



Kansai Mirai Financial Group, Inc.

Consolidated Financial Results for the First Half of Fiscal Year 2020

(Six months ended September 30, 2020/ Unaudited)
<under Japanese GAAP>



Code number: 7321

URL: <https://www.kmfg.co.jp/>

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Annual securities report issuing date: November 20, 2020

Supplemental information for the financial results: Available

Quarterly investor meeting presentation: Scheduled (for institutional investors and analysts)

Stock exchange listings: Tokyo

Telephone: 06(7733)7000

Dividends payment date: -

Trading accounts: Not Established

Note: Amounts of less than one million yen are rounded down.

1. Consolidated Financial Results for the First Half of Fiscal Year 2020 (April 1, 2020- September 30, 2020)

(1) Consolidated Operating Results (% represents the change from the same period in previous fiscal year)

	Ordinary Income		Ordinary Profits		Net Income Attributable to Owners of the Parent	
	Million yen	%	Million yen	%	Million yen	%
1H of FY2020	89,229	(-4.9)	6,791	(-31.1)	5,342	(-31.8)
1H of FY2019	93,808	(-4.9)	9,859	(-21.3)	7,837	(-88.1)

Note: Comprehensive Income: 1H of FY2020: 14,688 million yen (10.0%) 1H of FY2019: 13,348 million yen (-80.1%).

	Net Income per Share of Common Stock	Diluted Net Income per Share of Common Stock
	Yen	Yen
1H of FY2020	14.34	14.32
1H of FY2019	21.04	21.01

(2) Consolidated Financial Conditions

	Total Assets	Net Assets	Net Assets Attributable to Stockholders to Total Assets Ratio
	Million yen	Million yen	%
September 30, 2020	13,203,109	466,287	3.5
March 31, 2020	11,225,125	455,350	4.0

(Reference) Net Assets Attributable to Stockholders: September 30, 2020 463,335 million yen March 31, 2020: 452,314 million yen

Note: "Net Assets Attributable to Stockholders to Total Assets Ratio" is (Net assets at period-end minus Stock option at period-end minus Noncontrolling interests at period-end) divided by Total assets at period-end. This ratio is not calculated based on the "Notification on Consolidated Capital Adequacy".

2. Dividends on Common Stock

	Dividends per Share				
	1st Quarter-end	2nd Quarter-end	3rd Quarter-end	Fiscal Year-end	Total
	Yen	Yen	Yen	Yen	Yen
FY2019	-	0.00	-	10.00	10.00
FY2020	-	0.00	-	-	-
FY2020 (Forecast)	-	-	-	10.00	10.00

Note: Revision of forecasts for dividends from the latest announcement: No

3. Earnings Targets for Fiscal Year 2020 (April 1, 2020 - March 31, 2021)

(% represents the change from the previous fiscal year)

	Net Income Attributable to Owners of the Parent	Net Income per Share of Common Stock
	Million yen	Yen
FY2020 (Full year)	6,000 (52.8)	16.11

Note: Revision of earnings targets from the latest announcement: No

4. Other

- (1) Changes in significant subsidiaries during the period : No
New : Not applicable
Excluded : Not applicable
- (2) Changes in Accounting Policies, Changes in Accounting Estimates and Restatements
- A) Changes due to revision of accounting standards : No
 - B) Changes due to other reasons : No
 - C) Changes in accounting estimates : No
 - D) Restatements : No
- (3) Number of Shares of Common Stock Outstanding
- A) Total outstanding shares including treasury stock at the end of the period
 - September 30, 2020 : 372,876,219 shares
 - March 31, 2020 : 372,876,219 shares
 - B) Treasury stock at the end of the period
 - September 30, 2020 : 390,470 shares
 - March 31, 2020 : 396,567 shares
 - C) Average outstanding shares during the period
 - 1H of FY2020 : 372,486,146 shares
 - 1H of FY2019 : 372,461,041 shares

Note: Status of the interim review process

This interim report is out of the scope of the external auditor's review procedure which is required by "Financial Instruments and Exchange Act."

Note: Disclaimer regarding Forward-looking Statements

This report contains forward-looking statements, which are based on the information currently available and certain assumptions the company considers to be reasonable. Risks, uncertainties and other factors may cause actual results, performance, achievements or financial position to be materially different from any future results, performance, achievements or financial position expressed or implied by these forward-looking statements.

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○ Consolidated Financial Statements
(1) Consolidated Balance Sheet

(Millions of yen)

	March 31, 2020	September 30, 2020
Assets		
Cash and due from banks	¥ 934,624	¥ 2,524,460
Call loans and bills bought	5,026	754
Monetary claims bought	1,797	856
Trading account securities	14	12
Securities	866,840	955,595
Loans and bills discounted	9,085,813	9,392,711
Foreign exchange assets	20,317	12,963
Lease receivables and investment assets	36,766	35,415
Other assets	139,192	150,108
Tangible fixed assets	103,934	102,539
Intangible fixed assets	4,859	4,573
Net defined benefit asset	18,711	19,222
Deferred tax assets	33,543	30,051
Customers' liabilities for acceptances and guarantees	23,209	26,171
Reserve for possible loan losses	(49,528)	(52,329)
Total Assets	11,225,125	13,203,109
Liabilities and Net Assets		
Liabilities		
Deposits	10,377,012	11,065,207
Negotiable certificates of deposit	133,140	145,010
Call money and bills sold	2,548	450,358
Payables under securities lending transactions	—	5,290
Borrowed money	110,510	936,822
Foreign exchange liabilities	965	313
Other liabilities	97,034	84,196
Reserve for employees' bonuses	5,078	4,238
Net defined benefit liability	12,602	12,204
Other reserves	7,225	6,527
Deferred tax liabilities	447	480
Acceptances and guarantees	23,209	26,171
Total Liabilities	10,769,774	12,736,821
Net Assets		
Capital stock	29,589	29,589
Capital surplus	309,351	309,443
Retained earnings	128,268	129,886
Treasury stock	(359)	(353)
Total stockholders' equity	466,851	468,565
Net unrealized gains on available-for-sale securities	(6,159)	2,579
Net deferred gains on hedges	(25)	(24)
Remeasurements of defined benefit plans	(8,350)	(7,785)
Total accumulated other comprehensive income	(14,536)	(5,230)
Stock acquisition rights	297	292
Noncontrolling interests	2,738	2,660
Total Net Assets	455,350	466,287
Total Liabilities and Net Assets	¥ 11,225,125	¥ 13,203,109

(2) Consolidated Statement of Income and Consolidated Statement of Comprehensive Income
[Consolidated Statement of Income]

(Millions of yen)

	First Half of FY2019 From April 1, 2019 to September 30, 2019	First Half of FY2020 From April 1, 2020 to September 30, 2020
Ordinary income	¥ 93,808	¥ 89,229
Interest income	57,413	54,923
Interest on loans and bills discounted	51,742	50,333
Interest and dividends on securities	4,356	3,349
Fees and commissions	21,194	21,249
Other operating income	13,111	9,878
Other ordinary income	2,088	3,178
Ordinary expenses	83,948	82,438
Interest expenses	2,549	1,834
Interest on deposits	2,327	1,724
Fees and commissions	8,332	7,764
Other operating expenses	9,291	7,312
General and administrative expenses	58,370	56,144
Other ordinary expenses	5,404	9,384
Ordinary profits	9,859	6,791
Extraordinary gains	4,243	793
Gains on disposal of fixed assets	—	793
Gain on revision of retirement benefit plan	4,243	—
Extraordinary losses	3,424	320
Losses on disposal of fixed assets	177	218
Impairment losses on fixed assets	264	102
Other extraordinary losses	2,982	—
Income before income taxes	10,678	7,263
Income taxes – current	2,258	1,980
Income taxes – deferred	505	(69)
Total income taxes	2,763	1,911
Net income	7,915	5,352
Net income attributable to noncontrolling interests	77	10
Net income attributable to owners of parent	¥ 7,837	¥ 5,342

[Consolidated Statement of Comprehensive Income]

(Millions of yen)

	First Half of FY2019		First Half of FY2020	
	From April 1, 2019		From April 1, 2020	
	to September 30, 2019		to September 30, 2020	
Net income	¥	7,915	¥	5,352
Other comprehensive income		5,432		9,335
Net unrealized gains (losses) on available-for-sale securities		1,504		8,766
Net deferred gains (losses) on hedges		(6)		1
Remeasurements of defined benefit plans		3,934		567
Total comprehensive income	¥	13,348	¥	14,688
Total comprehensive income attributable to:				
Owners of parent	¥	13,246	¥	14,647
Noncontrolling interests	¥	101	¥	40

(3) Consolidated Statement of Changes in Net Assets
For the first half of fiscal year 2019 (April 1, 2019 - September 30, 2019)

(Millions of yen)

	Stockholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total stockholders' equity
Balance at the beginning of the fiscal year	¥ 29,589	¥ 309,357	¥ 133,654	¥ (375)	¥ 472,225
Changes during the term					
Dividends paid			(9,311)		(9,311)
Net income attributable to owners of parent			7,837		7,837
Purchase of treasury stock				(0)	(0)
Net changes except for stockholders' equity during the term					
Total changes during the term	—	—	(1,473)	(0)	(1,474)
Balance at the end of the term	¥ 29,589	¥ 309,357	¥ 132,180	¥ (376)	¥ 470,751

	Accumulated other comprehensive income				Stock acquisition rights	Noncontrolling interests	Total net assets
	Net unrealized gains on available-for-sale securities	Net deferred gains on hedges	Remeasure-ments of defined benefit plans	Total accumulated other comprehensive income			
Balance at the beginning of the fiscal year	¥ 6,904	¥ (39)	¥ (8,461)	¥ (1,596)	¥ 309	¥ 2,581	¥ 473,520
Changes during the term							
Dividends paid							(9,311)
Net income attributable to owners of parent							7,837
Purchase of treasury stock							(0)
Net changes except for stockholders' equity during the term	1,480	(6)	3,934	5,408	—	97	5,505
Total changes during the term	1,480	(6)	3,934	5,408	—	97	4,030
Balance at the end of the term	¥ 8,384	¥ (45)	¥ (4,526)	¥ 3,812	¥ 309	¥ 2,678	¥ 477,551

(3) Consolidated Statement of Changes in Net Assets - Continued

For the first half of fiscal year 2020 (April 1, 2020 - September 30, 2020)

(Millions of yen)

	Stockholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total stockholders' equity
Balance at the beginning of the fiscal year	¥ 29,589	¥ 309,351	¥ 128,268	¥ (359)	¥ 466,851
Changes during the term					
Dividends paid			(3,724)		(3,724)
Net income attributable to owners of parent			5,342		5,342
Purchase of treasury stock				(0)	(0)
Disposal of treasury stock		(1)		6	5
Change in ownership interest of parent due to transactions with noncontrolling interests		92			92
Net changes except for stockholders' equity during the term					
Total changes during the term	—	91	1,617	5	1,714
Balance at the end of the term	¥ 29,589	¥ 309,443	¥ 129,886	¥ (353)	¥ 468,565

	Accumulated other comprehensive income				Stock acquisition rights	Noncontrolling interests	Total net assets
	Net unrealized gains on available-for-sale securities	Net deferred gains on hedges	Remeasure-ments of defined benefit plans	Total accumulated other comprehensive income			
Balance at the beginning of the fiscal year	¥ (6,159)	¥ (25)	¥ (8,350)	¥ (14,536)	¥ 297	¥ 2,738	¥ 455,350
Changes during the term							
Dividends paid							(3,724)
Net income attributable to owners of parent							5,342
Purchase of treasury stock							(0)
Disposal of treasury stock							5
Change in ownership interest of parent due to transactions with noncontrolling interests							92
Net changes except for stockholders' equity during the term	8,739	1	564	9,305	(5)	(78)	9,222
Total changes during the term	8,739	1	564	9,305	(5)	(78)	10,936
Balance at the end of the term	¥ 2,579	¥ (24)	¥ (7,785)	¥ (5,230)	¥ 292	¥ 2,660	¥ 466,287

(4) Notes

【Note on Going-Concern Assumption】

Not applicable

Financial Results Report for the First Half of FY2020

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Note: Figures reported herein are not reviewed by the audit.

Note: [Total of two banks] Sum of non-consolidated figures for Kansai Mirai Bank and Minato Bank.

