

## SURUGA bank, Ltd.

## Consolidated Financial Results for the Third Quarter of Fiscal Year 2015, ending March 31, 2016

&lt;under Japanese GAAP&gt;

Stock Exchange: Tokyo (code: 8358)  
 URL: <http://www.surugabank.co.jp>  
 Representative: President Mitsuyoshi Okano

(Japanese yen amounts of less than one million and the first decimal place have been rounded down.)

## 1. Consolidated Financial Results for the Third Quarter of Fiscal Year 2015, ending March 31, 2016

## (1) Consolidated Operating Results

(Unit: Millions of Yen, except percentages)

	Ordinary Income		Ordinary Profit		Profit Attributable to Owners of Parent	
Third Quarter						
Ended December 31, 2015	103,561	8.2%	42,828	11.6%	28,188	17.3%
Ended December 31, 2014	95,649	8.5%	38,352	12.4%	24,023	15.1%

(Note1) Comprehensive Income Third quarter ended Dec. 31, 2015: ¥28,452 million (△4.7%), Third quarter ended Dec. 31, 2014: ¥29,859 million (14.6%)

(Note2) Percentages shown in Ordinary Income, Ordinary Profit, Profit Attributable to Owners of Parent and Comprehensive Income are the increase (decrease) from the corresponding period of the previous fiscal year.

	Net Income per Share	Net Income per Share (Diluted)
Third Quarter		
Ended December 31, 2015	¥119.26	¥119.16
Ended December 31, 2014	¥101.43	¥101.29

## (2) Consolidated Financial Position

(Unit: Millions of Yen, except percentages)

	Total Assets	Total Net Assets	Own Capital Ratio
December 31, 2015	4,390,418	301,374	6.8%
March 31, 2015	4,284,990	292,128	6.7%

(Reference) Own Capital December 31, 2015: ¥299,099 million, March 31, 2015: ¥290,056 million

(Note) Own Capital Ratio = (Total Net Assets - Subscription Rights to Shares - Non-controlling Interests) / Total Assets \* 100

Own Capital Ratio shown above was not calculated based on the public notice of Own Capital Ratio

## 2. Dividends on Common Stock

(Unit: Yen)

	Annual Cash Dividends per Share				
	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, 2015	—	¥8.50	—	¥11.50	¥20.00
ending March 31, 2016	—	¥9.50	—		
ending March 31, 2016 (Forecasts)				¥9.50	¥19.00

(Note1) Revision of forecasts for dividends for quarter in review: No

(Note2) Breakdown of Fiscal Year-End dividends for Fiscal year ended March 31, 2015: Ordinary dividend: ¥10.50, Commemorative dividend: ¥1.00

## 3. Consolidated Earnings Forecasts (for the fiscal year 2015, ending March 31, 2016)

(Unit: Millions of Yen, except per share data and percentages)

	Ordinary Income		Ordinary Profit		Profit Attributable to Owners of Parent		Net Income per Share
Fiscal year							
Ending March 31, 2016	134,500	2.5%	53,400	△0.0%	35,300	7.3%	¥150.13

(Note1) Revision of earnings forecasts for quarter in review: No

(Note2) Percentages shown in Ordinary Income, Ordinary Profit, Profit Attributable to Owners of Parent are the increase (decrease) from the previous fiscal year.

## ※Notes

(1) Changes in the scope of consolidated significant subsidiaries during the nine months ended December 31, 2015: No

(2) Adoption of simplified accounting methods for the preparation of quarterly consolidated financial statements: Yes

Note: For details, please refer to “(1) Adoption of simplified accounting methods for the preparation of quarterly consolidated financial statements” in the section “2. Items regarding summary information (notes)” on page 3.

(3) Changes in accounting policies, accounting estimates and restatements.

(A) Changes due to revision of accounting standards: Yes

(B) Changes due to reasons other than (A): No

(C) Changes in accounting estimates: No

(D) Restatements: No

Note: For details, please refer to “(2) Changes in accounting policies, accounting estimates and restatements” in the section “2. Items regarding summary information (notes)” on page 3.

