



Summary :

Interim Financial Results for Fiscal 2016 (Japanese GAAP) November 11, 2016

Company Name:

Hokuhoku Financial Group, Inc.

Stock Code Number (Japan):

8377

Stock Exchanges (Japan):

Tokyo Stock Exchange (First Section), Sapporo Securities Exchange

URL:

<http://www.hokuhoku-fg.co.jp/>

Address:

1-2-26 Tsutsumicho-dori, Toyama-city, Toyama Pref., 930-8637, Japan

Representative:

Name: Eishin Ihori

Title: President & CEO

Trading Accounts:

Established

Amounts less than one million yen are rounded down.

1. Financial Highlights for the first half of Fiscal 2016 (for the six months ended September 30, 2016)

(1) Consolidated Results of Operations

(%: Changes from corresponding period of previous fiscal year)

	Ordinary Income		Ordinary Profits		Net Income Attributable to Owners of the Parent	
	¥ million	%	¥ million	%	¥ million	%
1H F2016	93,960	(5.2)	23,709	(9.3)	16,768	0.6
1H F2015	99,139	2.8	26,153	19.5	16,661	20.6

Reference: Comprehensive income for the first half of Fiscal 2016: ¥12,990 million [286.8%], for the first half of Fiscal 2015: ¥ 3,358 million [(88.3)%]

	Net Income	Diluted Net Income
	per Share of Common Stock	per Share of Common Stock
	¥	¥
1H F2016	120.35	120.19
1H F2015	118.33	118.18

Note: Hokuhoku Financial Group, Inc. implemented a common stock consolidation at a ratio of ten stocks to one stock on October 1, 2016. The above net income per share of common stock and diluted net income per share common stock are calculated on the assumption that this stock consolidation took place at the beginning of the previous year.

(2) Consolidated Financial Conditions

	Total Assets	Total Net Assets	Own Capital Ratio	Total Net Assets
	¥ million	¥ million	%	per Share of Common Stock
1H F2016	11,942,355	569,273	4.8	3,914.56
Fiscal 2015	11,630,328	566,251	4.9	3,806.14

Reference: Own Capital: as of September 30, 2016: ¥567,452 million; as of March 31, 2016: ¥564,553 million

Notes: Own Capital Ratio is calculated as follows: (Total Net Assets – Stock Acquisition Rights – Non-controlling Interests) / Total Assets × 100
Hokuhoku Financial Group, Inc. implemented a common stock consolidation at a ratio of ten stocks to one stock on October 1, 2016. The above total net assets per share of common stock is calculated on the assumption that this stock consolidation took place at the beginning of the previous year.

2. Cash Dividends for Shareholders of Common Stock

(Record Date)	Cash Dividends per Share				
	The end of 1 st Qtr	The end of 2 nd Qtr	The end of 3 rd Qtr	Fiscal year-end	Annual
	¥	¥	¥	¥	¥
Fiscal 2015	—	0.00	—	4.25	4.25
Fiscal 2016	—	0.00	—	—	—
Fiscal 2016 (forecast)	—	—	—	42.50	42.50

Notes: Revision of released forecast for cash dividends for shareholders of common stock: No

Hokuhoku Financial Group, Inc. implemented a common stock consolidation at a ratio of ten stocks to one stock on October 1, 2016. The above dividend forecast for Fiscal 2016 is calculated taking this stock consolidation into account.

3. Earnings Estimates for Fiscal 2016 (for the fiscal year ending March 31, 2017)

(%: Changes from corresponding period of previous fiscal year)

	Ordinary Income		Ordinary Profits		Net Income		Net Income
	¥ million	%	¥ million	%	Attributable to Owners of the Parent	per Share of Common Stock	
Full Year	182,000	(5.5)	39,500	(14.9)	¥ million	%	¥
					27,000	(6.4)	191.42

Notes: Revision of released earnings estimates: Yes

Hokuhoku Financial Group, Inc. implemented a common stock consolidation at a ratio of ten stocks to one stock on October 1, as we announced on May 11, 2016. The above net income per share of common stock for Full Year is calculated taking this stock consolidation into account.

4. Others

- (1) Changes in Significant Subsidiaries during the First Half of Fiscal 2016
(changes in specified subsidiaries accompanying changes in scope of consolidation): No
- (2) Changes in Accounting Methods and Presentation of Consolidated Financial Statements
(a) Changes in accounting policies due to revisions of accounting standards, etc.: No
(b) Changes in accounting policies other than (a) above: No
(c) Changes in accounting estimates: No
(d) Restatements: No

(3) Issued Shares (Common Stock)

(a) Number of Common Stock outstanding (including Treasury Stock)	As of September 30, 2016	132,163,014	As of March 31, 2016	135,163,014
(b) Number of Treasury Stock	As of September 30, 2016	1,131,271	As of March 31, 2016	1,160,713
(c) Average outstanding shares for the six months ended	As of September 30, 2016	132,626,255	As of September 30, 2015	133,990,217

Note: Hokuhoku Financial Group, Inc. implemented a common stock consolidation at a ratio of ten stocks to one stock on October 1, 2016. The above number of common stock outstanding, number of treasury stock and average outstanding shares for the six months ended are calculated on the assumption that this stock consolidation took place at the beginning of the previous year.

Non-consolidated Financial Results

1. Financial Highlights for the First Half of Fiscal 2016 (for the six months ended September 30, 2016)

(1) Non-Consolidated Results of Operations

(%: Changes from previous fiscal year)

	Operating Income		Operating Profits		Ordinary Profits		Net Income	
	¥ million	%	¥ million	%	¥ million	%	¥ million	%
1H Fiscal 2016	1,177	4.0	838	0.3	807	(0.3)	805	(0.5)
1H Fiscal 2015	1,132	0.1	836	(0.2)	810	0.3	809	0.5

	Net Income per Share of Common Stock
	¥
1H Fiscal 2016	(0.00)
1H Fiscal 2015	0.02

Note: Hokuhoku Financial Group, Inc. implemented a common stock consolidation at a ratio of ten stocks to one stock on October 1, 2016. The above net income per share of common stock is calculated on the assumption that this stock consolidation took place at the beginning of the previous year.

(2) Non-Consolidated Financial Conditions

	Total Assets	Total Net Assets	Own Capital Ratio
	¥ million	¥ million	%
1H Fiscal 2016	264,943	227,664	85.8
Fiscal 2015	270,081	236,827	87.6

Reference: Own Capital: as of September 30, 2016: ¥227,280 million; as of March 31, 2016: ¥236,507 million

(Note on Interim Audit Process)

This interim earnings report is out of the scope of the external auditor's review procedure which is required by "Financial Instruments and Exchange Act". Therefore, the audit process of interim consolidated financial statement and interim financial statement has not been completed as of the disclosure of this interim earnings report.

The above estimates are based on information that is available at this moment and assumptions of factors that have an influence on future results of operations. Actual results may differ materially from these estimates, depending on future events.

(Reference)

Cash Dividends for Shareholders of Preferred Stock (Type 5)

(Record Date)	Cash Dividends per Share				
	The end of 1 st Qtr	The end of 2 nd Qtr	The end of 3 rd Qtr	Fiscal year-end	Annual
	¥	¥	¥	¥	¥
Fiscal 2015	—	7.50	—	7.50	15.00
Fiscal 2016	—	7.50	—	7.50	15.00
Fiscal 2016 (forecast)	—	—	—	7.50	15.00

SELECTED INTERIM FINANCIAL INFORMATION
For the Fiscal Year 2016
(Ended September 30, 2016)



株式会社 ほくほくフィナンシャルグループ
Hokuhoku Financial Group, Inc.

SELECTED INTERIM FINANCIAL INFORMATION

For the Fiscal Year 2016 (Ended September 30,2016)

Table of Contents

I. Interim Financial Highlights	
中間決算ハイライト	
1. Income Analysis	1
2. Loans and Deposits	4
3. Securities	6
4. Non-Performing Loan	7
5. Capital Adequacy Ratio	8
6. Forecast	
II. Financial Statements	9
財務諸表	
III. Summary of Interim Financial Results	
中間決算の概要	
1. Income Analysis	19
2. Average Balance of Use and Source of Funds	22
3. Interest Rate Spread	
4. Net Business Profits	23
5. ROE・OHR・ROA	
6. Net Gains and Losses on Securities	24
7. Valuation Difference on Securities	25
8. Capital Adequacy Ratio	26
IV. Loan Portfolio and Other	
貸出金等の状況	
1. Disclosed Claims under the Financial Reconstruction Law	27
2. Coverage on Disclosed Claims under the Financial Reconstruction Law	28
3. Risk-Monitored Loans	29
4. Allowance for Loan Losses	30
5. Coverage Ratio for Risk-Monitored Loans	
6. Deposits and Loans	31
7. Loans to Small and Medium-sized Enterprises (“SMEs”) and Individuals	
8. Housing and Consumer Loans	
9. Classification of Loans by Type of Industry	32

Note

“FG” means Hokuhoku Financial Group, Inc..

“Total of two banks” means aggregated figures of Hokuriku Bank and Hokkaido Bank.

This information contains forward-looking statements. Such forward-looking statements do not represent any guarantee by management of future performance and contains risks and uncertainties. Please take note that future performance may differ from forecasts due to changes in economic environment.

I. Interim Financial Highlights

1. Income Analysis

【FG(consolidated)】

For the six months ended

(Billions of yen)

	(Japanese)	Sep.30, 2016			Sep.30, 2015
		(A)	(A)-(B)	{(A)-(B)}/(B)	(B)
Ordinary income	経常収益	93.9	(5.1)	(5.2%)	99.1
Ordinary profits	経常利益	23.7	(2.4)	(9.3%)	26.1
Net income attributable to owners of the parent	親会社株主に帰属する 中間純利益	16.7	0.1	0.6%	16.6

【Total of two banks】

For the fiscal year ended

(Billions of yen)

	(Japanese)	Sep.30, 2016			Sep.30, 2015
		(A)	(A)-(B)	{(A)-(B)}/(B)	(B)
Ordinary income	経常収益	86.4	(5.3)	(5.9%)	91.8
Core gross business profits	コア業務粗利益	69.4	(3.4)	(4.7%)	72.9
Net interest income	資金利益	59.9	(1.6)		61.5
Domestic	国内業務部門	57.7	(2.0)		59.8
International	国際業務部門	2.1	0.4		1.7
Net fees and commissions	役員取引等利益	9.3	(0.8)		10.1
Net trading income	特定取引利益	0.0	(0.0)		0.0
Net other income (excluding gains (losses) related to bonds)	その他業務利益 (国債等債券損益除く)	0.0	(0.9)		1.0
Gains on foreign exchange transactions	うち外国為替売買益	0.0	(0.5)		0.5
Income from derivatives	うち金融派生商品収益	0.0	(0.4)		0.4
General and administrative expenses	経費	44.5	(0.7)		45.3
Personnel	人件費	21.8	(0.1)		21.9
Non-personnel	物件費	19.5	(0.9)		20.4
Core net business profits	コア業務純益	24.8	(2.7)	(9.8%)	27.5
Net gains (losses) related to bonds	国債等債券損益	0.2	(0.3)		0.5
Net business Profits (before provision (reversal) of general allowance for loan losses)	業務純益 (一般貸倒引当金繰入前)	25.0	(3.0)		28.1
Provision (reversal) of general allowance for loan losses (1)	一般貸倒引当金繰入(1)	—	(0.3)		0.3
Net business profits	業務純益	25.0	(2.7)		27.8
Net non-recurring gains (losses)	臨時損益	(1.3)	(0.3)		(0.9)
Credit related costs (2)	不良債権処理額(2)	(1.1)	(2.5)		1.3
(Reference) Total credit costs (1)+(2)	(参考)与信費用(1)+(2)	(1.1)	(2.8)		1.6
Net gains (losses) related to stocks	株式等損益	(1.4)	(2.7)		1.2
Ordinary profits	経常利益	23.7	(3.1)	(11.7%)	26.8
Net extraordinary gains (losses)	特別損益	(0.2)	0.3		(0.6)
Income taxes	法人税等	6.2	(2.1)		8.3
Income taxes-deferred	法人税等調整額	1.4	0.0		1.4
Net income	中間純利益	17.2	(0.6)	(3.5%)	17.8

【Hokuriku Bank】

For the six months ended

(Billions of yen)

	(Japanese)	Sep.30, 2016			Sep.30, 2015 (B)
		(A)	(A)-(B)	{(A)-(B)}/(B)	
Ordinary income	経 常 収 益	45.8	(0.4)	(1.0%)	46.3
Core gross business profits	コ ア 業 務 粗 利 益	36.8	(0.9)	(2.6%)	37.8
Net interest income	資 金 利 益	31.5	(0.0)		31.6
Domestic	国 内 業 務 部 門	30.4	(0.2)		30.7
International	国 際 業 務 部 門	1.0	0.1		0.9
Net fees and commissions	役 務 取 引 等 利 益	4.7	(0.6)		5.4
Net trading income	特 定 取 引 利 益	0.0	(0.0)		0.0
Net other income (excluding gains (losses) related to bonds)	そ の 他 業 務 利 益 (国 債 等 債 券 損 益 除 く)	0.4	(0.1)		0.6
Gains on foreign exchange transactions	う ち 外 国 為 替 売 買 益	0.4	(0.0)		0.4
Income from derivatives	う ち 金 融 派 生 商 品 収 益	0.0	(0.1)		0.1
General and administrative expenses	経 費	23.8	(0.4)		24.3
Personnel	人 件 費	12.4	(0.0)		12.5
Non-personnel	物 件 費	9.7	(0.5)		10.3
Core net business profits	コ ア 業 務 純 益	12.9	(0.5)	(3.8%)	13.4
Net gains (losses) related to bonds	国 債 等 債 券 損 益	0.2	(0.0)		0.2
Net business Profits (before provision (reversal) of general allowance for loan losses)	業 務 純 益 (一 般 貸 倒 引 当 金 繰 入 前)	13.1	(0.5)		13.7
Provision (reversal) of general allowance for loan losses (1)	一 般 貸 倒 引 当 金 繰 入 (1)	—	(0.1)		0.1
Net business profits	業 務 純 益	13.1	(0.4)		13.6
Net non-recurring gains (losses)	臨 時 損 益	1.3	2.0		(0.6)
Credit related costs (2)	不 良 債 権 処 理 額 (2)	(1.0)	(1.8)		0.7
(Reference) Total credit costs (1)+(2)	(参 考) 与 信 費 用 (1)+(2)	(1.0)	(1.9)		0.8
Net gains (losses) related to stocks	株 式 等 損 益	0.3	(0.3)		0.7
Ordinary profits	経 常 利 益	14.5	1.5	12.4%	12.9
Net extraordinary gains (losses)	特 別 損 益	(0.1)	0.4		(0.5)
Income taxes	法 人 税 等	3.6	(0.4)		4.0
Income taxes-deferred	法 人 税 等 調 整 額	0.3	0.0		0.3
Net income	中 間 純 利 益	10.7	2.4	30.1%	8.2

