

November 8, 2023

Consolidated Financial Results for the Six Months Ended September 30, 2023 (Under Japanese GAAP)

Company name: The Gunma Bank, Ltd.
 Listing: Tokyo Stock Exchange
 Securities code: 8334
 URL: <https://www.gunmabank.co.jp/>
 Representative: Akihiko Fukai, President
 Inquiries: Hideyuki Saito, Managing Executive Officer and General Manager, Corporate Planning Department
 Scheduled date to file quarterly securities report: November 21, 2023
 Scheduled date to commence dividend payments: November 30, 2023
 Trading accounts: None
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results briefing: Yes (for institutional investors and analysts)

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the six months ended September 30, 2023 (from April 1, 2023 to September 30, 2023)

(1) Consolidated operating results

(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 Sep.30, 2023	106,347	16.2	19,673	8.1	14,858	7.7
Sep.30, 2022	91,507	18.0	18,200	(23.0)	13,793	(10.3)

Note: Comprehensive income For the six months ended Sep.30, 2023 : 15,555 million yen [— %]
 For the six months ended Sep.30, 2022 : (28,560) million yen [— %]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended Sep.30, 2023	37.14	—
Sep.30, 2022	33.58	—

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
As of Sep.30, 2023	10,552,363	522,394	5.0
Mar.31, 2023	10,662,300	515,810	4.8

Reference: Equity As of Sep. 30, 2023 : 522,394 million yen As of Mar. 31, 2023 : 515,810 million yen

Note: "Equity-to-asset ratio" represents "Net assets"/"Total assets" at term end.

"Equity-to-asset ratio" stated above was not calculated based on the public notice of "Equity-to-asset ratio".

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
Fiscal year ended Mar. 31, 2023	—	8.00	—	10.00	18.00
ending Mar. 31, 2024	—	10.00	—	—	—
ending Mar. 31, 2024(Forecast)	—	—	—	12.00	22.00

Note: 1. Revisions to the forecast of cash dividends most recently announced: Yes
 2. Fiscal year-end cash dividend of 10.00 yen for the fiscal year ended March 31, 2023 included a commemorative dividend of 1.00 yen for the 90th anniversary of the establishment of the Gunma Bank, Ltd.

3. Consolidated earnings forecast for fiscal year 2023 (from April 1, 2023 to March 31, 2024)

(Percentages indicate year-on-year changes.)

	Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Yen
Fiscal year 2023 ending Mar. 31, 2024	40,000	4.4	28,000	0.2	70.28

Note: Revisions to the forecast of earnings most recently announced: None

Notes

(1) Changes in significant subsidiaries during the period

(changes in specified subsidiaries resulting in the change in scope of consolidation): None

(2) Changes in accounting policies, changes in accounting estimates, and restatement

- ① Changes in accounting policies due to revisions to accounting standards and other regulations: None
 ② Changes in accounting policies due to other reasons: None
 ③ Changes in accounting estimates: None
 ④ Restatement: None

(3) Number of issued shares (common shares)

- ① Total number of issued shares at the end of the period (including treasury shares)

As of Sep. 30, 2023	425,888,177 shares
As of Mar. 31, 2023	425,888,177 shares

- ② Number of treasury shares at the end of the period

As of Sep. 30, 2023	29,088,294 shares
As of Mar. 31, 2023	19,344,421 shares

- ③ Average number of shares outstanding during the period

Six months ended Sep. 30, 2023	400,023,096 shares
Six months ended Sep. 30, 2022	410,759,822 shares

Overview of non-consolidated financial results

1. Non-consolidated financial results for the six months ended September 30, 2023 (from April 1, 2023 to September 30, 2023)

(1) Non-consolidated operating results

(Percentages indicate year-on-year changes.)

	Ordinary income		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended						
Sep.30, 2023	89,905	21.2	17,355	12.5	13,499	14.1
Sep.30, 2022	74,164	22.1	15,425	(27.4)	11,829	(14.6)

	Basic earnings per share
Six months ended	Yen
Sep.30, 2023	33.75
Sep.30, 2022	28.80

(2) Non-consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
Sep.30, 2023	10,518,885	478,675	4.6
Mar.31, 2023	10,633,101	473,386	4.5

Reference: Equity As of Sep. 30, 2023 : 478,675 million yen As of Mar. 31, 2023 : 473,386 million yen

Note: "Equity-to-asset ratio" represents "Net assets"/"Total assets" at term end.

"Equity-to-asset ratio" stated above was not calculated based on the public notice of "Equity-to-asset ratio".

2. Non-consolidated earnings forecast for fiscal year 2023 (from April 1, 2023 to March 31, 2024)

(Percentages indicate year-on-year changes.)

	Ordinary profit		Profit		Basic earnings per share
Fiscal year 2023	Millions of yen	%	Millions of yen	%	Yen
ending Mar.31, 2024	36,000	7.2	25,000	1.5	62.75

Note: Revisions to the forecast of earnings most recently announced: None

* Semi-annual financial results reports are exempt from semi-annual review conducted by certified public accountants or an audit corporation.

* Proper use of earnings forecasts, and other special matters

·The Gunma Bank, Ltd. falls under the category of "Specified Business Corporation" under Article 17-15-2 of the Cabinet Office Ordinance Concerning Disclosure of Public Companies; accordingly, it has prepared its interim consolidated financial statements and interim non-consolidated financial statements for the six months ended September 30, 2023.

·The description of future performance of this report is based on information which is presently available and certain assumptions which are considered to be reasonable, and it does not guarantee future performance. Please take note that future performance may differ from forecasts depending on various future factors.

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Supplementary information

1. Qualitative information related to the interim financial results

(1) Qualitative information related to the operating results

Operating results for the first half of the consolidated fiscal year under review were as follows.

Ordinary income amounted to 106,347 million yen, an increase of 14,839 million yen year on year, mainly due to increases in interest income, etc.

Ordinary expenses amounted to 86,673 million yen, an increase of 13,365 million yen year on year, mainly due to increases in interest expenses, etc.

As a result, ordinary profit amounted to 19,673 million yen, an increase of 1,473 million yen year on year.

Also, profit attributable to owners of parent amounted to 14,858 million yen, an increase of 1,064 million yen year on year.

(2) Qualitative information related to the financial position

The financial position as of the end of the first half of the consolidated fiscal year under review was as follows.

Total assets decreased by 109.9 billion yen to 10,552.3 billion yen during the period under review, whereas total liabilities decreased by 116.5 billion yen to 10,029.9 billion yen during the period under review.

Also, net assets increased by 6.5 billion yen to 522.3 billion yen during the period under review.

As for the main accounts, loans and bills discounted increased by 193.0 billion yen to 6,184.3 billion yen during the period under review.

Securities decreased by 290.7 billion yen to 2,326.4 billion yen during the period under review.

Deposits increased by 41.5 billion yen to 8,086.4 billion yen during the period under review.

(3) Qualitative information related to the consolidated earnings forecast, etc.

Consolidated and non-consolidated earnings forecasts for the fiscal year 2023, ending March 31, 2024 remain unchanged from the figures announced on May 10, 2023.

2. Consolidated interim financial statements and notes

(1) Consolidated interim balance sheets

(Unit: Millions of yen)

	As of Mar. 31, 2023	As of Sep. 30, 2023
Assets:		
Cash and due from banks	1,833,043	1,776,307
Call loans and bills bought	—	4,487
Monetary claims bought	—	0
Trading securities	541	216
Money held in trust	9,854	15,254
Securities	2,617,250	2,326,452
Loans and bills discounted	5,991,297	6,184,386
Foreign exchanges	10,045	10,787
Lease receivables and investments in leases	60,554	61,037
Other assets	74,120	104,793
Tangible fixed assets	65,013	64,780
Intangible fixed assets	8,053	8,103
Retirement benefit asset	16,963	17,800
Deferred tax assets	13,003	12,778
Customers' liabilities for acceptances and guarantees	8,527	8,255
Allowance for loan losses	(45,967)	(43,078)
Total assets	10,662,300	10,552,363
Liabilities:		
Deposits	8,044,837	8,086,410
Negotiable certificates of deposit	199,419	225,345
Call money and bills sold	28,708	94,983
Securities sold under repurchase agreements	86,565	96,577
Cash collateral received for securities lent	723,449	278,782
Borrowed money	926,993	1,079,543
Foreign exchanges	338	450
Bonds payable	50,000	40,000
Borrowed money from trust account	12,988	13,355
Other liabilities	55,774	97,470
Provision for bonuses for directors (and other officers)	56	25
Retirement benefit liability	358	350
Provision for retirement benefits for directors (and other officers)	167	150
Provision for reimbursement of deposits	264	227
Provision for contingent loss	926	938
Reserves under special laws	0	0
Deferred tax liabilities for land revaluation	7,112	7,100
Acceptances and guarantees	8,527	8,255
Total liabilities	10,146,489	10,029,968

