



Summary :

Financial Results for Fiscal 2018 (Japanese GAAP)

May 10, 2019

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

Ordinary General Meeting of Shareholders (scheduled):

June 21, 2019

Commencement of Dividend Payment (scheduled):

June 24, 2019

Amounts less than one million yen and one decimal place are rounded down.

1. Financial Highlights for Fiscal 2018 (for the fiscal year ended March 31, 2019)

(1) Consolidated Results of Operations

(%: Changes from previous fiscal year)

	Ordinary Income		Ordinary Profits		Net Income Attributable to Owners of the Parent	
	¥ million	%	¥ million	%	¥ million	%
Fiscal 2018	183,645	1.5	35,318	11.1	24,359	15.0
Fiscal 2017	180,916	(3.5)	31,792	(19.5)	21,191	(24.7)

Reference: Comprehensive income Fiscal 2018: ¥25,125 million [(21.9%)], Fiscal 2017: ¥32,169 million [11.9%]

	Net Income	Diluted Net Income	Net Income	Ordinary Profits	Ordinary Profits
	per Share of Common Stock	per Share of Common Stock	on Own Capital	to Total Assets	to Ordinary Income
	¥	¥	%	%	%
Fiscal 2018	173.50	173.12	4.0	0.3	19.2
Fiscal 2017	149.40	149.10	3.6	0.3	17.6

Reference: Equity in Income from Investments in Affiliates: Fiscal 2018: ¥13 million; Fiscal 2017: ¥13 million

(2) Consolidated Financial Conditions

	Total Assets	Total Net Assets	Own Capital Ratio	Total Net Assets
	¥ million	¥ million	%	per Share of Common Stock
Fiscal 2018	13,185,972	628,004	4.7	4,348.77
Fiscal 2017	12,996,292	610,147	4.7	4,215.92

Reference: Own Capital: as of March 31, 2019: ¥624,753 million; as of March 31, 2018: ¥607,031 million

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

(3) Conditions of Consolidated Cash Flows

	Cash Flows from	Cash Flows from	Cash Flows from	Cash and Cash Equivalents
	Operating Activities	Investing Activities	Financing Activities	at the end of the fiscal Year
	¥ million	¥ million	¥ million	¥ million
Fiscal 2018	41,614	184,949	(47,694)	2,553,235
Fiscal 2017	149,389	497,774	(7,697)	2,374,356

2. Cash Dividends for Shareholders of Common Stock

(Record Date)	Cash Dividends per Share					Total Cash Dividends (Annual)	Dividends Pay-out Ratio (Consolidated basis)	Dividends on Net Assets (Consolidated basis)
	The end of 1 st Qtr	The end of 2 nd Qtr	The end of 3 rd Qtr	Fiscal year-end	Annual			
	¥	¥	¥	¥	¥	¥ million	%	%
Fiscal 2017	—	0.00	—	44.00	44.00	5,766	29.4	1.1
Fiscal 2018	—	0.00	—	44.00	44.00	5,770	25.4	1.0
Fiscal 2019 (forecast)	—	0.00	—	40.00	40.00		29.2	

3. Earnings Estimates for Fiscal 2019 (for the fiscal year ending March 31, 2020)

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

	Ordinary Profits		Net Income		Net Income
	¥ million	%	¥ million	%	per Share of Common Stock
Interim	15,500	(20.4)	9,500	(32.0)	¥ 66.31
Full Year	31,500	(10.8)	19,500	(19.9)	¥ 137.05

4. Others

(1) Changes in Significant Subsidiaries during the Fiscal Year

(Changes in specified subsidiaries accompanying changes in scope of consolidation): No

(2) Changes in Accounting Methods and Presentation of Consolidated Financial Statements

(a) Changes due to revisions of accounting standards etc.: No

(b) Changes 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 at the end of fiscal year (including Treasury Stock)

As of March 31, 2019	132,163,014	As of March 31, 2018	132,163,014
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(b) Number of Treasury Stock at the end of fiscal year

As of March 31, 2019	1,038,191	As of March 31, 2018	1,109,893
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(c) Average number of Common Stock

Fiscal 2018	131,109,575	Fiscal 2017	131,049,476
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(Reference) Non-consolidated Financial Statements for Fiscal 2018

1. Financial Highlights for Fiscal 2018(for the fiscal year ended March 31, 2019)

(1) Non-Consolidated Results of Operations

(%: Changes from previous fiscal year)

