

Translation

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Summary of Consolidated Financial Results for the Six Months Ended September 30, 2022 (Based on Japanese GAAP)

November 9, 2022

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: November 18, 2022
 Scheduled date to commence dividend payments: December 5, 2022
 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 six months ended September 30, 2022 (from April 1, 2022 to September 30, 2022)

(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	%
Six months ended September 30, 2022	34,961	6.4	9,528	3.8	6,589	2.4
Six months ended September 30, 2021	32,849	2.7	9,172	46.1	6,432	52.1

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Six months ended September 30, 2022	51.84		-	
Six months ended September 30, 2021	49.63		49.44	

(2) Consolidated financial position

	Total assets		Net assets		Equity ratio	
	Millions of yen		Millions of yen		%	
As of September 30, 2022	6,310,141		288,126		4.4	
As of March 31, 2022	6,903,217		295,983		4.2	

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, 2022	-	10.00	-	10.50	20.50
Year ending March 31, 2023	-	11.00	-	-	-
Year ending March 31, 2023 (Forecast)	-	-	-	11.00	22.00

3. Forecast of consolidated financial results for the year ending March 31, 2023 (from April 1, 2022 to March 31, 2023)

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	15,700	(3.1)	10,700	(4.3)	84.16	

4. Notes

- (1) Changes in significant subsidiaries during the six months ended September 30, 2022
(changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) 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: Yes
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(3) Number of issued shares (common shares)

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

As of September 30, 2022	135,927,858 shares	As of March 31, 2022	135,927,858 shares
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Number of treasury shares at the end of the period

As of September 30, 2022	8,773,927 shares	As of March 31, 2022	8,856,244 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2022	127,106,909 shares	Six months ended September 30, 2021	129,590,633 shares
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Consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2022	As of September 30, 2022
Assets		
Cash and due from banks	1,722,133	1,138,504
Call loans and bills bought	1,529	1,644
Trading securities	3,406	3,270
Money held in trust	3,007	3,027
Securities	1,154,419	1,081,895
Loans and bills discounted	3,898,801	3,963,863
Foreign exchanges	11,963	4,785
Other assets	42,951	41,058
Tangible fixed assets	58,122	57,145
Intangible fixed assets	11,453	12,698
Retirement benefit asset	2,147	2,505
Deferred tax assets	6,664	11,297
Customers' liabilities for acceptances and guarantees	2,997	2,947
Allowance for loan losses	(16,382)	(14,503)
Total assets	6,903,217	6,310,141
Liabilities		
Deposits	5,141,976	5,253,163
Negotiable certificates of deposit	58,602	58,602
Call money and bills sold	–	25,000
Cash collateral received for securities lent	462,219	516,803
Borrowed money	921,100	146,000
Foreign exchanges	143	157
Other liabilities	11,565	10,755
Provision for bonuses	1,330	1,333
Provision for bonuses for directors (and other officers)	70	33
Retirement benefit liability	240	407
Provision for retirement benefits for directors (and other officers)	6	6
Provision for share awards	284	290
Provision for loss on interest repayment	1	–
Provision for reimbursement of deposits	461	388
Provision for contingent loss	1,087	1,013
Deferred tax liabilities	575	542
Deferred tax liabilities for land revaluation	4,570	4,570
Acceptances and guarantees	2,997	2,947
Total liabilities	6,607,233	6,022,015
Net assets		
Share capital	49,759	49,759
Capital surplus	39,704	39,704
Retained earnings	183,058	188,302
Treasury shares	(7,315)	(7,278)
Total shareholders' equity	265,208	270,488
Valuation difference on available-for-sale securities	18,576	5,400
Revaluation reserve for land	7,040	7,040
Remeasurements of defined benefit plans	(49)	(45)
Total accumulated other comprehensive income	25,567	12,395
Non-controlling interests	5,208	5,241
Total net assets	295,983	288,126
Total liabilities and net assets	6,903,217	6,310,141

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Six months ended September 30, 2021	Six months ended September 30, 2022
Ordinary income	32,849	34,961
Interest income	24,291	23,969
Interest on loans and discounts	17,866	17,534
Interest and dividends on securities	6,059	5,290
Fees and commissions	6,808	6,239
Other ordinary income	417	381
Other income	1,331	4,370
Ordinary expenses	23,676	25,432
Interest expenses	330	309
Interest on deposits	112	103
Fees and commissions payments	2,974	2,990
Other ordinary expenses	380	3,845
General and administrative expenses	17,787	17,330
Other expenses	2,203	956
Ordinary profit	9,172	9,528
Extraordinary income	18	–
Gain on disposal of non-current assets	18	–
Extraordinary losses	72	43
Loss on disposal of non-current assets	72	18
Impairment losses	–	25
Profit before income taxes	9,118	9,484
Income taxes - current	2,802	1,654
Income taxes - deferred	(135)	1,141
Total income taxes	2,666	2,795
Profit	6,452	6,688
Profit attributable to non-controlling interests	19	98
Profit attributable to owners of parent	6,432	6,589

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Six months ended September 30, 2021	Six months ended September 30, 2022
Profit	6,452	6,688
Other comprehensive income	3,314	(13,232)
Valuation difference on available-for-sale securities	3,353	(13,234)
Remeasurements of defined benefit plans, net of tax	(38)	2
Comprehensive income	9,766	(6,543)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	9,683	(6,581)
Comprehensive income attributable to non-controlling interests	83	38

Consolidated statements of changes in equity

Six months ended September 30, 2021

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	49,759	39,704	177,123	(8,301)	258,286
Changes during period					
Dividends of surplus			(1,306)		(1,306)
Profit attributable to owners of parent			6,432		6,432
Purchase of treasury shares				(997)	(997)
Disposal of treasury shares			(5)	18	13
Net changes in items other than shareholders' equity					
Total changes during period	–	–	5,120	(979)	4,141
Balance at end of period	49,759	39,704	182,244	(9,280)	262,427

	Accumulated other comprehensive income				Share acquisition rights	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income			
Balance at beginning of period	27,015	7,040	451	34,507	312	4,944	298,051
Changes during period							
Dividends of surplus							(1,306)
Profit attributable to owners of parent							6,432
Purchase of treasury shares							(997)
Disposal of treasury shares							13
Net changes in items other than shareholders' equity	3,287	–	(36)	3,251	4	78	3,334
Total changes during period	3,287	–	(36)	3,251	4	78	7,476
Balance at end of period	30,303	7,040	414	37,758	317	5,023	305,527

Six months ended September 30, 2022

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	49,759	39,704	183,058	(7,315)	265,208
Changes during period					
Dividends of surplus			(1,346)		(1,346)
Profit attributable to owners of parent			6,589		6,589
Purchase of treasury shares				(0)	(0)
Disposal of treasury shares				37	37
Net changes in items other than shareholders' equity					
Total changes during period	–	–	5,243	36	5,280
Balance at end of period	49,759	39,704	188,302	(7,278)	270,488

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	18,576	7,040	(49)	25,567	5,208	295,983
Changes during period						
Dividends of surplus						(1,346)
Profit attributable to owners of parent						6,589
Purchase of treasury shares						(0)
Disposal of treasury shares						37
Net changes in items other than shareholders' equity	(13,175)	–	4	(13,171)	33	(13,138)
Total changes during period	(13,175)	–	4	(13,171)	33	(7,857)
Balance at end of period	5,400	7,040	(45)	12,395	5,241	288,126