(Unit: Millions of yen)

	As of Mar. 31, 2023	As of Sep. 30, 2023
Net assets:		
Share capital	48,652	48,652
Capital surplus	29,581	29,587
Retained earnings	429,438	440,208
Treasury shares	(9,233)	(14,145)
Total shareholders' equity	498,439	504,303
Valuation difference on available-for-sale securities	(2,920)	(3,862)
Deferred gains or losses on hedges	250	2,150
Revaluation reserve for land	13,022	13,045
Remeasurements of defined benefit plans	7,018	6,757
Total accumulated other comprehensive income	17,370	18,091
Total net assets	515,810	522,394
Total liabilities and net assets	10,662,300	10,552,363

(2) Consolidated interim statements of income and comprehensive income

Consolidated interim statements of income

For the six months ended

(Unit: Millions of yen)

	For the six months ended Sep.30, 2022	For the six months ended Sep.30, 2023
Ordinary income	91,507	106,347
Interest income	40,719	53,954
Interest on loans and discounts	28,017	33,558
Interest and dividends on securities	12,311	19,829
Trust fees	22	18
Fees and commissions	11,784	14,613
Other ordinary income	21,229	17,324
Other income	17,752	20,436
Ordinary expenses	73,307	86,673
Interest expenses	4,083	19,034
Interest on deposits	507	1,922
Fees and commissions payments	4,182	4,552
Other ordinary expenses	35,285	36,420
General and administrative expenses	26,305	25,595
Other expenses	3,450	1,069
Ordinary profit	18,200	19,673
Extraordinary income	1,529	1
Gain on disposal of non-current assets	1,529	1
Extraordinary losses	305	268
Loss on disposal of non-current assets	273	128
Impairment losses	32	140
Provision of reserve for financial instruments transaction liabilities	0	—
Profit before income taxes	19,424	19,406
Income taxes - current	4,134	4,537
Income taxes - deferred	1,495	10
Total income taxes	5,630	4,548
Profit	13,793	14,858
Profit attributable to owners of parent	13,793	14,858

Consolidated interim statements of comprehensive income
For the six months ended

(Unit: Millions of yen)

	For the six months ended Sep.30, 2022	For the six months ended Sep.30, 2023
Profit	13,793	14,858
Other comprehensive income	(42,354)	697
Valuation difference on available-for-sale securities	(42,016)	(1,196)
Deferred gains or losses on hedges	11	1,899
Remeasurements of defined benefit plans, net of tax	(269)	(261)
Share of other comprehensive income of entities accounted for using equity method	(79)	254
Comprehensive income	(28,560)	15,555
(Comprehensive income attributable to)		
Comprehensive income attributable to owners of parent	(28,560)	15,555

(3) Consolidated interim statements of changes in net assets

For the six months ended Sep.30, 2022

(Unit: Millions of yen)

	Shareholders' equity					Accumulated other comprehensive income	
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges
Balance at beginning of period	48,652	29,581	407,300	(7,352)	478,181	33,379	(137)
Changes during period							
Dividends of surplus			(2,874)		(2,874)		
Profit attributable to owners of parent			13,793		13,793		
Purchase of treasury shares				(0)	(0)		
Disposal of treasury shares			(25)	119	94		
Reversal of revaluation reserve for land			198		198		
Net changes in items other than shareholders' equity						(42,095)	11
Total changes during period	—	—	11,092	119	11,211	(42,095)	11
Balance at end of period	48,652	29,581	418,392	(7,232)	489,393	(8,716)	(126)

	Accumulated other comprehensive income			Total net assets
	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at beginning of period	13,415	4,417	51,074	529,256
Changes during period				
Dividends of surplus				(2,874)
Profit attributable to owners of parent				13,793
Purchase of treasury shares				(0)
Disposal of treasury shares				94
Reversal of revaluation reserve for land				198
Net changes in items other than shareholders' equity	(198)	(269)	(42,553)	(42,553)
Total changes during period	(198)	(269)	(42,553)	(31,341)
Balance at end of period	13,216	4,147	8,521	497,915

For the six months ended Sep.30, 2023

(Unit: Millions of yen)

	Shareholders' equity					Accumulated other comprehensive income	
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges
Balance at beginning of period	48,652	29,581	429,438	(9,233)	498,439	(2,920)	250
Changes during period							
Dividends of surplus			(4,065)		(4,065)		
Profit attributable to owners of parent			14,858		14,858		
Purchase of treasury shares				(5,000)	(5,000)		
Disposal of treasury shares		5		88	94		
Reversal of revaluation reserve for land			(22)		(22)		
Net changes in items other than shareholders' equity						(941)	1,899
Total changes during period	—	5	10,769	(4,912)	5,863	(941)	1,899
Balance at end of period	48,652	29,587	440,208	(14,145)	504,303	(3,862)	2,150

	Accumulated other comprehensive income			Total net assets
	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at beginning of period	13,022	7,018	17,370	515,810
Changes during period				
Dividends of surplus				(4,065)
Profit attributable to owners of parent				14,858
Purchase of treasury shares				(5,000)
Disposal of treasury shares				94
Reversal of revaluation reserve for land				(22)
Net changes in items other than shareholders' equity	22	(261)	720	720
Total changes during period	22	(261)	720	6,584
Balance at end of period	13,045	6,757	18,091	522,394

(4) Notes to the consolidated interim financial statements

(Note on going concern assumption)

Not applicable.

3. Non-consolidated interim financial statements

(1) Non-consolidated interim balance sheets

(Unit: Millions of yen)

	As of Mar. 31, 2023	As of Sep. 30, 2023
Assets:		
Cash and due from banks	1,831,185	1,775,015
Call loans	—	4,487
Monetary claims bought	—	0
Trading securities	541	216
Money held in trust	3,354	3,354
Securities	2,623,820	2,332,776
Loans and bills discounted	6,049,701	6,244,764
Foreign exchanges	10,045	10,787
Other assets	54,761	84,145
Other	54,761	84,145
Tangible fixed assets	61,764	61,500
Intangible fixed assets	7,942	8,011
Prepaid pension costs	6,864	8,077
Deferred tax assets	14,652	14,468
Customers' liabilities for acceptances and guarantees	8,527	8,255
Allowance for loan losses	(40,060)	(36,976)
Total assets	10,633,101	10,518,885
Liabilities:		
Deposits	8,053,786	8,096,946
Negotiable certificates of deposit	230,319	256,745
Call money	28,708	94,983
Securities sold under repurchase agreements	86,565	96,577
Cash collateral received for securities lent	723,449	278,782
Borrowed money	924,693	1,077,243
Foreign exchanges	338	450
Bonds payable	50,000	40,000
Borrowed money from trust account	12,988	13,355
Other liabilities	31,831	68,447
Income taxes payable	3,663	3,128
Lease liabilities	569	536
Other	27,597	64,782
Provision for bonuses for directors (and other officers)	56	25
Provision for retirement benefits for directors (and other officers)	145	130
Provision for reimbursement of deposits	264	227
Provision for contingent loss	926	938
Deferred tax liabilities for land revaluation	7,112	7,100
Acceptances and guarantees	8,527	8,255
Total liabilities	10,159,715	10,040,209

(Unit: Millions of yen)

	As of Mar. 31, 2023	As of Sep. 30, 2023
Net assets :		
Share capital	48,652	48,652
Capital surplus	29,114	29,120
Legal capital surplus	29,114	29,114
Other capital surplus	—	5
Retained earnings	396,033	405,443
Legal retained earnings	43,548	43,548
Other retained earnings	352,485	361,895
Reserve for tax purpose reduction entry	2,006	2,006
General reserve	314,650	329,650
Retained earnings brought forward	35,828	30,239
Treasury shares	(9,233)	(14,145)
Total shareholders' equity	464,567	469,071
Valuation difference on available-for-sale securities	(4,453)	(5,592)
Deferred gains or losses on hedges	250	2,150
Revaluation reserve for land	13,022	13,045
Total valuation and translation adjustments	8,819	9,604
Total net assets	473,386	478,675
Total liabilities and net assets	10,633,101	10,518,885

(2) Non-consolidated interim statements of income

	For the six months ended Sep.30, 2022	For the six months ended Sep.30, 2023
	(Unit: Millions of yen)	
Ordinary income	74,164	89,905
Interest income	40,857	54,105
Interest on loans and discounts	28,141	33,697
Interest and dividends on securities	12,325	19,842
Trust fees	22	18
Fees and commissions	11,019	12,754
Other ordinary income	4,692	2,446
Other income	17,572	20,580
Ordinary expenses	58,739	72,550
Interest expenses	4,078	19,029
Interest on deposits	507	1,922
Fees and commissions payments	4,584	4,821
Other ordinary expenses	21,335	22,999
General and administrative expenses	25,337	24,658
Other expenses	3,404	1,042
Ordinary profit	15,425	17,355
Extraordinary income	1,577	1
Extraordinary losses	305	268
Profit before income taxes	16,696	17,087
Income taxes - current	3,387	3,759
Income taxes - deferred	1,480	(170)
Total income taxes	4,867	3,588
Profit	11,829	13,499

