



Summary :

February 1, 2021

## Financial Results for the Third Quarter of Fiscal 2020 (Japanese GAAP)

Company Name: **Hokuhoku Financial Group, Inc.**  
 Stock Code Number (Japan): 8377  
 Stock Exchanges (Japan): Tokyo Stock Exchange (First Section), Sapporo Securities Exchange  
 URL: <https://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 Third Quarter of Fiscal 2020 (for the nine months ended Dec. 31, 2020)

#### (1) Consolidated Results of Operations(Accumulated Period) (%: Changes from corresponding period of previous fiscal year)

	Ordinary Income		Ordinary Profits		Net Income Attributable to Owners of the Parent	
	¥ million	%	¥ million	%	¥ million	%
3Q F2020	129,372	(3.3)	25,066	(0.5)	17,192	2.2
3Q F2019	133,736	(1.8)	25,189	2.8	16,816	(1.6)

Note: Comprehensive income: 3Q F2020: ¥45,234 million [155.1%]; 3Q F2019: ¥17,731 million [30.2%]

	Net Income	Diluted Net Income
	per Share of Common Stock	per Share of Common Stock
	¥	¥
3Q F2020	125.51	125.12
3Q F2019	122.07	121.76

#### (2) Consolidated Financial Conditions

	Total Assets	Total Net Assets	Own Capital Ratio
	¥ million	¥ million	%
3Q F2020	16,155,239	628,592	3.9
Fiscal 2019	13,644,861	595,319	4.3

Reference: Own Capital: as of December 31, 2020: ¥624,892 million; as of March 31, 2020: ¥591,881 million

Note: Own Capital Ratio is calculated as follows: (Total Net Assets – Stock Acquisition Rights – Non-controlling Interests)/ Total Assets × 100

### 2. Cash Dividends for Shareholders of Common Stock

(Record Date)	Cash Dividends for Share				
	The end of 1 <sup>st</sup> Qtr	The end of 2 <sup>nd</sup> Qtr	The end of 3 <sup>rd</sup> Qtr	Fiscal year-end	Annual
	¥	¥	¥	¥	¥
Fiscal 2019	—	0.00	—	40.00	40.00
Fiscal 2020	—	0.00	—		
Fiscal 2020 (forecast)				35.00	35.00

Note: Revision of forecast for cash dividends for shareholders of common stock during this quarter: No

### 3. Earnings Estimates for Fiscal 2020 (for the fiscal year ending March 31, 2021)

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

	Ordinary Profits		Net Income Attributable to Owners of the Parent		Net Income per Share of Common Stock
	¥ million	%	¥ million	%	¥
Fiscal 2020	26,000	(17.9)	16,500	(18.5)	115.35

Note: Revision of the earnings estimates during this quarter: No

#### 4. Others

- (1) Changes in Significant Subsidiaries during the Third Quarter: No  
(Note) Changes in specified subsidiaries accompanying changes in scope of consolidation during the Third Quarter
- (2) Adoption of Specified Accounting Methods for the Preparation of Quarterly Consolidated Financial Statements: Yes
- (3) Changes in Accounting Policies and Accounting Estimates / Restatements  
(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

(4) Issued Shares (Common Stock)

(a) Number of Common Stock outstanding at the end of fiscal year and the Third Quarter (including Treasury Stock)	As of Dec. 31, 2020	132,163,014	As of March 31, 2020	132,163,014
(b) Number of Treasury Stock at the end of fiscal year and the Third Quarter	As of Dec. 31, 2020	952,803	As of March 31, 2020	999,658
(c) Average outstanding shares for the nine months ended	As of Dec. 31, 2020	131,197,972	As of Dec. 31, 2019	131,153,737

(Implementation status of audit procedures)  
This report is not subject to audit procedures.

*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 for Share				
	The end of 1 <sup>st</sup> Qtr	The end of 2 <sup>nd</sup> Qtr	The end of 3 <sup>rd</sup> Qtr	Fiscal year-end	Annual
Fiscal 2019	¥ —	¥ 7.50	¥ —	¥ 7.50	¥ 15.00
Fiscal 2020	—	7.50	—		
Fiscal 2020 (forecast)				7.50	15.00

