

**Financial Highlights**  
**For the Second Quarter of FY 2014**

(April 1, 2014 through September 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 September 30, 2014
<b>Assets</b>		
Cash and due from banks	160,303	224,284
Call loans and bills bought	15,308	15,000
Monetary claims bought	4,682	4,589
Trading account securities	437	424
Money held in trust	15,077	15,113
Securities	893,006	1,083,558
Loans and bills discounted	2,350,504	2,353,759
Foreign exchanges	2,743	6,324
Lease receivables and investment assets	22,812	21,984
Other assets	12,033	34,343
Tangible fixed assets	37,368	36,467
Intangible fixed assets	7,589	8,340
Deferred tax assets	3,198	—
Customers' liabilities for acceptances and guarantees	17,544	17,431
Reserve for possible loan losses	△28,835	△28,992
<b>Total assets</b>	<b>3,513,777</b>	<b>3,792,629</b>
<b>Liabilities</b>		
Deposits	3,049,886	3,020,653
Negotiable certificates of deposit	112,083	132,419
Call money and bills sold	12,659	146,412
Payables under securities lending transactions	49,517	176,710
Borrowed money	7,665	8,000
Foreign exchanges	82	75
Other liabilities	23,632	31,330
Reserve for bonuses	787	781
Net defined benefit liability	12,830	13,707
Reserve for directors' retirement benefits	53	44
Reserve for reimbursement of deposits	240	240
Reserve for loss on interest repayment	141	121
Reserve for customer service points	262	276
Deferred tax liabilities	—	5,597
Deferred tax liabilities for land revaluation	2,952	2,683
Acceptances and guarantees	17,544	17,431
<b>Total liabilities</b>	<b>3,290,339</b>	<b>3,556,486</b>

<b>Net Assets</b>		
Capital stock	26,673	26,673
Capital surplus	11,289	11,289
Retained earnings	142,871	146,638
Treasury shares	△215	△146
<b>Total shareholders' equity</b>	180,620	184,455
Valuation difference on available-for-sale securities	34,030	42,554
Deferred gains or losses on hedges	△277	△237
Revaluation reserve for land	3,514	3,040
Remeasurements of defined benefit plans	△3,197	△2,913
<b>Total accumulated comprehensive income</b>	34,068	42,443
Subscription rights to shares	215	198
Minority interests	8,534	9,044
<b>Total net assets</b>	223,438	236,143
<b>Total liabilities and net assets</b>	3,513,777	3,792,629

## Consolidated Statements of Income

(Millions of yen)

	For the six Months ended September 30, 2013	For the six Months ended September 30, 2014
<b>Ordinary income</b>	33,150	35,491
Interest income	21,032	20,582
Interest on loans and discounts	15,906	15,327
Interest and dividends on securities	5,069	5,157
Fees and commissions	5,268	5,188
Other operating income	4,877	7,625
Other income	1,972	2,094
<b>Ordinary expenses</b>	24,635	22,817
Interest expense	745	711
Interest on deposits	505	402
Fees and commissions payments	1,318	1,380
Other operating expenses	4,525	4,478
General and administrative expenses	15,937	15,387
Other expenses	2,109	858
<b>Ordinary profit</b>	8,514	12,674

<b>Extraordinary income</b>	2	1
<b>Extraordinary losses</b>	541	831
<b>Income before income taxes</b>	7,975	11,844
<b>Income taxes</b>	3,938	6,251
Current	3,092	2,074
Deferred	845	4,177
<b>Income before minority interests</b>	4,037	5,593
<b>Minority interests in income</b>	385	365
<b>Net income</b>	3,651	5,227

## Consolidated Statements of Comprehensive Income

(Millions of yen)

	For the six Months ended September 30, 2013	For the six Months ended September 30, 2014
<b>Income before minority interests</b>	4,037	5,593
<b>Other comprehensive income</b>	2,203	9,007
Valuation difference on available-for-sale securities	2,132	8,682
Deferred gains or losses on hedges	70	40
Remeasurements of defined benefit plans, net of tax	—	283
<b>Comprehensive income</b>	6,240	14,600
Owners of the parent	5,552	14,076
Minority interests	688	524

## Financial Highlights (consolidated)

### Consolidated Operating Results

(Millions of yen)

	For the six Months ended September 30, 2013 (B)	For the six Months ended September 30, 2014 (A)	(A) – (B)
Ordinary income	33,150	35,491	2,341
Ordinary profit	8,514	12,674	4,160
Net income	3,651	5,227	1,576
Earnings per share-basic (yen)	11.60	16.63	5.03
Earnings per share-diluted(yen)	11.57	16.59	5.02

(%)

	As of March 31, 2014 (B)	As of September 30, 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 six Months ended September 30, 2014	For the year ending March 31, 2015
Ordinary income	35,491	65,000
Ordinary profit	12,674	18,500
Net income	5,227	7,900
Earnings per share-basic (yen)	16.63	25.14

## Securities (consolidated)

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

(Billions of yen)

	As of September 30, 2013				
	Fair value	Acquisition cost	Difference		
				gains	losses
Total	926	875	50	52	1
Stock	78	41	36	37	0
Debt Bonds	758	744	13	14	0
Others	90	90	0	1	1

	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

	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 September 30, 2013 (B)	As of September 30, 2014 (A)	(A) – (B)
Bankrupt or De facto bankrupt	50	34	△15
Doubtful	63	67	4
Special Attention	2	1	△0
Subtotal (C)	115	103	△11
Normal assets	2,274	2,339	64
Total (D)	2,390	2,443	52

  

(C) / (D) (%)	4.84	4.25	△0.59
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