(3) Non-consolidated interim statements of changes in net assets
For the six months ended Sep.30, 2022

(Unit: Millions of yen)

	Shareholders' equity								
	Share capital	Capital surplus			Retained earnings				
		Legal capital surplus	Other capital surplus	Total capital surplus	Legal retained earnings	Other retained earnings			Total retained earnings
						Reserve for tax purpose reduction entry	General reserve	Retained earnings brought forward	
Balance at beginning of period	48,652	29,114	—	29,114	43,548	2,961	304,650	26,046	377,205
Changes during period									
Dividends of surplus								(2,874)	(2,874)
Provision of general reserve							10,000	(10,000)	
Profit								11,829	11,829
Purchase of treasury shares									
Disposal of treasury shares								(25)	(25)
Reversal of revaluation reserve for land								198	198
Net changes in items other than shareholders' equity									
Total changes during period	—	—	—	—	—	—	10,000	(872)	9,127
Balance at end of period	48,652	29,114	—	29,114	43,548	2,961	314,650	25,174	386,333

	Shareholders' equity		Valuation and translation adjustments				Total net assets
	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Total valuation and translation adjustments	
Balance at beginning of period	(7,352)	447,620	31,973	(137)	13,415	45,251	492,871
Changes during period							
Dividends of surplus		(2,874)					(2,874)
Provision of general reserve							
Profit		11,829					11,829
Purchase of treasury shares	(0)	(0)					(0)
Disposal of treasury shares	119	94					94
Reversal of revaluation reserve for land		198					198
Net changes in items other than shareholders' equity			(41,923)	11	(198)	(42,111)	(42,111)
Total changes during period	119	9,247	(41,923)	11	(198)	(42,111)	(32,863)
Balance at end of period	(7,232)	456,867	(9,949)	(126)	13,216	3,140	460,008

For the six months ended Sep.30, 2023

(Unit: Millions of yen)

	Shareholders' equity								
	Share capital	Capital surplus			Retained earnings				
		Legal capital surplus	Other capital surplus	Total capital surplus	Legal retained earnings	Other retained earnings			Total retained earnings
						Reserve for tax purpose reduction entry	General reserve	Retained earnings brought forward	
Balance at beginning of period	48,652	29,114	—	29,114	43,548	2,006	314,650	35,828	396,033
Changes during period									
Dividends of surplus								(4,065)	(4,065)
Provision of general reserve							15,000	(15,000)	
Profit								13,499	13,499
Purchase of treasury shares									
Disposal of treasury shares			5	5					
Reversal of revaluation reserve for land								(22)	(22)
Net changes in items other than shareholders' equity									
Total changes during period	—	—	5	5	—	—	15,000	(5,589)	9,410
Balance at end of period	48,652	29,114	5	29,120	43,548	2,006	329,650	30,239	405,443

	Shareholders' equity		Valuation and translation adjustments				Total net assets
	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Total valuation and translation adjustments	
Balance at beginning of period	(9,233)	464,567	(4,453)	250	13,022	8,819	473,386
Changes during period							
Dividends of surplus		(4,065)					(4,065)
Provision of general reserve							
Profit		13,499					13,499
Purchase of treasury shares	(5,000)	(5,000)					(5,000)
Disposal of treasury shares	88	94					94
Reversal of revaluation reserve for land		(22)					(22)
Net changes in items other than shareholders' equity			(1,138)	1,899	22	784	784
Total changes during period	(4,912)	4,504	(1,138)	1,899	22	784	5,289
Balance at end of period	(14,145)	469,071	(5,592)	2,150	13,045	9,604	478,675

Supplementary Information
for the Six Months
Ended September 30, 2023

The Gunma Bank, Ltd.

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(3) Balance of loans to Latin American countries		
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I Financial Highlights for the Six Months Ended September 30, 2023

1. Profit and Loss Conditions 【Consolidated / Non-consolidated】

- Core net business profit excluding gains (losses) on bonds and cancellation of investment trusts amounted to 23.4 billion yen, up 2.1 billion yen year-on-year due to increases in interest on loans and discounts, non-interest business profit as well as cutting down on expenses.
- Profit attributable to owners of parent amounted to 14.8 billion yen, up 0.8 billion yen compared with the forecast earnings and 1.0 billion yen year-on-year, due to decrease net credit costs, regardless of decrease in gains(losses) on investment securities.

(Unit : Billions of yen)

	Six months ended Sep.30, 2023			Six months ended Sep.30, 2023		
	【Consolidated】	compared with forecast at the beginning of the period	compared with first half of FY2022	【Non-Consolidated】	compared with forecast at the beginning of the period	compared with first half of FY2022
Core net business profit excluding gains (losses) on bonds	21.7	1.8	0.0	19.2	1.2	0.2
excluding gains (losses) on bonds and cancellation of investment trusts	23.4	3.5	2.1	20.9	2.9	2.3
Ordinary profit	19.6	(0.3)	1.4	17.3	(0.6)	1.9
(Attributable to owners of parent) Profit	14.8	0.8	1.0	13.4	0.4	1.6

2. Main Account Conditions 【Non-consolidated】

- Loans and bills discounted increased year-on-year due to general increases in loans to retail and cross-boarder loans, structured finance.
- Deposits and negotiable certificates of deposit steadily increased year-on-year individual deposits and corporate deposits.

(Unit : Billions of yen)

	As of Sep.30, 2023	compared with the end of Mar. 31, 2023	compared with the end of Sep. 30, 2022
Loans and bills discounted	6,244.7	195.0	383.6
Deposits and negotiable certificates of deposit	8,353.6	69.5	203.8

3. Disclosed Claims under the Financial Reconstruction Law 【Non-consolidated】

(Unit : Billions of yen)

	As of Sep.30, 2023	compared with the end of Mar. 31, 2023	compared with the end of Sep. 30, 2022
Disclosed claims under the FRL	106.7	(4.0)	(8.7)
Ratio to the total claims	1.69%	(0.12)%	(0.25)%

4. Capital Ratio 【Consolidated】

	As of Sep.30, 2023	compared with the end of Mar. 31, 2023	compared with the end of Sep. 30, 2022
Total capital ratio	13.43%	(0.39)%	1.20%

*The Gunma Bank, Ltd. has early adopted the new "International convergence of capital measurement and capital standards (finalising Basel III reforms)" from the end of Mar. 2023.

5. Earnings Forecasts 【Consolidated / Non-consolidated】

- Ordinary profit and profit remain unchanged from the figures announced on May 10, 2023.

(Unit : Billions of yen)

	FY2023 ending Mar.31,2024			FY2023 ending Mar.31,2024		
	【Consolidated】	compared with forecast at the beginning of the period	compared with FY2022	【Non-Consolidated】	compared with forecast at the beginning of the period	compared with FY2022
Ordinary profit	40.0	—	1.7	36.0	—	2.5
(Attributable to owners of parent) Profit	28.0	—	0.1	25.0	—	0.4

* Earnings forecasts are based on information available at the present time. Actual results may differ from the forecasts due to various of economic situation, etc.

6. Shareholder Return

- The year-end cash dividends has been increased by 2 yen. As a result, the annual cash dividends per share will be 22 yen in total (up 4 yen compared with the previous year).
- In addition, the Gunma Bank, Ltd. ("the Bank") have resolved to acquire treasury shares at today's board meeting as follows.
Total number of shares to be acquired : 5.0 million shares(up to) / Total cost of acquisition : 3.0 billion yen(up to)
Period of acquisition : from November 9, 2023 to December 8, 2023
- For more details, please refer to "Notice Concerning Revision to Dividend Forecasts (Dividend Increase) for the Fiscal Year Ending March 31, 2024" and "Notice Concerning Acquisition of Treasury Shares".

	FY2023 ending Mar.31,2024 forecast (a)	(a)-(b)	(a)-(c)	FY2023 ending Mar.31,2024 forecast at the beginning of the period (b)	FY2022 ended Mar.31,2023 (c)
Annual cash dividends per share	22.00yen	2.00yen	4.00yen	20.00yen	18.00yen
Interim cash dividends	10.00yen	—	2.00yen	10.00yen	8.00yen
Year-end cash dividends	12.00yen	2.00yen	2.00yen	10.00yen	10.00yen

* Cash dividend of 10.00 yen for the fiscal year ended March 31, 2023 included a commemorative dividend of 1.00 yen for the 90th anniversary of the establishment of the Bank.

