

# SURUGA bank, Ltd.

## Consolidated financial results for the fiscal year ended March 31, 2024

<under Japanese GAAP>

Stock exchange listings: Tokyo (code: 8358)

URL: <https://www.surugabank.co.jp>

Representative: Kosuke Kato, President

Dividend payment date: June 4, 2024

(Amounts and percentages are rounded down to the nearest million yen and first decimal places, respectively.)

### 1. Consolidated financial results for the fiscal year ended March 31, 2024

#### (1) Consolidated operating results

(% represents the change from the previous fiscal year)

|                                  | Ordinary income |       | Ordinary profit |      | Profit attributable to owners of parent |      |
|----------------------------------|-----------------|-------|-----------------|------|---|------|
|                                  | Millions of yen | %     | Millions of yen | %    | Millions of yen                         | %    |
| Fiscal year ended March 31, 2024 | 91,447          | (1.0) | 20,641          | 55.5 | 15,375                                  | 45.3 |
| March 31, 2023                   | 92,403          | 0.3   | 13,266          | 25.1 | 10,576                                  | 32.8 |

(Note) Comprehensive income: (a) Fiscal year ended March 31, 2024: ¥32,325 million [307.9%]

(b) Fiscal year ended March 31, 2023: ¥7,923 million [- %]

|                                  | Earnings per share | Earnings per share (diluted) | Return on net assets | Ordinary profit on total assets | Ordinary profit on ordinary income |
|----------------------------------|--------------------|------------------------------|----------------------|---------------------------------|------------------------------------|
|                                  | yen                | yen                          | %                    | %                               | %                                  |
| Fiscal year ended March 31, 2024 | 75.44              | -                            | 5.4                  | 0.5                             | 22.5                               |
| March 31, 2023                   | 56.15              | -                            | 3.9                  | 0.3                             | 14.3                               |

(Note) Earnings per share (diluted) for the fiscal year ended March 31, 2023 and 2024 are not provided because there are no potentially shares.

#### (2) Consolidated financial position

|                      | Total assets    | Total net assets | Net assets ratio | Net assets per share |
|----------------------|-----------------|------------------|------------------|----------------------|
|                      | Millions of yen | Millions of yen  | %                | Yen                  |
| As of March 31, 2024 | 3,560,741       | 295,120          | 8.2              | 1,532.15             |
| March 31, 2023       | 3,639,910       | 271,040          | 7.4              | 1,438.33             |

(Reference) Shareholders' equity: (a) As of March 31, 2024: ¥295,012 million; (b) As of March 31, 2023: ¥270,939 million

(Note) Nets assets ratio = (Total net assets - Non-controlling interests) / Total assets × 100

This ratio is not calculated based on the "Capital Adequacy Ratio Notification".

#### (3) Consolidated cash flows

|                                  | Cash flows from operating activities | Cash flows from investing activities | Cash flows from financing activities | Cash and cash equivalents at year-end |
|----------------------------------|--------------------------------------|--------------------------------------|--------------------------------------|---------------------------------------|
|                                  | Millions of yen                      | Millions of yen                      | Millions of yen                      | Millions of yen                       |
| Fiscal year ended March 31, 2024 | (93,075)                             | 45,136                               | (8,253)                              | 965,305                               |
| March 31, 2023                   | 24,492                               | 142,311                              | (1,130)                              | 1,021,498                             |

### 2. Dividends on common stock

|                                  | Dividends per share          |                              |                              |                  |          | Total dividends       | Dividend payout ratio (Consolidated) | Dividend on net assets ratio (Consolidated) |
|----------------------------------|------------------------------|------------------------------|------------------------------|------------------|----------|-----------------------|--------------------------------------|---|
|                                  | 1 <sup>st</sup> quarter -end | 2 <sup>nd</sup> quarter -end | 3 <sup>rd</sup> quarter -end | Fiscal year -end | Total    |                       |                                      |   |
| Fiscal year ended March 31, 2023 | yen -                        | yen 0.00                     | yen -                        | yen 9.00         | yen 9.00 | Millions of yen 1,695 | % 16.0                               | % 0.6                                       |
| ended March 31, 2024             | -                            | 7.00                         | -                            | 14.00            | 21.00    | 4,231                 | 27.8                                 | 1.4   |
| ending March 31, 2025 (forecast) | -                            | 11.00                        | -                            | 11.00            | 22.00    |                       | 29.2                                 |   |

### 3. Consolidated earnings forecast for the fiscal year ending March 31, 2025

(% represents the change from the same period in the previous fiscal year)

|              | Ordinary profit |        | Profit attributable to owners of parent |        | Earnings per share |
|--------------|-----------------|--------|---|--------|--------------------|
|              | Millions of yen | %      | Millions of yen                         | %      | Yen                |
| 1H, FY3/2025 | 8,500           | (33.8) | 7,000                                   | (27.0) | 36.35              |
| FY3/2025     | 19,000          | (7.9)  | 14,500                                  | (5.6)  | 75.30              |

(Notes)

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries that caused changes in the scope of consolidation): No
- (2) Changes in accounting policies, changes in accounting estimates and restatements
- (A) Changes in accounting policies due to revision of accounting standards: No
- (B) Changes in accounting policies due to reasons other than (A): No
- (C) Changes in accounting estimates: No
- (D) Restatements: No

(3) Number of issued shares (common stock)

|  |                                 |                    |                                 |                    |
|--|---------------------------------|--------------------|---------------------------------|--------------------|
| (A) Number of issued shares (including treasury shares): | As of Mar. 31, 2024             | 232,139,248 shares | As of Mar. 31, 2023             | 232,139,248 shares |
| (B) Number of treasury shares:                           | As of Mar. 31, 2024             | 39,592,505 shares  | As of Mar. 31, 2023             | 43,768,676 shares  |
| (C) Average number of shares:                            | Fiscal year ended Mar. 31, 2024 | 203,786,839 shares | Fiscal year ended Mar. 31, 2023 | 188,350,917 shares |

(Note) The number of treasury shares at the end of the period includes the Company's shares held by the employee stock ownership plan trust (hereinafter "ESOP Trust") (As of Mar. 31, 2024: 257,900 shares, As of Mar. 31, 2023: - shares).

The average number of the Company's shares held by the ESOP Trust is included in the number of treasury stock that are deducted in calculation of the average number of shares during the period (As of Mar. 31, 2024: 157,840 shares, As of Mar. 31, 2023: - shares).

(Reference) Summary of non-consolidated financial results

1. Non-consolidated financial results for the fiscal year ended March 31, 2024

(1) Non-consolidated operating results

(% represents the change from the previous fiscal year)

|                   | Ordinary income |       | Ordinary profit |      | Net income      |      |
|-------------------|-----------------|-------|-----------------|------|-----------------|------|
| Fiscal year ended | Millions of yen | %     | Millions of yen | %    | Millions of yen | %    |
| March 31, 2024    | 83,619          | 0.9   | 20,156          | 78.8 | 15,025          | 57.5 |
| March 31, 2023    | 82,794          | (1.0) | 11,267          | 11.6 | 9,537           | 21.4 |

|                   | Earnings per share | Earnings per share (diluted) |
|-------------------|--------------------|------------------------------|
| Fiscal year ended | Yen                | Yen                          |
| March 31, 2024    | 73.73              | -                            |
| March 31, 2023    | 50.63              | -                            |

(2) Non-consolidated financial position

|                | Total assets    | Total net assets | Net assets ratio | Net assets per share |
|----------------|-----------------|------------------|------------------|----------------------|
| As of          | Millions of yen | Millions of yen  | %                | Yen                  |
| March 31, 2024 | 3,540,476       | 277,793          | 7.8              | 1,442.73             |
| March 31, 2023 | 3,620,806       | 255,169          | 7.0              | 1,354.61             |

(Reference) Shareholders' equity: (a) As of March 31, 2024: ¥277,793 million; (b) As of March 31, 2023: ¥255,169 million

(Note) Net assets ratio = Total net assets / Total assets × 100

This ratio is not calculated based on the "Capital Adequacy Ratio Notification".

2. Non-consolidated earnings forecast for the fiscal year ending March 31, 2025

(% represents the change from the same period in the previous fiscal year)

|              | Ordinary profit |        | Profit attributable to owners of parent |        | Earnings per share |
|--------------|-----------------|--------|---|--------|--------------------|
|              | Millions of yen | %      | Millions of yen                         | %      | Yen                |
| 1H, FY3/2025 | 8,500           | (32.3) | 7,000                                   | (24.8) | 36.35              |
| FY3/2025     | 18,500          | (8.2)  | 14,500                                  | (3.4)  | 75.30              |

(Note) This report is outside the scope of audit procedures by certified public accountants or audit firms.

(Note) Explanation on appropriate use of forecast and other special items

The performance forecasts and other forward-looking statements in this report are based on information currently available to the company and on certain assumptions deemed to be reasonable, and are not intended to guarantee future performance. Actual performance may differ materially depending on various factors.

(Appendix)

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\* Financial results for the fiscal year ended March 31, 2024 supplementary information

## 1. Overview of operating results, etc.

### (1) Overview of operating results

In the fiscal year ended March 31, 2024, consolidated ordinary income decreased by ¥0.956 billion year-on-year to ¥91.447 billion. This was mainly due to a decline in interest income reflecting the drop in interest on loans and bills discounted. Meanwhile, ordinary expenses decreased by ¥8.332 billion year-on-year to ¥70.805 billion, mainly due to a decrease in recording of losses on redemption of bonds. As a result, ordinary profit increased by ¥7.375 billion year-on-year to ¥20.641 billion, and profit attributable to owners of parent increased by ¥4.799 billion year-on-year to ¥15.375 billion.

Non-consolidated operating results were as follows:

#### (A) Gross operating profit

Gross operating profit increased by ¥7.753 billion year-on-year to ¥51.175 billion, mainly due to an increased in gains (losses) on bonds.

#### (B) Expenses

Expenses decreased by ¥1.050 billion year-on-year to ¥35.159 billion.

#### (C) Net operating profit

Core net operating profit decreased by ¥0.681 billion year-on-year to ¥23.354 billion, mainly due to a drop in net interest income.

Net operating profit increased by ¥8.803 billion year-on-year to ¥16.015 billion.

(Note) Core net operating profit = Net operating profit + Provision for general allowance for loan losses  
- Gains (losses) on bonds

#### (D) Ordinary profit

Ordinary profit increased by ¥8.889 billion year-on-year to ¥20.156 billion, mainly due to an increased in gains (losses) on bonds.

#### (E) Net income

Net income increased by ¥5.488 billion year-on-year to ¥15.025 billion, mainly due to an increase in ordinary profit.

#### (F) Net credit costs

Disposal of non-performing loans increased by ¥2.844 billion year-on-year to ¥8.796 billion. Reversal of allowance for loan losses increased by ¥0.500 billion year-on-year to ¥4.547 billion. As a result, net credit costs increased by ¥2.343 billion year-on-year to ¥4.248 billion.

Actual credit costs decreased by ¥0.881 billion year-on-year to ¥(2.059) billion.

(Note) Net credit costs = Provision for general allowance for loan losses

+ Disposal of non-performing loans - Reversal of allowance for loan losses

(Note) Actual credit costs = Net credit costs - Recoveries on written-off claims

## (2) Overview of financial position

Regarding main accounts on a consolidated basis, despite effects such as early repayments on existing loans and bills discounted due to the soaring real estate market, the overall balance of loans and bills discounted at the end of the period decreased by 13,714 million yen to 2,076,613 million yen, mainly due to the steady progress of the "Re:Start2025" mid-term business plan which pushed up new loans to a higher-than-expected level. Securities amounted to ¥276.081 billion, down by ¥21.802 billion year-on-year. Deposits amounted to ¥3,244.907 billion, down by ¥104.724 billion year-on-year.

Non-consolidated major account balances were as follows:

### (A) Loans and bills discounted

Loans and bills discounted came in at ¥2,066.732 billion, down by ¥13.418 billion year-on-year. The average balance of loans and bills discounted in the fiscal year amounted to ¥2,049.037 billion, down by ¥36.491 billion year-on-year.

### (B) Securities

Securities amounted to ¥281.675 billion, down by ¥21.829 billion year-on-year.

### (C) Deferred tax assets (liabilities)

Deferred tax assets amounted to ¥7.476 billion, down by 7.801 billion year-on-year.

### (D) Deposits

Deposits amounted to ¥3,250.493 billion, down by ¥105.247 billion year-on-year. The average balance of deposits in the fiscal year amounted to ¥3,278.400 billion, down by ¥61.077 billion year-on-year.

As for consolidated cash flows, cash flow from operating activities was a net outflow of ¥93.075 billion (compared to a net inflow of ¥24.492 billion in the previous fiscal year), this was mainly due to a decrease in deposits. Cash flow from investing activities was a net inflow of ¥45.136 billion (compared to a net inflow of ¥142.311 billion in the previous fiscal year), mainly due to proceeds from redemption of securities. Cash flow from financing activities was a net outflow of ¥8.253 billion (compared to a net outflow of ¥1.130 billion in the previous fiscal year), mainly due to purchase of treasury shares.

As a result, cash and cash equivalents as of March 31, 2024 amounted to ¥965.305 billion, down by ¥56.193 billion year-on-year (compared to ¥1,021.498 billion as of March 31, 2023).

## (3) Future outlook

Earnings forecast for the fiscal year ending March 31, 2025 is as follows:

## Consolidated

(Millions of yen)

|   | FY3/2025 (Forecast) |           |
|---|---------------------|-----------|
|   | First half          | Full year |
| Ordinary profit                         | 8,500               | 19,000    |
| Profit attributable to owners of parent | 7,000               | 14,500    |

## Non-consolidated

(Millions of yen)

|                             | FY3/2025 (Forecast) |           |
|-----------------------------|---------------------|-----------|
|                             | First half          | Full year |
| Core gross operating profit | 28,500              | 56,000    |
| Core net operating profit   | 10,500              | 20,500    |
| Ordinary profit             | 8,500               | 18,500    |
| Net income                  | 7,000               | 14,500    |
| Actual credit costs         | 2,500               | 3,000     |
| ROE (Net income basis)      | 5.36%               | 5.59%     |

(Note) The performance forecasts and other forward-looking statements in this report are based on information currently available to the company and on certain assumptions deemed to be reasonable, and are not intended to guarantee future performance. Actual performance may differ materially depending on various factors.

## 2. Basic approach to the selection of accounting standards

The Suruga Bank group intends to apply Japanese accounting standards for the foreseeable future, taking into consideration the comparability of consolidated financial statements across reporting periods and companies. As for the adoption of International Financial Reporting Standards (IFRS), we will respond appropriately to the various developments in Japan and overseas.