## 5. Quarterly Consolidated Financial Statements

### (1) Consolidated Balance Sheet

Millions of yen

		As of March 31, 2020	As of Dec. 31, 2020
<b>Assets</b>	<b>資産の部</b>		
Cash and due from banks	現金預け金	2,725,025	4,475,620
Call loans and bills bought	コールローン及び買入手形	59,795	1,449
Monetary claims bought	買入金銭債権	32,684	22,384
Trading assets	特定取引資産	3,790	3,441
Money held in trust	金銭の信託	16,054	17,647
Securities	有価証券	1,815,484	2,029,288
Loans and bills discounted	貸出金	8,656,450	9,276,576
Foreign exchanges	外国為替	19,014	16,013
Other assets	その他資産	194,483	200,302
Tangible fixed assets	有形固定資産	96,905	95,528
Intangible fixed assets	無形固定資産	17,320	14,124
Deferred tax assets	繰延税金資産	6,456	4,094
Customers' liabilities for acceptances and guarantees	支払承諾見返	56,099	56,497
Allowance for loan losses	貸倒引当金	(54,703)	(57,730)
Total assets	資産の部合計	13,644,861	16,155,239
<b>Liabilities</b>	<b>負債の部</b>		
Deposits	預金	11,558,118	12,733,284
Negotiable certificates of deposit	譲渡性預金	80,500	169,953
Call money and bills sold	コールマネー及び売渡手形	68,264	303,901
Payables under repurchase agreements	売現先勘定	11,877	14,369
Payables under repurchase agreements	債券貸借取引受入担保金	294,641	264,735
Trading liabilities	特定取引負債	497	328
Borrowed money	借入金	827,574	1,886,371
Foreign exchanges	外国為替	113	692
Borrowed money from trust account	信託勘定借	534	2,523
Other liabilities	その他負債	119,799	57,118
Liability for retirement benefits	退職給付に係る負債	12,199	9,763
Reserve for directors' retirement benefits	役員退職慰労引当金	190	186
Reserve for contingent loss	偶発損失引当金	1,025	855
Reserve for reimbursement of deposits	睡眠預金払戻損失引当金	1,978	1,923
Reserves under the special laws	特別法上の引当金	5	5
Deferred tax liabilities	繰延税金負債	10,919	18,984
Deferred tax liabilities for land revaluation	再評価に係る繰延税金負債	5,201	5,152
Acceptances and guarantees	支払承諾	56,099	56,497
Total liabilities	負債の部合計	13,049,541	15,526,647
<b>Net assets</b>	<b>純資産の部</b>		
Capital stock	資本金	70,895	70,895
Capital surplus	資本剰余金	139,269	139,276
Retained earnings	利益剰余金	329,343	339,946
Treasury stock	自己株式	(1,237)	(6,550)
Total shareholders' equity	株主資本合計	538,269	543,567
Valuation difference on available-for-sale securities	その他有価証券評価差額金	55,525	81,994
Deferred gains or losses on hedges	繰延ヘッジ損益	(1,076)	(364)
Revaluation reserve for land	土地再評価差額金	8,211	8,103
Defined retirement benefit plans	退職給付に係る調整累計額	(9,049)	(8,407)
Accumulated other comprehensive income	その他の包括利益累計額合計	53,611	81,325
Stock acquisition rights	新株予約権	497	538
Non-controlling interests	非支配株主持分	2,941	3,160
Total net assets	純資産の部合計	595,319	628,592
Total liabilities and net assets	負債及び純資産の部合計	13,644,861	16,155,239

(2) Consolidated Statement of Income and Consolidated Statement of Comprehensive Income  
For the nine months ended Dec. 31, 2020

【 Consolidated Statement of Income 】

Millions of yen

		For the nine months ended Dec. 31, 2019	For the nine months ended Dec. 31, 2020
Ordinary income	経常収益	133,736	129,372
Interest income	資金運用収益	81,359	78,227
(Interest on loans and discounts)	(うち貸出金利息)	63,270	63,076
(Interest and dividends on securities)	(うち有価証券利息配当金)	16,355	13,723
Trust fees	信託報酬	4	31
Fees and commissions	役務取引等収益	28,344	27,262
Trading income	特定取引収益	840	1,108
Other ordinary income	その他業務収益	16,793	15,590
Other income	その他経常収益	6,394	7,151
Ordinary expenses	経常費用	108,547	104,306
Interest expenses	資金調達費用	3,393	1,392
(Interest on deposits)	(うち預金利息)	820	506
Fees and commissions payments	役務取引等費用	11,529	11,462
Other ordinary expenses	その他業務費用	9,144	10,760
General and administrative expenses	営業経費	71,319	68,748
Other expenses	その他経常費用	13,161	11,942
Ordinary profits	経常利益	25,189	25,066
Extraordinary income	特別利益	273	55
Gain on disposal of fixed assets	固定資産処分益	273	12
Compensation for forced relocation	移転補償金	—	43
Extraordinary loss	特別損失	1,188	598
Loss on disposal of fixed assets	固定資産処分損	447	190
Impairment loss	減損損失	741	408
Income before income taxes	税金等調整前四半期純利益	24,273	24,523
Income taxes-current	法人税、住民税及び事業税	7,965	8,652
Income taxes-deferred	法人税等調整額	(633)	(1,493)
Total income taxes	法人税等合計	7,331	7,159
Net income	四半期純利益	16,942	17,364
Net income attributable to non-controlling interests	非支配株主に帰属する四半期純利益	125	171
Net income attributable to owners of the parent	親会社株主に帰属する四半期純利益	16,816	17,192