1. Profit and Loss Conditions

- Core net business profit excluding gains (losses) on bonds and cancellation of investment trusts amounted to 23.4 billion yen, up 2.1 billion yen year-on-year due to increases in interest on loans and discounts, non-interest business profit as well as cutting down on expenses.
- Ordinary profit amounted to 19.6 billion yen, up 1.4 billion yen year-on-year, due to a decrease net credit cost, regardless of a decrease in gains or losses on investment securities caused by selling low-yielding government bonds to reduce interest rate risk.
- As a result, profit attributable to owners of parent amounted 14.8 billion yen, up 0.8 billion yen compared with the forecast earnings(14.0 billion yen) and 1.0 billion year-on-year.

【Consolidated】

(Unit : Millions of yen)

		Six months ended		Six months ended Sep.30, 2022(b)	Six months ended Sep.30, 2023 forecast
		Sep.30, 2023 (a)	(a)-(b)		
Gross business profits	1	25,902	(4,301)	30,204	
Core gross business profits(1-12)	2	47,686	(659)	48,345	46,600
Net interest income	3	34,919	(1,716)	36,636	34,900
Of which,gains(losses) on cancellation of investment trusts	4	(1,695)	(2,124)	428	
Non-interest business profit (refer to marginal table)	5	12,766	1,057	11,709	11,700
Net fees and commissions income	6	10,079	2,455	7,624	
Profit from other business transactions	7	2,687	(1,397)	4,085	
Expenses (excluding non-recurrent expenses) [-]	8	25,922	(713)	26,636	26,800
Core net business profit excluding gains(losses) on bonds(2-8)	9	21,764	54	21,709	19,900
Core net business profit excluding gains (losses) on bonds and cancellation of investment trusts	10	23,459	2,179	21,280	19,900
Gains or losses on investment securities	11	(3,564)	(1,821)	(1,742)	
Gains (losses) on bonds	12	(21,783)	(3,642)	(18,141)	
Gains (losses) on stocks and other securities	13	18,219	1,820	16,398	
Net credit costs [-]	14	(853)	(3,225)	2,372	900
Provision of general allowance for loan losses	15	[(1,875)] -	188	(188)	
Disposal of non-performing loans	16	221	(2,341)	2,562	
Of which, Provision of specific allowance for loan losses	17	[802] -	(2,390)	2,390	
Reversal of allowance for loan losses	18	1,073	1,073	-	
Recoveries of written off receivables	19	1	0	1	
Others	20	620	15	605	
Ordinary profit	21	19,673	1,473	18,200	20,000
Extraordinary income (losses)	22	(267)	(1,491)	1,223	
Of which, gains (losses) on disposal of non-current assets	23	(126)	(1,382)	1,256	
Profit before income taxes	24	19,406	(17)	19,424	
Total income taxes [-]	25	4,548	(1,081)	5,630	
Profit	26	14,858	1,064	13,793	
Profit attributable to owners of parent	27	14,858	1,064	13,793	14,000

(Note) Gains (losses) on bonds are excluded from "Profit from other business transactions" and included in "Gains or losses on investment securities".

(Breakdown of non-interest business profit by business)

(Unit : Millions of yen)

Non-interest business profit	28	12,766	1,057	11,709	11,700
Corporate service revenue	29	3,432	448	2,984	3,300
Deposit financial asset, etc. revenue	30	3,852	167	3,685	3,500
Others	31	5,481	441	5,039	4,900

(Related items regarding consolidated companies)

(Unit : Millions of yen)

Number of consolidated subsidiaries	32	6 companies	-	6 companies
Number of affiliated companies applicable to the equity method	33	3 companies	-	3 companies
Total profit of the bank group companies *Profit attributable to owners of parent—profit(non-consolidated)	34	1,359	(605)	1,964

(Various ratio)

Over head ratio(8 / 2)	35	54.3%	(0.7)%	55.0%
excluding cancellation of investment trusts(8 / (2-4))	36	52.4%	(3.1)%	55.5%
Return on equity (annualized rate)	37	5.7%	0.3%	5.4%

【Non-consolidated】

(Unit: Millions of yen)

		Six months ended		Six months ended Sep.30, 2022(b)	Six months ended Sep.30, 2023 forecast
		Sep.30, 2023 (a)	(a)-(b)		
Gross business profits	1	22,474	(4,118)	26,593	
Core gross business profits(1-20)	2	44,256	(476)	44,732	43,700
Net interest income	3	35,075	(1,703)	36,779	35,100
Domestic business	4	32,330	(1,152)	33,483	
Of which, interest on loans and discounts	5	26,120	535	25,585	
Of which, interest and dividends on securities	6	5,866	(1,836)	7,703	
Of which, gains (losses) on cancellation of investment trusts	7	(1,695)	(2,124)	428	
International business	8	2,745	(550)	3,295	
Non-interest business profit	9	9,180	1,227	7,953	8,600
Net fees and commissions income	10	7,951	1,494	6,457	
Profit from other business transactions	11	1,228	(266)	1,495	
Expenses (excluding non-recurrent expenses) [-]	12	24,988	(683)	25,672	25,700
Personnel expenses	13	14,026	(197)	14,223	
Non-personnel expenses	14	9,594	(358)	9,952	
Taxes	15	1,367	(128)	1,496	
Core net business profit excluding gains (losses) on bonds(2-12)	16	19,267	207	19,060	18,000
Core net business profit excluding gains (losses) on bonds and cancellation of investment trusts	17	20,962	2,331	18,631	18,000
Real net business profit(16+20)	18	(2,514)	(3,435)	921	
Gains or losses on investment securities	19	(3,562)	(1,821)	(1,740)	
Gains (losses) on bonds	20	(21,781)	(3,642)	(18,139)	
Gains (losses) on stocks and other securities	21	18,219	1,820	16,398	
Net credit costs [-]	22	(1,190)	(3,516)	2,326	800
Other non-recurrent gains (losses)	23	459	27	432	
Ordinary profit	24	17,355	1,929	15,425	18,000
Extraordinary income (losses)	25	(267)	(1,538)	1,271	
Of which, gains (losses) on disposal of non-current assets	26	(126)	(1,382)	1,256	
Profit before income taxes	27	17,087	391	16,696	
Total income taxes [-]	28	3,588	(1,278)	4,867	
Profit	29	13,499	1,669	11,829	13,000

(Note) Gains (losses) on bonds are excluded from "Profit from other business transactions" and included in "Gains or losses on investment securities".

(Reference) Gains or losses on investment securities condition

(Unit: Millions of yen)

		Six months ended		Six months ended Sep.30, 2022(b)
		Sep.30, 2023 (a)	(a)-(b)	
Gains or losses on investment securities	30	(3,562)	(1,821)	(1,740)
Gains (losses) on bonds	31	(21,781)	(3,642)	(18,139)
Gain on sales	32	1,216	(1,942)	3,158
Gain on redemption	33	—	—	—
Loss on sales [-]	34	22,625	1,580	21,044
Loss on redemption [-]	35	371	118	252
Loss on devaluation [-]	36	1	1	—
Gains (losses) on stocks and other securities	37	18,219	1,820	16,398
Gain on sales	38	19,003	1,643	17,360
Loss on sales [-]	39	784	(30)	814
Loss on devaluation [-]	40	—	(146)	146

(Reference) Net credit costs condition

(Unit: Millions of yen)

		Six months ended		Six months ended Sep.30, 2022(b)
		Sep.30, 2023 (a)	(a)-(b)	
Net credit costs(42+43-49-50) [-]	41	(1,190)	(3,516)	2,326
Provision of general allowance for loan losses [-]	42	[(1,601)]	(14)	14
Disposal of non-performing loans [-]	43	193	(2,118)	2,312
Written-off of loans	44	—	—	—
Provision of specific allowance for loan losses	45	[(218)]	(2,155)	2,155
Net transfer to accident loss	46	11	(12)	24
Losses on sales of loans	47	—	(4)	4
Cost born under joint responsibility system of guarantee corporations	48	181	54	127
Reversal of allowance for loan losses	49	1,382	1,382	—
Recoveries of written off receivables	50	1	0	1

2. Main Account Conditions

- Loans and bills discounted amounted to 6,244.7 billion yen, up 383.6 billion yen year-on-year, due to general increases in loans to retail, cross-border loans, structured finance, large enterprises.
In addition, due to past performance and the increasing expectations and role of a bank towards decarbonization, the Gunma Bank Group has revised upward the target amount of sustainable finance execution during the Medium-term business plan period from 500.0 billion yen to 800.0 billion yen, as described below.
- Deposits and negotiable certificates of deposit amounted 8,353.6 billion yen, up 203.8 billion yen year-on-year, due to steadily increases individual deposits and corporate deposits.
- Deposit financial assets amounted to 1,101.4 billion yen, up 72.5 billion yen year-on-year, due to increases in the balance of investment trust and life insurance owned by the Bank.