【Hokkaido Bank】

For the six months ended

(Billions of yen)

	(Japanese)	Sep.30, 2016			Sep.30, 2015
		(A)	(A)-(B)	{(A)-(B)}/(B)	(B)
Ordinary income	経常収益	40.5	(4.9)	(10.8%)	45.4
Core gross business profits	コア業務粗利益	32.5	(2.4)	(7.1%)	35.0
Net interest income	資金利益	28.3	(1.5)		29.9
Domestic	国内業務部門	27.2	(1.8)		29.1
International	国際業務部門	1.1	0.3		0.8
Net fees and commissions	役員取引等利益	4.5	(0.1)		4.7
Net trading income	特定取引利益	—	—		—
Net other income (excluding gains (losses) related to bonds)	その他業務利益 (国債等債券損益除く)	(0.3)	(0.7)		0.3
Gains on foreign exchange transactions	うち外国為替売買益	(0.4)	(0.5)		0.1
Income from derivatives	うち金融派生商品収益	(0.0)	(0.2)		0.2
General and administrative expenses	経費	20.7	(0.2)		21.0
Personnel	人件費	9.3	(0.0)		9.4
Non-personnel	物件費	9.7	(0.3)		10.1
Core net business profits	コア業務純益	11.8	(2.1)	(15.6%)	14.0
Net gains (losses) related to bonds	国債等債券損益	0.0	(0.2)		0.3
Net business Profits (before provision (reversal) of general allowance for loan losses)	業務純益 (一般貸倒引当金繰入前)	11.8	(2.4)		14.3
Provision (reversal) of general allowance for loan losses (1)	一般貸倒引当金繰入(1)	—	(0.1)		0.1
Net business profits	業務純益	11.8	(2.3)		14.2
Net non-recurring gains (losses)	臨時損益	(2.6)	(2.3)		(0.2)
Credit related costs (2)	不良債権処理額(2)	(0.0)	(0.6)		0.6
(Reference) Total credit costs (1)+(2)	(参考)与信費用(1)+(2)	(0.0)	(0.8)		0.7
Net gains (losses) related to stocks	株式等損益	(1.8)	(2.3)		0.5
Ordinary profits	経常利益	9.2	(4.7)	(34.0%)	13.9
Net extraordinary gains (losses)	特別損益	(0.1)	(0.0)		(0.1)
Income taxes	法人税等	2.5	(1.6)		4.2
Income taxes-deferred	法人税等調整額	1.1	0.0		1.1
Net income	中間純利益	6.5	(3.1)	(32.3%)	9.6

2. Loans and Deposits

(1) Loans

【Total of two banks】

(Billions of yen)

	(Japanese)	As of Sep.30,2016			As of Mar.31, 2016	As of Sep.30, 2015
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
Loans	(1)貸 出 金	7,700.4	100.7	181.1	7,599.6	7,519.2
Loans to small and medium-sized enterprises("SMEs") and individuals	(2)中小企業等向け貸出	4,898.8	53.8	133.0	4,845.0	4,765.7
Housing and consumer loans	(3)個人ローン	2,188.2	32.2	29.6	2,156.0	2,158.6
Housing loans	住宅系ローン	2,046.1	24.4	18.2	2,021.6	2,027.8
Percentage of loans to SMEs and individuals, to total loans	(2)/(1)中小企業等向け貸出比率	63.61%	(0.14%)	0.23%	63.75%	63.38%
Percentage of housing and consumer loans, to total loans	(3)/(1)個人ローン比率	28.41%	0.04%	(0.29%)	28.37%	28.70%

【Hokuriku bank】

(Billions of yen)

	(Japanese)	As of Sep.30,2016			As of Mar.31, 2016	As of Sep.30, 2015
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
Loans	(1)貸 出 金	4,446.0	62.5	113.0	4,383.4	4,332.9
Loans to small and medium-sized enterprises("SMEs") and individuals	(2)中小企業等向け貸出	2,938.0	19.8	77.2	2,918.1	2,860.8
Housing and consumer loans	(3)個人ローン	1,177.0	9.4	0.6	1,167.6	1,176.3
Housing loans	住宅系ローン	1,114.1	5.4	(4.3)	1,108.7	1,118.5
Percentage of loans to SMEs and individuals, to total loans	(2)/(1)中小企業等向け貸出比率	66.08%	(0.49%)	0.06%	66.57%	66.02%
Percentage of housing and consumer loans, to total loans	(3)/(1)個人ローン比率	26.47%	(0.16%)	(0.67%)	26.63%	27.14%

【Hokkaido bank】

(Billions of yen)

	(Japanese)	As of Sep.30,2016			As of Mar.31, 2016	As of Sep.30, 2015
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
Loans	(1)貸 出 金	3,254.3	38.1	68.0	3,216.1	3,186.3
Loans to small and medium-sized enterprises("SMEs") and individuals	(2)中小企業等向け貸出	1,960.8	33.9	55.8	1,926.8	1,904.9
Housing and consumer loans	(3)個人ローン	1,011.2	22.8	28.9	988.4	982.2
Housing loans	住宅系ローン	931.9	18.9	22.6	912.9	909.2
Percentage of loans to SMEs and individuals, to total loans	(2)/(1)中小企業等向け貸出比率	60.25%	0.34%	0.47%	59.91%	59.78%
Percentage of housing and consumer loans, to total loans	(3)/(1)個人ローン比率	31.07%	0.34%	0.25%	30.73%	30.82%

(2) Deposits and Investment products

【Total of two banks】

(Billions of yen)

	(Japanese)	As of Sep.30,2016			As of Mar.31, 2016	As of Sep.30, 2015
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
Deposits*	預金(含む 譲渡性預金)	10,526.6	24.0	(109.0)	10,502.6	10,635.7
Individual deposits*	うち個人預金(含む 譲渡性預金)	7,192.3	42.6	47.8	7,149.6	7,144.4
Total individual assets	(1) 個人預かり資産	7,739.2	(8.4)	(15.2)	7,747.7	7,754.5
Individual deposits* (deposits in yen)	個人預金(円貨)	7,167.4	41.5	45.9	7,125.9	7,121.5
Investment products (for individuals)	(2) 投資型金融商品	571.8	(49.9)	(61.1)	621.8	632.9
Foreign currency deposits	外貨預金	24.8	1.0	1.9	23.7	22.9
Public bonds	公共債	210.6	(24.5)	(38.2)	235.2	248.8
Investment trusts	投資信託	336.3	(26.5)	(24.8)	362.8	361.1
Percentage of investment products, to total individual assets	(2)/(1) 投資型金融商品比率	7.38%	(0.64%)	(0.78%)	8.02%	8.16%

【Hokuriku bank】

(Billions of yen)

	(Japanese)	As of Sep.30,2016			As of Mar.31, 2016	As of Sep.30, 2015
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
Deposits*	預金(含む 譲渡性預金)	6,106.6	(11.0)	99.9	6,117.6	6,006.7
Individual deposits*	うち個人預金(含む 譲渡性預金)	3,991.9	27.5	31.4	3,964.3	3,960.5
Total individual assets	(1) 個人預かり資産	4,279.9	5.1	5.2	4,274.7	4,274.6
Individual deposits* (deposits in yen)	個人預金(円貨)	3,977.2	25.3	28.0	3,951.9	3,949.1
Investment products (for individuals)	(2) 投資型金融商品	302.7	(20.1)	(22.7)	322.8	325.5
Foreign currency deposits	外貨預金	14.7	2.2	3.3	12.4	11.4
Public bonds	公共債	111.0	(6.4)	(9.3)	117.4	120.3
Investment trusts	投資信託	176.9	(15.9)	(16.7)	192.9	193.7
Percentage of investment products, to total individual assets	(2)/(1) 投資型金融商品比率	7.07%	(0.48%)	(0.54%)	7.55%	7.61%

【Hokkaido bank】

(Billions of yen)

	(Japanese)	As of Sep.30,2016			As of Mar.31, 2016	As of Sep.30, 2015
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
Deposits*	預金(含む 譲渡性預金)	4,420.0	35.1	(208.9)	4,384.9	4,628.9
Individual deposits*	うち個人預金(含む 譲渡性預金)	3,200.3	15.0	16.4	3,185.3	3,183.9
Total individual assets	(1) 個人預かり資産	3,459.3	(13.6)	(20.5)	3,472.9	3,479.8
Individual deposits* (deposits in yen)	個人預金(円貨)	3,190.2	16.2	17.8	3,174.0	3,172.4
Investment products (for individuals)	(2) 投資型金融商品	269.0	(29.8)	(38.3)	298.9	307.4
Foreign currency deposits	外貨預金	10.1	(1.2)	(1.3)	11.3	11.4
Public bonds	公共債	99.6	(18.0)	(28.8)	117.7	128.5
Investment trusts	投資信託	159.3	(10.5)	(8.0)	169.9	167.4
Percentage of investment products, to total individual assets	(2)/(1) 投資型金融商品比率	7.77%	(0.83%)	(1.06%)	8.60%	8.83%

*including NCD

3. Securities

(1) Balance of securities

(Billions of yen)

	(Japanese)	Total of two banks											
		As of Sep.30,2016			As of Mar.31,2016			Hokuriku bank			Hokkaido bank		
		(A)	(A)-(B)	(B)	(A)	(A)-(B)	(B)	(A)	(A)-(B)	(B)	(A)	(A)-(B)	(B)
Securities	有価証券	2,452.2	56.3	2,395.8	1,384.2	40.3	1,343.9	1,068.0	16.0	1,051.9			
Government bonds	国債	1,014.4	(159.6)	1,174.0	565.3	(22.8)	588.2	449.1	(136.7)	585.8			
Local government bonds	地方債	318.4	(12.6)	331.1	213.1	(8.8)	222.0	105.3	(3.7)	109.0			
Corporate bonds	社債	299.0	(3.4)	302.5	154.5	(5.4)	160.0	144.5	2.0	142.4			
Japanese stocks	株式	230.7	(1.0)	231.7	139.4	0.1	139.3	91.2	(1.2)	92.4			
Foreign securities	外国証券	347.0	121.8	225.2	221.0	52.0	168.9	126.0	69.7	56.2			
Others	その他	242.4	111.2	131.1	90.5	25.3	65.2	151.8	85.9	65.8			
Average duration to maturity of yen bonds (years)	円債デュレーション(年)	2.93	0.01	2.92	2.84	(0.19)	3.03	3.06	0.26	2.80			

(2) Valuation difference on available-for-sale securities

(Non-consolidated)

(Billions of yen)

	(Japanese)	Total of two banks											
		As of Sep.30,2016			As of Mar.31,2016			Hokuriku bank			Hokkaido bank		
		(A)	(A)-(B)	(B)	(A)	(A)-(B)	(B)	(A)	(A)-(B)	(B)	(A)	(A)-(B)	(B)
Available-for-sale securities	その他有価証券	110.6	(5.9)	116.6	85.3	(5.3)	90.6	25.3	(0.6)	26.0			
Japanese stocks	株式	70.6	(2.8)	73.5	46.1	(4.5)	50.7	24.5	1.6	22.8			
Japanese bonds	債券	36.4	(3.4)	39.8	28.4	(2.6)	31.0	7.9	(0.7)	8.7			
Others	その他	3.5	0.3	3.2	10.6	1.8	8.7	(7.1)	(1.5)	(5.5)			

(Consolidated)

(Billions of yen)

	(Japanese)	FG			Hokuriku bank			Hokkaido bank		
		As of Sep.30,2016		As of Mar.31,2016	As of Sep.30,2016		As of Mar.31,2016	As of Sep.30,2016		As of Mar.31,2016
		(A)	(A)-(B)	(B)	(A)	(A)-(B)	(B)	(A)	(A)-(B)	(B)
Available-for-sale securities	その他有価証券	105.1	(5.9)	111.1	85.3	(5.3)	90.6	26.1	(0.6)	26.8
Japanese stocks	株式	63.9	(2.8)	66.8	46.1	(4.5)	50.7	24.6	1.6	22.9
Japanese bonds	債券	36.2	(3.3)	39.6	28.4	(2.6)	31.0	7.9	(0.7)	8.7
Others	その他	4.9	0.2	4.7	10.6	1.8	8.7	(6.4)	(1.5)	(4.8)

4. Non-Performing Loan (“NPL”) based on the Financial Reconstruction Law

【Total of two banks】

(Billions of yen)

	(Japanese)	As of Sep.30,2016			As of Mar.31,2016	As of Sep.30, 2015
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
Bankrupt and substantially bankrupt	破産更生債権等	20.3	(2.5)	(5.2)	22.8	25.6
Doubtful	危険債権	120.9	(4.7)	(5.8)	125.7	126.7
Substandard	要管理債権	19.4	(0.6)	(4.5)	20.1	24.0
Non Performing Loan	(1) 小計 (金融再生法開示債権)	160.6	(7.9)	(15.6)	168.6	176.3
Normal	正常債権	7,760.4	120.6	213.1	7,639.7	7,547.2
Total	(2) 合計 (総与信)	7,921.0	112.7	197.5	7,808.3	7,723.5
NPL ratio	(1)/(2) 開示債権比率	2.02%	(0.13%)	(0.26%)	2.15%	2.28%

【Hokuriku bank】

(Billions of yen)

	(Japanese)	As of Sep.30,2016			As of Mar.31,2016	As of Sep.30, 2015
		(A)	(A - B)	(A - C)	(B)	(C)
Bankrupt and substantially bankrupt	破産更生債権等	14.5	(1.7)	(4.3)	16.3	18.9
Doubtful	危険債権	65.9	(4.3)	(4.1)	70.3	70.1
Substandard	要管理債権	10.8	(0.2)	(3.1)	11.1	14.0
Non Performing Loan	(1) 小計 (金融再生法開示債権)	91.3	(6.3)	(11.6)	97.7	102.9
Normal	正常債権	4,429.0	66.7	120.1	4,362.2	4,308.8
Total	(2) 合計 (総与信)	4,520.3	60.3	108.5	4,459.9	4,411.7
NPL ratio	(1)/(2) 開示債権比率	2.01%	(0.17%)	(0.32%)	2.18%	2.33%

【Hokkaido bank】

(Billions of yen)

	(Japanese)	As of Sep.30,2016			As of Mar.31,2016	As of Sep.30, 2015
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
Bankrupt and substantially bankrupt	破産更生債権等	5.8	(0.7)	(0.9)	6.5	6.7
Doubtful	危険債権	55.0	(0.4)	(1.6)	55.4	56.6
Substandard	要管理債権	8.6	(0.4)	(1.4)	9.0	10.0
Non Performing Loan	(1) 小計 (金融再生法開示債権)	69.3	(1.5)	(3.9)	70.9	73.3
Normal	正常債権	3,331.4	53.9	92.9	3,277.5	3,238.5
Total	(2) 合計 (総与信)	3,400.8	52.3	88.9	3,348.4	3,311.8
NPL ratio	(1)/(2) 開示債権比率	2.03%	(0.08%)	(0.18%)	2.11%	2.21%

