

Mebuki Financial Group, Inc.

Financial Results for the First Half of Fiscal Year 2023, Ending March 31, 2024

Stock Exchange Listing: Tokyo (code: 7167)
 URL: <https://www.mebuki-fg.co.jp/>
 Representative: Tetsuya Akino, President
 For Inquiry: Shinichi Onose, General Manager of Corporate Planning Dept.
 Filing date of Financial Statements: November 22, 2023 (scheduled)
 Payment date of cash dividends: December 4, 2023 (scheduled)

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

1. Financial Highlights (from April 1, 2023 to September 30, 2023)

(1) Consolidated Operating Results

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

	Ordinary Income		Ordinary Profit		Net income attributable to owners of the parent	
	¥Million	%	¥Million	%	¥Million	%
First Half						
Ended September 30, 2023	154,596	(8.9)	33,534	(13.2)	23,530	(12.6)
Ended September 30, 2022	169,854	26.7	38,670	5.4	26,941	9.0

(Note) Comprehensive Income First half of FY2023: ¥20,565 million [-%] First half of FY2022: ¥(69,786) million [-%]

	Net Income per Share	Net Income per Share (Diluted)
	¥	¥
First Half		
Ended September 30, 2023	22.25	22.25
Ended September 30, 2022	24.94	24.93

(2) Consolidated Financial Conditions

	Total Assets	Net Assets	Capital Assets to Total Assets
	¥Million		%
First Half			
Ended September 30, 2023	21,124,604	909,611	4.3
Fiscal year 2022	21,387,481	904,779	4.2

(Reference) Capital assets First half of FY2023: ¥909,537million Fiscal Year 2022: ¥904,685 million

(Note) "Capital assets to total assets" represents ("Net assets"- "Equity warrants"- "Non-controlling interest") / "Total assets" at the end of each period.
 The ratio above is not the one based on the regulation of Capital Adequacy Ratio.

2. Cash Dividends for Shareholders

	Cash Dividends per Share				
	End of 1Q	End of 2Q	End of 3Q	End of FY	Annual
	¥	¥	¥	¥	¥
Fiscal year 2022	—	5.50	—	5.50	11.00
Fiscal year 2023	—	6.00	—	—	—
Fiscal year 2023 (Forecast)	—	—	—	6.00	12.00

(Note) Revisions of released cash dividend forecasts : Yes

For details, please refer to "Announcement regarding change of the shareholder return policy" and "Cash dividends (Interim dividends) and revision to the year-end and annual dividends forecast" released today (on Nov.10,2023).

3. Consolidated Earnings Forecasts for Fiscal Year 2023, ending March 31, 2024

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

	Ordinary Profit		Net income attributable to owners of the parent		Net Income per Share
	¥Million	%	¥Million	%	¥
Fiscal Year					
Ending March 31, 2024	57,500	23.3	40,000	24.3	38.39

(Note) Revisions of released earnings forecasts : No

*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): | | | |
| September 30, 2023 | 1,089,055,218 shares | March 31, 2023 | 1,089,055,218 shares |
| ② Number of treasury stock: | | | |
| September 30, 2023 | 50,544,728 shares | March 31, 2023 | 24,621,524 shares |
| ③ Average number of shares: | | | |
| For the six months ended September 30, 2023 | | 1,057,339,106 shares | |
| For the six months ended September 30, 2022 | | 1,080,090,109 shares | |

※ This report is not subject to the interim audit procedure based on the Financial Instrument and Exchange Law.

※ Notes for using forecasts information ,etc

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

Financial Results for the First Half of Fiscal Year 2023, Ending March 31, 2024

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I Consolidated Interim Financial Information
1. Consolidated Interim Balance Sheet

		(Millions of yen)	
Item	(Japanese)	As of March 31, 2023	As of Sep. 30, 2023
Assets	(資産の部)		
Cash and due from banks	現金預け金	4,818,749	4,339,073
Call loans and bills bought	コールローン及び買入手形	24,115	116,312
Monetary claims bought	買入金銭債権	10,341	9,166
Trading assets	特定取引資産	3,962	4,936
Money held in trust	金銭の信託	3,010	2,825
Securities	有価証券	3,662,309	3,639,952
Loans and bills discounted	貸出金	12,436,196	12,557,123
Foreign exchanges	外国為替	17,216	13,694
Lease receivable and investments in lease	リース債権及びリース投資資産	60,454	60,580
Other assets	その他の資産	247,636	267,870
Tangible fixed assets	有形固定資産	101,567	101,898
Intangible fixed assets	無形固定資産	13,523	13,971
Asset for retirement benefits	退職給付に係る資産	40,791	43,425
Deferred tax assets	繰延税金資産	20,027	20,721
Customers' liabilities for acceptances and guarantees	支払承諾見返	19,448	20,052
Allowance for loan losses	貸倒引当金	(91,859)	(86,992)
Reserve for devaluation of investment securities	投資損失引当金	(8)	(8)
Total Assets	資産の部合計	21,387,481	21,124,604
Liabilities	(負債の部)		
Deposits	預金	17,137,285	17,086,751
Negotiable certificates of deposit	譲渡性預金	371,289	428,128
Call money and bills sold	コールマネー及び売渡手形	555,552	277,715
Payables under repurchase agreements	売現先勘定	112,902	174,137
Payables under securities lending transactions	債券貸借取引受入担保金	111,887	89,085
Trading liabilities	特定取引負債	1,122	2,155
Borrowed money	借入金	2,000,858	1,925,651
Foreign Exchanges	外国為替	8,350	1,491
Due to trust account	信託勘定借	2,983	3,101
Other liabilities	その他の負債	147,695	194,267
Provision for directors' bonuses	役員賞与引当金	183	—
Provision for directors' retirement benefits	役員退職慰労引当金	29	25
Provision for reimbursement of deposits	睡眠預金払戻損失引当金	1,954	1,860
Provision for contingent loss	偶発損失引当金	2,103	1,642
Provision for point card certificates	ポイント引当金	564	520
Provision for loss on interest repayment	利息返還損失引当金	4	4
Reserves under special laws	特別法上の引当金	2	2
Deferred tax liabilities	繰延税金負債	0	0
Deferred tax liabilities for land revaluation	再評価に係る繰延税金負債	7,929	7,923
Negative goodwill	負ののれん	553	474
Acceptances and guarantees	支払承諾	19,448	20,052
Total liabilities	負債の部合計	20,482,702	20,214,992

Item	(Japanese)	As of March 31, 2023	As of Sep. 30, 2023
Net Assets	(純資産の部)		
Capital stock	資 本 金	117,495	117,495
Capital surplus	資 本 剰 余 金	125,705	125,720
Retained earnings	利 益 剰 余 金	622,845	640,534
Treasury stock	自 己 株 式	(7,181)	(17,056)
Total shareholders' equity	株 主 資 本 合 計	858,864	866,693
Unrealized gains on available-for-sale securities	そ の 他 有 価 証 券 評 価 差 額 金	18,692	14,362
Deferred gains (losses) on hedges	繰 延 ヘ ッ ジ 損 益	7,435	9,198
Land revaluation surplus	土 地 再 評 価 差 額 金	12,088	12,076
Defined retirement benefit plans	退 職 給 付 に 係 る 調 整 累 計 額	7,604	7,205
Total accumulated other comprehensive income	そ の 他 の 包 括 利 益 累 計 額 合 計	45,821	42,843
Equity warrants	新 株 予 約 権	62	43
Non-controlling interest	非 支 配 株 主 持 分	31	31
Total net assets	純 資 産 の 部 合 計	904,779	909,611
Total liabilities and net assets	負 債 及 び 純 資 産 の 部 合 計	21,387,481	21,124,604

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

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

(1) Consolidated Interim Statement of Income

(Millions of yen)

Item	(Japanese)	For the six months ended Sep.30,2022	For the six months ended Sep.30,2023
Ordinary income	経常収益	169,854	154,596
Interest income	資金運用収益	83,979	89,246
Interest on loans and discounts	(うち貸出金利息)	53,816	58,225
Interest and dividends on securities	(うち有価証券利息配当金)	26,998	28,751
Trust fees	信託報酬	13	14
Fees and commissions	役務取引等収益	27,668	30,622
Trading income	特定取引収益	1,497	279
Other ordinary income	その他業務収益	12,210	6,021
Other income	その他経常収益	44,483	28,412
Ordinary expenses	経常費用	131,183	121,062
Interest expenses	資金調達費用	6,551	19,336
Interest on deposits	(うち預金利息)	999	1,684
Fees and commissions payments	役務取引等費用	6,512	7,509
Other business expenses	その他業務費用	40,300	20,924
General and administrative expenses	営業経費	53,814	53,861
Other operating expenses	その他経常費用	24,005	19,431
Ordinary profit	経常利益	38,670	33,534
Extraordinary income	特別利益	217	95
Gain on dispositions of fixed assets	固定資産処分益	217	95
Extraordinary losses	特別損失	329	116
Loss on disposal of non-current assets	固定資産処分損失	229	94
Impairment loss	減損損失	100	22
Income before income taxes	税金等調整前中間純利益	38,557	33,512
Income taxes-current	法人税、住民税及び事業税	10,741	9,184
Income taxes-deferred	法人税等調整額	875	797
Total income taxes	法人税等合計	11,616	9,982
Net income	中間純利益	26,941	23,530
Net income (loss) attributable to non-controlling interest	非支配株主に帰属する中間純損失(△)	(0)	(0)
Net income attributable to owners of the parent	親会社株主に帰属する中間純利益	26,941	23,530

(2)Consolidated Interim Statement of Comprehensive Income

(Millions of yen)

Item	(Japanese)	For the six months ended Sep.30,2022	For the six months ended Sep.30,2023
Net income	中 間 純 利 益	26,941	23,530
Other comprehensive income	そ の 他 の 包 括 利 益	(96,727)	(2,965)
Unrealized gains on available-for-sale securities	そ の 他 有 価 証 券 評 価 差 額 金	(100,328)	(4,330)
Deferred gains (losses) on hedges	繰 延 ヘ ッ ジ 損 益	3,738	1,763
Defined retirement benefit plans	退 職 給 付 に 係 る 調 整 額	(138)	(398)
Comprehensive income	中 間 包 括 利 益	(69,786)	20,565
(Breakdown)	(内 訳)		
Comprehensive income attributable to owners of the parent	親 会 社 株 主 に 係 る 中 間 包 括 利 益	(69,785)	20,565
Comprehensive income attributable to non-controlling interests	非 支 配 株 主 に 係 る 中 間 包 括 利 益	(0)	(0)

3. Consolidated Interim Statement of Changes in Shareholders' Equity

First Half of FY 2022 (ended September 30, 2022)

(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 current period	当 期 首 残 高	117,495	125,692	602,694	(2,357)	843,524
Changes of items during the period	当 中 間 期 変 動 額					
Cash dividends	剰 余 金 の 配 当			(5,938)		(5,938)
Net income attributable to owners of the parent	親 会 社 株 主 に 帰 属 す る 中 間 純 利 益			26,941		26,941
Purchase of treasury stock	自 己 株 式 の 取 得				(0)	(0)
Disposal of treasury stock	自 己 株 式 の 処 分		13		176	189
Transfer from land revaluation surplus	土 地 再 評 価 差 額 金 崩 取			10		10
Net changes except for shareholders' equity during the period	株 主 資 本 以 外 の 項 目 の 当 中 間 期 変 動 額 (純 額)					
Total changes during the period	当 中 間 期 変 動 額 計 合	—	13	21,013	176	21,202
Balance at the end of current period	当 中 間 期 末 残 高	117,495	125,705	623,707	(2,181)	864,727

		Accumulated other comprehensive income					Equity warrants	Non-controlling interest	Total net assets
		Unrealized gains on available-for-sale securities	Deferred gains (losses) on hedges	Land revaluation surplus	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	非支配株主 持分	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 current period	当 期 首 残 高	91,550	6,734	11,944	5,177	115,407	130	—	959,063
Changes of items during the period	当 中 間 期 変 動 額								
Cash dividends	剰 余 金 の 配 当								(5,938)
Net income attributable to owners of the parent	親 会 社 株 主 に 帰 属 す る 中 間 純 利 益								26,941
Purchase of treasury stock	自 己 株 式 の 取 得								(0)
Disposal of treasury stock	自 己 株 式 の 処 分								189
Transfer from land revaluation surplus	土 地 再 評 価 差 額 金 の 取 崩								10
Net changes except for shareholders' equity during the period	株 主 資 本 以 外 の 項 目 の 当 中 間 期 変 動 額 (純 額)	(100,328)	3,738	(10)	(138)	(96,737)	(68)	31	(96,774)
Total changes during the period	当 中 間 期 変 動 額 計 合	(100,328)	3,738	(10)	(138)	(96,737)	(68)	31	(75,572)
Balance at the end of current period	当 中 間 期 末 残 高	(8,778)	10,473	11,934	5,039	18,669	62	31	883,490

First Half of FY 2023 (ended September 30, 2023)

(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 current period	当 期 首 残 高	117,495	125,705	622,845	(7,181)	858,864
Changes of items during the period	当 中 間 期 変 動 額					
Cash dividends	剰 余 金 の 配 当			(5,854)		(5,854)
Net income attributable to owners of the parent	親 会 社 株 主 に 帰 属 す る 中 間 純 利 益			23,530		23,530
Purchase of treasury stock	自 己 株 式 の 取 得				(10,000)	(10,000)
Disposal of treasury stock	自 己 株 式 の 処 分		15		125	140
Transfer from land revaluation surplus	土 地 再 評 価 差 額 金 崩 の 取			12		12
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 中 間 期 変 動 額 計 合	—	15	17,688	(9,874)	7,828
Balance at the end of current period	当 中 間 期 末 残 高	117,495	125,720	640,534	(17,056)	866,693

		Accumulated other comprehensive income					Equity warrants	Non-controlling interest	Total net assets
		Unrealized gains on available-for-sale securities	Deferred gains (losses) on hedges	Land revaluation surplus	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	非支配株主 持分	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 current period	当 期 首 残 高	18,692	7,435	12,088	7,604	45,821	62	31	904,779
Changes of items during the period	当 中 間 期 変 動 額								
Cash dividends	剰 余 金 の 配 当								(5,854)
Net income attributable to owners of the parent	親 会 社 株 主 に 帰 属 す る 中 間 純 利 益								23,530
Purchase of treasury stock	自 己 株 式 の 取 得								(10,000)
Disposal of treasury stock	自 己 株 式 の 処 分								140
Transfer from land revaluation surplus	土 地 再 評 価 差 額 金 の 取								12
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)	(4,330)	1,763	(12)	(398)	(2,977)	(19)	(0)	(2,996)
Total changes of items during the period	当 中 間 期 変 動 額 計 合	(4,330)	1,763	(12)	(398)	(2,977)	(19)	(0)	4,832
Balance at the end of current period	当 中 間 期 末 残 高	14,362	9,198	12,076	7,205	42,843	43	31	909,611

4. Note for Assumption of Going Concern

Not applicable.

5. Changes in Accounting Policies and Estimates and Modified Restatement

Not applicable.

(Additional Information)

In determining the classification of borrowers, we consider the projections for changes in the performance of the borrowers that are expected to be affected by changes in the financial and economic environment, including resource prices, commodity prices, and foreign exchange rates, as well as the impact of COVID-19.

However, COVID-19 has been reclassified to “Category 5”, which has no special restrictions, and the impacts of COVID-19 on the projections for changes in the performance of the borrowers is shrinking. The impact of that uncertainty on the consolidated interim financial statements has also been reduced.

Based on the assumption above, we estimate allowance for loan losses for the first half of fiscal year 2023.

6. Subsequent Events

(Acquisition of treasury stock)

At the board of directors’ meeting held on November 10, 2023, we resolved to acquire treasury stock for the purpose of enhancement of shareholder returns and improving capital efficiency, pursuant to the provisions of the articles of incorporation in accordance with the provision of Article 459, Paragraph 1, of the Companies Act.

•Class of shares to be acquired	Common stock
•Total number of shares to be acquired	30,000,000 shares (upper limit) (2.88% of total number of shares issued (excluding treasury stock))
•Total acquisition cost	10,000 million yen (upper limit)
•Period of acquisition	From November 13, 2023, to March 22, 2024
•Method of acquisition	Market purchases on the Tokyo Stock Exchange

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, 2023 to September 30, 2023)

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

①Non-consolidated Operating Results

	Ordinary Income		Ordinary Profit		Net Income	
First Half	¥Million	%	¥Million	%	¥Million	%
Ended September 30, 2023	80,906	(18.5)	19,250	(16.4)	13,742	(15.6)
Ended September 30, 2022	99,361	48.4	23,039	6.1	16,285	13.7

②Non-consolidated Financial Conditions

	Total Assets	Net Assets	Capital Assets to Total Assets
First Half	¥Million	¥Million	%
Ended September 30, 2023	13,121,457	591,143	4.5
Fiscal year 2022	13,348,942	587,034	4.3

(Reference) Capital assets First half of FY2023: ¥591,143 million FY2022: ¥587,034 million

(Note) “Capital assets to total assets” represents “Total net assets”/ “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 March 31, 2023	As of Sep. 30, 2023
Assets	(資産の部)		
Cash and due from banks	現金預け金	3,594,163	3,170,775
Call loans	コールローン	15,662	114,412
Monetary claims bought	買入金銭債権	4,104	3,699
Trading assets	特定取引資産	2,853	3,809
Securities	有価証券	2,343,178	2,356,697
Loans and bills discounted	貸出金	7,222,981	7,298,180
Foreign exchanges	外国為替	13,503	6,066
Other assets	その他の資産	99,534	112,089
Tangible fixed assets	有形固定資産	66,389	66,789
Intangible fixed assets	無形固定資産	6,796	7,717
Prepaid pension cost	前払年金費用	5,818	6,957
Deferred tax assets	繰延税金資産	5,726	2,604
Customers' liabilities for acceptances and guarantees	支払承諾見返	10,972	11,264
Allowance for loan losses	貸倒引当金	(42,734)	(39,598)
Reserve for devaluation of investment securities	投資損失引当金	(8)	(8)
Total Assets	資産の部合計	13,348,942	13,121,457
Liabilities	(負債の部)		
Deposits	預金	10,251,286	10,293,080
Negotiable certificates of deposit	譲渡性預金	202,733	248,046
Call money	コールマネー	555,552	277,494
Payables under repurchase agreements	売現先勘定	60,359	86,666
Payables under securities lending transactions	債券貸借取引受入担保金	37,072	—
Trading liabilities	特定取引負債	1,122	2,155
Borrowed money	借入金	1,569,130	1,514,983
Foreign Exchanges	外国為替	7,870	1,252
Due to trust account	信託勘定借	1,508	1,623
Other liabilities	その他の負債	50,251	81,144
Income taxes payable	(未払法人税等)	665	3,642
Lease obligations	(リース債務)	238	166
Other	(その他の負債)	49,347	77,335
Provision for directors' bonuses	役員賞与引当金	93	—
Provision for retirement benefits	退職給付引当金	4,116	3,203
Provision for reimbursement of deposits	睡眠預金払戻損失引当金	1,251	1,188
Provision for point card certificates	ポイント引当金	207	233
Provision for contingent loss	偶発損失引当金	1,128	733
Deferred tax liabilities for land revaluation	再評価に係る繰延税金負債	7,249	7,243
Acceptances and guarantees	支払承諾	10,972	11,264
Total liabilities	負債の部合計	12,761,907	12,530,314

(Millions of yen)

Item	(Japanese)	As of March 31, 2023	As of Sep. 30, 2023
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	395,653	394,868
Legal retained earnings	利 益 準 備 金	55,317	55,317
Other retained earnings	そ の 他 利 益 剰 余 金	340,336	339,551
Reserve for advanced depreciation of non-current assets	(固 定 資 産 圧 縮 積 立 金)	1,082	1,070
General Reserve	(別 途 積 立 金)	222,432	222,432
Retained earnings brought forward	(繰 越 利 益 剰 余 金)	116,821	116,049
Total shareholders' equity	株 主 資 本 合 計	539,340	538,556
Unrealized gains (losses) on available-for-sale securities	そ の 他 有 価 証 券 評 価 差 額 金	36,569	37,764
Deferred gains or losses on hedges	繰 延 ヘ ッ ジ 損 益	593	4,303
Land revaluation surplus	土 地 評 価 差 額 金	10,531	10,519
Total valuation and translation adjustments	評 価 ・ 換 算 差 額 等 合 計	47,693	52,587
Total net assets	純 資 産 の 部 合 計	587,034	591,143
Total liabilities and net assets	負 債 及 び 純 資 産 の 部 合 計	13,348,942	13,121,457

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

(Millions of yen)

Item	(Japanese)	For the six months ended Sep.30,2022	For the six months ended Sep.30,2023
Ordinary income	経 常 収 益	99,361	80,906
Interest income	資 金 運 用 収 益	48,718	53,963
Interest on loans and discounts	(う ち 貸 出 金 利 息)	30,031	33,923
Interest and dividends on securities	(う ち 有 価 証 券 利 息 配 当 金)	16,908	18,510
Trust fees	信 託 報 酬	10	12
Fees and commissions	役 務 取 引 等 収 益	14,192	14,784
Trading income	特 定 取 引 収 益	94	119
Other ordinary income	そ の 他 業 務 収 益	11,111	1,540
Other income	そ の 他 経 常 収 益	25,235	10,486
Operating expenses	経 常 費 用	76,322	61,656
Interest expenses	資 金 調 達 費 用	3,572	12,114
Interest on deposits	(う ち 預 金 利 息)	890	1,509
Fees and commissions payments	役 務 取 引 等 費 用	3,655	4,503
Other ordinary expenses	そ の 他 業 務 費 用	37,062	14,559
General and administrative expenses	営 業 経 費	28,922	28,895
Other expenses	そ の 他 経 常 費 用	3,109	1,583
Ordinary income	経 常 利 益	23,039	19,250
Extraordinary income	特 別 利 益	161	3
Extraordinary losses	特 別 損 失	186	105
Income before income taxes	税 引 前 中 間 純 利 益	23,014	19,148
Income taxes - current	法 人 税、住 民 税 及 び 事 業 税	5,435	4,331
Income taxes - deferred	法 人 税 等 調 整 額	1,294	1,074
Total income taxes	法 人 税 等 合 計	6,729	5,406
Net income	中 間 純 利 益	16,285	13,742

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

(1) Financial Highlights (from April 1, 2023 to September 30, 2023)

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

① Non-consolidated Operating Results

	Ordinary Income		Ordinary Profit		Net Income	
First Half	¥Million	%	¥Million	%	¥Million	%
Ended September 30, 2023	54,390	6.0	11,840	(17.9)	8,236	(18.0)
Ended September 30, 2022	51,275	9.9	14,426	19.7	10,053	18.6

② Non-consolidated Financial Conditions

	Total Assets	Net Assets	Capital Assets to Total Assets
First Half	¥Million	¥Million	%
Ended September 30, 2023	8,034,945	338,708	4.2
Fiscal year 2022	8,072,804	341,021	4.2

(Reference) Capital assets First half of FY2023: ¥338,708 million FY2022: ¥341,021 million

(Note) “Capital assets to total assets” represents “Total net assets” / “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 March 31, 2023	As of Sep. 30, 2023
Assets	(資産の部)		
Cash and due from banks	現金預け金	1,222,945	1,167,537
Call loans	コールローン	8,453	1,899
Monetary claims bought	買入金銭債権	6,237	5,466
Trading account securities	商品有価証券	1,108	1,126
Money held in trust	金銭の信託	3,010	2,825
Securities	有価証券	1,312,722	1,276,329
Loans and bills discounted	貸出金	5,365,536	5,415,053
Foreign exchanges	外国為替	3,712	7,628
Other assets	その他の資産	100,961	103,502
Tangible fixed assets	有形固定資産	27,370	26,887
Intangible fixed assets	無形固定資産	6,200	5,744
Prepaid pension cost	前払年金費用	30,151	31,127
Deferred tax assets	繰延税金資産	15,355	18,729
Customers' liabilities for acceptances and guarantees	支払承諾見返	8,475	8,788
Allowance for loan losses	貸倒引当金	(39,435)	(37,700)
Total Assets	資産の部合計	8,072,804	8,034,945
Liabilities	(負債の部)		
Deposits	預金	6,911,891	6,826,657
Negotiable certificates of deposit	譲渡性預金	209,555	221,081
Call money	コールマネー	—	220
Payables under repurchase agreements	売現先勘定	52,542	87,470
Payables under securities lending transactions	債券貸借取引受入担保金	74,815	89,085
Borrowed money	借入金	428,800	407,900
Foreign Exchanges	外国為替	480	239
Due to trust account	信託勘定借	1,475	1,478
Other liabilities	その他の負債	41,700	51,525
Income taxes payable	(未払法人税等)	445	3,317
Lease obligations	(リース債務)	52	51
Other	(その他の負債)	41,202	48,156
Provision for directors' bonuses	役員賞与引当金	88	—
Provision for reimbursement of deposits	睡眠預金払戻損失引当金	702	672
Provision for contingent loss	偶発損失引当金	974	909
Provision for point card certificates	ポイント引当金	280	209
Acceptances and guarantees	支払承諾	8,475	8,788
Total liabilities	負債の部合計	7,731,783	7,696,237

(Millions of yen)

Item	(Japanese)	As of March 31, 2023	As of Sep. 30, 2023
Net Assets	(純資産の部)		
Capital stock	資 本 金	135,000	135,000
Retained earnings	利 益 剰 余 金	203,457	209,194
Legal retained earnings	利 益 準 備 金	30,008	30,508
Other retained earnings	そ の 他 利 益 剰 余 金	173,449	178,685
Retained earnings brought forward	(繰越利益剰余金)	173,449	178,685
Total shareholders' equity	株 主 資 本 合 計	338,457	344,194
Unrealized gains (losses) on available-for-sale securities	その他有価証券評価差額金	(4,278)	(10,381)
Deferred gains or losses on hedges	繰延ヘッジ損益	6,842	4,895
Total valuation and translation adjustments	評価・換算差額等合計	2,563	(5,486)
Total net assets	純 資 産 の 部 合 計	341,021	338,708
Total liabilities and net assets	負債及び純資産の部合計	8,072,804	8,034,945

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

(Millions of yen)