(1) Loans 【Non-consolidated】

(Unit : Billions of yen)

	As of			As of	As of
	Sep.30, 2023 (a)	(a) - (b)	(a) - (c)	Mar.31, 2023 (b)	Sep.30, 2022 (c)
Loans and bills discounted	6,244.7	195.0	383.6	6,049.7	5,861.1
Retail loans	4,732.0	42.7	93.3	4,689.3	4,638.7
Small and medium-sized enterprises	2,337.4	21.8	49.7	2,315.5	2,287.7
Individuals	2,394.6	20.8	43.6	2,373.7	2,351.0
Of which, housing-related loans	2,307.6	19.0	37.7	2,288.5	2,269.8
Housing loans	1,398.4	16.8	31.0	1,381.6	1,367.4
Apartment loans	666.8	6.6	13.1	660.1	653.6
Others	242.2	(4.4)	(6.4)	246.7	248.7
Of which, unsecured consumer loans	66.6	3.6	7.9	62.9	58.7
Other loans	1,512.6	152.3	290.2	1,360.3	1,222.4
cross-border loans and structured finance	258.2	72.2	110.5	185.9	147.7
Corporations (large and second-tier enterprises, etc.)	1,062.2	70.6	172.4	991.6	889.8
Public sectors	103.6	(3.5)	(7.0)	107.1	110.6
Overseas branch	88.5	12.9	14.3	75.6	74.2

(Note) Regional public corporations and Tokyo, Osaka Branch accounts are not included in "Small and medium-sized enterprises" but are classified into "Corporations".

(Reference)

(Unit : Billions of yen)

(cumulative total for 3 years during Medium-term business plan)	Six months ended September, 2023 (Apr.2023 - Sep.2023)	Cumulative total (Apr.2022 - Sep.2023)	Medium-term business plan final year target cumulative total during 3 years (Apr.2022 - Mar.2025)
	Amount of sustainable finance executed	154.3	420.5

(Note) Sustainable finance targets finance that contributes to solving environmental and social issues such as renewable energy-related, start-up financing and business succession-related, etc (including investment by Gunma Regional Advanced Solution Partners, an investment specialized subsidiary).

(2) Deposits and negotiable certificates of deposit 【Non-consolidated】

(Unit : Billions of yen)

	As of			As of	As of
	Sep.30, 2023 (a)	(a) - (b)	(a) - (c)	Mar.31, 2023 (b)	Sep.30, 2022 (c)
Deposits and negotiable certificates of deposit	8,353.6	69.5	203.8	8,284.1	8,149.8
Deposits	8,096.9	43.1	199.5	8,053.7	7,897.3
Of which, individuals	5,664.0	69.3	96.9	5,594.7	5,567.1
Of which, corporations	2,016.3	83.0	97.1	1,933.2	1,919.1
Negotiable certificates of deposit	256.7	26.4	4.2	230.3	252.4

(3) Deposit financial assets 【Consolidated】

(Unit : Billions of yen)

	As of			As of	As of
	Sep.30, 2023 (a)	(a) - (b)	(a) - (c)	Mar.31, 2023 (b)	Sep.30, 2022 (c)
Deposit financial assets	1,101.4	42.1	72.5	1,059.2	1,028.8
(Of which, individual deposit financial assets)	1,012.3	46.1	72.1	966.1	940.1
Bank, non-consolidated	858.4	53.5	63.0	804.8	795.3
Investment trust	267.0	21.7	25.7	245.3	241.2
Public bonds (Government bonds, etc.)	37.4	(1.3)	(4.0)	38.7	41.4
Life insurance	553.9	33.2	41.3	520.7	512.6
Gungin Securities (including intermediation)	242.9	(11.4)	9.4	254.3	233.5

(4) Unrealized gains and losses on valuation of other securities 【Non-consolidated】

(Unit : Billions of yen)

	As of			As of	As of	As of Sep.30, 2023 balance sheet value
	Sep.30, 2023 (a)	(a) - (b)	(a) - (c)	Mar.31, 2023 (b)	Sep.30, 2022 (c)	
Other securities	(8.2)	(1.6)	6.2	(6.6)	(14.5)	2,312.0
Stocks	62.7	8.2	12.9	54.5	49.8	204.9
Bonds	(36.0)	(1.3)	(3.0)	(34.7)	(32.9)	1,340.1
Others	(34.9)	(8.5)	(3.5)	(26.4)	(31.4)	766.9
Foreign securities	(12.1)	(11.7)	2.9	(0.4)	(15.1)	522.2
Investment trusts, etc.	(22.8)	3.1	(6.5)	(25.9)	(16.2)	244.7

3. Disclosed Claims under the Financial Reconstruction Law ("FRL") 【Non-consolidated】

(Unit : Billions of yen)

		As of			As of	As of
		Sep.30, 2023 (a)	(a) - (b)	(a) - (c)	Mar.31, 2023 (b)	Sep.30, 2022 (c)
Disclosed claims under the FRL	①	106.7	(4.0)	(8.7)	110.7	115.4
Normal claims		6,198.7	200.8	387.9	5,997.9	5,810.8
Total claims	②	6,305.4	196.8	379.2	6,108.6	5,926.2
Ratio to the total claims	① / ②	1.69 %	(0.12)%	(0.25)%	1.81 %	1.94 %
Coverage rate		73.1 %	2.7 %	3.4 %	70.4 %	69.7 %

(Note) The Bank does not apply partial direct written-off. The below figures are presented if the Bank had applied the partial direct written-off.

Disclosed claims under the FRL	87.8	(7.0)	(11.8)	94.8	99.6
Ratio to the total claims	1.39 %	(0.16)%	(0.29)%	1.55 %	1.68 %

4. Capital Ratio(International Standard) 【Consolidated】

	As of			As of	As of
	Sep.30, 2023 (a) *	(a) - (b)	(a) - (c)	Mar.31, 2023 (b) *	Sep.30, 2022 (c)
Total capital ratio	13.43 %	(0.39)%	1.20 %	13.82 %	12.23 %
Tier1 ratio	12.37 %	(0.11)%	1.32 %	12.48 %	11.05 %
Common equity Tier1 ratio	12.37 %	(0.11)%	1.32 %	12.48 %	11.05 %

*The Bank has early adopted the new "International convergence of capital measurement and capital standards (finalising Basel III reforms)" from the end of Mar. 2023.

5. Earning Forecasts【Consolidated / Non-consolidated】

(Unit : Billions of yen)

	FY2023 ending Mar.31,2024 forecast 【Consolidated】		FY2023 ending Mar.31,2024 forecast 【Non-consolidated】			
		compared with forecast at the beginning of the period	compared with FY2022		compared with forecast at the beginning of the period	compared with FY2022
Ordinary profit	40.0	—	1.7	36.0	—	2.5
(Attributable to owners of parent) Profit	28.0	—	0.1	25.0	—	0.4

(Note) Earnings forecasts are based on information available at the present time. Actual results may differ from the forecasts due to various of economic situation, etc.

6. Shareholder Return

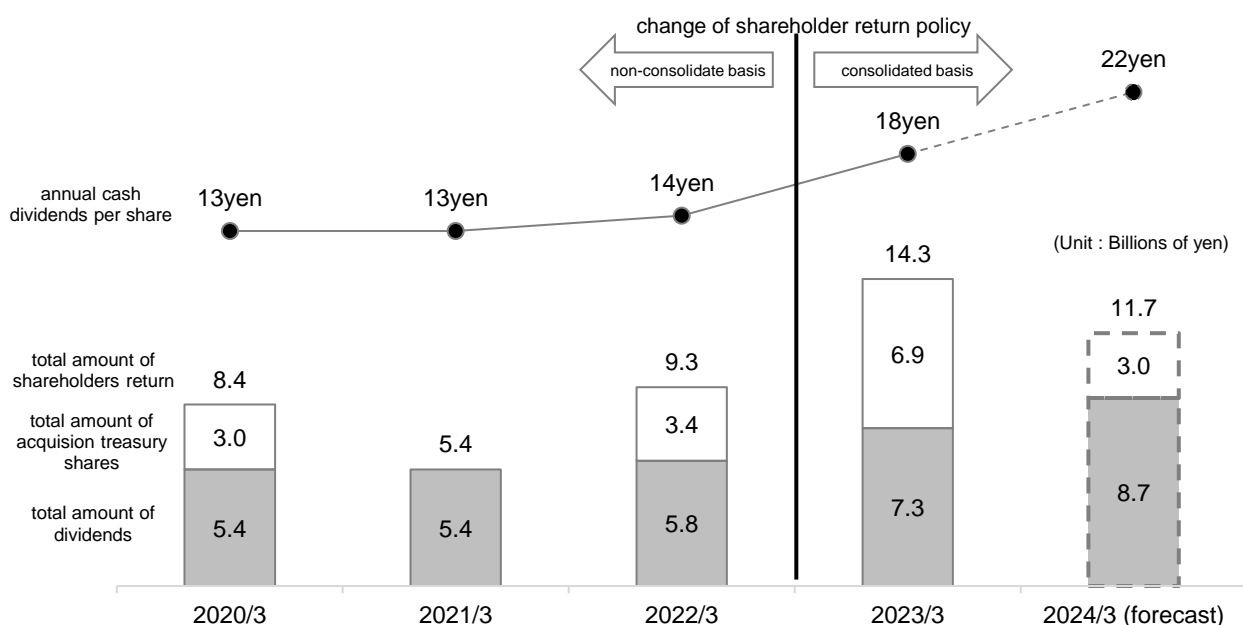
- The year-end cash dividends has been increased by 2 yen. As a result, the annual cash dividends per share will be 22 yen in total, up 4 yen compared with the previous year (interim 10yen and year-end 12yen).
- Also, the Bank have resolved to acquire treasury shares (up to 3.0 billion yen) at today's board meeting.