【 Consolidated Statement of Comprehensive Income 】

Millions of yen

		For the nine months ended Dec. 31, 2019	For the nine months ended Dec. 31, 2020
Net income	四半期純利益	16,942	17,364
Other comprehensive income	その他の包括利益	789	27,870
Valuation difference on available-for-sale securities	その他有価証券評価差額金	(103)	26,464
Deferred gains or losses on hedges	繰延ヘッジ損益	247	711
Defined retirement benefit plans	退職給付に係る調整額	663	641
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	(18)	52
Total comprehensive income	四半期包括利益	17,731	45,234
Breakdown	(内訳)		
Comprehensive income attributable to owners of the parent	親会社株主に係る四半期包括利益	17,581	45,014
Comprehensive income attributable to non-controlling interests	非支配株主に係る四半期包括利益	150	219

## Financial Highlights For the Third Quarter of Fiscal 2020

## 1. Income Analysis

## FG [Consolidated]

	Forecasts Full year	3rd Qtr of FY 2020 (9 months)		Changes from 3rd Qtr of FY 2019	3rd Qtr of FY 2019 (9 months)	Fiscal Year 2019 results (reference)
Ordinary income		129,372	(4,364)		133,736	182,402
Ordinary profits	26,000	25,066	(123)		25,189	31,685
Net income attributable to owners of parents	16,500	17,192	375		16,816	20,252

(Millions of yen)

## 【Total of two banks】

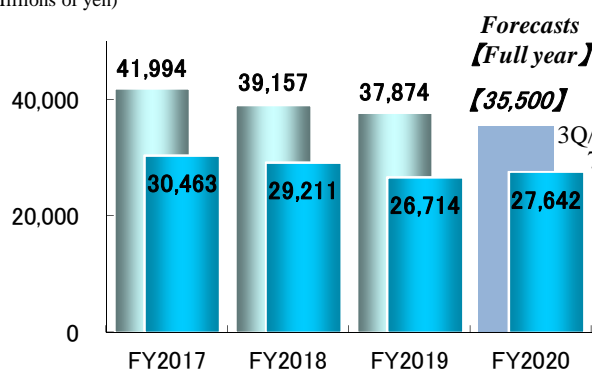
	Forecasts Full year	3rd Qtr of FY 2020 (9 months)		Changes from 3rd Qtr of FY 2019	3rd Qtr of FY 2019 (9 months)	Fiscal Year 2019 results (reference)
Ordinary income		116,322	(3,338)		119,661	163,511
Core gross business profits	121,000	89,603	(1,390)		90,994	123,266
Net interest income		77,778	(751)		78,530	105,433
Net fees and commissions		10,986	(686)		11,673	16,569
Net trading income		48	(7)		55	136
Net other income		789	54		734	1,127
Gains on foreign exchange transactions		723	(27)		750	1,100
Net income on derivatives		76	76		0	48
General and administrative expenses	85,500	61,960	(2,319)		64,279	85,391
Personnel		29,639	(939)		30,579	40,503
Non-personnel		27,384	(1,366)		28,750	38,531
Core net business profits	35,500	27,642	928		26,714	37,874
Net gains (losses) related to bonds		2,525	(2,741)		5,266	8,480
Net business profits (before provision (reversal) of general allowance for loan losses)		30,167	(1,813)		31,981	46,354
Total credit costs	12,000	6,940	(272)		7,212	12,061
Net gains (losses) related to stocks		2,855	1,590		1,264	(1,866)
Ordinary profits	27,000	25,306	(293)		25,600	31,482
Net extraordinary gains (losses)		(516)	383		(900)	(1,089)
Income before income taxes		24,789	89		24,699	30,393
Income taxes		6,349	(407)		6,756	9,561
Income taxes deferred		(1,439)	(893)		(546)	1,133
Net income	18,000	18,440	497		17,942	20,831