I. Highlights of Financial Results for the First Half of Fiscal Year 2020

1. Statements of income

<Kansai Mirai Financial Group Consolidated>

(Millions of yen)

		1st half of FY 2020 (A)	(A)-(B)	1st half of FY 2019 (B)
Ordinary income	1	89,229	(4,578)	93,808
Gross operating profit	2	69,140	(2,405)	71,546
Interest income	3	53,089	(1,775)	54,864
Fees and commissions	4	13,485	622	12,862
Other operating income	5	2,566	(1,252)	3,819
Expenses(excluding non-recurring items)	6	(55,250)	1,933	(57,183)
Personnel expenses	7	(29,701)	1,721	(31,422)
Non-personnel expenses	8	(21,604)	(104)	(21,499)
Taxes	9	(3,944)	317	(4,261)
Actual net operating profit (2+6)	10	13,890	(472)	14,362
Provision to general reserve for possible loan losses	11	(2,603)	(2,603)	—
Other gains/(losses), net	12	(4,496)	7	(4,503)
Net gains/(losses) on stocks	13	716	505	210
Disposal of problem loans	14	(4,498)	(3,346)	(1,151)
Reversal of credit expenses	15	1,279	213	1,066
Ordinary profit	16	6,791	(3,068)	9,859
Extraordinary gains	17	793	(3,450)	4,243
Extraordinary losses	18	(320)	3,103	(3,424)
Income before income taxes	19	7,263	(3,415)	10,678
Income taxes-current	20	(1,980)	277	(2,258)
Income taxes-deferred	21	69	575	(505)
Net income	22	5,352	(2,562)	7,915
Net income attributable to non-controlling interests	23	(10)	67	(77)
Net income attributable to owners of the parent	24	5,342	(2,495)	7,837

Credit expense (11+14+15)	25	(5,822)	(5,736)	(85)
Provision to general reserve for possible loan losses	26	(2,603)	(3,837)	1,234
Write-off of loans	27	(1,349)	(524)	(825)
Provision to specific reserve for possible loan losses	28	(2,773)	(2,356)	(416)
Other disposal of problem loans	29	(375)	(49)	(326)
Gains on recoveries of written-off loans	30	1,279	1,030	248

<Reference> Number of consolidated subsidiaries

(Companies)

		1st half of FY 2020 (A)	(A)-(B)	1st half of FY 2019 (B)
Number of consolidated subsidiaries	31	15	(1)	16

<Total of two banks, Non-consolidated figures of each bank>

(Millions of yen)

			Total of two banks		
			1st half of FY 2020 (A)	(A)-(B)	1st half of FY 2019 (B)
Gross operating profit	(7+12)	1	64,128	(2,757)	66,886
Interest income		2	52,357	(2,076)	54,434
Gains/(losses) on cancellation of investment trust		3	1,173	(302)	1,475
Fees and commissions		4	9,679	791	8,888
Other operating income		5	2,090	(1,472)	3,563
Net gains/(losses) on bonds		6	927	(1,708)	2,635
Gross operating profit from domestic operations	(8+9+10)	7	62,647	(2,251)	64,898
Interest income		8	51,863	(1,758)	53,622
Fees and commissions		9	9,470	809	8,661
Other operating income		10	1,312	(1,302)	2,614
Net gains/(losses) on bonds		11	511	(1,598)	2,110
Gross operating profit from international operations	(13+14+15)	12	1,481	(506)	1,987
Interest income		13	493	(318)	812
Fees and commissions		14	208	(17)	226
Other operating income		15	778	(170)	948
Net gains/(losses) on bonds		16	415	(109)	525
Expenses (excluding non-recurring items, Amortization of goodwill)		17	(53,427)	1,861	(55,288)
Personnel expenses		18	(27,199)	1,555	(28,755)
Non-personnel expenses		19	(22,391)	(19)	(22,372)
Taxes		20	(3,836)	325	(4,161)
Actual net operating profit (excluding amortization of goodwill)	(1+17)	21	10,700	(896)	11,597
Core net operating profit	(21-6)	22	9,773	811	8,961
Core net operating profit (excluding gains/(losses) on cancellation of investment trust)	(22-3)	23	8,599	1,113	7,486
Amortization of goodwill		24	(368)	-	(368)
Actual net operating profit (including amortization of goodwill)	(21+24)	25	10,332	(896)	11,229
Provision to general reserve for possible loan losses		26	(1,544)	(1,270)	(274)
Net operating profit	(25+26)	27	8,788	(2,166)	10,955
Other gains/(losses), net		28	(2,260)	(3,109)	848
Net gains/(losses) on stocks		29	2,340	(2,356)	4,696
Disposal of problem loans		30	(3,763)	(2,661)	(1,102)
Reversal of credit expenses		31	1,277	(743)	2,021
Other		32	(2,114)	2,651	(4,766)
Ordinary profit	(27+28)	33	6,527	(5,276)	11,804
Extraordinary gains/(losses), net		34	673	148	524
Gains/(losses) on disposal of fixed assets		35	774	945	(170)
Impairment losses on fixed assets		36	(101)	162	(263)
Gain on revision of retirement benefit plan, Other		37	-	(959)	959
Net income before income taxes	(33+34)	38	7,201	(5,127)	12,328
Income taxes-current		39	(1,101)	244	(1,346)
Income taxes-deferred		40	(873)	1,103	(1,977)
Net income	(38+39+40)	41	5,226	(3,778)	9,005
Credit expense	(26+30+31)	42	(4,029)	(4,674)	644
Provision to general reserve for possible loan losses		43	(1,544)	(2,828)	1,284
Write-off of loans		44	(1,348)	(522)	(825)
Provision to specific reserve for possible loan losses		45	(2,037)	(2,303)	266
Other disposal of problem loans		46	(377)	(51)	(326)
Gains on recoveries of written-off loans		47	1,277	1,031	246

(Millions of yen)

			Kansai Mirai Bank			Minato Bank		
			1st half of FY 2020 (A)	(A)-(B)	1st half of FY 2019 (B)	1st half of FY 2020 (A)	(A)-(B)	1st half of FY 2019 (B)
Gross operating profit	(7+12)	1	45,253	(2,068)	47,322	18,874	(689)	19,564
Interest income		2	38,006	(1,481)	39,488	14,351	(595)	14,946
Gains/(losses) on cancellation of investment trust		3	863	(440)	1,303	310	138	171
Fees and commissions		4	6,136	744	5,392	3,542	47	3,495
Other operating income		5	1,110	(1,331)	2,441	980	(141)	1,121
Net gains/(losses) on bonds		6	203	(1,569)	1,773	724	(138)	862
Gross operating profit from domestic operations	(8+9+10)	7	44,664	(2,024)	46,689	17,982	(226)	18,208
Interest income		8	37,863	(1,474)	39,338	14,000	(283)	14,284
Fees and commissions		9	6,014	747	5,267	3,456	62	3,394
Other operating income		10	786	(1,297)	2,084	525	(4)	530
Net gains/(losses) on bonds		11	203	(1,569)	1,772	308	(28)	337
Gross operating profit from international operations	(13+14+15)	12	588	(43)	632	892	(463)	1,355
Interest income		13	143	(6)	149	350	(311)	662
Fees and commissions		14	122	(2)	125	86	(14)	101
Other operating income		15	323	(33)	357	454	(136)	591
Net gains/(losses) on bonds		16	-	(0)	0	415	(109)	524
Expenses (excluding non-recurring items,Amortization of goodwill)		17	(37,612)	1,203	(38,815)	(15,815)	657	(16,473)
Personnel expenses		18	(18,888)	1,339	(20,227)	(8,311)	215	(8,527)
Non-personnel expenses		19	(16,008)	(569)	(15,438)	(6,383)	550	(6,933)
Taxes		20	(2,715)	433	(3,149)	(1,120)	(108)	(1,012)
Actual net operating profit (excluding amortization of goodwill)	(1+17)	21	7,641	(865)	8,506	3,059	(31)	3,090
Core net operating profit	(21-6)	22	7,438	704	6,733	2,334	106	2,228
Core net operating profit (excluding gains/(losses) on cancellation of investment trust)	(22-3)	23	6,575	1,145	5,429	2,024	(31)	2,056
Amortization of goodwill		24	(368)	-	(368)	-	-	-
Actual net operating profit (including amortization of goodwill)	(21+24)	25	7,273	(865)	8,138	3,059	(31)	3,090
Provision to general reserve for possible loan losses		26	(1,169)	(1,169)	-	(375)	(101)	(274)
Net operating profit	(25+26)	27	6,104	(2,034)	8,138	2,684	(132)	2,816
Other gains/(losses), net		28	(810)	(2,093)	1,283	(1,450)	(1,016)	(434)
Net gains/(losses) on stocks		29	1,591	(3,287)	4,878	748	930	(181)
Disposal of problem loans		30	(2,214)	(1,350)	(863)	(1,549)	(1,310)	(238)
Reversal of credit expenses		31	1,173	(799)	1,973	104	56	47
Other		32	(1,360)	3,344	(4,705)	(753)	(692)	(61)
Ordinary profit	(27+28)	33	5,294	(4,127)	9,421	1,233	(1,149)	2,382
Extraordinary gains/(losses), net		34	703	148	554	(29)	(0)	(29)
Gains/(losses) on disposal of fixed assets		35	783	924	(141)	(8)	21	(29)
Impairment losses on fixed assets		36	(80)	183	(263)	(21)	(21)	-
Gain on revision of retirement benefit plan, Other		37	-	(959)	959	-	-	-
Net income before income taxes	(33+34)	38	5,997	(3,978)	9,975	1,204	(1,149)	2,353
Income taxes-current		39	(981)	0	(982)	(119)	244	(363)
Income taxes-deferred		40	(680)	920	(1,600)	(193)	183	(377)
Net income	(38+39+40)	41	4,335	(3,057)	7,392	891	(721)	1,612
Credit expense	(26+30+31)	42	(2,209)	(3,319)	1,109	(1,820)	(1,355)	(464)
Provision to general reserve for possible loan losses		43	(1,169)	(2,727)	1,558	(375)	(101)	(274)
Write-off of loans		44	(1,348)	(527)	(820)	(0)	5	(5)
Provision to specific reserve for possible loan losses		45	(637)	(854)	217	(1,400)	(1,449)	49
Other disposal of problem loans		46	(228)	(185)	(43)	(149)	133	(282)
Gains on recoveries of written-off loans		47	1,173	975	198	104	56	47

2. Net operating profit per employee

<Total of two banks, Non-consolidated figures of each bank>

(Millions of yen)

	Total of two banks		
	1st half of FY 2020 (A)	(A)-(B)	1st half of FY 2019 (B)
Actual net operating profit	10,700	(896)	11,597
Actual net operating profit per employee (thousands of yen)	1,553	(66)	1,620
Net operating profit	8,788	(2,166)	10,955
Net operating profit per employee (thousands of yen)	1,275	(254)	1,530

	Kansai Mirai Bank			Minato Bank		
	1st half of FY 2020 (A)	(A)-(B)	1st half of FY 2019 (B)	1st half of FY 2020 (A)	(A)-(B)	1st half of FY 2019 (B)
Actual net operating profit	7,641	(865)	8,506	3,059	(31)	3,090
Actual net operating profit per employee (thousands of yen)	1,649	(114)	1,763	1,350	28	1,322
Net operating profit	6,104	(2,034)	8,138	2,684	(132)	2,816
Net operating profit per employee (thousands of yen)	1,317	(369)	1,687	1,185	(19)	1,204

Note: Number of employees includes executive officers and employees seconded to other companies.

3. R O E

<Kansai Mirai Financial Group Consolidated>

(%)

	1st half of FY 2020 (A)	(A)-(B)	1st half of FY 2019 (B)
Net income ROE	2.27	(1.04)	3.31

Note: ROE= $\frac{\text{Net income attributable to owners of the parent} \times 365}{(\text{Shareholders' equity at beginning of period} + \text{total shareholders' equity at end of period}) / 2}$ / 183

4. Interest rate spreads

<Total of two banks, Non-consolidated figures of each bank>

1. Total operations

	Total of two banks		
	1st half of FY 2020 (A)	(A)-(B)	1st half of FY 2019 (B)
Average interest rate on funds invested (a)	0.95	(0.08)	1.04
Average interest rate of loans and bills discounted (c)	1.08	(0.05)	1.14
Average interest rate on securities	0.66	(0.28)	0.94
Average interest rate on procured funds (b)	0.94	(0.08)	1.03
Average interest rate of deposits and negotiable CDs (d)	0.03	(0.01)	0.04
Average interest rate on external debt	(0.01)	(0.03)	0.02
Gross interest margin (a) - (b)	0.00	0.00	0.00
Loan-to-deposit spread (c) - (d)	1.05	(0.04)	1.09

(Reference) Excluding loans to the Japanese government and others

Average interest rate of loans and bills discounted (e)	1.08	(0.06)	1.14
Loan-to-deposit spread (e) - (d)	1.05	(0.04)	1.10

	Kansai Mirai Bank			Minato Bank		
	1st half of FY 2020 (A)	(A)-(B)	1st half of FY 2019 (B)	1st half of FY 2020 (A)	(A)-(B)	1st half of FY 2019 (B)
Average interest rate on funds invested (a)	1.01	(0.07)	1.08	0.83	(0.10)	0.94
Average interest rate of loans and bills discounted (c)	1.13	(0.05)	1.18	0.96	(0.07)	1.04
Average interest rate on securities	0.61	(0.27)	0.88	0.82	(0.37)	1.19
Average interest rate on procured funds (b)	0.96	(0.08)	1.04	0.90	(0.09)	0.99
Average interest rate of deposits and negotiable CDs (d)	0.03	(0.01)	0.04	0.02	(0.00)	0.02
Average interest rate on external debt	(0.02)	(0.02)	(0.00)	0.14	(0.48)	0.63
Gross interest margin (a) - (b)	0.04	0.00	0.03	(0.06)	(0.00)	(0.05)
Loan-to-deposit spread (c) - (d)	1.09	(0.03)	1.13	0.94	(0.06)	1.01

(Reference) Excluding loans to the Japanese government and others

Average interest rate of loans and bills discounted (e)	1.13	(0.05)	1.18	0.97	(0.07)	1.05
Loan-to-deposit spread (e) - (d)	1.09	(0.03)	1.13	0.95	(0.07)	1.02

2. Domestic operations

	Total of two banks		
	1st half of FY 2020 (A)	(A)-(B)	1st half of FY 2019 (B)
Average interest rate on funds invested (a)	0.95	(0.07)	1.02
Average interest rate of loans and bills discounted (c)	1.08	(0.05)	1.13
Average interest rate on securities	0.66	(0.28)	0.94
Average interest rate on procured funds (b)	0.94	(0.08)	1.02
Average interest rate of deposits and negotiable CDs (d)	0.03	(0.00)	0.03
Average interest rate on external debt	(0.01)	(0.03)	0.01
Gross interest margin (a) - (b)	0.01	0.00	0.00
Loan-to-deposit spread (c) - (d)	1.05	(0.04)	1.09

(Reference) Excluding loans to the Japanese government and others

Average interest rate of loans and bills discounted (e)	1.08	(0.05)	1.13
Loan-to-deposit spread (e) - (d)	1.05	(0.04)	1.09

	Kansai Mirai Bank			Minato Bank		
	1st half of FY 2020 (A)	(A)-(B)	1st half of FY 2019 (B)	1st half of FY 2020 (A)	(A)-(B)	1st half of FY 2019 (B)
Average interest rate on funds invested (a)	1.00	(0.07)	1.08	0.82	(0.08)	0.90
Average interest rate of loans and bills discounted (c)	1.13	(0.05)	1.18	0.96	(0.05)	1.01
Average interest rate on securities	0.60	(0.27)	0.88	0.82	(0.39)	1.21
Average interest rate on procured funds (b)	0.96	(0.07)	1.03	0.89	(0.09)	0.98
Average interest rate of deposits and negotiable CDs (d)	0.03	(0.01)	0.04	0.02	(0.00)	0.02
Average interest rate on external debt	(0.02)	(0.01)	(0.00)	0.12	(0.49)	0.62
Gross interest margin (a) - (b)	0.04	0.00	0.04	(0.06)	0.01	(0.07)
Loan-to-deposit spread (c) - (d)	1.09	(0.03)	1.13	0.94	(0.05)	0.99