Item	(Japanese)	For the six months ended Sep.30,2022	For the six months ended Sep.30,2023
Ordinary income	経 常 収 益	51,275	54,390
Interest income	資 金 運 用 収 益	36,600	36,035
Interest on loans and discounts	(うち貸出金利息)	23,266	23,682
Interest and dividends on securities	(うち有価証券利息配当金)	11,947	11,614
Trust fees	信 託 報 酬	2	1
Fees and commissions	役 務 取 引 等 収 益	10,980	12,262
Other ordinary income	そ の 他 業 務 収 益	1,100	4,473
Other income	そ の 他 経 常 収 益	2,591	1,617
Operating expenses	経 常 費 用	36,848	42,550
Interest expenses	資 金 調 達 費 用	2,970	7,216
Interest on deposits	(うち預金利息)	108	175
Fees and commissions payments	役 務 取 引 等 費 用	3,746	3,908
Other ordinary expenses	そ の 他 業 務 費 用	3,222	6,239
General and administrative expenses	営 業 経 費	23,238	23,382
Other expenses	そ の 他 経 常 費 用	3,671	1,803
Ordinary income	経 常 利 益	14,426	11,840
Extraordinary income	特 別 利 益	114	91
Extraordinary losses	特 別 損 失	121	11
Income before income taxes	税 引 前 中 間 純 利 益	14,420	11,920
Income taxes - current	法 人 税、住 民 税 及 び 事 業 税	3,987	3,440
Income taxes - deferred	法 人 税 等 調 整 額	379	243
Total income taxes	法 人 税 等 合 計	4,367	3,684
Net income	中 間 純 利 益	10,053	8,236

III Financial Data for the First Half of Fiscal Year 2023

1. Income Status

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

(Millions of yen)

	(Japanese)	First Half of FY2023		First Half of FY2022 (B)	(Reference) FY2022
		(A)	(A)-(B)		
Consolidated gross profit	連 結 粗 利 益	78,414	6,407	72,006	118,348
Net interest income	資 金 利 益	69,909	(7,519)	77,428	148,913
Net fees and commissions	役 務 取 引 等 利 益	23,127	1,958	21,169	42,703
Net trading income	特 定 取 引 利 益	279	(1,217)	1,497	1,890
Net other business income	そ の 他 業 務 利 益	(14,902)	13,186	(28,089)	(75,160)
General and administrative expenses	営 業 経 費	53,861	46	53,814	107,016
Credit related costs	与 信 関 係 費 用	600	(4,445)	5,045	10,853
Write-off of loans	貸 出 金 償 却	2,224	(150)	2,374	4,296
Transfer to specific allowance for loan losses	個 別 貸 倒 引 当 金 繰 入 額	[3,413] —	(4,552)	4,552	8,798
Transfer to general allowance for loan losses	一 般 貸 倒 引 当 金 繰 入 額	[(3,923)] —	1,048	(1,048)	(753)
Reversal of allowance for loan losses	貸 倒 引 当 金 戻 入 益	510	510	—	—
Other credit related costs	そ の 他 の 与 信 関 係 費 用	(1,113)	(280)	(832)	(1,487)
Gains/losses related to stocks, etc.	株 式 等 関 係 損 益	8,728	(15,653)	24,382	43,857
Equity in gains (losses) of affiliated companies	持 分 法 に よ る 投 資 損 益	—	—	—	—
Others	そ の 他	851	(289)	1,141	2,297
Ordinary profit	経 常 利 益	33,534	(5,136)	38,670	46,631
Extraordinary income(losses)	特 別 損 益	(21)	91	(112)	(676)
Income before income taxes	税 金 等 調 整 前 中 間 純 利 益	33,512	(5,044)	38,557	45,955
Total income taxes	法 人 税 等 合 計	9,982	(1,634)	11,616	13,779
Income taxes-current	法 人 税 、 住 民 税 及 び 事 業 税	9,184	(1,557)	10,741	12,421
Income taxes-deferred	法 人 税 等 調 整 額	797	(77)	875	1,357
Net income	中 間 純 利 益	23,530	(3,410)	26,941	32,176
Net income (loss) attributable to non-controlling interest	非支配株主に帰属する中間純損失(△)	(0)	0	(0)	(0)
Net income attributable to owners of the parent	親会社株主に帰属する中間純利益	23,530	(3,410)	26,941	32,176

(Note) 1. 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)	First Half of FY2023		First Half of FY2022 (B)	(Reference) FY2022
		(A)	(A)-(B)		
Consolidated net business income (before general allowance for loan losses)	連結業務純益(一般貸引繰入前)	24,144	6,043	18,100	12,074
Consolidated net business income	連 結 業 務 純 益	24,144	4,994	19,149	12,828

(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)	As of Sep. 30, 2023		As of Sep. 30, 2022 (B)	(Reference) As of March 31, 2023
		(A)	(A)-(B)		
Number of Consolidated Subsidiaries	連 結 子 会 社 数	16	—	16	16
Number of affiliated companies applicable to the equity method	持 分 法 適 用 会 社 数	—	—	—	—

(Note) Mebuki FG established and reorganized consolidated subsidiaries on FY2023 as follows:
On April 1, 2023, through a dividend in kind, Mebuki FG acquired all the shares of The Joyo Credit Guarantee Co., Ltd, the wholly-owned subsidiary of Joyo Bank.
After that, The Joyo Credit Guarantee Co., Ltd. became the wholly owned subsidiary of Mebuki Credit Guarantee Co., Ltd. through the share exchange.

(注) 当社は2024年3月期において、連結子会社の再編等を以下のとおり実施しております。
当社は、2023年4月1日付で株式会社常陽銀行が保有する常陽信用保証株式会社(以下、「常陽信用保証」)の全株式を現物配当により取得し、めぶき信用保証株式会社(以下、「めぶき信用保証」)を完全親会社、常陽信用保証を完全子会社とする株式交換により、常陽信用保証をめぶき信用保証の完全子会社としました。

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

(Millions of yen)

	(Japanese)	First Half of FY2023		First Half of FY2022	(Reference) FY2022
		(A)	(A)-(B)	(B)	
Gross business profit	業 務 粗 利 益	74,653	6,072	68,580	112,868
(Excluding gains/losses on bond transactions)	(除く国債等債券損益(5勘定戻))	95,124	(12,749)	107,873	200,212
Gross domestic business profit	国 内 業 務 粗 利 益	76,593	(10,239)	86,832	148,481
(Excluding gains/losses on bond transactions)	(除く国債等債券損益(5勘定戻))	91,445	(7,973)	99,419	186,991
Net interest income	資 金 利 益	68,427	(3,138)	71,566	140,803
(Of which, gains/losses on cancellation of private offering investment trusts)	(うち投信解約損益)	2,379	(527)	2,907	7,177
Net fees and commissions	役 務 取 引 等 利 益	18,617	874	17,742	35,437
Net trading income	特 定 取 引 等 利 益	124	30	94	337
Net other business income	そ の 他 業 務 利 益	(10,576)	(8,006)	(2,570)	(28,097)
(Of which, gains/losses on bond transactions)	(うち国債等債券損益(5勘定戻))	(14,852)	(2,265)	(12,587)	(38,510)
Gross international business profit	国 際 業 務 粗 利 益	(1,939)	16,311	(18,251)	(35,612)
(Excluding gains/losses on bond transactions)	(除く国債等債券損益(5勘定戻))	3,678	(4,775)	8,453	13,221
Net interest income	資 金 利 益	2,241	(4,967)	7,208	10,160
(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	32	(9)	42	57
Net trading income	特 定 取 引 等 利 益	(5)	(5)	—	(2)
Net other business income	そ の 他 業 務 利 益	(4,208)	21,293	(25,502)	(45,828)
(Of which, gains/losses on bond transactions)	(うち国債等債券損益(5勘定戻))	(5,618)	21,086	(26,705)	(48,834)
Expenses (excluding non-recurrent expense)	経 費 (除 く 臨 時 処 理 分)	52,694	434	52,259	103,355
Personnel expenses	人 件 費	28,717	(73)	28,790	57,255
Non-personnel expenses	物 件 費	20,498	579	19,919	40,093
Taxes	税 金	3,478	(71)	3,550	6,006
Net business income	実 質 業 務 純 益	21,959	5,637	16,321	9,512
(before net transfer to general allowance for loan losses)					
Core net business income	コ ア 業 務 純 益	42,430	(13,183)	55,613	96,856
(Excluding gains/losses on cancellation of private offering investment trusts)	コア業務純益(除く投信解約損益)	40,050	(12,656)	52,706	89,679
Net transfer to general allowance for loan losses①	一 般 貸 倒 引 当 金 繰 入 額 ①	—	969	(969)	(620)
Net business income	業 務 純 益	21,959	4,668	17,290	10,132
(Of which, gains/losses on bond transactions)	(うち国債等債券損益(5勘定戻))	(20,470)	18,821	(39,292)	(87,344)
Net non-recurrent gains/losses	臨 時 損 益	9,132	(11,043)	20,175	35,079
Disposal of non-performing loans②	不 良 債 権 処 理 額 ②	(289)	(5,450)	5,161	9,745
Write-off of loans	貸 出 金 償 却	1,444	(309)	1,753	3,070
Transfer to specific allowance for loan losses	個 別 貸 倒 引 当 金 繰 入 額	—	(4,009)	4,009	7,943
Losses on sales of loans	貸 出 金 売 却 損	7	5	2	2
Transfer to provision for contingent losses	偶 発 損 失 引 当 金 繰 入 額	(186)	(175)	(10)	253
Reversal of allowance for loan losses	貸 倒 引 当 金 戻 入 益	847	847	—	—
Recoveries of written-off claims	償 却 債 権 取 立 益	993	126	867	2,171
Other	そ の 他	286	11	274	648
Gains/losses related to stocks, etc.	株 式 等 関 係 損 益	8,535	(16,471)	25,006	45,060
Other non-recurrent gains/losses	そ の 他 臨 時 損 益	307	(23)	330	(234)
Ordinary profit	経 常 利 益	31,091	(6,375)	37,466	45,211
Extraordinary income/losses	特 別 損 益	(21)	9	(30)	11,400
Net gain (loss) from fixed assets	固 定 資 産 処 分 損 益	1	(68)	69	(160)
Impairment loss	減 損 損 失	22	(77)	100	438
Dividends receivable from affiliated companies	関 係 会 社 受 取 配 当 金	—	—	—	12,000
Income before income taxes	税 引 前 中 間 純 利 益	31,069	(6,365)	37,435	56,612
Total income taxes	法 人 税 等 合 計	9,090	(2,006)	11,096	13,046
Income taxes-current	法 人 税、住 民 税 及 び 事 業 税	7,772	(1,649)	9,422	10,056
Income taxes-deferred	法 人 税 等 調 整 額	1,318	(356)	1,674	2,989
Net Income	中 間 純 利 益	21,978	(4,359)	26,338	43,565
Credit related costs (①+②)	与 信 関 係 費 用 (① + ②)	(289)	(4,481)	4,192	9,125

(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)	First Half of FY2023		First Half of FY2022	(Reference) FY2022
		(A)	(A)-(B)	(B)	
Gross business profit	業 務 粗 利 益	39,243	9,407	29,836	48,482
(Excluding gains/losses on bond transactions)	(除く国債等債券損益(5勘定戻))	53,476	(12,722)	66,198	121,093
Gross domestic business profit	国 内 業 務 粗 利 益	39,018	(10,006)	49,024	76,829
(Excluding gains/losses on bond transactions)	(除く国債等債券損益(5勘定戻))	49,909	(11,907)	61,816	112,761
Net interest income	資 金 利 益	39,303	(1,830)	41,134	81,885
(Of which, gains/losses on cancellation of private offering investment trusts)	(うち投信解約損益)	1,554	120	1,434	5,022
Net fees and commissions	役 務 取 引 等 利 益	10,297	(250)	10,548	20,164
Net trading income	特 定 取 引 等 利 益	124	30	94	337
Net other business income	そ の 他 業 務 利 益	(10,707)	(7,954)	(2,752)	(25,558)
(Of which, gains/losses on bond transactions)	(うち国債等債券損益(5勘定戻))	(10,890)	1,901	(12,792)	(35,932)
Gross international business profit	国 際 業 務 粗 利 益	225	19,413	(19,188)	(28,346)
(Excluding gains/losses on bond transactions)	(除く国債等債券損益(5勘定戻))	3,567	(814)	4,382	8,331
Net interest income	資 金 利 益	2,545	(1,465)	4,010	6,865
(Excluding gains/losses on cancellation of investment trusts)	(うち投信解約損益)	—	—	—	—
Net fees and commissions	役 務 取 引 等 利 益	(3)	(3)	(0)	(20)
Net trading income	特 定 取 引 等 利 益	(5)	(5)	—	(2)
Net other business income	そ の 他 業 務 利 益	(2,311)	20,887	(23,198)	(35,189)
(Of which, gains/losses on bond transactions)	(うち国債等債券損益(5勘定戻))	(3,342)	20,228	(23,570)	(36,677)
Expenses (excluding non-recurrent expense)	経 費 (除 く 臨 時 処 理 分)	29,567	370	29,196	57,677
Personnel expenses	人 件 費	16,240	(5)	16,246	32,283
Non-personnel expenses	物 件 費	11,350	402	10,947	22,024
Taxes	税 金	1,976	(26)	2,003	3,369
Net business income	実 質 業 務 純 益	9,676	9,036	639	(9,194)
(before net transfer to general allowance for loan losses)					
Core net business income	コ ア 業 務 純 益	23,909	(13,092)	37,002	63,415
(Excluding gains/losses on cancellation of investment trusts)	コア業務純益(除く投信解約損益)	22,354	(13,213)	35,567	58,393
Net transfer to general allowance for loan losses①	一 般 貸 倒 引 当 金 繰 入 額 ①	[(3,350)]	568	(568)	(610)
Net business income	業 務 純 益	9,676	8,468	1,208	(8,584)
(Of which, gains/losses on bond transactions)	(うち国債等債券損益(5勘定戻))	(14,232)	22,129	(36,362)	(72,610)
Net non-recurrent gains/losses	臨 時 損 益	9,574	(12,257)	21,831	38,195
Disposal of non-performing loans②	不 良 債 権 処 理 額 ②	(1,593)	(4,358)	2,765	5,699
Write-off of loans	貸 出 金 償 却	816	194	621	1,216
Transfer to specific allowance for loan losses	個 別 貸 倒 引 当 金 繰 入 額	[1,688]	(2,456)	2,456	4,879
Losses on sales of loans	貸 出 金 売 却 損	7	5	2	2
Transfer to provision for contingent losses	偶 発 損 失 引 当 金 繰 入 額	(223)	(221)	(2)	151
Reversal of allowance for loan losses	貸 倒 引 当 金 戻 入 益	1,662	1,662	—	—
Recoveries of written-off claims	償 却 債 権 取 立 益	711	298	412	833
Other	そ の 他	180	82	98	283
Gains/losses related to stocks, etc.	株 式 等 関 係 損 益	7,516	(16,743)	24,260	43,911
Other non-recurrent gains/losses	そ の 他 臨 時 損 益	464	128	336	(16)
Ordinary profit	経 常 利 益	19,250	(3,789)	23,039	29,611
Extraordinary income/losses	特 別 損 益	(101)	(76)	(24)	11,537
Net gain (loss) from fixed assets	固 定 資 産 処 分 損 益	(79)	(144)	65	(107)
Impairment loss	減 損 損 失	22	(67)	90	354
Dividends receivable from affiliated companies	関 係 会 社 受 取 配 当 金	—	—	—	12,000
Income before income taxes	税 引 前 中 間 純 利 益	19,148	(3,865)	23,014	41,149
Total income taxes	法 人 税 等 合 計	5,406	(1,323)	6,729	8,332
Income taxes-current	法 人 税、住 民 税 及 び 事 業 税	4,331	(1,103)	5,435	6,559
Income taxes-deferred	法 人 税 等 調 整 額	1,074	(219)	1,294	1,773
Net Income	中 間 純 利 益	13,742	(2,542)	16,285	32,816
Credit related costs (①+②)	与 信 関 係 費 用 (① + ②)	(1,593)	(3,789)	2,196	5,089

(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)	First Half of FY2023		First Half of FY2022	(Reference) FY2022
		(A)	(A)-(B)	(B)	
Gross business profit	業 務 粗 利 益	35,409	(3,335)	38,744	64,385
(Excluding gains/losses on bond transactions)	(除く国債等債券損益(5勘定戻))	41,647	(27)	41,674	79,119
Gross domestic business profit	国 内 業 務 粗 利 益	37,575	(233)	37,808	71,652
(Excluding gains/losses on bond transactions)	(除く国債等債券損益(5勘定戻))	41,536	3,933	37,602	74,229
Net interest income	資 金 利 益	29,123	(1,307)	30,431	58,918
(Of which, gains/losses on cancellation of private offering investment trusts)	(うち投信解約損益)	825	(647)	1,472	2,155
Net fees and commissions	役 務 取 引 等 利 益	8,319	1,125	7,193	15,273
Net trading income	特 定 取 引 等 利 益	—	—	—	—
Net other business income	そ の 他 業 務 利 益	131	(51)	182	(2,539)
(Of which, gains/losses on bond transactions)	(うち国債等債券損益(5勘定戻))	(3,961)	(4,167)	205	(2,577)
Gross international business profit	国 際 業 務 粗 利 益	(2,165)	(3,102)	936	(7,266)
(Excluding gains/losses on bond transactions)	(除く国債等債券損益(5勘定戻))	110	(3,960)	4,071	4,889
Net interest income	資 金 利 益	(304)	(3,502)	3,197	3,294
(Excluding gains/losses on cancellation of investment trusts)	(うち投信解約損益)	—	—	—	—
Net fees and commissions	役 務 取 引 等 利 益	36	(6)	43	77
Net trading income	特 定 取 引 等 利 益	—	—	—	—
Net other business income	そ の 他 業 務 利 益	(1,897)	406	(2,304)	(10,638)
(Of which, gains/losses on bond transactions)	(うち国債等債券損益(5勘定戻))	(2,276)	858	(3,135)	(12,156)
Expenses (excluding non-recurrent expense)	経 費 (除 く 臨 時 処 理 分)	23,126	63	23,063	45,678
Personnel expenses	人 件 費	12,476	(67)	12,544	24,972
Non-personnel expenses	物 件 費	9,148	176	8,971	18,068
Taxes	税 金	1,502	(45)	1,547	2,637
Net business income	実 質 業 務 純 益	12,282	(3,398)	15,681	18,707
(before net transfer to general allowance for loan losses)					
Core net business income	コ ア 業 務 純 益	18,520	(90)	18,611	33,441
(Excluding gains/losses on cancellation of private offering investment trusts)	コア業務純益(除く投信解約損益)	17,695	556	17,138	31,285
Net transfer to general allowance for loan losses①	一 般 貸 倒 引 当 金 繰 入 額 ①	(590)	(189)	(401)	(10)
Net business income	業 務 純 益	12,872	(3,209)	16,082	18,717
(Of which, gains/losses on bond transactions)	(うち国債等債券損益(5勘定戻))	(6,237)	(3,308)	(2,929)	(14,733)
Net non-recurrent gains/losses	臨 時 損 益	(1,032)	623	(1,655)	(3,116)
Disposal of non-performing loans②	不 良 債 権 処 理 額 ②	1,894	(502)	2,396	4,046
Write-off of loans	貸 出 金 償 却	627	(503)	1,131	1,853
Transfer to specific allowance for loan losses	個 別 貸 倒 引 当 金 繰 入 額	1,405	(147)	1,552	3,063
Losses on sales of loans	貸 出 金 売 却 損	0	0	0	0
Transfer to provision for contingent losses	偶 発 損 失 引 当 金 繰 入 額	37	46	(8)	102
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	282	(172)	455	1,337
Other	そ の 他	105	(70)	176	365
Gains/losses related to stocks, etc.	株 式 等 関 係 損 益	1,019	272	746	1,148
Other non-recurrent gains/losses	そ の 他 臨 時 損 益	(157)	(151)	(5)	(218)
Ordinary profit	経 常 利 益	11,840	(2,586)	14,426	15,600
Extraordinary income/losses	特 別 損 益	80	86	(6)	(137)
Net gain (loss) from fixed assets	固 定 資 産 処 分 損 益	80	76	3	(52)
Impairment loss	減 損 損 失	—	(9)	9	84
Dividends receivable from affiliated companies	関 係 会 社 受 取 配 当 金	—	—	—	—
Income before income taxes	税 引 前 中 間 純 利 益	11,920	(2,499)	14,420	15,463
Total income taxes	法 人 税 等 合 計	3,684	(682)	4,367	4,713
Income taxes-current	法 人 税、住 民 税 及 び 事 業 税	3,440	(546)	3,987	3,497
Income taxes-deferred	法 人 税 等 調 整 額	243	(136)	379	1,216
Net Income	中 間 純 利 益	8,236	(1,816)	10,053	10,749
Credit related costs (①+②)	与 信 関 係 費 用 (① + ②)	1,304	(691)	1,995	4,036

(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)	First Half of FY2023		First Half of FY2022 (B)
		(A)	(A)-(B)	
Net business income (before transfer to general allowance for loan losses)	実 質 業 務 純 益	21,959	5,637	16,321
Per head (in thousands of yen)	職員一人当たり(千円)	3,840	1,064	2,775
Net business income	業 務 純 益	21,959	4,668	17,290
Per head (in thousands of yen)	職員一人当たり(千円)	3,840	899	2,940

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

(Millions of yen)

	(Japanese)	First Half of FY2023		First Half of FY2022 (B)
		(A)	(A)-(B)	
Net business income (before transfer to general allowance for loan losses)	実 質 業 務 純 益	9,676	9,036	639
Per head (in thousands of yen)	職員一人当たり(千円)	3,041	2,844	197
Net business income	業 務 純 益	9,676	8,468	1,208
Per head (in thousands of yen)	職員一人当たり(千円)	3,041	2,669	372

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

(Millions of yen)

	(Japanese)	First Half of FY2023		First Half of FY2022 (B)
		(A)	(A)-(B)	
Net business income (before transfer to general allowance for loan losses)	実 質 業 務 純 益	12,282	(3,398)	15,681
Per head (in thousands of yen)	職員一人当たり(千円)	4,841	(1,109)	5,951
Net business income	業 務 純 益	12,872	(3,209)	16,082
Per head (in thousands of yen)	職員一人当たり(千円)	5,073	(1,029)	6,103

(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		
		First Half of FY2023		First Half of FY2022 (B)	First Half of FY2023		First Half of FY2022 (B)	First Half of FY2023		First Half of FY2022 (B)
		(A)	(A)-(B)		(A)	(A)-(B)		(A)	(A)-(B)	
Average yield on interest earning assets①	資 金 運 用 利 回	1.06	0.17	0.89	1.09	0.21	0.88	1.02	0.12	0.90
Average yield on loans and bills discounted	貸 出 金 利 回	0.91	0.02	0.89	0.93	0.06	0.87	0.88	(0.03)	0.91
Average yield on securities	有 価 証 券 利 回	1.67	0.38	1.29	1.60	0.48	1.12	1.81	0.16	1.65
Average yield on interest bearing liabilities②	資 金 調 達 原 価	0.71	0.21	0.50	0.66	0.19	0.47	0.79	0.25	0.54
Average yield on deposits and negotiable certificates of deposit	預 金 等 利 回	0.01	0.00	0.01	0.02	0.01	0.01	0.00	0.00	0.00
Average yield on call money and borrowed money	外 部 負 債 利 回	0.27	0.24	0.03	0.31	0.25	0.06	0.11	0.11	0.00
Average interest rate spread (①－②)	総 資 金 利 鞘	0.35	(0.04)	0.39	0.43	0.02	0.41	0.23	(0.13)	0.36

(Reference) Domestic operation

(%)

	(Japanese)	Total			The Joyo Bank			The Ashikaga Bank		
		First Half of FY2023		First Half of FY2022 (B)	First Half of FY2023		First Half of FY2022 (B)	First Half of FY2023		First Half of FY2022 (B)
		(A)	(A)-(B)		(A)	(A)-(B)		(A)	(A)-(B)	
Average yield on interest earning assets①	資 金 運 用 利 回	0.83	0.05	0.78	0.82	0.03	0.79	0.85	0.07	0.78
Average yield on loans and bills discounted	貸 出 金 利 回	0.84	(0.02)	0.86	0.82	(0.01)	0.83	0.87	(0.04)	0.91
Average yield on securities	有 価 証 券 利 回	1.00	(0.02)	1.02	0.96	0.01	0.95	1.10	(0.07)	1.17
Average yield on interest bearing liabilities②	資 金 調 達 原 価	0.52	0.07	0.45	0.47	0.04	0.43	0.61	0.12	0.49
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	0.00	0.00
Average yield on call money and borrowed money	外 部 負 債 利 回	(0.00)	0.00	(0.00)	(0.00)	0.00	(0.00)	(0.00)	0.00	(0.00)
Average interest rate spread (①－②)	総 資 金 利 鞘	0.31	(0.02)	0.33	0.35	(0.01)	0.36	0.24	(0.05)	0.29

4. Return on Equity

(%)

	(Japanese)	Mebuki FG (Consolidated)			The Joyo Bank			The Ashikaga Bank		
		First Half of FY2023		First Half of FY2022	First Half of FY2023		First Half of FY2022	First Half of FY2023		First Half of FY2022
		(A)	(A)-(B)	(B)	(A)	(A)-(B)	(B)	(A)	(A)-(B)	(B)
Net business income (before net transfer to general allowance for loan losses)	実質業務純益ベース	5.30	1.39	3.91	3.27	3.06	0.21	7.20	(1.90)	9.10
Net business income basis	業務純益ベース	5.30	1.16	4.14	3.27	2.87	0.40	7.55	(1.78)	9.33
Net income basis	中間純利益ベース	5.17	(0.66)	5.83	4.65	(0.84)	5.49	4.83	(1.00)	5.83

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

2. A denominator is calculated as follows:

Average Capital=(Capital at the beginning of the period + Capital at the end of the period)/2.

