

**Financial Highlights**  
**For the Year Ended March 31, 2020**

(April 1, 2019 through March 31, 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, 2019	March 31, 2020
<b>Assets:</b>		
Cash and due from banks	1,221,400	1,389,813
Monetary claims bought	3,614	3,411
Trading account securities	90	111
Money held in trusts	13,523	13,519
Securities	1,088,790	990,091
Loans and bills discounted	2,567,333	2,599,328
Foreign exchanges	9,508	13,106
Lease receivables and investment in leased assets	33,335	36,532
Other assets	69,257	33,804
Tangible fixed assets	32,804	31,414
Intangible fixed assets	10,097	11,122
Deferred tax assets	166	2,666
Customers' liabilities for acceptances and guarantees	17,197	18,476
Reserve for possible loan losses	△37,893	△46,131
<b>Total assets</b>	<b>5,029,226</b>	<b>5,097,268</b>

(Millions of yen)

	March 31, 2019	March 31, 2020
<b>Liabilities:</b>		
Deposits	3,538,022	3,634,904
Negotiable certificates of deposit	63,914	65,062
Call money and bills sold	847,399	981,819
Payables under repurchase agreements	31,206	—
Guarantee deposit received under securities lending transactions	204,703	93,634
Borrowed money	2,398	1,033
Foreign exchanges	14	12
Borrowed money from trust account	90	129
Other liabilities	21,853	42,495
Reserve for bonuses	796	789
Net defined benefit liability	14,586	14,796
Reserve for directors' retirement benefits	31	28
Reserve for management board incentive plan trust	530	559
Reserve for reimbursement of deposits	281	235
Reserve for loss on interest repayment	43	55
Reserve for customer service points	122	258
Deferred tax liabilities	13,188	711
Deferred tax liability arising from revaluation of land	1,630	1,499
Acceptances and guarantees	17,197	18,476
<b>Total liabilities</b>	<b>4,758,010</b>	<b>4,856,502</b>
<b>Net Assets:</b>		
Common stock	26,673	26,673
Capital surplus	12,854	13,053
Retained earnings	169,267	174,603
Treasury shares	△920	△4,064
<b>Total shareholders' equity</b>	<b>207,876</b>	<b>210,266</b>
Net unrealized gains on available-for-sale securities	56,553	24,954
Net deferred gains or losses on hedging instruments	△1	△16
Land revaluation surplus	2,189	1,980
Remeasurements of defined benefit plans	△3,287	△3,593
<b>Total accumulated other comprehensive income</b>	<b>55,452</b>	<b>23,325</b>
Non-controlling interests	7,886	7,173
<b>Total net assets</b>	<b>271,215</b>	<b>240,765</b>
<b>Total liabilities and net assets</b>	<b>5,029,226</b>	<b>5,097,268</b>

## Consolidated Statements of Income

(Millions of yen)

	Year ended March 31, 2019	Year ended March 31, 2020
<b>Ordinary income</b>	67,114	74,740
Interest income	40,229	37,082
Interest on loans and discounts	26,354	26,288
Interest and dividends on securities	13,344	10,412
Trust fees	0	0
Fees and commissions	9,929	10,485
Other operating income	12,932	19,555
Other income	4,024	7,616
<b>Ordinary expenses</b>	52,948	61,558
Interest expense	4,554	2,098
Interest on deposits	341	298
Fees and commissions	3,219	3,567
Other operating expenses	10,409	11,855
General and administrative expenses	30,579	31,499
Other expenses	4,186	12,537
<b>Ordinary profit</b>	14,165	13,181
<b>Extraordinary income</b>	15	0
<b>Extraordinary losses</b>	732	1,154
<b>Income before income taxes</b>	13,449	12,027
<b>Income taxes</b>	4,510	4,512
Current	4,374	5,735
Deferred	135	△1,222
<b>Profit</b>	8,939	7,514
<b>Profit attributable to non-controlling interests</b>	355	204
<b>Profit attributable to owners of parent</b>	8,583	7,310

## Consolidated Statements of Comprehensive Income

(Millions of yen)

	Year ended March 31, 2019	Year ended March 31, 2020
<b>Profit</b>	8,939	7,514
<b>Other comprehensive income</b>	△3,870	△32,119
Net unrealized gains on available-for-sale securities	△4,328	△31,798
Net deferred gains or losses on hedging instruments	0	△15
Remeasurements of defined benefit plans	457	△305
<b>Comprehensive income</b>	5,068	△24,604
Owners of the parent	4,832	△24,608
Non-controlling interests	236	4

## Financial Highlights (consolidated)

### Consolidated Operating Results

(Millions of yen)

	Year ended March 31, 2019 (B)	Year ended March 31, 2020 (A)	(A)–(B)
Ordinary income	67,114	74,740	7,625
Ordinary profit	14,165	13,181	△984
Profits attributable to owners of parent	8,583	7,310	△1,273
Earnings per share-basic(yen)	296.83	255.60	△41.23
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)	March 31, 2020 (A)	(A)–(B)
Net assets(except for non-controlling interests) ratio	5.2	4.5	△0.7

### Projections for the year ending March 31, 2021

(Millions of yen)

	Year ending March 31, 2021
Ordinary profit	8,500
Profits attributable to owners of parent	4,500
Earnings per share-basic(yen)	161.07

## Securities (consolidated)

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

(Billions of yen)

	March 31, 2019				
	Fair value	Acquisition cost	Difference		
				gains	losses
Total	1,085	1,003	82	91	9
Stock	167	88	78	82	3
Debt securities	652	648	4	4	0
Others	265	266	△0	4	4

	March 31, 2020				
	Fair value	Acquisition cost	Difference		
				gains	losses
Total	986	949	36	65	28
Stock	140	86	53	61	8
Debt securities	662	662	△0	1	2
Others	183	200	△16	2	18

## Soundness of Assets (non-consolidated)

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

(Billions of yen)

	March 31, 2019 (B)	March 31, 2020 (A)	(A)–(B)
Bankrupt or De facto Bankrupt	8	11	3
Doubtful	47	43	△3
Special Attention	1	1	0
Subtotal (C)	56	57	0
Normal assets	2,597	2,649	52
Total (D)	2,654	2,707	52

(C) / (D) (%)	2.13	2.11	△0.02
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Disclosed Assets Based on the Financial Reconstruction Law (After partial direct write-off)

(Billions of yen)

	March 31, 2019 (B)	March 31, 2020 (A)	(A)–(B)
Bankrupt or De facto Bankrupt	6	10	3
Doubtful	47	43	△3
Special Attention	1	1	0
Subtotal (C)	55	56	0
Normal assets	2,597	2,649	52
Total (D)	2,652	2,705	53

(C) / (D) (%)	2.08	2.07	△0.01
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