

Consolidated Balance Sheets

The Ogaki Kyoritsu Bank, Ltd. and its Consolidated Subsidiaries

As of March 31, 2020 and 2019	Millions of Yen		Thousands of U.S. Dollars
	2020	2019	2020
ASSETS			
Cash and Due from Banks	¥ 279,030	¥ 246,288	\$ 2,563,907
Call Loans and Bills Bought	4,890	8,478	44,932
Monetary Claims Bought	3,151	3,371	28,953
Trading Account Securities	551	1,173	5,062
Money Held in Trust	4,983	3,000	45,787
Securities	1,289,468	1,245,105	11,848,460
Loans and Bills Discounted	4,178,689	4,113,132	38,396,480
Foreign Exchanges	9,290	6,686	85,362
Lease Receivables and Investments	79,071	72,173	726,555
Other Assets	87,917	85,830	807,837
Tangible Fixed Assets	33,662	33,503	309,308
Intangible Fixed Assets	6,943	8,717	63,796
Net Defined Benefit Asset	5,647	6,484	51,888
Deferred Tax Assets	1,926	1,906	17,697
Customers' Liabilities for Acceptances and Guarantees	18,901	22,577	173,674
Less Reserve for Possible Loan Losses	(21,035)	(24,545)	(193,283)
Less Reserve for Possible Investment Losses	(15)	(15)	(137)
Total Assets	¥5,983,075	¥ 5,833,869	\$ 54,976,339
LIABILITIES AND NET ASSETS			
Liabilities			
Deposits	¥5,182,005	¥ 5,084,021	\$ 47,615,593
Call Money and Bills Sold	4,897	9,989	44,996
Payables under Repurchase Agreements	39,302	33,774	361,132
Payables for Securities Lending Transactions	86,430	77,299	794,174
Borrowed Money	274,337	207,895	2,520,784
Foreign Exchanges	453	669	4,162
Borrowed Money from Trust Account Liabilities	980	—	9,004
Other Liabilities	61,627	66,206	566,268
Accrued Employees' Bonuses	1,787	1,828	16,420
Net Defined Benefit Liability	3,604	3,499	33,115
Reserve for Directors' Retirement Benefits	39	30	358
Reserve for Reimbursement of Deposits	299	314	2,747
Reserve for Customer Point Program	888	905	8,159
Reserve under Special Laws	0	—	0
Deferred Tax Liabilities	7,558	13,031	69,447
Deferred Tax Liability on Land Revaluation	2,151	2,151	19,764
Acceptances and Guarantees	18,901	22,577	173,674
Total Liabilities	5,685,266	5,524,193	52,239,878
Net Assets			
Common Stock:			
Authorized — 80,000,000 shares			
Issued — 41,831,897 shares	46,773	46,773	429,780
Capital Surplus	37,834	37,834	347,643
Retained Earnings	164,673	162,104	1,513,121
Less Treasury Stock:			
— 53,199 shares in 2020 and 57,784 shares in 2019	(192)	(211)	(1,764)
Accumulated Other Comprehensive Income:			
Net Unrealized Gains on Available-for-Sale Securities	36,527	47,706	335,633
Net Deferred Hedge Gains and Losses	1,331	4,974	12,230
Land Revaluation Reserve	2,504	2,504	23,008
Remeasurements of Defined Benefit Plans	(3,866)	(3,431)	(35,523)
Stock Acquisition Rights	165	153	1,516
Non-Controlling Interests	12,058	11,268	110,796
Total Net Assets	297,809	309,676	2,736,460
Total Liabilities and Net Assets	¥5,983,075	¥ 5,833,869	\$ 54,976,339