(4) Number of common stocks issued

(A) Number of stocks issued (including treasury stocks):

Dec. 31, 2015	232,139,248 shares	Mar. 31, 2015	258,139,248 shares
Dec. 31, 2015	703,772 shares	Mar. 31, 2015	20,855,687 shares
Dec. 31, 2015	236,350,136 shares	Dec. 31, 2014	236,842,566 shares

(B) Number of treasury stocks:

(C) Average outstanding stocks for the nine months ended:

(Statement relating to the status of the quarterly review procedures)

This quarterly report is not subject to the quarterly review procedures, which are based on the Financial Instruments and Exchange Law.

The audit procedures are not finished at the time of release of these financial statements.

(Explanation for proper use of forecasts and other notes)

The description of future performance of this report is based on information which is presently available and certain assumptions which are considered to be reasonable, and it does not guarantee future performance. Actual performance may differ from the forecasts due to various factors.

**【Appendix】**

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## 1. Qualitative information on the third quarter financial statement

### (1) Description of operating results

With regard to consolidated operating results for the third quarter ended December 31, 2015, ordinary income increased by ¥7.912 billion compared with the corresponding period of the previous fiscal year, to ¥103.561 billion mainly due to an increase in interest income, reflecting an increase in interest on loans and discounts. Ordinary expenses increased by ¥3.436 billion compared with the corresponding period of the previous fiscal year, to ¥60.732 billion mainly due to increases in fees and commissions payments and other expenses.

As a result, ordinary profit increased by ¥4.476 billion compared with the corresponding period of the previous fiscal year, to ¥42.828 billion. Profit attributable to owners of parent increased by ¥4.165 billion compared with the corresponding period of the previous fiscal year, to ¥28.188 billion.

### (2) Description of financial position

The balance of loans and bills discounted as of December 31, 2015 increased by ¥71.213 billion from the position as of March 31, 2015, to ¥3,081.961 billion mainly due to an increase in the balance of consumer loans (non-consolidated) of ¥112.026 billion.

The balance of securities as of December 31, 2015 increased by ¥7.657 billion from the position as of March 31, 2015, to ¥236.409 billion.

The balance of deposits as of December 31, 2015 increased by ¥99.633 billion from the position as of March 31, 2015, to ¥4,052.479 billion mainly due to an increase in the balance of individual deposits of ¥155.823 billion.

### (3) Description of forward-looking information such as earnings forecasts

There is no change in forecasts for the fiscal year 2015, ending March 31, 2016 from the figures published on November 10, 2015.

【Consolidated】	(Unit: Millions of Yen)
	Fiscal Year 2015 ending Mar. 31, 2016
Ordinary income	134,500
Ordinary profit	53,400
Profit attributable to owners of parent	35,300

【Non-consolidated】	(Unit: Millions of Yen)
	Fiscal Year 2015 ending Mar. 31, 2016
Ordinary income	123,500
Net operating profit	56,500
Ordinary profit	52,500
Net income	35,000
Actual credit costs	3,000

(note) The description of future performance of this report is based on information which is presently available and certain assumptions which are considered to be reasonable, and it does not guarantee future performance. Actual performance may differ from the forecasts due to various factors.

**2. Items regarding summary information (notes)****(1) Adoption of simplified accounting methods for the preparation of quarterly consolidated financial statements****(Income tax expenses)**

Income tax expenses of our company and its consolidated subsidiaries are calculated by reasonably estimating the effective tax rate based on the expected income before income taxes (net of the effects of deferred taxes) for the fiscal year to which the nine-month period pertains, and multiplying income before income taxes for the nine-month period by the estimated effective tax rate.

**(2) Changes in accounting policies, accounting estimates and restatements****(Changes in accounting policy)**

ASBJ Statement No. 21, "Revised Accounting Standard for Business Combinations" (released on September 13, 2013, hereinafter the "Accounting Standard for Business Combinations"), ASBJ Statement No. 22, "Revised Accounting Standard for Consolidated Financial Statements" (released on September 13, 2013, hereinafter the "Consolidated Accounting Standard"), ASBJ Statement No. 7, "Revised Accounting Standard for Business Divestitures" (released on September 13, 2013, hereinafter the "Accounting Standard for Business Divestitures") and others have been applied effective from the first quarter of the fiscal year ending March 31, 2016. As a result, any change resulting from the Company's ownership interests in its subsidiary when the Company retains control over the subsidiary is accounted for as Capital surplus, and acquisition related costs are expensed in the year in which the costs are incurred. For any business combinations on or after the beginning of the first quarter, subsequent measurement of the provisional amount recognized based on the purchase price allocation due to the completion of accounting for the business combination are reflected in the quarterly consolidated financial statements for the period to which the date of that business combination occurs. In addition, the presentation method of Net income was amended as well as "Minority interests" to "Non-controlling interests." To reflect these changes in presentation, adjustments have been made to the consolidated financial statements for the prior third quarter and the prior fiscal year presented herein.