Capital= 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)の中間純利益ベースは、親会社株主に帰属する中間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)	First Half of FY2023		First Half of FY2022
		(A)	(A)-(B)	(B)
Gains (losses) on bonds (Government bonds, etc.)	国債等債券損益	(20,470)	18,821	(39,292)
Gains on sales	売却益	326	(578)	904
Gains on redemption	償還益	—	—	—
Losses on sales	売却損	20,797	(19,400)	40,197
Losses on redemption	償還損	—	—	—
Write-offs	償却	—	—	—

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

	(Japanese)	First Half of FY2023		First Half of FY2022
		(A)	(A)-(B)	(B)
Gains (losses) on bonds (Government bonds, etc.)	国債等債券損益	(14,232)	22,129	(36,362)
Gains on sales	売却益	326	(373)	699
Gains on redemption	償還益	—	—	—
Losses on sales	売却損	14,559	(22,503)	37,062
Losses on redemption	償還損	—	—	—
Write-offs	償却	—	—	—

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

	(Japanese)	First Half of FY2023		First Half of FY2022
		(A)	(A)-(B)	(B)
Gains (losses) on bonds (Government bonds, etc.)	国債等債券損益	(6,237)	(3,308)	(2,929)
Gains on sales	売却益	0	(205)	205
Gains on redemption	償還益	—	—	—
Losses on sales	売却損	6,238	3,103	3,135
Losses on redemption	償還損	—	—	—
Write-offs	償却	—	—	—

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

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

(Millions of yen)

	(Japanese)	First Half of FY2023		First Half of FY2022
		(A)	(A)-(B)	(B)
Gains/losses related to stocks, etc.	株式等関係損益	8,535	(16,471)	25,006
Gains on sales	売却益	8,645	(17,659)	26,304
Losses on sales	売却損	109	(1,168)	1,277
Write-offs	償却	0	(20)	20

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

	(Japanese)	First Half of FY2023		First Half of FY2022
		(A)	(A)-(B)	(B)
Gains/losses related to stocks, etc.	株式等関係損益	7,516	(16,743)	24,260
Gains on sales	売却益	7,617	(16,908)	24,526
Losses on sales	売却損	100	(164)	265
Write-offs	償却	0	(0)	0

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

	(Japanese)	First Half of FY2023		First Half of FY2022
		(A)	(A)-(B)	(B)
Gains/losses related to stocks, etc.	株式等関係損益	1,019	272	746
Gains on sales	売却益	1,027	(751)	1,778
Losses on sales	売却損	8	(1,004)	1,012
Write-offs	償却	—	(19)	19

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 Sep. 30, 2023					As of March 31, 2023			
		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	158,278	(1,670)	(853)	92	1,763	161,861	(817)	148	966
	Bonds 債 券	158,278	(1,670)	(853)	92	1,763	161,861	(817)	148	966
	Others そ の 他	—	—	—	—	—	—	—	—	—
Available-for-sale	そ の 他 有 価 証 券	3,440,711	18,530	(6,463)	150,871	132,341	3,462,358	24,993	121,541	96,547
	Stocks 株 式	245,067	126,474	24,704	127,072	597	211,344	101,770	103,286	1,515
	Bonds 債 券	1,909,147	(50,056)	(15,643)	362	50,418	2,044,046	(34,413)	1,870	36,284
	Others そ の 他	1,286,496	(57,888)	(15,524)	23,436	81,325	1,206,966	(42,364)	16,383	58,747
Total	合 計	3,598,990	16,859	(7,316)	150,964	134,105	3,624,219	24,175	121,689	97,513
	Stocks 株 式	245,067	126,474	24,704	127,072	597	211,344	101,770	103,286	1,515
	Bonds 債 券	2,067,426	(51,727)	(16,496)	455	52,182	2,205,908	(35,230)	2,019	37,250
	Others そ の 他	1,286,496	(57,888)	(15,524)	23,436	81,325	1,206,966	(42,364)	16,383	58,747

(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 negotiable certificates of deposit recognized as "Cash and due from banks".

(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、「現金預け金」中の譲渡性預け金も含めております。

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

(Millions of yen)

		As of Sep. 30, 2023					As of March 31, 2023			
		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	149,784	4,632	(1,359)	5,175	543	152,853	5,991	6,446	455
	Bonds 債 券	149,784	4,632	(1,359)	5,175	543	152,853	5,991	6,446	455
	Others そ の 他	—	—	—	—	—	—	—	—	—
Available-for-sale	そ の 他 有 価 証 券	3,440,454	36,096	(7,288)	166,557	130,461	3,462,081	43,384	138,086	94,702
	Stocks 株 式	244,809	138,516	24,848	139,048	531	211,067	113,667	114,651	983
	Bonds 債 券	1,909,147	(45,903)	(16,502)	3,018	48,921	2,044,046	(29,400)	6,138	35,538
	Others そ の 他	1,286,496	(56,517)	(15,633)	24,491	81,009	1,206,966	(40,883)	17,296	58,180
Total	合 計	3,590,238	40,728	(8,647)	171,733	131,004	3,614,934	49,375	144,532	95,157
	Stocks 株 式	244,809	138,516	24,848	139,048	531	211,067	113,667	114,651	983
	Bonds 債 券	2,058,932	(41,270)	(17,862)	8,193	49,464	2,196,900	(23,408)	12,585	35,993
	Others そ の 他	1,286,496	(56,517)	(15,633)	24,491	81,009	1,206,966	(40,883)	17,296	58,180

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

(Millions of yen)

		As of Sep. 30, 2023					As of March 31, 2023			
		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	98,811	(439)	(142)	92	532	101,882	(296)	144	441
	Bonds 債 券	98,811	(439)	(142)	92	532	101,882	(296)	144	441
	Others そ の 他	—	—	—	—	—	—	—	—	—
Available-for-sale	そ の 他 有 価 証 券	2,217,766	52,988	1,710	124,145	71,157	2,202,210	51,278	104,139	52,861
	Stocks 株 式	206,746	109,810	18,259	110,318	507	178,554	91,551	92,442	891
	Bonds 債 券	1,276,955	(30,253)	(11,015)	339	30,592	1,336,951	(19,237)	1,798	21,036
	Others そ の 他	734,065	(26,569)	(5,533)	13,487	40,056	686,703	(21,035)	9,898	30,933
Total	合 計	2,316,578	52,549	1,568	124,238	71,689	2,304,093	50,981	104,284	53,303
	Stocks 株 式	206,746	109,810	18,259	110,318	507	178,554	91,551	92,442	891
	Bonds 債 券	1,375,766	(30,692)	(11,157)	432	31,124	1,438,834	(19,534)	1,943	21,478
	Others そ の 他	734,065	(26,569)	(5,533)	13,487	40,056	686,703	(21,035)	9,898	30,933

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

(Millions of yen)

		As of Sep. 30, 2023					As of March 31, 2023			
		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	50,972	5,071	(1,216)	5,082	11	50,970	6,288	6,302	13
	Bonds 債 券	50,972	5,071	(1,216)	5,082	11	50,970	6,288	6,302	13
	Others そ の 他	—	—	—	—	—	—	—	—	—
Available-for-sale	そ の 他 有 価 証 券	1,222,688	(16,892)	(8,998)	42,412	59,304	1,259,870	(7,893)	33,946	41,840
	Stocks 株 式	38,063	28,705	6,588	28,729	23	32,512	22,116	22,208	91
	Bonds 債 券	632,192	(15,649)	(5,487)	2,678	18,328	707,095	(10,162)	4,339	14,501
	Others そ の 他	552,431	(29,948)	(10,100)	11,003	40,952	520,262	(19,848)	7,398	27,246
Total	合 計	1,273,660	(11,820)	(10,215)	47,494	59,315	1,310,840	(1,605)	40,248	41,854
	Stocks 株 式	38,063	28,705	6,588	28,729	23	32,512	22,116	22,208	91
	Bonds 債 券	683,165	(10,577)	(6,704)	7,761	18,339	758,065	(3,873)	10,641	14,515
	Others そ の 他	552,431	(29,948)	(10,100)	11,003	40,952	520,262	(19,848)	7,398	27,246

7. Capital Adequacy Ratio (Domestic standard)

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

(Millions of yen)

(Domestic standard)		As of Sep. 30, 2023			As of March 31, 2023	As of Sep. 30, 2022
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
①Capital adequacy ratio ④/⑤	自 己 資 本 比 率	13.28%	(0.04%)	1.96%	13.32%	11.32%
②Basic Core capital	コア資本に係る基礎項目の額	871,975	5,185	5,609	866,790	866,365
③Adjustment Core capital	コア資本に係る調整項目の額	40,833	2,137	(3,729)	38,695	44,562
④Capital ②-③	自 己 資 本 の 額	831,142	3,047	9,338	828,094	821,803
⑤Total risk weighted assets	リ ス ク ・ ア セ ッ ト 等 の 額	6,255,648	42,177	(1,000,277)	6,213,470	7,255,925
⑥Total required capital ⑤×4%	総 所 要 自 己 資 本 額	250,225	1,687	(40,011)	248,538	290,237

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

(Millions of yen)

(Domestic standard)		As of Sep. 30, 2023			As of March 31, 2023	As of Sep. 30, 2022
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
①Capital adequacy ratio ④/⑤	自 己 資 本 比 率	14.10%	(0.76%)	1.57%	14.86%	12.53%
②Basic Core capital	コア資本に係る基礎項目の額	538,886	(6,222)	(13,449)	545,109	552,336
③Adjustment Core capital	コア資本に係る調整項目の額	22,758	6,893	2,736	15,865	20,022
④Capital ②-③	自 己 資 本 の 額	516,127	(13,116)	(16,186)	529,243	532,313
⑤Total risk weighted assets	リ ス ク ・ ア セ ッ ト 等 の 額	3,658,490	97,927	(589,508)	3,560,562	4,247,998
⑥Total required capital ⑤×4%	総 所 要 自 己 資 本 額	146,339	3,917	(23,580)	142,422	169,919

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

Capital Adequacy Ratio	自 己 資 本 比 率	13.91%	(0.48%)	2.05%	14.39%	11.86%
Capital	自 己 資 本 の 額	508,588	(3,296)	5,540	511,884	503,047
Total risk weighted assets	リ ス ク ・ ア セ ッ ト 等 の 額	3,654,668	98,408	(586,720)	3,556,260	4,241,388

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

(Millions of yen)

(Domestic standard)		As of Sep. 30, 2023			As of March 31, 2023	As of Sep. 30, 2022
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
①Capital adequacy ratio ④/⑤	自 己 資 本 比 率	12.53%	0.34%	2.07%	12.19%	10.46%
②Basic Core capital	コア資本に係る基礎項目の額	338,965	4,513	2,619	334,452	336,346
③Adjustment Core capital	コア資本に係る調整項目の額	23,792	745	(4,795)	23,046	28,588
④Capital ②-③	自 己 資 本 の 額	315,173	3,767	7,415	311,405	307,758
⑤Total risk weighted assets	リ ス ク ・ ア セ ッ ト 等 の 額	2,513,905	(40,609)	(426,612)	2,554,514	2,940,517
⑥Total required capital ⑤×4%	総 所 要 自 己 資 本 額	100,556	(1,624)	(17,064)	102,180	117,620

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

Capital Adequacy Ratio	自 己 資 本 比 率	12.51%	0.34%	2.06%	12.17%	10.45%
Capital	自 己 資 本 の 額	314,515	3,715	7,322	310,799	307,192
Total risk weighted assets	リ ス ク ・ ア セ ッ ト 等 の 額	2,512,295	(40,506)	(426,485)	2,552,801	2,938,781

(Note) 1. Risk-weighted assets are calculated as follows.

Credit risk assets: Foundation internal rating-based approach
Operational risk equivalent : The Standardized Approach

2. 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. 自己資本比率の算出にあたっては、以下の手法を採用しております。

・信用リスクアセット : 基礎的内部格付手法
・オペレーショナルリスク相当額: 標準的計測手法

2. 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. Status of Disclosed Claims under the Financial Revitalization Law and 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)】

(Millions of yen)

	(Japanese)	As of Sep. 30, 2023			As of March 31, 2023 (B)	As of Sep. 30, 2022 (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	12,467	(109)	(656)	12,577	13,123
Doubtful claims	危険債権	151,830	(1,183)	1,089	153,013	150,740
Claims requiring monitoring	要管理債権	32,275	751	5,062	31,523	27,213
Loans past due 3 month or more	3ヶ月以上延滞債権	113	(98)	(28)	211	141
Restructured loans	貸出条件緩和債権	32,161	849	5,090	31,311	27,071
Total risk-monitored loans ①	開示債権合計 (1)	196,572	(541)	5,495	197,114	191,077
Normal Borrowers	正常債権	12,554,613	111,303	512,074	12,443,310	12,042,539
Total Amount of Loans ②	貸出金等残高(総与信残高) (2)	12,751,186	110,761	517,569	12,640,425	12,233,616
Amount of partial direct write-off executed	部分直接償却実施額	22,878	532	85	22,345	22,792
Ratio toward total amount of loans	貸出金等残高比					
Bankrupt and substantially bankrupt claims	破産更生債権及びこれらに準ずる債権	0.09%	0.00%	(0.01%)	0.09%	0.10%
Doubtful claims	危険債権	1.19%	(0.02%)	(0.04%)	1.21%	1.23%
Claims requiring monitoring	要管理債権	0.25%	0.01%	0.03%	0.24%	0.22%
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	0.25%	0.01%	0.03%	0.24%	0.22%
Ratio of Disclosed claims toward total loans (①/②)	貸出金等残高に占める割合 (1)/(2)	1.54%	(0.01%)	(0.02%)	1.55%	1.56%

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

(Millions of yen)

	(Japanese)	As of Sep. 30, 2023			As of March 31, 2023 (B)	As of Sep. 30, 2022 (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	4,281	(902)	(652)	5,184	4,934
Doubtful claims	危険債権	83,775	(1,086)	(92)	84,862	83,868
Claims requiring monitoring	要管理債権	11,296	(825)	(407)	12,121	11,703
Loans past due 3 month or more	3ヶ月以上延滞債権	99	18	40	81	58
Restructured loans	貸出条件緩和債権	11,196	(843)	(447)	12,040	11,644
Total risk-monitored loans ①	開示債権合計 (1)	99,353	(2,814)	(1,152)	102,168	100,506
Normal Borrowers	正常債権	7,309,324	76,115	318,711	7,233,208	6,990,613
Total Amount of Loans ②	貸出金等残高(総与信残高) (2)	7,408,678	73,301	317,558	7,335,377	7,091,119
Amount of partial direct write-off executed	部分直接償却実施額	8,905	(194)	(748)	9,100	9,654
Ratio toward total amount of loans	貸出金等残高比					
Bankrupt and substantially bankrupt claims	破産更生債権及びこれらに準ずる債権	0.05%	(0.02%)	(0.01%)	0.07%	0.06%
Doubtful claims	危険債権	1.13%	(0.02%)	(0.05%)	1.15%	1.18%
Claims requiring monitoring	要管理債権	0.15%	(0.01%)	(0.01%)	0.16%	0.16%
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	0.15%	(0.01%)	(0.01%)	0.16%	0.16%
Ratio of Disclosed claims toward total loans (①/②)	貸出金等残高に占める割合 (1)/(2)	1.34%	(0.05%)	(0.07%)	1.39%	1.41%

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

(Millions of yen)

	(Japanese)	As of Sep. 30, 2023			As of March 31, 2023 (B)	As of Sep. 30, 2022 (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	7,648	918	80	6,729	7,567
Doubtful claims	危険債権	68,029	(93)	1,172	68,123	66,856
Claims requiring monitoring	要管理債権	20,978	1,576	5,469	19,402	15,509
Loans past due 3 month or more	3ヶ月以上延滞債権	14	(116)	(68)	130	82
Restructured loans	貸出条件緩和債権	20,964	1,693	5,537	19,271	15,426
Total risk-monitored loans ①	開示債権合計 (1)	96,656	2,402	6,722	94,254	89,934
Normal Borrowers	正常債権	5,401,766	38,694	193,457	5,363,071	5,208,309
Total Amount of Loans ②	貸出金等残高（総与信残高）(2)	5,498,422	41,097	200,179	5,457,325	5,298,243
Amount of partial direct write-off executed	部分直接償却実施額	12,056	579	641	11,477	11,415
Ratio toward total amount of loans	貸出金等残高比					
Bankrupt and substantially bankrupt claims	破産更生債権及びこれらに準ずる債権	0.13%	0.01%	(0.01%)	0.12%	0.14%
Doubtful claims	危険債権	1.23%	(0.01%)	(0.03%)	1.24%	1.26%
Claims requiring monitoring	要管理債権	0.38%	0.03%	0.09%	0.35%	0.29%
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	0.38%	0.03%	0.09%	0.35%	0.29%
Ratio of Disclosed claims toward total loans (①/②)	貸出金等残高に占める割合 (1)/(2)	1.75%	0.03%	0.06%	1.72%	1.69%

2. Allowance for Loan Losses

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

(Millions of yen)

	(Japanese)	As of Sep. 30, 2023			As of March 31, 2023 (B)	As of Sep. 30, 2022 (C)
		(A)	(A)-(B)	(A)-(C)		
Allowance for loan losses	貸倒引当金	86,992	(4,866)	(5,657)	91,859	92,650
General allowance for loan losses	一般貸倒引当金	32,183	(3,923)	(3,628)	36,107	35,812
Specific allowance for loan losses	個別貸倒引当金	54,809	(942)	(2,029)	55,752	56,838
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 Sep. 30, 2023			As of March 31, 2023 (B)	As of Sep. 30, 2022 (C)
		(A)	(A)-(B)	(A)-(C)		
Allowance for loan losses	貸倒引当金合計	39,598	(3,136)	(3,389)	42,734	42,987
General allowance for loan losses	一般貸倒引当金	10,830	(3,350)	(3,392)	14,181	14,222
Specific allowance for loan losses	個別貸倒引当金	28,767	214	3	28,553	28,764
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 Sep. 30, 2023			As of March 31, 2023 (B)	As of Sep. 30, 2022 (C)
		(A)	(A)-(B)	(A)-(C)		
Allowance for loan losses	貸倒引当金合計	37,700	(1,735)	(2,317)	39,435	40,017
General allowance for loan losses	一般貸倒引当金	14,195	(590)	(199)	14,785	14,394
Specific allowance for loan losses	個別貸倒引当金	23,505	(1,145)	(2,118)	24,650	25,623
Allowance for specific foreign debtors	特定海外債権引当勘定	—	—	—	—	—

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

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

(Millions of yen)

	(Japanese)	As of Sep. 30, 2023			As of March 31, 2023 (B)	As of Sep. 30, 2022 (C)
		(A)	(A)-(B)	(A)-(C)		
Coverage amount ②	保 全 額 ②	78,727	(2,464)	(3,891)	81,191	82,618
Portion covered by allowance	貸 倒 引 当 金	31,128	209	686	30,918	30,441
Reserve for specific debtors	担 保 保 証 等	47,598	(2,674)	(4,578)	50,272	52,177
Total disclosed claims under the Financial Revitalization Law	金融再生法開示債権残高①	99,353	(2,814)	(1,152)	102,168	100,506

(%)

Coverage ratio ②/①	保 全 率 ② / ①	79.23	(0.23)	(2.97)	79.46	82.20
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(Reference) Breakdown of Disclosed claims under the Financial Revitalization Law (As of Sep. 30, 2023)

(Millions of yen)

		Bankrupt and substantially bankrupt claims	Doubtful claims	Claims requiring monitoring	Total
		破産更正債権及びこれらに準ずる債権	危険債権	要管理債権	合 計
Total claims outstanding	与 信 残 高 ①	4,281	83,775	11,296	99,353
Collateral and guarantees	担 保 保 証 等 保 全 額 ②	4,277	41,635	1,685	47,598
Uncoverage amount	非 保 全 額 ③=①-②	3	42,140	9,611	51,755
Allowance for loan losses	貸 倒 引 当 金 ④	3	28,726	2,397	31,128
Coverage amount	保 全 額 ⑤=②+④	4,281	70,362	4,082	78,727
Allowance ratio	引 当 率 ④/③	100.00%	68.16%	24.94%	60.14%
Coverage ratio	保 全 率 ⑤/①	100.00%	83.98%	36.14%	79.23%

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

(Millions of yen)

	(Japanese)	As of Sep. 30, 2023			As of March 31, 2023 (B)	As of Sep. 30, 2022 (C)
		(A)	(A)-(B)	(A)-(C)		
Coverage amount ②	保 全 額 ②	73,019	1,506	3,196	71,512	69,822
Portion covered by allowance	貸 倒 引 当 金	27,087	(548)	(735)	27,636	27,823
Reserve for specific debtors	担 保 保 証 等	45,931	2,055	3,932	43,876	41,999
Total disclosed claims under the Financial Revitalization Law	金融再生法開示債権残高①	96,656	2,402	6,722	94,254	89,934

(%)

Coverage ratio ②/①	保 全 率 ② / ①	75.54	(0.33)	(2.09)	75.87	77.63
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(Reference) Breakdown of Disclosed claims under the Financial Revitalization Law (As of Sep. 30, 2023)

		Bankrupt and substantially bankrupt claims	Doubtful claims	Claims requiring monitoring	Total
		破産更正債権及びこれらに準ずる債権	危険債権	要管理債権	合 計
Total claims outstanding	与 信 残 高 ①	7,648	68,029	20,978	96,656
Collateral and guarantees	担 保 保 証 等 保 全 額 ②	5,868	33,225	6,837	45,931
Uncoverage amount	非 保 全 額 ③=①-②	1,779	34,803	14,141	50,724
Allowance for loan losses	貸 倒 引 当 金 ④	1,779	21,726	3,581	27,087
Coverage amount	保 全 額 ⑤=②+④	7,648	54,952	10,418	73,019
Allowance ratio	引 当 率 ④/③	100.00%	62.42%	25.32%	53.40%
Coverage ratio	保 全 率 ⑤/①	100.00%	80.77%	49.66%	75.54%

4 .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)

The Jojo Bank, Ltd. (Non-consolidated basis)				(hundreds million of Yen)					
Classification of Borrowers (Self-assessment)		Disclosed Claims under the Financial Revitalization Law	Risk-monitored Loans	Claim-classification				Allowance	Coverage ratio
自己査定の債務者区分		金融再生法に基づく開示債権	リスク管理債権	No-classification	Ⅱ	Ⅲ	Ⅳ	引当額	保全率
Legally Bankrupt 破綻先 6		Bankrupt and substantially buncrupt claims 破産更生債権及びこれらに準ずる債権 42		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%
Substantially Bankrupt 実質破綻先 36				14	28				
Potentially Bankrupt 破綻懸念先 837		Doubtful claims 危険債権 837		Covered by allowance, collateral, guarantee 引当金、担保・保証等による保全部分		134		287	83.9%
				581	121				
Borrowers Requiring Caution 要注意先 3,926	Borrowers Requiring Monitoring 要管理先 166	Claims requiring monitoring 要管理債権 112	Loans past due 3 month or more 3ヶ月以上延滞債権 0	Covered by allowance, collateral, guarantee 引当金、担保・保証等による保全部分 74				28	36.1%
			Restructured loans 貸出条件緩和債権 111	22	143				
	Borrowers Requiring Caution その他の要注意先 3,760	Normal claims 正常債権 73,093		Coverage of Claims requiring monitoring 要管理債権に対する保全額 40				Allowance of Claims requiring monitoring 要管理先に対する引当額 23	
				1,034	2,725	53			
Normal Borrowers 正常先 68,331				68,331				26	
Total 合計 73,138		Total 合計 74,086		No-classification 69,984	Ⅱ 3,019	Ⅲ 134	Ⅳ －	Total 合計 395	

Amount of partial direct write-off 部分直接償却残高: 8.9 billion yen

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

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

3. "Self- assessment" doesn't include the privately-placed bonds guaranteed by the bank, whereas "Disclosed Claims under the Financial Revitalization Law" and "Risk-monitored Loans" include 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及びリスク管理債権には「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	Risk-monitored Loans	Claim-classification				Allowance	Coverage ratio
自己査定の債務者区分		金融再生法に基づ く開示債権	リスク管理債権	No- classifi- cation 非分類	Ⅱ Ⅱ 分類	Ⅲ Ⅲ 分類	Ⅳ Ⅳ 分類	引当額	保全率
Legally Bankrupt 破綻先 4		Bankrupt and substantially buncrupt claims 破産更生債権及び これらに準ずる債権 76		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 －	17	100.0%
Substantially Bankrupt 実質破綻先 71				37	39				
Potentially Bankrupt 破綻懸念先 678		Doubtful claims 危険債権 680		Covered by allowance, collateral, guarantee 引当金、担保・保証 等による保全部分		129		217	80.7%
				437	111				
Borrowers Requiring Caution 要注意先 3,903	Borrowers Requiring Monitoring 要管理先 311	Claims requiring monitoring 要管理債権 209	Loans past due 3 month or more 3ヶ月以上 延滞債権 0	Covered by allowance, collateral, guarantee 引当金、担保・保証 等による保全部分 155				54	49.6%
		Restructured loans 貸出条件緩和 債権 209	71	239	Allowance of Claims requiring monitoring 要管理先に対 する引当額 35				
			Normal claims 正常債権 54,017	Coverage of Claims requiring monitoring 要管理債権に対する 保全額 104					
					1,232	2,359			62
Normal Borrowers 正常先 49,610				49,610				24	
Total 合計 54,269		Total 合計 54,984		No- classifi- cation 51,389	Ⅱ 2,749	Ⅲ 129	Ⅳ －	Total 合計 376	

Amount of partial direct write-off 部分直接償却残高: 12.0 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" and "Risk-monitored Loans" include 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及びリスク管理債権には「自行保証付私募債」を含んでおります。

5. 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 Sep. 30, 2023			As of March 31, 2023	As of Sep. 30, 2022
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
Total	合 計	12,713,233	124,716	537,384	12,588,517	12,175,849
Manufacturing	製 造 業	1,278,059	25,040	65,327	1,253,019	1,212,732
Agriculture / Forestry	農 業 、 林 業	30,460	(665)	(83)	31,125	30,543
Fishery	漁 業	6,104	(784)	1,040	6,888	5,063
Mining / Quarrying of stone / Gravel	鉱業・採石業・砂利採取業	16,156	2,439	4,455	13,717	11,701
Construction	建 設 業	386,616	6,177	25,876	380,438	360,740
Electricity, gas and water	電気・ガス・熱供給・水道業	329,770	12,747	39,364	317,022	290,406
Telecommunication	情 報 通 信 業	38,431	2,691	274	35,740	38,157
Transportation / Postal activities	運 輸 業 、 郵 便 業	327,255	6,995	8,218	320,259	319,036
Wholesale / Retail services	卸 売 業 、 小 売 業	1,072,227	11,733	43,004	1,060,493	1,029,223
Financial and insurance services	金 融 業 、 保 険 業	530,056	53,769	124,442	476,286	405,614
Real estate / Goods rental and leasing	不 動 産 業 、 物 品 賃 貸 業	1,910,490	43,399	82,303	1,867,091	1,828,187
Medical welfare and other services	医 療 ・ 福 祉 等 サービス業	704,144	(932)	12,580	705,076	691,563
Government / Local government	国 ・ 地 方 公 共 団 体	1,669,748	(83,756)	18,189	1,753,505	1,651,558
Others	そ の 他	4,413,711	45,859	112,391	4,367,852	4,301,320

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

(Millions of yen)