(Reference) Excluding loans to the Japanese government and others

Average interest rate of loans and bills discounted (e)	1.13	(0.05)	1.18	0.97	(0.06)	1.03
Loan-to-deposit spread (e) - (d)	1.09	(0.03)	1.13	0.95	(0.06)	1.01

5. Use and source of funds

<Total of two banks>

(Millions of yen, %)

	1st half of FY 2020 (A)			(A)-(B)			1st half of FY 2019 (B)		
	Average Balance	Interest	Rate	Average Balance	Interest	Rate	Average Balance	Interest	Rate
1. Total operations									
Use of Funds	11,293,423	54,176	0.95	374,994	(2,832)	(0.08)	10,918,428	57,009	1.04
Loans and bills discounted	9,292,340	50,403	1.08	230,481	(1,401)	(0.05)	9,061,858	51,804	1.14
Securities	950,917	3,169	0.66	(2,570)	(1,369)	(0.28)	953,487	4,539	0.94
Source of Funds	11,615,739	1,818	0.03	450,045	(755)	(0.01)	11,165,693	2,574	0.04
Deposits	10,764,217	1,724	0.03	61,883	(603)	(0.01)	10,702,333	2,327	0.04
Negotiable certificates of deposit	161,623	4	0.00	(5,164)	(16)	(0.01)	166,787	21	0.02
Call money	422,735	(71)	(0.03)	246,101	(23)	0.02	176,633	(48)	(0.05)
Borrowed money	251,816	35	0.02	175,779	(47)	(0.19)	76,037	83	0.21

2. Domestic operations

Use of Funds	11,235,284	53,630	0.95	381,715	(2,334)	(0.07)	10,853,568	55,965	1.02
Loans and bills discounted	9,210,336	49,942	1.08	225,156	(1,148)	(0.05)	8,985,179	51,090	1.13
Securities	938,688	3,117	0.66	8,772	(1,299)	(0.28)	929,915	4,416	0.94
Source of Funds	11,556,952	1,767	0.03	456,994	(575)	(0.01)	11,099,957	2,343	0.04
Deposits	10,714,894	1,686	0.03	61,444	(422)	(0.00)	10,653,450	2,108	0.03
Negotiable certificates of deposit	161,623	4	0.00	(5,164)	(16)	(0.01)	166,787	21	0.02
Call money	419,371	(79)	(0.03)	243,010	(28)	0.02	176,361	(51)	(0.05)
Borrowed money	251,175	32	0.02	175,793	(43)	(0.17)	75,382	75	0.19

3. International operations

Use of Funds	124,304	567	0.91	(19,651)	(505)	(0.57)	143,956	1,072	1.48
Loans and bills discounted	82,004	461	1.12	5,325	(253)	(0.73)	76,679	714	1.85
Securities	12,229	52	0.86	(11,342)	(70)	(0.17)	23,572	123	1.04
Source of Funds	124,953	73	0.11	(19,879)	(187)	(0.24)	144,833	260	0.35
Deposits	49,322	38	0.15	439	(181)	(0.74)	48,883	219	0.89
Negotiable certificates of deposit	-	-	-	-	-	-	-	-	-
Call money	3,363	8	0.48	3,091	5	(1.65)	272	2	2.14
Borrowed money	641	3	1.14	(13)	(4)	(1.43)	655	8	2.57

<Non-consolidated figures of each bank>

<Kansai Mirai Bank>

(Millions of yen, %)

	1st half of FY 2020 (A)			(A)-(B)			1st half of FY 2019 (B)		
	Average Balance	Interest	Rate	Average Balance	Interest	Rate	Average Balance	Interest	Rate
1. Total operations									
Use of Funds	7,774,129	39,382	1.01	132,552	(2,144)	(0.07)	7,641,577	41,527	1.08
Loans and bills discounted	6,503,628	36,862	1.13	121,527	(963)	(0.05)	6,382,101	37,826	1.18
Securities	707,648	2,168	0.61	(56,325)	(1,238)	(0.27)	763,973	3,406	0.88
Source of Funds	8,022,265	1,376	0.03	258,125	(662)	(0.01)	7,764,139	2,038	0.05
Deposits	7,236,874	1,347	0.03	(124,723)	(509)	(0.01)	7,361,597	1,857	0.05
Negotiable certificates of deposit	156,370	4	0.00	(2,148)	(16)	(0.02)	158,519	21	0.02
Call money	419,734	(77)	(0.03)	243,314	(28)	0.01	176,419	(49)	(0.05)
Borrowed money	202,275	3	0.00	137,316	(44)	(0.14)	64,958	48	0.14

2. Domestic operations

Use of Funds	7,750,437	39,213	1.00	133,501	(2,039)	(0.07)	7,616,935	41,252	1.08
Loans and bills discounted	6,479,668	36,740	1.13	121,127	(919)	(0.05)	6,358,541	37,660	1.18
Securities	701,907	2,137	0.60	(53,132)	(1,211)	(0.27)	755,039	3,348	0.88
Source of Funds	7,998,551	1,349	0.03	259,003	(564)	(0.01)	7,739,548	1,914	0.04
Deposits	7,214,360	1,327	0.03	(123,756)	(416)	(0.01)	7,338,117	1,743	0.04
Negotiable certificates of deposit	156,370	4	0.00	(2,148)	(16)	(0.02)	158,519	21	0.02
Call money	419,371	(79)	(0.03)	243,174	(28)	0.02	176,197	(51)	(0.05)
Borrowed money	201,633	-	-	137,330	(40)	(0.12)	64,303	40	0.12

3. International operations

Use of Funds	46,541	176	0.75	(10,830)	(111)	(0.24)	57,372	288	1.00
Loans and bills discounted	23,960	122	1.02	400	(43)	(0.38)	23,560	166	1.40
Securities	5,740	31	1.08	(3,193)	(26)	(0.20)	8,933	57	1.29
Source of Funds	46,562	33	0.14	(10,758)	(104)	(0.33)	57,321	138	0.48
Deposits	22,513	20	0.18	(966)	(93)	(0.78)	23,480	113	0.96
Negotiable certificates of deposit	-	-	-	-	-	-	-	-	-
Call money	363	2	1.16	140	(0)	(0.86)	222	2	2.02
Borrowed money	641	3	1.14	(13)	(4)	(1.43)	655	8	2.57

<Minato Bank>

(Millions of yen, %)

	1st half of FY 2020 (A)			(A)-(B)			1st half of FY 2019 (B)		
	Average Balance	Interest	Rate	Average Balance	Interest	Rate	Average Balance	Interest	Rate
1. Total operations									
Use of Funds	3,519,293	14,793	0.83	242,442	(688)	(0.10)	3,276,850	15,482	0.94
Loans and bills discounted	2,788,711	13,540	0.96	108,954	(437)	(0.07)	2,679,757	13,977	1.04
Securities	243,269	1,001	0.82	53,755	(131)	(0.37)	189,514	1,132	1.19
Source of Funds	3,593,473	442	0.02	191,920	(93)	(0.00)	3,401,553	535	0.03
Deposits	3,527,343	376	0.02	186,607	(93)	(0.00)	3,340,736	470	0.02
Negotiable certificates of deposit	5,252	0	0.00	(3,015)	(0)	(0.00)	8,268	0	0.00
Call money	3,000	6	0.40	2,786	5	(0.19)	213	0	0.59
Borrowed money	49,541	32	0.12	38,462	(3)	(0.50)	11,079	35	0.63

2. Domestic operations

Use of Funds	3,484,847	14,417	0.82	248,214	(295)	(0.08)	3,236,633	14,712	0.90
Loans and bills discounted	2,730,668	13,201	0.96	104,029	(228)	(0.05)	2,626,638	13,430	1.01
Securities	236,780	979	0.82	61,904	(87)	(0.39)	174,875	1,067	1.21
Source of Funds	3,558,400	417	0.02	197,991	(11)	(0.00)	3,360,408	428	0.02
Deposits	3,500,534	359	0.02	185,200	(5)	(0.00)	3,315,333	364	0.02
Negotiable certificates of deposit	5,252	0	0.00	(3,015)	(0)	(0.00)	8,268	0	0.00
Call money	-	-	-	(163)	0	0.03	163	(0)	(0.03)
Borrowed money	49,541	32	0.12	38,462	(3)	(0.50)	11,079	35	0.63

3. International operations

Use of Funds	77,762	390	1.00	(8,821)	(393)	(0.80)	86,584	784	1.80
Loans and bills discounted	58,043	338	1.16	4,925	(209)	(0.89)	53,118	547	2.05
Securities	6,488	21	0.66	(8,149)	(43)	(0.22)	14,638	65	0.89
Source of Funds	78,390	39	0.10	(9,121)	(82)	(0.17)	87,511	122	0.27
Deposits	26,808	17	0.13	1,406	(88)	(0.69)	25,402	105	0.82
Negotiable certificates of deposit	-	-	-	-	-	-	-	-	-
Call money	3,000	6	0.40	2,950	5	(2.25)	49	0	2.65
Borrowed money	-	-	-	-	-	-	-	-	-

6. Retirement benefit obligation and expenses

<Total of two banks, Non-consolidated figures of each bank>

(1) Retirement benefit obligation

(Millions of yen)

	Total of two banks		
	End of Sep. 2020 (A)	(A)-(B)	End of Mar. 2020 (B)
Retirement benefit obligation	62,228	(278)	62,506
Discount rate (%)	0.21~0.75	-	0.21~0.75
Pension plan assets at fair value	69,500	674	68,826
Prepaid pension cost	28,335	(31)	28,366
Provision for retirement benefits	8,341	(38)	8,380
Amount to be amortized	12,720	(945)	13,666

	Kansai Mirai Bank			Minato Bank		
	End of Sep. 2020 (A)	(A)-(B)	End of Mar. 2020 (B)	End of Sep. 2020 (A)	(A)-(B)	End of Mar. 2020 (B)
Retirement benefit obligation	46,422	(22)	46,445	15,805	(255)	16,061
Discount rate (%)	0.21	-	0.21	0.75	-	0.75
Pension plan assets at fair value	52,248	589	51,658	17,252	84	17,167
Prepaid pension cost	24,903	(234)	25,137	3,431	202	3,228
Provision for retirement benefits	8,341	74	8,267	-	(112)	112
Amount to be amortized	10,735	(920)	11,656	1,984	(25)	2,009

(2) Retirement benefit expenses for defined benefit plan

(Millions of yen)

	Total of two banks		
	1st half of FY 2020 (A)	(A)-(B)	1st half of FY 2019 (B)
Retirement benefit expenses	(1,479)	398	(1,877)
Service cost	(988)	495	(1,483)
Interest cost	(108)	76	(185)
Expected return on pension plan assets	563	(410)	973
Unrecognized actuarial loss	(950)	236	(1,186)
Other	4	-	4

	Kansai Mirai Bank			Minato Bank		
	1st half of FY 2020 (A)	(A)-(B)	1st half of FY 2019 (B)	1st half of FY 2020 (A)	(A)-(B)	1st half of FY 2019 (B)
Retirement benefit expenses	(1,265)	450	(1,715)	(214)	(52)	(161)
Service cost	(775)	488	(1,263)	(212)	7	(220)
Interest cost	(48)	73	(122)	(60)	2	(63)
Expected return on pension plan assets	479	(407)	887	83	(3)	86
Unrecognized actuarial loss	(920)	296	(1,217)	(29)	(59)	30
Other	-	-	-	4	-	4

7. Gains /(losses) on bonds and stocks

<Total of two banks, Non-consolidated figures of each bank>

(Millions of yen)

	Total of two banks		
	1st half of FY 2020 (A)	(A)-(B)	1st half of FY 2019 (B)
Net gains/(losses) on bonds	927	(1,708)	2,635
Gains on sale	1,311	(1,338)	2,650
Gains on redemption	-	-	-
Losses on sale	(334)	(334)	-
Losses on redemption	-	-	-
Losses on devaluation	(49)	(35)	(14)
Net gains/(losses) on stocks	2,340	(2,356)	4,696
Gains on sale	2,899	(2,147)	5,047
Losses on sale	(441)	(131)	(309)
Losses on devaluation	(118)	(77)	(40)

	Kansai Mirai Bank			Minato Bank		
	1st half of FY 2020 (A)	(A)-(B)	1st half of FY 2019 (B)	1st half of FY 2020 (A)	(A)-(B)	1st half of FY 2019 (B)
Net gains/(losses) on bonds	203	(1,569)	1,773	724	(138)	862
Gains on sale	580	(1,207)	1,787	731	(131)	862
Gains on redemption	-	-	-	-	-	-
Losses on sale	(327)	(327)	-	(6)	(6)	-
Losses on redemption	-	-	-	-	-	-
Losses on devaluation	(49)	(35)	(14)	-	-	-
Net gains/(losses) on stocks	1,591	(3,287)	4,878	748	930	(181)
Gains on sale	1,617	(3,265)	4,883	1,281	1,117	163
Losses on sale	(25)	(20)	(4)	(415)	(110)	(305)
Losses on devaluation	(0)	(0)	(0)	(117)	(76)	(40)

8. Unrealized gains/(losses) on marketable securities (Bonds held to maturity, stocks of subsidiaries and affiliates and available-for-sale securities)

(Millions of yen)

<Kansai Mirai Financial Group Consolidated>	B/S Amount (End of Sep. 2020)	Change from End of Mar. 2020	Unrealized gains/(losses)			Change from End of Mar. 2020
			(End of Sep. 2020)	Gain	Loss	
Bonds held to maturity	239,954	22,775	2,058	2,470	(412)	(637)
Available-for-sale securities	705,383	63,357	3,815	10,438	(6,623)	12,109
Stocks	27,834	2,038	2,067	5,278	(3,211)	5,203
Bonds	589,557	76,280	(409)	890	(1,300)	56
JGB	67,129	31,334	(730)	114	(844)	(240)
Other	87,991	(14,961)	2,157	4,269	(2,112)	6,848

Notes: 1.The figures presented in the table above include securities, negotiable certificates of deposit (NCDs) included in "cash and due from banks" and a portion of "monetary claims bought."