5. Capital adequacy ratio

	(Japanese)	FG (consolidated)			Hokuriku bank (non-consolidated)			Hokkaido bank (non-consolidated)		
		As of Sep.30,2016	Change	As of Mar.31,2016	As of Sep.30,2016	Change	As of Mar.31,2016	As of Sep.30,2016	Change	As of Mar.31,2016
		Capital adequacy ratio	自己資本比率	10.28%	(0.02%)	10.30%	9.48%	(0.30%)	9.78%	10.05%

6. Forecast

(1) Earnings forecast

(Billions of yen)

	(Japanese)	【FG (consolidated)】 Forecast for FY 2016		
		Interim results	Full year Forecast	Change from FY 2015
Ordinary profits	経常利益	23.7	39.5	(6.9)
Net income attributable to owners of the parent	親会社株主に帰属する 当期(中間)純利益	16.7	27.0	(1.8)

(Billions of yen)

	(Japanese)	【Total of two banks】 Forecast for FY 2016								
		FG (consolidated)			Hokuriku bank			Hokkaido bank		
		Interim results	Full year Forecast	Change from FY 2015	Interim results	Full year Forecast	Change from FY 2015	Interim results	Full year Forecast	Change from FY 2015
Core gross business profits	コア業務粗利益	69.4	136.5	(6.5)	36.8	72.5	(2.8)	32.5	64.0	(3.6)
General and administrative expenses	経費	44.5	91.5	0.5	23.8	49.0	0.3	20.7	42.5	0.2
Core net business profits	コア業務純益	24.8	45.0	(7.0)	12.9	23.5	(3.1)	11.8	21.5	(3.8)
Total credit costs	与信費用	(1.1)	2.0	(1.7)	(1.0)	0.5	1.6	(0.0)	1.5	(3.3)
Ordinary profits	経常利益	23.7	39.5	(7.2)	14.5	23.5	(3.2)	9.2	16.0	(4.0)
Net income	当期(中間)純利益	17.2	28.0	(1.9)	10.7	17.0	0.4	6.5	11.0	(2.4)

(2) Dividends forecast

	(Japanese)	Annual			
		Interim (results)	Year-end (forecast)	Annual	Change from FY 2015
Dividend per common share	普通株式	¥0.00	¥42.50	¥42.50	—
Dividend per preferred share (type 5)	第5種優先株式	¥7.50	¥7.50	¥15.00	—

Hokuhoku Financial Group, Inc. implemented a common stock consolidation at a ratio of ten stocks to one stock on October 1, 2016. The above dividend per common share is taken this stock consolidation into account.

II. Financial Statements

【Hokuhoku Financial Group, Inc. (Consolidated)】

Consolidated Balance Sheets (Unaudited)

		<i>Millions of yen</i>	
		As of Mar. 31, 2016	As of Sep. 30, 2016
(Assets)	(資産の部)		
Cash and due from banks	現金預け金	1,235,499	1,375,750
Call loans and bills bought	コールローン及び買入手形	65,016	84,375
Monetary claims bought	買入金銭債権	62,034	58,403
Trading assets	特定取引資産	4,631	4,790
Money held in trust	金銭の信託	8,344	9,027
Securities	有価証券	2,406,589	2,461,357
Loans and bills discounted	貸出金	7,582,954	7,679,750
Foreign exchanges	外国為替	14,771	14,503
Other assets	その他資産	108,066	111,659
Tangible fixed assets	有形固定資産	101,080	100,459
Intangible fixed assets	無形固定資産	23,974	22,523
Deferred tax assets	繰延税金資産	7,244	6,023
Customers' liabilities for acceptances and guarantees	支払承諾見返	65,044	66,463
Allowance for loan losses	貸倒引当金	(54,925)	(52,733)
Total assets	資産の部合計	11,630,328	11,942,355
(Liabilities)	(負債の部)		
Deposits	預金	10,231,408	10,285,233
Negotiable certificates of deposit	譲渡性預金	244,008	217,863
Call money and bills sold	コールマネー及び売渡手形	20,845	33,145
Payables under repurchase agreements	債券貸借取引受入担保金	92,954	341,141
Trading liabilities	特定取引負債	1,129	1,068
Borrowed money	借入金	207,252	220,411
Foreign exchanges	外国為替	226	739
Bonds payable	社債	33,000	33,000
Other liabilities	その他負債	126,529	135,773
Liability for retirement benefits	退職給付に係る負債	20,459	17,793
Reserve for directors' retirement benefits	役員退職慰労引当金	230	212
Reserve for contingent loss	偶発損失引当金	1,957	1,525
Reserve for reimbursement of deposits	睡眠預金払戻損失引当金	1,419	1,485
Deferred tax liabilities	繰延税金負債	11,883	11,531
Deferred tax liabilities for land revaluation	再評価に係る繰延税金負債	5,724	5,692
Acceptances and guarantees	支払承諾	65,044	66,463
Total liabilities	負債の部合計	11,064,076	11,373,081
(Net assets)	(純資産の部)		
Capital stock	資本金	70,895	70,895
Capital surplus	資本剰余金	148,211	144,584
Retained earnings	利益剰余金	263,959	274,298
Treasury stock	自己株式	(1,489)	(1,393)
Total shareholders' equity	株主資本合計	481,576	488,384
Valuation difference on available-for-sale securities	その他有価証券評価差額金	83,834	78,936
Deferred gains or losses on hedges	繰延ヘッジ損益	(1,596)	(1,680)
Revaluation reserve for land	土地再評価差額金	9,079	9,006
Defined retirement benefit plans	退職給付に係る調整累計額	(8,340)	(7,194)
Accumulated other comprehensive income	その他の包括利益累計額合計	82,976	79,067
Stock acquisition rights	新株予約権	319	384
Non-controlling interests	非支配株主持分	1,378	1,436
Total net assets	純資産の部合計	566,251	569,273
Total liabilities and net assets	負債及び純資産の部合計	11,630,328	11,942,355

Notes: Amounts less than one million yen are rounded down.

【Hokuhoku Financial Group, Inc. (Consolidated)】

Consolidated Statements of Income (Unaudited)

Millions of yen

		For the six months ended Sep. 30, 2015	For the six months ended Sep. 30, 2016
Ordinary income	経常収益	99,139	93,960
Interest income	資金運用収益	64,413	62,003
Interest on loans and discounts	貸出金利息	49,282	46,827
Interest and dividends on securities	有価証券利息配当金	13,833	13,913
Fees and commissions	役務取引等収益	20,162	19,142
Trading income	特定取引収益	142	95
Other ordinary income	その他業務収益	7,294	6,732
Other income	その他経常収益	7,126	5,987
Ordinary expenses	経常費用	72,985	70,250
Interest expenses	資金調達費用	3,473	2,703
Interest on deposits	預金利息	1,731	939
Fees and commissions	役務取引等費用	7,116	7,047
Other ordinary expenses	その他業務費用	4,608	5,371
General and administrative expenses	営業経費	50,405	49,628
Other expenses	その他経常費用	7,382	5,499
Ordinary profits	経常利益	26,153	23,709
Extraordinary income	特別利益	66	32
Gain on disposal of fixed assets	固定資産処分益	4	32
Gain on contribution of securities to retirement benefit trust	退職給付信託設定益	62	—
Extraordinary loss	特別損失	791	326
Loss on disposal of fixed assets	固定資産処分損	271	82
Impairment loss	減損損失	519	243
Income before income taxes	税金等調整前中間純利益	25,429	23,415
Income taxes-current	法人税、住民税及び事業税	7,309	5,123
Income taxes-deferred	法人税等調整額	1,389	1,462
Total income taxes	法人税等合計	8,698	6,586
Net income	中間純利益	16,730	16,829
Net income attributable to non-controlling interests	非支配株主に帰属する中間純利益	69	60
Net income attributable to owners of the parent	親会社株主に帰属する中間純利益	16,661	16,768

【Hokuhoku Financial Group, Inc. (Consolidated)】

Consolidated Statements of Comprehensive Income (Unaudited)

		<i>Millions of yen</i>	
		For the six months ended Sep. 30, 2015	For the six months ended Sep. 30, 2016
Net income	中間純利益	16,730	16,829
Other comprehensive income	その他の包括利益	(13,371)	(3,838)
Valuation difference on available-for-sale securities	その他有価証券評価差額金	(13,993)	(4,901)
Deferred gains or losses on hedges	繰延ヘッジ損益	(405)	(83)
Defined retirement benefit plans	退職給付に係る調整額	1,028	1,146
Share of other comprehensive income of associates accounted for using equity method	持分法適用会社に対する持分相当額	(1)	(0)
Total comprehensive income	中間包括利益	3,358	12,990
The amount attributable to owners of the parent	親会社株主に係る中間包括利益	3,286	12,931
The amount attributable to non-controlling interests	非支配株主に係る中間包括利益	71	58

【Hokuhoku Financial Group, Inc. (Consolidated)】

Consolidated Statements of Changes In Net Assets (Unaudited)

Millions of yen

For the six months ended Sep. 30, 2015	Shareholders' equity				Total shareholders' equity
	Capital stock	Capital surplus	Retained earnings	Treasury stock	
	資本金	資本剰余金	利益剰余金	自己株式	株主資本合計
Balance at the beginning of the period 当期首残高	70,895	148,197	242,701	(1,514)	460,279
Changes of items during the period 当中間期変動額					
Cash dividends 剰余金の配当			(6,500)		(6,500)
Net income attributable to owners of the parent 親会社株主に帰属する中間純利益			16,661		16,661
Purchase of treasury stock 自己株式の取得				(14)	(14)
Disposal of treasury stock 自己株式の処分		14		43	58
Retirement of treasury stock 自己株式の消却					
Reversal of revaluation reserve for land 土地再評価差額金の取崩			(288)		(288)
Net changes of items other than shareholders' equity 株主資本以外の項目の変動					
Total changes during the period 当中間期変動額合計	—	14	9,872	29	9,916
Balance at the end of current period 当中間期末残高	70,895	148,211	252,574	(1,484)	470,196

Millions of yen

For the six months ended Sep. 30, 2015	Accumulated other comprehensive income:					Total accumulated other comprehensive income	Stock acquisition rights	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Remeasurements of defined benefit plans	その他の包括利益累計額				
	その他の有価証券評価差額金	繰延ヘッジ損益	土地再評価差額金	退職給付に係る調整累計額	その他の包括利益累計額合計	新株予約権	非支配株主持分	純資産合計	
Balance at the beginning of the period 当期首残高	101,033	(845)	8,502	2,473	111,164	266	1,276	572,987	
Changes of items during the period 当中間期変動額									
Cash dividends 剰余金の配当								(6,500)	
Net income attributable to owners of the parent 親会社株主に帰属する中間純利益								16,661	
Purchase of treasury stock 自己株式の取得								(14)	
Disposal of treasury stock 自己株式の処分								58	
Retirement of treasury stock 自己株式の消却								—	
Reversal of revaluation reserve for land 土地再評価差額金の取崩								(288)	
Net changes of items other than shareholders' equity 株主資本以外の項目の変動	(13,997)	(405)	288	1,028	(13,086)	53	71	(12,961)	
Total changes during the period 当中間期変動額合計	(13,997)	(405)	288	1,028	(13,086)	53	71	(3,044)	
Balance at the end of current period 当中間期末残高	87,035	(1,250)	8,790	3,502	98,078	319	1,348	569,942	

Millions of yen

For the six months ended Sep. 30, 2016	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
	資本金	資本剰余金	利益剰余金	自己株式	株主資本合計
Balance at the beginning of the period 当期中首残高	70,895	148,211	263,959	(1,489)	481,576
Changes of items during the period 当中間期変動額					
Cash dividends 剰余金の配当			(6,501)		(6,501)
Net income attributable to owners of the parent 親会社株主に帰属する中間純利益			16,768		16,768
Purchase of treasury stock 自己株式の取得				(3,591)	(3,591)
Disposal of treasury stock 自己株式の処分		19		40	60
Retirement of treasury stock 自己株式の消却		(3,647)		3,647	—
Reversal of revaluation reserve for land 土地再評価差額金の取崩			72		72
Net changes of items other than shareholders' equity 株主資本以外の項目の変動					
Total changes during the period 当中間期変動額合計	—	(3,627)	10,339	96	6,808
Balance at the end of current period 当中間期末残高	70,895	144,584	274,298	(1,393)	488,384

Millions of yen

For the six months ended Sep. 30, 2016	Accumulated other comprehensive income:					Stock acquisition rights	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income			
	その他の有価証券評価差額金	繰延ヘッジ損益	土地再評価差額金	退職給付に係る調整累計額	その他の包括利益累計額合計	新株予約権	非支配株主持分	純資産合計
Balance at the beginning of the period 当期中首残高	83,834	(1,596)	9,079	(8,340)	82,976	319	1,378	566,251
Changes of items during the period 当中間期変動額								
Cash dividends 剰余金の配当								(6,501)
Net income attributable to owners of the parent 親会社株主に帰属する中間純利益								16,768
Purchase of treasury stock 自己株式の取得								(3,591)
Disposal of treasury stock 自己株式の処分								60
Retirement of treasury stock 自己株式の消却								—
Reversal of revaluation reserve for land 土地再評価差額金の取崩								72
Net changes of items other than shareholders' equity 株主資本以外の項目の変動	(4,898)	(83)	(72)	1,146	(3,909)	64	58	(3,786)
Total changes during the period 当中間期変動額合計	(4,898)	(83)	(72)	1,146	(3,909)	64	58	3,021
Balance at the end of current period 当中間期末残高	78,936	(1,680)	9,006	(7,194)	79,067	384	1,436	569,273

【Hokuhoku Financial Group, Inc. (Consolidated)】

Consolidated Statements of Cash Flows (Unaudited)