## 3.Consolidated financial statements and notes

## (1)Consolidated balance sheets

(Millions of yen)

|  | As of<br>Mar. 31, 2023 | As of<br>Mar. 31, 2024 |
|--|------------------------|------------------------|
| <b>Assets</b>  |                        |                        |
| Cash and due from banks                                  | 1,044,263              | 982,204                |
| Call loans and bills bought                              | 60,293                 | 85,000                 |
| Monetary claims bought                                   | 131,517                | 125,353                |
| Trading securities                                       | 85                     | 42                     |
| Money held in trust                                      | 99                     | 99                     |
| Securities   | 297,883                | 276,081                |
| Loans and bills discounted                               | 2,090,327              | 2,076,613              |
| Foreign exchanges  | 4,805                  | 6,366                  |
| Lease receivables and investment assets                  | 4,698                  | 4,948                  |
| Other assets   | 44,172                 | 40,340                 |
| Property, plant and equipment                            | 33,339                 | 31,950                 |
| Buildings, net   | 10,700                 | 9,995                  |
| Land   | 20,313                 | 18,516                 |
| Leased assets  | 55                     | 60                     |
| Construction in progress                                 | 321                    | 12                     |
| Other, net   | 1,950                  | 3,366                  |
| Intangible assets  | 16,009                 | 13,358                 |
| Software   | 13,771                 | 11,870                 |
| Goodwill   | 1,165                  | 1,035                  |
| Leased assets  | 101                    | 71                     |
| Software in progress                                     | 610                    | 124                    |
| Other  | 360                    | 256                    |
| Retirement benefit asset                                 | 20,126                 | 22,916                 |
| Deferred tax assets                                      | 15,311                 | 7,052                  |
| Customers' liabilities for acceptances and guarantees    | 1,271                  | 1,265                  |
| Allowance for loan losses                                | (124,295)              | (112,852)              |
| Total assets   | 3,639,910              | 3,560,741              |
| <b>Liabilities</b>                                       |                        |                        |
| Deposits   | 3,349,631              | 3,244,907              |
| Foreign exchanges  | 41                     | 180                    |
| Other liabilities  | 16,340                 | 17,332                 |
| Provision for bonuses                                    | 461                    | 464                    |
| Provision for bonuses for directors (and other officers) | 38                     | 19                     |
| Retirement benefit liability                             | 293                    | 282                    |
| Provision for share-based compensation                   | 303                    | 676                    |
| Provision for reimbursement of deposits                  | 223                    | 198                    |
| Provision for contingent loss                            | 51                     | 44                     |
| Deferred tax liabilities                                 | 211                    | 248                    |
| Acceptances and guarantees                               | 1,271                  | 1,265                  |
| Total liabilities  | 3,368,869              | 3,265,621              |

(Millions of yen)

|   | As of<br>Mar. 31, 2023 | As of<br>Mar. 31, 2024 |
|---|------------------------|------------------------|
| Net assets  |                        |                        |
| Share capital   | 30,043                 | 30,043                 |
| Capital surplus                                       | 1,974                  | 4,579                  |
| Retained earnings                                     | 255,042                | 267,190                |
| Treasury shares                                       | (18,111)               | (25,735)               |
| Total shareholders' equity                            | 268,949                | 276,077                |
| Valuation difference on available-for-sale securities | 167                    | 16,114                 |
| Deferred gains or losses on hedges                    | (0)                    | 4                      |
| Remeasurements of defined benefit plans               | 1,823                  | 2,815                  |
| Total accumulated other comprehensive income          | 1,990                  | 18,934                 |
| Non-controlling interests                             | 101                    | 108                    |
| Total net assets                                      | 271,040                | 295,120                |
| Total liabilities and net assets                      | 3,639,910              | 3,560,741              |



## (2) Consolidated statements of income and Consolidated statements of comprehensive income

## Consolidated statements of income

(Millions of yen)

|   | For the fiscal year<br>ended<br>Mar. 31, 2023 | For the fiscal year<br>ended<br>Mar. 31, 2024 |
|---|---|---|
| Ordinary income   | 92,403  | 91,447  |
| Interest income   | 68,562  | 66,288  |
| Interest on loans and discounts                                   | 65,145  | 61,171  |
| Interest and dividends on securities                              | 864   | 1,291   |
| Interest on call loans and bills bought                           | 13  | 48  |
| Interest on deposits with banks                                   | 819   | 822   |
| Other interest income   | 1,719   | 2,954   |
| Fees and commissions  | 7,306   | 7,525   |
| Other ordinary income   | 3,461   | 3,764   |
| Gain on redemption of bonds                                       | 304   | 821   |
| Other   | 3,157   | 2,942   |
| Other income  | 13,072  | 13,868  |
| Reversal of allowance for loan losses                             | 4,116   | 4,374   |
| Recoveries of written off receivables                             | 3,143   | 6,365   |
| Gain on sale of equity securities                                 | 5,100   | 2,284   |
| Other   | 712   | 844   |
| Ordinary expenses   | 79,137  | 70,805  |
| Interest expenses   | 1,383   | 1,155   |
| Interest on deposits  | 1,298   | 1,131   |
| Interest expenses on cash collateral received for securities lent | 0   | 0   |
| Other interest expenses   | 84  | 23  |
| Fees and commissions payments                                     | 10,827  | 9,643   |
| Other ordinary expenses   | 20,037  | 10,801  |
| Loss on sale of bonds   | 1,740   | 1,851   |
| Loss on redemption of bonds                                       | 15,387  | 6,309   |
| Other   | 2,909   | 2,641   |
| General and administrative expenses                               | 38,348  | 38,013  |
| Other expenses  | 8,540   | 11,191  |
| Written-off of loans  | 4,693   | 8,356   |
| Loss on sale of equity securities                                 | —   | 19  |
| Loss on devaluation of equity securities                          | 120   | 0   |
| Other   | 3,726   | 2,814   |
| Ordinary profit   | 13,266  | 20,641  |

(Millions of yen)

|  | For the fiscal year<br>ended<br>Mar. 31, 2023 | For the fiscal year<br>ended<br>Mar. 31, 2024 |
|--|---|---|
| Extraordinary income                             | 51  | 90  |
| Gain on disposal of non-current assets           | 51  | 90  |
| Extraordinary losses                             | 1,282   | 1,251   |
| Loss on disposal of non-current assets           | 422   | 691   |
| Impairment losses                                | 859   | 559   |
| Profit before income taxes                       | 12,036  | 19,480  |
| Income taxes - current                           | 1,371   | 3,081   |
| Income taxes - deferred                          | 86  | 1,017   |
| Income taxes                                     | 1,457   | 4,099   |
| Profit   | 10,578  | 15,381  |
| Profit attributable to non-controlling interests | 1   | 6   |
| Profit attributable to owners of parent          | 10,576  | 15,375  |

## Consolidated statements of comprehensive income

(Millions of yen)

|  | For the fiscal year<br>ended<br>Mar. 31, 2023 | For the fiscal year<br>ended<br>Mar. 31, 2024 |
|--|---|---|
| Profit   | 10,578  | 15,381  |
| Other comprehensive income                                     |   |   |
| Valuation difference on available-for-sale securities          | (1,156)                                       | 15,946  |
| Deferred gains(losses) on hedges                               | 3   | 5   |
| Remeasurements of defined benefit plans, net of tax            | (1,501)                                       | 992   |
| Total other comprehensive income                               | (2,655)                                       | 16,944  |
| Comprehensive income   | 7,923   | 32,325  |
| (Breakdown)  |   |   |
| Comprehensive income attributable to owners of parent          | 7,921   | 32,319  |
| Comprehensive income attributable to non-controlling interests | 1   | 6   |

## (3) Consolidated statements of changes in net assets

For the fiscal year ended Mar.31, 2023

(Millions of yen)

|  | Shareholders' equity |                 |                   |                 |                            |
|--|----------------------|-----------------|-------------------|-----------------|----------------------------|
|  | Capital stock        | Capital surplus | Retained earnings | Treasury shares | Total shareholders' equity |
| Balance at beginning of current period               | 30,043               | 1,976           | 245,595           | (18,131)        | 259,484                    |
| Changes of items during period                       |                      |                 |                   |                 |                            |
| Dividends of surplus                                 |                      |                 | (1,129)           |                 | (1,129)                    |
| Net income   |                      |                 | 10,576            |                 | 10,576                     |
| Purchase of treasury shares                          |                      |                 |                   | (0)             | (0)                        |
| Disposal of treasury shares                          |                      | (2)             |                   | 20              | 18                         |
| Net changes of items other than shareholders' equity |                      |                 |                   |                 |                            |
| Total changes of items during period                 | -                    | (2)             | 9,446             | 20              | 9,464                      |
| Balance at end of current period                     | 30,043               | 1,974           | 255,042           | (18,111)        | 268,949                    |

|  | Accumulated other comprehensive income                        |                                  |  |  | Non-controlling interests | Total net assets |
|--|---|----------------------------------|--|--|---------------------------|------------------|
|  | Net unrealized gains(losses) on available-for-sale securities | Deferred gains(losses) on hedges | Remeasure-ments of defined benefit plans | Total accumulated other comprehensive income |                           |                  |
| Balance at beginning of current period               | 1,324   | (3)                              | 3,324                                    | 4,645  | 100                       | 264,229          |
| Changes of items during period                       |   |                                  |  |  |                           |                  |
| Dividends of surplus                                 |   |                                  |  |  |                           | (1,129)          |
| Net income   |   |                                  |  |  |                           | 10,576           |
| Purchase of treasury shares                          |   |                                  |  |  |                           | (0)              |
| Disposal of treasury shares                          |   |                                  |  |  |                           | 18               |
| Net changes of items other than shareholders' equity | (1,156)   | 3                                | (1,501)                                  | (2,655)                                      | 1                         | (2,653)          |
| Total changes of items during period                 | (1,156)   | 3                                | (1,501)                                  | (2,655)                                      | 1                         | 6,811            |
| Balance at end of current period                     | 167   | (0)                              | 1,823                                    | 1,990  | 101                       | 271,040          |

For the fiscal year ended Mar.31, 2024

(Millions of yen)

|  | Shareholders' equity |                 |                   |                 |                            |
|--|----------------------|-----------------|-------------------|-----------------|----------------------------|
|  | Capital stock        | Capital surplus | Retained earnings | Treasury shares | Total shareholders' equity |
| Balance at beginning of current period               | 30,043               | 1,974           | 255,042           | (18,111)        | 268,949                    |
| Changes of items during period                       |                      |                 |                   |                 |                            |
| Dividends of surplus                                 |                      |                 | (3,227)           |                 | (3,227)                    |
| Net income   |                      |                 | 15,375            |                 | 15,375                     |
| Purchase of treasury shares                          |                      |                 |                   | (22,149)        | (22,149)                   |
| Disposal of treasury shares                          |                      | 2,605           |                   | 14,525          | 17,130                     |
| Net changes of items other than shareholders' equity |                      |                 |                   |                 |                            |
| Total changes of items during period                 | -                    | 2,605           | 12,147            | (7,624)         | 7,128                      |
| Balance at end of current period                     | 30,043               | 4,579           | 267,190           | (25,735)        | 276,077                    |

|  | Accumulated other comprehensive income                        |                                  |  |  | Non-controlling interests | Total net assets |
|--|---|----------------------------------|--|--|---------------------------|------------------|
|  | Net unrealized gains(losses) on available-for-sale securities | Deferred gains(losses) on hedges | Remeasure-ments of defined benefit plans | Total accumulated other comprehensive income |                           |                  |
| Balance at beginning of current period               | 167   | (0)                              | 1,823                                    | 1,990  | 101                       | 271,040          |
| Changes of items during period                       |   |                                  |  |  |                           |                  |
| Dividends of surplus                                 |   |                                  |  |  |                           | (3,227)          |
| Net income   |   |                                  |  |  |                           | 15,375           |
| Purchase of treasury shares                          |   |                                  |  |  |                           | (22,149)         |
| Disposal of treasury shares                          |   |                                  |  |  |                           | 17,130           |
| Net changes of items other than shareholders' equity | 15,946  | 5                                | 992                                      | 16,944                                       | 6                         | 16,950           |
| Total changes of items during period                 | 15,946  | 5                                | 992                                      | 16,944                                       | 6                         | 24,079           |
| Balance at end of current period                     | 16,114  | 4                                | 2,815                                    | 18,934                                       | 108                       | 295,120          |

## (4) Consolidated statements of cash flows

|  | (Millions of yen)                             |   |
|--|---|---|
|  | For the fiscal year<br>ended<br>Mar. 31, 2023 | For the fiscal year<br>ended<br>Mar. 31, 2024 |
| Cash flows from operating activities   |   |   |
| Income before income taxes   | 12,036  | 19,480  |
| Depreciation   | 5,434   | 5,193   |
| Impairment loss  | 859   | 559   |
| Amortization of goodwill   | 129   | 129   |
| Increase (decrease) in allowance for loan losses                                 | (14,622)                                      | (11,443)                                      |
| Increase (decrease) in provision for bonuses                                     | (25)  | 2   |
| Increase (decrease) in provision for directors' bonuses                          | (2)   | (19)  |
| Increase (decrease) in net defined benefit liability                             | 1   | (10)  |
| Increase (decrease) in net defined benefit asset                                 | (786)   | (831)   |
| Increase (decrease) in provision for share-based compensation                    | 98  | 373   |
| Increase (decrease) in provision for reimbursement of deposits                   | (23)  | (25)  |
| Increase (decrease) in provision for contingent losses                           | (23)  | (6)   |
| Interest income  | (68,562)                                      | (66,288)                                      |
| Interest expenses  | 1,383   | 1,155   |
| Losses (gains) on securities   | 11,843  | 5,074   |
| Losses (gains) on money held in trust  | (0)   | (0)   |
| Losses (gains) on disposal of non-current assets                                 | 370   | 601   |
| Net decrease (increase) in trading account securities                            | (3)   | 43  |
| Net decrease (increase) in loans and bills discounted                            | 57,752  | 13,713  |
| Net increase (decrease) in deposit   | 42,324  | (104,723)                                     |
| Net decrease (increase) in deposit (excluding deposit paid to Bank of Japan)     | (4,398)                                       | 5,866   |
| Net decrease (increase) in call loans  | (20,048)                                      | (24,706)                                      |
| Net decrease (increase) in monetary claims bought                                | (71,778)                                      | 6,163   |
| Net decrease (increase) in foreign exchanges - assets                            | (2,512)                                       | (1,561)                                       |
| Net increase (decrease) in foreign exchanges - liabilities                       | 0   | 138   |
| Net decrease (increase) in lease receivables and investment assets               | 367   | (250)   |
| Net decrease (increase) in cash collateral paid for financial instruments assets | (20)  | (4,965)                                       |
| Interest received  | 68,950  | 66,659  |
| Interest paid  | (1,694)                                       | (1,217)                                       |
| Other, net   | 7,734   | (1,238)                                       |
| Subtotal   | 24,782  | (92,131)                                      |
| Income taxes paid  | (289)   | (944)   |
| Net cash provided by (used in) operating activities                              | 24,492  | (93,075)                                      |

(Millions of yen)

|   | For the fiscal year<br>ended<br>Mar. 31, 2023 | For the fiscal year<br>ended<br>Mar. 31, 2024 |
|---|---|---|
| Cash flows from investing activities                        |   |   |
| Purchase of securities                                      | (53,290)                                      | (70,522)                                      |
| Proceeds from sales of securities                           | 42,912  | 37,956  |
| Proceeds from redemption of securities                      | 154,816                                       | 79,733  |
| Decrease in money held in trust                             | 0   | 0   |
| Purchase of property, plant and equipment                   | (1,148)                                       | (995)   |
| Proceeds from sales of property, plant and equipment        | 192   | 216   |
| Purchase of intangible assets                               | (1,171)                                       | (1,251)                                       |
| Net cash provided by (used in) investing activities         | 142,311                                       | 45,136  |
| Cash flows from financing activities                        |   |   |
| Cash dividends paid   | (1,129)                                       | (3,227)                                       |
| Purchase of treasury shares                                 | (0)   | (22,149)                                      |
| Proceeds from sales of treasury shares                      | 0   | 17,123  |
| Net cash provided by (used in) financing activities         | (1,130)                                       | (8,253)                                       |
| Effect of exchange rate change on cash and cash equivalents | 6   | —   |
| Net increase (decrease) in cash and cash equivalents        | 165,680                                       | (56,193)                                      |
| Cash and cash equivalents at beginning of period            | 855,818                                       | 1,021,498                                     |
| Cash and cash equivalents at year-end                       | 1,021,498                                     | 965,305                                       |

## (5) Notes to consolidated financial statements

## (Notes on going-concern assumption)

Not applicable.

## (Change in accounting policies)

Not applicable.

## (Changes in accounting estimates)

Not applicable.

## (Additional information)

(Disposal of treasury shares through third-party allotment based on the capital and business alliance with Credit Saison Co.)

Credit Saison Co., Ltd. has completed payment for the disposal of treasury shares through third party allotment resolved at the Board of Directors meeting of Suruga Bank Ltd. held on May 18, 2023.

## Overview of the Disposal of Treasury Shares

|                                       |                                   |
|---------------------------------------|-----------------------------------|
| 1. Disposal date                      | July 3, 2023                      |
| 2. Type and number of shares disposed | 35,089,000 shares of common stock |
| 3. Disposal value                     | 488 yen per share                 |
| 4. Total disposal value               | 17,123,432,000 yen                |
| 5. Disposal method                    | Third-party allotment             |
| 6. Allotted to                        | Credit Saison Co., Ltd.           |

## (Stock compensation plan for executives)

Effective from the current fiscal year consolidated accounting period, the Company has introduced a stock compensation plan based on a stock-granting ESOP trust (hereinafter referred to as the “Plan”) for executive employees consisting of the heads of the Bank's branches and each division among other executives (excluding non-residents in Japan; hereinafter referred to as “executive employees”). The purpose of this Plan is to increase engagement and share interests with shareholders to raise awareness of the need to contribute to improving corporate value from a long-term perspective while extracting value from our human resources.

