |
| o/w Disposal of non-performing loans (b) | 17.9 | +3.3 | 9.3 | +3.9 | 8.6 | -0.5 |
| o/w Gains/losses related to stocks, etc | 0.4 | -10.2 | 0.6 | -11.8 | -0.1 | +1.5 |
| Ordinary profit | 52.0 | -19.8 | 35.6 | -7.5 | 16.3 | -12.3 |
| Extraordinary income/losses | -1.5 | -10.2 | -1.3 | +1.2 | -0.2 | -11.4 |
| Net income | 35.8 | -24.1 | 24.6 | -4.0 | 11.2 | -20.0 |
| Credit related costs (a)+(b) | 19.0 | +9.7 | 10.1 | +5.8 | 8.8 | +3.8 |

(2) Average Yield on and Loans(excluding borrowing from special account of MoF)

| | | F Y 16 | F Y 17 | F Y 18 | FY19 | YoY |
|----------|-----------|--------|--------|--------|-------|--------|
| J+A | Domestics | 1.12% | 1.07% | 1.03% | 0.99% | -0.03% |
| | Overseas | 1.42% | 1.99% | 2.92% | 2.77% | -0.05% |
| | Total | 1.12% | 1.08% | 1.06% | 1.02% | -0.03% |
| Joyo | Domestics | 1.06% | 1.02% | 1.00% | 0.97% | -0.03% |
| | Overseas | 1.45% | 2.01% | 2.95% | 2.80% | -0.06% |
| | Total | 1.06% | 1.04% | 1.04% | 1.01% | -0.02% |
| Ashikaga | Domestics | 1.20% | 1.13% | 1.07% | 1.03% | -0.04% |
| | Overseas | 1.11% | 1.82% | 2.67% | 2.57% | -0.01% |
| | Total | 1.20% | 1.13% | 1.08% | 1.03% | -0.04% |

【Data】 Breakdown of Banking subsidiaries

(3) Loans Term-end Balance

| | | FYE16 | FYE17 | FYE18 | FYE19 | YoY |
|----------|------------|----------|----------|----------|----------|--------|
| J+A | Individual | 4,272.8 | 4,491.2 | 4,674.8 | 4,795.9 | +121.1 |
| | Corporate | 4,809.6 | 4,935.9 | 5,139.1 | 5,181.3 | +42.1 |
| | Public | 1,232.9 | 1,153.6 | 1,038.2 | 980.2 | -58.0 |
| | Total | 10,315.4 | 10,580.8 | 10,852.3 | 10,957.5 | +105.1 |
| Joyo | Individual | 2,387.4 | 2,490.8 | 2,570.2 | 2,624.6 | +54.4 |
| | Corporate | 2,821.3 | 2,853.9 | 2,974.3 | 3,002.6 | +28.2 |
| | Public | 758.3 | 718.6 | 650.7 | 612.8 | -37.9 |
| | Total | 5,967.0 | 6,063.5 | 6,195.3 | 6,240.1 | +44.8 |
| Ashikaga | Individual | 1,885.4 | 2,000.3 | 2,104.6 | 2,171.3 | +66.6 |
| | Corporate | 1,988.2 | 2,081.9 | 2,164.8 | 2,178.6 | +13.8 |
| | Public | 474.6 | 434.9 | 387.5 | 367.4 | -20.1 |
| | Total | 4,348.4 | 4,517.2 | 4,657.0 | 4,717.3 | +60.3 |

* Not including borrowing from special account of MoF

Foreign Currency Denominated Loans

| | | FYE16 | FYE17 | FYE18 | FYE19 | YoY |
|----------|--|-------|-------|-------|-------|-------|
| J+A | | 128.3 | 129.2 | 145.8 | 164.2 | +18.3 |
| Joyo | | 116.0 | 114.0 | 126.8 | 146.8 | +20.0 |
| Ashikaga | | 12.2 | 15.2 | 19.0 | 17.3 | -1.6 |