(Millions of yen)

## Full year / 3rd Quarter

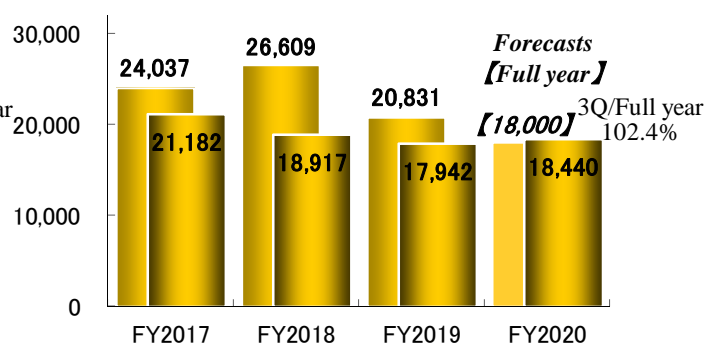
## 《Core net business profits》

(Millions of yen)



## 《Net income》

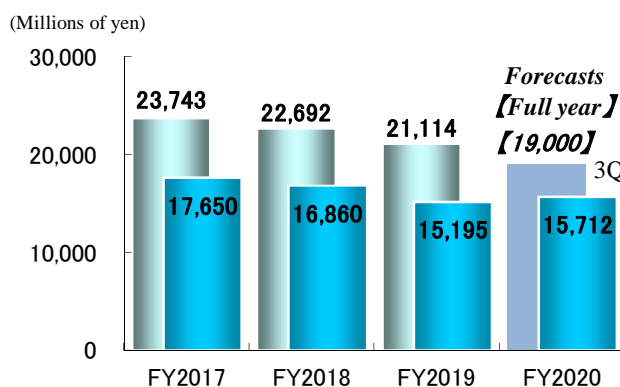
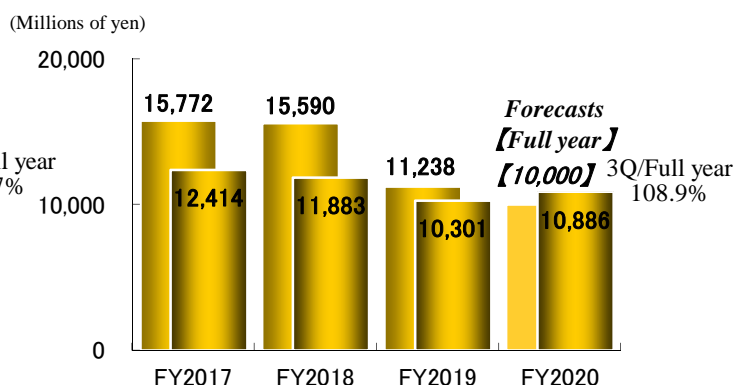
(Millions of yen)



**【Non-Consolidated】 Hokuriku Bank**

- Core net business profits were JPY15,712 million, increased by JPY516 million compared to the corresponding period of the previous fiscal year mainly due to a decrease in general and administrative expenses.
- Ordinary profits decreased by JPY400 million to JPY14,752 million, mainly due to a decrease in net gains related to bonds.
- Net income increased by JPY585 million to JPY10,886 million mainly due to a decrease in income taxes.