Regarding the accounting treatment related to the trust agreement, the Company has applied the “Practical Solution on Transactions of Delivering the Company’s Own Stock to Employees etc. through Trusts” (PITF No. 30, March 26, 2015).

## (1) Transaction summary

Under this Plan, the Company's shares acquired by the ESOP Trust with money contributed by the Company will be delivered and paid to executives who fulfill certain requirements at the time of their retirement in accordance with the predetermined share delivery rules, in an amount equivalent to the Company's shares and the cash proceeds from the conversion of the Company's shares.

## (2) Company shares remaining in Trust

The Company's shares remaining in the Trust are recorded as treasury stock under net assets at the book value in the Trust (excluding the amount of incidental expenses). The book value and number of shares remaining in the Trust at the end of the current fiscal year consolidated accounting period were ¥148 million and 257 thousand shares, respectively.

The estimated amount to be paid under this plan for the current consolidated fiscal year is recorded as a reserve for stock compensation.



## (Segment information)

## 1. Summary of reportable segment

The reportable segments of the Suruga Bank group are components for which discrete financial information is available, and that are subject to review regularly to allocate management resources and to evaluate their results.

The group consists of Suruga Bank, which mainly engages in the banking business, and its consolidated subsidiaries that engage in businesses such as money lending, leasing, clerical agency services, credit card services and credit guarantee. “Banking” includes businesses such as deposits, loans and exchange. “Credit card services” includes credit card services business.

## 2. Method of calculating ordinary income, profit or loss, assets and other items by reportable segment

Segment profit is based on an ordinary profit-basis.

Inter-segment internal ordinary income is based on arm's length prices.

## 3. Information on ordinary income, profit or loss, assets and other items by reportable segment

For the fiscal year ended March 31, 2024

(Millions of yen)

|   | Reportable segment |                      | Others | Total     | Adjustments | Amount recorded in the consolidated financial statements |
|---|--------------------|----------------------|--------|-----------|-------------|--|
|   | Banking            | Credit card services |        |           |             |  |
| Ordinary income   |                    |                      |        |           |             |  |
| Ordinary income to external customers                         | 83,491             | 1,087                | 7,041  | 91,619    | (172)       | 91,447   |
| Inter-segment internal ordinary income                        | 128                | 22                   | 1,146  | 1,297     | (1,297)     | -  |
| Total   | 83,619             | 1,109                | 8,187  | 92,916    | (1,469)     | 91,447   |
| Segment profit  | 20,156             | 181                  | 560    | 20,898    | (256)       | 20,641   |
| Segment assets  | 3,540,476          | 11,042               | 30,264 | 3,581,783 | (21,042)    | 3,560,741  |
| Other items   |                    |                      |        |           |             |  |
| Depreciation  | 4,954              | 11                   | 228    | 5,193     | -           | 5,193  |
| Impairment losses   | 552                | -                    | 6      | 559       | -           | 559  |
| Increase in tangible fixed assets and intangible fixed assets | 2,035              | 1                    | 210    | 2,247     | -           | 2,247  |

(Note1) Ordinary income is equivalent to net sales reported by companies in other industries.

(Note2) “Others” consists of businesses operated by consolidated subsidiaries (such as money lending, leasing, clerical agency services and credit guarantee) which are not included in the reportable segments.

(Note3) “Adjustments” are as follows:

- (1) The negative adjustment of ¥172 million in segment profit consists of the following: reversal of allowance for loan losses (¥172) million).
- (2) The negative adjustment of ¥256 million in segment profit consists of the following: amortization of goodwill (¥(129) million) and deduction of inter-segment transactions (¥(127) million).
- (3) The negative adjustment of ¥21,042 million in segment assets consists of the following: deduction of inter-segment transactions (¥(25,075) million) and adjustment of net defined benefit assets (¥4,033 million).

(Note4) Segment profit is adjusted to ordinary profit as reported in the consolidated statements of income.

(Per share data)

|                              |     | For the fiscal year ended<br>March 31, 2024 |
|------------------------------|-----|---|
| Net assets per share         | yen | 1,532.15                                    |
| Earnings per share           | yen | 75.44                                       |
| Earnings per share (diluted) | yen | -   |

(Note) The basis for calculation is as shown in the tables below.

## 1. Net assets per share

|  |                     | As of March 31, 2024 |
|--|---------------------|----------------------|
| Total net assets   | Millions of yen     | 295,120              |
| Amount deducted from total net assets  | Millions of yen     | 108                  |
| of which, Subscription rights to shares  | Millions of yen     | -                    |
| of which, Non-controlling interests  | Millions of yen     | 108                  |
| Net assets attributable to common stock at the fiscal year-end                                 | Millions of yen     | 295,012              |
| Number of common stock at the fiscal year-end used for the calculation of net assets per share | Thousands of shares | 192,546              |

## 2. Earnings per share

|  |                     | For the fiscal year ended<br>March 31, 2024 |
|--|---------------------|---|
| Earnings per share                                   |                     |   |
| Profit attributable to owners of parent              | Millions of yen     | 15,375                                      |
| Amount not attributable to common shareholders       | Millions of yen     | -   |
| Profit attributable to common shareholders of parent | Millions of yen     | 15,375                                      |
| Average number of common stock for the fiscal year   | Thousands of shares | 203,786                                     |

3. Earnings per share (diluted) for the fiscal year ended March 31, 2024 is not provided because there are no potentially shares.

## (Significant subsequent events)

## (Repurchase of Treasury Stock)

At the Board of Directors meeting held on April 4, 2024, based on the provisions of Article 33 of the Articles of Incorporation of Suruga Bank, Ltd. pursuant to the provisions of Article 459, Paragraph 1, Item (i) of the Companies Act, the Bank resolved matters related to the establishment of a quota for the repurchase of treasury stock based on the provisions of Article 156, Paragraph 1 of the Companies Act, and hereby announces the following.

## 1. Reason for repurchase of treasury stock

The Suruga Bank's basic policy for shareholder returns is to endeavor to enhance shareholder returns after considering the optimal balance between capital soundness and investment for growth. As such, the Bank will flexibly implement a share buyback as a shareholder return measure that contributes to improving capital efficiency, taking into account business performance, capital conditions, growth investment opportunities, and the market environment including the stock price.

Suruga Bank has decided to proceed with its deliberations in accordance with this policy and to return profits to shareholders.

## 2. Details of matters pertaining to the acquisition of treasury stock

|   |                                    |
|---|------------------------------------|
| (1) Type of shares to be acquired         | Suruga Bank common stock           |
| (2) Total number of shares to be acquired | 6,000,000 (maximum)                |
| (3) Total acquisition cost                | 7,000 million yen (maximum)        |
| (4) Acquisition period:                   | May 13, 2024 to September 30, 2024 |

## (Cancellation of Treasury Stock)

At a meeting of the Board of Directors held on April 4, 2024, Suruga Bank resolved to cancel treasury stock in accordance with Article 178 of the Companies Act of Japan, and on April 30, 2024, cancelled 35,000,000 shares of treasury stock.

## 1. Details of matters pertaining to the cancellation of treasury stock

|  |                |
|--|----------------|
| (1) Type of shares to be cancelled                   | Common stock   |
| (2) Number of shares to be cancelled                 | 35,000,000     |
| (3) Scheduled date of cancellation                   | April 30, 2024 |
| (4) Total number of shares issued after cancellation | 197,139,248    |

## 4.Non-consolidated financial statements

## (1)Non-consolidated balance sheets

(Millions of yen)

|   | As of<br>Mar. 31, 2023 | As of<br>Mar. 31, 2024 |
|---|------------------------|------------------------|
| <b>Assets</b>   |                        |                        |
| Cash and due from banks                               | 1,043,476              | 981,509                |
| Cash  | 26,276                 | 22,585                 |
| Due from banks  | 1,017,200              | 958,924                |
| Call loans  | 60,293                 | 85,000                 |
| Monetary claims bought                                | 131,517                | 125,353                |
| Trading securities                                    | 85                     | 42                     |
| Trading government bonds                              | 16                     | 16                     |
| Trading local government bonds                        | 69                     | 26                     |
| Money held in trust                                   | 99                     | 99                     |
| Securities  | 303,504                | 281,675                |
| Government bonds                                      | 29,763                 | 21,406                 |
| Local government bonds                                | 120,407                | 115,524                |
| Corporate bonds                                       | 4,531                  | 22,163                 |
| Stocks  | 23,694                 | 55,030                 |
| Other securities                                      | 125,108                | 67,550                 |
| Loans and bills discounted                            | 2,080,150              | 2,066,732              |
| Bills discounted                                      | 1,158                  | 852                    |
| Loans on bills  | 3,949                  | 3,739                  |
| Loans on deeds  | 1,895,490              | 1,885,438              |
| Overdrafts  | 179,552                | 176,701                |
| Foreign exchanges                                     | 4,805                  | 6,366                  |
| Due from foreign banks (our accounts)                 | 3,983                  | 5,728                  |
| Foreign bills receivable                              | 822                    | 638                    |
| Other assets  | 34,699                 | 30,506                 |
| Prepaid expenses                                      | 1,611                  | 1,925                  |
| Accrued revenue                                       | 5,219                  | 4,847                  |
| Financial derivatives                                 | 74                     | 7                      |
| Other   | 27,793                 | 23,725                 |
| Property, plant and equipment                         | 32,520                 | 31,186                 |
| Buildings, net  | 10,196                 | 9,482                  |
| Land  | 20,099                 | 18,364                 |
| Leased assets   | 109                    | 104                    |
| Construction in progress                              | 321                    | —                      |
| Other, net  | 1,793                  | 3,234                  |
| Intangible assets                                     | 14,512                 | 12,073                 |
| Software  | 13,548                 | 11,698                 |
| Software in progress                                  | 608                    | 124                    |
| Other   | 354                    | 251                    |
| Prepaid pension costs                                 | 17,514                 | 18,883                 |
| Deferred tax assets                                   | 15,277                 | 7,476                  |
| Customers' liabilities for acceptances and guarantees | 1,271                  | 1,265                  |
| Allowance for loan losses                             | (118,920)              | (107,695)              |
| <b>Total assets</b>                                   | <b>3,620,806</b>       | <b>3,540,476</b>       |

(Millions of yen)

|   | As of<br>Mar. 31, 2023 | As of<br>Mar. 31, 2024 |
|---|------------------------|------------------------|
| <b>Liabilities</b>  |                        |                        |
| Deposits  | 3,355,740              | 3,250,493              |
| Current deposits  | 68,617                 | 70,715                 |
| Ordinary deposits   | 1,480,251              | 1,479,369              |
| Savings deposits  | 13,336                 | 12,982                 |
| Deposits at notice  | 147                    | 752                    |
| Time deposits   | 1,726,238              | 1,618,181              |
| Other deposits  | 67,147                 | 68,492                 |
| Foreign exchanges   | 41                     | 180                    |
| Foreign bills sold  | 24                     | 8                      |
| Foreign bills payable   | 17                     | 171                    |
| Other liabilities   | 7,561                  | 9,392                  |
| Income taxes payable  | —                      | 3,364                  |
| Accrued expenses  | 2,498                  | 2,213                  |
| Unearned revenue  | 59                     | 66                     |
| Deposits received from employees                              | 734                    | 726                    |
| Lease liabilities   | 115                    | 113                    |
| Financial derivatives   | 9                      | 37                     |
| Other   | 4,143                  | 2,870                  |
| Provision for bonuses   | 404                    | 410                    |
| Provision for bonuses for directors (and other officers)      | 38                     | 19                     |
| Provision for share-based compensation                        | 303                    | 676                    |
| Provision for reimbursement of deposits                       | 223                    | 198                    |
| Provision for contingent loss                                 | 51                     | 44                     |
| Acceptances and guarantees                                    | 1,271                  | 1,265                  |
| Total liabilities   | 3,365,637              | 3,262,682              |
| <b>Net assets</b>   |                        |                        |
| Share capital   | 30,043                 | 30,043                 |
| Capital surplus   | 18,585                 | 21,191                 |
| Legal capital surplus   | 18,585                 | 18,585                 |
| Other capital surplus   | —                      | 2,605                  |
| Retained earnings   | 224,866                | 236,664                |
| Legal retained earnings                                       | 30,043                 | 30,043                 |
| Other retained earnings                                       | 194,823                | 206,621                |
| Reserve for tax purpose reduction entry of non-current assets | 59                     | 59                     |
| General reserve   | 103,032                | 103,032                |
| Retained earnings brought forward                             | 91,731                 | 103,529                |
| Treasury shares   | (18,111)               | (25,735)               |
| Total shareholders' equity                                    | 255,384                | 262,163                |
| Valuation difference on available-for-sale securities         | (214)                  | 15,625                 |
| Deferred gains or losses on hedges                            | (0)                    | 4                      |
| Valuation and translation adjustments                         | (215)                  | 15,630                 |
| Total net assets  | 255,169                | 277,793                |
| Total liabilities and net assets                              | 3,620,806              | 3,540,476              |

## (2)Non-consolidated statements of income

|   | (Millions of yen)                             |   |
|---|---|---|
|   | For the fiscal year<br>ended<br>Mar. 31, 2023 | For the fiscal year<br>ended<br>Mar. 31, 2024 |
| Ordinary income   | 82,794  | 83,619  |
| Interest income   | 66,053  | 62,627  |
| Interest on loans and discounts                                   | 60,989  | 57,554  |
| Interest and dividends on securities                              | 2,511   | 1,248   |
| Interest on call loans  | 13  | 48  |
| Interest on deposits with banks                                   | 819   | 822   |
| Other interest income   | 1,719   | 2,954   |
| Trust fees  | 0   | 0   |
| Fees and commissions  | 6,265   | 6,447   |
| Fees and commissions on domestic and foreign exchanges            | 1,426   | 1,217   |
| Other fees and commissions  | 4,838   | 5,230   |
| Other ordinary income   | 304   | 847   |
| Gain on foreign exchange transactions                             | —   | 25  |
| Net gain on trading securities transactions                       | 0   | —   |
| Gain on redemption of bonds                                       | 304   | 821   |
| Other income  | 10,170  | 13,696  |
| Reversal of allowance for loan losses                             | 4,047   | 4,547   |
| Recoveries of written off receivables                             | 3,084   | 6,308   |
| Gain on sale of equity securities                                 | 2,541   | 2,170   |
| Gain on money held in trust                                       | 0   | 0   |
| Other   | 497   | 669   |
| Ordinary expenses   | 71,526  | 63,462  |
| Interest expenses   | 1,380   | 1,153   |
| Interest on deposits  | 1,299   | 1,132   |
| Interest expenses on cash collateral received for securities lent | 0   | 0   |
| Interest expenses on interest rate swaps                          | 3   | 2   |
| Other interest expenses   | 78  | 19  |
| Fees and commissions payments                                     | 10,683  | 9,432   |
| Fees and commissions on domestic and foreign exchanges            | 538   | 546   |
| Other fees and commissions  | 10,145  | 8,886   |
| Other ordinary expenses   | 17,138  | 8,161   |
| Loss on foreign exchange transactions                             | 9   | —   |
| Net loss on trading securities transactions                       | —   | 0   |
| Loss on sale of bonds   | 1,740   | 1,851   |
| Loss on redemption of bonds                                       | 15,387  | 6,309   |
| General and administrative expenses                               | 35,405  | 34,992  |
| Other expenses  | 6,918   | 9,722   |
| Written-off of loans  | 4,538   | 8,194   |
| Loss on sale of equity securities                                 | —   | 19  |
| Loss on devaluation of equity securities                          | 120   | 0   |
| Other   | 2,260   | 1,507   |
| Ordinary profit   | 11,267  | 20,156  |