(5) Unsecured Loans Term-end Balance

| | | FYE16 | FYE17 | FYE18 | FYE19 | YoY |
|----------|-------------------|-------|-------|-------|-------|------|
| J+A | Car Loans | 34.8 | 39.4 | 46.7 | 52.0 | +5.3 |
| | Educational Loans | 32.6 | 35.8 | 39.0 | 42.5 | +3.5 |
| | Free Loans | 6.9 | 8.1 | 9.1 | 9.8 | +0.6 |
| | Card Loans | 60.8 | 65.4 | 65.0 | 65.4 | +0.3 |
| | Total | 135.2 | 148.9 | 160.0 | 169.9 | +9.8 |
| Joyo | Car Loans | 25.0 | 27.4 | 32.2 | 35.2 | +3.0 |
| | Educational Loans | 28.2 | 30.0 | 31.9 | 34.0 | +2.0 |
| | Free Loans | 0.7 | 0.8 | 2.2 | 3.5 | +1.2 |
| | Card Loans | 26.4 | 27.7 | 26.5 | 26.0 | -0.5 |
| | Total | 80.3 | 86.0 | 93.0 | 98.8 | +5.8 |
| Ashikaga | Car Loans | 9.8 | 12.0 | 14.5 | 16.8 | +2.2 |
| | Educational Loans | 4.4 | 5.7 | 7.0 | 8.5 | +1.4 |
| | Free Loans | 6.1 | 7.3 | 6.8 | 6.2 | -0.6 |
| | Card Loans | 34.3 | 37.7 | 38.4 | 39.4 | +0.9 |
| | Total | 54.6 | 62.8 | 66.9 | 71.0 | +4.0 |

(4) Loans Individual Housing Related Loans Term-end Balance

| | | FYE16 | FYE17 | FYE18 | FYE19 | YoY |
|----------|----------------------|---------|---------|---------|---------|--------|
| J+A | Housing Loans | 3,050.9 | 3,216.6 | 3,396.3 | 3,546.5 | +150.1 |
| | Apartment Loans | 900.4 | 950.4 | 958.5 | 933.6 | -24.8 |
| | Asset building loans | - | 1.9 | 2.9 | 2.8 | -0.1 |
| | Total | 3,951.3 | 4,169.0 | 4,357.9 | 4,483.0 | +125.1 |
| Joyo | Housing Loans | 1,489.6 | 1,560.5 | 1,640.6 | 1,719.5 | +78.9 |
| | Apartment Loans | 724.0 | 763.5 | 769.1 | 748.6 | -20.5 |
| | Asset building loans | - | 1.9 | 2.9 | 2.8 | -0.1 |
| | Total | 2,213.7 | 2,326.0 | 2,412.7 | 2,471.1 | +58.3 |
| Ashikaga | Housing Loans | 1,561.3 | 1,656.0 | 1,755.7 | 1,826.9 | +71.1 |
| | Apartment Loans | 176.3 | 186.8 | 189.3 | 185.0 | -4.3 |
| | Asset building loans | - | - | - | - | - |
| | Total | 1,737.6 | 1,842.9 | 1,945.1 | 2,011.9 | +66.8 |

(6) Loans Corporate Term-end Balance by Company Size

| | | FYE16 | FYE17 | FYE18 | FYE19 | YoY |
|----------|-------------|---------|---------|---------|---------|-------|
| J+A | Large | 1,574.9 | 1,592.2 | 1,633.7 | 1,635.4 | +1.7 |
| | Medium/SMEs | 3,234.6 | 3,343.6 | 3,505.4 | 3,545.9 | +40.4 |
| | Total | 4,809.6 | 4,935.9 | 5,139.1 | 5,181.3 | +42.1 |
| Joyo | Large | 1,133.9 | 1,141.9 | 1,159.1 | 1,165.1 | +6.0 |
| | Medium/SMEs | 1,687.2 | 1,712.0 | 1,815.1 | 1,837.4 | +22.2 |
| | Total | 2,821.3 | 2,853.9 | 2,974.3 | 3,002.6 | +28.2 |
| Ashikaga | Large | 440.9 | 450.3 | 474.5 | 470.2 | -4.3 |
| | Medium/SMEs | 1,547.3 | 1,631.6 | 1,690.2 | 1,708.4 | +18.1 |
| | Total | 1,988.2 | 2,081.9 | 2,164.8 | 2,178.6 | +13.8 |