	<i>Millions of yen</i>	
	For the six months ended Sep. 30, 2015	For the six months ended Sep. 30, 2016
I. Cash flows from operating activities:		
Income before income taxes	25,429	23,415
Depreciation	4,024	2,915
Impairment losses	519	243
Amortization of goodwill	1,051	1,051
Equity in losses(gains) of affiliates	(8)	(7)
Increase (decrease) in allowance for loan losses	(53)	(2,191)
Increase (decrease) in reserve for contingent loss	31	(432)
Increase (decrease) in asset for retirement benefit	(1,654)	—
Increase (decrease) in liability for retirement benefit	(1,048)	(2,666)
Increase (decrease) in reserve for directors' retirement benefits	(53)	(18)
Increase (decrease) in reserve for reimbursement of deposits	(45)	65
Interest income	(64,413)	(62,003)
Interest expenses	3,473	2,703
Losses (gains) on securities	(1,861)	1,326
Losses (gains) on money held in trust	23	(16)
Losses (gains) on foreign exchange	100	11,741
Losses (gains) on sales of fixed assets	267	50
Net decrease (increase) in trading assets	108	(159)
Net increase (decrease) in trading liabilities	(107)	(60)
Net decrease (increase) in loans and bills discounted	43,117	(96,795)
Net increase (decrease) in deposits	(67,960)	53,825
Net increase (decrease) in negotiable certificates of deposit	54,154	(26,144)
Net increase (decrease) in payables under repurchase agreements (excluding subordinated borrowed money)	623	13,158
Net decrease (increase) in due from banks (excluding deposits with the Bank of Japan)	10,274	1,092
Net decrease (increase) in call loans, and others	37,476	(15,727)
Net increase (decrease) in call money and bills sold	1,732	12,299
Net increase (decrease) in payables under repurchase agreements	43,051	248,186
Net decrease (increase) in foreign exchanges (assets)	(511)	267
Net increase (decrease) in foreign exchanges (liabilities)	(24)	512
Interest income-cash basis	50,632	48,574
Interest expense-cash basis	(3,016)	(2,699)
Other, net	(1,374)	29,272
Subtotal	133,958	241,781
Income taxes paid	(4,958)	(5,427)
Net cash provided by (used in) operating activities	128,999	236,354
II. Cash flows from investing activities:		
Purchases of securities	(416,349)	(555,775)
Proceeds from sales of securities	270,021	314,937
Proceeds from redemption of securities	183,954	145,334
Payments for increase in money held in trust	(7,682)	(9,849)
Proceeds from sales on money held in trust	7,833	9,180
Proceeds from fund management	13,833	13,929
Purchases of tangible fixed assets	(1,191)	(1,625)
Proceeds from sales of tangible fixed assets	31	3
Purchases of intangible fixed assets	(448)	(605)
Net cash provided by (used in) investing activities	50,002	(84,470)
III. Cash flows from financing activities:		
Repayment of subordinated borrowed money	(22,000)	—
Expenditures for fund procurement	(710)	(376)
Dividends paid	(6,500)	(6,501)
Dividends paid to non-controlling shareholders	(0)	(0)
Purchases of treasury stock	(14)	(3,591)
Proceeds from sales of treasury stock	0	0
Net cash provided by (used in) financing activities	(29,224)	(10,469)
IV. Effect of exchange rate changes on cash and cash equivalents	(0)	(70)
V. Net increase (decrease) in cash and cash equivalents	149,776	141,344
VI. Cash and cash equivalents at the beginning of the period	1,149,068	1,193,798
VII. Cash and cash equivalents at the end of the period	1,298,845	1,335,142

【The Hokuriku Bank, Ltd. (Non-Consolidated)】

Balance Sheets (Unaudited)

		<i>Millions of yen</i>	
		As of Mar. 31, 2016	As of Sep. 30, 2016
(Assets)	(資産の部)		
Cash and due from banks	現金預け金	892,747	915,065
Call loans and bills bought	コールローン	65,016	84,375
Monetary claims bought	買入金銭債権	62,034	58,402
Trading assets	特定取引資産	2,206	2,147
Securities	有価証券	1,343,914	1,384,246
Loans and bills discounted	貸出金	4,383,442	4,446,042
Foreign exchanges	外国為替	8,850	8,594
Other assets	その他資産	23,754	28,908
Tangible fixed assets	有形固定資産	77,219	76,856
Intangible fixed assets	無形固定資産	3,278	3,173
Prepaid pension cost	前払年金費用	1,897	2,336
Customers' liabilities for acceptances and guarantees	支払承諾見返	35,074	34,344
Allowance for loan losses	貸倒引当金	(18,944)	(17,721)
Total assets	資産の部合計	6,880,493	7,026,769
(Liabilities)	(負債の部)		
Deposits	預金	5,911,370	5,925,395
Negotiable certificates of deposit	譲渡性預金	206,301	181,257
Call money and bills sold	コールマネー	20,845	33,145
Payables under securities lending transactions	債券貸借取引受入担保金	92,954	223,126
Trading liabilities	特定取引負債	1,129	1,068
Borrowed money	借入金	200,758	202,339
Foreign exchanges	外国為替	175	53
Other liabilities	その他負債	55,431	64,583
Reserve for employee retirement benefits	退職給付引当金	1,924	1,658
Reserve for directors' retirement benefits	役員退職慰労引当金	57	57
Reserve for contingent loss	偶発損失引当金	1,393	884
Reserve for reimbursement of deposits	睡眠預金払戻損失引当金	965	1,074
Deferred tax liabilities	繰延税金負債	13,456	12,870
Deferred tax liabilities for land revaluation	再評価に係る繰延税金負債	5,724	5,692
Acceptances and guarantees	支払承諾	35,074	34,344
Total liabilities	負債の部合計	6,547,563	6,687,552
(Net assets)	(純資産の部)		
Capital stock	資本金	140,409	140,409
Capital surplus	資本剰余金	14,998	14,998
Retained earnings	利益剰余金	100,974	111,795
Total shareholders' equity	株主資本合計	256,383	267,204
Valuation difference on available-for-sale securities	その他有価証券評価差額金	69,064	64,686
Deferred gains or losses on hedges	繰延ヘッジ損益	(1,596)	(1,680)
Revaluation reserve for land	土地再評価差額金	9,079	9,006
Total valuation and translation adjustments	評価・換算差額等合計	76,547	72,012
Total net assets	純資産の部合計	332,930	339,216
Total liabilities and net assets	負債及び純資産の部合計	6,880,493	7,026,769

【The Hokuriku Bank, Ltd. (Non-Consolidated)】

Statements of Income (Unaudited)

Millions of yen

		For the six months ended Sep. 30, 2015	For the six months ended Sep. 30, 2016
Ordinary income	経常収益	46,345	45,877
Interest income	資金運用収益	33,960	33,771
<i>Interest on loans and discounts</i>	貸出金利息	26,259	24,737
<i>Interest and dividends on securities</i>	有価証券利息配当金	6,648	7,978
Fees and commissions	役務取引等収益	9,040	8,204
Trading income	特定取引収益	85	52
Other ordinary income	その他業務収益	931	686
Other income	その他経常収益	2,327	3,163
Ordinary expenses	経常費用	33,422	31,356
Interest expense	資金調達費用	2,303	2,202
<i>Interest on deposits</i>	預金利息	1,029	644
Fees and commissions	役務取引等費用	3,599	3,438
Other ordinary expenses	その他業務費用	—	0
General and administrative expenses	営業経費	25,714	24,818
Other expenses	その他経常費用	1,804	897
Ordinary profits	経常利益	12,923	14,521
Extraordinary income	特別利益	—	32
Extraordinary loss	特別損失	571	189
Income before income taxes	税引前中間純利益	12,351	14,364
Income taxes-current	法人税、住民税及び事業税	3,771	3,268
Income taxes-deferred	法人税等調整額	317	347
Total income taxes	法人税等合計	4,088	3,616
Net income	中間純利益	8,263	10,748

【The Hokkaido Bank, Ltd. (Non-Consolidated)】

Balance Sheets (Unaudited)

		Millions of yen	
		As of Mar. 31, 2016	As of Sep. 30, 2016
(Assets)	(資産の部)		
Cash and due from banks	現金預け金	342,340	460,368
Trading account securities	商品有価証券	2,424	2,643
Money held in trust	金銭の信託	8,344	9,027
Securities	有価証券	1,051,981	1,068,019
Loans and bills discounted	貸出金	3,216,184	3,254,376
Foreign exchanges	外国為替	5,920	5,909
Other assets	その他資産	39,630	39,143
Tangible fixed assets	有形固定資産	29,144	28,875
Intangible fixed assets	無形固定資産	2,742	2,487
Deferred tax assets	繰延税金資産	7,084	6,100
Customers' liabilities for acceptances and guarantees	支払承諾見返	22,955	26,256
Allowance for loan losses	貸倒引当金	(27,298)	(26,930)
Total assets	資産の部合計	4,701,456	4,876,277
(Liabilities)	(負債の部)		
Deposits	預金	4,332,822	4,371,326
Negotiable certificates of deposit	譲渡性預金	52,107	48,706
Payables under securities lending transactions	債券貸借取引受入担保金	—	118,015
Borrowed money	借入金	37,704	49,226
Foreign exchanges	外国為替	51	685
Other liabilities	その他負債	42,801	44,147
Reserve for employee retirement benefits	退職給付引当金	8,092	7,772
Reserve for directors' retirement benefits	役員退職慰労引当金	104	104
Reserve for contingent loss	偶発損失引当金	563	641
Reserve for reimbursement of deposits	睡眠預金払戻損失引当金	454	410
Acceptances and guarantees	支払承諾	22,955	26,256
Total liabilities	負債の部合計	4,497,657	4,667,294
(Net assets)	(純資産の部)		
Capital stock	資本金	93,524	93,524
Capital surplus	資本剰余金	16,795	16,795
Retained earnings	利益剰余金	74,838	80,535
Total shareholders' equity	株主資本合計	185,157	190,854
Valuation difference on available-for-sale securities	その他有価証券評価差額金	18,641	18,128
Total valuation and translation adjustments	評価・換算差額等合計	18,641	18,128
Total net assets	純資産の部合計	203,799	208,982
Total liabilities and net assets	負債及び純資産の部合計	4,701,456	4,876,277

【The Hokkaido Bank, Ltd. (Non-Consolidated)】

Statements of Income (Unaudited)

Millions of yen

		For the six months ended Sep. 30, 2015	For the six months ended Sep. 30, 2016
Ordinary income	經常収益	45,465	40,557
Interest income	資金運用収益	31,089	28,875
<i>Interest on loans and discounts</i>	貸出金利息	23,061	22,148
<i>Interest and dividends on securities</i>	有価証券利息配当金	7,783	6,520
Fees and commissions	役務取引等収益	8,874	8,818
Other ordinary income	その他業務収益	697	295
Other income	その他經常収益	4,804	2,566
Ordinary expenses	經常費用	31,491	31,329
Interest expense	資金調達費用	1,159	481
<i>Interest on deposits</i>	預金利息	703	295
Fees and commissions	役務取引等費用	4,121	4,232
Other ordinary expenses	その他業務費用	—	664
General and administrative expenses	営業経費	21,281	21,534
Other expenses	その他經常費用	4,929	4,416
Ordinary profits	經常利益	13,973	9,227
Extraordinary income	特別利益	66	0
Extraordinary loss	特別損失	171	137
Income before income taxes	税引前中間純利益	13,868	9,089
Income taxes-current	法人税、住民税及び事業税	3,127	1,448
Income taxes-deferred	法人税等調整額	1,134	1,139
Total income taxes	法人税等合計	4,261	2,587
Net income	中間純利益	9,606	6,502

III. Summary of Interim Financial Results

1. Income Analysis

【Hokuhoku FG (consolidated)】

		For the six months ended		(Millions of yen)
		Sep.30, 2016	change	Sep.30, 2015
		(A)	(A - B)	(B)
		(Japanese)		
Consolidated gross business profits	連結粗利益	72,850	(3,965)	76,816
Net interest income	資金利益	59,300	(1,641)	60,941
Net fees and commissions	役務取引等利益	12,094	(951)	13,045
Net trading income	特定取引利益	95	(47)	142
Net other income	その他業務利益	1,360	(1,325)	2,686
General and administrative expenses	営業経費	49,628	(776)	50,405
Amortization of goodwill	うちのれん償却	1,051	—	1,051
Total credit costs	不良債権処理額	(1,336)	(3,602)	2,265
Written-off of loans	貸出金償却	115	14	100
Provision of allowance for loan losses	貸倒引当金繰入額	—	(1,840)	1,840
Other credit costs	その他不良債権処理額	(876)	(1,201)	324
Reversal of allowance for loan losses	貸倒引当金戻入益	574	574	—
Net gains (losses) related to stocks	株式等損益	(1,563)	(2,828)	1,264
Other non-recurring gains (losses)	その他臨時損益	715	(28)	744
Ordinary profits	経常利益	23,709	(2,444)	26,153
Net extraordinary gains (losses)	特別損益	(294)	430	(724)
Income before income taxes	税金等調整前中間純利益	23,415	(2,013)	25,429
Income taxes-current	法人税、住民税及び事業税	5,123	(2,186)	7,309
Income taxes-deferred	法人税等調整額	1,462	73	1,389
Net income	中間純利益	16,829	98	16,730
Net income attributable to non-controlling interests	非支配株主に帰属する中間純利益	60	(8)	69
Net income attributable to owners of the parent	親会社株主に帰属する中間純利益	16,768	107	16,661

* Consolidated gross business profits = (Interest income - Interest expenses + Expenses corresponding to money trust) + (Fees and commissions - Fees and commissions payments) + (Trading income - Trading expenses) + (Other ordinary income - Other ordinary expenses)

* 連結粗利益 = (資金運用収益 - (資金調達費用 - 金銭の信託見合費用)) + (役務取引等収益 - 役務取引等費用) + (特定取引収益 - 特定取引費用) + (その他業務収益 - その他業務費用)

(Reference)

Consolidated net business Profits (before provision (reversal) of general allowance for loan losses)	連結業務純益 (一般貸倒引当金繰入前)	26,068	(3,087)	29,155
Consolidated core net business profits	連結コア業務純益	25,830	(2,727)	28,558

* Consolidated net business Profits (before provision (reversal) of general allowance for loan losses)
= Consolidated gross business profits - General and administrative expenses (excluding non-recurring losses)

* 連結業務純益(一般貸倒引当金繰入前) = 連結粗利益 - 営業経費(臨時処理分を除く)

* Consolidated core net business profits

= Consolidated net business Profits (before provision (reversal) of general allowance for loan losses) - Net gains (losses) related to bonds

* 連結コア業務純益 = 連結業務純益(一般貸倒引当金繰入前) - 国債等債券損益

Number of consolidated subsidiaries	連結子会社数	11	—	11
Number of affiliates under the equity method	持分法適用会社数	1	—	1

【Hokuriku Bank (Non-consolidated)】

For the six months ended (Millions of yen)

