

Translation

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Summary of Consolidated Financial Results for the Six Months Ended September 30, 2023 (Based on Japanese GAAP)

November 7, 2023

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 17, 2023
 Scheduled date to commence dividend payments: December 4, 2023
 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, 2023 (from April 1, 2023 to September 30, 2023)

(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, 2023	36,661	4.8	8,713	(8.5)	6,017	(8.6)
Six months ended September 30, 2022	34,961	6.4	9,528	3.8	6,589	2.4

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2023	47.92	—
Six months ended September 30, 2022	51.84	—

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2023	6,612,753	301,081	4.4
As of March 31, 2023	6,575,882	296,079	4.4

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2023	—	11.00	—	11.00	22.00
Year ending March 31, 2024	—	11.50	—	—	—
Year ending March 31, 2024 (Forecast)	—	—	—	11.50	23.00

3. Forecast of consolidated financial results for the year ending March 31, 2024 (from April 1, 2023 to March 31, 2024)

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	15,400	1.4	10,600	2.0	84.90

4. Notes

- (1) Changes in significant subsidiaries during the six months ended September 30, 2023
(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: No
- 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, 2023	133,927,858 shares	As of March 31, 2023	133,927,858 shares
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Number of treasury shares at the end of the period

As of September 30, 2023	8,363,452 shares	As of March 31, 2023	8,362,351 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, 2023	125,565,109 shares	Six months ended September 30, 2022	127,106,909 shares
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Consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2023	As of September 30, 2023
Assets		
Cash and due from banks	1,234,268	1,197,092
Call loans and bills bought	3,614	1,773
Trading securities	3,129	2,983
Money held in trust	3,024	3,024
Securities	1,118,530	1,107,212
Loans and bills discounted	4,087,888	4,177,405
Foreign exchanges	9,524	4,821
Other assets	40,396	43,309
Tangible fixed assets	56,992	56,159
Intangible fixed assets	16,764	16,901
Retirement benefit asset	5,150	5,520
Deferred tax assets	8,099	7,568
Customers' liabilities for acceptances and guarantees	3,044	3,067
Allowance for loan losses	(14,546)	(14,086)
Total assets	6,575,882	6,612,753
Liabilities		
Deposits	5,298,647	5,401,998
Negotiable certificates of deposit	51,000	51,000
Call money and bills sold	260,000	110,000
Cash collateral received for securities lent	412,895	455,119
Borrowed money	235,900	268,200
Foreign exchanges	113	571
Other liabilities	8,924	12,403
Provision for bonuses	1,351	1,321
Provision for bonuses for directors (and other officers)	70	31
Retirement benefit liability	935	1,108
Provision for retirement benefits for directors (and other officers)	5	4
Provision for share awards	326	373
Provision for reimbursement of deposits	291	182
Provision for contingent loss	1,074	976
Deferred tax liabilities	651	742
Deferred tax liabilities for land revaluation	4,570	4,570
Acceptances and guarantees	3,044	3,067
Total liabilities	6,279,802	6,311,671
Net assets		
Share capital	49,759	49,759
Capital surplus	39,704	39,704
Retained earnings	188,967	193,591
Treasury shares	(6,553)	(6,553)
Total shareholders' equity	271,878	276,502
Valuation difference on available-for-sale securities	10,327	10,486
Revaluation reserve for land	7,040	7,040
Remeasurements of defined benefit plans	1,294	1,275
Total accumulated other comprehensive income	18,662	18,802
Non-controlling interests	5,538	5,777
Total net assets	296,079	301,081
Total liabilities and net assets	6,575,882	6,612,753

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, 2022	Six months ended September 30, 2023
Ordinary income	34,961	36,661
Interest income	23,969	24,176
Interest on loans and discounts	17,534	17,820
Interest and dividends on securities	5,290	5,668
Fees and commissions	6,239	6,752
Other ordinary income	381	2,574
Other income	4,370	3,156
Ordinary expenses	25,432	27,947
Interest expenses	309	288
Interest on deposits	103	106
Fees and commissions payments	2,990	3,090
Other ordinary expenses	3,845	5,854
General and administrative expenses	17,330	17,390
Other expenses	956	1,322
Ordinary profit	9,528	8,713
Extraordinary income	–	1
Gain on disposal of non-current assets	–	1
Extraordinary losses	43	16
Loss on disposal of non-current assets	18	16
Impairment losses	25	–
Profit before income taxes	9,484	8,698
Income taxes - current	1,654	2,146
Income taxes - deferred	1,141	467
Total income taxes	2,795	2,613
Profit	6,688	6,084
Profit attributable to non-controlling interests	98	67
Profit attributable to owners of parent	6,589	6,017

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Profit	6,688	6,084
Other comprehensive income	(13,232)	315
Valuation difference on available-for-sale securities	(13,234)	337
Remeasurements of defined benefit plans, net of tax	2	(21)
Comprehensive income	(6,543)	6,400
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(6,581)	6,156
Comprehensive income attributable to non-controlling interests	38	243

Consolidated statements of changes in equity

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

Six months ended September 30, 2023

(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	188,967	(6,553)	271,878
Changes during period					
Dividends of surplus			(1,392)		(1,392)
Profit attributable to owners of parent			6,017		6,017
Purchase of treasury shares				(0)	(0)
Disposal of treasury shares			(0)	0	0
Net changes in items other than shareholders' equity					
Total changes during period	–	–	4,624	(0)	4,623
Balance at end of period	49,759	39,704	193,591	(6,553)	276,502

	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	10,327	7,040	1,294	18,662	5,538	296,079
Changes during period						
Dividends of surplus						(1,392)
Profit attributable to owners of parent						6,017
Purchase of treasury shares						(0)
Disposal of treasury shares						0
Net changes in items other than shareholders' equity	159	–	(19)	139	238	378
Total changes during period	159	–	(19)	139	238	5,002
Balance at end of period	10,486	7,040	1,275	18,802	5,777	301,081