(7) Loans Corporate Term-end Balance by Area

| | | FYE16 | FYE17 | FYE18 | FYE19 | YoY |
|----------|-------|---------|---------|---------|---------|-------|
| J+A | Tokyo | 1,788.7 | 1,815.8 | 1,908.8 | 1,967.5 | +58.6 |
| | Local | 3,020.7 | 3,120.0 | 3,230.3 | 3,213.8 | -16.4 |
| | Total | 4,809.6 | 4,935.9 | 5,139.1 | 5,181.3 | +42.1 |
| Joyo | Tokyo | 1,327.8 | 1,333.8 | 1,378.3 | 1,422.6 | +44.3 |
| | Local | 1,493.4 | 1,520.1 | 1,596.0 | 1,579.9 | -16.0 |
| | Total | 2,821.3 | 2,853.9 | 2,974.3 | 3,002.6 | +28.2 |
| Ashikaga | Tokyo | 460.9 | 482.0 | 530.5 | 544.8 | +14.2 |
| | Local | 1,527.3 | 1,599.9 | 1,634.2 | 1,633.8 | -0.4 |
| | Total | 1,988.2 | 2,081.9 | 2,164.8 | 2,178.6 | +13.8 |

(¥ b n)

【Data】 Breakdown of Banking subsidiaries

(8) Loans Term-end Balance

| | | FYE16 | FYE17 | FYE18 | FYE19 | YoY |
|----------|------------|----------|----------|----------|----------|--------|
| J+A | Individual | 9,762.1 | 10,103.6 | 10,362.7 | 10,685.0 | +322.3 |
| | Corporate | 3,062.8 | 3,158.8 | 3,325.5 | 3,364.1 | +38.6 |
| | Public | 748.0 | 776.3 | 750.1 | 737.3 | -12.7 |
| | Total | 13,572.9 | 14,038.8 | 14,438.3 | 14,786.5 | +348.1 |
| Joyo | Individual | 6,068.9 | 6,280.6 | 6,440.1 | 6,633.6 | +193.4 |
| | Corporate | 1,747.4 | 1,760.2 | 1,835.4 | 1,880.3 | +44.9 |
| | Public | 424.0 | 468.1 | 453.6 | 459.2 | +5.5 |
| | Total | 8,240.3 | 8,509.0 | 8,729.1 | 8,973.1 | +243.9 |
| Ashikaga | Individual | 3,693.1 | 3,823.0 | 3,922.5 | 4,051.4 | +128.8 |
| | Corporate | 1,315.4 | 1,398.5 | 1,490.1 | 1,483.8 | -6.2 |
| | Public | 323.9 | 308.1 | 296.5 | 278.1 | -18.3 |
| | Total | 5,332.5 | 5,529.8 | 5,709.2 | 5,813.4 | +104.2 |

Foreign Currency Denominated Loans

| | | FYE16 | FYE17 | FYE18 | FYE19 | YoY |
|----------|--|-------|-------|-------|-------|-------|
| J+A | | 165.6 | 275.2 | 306.0 | 219.7 | -86.3 |
| Joyo | | 140.7 | 199.1 | 222.6 | 176.4 | -46.2 |
| Ashikaga | | 24.8 | 76.0 | 83.3 | 43.2 | -40.0 |

(9) Customer Assets under Custody Balance

| | | FYE16 | FYE17 | FYE18 | FYE19 | YoY |
|-------------|-------------------|---------|---------|---------|---------|--------|
| Group total | Investment trusts | 626.3 | 570.7 | 556.1 | 463.7 | -92.3 |
| | Insurance | 781.3 | 779.0 | 817.2 | 812.6 | -4.6 |
| | Foreign currency | 93.6 | 203.8 | 218.5 | 166.1 | -52.3 |
| | JGB etc. | 225.8 | 200.6 | 173.6 | 156.2 | -17.3 |
| | Mebuki Securities | 168.4 | 204.3 | 272.8 | 282.0 | +9.2 |
| | Total | 1,895.7 | 1,958.6 | 2,038.3 | 1,880.9 | -157.4 |
| Joyo | Investment trusts | 295.2 | 257.9 | 263.3 | 214.7 | -48.5 |
| | Insurance | 454.1 | 450.6 | 465.6 | 471.9 | +6.2 |
| | Foreign currency | 68.8 | 127.7 | 135.5 | 122.9 | -12.6 |
| | JGB etc. | 155.3 | 138.0 | 118.5 | 104.1 | -14.4 |
| | Total | 973.6 | 974.4 | 983.1 | 913.8 | -69.3 |
| Ashikaga | Investment trusts | 331.1 | 312.7 | 292.8 | 249.0 | -43.8 |
| | Insurance | 327.2 | 328.4 | 351.5 | 340.6 | -10.8 |
| | Foreign currency | 24.8 | 76.0 | 82.9 | 43.2 | -39.7 |
| | JGB etc. | 70.5 | 62.6 | 55.0 | 52.1 | -2.9 |
| | Total | 753.7 | 779.8 | 782.4 | 685.0 | -97.3 |