	(Japanese)	Sep.30, 2016		Sep.30, 2015
		(A)	change (A - B)	(B)
Gross business profits	業務粗利益	37,074	(1,041)	38,115
(Reference) Excluding net gains (losses) related to bonds	(除く国債等債券損益)	36,862	(966)	37,829
Domestic gross business profits	国内業務粗利益	35,221	(1,310)	36,531
(Reference) Excluding net gains (losses) related to bonds	(除く国債等債券損益)	35,166	(1,079)	36,245
Net interest income	資金利益	30,485	(227)	30,713
Net fees and commissions	役務取引等利益	4,627	(665)	5,293
Net trading income	特定取引利益	51	(34)	85
Net other income	その他業務利益	55	(383)	438
Net gains (losses) related to bonds	国債等債券損益	54	(231)	286
International gross business profits	国際業務粗利益	1,852	269	1,583
(Reference) Excluding net gains (losses) related to bonds	(除く国債等債券損益)	1,695	112	1,583
Net interest income	資金利益	1,083	140	943
Net fees and commissions	役務取引等利益	138	(9)	147
Net trading income	特定取引利益	0	0	0
Net other income	その他業務利益	629	137	492
Net gains (losses) related to bonds	国債等債券損益	157	157	—
General and administrative expenses	経費(臨時処理分を除く)	23,877	(453)	24,331
Personnel expenses	人件費	12,428	(88)	12,516
Non-personnel expenses	物件費	9,722	(590)	10,313
Taxes	税金	1,726	224	1,501
Net business profits (before provision (reversal) of general allowance for loan losses)	業務純益 (一般貸倒引当金繰入前)	13,196	(587)	13,783
(Reference) Excluding net gains (losses) related to bonds	(参考)除く国債等債券損益	12,984	(513)	13,497
Provision (reversal) of general allowance for loan losses ①	一般貸倒引当金繰入①	—	(166)	166
Net business profits	業務純益	13,196	(420)	13,617
Net gains (losses) related to bonds	国債等債券損益	212	(74)	286
Net non-recurring gains (losses)	臨時損益	1,324	2,018	(693)
Credit related costs ②	不良債権処理額②	(1,097)	(1,828)	730
Written-off of loans	貸出金償却	4	(19)	23
Provision of allowance for loan losses	個別貸倒引当金繰入額	—	(483)	483
Losses on sales of non-performing loans	延滞債権売却損	4	0	3
Provision of reserve for contingent loss	偶発損失引当金繰入額	(360)	(452)	91
Other credit costs	その他の債権売却損等	(665)	(793)	128
Reversal of allowance for loan losses	貸倒引当金戻入益	81	81	—
(Reference) Total credit costs ①+②	(参考)与信費用①+②	(1,097)	(1,995)	897
Net gains (losses) related to stocks	株式等損益	395	(364)	760
Gains on sales of stocks and other securities	株式等売却益	1,119	9	1,110
Losses on sales of stocks and other securities	株式等売却損	542	404	137
Losses on devaluation of stocks and other securities	株式等償却	182	(30)	212
Ordinary profits	経常利益	14,521	1,598	12,923
Net extraordinary gains (losses)	特別損益	(156)	414	(571)
Net gain (loss) on disposal of noncurrent assets	固定資産処分損益	(24)	102	(127)
Gain on disposal of noncurrent assets	固定資産処分益	32	32	—
Loss on disposal of noncurrent assets	固定資産処分損	57	(70)	127
Impairment loss	減損損失	132	(312)	444
Income before income taxes	税引前中間純利益	14,364	2,013	12,351
Income taxes-current	法人税、住民税及び事業税	3,268	(502)	3,771
Income taxes-deferred	法人税等調整額	347	30	317
Net income	中間純利益	10,748	2,484	8,263

【Hokkaido Bank (Non-consolidated)】

For the six months ended (Millions of yen)

	(Japanese)	Sep.30, 2016		Sep.30, 2015
		(A)	change (A - B)	(B)
Gross business profits	業務粗利益	32,612	(2,770)	35,382
(Reference) Excluding net gains (losses) related to bonds	(除く国債等債券損益)	32,587	(2,484)	35,071
Domestic gross business profits	国内業務粗利益	31,782	(2,464)	34,246
(Reference) Excluding net gains (losses) related to bonds	(除く国債等債券損益)	31,870	(2,282)	34,152
Net interest income	資金利益	27,284	(1,846)	29,130
Net fees and commissions	役務取引等利益	4,571	(165)	4,737
Net trading income	特定取引利益	—	—	—
Net other income	その他業務利益	(73)	(452)	378
Net gains (losses) related to bonds	国債等債券損益	(88)	(182)	93
International gross business profits	国際業務粗利益	830	(305)	1,135
(Reference) Excluding net gains (losses) related to bonds	(除く国債等債券損益)	716	(202)	918
Net interest income	資金利益	1,110	309	801
Net fees and commissions	役務取引等利益	14	(1)	16
Net trading income	特定取引利益	—	—	—
Net other income	その他業務利益	(295)	(613)	318
Net gains (losses) related to bonds	国債等債券損益	113	(103)	217
General and administrative expenses	経費(臨時処理分を除く)	20,715	(286)	21,002
Personnel expenses	人件費	9,379	(91)	9,470
Non-personnel expenses	物件費	9,795	(366)	10,162
Taxes	税金	1,540	171	1,369
Net business profits (before provision (reversal) of general allowance for loan losses)	業務純益 (一般貸倒引当金繰入前)	11,896	(2,483)	14,379
(Reference) Excluding net gains (losses) related to bonds	(参考)除く国債等債券損益	11,871	(2,197)	14,068
Provision (reversal) of general allowance for loan losses ①	一般貸倒引当金繰入①	—	(136)	136
Net business profits	業務純益	11,896	(2,347)	14,243
Net gains (losses) related to bonds	国債等債券損益	25	(285)	311
Net non-recurring gains (losses)	臨時損益	(2,668)	(2,398)	(270)
Credit related costs ②	不良債権処理額②	(81)	(686)	604
Written-off of loans	貸出金償却	—	(1)	1
Provision of allowance for loan losses	個別貸倒引当金繰入額	—	(490)	490
Losses on sales of non-performing loans	延滞債権等売却損	—	—	—
Provision of reserve for contingent loss	偶発損失引当金繰入額	77	137	(59)
Other credit costs	その他の債権売却損等	72	(100)	172
Reversal of allowance for loan losses	貸倒引当金戻入益	231	231	—
(Reference) Total credit costs ①+②	(参考)与信費用①+②	(81)	(822)	741
Net gains (losses) related to stocks	株式等損益	(1,893)	(2,397)	504
Gains on sales of stocks and other securities	株式等売却益	1,408	(2,373)	3,782
Losses on sales of stocks and other securities	株式等売却損	3,297	29	3,267
Losses on devaluation of stocks and other securities	株式等償却	4	(5)	10
Ordinary profits	経常利益	9,227	(4,746)	13,973
Net extraordinary gains (losses)	特別損益	(137)	(32)	(105)
Net gain (loss) on disposal of noncurrent assets	固定資産処分損益	(25)	80	(106)
Gain on disposal of noncurrent assets	固定資産処分益	0	(3)	4
Loss on disposal of noncurrent assets	固定資産処分損	25	(84)	110
Impairment loss	減損損失	111	50	61
Income before income taxes	税引前中間純利益	9,089	(4,778)	13,868
Income taxes-current	法人税、住民税及び事業税	1,448	(1,678)	3,127
Income taxes-deferred	法人税等調整額	1,139	4	1,134
Net income	中間純利益	6,502	(3,104)	9,606

2. Average Balance of Use and Source of Funds

【Domestic】

For the six months ended

(Billions of yen)

	(Japanese)	Total of two banks								
		Total of two banks			Hokuriku bank			Hokkaido bank		
		Sep.30, 2016	Sep.30, 2015		Sep.30, 2016	Sep.30, 2015		Sep.30, 2016	Sep.30, 2015	
(A)	(A-B)	(B)	(A)	(A-B)	(B)	(A)	(A-B)	(B)		
Interest-earning assets	資金運用勘定	10,839.0	(88.9)	10,928.0	6,270.4	(5.1)	6,275.6	4,568.6	(83.7)	4,652.4
Loans and bills discounted	貸出金	7,564.3	81.8	7,482.4	4,365.0	46.8	4,318.2	3,199.3	35.0	3,164.2
Securities	有価証券	2,041.9	(115.8)	2,157.8	1,085.7	10.6	1,075.1	956.2	(126.4)	1,082.6
Interest-bearing liabilities	資金調達勘定	10,857.8	88.5	10,769.3	6,348.7	157.0	6,191.7	4,509.0	(68.5)	4,577.5
Deposits and NCD	預金(NCD含む)	10,520.4	(93.7)	10,614.2	6,105.7	25.5	6,080.1	4,414.7	(119.3)	4,534.0

【Total】

For the six months ended

(Billions of yen)

	(Japanese)	Total of two banks								
		Total of two banks			Hokuriku bank			Hokkaido bank		
		Sep.30, 2016	Sep.30, 2015		Sep.30, 2016	Sep.30, 2015		Sep.30, 2016	Sep.30, 2015	
(A)	(A-B)	(B)	(A)	(A-B)	(B)	(A)	(A-B)	(B)		
Interest-earning assets	資金運用勘定	11,061.4	(25.8)	11,087.2	6,467.9	61.7	6,406.1	4,593.5	(87.5)	4,681.1
Loans and bills discounted	貸出金	7,610.1	89.4	7,520.7	4,396.3	55.8	4,340.5	3,213.7	33.5	3,180.1
Securities	有価証券	2,343.0	(39.3)	2,382.3	1,271.6	73.5	1,198.0	1,071.4	(112.9)	1,184.3
Interest-bearing liabilities	資金調達勘定	11,074.0	150.1	10,923.9	6,541.7	222.5	6,319.2	4,532.3	(72.3)	4,604.6
Deposits and NCD	預金(NCD含む)	10,596.3	(76.8)	10,673.1	6,162.3	41.4	6,120.9	4,433.9	(118.2)	4,552.2

3. Interest Rate Spread

【Domestic】

For the six months ended

(%)

	(Japanese)	Total of two banks								
		Total of two banks			Hokuriku bank			Hokkaido bank		
		Sep.30, 2016	Sep.30, 2015		Sep.30, 2016	Sep.30, 2015		Sep.30, 2016	Sep.30, 2015	
(A)	(A-B)	(B)	(A)	(A-B)	(B)	(A)	(A-B)	(B)		
Interest rate on interest-earning assets (a)	資金運用利回り	1.08	(0.06)	1.14	0.99	(0.04)	1.03	1.21	(0.08)	1.29
Loans and bills discounted (b)	貸出金利回り	1.22	(0.09)	1.31	1.11	(0.09)	1.20	1.37	(0.08)	1.45
Securities	有価証券利回り	1.14	(0.01)	1.15	1.16	0.13	1.03	1.12	(0.15)	1.27
Interest rate on interest-bearing liabilities (c) (including expenses)	資金調達原価	0.82	(0.05)	0.87	0.75	(0.06)	0.81	0.92	(0.02)	0.94
Deposits and NCD (d)	預金等利回り	0.01	(0.02)	0.03	0.01	(0.02)	0.03	0.01	(0.02)	0.03
Expense ratio (e)	預金経費率	0.82	(0.01)	0.83	0.75	(0.02)	0.77	0.92	0.02	0.90
Spread between loans and deposits rates(b)-(d)	預貸金直接利差	1.21	(0.06)	1.27	1.10	(0.07)	1.17	1.36	(0.05)	1.41
Spread between loans and deposits rates (including expenses) (b)-(d)-(e)	預貸金利鞘	0.38	(0.06)	0.44	0.34	(0.05)	0.39	0.44	(0.06)	0.50
Interest rate spread (a)-(c)	総資金利鞘	0.26	(0.01)	0.27	0.24	0.03	0.21	0.29	(0.06)	0.35

【Total】

For the six months ended

(%)

	(Japanese)	Total of two banks								
		Total of two banks			Hokuriku bank			Hokkaido bank		
		Sep.30, 2016	Sep.30, 2015		Sep.30, 2016	Sep.30, 2015		Sep.30, 2016	Sep.30, 2015	
(A)	(A-B)	(B)	(A)	(A-B)	(B)	(A)	(A-B)	(B)		
Interest rate on interest-earning assets (a)	資金運用利回り	1.12	(0.05)	1.17	1.04	(0.01)	1.05	1.25	(0.07)	1.32
Loans and Bills discounted (b)	貸出金利回り	1.22	(0.08)	1.30	1.12	(0.08)	1.20	1.37	(0.07)	1.44
Securities	有価証券利回り	1.23	0.03	1.20	1.25	0.15	1.10	1.21	(0.09)	1.30
Interest rate on interest-bearing liabilities (c) (including expenses)	資金調達原価	0.85	(0.04)	0.89	0.79	(0.04)	0.83	0.93	(0.02)	0.95
Deposits and NCD (d)	預金等利回り	0.01	(0.02)	0.03	0.02	(0.01)	0.03	0.01	(0.02)	0.03
Expense ratio (e)	預金経費率	0.83	(0.01)	0.84	0.77	(0.02)	0.79	0.93	0.01	0.92
Spread between loans and deposits rates(b)-(d)	預貸金直接利差	1.21	(0.06)	1.27	1.10	(0.06)	1.16	1.36	(0.04)	1.40
Spread between loans and deposits rates (including expenses) (b)-(d)-(e)	預貸金利鞘	0.37	(0.05)	0.42	0.32	(0.05)	0.37	0.42	(0.06)	0.48
Interest rate spread (a)-(c)	総資金利鞘	0.27	(0.01)	0.28	0.24	0.03	0.21	0.32	(0.04)	0.36

4. Net Business Profits

For the six months ended

(Millions of yen)

	(Japanese)	Total of two banks								
		Total of two banks			Hokuriku bank			Hokkaido bank		
		Sep.30, 2016	Sep.30, 2015		Sep.30, 2016	Sep.30, 2015		Sep.30, 2016	Sep.30, 2015	
(A)	(A-B)	(B)	(A)	(A-B)	(B)	(A)	(A-B)	(B)		
Core net business profits	コア業務純益	24,855	(2,710)	27,566	12,984	(513)	13,497	11,871	(2,197)	14,068
As per employee (in thousands of yen)	一人当たり(千円)	4,803	(482)	5,285	4,568	(140)	4,709	5,088	(900)	5,989
Net business profits	業務純益	25,093	(2,767)	27,860	13,196	(420)	13,617	11,896	(2,347)	14,243
As per employee (in thousands of yen)	一人当たり(千円)	4,848	(493)	5,342	4,643	(107)	4,751	5,099	(964)	6,063

5. ROE・OHR・ROA

(1) ROE (Return on Equity)

For the six months ended

(%)

	(Japanese)	Total of two banks								
		Total of two banks			Hokuriku bank			Hokkaido bank		
		Sep.30, 2016	Sep.30, 2015		Sep.30, 2016	Sep.30, 2015		Sep.30, 2016	Sep.30, 2015	
(A)	(A-B)	(B)	(A)	(A-B)	(B)	(A)	(A-B)	(B)		
Core net business profits per common shareholders' equity	コア業務純益ベース	9.81	(1.31)	11.12	7.70	(0.51)	8.21	14.45	(2.91)	17.36
Net business profits per common shareholders' equity	業務純益ベース	9.91	(1.33)	11.24	7.83	(0.46)	8.29	14.48	(3.11)	17.59
Interim net income per common shareholders' equity	中間純利益ベース	6.71	(0.38)	7.09	6.37	1.34	5.03	7.44	(4.08)	11.52

(2) OHR (Overhead Ratio)

For the six months ended

(%)