2.The presented figures only include marketable securities.

(Millions of yen)

<Total of two banks>	B/S Amount (End of Sep. 2020)	Change from End of Mar. 2020	Unrealized gains/(losses)			Change from End of Mar. 2020
			(End of Sep. 2020)	Gain	Loss	
Bonds held to maturity	239,954	22,775	2,058	2,471	(412)	(637)
Stock of subsidiaries and affiliates	-	-	-	-	-	-
Available-for-sale securities	702,872	63,562	13,782	17,483	(3,701)	10,822
Stocks	27,772	2,039	13,085	13,390	(305)	3,579
Bonds	589,557	76,280	(236)	1,063	(1,300)	5
Other	85,542	(14,757)	934	3,029	(2,095)	7,237

<Kansai Mirai Bank>

Bonds held to maturity	180,898	1,434	2,203	2,443	(239)	(606)
Stock of subsidiaries and affiliates	-	-	-	-	-	-
Available-for-sale securities	527,794	57,132	6,089	8,575	(2,486)	5,708
Stocks	10,789	(1,047)	5,078	5,241	(162)	64
Bonds	449,320	69,229	364	621	(257)	307
Other	67,684	(11,048)	646	2,712	(2,065)	5,336

<Minato Bank>

Bonds held to maturity	59,056	21,341	(144)	27	(172)	(31)
Stock of subsidiaries and affiliates	-	-	-	-	-	-
Available-for-sale securities	175,078	6,429	7,693	8,908	(1,215)	5,114
Stocks	16,982	3,087	8,006	8,149	(142)	3,514
Bonds	140,237	7,051	(600)	442	(1,043)	(301)
Other	17,858	(3,708)	287	316	(29)	1,900

Notes: 1.The figures presented in the table above include securities, negotiable certificates of deposit (NCDs) included in "cash and due from banks" and a portion of "monetary claims bought."

2.The presented figures only include marketable securities.

9. Breakdown of securities by remaining period to maturity (Bonds held to maturity and available-for-sale securities with maturities)

(Billions of yen)

	End of Sep. 2020							End of Mar. 2020						
	One year or less	One to three years	Three to five years	Five to seven years	Seven to ten years	Over ten years	Total	One year or less	One to three years	Three to five years	Five to seven years	Seven to ten years	Over ten years	Total
<Total of two banks>														
Bonds held to maturity	18.7	16.3	2.0	0.1	3.0	199.3	239.6	93.6	17.2	5.4	0.1	0.0	100.9	217.6
Japanese government bonds	5.0	-	-	-	3.0	99.1	107.1	78.5	-	-	-	-	27.1	105.6
Floating-rate JGBs	5.0	-	-	-	-	-	5.0	78.5	-	-	-	-	-	78.5
Japanese local government bonds	3.9	-	-	-	-	4.1	8.0	3.9	-	-	-	-	4.3	8.2
Japanese corporate bonds	9.8	16.3	2.0	0.1	0.0	96.0	124.4	11.2	17.2	5.4	0.1	0.0	69.5	103.8
Available-for-sale securities	119.2	213.3	108.4	53.3	82.9	71.5	648.9	91.0	246.2	71.8	55.7	57.0	58.4	580.3
Bonds	117.6	203.7	94.5	35.1	68.0	67.2	586.3	82.5	241.2	54.8	35.2	39.6	57.4	510.9
Japanese government bonds	-	-	-	-	50.0	17.0	67.0	-	-	-	-	23.0	12.5	35.5
Floating-rate JGBs	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Japanese local government bonds	8.4	41.5	38.4	15.4	10.7	-	114.6	1.7	37.3	1.7	16.7	7.3	-	64.9
Japanese corporate bonds	109.2	162.1	56.0	19.6	7.3	50.2	404.7	80.8	203.9	53.0	18.4	9.3	44.9	410.5
Other	1.6	9.6	13.8	18.2	14.9	4.3	62.5	8.4	4.9	17.0	20.5	17.3	1.0	69.3
Total	138.0	229.6	110.5	53.4	85.9	270.9	888.5	184.6	263.5	77.3	55.9	57.0	159.3	798.0
<Kansai Mirai Bank>														
Bonds held to maturity	14.8	16.3	2.0	0.1	3.0	144.2	180.6	89.7	17.2	5.4	0.1	0.0	67.2	179.9
Japanese government bonds	5.0	-	-	-	3.0	89.1	97.1	78.5	-	-	-	-	22.1	100.6
Floating-rate JGBs	5.0	-	-	-	-	-	5.0	78.5	-	-	-	-	-	78.5
Japanese local government bonds	-	-	-	-	-	4.1	4.1	-	-	-	-	-	4.3	4.3
Japanese corporate bonds	9.8	16.3	2.0	0.1	0.0	50.9	79.3	11.2	17.2	5.4	0.1	0.0	40.8	75.0
Available-for-sale securities	104.1	191.0	80.0	19.7	48.2	50.8	494.0	71.4	224.8	46.6	23.6	20.8	45.9	433.4
Bonds	102.6	182.4	68.7	4.9	37.5	50.2	446.7	69.9	220.9	30.1	6.4	6.1	44.9	378.4
Japanese government bonds	-	-	-	-	35.0	-	35.0	-	-	-	-	3.0	-	3.0
Floating-rate JGBs	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Japanese local government bonds	7.0	40.0	31.6	1.2	-	-	80.0	1.2	36.5	1.7	-	-	-	39.5
Japanese corporate bonds	95.6	142.4	37.0	3.7	2.5	50.2	331.7	68.6	184.3	28.4	6.4	3.1	44.9	335.9
Other	1.4	8.5	11.2	14.7	10.6	0.5	47.3	1.5	3.9	16.4	17.2	14.7	1.0	54.9
Total	118.9	207.3	82.1	19.8	51.2	195.0	674.6	161.2	242.1	52.1	23.8	20.9	113.1	613.4
<Minato Bank>														
Bonds held to maturity	3.9	-	-	-	-	55.1	59.0	3.9	-	-	-	-	33.7	37.6
Japanese government bonds	-	-	-	-	-	10.0	10.0	-	-	-	-	-	5.0	5.0
Floating-rate JGBs	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Japanese local government bonds	3.9	-	-	-	-	-	3.9	3.9	-	-	-	-	-	3.9
Japanese corporate bonds	-	-	-	-	-	45.1	45.1	-	-	-	-	-	28.7	28.7
Available-for-sale securities	15.1	22.2	28.3	33.5	34.7	20.7	154.9	19.5	21.3	25.1	32.1	36.1	12.5	146.9
Bonds	15.0	21.2	25.7	30.1	30.4	17.0	139.6	12.6	20.3	24.6	28.7	33.5	12.5	132.4
Japanese government bonds	-	-	-	-	15.0	17.0	32.0	-	-	-	-	20.0	12.5	32.5
Floating-rate JGBs	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Japanese local government bonds	1.4	1.4	6.8	14.2	10.7	-	34.6	0.4	0.7	-	16.7	7.3	-	25.3
Japanese corporate bonds	13.6	19.7	18.9	15.8	4.7	-	73.0	12.1	19.5	24.6	12.0	6.2	-	74.6
Other	0.1	1.0	2.5	3.4	4.2	3.7	15.2	6.9	1.0	0.5	3.3	2.6	0.0	14.4
Total	19.0	22.2	28.3	33.5	34.7	75.8	213.9	23.4	21.3	25.1	32.1	36.1	46.2	184.6

10. Capital adequacy ratio

(1) Consolidated capital adequacy ratio (Japanese Domestic Standard)

(Billions of yen, %)

<Kansai Mirai Financial Group>	End of Sep. 2020 (A)	(A)-(B)	End of Mar. 2020 (B)
Capital adequacy ratio	8.33	0.28	8.05
Total qualifying capital	454.5	7.0	447.5
Core Capital: instruments and reserves	472.0	6.9	465.1
Core Capital: regulatory adjustments	17.5	(0.1)	17.6
Risk weighted assets	5,451.7	(105.6)	5,557.4
Credit risk weighted assets	5,212.4	(100.0)	5,312.5
Amount equivalent to market risk / 8%	3.2	(1.7)	5.0
Amount equivalent to operational risk / 8%	236.0	(3.8)	239.8
Credit risk weighted assets adjustments	-	-	-
Total required capital	436.1	(8.4)	444.5

Note: Since Kansai Mirai Financial Group adopts the Internal Ratings-Based Approach to calculate the credit risk weighted assets, total required capital is calculated as 8% of total risk weighted assets.

(2) Capital adequacy ratios of group banks (Japanese domestic standard)

(Billions of yen, %)

<Kansai Mirai Bank>	Consolidated			Non-consolidated		
	End of Sep. 2020 (A)	(A)-(B)	End of Mar. 2020 (B)	End of Sep. 2020 (A)	(A)-(B)	End of Mar. 2020 (B)
Capital adequacy ratio	8.64	0.27	8.37	8.10	0.29	7.81
Total qualifying capital	326.6	7.6	318.9	300.0	5.7	294.3
Core Capital: instruments and reserves	347.4	6.6	340.7	326.6	4.5	322.1
Core Capital: regulatory adjustments	20.7	(1.0)	21.8	26.5	(1.2)	27.7
Risk weighted assets	3,776.7	(32.2)	3,808.9	3,704.6	(63.6)	3,768.3
Credit risk weighted assets	3,500.4	(89.9)	3,590.4	3,548.0	(57.6)	3,605.7
Amount equivalent to market risk / 8%	1.1	(0.5)	1.7	1.1	(0.5)	1.7
Amount equivalent to operational risk / 8%	165.1	(3.7)	168.8	155.3	(5.5)	160.9
Credit risk weighted assets adjustments	109.9	62.0	47.9	-	-	-
Total required capital	302.1	(2.5)	304.7	296.3	(5.0)	301.4

Note: Since Kansai Mirai Bank adopts the Internal Ratings-Based Approach to calculate the credit risk weighted assets, total required capital is calculated as 8% of total risk weighted assets.

<Minato Bank>	Consolidated			Non-consolidated		
	End of Sep. 2020 (A)	(A)-(B)	End of Mar. 2020 (B)	End of Sep. 2020 (A)	(A)-(B)	End of Mar. 2020 (B)
Capital adequacy ratio	7.84	0.07	7.77	7.73	0.06	7.67
Total qualifying capital	160.4	0.4	160.0	157.3	0.1	157.1
Core Capital: instruments and reserves	164.5	0.3	164.2	161.4	0.2	161.2
Core Capital: regulatory adjustments	4.0	(0.0)	4.1	4.1	0.0	4.0
Risk weighted assets	2,044.8	(13.2)	2,058.0	2,035.4	(11.2)	2,046.7
Credit risk weighted assets	1,974.9	(12.1)	1,987.0	1,967.5	(10.3)	1,977.8
Amount equivalent to operational risk / 8%	69.9	(1.0)	70.9	67.9	(0.9)	68.8
Total required capital	81.7	(0.5)	82.3	81.4	(0.4)	81.8

Note: Total required capital is calculated as 4% of total risk weighted assets.

(Reference) Risk weighted assets are calculated by using the methods shown in the box below.

	Amount of credit risk weighted assets	Amount equivalent to operational risk	Amount equivalent to market risk
<Kansai Mirai Financial Group>	Fundamental Internal Ratings-Based Approach	The Standardized Approach	The Standardised Approach
<Kansai Mirai Bank>			
<Minato Bank>	Standardized Approach *1		- *2

Notes: 1. In calculating consolidated capital adequacy ratio of Kansai Mirai Financial Group, amount of credit risk weighted assets of Minato Bank are calculated according to the Fundamental Internal Ratings-Based Approach.

2. According to Public Notice Article 29 and 39, amount equivalent to market risk is not counted.

11. Stock holdings

<Total of two banks>

(Billions of yen)

	End of Sep. 2020 (A)	(A)-(B)	End of Mar. 2020 (B)
Acquisition cost	14.6	(1.5)	16.2
Market value	27.7	2.0	25.7
Book value of stocks sold outright	1.4	(1.8)	3.2

<Non-consolidated figures of each bank>

(Billions of yen)

	Kansai Mirai Bank	Minato Bank
	End of Sep. 2020	End of Sep. 2020
Acquisition cost	5.7	8.9
Market value	10.7	16.9
Book value of stocks sold outright	1.1	0.3

Note: These figures exclude stocks which are not subject to capital regulation (those of subsidiaries, affiliated companies, and unlisted stocks)

12. Number of employees and offices

<Kansai Mirai Financial Group, Non-consolidated>

(People)

	End of Sep. 2020 (A)	(A)-(B)	End of Mar. 2020 (B)
Directors	9	-	9
Non-board executive officers	16	-	16

Notes: 1. Above figures include 18 directors and Non-board executive officers who concurrently serve as directors and executive officers for group banks.

2. Non-board executive officers do not include those officers who concurrently serve as directors.

3. The above figures do not include these directors and Non-board executive officers who retired at the end of respective fiscal periods.
The above figures as of end of the fiscal periods include these directors and executive officers who are installed at the beginning of the next fiscal periods.

<Total of two banks>

(People/ branch offices)

	End of Sep. 2020 (A)	(A)-(B)	End of Mar. 2020 (B)
Directors	20	-	20
Non-board executive officers	48	-	48
Employees	6,840	13	6,827
Manned domestic offices	376	(2)	378
Non-manned domestic offices	155	(1)	156
Total domestic offices	531	(3)	534
Total domestic offices (excluding joint business locations)	512	(18)	530

<Non-consolidated figures of each bank>

(People/ branch offices)

	Kansai Mirai Bank	Minato Bank
	End of Sep. 2020	End of Sep. 2020
Directors	10	10
Non-board executive officers	33	24
Employees	4,599	2,241
Manned domestic offices	271	105
Non-manned domestic offices	79	76
Total domestic offices	350	181
(Joint business locations within same banks)	19	-
(Joint business locations between resona group banks)	1	-

Notes: 1. Directors who concurrently serve as directors for other group banks are counted multiple times. However, multiple entries are adjusted in totals.