(10) Customer Assets under Custody Commissions

| | | F Y 16 | F Y 17 | F Y 18 | FY18 | YoY |
|-------------|---|--------|--------|--------|-------|------|
| Group Total | Investment trusts(*1) | 6.6 | 7.36 | 5.69 | 5.91 | +0.2 |
| | Insurance(*2) | 3.04 | 2.67 | 4.67 | 4.26 | -0.4 |
| | Foreign currency deposits | 0.73 | 0.86 | 0.98 | 0.68 | -0.3 |
| | JGB etc. | 0.09 | 0.0 | 0.0 | 0.08 | +0.0 |
| | Financial instrument intermediary service | 0.6 | 0.82 | 0.49 | 0.72 | +0.2 |
| | Mebuki Securities | 1.7 | 3.052 | 1.94 | 2.98 | +1.0 |
| | Total | 12.8 | 14.82 | 13.84 | 14.66 | +0.8 |
| Joyo | Investment trusts(*1) | 3.23 | 3.34 | 2.63 | 2.83 | +0.2 |
| | Insurance(*2) | 1.27 | 1.24 | 2.12 | 2.61 | +0.5 |
| | Foreign currency deposits | 0.38 | 0.49 | 0.7 | 0.5 | -0.2 |
| | JGB etc. | 0.08 | 0.03 | 0.03 | 0.05 | +0.0 |
| | Financial instrument intermediary service | 0.29 | 0.51 | 0.27 | 0.43 | +0.2 |
| | Total | 5.28 | 5.63 | 5.77 | 6.44 | +0.7 |
| Ashikaga | Investment trusts(*1) | 3.4 | 4.01 | 3.06 | 3.08 | +0.0 |
| | Insurance(*2) | 1.77 | 1.42 | 2.55 | 1.64 | -0.9 |
| | Foreign currency deposits | 0.35 | 0.36 | 0.28 | 0.18 | -0.1 |
| | JGB etc. | 0.01 | 0.0 | 0.0 | 0.02 | +0.0 |
| | Financial instrument intermediary service | 0.3 | 0.31 | 0.22 | 0.29 | +0.1 |
| | Total | 5.85 | 6.13 | 6.12 | 5.22 | -0.9 |

* 1 : Sales commission+ Trust fee

* 2 : Excl. executive life insurance

(11) Fees from Corporate Customers

| | | F Y 16 | F Y 17 | F Y 18 | FY18 | YoY |
|----------|--------------------|--------|--------|--------|------|-------|
| J+A | Credit Related | 4.15 | 6.24 | 7.57 | 8.20 | 0.63 |
| | Consulting Related | 1.09 | 1.83 | 2.02 | 1.44 | -0.58 |
| | total | 5.24 | 8.08 | 9.59 | 9.65 | 0.05 |
| Joyo | Credit Related | 2.03 | 3.39 | 4.14 | 4.24 | 0.10 |
| | Consulting Related | 0.53 | 1.06 | 1.14 | 0.80 | -0.34 |
| | total | 2.56 | 4.45 | 5.28 | 5.05 | -0.23 |
| Ashikaga | Credit Related | 2.11 | 2.84 | 3.42 | 3.95 | 0.52 |
| | Consulting Related | 0.56 | 0.77 | 0.88 | 0.64 | -0.23 |
| | total | 2.67 | 3.61 | 4.30 | 4.60 | 0.29 |