	(Japanese)	Total of two banks								
		Total of two banks			Hokuriku bank			Hokkaido bank		
		Sep.30, 2016	Sep.30, 2015		Sep.30, 2016	Sep.30, 2015		Sep.30, 2016	Sep.30, 2015	
(A)	(A-B)	(B)	(A)	(A-B)	(B)	(A)	(A-B)	(B)		
Core gross business profits basis	コア業務粗利益ベース	64.21	2.03	62.18	64.77	0.46	64.31	63.57	3.69	59.88
Gross business profits basis	業務粗利益ベース	63.99	2.31	61.68	64.40	0.57	63.83	63.52	4.17	59.35

(3) ROA (Return on Assets)

For the six months ended

(%)

	(Japanese)	Total of two banks								
		Total of two banks			Hokuriku bank			Hokkaido bank		
		Sep.30, 2016	Sep.30, 2015		Sep.30, 2016	Sep.30, 2015		Sep.30, 2016	Sep.30, 2015	
(A)	(A-B)	(B)	(A)	(A-B)	(B)	(A)	(A-B)	(B)		
Core net business profits on assets	コア業務純益ベース	0.42	(0.06)	0.48	0.37	(0.03)	0.40	0.49	(0.09)	0.58
Net business profits on assets	業務純益ベース	0.43	(0.05)	0.48	0.38	(0.03)	0.41	0.49	(0.09)	0.58
Interim net income on assets	中間純利益ベース	0.29	(0.02)	0.31	0.31	0.07	0.24	0.27	(0.12)	0.39

6. Net Gains and Losses on Securities

【FG(consolidated)】

For the six months ended

(Millions of yen)

	(Japanese)	Sep.30, 2016		Sep.30, 2015
		(A)	(A-B)	(B)
Net gains (losses) related to bonds	国債等債券損益	237	(359)	597
Gains on sales	売却益	472	(36)	508
Gains on redemption	償還益	20	(67)	88
Losses on sales	売却損	255	255	—
Losses on redemption	償還損	—	—	—
Losses on devaluation	償却	—	—	—
Net gains (losses) related to stocks	株式等損益	(1,563)	(2,828)	1,264
Gains on sales	売却益	2,533	(2,359)	4,893
Losses on sales	売却損	3,910	504	3,405
Losses on devaluation	償却	186	(35)	222

【Total of two banks】

For the six months ended

(Millions of yen)

	(Japanese)	Sep.30, 2016		Sep.30, 2015
		(A)	(A-B)	(B)
Net gains (losses) related to bonds	国債等債券損益	237	(359)	597
Gains on sales	売却益	472	(36)	508
Gains on redemption	償還益	20	(67)	88
Losses on sales	売却損	255	255	—
Losses on redemption	償還損	—	—	—
Losses on devaluation	償却	—	—	—
Net gains (losses) related to stocks	株式等損益	(1,497)	(2,761)	1,264
Gains on sales	売却益	2,528	(2,364)	4,892
Losses on sales	売却損	3,839	433	3,405
Losses on devaluation	償却	186	(36)	222

【Hokuriku bank】

For the six months ended

(Millions of yen)

	(Japanese)	Sep.30, 2016		Sep.30, 2015
		(A)	(A-B)	(B)
Net gains (losses) related to bonds	国債等債券損益	212	(74)	286
Gains on sales	売却益	212	(73)	286
Gains on redemption	償還益	—	—	—
Losses on sales	売却損	0	0	—
Losses on redemption	償還損	—	—	—
Losses on devaluation	償却	—	—	—
Net gains (losses) related to stocks	株式等損益	395	(364)	760
Gains on sales	売却益	1,119	9	1,110
Losses on sales	売却損	542	404	137
Losses on devaluation	償却	182	(30)	212

【Hokkaido bank】

For the six months ended

(Millions of yen)

	(Japanese)	Sep.30, 2016		Sep.30, 2015
		(A)	(A-B)	(B)
Net gains (losses) related to bonds	国債等債券損益	25	(285)	311
Gains on sales	売却益	260	37	222
Gains on redemption	償還益	20	(67)	88
Losses on sales	売却損	255	255	—
Losses on redemption	償還損	—	—	—
Losses on devaluation	償却	—	—	—
Net gains (losses) related to stocks	株式等損益	(1,893)	(2,397)	504
Gains on sales	売却益	1,408	(2,373)	3,782
Losses on sales	売却損	3,297	29	3,267
Losses on devaluation	償却	4	(5)	10

7. Valuation Difference on Securities

(1) Valuation difference on securities

【FG(consolidated)】

(Millions of yen)

	(Japanese)	As of Sep.30, 2016				As of Mar.31, 2016		
		Valuation difference				Valuation difference		
		(A)	(A)-(B)	Gains	Losses	(B)	Gains	Losses
Bonds being held to maturity	満期保有目的	14,697	731	14,743	45	13,966	14,030	64
Available-for-sale securities	その他有価証券	105,140	(5,991)	123,220	18,080	111,131	127,111	15,979
Japanese Stocks	株式	63,927	(2,881)	70,328	6,401	66,808	73,792	6,983
Japanese Bonds	債券	36,221	(3,379)	36,339	117	39,601	39,718	117
Others	その他	4,991	269	16,552	11,561	4,721	13,600	8,879
Total	合計	119,838	(5,259)	137,964	18,126	125,097	141,141	16,044
Japanese Stocks	株式	63,927	(2,881)	70,328	6,401	66,808	73,792	6,983
Japanese Bonds	債券	50,919	(2,647)	51,082	163	53,567	53,749	182
Others	その他	4,991	269	16,552	11,561	4,721	13,600	8,879

【Total of two banks】

(Millions of yen)

	(Japanese)	As of Sep.30, 2016				As of Mar.31, 2016		
		Valuation difference				Valuation difference		
		(A)	(A)-(B)	Gains	Losses	(B)	Gains	Losses
Bonds being held to maturity	満期保有目的	14,415	746	14,461	45	13,669	13,733	64
Available-for-sale securities	その他有価証券	110,658	(5,975)	126,435	15,777	116,634	130,674	14,040
Japanese Stocks	株式	70,688	(2,889)	74,820	4,132	73,577	78,690	5,112
Japanese Bonds	債券	36,414	(3,403)	36,498	83	39,817	39,866	49
Others	その他	3,555	316	15,116	11,561	3,238	12,117	8,879
Total	合計	125,074	(5,229)	140,897	15,822	130,303	144,408	14,104
Japanese Stocks	株式	70,688	(2,889)	74,820	4,132	73,577	78,690	5,112
Japanese Bonds	債券	50,829	(2,656)	50,959	129	53,486	53,600	113
Others	その他	3,555	316	15,116	11,561	3,238	12,117	8,879

【Hokuriku bank】

(Millions of yen)

	(Japanese)	As of Sep.30, 2016				As of Mar.31, 2016		
		Valuation difference				Valuation difference		
		(A)	(A)-(B)	Gains	Losses	(B)	Gains	Losses
Bonds being held to maturity	満期保有目的	—	—	—	—	—	—	—
Available-for-sale securities	その他有価証券	85,302	(5,307)	88,293	2,991	90,609	93,639	3,029
Japanese Stocks	株式	46,180	(4,552)	47,617	1,436	50,732	52,463	1,730
Japanese Bonds	債券	28,433	(2,647)	28,496	63	31,080	31,094	14
Others	その他	10,689	1,892	12,179	1,490	8,796	10,080	1,284
Total	合計	85,302	(5,307)	88,293	2,991	90,609	93,639	3,029
Japanese Stocks	株式	46,180	(4,552)	47,617	1,436	50,732	52,463	1,730
Japanese Bonds	債券	28,433	(2,647)	28,496	63	31,080	31,094	14
Others	その他	10,689	1,892	12,179	1,490	8,796	10,080	1,284

【Hokkaido bank】

(Millions of yen)

	(Japanese)	As of Sep.30, 2016				As of Mar.31, 2016		
		Valuation difference				Valuation difference		
		(A)	(A)-(B)	Gains	Losses	(B)	Gains	Losses
Bonds being held to maturity	満期保有目的	14,415	746	14,461	45	13,669	13,733	64
Available-for-sale securities	その他有価証券	25,355	(668)	38,141	12,785	26,024	37,035	11,011
Japanese Stocks	株式	24,508	1,663	27,203	2,695	22,844	26,226	3,381
Japanese Bonds	債券	7,981	(755)	8,001	20	8,737	8,771	34
Others	その他	(7,133)	(1,575)	2,936	10,070	(5,557)	2,037	7,594
Total	合計	39,771	77	52,603	12,831	39,693	50,769	11,075
Japanese Stocks	株式	24,508	1,663	27,203	2,695	22,844	26,226	3,381
Japanese Bonds	債券	22,396	(9)	22,462	65	22,406	22,505	99
Others	その他	(7,133)	(1,575)	2,936	10,070	(5,557)	2,037	7,594

8. Capital Adequacy Ratio (Domestic Standard)

Credit risk : The Standardized Approach Operational Risk : The Standardized Approach

【FG(consolidated)】

(Millions of yen)

	(Japanese)	As of Sep.30,2016			As of Mar.31,2016	As of Sep.30,2015
		(A)	(A-B)	(A-C)	(B)	(C)
(1) Capital adequacy ratio	自己資本比率	10.28 %	(0.02) %	(0.61) %	10.30 %	10.89 %
(2) Capital ①－②	自己資本	561,179	13,087	(10,685)	548,092	571,865
① Core capital : instruments and reserves	コア資本に係る基礎項目	579,709	11,856	(12,660)	567,852	592,369
Shareholders' equity	うち株主資本	433,863	12,503	18,189	421,359	415,674
General allowance for loan losses	うち一般貸倒引当金等	15,485	(1,192)	(7,713)	16,678	23,199
Perpetual preferred stock	うち永久優先株	53,716	—	—	53,716	53,716
Subordinated debts	うち劣後債務	72,500	—	(19,000)	72,500	91,500
② Core capital : regulatory adjustments	コア資本に係る調整項目	18,529	(1,230)	(1,974)	19,760	20,503
Intangible fixed assets	うち無形固定資産	18,273	(1,162)	(1,371)	19,435	19,645
(3) Risk-weighted assets	リスクアセット	5,455,823	137,435	208,046	5,318,387	5,247,776

【Hokuriku bank】

(non-consolidated)

(Millions of yen)

	(Japanese)	As of Sep.30,2016			As of Mar.31,2016	As of Sep.30,2015
		(A)	(A-B)	(A-C)	(B)	(C)
(1) Capital adequacy ratio	自己資本比率	9.48 %	(0.30) %	(0.83) %	9.78 %	10.31 %
(2) Capital ①－②	自己資本	302,071	(222)	(15,287)	302,294	317,358
① Core capital : instruments and reserves	コア資本に係る基礎項目	303,841	(196)	(14,565)	304,037	318,406
Shareholders' equity	うち株主資本	255,995	(387)	7,865	256,383	248,129
General allowance for loan losses	うち一般貸倒引当金等	5,054	229	(4,719)	4,824	9,773
Perpetual preferred stock	うち永久優先株	—	—	—	—	—
Subordinated debts	うち劣後債務	37,500	—	(17,000)	37,500	54,500
② Core capital : regulatory adjustments	コア資本に係る調整項目	1,769	26	721	1,742	1,047
Intangible fixed assets	うち無形固定資産	879	(29)	398	908	481
(3) Risk-weighted assets	リスクアセット	3,184,266	94,528	107,123	3,089,737	3,077,142

(Consolidated)

Capital adequacy ratio	自己資本比率	9.46 %	(0.28) %	(0.85) %	9.74 %	10.31 %
Capital	自己資本	301,434	144	(16,111)	301,289	317,545
Risk-weighted assets	リスクアセット	3,185,779	93,305	107,614	3,092,473	3,078,165

【Hokkaido bank】

(non-consolidated)

(Millions of yen)

	(Japanese)	As of Sep.30,2016			As of Mar.31,2016	As of Sep.30,2015
		(A)	(A-B)	(A-C)	(B)	(C)
(1) Capital adequacy ratio	自己資本比率	10.05 %	(0.18) %	(0.40) %	10.23 %	10.45 %
(2) Capital ①－②	自己資本	225,406	2,507	1,917	222,899	223,489
① Core capital : instruments and reserves	コア資本に係る基礎項目	226,298	1,867	1,858	224,430	224,439
Shareholders' equity	うち株主資本	133,412	2,776	5,806	130,635	127,606
General allowance for loan losses	うち一般貸倒引当金等	4,169	(909)	(1,948)	5,079	6,117
Perpetual preferred stock	うち永久優先株	53,716	—	—	53,716	53,716
Subordinated debts	うち劣後債務	35,000	—	(2,000)	35,000	37,000
② Core capital : regulatory adjustments	コア資本に係る調整項目	891	(639)	(59)	1,531	950
Intangible fixed assets	うち無形固定資産	690	(70)	307	760	382
(3) Risk-weighted assets	リスクアセット	2,242,498	63,643	105,743	2,178,855	2,136,755

(Consolidated)

Capital adequacy ratio	自己資本比率	10.16 %	(0.17) %	(0.52) %	10.33 %	10.68 %
Capital	自己資本	228,899	2,599	(779)	226,300	229,679
Risk-weighted assets	リスクアセット	2,252,553	63,343	103,138	2,189,209	2,149,414

IV. Loan Portfolio and Other

1. Disclosed Claims under the Financial Reconstruction Law

【Total of two banks】

(Millions of yen)

	(Japanese)	As of Sep.30,2016			As of Mar.31,2016	As of Sep.30,2015
		(A)	(A-B)	(A-C)	(B)	(C)
Bankrupt and substantially bankrupt	破産更生債権及びこれらに準ずる債権	20,275	(2,544)	(5,290)	22,820	25,566
Doubtful	危険債権	120,904	(4,764)	(5,800)	125,668	126,704
Substandard	要管理債権	19,436	(672)	(4,554)	20,108	23,990
Non Performing Loans	(1) 小計	160,616	(7,981)	(15,645)	168,598	176,261
	Normal	7,760,406	120,698	213,163	7,639,707	7,547,242
Total	(2) 合計	7,921,022	112,716	197,518	7,808,305	7,723,504
NPL ratio (%)	(1)/(2) 比率	2.02%	(0.13%)	(0.26%)	2.15%	2.28%

Amount of partial write-off	部分直接償却実施額	53,115	(8,367)	(19,326)	61,483	72,442
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【Hokuriku bank】

(Millions of yen)

	(Japanese)	As of Sep.30,2016			As of Mar.31,2016	As of Sep.30,2015
		(A)	(A-B)	(A-C)	(B)	(C)
Bankrupt and substantially bankrupt	破産更生債権及びこれらに準ずる債権	14,511	(1,784)	(4,371)	16,295	18,883
Doubtful	危険債権	65,943	(4,361)	(4,171)	70,305	70,115
Substandard	要管理債権	10,826	(236)	(3,124)	11,062	13,950
Non Performing Loans	(1) 小計	91,281	(6,381)	(11,668)	97,663	102,949
	Normal	4,428,970	66,773	120,194	4,362,196	4,308,776
Total	(2) 合計	4,520,252	60,391	108,526	4,459,860	4,411,726
NPL ratio (%)	(1)/(2) 比率	2.01%	(0.17%)	(0.32%)	2.18%	2.33%