	2020/3	2021/3	2022/3	2023/3	2024/3(forecast)
Total amount of shareholders return	8.4 billion yen	5.4 billion yen	9.3 billion yen	14.3 billion yen	11.7 billion yen
Consolidated shareholder return ratio *1	—	—	—	51.4%	42% degree
Non-consolidate shareholder return ratio *1	47.2%	46.8%	39.9%	—	—
total amount of dividends	5.4 billion yen	5.4 billion yen	5.8 billion yen	7.3 billion yen	8.7 billion yen
Consolidated dividend payout ratio	24.6%	40.4%	22.1%	26.4%	31% degree
Annual cash dividends per share	13 yen	13 yen	14 yen	18 yen	22 yen
Of which, interim cash dividends	6 yen	6 yen	7 yen	8 yen	10 yen
Of which, year-end cash dividends	7 yen	7 yen	7 yen	*2 10 yen	12 yen
Total amount of acquisition treasury shares	3.0 billion yen	—	3.4 billion yen	6.9 billion yen	3.0 billion yen

*1 The Bank is setting a target of 40% of the profit for the shareholders return ratio combining cash dividend payments and the acquisition cost of treasury shares. From the fiscal year ended Mar. 31, 2023, the Bank changed its profit, which is the basis for shareholder returns, from a non-consolidated basis to a consolidated basis.

*2 Cash dividend of 10 yen for the FY ended Mar. 31, 2023 included a commemorative dividend of 1 yen for the 90th anniversary of the establishment of the Bank.

(reference) Changes in total amount of shareholders return



II Financial Data for the Six Months Ended September 30, 2023

1. Profit and Loss Conditions

【Non-consolidated】

(Unit : Millions of yen)

		Six months ended Sep.30, 2023		Six months ended Sep.30, 2022
		(a)	(a) - (b)	(b)
Gross business profits	1	22,474	(4,118)	26,593
(excluding gains (losses) on bonds)	2	44,256	(476)	44,732
Domestic gross business profits	3	20,453	(22,400)	42,854
Net interest income	4	32,330	(1,152)	33,483
Net fees and commissions income	5	7,834	1,489	6,345
Profit from other business transactions	6	(19,710)	(22,736)	3,025
(Of which, gains (losses) on bonds)	7	(19,757)	(22,757)	3,000
International gross business profits	8	2,021	18,281	(16,260)
Net interest income	9	2,745	(550)	3,295
Net fees and commissions income	10	117	4	112
Profit from other business transactions	11	(841)	18,827	(19,669)
(Of which, gains (losses) on bonds)	12	(2,024)	19,115	(21,139)
Expenses (excluding non-recurrent expenses)	[-] 13	24,988	(683)	25,672
Personnel expenses	14	14,026	(197)	14,223
Non-personnel expenses	15	9,594	(358)	9,952
Taxes	16	1,367	(128)	1,496
Core net business profit(1-13)	17	(2,514)	(3,435)	921
Core net business profit excluding gains(losses)on bonds (2-13)	18	19,267	207	19,060
Core net business profit excluding gains(losses) on bonds and cancellation of investment trusts	19	20,962	2,331	18,631
Provision of general allowance for loan losses	[-] 20	[(1,601)] -	(14)	14
Net business profit (1-13-20)	21	(2,514)	(3,420)	906
(Of which, gains (losses) on bonds)	22	(21,781)	(3,642)	(18,139)
(Corresponding loss on money held in trust)	23	0	(0)	0
Non-recurrent gains (losses)	24	19,869	5,350	14,518
Disposal of non-performing loans	[-] 25	193	(2,118)	2,312
Written-off of loans	26	-	-	-
Provision of specific allowance for loan losses	27	[218] -	(2,155)	2,155
Net transfer to accident loss	28	11	(12)	24
Losses on sales of loans	29	-	(4)	4
Cost born under joint responsibility system of guarantee corporations	30	181	54	127
Reversal of allowance for loan losses	31	1,382	1,382	-
Recoveries of written off receivables	32	1	0	1
(Net credit costs) (20+25-31-32)	[-] 33	(1,190)	(3,516)	2,326
Gains (losses) on stocks and other securities	34	18,219	1,820	16,398
Other non-recurrent gains (losses)	35	459	27	432
Of which, retirement benefit costs	[-] 36	(375)	12	(388)
Ordinary profit	37	17,355	1,929	15,425
Extraordinary income (losses)	38	(267)	(1,538)	1,271
Of which, gains (losses) on disposal of non-current assets	39	(126)	(1,382)	1,256
Of which, impairment losses	[-] 40	140	108	32
Profit before income taxes	41	17,087	391	16,696
Total income taxes	[-] 42	3,588	(1,278)	4,867
Income taxes-current	43	3,759	372	3,387
Income taxes-deferred	44	(170)	(1,650)	1,480
Profit	45	13,499	1,669	11,829

2. Main Account Conditions 【Non-consolidated】

(Unit : Billions of yen)

		As of Sep.30, 2023 (a)		As of Mar.31, 2023 (b)	As of Sep.30, 2022 (c)	
		(a) - (b)	(a) - (c)			
Loans and bills discounted	Term-end balance	6,244.7	195.0	383.6	6,049.7	5,861.1
	Average balance	6,077.6	242.1	277.9	5,835.5	5,799.6
Securities	Term-end balance	2,332.7	(291.0)	(37.2)	2,623.8	2,370.0
	Average balance	2,455.9	7.6	37.2	2,448.2	2,418.7
Deposits	Term-end balance	8,096.9	43.1	199.5	8,053.7	7,897.3
	Average balance	8,036.4	145.0	130.3	7,891.4	7,906.1

3. Interest Rate Spread 【Non-consolidated】

(All branches)

(Unit : %)

	Six months ended Sep.30, 2023 (a)		Six months ended Sep.30, 2022 (b)
	(a) - (b)		
① Average yield on interest earning assets	1.24	0.32	0.92
Average yield on loans and bills discounted	1.10	0.14	0.96
Average yield on securities	1.61	0.60	1.01
② Average yield on interest bearing liabilities	0.86	0.28	0.58
Average yield on deposits and negotiable certificates of deposit	0.05	0.03	0.02
Average yield on external liabilities	0.44	0.34	0.10
③ Average interest rate spread (①-②)	0.38	0.04	0.34

(Domestic segment)

(Unit : %)

	Six months ended Sep.30, 2023 (a)		Six months ended Sep.30, 2022 (b)
	(a) - (b)		
① Average yield on interest earning assets	0.78	(0.01)	0.79
Average yield on loans and bills discounted	0.89	(0.02)	0.91
Average yield on securities	0.60	(0.14)	0.74
② Average yield on interest bearing liabilities	0.48	(0.02)	0.50
Average yield on deposits and negotiable certificates of deposit	0.00	—	0.00
Average yield on external liabilities	(0.00)	—	(0.00)
③ Average interest rate spread (①-②)	0.30	0.01	0.29

4. Capital Ratio (International Standard)

【Consolidated】

(Unit : Billions of yen)

	As of Sep.30, 2023			As of Mar.31, 2023 (b)	As of Sep.30, 2022 (c)
	(a)	(a) - (b)	(a) - (c)		
Total capital ratio	13.43%	(0.39)%	1.20%	13.82%	12.23%
Tier1 ratio	12.37%	(0.11)%	1.32%	12.48%	11.05%
Common equity Tier1 ratio	12.37%	(0.11)%	1.32%	12.48%	11.05%
Total capital	523.9	(6.0)	16.4	529.9	507.4
Tier1 capital	482.8	4.0	24.3	478.7	458.4
Common equity Tier1 capital	482.8	4.0	24.3	478.7	458.4
Risk weighted assets	3,901.3	66.7	(244.8)	3,834.6	4,146.2
Total required capital	312.1	5.3	(19.5)	306.7	331.6

【Non-consolidated】

(Unit : Billions of yen)

	As of Sep.30, 2023			As of Mar.31, 2023 (b)	As of Sep.30, 2022 (c)
	(a)	(a) - (b)	(a) - (c)		
Total capital ratio	12.82%	(0.41)%	1.38%	13.23%	11.44%
Tier1 ratio	11.76%	(0.12)%	1.42%	11.88%	10.34%
Common equity Tier1 ratio	11.76%	(0.12)%	1.42%	11.88%	10.34%
Total capital	484.6	(7.3)	18.6	492.0	466.0
Tier1 capital	444.6	2.6	23.2	442.0	421.4
Common equity Tier1 capital	444.6	2.6	23.2	442.0	421.4
Risk weighted assets	3,780.3	62.3	(292.4)	3,718.0	4,072.8
Total required capital	302.4	4.9	(23.3)	297.4	325.8

(Note)1 The Bank has early adopted the new "International convergence of capital measurement and capital standards (finalising Basel III reforms)" from the end of Mar. 2023.