Consolidated Statements of Income

The Ogaki Kyoritsu Bank, Ltd. and its Consolidated Subsidiaries

For the Years Ended March 31, 2020 and 2019	Millions of Yen		Thousands of U.S. Dollars
	2020	2019	2020
Income			
Interest and Dividends on:			
Loans and Bills Discounted	¥ 37,621	¥ 39,232	\$ 345,685
Securities	11,041	12,737	101,451
Others	5,308	4,760	48,773
Trust Fees	24	—	220
Fees and Commissions	14,913	13,983	137,030
Other Operating Income	3,220	5,618	29,587
Other Income	43,174	41,160	396,710
Total Income	115,303	117,493	1,059,478
Expenses			
Interest on:			
Deposits	1,095	1,421	10,061
Borrowings and Rediscounts	3,778	4,796	34,714
Corporate Bonds	—	56	—
Others	0	246	0
Fees and Commissions	6,747	6,754	61,995
Other Operating Expenses	2,520	6,223	23,155
General and Administrative Expenses	49,450	49,286	454,378
Other Expenses	41,917	38,157	385,160
Total Expenses	105,510	106,943	969,493
Income before Income Taxes	9,792	10,550	89,975
Income Taxes :			
Current	2,801	2,698	25,737
Deferred	706	428	6,487
Total Income Taxes	3,508	3,127	32,233
Net Income	6,284	7,423	57,741
Net Income Attributable to Non-Controlling Interests	786	562	7,222
Net Income Attributable to Owners of the Parent	¥ 5,498	¥ 6,861	\$ 50,519

	Yen		U.S. Dollars
	2020	2019	2020
Per Share of Common Stock			
Net Income Attributable to Owners of the Parent	¥ 131.60	¥ 164.23	\$ 1.20
Diluted Net Income Attributable to Owners of the Parent	131.42	164.03	1.20
Dividends	70.00	70.00	0.64
Net Assets	6,835.68	7,139.69	62.81

Consolidated Statements of Comprehensive Income

The Ogaki Kyoritsu Bank, Ltd. and its Consolidated Subsidiaries

For the Years Ended March 31, 2020 and 2019	Millions of Yen		Thousands of U.S. Dollars
	2020	2019	2020
Net Income	¥ 6,284	¥ 7,423	\$ 57,741
Other Comprehensive Income	(15,247)	(4,072)	(140,099)
Net Unrealized Losses on Available-for-Sale Securities	(11,170)	(1,867)	(102,637)
Net Deferred Hedge Gains and Losses	(3,643)	(2,211)	(33,474)
Remeasurements of Defined Benefit Plans	(434)	6	(3,987)
Comprehensive Income	(8,962)	3,351	(82,348)
Comprehensive Income Attributable to:			
Owners of the Parent	(9,758)	2,873	(89,662)
Non-Controlling Interests	795	477	7,304

Consolidated Statements of Changes in Net Assets

The Ogaki Kyoritsu Bank, Ltd. and its Consolidated Subsidiaries

	Millions of Yen				
	STOCKHOLDERS' EQUITY				
	Common Stock	Capital Surplus	Retained Earnings	Treasury Stock	Total Stockholders' Equity
Balance at April 1, 2018	¥46,773	¥37,834	¥157,992	¥(216)	¥242,384
Cash Dividends	—	—	(2,924)	—	(2,924)
Net Income Attributable to Owners of the Parent	—	—	6,861	—	6,861
Purchases of Treasury Stock	—	—	—	(4)	(4)
Losses on Sales of Treasury Stock	—	—	(0)	9	8
Land Revaluation	—	—	176	—	176
Net Changes in Items Other Than Stockholders' Equity	—	—	—	—	—
Balance at March 31, 2019	46,773	37,834	162,104	(211)	246,500
Cash Dividends	—	—	(2,924)	—	(2,924)
Net Income Attributable to Owners of the Parent	—	—	5,498	—	5,498
Purchases of Treasury Stock	—	—	—	(3)	(3)
Losses on Sales of Treasury Stock	—	—	(4)	22	17
Land Revaluation	—	—	0	—	0
Net Changes in Items Other Than Stockholders' Equity	—	—	—	—	—
Balance at March 31, 2020	¥46,773	¥37,834	¥164,673	¥(192)	¥249,088