【Data】 Breakdown of Banking subsidiaries

(12) Securities Balance(Balance Sheet Amount) (¥ b n)

| | | FYE16 | FYE17 | FYE18 | FYE19 | YoY |
|--------------------------------|-------------------------|---------|---------|---------|---------|--------|
| Mebuki FG (Consolidated) | Domestic bonds | 2,446.0 | 2,374.3 | 2,436.8 | 2,359.4 | -77.4 |
| | Foreign bonds | 679.6 | 616.5 | 829.6 | 831.6 | +2.0 |
| | Stocks | 306.6 | 307.8 | 280.2 | 226.0 | -54.1 |
| | Investment trusts, etc. | 758.2 | 877.9 | 799.8 | 658.9 | -140.9 |
| | Total | 4,190.6 | 4,176.7 | 4,346.6 | 4,076.1 | -270.4 |
| Joyo | Domestic bonds | 1,731.1 | 1,725.4 | 1,812.4 | 1,746.7 | -65.7 |
| | Foreign bonds | 456.5 | 393.7 | 513.2 | 505.3 | -7.8 |
| | Stocks | 266.7 | 263.2 | 243.4 | 197.2 | -46.2 |
| | Investment trusts, etc. | 339.0 | 420.1 | 456.7 | 388.1 | -68.6 |
| | Total | 2,793.5 | 2,802.5 | 3,025.9 | 2,837.4 | -188.4 |
| Ashikaga | Domestic bonds | 699.5 | 634.3 | 610.9 | 600.3 | -10.6 |
| | Foreign bonds | 223.0 | 222.7 | 316.3 | 326.3 | +9.9 |
| | Stocks | 79.7 | 80.3 | 72.4 | 64.2 | -8.1 |
| | Investment trusts, etc. | 414.8 | 453.5 | 338.7 | 266.7 | -72.0 |
| | Total | 1,417.1 | 1,391.0 | 1,338.4 | 1,257.5 | -80.8 |

(13) Securities Unrealized Valuation Gains/Losses on Available for Sale Securities (¥ b n)

| | | FYE16 | FYE17 | FYE18 | FYE19 | YoY |
|--------------------------------|-------------------------|-------|-------|-------|-------|-------|
| Mebuki FG (Consolidated) | Stocks | 147.1 | 157.3 | 136.2 | 86.9 | -49.3 |
| | Domestic bonds | 23.2 | 16.4 | 21.1 | 9.2 | -11.8 |
| | Investment trusts, etc. | 19.3 | 9.8 | 7.2 | -21.3 | -28.5 |
| | Foreign bonds | -6.9 | -12.0 | 10.3 | 24.3 | +13.9 |
| | Total | 182.8 | 171.6 | 174.9 | 99.1 | -75.8 |
| Joyo | Stocks | 138.8 | 144.8 | 128.0 | 85.1 | -42.8 |
| | Domestic bonds | 26.0 | 17.9 | 19.3 | 9 | -10.3 |
| | Investment trusts, etc. | 22.9 | 17.0 | 12.6 | -8.3 | -20.9 |
| | Foreign bonds | -1.8 | -3.4 | 10.4 | 12.8 | +2.4 |
| | Total | 186.0 | 176.3 | 170.5 | 98.7 | -71.8 |
| Ashikaga | Stocks | 31.9 | 34.4 | 28.4 | 20.8 | -7.5 |
| | Domestic bonds | 19.5 | 17.3 | 15.7 | 11.5 | -4.1 |
| | Investment trusts, etc. | 0.5 | -5.2 | -2.3 | -10.6 | -8.2 |
| | Foreign bonds | -0.7 | -5.3 | 2.8 | 13.8 | +10.9 |
| | Total | 51.2 | 41.0 | 44.6 | 35.6 | -9.0 |

(14) Strategic shareholdings (Balance) (¥ b n)

| | | FYE16 | FYE17 | FYE18 | FYE19 | YoY |
|----------|---------|-------|-------|-------|-------|-------|
| J+A | Balance | 137.8 | 130.5 | 125.5 | 114.0 | -11.5 |
| Joyo | Balance | 119.2 | 113.7 | 110.7 | 99.7 | -11.0 |
| Ashikaga | Balance | 18.6 | 16.8 | 14.8 | 14.3 | -0.5 |