The aforementioned accounting standards are adopted as of the beginning of the first quarter and thereafter, according to the transitional treatment provided for in Paragraph 58-2 (4) of the Accounting Standard for Business Combinations, Paragraph 44-5 (4) of the Consolidated Accounting Standard and Paragraph 57-4 (4) of the Accounting Standard for Business Divestitures.

There is no effect of these changes on the quarterly consolidated financial statements for the third quarter.

## 3. Quarterly consolidated financial statements

## (1) Quarterly consolidated balance sheets

(Unit: Millions of Yen)

	As of Mar. 31, 2015	As of Dec. 31, 2015
<b>Assets</b>		
Cash and due from banks	794,594	913,316
Call loans and bills bought	127,102	36,668
Trading account securities	107	44
Money held in trust	1,114	1,105
Securities	228,752	236,409
Loans and bills discounted	3,010,748	3,081,961
Foreign exchanges	2,563	2,490
Lease receivables and investment assets	5,458	5,367
Other assets	46,173	43,443
Tangible fixed assets	49,954	50,609
Intangible fixed assets	30,743	30,396
Net defined benefit asset	6,288	7,245
Deferred tax assets	440	258
Customers' liabilities for acceptances and guarantees	3,620	3,419
Allowance for loan losses	△22,673	△22,317
<b>Total assets</b>	<b>4,284,990</b>	<b>4,390,418</b>
<b>Liabilities</b>		
Deposits	3,952,846	4,052,479
Borrowed money	2,535	2,290
Foreign exchanges	3	2
Other liabilities	25,847	23,679
Provision for bonuses	707	7
Provision for directors' bonuses	140	—
Net defined benefit liability	249	250
Provision for directors' retirement benefits	3,099	3,219
Provision for reimbursement of deposits	327	119
Provision for contingent loss	342	323
Deferred tax liabilities	3,142	3,253
Acceptances and guarantees	3,620	3,419
<b>Total liabilities</b>	<b>3,992,862</b>	<b>4,089,044</b>
<b>Net assets</b>		
Capital stock	30,043	30,043
Capital surplus	21,013	—
Retained earnings	229,924	244,647
Treasury shares	△16,110	△801
<b>Total shareholders' equity</b>	<b>264,870</b>	<b>273,889</b>
Valuation difference on available-for-sale securities	21,673	22,134
Deferred gains or losses on hedges	△101	△103
Remeasurements of defined benefit plans	3,613	3,178
<b>Total accumulated other comprehensive income</b>	<b>25,185</b>	<b>25,209</b>
Subscription rights to shares	112	75
Non-controlling interests	1,959	2,199
<b>Total net assets</b>	<b>292,128</b>	<b>301,374</b>
<b>Total liabilities and net assets</b>	<b>4,284,990</b>	<b>4,390,418</b>

## (2) Quarterly consolidated statements of income and Quarterly consolidated statements of comprehensive income

## Quarterly consolidated statements of income

(Unit: Millions of Yen)

	For the nine months ended Dec. 31, 2014	For the nine months ended Dec. 31, 2015
Ordinary income	95,649	103,561
Interest income	81,472	88,537
Interest on loans and discounts	78,753	84,275
Interest and dividends on securities	1,989	3,415
Fees and commissions	9,338	9,592
Other ordinary income	3,229	3,895
Other income	1,610	1,534
Ordinary expenses	57,296	60,732
Interest expenses	3,004	3,464
Interest on deposits	2,940	3,373
Fees and commissions payments	10,024	10,933
Other ordinary expenses	2,517	2,667
General and administrative expenses	36,908	36,756
Other expenses	4,841	6,911
Ordinary profit	38,352	42,828
Extraordinary income	30	9
Gain on disposal of non-current assets	10	9
Gain on reversal of subscription rights to shares	20	—
Extraordinary losses	699	368
Loss on disposal of non-current assets	699	368
Income before income taxes and minority interests	37,683	42,469
Income taxes	13,603	14,090
Profit	24,080	28,378
Profit attributable to non-controlling interests	56	190
Profit attributable to owners of parent	24,023	28,188