2. Non-board executive officers do not include those officers who concurrently serve as directors.

3. The above figures do not include these directors and Non-board executive officers who retired at the end of respective fiscal periods.
The above figures as of end of the fiscal periods include these directors and executive officers who are installed at the beginning of the next fiscal periods.

4. The number of employees is based on registered employees (including the seconded employees).

5. The number of employees do not include those who retired at the end of respective fiscal periods.

6. The number of manned offices is the sum of head/branch offices and representative offices.

II. Loans and Bills Discounted and Other

1. Risk-managed loans

(1) Risk-managed loans

(Millions of yen)

<Total of two banks>	End of Sep. 2020 (A)	(A)-(B)	(A)-(C)	End of Mar. 2020 (B)	End of Sep. 2019 (C)
Loans to borrowers in legal bankruptcy	4,643	624	1,130	4,018	3,513
Past due loans	126,865	(3,392)	(5,110)	130,258	131,976
Loans past due 3 months or more	1,630	(992)	283	2,623	1,347
Restructured loans	23,633	1,240	1,962	22,392	21,671
Risk-managed loans, total	156,773	(2,519)	(1,735)	159,293	158,508
Partial direct write-offs	75,017	1,309	(2,243)	73,708	77,260
Balance of loans (Term-end)	9,454,935	316,292	347,519	9,138,642	9,107,415

<Kansai Mirai Bank>

Loans to borrowers in legal bankruptcy	1,679	(374)	(126)	2,054	1,806
Past due loans	83,629	(2,853)	(5,569)	86,483	89,198
Loans past due 3 months or more	1,166	(744)	142	1,910	1,023
Restructured loans	19,327	15	2,168	19,311	17,158
Risk-managed loans, total	105,803	(3,957)	(3,384)	109,760	109,187
Partial direct write-offs	70,032	999	(2,313)	69,033	72,345
Balance of loans (Term-end)	6,583,137	157,738	187,878	6,425,398	6,395,258

<Minato Bank>

Loans to borrowers in legal bankruptcy	2,963	999	1,256	1,963	1,706
Past due loans	43,236	(538)	458	43,775	42,777
Loans past due 3 months or more	464	(248)	140	712	323
Restructured loans	4,306	1,225	(206)	3,080	4,512
Risk-managed loans, total	50,970	1,438	1,649	49,532	49,321
Partial direct write-offs	4,985	310	70	4,675	4,915
Balance of loans (Term-end)	2,871,798	158,554	159,641	2,713,243	2,712,157

Note: The figures of Kansai Mirai Bank do not reflect the current price valuation of "loans and bills discounted" which was calculated at the business combination of Kansai Urban Banking Corporation on March 1, 2010.

(2) Ratio to total balance of loans

(%)

<Total of two banks>	End of Sep. 2020 (A)	(A)-(B)	(A)-(C)	End of Mar. 2020 (B)	End of Sep. 2019 (C)
Loans to borrowers in legal bankruptcy	0.04	0.00	0.01	0.04	0.03
Past due loans	1.34	(0.08)	(0.10)	1.42	1.44
Loans past due 3 months or more	0.01	(0.01)	0.00	0.02	0.01
Restructured loans	0.24	0.00	0.01	0.24	0.23
Risk-managed loans, total	1.65	(0.08)	(0.08)	1.74	1.74

<Kansai Mirai Bank>

Loans to borrowers in legal bankruptcy	0.02	(0.00)	(0.00)	0.03	0.02
Past due loans	1.27	(0.07)	(0.12)	1.34	1.39
Loans past due 3 months or more	0.01	(0.01)	0.00	0.02	0.01
Restructured loans	0.29	(0.00)	0.02	0.30	0.26
Risk-managed loans, total	1.60	(0.10)	(0.10)	1.70	1.70

<Minato Bank>

Loans to borrowers in legal bankruptcy	0.10	0.03	0.04	0.07	0.06
Past due loans	1.50	(0.10)	(0.07)	1.61	1.57
Loans past due 3 months or more	0.01	(0.01)	0.00	0.02	0.01
Restructured loans	0.14	0.03	(0.01)	0.11	0.16
Risk-managed loans, total	1.77	(0.05)	(0.04)	1.82	1.81

2. Percentage of loan loss reserves to total risk-managed loans

(%)

	End of Sep. 2020 (A)	(A)-(B)	(A)-(C)	End of Mar. 2020 (B)	End of Sep. 2019 (C)
<Total of two banks>					
Before partial direct write-off	51.48	1.61	1.57	49.87	49.91
After partial direct write-off	28.27	1.59	2.76	26.67	25.50
<Kansai Mirai Bank>					
Before partial direct write-off	56.15	2.04	2.16	54.11	53.99
After partial direct write-off	27.13	1.88	3.63	25.24	23.50
<Minato Bank>					
Before partial direct write-off	36.81	0.92	0.52	35.89	36.29
After partial direct write-off	30.63	0.79	0.69	29.84	29.94

Note: Percentage of reserves = Total reserve for possible loan losses / Total risk-managed loans

3. Reserve for possible loan losses

(Millions of yen)

	End of Sep. 2020 (A)	(A)-(B)	(A)-(C)	End of Mar. 2020 (B)	End of Sep. 2019 (C)
<Kansai Mirai Financial Group Consolidated>					
General reserve for possible loan losses	24,376	2,603	2,031	21,773	22,345
Specific reserve for possible loan losses	27,952	198	2,414	27,754	25,538
Total reserve for possible loan losses	52,329	2,801	4,445	49,528	47,883
<Total of two banks>					
General reserve for possible loan losses	18,058	1,544	1,176	16,514	16,882
Specific reserve for possible loan losses	26,271	289	2,721	25,982	23,549
Total reserve for possible loan losses	44,329	1,833	3,897	42,496	40,431
<Kansai Mirai Bank>					
General reserve for possible loan losses	12,610	1,169	1,390	11,441	11,220
Specific reserve for possible loan losses	16,103	(169)	1,659	16,272	14,444
Total reserve for possible loan losses	28,713	999	3,049	27,713	25,664
<Minato Bank>					
General reserve for possible loan losses	5,448	375	(214)	5,073	5,662
Specific reserve for possible loan losses	10,167	458	1,062	9,709	9,105
Total reserve for possible loan losses	15,615	833	848	14,782	14,767

4. Claims disclosure according to the Financial Reconstruction Act

(Millions of yen, %)

<Total of two banks>		End of Sep. 2020 (A)	(A)-(B)	(A)-(C)	End of Mar. 2020 (B)	End of Sep. 2019 (C)
	Unrecoverable or valueless claims	29,905	(2,468)	(4,048)	32,373	33,953
	Risk claims	102,086	(233)	17	102,320	102,068
	Special attention loans	25,264	248	2,245	25,015	23,019
	Financial Reconstruction Act subtotal [A]	157,256	(2,453)	(1,785)	159,709	159,041
	Normal claims	9,422,062	322,637	342,209	9,099,425	9,079,852
	Financial Reconstruction Act total [B]	9,579,318	320,184	340,424	9,259,134	9,238,894
	Partial direct write-offs	75,352	1,288	(2,322)	74,063	77,675
	NPL Ratio [A] / [B]	1.64	(0.08)	(0.07)	1.72	1.72

<Kansai Mirai Bank>

	Unrecoverable or valueless claims	14,830	(2,318)	(5,501)	17,148	20,332
	Risk claims	70,674	(877)	(317)	71,552	70,992
	Special attention loans	20,493	(728)	2,311	21,222	18,182
	Financial Reconstruction Act subtotal [A]	105,999	(3,924)	(3,508)	109,923	109,507
	Normal claims	6,547,610	163,794	183,754	6,383,815	6,363,856
	Financial Reconstruction Act total [B]	6,653,609	159,870	180,245	6,493,739	6,473,363
	Partial direct write-offs	70,341	983	(2,357)	69,358	72,699
	NPL Ratio [A] / [B]	1.59	(0.09)	(0.09)	1.69	1.69

<Minato Bank>

	Unrecoverable or valueless claims	15,074	(149)	1,453	15,224	13,621
	Risk claims	31,411	643	335	30,767	31,075
	Special attention loans	4,770	977	(65)	3,793	4,836
	Financial Reconstruction Act subtotal [A]	51,257	1,471	1,722	49,785	49,534
	Normal claims	2,874,452	158,842	158,455	2,715,609	2,715,996
	Financial Reconstruction Act total [B]	2,925,709	160,313	160,178	2,765,395	2,765,530
	Partial direct write-offs	5,010	304	34	4,705	4,975
	NPL Ratio [A] / [B]	1.75	(0.04)	(0.03)	1.80	1.79

5. Coverage ratios by type of borrower

<Total of two banks, Non-consolidated figures of each bank>

(%)

	Total of two banks		
	End of Sep. 2020 (A)	(A) - (B)	End of Mar. 2020 (B)
Unrecoverable or valueless claims	100.00	-	100.00
Covered by collateral, guarantees, etc.	79.97	(1.61)	81.59
Covered by reserves	20.02	1.61	18.40
Reserve ratio against the portion not covered by collateral, guarantees, etc.	100.00	-	100.00
Risk claims	91.00	(0.66)	91.66
Covered by collateral, guarantees, etc.	71.45	(0.90)	72.36
Covered by reserves	19.54	0.24	19.30
Reserve ratio against the portion not covered by collateral, guarantees, etc.	68.47	(1.37)	69.85
Special Attention Obligors	60.17	0.81	59.36
Covered by collateral, guarantees, etc.	46.16	3.12	43.03
Covered by reserves	14.01	(2.31)	16.32
Reserve ratio against the portion not covered by collateral, guarantees, etc.	26.02	(2.63)	28.66
Other Watch Obligors	76.35	1.80	74.54
Covered by collateral, guarantees, etc.	74.85	1.82	73.03
Covered by reserves	1.49	(0.01)	1.51
Reserve ratio against the portion not covered by collateral, guarantees, etc.	5.94	0.33	5.61
Normal Obligors	0.04	0.00	0.04

	Kansai Mirai Bank			Minato Bank		
	End of Sep. 2020 (A)	(A) - (B)	End of Mar. 2020 (B)	End of Sep. 2020 (A)	(A) - (B)	End of Mar. 2020 (B)
Unrecoverable or valueless claims	100.00	-	100.00	100.00	-	100.00
Covered by collateral, guarantees, etc.	95.31	0.29	95.01	64.88	(1.59)	66.47
Covered by reserves	4.68	(0.29)	4.98	35.11	1.59	33.52
Reserve ratio against the portion not covered by collateral, guarantees, etc.	100.00	-	100.00	100.00	-	100.00
Risk claims	91.30	(0.67)	91.97	90.31	(0.62)	90.94
Covered by collateral, guarantees, etc.	69.71	(0.83)	70.54	75.37	(1.20)	76.58
Covered by reserves	21.59	0.16	21.42	14.94	0.57	14.36
Reserve ratio against the portion not covered by collateral, guarantees, etc.	71.28	(1.47)	72.76	60.68	(0.65)	61.33
Special Attention Obligors	58.10	1.15	56.94	69.43	(3.30)	72.73
Covered by collateral, guarantees, etc.	44.01	3.79	40.22	55.74	(2.88)	58.62
Covered by reserves	14.08	(2.64)	16.72	13.68	(0.42)	14.10
Reserve ratio against the portion not covered by collateral, guarantees, etc.	25.15	(2.82)	27.98	30.92	(3.17)	34.10
Other Watch Obligors	79.50	3.52	75.98	70.27	(1.89)	72.16
Covered by collateral, guarantees, etc.	78.00	3.48	74.52	68.77	(1.78)	70.56
Covered by reserves	1.49	0.04	1.45	1.49	(0.11)	1.60
Reserve ratio against the portion not covered by collateral, guarantees, etc.	6.80	1.08	5.71	4.77	(0.68)	5.46
Normal Obligors	0.03	0.00	0.03	0.04	(0.00)	0.04

6. Results of self-assessment of asset quality

(1) Total of two banks

Exposure Obligor Classification		Disclosure Categories under FRA	Self-Assessment of Asset Quality				Coverage	Coverage Ratio under FRA Criteria
			Normal Exposures	Category II Exposures	Category III Exposures	Category IV Exposures		
Bankrupt and Effectively Bankrupt Obligors 29.9		Unrecoverable or Valueless Claims 29.9	12.1	17.7	Reserve Ratio 100.00%	Direct Write-offs	Reserves 6.0 Collateral /Guarantee 23.9	Unrecoverable or Valueless Claims 100.00%
Doubtful Obligors 102.0		Risk Claims 102.0	59.0	33.8	9.1 Reserve Ratio 68.47%		Reserves 19.9 Collateral /Guarantee 72.9	Risk Claims 91.00%
Watch Obligors	Special Attention Obligors 30.7	Special Attention Loans 25.2	5.4	25.3			Reserves 3.4 Collateral /Guarantee 11.3	Special Attention Loans 58.23%
		Subtotal 157.2						
	Other Watch Obligors 674.4	Normal Claims 9,422.0	163.1	511.2				
Normal Obligors 8,742.1			8,742.1					
Total Exposures 9,579.3		Total 9,579.3	Normal 8,981.9	Category II 588.1	Category III 9.1	Category IV -		Total Coverage Ratio 87.49%

Note: Amounts of claim and collateral/guarantee reported above include privately-placed bonds underwritten and guaranteed by the bank to which loan loss reserves are not provided.

(2) Kansai Mirai Bank (Non-consolidated)

Self-Assessment of Asset Quality							(Billions of yen)
Exposure Obligor Classification	Disclosure Categories under FRA	Normal Exposures	Category II Exposures	Category III Exposures	Category IV Exposures	Coverage	Coverage Ratio under FRA Criteria
Bankrupt and Effectively Bankrupt Obligors 14.8	Unrecoverable or Valueless Claims 14.8	2.7	12.0	Reserve Ratio 100.00%	Direct Write-offs	Reserves 0.7 Collateral /Guarantee 14.1	Unrecoverable or Valueless Claims 100.00%
Doubtful Obligors 70.6	Risk Claims 70.6	38.6	25.9	6.1 Reserve Ratio 71.28%		Reserves 15.2 Collateral /Guarantee 49.2	Risk Claims 91.30%
Watch Obligors	Special Attention Obligors 25.1	3.8	21.2			Reserves 2.7 Collateral /Guarantee 8.9	Special Attention Loans 57.26%
	Subtotal 105.9						
Other Watch Obligors 444.1	Normal Claims 6,547.6	90.6	353.5				
Normal Obligors 6,098.8		6,098.8					
Total Exposures 6,653.6	Total 6,653.6	Normal 6,234.7	Category II 412.7	Category III 6.1	Category IV -		Total Coverage Ratio 86.01%

Note: Amounts of claim and collateral/guarantee reported above include privately-placed bonds underwritten and guaranteed by the bank to which loan loss reserves are not provided.