(Millions of yen)

|  | For the fiscal year<br>ended<br>Mar. 31, 2023 | For the fiscal year<br>ended<br>Mar. 31, 2024 |
|--|---|---|
| Extraordinary income                   | 51  | 89  |
| Gain on disposal of non-current assets | 51  | 89  |
| Extraordinary losses                   | 1,277   | 1,242   |
| Loss on disposal of non-current assets | 419   | 690   |
| Impairment losses                      | 857   | 552   |
| Profit before income taxes             | 10,042  | 19,003  |
| Income taxes - current                 | 51  | 2,958   |
| Income taxes - deferred                | 453   | 1,019   |
| Income taxes                           | 504   | 3,977   |
| Profit                                 | 9,537   | 15,025  |

## (3)Non-consolidated statements of changes in net assets

For the fiscal year ended Mar.31, 2023

(Millions of yen)

|  | Shareholders' equity |                       |                       |                       |                         |   |                 |                                   |
|--|----------------------|-----------------------|-----------------------|-----------------------|-------------------------|---|-----------------|-----------------------------------|
|  | Capital stock        | Capital surplus       |                       |                       | Retained earnings       |   |                 |                                   |
|  |                      | Legal capital surplus | Other capital surplus | Total capital surplus | Legal retained earnings | Other retained earnings                                 |                 |                                   |
|  |                      |                       |                       |                       |                         | Reserve for advanced depreciation of non-current assets | General reserve | Retained earnings brought forward |
| Balance at beginning of current period               | 30,043               | 18,585                | —                     | 18,585                | 30,043                  | 59  | 103,032         | 83,326                            |
| Changes of items during period                       |                      |                       |                       |                       |                         |   |                 |                                   |
| Dividends of surplus                                 |                      |                       |                       |                       |                         |   |                 | (1,129)                           |
| Net income   |                      |                       |                       |                       |                         |   |                 | 9,537                             |
| Purchase of treasury shares                          |                      |                       |                       |                       |                         |   |                 |                                   |
| Disposal of treasury shares                          |                      |                       |                       |                       |                         |   |                 | (2)                               |
| Net changes of items other than shareholders' equity |                      |                       |                       |                       |                         |   |                 |                                   |
| Total changes of items during period                 | —                    | —                     | —                     | —                     | —                       | —   | —               | 8,405                             |
| Balance at end of current period                     | 30,043               | 18,585                | —                     | 18,585                | 30,043                  | 59  | 103,032         | 91,731                            |

|  | Shareholders' equity    |                 |                            | Valuation and translation adjustments                         |                                  |   | Total net assets |
|--|-------------------------|-----------------|----------------------------|---|----------------------------------|---|------------------|
|  | Retained earnings       | Treasury shares | Total shareholders' equity | Net unrealized gains(losses) on available-for-sale securities | Deferred gains(losses) on hedges | Total valuation and translation adjustments |                  |
|  | Total retained earnings |                 |                            |   |                                  |   |                  |
| Balance at beginning of current period               | 216,461                 | (18,131)        | 246,958                    | (598)   | (3)                              | (602)                                       | 246,356          |
| Changes of items during period                       |                         |                 |                            |   |                                  |   |                  |
| Dividends of surplus                                 | (1,129)                 |                 | (1,129)                    |   |                                  |   | (1,129)          |
| Net income   | 9,537                   |                 | 9,537                      |   |                                  |   | 9,537            |
| Purchase of treasury shares                          |                         | (0)             | (0)                        |   |                                  |   | (0)              |
| Disposal of treasury shares                          | (2)                     | 20              | 18                         |   |                                  |   | 18               |
| Net changes of items other than shareholders' equity |                         |                 |                            | 384   | 3                                | 387   | 387              |
| Total changes of items during period                 | 8,405                   | 20              | 8,425                      | 384   | 3                                | 387   | 8,813            |
| Balance at end of current period                     | 224,866                 | (18,111)        | 255,384                    | (214)   | (0)                              | (215)                                       | 255,169          |



For the fiscal year ended Mar.31, 2024

(Millions of yen)

|  | Shareholders' equity |                       |                       |                       |                         |   |                 |                                   |
|--|----------------------|-----------------------|-----------------------|-----------------------|-------------------------|---|-----------------|-----------------------------------|
|  | Capital stock        | Capital surplus       |                       |                       | Retained earnings       |   |                 |                                   |
|  |                      | Legal capital surplus | Other capital surplus | Total capital surplus | Legal retained earnings | Other retained earnings                                 |                 |                                   |
|  |                      |                       |                       |                       |                         | Reserve for advanced depreciation of non-current assets | General reserve | Retained earnings brought forward |
| Balance at beginning of current period               | 30,043               | 18,585                | —                     | 18,585                | 30,043                  | 59  | 103,032         | 91,731                            |
| Changes of items during period                       |                      |                       |                       |                       |                         |   |                 |                                   |
| Dividends of surplus                                 |                      |                       |                       |                       |                         |   |                 | (3,227)                           |
| Net income   |                      |                       |                       |                       |                         |   |                 | 15,025                            |
| Purchase of treasury shares                          |                      |                       |                       |                       |                         |   |                 |                                   |
| Disposal of treasury shares                          |                      |                       | 2,605                 | 2,605                 |                         |   |                 |                                   |
| Net changes of items other than shareholders' equity |                      |                       |                       |                       |                         |   |                 |                                   |
| Total changes of items during period                 | —                    | —                     | 2,605                 | 2,605                 | —                       | —   | —               | 11,798                            |
| Balance at end of current period                     | 30,043               | 18,585                | 2,605                 | 21,191                | 30,043                  | 59  | 103,032         | 103,529                           |

|  | Shareholders' equity    |                 |                            | Valuation and translation adjustments                         |                                  |   | Total net assets |
|--|-------------------------|-----------------|----------------------------|---|----------------------------------|---|------------------|
|  | Retained earnings       | Treasury shares | Total shareholders' equity | Net unrealized gains(losses) on available-for-sale securities | Deferred gains(losses) on hedges | Total valuation and translation adjustments |                  |
|  | Total retained earnings |                 |                            |   |                                  |   |                  |
| Balance at beginning of current period               | 224,866                 | (18,111)        | 255,384                    | (214)   | (0)                              | (215)                                       | 255,169          |
| Changes of items during period                       |                         |                 |                            |   |                                  |   |                  |
| Dividends of surplus                                 | (3,227)                 |                 | (3,227)                    |   |                                  |   | (3,227)          |
| Net income   | 15,025                  |                 | 15,025                     |   |                                  |   | 15,025           |
| Purchase of treasury shares                          |                         | (22,149)        | (22,149)                   |   |                                  |   | (22,149)         |
| Disposal of treasury shares                          |                         | 14,525          | 17,130                     |   |                                  |   | 17,130           |
| Net changes of items other than shareholders' equity |                         |                 |                            | 15,839  | 5                                | 15,845                                      | 15,845           |
| Total changes of items during period                 | 11,798                  | (7,624)         | 6,779                      | 15,839  | 5                                | 15,845                                      | 22,624           |
| Balance at end of current period                     | 236,664                 | (25,735)        | 262,163                    | 15,625  | 4                                | 15,630                                      | 277,793          |

# Financial Results

For the fiscal year ended March 31, 2024

- Supplementary Information -

SURUGA bank, Ltd.

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# I. Financial highlights for the fiscal year ended March 31, 2024

## 1. Financial results (Non-consolidated)

(Millions of yen)

|   |                                    | FY3/2024 |           | FY3/2023 |
|---|------------------------------------|----------|-----------|----------|
|   |                                    | (a)      | (a) - (b) | (b)      |
| Gross operating profit  |                                    | 51,175   | 7,753     | 43,422   |
|   | Net interest income                | 61,473   | (3,200)   | 64,673   |
|   | Net fees and commissions           | (2,984)  | 1,433     | (4,417)  |
|   | Net other operating income (Note1) | 25       | 34        | (9)      |
| Core gross operating profit                                   |                                    | 58,514   | (1,731)   | 60,245   |
| Expenses (-)  |                                    | 35,159   | (1,050)   | 36,209   |
| Core net operating profit (Note2)                             |                                    | 23,354   | (681)     | 24,035   |
| Excluding gains (losses) on cancellation of investment trusts |                                    | 23,354   | (681)     | 24,035   |
| Gains (losses) on bonds                                       |                                    | (7,339)  | 9,484     | (16,823) |
| Actual net operating profit (Note3)                           |                                    | 16,015   | 8,803     | 7,212    |
| Provision for general allowance for loan losses (-) (Note4)   |                                    | -        | -         | -        |
| Net operating profit  |                                    | 16,015   | 8,803     | 7,212    |
| Disposal of non-performing loans (-)                          |                                    | 8,796    | 2,844     | 5,952    |
| Reversal of allowance for loan losses (Note4)                 |                                    | 4,547    | 500       | 4,047    |
| Recoveries on written-off claims                              |                                    | 6,308    | 3,224     | 3,084    |
| Gains (losses) on stocks                                      |                                    | 2,150    | (271)     | 2,421    |
| Ordinary profit   |                                    | 20,156   | 8,889     | 11,267   |
| Gains (losses) on disposal of non-current assets              |                                    | (600)    | (233)     | (367)    |
| Impairment loss (-)   |                                    | 552      | (305)     | 857      |
| Net income  |                                    | 15,025   | 5,488     | 9,537    |
| Net credit costs  |                                    | 4,248    | 2,343     | 1,905    |
| Actual credit costs (Note5)                                   |                                    | (2,059)  | (881)     | (1,178)  |

(Note1) Excludes Gains (losses) on bonds.

(Note2) Core net operating profit = Net operating profit + Provision for general allowance for loan losses  
- Gains (losses) on bonds

(Note3) Actual net operating profit = Net operating profit + Provision for general allowance for loan losses

(Note4) The net amount of provision for general allowance for loan losses and provision for specific allowance for loan losses is recorded in reversal of allowance for loan losses.

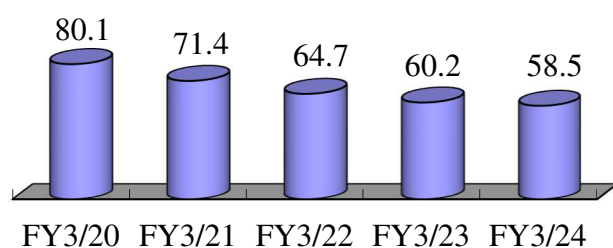
(Note5) Actual credit costs = Net credit costs (Provision for general allowance for loan losses + Disposal of non-performing loans  
- Reversal of allowance for loan losses) - Recoveries on written-off claims

(1) Core Gross operating profit: ¥58.5 billion

- Core gross operating profit decreased by ¥1.7 billion year-on-year, mainly due to a decrease in net interest income.
- Net interest income decreased by ¥3.2 billion year-on-year, mainly due to a decrease in interest on loans and bills discounted.

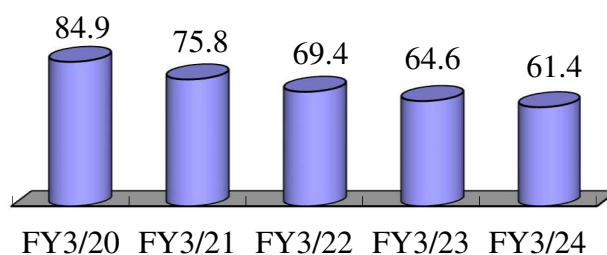
Core gross operating profit

(Billions of yen)



Net interest income

(Billions of yen)

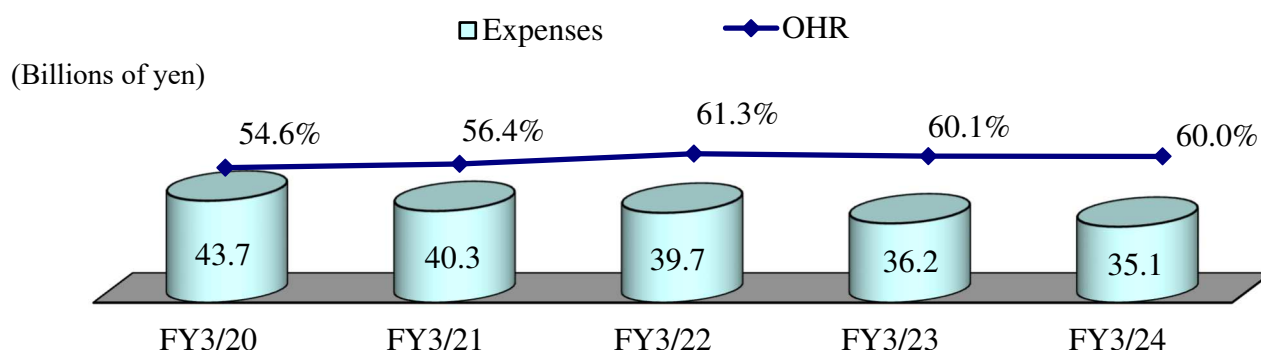


(2) Expenses; OHR (Based on core gross operating profit (excluding gains (losses) on cancellation of investment trusts): 60.0%

• Expenses decreased by ¥1.0 billion year-on-year, mainly due to a decrease in Non-personnel expenses.

• OHR declined year-on-year to 60.0%.

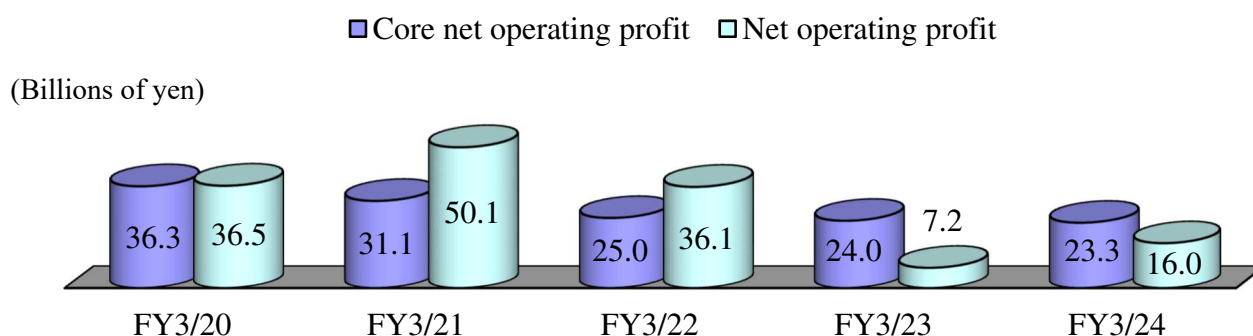
(OHR(%) = Expenses / Core gross operating profit (excluding gains (losses) on cancellation of investment trusts) × 100)



(3) Core net operating profit: ¥23.3 billion, Net operating profit: ¥16.0 billion

• Core net operating profit decreased by ¥0.6 billion year-on-year, mainly due to a decrease in net interest income exceeded a decrease in expenses.

• Net operating profit increased by ¥8.8 billion year-on-year, mainly due to an increase in gains (losses) on bonds.



(4) Ordinary profit: ¥20.1 billion

• Ordinary profit increased by ¥8.8 billion year-on-year.

(5) Net income: ¥15.0 billion

• Net income increased by ¥5.4 billion year-on-year, mainly due to an increase in ordinary profit.

(6) Actual credit costs: ¥(2.0) billion

• Net credit costs increased by ¥2.3 billion year-on-year, mainly due to an increase in disposal of non-performing loans (¥2.8 billion) and an increase in reversal of allowance for loan losses (¥0.5 billion).

• Actual credit costs, calculated as net credit costs (¥4.2 billion) minus the amount of recoveries of written-off claims (¥6.3 billion) amounted to ¥(2.0) billion.

## 2. Major accounts (Non-consolidated)

## (1) Loans and bills discounted

- Loans and bills discounted decreased by ¥13.4 billion, or 0.6% year-on-year.  
Change in the balance of loans and bills discounted has moved from negative to positive since the second half of the fiscal year ended March 31, 2024 (H1: -46.1 billion yen, H2: +32.7 billion yen)
- Yield on loans and bills discounted dropped by 12 basis point year-on-year to 2.80%.

