

Financial Highlights
For the Year Ended March 31,2016

(April 1, 2015 through March 31, 2016)



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)

	As of March 31, 2015	As of March 31, 2016
Assets		
Cash and due from banks	544,907	467,351
Monetary claims bought	3,708	3,783
Trading account securities	833	157
Money held in trust	15,025	15,024
Securities	1,190,527	1,018,148
Loans and bills discounted	2,355,374	2,328,285
Foreign exchanges	3,553	11,044
Lease receivables and investment assets	21,672	21,741
Other assets	14,438	16,084
Tangible fixed assets	38,301	36,923
Intangible fixed assets	8,970	8,866
Deferred tax assets	—	212
Customers' liabilities for acceptances and guarantees	17,071	16,661
Reserve for possible loan losses	△34,594	△40,265
Total assets	4,179,790	3,904,020
Liabilities		
Deposits	3,079,447	3,086,299
Negotiable certificates of deposit	62,867	89,817
Call money and bills sold	324,605	67,916
Payables under securities lending transactions	374,027	337,572
Borrowed money	7,585	6,865
Foreign exchanges	118	22
Other liabilities	39,283	41,772
Reserve for bonuses	801	805
Net defined benefit liability	13,480	17,058
Reserve for directors' retirement benefits	50	56
Reserve for reimbursement of deposits	258	265
Reserve for loss on interest repayment	126	95
Reserve for customer service points	282	294
Deferred tax liabilities	9,816	1,383
Deferred tax liabilities for land revaluation	2,237	2,113
Acceptances and guarantees	17,071	16,661

Total liabilities	3,932,060	3,669,000
Net Assets		
Capital stock	26,673	26,673
Capital surplus	11,289	11,366
Retained earnings	148,850	150,502
Treasury shares	△3,931	△188
Total shareholders' equity	182,882	188,353
Valuation difference on available-for-sale securities	55,742	39,436
Deferred gains or losses on hedges	△388	△181
Revaluation reserve for land	2,879	3,260
Remeasurements of defined benefit plans	△2,915	△5,623
Total accumulated comprehensive income	55,317	36,891
Subscription rights to shares	232	262
Minority interests	9,297	9,512
Total net assets	247,730	235,020
Total liabilities and net assets	4,179,790	3,904,020

Consolidated Statements of Income

(Millions of yen)

	For the year ended March 31, 2015	For the year ended March 31, 2016
Ordinary income	74,109	74,686
Interest income	42,555	42,855
Interest on loans and discounts	30,476	29,799
Interest and dividends on securities	11,851	12,538
Fees and commissions	10,262	9,429
Other operating income	16,035	16,866
Other income	5,256	5,535
Ordinary expenses	55,167	57,085
Interest expense	1,535	1,841
Interest on deposits	753	704
Fees and commissions payments	2,805	2,840
Other operating expenses	9,476	13,982
General and administrative expenses	32,281	30,284
Other expenses	9,067	8,135
Ordinary profit	18,941	17,601

Extraordinary income	4	0
Extraordinary losses	2,769	771
Income before income taxes	16,177	16,830
Income taxes	7,530	6,658
Current	2,749	5,647
Deferred	4,780	1010
Profit	8,646	10,172
Profit attributable to non-controlling interests	657	603
Net income(Profit attributable to owners of parent)	7,989	9,569

Consolidated Statements of Comprehensive Income

(Millions of yen)

	For the year ended March 31,2015	For the year ended March 31,2016
Profit	8,646	10,172
Other comprehensive income	22,234	△18,959
Valuation difference on available-for-sale securities	21,832	△16,571
Deferred gains or losses on hedges	△110	207
Revaluation reserve for land ,net of tax	231	111
Remeasurements of defined benefit plans,net of tax	282	△2,708
Comprehensive income	30,881	△8,787
Owners of the parent	30,104	△9,126
Non-controlling interests	777	338

Financial Highlights (consolidated)

Consolidated Operating Results

(Millions of yen)

	For the year ended March 31,2015(B)	For the year ended March 31,2016(A)	(A)－(B)
Ordinary income	74,109	74,686	577
Ordinary profit	18,941	17,601	△1,340
Net income	7,989	9,569	1,580
Earnings per share-basic (yen)	25.54	31.45	5.91
Earnings per share-diluted(yen)	25.48	31.36	5.88

(%)

	As of March 31, 2015 (B)	As of March 31, 2016 (A)	(A)－(B)
Net assets(except for subscription right to share and minority interests) ratio	5.6	5.7	0.1

Projections for the year ending March 31, 2017 (Millions of yen)

	For the year ended March 31, 2016	For the year ending March 31, 2017
Ordinary profit	17,601	15,000
Net income	9,569	9,500
Earnings per share-basic (yen)	31.45	31.73

Securities (consolidated)

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

(Billions of yen)

	As of March 31, 2015				
	Fair value	Acquisition cost	Difference		
				gains	losses
Total	1,186	1,104	81	82	0
Stock	133	74	59	59	0
Debt Bonds	775	762	13	13	0
Others	277	268	8	9	0

	As of March 31, 2016				
	Fair value	Acquisition cost	Difference		
				gains	losses
Total	1,014	958	56	63	7
Stock	120	77	43	46	3
Debt Bonds	701	689	12	13	0
Others	191	190	0	3	3

Soundness of Assets (non-consolidated)

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

(Billions of yen)

	As of March 31, 2015 (B)	As of March 31, 2016 (A)	(A) – (B)
Bankrupt or De facto bankrupt	27	15	△12
Doubtful	63	58	△5
Special Attention	1	1	0
Subtotal (C)	91	75	△16
Normal assets	2,394	2,365	△29
Total (D)	2,486	2,441	△45
(C) / (D) (%)	3.68	3.10	△0.58