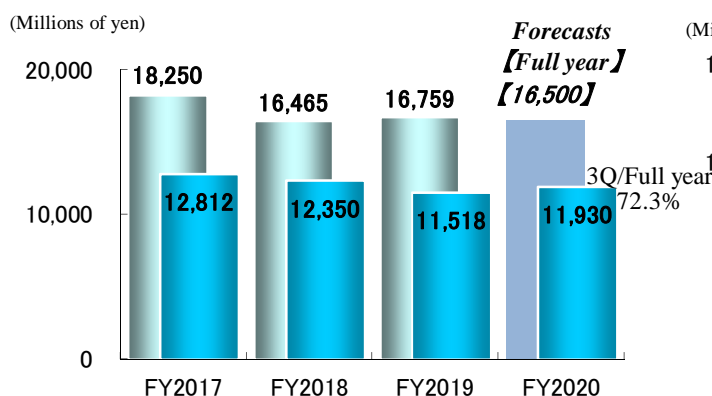
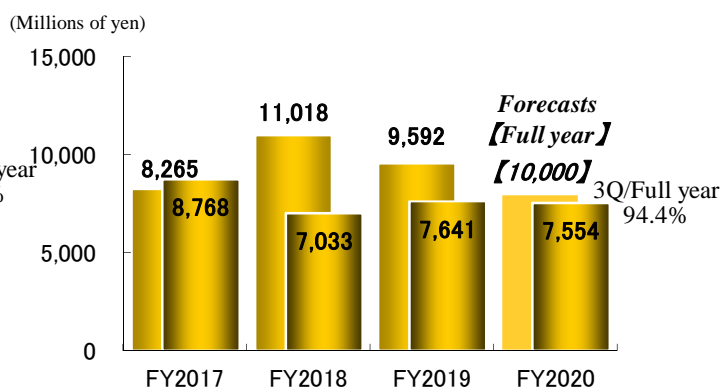
	Forecasts Full year	3rd Qtr of FY 2020 (9 months)	Changes from 3rd Qtr of FY 2019	3rd Qtr of FY 2019 (9 months)	Fiscal Year 2019 results (reference)
Ordinary income		62,758	(3,287)	66,046	88,528
<b>Core gross business profits</b>	<b>64,500</b>	<b>48,668</b>	<b>(987)</b>	<b>49,655</b>	<b>66,882</b>
Net interest income		41,082	(336)	41,419	55,299
Net fees and commissions		7,018	(537)	7,556	10,569
Net trading income		48	(7)	55	136
Net other income		518	(106)	624	877
Gains on foreign exchange transactions		518	(106)	624	877
Net income on derivatives		—	—	—	—
<b>General and administrative expenses</b>	<b>45,500</b>	<b>32,956</b>	<b>(1,503)</b>	<b>34,460</b>	<b>45,768</b>
Personnel		16,543	(611)	17,155	22,673
Non-personnel		13,807	(879)	14,686	19,762
<b>Core net business profits</b>	<b>19,000</b>	<b>15,712</b>	<b>516</b>	<b>15,195</b>	<b>21,114</b>
Net gains (losses) related to bonds		2,222	(1,547)	3,770	4,872
Net business profits(before provision (reversal) of general allowance for loan losses)		17,934	(1,031)	18,966	25,987
Total credit costs	7,000	5,328	(358)	5,687	9,292
Net gains (losses) related to stocks		1,926	991	934	168
<b>Ordinary profits</b>	<b>15,500</b>	<b>14,752</b>	<b>(400)</b>	<b>15,153</b>	<b>17,718</b>
Net extraordinary gains (losses)		(444)	379	(824)	(897)
Income before income taxes		14,308	(21)	14,329	16,821
Income taxes		3,422	(606)	4,028	5,582
Income taxes deferred		(1,836)	(1,314)	(521)	396
<b>Net income</b>	<b>10,000</b>	<b>10,886</b>	<b>585</b>	<b>10,301</b>	<b>11,238</b>

**Full year / 3rd Quarter****《 Core net business profits 》****《 Net income 》**

**【Non-consolidated】 Hokkaido Bank**

- Despite of the decrease in core gross business profits, core net business profits increased by JPY411 million to JPY11,930 million compared to the corresponding period of the previous fiscal year mainly due to a decrease in general and administrative expenses.
- Ordinary profits increased by JPY106 million to JPY10,553 million, despite of the decrease in net gains related to bonds.
- Net income decreased by JPY87 million to JPY7,554 million, mainly due to an increase in income taxes.