	(Japanese)	As of Sep. 30, 2023			As of March 31, 2023	As of Sep. 30, 2022
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
Total	合 計	7,298,180	75,199	322,441	7,222,981	6,975,739
Manufacturing	製 造 業	766,223	13,643	53,276	752,580	712,947
Agriculture / Forestry	農 業 、 林 業	17,535	(414)	(266)	17,949	17,801
Fishery	漁 業	5,617	(719)	1,078	6,336	4,539
Mining / Quarrying of stone / Gravel	鉱業・採石業・砂利採取業	12,541	976	2,994	11,564	9,546
Construction	建 設 業	208,892	5,518	18,849	203,373	190,043
Electricity, gas and water	電気・ガス・熱供給・水道業	227,426	7,836	30,110	219,589	197,316
Telecommunication	情 報 通 信 業	20,002	1,430	(888)	18,571	20,890
Transportation / Postal activities	運 輸 業 、 郵 便 業	191,767	6,982	11,443	184,784	180,324
Wholesale / Retail services	卸 売 業 、 小 売 業	653,663	13,410	28,571	640,253	625,092
Financial and insurance services	金 融 業 、 保 険 業	301,392	44,352	77,518	257,040	223,874
Real estate / Goods rental and leasing	不 動 産 業 、 物 品 賃 貸 業	1,241,713	22,375	38,457	1,219,337	1,203,256
Medical welfare and other services	医 療 ・ 福 祉 等 サービス業	340,218	5,078	11,081	335,139	329,136
Government / Local government	国 ・ 地 方 公 共 団 体	1,052,011	(67,976)	(10,752)	1,119,987	1,062,763
Others	そ の 他	2,259,174	22,703	60,967	2,236,470	2,198,206

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

(Millions of yen)

	(Japanese)	As of Sep. 30, 2023			As of March 31, 2023	As of Sep. 30, 2022
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
Total	合 計	5,415,053	49,516	214,942	5,365,536	5,200,110
Manufacturing	製 造 業	511,836	11,397	12,050	500,439	499,785
Agriculture / Forestry	農 業 、 林 業	12,924	(251)	183	13,175	12,741
Fishery	漁 業	486	(65)	(37)	551	523
Mining / Quarrying of stone / Gravel	鉱業・採石業・砂利採取業	3,615	1,462	1,460	2,152	2,154
Construction	建 設 業	177,723	658	7,026	177,064	170,696
Electricity, gas and water	電気・ガス・熱供給・水道業	102,343	4,910	9,254	97,433	93,089
Telecommunication	情 報 通 信 業	18,429	1,261	1,162	17,168	17,266
Transportation / Postal activities	運 輸 業 、 郵 便 業	135,487	12	(3,224)	135,475	138,712
Wholesale / Retail services	卸 売 業 、 小 売 業	418,564	(1,676)	14,433	420,240	404,131
Financial and insurance services	金 融 業 、 保 険 業	228,663	9,417	46,923	219,246	181,740
Real estate / Goods rental and leasing	不 動 産 業 、 物 品 賃 貸 業	668,777	21,023	43,846	647,753	624,931
Medical welfare and other services	医 療 ・ 福 祉 等 サービス業	363,925	(6,010)	1,498	369,936	362,427
Government / Local government	国 ・ 地 方 公 共 団 体	617,736	(15,780)	28,941	633,517	588,794
Others	そ の 他	2,154,537	23,155	51,423	2,131,381	2,103,114

(2) Classification of Disclosed Claims under the Financial Revitalization Law and Risk-monitored Loans by type of Industry

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

(Millions of yen)

	(Japanese)	As of Sep. 30, 2023			As of March 31, 2023	As of Sep. 30, 2022
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
Total	合 計	196,010	(412)	5,570	196,422	190,440
Manufacturing	製 造 業	47,449	(2,956)	(1,879)	50,406	49,328
Agriculture / Forestry	農 業 、 林 業	4,161	1,102	1,181	3,059	2,979
Fishery	漁 業	82	—	—	82	82
Mining / Quarrying of stone / Gravel	鉱業・採石業・砂利採取業	115	(0)	(0)	115	115
Construction	建 設 業	19,788	281	485	19,506	19,302
Electricity, gas and water	電気・ガス・熱供給・水道業	4,753	(189)	4,067	4,942	686
Telecommunication	情 報 通 信 業	1,049	(60)	73	1,109	975
Transportation / Postal activities	運 輸 業 、 郵 便 業	11,135	362	1,845	10,773	9,289
Wholesale / Retail services	卸 売 業 、 小 売 業	45,044	837	(1,780)	44,206	46,824
Financial and insurance services	金 融 業 、 保 険 業	87	(44)	(273)	132	361
Real estate / Goods rental and leasing	不 動 産 業 、 物 品 賃 貸 業	13,384	(555)	(309)	13,940	13,693
Medical welfare and other services	医 療 ・ 福 祉 等 サ ー ビ ス 業	36,159	1,095	2,358	35,064	33,801
Government / Local government	国 ・ 地 方 公 共 団 体	—	—	—	—	—
Others	そ の 他	12,799	(284)	(199)	13,084	12,999

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

(Millions of yen)

	(Japanese)	As of Sep. 30, 2023			As of March 31, 2023	As of Sep. 30, 2022
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
Total	合 計	99,353	(2,814)	(1,152)	102,168	100,506
Manufacturing	製 造 業	22,896	(2,595)	(3,429)	25,492	26,325
Agriculture / Forestry	農 業 、 林 業	3,156	1,374	1,397	1,781	1,759
Fishery	漁 業	54	—	—	54	54
Mining / Quarrying of stone / Gravel	鉱業・採石業・砂利採取業	108	—	—	108	108
Construction	建 設 業	12,154	(88)	(105)	12,243	12,260
Electricity, gas and water	電気・ガス・熱供給・水道業	4,516	(186)	4,415	4,702	101
Telecommunication	情 報 通 信 業	650	(123)	(24)	773	674
Transportation / Postal activities	運 輸 業 、 郵 便 業	4,702	(49)	89	4,751	4,613
Wholesale / Retail services	卸 売 業 、 小 売 業	23,304	(81)	(2,123)	23,385	25,427
Financial and insurance services	金 融 業 、 保 険 業	60	(0)	(228)	60	288
Real estate / Goods rental and leasing	不 動 産 業 、 物 品 賃 貸 業	5,926	(343)	(148)	6,269	6,075
Medical welfare and other services	医 療 ・ 福 祉 等 サ ー ビ ス 業	15,267	(312)	(396)	15,579	15,663
Government / Local government	国 ・ 地 方 公 共 団 体	—	—	—	—	—
Others	そ の 他	6,556	(408)	(597)	6,965	7,153

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

(Millions of yen)

	(Japanese)	As of Sep. 30, 2023			As of March 31, 2023	As of Sep. 30, 2022
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
Total	合 計	96,656	2,402	6,722	94,254	89,934
Manufacturing	製 造 業	24,553	(361)	1,549	24,914	23,003
Agriculture / Forestry	農 業 、 林 業	1,004	(272)	(216)	1,277	1,220
Fishery	漁 業	27	—	—	27	27
Mining / Quarrying of stone / Gravel	鉱業・採石業・砂利採取業	6	(0)	(0)	6	7
Construction	建 設 業	7,633	370	591	7,263	7,042
Electricity, gas and water	電気・ガス・熱供給・水道業	237	(3)	(347)	240	585
Telecommunication	情 報 通 信 業	399	63	97	335	301
Transportation / Postal activities	運 輸 業 、 郵 便 業	6,433	411	1,756	6,021	4,676
Wholesale / Retail services	卸 売 業 、 小 売 業	21,740	919	343	20,820	21,396
Financial and insurance services	金 融 業 、 保 険 業	27	(44)	(45)	72	72
Real estate / Goods rental and leasing	不 動 産 業 、 物 品 賃 貸 業	7,457	(212)	(160)	7,670	7,618
Medical welfare and other services	医 療 ・ 福 祉 等 サ ー ビ ス 業	20,892	1,407	2,755	19,485	18,137
Government / Local government	国 ・ 地 方 公 共 団 体	—	—	—	—	—
Others	そ の 他	6,243	124	398	6,119	5,845

(3) Consumer loans / Loans to SMEs

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

(Millions of yen)

	(Japanese)	As of Sep. 30, 2023			As of March 31, 2023	As of Sep. 30, 2022
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
Consumer loans	消費者ローン残高	5,063,414	35,036	91,941	5,028,377	4,971,472
Housing-related loans	住宅関連ローン残高	4,842,886	22,684	69,223	4,820,201	4,773,662
Housing loans	住宅ローン残高	4,006,711	33,771	91,244	3,972,940	3,915,467
Apartment loans	アパートローン残高	834,341	(10,927)	(21,570)	845,269	855,911
Loans for asset building	資産形成ローン残高	1,833	(159)	(450)	1,992	2,284
Loans to SME and Individual customers (SMEs)	中小企業等貸出金残高	8,890,561	119,616	302,621	8,770,945	8,587,940
Ratio of loans to SMEs	中小企業等貸出比率	69.93%	0.26%	(0.60%)	69.67%	70.53%

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

(Millions of yen)

	(Japanese)	As of Sep. 30, 2023			As of March 31, 2023	As of Sep. 30, 2022
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
Consumer loans	消費者ローン残高	2,766,877	11,192	41,144	2,755,685	2,725,733
Housing-related loans	住宅関連ローン残高	2,636,253	6,169	31,739	2,630,083	2,604,514
Housing loans	住宅ローン残高	1,971,475	16,219	50,526	1,955,256	1,920,949
Apartment loans	アパートローン残高	662,943	(9,890)	(18,336)	672,834	681,280
Loans for asset building	資産形成ローン残高	1,833	(159)	(450)	1,992	2,284
Loans to SME and Individual customers (SMEs)	中小企業等貸出金残高	4,757,463	85,280	188,250	4,672,183	4,569,213
Ratio of loans to SMEs	中小企業等貸出比率	65.18%	0.50%	(0.32%)	64.68%	65.50%

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

(Millions of yen)

	(Japanese)	As of Sep. 30, 2023			As of March 31, 2023	As of Sep. 30, 2022
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
Consumer loans	消費者ローン残高	2,296,536	23,844	50,797	2,272,692	2,245,738
Housing-related loans	住宅関連ローン残高	2,206,633	16,515	37,484	2,190,118	2,169,148
Housing loans	住宅ローン残高	2,035,236	17,552	40,718	2,017,683	1,994,517
Apartment loans	アパートローン残高	171,397	(1,036)	(3,233)	172,434	174,630
Loans to SME and Individual customers (SMEs)	中小企業等貸出金残高	4,133,098	34,335	114,370	4,098,762	4,018,727
Ratio of loans to SMEs	中小企業等貸出比率	76.32%	(0.07%)	(0.96%)	76.39%	77.28%

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

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

(Millions of yen)

	(Japanese)	As of Sep. 30, 2023			As of March 31, 2023 (B)	As of Sep. 30, 2022 (C)
		(A)	(A)-(B)	(A)-(C)		
Deposits (Terms-end balance)	預 金 (末 残)	17,119,737	(43,440)	393,191	17,163,178	16,726,546
Deposits (Average balance)	預 金 (平 残)	17,109,183	322,236	315,532	16,786,947	16,793,650
Loans (Terms-end balance)	貸 出 金 (末 残)	12,713,233	124,716	537,384	12,588,517	12,175,849
Loans (Average balance)	貸 出 金 (平 残)	12,587,432	438,457	654,785	12,148,975	11,932,646

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

(Millions of yen)

	(Japanese)	As of Sep. 30, 2023			As of March 31, 2023 (B)	As of Sep. 30, 2022 (C)
		(A)	(A)-(B)	(A)-(C)		
Deposits (Terms-end balance)	預 金 (末 残)	10,293,080	41,793	230,573	10,251,286	10,062,507
Deposits (Average balance)	預 金 (平 残)	10,305,130	201,005	189,270	10,104,125	10,115,860
Loans (Terms-end balance)	貸 出 金 (末 残)	7,298,180	75,199	322,441	7,222,981	6,975,739
Loans (Average balance)	貸 出 金 (平 残)	7,243,223	241,163	365,503	7,002,059	6,877,719

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

(Millions of yen)

	(Japanese)	As of Sep. 30, 2023			As of March 31, 2023 (B)	As of Sep. 30, 2022 (C)
		(A)	(A)-(B)	(A)-(C)		
Deposits (Terms-end balance)	預 金 (末 残)	6,826,657	(85,234)	162,617	6,911,891	6,664,039
Deposits (Average balance)	預 金 (平 残)	6,804,052	121,230	126,261	6,682,821	6,677,790
Loans (Terms-end balance)	貸 出 金 (末 残)	5,415,053	49,516	214,942	5,365,536	5,200,110
Loans (Average balance)	貸 出 金 (平 残)	5,344,209	197,293	289,282	5,146,915	5,054,926

Financial Results for the First Half of FY2023 / Initiatives for Enhancing Corporate Value

November 10, 2023

1. Financial Results for 1H23

Highlights	3~4
1H23 Financial Results / Change of Ordinary Profit (Bank Total non-consolidated)	5~6
Growth of Profit from Customer Services	7
Loans (Balance/ Individual and Corporate)	8~9
Average Yield of Loans / Net Interest Income	10
Deposit	11
Customer Assets under Custody / Fees from Corporate Customers	12~13
Securities / Strategic Shareholdings	14~15
Expenses / OHR	16
Credit Related Cost / Status of Non-performing Loans and Delinquent Loans	17~18
Shareholder Return / Capital Adequacy Ratio	19
Forecast for FY2023	20~21

2. Initiatives for Enhancing Corporate Value

【Data】 Breakdown of Banking subsidiaries

27~31

* Unless otherwise mentioned, figures are based on banking subsidiaries (non consolidated-basis).

* The number used for the year is based on western calendar.



1. Financial Results for 1H23

Highlights (1)

(1) Results for 1H23

		Results for 1H23	YoY Change	Progress
Net income attributable to owners of the parent	(Consolidated)	¥23.5bn	-¥3.4bn	58.8%
Profit from customer services ^{*1}		¥23.8bn	+¥3.2bn	-
Securities Income	(Banks' total)	¥12.3bn	-¥11.2bn	-
Credit related costs		-¥0.2bn	-¥4.4bn	-

- Although net income attributable to owners of the parent decreased by ¥3.4bn YoY to ¥23.5bn, due to the decrease of securities income (interest margin), etc., by an increase in foreign currencies funding cost, the progress toward the forecast for FY2023 is well underway at 58.8%.
- Even though net income attributable to owners of the parent declined, profit from customer services^{*1}, the core business, increased by ¥3.2 bn YoY and maintained an increasing trend.

^{*1} Difference of interests between loans and deposits + Fees from Customers + Expenses (-)

(2) Forecast for FY23 (announced on May 12, 2023)

		Forecast for FY23	YoY Change
Net income attributable to owners of the parent	(Consolidated)	¥40.0bn	+¥7.8bn

Highlights (2)

(3) Shareholders Return

- We revised our shareholder return policy, changing the target of total return ratio from "30% or more" to "40% or more."
- Based on the above policy, and considering the progress of financial results of this fiscal year, we decided the increase in dividends and share acquisition.
- In FY23, total amount of shareholders return (scheduled) will be ¥32.2bn, and total return ratio is expected to be over 80%.

Revision of Shareholder Return Policy

Dividend and Shareholder Return Policy	We will target a <u>Total Return Ratio of 40% or more(*)</u> 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. (*) formerly 30% or more		
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Increase in Dividends

	Announced in May 2023	Announced in Nov. 2023 (New)	Change
Annual Dividends	¥11.0	¥12.0	+ ¥ 1.0
(Interim)	(¥5.5)	(¥6.0)	(+ ¥ 0.5)
(Year-end)	(¥5.5)	(¥6.0)	(+ ¥ 0.5)

Share Acquisition

	Announced in May 2023	Announced in Nov. 2023 (New)	Annual total
Amount of purchase*1	¥ 10.0bn	maximum ¥ 10.0bn	¥ 20.0bn
Number of shares	26 million shares	maximum 30million shares	-
Period of purchase	From May 15, 2023 to Aug. 28, 2023	From Nov. 13, 2023 to Mar. 22, 2024	-

Shareholder Return in FY2023 (scheduled)

*1 Figures are rounded to the nearest 100 million yen.

Payout ratio	30.7%	Total amount of dividends ¥ 12.2bn
Total return ratio	80.7%	Total amount ¥ 32.2bn = Dividends ¥ 12.2bn + Share acquisition ¥ 20.0bn

Main Points of 1H23 Financial Results

	(¥bn)		
【Mebuki FG (Consolidated)】	1H23 Results	YoY Chg	Progress
Gross Business profit	78.4	6.4	-
Net interest income	69.9	-7.5	-
(o/w Deference of interests between loans and deposits)	(56.5)	(+3.7)	-
Net fees and commissions	23.1	+1.9	-
Net trading income	0.2	-1.2	-
Net other business income	-14.9	13.1	-
Expenses	53.8	0.0	-
Credit related cost	0.6	-4.4	-
Gains/losses related to stocks	8.7	-15.6	-
Ordinary profit	33.5	-5.1	58.3%
Extraordinary income/losses	-0.0	+0.0	-
Net income attributable to owners of the parent	23.5	-3.4	58.8%

	1H23 Results	YoY
Bank Total Net income (a)	21.9	-4.3
Group Companies Net income (b)	2.7	+0.1
Mebuki Lease	0.5	+0.1
Mebuki Securities	0.3	-0.1
Mebuki Credit Guarantee/Joyo Credit Guarantee	1.4	+0.1
Mebuki Card	0.2	-0.0
Total of banking subsidiaries	0.1	+0.0
Consolidation Adjustment*1 (c)	-1.1	+0.8
Net income attributable to owners of the parent (a) + (b) + (c)	23.5	-3.4

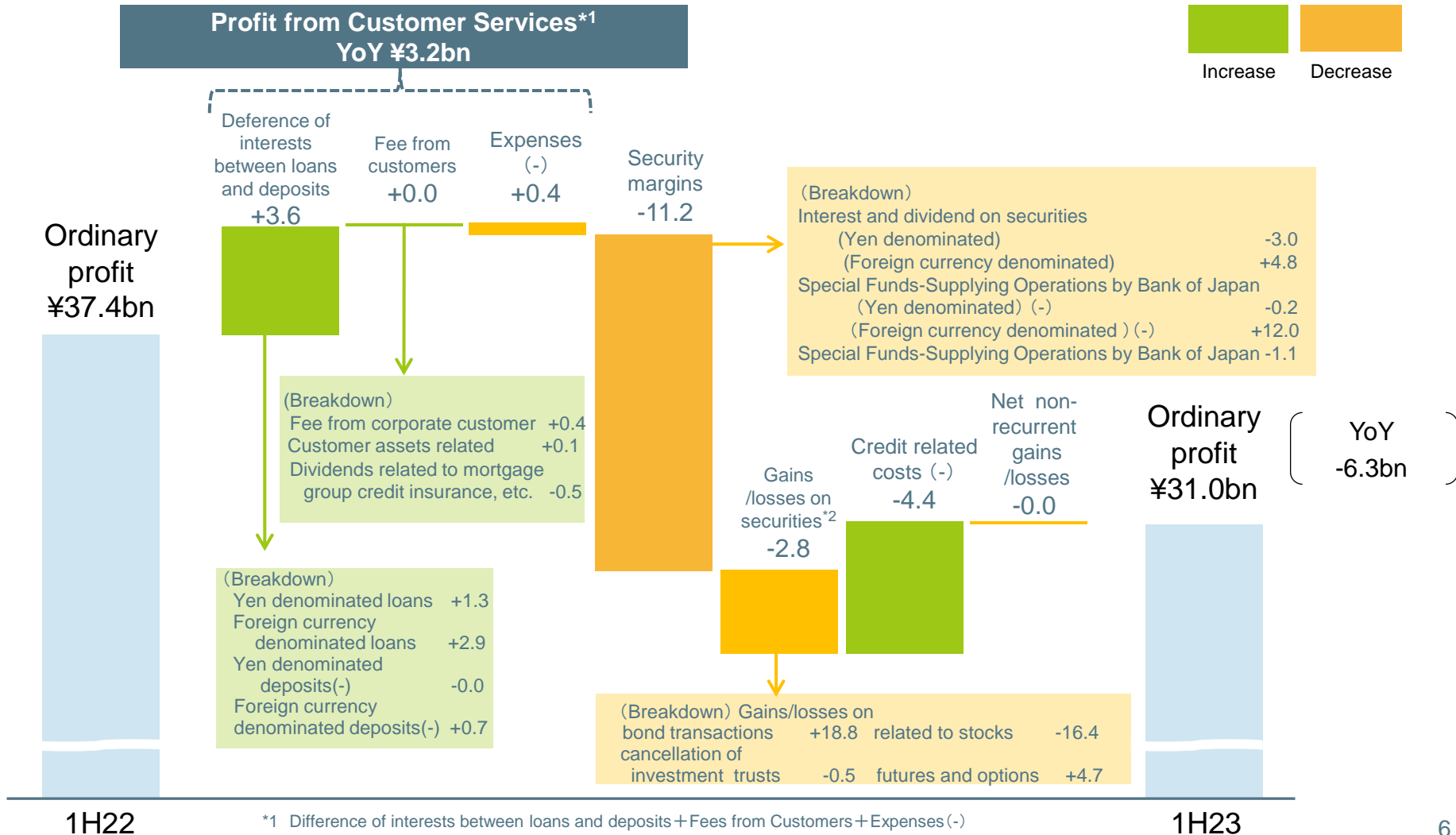
*1 Adjustments related to securities, etc.

	(¥bn)		
【Joyo + Ashikaga (Non-consolidated)】	1H23 Results	YoY chg	Progress
Gross business profit	74.6	+6.0	-
Net interest income	70.6	-8.1	-
(o/w Gains/losses on cancellation of investment trusts)(1)	(2.3)	(-0.5)	-
Net interest income (excl. Gains/losses on cancellation of investment trusts)	68.2	-7.5	-
(o/w Deference of interests between loans and deposits(2))	(55.9)	(+3.6)	-
(o/w Securities Income)	(12.3)	(-11.2)	-
Net fees and commissions(3)	18.6	+0.8	-
Net other business income	-14.6	+13.3	-
(o/w gains/losses on bond transactions) (4)	(-20.4)	(+18.8)	-
(o/w gains/losses on futures and options) (5)	(3.8)	(-4.7)	-
(o/w other income related to customers) (6)	(1.9)	(-0.8)	-
Expenses(7)	52.6	+0.4	-
Net business income (before general allowance for loan losses)	21.9	+5.6	-
Core net business income (excl. gains/losses on cancellation of investment trusts)	42.4	-13.1	-
	40.0	-12.6	-
Core net business income (excl. gains/losses on cancellation of investment trusts and futures and options)	36.1	-7.9	-
Net transfer to general allowance for loan losses (8)	-	+0.9	-
Net business income	21.9	+4.6	-
Net non-recurrent gains/losses	9.1	-11.0	-
(o/w Disposal of non-performing loans (9))	(-0.2)	(-5.4)	-
(o/w Gains/losses related to stocks, etc. (10))	(8.5)	(-16.4)	-
Ordinary profit	31.0	-6.3	56.5%
Extraordinary income/losses	-0.0	+0.0	-
Net income	21.9	-4.3	57.0%
Profit from customer services (2)+(3)+(6)-(7)	23.8	+3.2	-
Credit related cost (8)+(9)	-0.2	-4.4	-
Gains/losses on securities (1)+(4)+(5)+(10)	-5.6	-2.8	-

Change of Ordinary Profit (Bank Total non-consolidated)

Profit from customer services, the core business, increased driven by the increase of deference of interests between loans and deposits and credit related costs decreasing by ¥4.4bn YoY. On the other hand, ordinary profit (bank total) decreased by ¥6.3bn due to the decrease of securities income (interest margin) and losses on sales of securities.

Year -on-Year Changes of Ordinary Profit (Bank total) (¥bn)



*1 Difference of interests between loans and deposits + Fees from Customers + Expenses (-)

*2 Gains/losses on "Bond transactions + Related to stocks + Cancellation of investment trusts + Futures and options

Growth of Profit from Customer Services

Profit from customer services maintained an increasing trend after bottoming out in FY 2019.
In the first half of FY23, it increased by ¥3.2bn YoY, driven by the increase of deference of interests between yen and foreign currency denominated loans and deposits.