	Millions of Yen							
	ACCUMULATED OTHER COMPREHENSIVE INCOME							
	Net Unrealized Gains on Available-for-Sale Securities	Net Deferred Hedge Gains and Losses	Land Revaluation Reserve	Remeasurements of Defined Benefit Plans	Total Accumulated Other Comprehensive Income	Stock Acquisition Rights	Non-Controlling Interests	Total Net Assets
Balance at April 1, 2018	¥49,488	¥7,186	¥2,680	¥(3,438)	¥55,917	¥133	¥10,794	309,229
Cash Dividends	—	—	—	—	—	—	—	(2,924)
Net Income Attributable to Owners of the Parent	—	—	—	—	—	—	—	6,861
Purchases of Treasury Stock	—	—	—	—	—	—	—	(4)
Losses on Sales of Treasury Stock	—	—	—	—	—	—	—	8
Land Revaluation	—	—	—	—	—	—	—	176
Net Changes in Items Other Than Stockholders' Equity	(1,782)	(2,211)	(176)	6	(4,163)	20	474	(3,668)
Balance at March 31, 2019	47,706	4,974	2,504	(3,431)	51,753	153	11,268	309,676
Cash Dividends	—	—	—	—	—	—	—	(2,924)
Net Income Attributable to Owners of the Parent	—	—	—	—	—	—	—	5,498
Purchases of Treasury Stock	—	—	—	—	—	—	—	(3)
Losses on Sales of Treasury Stock	—	—	—	—	—	—	—	17
Land Revaluation	—	—	—	—	—	—	—	0
Net Changes in Items Other Than Stockholders' Equity	(11,179)	(3,643)	(0)	(434)	(15,256)	11	789	(14,455)
Balance at March 31, 2020	¥36,527	¥1,331	¥2,504	¥(3,866)	¥36,497	¥165	¥12,058	¥297,809

Thousands of U.S. Dollars					
STOCKHOLDERS' EQUITY					
	Common Stock	Capital Surplus	Retained Earnings	Treasury Stock	Total Stockholders' Equity
Balance at April 1, 2019	\$ 429,780	\$ 347,643	\$ 1,489,515	\$ (1,938)	\$ 2,265,000
Cash Dividends	—	—	(26,867)	—	(26,867)
Net Income Attributable to Owners of the Parent	—	—	50,519	—	50,519
Purchases of Treasury Stock	—	—	—	(27)	(27)
Losses on Sales of Treasury Stock	—	—	(36)	202	156
Land Revaluation	—	—	0	—	0
Net Changes in Items Other Than Stockholders' Equity	—	—	—	—	—
Balance at March 31, 2020	\$429,780	\$347,643	\$1,513,121	\$ (1,764)	\$2,288,780

Thousands of U.S. Dollars								
ACCUMULATED OTHER COMPREHENSIVE INCOME								
	Net Unrealized Gains on Available-for- Sale Securities	Net Deferred Hedge Gains and Losses	Land Revaluation Reserve	Remeasurements of Defined Benefit Plans	Total Accumulated Other Comprehensive Income	Stock Acquisition Rights	Non-Controlling Interests	Total Net Assets
Balance at April 1, 2019	\$ 438,353	\$ 45,704	\$ 23,008	\$ (31,526)	\$ 475,539	\$ 1,405	\$ 103,537	\$ 2,845,502
Cash Dividends	—	—	—	—	—	—	—	(26,867)
Net Income Attributable to Owners of the Parent	—	—	—	—	—	—	—	50,519
Purchases of Treasury Stock	—	—	—	—	—	—	—	(27)
Losses on Sales of Treasury Stock	—	—	—	—	—	—	—	156
Land Revaluation	—	—	—	—	—	—	—	0
Net Changes in Items Other Than Stockholders' Equity	(102,719)	(33,474)	(0)	(3,987)	(140,181)	101	7,249	(132,821)
Balance at March 31, 2020	\$335,633	\$12,230	\$23,008	\$ (35,523)	\$335,357	\$1,516	\$110,796	\$2,736,460