	Forecasts Full year	3rd Qtr of FY 2020 (9 months)		3rd Qtr of FY 2019 (9 months)	Fiscal Year 2019 results (reference)
			Changes from 3rd Qtr of FY 2019		
Ordinary income		53,563	(51)	53,614	74,982
<b>Core gross business profits</b>	<b>56,500</b>	<b>40,935</b>	<b>(403)</b>	<b>41,338</b>	<b>56,383</b>
Net interest income		36,696	(414)	37,111	50,134
Net fees and commissions		3,967	(149)	4,117	5,999
Net trading income		—	—	—	—
Net other income		270	160	109	249
Gains on foreign exchange transactions		204	78	125	222
Net income on derivatives		76	76	0	48
<b>General and administrative expenses</b>	<b>40,000</b>	<b>29,004</b>	<b>(815)</b>	<b>29,819</b>	<b>39,623</b>
Personnel		13,096	(327)	13,424	17,829
Non-personnel		13,576	(487)	14,064	18,768
<b>Core net business profits</b>	<b>16,500</b>	<b>11,930</b>	<b>411</b>	<b>11,518</b>	<b>16,759</b>
Net gains (losses) related to bonds		302	(1,193)	1,496	3,608
<b>Net business profits(before provision (reversal) of general allowance for loan losses)</b>		<b>12,232</b>	<b>(782)</b>	<b>13,015</b>	<b>20,367</b>
Total credit costs	5,000	1,611	86	1,524	2,768
Net gains (losses) related to stocks		929	599	329	(2,034)
<b>Ordinary profits</b>	<b>11,500</b>	<b>10,553</b>	<b>106</b>	<b>10,446</b>	<b>13,764</b>
Net extraordinary gains (losses)		(72)	3	(76)	(191)
Income before income taxes		10,480	110	10,369	13,572
Income taxes		2,926	198	2,728	3,979
Income taxes deferred		396	421	(24)	736
<b>Net income</b>	<b>8,000</b>	<b>7,554</b>	<b>(87)</b>	<b>7,641</b>	<b>9,592</b>

**Full year / 3rd Quarter****《 Core net business profits 》****《 Net income 》**

## 2. Loans and Deposits

### (1) Loans

(Millions of yen)

	As of Dec. 31, 2020			As of Dec. 31, 2019	As of Sep. 30, 2020
	(A)	(C)=(A)-(B)	(C)/(B)	(B)	(reference)
<b>Total of two banks</b>	9,290,305	667,152	7.73%	8,623,152	8,993,879
Loans to small and medium-sized enterprises("SMEs") and individuals	5,812,222	396,896	7.32%	5,415,326	5,713,449
Housing and consumer loans	2,677,432	153,886	6.09%	2,523,546	2,618,058
<b>Hokuriku bank</b>	5,076,795	179,847	3.67%	4,896,948	5,058,434
Loans to small and medium-sized enterprises("SMEs") and individuals	3,377,611	196,726	6.18%	3,180,885	3,345,357
Housing and consumer loans	1,409,700	97,235	7.40%	1,312,465	1,374,932
<b>Hokkaido bank</b>	4,213,509	487,305	13.07%	3,726,204	3,935,445
Loans to small and medium-sized enterprises("SMEs") and individuals	2,434,611	200,170	8.95%	2,234,441	2,368,092
Housing and consumer loans	1,267,731	56,650	4.67%	1,211,080	1,243,126

### (2) Deposits and Investment products

(Millions of yen)

	As of Dec. 31, 2020			As of Dec. 31, 2019	As of Sep. 30, 2020
	(A)	(C)=(A)-(B)	(C)/(B)	(B)	(reference)
<b>Total of two banks</b>					
Deposits*	12,925,331	1,202,302	10.25%	11,723,028	12,451,473
Individual deposits*	8,444,479	518,323	6.53%	7,926,156	8,211,230
Total individual assets	8,898,917	487,746	5.79%	8,411,170	8,678,909
Individual deposits* (deposits in yen)	8,424,860	521,105	6.59%	7,903,755	8,190,403
Investment products (for individuals)	474,056	(33,358)	(6.57%)	507,415	488,506
Foreign currency deposits	19,618	(2,782)	(12.41%)	22,400	20,826
Public bonds	215,722	(7,262)	(3.25%)	222,985	230,468
Investment trusts	238,715	(23,313)	(8.89%)	262,029	237,210
<b>Hokuriku bank (Non-consolidated)</b>					
Deposits*	7,359,095	613,716	9.09%	6,745,378	7,168,104
Individual deposits*	4,646,845	245,559	5.57%	4,401,285	4,541,119
Total individual assets	4,860,716	234,249	5.06%	4,626,467	4,753,448
Individual deposits* (deposits in yen)	4,635,540	247,058	5.62%	4,388,482	4,529,348
Investment products (for individuals)	225,175	(12,808)	(5.38%)	237,984	224,099
Foreign currency deposits	11,304	(1,499)	(11.70%)	12,803	11,770
Public bonds	89,767	(2,574)	(2.78%)	92,341	90,776
Investment trusts	124,104	(8,734)	(6.57%)	132,839	121,552
<b>Hokkaido bank (Non-consolidated)</b>					
Deposits*	5,566,236	588,586	11.82%	4,977,649	5,283,369
Individual deposits*	3,797,634	272,763	7.73%	3,524,870	3,670,111
Total individual assets	4,038,200	253,497	6.69%	3,784,703	3,925,461
Individual deposits* (deposits in yen)	3,789,319	274,046	7.79%	3,515,273	3,661,054
Investment products (for individuals)	248,880	(20,549)	(7.62%)	269,430	264,406
Foreign currency deposits	8,314	(1,282)	(13.36%)	9,597	9,056
Public bonds	125,955	(4,687)	(3.58%)	130,643	139,692
Investment trusts	114,611	(14,578)	(11.28%)	129,189	115,657