## Quarterly consolidated statements of comprehensive income

(Unit: Millions of Yen)

	For the nine months ended Dec. 31, 2014	For the nine months ended Dec. 31, 2015
Profit	24,080	28,378
Other comprehensive income		
Valuation difference on available-for-sale securities	5,998	511
Deferred gains or losses on hedges	△25	△2
Remeasurements of defined benefit plans, net of tax	△193	△435
Total other comprehensive income	5,779	73
Comprehensive income	29,859	28,452
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	29,754	28,212
Comprehensive income attributable to non-controlling interests	104	240



**(3) Note for the assumption of going concern**

Not applicable.

**(4) Note for Material Changes in Shareholders' Equity****① Repurchase of Own shares**

Our company resolved at a meeting of the board of directors held on November 10, 2015 to repurchase its own shares pursuant to the provision of Article 156, paragraph 1 of the Companies Act of Japan and executed it on November 11, 2015. As a result, treasury shares increased by ¥14.356 billion.

**② Cancellation of Own shares**

Our company resolved at a meeting of the board of directors held on December 18, 2015 to cancel its own shares pursuant to the provision of Article 178 of the Companies Act of Japan and executed the cancellation of 26,000,000 shares of common stock on December 29, 2015. As a result, capital surplus decreased by ¥21.099 billion, retained earnings decreased by ¥8.481 billion, and treasury shares decreased by ¥29.581 billion in the third quarter of fiscal year 2015, ending March 31, 2016.

**4. Other note****(Final judgement)**

Our Company has filed a lawsuit against IBM Japan to the Tokyo District Court on March 6, 2008, based upon the reasons that the project of the new main system development we outsourced to IBM Japan had fallen through due to the fault of IBM Japan.

Tokyo District Court rendered the judgement on March 29, 2012, in which it ruled IBM Japan to pay ¥7.413 billion and delinquent charges that was equivalent to the actual damage we suffered. IBM Japan appealed to the Tokyo High Court on March 30, 2012. The Tokyo High Court rendered the judgement on September 26, 2013, in which it ruled IBM Japan to pay ¥4.172 billion and delinquent charges and dismissed the whole counterclaim by IBM Japan, the amount of which was equivalent to ¥12.551 billion.

While the Company and IBM Japan had filed appeals and petitions for writs of certiorari to the Supreme Court, it dismissed all of the appeals and petitions on July 8, 2015. Accordingly, the above judgement of the Tokyo High Court became final and the litigation ended.

The balance between the amount of the total payment by IBM Japan based upon the aforementioned finalized judgement and the amount of the recorded temporary payment and so forth related to the lawsuit is recorded in other expenses (¥24 million) as losses related to the lawsuit in the consolidated accounting period. And the amount on reversal caused by the realization of the unrealized profits, which have been eliminated in the intercompany transactions related to the lawsuit is recorded in other income (¥406 million) in the consolidated accounting period.

# SUPPLEMENTARY INFORMATION

(For the Third Quarter of Fiscal Year 2015, ending March 31, 2016)

## (1) Summary of income **【Non-consolidated】**

(Unit: Millions of Yen)

	For the nine months ended Dec. 31, 2015 (A)	For the nine months ended Dec. 31, 2014 (B)	(A)-(B)	Fiscal Year 2014
Gross operating profit	79,304	73,671	5,633	99,452
Net interest income	80,543	74,760	5,783	100,368
Net fees and commissions income	△2,078	△1,355	△723	△2,003
Profit from other business transactions (Gains (losses) related to bonds)	838 ( 781)	266 181	572 600)	1,087 ( 991)
Core gross operating profit (note2)	78,522	73,490	5,032	98,460
Expenses	34,712	34,919	△207	45,600
Personnel expenses	13,787	13,619	168	18,114
Non-personnel expenses	18,194	18,819	△625	24,300
Core net operating profit (note3)	43,810	38,570	5,240	52,860
Provision for general allowance for loan losses (note4)	—	—	—	—
Net operating profit	44,591	38,751	5,840	53,852
Non-recurrent income and losses	△3,147	△1,458	△1,689	△2,000
Gains (losses) related to stocks	182	169	13	△221
Ordinary profit	41,443	37,292	4,151	51,850
Extra ordinary income (losses)	△349	△675	326	△1,050
Income before income taxes	41,093	36,617	4,476	50,799
Income taxes (note5)	13,519	13,218	301	18,664
Net income	27,573	23,398	4,175	32,135