Changes of Profit from customer services, Core net business income and Securities income (¥bn)

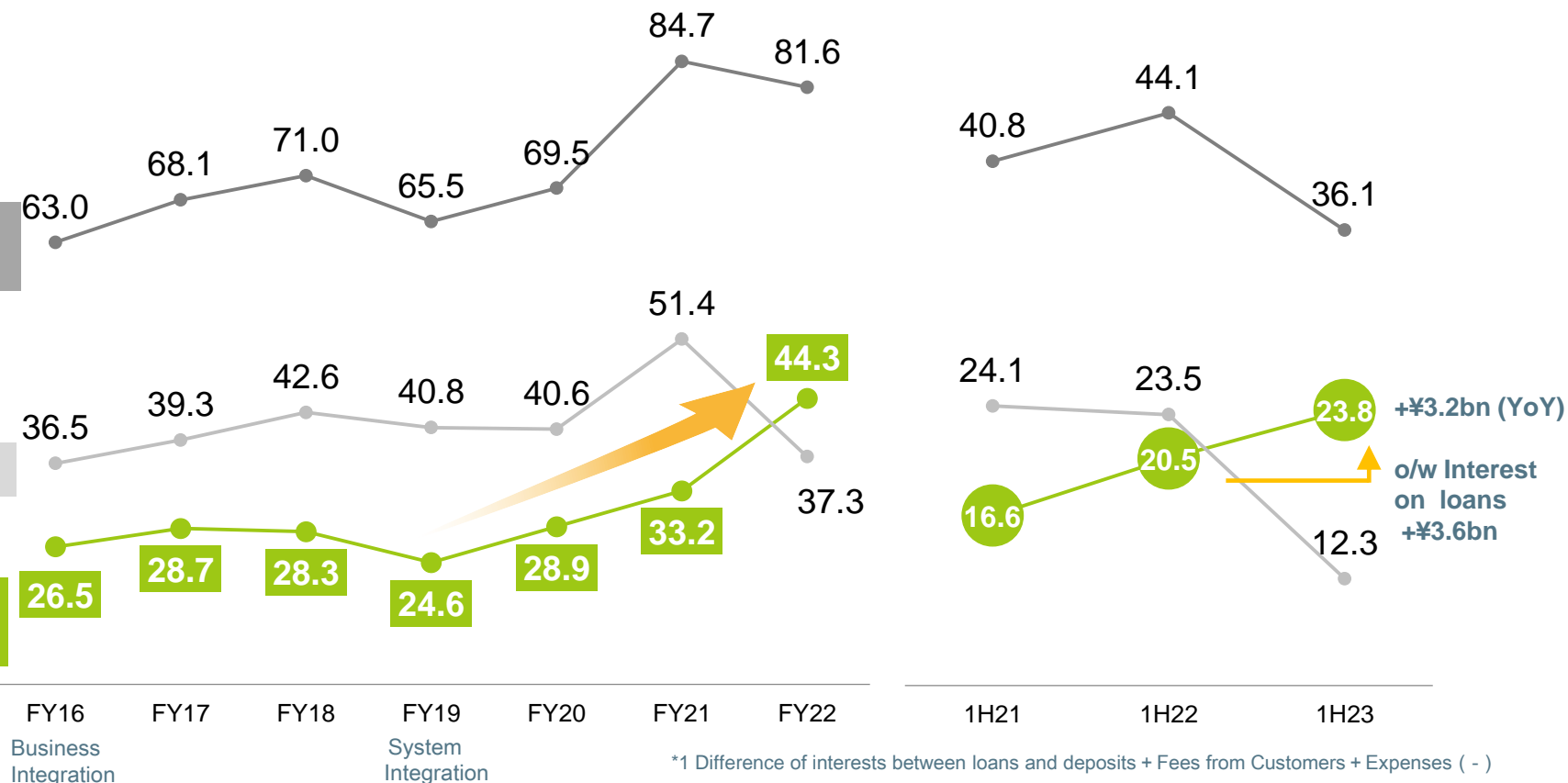
Annual

Interim

Core net business income(*2)

Securities' income(*3)

Profit from Customer Services*(1)



*1 Difference of interests between loans and deposits + Fees from Customers + Expenses (-)

*2 Excluding gains/losses on cancellation of investment trusts and futures and options

*3 Excluding gains/losses on cancellation of investment trusts

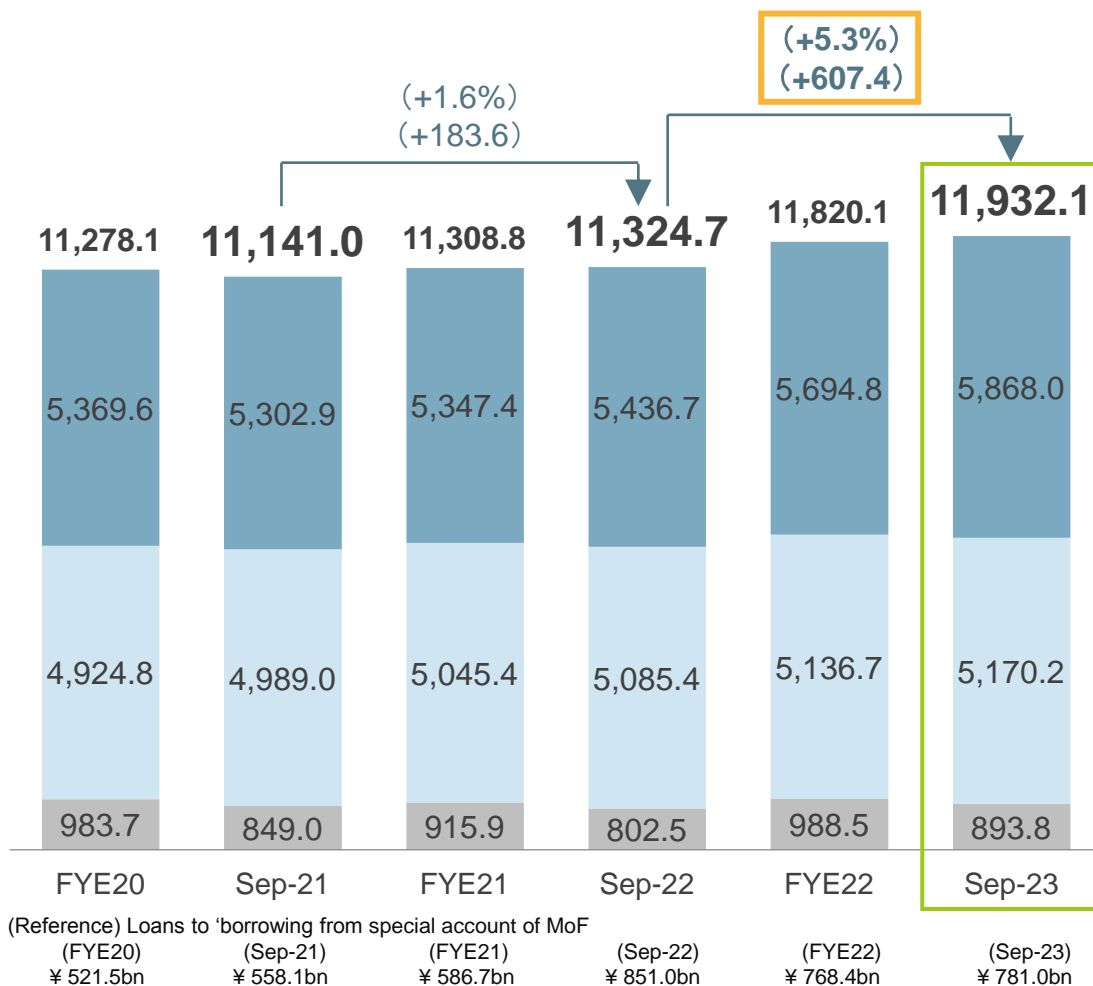
Loans (1) Term-end Balance

Amount of loans increased by ¥607.4bn YoY.

The growth rate of loans was +5.3%, up from +1.6% in the previous year. It was led by loans to corporate and public sectors (excluding for MOF). Deference of interests between domestic loans and deposits in interim period turned to increase for the first time since our business integration.

Term-end Balance (Joyo+Ashikaga) (¥bn)

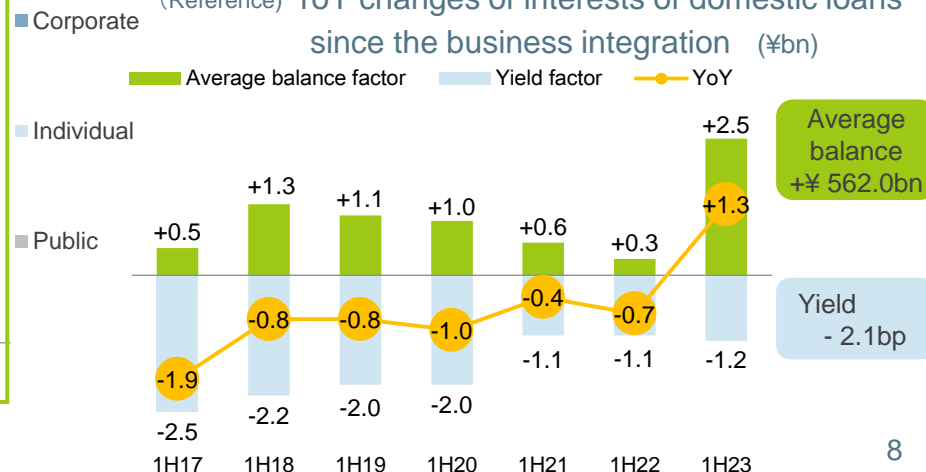
* Not including borrowing from special account of MoF



Year on Year Changes (¥bn)

	Sep-21	Sep-22	Sep-23
Total	+71.0 +0.6%	+183.6 +1.6%	+607.4 +5.3%
Corporate	-21.0 -0.3%	+133.8 +2.5%	+431.2 +7.9%
Individual	+141.2 +2.9%	+96.3 +1.9%	+84.8 +1.6%
Public	-49.0 -5.4%	-46.5 -5.4%	+91.3 +11.3%

(Reference) YoY changes of interests of domestic loans since the business integration (¥bn)



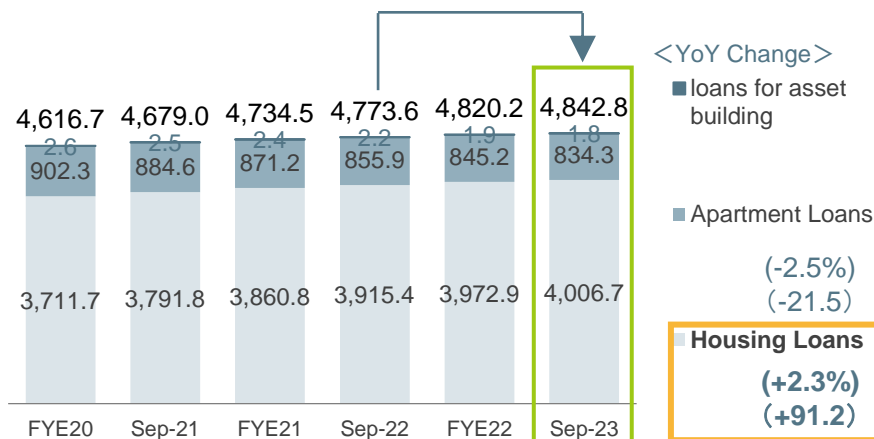
Loans (2) Corporate / Individual

Loans to individual customers maintained increase trend both in housing related loans and in unsecured loans.

In particular, the growth rate of unsecured loans has doubled (1H22 +6.4% ⇒ 1H23 +11.9%, YoY).

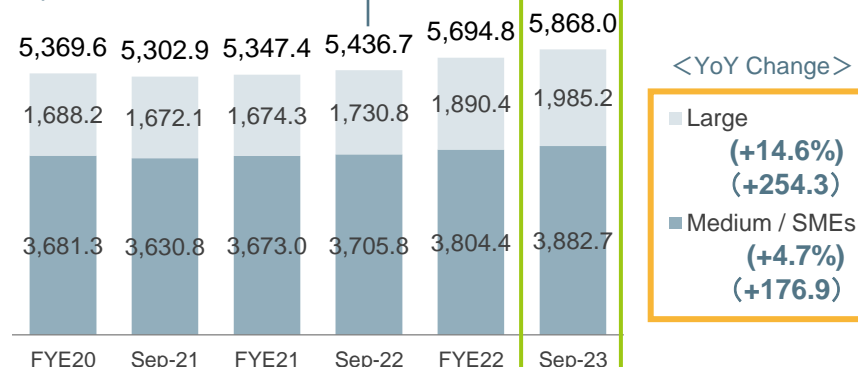
Loans to corporate customers also grew significantly and the growth rate has tripled (1H22 +2.5% ⇒ 1H23 +7.9%, YoY).

【Individual】Housing Related Loans (¥ bn)



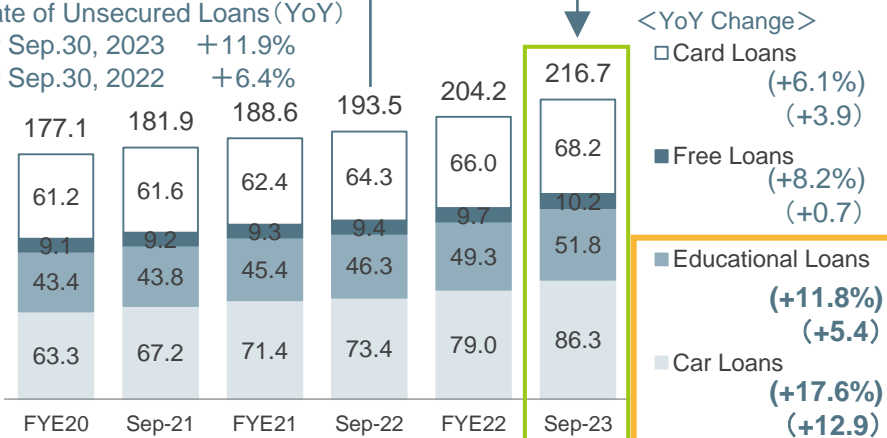
【Corporate】Term-end Balance by Company Size (¥ bn)

Growth rate of Corporate Loans (YoY)
 As of Sep.30, 2023 +7.9%
 As of Sep.30, 2022 +2.5%

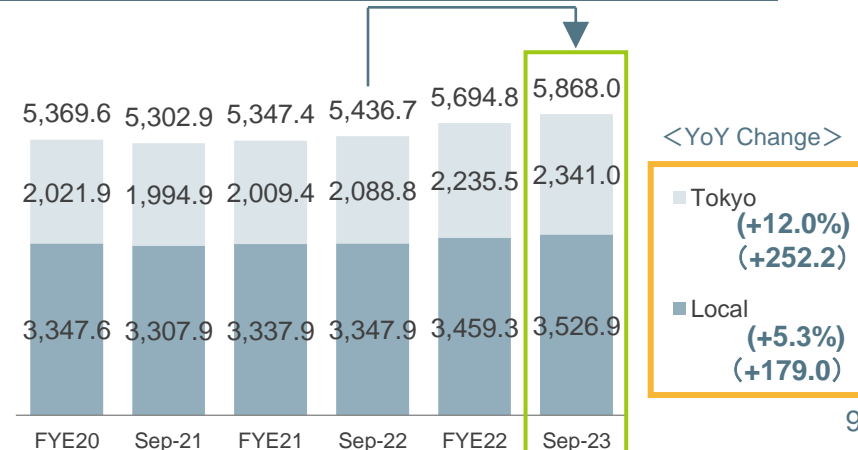


【Individual】Unsecured Loans (¥ bn)

Growth rate of Unsecured Loans (YoY)
 As of Sep.30, 2023 +11.9%
 As of Sep.30, 2022 +6.4%



【Corporate】Term-end Balance by Area (¥ bn)



Average Yield of Loans / Net Interest Income

Difference of interests between loans and deposits increased significantly in both yen and foreign currency denominated loans by 3.6bn YoY.

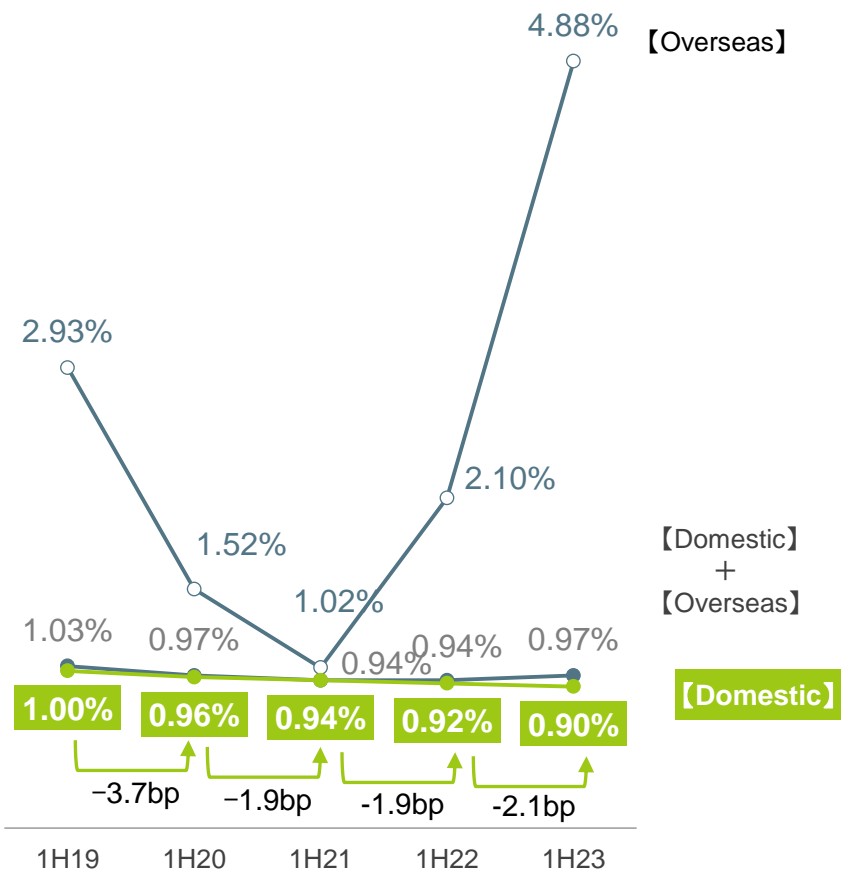
Securities' income (excluding gain on cancellation of investment trusts) decreased by ¥10.0bn YoY due to the increase of costs such as market borrowings.

We will continuously enhance net interest income by increasing the balance of loans and restructuring our securities portfolio.

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

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

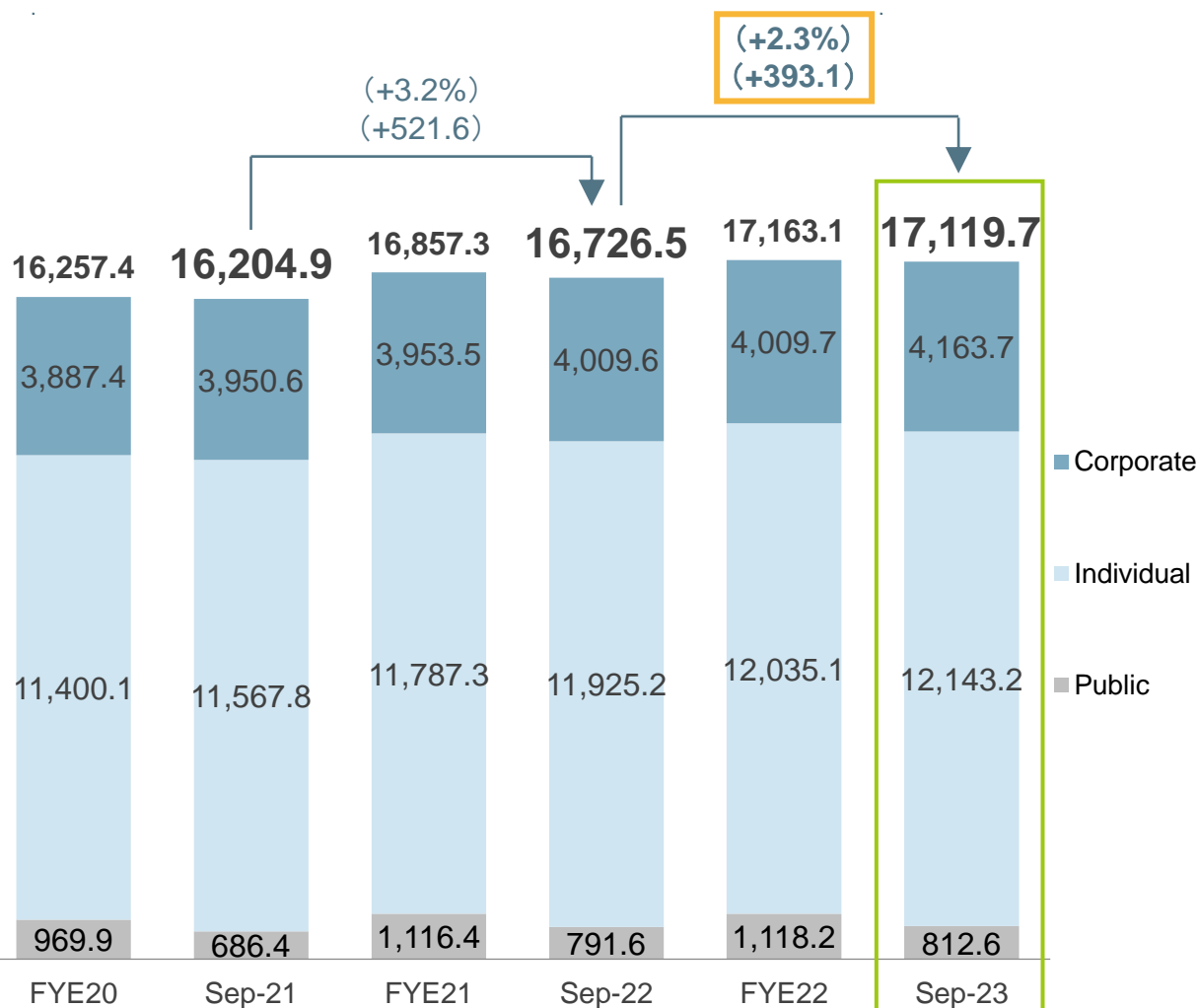
		Results	YoY Change (Factor)				
			Domestic	Chg. in Factors	Overseas	Chg. in Factors	
Interest on loans and bills discounted		Avg Balance	+2.5	+2.5	(+562.0)	+0.0	(-0.1)
		Yield	+1.7	-1.2	(-2.1bp)	+2.9	(+278.1bp)
		57.6	+4.3	+1.3	—	+2.9	—
Interest on deposits (—)		1.6	+0.6	+0.0	—	+0.7	—
Difference of interests between loans and deposits	①	55.9	+3.6	+1.3	—	+2.2	—
Interest and dividend on securities		Avg Balance	-6.6	-3.3	(-667.1)	-3.3	(-200.5)
		Yield	+7.8	-0.2	(-1.0bp)	+8.1	(+193.1bp)
		30.1	+1.2	-3.5	—	+4.8	—
(o/w gains on cancellation of Investment Trusts)		2.3	-0.5	-0.5	—	±0	—
(excluding gains on cancellation of Investment Trusts)		27.7	+1.7	-3.0	—	+4.8	—
Market borrowings, etc. (—)		16.8	+11.8	-0.2	—	+12.0	—
Securities' Income (excluding gains on cancellation of Investment Trusts)	②	10.8	-10.0	-2.8	—	-7.2	—
Special Funds-Supplying Operations by Bank of Japan	③	1.5	-1.1	-1.1	—	±0	—
Net Interest Income (excluding gains on cancellation of Investment Trusts)	①+②+③	68.2	-7.5	-2.6	—	-4.9	—

Deposits Term-end Balance

Balance of deposits from all sectors increased by ¥393.1bn YoY (+2.3% annualized).

The impact of the COVID-19 pandemic has calmed down and the growth rate of deposits is decreasing.

Term-end Balance (Joyo+Ashikaga) (¥bn)



Year on Year Changes (¥bn)

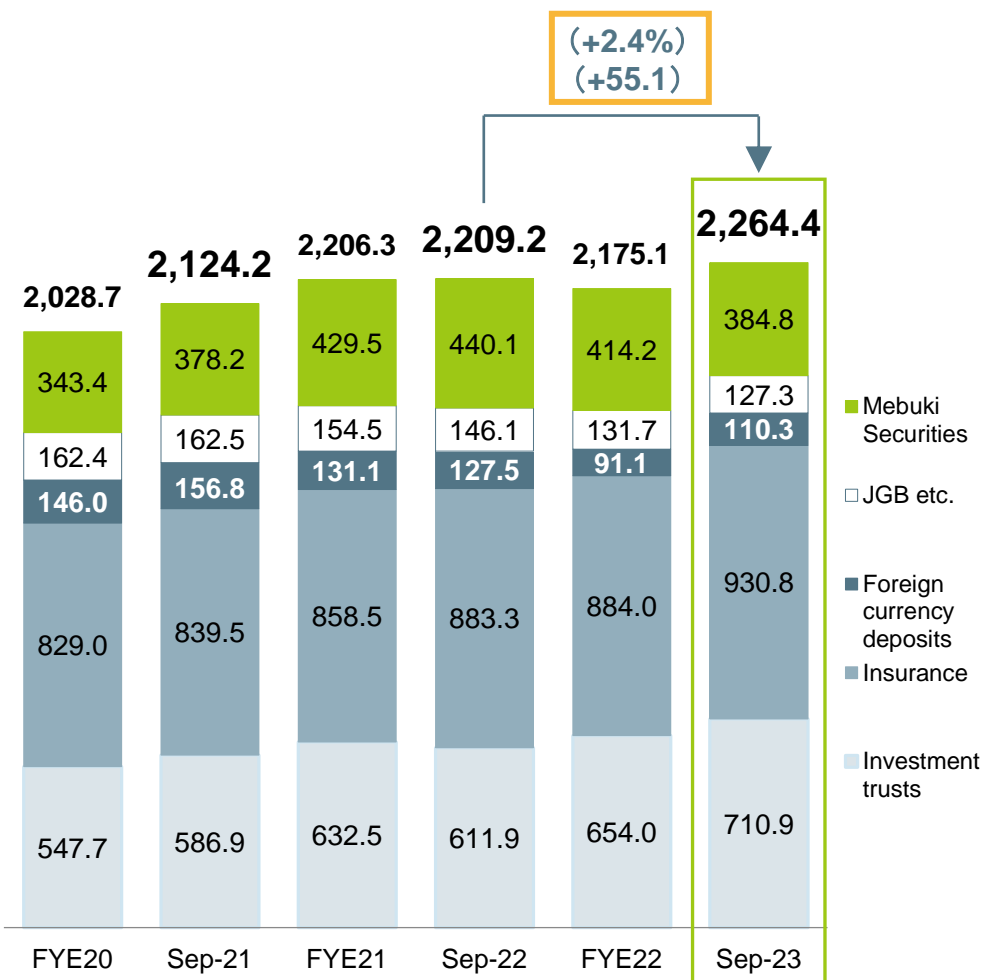
	21-Sep	22-Sep	23-Sep
Total	+613.7 +3.9%	+521.6 +3.2%	+393.1 +2.3%
Corporate	+134.5 +3.5%	+59.0 +1.4%	+154.1 +3.8%
Individual	+451.4 +4.0%	+357.3 +3.0%	+218.0 +1.8%
Public	+27.6 +4.2%	+105.1 +15.3%	+21.0 +2.6%

Customer Assets under Custody

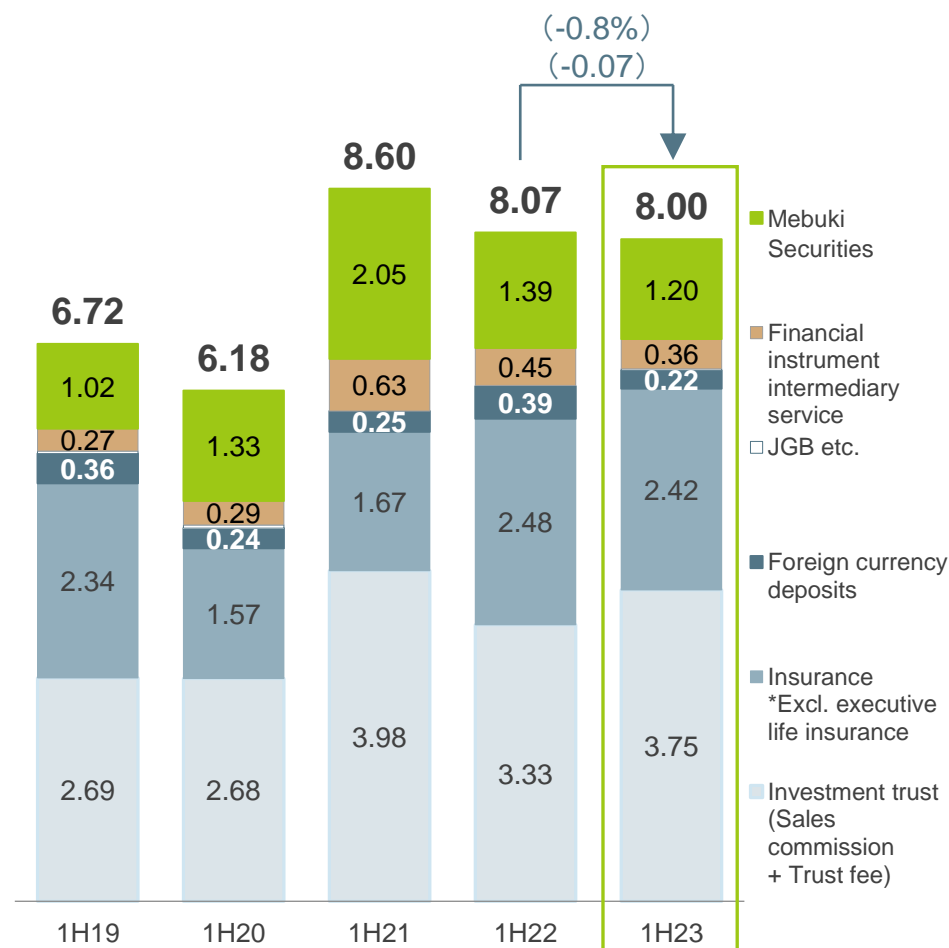
Balance of customer assets under custody increased by ¥55.1bn YoY (+2.4% annualized) due to the increase mainly in investment trusts and insurance.

