

Consolidated Financial Review

Performance

Gunma Bank conducts consolidated accounting for its four consolidated subsidiaries and its two equity-method subsidiaries. These consolidated results for the fiscal year in review are as follows:

The balance of deposits at fiscal year-end stood at ¥6,421.0 billion, an increase of ¥165.6 billion. Loans and bills discounted stood at ¥5,010.4 billion, an increase of ¥203.5 billion, and securities stood at ¥2,133.2 billion, an decrease of ¥187.4 billion. Total assets came to ¥7,631.5 billion, and Total shareholder's equity came to ¥386.6 billion.

In the year under review, total income amounted to ¥136.2 billion, up ¥3.5 billion from the previous year, mainly due to recording of gain on sales of shares and other securities and gain on reversal of allowance for loan losses.

Further, total expenses increased ¥1.2 billion from the previous year to ¥92.9 billion due to such factors as increases in financing expenses and other operating expenses.

As a result, the bank reported pre-tax income (income before income taxes) in the period in review of ¥43.3 billion, a increase of ¥2.2 billion, and Profit attributable to owners of profit of ¥28.6 billion, an increased ¥2.7 billion.

Consolidated total capital ratio based on Basel III reached as high as 12.62%, while both consolidated Tier 1 ratio and consolidated Common Equity Tier 1 ratio reached as high as 11.81%.

Consolidated Capital Adequacy Ratio (BIS Standards)

	As at March 31, 2015	As at March 31, 2016
1. Consolidated total capital ratio (4/7)	13.37%	12.62%
2. Consolidated Tier 1 ratio (5/7)	11.76%	11.81%
3. Consolidated Common Equity Tier 1 ratio (6/7)	11.76%	11.81%
4. Total capital (consolidated)	474.6	467.0
5. Tier 1 capital (consolidated)	417.3	436.7
6. Common Equity Tier 1 capital (consolidated)	417.3	436.7
7. Risk weighted assets	3,548.5	3,698.3
8. Total required capital (consolidated)	283.8	295.8

Billions of yen