Amount of partial write-off	部分直接償却実施額	39,115	(3,845)	(13,985)	42,961	53,101
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【Hokkaido bank】

(Millions of yen)

	(Japanese)	As of Sep.30,2016			As of Mar.31,2016	As of Sep.30,2015
		(A)	(A-B)	(A-C)	(B)	(C)
Bankrupt and substantially bankrupt	破産更生債権及びこれらに準ずる債権	5,764	(760)	(918)	6,524	6,683
Doubtful	危険債権	54,960	(402)	(1,628)	55,363	56,588
Substandard	要管理債権	8,610	(436)	(1,429)	9,046	10,039
Non Performing Loans	(1) 小計	69,334	(1,599)	(3,977)	70,934	73,312
	Normal	3,331,435	53,924	92,969	3,277,510	3,238,466
Total	(2) 合計	3,400,770	52,325	88,991	3,348,445	3,311,778
NPL ratio (%)	(1)/(2) 比率	2.03%	(0.08%)	(0.18%)	2.11%	2.21%

Amount of partial write-off	部分直接償却実施額	14,000	(4,521)	(5,340)	18,522	19,340
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2. Coverage on Disclosed Claims under the Financial Reconstruction Law

【Total of two banks】

(Millions of yen)

(Japanese)			Loan amount	Covered by collateral and/or guarantees	Allowance for loan losses	Coverage ratio for unsecured portion	Coverage ratio
			(A)	(B)	(C)	(C)/{(A)-(B)}	{(B)+(C)}/(A)
			債権額	担保・保証等	貸倒引当金等	引当率	保全率
Bankrupt and substantially bankrupt	破産更生債権及びこれらに準ずる債権	As of Sep.30, 2016 (a)	20,275	17,786	2,489	100.00%	100.00%
		As of Mar.31, 2016 (b)	22,820	19,896	2,924	100.00%	100.00%
		(a) - (b)	(2,544)	(2,109)	(434)	—	—
Doubtful	危険債権	As of Sep.30, 2016 (a)	120,904	74,609	33,956	73.34%	89.79%
		As of Mar.31, 2016 (b)	125,668	78,453	34,418	72.89%	89.81%
		(a) - (b)	(4,764)	(3,843)	(462)	0.45%	(0.02%)
Substandard	要管理債権	As of Sep.30, 2016 (a)	19,436	14,608	720	14.92%	78.86%
		As of Mar.31, 2016 (b)	20,108	15,538	726	15.89%	80.88%
		(a) - (b)	(672)	(930)	(5)	(0.97%)	(2.02%)
Total	合計	As of Sep.30, 2016 (a)	160,616	107,004	37,166	69.32%	89.76%
		As of Mar.31, 2016 (b)	168,598	113,888	38,069	69.58%	90.13%
		(a) - (b)	(7,981)	(6,883)	(902)	(0.26%)	(0.37%)

【Hokuriku bank】

(Millions of yen)

(Japanese)			Loan amount	Covered by collateral and/or guarantees	Allowance for loan losses	Coverage ratio for unsecured portion	Coverage ratio
			(A)	(B)	(C)	(C)/{(A)-(B)}	{(B)+(C)}/(A)
			債権額	担保・保証等	貸倒引当金等	引当率	保全率
Bankrupt and substantially bankrupt	破産更生債権及びこれらに準ずる債権	As of Sep.30, 2016 (a)	14,511	12,881	1,629	100.00%	100.00%
		As of Mar.31, 2016 (b)	16,295	14,347	1,948	100.00%	100.00%
		(a) - (b)	(1,784)	(1,465)	(318)	—	—
Doubtful	危険債権	As of Sep.30, 2016 (a)	65,943	48,417	11,587	66.11%	90.99%
		As of Mar.31, 2016 (b)	70,305	51,002	12,809	66.35%	90.76%
		(a) - (b)	(4,361)	(2,585)	(1,221)	(0.24%)	0.23%
Substandard	要管理債権	As of Sep.30, 2016 (a)	10,826	6,124	699	14.87%	63.03%
		As of Mar.31, 2016 (b)	11,062	6,755	698	16.20%	67.37%
		(a) - (b)	(236)	(630)	1	(1.33%)	(4.34%)
Total	合計	As of Sep.30, 2016 (a)	91,281	67,423	13,916	58.33%	89.10%
		As of Mar.31, 2016 (b)	97,663	72,104	15,455	60.47%	89.65%
		(a) - (b)	(6,381)	(4,681)	(1,538)	(2.14%)	(0.55%)

【Hokkaido bank】

(Millions of yen)

(Japanese)			Loan amount	Covered by collateral and/or guarantees	Allowance for loan losses	Coverage ratio for unsecured portion	Coverage ratio
			(A)	(B)	(C)	(C)/{(A)-(B)}	{(B)+(C)}/(A)
			債権額	担保・保証等	貸倒引当金等	引当率	保全率
Bankrupt and substantially bankrupt	破産更生債権及びこれらに準ずる債権	As of Sep.30, 2016 (a)	5,764	4,904	859	100.00%	100.00%
		As of Mar.31, 2016 (b)	6,524	5,549	975	100.00%	100.00%
		(a) - (b)	(760)	(644)	(116)	—	—
Doubtful	危険債権	As of Sep.30, 2016 (a)	54,960	26,192	22,369	77.75%	88.35%
		As of Mar.31, 2016 (b)	55,363	27,451	21,609	77.42%	88.61%
		(a) - (b)	(402)	(1,258)	759	0.33%	(0.26%)
Substandard	要管理債権	As of Sep.30, 2016 (a)	8,610	8,483	20	16.56%	98.77%
		As of Mar.31, 2016 (b)	9,046	8,783	28	10.74%	97.40%
		(a) - (b)	(436)	(299)	(7)	5.82%	1.37%
Total	合計	As of Sep.30, 2016 (a)	69,334	39,581	23,249	78.14%	90.62%
		As of Mar.31, 2016 (b)	70,934	41,783	22,613	77.57%	90.78%
		(a) - (b)	(1,599)	(2,202)	636	0.57%	(0.16%)

3. Risk-Monitored Loans

【Total of two banks】

(Millions of yen)

	(Japanese)	As of Sep.30,2016			As of Mar.31,2016	As of Sep.30,2015
		(A)	(A-B)	(A-C)	(B)	(C)
Loans to bankrupt borrowers	破綻先債権額	3,788	(415)	(907)	4,203	4,695
Non-accrual delinquent loans	延滞債権額	135,365	(6,599)	(10,083)	141,965	145,449
Loans past due for 3 months or more	3カ月以上延滞債権額	764	387	(671)	376	1,435
Restructured loans	貸出条件緩和債権額	18,671	(1,060)	(3,882)	19,731	22,554
Total	合計	158,590	(7,687)	(15,545)	166,278	174,136
Total loans and bills discounted	貸出金残高	7,700,418	100,790	181,121	7,599,627	7,519,296

(% to total loans and bills discounted)

Loans to bankrupt borrowers	破綻先債権額	0.04	(0.01)	(0.02)	0.05	0.06
Non-accrual delinquent loans	延滞債権額	1.75	(0.11)	(0.18)	1.86	1.93
Loans past due for 3 months or more	3カ月以上延滞債権額	0.00	0.00	(0.01)	0.00	0.01
Restructured loans	貸出条件緩和債権額	0.24	(0.01)	(0.05)	0.25	0.29
Total	合計	2.05	(0.13)	(0.26)	2.18	2.31

【Hokuriku bank】

(Millions of yen)

	(Japanese)	As of Sep.30,2016			As of Mar.31,2016	As of Sep.30,2015
		(A)	(A-B)	(A-C)	(B)	(C)
Loans to bankrupt borrowers	破綻先債権額	2,498	(358)	(546)	2,856	3,045
Non-accrual delinquent loans	延滞債権額	76,411	(5,655)	(8,098)	82,067	84,509
Loans past due for 3 months or more	3カ月以上延滞債権額	764	387	(671)	376	1,435
Restructured loans	貸出条件緩和債権額	10,061	(623)	(2,453)	10,685	12,514
Total	合計	89,736	(6,250)	(11,769)	95,987	101,505
Total loans and bills discounted	貸出金残高	4,446,042	62,599	113,078	4,383,442	4,332,963

(% to total loans and bills discounted)

Loans to bankrupt borrowers	破綻先債権額	0.05	(0.01)	(0.02)	0.06	0.07
Non-accrual delinquent loans	延滞債権額	1.71	(0.16)	(0.24)	1.87	1.95
Loans past due for 3 months or more	3カ月以上延滞債権額	0.01	0.01	(0.02)	0.00	0.03
Restructured loans	貸出条件緩和債権額	0.22	(0.02)	(0.06)	0.24	0.28
Total	合計	2.01	(0.17)	(0.33)	2.18	2.34

【Hokkaido bank】

(Millions of yen)

	(Japanese)	As of Sep.30,2016			As of Mar.31,2016	As of Sep.30,2015
		(A)	(A-B)	(A-C)	(B)	(C)
Loans to bankrupt borrowers	破綻先債権額	1,289	(57)	(360)	1,346	1,650
Non-accrual delinquent loans	延滞債権額	58,954	(943)	(1,985)	59,897	60,940
Loans past due for 3 months or more	3カ月以上延滞債権額	—	—	—	—	—
Restructured loans	貸出条件緩和債権額	8,610	(436)	(1,429)	9,046	10,039
Total	合計	68,854	(1,436)	(3,776)	70,291	72,630
Total loans and bills discounted	貸出金残高	3,254,376	38,191	68,042	3,216,184	3,186,333

(% to total loans and bills discounted)

Loans to bankrupt borrowers	破綻先債権額	0.03	(0.01)	(0.02)	0.04	0.05
Non-accrual delinquent loans	延滞債権額	1.81	(0.05)	(0.10)	1.86	1.91
Loans past due for 3 months or more	3カ月以上延滞債権額	—	—	—	—	—
Restructured loans	貸出条件緩和債権額	0.26	(0.02)	(0.05)	0.28	0.31
Total	合計	2.11	(0.07)	(0.16)	2.18	2.27

4. Allowance for Loan Losses

【Total of two banks】

(Millions of yen)

	(Japanese)	As of Sep.30,2016			As of Mar.31,2016	As of Sep.30,2015
		(A)	(A-B)	(A-C)	(B)	(C)
Allowance for loan losses	貸倒引当金	44,652	(1,590)	(1,192)	46,242	45,844
General allowance	一般貸倒引当金	7,783	(680)	(6,564)	8,463	14,347
Specific allowance	個別貸倒引当金	36,868	(910)	5,371	37,779	31,497

【Hokuriku bank】

(Millions of yen)

	(Japanese)	As of Sep.30,2016			As of Mar.31,2016	As of Sep.30,2015
		(A)	(A-B)	(A-C)	(B)	(C)
Allowance for loan losses	貸倒引当金	17,721	(1,222)	(3,944)	18,944	21,665
General allowance	一般貸倒引当金	4,232	320	(4,527)	3,912	8,760
Specific allowance	個別貸倒引当金	13,489	(1,543)	583	15,032	12,905

【Hokkaido bank】

(Millions of yen)

	(Japanese)	As of Sep.30,2016			As of Mar.31,2016	As of Sep.30,2015
		(A)	(A-B)	(A-C)	(B)	(C)
Allowance for loan losses	貸倒引当金	26,930	(367)	2,751	27,298	24,178
General allowance	一般貸倒引当金	3,551	(1,000)	(2,036)	4,551	5,587
Specific allowance	個別貸倒引当金	23,379	632	4,788	22,746	18,591

5. Coverage Ratio for Risk-Monitored Loans

【Total of two banks】

(Millions of yen)

	(Japanese)	As of Sep.30,2016			As of Mar.31,2016	As of Sep.30,2015
		(A)	(A-B)	(A-C)	(B)	(C)
Before partial write-off	部分直接償却前	46.18%	(1.11%)	(1.79%)	47.29%	47.97%
After partial write-off	部分直接償却後	28.15%	0.34%	1.83%	27.81%	26.32%
Amount of partial write-off	部分直接償却実施額	53,115	(8,367)	(19,326)	61,483	72,442

【Hokuriku bank】

(Millions of yen)

	(Japanese)	As of Sep.30,2016			As of Mar.31,2016	As of Sep.30,2015
		(A)	(A-B)	(A-C)	(B)	(C)
Before partial write-off	部分直接償却前	44.11%	(0.44%)	(4.24%)	44.55%	48.35%
After partial write-off	部分直接償却後	19.74%	0.01%	(1.60%)	19.73%	21.34%
Amount of partial write-off	部分直接償却実施額	39,115	(3,845)	(13,985)	42,961	53,101

【Hokkaido bank】

(Millions of yen)

	(Japanese)	As of Sep.30,2016			As of Mar.31,2016	As of Sep.30,2015
		(A)	(A-B)	(A-C)	(B)	(C)
Before partial write-off	部分直接償却前	49.40%	(2.19%)	2.09%	51.59%	47.31%
After partial write-off	部分直接償却後	39.11%	0.28%	5.82%	38.83%	33.29%
Amount of partial write-off	部分直接償却実施額	14,000	(4,521)	(5,340)	18,522	19,340

6. Deposits and Loans

【Total of two banks】

(Millions of yen)

	(Japanese)	As of Sep.30,2016			As of Mar.31,2016 (B)	As of Sep.30,2015 (C)
		(A)	(A-B)	(A-C)		
Deposits and NCD (term-end balance)	預金(含む譲渡性預金)(末残)	10,526,686	24,085	(109,045)	10,502,600	10,635,732
Deposits and NCD (average balance)	預金(含む譲渡性預金)(平残)	10,596,338	(42,608)	(76,824)	10,638,947	10,673,163
Loans and bills discounted (term-end balance)	貸出金(末残)	7,700,418	100,790	181,121	7,599,627	7,519,296
Loans and bills discounted (average balance)	貸出金(平残)	7,610,124	64,378	89,401	7,545,745	7,520,722

【Hokuriku bank】

(Millions of yen)

	(Japanese)	As of Sep.30,2016			As of Mar.31,2016 (B)	As of Sep.30,2015 (C)
		(A)	(A-B)	(A-C)		
Deposits and NCD (term-end balance)	預金(末残)	6,106,653	(11,018)	99,916	6,117,671	6,006,736
Deposits and NCD (average balance)	預金(平残)	6,162,372	61,110	41,472	6,101,262	6,120,900
Loans and bills discounted (term-end balance)	貸出金(末残)	4,446,042	62,599	113,078	4,383,442	4,332,963
Loans and bills discounted (average balance)	貸出金(平残)	4,396,384	47,490	55,854	4,348,893	4,340,529