Related commissions remained at the same level of the previous year (¥8.0bn range for the half year).

Balance (Bank Total + Mebuki Securities) (¥bn)



Commissions (Bank Total + Mebuki Securities) (¥bn)

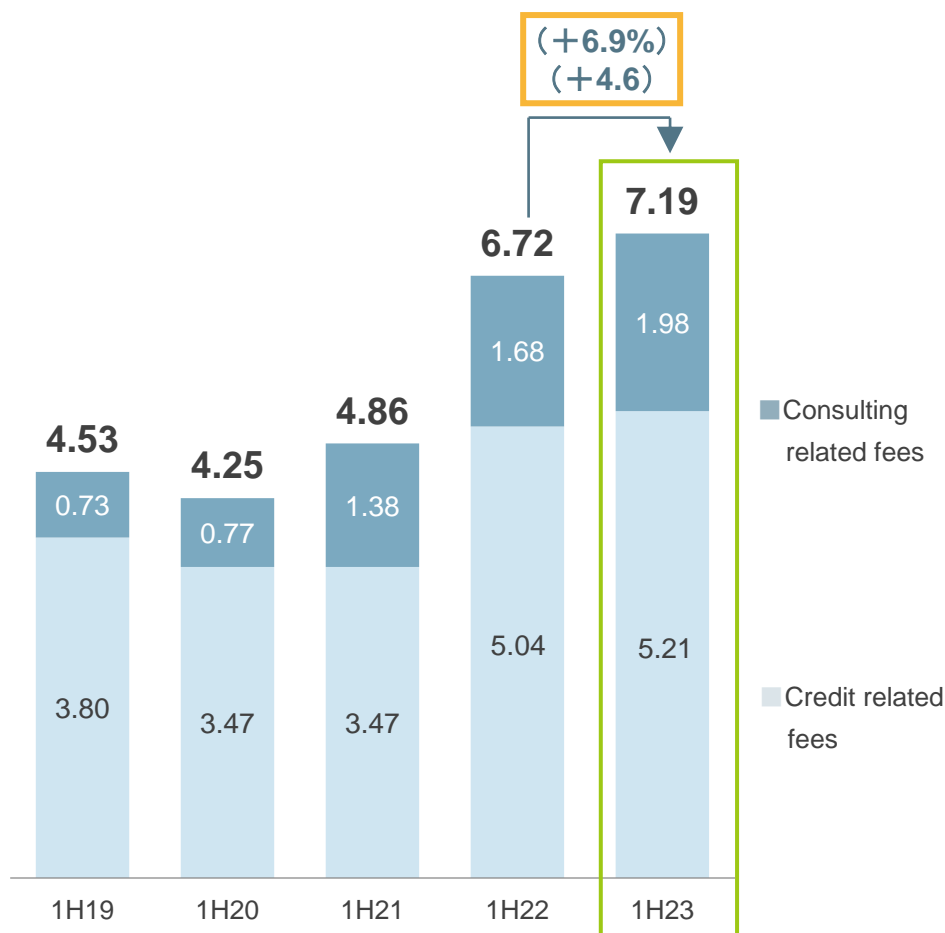


Fees from Corporate Customers

Fees from corporate customers increased by ¥0.4bn YoY to ¥7.1bn, due to the increase of origination fees of syndicated loans and business planning support fees.

We will continue to provide business support services through consulting proposals.

Joyo Bank + Ashikaga Bank (¥bn)



< Breakdown of Fees from Corporate Customers >

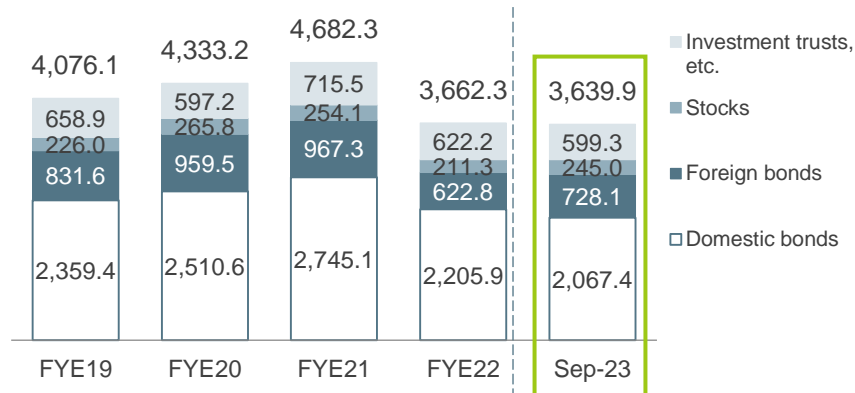
	1H21	1H22	1H23	YoY
Credit related (1)	3.47	5.04	5.21	+0.16
Derivatives	0.46	1.86	1.23	-0.62
Syndicate loans	2.27	2.50	3.35	+0.84
Private placement bonds	0.73	0.67	0.62	-0.05
Consulting related (2)	1.38	1.68	1.98	+0.29
Business Matching	0.42	0.53	0.64	+0.11
Support for business planning	0.36	0.54	0.88	+0.34
M&A	0.24	0.28	0.15	-0.12
Executive Insurance	0.27	0.25	0.22	-0.03
Trust · 401K	0.07	0.06	0.06	+0.00
Total ((1)+(2))	4.86	6.72	7.19	+0.46

*1 Including CVA. CVA is an abbreviation for Credit Valuation Adjustment, which reflects the credit risk of counterparties in derivative transactions in the market value.

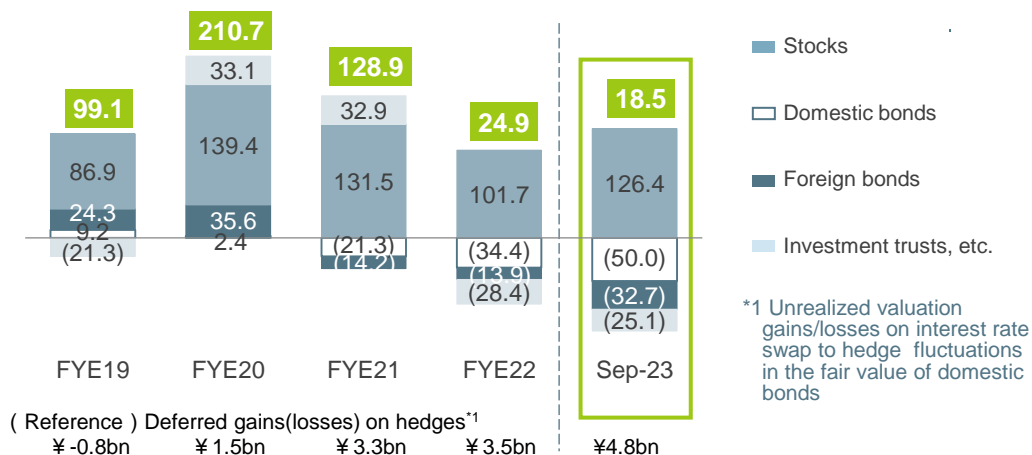
Securities / Strategic Shareholdings (1)

Taking into consideration domestic and foreign monetary policy and stock markets' conditions, we have continued to restructure our portfolio. In 1H23, we sold yen and foreign currency denominated fixed bonds, domestic stocks and other securities, resulting in -¥5.6bn loss on securities.

Balance(Carrying amount) (Mebuki FG) (¥bn)

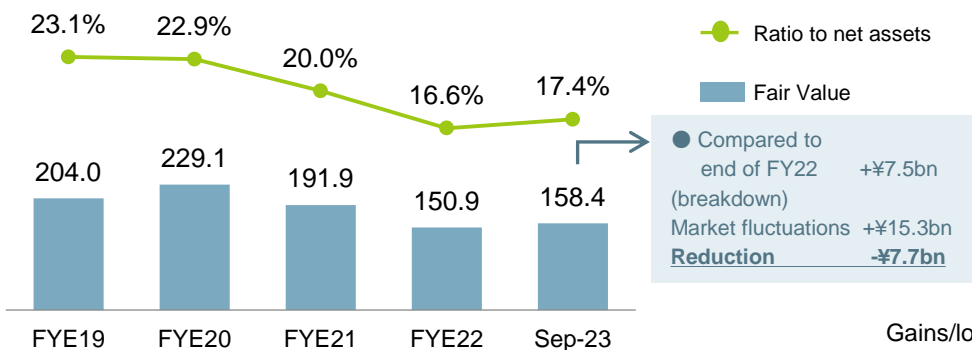


Unrealized valuation gains/losses on available for sales securities (Mebuki FG) (¥bn)



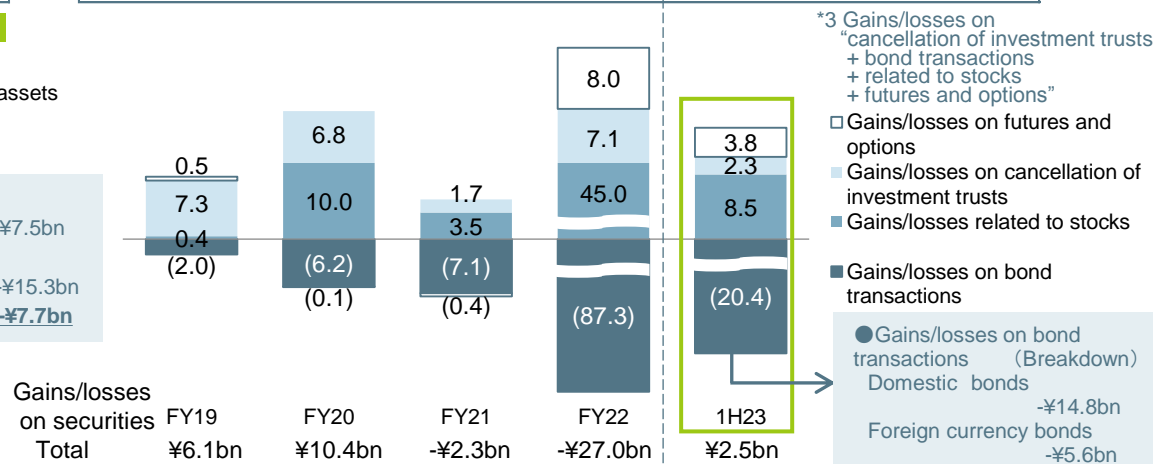
Strategic Shareholdings (Fair Value)*2 (¥bn)

[Target] Reduction of ¥30.0bn in 5 years from end of FY22 until end of FY27



*2 Figures are fair value of strategic shareholdings (including listed or non-listed stocks) held by Joyo Bank, which owns more than two-thirds stocks owned by Mebuki FG and subsidiaries.

Gains and losses on securities*3 (bank total) (¥bn)



*3 Gains/losses on "cancellation of investment trusts + bond transactions + related to stocks + futures and options"

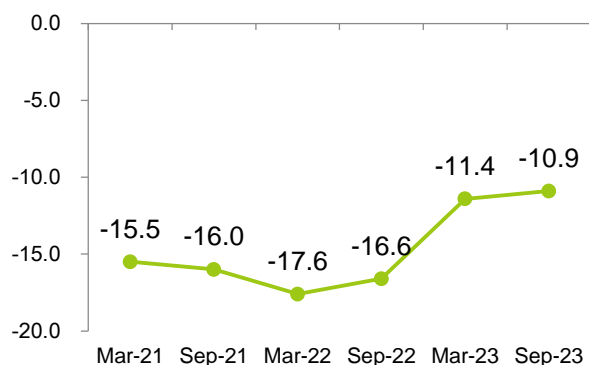
Securities / Strategic Shareholdings (2)

Regarding yen denominated bonds, we have controlled interest rate risk considering a possibility of change in monetary policy. In the future, we will make a full-scale investment when the interest rate rises.

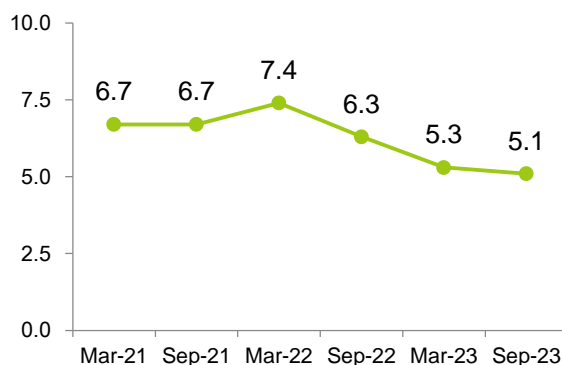
For foreign bonds, while paying attention to U.S. monetary policy and controlling interest rates risk, we have resumed investment in stages (raise Yields).

Yen-denominated Bonds*¹ (banks' total)

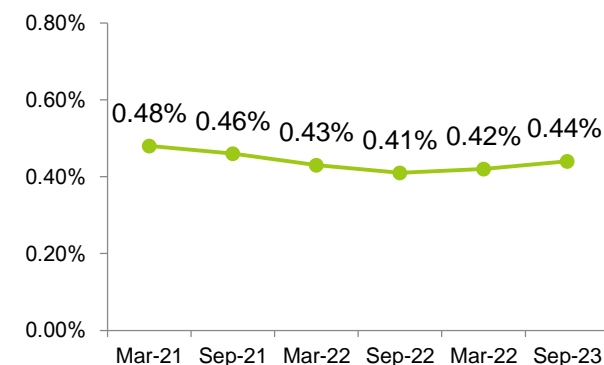
10bpv*² (¥bn)



Duration*³ (year)



Yield (%)



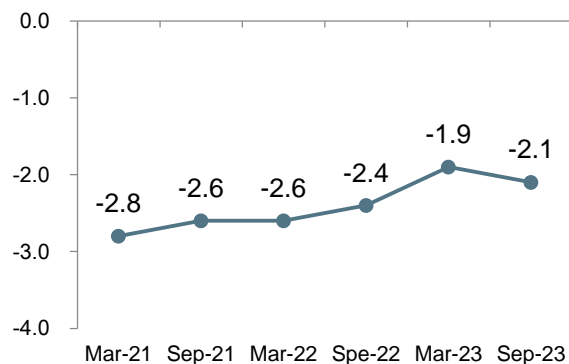
Foreign Bonds*¹ (banks' total / USD-denominated)

*1 After considering hedging by bear funds and swaps

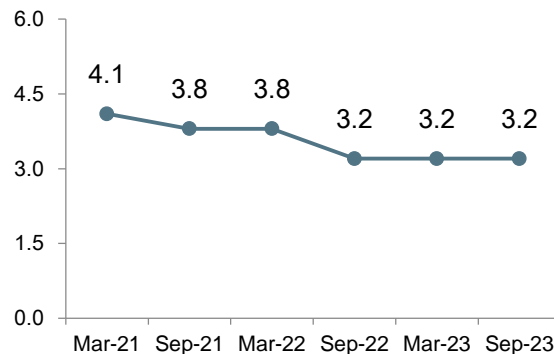
*2 Decrease in the present value when assuming interest rates rise by 10bp (0.10%) for all periods

*3 Average remaining period for principal in bonds investment

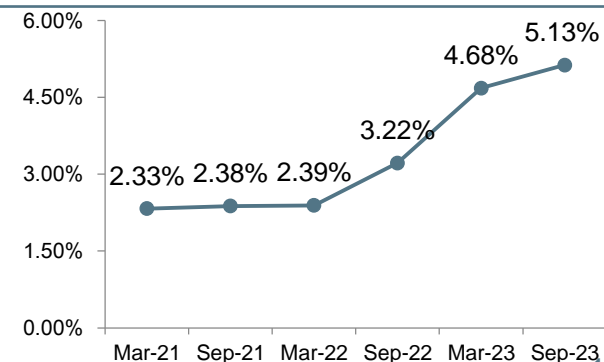
10bpv*² (¥bn)



Duration*³ (year)



Yield (Total of fixed and floating bonds: %)



Expenses / OHR

We strengthened positive investments such as human capital- and DX-related investments, while at the same time continuing to reduce existing costs (natural decrease in number of employees and efficiency improvement costs for branches, etc.) and controlling total expenses.

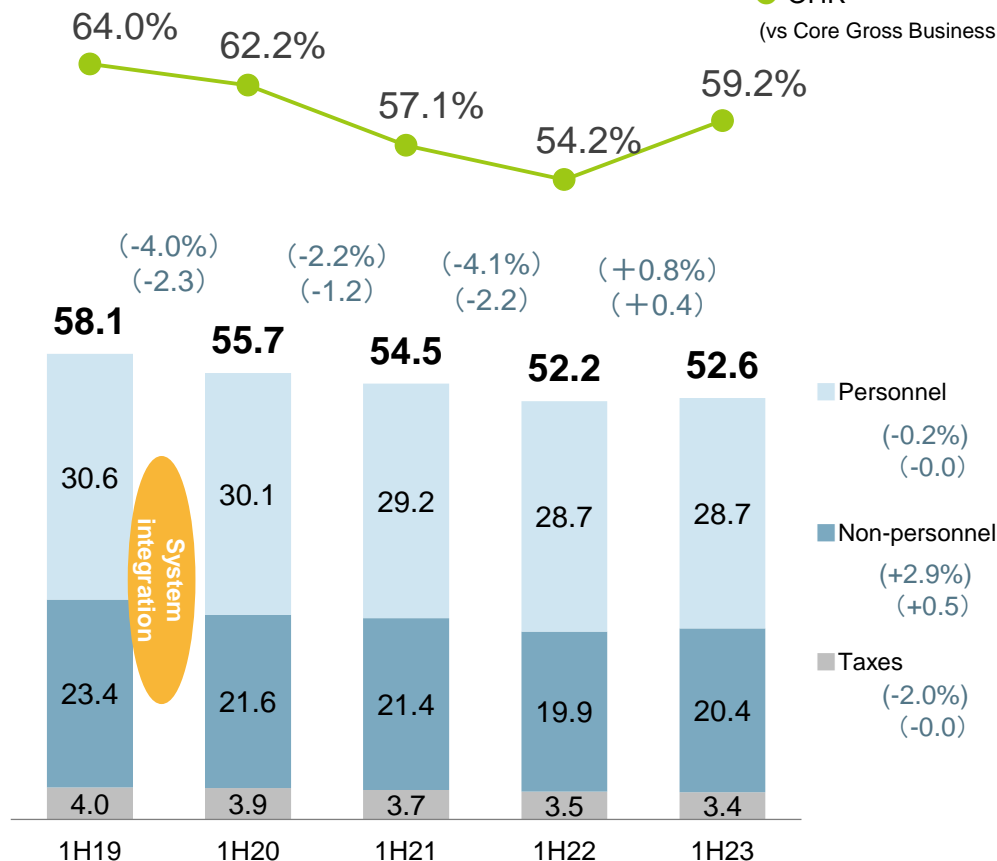
OHR , indicator of efficiency, remains in 50.0% range.

Joyo Bank + Ashikaga Bank

(¥ bn)

● OHR*1

(vs Core Gross Business Profit)



*1 Based on Core Gross Business Profit

(Excluding gains/losses on cancellation of investment trusts and futures and options)

【Factors of Change (¥bn)】

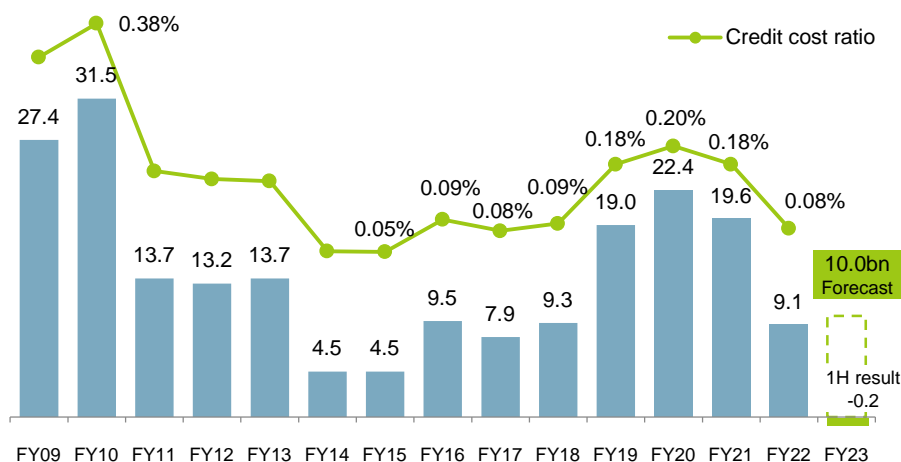
	1H23	YoY	Main factors
Personnel expenses	28.7	-0.0	<ul style="list-style-type: none"> ● Increase in salary and starting salary +0.2 ● Personnel reduction -0.2
Non-personnel expenses	20.4	+0.5	<ul style="list-style-type: none"> ● DX related investments +0.2 (Investment trusts management system, marketing tool usage fees, etc.) ● Responding to new banknote +0.2
Taxes	3.4	-0.0	—

Credit Related Costs

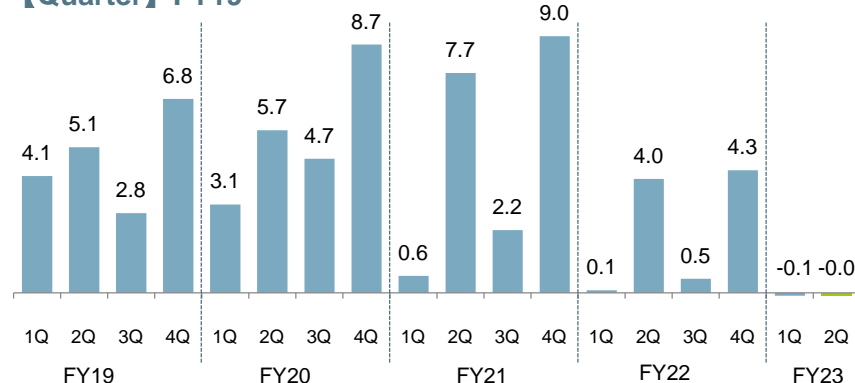
Credit related costs improved by ¥4.4bn (YoY) to - ¥0.2bn, due to a reversal of - ¥3.9bn in general allowance for loan losses. Repayments from loan borrowers based on the COVID-19 Special Loan Program have been made in accordance with their initial terms, and there are no circumstances under which credit costs would increase.

Change of Credit Related Costs (¥ bn)

【Annual】FY09 ~



【Quarter】FY19 ~



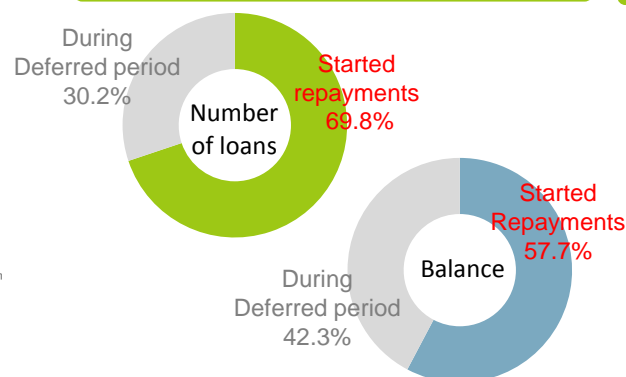
Breakdown on Credit Related Costs (¥ bn)

	1H22	1H23	YoY
Credit Related Costs	4.1	-0.2	-4.4
Net transfer to general allowance for loan losses	-0.9	(-3.9)	+0.9
Disposal of non-performing loans	5.1	-0.2	-5.4
Write off of loans	1.7	1.4	-0.3
Transfer to specific allowance for loan losses	4.0	(3.0)	-4.0
Transfer to provision for contingent losses	-0.0	-0.1	-0.1
Reversal of allowance for loan losses(-)	-	0.8	+0.8
Recoveries of written-off claims(-)	0.8	0.9	+0.1
Other	0.2	0.2	+0.0

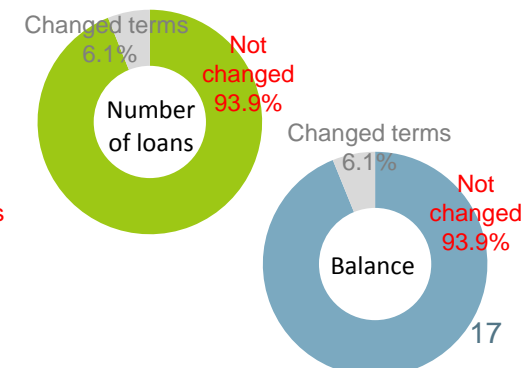
Status of Repayments of Loans based on the COVID-19 Special Loan Program (as of September 30, 2023)

Balance of Loans by the Program (Bank total) 10,961 loans / ¥179.7bn

Status of Contractual Repayments



Status of Changes of Terms

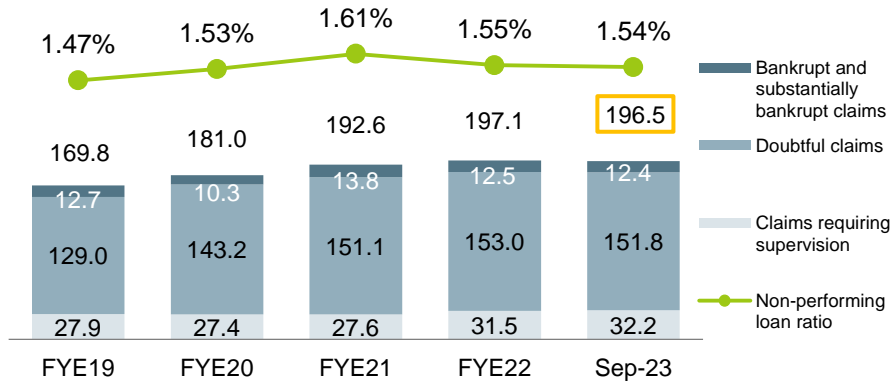


Status of Non-performing Loans and Delinquent Loans

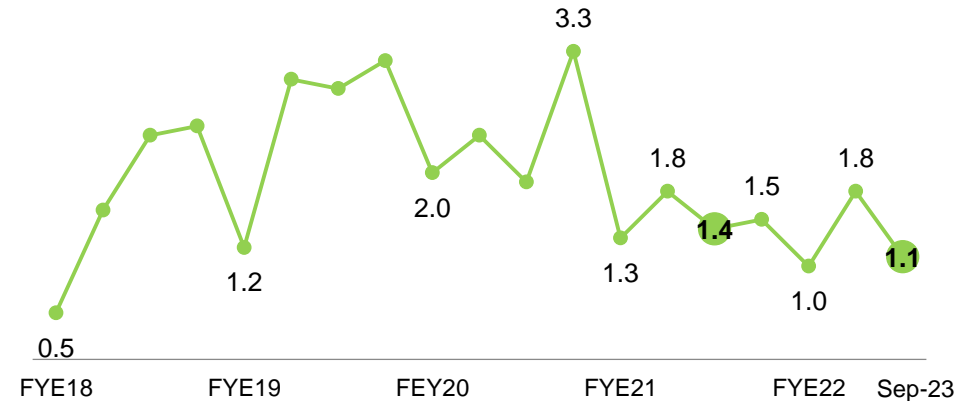
Non-performing loans based on financial revitalization law ratio to total amount of loans declined by 0.01% point from the end of previous fiscal year.