\*including NCD

### 【Group Total (Two banks and Hokuhoku Tokai Tokyo Securities Co.,Ltd. Combined)】

(Millions of yen)

	As of Dec. 31, 2020			As of Dec. 31, 2019	As of Sep. 30, 2020
	(A)	(C)=(A)-(B)	(C)/(B)	(B)	(reference)
<b>Total balance of investment products for individuals</b>	562,970	(25,866)	(4.39%)	588,837	569,572
Total balance of investment products for individuals (Total of two banks)	474,056	(33,358)	(6.57%)	507,415	488,506
Investment products for individuals at Hokuhoku Tokai Tokyo Securities Co.,Ltd.	88,914	7,491	9.20%	81,422	81,065



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

(Millions of yen)

		As of Dec.31,2020	As of Dec.31,2019	As of Sep.30,2020
Total of two banks	Bankrupt and substantially bankrupt	10,390	15,142	10,985
	Doubtful	134,204	123,800	128,526
	Substandard	25,324	21,515	23,774
	Non Performing Loan (A)	169,918	160,459	163,286
	Total (B)	9,535,467	8,872,439	9,243,457
	NPL ratio (A)/(B)	1.78%	1.80%	1.76%
Hokuriku bank (Non-consolidated)	Bankrupt and substantially bankrupt	6,666	9,966	7,007
	Doubtful	88,644	73,221	83,926
	Substandard	14,266	12,677	13,200
	Non Performing Loan (A)	109,577	95,865	104,135
	Total (B)	5,153,070	4,972,873	5,136,799
	NPL ratio (A)/(B)	2.12%	1.92%	2.02%
Hokkaido bank (Non-consolidated)	Bankrupt and substantially bankrupt	3,723	5,176	3,978
	Doubtful	45,559	50,579	44,599
	Substandard	11,058	8,837	10,573
	Non Performing Loan (A)	60,340	64,594	59,151
	Total (B)	4,382,396	3,899,566	4,106,658
	NPL ratio (A)/(B)	1.37%	1.65%	1.44%

**4. Capital Adequacy Ratio (Domestic Standard)**

		As of Dec.31,2020	As of Dec.31,2019	As of Sep.30,2020
FG (Consolidated)	Capital adequacy ratio	9.27%	9.07%	9.32%
Hokuriku bank (Non-consolidated)	Capital adequacy ratio	9.09%	8.83%	9.00%
Hokkaido bank (Non-consolidated)	Capital adequacy ratio	8.78%	8.57%	9.06%

**5. Valuation Difference on Securities**

(Millions of yen)

		As of Dec.31,2020			
		Market value	Valuation difference		
				Gains	Losses
FG(Consolidated)	Available-for-sale securities	1,819,781	113,693	136,330	22,636
	Japanese Stocks	194,232	104,530	112,029	7,499
	Japanese Bonds	1,094,613	4,391	5,294	903
	Others	530,934	4,772	19,006	14,234
Total of two banks	Available-for-sale securities	1,819,732	113,521	134,767	21,245
	Japanese Stocks	193,163	108,337	114,445	6,107
	Japanese Bonds	1,099,789	4,566	5,470	903
	Others	526,779	617	14,851	14,234
Hokuriku bank (Non-consolidated)	Available-for-sale securities	1,211,498	95,550	106,849	11,299
	Japanese Stocks	146,658	84,604	90,278	5,673
	Japanese Bonds	733,250	4,144	4,483	338
	Others	331,588	6,800	12,088	5,287
Hokkaido bank (Non-consolidated)	Available-for-sale securities	608,234	17,971	27,917	9,946
	Japanese Stocks	46,504	23,732	24,167	434
	Japanese Bonds	366,538	422	986	564
	Others	195,190	(6,183)	2,762	8,946