	Operating Income		Operating Profits		Ordinary Profits		Net Income	
	¥ million	%	¥ million	%	¥ million	%	¥ million	%
Fiscal 2018	8,724	68.5	8,159	76.5	8,115	77.3	8,113	77.4
Fiscal 2017	5,176	(68.5)	4,623	(70.8)	4,577	(70.9)	4,573	(70.9)

	Net Income per Share of Common Stock	Diluted Net Income per Share of Common Stock
	¥	¥
Fiscal 2018	49.58	49.47
Fiscal 2017	22.60	22.55

(2) Non-Consolidated Financial Conditions

	Total Assets	Total Net Assets	Own Capital Ratio	Total Net Assets per Share of Common Stock
	¥ million	¥ million	%	¥
Fiscal 2018	240,079	239,933	99.8	1,410.47
Fiscal 2017	264,314	239,088	90.3	1,404.73

Reference : Own Capital : as of March 31, 2019: ¥239,490 million ; as of March 31, 2018: ¥238,636 million

(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)

	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 2017	—	7.50	—	7.50	15.00
Fiscal 2018	—	7.50	—	7.50	15.00
Fiscal 2019 (Forecast)	—	7.50	—	7.50	15.00

SELECTED FINANCIAL INFORMATION
For the Fiscal Year 2018
(Ended March 31, 2019)



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

SELECTED FINANCIAL INFORMATION

For the Fiscal Year 2018 (Ended March 31,2019)

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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. Financial Highlights

1. Income Analysis

【FG(consolidated)】

	(Japanese)	For the fiscal year ended			(Billions of yen)
		Mar.31, 2019			Mar.31, 2018
		(A)	(A)-(B)	{(A)-(B)}/(B)	(B)
Ordinary income	経常収益	183.6	2.7	1.5%	180.9
Ordinary profits	経常利益	35.3	3.5	11.1%	31.7
Net income attributable to owners of the parent	親会社株主に帰属する当期純利益	24.3	3.1	15.0%	21.1

【Total of two banks】

	(Japanese)	For the fiscal year ended			(Billions of yen)
		Mar.31, 2019			Mar.31, 2018
		(A)	(A)-(B)	{(A)-(B)}/(B)	(B)
Ordinary income	経常収益	165.7	(3.6)	(2.1%)	169.3
Core gross business profits	コア業務粗利益	125.7	(5.0)	(3.9%)	130.7
Net interest income	資金利益	108.1	(4.3)		112.5
Domestic	国内業務部門	106.2	(2.5)		108.8
International	国際業務部門	1.8	(1.7)		3.6
Net fees and commissions	役務取引等利益	16.5	(0.1)		16.7
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)	0.9	(0.5)		1.5
Gains on foreign exchange transactions	うち外国為替売買益	0.9	0.6		0.3
Income from derivatives	うち金融派生商品収益	0.0	(0.0)		0.0
General and administrative expenses	経費	86.5	(2.2)		88.8
Personnel	人件費	41.9	(1.0)		42.9
Non-personnel	物件費	38.4	(0.8)		39.3
Core net business profits	コア業務純益	39.1	(2.8)	(6.8%)	41.9
Net gains (losses) related to bonds	国債等債券損益	2.1	16.0		(13.8)
Net business Profits (before provision (reversal) of general allowance for loan losses)	実質業務純益	41.2	13.1		28.1
Provision (reversal) of general allowance for loan losses (1)	一般貸倒引当金繰入(1)	(0.0)	(1.0)		1.0
Net business profits	業務純益	41.3	14.2		27.0
Net non-recurring gains (losses)	臨時損益	(4.5)	(10.6)		6.0
Credit related costs (2)	不良債権処理額(2)	4.6	5.0		(0.4)
(Reference) Total credit costs (1)+(2)	(参考)与信費用(1)+(2)	4.6	4.0		0.5
Net gains (losses) related to stocks	株式等損益	1.0	(5.7)		6.7
Ordinary profits	経常利益	36.7	3.5	10.8%	33.1
Net extraordinary gains (losses)	特別損益	(1.2)	(1.5)		0.3
Income taxes	法人税等	8.8	(0.5)		9.4
Income taxes-deferred	法人税等調整額	(0.3)	(3.7)		3.4
Net income	当期純利益	26.6	2.5	10.7%	24.0

【Hokuriku Bank】

For the fiscal year ended

(Billions of yen)

