

The Gunma Bank Group

Multifaceted Response to Customer Needs using the Group's Collective Strengths

The Gunma Bank Group consists of the Bank, seven consolidated subsidiaries, two non-consolidated equity-method subsidiaries, and one equity-method affiliate. In addition to our core banking services, we provide a wide range of financial products and services.



Names	*1	Key operations	Location	Establishment	Capital (Millions of yen)	Ratio of ownership of voting rights by the Group (%)		
						Gunma Bank	Subsidiaries, etc.	
Gunma Chuo Kogyo Co., Ltd.	CS	Transportation of goods, maintenance of automated teller machines (ATM), etc.	226 Motosojamachi, Maebashi, Gunma	Feb. 24, 1971	10	100.00	100.00	—
Gungin Securities Co., Ltd.	CS	Securities dealing	2-2-11 Honmachi, Maebashi, Gunma	Feb. 12, 2016	3000	100.00	100.00	—
Gungin Consulting Co., Ltd.	CS	Customer consulting services, venture capitaling	194 Motosojamachi, Maebashi, Gunma	Apr. 18, 2018	100	100.00	100.00	—
Gunma Regional Advanced Solution Partners Co., Ltd.	CS	Fund structuring and operation	194 Motosojamachi, Maebashi, Gunma	Dec. 25, 2020	100	100.00	100.00	—
Gunma Finance (Hong Kong) Ltd.*2	CS	Financing and securities dealing	—	Feb. 19, 1991	30 (Million USD)	100.00	100.00	—
Gungin Lease Co., Ltd.	CS	Leasing	171-1 Motosojamachi, Maebashi, Gunma	Oct. 1, 1973	180	100.00	50.00	50.00
Gunma Shinyo Hosyo Co., Ltd.	CS	Assurance engagements	194 Motosojamachi, Maebashi, Gunma	Sep. 28, 1983	30	100.00	45.46	54.54
The Gungin Card Co., Ltd.	ES	Credit cards	194 Motosojamachi, Maebashi, Gunma	Mar. 12, 1982	30	66.67	42.14	24.53
Gungin System Service Co., Ltd.	ES	System development and sales	171-1 Motosojamachi, Maebashi, Gunma	Jul. 26, 1986	30	75.00	20.00	55.00
Sky Ocean Asset Management Co., Ltd.	EA	Asset management	3-1-1 Minatomirai, Nishi-ku, Yokohama, Kanagawa	Nov. 25, 2014	300	15.00	15.00	—

*1 CS (Consolidated subsidiary), ES (Equity-method subsidiary), EA (Equity-method affiliate)

*2 Closed on December 31, 2020; currently undergoing liquidation proceedings.

Initiatives for Alliances

Provision of High Value-added Financial Services using Alliances

The Gunma Bank Group participates in the TSUBASA Alliance and Fincross Partnership in an effort to streamline and standardize operations and share information.

TSUBASA Alliance

The Bank began participating in the TSUBASA Alliance, a regional collaborative effort among 10 regional banks on December 11, 2020. The TSUBASA Alliance represents a framework for broad collaboration among 10 of Japan's top regional banks which share the same awareness of challenges as the Bank. By working collaboratively on common challenges, the TSUBASA Alliance aims to achieve sustainable regional growth while increasing the top line and reducing costs of participating banks.

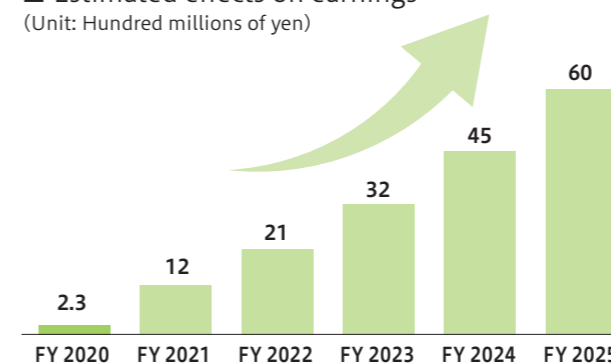
The TSUBASA Alliance, drawing a line between mergers and business integration, is promoting collaboration in a broad range of fields, including sharing of administrative systems, inheritance services, international financial services, and utilization of Group companies, while respecting the individuality of each participating bank. With the Bank's participation, the alliance now connects the regions of Niigata (The Dai-shi Hokuetsu Bank, Ltd.), Gunma, Saitama (The Musashino Bank, Ltd.) and Chiba (The Chiba Bank, Ltd.). Utilizing this coverage, the alliance is implementing a number of even more effective initiatives, including joint arrangement of syndicated loans, mutual calls, customer matching, and regional revitalization.



《Main Initiatives》

- **Joint arrangement of syndicated loans and mutual calls**
Contributing to increase cash flow and fee income.
- **Sophisticated response to anti-money laundering and anti-terrorist financing requirements**
Dispatching bank employees to the AML Center of the TSUBASA Alliance to engage in sophisticated and efficient anti-money laundering operations.
- **System development for introduction of the shared TSUBASA Fintech platform**
Launched system development for introduction (spring 2022) of an open API platform jointly developed between banks participating in the TSUBASA Alliance and T&I Innovation Center.
- **System development aimed at revamping of bank app**
Launched system development for introduction of bank app developed jointly with banks participating in the TSUBASA Alliance (release scheduled for spring 2022).

■ Estimated effects on earnings
(Unit: Hundred millions of yen)



Fincross Partnership

In May 2018, the Fincross Partnership was concluded among seven (currently eight) of Japan's regional banks with the purpose of collaborating and cooperating on digitalization. In June 2018, participating banks jointly established Fincross Digital Co., Ltd.

So far Fincross Digital Co., Ltd. has introduced a financial product recommendation system powered by AI and a digital document search system for banks.