2 "Total required capital" = "Risk weighted assets" × 8%

3 Of the amount of "Risk weighted assets(as of Sep.30, 2023 and Mar. 31, 2023)", credit risk is calculated by the foundation internal rating-based approach, and operational risk is calculated by the standardized measurement approach "use conservative estimate for the internal loss multiplier".

5. Earnings Forecasts

【Consolidated】

(Unit : Billions of yen)

		FY2023 ending Mar.31, 2024 forecast (a)			FY2023 ending Mar.31, 2024 forecast at the beginning of the period (b)	FY2022 ended Mar.31, 2023 (c)
		(a)-(b)	(a)-(c)			
Core gross business profits	1	88.3	(3.2)	(4.1)	91.5	92.4
Net interest income	2	65.5	(3.9)	(5.9)	69.4	71.4
Non-interest business profit	3	22.8	0.8	1.8	22.0	21.0
Of which, corporate service revenue	4	7.0	0.1	1.0	6.9	6.0
Of which, deposit financial assets, etc. revenue	5	7.5	0.5	0.7	7.0	6.8
Expenses (excluding non-recurrent expenses)	[-] 6	53.0	(0.1)	0.8	53.1	52.2
Core net business profit excluding gains(losses) on bonds (1-6)	7	35.3	(3.0)	(4.9)	38.3	40.2
excluding gains (losses) on bonds and cancellation of investment trusts	8	41.4	3.1	1.5	38.3	39.9
Net credit costs	[-] 9	1.8	(1.1)	0.6	2.9	1.2
Ordinary profit	10	40.0	—	1.7	40.0	38.3
Profit attributable to owners of parent	11	28.0	—	0.1	28.0	27.9

【Non-consolidated】

(Unit : Billions of yen)

		FY2023 ending Mar.31, 2024 forecast (a)			FY2023 ending Mar.31, 2024 forecast at the beginning of the period (b)	FY2022 ended Mar.31, 2023 (c)
		(a)-(b)	(a)-(c)			
Core gross business profits	12	81.7	(3.5)	(4.2)	85.2	85.9
Net interest income	13	65.8	(3.9)	(5.9)	69.7	71.7
Non-interest business profit	14	15.9	0.4	1.7	15.5	14.2
Expenses (excluding non-recurrent expenses)	[-] 15	51.0	(0.2)	0.8	51.2	50.2
Core net business profit excluding gains (losses) on bonds (12-15)	16	30.7	(3.3)	(4.9)	34.0	35.6
excluding gains (losses) on bonds and cancellation of investment trusts	17	36.8	2.8	1.5	34.0	35.3
Net credit costs	[-] 18	1.2	(1.3)	0.2	2.5	1.0
Ordinary profit	19	36.0	—	2.5	36.0	33.5
Profit	20	25.0	—	0.4	25.0	24.6

(Note 1) Gains or losses on bonds are excluded from "Non-interest business profit".

(Note 2) Earnings forecasts are based on information available at the present time. Actual results may differ from the forecasts due to various of economic situation, etc.

6. Allowance for Loan Losses 【Consolidated／Non-consolidated】

(1) Written-off／allowance criteria

○ General allowance

	Allowance criteria
Normal claims	The amount of possible loan losses over the next one year calculated based on the historical rate of credit losses is reserved.
Claims requiring caution	The amount of possible loan losses calculated for each category is reserved.
Substandard claims, etc.	The amount of possible loan losses over the next three years calculated based on the historical rate of credit losses is reserved.
Other claims requiring caution	However, for claims to large borrowers with credit exceeding a certain amount, provisions are reserved using the discounted cash flow (DCF) method.

(Note) Substandard claims, etc. are "Substandard claims" and "claims to borrowers, etc. classified as borrowers requiring caution, excluding substandard claims due to failing to correspond to restructured loans in the management improvement plan, etc. even after changing the lending terms".

○ Specific allowance

	Allowance criteria
Potentially bankrupt claims	For the part of a claim not secured by collateral or guarantees, etc., the amount of possible loan losses over the next three years calculated based on the historical rate of credit losses is reserved. However, for claims to large borrowers with credit exceeding a certain amount, provisions are reserved using the cash-flow deduction method.
Effectively bankrupt claims	The entire amount of a claim not secured by collateral or guarantees, etc., is reserved.
Bankrupt claims	

(2) Breakdown of allowance for loan losses

【Consolidated】

(Unit : Millions of yen)

	As of			As of	As of
	Sep.30, 2023	(a) - (b)	(a) - (c)	Mar.31, 2023	Sep.30, 2022
	(a)			(b)	(c)
Allowance for loan losses	43,078	(2,889)	(6,978)	45,967	50,056
General allowance	13,578	(1,967)	(4,001)	15,546	17,580
Specific allowance	29,499	(922)	(2,976)	30,421	32,476

【Non-consolidated】

(Unit : Millions of yen)

	As of			As of	As of
	Sep.30, 2023	(a) - (b)	(a) - (c)	Mar.31, 2023	Sep.30, 2022
	(a)			(b)	(c)
Allowance for loan losses	36,976	(3,083)	(6,931)	40,060	43,907
General allowance	11,838	(1,601)	(3,486)	13,439	15,324
Specific allowance	25,138	(1,481)	(3,445)	26,620	28,583

7. Disclosed Claims under the Financial Reconstruction Law ("FRL") 【Consolidated／Non-consolidated】

With the implementation of the Cabinet Office Order to Amend the Ordinance for Enforcement of the Banking Act, etc. on March 31, 2022, the categories of Risk-monitored Loans under the Banking Act and the scope of claims subject to disclosure were aligned with the Disclosed Claims under the "FRL" stipulated under the Act on Emergency Measures for the Revitalization of Financial Functions.

(1) Balance of disclosed claims under the "FRL" and ratio to the total claims

【Consolidated】

(Unit : Millions of yen)

	As of Sep.30, 2023			As of Mar.31, 2023 (b)	As of Sep.30, 2022 (c)
	(a)	(a) - (b)	(a) - (c)		
Bankrupt and substantially bankrupt claims	31,313	5,809	5,443	25,504	25,870
Doubtful claims	37,276	(4,430)	(8,290)	41,706	45,566
Substandard claims	43,069	(5,699)	(6,616)	48,768	49,685
Loans past due 3 months or more	3,786	140	1,917	3,645	1,869
Restructured loans	39,282	(5,840)	(8,533)	45,122	47,815
Total	111,659	(4,319)	(9,463)	115,979	121,123
Normal claims	6,194,363	196,461	383,545	5,997,902	5,810,818
Total claims	6,306,023	192,142	374,081	6,113,881	5,931,941

Ratio to the total claims

	As of Sep.30, 2023			As of Mar.31, 2023 (b)	As of Sep.30, 2022 (c)
	(a)	(a) - (b)	(a) - (c)		
Bankrupt and substantially bankrupt claims	0.49%	0.08 %	0.06 %	0.41%	0.43%
Doubtful claims	0.59%	(0.09) %	(0.17) %	0.68%	0.76%
Substandard claims	0.68%	(0.11) %	(0.15) %	0.79%	0.83%
Loans past due 3 months or more	0.06%	0.01 %	0.03 %	0.05%	0.03%
Restructured loans	0.62%	(0.11) %	(0.18) %	0.73%	0.80%
Total	1.77%	(0.12) %	(0.27) %	1.89%	2.04%

(Note) The Bank does not apply partial direct written-off. The below figures are presented if the Bank had applied the partial direct written-off.