(Billions of yen)

|  | Mar. 31, 2024<br>(a) | (a) – (b) | Mar. 31, 2023<br>(b) |
|--|----------------------|-----------|----------------------|
| Loans and bills discounted<br>(period-end balance) | 2,066.7              | (13.4)    | 2,080.1              |
| Consumer loans                                     | 1,537.9              | (132.5)   | 1,670.4              |
| Corporate investment real estate loans             | 101.8                | 44.3      | 57.4                 |
| Structured finance                                 | 172.2                | 45.7      | 126.4                |
| Loans and bills discounted<br>(average balance)    | 2,049.0              | (36.4)    | 2,085.5              |

## Results of new loans

(Billions of yen)

|  | Mar. 31, 2024<br>(a) | (a) – (b) | Mar. 31, 2023<br>(b) |
|--|----------------------|-----------|----------------------|
| New consumer loans                         | 88.1                 | 29.9      | 58.2                 |
| New corporate investment real estate loans | 46.7                 | 20.8      | 25.9                 |
| Subtotal                                   | 134.8                | 50.7      | 84.1                 |
| New structured finance                     | 87.9                 | 15.8      | 72.1                 |
| New collaboration loans, etc.              | 25.8                 | (54.1)    | 79.9                 |
| Grand total                                | 248.6                | 12.4      | 236.2                |

(Note1) New loans of the areas to be promoted under the “Re:Start 2025” Mid-term Business Plan and thereafter.

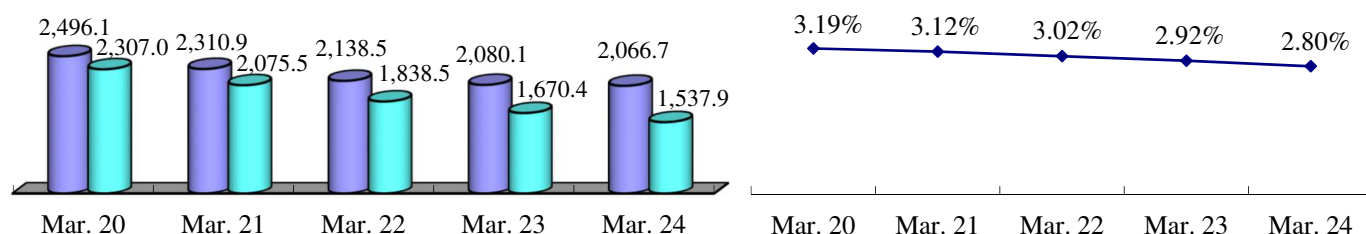
(Note2) Structured finance includes specified bonds, etc. and collaboration loans, etc. includes monetary claims bought.

(Note3) The main reason for the difference between the above results for the fiscal year ended March 2024 (FY2023) and the FY2023 forecast as stated on page 5 of the attachment to the April 4, 2024 timely disclosure titled “Notice Regarding Revisions to Mid-Term Business Plan KPIs,” was that the amount of refinancing and use of commitment lines and other available credit facilities were taken into account in the structured finance figures.

■ Loans and bills discounted (period-end balance)  
■ Consumer loans (period-end balance)

◆ Yield on loans and bills discounted

(Billions of yen)



## Outstanding balance, yield, delinquency rate by loan category

(Billions of yen)

| Loan category   | Mar. 31, 2024      |        |                  | Mar. 31, 2023      |        |                  |
|---|--------------------|--------|------------------|--------------------|--------|------------------|
|   | Period-end balance | Yield  | Delinquency rate | Period-end balance | Yield  | Delinquency rate |
| Secured loans   | 1,424.3            | 2.94%  | 7.21%            | 1,542.6            | 3.05%  | 7.02%            |
| Housing loans   | 420.8              | 2.56%  | 0.29%            | 430.5              | 2.69%  | 0.27%            |
| Investment property loans   | 972.1              | 3.07%  | 10.44%           | 1,079.6            | 3.16%  | 9.91%            |
| Other secured loans   | 31.4               | 4.06%  | 0.23%            | 32.4               | 4.26%  | 0.34%            |
| Unsecured loans   | 113.5              | 10.50% | 1.78%            | 127.8              | 10.47% | 2.36%            |
| Card loans  | 82.6               | 11.63% | 0.63%            | 89.0               | 11.74% | 0.88%            |
| Unsecured certificate loans                                       | 30.8               | 7.47%  | 4.88%            | 38.7               | 7.54%  | 5.77%            |
| Consumer loans (A)  | 1,537.9            | 3.50%  | 6.81%            | 1,670.4            | 3.62%  | 6.66%            |
| Consumer loans<br>(excluding organizational negotiation partners) | 1,442.4            | -      | 1.38%            | 1,569.3            | -      | 1.60%            |
| Corporate investment real estate loans (B)                        | 101.8              | 1.69%  | -                | 57.4               | 1.77%  | -                |
| Structured finance (C)  | 177.6              | 2.32%  | -                | 126.4              | 2.37%  | -                |
| Collaboration loans, etc. (D)                                     | 141.1              | 2.15%  | 0.03%            | 131.5              | 2.08%  | -                |
| Total (A) + (B) + (C) + (D)                                       | 1,958.6            | 3.20%  | 5.35%            | 1,985.8            | 3.38%  | 5.60%            |

(Note1) Delinquency rate = Loans past due 3 months or more / Loans

(Note2) Yield: Yield for customers (guarantee fee and accrued interest are not taken into account), period-end balance basis

(Note3) Classified by the areas to be promoted under the “Re:Start 2025” Mid-term Business Plan and thereafter.

Corporate investment real estate loans include investment real estate loans for asset management companies, etc.

Structured finance includes specified bonds, etc.

Collaboration loans, etc. are loans made jointly or in partnership with other companies (loan participations, purchases of corporate loans, etc.)

(Note4) Organizational negotiation partners are customers who have suspended repayment as a result of structured negotiations

## Actual credit costs and Allowance for loan losses

(Billions of yen)

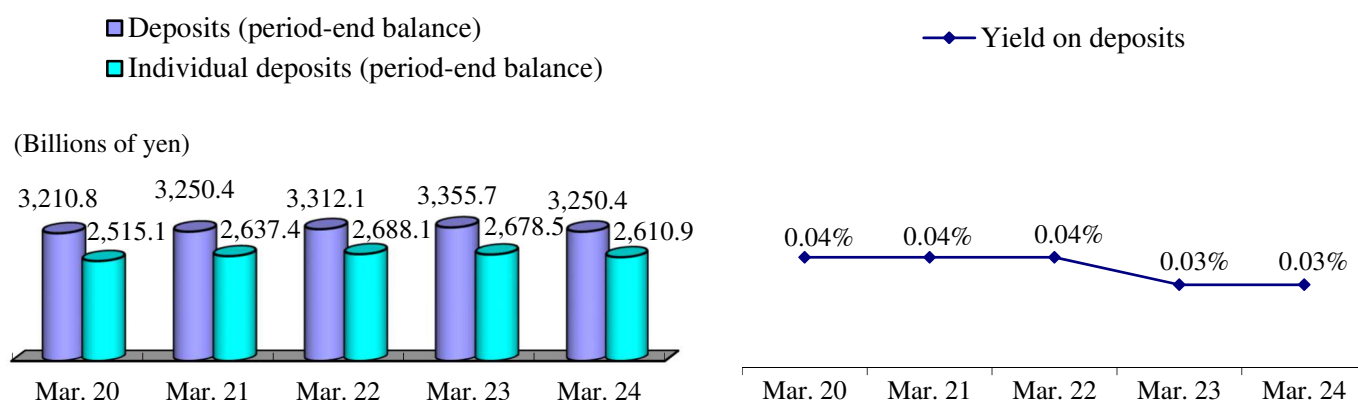
| Item                           | Mar. 31, 2024       |           |
|--------------------------------|---------------------|-----------|
|                                | Actual credit costs | Allowance |
| Investment property loans      | (0.6)               | 96.0      |
| Housing loans                  | (0.1)               | 1.8       |
| Unsecured loans                | 0.1                 | 2.2       |
| Collaboration loans, etc.      | (0.0)               | 0.2       |
| Business financing loans, etc. | (1.3)               | 7.2       |
| Total                          | (2.0)               | 107.6     |

(Note) Investment property loans: Studio apartment loans, Single building apartment loans and other secured loans

## (2) Deposits

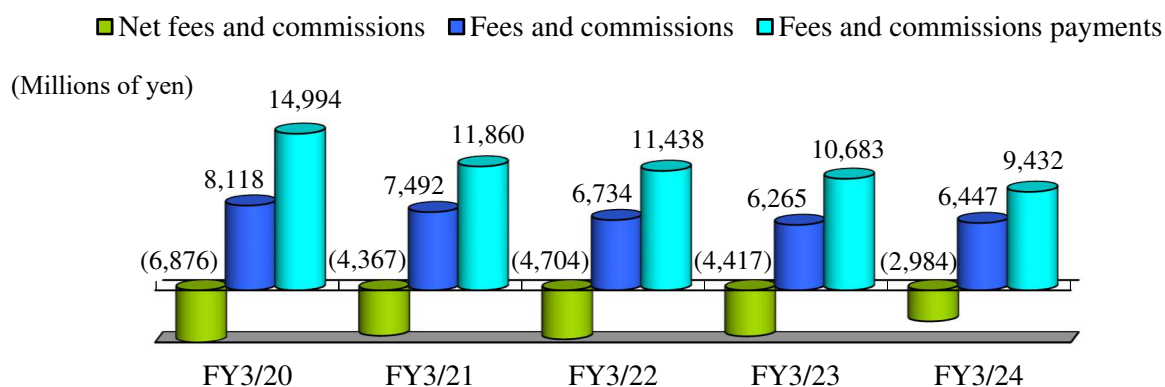
- Deposits decreased by ¥105.2 billion, or 3.1% year-on-year.
- Yield on deposits was 0.03%.

|                               | Mar. 31, 2024<br>(a) | (a) - (b) | Mar. 31, 2023<br>(b) |
|-------------------------------|----------------------|-----------|----------------------|
| Deposits (period-end balance) | 3,250.4              | (105.2)   | 3,355.7              |
| Individual deposits           | 2,610.9              | (67.6)    | 2,678.5              |
| Deposits (average balance)    | 3,278.4              | (61.0)    | 3,339.4              |



## (3) Net fees and commissions

- Net fees and commissions increased by ¥1.4 billion year-on-year, mainly due to an increase (¥0.1 billion) in fees and commissions, a decrease (¥1.2 billion) in fees and commissions payments.





## (4) Individual deposit assets

- Individual deposit assets decreased by ¥43.6 billion year-on-year.
- The ratio of investment products to total individual deposit assets rose by 90 basis points year-on-year to 4.5%

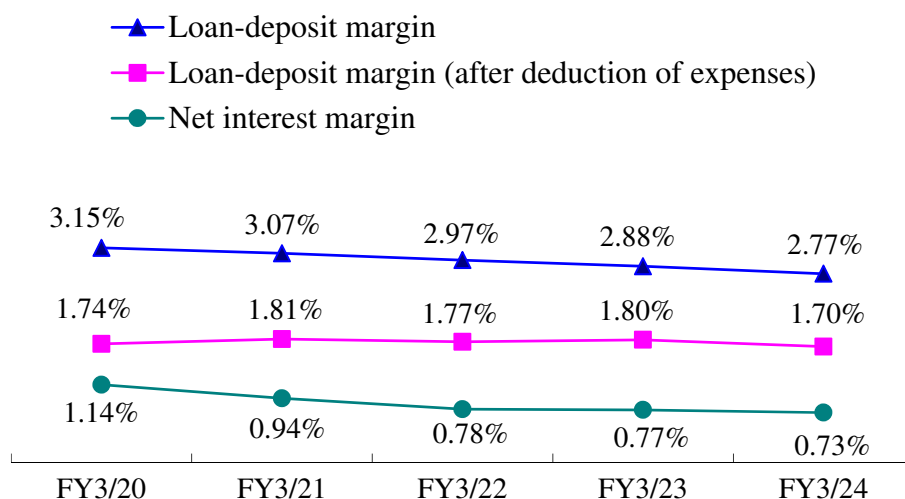
|   | Mar. 31, 2024<br>(a) | (a) - (b) | Mar. 31, 2023<br>(b) | (Millions of yen)<br>Sep. 30, 2023<br>(c) |
|---|----------------------|-----------|----------------------|---|
| Individual deposit assets   | 2,734,405            | (43,634)  | 2,778,039            | 2,760,731                                 |
| Yen deposits  | 2,609,110            | (66,946)  | 2,676,056            | 2,648,666                                 |
| Investment products   | 125,294              | 23,312    | 101,982              | 112,064                                   |
| Foreign currency deposits   | 1,807                | (655)     | 2,462                | 2,350                                     |
| Public bonds  | 4,627                | 736       | 3,891                | 4,046                                     |
| Mutual funds  | 71,446               | 8,618     | 62,828               | 65,605                                    |
| Personal pension plans  | 23,637               | 9,418     | 14,219               | 19,242                                    |
| Single premium life insurance                                       | 23,775               | 5,194     | 18,581               | 20,819                                    |
| The ratio of investment products to total individual deposit assets | 4.5%                 | 0.9%      | 3.6%                 | 4.0%                                      |

## 3. Management indices (Non-consolidated)

## (1) Interest margins

- Loan-deposit margin (after deduction of expenses) shrunk by 10 basis points year-on-year to 1.70%.
- Net interest margin shrunk by 4 basis points year-on-year to 0.73%, mainly due to the decline in yield on interest earning assets.

|   | FY3/2024<br>(a) | (a) - (b) | FY3/2023<br>(b) |
|---|-----------------|-----------|-----------------|
| Loan-deposit margin                               | 2.77            | (0.11)    | 2.88            |
| Loan-deposit margin (after deduction of expenses) | 1.70            | (0.10)    | 1.80            |
| Net interest margin                               | 0.73            | (0.04)    | 0.77            |



## 4. Own capital

•Capital adequacy ratio (Non-consolidated) rose by 96 basis points year-on-year to 14.00 %.