(Millions of yen)

		As of Sep.30,2020			
		Market value	Valuation difference		
				Gains	Losses
FG(Consolidated)	Available-for-sale securities	1,759,005	112,621	132,140	19,518
	Japanese Stocks	190,818	101,253	107,035	5,782
	Japanese Bonds	1,087,976	5,116	6,222	1,105
	Others	480,211	6,251	18,881	12,630
Total of two banks	Available-for-sale securities	1,759,177	112,759	130,871	18,111
	Japanese Stocks	189,685	105,087	109,462	4,374
	Japanese Bonds	1,093,163	5,303	6,409	1,105
	Others	476,328	2,368	14,998	12,630
Hokuriku bank (Non-consolidated)	Available-for-sale securities	1,211,781	92,419	102,723	10,304
	Japanese Stocks	142,641	80,519	84,752	4,233
	Japanese Bonds	759,569	4,787	5,243	455
	Others	309,570	7,112	12,728	5,615
Hokkaido bank (Non-consolidated)	Available-for-sale securities	547,395	20,340	28,147	7,807
	Japanese Stocks	47,044	24,568	24,710	141
	Japanese Bonds	333,593	515	1,166	650
	Others	166,757	(4,743)	2,270	7,014

## 6. Net Gains and Losses on Securities

(Millions of yen)

		3rd Qtr of FY 2020 (9 months)		3rd Qtr of FY 2019 (9 months)	Fiscal Year 2019 results (reference)
		(A)	(A)-(B)	(B)	
		FG (Consolidated)	Net gains (losses) related to bonds	2,525	
Gains on sales	4,739		(874)	5,613	9,258
Gains on redemption	315		281	34	128
Losses on sales	2,472		2,176	295	592
Losses on redemption	10		10	—	—
Losses on devaluation	48		(38)	86	314
Net gains (losses) related to stocks and others	2,693		1,699	993	(2,266)
Gains on sales	5,371		1,675	3,696	5,797
Losses on sales	2,522		(107)	2,629	4,982
Losses on devaluation	156		84	72	3,081

(Millions of yen)

		3rd Qtr of FY 2020 (9 months)		3rd Qtr of FY 2019 (9 months)	Fiscal Year 2019 results (reference)
		(A)	(A)-(B)	(B)	
		Total of two banks	Net gains (losses) related to bonds	2,525	
Gains on sales	4,739		(874)	5,613	9,258
Gains on redemption	315		281	34	128
Losses on sales	2,472		2,176	295	592
Losses on redemption	10		10	—	—
Losses on devaluation	48		(38)	86	314
Net gains (losses) related to stocks and others	2,855		1,590	1,264	(1,866)
Gains on sales	5,462		1,581	3,881	6,063
Losses on sales	2,450		(93)	2,544	4,847
Losses on devaluation	156		84	72	3,081

(Millions of yen)

		3rd Qtr of FY 2020 (9 months)		3rd Qtr of FY 2019 (9 months)	Fiscal Year 2019 results (reference)
		(A)	(A)-(B)	(B)	
		Hokuriku bank (Non-consolidated)	Net gains (losses) related to bonds	2,222	
Gains on sales	3,202		(836)	4,039	5,186
Gains on redemption	19		19	—	—
Losses on sales	950		768	182	247
Losses on redemption	—		—	—	—
Losses on devaluation	48		(38)	86	67
Net gains (losses) related to stocks and others	1,926		991	934	168
Gains on sales	3,152		1,184	1,968	3,189
Losses on sales	1,174		149	1,025	1,923
Losses on devaluation	52		43	8	1,098

(Millions of yen)

		3rd Qtr of FY 2020 (9 months)		3rd Qtr of FY 2019 (9 months)	Fiscal Year 2019 results (reference)
		(A)	(A)-(B)	(B)	
		Hokkaido bank (Non-consolidated)	Net gains (losses) related to bonds	302	
Gains on sales	1,537		(37)	1,574	4,072
Gains on redemption	296		261	34	128
Losses on sales	1,521		1,408	112	345
Losses on redemption	10		10	—	—
Losses on devaluation	—		—	—	246
Net gains (losses) related to stocks and others	929		599	329	(2,034)
Gains on sales	2,309		396	1,912	2,873
Losses on sales	1,276		(242)	1,519	2,924
Losses on devaluation	103		40	63	1,983