(3) Minato Bank (Non-consolidated)

Self-Assessment of Asset Quality							(Billions of yen)
Exposure Obligor Classification	Disclosure Categories under FRA	Normal Exposures	Category II Exposures	Category III Exposures	Category IV Exposures	Coverage	Coverage Ratio under FRA Criteria
Bankrupt and Effectively Bankrupt Obligors 15.0	Unrecoverable or Valueless Claims 15.0	9.4	5.6	Reserve Ratio 100.00%	Direct Write-offs	Reserves 5.2 Collateral /Guarantee 9.7	Unrecoverable or Valueless Claims 100.00%
Doubtful Obligors 31.4	Risk Claims 31.4	20.4	7.9	3.0 Reserve Ratio 60.68%		Reserves 4.6 Collateral /Guarantee 23.6	Risk Claims 90.31%
Watch Obligors	Special Attention Obligors 5.6	1.5	4.0			Reserves 0.6 Collateral /Guarantee 2.3	Special Attention Loans 62.43%
	Subtotal 51.2						
Other Watch Obligors 230.3	Normal Claims 2,874.4	72.5	157.7				
Normal Obligors 2,643.2		2,643.2					
Total Exposures 2,925.7	Total 2,925.7	Normal 2,747.2	Category II 175.4	Category III 3.0	Category IV -		Total Coverage Ratio 90.57%

Note: Amounts of claim and collateral/guarantee reported above include privately-placed bonds underwritten and guaranteed by the bank to which loan loss reserves are not provided.

7. Loans and bills discounted by industry

<Total of two banks, Non-consolidated figures of each bank>

(1) Industry breakdown of total loans and bills discounted

(Billions of yen)

	Total of two banks		
	End of Sep. 2020 (A)	(A) - (B)	End of Mar. 2020 (B)
Manufacturing	572.1	27.7	544.4
Agriculture, forestry	4.6	0.0	4.6
Fishery	0.8	(0.0)	0.8
Mining, quarrying of stone, gravel extraction	1.8	0.0	1.7
Construction	322.1	28.3	293.7
Electricity, gas, heating, water	47.2	(2.1)	49.3
Information and communication	48.5	2.7	45.8
Transportation, postal service	269.7	36.3	233.3
Wholesale and retail trade	691.5	41.2	650.2
Finance and insurance	175.4	10.3	165.1
Real estate	2,597.4	(11.0)	2,608.5
Apartment loans	708.1	(9.8)	717.9
Real estate brokerage	1,308.1	9.5	1,298.6
Goods rental and leasing	142.3	10.2	132.0
Services	799.8	102.2	697.6
Government, local government	249.8	23.4	226.3
Others	3,531.3	46.6	3,484.6
Residential housing loans	3,349.4	51.7	3,297.6
Domestic total	9,454.9	316.2	9,138.6
Japan offshore banking account	-	-	-
Total	9,454.9	316.2	9,138.6

	Kansai Mirai Bank			Minato Bank		
	End of Sep. 2020 (A)	(A) - (B)	End of Mar. 2020 (B)	End of Sep. 2020 (A)	(A) - (B)	End of Mar. 2020 (B)
Manufacturing	328.1	11.9	316.2	243.9	15.8	228.1
Agriculture, forestry	2.7	0.0	2.7	1.9	0.0	1.8
Fishery	0.7	(0.0)	0.7	0.1	(0.0)	0.1
Mining, quarrying of stone, gravel extraction	0.9	0.0	0.9	0.8	0.0	0.8
Construction	219.8	19.9	199.8	102.2	8.3	93.8
Electricity, gas, heating, water	25.4	(4.1)	29.5	21.8	1.9	19.8
Information and communication	22.2	2.3	19.8	26.3	0.3	25.9
Transportation, postal service	128.1	13.9	114.2	141.5	22.4	119.1
Wholesale and retail trade	420.9	24.6	396.3	270.5	16.6	253.9
Finance and insurance	55.6	8.9	46.6	119.8	1.3	118.4
Real estate	1,958.3	(14.1)	1,972.5	639.0	3.1	635.9
Apartment loans	497.9	(8.9)	506.9	210.2	(0.8)	211.0
Real estate brokerage	1,039.4	9.3	1,030.1	268.6	0.2	268.4
Goods rental and leasing	69.5	10.2	59.2	72.8	0.0	72.7
Services	518.2	54.6	463.5	281.6	47.5	234.0
Government, local government	59.9	(2.6)	62.5	189.8	26.0	163.7
Others	2,772.1	31.9	2,740.2	759.1	14.7	744.4
Residential housing loans	2,635.0	35.4	2,599.6	714.3	16.3	698.0
Domestic total	6,583.1	157.7	6,425.3	2,871.7	158.5	2,713.2
Japan offshore banking account	-	-	-	-	-	-
Total	6,583.1	157.7	6,425.3	2,871.7	158.5	2,713.2

Note: The figures of Kansai Mirai Bank do not reflect the current price valuation of "loans and bills discounted" which was calculated at the business combination of Kansai Urban Banking Corporation on March 1, 2010.

(2) Risk-managed loans by industry

(Billions of yen)

	Total of two banks		
	End of Sep. 2020 (A)	(A) - (B)	End of Mar. 2020 (B)
Manufacturing	22.7	(4.5)	27.2
Agriculture, forestry	0.0	(0.0)	0.0
Fishery	-	-	-
Mining, quarrying of stone, gravel extraction	1.1	0.0	1.0
Construction	9.1	0.4	8.7
Electricity, gas, heating, water	-	-	-
Information and communication	1.6	(0.5)	2.1
Transportation, postal service	8.0	(0.2)	8.3
Wholesale and retail trade	30.0	0.2	29.7
Finance and insurance	0.4	(0.0)	0.4
Real estate	22.0	1.4	20.5
Apartment loans	3.5	0.5	2.9
Real estate brokerage	14.7	3.2	11.5
Goods rental and leasing	0.2	(0.0)	0.2
Services	28.1	2.6	25.5
Government, local government	-	-	-
Others	33.0	(1.9)	35.0
Residential housing loans	30.0	(1.9)	31.9
Domestic total	156.7	(2.5)	159.2
Japan offshore banking account	-	-	-
Total	156.7	(2.5)	159.2

	Kansai Mirai Bank			Minato Bank		
	End of Sep. 2020 (A)	(A) - (B)	End of Mar. 2020 (B)	End of Sep. 2020 (A)	(A) - (B)	End of Mar. 2020 (B)
Manufacturing	14.9	(3.0)	17.9	7.8	(1.5)	9.3
Agriculture, forestry	0.0	(0.0)	0.0	0.0	(0.0)	0.0
Fishery	-	-	-	-	-	-
Mining, quarrying of stone, gravel extraction	0.4	0.0	0.4	0.6	(0.0)	0.6
Construction	6.3	0.4	5.8	2.8	(0.0)	2.8
Electricity, gas, heating, water	-	-	-	-	-	-
Information and communication	1.1	(0.5)	1.7	0.4	0.0	0.4
Transportation, postal service	6.8	0.0	6.7	1.2	(0.3)	1.5
Wholesale and retail trade	15.3	(0.0)	15.4	14.6	0.3	14.3
Finance and insurance	0.4	(0.0)	0.4	0.0	(0.0)	0.0
Real estate	17.6	0.7	16.9	4.3	0.7	3.6
Apartment loans	2.8	0.4	2.4	0.7	0.1	0.5
Real estate brokerage	11.8	0.7	11.1	2.8	2.5	0.3
Goods rental and leasing	0.0	(0.0)	0.1	0.1	(0.0)	0.1
Services	15.9	0.5	15.4	12.2	2.0	10.1
Government, local government	-	-	-	-	-	-
Others	26.5	(2.0)	28.6	6.5	0.1	6.3
Residential housing loans	24.2	(2.0)	26.3	5.7	0.1	5.6
Domestic total	105.8	(3.9)	109.7	50.9	1.4	49.5
Japan offshore banking account	-	-	-	-	-	-
Total	105.8	(3.9)	109.7	50.9	1.4	49.5

Note: The figures of Kansai Mirai Bank do not reflect the current price valuation of "loans and bills discounted" which was calculated at the business combination of Kansai Urban Banking Corporation on March 1, 2010.

(3) Loans to consumers

(Millions of yen)

<Total of two banks>	End of Sep. 2020 (A)			End of Mar. 2020 (B)	End of Sep. 2019 (C)
		(A) - (B)	(A) - (C)		
Housing loans	4,057,597	41,990	92,759	4,015,606	3,964,837
Residential housing loans	3,349,429	51,795	102,897	3,297,634	3,246,532
Other consumer loans	127,861	(1,073)	(950)	128,934	128,811
Total loans to consumers	4,185,458	40,917	91,809	4,144,541	4,093,648

<Kansai Mirai Bank>

Housing loans	3,133,012	26,458	50,216	3,106,554	3,082,796
Residential housing loans	2,635,074	35,446	58,135	2,599,627	2,576,938
Other consumer loans	89,495	(431)	638	89,926	88,856
Total loans to consumers	3,222,508	26,027	50,854	3,196,481	3,171,653

<Minato Bank>

Housing loans	924,584	15,532	42,543	909,051	882,041
Residential housing loans	714,355	16,348	44,761	698,007	669,593
Other consumer loans	38,366	(642)	(1,588)	39,008	39,954
Total loans to consumers	962,950	14,890	40,954	948,060	921,995

Notes: 1. The figures of Kansai Mirai Bank do not reflect the current price valuation of "loans and bills discounted" which was calculated at the business combination of Kansai Urban Banking Corporation on March 1, 2010.

2. The figures of "Housing loans" include the figures of "Apartment loans"

(4) Loans to small and medium-sized enterprises and consumers

(Millions of yen, %)

<Total of two banks>	End of Sep. 2020 (A)			End of Mar. 2020 (B)	End of Sep. 2019 (C)
		(A) - (B)	(A) - (C)		
Loans to SMEs and consumers	8,485,963	240,377	256,806	8,245,585	8,229,157
Ratio of loans to SMEs and consumers	89.75	(0.47)	(0.60)	90.22	90.35

<Kansai Mirai Bank>

Loans to SMEs and consumers	6,182,769	145,760	153,722	6,037,008	6,029,047
Ratio of loans to SMEs and consumers	93.91	(0.03)	(0.35)	93.95	94.27

<Minato Bank>

Loans to SMEs and consumers	2,303,193	94,617	103,084	2,208,576	2,200,109
Ratio of loans to SMEs and consumers	80.20	(1.19)	(0.91)	81.39	81.12

Notes: 1. Figures are based on the reports submitted to Bank of Japan(excluding loans in Japan offshore banking account)

2. The figures of Kansai Mirai Bank do not reflect the current price valuation of "loans and bills discounted" which was calculated at the business combination of Kansai Urban Banking Corporation on March 1, 2010.

8. Balance of deposits and loans

(Millions of yen)

	End of Sep. 2020 (A)	(A) - (B)	(A) - (C)	End of Mar. 2020 (B)	End of Sep. 2019 (C)
<Total of two banks>					
Deposits (Term-end)	11,087,556	681,455	452,113	10,406,101	10,635,442
Deposits (Average balance)	10,764,217	156,199	61,883	10,608,018	10,702,333
Loans and bills discounted (Term-end)	9,456,511	316,230	347,317	9,140,281	9,109,193
Loans and bills discounted (Average balance)	9,292,340	227,404	230,481	9,064,935	9,061,858

<Kansai Mirai Bank>

Deposits (Term-end)	7,465,401	436,313	173,412	7,029,087	7,291,988
Deposits (Average balance)	7,236,874	(21,436)	(124,723)	7,258,310	7,361,597
Loans and bills discounted (Term-end)	6,584,713	157,675	187,676	6,427,037	6,397,036
Loans and bills discounted (Average balance)	6,503,628	128,093	121,527	6,375,535	6,382,101

<Minato Bank>

Deposits (Term-end)	3,622,154	245,141	278,700	3,377,013	3,343,454
Deposits (Average balance)	3,527,343	177,635	186,607	3,349,707	3,340,736
Loans and bills discounted (Term-end)	2,871,798	158,554	159,641	2,713,243	2,712,157
Loans and bills discounted (Average balance)	2,788,711	99,311	108,954	2,689,400	2,679,757

<Reference> Domestic breakdown of individual, corporate and other deposits

(Millions of yen)

	End of Sep. 2020 (A)	(A) - (B)	(A) - (C)	End of Mar. 2020 (B)	End of Sep. 2019 (C)
<Total of two banks>					
Domestic individual deposits (Term-end)	8,128,242	225,961	248,906	7,902,280	7,879,335
Liquid deposits	4,663,970	289,050	440,319	4,374,919	4,223,650
Time deposits	3,439,158	(63,784)	(191,121)	3,502,942	3,630,279
Domestic corporate deposits (Term-end)	2,711,073	322,301	224,894	2,388,772	2,486,179
Liquid deposits	1,964,387	344,206	330,373	1,620,180	1,634,013
Time deposits	673,573	(22,233)	(91,466)	695,806	765,039

<Kansai Mirai Bank>

Domestic individual deposits (Term-end)	5,393,809	114,745	96,665	5,279,063	5,297,144
Liquid deposits	2,789,535	176,112	267,114	2,613,423	2,522,421
Time deposits	2,594,104	(62,079)	(170,816)	2,656,183	2,764,920
Domestic corporate deposits (Term-end)	1,867,297	178,239	86,438	1,689,057	1,780,858
Liquid deposits	1,301,185	197,863	190,749	1,103,322	1,110,436
Time deposits	517,840	(20,402)	(91,674)	538,242	609,514