(Unit: Millions of Yen)

Net credit costs (note6)	3,641	1,647	1,994	1,726
Provision for general allowance for loan losses (note4)	—	—	—	—
Disposal of non-performing loans	3,752	3,070	682	4,211
Reversal of allowance for loan losses (note4)	110	1,422	△1,312	2,485
Recoveries of written-off claims	454	452	2	747
Actual credit costs (note7)	3,187	1,194	1,993	979

(note1) Amounts have been rounded down to the unit indicated.

(note2) Core gross operating profit = Gross operating profit - Gains (losses) related to bonds

(note3) Core net operating profit = Net operating profit + Provision for general allowance for loan losses - Gains (losses) related to bonds

(note4) For the third quarter of fiscal year 2015 (ending Mar. 31, 2016), for the fiscal year 2014 (ended Mar. 31, 2015) and for the third quarter of fiscal year 2014 (ended Mar. 31, 2015), the net amount of Reversal of general allowance for loan losses and Provision for specific allowance for loan losses is recorded in Reversal of allowance for loan losses, given that the former exceeded the latter during the period.

(note5) Income taxes for the fiscal year 2014 (ended Mar. 31, 2015) are the total amount of income taxes.

(note6) Net credit costs = Provision for general allowance for loan losses + Disposal of non-performing loans - Reversal of allowance for loan losses

(note7) Actual credit costs = Net credit costs - Recoveries of written-off claims

**(2) Disclosure by classification based on the Financial Reconstruction Law 【Non-consolidated】**

(Unit: Millions of Yen)

	As of Dec. 31, 2015	As of Dec. 31, 2014	As of Mar. 31, 2015
Claims against bankrupt and substantially bankrupt obligors	7,517	7,847	7,540
Claims with collection risk	16,328	18,852	18,817
Claims for special attention	18,230	20,115	19,391
Total (Disclosed amount based on the Financial Reconstruction Law)	42,076	46,815	45,748
The ratio of disclosed amount to total claims (Non-performing loan ratio)	1.35 %	1.56 %	1.50 %

(note1) Amounts have been rounded down to the unit indicated.

(note2) Total claims = Loans and bills discounted + foreign exchange + accrued interest + customers' liabilities for acceptances and guarantees + securities lending + cash advances + guarantees on private placement bonds (Claims for special attention include only loans and bills discounted)

(note3) The figures shown above are based on classification definitions prescribed in Article 4 of "Enforcement Regulations of Financial Reconstruction Law".

(note4) Relationship between obligor classifications

- "Claims against bankrupt and substantially bankrupt obligors" correspond to claims against "Effectively bankrupt obligors" and "Bankrupt obligors" based on self-assessment
- "Claims with collection risk" correspond to claims against "Potentially bankrupt obligors" based on self-assessment
- "Claims for special attention" correspond to claims categorized "Loans past due 3 months or more" and "Restructured loans" by claims classification of those against "Obligors requiring caution" based on self-assessment.

**(3) Capital adequacy ratio (domestic standard)****【Non-consolidated】**

(Unit: Millions of Yen)

	As of Dec. 31, 2015	As of Dec. 31, 2014	As of Mar. 31, 2015
Capital adequacy ratio	12.16%	11.90%	11.59%
Owned capital (core capital)	277,889	265,901	267,294
Core capital: instruments and reserves	282,082	265,967	271,341
Core capital: regulatory adjustments (Δ)	4,192	66	4,046
Total risk-weighted assets	2,284,432	2,233,742	2,305,278
Total required capital	91,377	89,349	92,211

**【Consolidated】**

(Unit: Millions of Yen)

	As of Dec. 31, 2015	As of Dec. 31, 2014	As of Mar. 31, 2015
Capital adequacy ratio	12.29%	12.00%	11.69%
Owned capital (core capital)	284,563	271,332	272,831
Core capital: instruments and reserves	291,535	273,632	279,778
Core capital: regulatory adjustments (Δ)	6,972	2,300	6,947
Total risk-weighted assets	2,314,941	2,260,819	2,332,561
Total required capital	92,597	90,432	93,302

(note1) Amounts have been rounded down to the unit indicated.

