

June 24,2022

Status of Shareholdings (FY2021)

This document is an English translation of the “Status of Shareholdings (page 54~58)” recorded in the 137th Securities Report.

It is recorded about the holding status of shares for policy purposes, etc.

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① Standard and concept of classification of Investment shares

The Gunma Bank,Ltd.(“the Bank”) classifies equity securities as held for the purpose of pure investment and held for a purpose other than pure investment.

The Bank classifies shares held exclusively for the purpose of receiving profit from changes in the value of the shares or dividends on the shares as the former, and shares held for policy purposes as the latter.

② Equity securities held for a purpose other than pure investment

A: Holding policies, methods for verifying rationality of holdings, and details of verification by the Board of Directors, etc., regarding the appropriateness of holding each equity security

The Bank’s policy is to hold shares for policy purposes when the significance of such holdings is recognized, such as to maintain and strengthen business relationships with customers and to revitalize the local economy, and to basically reduce the number of such holdings. The ratio of the market value of shares held for policy purposes (excluding shares in subsidiaries and affiliates) to the amount of consolidated total net assets declined from 32.5% before the implementation of the Corporate Governance Code (as of March 31, 2015) to 19.0% as of March 31, 2022.

With regard to each equity security held for policy purposes, the Bank examines the appropriateness of holding such shares comprehensively after examining medium- to long-term business relationships, economic rationality, and other factors, and reports regularly to the Board of Directors. Economic rationality is verified from the perspective of whether Return on Risk Assets (RORA)*, which is calculated based on earnings from transactions, etc., for each equity security, is greater than or equal to the threshold calculated based on the Bank’s ROE and other factors.

*RORA = (Profit after deducting expenses and credit costs + dividends received) / Risk assets of loans and shares

As a result of the verification conducted based on the March 31, 2022 threshold, approximately 70% of the listed shares meet the criteria. At the Board of Directors meeting held in May 2022, the appropriateness of holding the shares under the March 31, 2022 threshold was verified based on the verification method described above.

B: Number of equity securities and book value on the balance sheet

	Number of equity securities	Total of book value on the balance sheet (million of yen)
Equity securities listed	86	97,751
Equity securities not listed	101	3,121

(Equity securities with an increase in the number of shares during the current fiscal year)

	Number of equity securities	Total amount of acquisition cost related to an increase in the number of shares (million of yen)	Reason for the increase in shares
Equity securities listed	—	—	—
Equity securities not listed	—	—	—

(Equity securities with a decrease in number of shares during the current fiscal year)

	Number of equity securities	Total amount of sale price related to a decrease in the number of shares (million of yen)
Equity securities listed	10	9,387
Equity securities not listed	—	—

C: Number of shares of specified equity securities and deemed holdings of each equity security, information on book value on the balance sheet, etc.