<Minato Bank>

Domestic individual deposits (Term-end)	2,734,432	111,215	152,241	2,623,216	2,582,190
Liquid deposits	1,874,434	112,937	173,204	1,761,496	1,701,229
Time deposits	845,053	(1,705)	(20,305)	846,758	865,358
Domestic corporate deposits (Term-end)	843,776	144,062	138,455	699,714	705,321
Liquid deposits	663,201	146,343	139,624	516,858	523,577
Time deposits	155,733	(1,831)	207	157,564	155,525

Notes: 1. Figures are based on the reports submitted to Bank of Japan. (excluding loans in Japan offshore banking account)

2. Liquid deposits = current deposits + ordinary deposits + saving deposits + deposits at notice

Time deposits = time deposits + installment savings

<Reference> Investment trust and other investment products for individual customers

(Millions of yen)

	End of Sep. 2020 (A)	(A) - (B)	(A) - (C)	End of Mar. 2020 (B)	End of Sep. 2019 (C)
<Total of two banks>					
Investment trust (Including fund wrap)	674,366	84,419	(10,988)	589,946	685,355
Public bond	9,386	(505)	(1,387)	9,892	10,773
Insurance	850,624	12,782	25,822	837,842	824,801

<Kansai Mirai Bank>

Investment trust (Including fund wrap)	475,833	59,303	(8,980)	416,530	484,814
Public bond	3,974	28	(218)	3,945	4,192
Insurance	641,738	11,346	16,990	630,392	624,748

<Minato Bank>

Investment trust (Including fund wrap)	198,532	25,115	(2,008)	173,416	200,540
Public bond	5,411	(534)	(1,169)	5,946	6,580
Insurance	208,885	1,435	8,832	207,449	200,053

Notes: 1. Investment trust: based on market prices at each period-end

2. Public bond: Government bonds, local government bonds, and government-guaranteed bonds in custody accounts
(amounts in par value and on a delivery date basis)

3. Insurance: based on insurance premiums paid (yen equivalent)

III. Reference Materials (Group Banks' Financial Statements)**[Consolidated Balance Sheet]***(Millions of yen)*

	March 31, 2020	September 30, 2020
Assets		
Cash and due from banks	¥ 386,895	¥ 1,797,835
Monetary claims bought	790	351
Securities	653,246	712,184
Loans and bills discounted	6,412,566	6,560,691
Foreign exchange assets	11,833	7,705
Lease receivables and investment assets	29,236	28,115
Other assets	78,900	86,409
Tangible fixed assets	77,488	76,681
Intangible fixed assets	9,943	9,373
Net defined benefit asset	15,441	15,950
Deferred tax assets	28,366	26,625
Customers' liabilities for acceptances and guarantees	13,331	15,258
Reserve for possible loan losses	(33,987)	(35,926)
Total Assets	7,684,053	9,301,256
Liabilities and Net Assets		
Liabilities		
Deposits	7,016,505	7,452,301
Negotiable certificates of deposit	131,240	148,370
Call money and bills sold	372	450,358
Borrowed money	106,076	816,222
Foreign exchange liabilities	802	110
Other liabilities	69,771	64,352
Reserve for employees' bonuses	3,871	3,122
Net defined benefit liability	10,284	10,218
Other reserves	5,548	4,926
Deferred tax liabilities for land revaluation	217	217
Acceptances and guarantees	13,331	15,258
Total Liabilities	7,358,022	8,965,459
Net Assets		
Capital stock	38,971	38,971
Capital surplus	171,012	171,012
Retained earnings	122,683	127,499
Total stockholders' equity	332,667	337,483
Net unrealized gains on available-for-sale securities	111	4,391
Net deferred gains on hedges	(241)	(223)
Revaluation reserve for land	464	464
Remeasurements of defined benefit plans	(8,139)	(7,453)
Total accumulated other comprehensive income	(7,805)	(2,819)
Noncontrolling interests	1,167	1,133
Total Net Assets	326,030	335,796
Total Liabilities and Net Assets	¥ 7,684,053	¥ 9,301,256

[Consolidated Statement of Income]*(Millions of yen)*

	First Half of FY2019	First Half of FY2020
	From April 1, 2019	From April 1, 2020
	to September 30, 2019	to September 30, 2020
Ordinary income	¥ 71,982	¥ 63,457
Interest income	41,979	39,914
Interest on loans and bills discounted	37,818	36,845
Interest and dividends on securities	3,367	2,148
Fees and commissions	13,955	14,197
Other operating income	9,582	6,225
Other ordinary income	6,464	3,120
Ordinary expenses	61,037	57,724
Interest expenses	2,032	1,403
Interest on deposits	1,857	1,347
Fees and commissions	5,872	5,479
Other operating expenses	6,901	5,053
General and administrative expenses	41,711	40,052
Other ordinary expenses	4,518	5,734
Ordinary profits	10,945	5,733
Extraordinary gains	3,941	989
Gains on disposal of fixed assets	—	989
Gain on revision of retirement benefit plan	3,941	—
Extraordinary losses	3,392	290
Losses on disposal of fixed assets	146	209
Impairment losses on fixed assets	263	80
Other extraordinary losses	2,982	—
Income before income taxes	11,494	6,432
Income taxes – current	1,663	1,653
Income taxes – deferred	1,459	(2)
Total income taxes	3,122	1,651
Net income	8,372	4,781
Net income (loss) attributable to noncontrolling interests	9	(34)
Net income attributable to owners of parent	¥ 8,362	¥ 4,815

[Consolidated Statement of Comprehensive Income]*(Millions of yen)*

	First Half of FY2019		First Half of FY2020	
	From April 1, 2019		From April 1, 2020	
	to September 30, 2019		to September 30, 2020	
Net income	¥	8,372	¥	4,781
Other comprehensive income		1,851		4,985
Net unrealized gains (losses) on available-for-sale securities		(2,400)		4,280
Net deferred gains (losses) on hedges		(86)		18
Remeasurements of defined benefit plans		4,338		686
Total comprehensive income		<u>10,223</u>		<u>9,766</u>
Total comprehensive income attributable to:				
Owners of parent		10,213		9,798
Noncontrolling interests	¥	9	¥	(32)

[Consolidated Statement of Changes in Net Assets]
For the first half of fiscal year 2019 (April 1, 2019 - September 30, 2019)

(Millions of yen)

	Stockholders' equity			
	Capital stock	Capital surplus	Retained earnings	Total stockholders' equity
Balance at the beginning of the fiscal year	¥ 38,971	¥ 55,439	¥ 66,141	¥ 160,552
Changes during the term				
Increase by merger		140,606	57,668	198,274
Net income attributable to owners of the parent			8,362	8,362
Net changes except for stockholders' equity during the term				
Total changes during the term	—	140,606	66,030	206,636
Balance at the end of the term	¥ 38,971	¥ 196,045	¥ 132,172	¥ 367,189

	Accumulated other comprehensive income					Noncontrolling interests	Total net assets
	Net unrealized gains on available-for-sale securities	Net deferred gains on hedges	Revaluation reserve for land	Remeasure-ments of defined benefit plans	Total accumulated other com-prehensive income		
Balance at the beginning of the fiscal year	¥ 5,753	¥ —	¥ —	¥ (6,571)	¥ (818)	¥ —	¥ 159,734
Changes during the term							
Increase by merger							198,274
Net income attributable to owners of the parent							8,362
Net changes except for stockholders' equity during the term	7,802	(367)	763	591	8,790	1,157	9,947
Total changes during the term	7,802	(367)	763	591	8,790	1,157	216,584
Balance at the end of the term	¥ 13,556	¥ (367)	¥ 763	¥ (5,980)	¥ 7,972	¥ 1,157	¥ 376,318

[Consolidated Statement of Changes in Net Assets - Continued]**For the first half of fiscal year 2020 (April 1, 2020 - September 30, 2020)***(Millions of yen)*

	Stockholders' equity			
	Capital stock	Capital surplus	Retained earnings	Total stockholders' equity
Balance at the beginning of the fiscal year	¥ 38,971	¥ 171,012	¥ 122,683	¥ 332,667
Changes during the term				
Net income attributable to owners of the parent			4,815	4,815
Net changes except for stockholders' equity during the term				
Total changes during the term	—	—	4,815	4,815
Balance at the end of the term	¥ 38,971	¥ 171,012	¥ 127,499	¥ 337,483

	Accumulated other comprehensive income					Noncontrolling interests	Total net assets
	Net unrealized gains on available-for-sale securities	Net deferred gains on hedges	Revaluation reserve for land	Remeasure-ments of defined benefit plans	Total accumulated other com-prehensive income		
Balance at the beginning of the fiscal year	¥ 111	¥ (241)	¥ 464	¥ (8,139)	¥ (7,805)	¥ 1,167	¥ 326,030
Changes during the term							
Net income attributable to owners of the parent							4,815
Net changes except for stockholders' equity during the term	4,280	18		686	4,985	(34)	4,950
Total changes during the term	4,280	18	—	686	4,985	(34)	9,766
Balance at the end of the term	¥ 4,391	¥ (223)	¥ 464	¥ (7,453)	¥ (2,819)	¥ 1,133	¥ 335,796

[Non-Consolidated Balance Sheet]*(Millions of yen)*

	March 31, 2020	September 30, 2020
Assets		
Cash and due from banks	¥ 386,849	¥ 1,797,793
Monetary claims bought	790	351
Securities	676,184	735,123
Loans and bills discounted	6,427,037	6,584,713
Foreign exchange assets	11,833	7,705
Other assets	56,003	65,040
Other	56,003	65,040
Tangible fixed assets	75,926	75,195
Intangible fixed assets	9,708	9,161
Prepaid pension cost	25,137	24,903
Deferred tax assets	22,408	20,292
Customers' liabilities for acceptances and guarantees	12,968	14,962
Reserve for possible loan losses	(27,713)	(28,713)
Total Assets	7,677,135	9,306,529
Liabilities and Net Assets		
Liabilities		
Deposits	7,029,087	7,465,401
Negotiable certificates of deposit	173,640	191,070
Call money	372	450,358
Borrowed money	82,156	804,332
Foreign exchange liabilities	802	110
Other liabilities	45,307	40,147
Accrued income taxes	652	1,685
Lease obligation	2,128	1,761
Asset retirement obligations	1,451	1,509
Other	41,075	35,190
Reserve for employees' bonuses	3,786	3,046
Reserve for employees' retirement benefits	8,267	8,341
Other reserves	5,548	4,926
Deferred tax liabilities for land revaluation	217	217
Acceptances and guarantees	12,968	14,962
Total Liabilities	7,362,156	8,982,915
Net Assets		
Capital stock	38,971	38,971
Capital surplus	170,998	170,998
Capital reserve	38,971	38,971
Other capital surplus	132,026	132,026
Retained earnings	104,682	109,017
Other retained earnings	104,682	109,017
Retained earnings carried forward	104,682	109,017
Total stockholders' equity	314,652	318,987
Net unrealized gains on available-for-sale securities	111	4,391
Net deferred gains on hedges	(249)	(230)
Revaluation reserve for land	464	464
Total valuation and translation differences	326	4,625
Total Net Assets	314,978	323,613
Total Liabilities and Net Assets	¥ 7,677,135	¥ 9,306,529

[Non-Consolidated Statement of Income]*(Millions of yen)*

	First Half of FY2019		First Half of FY2020	
	From April 1, 2019		From April 1, 2020	
	to September 30, 2019		to September 30, 2020	
Ordinary income	¥	63,635	¥	56,956
Interest income		41,527		39,382
Interest on loans and bills discounted		37,826		36,862
Interest and dividends on securities		3,406		2,168
Fees and commissions		12,453		12,799
Other operating income		2,456		1,487
Other ordinary income		7,198		3,287
Ordinary expenses		54,214		51,662
Interest expenses		2,038		1,376
Interest on deposits		1,857		1,347
Fees and commissions		7,061		6,662
Other operating expenses		14		377
General and administrative expenses		40,613		38,982
Other ordinary expenses		4,486		4,264
Ordinary profits		9,421		5,294
Extraordinary gains		3,941		989
Gains on disposal of fixed assets		—		989
Gain on revision of retirement benefit plan		3,941		—
Extraordinary losses		3,387		286
Losses on disposal of fixed assets		141		206
Impairment losses on fixed assets		263		80
Other extraordinary losses		2,982		—
Income before income taxes		9,975		5,997
Income taxes – current		982		981
Income taxes – deferred		1,600		680
Total income taxes		2,582		1,661
Net income	¥	7,392	¥	4,335

[Non-Consolidated Statement of Changes in Net Assets]**For the first half of fiscal year 2019 (April 1, 2019 - September 30, 2019)***(Millions of yen)*

	Stockholders' equity					
	Capital stock	Capital surplus			Retained earnings	Total stockholders' equity
		Capital reserve	Other capital surplus	Total capital surplus	Other retained earnings	
					Retained earnings carried forward	
Balance at the beginning of the fiscal year	¥ 38,971	¥ 38,971	¥ 16,467	¥ 55,439	¥ 53,568	¥ 147,979
Changes during the term						
Increase by merger			140,591	140,591	52,338	192,929
Net income					7,392	7,392
Net changes except for stockholders' equity during the term						
Total changes during the term	—	—	140,591	140,591	59,730	200,322
Balance at the end of the term	¥ 38,971	¥ 38,971	¥ 157,059	¥ 196,030	¥ 113,299	¥ 348,301

	Valuation and translation differences				Total net assets
	Net unrealized gains on available-for-sale securities	Net deferred gains on hedges	Revaluation reserve for land	Total valuation and translation differences	
Balance at the beginning of the fiscal year	¥ 5,753	¥ —	¥ —	¥ 5,753	¥ 153,733
Changes during the term					
Increase by merger					192,929
Net income					7,392
Net changes except for stockholders' equity during the term	7,802	(382)	763	8,183	8,183
Total changes during the term	7,802	(382)	763	8,183	208,505
Balance at the end of the term	¥ 13,556	¥ (382)	¥ 763	¥ 13,936	¥ 362,238

[Non-Consolidated Statement of Changes in Net Assets - Continued]**For the first half of fiscal year 2020 (April 1, 2020 - September 30, 2020)***(Millions of yen)*