(note2) Total required capital = Total risk-weighted assets \* 4%

## (4) Composition of owned capital (domestic standard)

(Unit: Millions of Yen)

	As of Dec. 31, 2015			
	Non-consolidated		Consolidated	
		Amounts excluded under transitional arrangements		Amounts excluded under transitional arrangements
Core Capital: instruments and reserves (1)				
Directly issued qualifying common stock or preferred stock mandatorily convertible into common stock capital plus related capital surplus and retained earnings	269,683		273,889	
Capital and capital surplus	48,629		30,043	
Retained earnings	221,855		244,647	
Treasury stock (△)	801		801	
Accumulated other comprehensive income included in Core Capital	—		635	
Defined-benefit pension fund net assets (prepaid pension costs)	—		635	
Subscription rights to acquire common stock or preferred stock mandatorily convertible into common stock	75		75	
Adjusted non-controlling interests, etc. (amount allowed to be included in Core Capital)	—		—	
Reserves included in Core Capital: instruments and reserves	12,323		14,955	
General reserve for possible loan losses	12,323		14,955	
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	—		1,979	
Core Capital: instruments and reserves ①	282,082		291,535	
Core Capital: regulatory adjustments (2)				
Total intangible fixed assets (net of related tax liability, excluding those relating to mortgage servicing rights)	3,789	15,159	5,957	15,413
Goodwill (including those equivalent)	—	—	2,103	—
Other intangible fixed assets other than goodwill and mortgage servicing rights	3,789	15,159	3,853	15,413
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	—	—	—	—
Shortfall of eligible provisions to expected losses	—	—	—	—
Capital increase due to securitization transactions	25	—	25	—
Gains and losses due to changes in own credit risk on fair valued liabilities	—	—	—	—
Prepaid pension cost	374	1,499	—	—
Defined-benefit pension fund net assets (prepaid pension costs)	—	—	986	3,947
Investments in own shares (excluding those reported in the Net Assets)	1	—	1	—
Reciprocal cross-holdings in capital instruments issued by Other Financial Institutions for raising capital that are held by the Bank	—	—	—	—
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 ('Non-significant Investment') (amount above the 10% threshold)	—	—	—	—
Amount exceeding the 10% threshold on specified items	—	—	—	—
Amount exceeding the 15% threshold on specified items	—	—	—	—
Core Capital: regulatory adjustments ②	4,192		6,972	
Total capital				
Total capital (① - ②) ③	277,889		284,563	
Risk weighted assets (3)				
Credit risk weighted assets	2,098,130		2,100,471	
Total of items included in risk weighted assets subject to transitional arrangements	24,462		28,688	
Intangible fixed assets other than goodwill and mortgage servicing rights (net of related tax liability)	22,260		22,634	
Deferred tax assets (net of related tax liability)	—		258	
Prepaid pension cost	2,201		—	
Defined-benefit pension fund net assets (prepaid pension costs)	—		5,796	
Amount equivalent to market risk * 12.5	—		—	
Amount equivalent to operational risk * 12.5	186,302		214,469	
Credit risk weighted assets adjustments	—		—	
Amount equivalent to operational risk adjustments	—		—	
Total amount of risk weighted assets ④	2,284,432		2,314,941	
Capital adequacy ratio				
Capital adequacy ratio (③ / ④)	12.16%		—	
Capital adequacy ratio (consolidated)				
Capital adequacy ratio (consolidated) (③ / ④)	—		12.29%	

**(5) Unrealized gains and losses on securities [Non-consolidated]**

(Unit: Millions of Yen)

	As of Dec. 31, 2015				As of Dec. 31, 2014				As of Mar. 31, 2015			
	Market Value	Unrealized gains (losses)		Market Value	Unrealized gains (losses)		Market Value	Unrealized gains (losses)				
		Gains	Losses		Gains	Losses		Gains	Losses			
Other securities	80,509	31,255	31,527	271	70,791	25,060	25,779	718	73,052	30,820	31,271	451
Stocks	54,797	29,221	29,255	34	47,959	21,659	22,337	677	52,687	26,794	27,209	414
Bonds	3,788	47	48	0	2,513	48	49	0	1,933	40	40	0
Others	21,924	1,987	2,223	235	20,318	3,352	3,393	40	18,431	3,985	4,021	36

(note1) Amounts have been rounded down to the unit indicated.

