

Financial Highlights
For the Third Quarter of FY 2014
(April 1, 2014 through December 31, 2014)



Hokkoku Bank

Table of Contents

Consolidated Balance Sheets	2
Consolidated Statements of Income	3
Consolidated Statements of Comprehensive Income	4
Financial Highlights(consolidated)	5
Securities(consolidated)	6
Soundness of Assets(non-consolidated)	7

(Note)

All numbers and ratios less down unit have been rounded down.

The amounts, ratios or any other information presented herein have not been audited.

The Hokkoku Bank, Ltd. and Consolidated Subsidiaries

Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2014	As of December 31, 2014
Assets		
Cash and due from banks	160,303	316,743
Call loans and bills bought	15,308	10,000
Monetary claims bought	4,682	4,198
Trading account securities	437	708
Money held in trust	15,077	15,157
Securities	893,006	1,148,348
Loans and bills discounted	2,350,504	2,381,103
Foreign exchanges	2,743	6,972
Lease receivables and investment assets	22,812	21,721
Other assets	12,033	17,926
Tangible fixed assets	37,368	38,458
Intangible fixed assets	7,589	8,832
Deferred tax assets	3,198	—
Customers' liabilities for acceptances and guarantees	17,544	17,478
Reserve for possible loan losses	△28,835	△29,674
Total assets	3,513,777	3,957,976
Liabilities		
Deposits	3,049,886	3,055,566
Negotiable certificates of deposit	112,083	103,268
Call money and bills sold	12,659	103,215
Payables under securities lending transactions	49,517	370,243
Borrowed money	7,665	8,067
Foreign exchanges	82	116
Other liabilities	23,632	26,555
Reserve for bonuses	787	—
Net defined benefit liability	12,830	13,484
Reserve for directors' retirement benefits	53	47
Reserve for reimbursement of deposits	240	240
Reserve for loss on interest repayment	141	128
Reserve for customer service points	262	286
Deferred tax liabilities	—	10,066
Deferred tax liabilities for land revaluation	2,952	2,469
Acceptances and guarantees	17,544	17,478
Total liabilities	3,290,339	3,711,236

Net Assets		
Capital stock	26,673	26,673
Capital surplus	11,289	11,289
Retained earnings	142,871	149,645
Treasury shares	△215	△148
Total shareholders' equity	180,620	187,460
Valuation difference on available-for-sale securities	34,030	50,500
Deferred gains or losses on hedges	△277	△443
Revaluation reserve for land	3,514	2,647
Remeasurements of defined benefit plans	△3,197	△2,771
Total accumulated comprehensive income	34,068	49,933
Subscription rights to shares	215	215
Minority interests	8,534	9,129
Total net assets	223,438	246,739
Total liabilities and net assets	3,513,777	3,957,976

Consolidated Statements of Income

(Millions of yen)

	For the nine Months ended December 31, 2013	For the nine Months ended December 31, 2014
Ordinary income	49,824	55,079
Interest income	31,717	31,943
Interest on loans and discounts	23,816	22,994
Interest and dividends on securities	7,830	8,785
Fees and commissions	7,872	7,730
Other operating income	7,463	11,717
Other income	2,771	3,687
Ordinary expenses	37,407	35,444
Interest expense	1,055	1,106
Interest on deposits	700	578
Fees and commissions	1,986	2,085
Other operating expenses	6,812	6,614
General and administrative expenses	24,042	23,994
Other expenses	3,512	1,643
Ordinary profit	12,416	19,634

Extraordinary income	2	4
Extraordinary losses	860	1,998
Income before income taxes	11,558	17,640
Income taxes	5,274	8,359
Current	4,571	4,237
Deferred	703	4,121
Income before minority interests	6,283	9,281
Minority interests in income	483	497
Net income	5,800	8,784

Consolidated Statements of Comprehensive Income

(Millions of yen)

	For the nine Months ended December 31, 2013	For the nine Months ended December 31, 2014
Income before minority interests	6,283	9,281
Other comprehensive income	2,178	16,843
Valuation difference on available-for-sale securities	2,080	16,582
Deferred gains or losses on hedges	98	△165
Remeasurements of defined benefit plans, net of tax	—	425
Comprehensive income	8,462	26,124
Owners of the parent	7,661	25,515
Minority interests	801	609

Financial Highlights (consolidated)

Consolidated Operating Results

(Millions of yen)

	For the nine Months ended December 31, 2013 (B)	For the nine Months ended December 31, 2014 (A)	(A) – (B)
Ordinary income	49,824	55,079	5,255
Ordinary profit	12,416	19,634	7,218
Net income	5,800	8,784	2,984
Earnings per share-basic (yen)	18.44	27.95	9.51
Earnings per share-diluted(yen)	18.40	27.89	9.49

(%)

	As of March 31, 2014 (B)	As of December 31, 2014 (A)	(A) – (B)
Net assets(except for subscription right to share and minority interests) ratio	6.1	5.9	△0.2

Projections for the year ending March 31, 2015 (Millions of yen)

	For the nine Months ended December 31, 2014	For the year ending March 31, 2015
Ordinary income	55,079	65,000
Ordinary profit	19,634	18,500
Net income	8,784	7,900
Earnings per share-basic (yen)	27.95	25.14

Securities (consolidated)

Unrealized gains and losses of available-for-sale securities (consolidated)

(Billions of yen)

	As of December 31, 2013				
	Fair value	Acquisition cost	Difference		
				gains	losses
Total	866	815	50	52	1
Stock	77	40	37	37	0
Debt Bonds	695	682	12	13	0
Others	93	92	0	1	0

	As of December 31, 2014				
	Fair value	Acquisition cost	Difference		
				gains	losses
Total	1,143	1,066	77	77	0
Stock	117	63	53	53	0
Debt Bonds	767	751	16	16	0
Others	259	251	7	7	0

	As of September 30, 2014				
	Fair value	Acquisition cost	Difference		
				gains	Losses
Total	1,079	1,014	65	65	0
Stock	110	62	48	48	0
Debt Bonds	766	752	14	14	0
Others	203	200	2	3	0

Soundness of Assets (non-consolidated)

Disclosed Assets Based on the Financial Reconstruction Law (non-consolidated)

(Billions of yen)

	As of December 31, 2013 (B)	As of December 31, 2014 (A)	(A) – (B)
Bankrupt or De facto Bankrupt	49	34	△15
Doubtful	64	68	4
Special Attention	1	2	0
Subtotal (C)	115	104	△11
Normal assets	2,300	2,371	71
Total (D)	2,416	2,476	59

(C) / (D) (%)	4.79	4.22	△0.57
---------------	------	------	-------