

## Yamaguchi Bank Financial Statements

## NONCONSOLIDATED BALANCE SHEETS (UNAUDITED)

March 31, 2020 and 2019

ASSETS		Millions of yen	Millions of yen	Thousands of
		2020	2019	U.S. dollars
Assets	Cash and due from banks	¥ 616,575	¥ 608,108	\$ 5,665,487
	Call loans and bills purchased	33,168	83,137	304,769
	Monetary claims bought	5,487	6,941	50,418
	Trading assets	990	886	9,097
	Money held in trust	40,738	23,275	374,327
	Securities	945,873	896,686	8,691,289
	Loans and bills discounted	4,234,787	4,043,045	38,911,945
	Foreign exchanges	10,367	9,726	95,259
	Other assets	118,689	109,267	1,090,592
	Tangible fixed assets	44,273	44,554	406,809
	Intangible fixed assets	3,570	3,771	32,803
	Prepaid pension cost	19,038	17,626	174,933
	Deferred tax assets	6,917	—	63,558
	Customers' liabilities for acceptances and guarantees	25,438	23,788	233,741
	Allowance for loan losses	(30,420)	(26,801)	(279,519)
	<b>Total assets</b>	<b>¥ 6,075,490</b>	<b>¥ 5,844,009</b>	<b>\$ 55,825,508</b>

## LIABILITIES AND NET ASSETS (SHAREHOLDERS' EQUITY)

Liabilities:	Deposits	¥ 5,358,972	¥ 5,135,626	\$ 49,241,680
	Call money and bills sold	85,701	133,617	787,476
	Payables under securities lending transactions	115,421	50,173	1,060,562
	Trading liabilities	742	570	6,818
	Borrowed money	4,844	5,584	44,510
	Foreign exchanges	4,082	2,119	37,508
	Other liabilities	65,437	53,902	601,277
	Provision for bonuses	41	8	377
	Provision for retirement benefits	106	113	974
	Provision for directors' stock benefits	137	104	1,259
	Provision for reimbursement of deposits	622	796	5,715
	Provision for customers point services	43	41	395
	Deferred tax liabilities	—	7,210	—
	Deferred tax liabilities for land revaluation	7,380	7,410	67,812
	Acceptances and guarantees	25,438	23,788	233,741
	<b>Total liabilities</b>	<b>5,668,966</b>	<b>5,421,061</b>	<b>52,090,104</b>
	Net assets:	Capital stock	10,006	10,006
Capital surplus		380	380	3,492
Retained earnings		379,841	364,850	3,490,223
<b>Total shareholders' equity</b>		<b>390,227</b>	<b>375,236</b>	<b>3,585,657</b>
Net unrealized gains on securities		8,891	32,208	81,696
Deferred gains or losses on hedges		(9,283)	(1,255)	(85,298)
Revaluation reserve for land		16,689	16,759	153,349
<b>Total valuation and translation adjustments</b>		<b>16,297</b>	<b>47,712</b>	<b>149,747</b>
<b>Total net assets</b>		<b>406,524</b>	<b>422,948</b>	<b>3,735,404</b>
<b>Total liabilities, and net assets</b>	<b>¥ 6,075,490</b>	<b>¥ 5,844,009</b>	<b>\$ 55,825,508</b>	

## NONCONSOLIDATED STATEMENTS OF INCOME (UNAUDITED)

Years ended March 31, 2020 and 2019

	Millions of yen 2020	Millions of yen 2019	Thousands of U.S. dollars 2020
<b>Income</b>			
Interest income:			
Interest on loans and discounts	¥ 42,199	¥ 43,039	\$ 387,752
Interest and dividends on securities	15,704	13,459	144,298
Other interest income	1,039	1,486	9,547
Fees and commissions	9,889	10,565	90,866
Trading income	63	24	579
Other ordinary income	15,955	10,376	146,605
Other income	13,026	8,916	119,691
<b>Total income</b>	<b>97,875</b>	<b>87,865</b>	<b>899,338</b>

<b>Expenses</b>			
Interest expense:			
Interest on deposits	4,006	5,078	36,810
Interest on borrowings and rediscounts	2,596	1,842	23,854
Other interest expense	1,008	324	9,262
Fees and commissions payments	4,815	4,719	44,243
Other operating expenses	18,579	14,525	170,716
General and administrative expenses	26,952	28,137	247,652
Impairment losses	121	11	1,112
Other expenses	9,231	8,010	84,820
<b>Total expenses</b>	<b>67,308</b>	<b>62,646</b>	<b>618,469</b>
<b>Income before income taxes and minority interests</b>	<b>30,567</b>	<b>25,219</b>	<b>280,869</b>
Income taxes:			
Current	8,154	7,387	74,924
Deferred	(588)	(956)	(5,403)
<b>Net income</b>	<b>¥ 23,001</b>	<b>¥ 18,788</b>	<b>\$ 211,348</b>

Amounts per share of common stock:	Yen 2020	Yen 2019	U.S. dollars 2020
	Net income	¥ 115.01	¥ 93.94
Cash dividends applicable to the year	43.14	37.44	0.40