specified equity securities

Equity securities	The current fiscal year	The previous fiscal year	Purpose of holding, quantitative holding effects, reasons for the increase in the number of shares	Share-holding of the Company
	Number of shares (Shares)			
	Amount on the balance sheet (million of yen)			
SUBARU CORPORATION	6,412,146	7,764,346	Held as investments that contribute to revitalizing the economy of the region in which the Bank operates and to maintaining and creating employment, etc.	Yes
	12,490	17,112		
Shin-Etsu Chemical Co., Ltd.	387,345	387,345	Held as investments that contribute to revitalizing the economy of the region in which the Bank operates and to maintaining and creating employment, etc.	Yes
	7,278	7,208		
YAMADA HOLDINGS CO., LTD.	17,410,000	17,410,000	Held as investments that contribute to revitalizing the economy of the region in which the Bank operates and to maintaining and creating employment, etc.	Yes
	6,615	10,393		
Toyo Seikan Group Holdings, Ltd.	4,188,831	4,188,831	Held as investments that contribute to revitalizing the economy of the region in which the Bank operates and to maintaining and creating employment, etc.	Yes
	5,889	5,512		
Mitsubishi Electric Corporation	3,430,000	4,900,000	Held as investments that contribute to revitalizing the economy of the region in which the Bank operates and to maintaining and creating employment, etc.	Yes
	4,836	8,263		
Sumitomo Realty & Development Co., Ltd.	1,411,100	1,411,100	Held as an investment that contributes to maintaining and strengthening comprehensive business relationships, etc.	Yes
	4,782	5,511		
TAIYO YUDEN CO., LTD.	832,000	832,000	Held as investments that contribute to revitalizing the economy of the region in which the Bank operates and to maintaining and creating employment, etc.	No
	4,617	4,326		
WORKMAN CO., LTD.	918,000	1,196,000	Held as investments that contribute to revitalizing the economy of the region in which the Bank operates and to maintaining and creating employment, etc.	No
	4,599	9,484		
Mitsui Fudosan Co., Ltd.	1,712,784	1,712,784	Held as an investment that contributes to maintaining and strengthening comprehensive business relationships, etc.	Yes
	4,487	4,305		
Asahi Group Holdings, Ltd.	1,000,800	1,000,800	Held as investments that contribute to revitalizing the economy of the region in which the Bank operates and to maintaining and creating employment, etc.	No
	4,464	4,668		
MAX CO., LTD.	2,084,843	2,084,843	Held as investments that contribute to revitalizing the economy of the region in which the Bank operates and to maintaining and creating employment, etc.	Yes
	3,550	3,412		
YOKOWO CO., LTD.	990,400	990,400	Held as investments that contribute to revitalizing the economy of the region in which the Bank operates and to maintaining and creating employment, etc.	Yes
	2,563	2,686		
DOWA HOLDINGS CO., LTD.	331,840	331,840	Held as investments that contribute to revitalizing the economy of the region in which the Bank operates and to maintaining and creating employment, etc.	Yes
	1,861	1,528		

KAJIMA CORPORATION	1,246,260	1,246,260	Held as an investment that contributes to maintaining and strengthening comprehensive business relationships, etc.	Yes
	1,858	1,957		
MIMASU SEMICONDUCTOR INDUSTRY CO., LTD.	701,530	701,530	Held as investments that contribute to revitalizing the economy of the region in which the Bank operates and to maintaining and creating employment, etc.	Yes
	1,798	1,914		
KANTO DENKA KOGYO CO., LTD.	1,600,000	1,600,000	Held as investments that contribute to revitalizing the economy of the region in which the Bank operates and to maintaining and creating employment, etc.	Yes
	1,729	1,432		
DAIKIN INDUSTRIES, LTD.	70,000	70,000	Held as an investment that contributes to maintaining and strengthening comprehensive business relationships, etc.	Yes
	1,568	1,562		
East Japan Railway Company	200,000	200,000	Held as investments that contribute to revitalizing the economy of the region in which the Bank operates and to maintaining and creating employment, etc.	Yes
	1,422	1,567		
The Hachijuni Bank, Ltd.	3,180,500	3,180,500	Held as an investment for management strategy.	Yes
	1,294	1,281		
Fujikura Ltd.	1,560,469	1,560,469	Held as an investment that contributes to maintaining and strengthening comprehensive business relationships, etc.	Yes
	975	847		
YAMATO CORPORATION	1,251,198	1,251,198	Held as investments that contribute to revitalizing the economy of the region in which the Bank operates and to maintaining and creating employment, etc.	Yes
	943	842		
Money Forward, Inc.	166,640	166,640	Held as an investment that contributes to strengthening business relationships, etc.	No
	914	696		
Gun Ei Chemical Industry Co., Ltd.	304,512	304,512	Held as investments that contribute to revitalizing the economy of the region in which the Bank operates and to maintaining and creating employment, etc.	Yes
	912	770		
Mebuki Financial Group, Inc.	3,425,760	3,425,760	Held as an investment for management strategy.	No
	876	894		
NIHON KOHDEN CORPORATION	279,820	559,520	Held as investments that contribute to revitalizing the economy of the region in which the Bank operates and to maintaining and creating employment, etc.	Yes
	825	1,807		
Axial Retailing Inc.	258,000	258,000	Held as investments that contribute to revitalizing the economy of the region in which the Bank operates and to maintaining and creating employment, etc.	Yes
	825	1,242		
KANEKO SEEDS CO., LTD.	490,601	490,601	Held as investments that contribute to revitalizing the economy of the region in which the Bank operates and to maintaining and creating employment, etc.	Yes
	783	798		
NSK Ltd.	1,023,050	1,023,050	Held as investments that contribute to revitalizing the economy of the region in which the Bank operates and to maintaining and creating employment, etc.,	Yes
	752	1,161		
Seven & I Holdings Co., Ltd.	119,000	119,000	Held as an investment that contributes to maintaining and strengthening comprehensive business relationships, etc.	No
	691	531		