	Stockholders' equity					
	Capital stock	Capital surplus			Retained earnings	Total stockholders' equity
		Capital reserve	Other capital surplus	Total capital surplus	Other retained earnings	
					Retained earnings carried forward	
Balance at the beginning of the fiscal year	¥ 38,971	¥ 38,971	¥ 132,026	¥ 170,998	¥ 104,682	¥ 314,652
Changes during the term						
Net income					4,335	4,335
Net changes except for stockholders' equity during the term						
Total changes during the term	—	—	—	—	4,335	4,335
Balance at the end of the term	¥ 38,971	¥ 38,971	¥ 132,026	¥ 170,998	¥ 109,017	¥ 318,987

	Valuation and translation differences				Total net assets
	Net unrealized gains on available-for-sale securities	Net deferred gains on hedges	Revaluation reserve for land	Total valuation and translation differences	
Balance at the beginning of the fiscal year	¥ 111	¥ (249)	¥ 464	¥ 326	¥ 314,978
Changes during the term					
Net income					4,335
Net changes except for stockholders' equity during the term	4,280	19		4,299	4,299
Total changes during the term	4,280	19	—	4,299	8,634
Balance at the end of the term	¥ 4,391	¥ (230)	¥ 464	¥ 4,625	¥ 323,613

[Consolidated Balance Sheet]*(Millions of yen)*

	March 31, 2020	September 30, 2020
Assets		
Cash and due from banks	¥ 547,087	¥ 726,104
Call loans and bills bought	5,026	754
Monetary claims bought	1,007	504
Trading account securities	14	12
Securities	213,593	243,410
Loans and bills discounted	2,702,260	2,860,633
Foreign exchange assets	8,484	5,258
Lease receivables and investment assets	7,529	7,299
Other assets	58,336	63,695
Tangible fixed assets	31,933	31,542
Intangible fixed assets	2,647	2,566
Net defined benefit asset	3,270	3,272
Deferred tax assets	5,848	4,097
Customers' liabilities for acceptances and guarantees	9,926	10,956
Reserve for possible loan losses	(15,553)	(16,416)
Total Assets	3,581,414	3,943,694
Liabilities and Net Assets		
Liabilities		
Deposits	3,368,344	3,613,172
Negotiable certificates of deposit	1,900	2,440
Call money and bills sold	2,176	—
Payables under securities lending transactions	—	5,290
Borrowed money	5,333	121,100
Foreign exchange liabilities	162	203
Other liabilities	27,101	19,747
Reserve for employees' bonuses	1,020	953
Net defined benefit liability	2,318	1,986
Reserve for directors' retirement benefits	50	42
Other reserves	1,626	1,557
Deferred tax liabilities	489	579
Acceptances and guarantees	9,926	10,956
Total Liabilities	3,420,450	3,778,029
Net Assets		
Capital stock	39,984	39,984
Capital surplus	62,109	62,201
Retained earnings	55,904	56,788
Total stockholders' equity	157,998	158,974
Net unrealized gains on available-for-sale securities	2,789	6,539
Remeasurements of defined benefit plans	(1,395)	(1,377)
Total accumulated other comprehensive income	1,393	5,161
Noncontrolling interests	1,571	1,527
Total Net Assets	160,963	165,664
Total Liabilities and Net Assets	¥ 3,581,414	¥ 3,943,694

[Consolidated Statement of Income]*(Millions of yen)*

	First Half of FY2019	First Half of FY2020
	From April 1, 2019	From April 1, 2020
	to September 30, 2019	to September 30, 2020
Ordinary income	¥ 27,047	¥ 26,626
Interest income	15,648	14,560
Interest on loans and bills discounted	13,986	13,550
Interest and dividends on securities	1,140	691
Fees and commissions	7,248	7,062
Other operating income	3,818	3,540
Other ordinary income	331	1,464
Ordinary expenses	23,848	25,145
Interest expenses	519	431
Interest on deposits	470	376
Fees and commissions	2,468	2,294
Other operating expenses	2,452	2,297
General and administrative expenses	17,337	16,715
Other ordinary expenses	1,069	3,406
Ordinary profits	<u>3,198</u>	<u>1,481</u>
Extraordinary losses	30	29
Losses on disposal of fixed assets	30	8
Impairment losses on fixed assets	—	21
Income before income taxes	<u>3,167</u>	<u>1,451</u>
Income taxes – current	594	324
Income taxes – deferred	369	198
Total income taxes	<u>963</u>	<u>523</u>
Net income	<u>2,203</u>	<u>928</u>
Net income attributable to noncontrolling interests	67	44
Net income attributable to owners of parent	<u>¥ 2,135</u>	<u>¥ 883</u>

[Consolidated Statement of Comprehensive Income]*(Millions of yen)*

	First Half of FY2019	First Half of FY2020
	From April 1, 2019	From April 1, 2020
	to September 30, 2019	to September 30, 2020
Net income	¥ 2,203	¥ 928
Other comprehensive income	587	3,795
Net unrealized gains (losses) on available-for-sale securities	611	3,778
Remeasurements of defined benefit plans	(23)	17
Total comprehensive income	<u>¥ 2,791</u>	<u>¥ 4,723</u>
Total comprehensive income attributable to:		
Owners of parent	¥ 2,699	¥ 4,651
Noncontrolling interests	¥ 92	¥ 72

[Consolidated Statement of Changes in Net Assets]**For the first half of fiscal year 2019 (April 1, 2019 - September 30, 2019)***(Millions of yen)*

	Stockholders' equity			
	Capital stock	Capital surplus	Retained earnings	Total stockholders' equity
Balance at the beginning of the fiscal year	¥ 27,484	¥ 49,609	¥ 54,947	¥ 132,041
Changes during the term				
Net income attributable to owners of parent			2,135	2,135
Net changes except for stockholders' equity during the term				
Total changes during the term	—	—	2,135	2,135
Balance at the end of the term	¥ 27,484	¥ 49,609	¥ 57,083	¥ 134,177

	Accumulated other comprehensive income			Noncontrolling interests	Total net assets
	Net unrealized gains on available-for-sale securities	Remeasure-ments of defined benefit plans	Total accumulated other comprehensive income		
Balance at the beginning of the fiscal year	¥ 6,947	¥ 145	¥ 7,093	¥ 1,428	¥ 140,564
Changes during the term					
Net income attributable to owners of parent					2,135
Net changes except for stockholders' equity during the term	587	(23)	563	92	655
Total changes during the term	587	(23)	563	92	2,791
Balance at the end of the term	¥ 7,534	¥ 122	¥ 7,656	¥ 1,521	¥ 143,355

[Consolidated Statement of Changes in Net Assets - Continued]**For the first half of fiscal year 2020 (April 1, 2020 - September 30, 2020)***(Millions of yen)*

	Stockholders' equity			
	Capital stock	Capital surplus	Retained earnings	Total stockholders' equity
Balance at the beginning of the fiscal year	¥ 39,984	¥ 62,109	¥ 55,904	¥ 157,998
Changes during the term				
Net income attributable to owners of parent			883	883
Change in ownership interest of parent due to transactions with noncontrolling interests		92		92
Net changes except for stockholders' equity during the term				
Total changes during the term	—	92	883	976
Balance at the end of the term	¥ 39,984	¥ 62,201	¥ 56,788	¥ 158,974

	Accumulated other comprehensive income			Noncontrolling interests	Total net assets
	Net unrealized gains on available-for-sale securities	Remeasure-ments of defined benefit plans	Total accumulated other comprehensive income		
Balance at the beginning of the fiscal year	¥ 2,789	¥ (1,395)	¥ 1,393	¥ 1,571	¥ 160,963
Changes during the term					
Net income attributable to owners of parent					883
Change in ownership interest of parent due to transactions with noncontrolling interests					92
Net changes except for stockholders' equity during the term	3,750	17	3,768	(43)	3,724
Total changes during the term	3,750	17	3,768	(43)	4,700
Balance at the end of the term	¥ 6,539	¥ (1,377)	¥ 5,161	¥ 1,527	¥ 165,664

[Non-Consolidated Balance Sheet]*(Millions of yen)*

	March 31, 2020	September 30, 2020
Assets		
Cash and due from banks	¥ 547,073	¥ 726,075
Call loans	5,026	754
Trading account securities	14	12
Securities	215,637	245,123
Loans and bills discounted	2,713,243	2,871,798
Foreign exchange assets	8,484	5,258
Other assets	44,859	50,966
Other	44,859	50,966
Tangible fixed assets	31,769	31,391
Intangible fixed assets	2,606	2,529
Prepaid pension cost	3,228	3,431
Deferred tax assets	5,017	3,280
Customers' liabilities for acceptances and guarantees	9,878	10,913
Reserve for possible loan losses	(14,782)	(15,615)
Total Assets	3,572,058	3,935,920
Liabilities and Net Assets		
Liabilities		
Deposits	3,377,013	3,622,154
Negotiable certificates of deposit	3,900	4,440
Call money and bills sold	2,176	—
Payables under securities lending transactions	—	5,290
Borrowed money	5,333	121,100
Foreign exchange liabilities	162	203
Other liabilities	14,989	8,998
Accrued income taxes	1,394	408
Lease obligation	1,214	1,233
Asset retirement obligations	375	376
Other	12,004	6,980
Reserve for employees' bonuses	942	875
Reserve for employees' retirement benefits	112	—
Other reserves	1,480	1,413
Acceptances and guarantees	9,878	10,913
Total Liabilities	3,415,988	3,775,388
Net Assets		
Capital stock	39,984	39,984
Capital surplus	62,109	62,109
Capital reserve	39,931	39,931
Other capital surplus	22,177	22,177
Retained earnings	52,149	53,040
Legal reserve	53	53
Other retained earnings	52,095	52,987
General reserve	2,325	2,325
Retained earnings carried forward	49,770	50,662
Total stockholders' equity	154,243	155,134
Net unrealized gains on available-for-sale securities	1,826	5,397
Total valuation and translation differences	1,826	5,397
Total Net Assets	156,069	160,532
Total Liabilities and Net Assets	¥ 3,572,058	¥ 3,935,920

[Non-Consolidated Statement of Income]*(Millions of yen)*

	First Half of FY2019	First Half of FY2020
	From April 1, 2019	From April 1, 2020
	to September 30, 2019	to September 30, 2020
Ordinary income	¥ 23,209	¥ 23,358
Interest income	15,482	14,793
Interest on loans and bills discounted	13,977	13,540
Interest and dividends on securities	1,132	1,001
Fees and commissions	6,209	6,113
Other operating income	1,182	987
Other ordinary income	334	1,464
Ordinary expenses	20,826	22,124
Interest expenses	535	442
Interest on deposits	470	376
Fees and commissions	2,713	2,570
Other operating expenses	60	6
General and administrative expenses	16,471	15,867
Other ordinary expenses	1,044	3,237
Ordinary profits	<u>2,382</u>	<u>1,233</u>
Extraordinary losses	29	29
Losses on disposal of fixed assets	29	8
Impairment losses on fixed assets	—	21
Income before income taxes	<u>2,353</u>	<u>1,204</u>
Income taxes – current	363	119
Income taxes – deferred	377	193
Total income taxes	<u>740</u>	<u>312</u>
Net income	<u>¥ 1,612</u>	<u>¥ 891</u>

[Non-Consolidated Statement of Changes in Net Assets]**For the first half of fiscal year 2019 (April 1, 2019 - September 30, 2019)***(Millions of yen)*

(Millions of yen)

	Stockholders' equity								
	Capital stock	Capital surplus			Retained earnings				Total stockholders' equity
		Capital reserve	Other capital surplus	Total capital surplus	Legal reserve	Other retained earnings		Total retained earnings	
						General reserve	Retained earnings carried forward		
Balance at the beginning of the fiscal year	¥ 27,484	¥ 27,431	¥ 22,177	¥ 49,609	¥ 53	¥ 2,325	¥ 49,489	¥ 51,867	¥ 128,961
Changes during the term									
Net income							1,612	1,612	1,612
Net changes except for stockholders' equity during the term									
Total changes during the term	—	—	—	—	—	—	1,612	1,612	1,612
Balance at the end of the term	¥ 27,484	¥ 27,431	¥ 22,177	¥ 49,609	¥ 53	¥ 2,325	¥ 51,102	¥ 53,480	¥ 130,574

	Valuation and translation differences		Total net assets
	Net unrealized gains on available-for-sale securities	Total valuation and translation differences	
Balance at the beginning of the fiscal year	¥ 6,051	¥ 6,051	¥ 135,013
Changes during the term			
Net income			1,612
Net changes except for stockholders' equity during the term	474	474	474
Total changes during the term	474	474	2,086
Balance at the end of the term	¥ 6,525	¥ 6,525	¥ 137,100

[Non-Consolidated Statement of Changes in Net Assets - Continued]
For the first half of fiscal year 2020 (April 1, 2020 - September 30, 2020)

(Millions of yen)

(Millions of yen)

	Stockholders' equity								
	Capital stock	Capital surplus			Legal reserve	Retained earnings			Total stockholders' equity
		Capital reserve	Other capital surplus	Total capital surplus		Other retained earnings		Total retained earnings	
						General reserve	Retained earnings carried forward		
Balance at the beginning of the fiscal year	¥ 39,984	¥ 39,931	¥ 22,177	¥ 62,109	¥ 53	¥ 2,325	¥ 49,770	¥ 52,149	¥ 154,243
Changes during the term									
Net income							891	891	891
Net changes except for stockholders' equity during the term									
Total changes during the term	—	—	—	—	—	—	891	891	891
Balance at the end of the term	¥ 39,984	¥ 39,931	¥ 22,177	¥ 62,109	¥ 53	¥ 2,325	¥ 50,662	¥ 53,040	¥ 155,134

	Valuation and translation differences		Total net assets
	Net unrealized gains on available-for-sale securities	Total valuation and translation differences	
Balance at the beginning of the fiscal year	¥ 1,826	¥ 1,826	¥ 156,069
Changes during the term			
Net income			891
Net changes except for stockholders' equity during the term	3,571	3,571	3,571
Total changes during the term	3,571	3,571	4,462
Balance at the end of the term	¥ 5,397	¥ 5,397	¥ 160,532