(15) Gains and Losses on securities

| | | FY16 | FY17 | FY18 | FY19 | YoY |
|----------|-------------------------|------|------|-------|------|-------|
| J+A | Stocks | 5.6 | -6.4 | -10.7 | -2.0 | +8.6 |
| | Domestic bonds | 9.7 | 10.5 | 10.7 | 0.4 | -10.2 |
| | Investment trusts, etc. | 5.4 | 5.4 | 11.6 | 7.3 | -4.3 |
| | Total | 20.8 | 9.5 | 11.6 | 5.6 | -5.9 |
| Joyo | Stocks | 5.8 | -3.8 | -7.3 | -0.9 | +6.3 |
| | Domestic bonds | 7.5 | 9.4 | 12.4 | 0.6 | -11.8 |
| | Investment trusts, etc. | 1.7 | 1.0 | 1.6 | 5.2 | +3.5 |
| | Total | 15.2 | 6.6 | 6.7 | 4.8 | -1.9 |
| Ashikaga | Stocks | -0.2 | -2.5 | -3.3 | -1.1 | +2.2 |
| | Domestic bonds | 2.1 | 1.0 | -1.7 | -0.1 | +1.5 |
| | Investment trusts, etc. | 3.6 | 4.4 | 9.9 | 2.0 | -7.8 |
| | Total | 5.5 | 2.8 | 4.8 | 0.8 | -4.0 |

【Data】 Breakdown of Banking subsidiaries

| | | F Y 16 | F Y 17 | F Y 18 | FY19 | YoY |
|----------|---------------|--------|--------|--------|-------|------|
| J+A | Personnel | 60.4 | 59.7 | 60.6 | 61.2 | +0.5 |
| | Non-Personnel | 47.0 | 46.6 | 46.1 | 46.7 | +0.6 |
| | Taxes | 7.4 | 7.1 | 7.3 | 7.0 | -0.3 |
| | Total | 115.0 | 113.5 | 114.1 | 115.0 | +0.8 |
| Joyo | Personnel | 34.7 | 33.6 | 33.8 | 33.5 | -0.2 |
| | Non-Personnel | 29.5 | 28.7 | 27.7 | 26.8 | -0.8 |
| | Taxes | 4.2 | 3.9 | 3.8 | 3.8 | +0.0 |
| | Total | 68.5 | 66.3 | 65.3 | 64.2 | -1.0 |
| Ashikaga | Personnel | 25.7 | 26.1 | 26.8 | 27.6 | +0.8 |
| | Non-Personnel | 17.5 | 17.8 | 18.4 | 19.9 | +1.5 |
| | Taxes | 3.2 | 3.2 | 3.5 | 3.1 | -0.4 |
| | Total | 46.4 | 47.2 | 48.8 | 50.7 | +1.9 |

| | | FYE16 | FYE17 | FYE18 | FYE19 | YoY |
|----------|--|-------|-------|-------|-------|------|
| J+A | | 9.5 | 7.9 | 9.3 | 19.0 | +9.7 |
| Joyo | | 4.7 | 4.9 | 4.2 | 10.1 | +5.8 |
| Ashikaga | | 4.7 | 3.0 | 5.0 | 8.8 | +3.8 |

| | | FYE16 | FYE17 | FYE18 | FYE19 | YoY |
|----------|-----------------------------|-------|-------|-------|-------|------|
| J+A | Bankrupt claims | 15.9 | 16.6 | 15.9 | 12.7 | -3.1 |
| | Doubtful claims | 139.1 | 130.5 | 125.1 | 129.0 | +3.9 |
| | Requiring monitoring claims | 37.0 | 37.7 | 32.2 | 27.9 | -4.3 |
| | Total | 192.1 | 185.0 | 173.3 | 169.8 | -3.5 |
| Joyo | Bankrupt claims | 7.0 | 6.7 | 6.1 | 5.7 | -0.4 |
| | Doubtful claims | 69.7 | 65.3 | 66.4 | 69.9 | +3.4 |
| | Requiring monitoring claims | 21.3 | 19.8 | 17.5 | 12.5 | -5.0 |
| | Total | 98.2 | 91.9 | 90.2 | 88.2 | -1.9 |
| Ashikaga | Bankrupt claims | 7.5 | 8.8 | 8.7 | 5.8 | -2.9 |
| | Doubtful claims | 69.1 | 65.0 | 58.5 | 59.0 | +0.4 |
| | Requiring monitoring claims | 15.7 | 17.9 | 14.7 | 15.4 | +0.7 |
| | Total | 92.4 | 91.8 | 81.9 | 80.2 | -1.7 |

| | | FYE16 | FYE17 | FYE18 | FYE19 | YoY |
|----------|--|-------|-------|-------|-------|------|
| J+A | | 2.6 | 1.1 | 0.5 | 1.2 | +0.7 |
| Joyo | | 2.4 | 1.0 | 0.3 | 0.3 | -0.0 |
| Ashikaga | | 0.2 | 0.1 | 0.2 | 0.9 | +0.7 |

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.