Consolidated Statements of Cash Flows

The Ogaki Kyoritsu Bank, Ltd. and its Consolidated Subsidiaries

For the Years Ended March 31, 2020 and 2019	Millions of Yen		Thousands of U.S. Dollars
	2020	2019	2020
Cash Flows from Operating Activities:			
Income before Income Taxes	¥ 9,792	¥ 10,550	\$ 89,975
Depreciation	4,889	4,893	44,923
Impairment Loss on Fixed Assets	245	274	2,251
Increase (Decrease) in Reserve for Possible Loan Losses	(3,510)	(2,409)	(32,252)
Increase (Decrease) in Accrued Employees' Bonuses	(40)	(9)	(367)
Decrease (Increase) in Net Defined Benefit Asset	(126)	(327)	(1,157)
Increase (Decrease) in Net Defined Benefit Liability	448	347	4,116
Increase (Decrease) in Reserve for Directors' Retirement Benefits	9	(0)	82
Increase (Decrease) in Reserve for Reimbursement of Deposits	(14)	58	(128)
Interest and Dividend Income	(53,971)	(56,730)	(495,920)
Interest Expense	4,874	6,520	44,785
Securities Gains, Net	(816)	(1,803)	(7,497)
Losses on Sale of Fixed Assets, Net	297	72	2,729
Net Changes in Trading Account Securities	622	(586)	5,715
Net Changes in Loans and Bills Discounted	(65,557)	(90,041)	(602,379)
Net Changes in Deposits	97,984	120,956	900,339
Net Changes in Borrowed Money	66,442	27,058	610,511
Net Changes in Deposits with Banks	(3,031)	(977)	(27,850)
Net Changes in Call Loans	3,587	(5,456)	32,959
Net Changes in Call Money	436	18,411	4,006
Net Changes in Payables for Securities Lending Transactions	9,130	(63,955)	83,892
Net Changes in Foreign Exchange Assets	(2,603)	603	(23,918)
Net Changes in Foreign Exchange Liabilities	(215)	206	(1,975)
Interest Income Received	50,541	60,513	464,403
Interest Expense Paid	(6,762)	(7,997)	(62,133)
Net Changes in Lease Assets	(479)	(88)	(4,401)
Net Changes in Lease Receivables and Investments	(6,897)	(6,504)	(63,374)
Net Changes in Borrowed Money from Trust Account Liabilities	980	—	9,004
Others	(1,773)	(41,724)	(16,291)
Subtotal	104,482	(28,146)	960,047
Income Taxes Paid	(2,341)	(2,374)	(21,510)
Income Taxes Refunded	162	747	1,488
Net Cash Provided by (Used in) Operating Activities	102,303	(29,773)	940,025
Cash Flows from Investing Activities:			
Purchases of Securities	(280,589)	(500,457)	(2,578,232)
Proceeds from Sales of Securities	109,040	451,663	1,001,929
Proceeds from Maturities of Securities	107,292	158,591	985,867
Increase in Money Held in Trust	(2,000)	(3,000)	(18,377)
Purchases of Tangible Fixed Assets	(2,223)	(1,956)	(20,426)
Proceeds from Sales of Tangible Fixed Assets	0	1,180	0
Payments for Retirement of Tangible Fixed Assets	—	(20)	—
Purchases of Intangible Fixed Assets	(1,051)	(1,159)	(9,657)
Others	(0)	2	(0)
Net Cash Provided by (Used in) Investing Activities	(69,531)	104,844	(638,895)
Cash Flows from Financing Activities:			
Decrease in Subordinated Loans	—	(9,000)	—
Redemption of Subordinated Bonds	—	(15,000)	—
Cash Dividends Paid	(2,924)	(2,924)	(26,867)
Cash Dividends Paid to Non-Controlling Interests	(5)	(5)	(45)
Payments from Non-Controlling Interests	—	2	—
Purchases of Treasury Stock	(3)	(4)	(27)
Proceeds from Sales of Treasury Stock	0	0	0
Others	(120)	(120)	(1,102)
Net Cash Used in Financing Activities	(3,054)	(27,052)	(28,062)
Effect of Foreign Exchange Rate Changes	(7)	5	(64)
Net Increase (Decrease) in Cash and Cash Equivalents	29,710	48,023	272,994
Cash and Cash Equivalents at Beginning of the Year	241,318	193,294	2,217,384
Cash and Cash Equivalents at End of the Year	¥ 271,028	¥ 241,318	\$ 2,490,379