【Hokkaido bank】

(Millions of yen)

	(Japanese)	As of Sep.30,2016			As of Mar.31,2016 (B)	As of Sep.30,2015 (C)
		(A)	(A-B)	(A-C)		
Deposits and NCD (term-end balance)	預金(末残)	4,420,033	35,103	(208,962)	4,384,929	4,628,995
Deposits and NCD (average balance)	預金(平残)	4,433,966	(103,719)	(118,296)	4,537,685	4,552,262
Loans and bills discounted (term-end balance)	貸出金(末残)	3,254,376	38,191	68,042	3,216,184	3,186,333
Loans and bills discounted (average balance)	貸出金(平残)	3,213,740	16,888	33,547	3,196,851	3,180,192

7. Loans to Small and Medium-sized Enterprises (“SMEs”) and Individuals

【Total of two banks】

(Millions of yen)

	(Japanese)	As of Sep.30,2016			As of Mar.31,2016 (B)	As of Sep.30,2015 (C)
		(A)	(A-B)	(A-C)		
Loans to SMEs and Individuals	中小企業等貸出残高	4,898,846	53,815	133,056	4,845,031	4,765,789
% to total loans	中小企業等貸出比率	63.61%	(0.14%)	0.23%	63.75%	63.38%

【Hokuriku bank】

(Millions of yen)

	(Japanese)	As of Sep.30,2016			As of Mar.31,2016 (B)	As of Sep.30,2015 (C)
		(A)	(A-B)	(A-C)		
Loans to SMEs and Individuals	中小企業等貸出残高	2,938,037	19,892	77,214	2,918,145	2,860,823
% to total loans	中小企業等貸出比率	66.08%	(0.49%)	0.06%	66.57%	66.02%

【Hokkaido bank】

(Millions of yen)

	(Japanese)	As of Sep.30,2016			As of Mar.31,2016 (B)	As of Sep.30,2015 (C)
		(A)	(A-B)	(A-C)		
Loans to SMEs and Individuals	中小企業等貸出残高	1,960,809	33,923	55,842	1,926,886	1,904,966
% to total loans	中小企業等貸出比率	60.25%	0.34%	0.47%	59.91%	59.78%

8. Housing and Consumer Loans

【Total of two banks】

(Millions of yen)

	(Japanese)	As of Sep.30,2016			As of Mar.31,2016 (B)	As of Sep.30,2015 (C)
		(A)	(A-B)	(A-C)		
Housing and consumer loans	個人ローン	2,188,276	32,207	29,625	2,156,068	2,158,650
Housing loans	うち住宅系ローン残高	2,046,104	24,411	18,294	2,021,693	2,027,810
Other consumer loans	うちその他のローン残高	142,171	7,795	11,331	134,375	130,840

【Hokuriku bank】

(Millions of yen)

	(Japanese)	As of Sep.30,2016			As of Mar.31,2016 (B)	As of Sep.30,2015 (C)
		(A)	(A-B)	(A-C)		
Housing and consumer loans	個人ローン	1,177,047	9,406	663	1,167,641	1,176,384
Housing loans	うち住宅系ローン残高	1,114,192	5,443	(4,342)	1,108,749	1,118,535
Other consumer loans	うちその他のローン残高	62,855	3,963	5,005	58,891	57,849

【Hokkaido bank】

(Millions of yen)

	(Japanese)	As of Sep.30,2016			As of Mar.31,2016 (B)	As of Sep.30,2015 (C)
		(A)	(A-B)	(A-C)		
Housing and consumer loans	個人ローン	1,011,228	22,800	28,961	988,427	982,266
Housing loans	うち住宅系ローン残高	931,911	18,968	22,636	912,943	909,275
Other consumer loans	うちその他のローン残高	79,316	3,832	6,325	75,484	72,991

9. Classification of Loans by Type of Industry

【Total of two banks】

Classification of loans by type of industry

(Millions of yen)

	(Japanese)	As of Sep.30,2016		As of Mar.31,2016		As of Sep.30,2015	
			%		%		%
Domestic total (excluding loans booked offshore)	国内 (除く特別国際金融取引勘定)	7,700,418	100.0%	7,599,627	100.0%	7,519,296	100.0%
Manufacturing	製造業	817,373	10.6%	822,890	10.8%	833,955	11.1%
Agriculture and forestry	農業、林業	24,723	0.3%	29,424	0.4%	25,976	0.3%
Fishery	漁業	2,262	0.0%	2,968	0.0%	4,148	0.1%
Mining and quarrying of stone and gravel	鉱業・砕石業、砂利採取業	4,164	0.1%	4,011	0.1%	3,191	0.0%
Construction	建設業	272,631	3.5%	283,273	3.7%	274,197	3.6%
Utilities	電気・ガス・熱供給・水道業	120,729	1.6%	119,285	1.6%	112,936	1.5%
Communication	情報通信業	53,150	0.7%	47,461	0.6%	47,206	0.6%
Transportation and postal activities	運輸業、郵便業	183,374	2.4%	180,526	2.4%	187,522	2.5%
Wholesale and retail	卸売業、小売業	769,355	10.0%	770,447	10.1%	769,600	10.2%
Finance and insurance	金融業、保険業	363,224	4.7%	379,105	5.0%	314,270	4.2%
Real estate and goods rental and leasing	不動産業、物品賃貸業	757,458	9.8%	708,431	9.3%	684,838	9.1%
Other services	各種サービス業(学術研究他)	574,108	7.5%	560,318	7.4%	590,689	7.9%
Government, local government (Government)	地方公共団体等 (うち政府向け)	1,534,258 157,551	19.9% 2.0%	1,494,401 108,960	19.7% 1.4%	1,470,160 101,015	19.6% 1.3%
Others	その他	2,223,609	28.9%	2,197,086	28.9%	2,200,607	29.3%

【Total of two banks】

Classification of risk-monitored loans by type of industry

(Millions of yen)

	(Japanese)	As of Sep.30,2016		As of Mar.31,2016		As of Sep.30,2015	
			%		%		%
Domestic total (excluding loans booked offshore)	国内 (除く特別国際金融取引勘定)	158,590	100.0%	166,278	100.0%	174,136	100.0%
Manufacturing	製造業	25,947	16.4%	28,042	16.9%	29,742	17.1%
Agriculture and forestry	農業、林業	616	0.4%	633	0.4%	584	0.3%
Fishery	漁業	321	0.2%	339	0.2%	2,136	1.2%
Mining and quarrying of stone and gravel	鉱業・砕石業、砂利採取業	171	0.1%	212	0.1%	202	0.1%
Construction	建設業	20,024	12.6%	19,364	11.6%	22,658	13.0%
Utilities	電気・ガス・熱供給・水道業	557	0.3%	572	0.3%	602	0.4%
Communication	情報通信業	1,203	0.8%	1,268	0.8%	1,276	0.7%
Transportation and postal activities	運輸業、郵便業	2,218	1.4%	2,436	1.5%	2,625	1.5%
Wholesale and retail	卸売業、小売業	30,295	19.1%	31,442	18.9%	30,611	17.6%
Finance and insurance	金融業、保険業	189	0.1%	227	0.1%	274	0.2%
Real estate and goods rental and leasing	不動産業、物品賃貸業	20,284	12.8%	22,384	13.5%	23,675	13.6%
Other services	各種サービス業(学術研究他)	25,384	16.0%	25,403	15.3%	25,824	14.8%
Government, local government	地方公共団体等	—	—	—	—	—	—
Others	その他	31,375	19.8%	33,949	20.4%	33,921	19.5%

【Hokuriku bank】

Classification of loans by type of industry

(Millions of yen)

	(Japanese)	As of Sep.30,2016		As of Mar.31,2016		As of Sep.30,2015	
			%		%		%
Domestic total (excluding loans booked offshore)	国内 (除く特別国際金融取引勘定)	4,446,042	100.0%	4,383,442	100.0%	4,332,963	100.0%
Manufacturing	製造業	561,536	12.6%	562,734	12.8%	564,881	13.0%
Agriculture and forestry	農業、林業	11,221	0.2%	16,002	0.4%	13,299	0.3%
Fishery	漁業	725	0.0%	1,420	0.0%	2,416	0.1%
Mining and quarrying of stone and gravel	鉱業・砕石業、砂利採取業	1,481	0.0%	1,445	0.0%	1,263	0.0%
Construction	建設業	171,297	3.9%	176,463	4.0%	167,304	3.9%
Utilities	電気・ガス・熱供給・水道業	65,155	1.5%	65,072	1.5%	62,769	1.4%
Communication	情報通信業	29,294	0.7%	24,262	0.6%	23,937	0.6%
Transportation and postal activities	運輸業、郵便業	85,692	1.9%	82,005	1.9%	86,044	2.0%
Wholesale and retail	卸売業、小売業	465,113	10.5%	462,631	10.6%	464,370	10.7%
Finance and insurance	金融業、保険業	210,333	4.7%	237,019	5.4%	172,474	4.0%
Real estate and goods rental and leasing	不動産業、物品賃貸業	428,816	9.7%	392,975	9.0%	382,248	8.8%
Other services	各種サービス業(学術研究他)	351,683	7.9%	342,809	7.8%	377,185	8.7%
Government, local government (Government)	地方公共団体等 (うち政府向け)	866,305	19.5%	824,710	18.8%	812,115	18.7%
Others	その他	152,551	3.4%	101,460	2.3%	91,015	2.1%
		1,197,391	26.9%	1,193,895	27.2%	1,202,657	27.8%

【Hokuriku bank】

Classification of risk-monitored loans by type of industry

(Millions of yen)

	(Japanese)	As of Sep.30,2016		As of Mar.31,2016		As of Sep.30,2015	
			%		%		%
Domestic total (excluding loans booked offshore)	国内 (除く特別国際金融取引勘定)	89,736	100.0%	95,987	100.0%	101,505	100.0%
Manufacturing	製造業	19,754	22.0%	21,547	22.4%	23,074	22.7%
Agriculture and forestry	農業、林業	21	0.0%	55	0.1%	63	0.1%
Fishery	漁業	159	0.2%	169	0.2%	1,936	1.9%
Mining and quarrying of stone and gravel	鉱業・砕石業、砂利採取業	48	0.1%	110	0.1%	81	0.1%
Construction	建設業	10,454	11.6%	9,854	10.3%	12,250	12.1%
Utilities	電気・ガス・熱供給・水道業	—	—	—	—	14	0.0%
Communication	情報通信業	384	0.4%	433	0.4%	478	0.5%
Transportation and postal activities	運輸業、郵便業	1,224	1.4%	1,407	1.5%	1,558	1.5%
Wholesale and retail	卸売業、小売業	20,680	23.0%	22,391	23.3%	21,575	21.2%
Finance and insurance	金融業、保険業	144	0.2%	147	0.2%	160	0.2%
Real estate and goods rental and leasing	不動産業、物品賃貸業	8,869	9.9%	9,967	10.4%	11,068	10.9%
Other services	各種サービス業(学術研究他)	13,460	15.0%	13,085	13.6%	12,478	12.3%
Government, local government	地方公共団体等	—	—	—	—	—	—
Others	その他	14,532	16.2%	16,816	17.5%	16,764	16.5%

【Hokkaido bank】

Classification of loans by type of industry

(Millions of yen)

	(Japanese)	As of Sep.30,2016		As of Mar.31,2016		As of Sep.30,2015	
			%		%		%
Domestic total (excluding loans booked offshore)	国内 (除く特別国際金融取引勘定)	3,254,376	100.0%	3,216,184	100.0%	3,186,333	100.0%
Manufacturing	製造業	255,837	7.9%	260,156	8.1%	269,074	8.4%
Agriculture and forestry	農業、林業	13,502	0.4%	13,422	0.4%	12,677	0.4%
Fishery	漁業	1,537	0.1%	1,548	0.0%	1,732	0.1%
Mining and quarrying of stone and gravel	鉱業・砕石業、砂利採取業	2,683	0.1%	2,566	0.1%	1,928	0.1%
Construction	建設業	101,334	3.1%	106,810	3.3%	106,893	3.4%
Utilities	電気・ガス・熱供給・水道業	55,574	1.7%	54,213	1.7%	50,167	1.6%
Communication	情報通信業	23,856	0.7%	23,199	0.7%	23,269	0.7%
Transportation and postal activities	運輸業、郵便業	97,682	3.0%	98,521	3.1%	101,478	3.2%
Wholesale and retail	卸売業、小売業	304,242	9.4%	307,816	9.6%	305,230	9.6%
Finance and insurance	金融業、保険業	152,891	4.7%	142,086	4.4%	141,796	4.4%
Real estate and goods rental and leasing	不動産業、物品賃貸業	328,642	10.1%	315,456	9.8%	302,590	9.5%
Other services	各種サービス業(学術研究他)	222,425	6.8%	217,509	6.8%	213,504	6.7%
Government, local government (Government)	地方公共団体等 (うち政府向け)	667,953 5,000	20.5% 0.2%	669,691 7,500	20.8% 0.2%	658,045 10,000	20.6% 0.3%
Others	その他	1,026,218	31.5%	1,003,191	31.2%	997,950	31.3%

【Hokkaido bank】

Classification of risk-monitored loans by type of industry

(Millions of yen)

	(Japanese)	As of Sep.30,2016		As of Mar.31,2016		As of Sep.30,2015	
			%		%		%
Domestic total (excluding loans booked offshore)	国内 (除く特別国際金融取引勘定)	68,854	100.0%	70,291	100.0%	72,630	100.0%
Manufacturing	製造業	6,193	9.0%	6,495	9.2%	6,668	9.2%
Agriculture and forestry	農業、林業	594	0.9%	577	0.8%	520	0.7%
Fishery	漁業	161	0.2%	170	0.2%	200	0.3%
Mining and quarrying of stone and gravel	鉱業・砕石業、砂利採取業	122	0.2%	102	0.2%	120	0.2%
Construction	建設業	9,569	13.9%	9,510	13.5%	10,408	14.3%
Utilities	電気・ガス・熱供給・水道業	557	0.8%	572	0.8%	588	0.8%
Communication	情報通信業	818	1.2%	834	1.2%	797	1.1%
Transportation and postal activities	運輸業、郵便業	994	1.4%	1,028	1.5%	1,066	1.5%
Wholesale and retail	卸売業、小売業	9,615	14.0%	9,051	12.9%	9,035	12.4%
Finance and insurance	金融業、保険業	44	0.1%	79	0.1%	114	0.1%
Real estate and goods rental and leasing	不動産業、物品賃貸業	11,414	16.6%	12,416	17.7%	12,607	17.4%
Other services	各種サービス業(学術研究他)	11,924	17.3%	12,317	17.5%	13,346	18.4%
Government, local government	地方公共団体等	—	—	—	—	—	—
Others	その他	16,842	24.4%	17,132	24.4%	17,156	23.6%