KI-STAR REAL ESTATE CO., LTD	128,000	128,000	Held as investments that contribute to revitalizing the economy of the region in which the Bank operates and to maintaining and creating employment, etc.	No
	674	516		
TOBU RAILWAY CO., LTD.	199,656	199,656	Held as investments that contribute to revitalizing the economy of the region in which the Bank operates and to maintaining and creating employment, etc.	Yes
	594	594		
NORITZ CORPORATION	380,500	760,900	Held as an investment that contributes to maintaining and strengthening comprehensive business relationships, etc.	Yes
	558	1,342		
KONICA MINOLTA, INC.	1,061,200	2,122,500	Held as an investment that contributes to maintaining and strengthening comprehensive business relationships, etc.	Yes
	547	1,273		
Nomura Holdings, Inc.	939,331	939,331	Held as an investment that contributes to strengthening business relationships, etc.	Yes
	483	546		
Sotetsu Holdings, Inc.	200,000	200,000	Held as an investment that contributes to maintaining and strengthening comprehensive business relationships, etc.	No
	458	495		
Fujii Sangyo Corporation	308,000	308,000	Held as investments that contribute to revitalizing the economy of the region in which the Bank operates and to maintaining and creating employment, etc.	Yes
	406	436		
TOTETSU KOGYO CO., LTD.	176,700	176,700	Held as investments that contribute to revitalizing the economy of the region in which the Bank operates and to maintaining and creating employment, etc.	Yes
	400	467		
MITSUBA Corporation	967,318	967,318	Held as investments that contribute to revitalizing the economy of the region in which the Bank operates and to maintaining and creating employment, etc.	No
	357	655		
Electric Power Development Co., Ltd.	204,720	204,720	Held as an investment that contributes to maintaining and strengthening comprehensive business relationships, etc.	No
	357	395		
IHI Corporation	120,900	120,900	Held as investments that contribute to revitalizing the economy of the region in which the Bank operates and to maintaining and creating employment, etc.	Yes
	356	271		
FUJITA ENGINEERING CO., LTD.	400,000	400,000	Held as investments that contribute to revitalizing the economy of the region in which the Bank operates and to maintaining and creating employment, etc.	Yes
	354	395		
SEINO HOLDINGS CO., LTD.	297,000	297,000	Held as investments that contribute to revitalizing the economy of the region in which the Bank operates and to maintaining and creating employment, etc.	No
	330	457		
SEKICHU CO., LTD.	198,800	198,800	Held as investments that contribute to revitalizing the economy of the region in which the Bank operates and to maintaining and creating employment, etc.	Yes
	328	393		
Rengo Co., Ltd.	407,690	407,690	Held as investments that contribute to revitalizing the economy of the region in which the Bank operates and to maintaining and creating employment, etc.	Yes
	318	391		
Idemitsu Kosan Co., Ltd.	91,200	91,200	Held as investments that contribute to revitalizing the economy of the region in which the Bank operates and to maintaining and creating employment, etc.	No
	307	260		