(note2) There are no stocks of subsidiaries and affiliates with market values.

(note3) Unrealized gains and losses are the balance between market value at the end of the period and acquisition cost.

(note4) Unrealized gains and losses of held-to-maturity bonds are as follows.

(Unit: Millions of Yen)

	As of Dec. 31, 2015				As of Dec. 31, 2014				As of Mar. 31, 2015			
	Book Value	Unrealized gains (losses)		Book Value	Unrealized gains (losses)		Book Value	Unrealized gains (losses)				
		Gains	Losses		Gains	Losses		Gains	Losses			
Held-to-maturity bonds	145,080	△43	9	53	145,162	△53	17	71	145,141	△162	0	162

**(6) Balance of individual deposit assets [Non-consolidated]**

(Unit: Millions of Yen)

	As of Dec. 31, 2015 (A)	(A) - (B)	(A - B) / (B)	As of Dec. 31, 2014 (B)	As of Mar. 31, 2015
Individual deposit assets	3,259,918	136,054	4.3 %	3,123,864	3,131,343
Yen deposits	3,038,891	171,059	5.9 %	2,867,832	2,882,275
Investment products	221,026	△35,006	△13.6 %	256,032	249,068
Foreign currency deposits	6,352	△1,242	△16.3 %	7,594	7,146
Public bonds	15,606	△10,284	△39.7 %	25,890	22,325
Investment trusts	124,200	△8,334	△6.2 %	132,534	134,307
Individual annuity insurance	59,784	△16,217	△21.3 %	76,001	71,000
Single premium whole life insurance	15,082	1,070	7.6 %	14,012	14,288
The ratio of investment products	6.7 %		△1.4 %	8.1 %	7.9 %

(note) Amounts have been rounded down to the unit indicated.

**(7) Balance of deposits and loans [Non-consolidated]**

(Unit: Millions of Yen)

	As of Dec. 31, 2015 (A)	(A) – (B)	(A – B) / (B)	As of Dec. 31, 2014 (B)	As of Mar. 31, 2015
Deposits (Term-end balance)	4,058,746	192,198	4.9 %	3,866,548	3,959,197
Individual deposits	3,045,244	169,818	5.9 %	2,875,426	2,889,421
Loans and bills discounted (Term-end balance)	3,082,228	119,287	4.0 %	2,962,941	3,011,310
Consumer loans	2,722,231	139,399	5.3 %	2,582,832	2,610,205
Housing loans	1,972,316	7,566	0.3 %	1,964,750	1,956,248
	For the nine months ended Dec. 31, 2015 (A)	(A) – (B)	(A – B) / (B)	For the nine months ended Dec. 31, 2014 (B)	Fiscal Year 2014
Deposits (Average balance)	3,994,532	199,209	5.2 %	3,795,323	3,813,149
Loans and bills discounted (Average balance)	2,984,856	117,312	4.0 %	2,867,544	2,883,802

(Unit: Billions of Yen)

	For the nine months ended Dec. 31, 2015	Fiscal Year 2014
New consumer loans	333.6	393.2

(Reference) Bank agent service for Japan Post Bank

(Unit: Billions of Yen)

	For the nine months ended Dec. 31, 2015	Fiscal Year 2014
New housing loans	24.7	34.8

(note) Amounts have been rounded down to the unit indicated.

**(8) Interest margins [Non-consolidated]**

(All business)

(Unit: %)

	For the nine months ended Dec. 31, 2015 (A)	(A) – (B)	For the nine months ended Dec. 31, 2014 (B)	Fiscal Year 2014
Yield on loans and bills discounted	3.54	0.07	3.47	3.49
Yield on deposits	0.11	0.01	0.10	0.10
Loan-deposit margin (after deduction from expense ratio)	2.28	0.14	2.14	2.19
Net interest margin	1.42	0.11	1.31	1.35

(Domestic business)

(Unit: %)

	For the nine months ended Dec. 31, 2015 (A)	(A) – (B)	For the nine months ended Dec. 31, 2014 (B)	Fiscal Year 2014
Yield on loans and bills discounted	3.55	0.07	3.48	3.51
Yield on deposits	0.10	0.00	0.10	0.10
Loan-deposit margin (after deduction from expense ratio)	2.28	0.13	2.15	2.20
Net interest margin	1.46	0.12	1.34	1.39