

Yamaguchi Bank Financial Statements

NONCONSOLIDATED BALANCE SHEETS (UNAUDITED)

March 31, 2016 and 2015

ASSETS		Millions of yen	Millions of yen	Thousands of
		2016	2015	U.S. dollars
				2016
Assets	Cash and due from banks	¥ 758,297	¥ 531,489	\$ 6,729,650
	Call loans and bills purchased	322,664	263,224	2,863,543
	Monetary claims bought	7,160	7,769	63,543
	Trading assets	3,584	5,563	31,807
	Money held in trust	45,095	44,306	400,204
	Securities	1,413,070	1,584,517	12,540,557
	Loans and bills discounted	3,481,850	3,450,436	30,900,337
	Foreign exchanges	7,711	8,272	68,433
	Other assets	53,394	91,574	473,857
	Tangible fixed assets	44,358	45,337	393,663
	Intangible fixed assets	2,670	3,269	23,695
	Prepaid pension cost	17,553	17,382	155,777
	Customers' liabilities for acceptances and guarantees	25,098	30,541	222,737
	Allowance for loan losses	(25,707)	(29,067)	(228,142)
	Total assets	¥ 6,156,797	¥ 6,054,612	\$ 54,639,661

LIABILITIES AND NET ASSETS (SHAREHOLDERS' EQUITY)

Liabilities:	Deposits	¥ 5,568,117	¥ 5,454,733	\$ 49,415,309
	Call money and bills sold	72,537	76,790	643,743
	Payables under securities lending transactions	32,001	12,329	283,999
	Trading liabilities	3,619	5,631	32,118
	Borrowed money	8,482	9,765	75,275
	Foreign exchanges	1,343	3,052	11,919
	Other liabilities	38,321	57,855	340,086
	Provision for bonuses	1,440	1,554	12,780
	Provision for retirement benefits	106	106	941
	Provision for reimbursement of deposits	946	933	8,395
	Reserve for frequent users services	45	43	399
	Deferred tax liabilities	12,752	18,099	113,170
	Deferred tax liabilities for land revaluation	7,414	7,820	65,797
	Acceptances and guarantees	25,098	30,541	222,737
	Total liabilities	5,772,221	5,679,251	51,226,668
Net assets:	Capital stock	10,006	10,006	88,800
	Capital surplus	380	380	3,372
	Retained earnings	315,458	293,793	2,799,593
	Total shareholders' equity	325,844	304,179	2,891,765
	Net unrealized gains on securities	42,262	55,083	375,062
	Deferred gains or losses on hedges	(286)	(303)	(2,538)
	Revaluation reserve for land	16,756	16,402	148,704
	Total valuation and translation adjustments	58,732	71,182	521,228
	Total net assets	384,576	375,361	3,412,993
	Total liabilities, and net assets	¥ 6,156,797	¥ 6,054,612	\$ 54,639,661

NONCONSOLIDATED STATEMENTS OF INCOME (UNAUDITED)

Years ended March 31, 2016 and 2015

	Millions of yen 2016	Millions of yen 2015	Thousands of U.S. dollars 2016
Income			
Interest income:			
Interest on loans and discounts	¥ 40,638	¥ 41,408	\$ 360,650
Interest and dividends on securities	13,272	16,014	117,785
Other interest income	1,500	1,002	13,312
Fees and commissions	11,519	11,833	102,228
Trading income	30	54	266
Other ordinary income	10,183	8,962	90,371
Other income	11,595	5,789	102,901
Total income	88,737	85,062	787,513

Expenses			
Interest expense:			
Interest on deposits	4,201	4,171	37,283
Interest on borrowings and rediscounts	684	586	6,070
Other interest expense	146	165	1,296
Fees and commissions payments	4,116	4,045	36,528
Other operating expenses	8,212	4,481	72,879
General and administrative expenses	32,853	37,990	291,560
Impairment losses	59	0	524
Other expenses	2,420	2,296	21,476
Total expenses	52,691	53,734	467,616
Income before income taxes and minority interests	36,046	31,328	319,897
Income taxes:			
Current	9,423	9,764	83,626
Deferred	1,916	1,557	17,004
Net income	¥ 24,707	¥ 20,007	\$ 219,267

Amounts per share of common stock:	Yen 2016	Yen 2015	U.S. dollars 2016
	Net income	¥ 123.53	¥ 100.03
Cash dividends applicable to the year	15.00	14.00	0.13