

**Financial Highlights**  
**For the First Quarter of FY 2014**  
(April 1, 2014 through June 30, 2014)



**Hokkoku Bank**

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(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 June 30, 2014
<b>Assets</b>		
Cash and due from banks	160,303	124,178
Call loans and bills bought	15,308	13,040
Monetary claims bought	4,682	4,550
Trading account securities	437	359
Money held in trust	15,077	15,070
Securities	893,006	1,018,310
Loans and bills discounted	2,350,504	2,372,600
Foreign exchanges	2,743	4,031
Lease receivables and investment assets	22,812	21,977
Other assets	12,033	13,002
Tangible fixed assets	37,368	36,858
Intangible fixed assets	7,589	7,834
Deferred tax assets	3,198	—
Customers' liabilities for acceptances and guarantees	17,544	16,880
Reserve for possible loan losses	△28,835	△28,477
<b>Total assets</b>	<b>3,513,777</b>	<b>3,620,236</b>
<b>Liabilities</b>		
Deposits	3,049,886	3,073,113
Negotiable certificates of deposit	112,083	139,898
Call money and bills sold	12,659	53,725
Payables under securities lending transactions	49,517	54,672
Borrowed money	7,665	7,682
Foreign exchanges	82	72
Other liabilities	23,632	25,322
Reserve for bonuses	787	—
Net defined benefit liability	12,830	13,877
Reserve for directors' retirement benefits	53	41
Reserve for reimbursement of deposits	240	240
Reserve for loss on interest repayment	141	141
Reserve for customer service points	262	264
Deferred tax liabilities	—	503
Deferred tax liabilities for land revaluation	2,952	2,809
Acceptances and guarantees	17,544	16,880
<b>Total liabilities</b>	<b>3,290,339</b>	<b>3,389,247</b>

<b>Net Assets</b>		
Capital stock	26,673	26,673
Capital surplus	11,289	11,289
Retained earnings	142,871	145,122
Treasury shares	△215	△182
<b>Total shareholders' equity</b>	180,620	182,903
Valuation difference on available-for-sale securities	34,030	38,982
Deferred gains or losses on hedges	△277	△257
Revaluation reserve for land	3,514	3,270
Remeasurements of defined benefit plans	△3,197	△3,055
<b>Total accumulated comprehensive income</b>	34,068	38,939
Subscription rights to shares	215	208
Minority interests	8,534	8,937
<b>Total net assets</b>	223,438	230,989
<b>Total liabilities and net assets</b>	3,513,777	3,620,236

## Consolidated Statements of Income

(Millions of yen)

	For the three Months ended June 30, 2013	For the three Months ended June 30, 2014
<b>Ordinary income</b>	17,194	17,974
Interest income	11,006	10,621
Interest on loans and discounts	7,937	7,649
Interest and dividends on securities	3,038	2,923
Fees and commissions	2,689	2,584
Other operating income	2,413	3,367
Other income	1,084	1,400
<b>Ordinary expenses</b>	13,643	11,042
Interest expense	386	342
Interest on deposits	268	203
Fees and commissions	675	705
Other operating expenses	2,214	2,170
General and administrative expenses	7,970	7,649
Other expenses	2,396	174
<b>Ordinary profit</b>	3,551	6,931

<b>Extraordinary income</b>	2	1
<b>Extraordinary losses</b>	48	437
<b>Income before income taxes</b>	3,505	6,495
<b>Income taxes</b>	1,447	2,354
Current	1,990	1,158
Deferred	△543	1,196
<b>Income before minority interests</b>	2,057	4,141
<b>Minority interests in income</b>	169	211
<b>Net income</b>	1,887	3,929

## Consolidated Statements of Comprehensive Income

(Millions of yen)

	For the three Months ended June 30, 2013	For the three Months ended June 30, 2014
<b>Income before minority interests</b>	2,057	4,141
<b>Other comprehensive income</b>	△3,141	5,320
Valuation difference on available-for-sale securities	△3,183	5,158
Deferred gains or losses on hedges	41	20
Remeasurements of defined benefit plans, net of tax	—	141
<b>Comprehensive income</b>	△1,084	9,461
Owners of the parent	△1,276	9,044
Minority interests	192	417

## Financial Highlights (consolidated)

### Consolidated Operating Results

(Millions of yen)

	For the three Months ended June 30, 2013 (B)	For the three Months ended June 30, 2014 (A)	(A) – (B)
Ordinary income	17,194	17,974	780
Ordinary profit	3,551	6,931	3,380
Net income	1,887	3,929	2,042
Earnings per share-basic (yen)	5.98	12.51	6.53
Earnings per share-diluted(yen)	5.97	12.48	6.51

(%)

	As of March 31, 2014 (B)	As of June 30, 2014 (A)	(A) – (B)
Net assets(except for subscription right to share and minority interests) ratio	6.1	6.1	0.0

### Projections for the year ending March 31, 2015

(Millions of yen)

	For the three Months ended June 30, 2014	For the six months ending September 30, 2014	For the year ending March 31, 2015
Ordinary income	17,974	30,000	60,000
Ordinary profit	6,931	6,500	13,000
Net income	3,929	3,200	6,500
Earnings per share-basic (yen)	12.51	10.18	20.68

## Securities (consolidated)

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

(Billions of yen)

	As of June 30, 2013				
	Fair value	Acquisition cost	Difference		
				gains	Losses
Total	929	886	42	45	2
Stock	73	40	32	33	0
Debt Bonds	766	756	10	11	0
Others	88	89	△0	0	1

	As of June 30, 2014				
	Fair value	Acquisition cost	Difference		
				gains	losses
Total	1,014	954	59	60	0
Stock	105	62	42	43	0
Debt Bonds	773	759	14	15	0
Others	135	133	1	2	0

	As of March 31, 2014				
	Fair value	Acquisition cost	Difference		
				gains	Losses
Total	889	837	51	52	1
Stock	77	41	36	36	0
Debt Bonds	709	695	14	14	0
Others	102	101	0	1	0

## Soundness of Assets (non-consolidated)

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

(Billions of yen)

	As of June 30, 2013 (B)	As of June 30, 2014 (A)	(A) – (B)
Bankrupt or De facto Bankrupt	53	39	△13
Doubtful	66	62	△3
Special Attention	2	1	△0
Subtotal (C)	122	104	△17
Normal assets	2,245	2,372	127
Total (D)	2,367	2,477	109
(C) / (D) (%)	5.15	4.20	△0.95