Disclosed claims under the "FRL"	92,420	(7,359)	(12,434)	99,780	104,855
Ratio to the total claims	1.47%	(0.16) %	(0.30) %	1.63%	1.77%

【Non-consolidated】

(Unit : Millions of yen)

	As of Sep.30, 2023			As of Mar.31, 2023 (b)	As of Sep.30, 2022 (c)
	(a)	(a) - (b)	(a) - (c)		
Bankrupt and substantially bankrupt claims	30,775	5,787	5,604	24,988	25,171
Doubtful claims	37,264	(4,432)	(8,287)	41,697	45,552
Substandard claims	38,664	(5,372)	(6,045)	44,037	44,710
Loans past due 3 months or more	3,786	140	1,917	3,645	1,869
Restructured loans	34,877	(5,513)	(7,962)	40,391	42,840
Total	106,705	(4,017)	(8,727)	110,723	115,433
Normal claims	6,198,768	200,866	387,949	5,997,902	5,810,818
Total claims	6,305,473	196,848	379,222	6,108,625	5,926,251

Ratio to the total claims

	As of Sep.30, 2023			As of Mar.31, 2023 (b)	As of Sep.30, 2022 (c)
	(a)	(a) - (b)	(a) - (c)		
Bankrupt and substantially bankrupt claims	0.48%	0.08 %	0.06 %	0.40%	0.42%
Doubtful claims	0.59%	(0.09) %	(0.17) %	0.68%	0.76%
Substandard claims	0.61%	(0.11) %	(0.14) %	0.72%	0.75%
Loans past due 3 months or more	0.06%	0.01 %	0.03 %	0.05%	0.03%
Restructured loans	0.55%	(0.11) %	(0.17) %	0.66%	0.72%
Total	1.69%	(0.12) %	(0.25) %	1.81%	1.94%

(Note) The Bank does not apply partial direct written-off. The below figures are presented if the Bank had applied the partial direct written-off.

Disclosed claims under the "FRL"	87,830	(7,051)	(11,843)	94,882	99,673
Ratio to the total claims	1.39%	(0.16) %	(0.29) %	1.55%	1.68%

(2) Status of coverage on disclosed claims under the "FRL"

【Consolidated】

(Unit : Millions of yen)

	As of Sep.30, 2023 (a)			As of Mar.31, 2023 (b)	As of Sep.30, 2022 (c)
		(a) - (b)	(a) - (c)		
Total coverage ①	78,583	7	(2,633)	78,575	81,216
Value covered by collateral and guarantees	50,510	1,951	1,438	48,559	49,072
Allowance for loan losses	28,072	(1,943)	(4,071)	30,015	32,144
Disclosed claims under the "FRL" ②	111,659	(4,319)	(9,463)	115,979	121,123
Coverage ratio ①/②	70.3 %	2.6 %	3.3 %	67.7 %	67.0 %

【Non - consolidated】

(Unit : Millions of yen)

	As of Sep.30, 2023 (a)			As of Mar.31, 2023 (b)	As of Sep.30, 2022 (c)
		(a) - (b)	(a) - (c)		
Total coverage ①	78,033	(16)	(2,468)	78,049	80,502
Value covered by collateral and guarantees	50,334	1,923	1,439	48,411	48,895
Allowance for loan losses	27,698	(1,939)	(3,907)	29,638	31,606
Disclosed claims under the "FRL" ②	106,705	(4,017)	(8,727)	110,723	115,433
Coverage ratio ①/②	73.1 %	2.7 %	3.4 %	70.4 %	69.7 %

8. Relationship between Self-Assessment, Disclosed Claims under the "FRL" and Risk-Monitored Loans("RML") 【Non-consolidated】

(Unit : Billions of yen)

Borrowers classification under the self-assessment guideline		A Credit-related assets		B Total coverage		B/A
		Disclosed claims under the "FRL"	"RML"	Covered by collaterals and guarantees	Allowance for loan losses	Coverage ratio
Bankrupt borrowers	9.7	Bankrupt and substantially bankrupt claims	30.7	11.4	19.3 (Allowance ratio 100%)	100.0%
Effectively bankrupt borrowers	20.9					
Potentially bankrupt borrowers	37.2	Doubtful claims	37.2	20.8	5.7 (Allowance ratio 35.3%)	71.5%
Borrowers requiring caution	Substandard borrowers	38.6	Loans past due 3 months or more	18.0	2.5 (Allowance ratio against substandard claims 6.6%)	53.2%
	Other borrowers requiring caution		34.8			
Normal borrowers	5,730.7	Normal claims	6,198.7			
Others	103.6					
Total	6,305.4	Total	6,305.4			

○The scope of disclosed claims under the "FRL" and "RML"

The claims include loans and bills discounted, customers' liabilities for acceptances and guarantees, foreign exchange, securities loaned, accrued interest, suspense payments and bank guaranteed private placement bonds. Note that substandard claims include only loans and bills discounted.

9. Loans Breakdown by Industry, etc. 【Non-consolidated】

(1) Loans breakdown by industry (domestic branches excluding loans booked at offshore markets)

(Unit : Billions of yen)

	As of			As of	As of
	Sep.30, 2023	(a) - (b)	(a) - (c)	Mar.31, 2023	Sep.30, 2022
	(a)			(b)	(c)
Domestic branches	6,156.1	182.1	369.3	5,974.0	5,786.8
Manufacturing	756.7	33.3	58.6	723.3	698.0
Agriculture and forestry	9.8	0.4	0.3	9.3	9.4
Fishery	3.5	(0.2)	(1.9)	3.8	5.5
Mining, quarrying and gravel	6.6	0.4	3.1	6.1	3.5
Construction	208.1	(5.1)	3.9	213.3	204.1
Electricity, gas, heat supply and water	110.1	11.3	28.9	98.7	81.1
Information and communications	24.5	1.0	0.9	23.5	23.6
Transport and postal service	197.1	16.9	27.3	180.1	169.8
Wholesale and retail trade	500.0	15.0	26.3	484.9	473.6
Financial and insurance	227.8	21.2	37.8	206.6	190.0
Real estate and leasing	867.2	39.6	103.8	827.6	763.4
Medical, welfare	324.8	(0.7)	(2.5)	325.6	327.4
Other services	261.3	(1.1)	1.5	262.4	259.7
Local public sector	103.6	(3.5)	(7.0)	107.1	110.6
Others	2,554.4	53.3	87.9	2,501.1	2,466.5
Of which, individuals	2,394.6	20.8	43.6	2,373.7	2,351.0

(2) "FRL" on loans breakdown by industry

(Unit : Billions of yen)

	As of			As of	As of
	Sep.30, 2023	(a) - (b)	(a) - (c)	Mar.31, 2023	Sep.30, 2022
	(a)			(b)	(c)
All branches	106.6	(4.0)	(8.7)	110.7	115.4
Manufacturing	32.6	(0.6)	(1.3)	33.2	33.9
Agriculture and forestry	1.4	0.0	0.0	1.3	1.3
Fishery	—	—	—	—	—
Mining, quarrying and gravel	—	—	—	—	—
Construction	3.7	0.1	0.1	3.5	3.6
Electricity, gas, heat supply and water	0.2	(0.0)	(0.0)	0.2	0.2
Information and communications	0.9	0.4	0.4	0.4	0.4
Transport and postal service	4.2	(0.1)	0.0	4.3	4.1
Wholesale and retail trade	15.8	(0.8)	(1.6)	16.7	17.4
Financial and insurance	0.0	(0.0)	(0.4)	0.0	0.4
Real estate and leasing	7.6	(1.0)	(1.2)	8.6	8.8
Medical, welfare	13.2	(0.0)	0.3	13.2	12.8
Other services	15.5	(1.1)	(4.5)	16.6	20.0
Local public sector	—	—	—	—	—
Others	11.0	(0.8)	(0.6)	11.9	11.7

(3) Balance of small and medium-sized enterprises, etc. loans and ratio

(Unit : Billions of yen)

	As of Sep.30, 2023		As of Mar.31, 2023		As of Sep.30, 2022
	(a)	(a) - (b)	(a) - (c)	(b)	(c)
Balance of small and medium-sized enterprises, etc. loans	4,977.6	84.5	176.1	4,893.0	4,801.4
Loans to individuals	2,394.6	20.8	43.6	2,373.7	2,351.0
Loans to small and medium-sized enterprises	2,582.9	63.6	132.5	2,519.3	2,450.4
Small and medium-sized enterprises, etc. loans ratio	80.8 %	(1.1) %	(2.1) %	81.9 %	82.9 %

(Note)1 In loans to individuals, apartment loans are included.

2 In loans to small and medium-sized enterprises, loans to regional public corporations are included.

3 Small and medium-sized enterprises, etc. loans ratio is the ratio of balance of small and medium-sized enterprises, etc. loans to domestic loans and bills discounted.

10. Loan Breakdown by Domicile of Borrower, etc. 【Non-consolidated】

(1) Balance of loans to specific foreign countries

Not applicable.

(2) Balance of loans to Asian countries

(Unit : Billions of yen)

	As of Sep.30, 2023		As of Mar.31, 2023		As of Sep.30, 2022
	(a)	(a) - (b)	(a) - (c)	(b)	(c)
Balance of loans to Asian countries	81.9	21.4	25.4	60.4	56.5
Of which, disclosed claims under the "FRL"	—	—	—	—	—

(3) Balance of loans to Latin American countries

(Unit : Billions of yen)

	As of Sep.30, 2023		As of Mar.31, 2023		As of Sep.30, 2022
	(a)	(a) - (b)	(a) - (c)	(b)	(c)
Balance of loans to Latin American countries	12.1	2.5	5.5	9.6	6.5
Of which, disclosed claims under the "FRL"	—	—	—	—	—

(4) Balance of loans to Russia

Not applicable.