

## Kitakyushu Bank Financial Statements

### NONCONSOLIDATED BALANCE SHEETS (UNAUDITED)

March 31, 2017 and 2016

ASSETS		Millions of yen	Millions of yen	Thousands of
		2017	2016	U.S. dollars
Assets	Cash and due from banks	¥ 90,029	¥ 85,263	\$ 802,469
	Call loans and bills purchased	1,036	140	9,234
	Securities	35,895	30,943	319,948
	Loans and bills discounted	1,039,473	955,100	9,265,291
	Foreign exchanges	6,467	3,536	57,643
	Other assets	7,116	9,240	63,429
	Tangible fixed assets	19,545	19,477	174,213
	Intangible fixed assets	684	964	6,097
	Prepaid pension cost	843	925	7,514
	Customers' liabilities for acceptances and guarantees	11,522	10,047	102,701
	Allowance for loan losses	(9,842)	(14,116)	(87,726)
	<b>Total assets</b>	<b>¥ 1,202,768</b>	<b>¥ 1,101,519</b>	<b>\$ 10,720,813</b>

### LIABILITIES AND NET ASSETS (SHAREHOLDERS' EQUITY)

Liabilities:	Deposits	¥ 1,073,128	¥ 977,420	\$ 9,565,273	
	Call money and bills sold	5,610	6,014	50,004	
	Borrowed money	971	1,061	8,655	
	Foreign exchanges	102	159	909	
	Other liabilities	8,309	10,184	74,061	
	Provision for bonuses	2	377	18	
	Provision for retirement benefits	1,155	1,161	10,295	
	Provision for directors' stock benefits	25	—	223	
	Provision for reimbursement of deposits	86	78	767	
	Deferred tax liabilities	1,888	39	16,829	
	Deferred tax liabilities for land revaluation	3,458	3,458	30,823	
	Acceptances and guarantees	11,522	10,047	102,701	
	<b>Total liabilities</b>	<b>1,106,256</b>	<b>1,009,999</b>	<b>9,860,558</b>	
	Net assets:	Capital stock	10,000	10,000	89,135
		Retained earnings	67,602	65,382	602,567
<b>Total shareholders' equity</b>		<b>77,602</b>	<b>75,382</b>	<b>691,702</b>	
Net unrealized gains on securities		11,143	8,371	99,322	
Revaluation reserve for land		7,767	7,767	69,231	
<b>Total valuation and translation adjustments</b>		<b>18,910</b>	<b>16,138</b>	<b>168,553</b>	
<b>Total net assets</b>		<b>96,512</b>	<b>91,520</b>	<b>860,255</b>	
<b>Total liabilities, and net assets</b>	<b>¥ 1,202,768</b>	<b>¥ 1,101,519</b>	<b>\$ 10,720,813</b>		

## NONCONSOLIDATED STATEMENTS OF INCOME (UNAUDITED)

Years ended March 31, 2017 and 2016

	Millions of yen	Millions of yen	Thousands of
	2017	2016	U.S. dollars
			2017
<b>Income</b>			
Interest income:			
Interest on loans and discounts	¥ 10,764	¥ 10,639	\$ 95,944
Interest and dividends on securities	450	418	4,011
Other interest income	48	52	428
Fees and commissions	1,551	1,575	13,825
Other ordinary income	0	417	0
Other income	1,372	1,315	12,229
<b>Total income</b>	<b>14,185</b>	<b>14,416</b>	<b>126,437</b>

<b>Expenses</b>			
Interest expense:			
Interest on deposits	670	892	5,972
Other interest expense	19	11	169
Fees and commissions payments	826	715	7,363
Other operating expenses	12	—	107
General and administrative expenses	9,321	9,486	83,082
Impairment losses	—	42	—
Other expenses	115	201	1,025
<b>Total expenses</b>	<b>10,963</b>	<b>11,347</b>	<b>97,718</b>
<b>Income before income taxes and minority interests</b>	<b>3,222</b>	<b>3,069</b>	<b>28,719</b>
Income taxes:			
Current	320	880	2,852
Deferred	682	352	6,079
<b>Net income</b>	<b>¥ 2,220</b>	<b>¥ 1,837</b>	<b>\$ 19,788</b>

Amounts per share of common stock:	Yen	Yen	U.S. dollars
	2017	2016	2017
Net income	¥ 2,220,377	¥ 1,837,056	\$ 19,791.22