## Non-consolidated

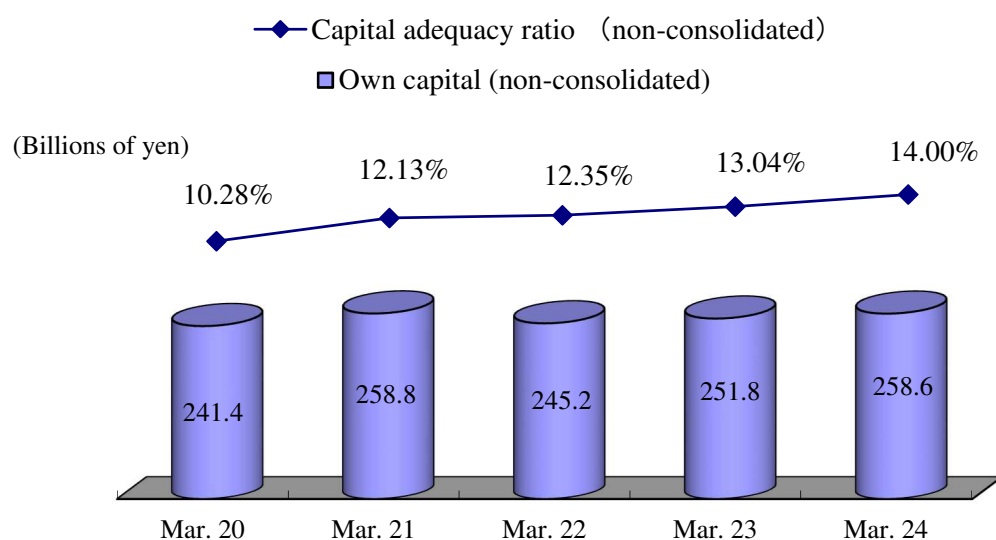
(Millions of yen)

|  | Mar. 31, 2024 | Mar. 31, 2023 |
|--|---------------|---------------|
| Capital adequacy ratio                   | 14.00%        | 13.04%        |
| Own capital (Core capital)               | 258,609       | 251,896       |
| Core capital: instruments and reserves   | 280,990       | 276,161       |
| Core capital: regulatory adjustments (-) | 22,380        | 24,264        |
| Risk-weighted assets                     | 1,846,272     | 1,930,471     |
| Total required capital                   | 73,850        | 75,759        |

## Consolidated

(Millions of yen)

|  | Mar. 31, 2024 | Mar. 31, 2023 |
|--|---------------|---------------|
| Capital adequacy ratio                   | 14.44%        | 13.43%        |
| Own capital (Core capital)               | 271,421       | 264,173       |
| Core capital: instruments and reserves   | 297,905       | 291,739       |
| Core capital: regulatory adjustments (-) | 26,484        | 27,566        |
| Risk-weighted assets                     | 1,879,337     | 1,966,465     |
| Total required capital                   | 75,173        | 77,199        |



## 5. Unrealized gains (losses) on securities (Non-consolidated)

|   |
|---|
| • Net unrealized gains on securities increased by ¥23.0 billion year-on-year. |
|---|

(Millions of yen)

|                               | Mar. 31, 2024<br>(a) | (a) – (b) | Mar. 31, 2023<br>(b) |
|-------------------------------|----------------------|-----------|----------------------|
| Available-for-sale securities | 21,742               | 23,012    | (1,270)              |
| Stocks                        | 25,287               | 17,546    | 7,741                |
| Bonds                         | (933)                | (609)     | (324)                |
| Others                        | (2,611)              | 6,076     | (8,687)              |

## 6. Earnings forecasts and actual results

## Consolidated

(Millions of yen)

|   | Mar. 31, 2023 | Mar. 31, 2024 | Mar. 31, 2025<br>(forecast) |
|---|---------------|---------------|-----------------------------|
| Ordinary profit                         | 13,266        | 20,641        | 19,000                      |
| Profit attributable to owners of parent | 10,576        | 15,375        | 14,500                      |

## Non-consolidated

(Millions of yen)

|   | Mar. 31, 2023 | Mar. 31, 2024 | Mar. 31, 2025<br>(forecast) |
|---|---------------|---------------|-----------------------------|
| Core gross operating profit(excluding gains (losses) on cancellation of investment trust) | 60,245        | 58,514        | 56,000                      |
| Expenses (-)  | 36,209        | 35,159        | 35,500                      |
| Actual credit costs (-)   | (1,178)       | (2,059)       | 3,000                       |
| Gains ( losses ) on securities  | (14,402)      | (5,188)       | -                           |
| Ordinary profit   | 11,267        | 20,156        | 18,500                      |
| Net income  | 9,537         | 15,025        | 14,500                      |
| ROE(Net income basis)   | 3.87%         | 5.67%         | 5.59%                       |

(Note) The performance forecasts and other forward-looking statements in this report are based on information currently available to the company and on certain assumptions deemed to be reasonable, and are not intended to guarantee future performance. Actual performance may differ materially depending on various factors.

## 7. Asset quality (Non-consolidated)

## (1) Non-performing loans based on the Financial Reconstruction Law

• Non-performing loans based on the Financial Reconstruction Law decreased by ¥14.0 billion year-on-year.

• Non-performing loan ratio declined by 60 basis points year-on-year to 9.88 %.

Non-performing loan ratio that excluding organizational negotiation partners declined by 57 basis points year-on-year (As of March 31, 2023:6.52%, As of March 31, 2024:5.95%)

## Outstanding balance

(Millions of yen, %)

|                           |   | Mar. 31, 2024 |           |           | Sep. 30, 2023 | Mar. 31, 2023 |
|---------------------------|---|---------------|-----------|-----------|---------------|---------------|
|                           |   | (a)           | (a) - (b) | (a) - (c) | (b)           | (c)           |
|                           | Claims against bankrupt and substantially bankrupt obligors | 113,939       | (3,669)   | (4,906)   | 117,608       | 118,845       |
|                           | Claims with collection risk                                 | 53,336        | 12,294    | 6,131     | 41,042        | 47,205        |
|                           | Claims for special attention                                | 37,964        | (11,083)  | (15,291)  | 49,047        | 53,255        |
| Total                     | (A)   | 205,239       | (2,459)   | (14,068)  | 207,698       | 219,307       |
| Total claims              | (B)   | 2,075,741     | 32,001    | (15,040)  | 2,043,740     | 2,090,781     |
| Non-performing loan ratio | (A/B)   | 9.88          | (0.28)    | (0.60)    | 10.16         | 10.48         |

## Status of coverage

(Millions of yen, %)

|   |     | Claims against bankrupt and substantially bankrupt obligors | Claims with collection risk | Claims for special attention | Total   | Change from Mar. 31, 2023 |
|---|-----|---|-----------------------------|------------------------------|---------|---------------------------|
| Non-performing loans                              | (A) | 113,939   | 53,336                      | 37,964                       | 205,239 | (14,068)                  |
| Covered amount (C+D)                              | (B) | 113,939   | 34,691                      | 22,758                       | 171,389 | (8,648)                   |
| Portion secured by collateral or guarantees, etc. | (C) | 43,293  | 22,481                      | 13,623                       | 79,397  | (3,429)                   |
| Allowance for loan losses                         | (D) | 70,645  | 12,210                      | 9,135                        | 91,991  | (5,220)                   |
| Coverage ratio (B/A)                              |     | 100.00  | 65.04                       | 59.94                        | 83.50   | 1.41                      |
| Unsecured portion (A-C)                           | (E) | 70,645  | 30,855                      | 24,340                       | 125,841 | (10,639)                  |
| Allowance ratio for unsecured portion (D/E)       |     | 100.00  | 39.57                       | 37.53                        | 73.10   | 1.88                      |

(Reference) As of Mar. 31, 2023

|                                       |        |        |        |         |
|---------------------------------------|--------|--------|--------|---------|
| Unsecured portion                     | 73,964 | 26,367 | 36,148 | 136,480 |
| Allowance ratio for unsecured portion | 100.00 | 41.97  | 33.68  | 71.22   |

## (2) Risk-monitored loans

(Millions of yen, %)

|                |   | Mar. 31, 2024 |           |           | Sep. 30, 2023 | Mar. 31, 2023 |
|----------------|---|---------------|-----------|-----------|---------------|---------------|
|                |   | (a)           | (a) - (b) | (a) - (c) | (b)           | (c)           |
|                | Claims against bankrupt and substantially bankrupt obligors | 113,939       | (3,669)   | (4,906)   | 117,608       | 118,845       |
|                | Claims with collection risk                                 | 53,336        | 12,294    | 6,131     | 41,042        | 47,205        |
|                | Loans past due 3 months or more                             | 1,184         | (952)     | (865)     | 2,136         | 2,049         |
|                | Restructured loans  | 36,780        | (10,130)  | (14,426)  | 46,910        | 51,206        |
| Total          |   | 205,239       | (2,459)   | (14,068)  | 207,698       | 219,307       |
| Coverage ratio |   | 83.50         | (0.05)    | 1.41      | 83.55         | 82.09         |

## 8. Credit costs (Non-consolidated)

(Millions of yen, %)

|   | FY3/2024<br>(a) | (a) - (b) | FY3/2023  |
|---|-----------------|-----------|-----------|
|   |                 |           | (b)       |
| Provision for general allowance for loan losses (1) | -               | -         | -         |
| Disposal of non-performing loans (2)                | 8,796           | 2,844     | 5,952     |
| Write-off of loans                                  | 8,194           | 3,656     | 4,538     |
| Provision for specific allowance for loan losses    | -               | -         | -         |
| Losses on sales of delinquent loans                 | 556             | (846)     | 1,402     |
| Provision for allowance for contingent losses       | 44              | 33        | 11        |
| Reversal of allowance for loan losses (3)           | 4,547           | 500       | 4,047     |
| Recoveries on written-off claims A                  | 6,308           | 3,224     | 3,084     |
| Net credit costs (4) (= (1) + (2) - (3) )           | 4,248           | 2,343     | 1,905     |
| Actual credit costs (4) - A                         | (2,059)         | (881)     | (1,178)   |
| Loans and bills discounted (average balance)        | 2,049,037       | (36,491)  | 2,085,528 |
| Net credit costs ratio                              | 0.20            | 0.11      | 0.09      |
| Actual credit costs ratio                           | (0.10)          | (0.05)    | (0.05)    |

(Note1) Net credit costs ratio = Net credit costs / Loans and bills discounted (average balance)

(Note2) Actual credit costs ratio = Actual credit costs / Loans and bills discounted (average balance)

(Note3) The net amount of provision for general allowance for loan losses and provision for specific allowance for loan losses is recorded in reversal of allowance for loan losses.

## 9. Dividends

• After comprehensively taking into account trends in business performance for the fiscal year ended March 31, 2024, the actual results of share buybacks implemented in FY2023, the soundness of the Bank's capital, and its financial position going forward, The company has decided to pay a year-end dividend of ¥14.0 per share and an annual dividend of ¥21.0 per share.

(yen)

|                           | FY3/2024 | FY3/2023<br>(result) |
|---------------------------|----------|----------------------|
| Annual dividend per share | 21.00    | 9.00                 |
| Interim dividend          | 7.00     | 0.00                 |
| Year-end dividend         | 14.00    | 9.00                 |

## II. Financial data for the fiscal year ended March 31, 2024

## 1. Details of financial results (Non-consolidated)

(Millions of yen)

|  | FY3/2024<br>(a) | (a) - (b) | FY3/2023<br>(b) |
|--|-----------------|-----------|-----------------|
| Gross operating profit                                     | 51,175          | 7,753     | 43,422          |
| (excluding gains (losses) on bonds)                        | ( 58,514        | (1,731)   | 60,245 )        |
| Domestic gross operating profit                            | 51,089          | 2,547     | 48,542          |
| (excluding gains (losses) on bonds)                        | ( 58,428        | (1,783)   | 60,211 )        |
| Net interest income  | 61,435          | (3,215)   | 64,650          |
| Net fees and commissions                                   | (3,007)         | 1,432     | (4,439)         |
| Net other operating income                                 | (7,339)         | 4,330     | (11,669)        |
| (of which, Gains (losses) on bonds)                        | ( 7,339         | 4,330     | (11,669) )      |
| International gross operating profit                       | 86              | 5,206     | (5,120)         |
| (excluding gains (losses) on bonds)                        | ( 86            | 52        | 34 )            |
| Net interest income  | 37              | 15        | 22              |
| Net fees and commissions                                   | 22              | 1         | 21              |
| Net other operating income                                 | 25              | 5,189     | (5,164)         |
| (of which, Gains (losses) on bonds)                        | ( -             | 5,154     | (5,154) )       |
| Expenses (excluding non-recurring losses)                  | 35,159          | (1,050)   | 36,209          |
| Personnel expenses   | 13,414          | (243)     | 13,657          |
| Non-personnel expenses                                     | 18,851          | (1,059)   | 19,910          |
| Taxes  | 2,894           | 253       | 2,641           |
| Actual net operating profit                                | 16,015          | 8,803     | 7,212           |
| Core net operating profit                                  | 23,354          | (681)     | 24,035          |
| Excluding gains (loss) on cancellation of investment trust | 23,354          | (681)     | 24,035          |
| Provision for general allowance for loan losses            | -               | -         | -               |
| Net operating profit                                       | 16,015          | 8,803     | 7,212           |
| Gains (losses) on bonds                                    | (7,339)         | 9,484     | (16,823)        |
| Non-recurring gains (losses)                               | 4,141           | 86        | 4,055           |
| Reversal of allowance for loan losses                      | 4,547           | 500       | 4,047           |
| Recoveries on written-off claims                           | 6,308           | 3,224     | 3,084           |
| Gains (losses) on stocks                                   | 2,150           | (271)     | 2,421           |
| Ordinary profit  | 20,156          | 8,889     | 11,267          |
| Extraordinary gains (losses)                               | (1,153)         | 72        | (1,225)         |
| Gains (losses) on disposal of non-current assets           | (600)           | (233)     | (367)           |
| Impairment loss  | 552             | (305)     | 857             |
| Income before income taxes                                 | 19,003          | 8,961     | 10,042          |
| Income taxes-current                                       | 2,958           | 2,907     | 51              |
| Income taxes-deferred                                      | 1,019           | 566       | 453             |
| Total income taxes   | 3,977           | 3,473     | 504             |
| Net income   | 15,025          | 5,488     | 9,537           |
| (1)Provision for general allowance for loan losses         | -               | -         | -               |
| (2)Disposal of non-performing loans                        | 8,796           | 2,844     | 5,952           |
| Write-off of loans   | 8,194           | 3,656     | 4,538           |
| Provision for specific allowance for loan losses           | -               | -         | -               |
| Losses on sales of delinquent loans                        | 556             | (846)     | 1,402           |
| Provision for allowance for contingent losses              | 44              | 33        | 11              |
| (3) Reversal of allowance for loan losses                  | 4,547           | 500       | 4,047           |
| Provision for general allowance for loan losses            | 9,011           | 4,127     | 4,884           |
| Provision for specific allowance for loan losses           | (4,464)         | (3,627)   | (837)           |
| (4)Net credit costs (1)+(2)-(3)                            | 4,248           | 2,343     | 1,905           |
| (5)Recoveries on written-off claims                        | 6,308           | 3,224     | 3,084           |
| (6)Actual credit costs (4)-(5)                             | (2,059)         | (881)     | (1,178)         |

## Details of financial results (Consolidated)

(Millions of yen)

|  | FY3/2024 |           | FY3/2023 |
|--|----------|-----------|----------|
|  | (a)      | (a) - (b) | (b)      |
| Consolidated gross profit                          | 55,978   | 8,895     | 47,083   |
| Net interest income                                | 65,132   | (2,047)   | 67,179   |
| Net fees and commissions                           | (2,117)  | 1,404     | (3,521)  |
| Net other operating income                         | (7,037)  | 9,538     | (16,575) |
| Expenses (excluding non-recurring losses)          | 38,180   | (973)     | 39,153   |
| Actual credit costs                                | (478)    | (788)     | 310      |
| Gains (losses) on stocks                           | 2,264    | (2,715)   | 4,979    |
| Others   | 101      | (566)     | 667      |
| Ordinary profit                                    | 20,641   | 7,375     | 13,266   |
| Extraordinary gains (losses)                       | (1,161)  | 69        | (1,230)  |
| Income before income taxes                         | 19,480   | 7,444     | 12,036   |
| Income taxes-current                               | 3,081    | 1,710     | 1,371    |
| Income taxes-deferred                              | 1,017    | 931       | 86       |
| Total income taxes                                 | 4,099    | 2,642     | 1,457    |
| Profit attributable to non-controlling interests   | 6        | 5         | 1        |
| Profit attributable to owners of parent            | 15,375   | 4,799     | 10,576   |
| (1)Provision for general allowance for loan losses | -        | -         | -        |
| (2)Disposal of non-performing loans                | 10,261   | 2,691     | 7,570    |
| Write-off of loans                                 | 8,356    | 3,663     | 4,693    |
| Provision for specific allowance for loan losses   | -        | -         | -        |
| Losses on sales of delinquent loans                | 1,859    | (1,006)   | 2,865    |
| Provision for allowance for contingent losses      | 44       | 33        | 11       |
| (3) Reversal of allowance for loan losses          | 4,374    | 258       | 4,116    |
| Provision for general allowance for loan losses    | 9,254    | 3,993     | 5,261    |
| Provision for specific allowance for loan losses   | (4,879)  | (3,735)   | (1,144)  |
| (4)Net credit costs (1)+(2)-(3)                    | 5,886    | 2,432     | 3,454    |
| (5)Recoveries on written-off claims                | 6,365    | 3,222     | 3,143    |
| (6)Actual credit costs (4)-(5)                     | (478)    | (788)     | 310      |

(Note) Consolidated gross profit = (Interest income - Interest expenses) + (Fees and commissions - Fees and commissions payments) + (Other operating income - Other operating expenses)

(Reference)

(Millions of yen)

|                                   |        |       |       |
|-----------------------------------|--------|-------|-------|
| Consolidated net operating profit | 17,797 | 9,867 | 7,930 |
|-----------------------------------|--------|-------|-------|

(Note) Consolidated net operating profit = Consolidated gross profit - Consolidated expenses - Consolidated provision for general allowance for loan losses

(Number of consolidated subsidiaries and affiliates)

(Companies)

|                           |   |   |   |
|---------------------------|---|---|---|
| Consolidated subsidiaries | 6 | - | 6 |
|---------------------------|---|---|---|