As of end of Sep., 2023, amount of delinquent loans to businesses was ¥1.1bn and remained stable.

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



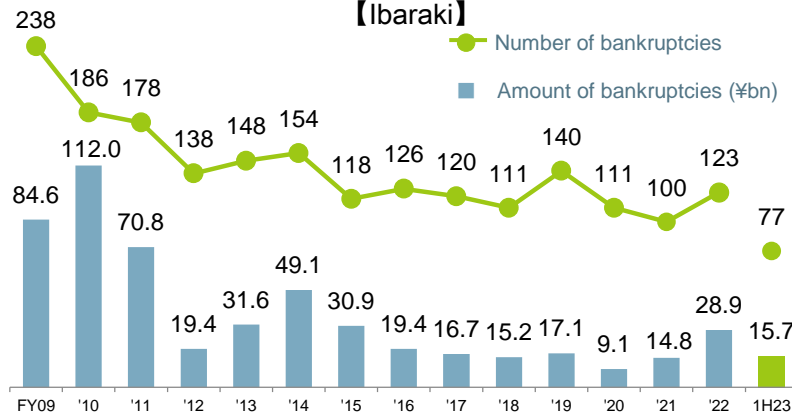
Status of Delinquent Loans to Businesses (¥bn)



【Reference】Status of Bankruptcy

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

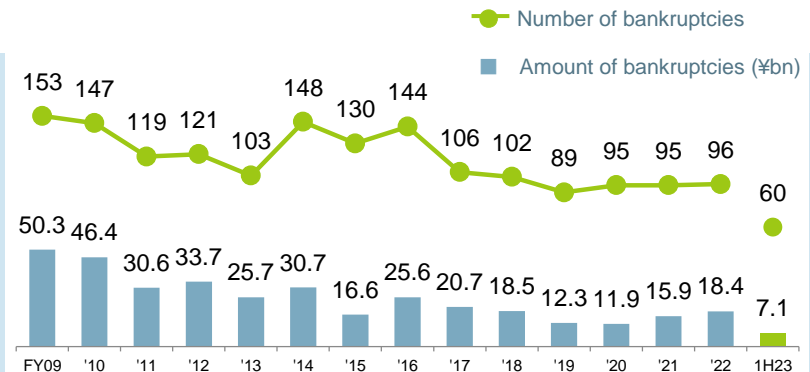
【Ibaraki】



(Number/
Amount)

1H21 (Apr.-Sep.)
47 / ¥5.5bn
1H22 (Apr.-Sep.)
64 / ¥10.2bn
1H23 (4-9月)
77 / ¥15.7bn

【Tochigi^{*1}】



(Number/
Amount)

1H21 (Apr.-Sep.)
40 / ¥7.5bn
1H22 (Apr.-Sep.)
45 / ¥12.0bn
1H23 (4-9月)
60 / ¥7.1bn

*1 Specific major borrower's bankruptcy of ¥433.0bn in FY11 is excluded from figures below.

Shareholder Return / Capital Adequacy Ratio

We revised shareholder return policy, changing the target of total return ratio from “30% or more” to “40% or more.” Based on the above policy, and considering the progress of financial results of this fiscal year, we decided the increase in dividends and share acquisition.

Revision of Shareholder Return Policy

We will **target a Total Return Ratio^(*1) of 40% 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.

<Target level>

Total return ratio
30% or more



Total return ratio
40% or more

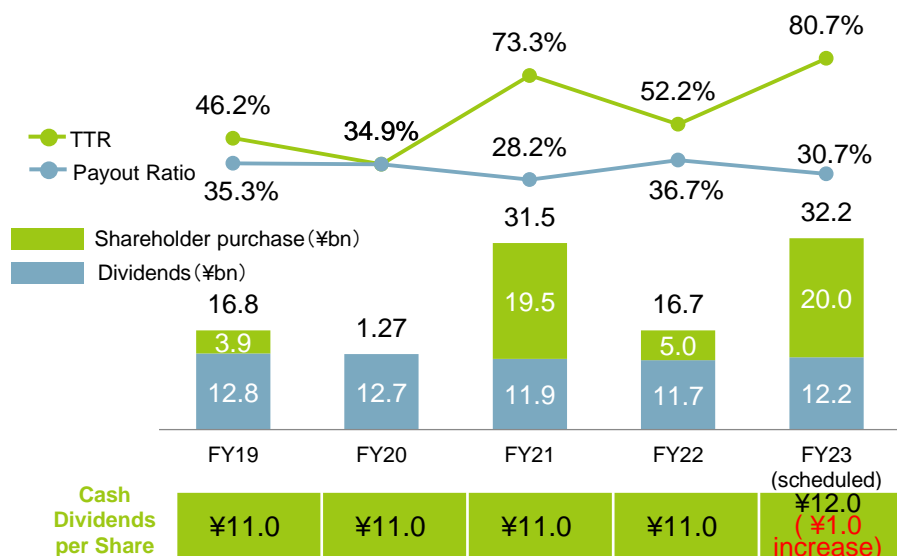
Growth
investments

Shareholder
returns

Soundness

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

Dividends, Shareholder Returns



Share Acquisition (Decided in Nov. 2023)

【Purpose】

In order to enhance shareholder returns and improve capital efficiency

【Amount of purchase】

maximum ¥10 billion

【Number of shares】

maximum 30 million shares

(2.88% of number of issued shares excluding treasury stock)

【Period of purchase】

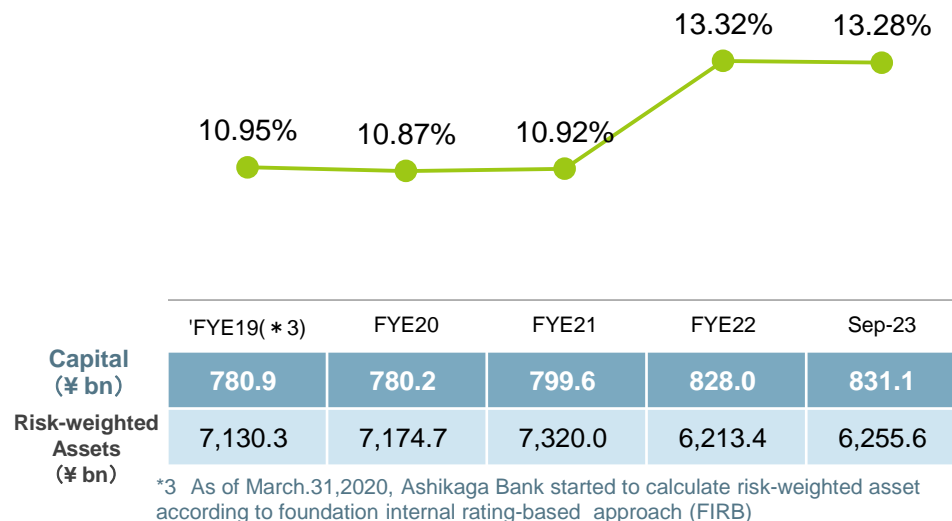
From Nov. 13, 2023 to Mar. 22, 2024

<Reference : 1st share acquisition (decided in May 2023)>

¥10.0 billion^(*2) / 26.3 million shares (From May 15, 2023 to Aug. 28, 2023)

*2 Figures are rounded to the nearest 100 million yen.

Capital Adequacy Ratio (Mebuki FG consolidated)



Forecast for FY2023 (1)

Mebuki FG (consolidated)				(¥bn)
	Forecast for FY2023	1H23 Results	Progress	
Ordinary Profit	57.5	33.5	58.3%	
Net Income (Attributable to owners of the parent)	40.0	23.5	58.8%	

Total of Two Banking Subsidiaries				(¥bn)
	Forecast for FY2023	1H23 Results	Progress	
Ordinary Profit	55.0	31.0	56.5%	
Net Income	38.5	21.9	57.0%	

Subsidiary Banks (Joyo)				(¥bn)
	Forecast for FY2023	1H23 Results	Progress	
Ordinary Profit	36.0	19.2	53.4%	
Net Income	25.0	13.7	54.9%	

(Ashikaga)				(¥bn)
	Forecast for FY2023	1H23 Results	Progress	
Ordinary Profit	19.0	11.8	62.3%	
Net Income	13.5	8.2	61.0%	

Forecast for FY2023 (2)

The forecast of net consolidated income (attributable to owners of the parent) for FY2023 is ¥ 40.0bn (+ ¥ 7.8bn YoY) . The result for 1H23 was ¥ 23.5bn, and the progress toward the forecast for FY2023 is well underway at 58.8%. We will continue to increase profit from customer services over the medium- to long-term and progress in restructuring our securities portfolio, leading to build a sustainable profit base.

Breakdown of Forecast for FY2023

			(¥bn)	
	Forecast for FY23	YoY	1H23 Results	Progress
【Joyo+Ashikaga】				
Core gross business profit	170.5	-29.7	95.1	55.7%
Net interest income (Excluding gains/losses on cancellation of investment trusts)	132.5	-11.2	68.2	51.5%
Difference of interests between loans and deposit	107.5	+1.0	55.9	52.0%
Securities' income (Excluding gains/losses on cancellation of investment trusts)	25.0	-12.3	12.3	49.4%
Fees from customers ^{*1}	37.5	-3.7	20.5	54.9%
(excl. Income related to derivatives)	36.5	+0.4	19.6	53.7%
Expenses	105.5	+2.1	52.6	49.9%
Core net business income ^{*2}	65.0	-16.6	36.1	55.6%
Gains/losses on securities ^{*3}	0.0	+27.0	-5.6	-
Credit Related Cost	10.0	+0.8	-0.2	-2.8%
Ordinary profit	55.0	+9.7	31.0	56.5%
Net income ^{*4}	38.5	+6.9	21.9	57.0%

【Mebuki FG Consolidated】

Profits of Group Companies	4.0	-0.8	2.7	68.9%
Consolidation adjustment (Adjustments related to securities, etc.)	-2.5	+1.7	-1.1	47.8%
Net income attributable to owner of the parent	40.0	+7.8	23.5	58.8%

*1 Net fees and commissions + Income related to derivatives for customers + foreign exchange

*2 Excluding gains/losses on cancellation of investment trusts and futures and options

*3 Gains/losses on "cancellation of investment trusts + bond transactions + related to stocks + futures and options"

*4 Not including dividends receivable of ¥12.0bn from The Joyo Credit Guarantee Co., Ltd. in FY22

【Main Reasons of Year-on-Year Changes】

(1) Profit from Customers

-¥4.8bn

① Difference of interests between loans and deposits +¥1.0bn

- Accumulation of interest due to an increase in the balance of yen-denominated loans, etc.

② Fees from Customers

-¥3.7bn

- Drop in income related to FY2022 derivative transactions
- Continued upward trend in consulting-related fees including core business support

③ Expenses (-)

+¥2.1bn

- Execution of investments for future growth such as DX and human resources
(Unification of investment trust systems, establishment of data utilization infrastructure, addition of Banking App functions, etc.)

(2) Securities Management

+¥14.7bn

① Securities' income (margins)

-¥12.3bn

- Decrease of balance (-¥500.0bn YoY of average balance)
- Shrinking interest margin of foreign bonds (-0.7%p YoY)

② Gains/losses on securities

+¥27.7bn

- Gains/losses on sales of securities were not budgeted.

【Market Scenario (Assumption for FY23 Forecast)】

	Policy rate (End of fiscal year)	10 year government bond yield (Annual average)
Japan	- 0.10%	0.60%
U.S.A.	5.00%	3.75%

2. Initiatives for Enhancing Corporate Value

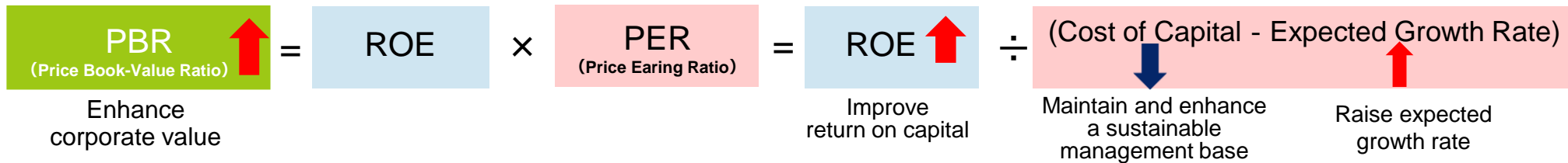
Approach to Enhance Corporate Value

Under the Long-Term Vision 2030, we have set forth three basic strategies “Pursue a business model to support local communities”, “Build a sustainable management base”, and “Develop human resources and promote active participation” in the current Medium-Term Group Business Plan (FY2022-FY2024) to contribute to realize a sustainable local community through new value creation.

The two core subsidiary banks of the group, Joyo Bank and Ashikaga Bank, are both leading banks in each region. We believe that working and growing together with local communities will lead to **“enhance corporate value”**.

● Basic Approach

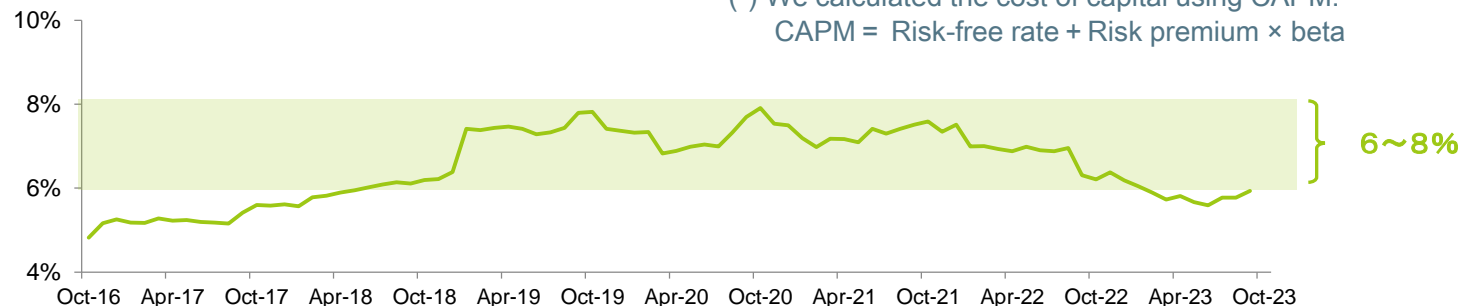
While promoting to improve return on capital and contributing to sustainable local communities through pursuing a business model to support local communities, we aim to maintain / enhance our sustainable management base, raise expected growth rate and **“enhance corporate value”** (improve PBR).



● Definition of Cost of Capital

We recognize our current cost of capital level as 6-8% (*).

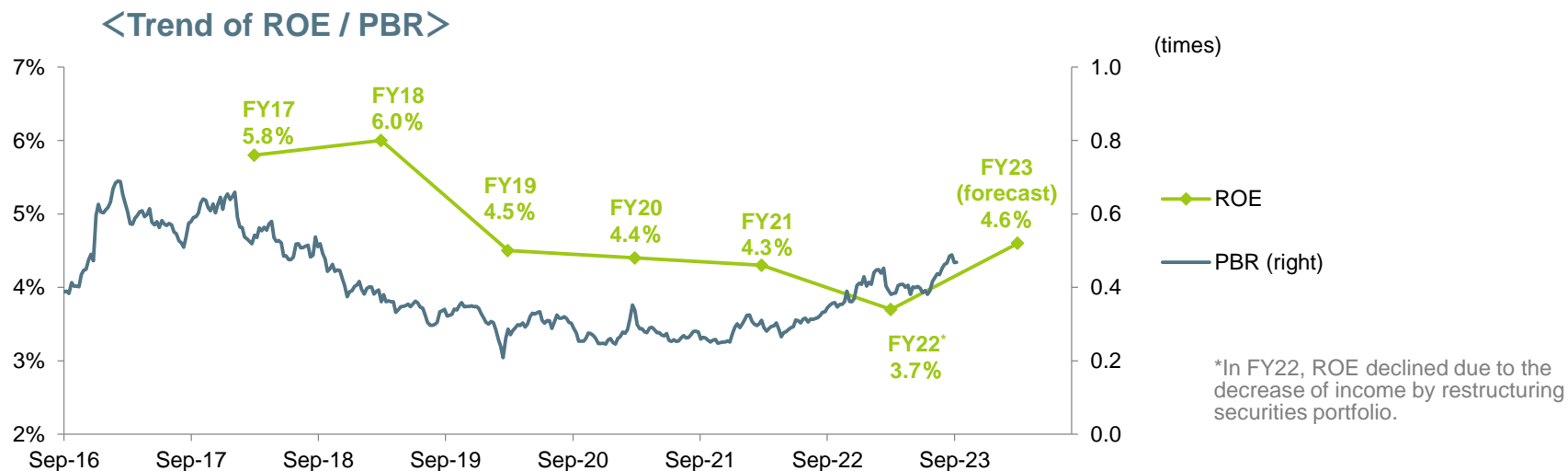
<Trend of Cost of Capital>



Analysis of Current Situation / Targeted Level of ROE

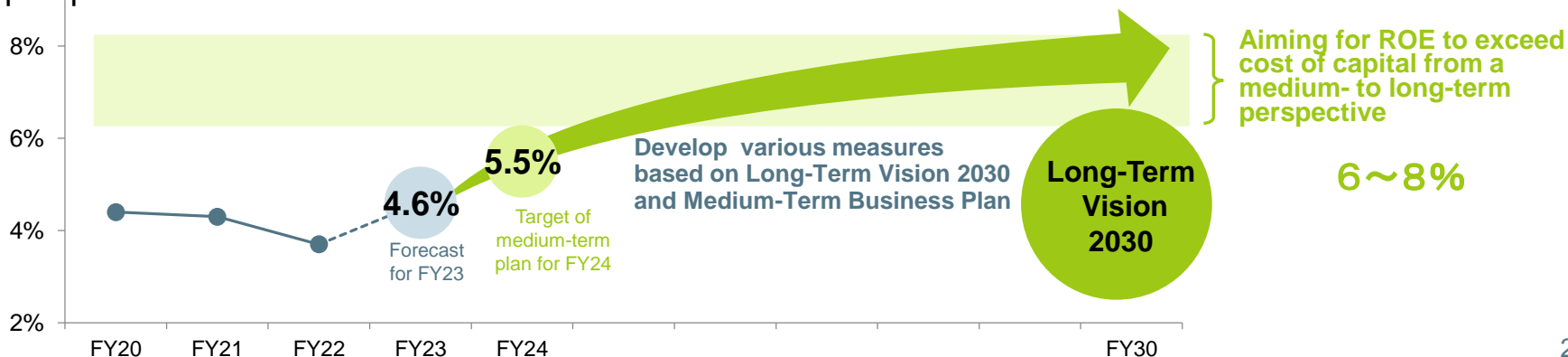
● Analysis of Current Situation

Our ROE (on shareholders equity basis) is expected to be 4.6% in FY2023, and the final year (FY2024) target of the medium-term business plan is 5.5%. The current PBR is 0.47 (stock price : ¥413.7, as of end of Sept., 2023) .



● Medium- to Long-Term Targeted Level of ROE

For PBR to be improved, we will aim for ROE to exceed the level of cost of capital (6-8%) from a medium- to long-term perspective.



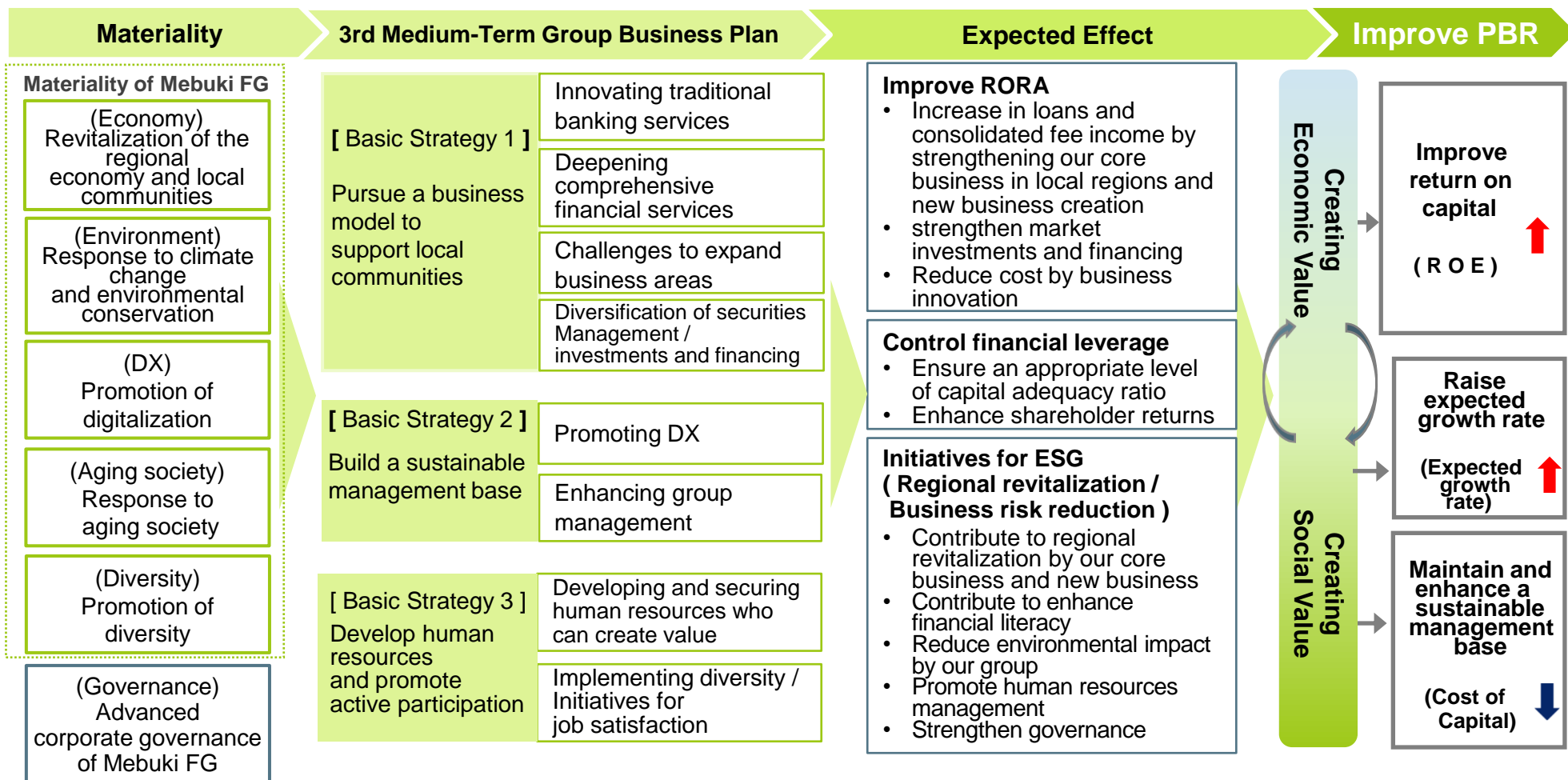
Initiatives for Enhancing Corporate Value

Based on “Long-Term Vision 2030”, “Third Medium-Term Group Business Plan” and “Group Sustainability Policy”, we will enhance to “raise ROE”, “lower the cost of capital” and “raise expected growth rate” through taking initiatives such as **strengthening our core business in local regions, strengthening market investments / financing and enhancing for ESG**, and aim to “**improve PBR = enhance corporate value**”.

