

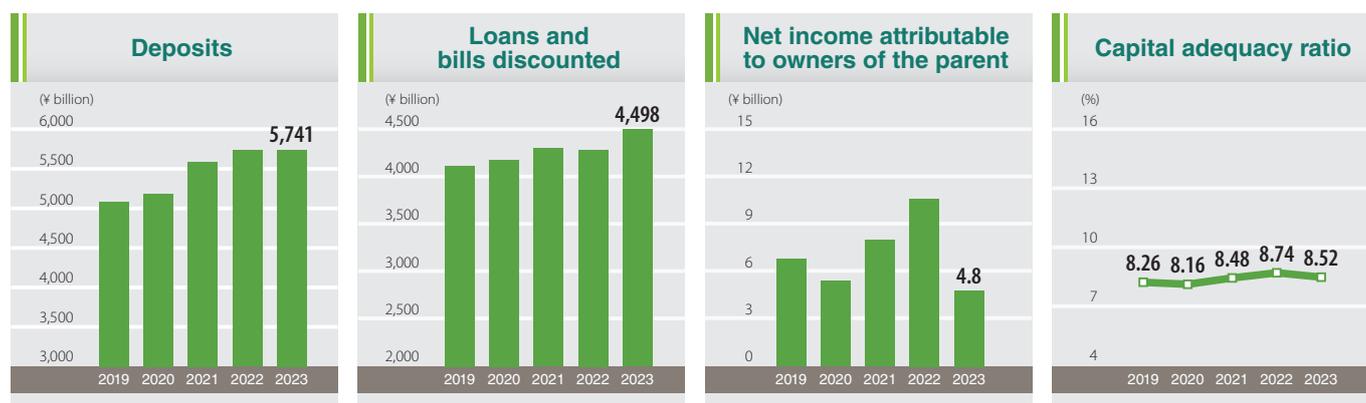
Consolidated Financial Highlights

The Ogaki Kyoritsu Bank, Ltd. and its Consolidated Subsidiaries
Years ended March 31

	Millions of Yen		Thousands of U.S. Dollars
	2023	2022	2023
At Year-End:			
Deposits	¥5,741,921	¥5,733,018	\$43,000,981
Loans and bills discounted	4,498,254	4,282,764	33,687,216
Securities	1,419,709	1,535,723	10,632,135
Total assets	6,671,147	7,721,232	49,959,911
Total net assets	288,073	323,287	2,157,365
Common stock	46,773	46,773	350,280
For the Year:			
Total income	¥122,780	¥115,407	\$919,493
Total expenses	114,104	99,124	854,519
Income before income taxes	8,675	16,283	64,966
Net income attributable to owners of the parent	4,825	10,620	36,134
Per Share Data (in yen and U.S. dollars):			
Net income attributable to owners of the parent —basic	¥115.93	¥254.50	\$0.86
—diluted	115.81	254.22	0.86
Net assets	6,918.58	7,438.80	51.81
ROE	1.61%	3.38%	

Notes: 1. In this annual report, the Japanese yen in millions are indicated with fractions omitted.

2. Figures stated in U.S. dollars in this annual report are translated from Japanese yen, solely for convenience, at the rate of ¥133.53 per U.S. \$1.00, the rate prevailing at March 31, 2023.



Business Performance (on a consolidated basis)

In the fiscal year under review, total income (operating income plus extraordinary income) amounted to ¥122,780 million (US\$919,493 thousand), an increase of ¥7,373 million year on year. This was mainly due to an increase in fees and commissions income.

Total expenses (operating expenses plus extraordinary expenses) came to ¥114,104 million (US\$854,519 thousand), an increase of ¥14,980 million year on year. This was primarily due to an increase in fund procurement expenses.

As a result of these and other factors, income before income taxes for the year totaled ¥8,675 million (US\$64,966 thousand), while net income attributable to owners of the parent for the year amounted to ¥4,825 million (US\$36,134 thousand).

Deposits & Loans (on a consolidated basis)

During the fiscal year under review, deposits increased ¥8.9 billion year on year to ¥5,741.9 billion (US\$43,000 million), mainly due to accounts held by individuals.

The year-end balance of loans and bills discounted increased ¥215.4 billion year on year to ¥4,498.2 billion (US\$33,687 million), mainly due to business loans.

Asset Quality

Present Status of the Bank's Assets

The balance of nonperforming loans subject to mandatory disclosure under the Banking Act and the Financial Revitalization Law increased ¥2.6 billion from the previous reporting term, to ¥63.9 billion.

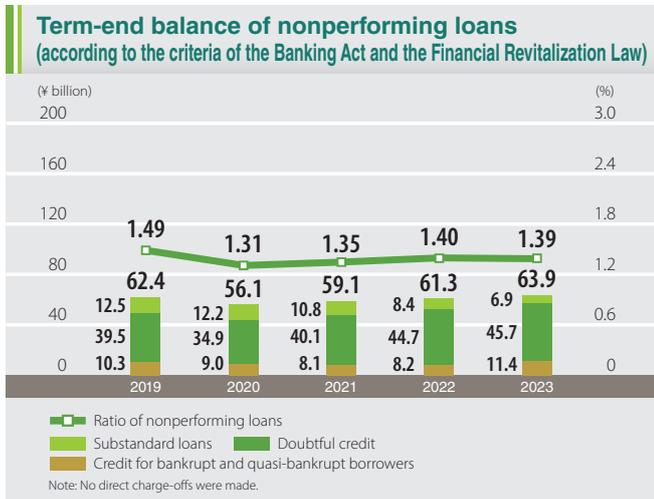
The ratio of such loans to total loans declined by 0.01 of a percentage point from the previous reporting term, to 1.39%.

The majority of these nonperforming loans are covered by reserves for possible loan losses or by collateral or guarantees. Consequently, the coverage ratio (coverage of total bad debt) was 87.79% (¥56.1 billion).

Capital Adequacy

Hitherto, in addition to accumulating profits as retained earnings, the Company has endeavored to build up its regulatory capital through financing for capital expansion, in order to create the sort of sound financial position required of a regional financial institution.

Regulatory capital as of the reporting term-end increased by ¥4.2 billion from the previous reporting term-end to ¥266.3 billion. However, the capital adequacy ratio according to the BIS-based domestic standards decreased by 0.22 of a percentage point to 8.52% overall due to an increase in risk-weighted assets, mainly reflecting the loan balance.



Topics

OKB Shanghai Representative Office Celebrates 20th Anniversary

The OKB Shanghai Representative Office has provided a wide range of support to meet the diverse business needs of clients in China since its establishment in December 2002 in the Jin Mao Tower skyscraper in Shanghai, the financial and economic center of China. With the support of its customers, the OKB Shanghai Representative Office has been able to celebrate its 20th anniversary amidst changing social conditions and living environment due to rapid economic growth and other factors. We will continue to strive to support the overseas business needs of our customers with meticulous service so that they can say “OKB is the place to go” when it comes to business in China.