## 2. Net operating profit (Non-consolidated)

(Millions of yen)

|                                 | FY3/2024 |           | FY3/2023 |
|---------------------------------|----------|-----------|----------|
|                                 | (a)      | (a) - (b) | (b)      |
| Net operating profit            | 16,015   | 8,803     | 7,212    |
| Per employee (Thousands of yen) | 12,853   | 7,414     | 5,439    |

## 3. Interest margins (Non-consolidated)

Overall

(%)

|  |           | FY3/2024 |           | FY3/2023 |
|--|-----------|----------|-----------|----------|
|  |           | (a)      | (a) - (b) | (b)      |
| Return on investments                                | (A)       | 1.84     | (0.05)    | 1.89     |
| Yield on loans and bills discounted                  |           | 2.80     | (0.12)    | 2.92     |
| Yield on securities                                  |           | 0.37     | (0.18)    | 0.55     |
| Yield on interest bearing liabilities                | (B)       | 1.10     | (0.02)    | 1.12     |
| Yield on deposits                                    |           | 0.03     | 0.00      | 0.03     |
| Loan-deposit margin<br>(after deduction of expenses) |           | 1.70     | (0.10)    | 1.80     |
| Net interest margin                                  | (A) - (B) | 0.73     | (0.04)    | 0.77     |

Domestic

(%)

|  |           | FY3/2024 |           | FY3/2023 |
|--|-----------|----------|-----------|----------|
|  |           | (a)      | (a) - (b) | (b)      |
| Return on investments                                | (A)       | 1.84     | (0.05)    | 1.89     |
| Yield on loans and bills discounted                  |           | 2.80     | (0.12)    | 2.92     |
| Yield on securities                                  |           | 0.46     | (0.26)    | 0.72     |
| Yield on interest bearing liabilities                | (B)       | 1.10     | 0.00      | 1.10     |
| Yield on deposits                                    |           | 0.03     | 0.00      | 0.03     |
| Loan-deposit margin<br>(after deduction of expenses) |           | 1.70     | (0.11)    | 1.81     |
| Net interest margin                                  | (A) - (B) | 0.74     | (0.05)    | 0.79     |

## 4. ROA and ROE (Non-consolidated)

(%)

|     |                            | FY3/2024 |           | FY3/2023 |
|-----|----------------------------|----------|-----------|----------|
|     |                            | (a)      | (a) - (b) | (b)      |
| ROA | Net operating profit basis | 0.44     | 0.25      | 0.19     |
|     | Net income basis           | 0.42     | 0.16      | 0.26     |
| ROE | Net operating profit basis | 6.05     | 3.12      | 2.93     |
|     | Net income basis           | 5.67     | 1.80      | 3.87     |

## 5. Gains (losses) on securities (Non-consolidated)

(Millions of yen)

|                          |  | FY3/2024 |           | FY3/2023 |
|--------------------------|--|----------|-----------|----------|
|                          |  | (a)      | (a) - (b) | (b)      |
| Gains (losses) on bonds  |  | (7,339)  | 9,484     | (16,823) |
| Gains on sales           |  | -        | -         | -        |
| Gains on redemptions     |  | 821      | 517       | 304      |
| Losses on sales          |  | 1,851    | 111       | 1,740    |
| Losses on redemptions    |  | 6,309    | (9,078)   | 15,387   |
| Losses on devaluation    |  | -        | -         | -        |
| Gains (losses) on stocks |  | 2,150    | (271)     | 2,421    |
| Gains on sales           |  | 2,170    | (371)     | 2,541    |
| Losses on sales          |  | 19       | 19        | -        |
| Losses on devaluation    |  | 0        | (120)     | 120      |



## 6. Capital adequacy ratio (domestic standard)

## Non-consolidated

(Millions of yen)

|  | Mar. 31, 2024 |           | Mar. 31, 2023<br>(b) |
|--|---------------|-----------|----------------------|
|  | (a)           | (a) - (b) |                      |
| Capital adequacy ratio                   | 14.00%        | 0.96%     | 13.04%               |
| Own capital (Core capital)               | 258,609       | 6,713     | 251,896              |
| Core capital: instruments and reserves   | 280,990       | 4,829     | 276,161              |
| Core capital: regulatory adjustments (-) | 22,380        | (1,884)   | 24,264               |
| Risk-weighted assets                     | 1,846,272     | (84,199)  | 1,930,471            |
| Total required capital                   | 73,850        | (1,909)   | 75,759               |

## Consolidated

(Millions of yen)

|  | Mar. 31, 2024 |           | Mar. 31, 2023<br>(b) |
|--|---------------|-----------|----------------------|
|  | (a)           | (a) - (b) |                      |
| Capital adequacy ratio                   | 14.44%        | 1.01%     | 13.43%               |
| Own capital (Core capital)               | 271,421       | 7,248     | 264,173              |
| Core capital: instruments and reserves   | 297,905       | 6,166     | 291,739              |
| Core capital: regulatory adjustments (-) | 26,484        | (1,082)   | 27,566               |
| Risk-weighted assets                     | 1,879,337     | (87,128)  | 1,966,465            |
| Total required capital                   | 75,173        | (2,026)   | 77,199               |

## 7. Composition of own capital (domestic standard)

(Millions of yen)

|  | Mar. 31, 2024    |              |
|--|------------------|--------------|
|  | Non-consolidated | Consolidated |
| <b>Core capital: instruments and reserves (1)</b>  |                  |              |
| Directly issued qualifying common stock or preferred stock mandatorily convertible into common stock capital plus related capital surplus and retained earnings  | 259,464          | 273,378      |
| Capital and capital surplus  | 51,234           | 34,622       |
| Retained earnings  | 236,664          | 267,190      |
| Treasury shares (-)  | 25,735           | 25,735       |
| Earnings to be distributed (-)   | 2,699            | 2,699        |
| Accumulated other comprehensive income included in Core capital  | -                | 2,815        |
| Remeasurements of defined benefit plans  | -                | 2,815        |
| Subscription rights to acquire common stock or preferred stock mandatorily convertible into common stock   | -                | -            |
| Adjusted non-controlling interests (amount allowed to be included in Core capital)   | -                | -            |
| Reserves included in Core capital: instruments and reserves  | 21,526           | 21,700       |
| General allowance for loan losses  | 21,526           | 21,700       |
| Eligible non-cumulative perpetual preferred stock subject to transitional arrangement included in Core capital: instruments and reserves   | -                | -            |
| Eligible capital instrument subject to transitional arrangement included in Core capital: instruments and reserves   | -                | -            |
| Capital instrument issued through the measures for strengthening capital by public institutions included in Core capital: instruments and reserves   | -                | -            |
| 45% of revaluation reserve for land included in Core capital: instruments and reserves   | -                | -            |
| Non-controlling interests included in Core capital subject to transitional arrangements  | -                | 10           |
| Core capital: instruments and reserves (A)   | 280,990          | 297,905      |
| <b>Core capital: regulatory adjustments (2)</b>  |                  |              |
| Total intangible fixed assets (net of related tax liability, excluding those relating to mortgage servicing rights)  | 8,427            | 9,636        |
| Goodwill (including those equivalent)  | -                | 1,035        |
| Other intangible fixed assets other than goodwill and mortgage servicing rights  | 8,427            | 8,601        |
| Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)  | 772              | 851          |
| Shortfall of eligible provisions to expected losses  | -                | -            |
| Gains on sale related to securitization transactions   | -                | -            |
| Gains (losses) due to changes in own credit risk on fair valued liabilities  | -                | -            |
| Prepaid pension cost   | 13,180           | -            |
| Net defined benefit asset  | -                | 15,995       |
| Investments in own shares (excluding those reported in the net assets)   | -                | -            |
| Reciprocal cross-holdings in relevant capital instruments issued by other financial institutions   | -                | -            |
| Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation ("Other financial institutions"), net of eligible short positions, where the bank does not own more than 10% of the issued share capital (amount above the 10% threshold) | -                | -            |
| Amount exceeding the 10% threshold on specified items  | -                | -            |
| Significant investments in the common stock of Other financial institutions, net of eligible short positions   | -                | -            |
| Mortgage servicing rights  | -                | -            |
| Deferred tax assets arising from temporary differences (net of related tax liability)  | -                | -            |
| Amount exceeding the 15% threshold on specified items  | -                | -            |
| Core capital: regulatory adjustments (B)   | 22,380           | 26,484       |
| <b>Total capital</b>   |                  |              |
| Total capital (A-B) (C)  | 258,609          | 271,421      |
| <b>Risk-weighted assets (3)</b>  |                  |              |
| Credit risk-weighted assets  | 1,722,099        | 1,736,090    |
| Total of items included in risk-weighted assets subject to transitional arrangements   | -                | -            |
| Amount equivalent to market risk × 12.5  | -                | -            |
| Amount equivalent to operational risk × 12.5   | 124,172          | 143,246      |
| Credit risk-weighted assets adjustments  | -                | -            |
| Amount equivalent to operational risk adjustments  | -                | -            |
| Total amount of risk-weighted assets (D)   | 1,846,272        | 1,879,337    |
| <b>Capital adequacy ratio (non-consolidated)</b>   |                  |              |
| Capital adequacy ratio (non-consolidated) (C/D)  | 14.00%           | -            |
| <b>Capital adequacy ratio (consolidated)</b>   |                  |              |
| Capital adequacy ratio (consolidated) (C/D)  | -                | 14.44%       |

## III. Status of loans, etc.

|   |
|---|
| Status of self-assessment, non-performing loans based on the financial Reconstruction Law and Risk-monitored loans. |
|---|

Non-consolidated (As of March 31, 2024)

(Millions of yen)

| Self-assessment result<br>(by obligor classification) |   |                    |                   |                    |                   |
|---|---|--------------------|-------------------|--------------------|-------------------|
| * Includes total claims.                              |   |                    |                   |                    |                   |
| Category<br><br>Credit balance                        |   | Classification     |                   |                    |                   |
|   |   | Non-classification | Classification II | Classification III | Classification IV |
| Bankrupt obligors<br>670<br>[307]                     |   | 307                | 362               | -                  | -<br>[307]        |
| Effectively bankrupt obligors<br>113,268<br>[70,338]  |   | 70,495             | 42,773            | -                  | -<br>[70,338]     |
| Potentially bankrupt obligors<br>53,336<br>[12,210]   |   | 15,372             | 19,319            | 18,644<br>[12,210] | -                 |
| Obligors requiring caution                            | Sub-standard obligors<br>47,736             | 124                | 47,611            | -                  | -                 |
|   | Other obligors requiring caution<br>514,200 | 9,841              | 504,358           | -                  | -                 |
| Normal obligors<br>1,346,528                          |   | 1,346,528          | -                 | -                  | -                 |
| Total<br>2,075,741<br>[82,856]                        |   | 1,442,669          | 614,426           | 18,644<br>[12,210] | -<br>[70,645]     |

| Non-performing loans based on the<br>Financial Reconstruction Law and Risk-monitored loans         |  |                                |           |                |  |
|--|--|--------------------------------|-----------|----------------|--|
| * Includes total claims (“Claims for special attention” includes only loans and bills discounted). |  |                                |           |                |  |
| Category<br><br>Credit balance   |  | Collateral or guarantees, etc. | Allowance | Coverage ratio |  |
| Claims against bankrupt and substantially bankrupt obligors<br>113,939                             |  | 43,293                         | 70,645    | 100.00%        |  |
| Claims with collection risk<br>53,336  |  | 22,481                         | 12,210    | 65.04%         |  |
| Claims for special attention   | Loans past due 3 months or more<br>1,184 | 13,623                         | 9,135     | 59.94%         |  |
|  | Restructured loans<br>36,780             |                                |           |                |  |
| Subtotal<br>205,239  |  | 79,397                         | 91,991    | 83.50%         |  |
| Normal assets<br>1,870,501   |  |                                |           |                |  |
| Total<br>2,075,741   |  |                                |           |                |  |

(Note1) “Total claims” includes “Loans and bills discounted”, “Customers’ liabilities for acceptances and guarantees”, “Foreign exchanges”, “Suspense payment” and “Accrued interest”.

(Note2) Numbers shown in brackets under “Self-assessment result” represent the reserved amount for each category.

## 1. Risk-monitored loans

The following table shows figures after deduction of partial direct write-off of loans.

The amounts of partial direct write-off of loans for the fiscal year ended March 31, 2024 were as follows:

(a) Non-consolidated: ¥13,094 million; (b) Consolidated: ¥13,094 million

Loans to “Potentially bankrupt obligors”, “Effectively bankrupt obligors” and “Bankrupt obligors” under self-assessment are placed on non-accrual status.

## Non-consolidated

(Millions of yen, %)

|                      |   | Mar. 31, 2024 |           |           | Sep. 30, 2023 | Mar. 31, 2023 |
|----------------------|---|---------------|-----------|-----------|---------------|---------------|
|                      |   | (a)           | (a) - (b) | (a) - (c) | (b)           | (c)           |
| Risk-monitored loans | Claims against bankrupt and substantially bankrupt obligors | 113,939       | (3,669)   | (4,906)   | 117,608       | 118,845       |
|                      | Claims with collection risk                                 | 53,336        | 12,294    | 6,131     | 41,042        | 47,205        |
|                      | Loans past due 3 months or more                             | 1,184         | (952)     | (865)     | 2,136         | 2,049         |
|                      | Restructured loans  | 36,780        | (10,130)  | (14,426)  | 46,910        | 51,206        |
|                      | Total   | 205,239       | (2,459)   | (14,068)  | 207,698       | 219,307       |

|   |           |        |          |           |           |
|---|-----------|--------|----------|-----------|-----------|
| Loans and bills discounted (period-end balance) | 2,075,741 | 32,001 | (15,040) | 2,043,740 | 2,090,781 |
|---|-----------|--------|----------|-----------|-----------|

|                                 |   |      |        |        |       |       |
|---------------------------------|---|------|--------|--------|-------|-------|
| % to loans and bills discounted | Claims against bankrupt and substantially bankrupt obligors | 5.48 | (0.27) | (0.20) | 5.75  | 5.68  |
|                                 | Claims with collection risk                                 | 2.56 | 0.56   | 0.31   | 2.00  | 2.25  |
|                                 | Loans past due 3 months or more                             | 0.05 | (0.05) | (0.04) | 0.10  | 0.09  |
|                                 | Restructured loans  | 1.77 | (0.52) | (0.67) | 2.29  | 2.44  |
|                                 | Total   | 9.88 | (0.28) | (0.60) | 10.16 | 10.48 |

## Consolidated

(Millions of yen, %)

|                      |   | Mar. 31, 2024 |           |           | Sep. 30, 2023 | Mar. 31, 2023 |
|----------------------|---|---------------|-----------|-----------|---------------|---------------|
|                      |   | (a)           | (a) - (b) | (a) - (c) | (b)           | (c)           |
| Risk-monitored loans | Claims against bankrupt and substantially bankrupt obligors | 114,388       | (3,740)   | (5,080)   | 118,128       | 119,468       |
|                      | Claims with collection risk                                 | 58,172        | 12,366    | 6,312     | 45,806        | 51,860        |
|                      | Loans past due 3 months or more                             | 1,184         | (952)     | (865)     | 2,136         | 2,049         |
|                      | Restructured loans  | 36,780        | (10,130)  | (14,426)  | 46,910        | 51,206        |
|                      | Total   | 210,525       | (2,458)   | (14,059)  | 212,983       | 224,584       |

|   |           |        |          |           |           |
|---|-----------|--------|----------|-----------|-----------|
| Loans and bills discounted (period-end balance) | 2,094,823 | 32,073 | (15,084) | 2,062,750 | 2,109,907 |
|---|-----------|--------|----------|-----------|-----------|

|                                 |   |       |        |        |       |       |
|---------------------------------|---|-------|--------|--------|-------|-------|
| % to loans and bills discounted | Claims against bankrupt and substantially bankrupt obligors | 5.46  | (0.26) | (0.20) | 5.72  | 5.66  |
|                                 | Claims with collection risk                                 | 2.77  | 0.55   | 0.32   | 2.22  | 2.45  |
|                                 | Loans past due 3 months or more                             | 0.05  | (0.05) | (0.04) | 0.10  | 0.09  |
|                                 | Restructured loans  | 1.75  | (0.52) | (0.67) | 2.27  | 2.42  |
|                                 | Total   | 10.04 | (0.28) | (0.60) | 10.32 | 10.64 |

