

Financial Highlights
For the First Quarter of FY 2020

(April 1, 2020 through June 30, 2020)



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, 2020	June 30, 2020
Assets:		
Cash and due from banks	1,389,813	1,147,194
Monetary claims bought	3,411	3,297
Trading account securities	111	82
Money held in trusts	13,519	13,554
Securities	990,091	1,045,781
Loans and bills discounted	2,599,328	2,607,045
Foreign exchanges	13,106	13,673
Lease receivables and investment in leased assets	36,532	36,192
Other assets	33,804	52,402
Tangible fixed assets	31,414	31,545
Intangible fixed assets	11,122	11,456
Deferred tax assets	2,666	156
Customers' liabilities for acceptances and guarantees	18,476	16,277
Reserve for possible loan losses	△46,131	△47,639
Total assets	5,097,268	4,931,022

(Millions of yen)

	March 31, 2020	June 30, 2020
Liabilities:		
Deposits	3,634,904	3,787,991
Negotiable certificates of deposit	65,062	121,091
Call money and bills sold	981,819	565,522
Guarantee deposit received under securities lending transactions	93,634	59,462
Borrowed money	1,033	48,968
Foreign exchanges	12	5
Borrowed money from trust account	129	130
Other liabilities	42,495	45,927
Reserve for bonuses	789	—
Net defined benefit liability	14,796	14,586
Reserve for directors' retirement benefits	28	22
Reserve for management board incentive plan trust	559	581
Reserve for reimbursement of deposits	235	232
Reserve for loss on interest repayment	55	55
Reserve for customer service points	258	325
Deferred tax liabilities	711	6,122
Deferred tax liability arising from revaluation of land	1,499	1,499
Acceptances and guarantees	18,476	16,277
Total liabilities	4,856,502	4,668,802
Net Assets:		
Common stock	26,673	26,673
Capital surplus	13,053	13,053
Retained earnings	174,603	175,210
Treasury shares	△4,064	△840
Total shareholders' equity	210,266	214,097
Net unrealized gains on available-for-sale securities	24,954	42,201
Net deferred gain or losses on hedging instruments	△16	△9
Land revaluation surplus	1,980	1,984
Remeasurements of defined benefit plans	△3,593	△3,430
Total accumulated other comprehensive income	23,325	40,745
Non-controlling interests	7,173	7,377
Total net assets	240,765	262,220
Total liabilities and net assets	5,097,268	4,931,022

Consolidated Statements of Income

(Millions of yen)

	Three months ended June 30, 2019	Three months ended June 30, 2020
Ordinary income	22,060	22,071
Interest income	10,542	9,494
Interest on loans and discounts	6,556	6,308
Interest and dividends on securities	3,885	3,067
Trust fees	0	0
Fees and commissions	2,482	2,524
Other operating income	4,707	4,050
Other income	4,327	6,001
Ordinary expenses	16,229	14,800
Interest expense	991	134
Interest on deposits	71	68
Fees and commissions	875	872
Other operating expenses	2,794	2,897
General and administrative expenses	7,685	7,774
Other expenses	3,882	3,121
Ordinary profit	5,831	7,271
Extraordinary income	0	1
Extraordinary losses	89	59
Profit before income taxes	5,741	7,212
Income taxes	2,108	2,308
Current	2,543	2,088
Deferred	△434	220
Profit	3,632	4,903
Profit attributable to non-controlling interests	59	85
Profit attributable to owners of parent	3,573	4,818

Consolidated Statements of Comprehensive Income

(Millions of yen)

	Three months ended June 30, 2019	Three months ended June 30, 2020
Profit	3,632	4,903
Other comprehensive income	△5,546	17,540
Net unrealized gains on available-for-sale securities	△5,702	17,369
Net deferred gains or losses on hedging instruments	△0	6
Remeasurements of defined benefit plans	156	163
Comprehensive income	△1,913	22,444
Owners of the parent	△1,929	22,235
Non-controlling interests	16	208

Financial Highlights (consolidated)

Consolidated Operating Results

(Millions of yen)

	Three months ended June 30, 2019 (B)	Three months ended June 30, 2020 (A)	(A)–(B)
Ordinary income	22,060	22,071	10
Ordinary profit	5,831	7,271	1,440
Profit attributable to owners of parent	3,573	4,818	1,245
Earnings per share-basic(yen)	123.57	172.48	48.91
Earnings per share-diluted(yen)	—	—	—

(Note)

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

(%)

	March 31, 2020 (B)	June 30, 2020 (A)	(A)–(B)
Net assets(except for non-controlling interests)ratio	4.5	5.1	0.6

Projections for the year ending March 31, 2021

(Millions of yen)

	Six months ending September 30, 2020	Year ending March 31, 2021
Ordinary profit	6,000	8,500
Profit attributable to owners of parent	3,500	4,500
Earnings per share-basic(yen)	125.28	161.07

Soundness of Assets (non-consolidated)

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

(Billions of yen)

	June 30, 2019 (B)	June 30, 2020 (A)	(A)–(B)
Bankrupt or De facto Bankrupt	8	12	3
Doubtful	50	44	△5
Special Attention	1	2	0
Subtotal (C)	60	59	△1
Normal assets	2,596	2,666	70
Total (D)	2,656	2,725	69

(C) / (D) (%)	2.26	2.16	△0.10
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Disclosed Assets Based on the Financial Reconstruction Law (After partial direct write-off)

(Billions of yen)

	June 30, 2019 (B)	June 30, 2020 (A)	(A)–(B)
Bankrupt or De facto Bankrupt	7	11	3
Doubtful	50	44	△5
Special Attention	1	2	0
Subtotal (C)	58	57	△1
Normal assets	2,596	2,666	70
Total (D)	2,654	2,724	69

(C) / (D) (%)	2.21	2.12	△0.09
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