

Yamaguchi Bank Financial Statements

NONCONSOLIDATED BALANCE SHEETS (UNAUDITED)

March 31, 2019 and 2018

ASSETS		Millions of yen	Millions of yen	Thousands of
		2019	2018	U.S. dollars
				2019
Assets	Cash and due from banks	¥ 608,108	¥ 670,231	\$ 5,478,944
	Call loans and bills purchased	83,137	86,142	749,049
	Monetary claims bought	6,941	8,339	62,537
	Trading assets	886	904	7,983
	Money held in trust	23,275	32,962	209,704
	Securities	896,686	1,071,319	8,078,980
	Loans and bills discounted	4,043,045	3,833,877	36,427,111
	Foreign exchanges	9,726	7,982	87,630
	Other assets	109,267	96,879	984,474
	Tangible fixed assets	44,554	45,720	401,424
	Intangible fixed assets	3,771	3,902	33,976
	Prepaid pension cost	17,626	16,435	158,807
	Customers' liabilities for acceptances and guarantees	23,788	24,555	214,326
	Allowance for loan losses	(26,801)	(22,375)	(241,472)
	Total assets	¥ 5,844,009	¥ 5,876,872	\$ 52,653,473

LIABILITIES AND NET ASSETS (SHAREHOLDERS' EQUITY)

Liabilities:	Deposits	¥ 5,135,626	¥ 5,270,488	\$ 46,271,069
	Call money and bills sold	133,617	60,933	1,203,865
	Payables under securities lending transactions	50,173	30,670	452,050
	Trading liabilities	570	493	5,136
	Borrowed money	5,584	5,082	50,311
	Foreign exchanges	2,119	2,844	19,092
	Other liabilities	53,902	37,938	485,646
	Provision for bonuses	8	15	72
	Provision for retirement benefits	113	106	1,018
	Provision for directors' stock benefits	104	92	937
	Provision for reimbursement of deposits	796	1,020	7,172
	Provision for customers point services	41	44	369
	Deferred tax liabilities	7,210	12,523	64,961
	Deferred tax liabilities for land revaluation	7,410	7,414	66,763
	Acceptances and guarantees	23,788	24,555	214,326
	Total liabilities	5,421,061	5,454,217	48,842,787
Net assets:	Capital stock	10,006	10,006	90,152
	Capital surplus	380	380	3,424
	Retained earnings	364,850	354,471	3,287,233
	Total shareholders' equity	375,236	364,857	3,380,809
	Net unrealized gains on securities	32,208	41,186	290,188
	Deferred gains or losses on hedges	(1,255)	(154)	(11,307)
	Revaluation reserve for land	16,759	16,766	150,996
	Total valuation and translation adjustments	47,712	57,798	429,877
	Total net assets	422,948	422,655	3,810,686
	Total liabilities, and net assets	¥ 5,844,009	¥ 5,876,872	\$ 52,653,473

NONCONSOLIDATED STATEMENTS OF INCOME (UNAUDITED)

Years ended March 31, 2019 and 2018

	Millions of yen 2019	Millions of yen 2018	Thousands of U.S. dollars 2019
Income			
Interest income:			
Interest on loans and discounts	¥ 43,039	¥ 40,036	\$ 387,774
Interest and dividends on securities	13,459	13,533	121,263
Other interest income	1,486	1,094	13,389
Fees and commissions	10,565	12,315	95,189
Trading income	24	23	216
Other ordinary income	10,376	4,307	93,486
Other income	8,916	11,684	80,331
Total income	87,865	82,992	791,648

Expenses			
Interest expense:			
Interest on deposits	5,078	3,399	45,752
Interest on borrowings and rediscounts	1,842	1,686	16,596
Other interest expense	324	160	2,919
Fees and commissions payments	4,719	4,562	42,517
Other operating expenses	14,525	7,163	130,868
General and administrative expenses	28,137	29,601	253,509
Impairment losses	11	—	99
Other expenses	8,010	3,282	72,169
Total expenses	62,646	49,853	564,429
Income before income taxes and minority interests	25,219	33,139	227,219
Income taxes:			
Current	7,387	8,887	66,555
Deferred	(956)	226	(8,613)
Net income	¥ 18,788	¥ 24,026	\$ 169,277

Amounts per share of common stock:	Yen 2019	Yen 2018	U.S. dollars 2019
	Net income	¥ 93.94	¥ 120.13
Cash dividends applicable to the year	37.44	23.73	0.34