## 2. Allowance ratio for risk-monitored loans

Non-Consolidated

(Millions of yen, %)

|                                    | Mar. 31, 2024<br>(a) | (a) - (b) | (a) - (c) | Sep. 30, 2023<br>(b) | Mar. 31, 2023<br>(c) |
|------------------------------------|----------------------|-----------|-----------|----------------------|----------------------|
| Risk-monitored loans (A)           | 205,239              | (2,459)   | (14,068)  | 207,698              | 219,307              |
| Collateral or guarantees, etc. (B) | 79,397               | (357)     | (3,429)   | 79,754               | 82,826               |
| Allowance for loan losses (C)      | 91,991               | (1,788)   | (5,220)   | 93,779               | 97,211               |
| Allowance ratio (C/A)              | 44.82                | (0.33)    | 0.50      | 45.15                | 44.32                |
| Coverage ratio (B+C)/(A)           | 83.50                | (0.05)    | 1.41      | 83.55                | 82.09                |

Consolidated

(Millions of yen, %)

|                                    | Mar. 31, 2024<br>(a) | (a) - (b) | (a) - (c) | Sep. 30, 2023<br>(b) | Mar. 31, 2023<br>(c) |
|------------------------------------|----------------------|-----------|-----------|----------------------|----------------------|
| Risk-monitored loans (A)           | 210,525              | (2,458)   | (14,059)  | 212,983              | 224,584              |
| Collateral or guarantees, etc. (B) | 78,584               | (435)     | (3,458)   | 79,019               | 82,042               |
| Allowance for loan losses (C)      | 95,782               | (1,675)   | (5,196)   | 97,457               | 100,978              |
| Allowance ratio (C/A)              | 45.49                | (0.26)    | 0.53      | 45.75                | 44.96                |
| Coverage ratio (B+C)/(A)           | 82.82                | (0.03)    | 1.33      | 82.85                | 81.49                |

## 3. Allowance for loan losses

Non-consolidated

(Millions of yen)

|                                    | Mar. 31, 2024<br>(a) | (a) - (b) | (a) - (c) | Sep. 30, 2023<br>(b) | Mar. 31, 2023<br>(c) |
|------------------------------------|----------------------|-----------|-----------|----------------------|----------------------|
| Allowance for loan losses          | 107,695              | (4,162)   | (11,225)  | 111,857              | 118,920              |
| General allowance for loan losses  | 24,823               | (4,891)   | (9,064)   | 29,714               | 33,887               |
| Specific allowance for loan losses | 82,872               | 729       | (2,161)   | 82,143               | 85,033               |

Consolidated

(Millions of yen)

|                                    | Mar. 31, 2024<br>(a) | (a) - (b) | (a) - (c) | Sep. 30, 2023<br>(b) | Mar. 31, 2023<br>(c) |
|------------------------------------|----------------------|-----------|-----------|----------------------|----------------------|
| Allowance for loan losses          | 112,852              | (4,165)   | (11,443)  | 117,017              | 124,295              |
| General allowance for loan losses  | 26,187               | (5,008)   | (9,308)   | 31,195               | 35,495               |
| Specific allowance for loan losses | 86,664               | 842       | (2,136)   | 85,822               | 88,800               |

## 4. Non-performing loans based on the Financial Reconstruction Law

Non-consolidated

(Millions of yen)

|   | Mar. 31, 2024<br>(a) | (a) - (b) | (a) - (c) | Sep. 30, 2023<br>(b) | Mar. 31, 2023<br>(c) |
|---|----------------------|-----------|-----------|----------------------|----------------------|
| Claims against bankrupt and substantially bankrupt obligors | 113,939              | (3,669)   | (4,906)   | 117,608              | 118,845              |
| Claims with collection risk                                 | 53,336               | 12,294    | 6,131     | 41,042               | 47,205               |
| Claims for special attention                                | 37,964               | (11,083)  | (15,291)  | 49,047               | 53,255               |
| Total (A)   | 205,239              | (2,459)   | (14,068)  | 207,698              | 219,307              |

## 5. Status of coverage of non-performing loans based on the Financial Reconstruction Law

Non-consolidated

(Millions of yen, %)

|                                | Mar. 31, 2024<br>(a) | (a) - (b) | (a) - (c) | Sep. 30, 2023<br>(b) | Mar. 31, 2023<br>(c) |
|--------------------------------|----------------------|-----------|-----------|----------------------|----------------------|
| Total coverage (B)             | 171,389              | (2,144)   | (8,648)   | 173,533              | 180,037              |
| Allowance for loan losses      | 91,991               | (1,788)   | (5,220)   | 93,779               | 97,211               |
| Collateral or guarantees, etc. | 79,397               | (357)     | (3,429)   | 79,754               | 82,826               |
| Coverage ratio (B/A)           | 83.50                | (0.05)    | 1.41      | 83.55                | 82.09                |

## 6. Loan breakdown by industry, etc.

## (1) Loan breakdown by industry (Non-consolidated)

(Millions of yen)

|  | Mar. 31, 2024 |           |           | Sep. 30, 2023 | Mar. 31, 2023 |
|--|---------------|-----------|-----------|---------------|---------------|
|  | (a)           | (a) - (b) | (a) - (c) | (b)           | (c)           |
| Domestic offices (excluding Japan offshore banking accounts) | 2,066,732     | 32,718    | (13,418)  | 2,034,014     | 2,080,150     |
| Manufacturing  | 38,510        | (249)     | 1,647     | 38,759        | 36,863        |
| Agriculture and forestry                                     | 9             | (3,761)   | (3,845)   | 3,770         | 3,854         |
| Fishery  | 14            | (7)       | (21)      | 21            | 35            |
| Mining, quarrying and gravel                                 | 50            | 0         | 0         | 50            | 50            |
| Construction   | 17,699        | 1,744     | 1,532     | 15,955        | 16,167        |
| Utilities  | 816           | 9         | (20)      | 807           | 836           |
| Information and communication                                | 1,709         | (197)     | (1,894)   | 1,906         | 3,603         |
| Transportation and postal service                            | 15,452        | 2         | 855       | 15,450        | 14,597        |
| Wholesale and retail trade                                   | 35,727        | 3,315     | 1,966     | 32,412        | 33,761        |
| Finance and insurance  | 40,928        | 9,400     | 7,640     | 31,528        | 33,288        |
| Real estate, goods rental and leasing                        | 250,598       | 56,231    | 91,241    | 194,367       | 159,357       |
| Services   | 77,809        | 5,108     | 2,638     | 72,701        | 75,171        |
| Government and municipal government                          | 28,296        | 1,853     | 1,872     | 26,443        | 26,424        |
| Others   | 1,559,103     | (40,732)  | (117,034) | 1,599,835     | 1,676,137     |

## (2) Breakdown of risk-monitored loans by industry (Non-consolidated)

(Millions of yen)

|  | Mar. 31, 2024 |           |           | Sep. 30, 2023 | Mar. 31, 2023 |
|--|---------------|-----------|-----------|---------------|---------------|
|  | (a)           | (a) - (b) | (a) - (c) | (b)           | (c)           |
| Domestic offices (excluding Japan offshore banking accounts) | 205,239       | (2,460)   | (14,068)  | 207,699       | 219,307       |
| Manufacturing  | 6,456         | (1,179)   | (1,294)   | 7,635         | 7,750         |
| Agriculture and forestry                                     | -             | -         | -         | -             | -             |
| Fishery  | -             | -         | -         | -             | -             |
| Mining, quarrying and gravel                                 | -             | -         | -         | -             | -             |
| Construction   | 552           | (28)      | (37)      | 580           | 589           |
| Utilities  | 2             | 0         | (1)       | 2             | 3             |
| Information and communication                                | 96            | (16)      | (16)      | 112           | 112           |
| Transportation and postal service                            | 190           | (34)      | (29)      | 224           | 219           |
| Wholesale and retail trade                                   | 5,936         | 174       | 45        | 5,762         | 5,891         |
| Finance and insurance  | -             | -         | -         | -             | -             |
| Real estate, goods rental and leasing                        | 301           | (1)       | (4)       | 302           | 305           |
| Services   | 1,182         | (12)      | 466       | 1,194         | 716           |
| Government and municipal government                          | -             | -         | -         | -             | -             |
| Others (Note)  | 190,519       | (1,364)   | (13,199)  | 191,883       | 203,718       |

(Note) "Others" includes real estate financing for rent to individuals.

## (3) Consumer loans (Non-consolidated)

(Millions of yen)

|  | Mar. 31, 2024 |           |           | Sep. 30, 2023<br>(b) | Mar. 31, 2023<br>(c) |
|--|---------------|-----------|-----------|----------------------|----------------------|
|  | (a)           | (a) - (b) | (a) - (c) |                      |                      |
| Consumer loans                         | 1,537,916     | (56,542)  | (132,528) | 1,594,458            | 1,670,444            |
| Secured loans                          | 1,424,393     | (50,004)  | (118,251) | 1,474,397            | 1,542,644            |
| Housing loans                          | 420,804       | (1,364)   | (9,789)   | 422,168              | 430,593              |
| Unsecured loans                        | 113,523       | (6,537)   | (14,277)  | 120,060              | 127,800              |
| Corporate investment real estate loans | 101,826       | 24,995    | 44,352    | 76,831               | 57,474               |
| Structured finance                     | 172,233       | 31,048    | 45,775    | 141,185              | 126,458              |
| Total                                  | 1,811,975     | (499)     | (42,401)  | 1,812,474            | 1,854,376            |

## (4) The ratio of loans to small- and medium-sized enterprises, etc. (Non-consolidated)

(%)

|   | Mar. 31, 2024 |           |           | Sep. 30, 2023<br>(b) | Mar. 31, 2023<br>(c) |
|---|---------------|-----------|-----------|----------------------|----------------------|
|   | (a)           | (a) - (b) | (a) - (c) |                      |                      |
| The ratio of loans to small- and medium-sized enterprises, etc. | 93.98         | (0.67)    | (0.73)    | 94.65                | 94.71                |

(Note) "Loans to small- and medium-sized enterprises" includes consumer loans which comprise 74.41% of this total.

## 7. Loan breakdown by country

## (1) Loans to specific foreign countries (Non-consolidated)

Not applicable.

## (2) Loans to Asian countries (Non-consolidated)

Not applicable.

## 8. Deposits and loans (Non-consolidated)

(Millions of yen)

|          |                    | Mar. 31, 2024 |           |           | Sep. 30, 2023<br>(b) | Mar. 31, 2023<br>(c) |
|----------|--------------------|---------------|-----------|-----------|----------------------|----------------------|
|          |                    | (a)           | (a) - (b) | (a) - (c) |                      |                      |
| Deposits | period-end balance | 3,250,493     | (9,067)   | (105,247) | 3,259,560            | 3,355,740            |
|          | average balance    | 3,278,400     | (44,413)  | (61,077)  | 3,322,813            | 3,339,477            |
| Loans    | period-end balance | 2,066,732     | 32,718    | (13,418)  | 2,034,014            | 2,080,150            |
|          | average balance    | 2,049,037     | (9,083)   | (36,491)  | 2,058,120            | 2,085,528            |

## 9. Number of branches (Non-consolidated)

(Branches)

|                    | Mar. 31, 2024 |           |           | Sep. 30, 2023<br>(b) | Mar. 31, 2023<br>(c) |
|--------------------|---------------|-----------|-----------|----------------------|----------------------|
|                    | (a)           | (a) - (b) | (a) - (c) |                      |                      |
| Number of branches | 107           | (4)       | (6)       | 111                  | 113                  |

## IV. Unrealized gains (losses) on securities

## 1. Unrealized gains (losses)

## Non-consolidated

(Millions of yen)

|                               | Mar. 31, 2024 |                               |        |        | Sep. 30, 2023 |                               |        |        | Mar. 31, 2023 |                               |       |        |
|-------------------------------|---------------|-------------------------------|--------|--------|---------------|-------------------------------|--------|--------|---------------|-------------------------------|-------|--------|
|                               | Fair value    | Net unrealized gains (losses) |        |        | Fair value    | Net unrealized gains (losses) |        |        | Fair value    | Net unrealized gains (losses) |       |        |
|                               |               |                               | Gains  | Losses |               |                               | Gains  | Losses |               |                               | Gains | Losses |
| Available-for-sale securities | 270,974       | 21,742                        | 25,503 | 3,761  | 347,242       | 700                           | 15,750 | 15,049 | 292,026       | (1,270)                       | 8,239 | 9,509  |
| Stocks                        | 46,935        | 25,287                        | 25,287 | -      | 39,041        | 15,688                        | 15,718 | 29     | 15,598        | 7,741                         | 7,841 | 100    |
| Bonds                         | 159,094       | (933)                         | 191    | 1,125  | 187,977       | (3,177)                       | 27     | 3,204  | 154,701       | (324)                         | 397   | 721    |
| Others                        | 64,944        | (2,611)                       | 24     | 2,635  | 120,224       | (11,809)                      | 5      | 11,815 | 121,726       | (8,687)                       | -     | 8,687  |

(Note1) Stocks of subsidiaries and affiliates are not included since they are not valued with fair value.

(Note2) Net unrealized gains (losses) represent the difference between the fair value as of period-ends and acquisition costs.

## Consolidated

(Millions of yen)

|                               | Mar. 31, 2024 |                               |        |        | Sep. 30, 2023 |                               |        |        | Mar. 31, 2023 |                               |       |        |
|-------------------------------|---------------|-------------------------------|--------|--------|---------------|-------------------------------|--------|--------|---------------|-------------------------------|-------|--------|
|                               | Fair Value    | Net unrealized gains (losses) |        |        | Fair Value    | Net unrealized gains (losses) |        |        | Fair value    | Net unrealized gains (losses) |       |        |
|                               |               |                               | Gains  | Losses |               |                               | Gains  | Losses |               |                               | Gains | Losses |
| Available-for-sale Securities | 271,855       | 22,573                        | 26,334 | 3,761  | 348,269       | 1,631                         | 16,680 | 15,049 | 292,880       | (511)                         | 8,997 | 9,509  |
| Stocks                        | 47,815        | 26,118                        | 26,118 | -      | 40,067        | 16,618                        | 16,648 | 29     | 16,453        | 8,499                         | 8,600 | 100    |
| Bonds                         | 159,094       | (933)                         | 191    | 1,125  | 187,977       | (3,177)                       | 27     | 3,204  | 154,701       | (324)                         | 397   | 721    |
| Others                        | 64,944        | (2,611)                       | 24     | 2,635  | 120,224       | (11,809)                      | 5      | 11,815 | 121,726       | (8,687)                       | -     | 8,687  |

(Note1) Stocks of subsidiaries and affiliates are not included since they are not valued with fair value.

(Note2) Net unrealized gains (losses) represent the difference between the fair value as of period-ends and acquisition costs.

## V. Retirement benefits

## 1. Retirement benefit expenses

## Non-consolidated

(Millions of yen)

|  | FY3/2024 | FY3/2023 |
|--|----------|----------|
| Service cost   | 416      | 406      |
| Interest cost  | 97       | 97       |
| Expected returns on plan assets                                | (957)    | (966)    |
| Amortization of unrecognized net actuarial gains (losses)      | (538)    | (981)    |
| Others (non-recurring extra retirement payments, etc.) (Note1) | 208      | 216      |
| Retirement benefit expenses                                    | (773)    | (1,227)  |

(Note1) "Others" includes contribution to a defined contribution pension plan.

## Consolidated

(Millions of yen)

|  | FY3/2024 | FY3/2023 |
|--|----------|----------|
| Service cost (Note1)   | 441      | 429      |
| Interest cost  | 97       | 97       |
| Expected returns on plan assets                                | (957)    | (966)    |
| Amortization of unrecognized net actuarial gains (losses)      | (538)    | (981)    |
| Others (non-recurring extra retirement payments, etc.) (Note2) | 232      | 242      |
| Retirement benefit expenses                                    | (724)    | (1,179)  |

(Note1) Retirement benefit expenses of consolidated subsidiaries adopting a simplified method are included in "Service cost".

(Note2) "Others" includes contribution to a defined contribution pension plan.