Long-Term Vision 2030

【Vision】 A Value Creation Group Working Together with Local Communities

【Targeted Level】 Consolidated Fee Income Ratio : 50% or more Consolidated Ordinary Profit: ¥100 bn or more



【Data】 Breakdown of Banking subsidiaries

【Data】 Breakdown of Banking subsidiaries

(1) P/L for 1H23

(¥ b n)

	J+A	YoY	Joyo	YoY	Ashikaga	YoY
Gross business profit	74.6	+6.0	39.2	+9.4	35.4	-3.3
(Core Gross business profit)	95.1	-12.7	53.4	-12.7	41.6	-0.0
Net interest income	70.6	-8.1	41.8	-3.2	28.8	-4.8
o/w Gains/losses on Cancellation of Investment trusts	2.3	-0.5	1.5	+0.1	0.8	-0.6
Net fees and commissions	18.6	+0.8	10.2	-0.2	8.3	+1.1
Net other business income and Net trading income	-14.6	+13.3	-12.8	+12.9	-1.7	+0.3
(o/w gains/losses on bond transactions)	-20.4	+18.8	-14.2	+22.1	-6.2	-3.3
Expenses	52.6	+0.4	29.5	+0.3	23.1	+0.0
o/w Personnel expenses	28.7	-0.0	16.2	-0.0	12.4	-0.0
o/w Non-personnel expenses	20.4	+0.5	11.3	+0.4	9.1	+0.1
Net business income (before general allowance for loan losses)	21.9	+5.6	9.6	+9.0	12.2	-3.3
Core net business income	42.4	-13.1	23.9	-13.0	18.5	-0.0
Core net Business Income						
(exclu. Gains/losses on Cancellation of Investment trusts)	40.0	-12.6	22.3	-13.2	17.6	+0.5
(exclu. Gains/losses on "Cancellation of investment trusts", "Futures" and "Options")	36.1	-7.9	22.5	-4.4	13.6	-3.5
Net transfer to general allowance for loan losses (a)	—	+0.9	—	+0.5	-0.5	-0.1
Net business income	21.9	+5.6	9.6	+8.4	12.8	-3.2
Net non-recurrent gains/losses	9.1	-11.0	9.5	-12.2	-1.0	+0.6
o/w Disposal of non-performing loans (b)	-0.2	-5.4	-1.5	-4.3	1.8	-0.5
o/w Gains/losses related to stocks, etc.	8.5	-16.4	7.5	-16.7	1.0	+0.2
Ordinary profit	31.0	-6.3	19.2	-3.7	11.8	-2.5
Extraordinary income/losses	(0.0)	+0.0	(0.1)	-0.0	0.0	+0.0
Net income	21.9	-4.3	13.7	-2.5	8.2	-1.8
Profit from customer services * 1	23.8	+3.2	14.6	+2.2	9.1	+0.9
Credit related costs (a)+(b)	-0.2	-4.4	-1.5	-3.7	1.3	-0.6

*1 Difference of interests between loans and deposits + Fees from Customers + Expenses (-)

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

		FY19	FY20	FY21	FY22	1H23	YoY	1H22
J+A	Domestics	0.99%	0.96%	0.93%	0.91%	0.90%	-0.02%	0.92%
	Overseas	2.67%	1.29%	1.04%	3.02%	4.88%	2.78%	2.10%
	Total	1.02%	0.96%	0.94%	0.95%	0.97%	0.02%	0.94%
Joyo	Domestics	0.97%	0.93%	0.91%	0.90%	0.88%	-0.01%	0.90%
	Overseas	2.69%	1.30%	1.05%	3.11%	5.07%	2.91%	2.15%
	Total	1.01%	0.94%	0.92%	0.96%	1.00%	0.06%	0.94%
Ashikaga	Domestics	1.02%	0.99%	0.96%	0.93%	0.91%	-0.02%	0.94%
	Overseas	2.48%	1.19%	0.98%	2.23%	3.16%	1.50%	1.66%
	Total	1.03%	0.99%	0.96%	0.94%	0.92%	-0.01%	0.94%

【Data】 Breakdown of Banking subsidiaries

(3) Loans Term-end Balance

(¥ b n)

		FYE19	FYE20	FYE21	FYE22	Sep-23	YoY	Sep-22
J+A	Individual	4,795.9	4,924.8	5,045.4	5,136.7	5,170.2	+84.8	5,085.4
	Corporate	5,181.3	5,369.6	5,347.4	5,694.8	5,868.0	+431.2	5,436.7
	Public	980.2	983.7	915.9	988.5	893.8	+91.3	802.5
	Total	10,957.5	11,278.1	11,308.8	11,820.1	11,932.1	+607.4	11,324.7
Joyo	Individual	2,624.6	2,687.7	2,740.2	2,786.4	2,798.1	+38.7	2,759.4
	Corporate	3,002.6	3,103.0	3,091.3	3,313.1	3,442.8	+291.3	3,151.4
	Public	612.8	562.7	498.1	548.8	556.4	+88.8	467.6
	Total	6,240.1	6,353.6	6,329.7	6,648.4	6,797.4	+418.9	6,378.5
Ashikaga	Individual	2,171.3	2,237.0	2,305.1	2,350.3	2,372.0	+46.0	2,325.9
	Corporate	2,178.6	2,266.5	2,256.0	2,381.6	2,425.2	+139.9	2,285.3
	Public	367.4	420.9	417.8	439.6	337.3	+2.4	334.9
	Total	4,717.3	4,924.5	4,979.0	5,171.6	5,134.6	+188.4	4,946.2

*Excluding borrowing from special account of MoF

Foreign Currency Denominated Loans

(¥ b n)

		FYE19	FYE20	FYE21	FYE22	Sep-23	YoY	Sep-22
J+A		164.2	162.6	150.6	151.0	155.7	-15.9	171.7
Joyo		146.8	150.0	139.5	140.4	145.4	-12.8	158.3
Ashikaga		17.3	12.6	11.0	10.5	10.2	-3.0	13.3

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

(¥ b n)

		FYE19	FYE20	FYE21	FYE22	Sep-23	YoY	Sep-22
J+A	Housing Loans	3,546.5	3,711.7	3,860.8	3,972.9	4,006.7	+91.2	3,915.4
	Apartment Loans	933.6	902.3	871.2	845.2	834.3	-21.5	855.9
	Asset building loans	2.8	2.6	2.4	1.9	1.8	-0.4	2.2
	Total	4,483.0	4,616.7	4,734.5	4,820.2	4,842.8	+69.2	4,773.6
Joyo	Housing Loans	1,719.5	1,809.7	1,889.9	1,955.2	1,971.4	+50.5	1,920.9
	Apartment Loans	748.6	722.8	694.2	672.8	662.9	-18.3	681.2
	Asset building loans	2.8	2.6	2.4	1.9	1.8	-0.4	2.2
	Total	2,471.1	2,535.1	2,586.5	2,630.0	2,636.2	+31.7	2,604.5
Ashikaga	Housing Loans	1,826.9	1,902.0	1,970.9	2,017.6	2,035.2	+40.7	1,994.5
	Apartment Loans	185.0	179.5	177.0	172.4	171.3	-3.2	174.6
	Asset building loans	-	-	-	-	-	-	-
	Total	2,011.9	2,081.5	2,147.9	2,190.1	2,206.6	+37.4	2,169.1

(5) Unsecured Loans Term-end Balance

(¥ b n)

		FYE19	FYE20	FYE21	FYE22	Sep-23	YoY	Sep-22
J+A	Car Loans	52.0	63.3	71.4	79.0	86.3	+12.9	73.4
	Educational Loans	42.5	43.4	45.4	49.3	51.8	+5.4	46.3
	Free Loans	9.8	9.1	9.3	9.7	10.2	+0.7	9.4
	Card Loans	65.4	61.2	62.4	66.0	68.2	+3.9	64.3
	Total	169.9	177.1	188.6	204.2	216.7	+23.1	193.5
Joyo	Car Loans	35.2	45.4	50.6	53.2	55.6	+4.0	51.5
	Educational Loans	34.0	34.3	35.5	38.1	39.7	+3.5	36.1
	Free Loans	3.5	3.6	3.8	4.1	4.2	+0.3	3.9
	Card Loans	26.0	23.7	24.8	26.7	27.7	+1.9	25.8
	Total	98.8	107.1	114.8	122.2	127.4	+9.8	117.5
Ashikaga	Car Loans	16.8	17.8	20.8	25.8	30.7	+8.8	21.8
	Educational Loans	8.5	9.1	9.9	11.2	12.1	+1.9	10.1
	Free Loans	6.2	5.4	5.5	5.6	5.9	+0.4	5.5
	Card Loans	39.4	37.5	37.5	39.2	40.5	+2.0	38.4
	Total	71.0	70.0	73.8	82.0	89.3	+13.3	76.0

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

(¥ b n)

		FYE19	FYE20	FYE21	FYE22	Sep-23	YoY	Sep-22
J+A	Large	1,635.4	1,688.2	1,674.3	1,890.4	1,985.2	+254.3	1,730.8
	Medium/SMEs	3,545.9	3,681.3	3,673.0	3,804.4	3,882.7	+176.9	3,705.8
	Total	5,181.3	5,369.6	5,347.4	5,694.8	5,868.0	+431.2	5,436.7
Joyo	Large	1,165.1	1,220.6	1,206.9	1,338.7	1,397.7	+151.3	1,246.3
	Medium/SMEs	1,837.4	1,882.3	1,884.3	1,974.3	2,045.0	+139.9	1,905.0
	Total	3,002.6	3,103.0	3,091.3	3,313.1	3,442.8	+291.3	3,151.4
Ashikaga	Large	470.2	467.6	467.3	551.6	587.4	+102.9	484.5
	Medium/SMEs	1,708.4	1,798.9	1,788.7	1,830.0	1,837.7	+36.9	1,800.8
	Total	2,178.6	2,266.5	2,256.0	2,381.6	2,425.2	+139.9	2,285.3

(7) Loans Corporate Term-end Balance by Area

(¥ b n)

		FYE19	FYE20	FYE21	FYE22	Sep-23	YoY	Sep-22
J+A	Tokyo	1,967.5	2,021.9	2,009.4	2,235.5	2,341.0	+252.2	2,088.8
	Local	3,213.8	3,347.6	3,337.9	3,459.3	3,526.9	+179.0	3,347.9
	Total	5,181.3	5,369.6	5,347.4	5,694.8	5,868.0	+431.2	5,436.7
Joyo	Tokyo	1,422.6	1,484.1	1,468.9	1,603.1	1,675.5	+155.2	1,520.2
	Local	1,579.9	1,618.9	1,622.4	1,709.9	1,767.2	+136.1	1,631.1
	Total	3,002.6	3,103.0	3,091.3	3,313.1	3,442.8	+291.3	3,151.4
Ashikaga	Tokyo	544.8	537.8	540.5	632.3	665.5	+97.0	568.5
	Local	1,633.8	1,728.7	1,715.5	1,749.3	1,759.6	+42.8	1,716.7
	Total	2,178.6	2,266.5	2,256.0	2,381.6	2,425.2	+139.9	2,285.3

【Data】 Breakdown of Banking subsidiaries

(8) Deposits Term-end Balance

(￥ b n)

		FYE19	FYE20	FYE21	FYE22	Sep-23	YoY	Sep-22
J+A	Individual	10,685.0	11,400.1	11,787.3	12,035.1	12,143.2	+218.0	11,925.2
	Corporate	3,364.1	3,887.4	3,953.5	4,009.7	4,163.7	+154.1	4,009.6
	Public	737.3	969.9	1,116.4	1,118.2	812.6	+21.0	791.6
	Total	14,786.5	16,257.4	16,857.3	17,163.1	17,119.7	+393.1	16,726.5
Joyo	Individual	6,633.6	7,053.1	7,272.7	7,412.6	7,473.7	+126.7	7,347.0
	Corporate	1,880.3	2,136.5	2,180.4	2,226.1	2,301.4	+94.8	2,206.6
	Public	459.2	515.8	600.7	612.5	517.8	+9.0	508.8
	Total	8,973.1	9,705.5	10,053.9	10,251.2	10,293.0	+230.5	10,062.5
Ashikaga	Individual	4,051.4	4,346.9	4,514.5	4,622.5	4,669.5	+91.2	4,578.2
	Corporate	1,483.8	1,750.8	1,773.1	1,783.5	1,862.2	+59.2	1,803.0
	Public	278.1	454.1	515.7	505.7	294.7	+12.0	282.7
	Total	5,813.4	6,551.9	6,803.3	6,911.8	6,826.6	+162.6	6,664.0

Foreign Currency Deposit

(￥ b n)

		FYE19	FYE20	FYE21	FYE22	Sep-23	YoY	Sep-22
J+A		219.7	180.0	168.2	96.5	117.5	-42.9	160.4
Joyo		176.4	151.9	139.6	76.1	100.2	-38.9	139.2
Ashikaga		43.2	28.0	28.5	20.3	17.2	-3.9	21.2

(9) Customer Assets under Custody Balance

(￥ b n)

		FYE19	FYE20	FYE21	FYE22	Sep-23	YoY	Sep-22
Group total	Investment trusts	463.7	547.7	632.5	654.0	710.9	+99.0	611.9
	Insurance	812.6	829.0	858.5	884.0	930.8	+47.4	883.3
	Foreign currency deposits	166.1	146.0	131.1	91.1	110.3	-17.1	127.5
	JGB etc.	156.2	162.4	154.5	131.7	127.3	-18.8	146.1
	Mebuki Securities	282.0	343.4	429.5	414.2	384.8	-55.2	440.1
	Total	1,880.9	2,028.7	2,206.3	2,175.1	2,264.4	+55.1	2,209.2
Joyo	Investment trusts	214.7	249.8	302.6	318.7	333.7	+39.7	293.9
	Insurance	471.9	488.5	511.5	519.7	539.1	+19.9	519.2
	Foreign currency deposits	122.9	117.9	102.6	70.7	93.0	-13.2	106.3
	JGB etc.	104.1	108.2	102.7	88.4	82.7	-14.7	97.4
	Total	913.8	964.6	1,019.4	997.7	1,048.7	+31.6	1,017.0
Ashikaga	Investment trusts	249.0	297.8	329.8	335.2	377.2	+59.2	317.9
	Insurance	340.6	340.5	347.0	364.3	391.6	+27.5	364.1
	Foreign currency deposits	43.2	28.0	28.5	20.3	17.2	-3.9	21.2
	JGB etc.	52.1	54.2	51.7	43.2	44.6	-4.0	48.7
	Total	685.0	720.6	757.3	763.1	830.8	+78.8	752.0

(10) Customer Assets under Custody Commissions

(￥ b n)

		FY19	FY20	FY21	FY22	1H23	YoY	1H22
Group Total	Investment trusts(*1)	5.91	6.22	7.93	6.52	3.75	+0.42	3.33
	Insurance(*2)	4.26	3.25	3.25	5.59	2.42	-0.05	2.48
	Foreign currency deposits	0.68	0.55	0.61	0.68	0.22	-0.16	0.39
	JGB etc.	0.08	0.06	0.01	0.04	0.02	+0.01	0.01
	Financial instrument intermediary service	0.72	1.13	1.19	0.57	0.36	-0.09	0.45
	Mebuki Securities	2.98	3.70	3.87	1.98	1.20	-0.18	1.39
	Total	14.66	14.93	16.90	15.41	8.00	-0.07	8.07
Joyo	Investment trusts(*1)	2.83	2.93	4.10	3.32	1.77	+0.14	1.62
	Insurance(*2)	2.61	2.06	2.00	3.53	1.40	-0.14	1.54
	Foreign currency deposits	0.50	0.39	0.39	0.39	0.15	-0.05	0.20
	JGB etc.	0.05	0.05	0.01	0.02	0.01	+0.00	0.01
	Financial instrument intermediary service	0.43	0.75	0.89	0.46	0.34	-0.03	0.37
	Total	6.44	6.20	7.41	7.74	3.69	-0.07	3.76
Ashikaga	Investment trusts(*1)	3.08	3.29	3.83	3.20	1.98	+0.27	1.70
	Insurance(*2)	1.64	1.18	1.25	2.06	1.02	+0.08	0.94
	Foreign currency deposits	0.18	0.15	0.22	0.28	0.07	-0.11	0.18
	JGB etc.	0.02	0.01	0.00	0.01	0.00	+0.00	0.00
	Financial instrument intermediary service	0.29	0.38	0.29	0.10	0.02	-0.05	0.08
	Total	5.22	5.02	5.61	5.68	3.10	+0.19	2.91

* 1 : Sales commission+ Trust fee

* 2 : Excl. executive life insurance

(11) Fees from Corporate Customers

(￥ b n)

		FY19	FY20	FY21	FY22	1H23	YoY	1H22
J+A	Credit Related	8.20	7.55	8.15	10.87	5.21	+0.16	5.04
	Consulting Related	1.44	1.88	3.29	3.72	1.98	+0.29	1.68
	total	9.65	9.44	11.44	14.59	7.19	+0.46	6.72
Joyo	Credit Related	4.24	4.03	4.71	6.70	3.02	-0.02	3.05
	Consulting Related	0.80	1.18	2.14	2.02	1.04	+0.06	0.98
	total	5.05	5.21	6.86	8.73	4.07	+0.04	4.03
Ashikaga	Credit Related	3.95	3.52	3.43	4.17	2.18	+0.19	1.99
	Consulting Related	0.64	0.70	1.14	1.69	0.93	+0.23	0.70
	total	4.60	4.22	4.57	5.86	3.12	+0.42	2.69

*1 Including Delivative CVA

【Data】 Breakdown of Banking subsidiaries

(12) Securities Balance(Balance Sheet Amount)

(¥ b n)

		FYE19	FYE20	FYE21	FYE22	Sep-23	YoY
Mebuki FG (Consolidated)	Domestic bonds	2,359.4	2,510.6	2,745.1	2,205.9	2,067.4	-138.4
	Foreign bonds	831.6	959.5	967.3	622.8	728.1	+105.3
	Stocks	226.0	265.8	254.1	211.3	245.0	+33.7
	Investment trusts,etc.	658.9	597.2	715.5	622.2	599.3	-22.9
	Total	4,076.1	4,333.2	4,682.3	3,662.3	3,639.9	-22.3
Joyo	Domestic bonds	1,746.7	1,822.0	2,002.5	1,438.8	1,375.7	-63.0
	Foreign bonds	505.3	595.5	597.9	319.1	383.9	+64.8
	Stocks	197.2	233.1	226.8	183.8	210.9	+27.0
	Investment trusts,etc.	388.1	373.9	439.9	401.3	386.0	-15.3
	Total	2,837.4	3,024.6	3,267.3	2,343.1	2,356.6	+13.5
Ashikaga	Domestic bonds	600.3	679.1	734.1	758.0	683.1	-74.9
	Foreign bonds	326.3	364.0	369.3	303.7	344.2	+40.4
	Stocks	64.2	39.1	33.6	34.4	39.9	+5.5
	Investment trusts,etc.	266.7	219.1	271.5	216.5	209.0	-7.5
	Total	1,257.5	1,301.5	1,408.8	1,312.7	1,276.3	-36.3

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

(¥ b n)

		FYE19	FYE20	FYE21	FYE22	Sep-23	YoY
Mebuki FG (Consolidated)	Stocks	9.2	2.4	-21.3	-34.4	-50.0	-15.6
	Domestic bonds	24.3	35.6	-14.2	-13.9	-32.7	-18.8
	Investment trusts,etc.	86.9	139.4	131.5	101.7	126.4	+24.7
	Foreign bonds	-21.3	33.1	32.9	-28.4	-25.1	+3.2
	Total	99.1	210.7	128.9	24.9	18.5	-6.4
Joyo	Stocks	9.0	3.0	-16.3	-19.2	-30.2	-11.0
	Domestic bonds	12.8	15.0	-12.8	-5.7	-12.1	-6.4
	Investment trusts,etc.	85.1	127.5	123.6	91.5	109.8	+18.2
	Foreign bonds	-8.3	26.0	27.4	-15.2	-14.4	+0.8
	Total	98.7	171.7	122.0	51.2	52.9	+1.7
Ashikaga	Stocks	11.5	8.5	1.9	-10.1	-15.6	-5.4
	Domestic bonds	13.8	22.4	-0.1	-8.0	-20.5	-12.5
	Investment trusts,etc.	20.8	25.0	21.0	22.1	28.7	+6.5
	Foreign bonds	-10.6	8.5	6.7	-11.8	-9.3	+2.4
	Total	35.6	64.5	29.7	-7.8	-16.8	-8.9

(14) Gains/Losses on Securities

(¥ b n)

		FY19	FY20	FY21	FY22	1H23	YoY	1H22
J+A	Domestic bonds	-2.0	-6.2	-7.1	-87.3	-20.4	+18.8	-39.2
	Stocks	0.4	10.0	3.5	45.0	8.5	-16.4	25.0
	Investment trusts,etc.	7.3	6.8	1.7	7.1	2.3	-0.5	2.9
	Total	5.6	10.6	-1.8	-35.1	-9.5	+1.8	-11.3
Joyo	Domestic bonds	-0.9	-3.9	-4.8	-72.6	-14.2	+22.1	-36.3
	Stocks	0.6	9.1	3.5	43.9	7.5	-16.7	24.2
	Investment trusts,etc.	5.2	4.9	1.7	5.0	1.5	+0.1	1.4
	Total	4.8	10.1	0.4	-23.6	-5.1	+5.5	-10.6
Ashikaga	Domestic bonds	-1.1	-2.3	-2.2	-14.7	-6.2	-3.3	-2.9
	Stocks	-0.1	0.9	0.0	1.1	1.0	+0.2	0.7
	Investment trusts,etc.	2.0	1.9	0.0	2.1	0.8	-0.6	1.4
	Total	0.8	0.4	-2.3	-11.4	-4.3	-3.6	-0.7

(15) Foreign Bonds

(\$million, €million ,million of Australia dollars, ¥ bn)

	Currency	Interest rate type	Securities type	FYE21	FYE22	Sep-23	YoY	1H23 gains/ losses
Total	U.S. dollar	Fixed	Government, Government-guaranteed bonds, etc	1,844	750	983	+232	(32)
			Corporate bonds, etc	2,691	2,392	2,035	-356	
		Floating	CLO/Government-guaranteed bonds, etc	1,095	1,386	1,846	+460	
	Sub Total			5,631	4,529	4,865	+336	
	Euro	Fixed	Government, Government-guaranteed bonds, etc	1,815	0	0	±0	0
Joyo	AUD	Fixed	Corporate bonds, etc	161	96	49	-46	(7)
	Yen ^(*)	Fixed	Corporate bonds, etc	28.1	24.0	28.2	+4.1	0
	U.S. dollar	Fixed	Government, Government-guaranteed bonds, etc	1,389	544	726	+181	(17)
			Corporate bonds, etc	564	266	219	-47	
		Floating	CLO/Government-guaranteed bonds, etc	1,095	1,386	1,487	+100	
	Sub Total			3,050	2,197	2,433	+235	
Ashikaga	Euro	Fixed	Government, Government-guaranteed bonds, etc	1,429	0	0	±0	0
	AUD	Fixed	Corporate bonds, etc	161	96	49	-46	(7)
	Yen ^(*)	Fixed	Corporate bonds, etc	27.2	23.1	27.3	+4.1	0
	U.S. dollar	Fixed	Government, Government-guaranteed bonds, etc	454	205	256	+51	(15)
			Corporate bonds, etc	2,126	2,125	1,816	-309	
		Floating	CLO/Government-guaranteed bonds, etc	0	0	359	+359	
	Sub Total			2,581	2,331	2,432	+101	
Ashikaga	Euro	Fixed	Government, Government-guaranteed bonds, etc	385	0	0	±0	0
	AUD	Fixed	Corporate bonds, etc	0	0	0	±0	0
	Yen ^(*)	Fixed	Corporate bonds, etc	0.9	0.9	0.9	±0.0	0

(*)All Yen denominated foreign bonds are regarded as fixed bonds.

【Data】 Breakdown of Banking subsidiaries

(16) Strategic shareholdings (Balance)		(¥ b n)					
		FYE19	FYE20	FYE21	FYE22	Sep-23	YoY
J+A	Balance	239.1	268.4	225.2	184.8	197.9	13.0
Joyo	Balance	204.0	229.1	191.9	150.9	158.4	7.5
Ashikaga	Balance	35.1	39.3	33.3	33.9	39.4	5.5

(17) Expenses		(¥ b n)						
		FY19	FY20	FY21	FY22	1H23	YoY	1H22
J+A	Personnel	61.2	59.9	58.2	57.2	28.7	-0.0	28.7
	Non-Personnel	46.7	43.4	43.4	40.0	20.4	+0.5	19.9
	Taxes	7.0	6.8	6.5	6.0	3.4	-0.0	3.5
	Total	115.0	110.1	108.1	103.3	52.6	+0.4	52.2
Joyo	Personnel	33.5	33.2	32.7	32.2	16.2	-0.0	16.2
	Non-Personnel	26.8	24.7	24.1	22.0	11.3	+0.4	10.9
	Taxes	3.8	3.7	3.6	3.3	1.9	-0.0	2.0
	Total	64.2	61.7	60.5	57.6	29.5	+0.3	29.1
Ashikaga	Personnel	27.6	26.6	25.4	24.9	12.4	-0.0	12.5
	Non-Personnel	19.9	18.6	19.2	18.0	9.1	+0.1	8.9
	Taxes	3.1	3.0	2.9	2.6	1.5	-0.0	1.5
	Total	50.7	48.4	47.6	45.6	23.1	+0.0	23.0

(18) Credit related cost		(¥ bn)						
		FY19	FY20	FY21	FY22	1H23	YoY	1H22
J+A		19.0	22.4	19.6	9.1	-0.2	-4.4	4.1
Joyo		10.1	12.0	9.8	5.0	-1.5	-3.7	2.1
Ashikaga		8.8	10.3	9.7	4.0	1.3	-0.6	1.9

(19) Disclosed Claims under the Financial Revitalization Law		(¥ b n)					
		FYE19	FYE20	FYE21	FYE22	Sep-23	YoY
J+A	Bankrupt claims	12.7	10.3	13.8	12.5	12.4	-0.1
	Doubtful claims	129.0	143.2	151.1	153.0	151.8	-1.1
	Claims requiring monitoring	27.9	27.4	27.6	31.5	32.2	+0.7
	(Loans past due 3 month or more)	-	0.1	0.0	0.2	0.1	-0.0
	(Restructured loans)	-	27.3	27.5	31.3	32.1	+0.8
	Total	169.8	181.0	192.6	197.1	196.5	-0.5
Joyo	Bankrupt claims	5.7	5.5	5.4	5.1	4.2	-0.9
	Doubtful claims	69.9	78.0	86.5	84.8	83.7	-1.0
	Claims requiring monitoring	12.5	13.0	13.3	12.1	11.2	-0.8
	(Loans past due 3 month or more)	-	0.0	0.0	0.0	0.0	+0.0
	(Restructured loans)	-	13.0	13.2	12.0	11.1	-0.8
	Total	88.2	96.7	105.2	102.1	99.3	-2.8
Ashikaga	Bankrupt claims	5.8	4.0	7.7	6.7	7.6	+0.9
	Doubtful claims	59.0	65.0	64.6	68.1	68.0	-0.0
	Claims requiring monitoring	15.4	14.4	14.2	19.4	20.9	+1.5
	(Loans past due 3 month or more)	-	0.0	0.0	0.1	0.0	-0.1
	(Restructured loans)	-	14.3	14.2	19.2	20.9	+1.6
	Total	80.2	83.5	86.7	94.2	96.6	+2.4

(20) Non-accrual delinquent loans (to Business) (1 month or more)		(¥ bn)					
		FYE19	FYE20	FYE21	FYE22	Sep-23	Sep-22
J+A		1.2	2.0	1.3	1.0	1.1	1.4
Joyo		0.3	0.0	0.8	0.7	0.9	1.0
Ashikaga		0.9	2.0	0.5	0.2	0.2	0.3

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