

Financial Highlights
For the First Quarter of FY 2019

(April 1, 2019 through June 30, 2019)



THE HOKKOKU BANK, LTD.

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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)

	March 31, 2019	June 30, 2019
Assets:		
Cash and due from banks	1,221,400	1,287,376
Monetary claims bought	3,614	3,670
Trading account securities	90	102
Money held in trusts	13,523	13,565
Securities	1,088,790	971,704
Loans and bills discounted	2,567,333	2,530,138
Foreign exchanges	9,508	10,541
Lease receivables and investment in leased assets	33,335	34,147
Other assets	69,257	66,373
Tangible fixed assets	32,804	32,628
Intangible fixed assets	10,097	10,726
Deferred tax assets	166	163
Customers' liabilities for acceptances and guarantees	17,197	17,092
Reserve for possible loan losses	△37,893	△41,013
Total assets	5,029,226	4,937,218

(Millions of yen)

	March 31, 2019	June 30, 2019
Liabilities:		
Deposits	3,538,022	3,526,420
Negotiable certificates of deposit	63,914	138,288
Call money and bills sold	847,399	800,582
Payables under repurchase agreements	31,206	6,435
Guarantee deposit received under securities lending transactions	204,703	122,722
Borrowed money	2,398	2,010
Foreign exchanges	14	14
Borrowed money from trust account	90	99
Other liabilities	21,853	27,943
Reserve for bonuses	796	—
Net defined benefit liability	14,586	14,282
Reserve for directors' retirement benefits	31	20
Reserve for management board incentive plan trust	530	553
Reserve for reimbursement of deposits	281	291
Reserve for loss on interest repayment	43	43
Reserve for customer service points	122	164
Deferred tax liabilities	13,188	10,514
Deferred tax liability arising from revaluation of land	1,630	1,609
Acceptances and guarantees	17,197	17,092
Total liabilities	4,758,010	4,669,087
Net Assets:		
Common stock	26,673	26,673
Capital surplus	12,854	12,854
Retained earnings	169,267	171,726
Treasury stock	△920	△920
Total shareholders' equity	207,876	210,334
Net unrealized gains on available-for-sale securities	56,553	50,894
Net deferred gain or losses on hedging instruments	△1	△2
Land revaluation surplus	2,189	2,140
Remeasurements of defined benefit plans	△3,287	△3,131
Total accumulated other comprehensive income	55,452	49,900
Non-controlling interests	7,886	7,896
Total net assets	271,215	268,131
Total liabilities and net assets	5,029,226	4,937,218

Consolidated Statements of Income

(Millions of yen)

	Three months ended June 30, 2018	Three months ended June 30, 2019
Ordinary income	18,387	22,060
Interest income	11,337	10,542
Interest on loans and discounts	6,545	6,556
Interest and dividends on securities	4,607	3,885
Trust fees	—	0
Fees and commissions	2,531	2,482
Other operating income	3,320	4,707
Other income	1,199	4,327
Ordinary expenses	13,139	16,229
Interest expense	1,000	991
Interest on deposits	98	71
Fees and commissions	785	875
Other operating expenses	2,516	2,794
General and administrative expenses	7,708	7,685
Other expenses	1,128	3,882
Ordinary profit	5,248	5,831
Extraordinary income	—	0
Extraordinary losses	10	89
Profit before income taxes	5,237	5,741
Income taxes	1,724	2,108
Current	1,595	2,543
Deferred	128	△434
Profit	3,513	3,632
Profit attributable to non-controlling interests	74	59
Profit attributable to owners of parent	3,438	3,573

Consolidated Statements of Comprehensive Income

(Millions of yen)

	Three months ended June 30, 2018	Three months ended June 30, 2019
Profit	3,513	3,632
Other comprehensive income	△1,031	△5,546
Net unrealized gains on available-for-sale securities	△1,245	△5,702
Net deferred gains or losses on hedging instruments	△0	△0
Remeasurements of defined benefit plans	214	156
Comprehensive income	2,481	△1,913
Owners of the parent	2,454	△1,929
Non-controlling interests	27	16

Financial Highlights (consolidated)

Consolidated Operating Results

(Millions of yen)

	Three months ended June 30, 2018 (B)	Three months ended June 30, 2019 (A)	(A)–(B)
Ordinary income	18,387	22,060	3,672
Ordinary profit	5,248	5,831	582
Profit attributable to owners of parent	3,438	3,573	135
Earnings per share-basic(yen)	118.89	123.57	4.67
Earnings per share-diluted(yen)	—	—	—

(Note)

Earnings per share-diluted(yen) is not indicated as there is no amount of share-diluted.

(%)

	March 31, 2019 (B)	June 30, 2019 (A)	(A)–(B)
Net assets(except for non-controlling interests)ratio	5.2	5.2	0.0

Projections for the year ending March 31, 2020

(Millions of yen)

	Six months ending September 30, 2019	Year ending March 31, 2020
Ordinary profit	7,000	11,500
Profit attributable to owners of parent	4,300	7,500
Earnings per share-basic(yen)	148.70	259.36

Soundness of Assets (non-consolidated)

Disclosed Assets Based on the Financial Reconstruction Law (Before partial direct write-off)

(Billions of yen)

	June 30, 2018 (B)	June 30, 2019 (A)	(A)–(B)
Bankrupt or De facto Bankrupt	6	8	1
Doubtful	49	50	0
Special Attention	1	1	0
Subtotal (C)	57	60	2
Normal assets	2,453	2,596	142
Total (D)	2,511	2,656	144

(C) / (D) (%)	2.30	2.26	△0.04
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Disclosed Assets Based on the Financial Reconstruction Law (After partial direct write-off)

(Billions of yen)

	June 30, 2018 (B)	June 30, 2019(A)	(A)–(B)
Bankrupt or De facto Bankrupt	5	7	1
Doubtful	49	50	0
Special Attention	1	1	0
Subtotal (C)	56	58	2
Normal assets	2,453	2,596	142
Total (D)	2,510	2,654	144

(C) / (D) (%)	2.25	2.21	△0.03
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