

Translation

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Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2020 (Based on Japanese GAAP)

February 4, 2021

Company name: The Keiyo Bank, Ltd.
 Stock exchange listing: Tokyo
 Stock code: 8544 URL <https://www.keijobank.co.jp/>
 Representative: President Toshiyuki Kumagai
 Inquiries: General Manager of Accounting Yukihiko Nezu TEL 043-306-2121
 Corporate Planning Division
 Scheduled date to file Quarterly Securities Report: February 10, 2021
 Scheduled date to commence dividend payments: –
 Trading accounts: No
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the nine months ended December 31, 2020 (from April 1, 2020 to December 31, 2020)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Ordinary income		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended December 31, 2020	47,964	(9.1)	11,059	25.7	7,477	23.9
Nine months ended December 31, 2019	52,775	4.1	8,793	(33.0)	6,030	(32.1)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended December 31, 2020	57.24		57.06	
Nine months ended December 31, 2019	46.03		45.90	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2020	5,552,509	292,014	5.1
As of March 31, 2020	4,994,723	282,306	5.5

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2020	–	11.00	–	9.00	20.00
Year ending March 31, 2021	–	9.00	–	–	–
Year ending March 31, 2021 (Forecast)	–	–	–	9.00	18.00

3. Forecast of consolidated financial results for the year ending March 31, 2021 (from April 1, 2020 to March 31, 2021)

Percentages indicate year-on-year changes

	Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Yen
Full year	9,800	19.7	6,500	16.8	49.75

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended December 31, 2020
(changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: Yes
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: No
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

As of December 31, 2020	138,927,858 shares	As of March 31, 2020	138,927,858 shares
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Number of treasury shares at the end of the period

As of December 31, 2020	8,264,391 shares	As of March 31, 2020	8,394,348 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2020	130,621,140 shares	Nine months ended December 31, 2019	130,987,882 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2020	As of December 31, 2020
Assets		
Cash and due from banks	250,132	585,726
Call loans and bills bought	3,980	2,413
Trading account securities	3,931	3,856
Money held in trust	–	3,028
Securities	933,367	1,021,295
Loans and bills discounted	3,694,413	3,823,475
Foreign exchanges	3,498	8,477
Other assets	39,748	42,974
Tangible fixed assets	61,313	59,673
Intangible fixed assets	6,222	6,929
Deferred tax assets	6,809	5,286
Customers' liabilities for acceptances and guarantees	3,940	3,737
Allowance for loan losses	(12,635)	(14,367)
Total assets	4,994,723	5,552,509
Liabilities		
Deposits	4,665,243	5,007,057
Negotiable certificates of deposit	17,000	40,000
Borrowed money	–	188,900
Foreign exchanges	135	297
Other liabilities	15,242	10,862
Provision for bonuses	1,307	459
Provision for bonuses for directors (and other officers)	61	34
Retirement benefit liability	2,507	2,341
Provision for retirement benefits for directors (and other officers)	2	4
Provision for loss on interest repayment	5	3
Provision for reimbursement of deposits	799	633
Provision for contingent loss	1,165	1,041
Deferred tax liabilities	363	482
Deferred tax liabilities for land revaluation	4,639	4,639
Acceptances and guarantees	3,940	3,737
Total liabilities	4,712,416	5,260,495
Net assets		
Share capital	49,759	49,759
Capital surplus	39,704	39,704
Retained earnings	171,957	177,059
Treasury shares	(8,432)	(8,301)
Total shareholders' equity	252,989	258,222
Valuation difference on available-for-sale securities	20,065	23,904
Revaluation reserve for land	7,198	7,198
Remeasurements of defined benefit plans	(2,744)	(2,411)
Total accumulated other comprehensive income	24,519	28,691
Share acquisition rights	346	295
Non-controlling interests	4,451	4,804
Total net assets	282,306	292,014
Total liabilities and net assets	4,994,723	5,552,509

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2019	Nine months ended December 31, 2020
Ordinary income	52,775	47,964
Interest income	36,005	36,354
Interest on loans and discounts	27,553	27,138
Interest and dividends on securities	8,029	8,816
Fees and commissions	8,159	8,303
Other ordinary income	1,316	871
Other income	7,293	2,434
Ordinary expenses	43,981	36,904
Interest expenses	596	585
Interest on deposits	352	259
Fees and commissions payments	3,204	3,402
Other ordinary expenses	25	526
General and administrative expenses	28,051	27,680
Other expenses	12,103	4,709
Ordinary profit	8,793	11,059
Extraordinary income	158	–
Gain on disposal of non-current assets	158	–
Extraordinary losses	125	115
Loss on disposal of non-current assets	103	98
Impairment loss	22	16
Profit before income taxes	8,825	10,944
Income taxes	2,677	3,321
Profit	6,148	7,623
Profit attributable to non-controlling interests	117	145
Profit attributable to owners of parent	6,030	7,477

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2019	Nine months ended December 31, 2020
Profit	6,148	7,623
Other comprehensive income	(4,122)	4,384
Valuation difference on available-for-sale securities	(4,322)	4,052
Remeasurements of defined benefit plans, net of tax	199	331
Comprehensive income	2,025	12,007
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,768	11,649
Comprehensive income attributable to non-controlling interests	257	357