



March 25, 2020

To whom it may concern:

Name of Company: Suruga Bank, Ltd.
Name of Representative: Director and President: Michio Arikuni
(Code No. 8358 First Section of Tokyo Stock Exchange)
Contact Person: Senior Executive Officer
General Manager of General Management Planning
Headquarters: Tatsuya Akita
(TEL 03-3279-5536)

Announcement on Recording Extraordinary Loss (Impairment Loss)

Suruga Bank, Ltd. conducted rigorous evaluation of its assets in order to build a strong financial base for the development of a sustainable business model as aimed in the mid-term business plan “Re: Start2025.” The Company hereby announces that the following extraordinary losses are expected to be recorded in the consolidated and non-consolidated financial statements for the fiscal year ending in March 31, 2020.

Note

1. Recording extraordinary loss (impairment loss) in light of structural reform initiatives

Through structural reforms based on the mid-term business plan, the Company is optimizing the allocation of management resources and is working to establish a business foundation to promote new management strategies.

Under this structural reform initiative, the Company has re-evaluated its current assets with a view to future management strategies, and expects to record an impairment loss of approximately 9.4 billion yen on owned art objects and real estate, etc., on the basis of the “Accounting Standard for Impairment of Fixed Assets.”

Recognizing that the business environment will continue to be severe for the time being, the Company will promote structural reform ahead of schedule and strengthen its earnings base.

2. Future outlook

The earnings forecast for the fiscal year ending March 31, 2020 has been revised as stated in the “Announcement Regarding the Revision to the Earnings Forecast” announced today.

Going forward, by steadily executing the mid-term business plan, the Company will strive to build a new sustainable business model, to strengthen its financial standing, and to enhance its corporate value.