NIPPON STEEL CORPORATION	136,429	136,429	Held as an investment that contributes to maintaining and strengthening comprehensive business relationships, etc.	No
	296	257		
Sata Construction Co., Ltd.	637,120	637,120	Held as investments that contribute to revitalizing the economy of the region in which the Bank operates and to maintaining and creating employment, etc.	No
	294	285		
Carlit Holdings Co., Ltd.	405,000	405,000	Held as investments that contribute to revitalizing the economy of the region in which the Bank operates and to maintaining and creating employment, etc.	Yes
	268	296		
Daiwa Securities Group Inc.	376,000	376,000	Held as an investment that contributes to strengthening business relationships, etc.	Yes
	260	215		
SOHGO SECURITY SERVICES CO., LTD.	58,040	58,040	Held as an investment that contributes to maintaining and strengthening comprehensive business relationships, etc.	Yes
	232	303		
UKAI CO., LTD.	72,000	72,000	Held as an investment that contributes to maintaining and strengthening comprehensive business relationships, etc.	No
	215	220		
The Yamanashi Chuo Bank, Ltd.	225,400	225,400	Held as an investment for management strategy.	Yes
	214	207		
THE TOWA BANK, LTD.	394,174	394,174	Held as an investment for management strategy.	Yes
	212	271		
NTN CORPORATION	944,000	944,000	Held as an investment that contributes to maintaining and strengthening comprehensive business relationships, etc.	Yes
	202	321		
OGURA CLUTCH CO., LTD.	73,923	73,923	Held as investments that contribute to revitalizing the economy of the region in which the Bank operates and to maintaining and creating employment, etc.	Yes
	178	213		
The Musashino Bank, Ltd.	98,700	98,700	Held as an investment for management strategy.	Yes
	173	180		
SUMITOMO HEAVY INDUSTRIES, LTD.	59,053	59,053	Held as an investment that contributes to maintaining and strengthening comprehensive business relationships, etc.	No
	166	181		
NIPPON KAYAKU CO., LTD.	136,427	136,427	Held as investments that contribute to revitalizing the economy of the region in which the Bank operates and to maintaining and creating employment, etc.	Yes
	158	145		

(Note) Quantitative holding effects are difficult to describe for each equity security as they are related to the details of individual transactions. The methods used to verify the rationality of holdings are described in "A: Holding policies, methods for verifying rationality of holdings, and details of verification by the Board of Directors, etc., regarding the appropriateness of holding each equity security."

deemed holdings of each equity security

equity securities	The current fiscal year	The previous fiscal year	Purpose of holding, quantitative holding effects, reasons for the increase in the number of shares	Share-holding of the Company
	Number of shares (Shares)			
	Amount on the balance sheet (million of yen)			
Shin-Etsu Chemical Co., Ltd.	451,000	451,000	Authority to direct the exercise of voting rights.	Yes
	8,474	8,393		
TAIYO YUDEN CO., LTD.	286,000	286,000	Authority to direct the exercise of voting rights.	No
	1,587	1,487		

(Note) At the stage of selecting the top equity security in terms of book value on the balance sheet, specified equity securities and deemed holdings of equity securities are not combined.

③ Equity securities held for the purpose of pure investment

	The current fiscal year		The previous fiscal year	
	Number of equity securities	Total of book value on the balance sheet (million of yen)	Number of equity securities	Total of book value on the balance sheet (million of yen)
Equity securities listed	131	94,927	126	73,872
Equity securities not listed	—	—	—	—

	The current fiscal year		
	Total of dividends received (million of yen)	Total of gain (loss) on sales (million of yen)	Total of valuation gain (loss) (million of yen)
Equity securities listed	2,497	1,894	8,127
Equity securities not listed	—	—	—

④ Investment securities whose purpose of holding was changed from pure investment to other than pure investment during the current fiscal year

Not applicable.

⑤ Investment securities whose purpose of holding was changed from other than pure investment to pure investment during the current fiscal year

Not applicable.