	(Japanese)	Mar.31, 2019			Mar.31, 2018 (B)
			(A)-(B)	{(A)-(B)}/(B)	
Ordinary income	経 常 収 益	90.2	(0.9)	(1.0%)	91.1
Core gross business profits	コ ア 業 務 粗 利 益	69.1	(2.0)	(2.9%)	71.2
Net interest income	資 金 利 益	58.2	(2.9)		61.1
Domestic	国 内 業 務 部 門	57.1	(2.1)		59.2
International	国 際 業 務 部 門	1.0	(0.8)		1.9
Net fees and commissions	役 務 取 引 等 利 益	9.9	0.8		9.1
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)	0.9	0.0		0.9
Gains on foreign exchange transactions	う ち 外 国 為 替 売 買 益	0.9	0.0		0.9
Income from derivatives	う ち 金 融 派 生 商 品 収 益	(0.0)	0.0		(0.0)
General and administrative expenses	経 費	46.4	(1.0)		47.5
Personnel	人 件 費	23.5	(0.5)		24.0
Non-personnel	物 件 費	19.6	(0.2)		19.9
Core net business profits	コ ア 業 務 純 益	22.6	(1.0)	(4.4%)	23.7
Net gains (losses) related to bonds	国 債 等 債 券 損 益	1.7	4.0		(2.3)
Net business Profits (before provision (reversal) of general allowance for loan losses)	実 質 業 務 純 益	24.4	3.0		21.4
Provision (reversal) of general allowance for loan losses (1)	一 般 貸 倒 引 当 金 繰 入 (1)	(0.5)	(1.5)		1.0
Net business profits	業 務 純 益	25.0	4.6		20.3
Net non-recurring gains (losses)	臨 時 損 益	(2.8)	(6.6)		3.7
Credit related costs (2)	不 良 債 権 処 理 額 (2)	3.4	2.5		0.8
(Reference) Total credit costs (1)+(2)	(参 考) 与 信 費 用 (1)+(2)	2.8	0.9		1.8
Net gains (losses) related to stocks	株 式 等 損 益	0.4	(4.0)		4.4
Ordinary profits	経 常 利 益	22.1	(1.9)	(8.2%)	24.1
Net extraordinary gains (losses)	特 別 損 益	(1.0)	0.8		(1.8)
Income taxes	法 人 税 等	5.4	(0.9)		6.4
Income taxes-deferred	法 人 税 等 調 整 額	0.3	(0.5)		0.9
Net income	当 期 純 利 益	15.5	(0.1)	(1.2%)	15.7

【Hokkaido Bank】

For the fiscal year ended

(Billions of yen)

	(Japanese)	Mar.31, 2019			Mar.31, 2018
		(A)	(A)-(B)	{(A)-(B)}/(B)	(B)
Ordinary income	経 常 収 益	75.5	(2.7)	(3.5%)	78.2
Core gross business profits	コ ア 業 務 粗 利 益	56.5	(2.9)	(5.0%)	59.5
Net interest income	資 金 利 益	49.9	(1.4)		51.3
Domestic	国 内 業 務 部 門	49.1	(0.4)		49.6
International	国 際 業 務 部 門	0.7	(0.9)		1.7
Net fees and commissions	役 務 取 引 等 利 益	6.6	(0.9)		7.6
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)	0.0	(0.5)		0.5
Gains on foreign exchange transactions	う ち 外 国 為 替 売 買 益	0.0	0.6		(0.6)
Income from derivatives	う ち 金 融 派 生 商 品 収 益	0.0	(0.0)		0.0
General and administrative expenses	経 費	40.1	(1.1)		41.3
Personnel	人 件 費	18.3	(0.5)		18.8
Non-personnel	物 件 費	18.8	(0.6)		19.4
Core net business profits	コ ア 業 務 純 益	16.4	(1.7)	(9.8%)	18.2
Net gains (losses) related to bonds	国 債 等 債 券 損 益	0.3	11.9		(11.5)
Net business Profits (before provision (reversal) of general allowance for loan losses)	実 質 業 務 純 益	16.8	10.1		6.6
Provision (reversal) of general allowance for loan losses (1)	一 般 貸 倒 引 当 金 繰 入 (1)	0.5	0.5		—
Net business profits	業 務 純 益	16.2	9.6		6.6
Net non-recurring gains (losses)	臨 時 損 益	(1.7)	(4.0)		2.3
Credit related costs (2)	不 良 債 権 処 理 額 (2)	1.2	2.5		(1.2)
(Reference) Total credit costs (1)+(2)	(参 考) 与 信 費 用 (1)+(2)	1.7	3.0		(1.2)
Net gains (losses) related to stocks	株 式 等 損 益	0.6	(1.6)		2.3
Ordinary profits	経 常 利 益	14.5	5.5	61.9%	8.9
Net extraordinary gains (losses)	特 別 損 益	(0.1)	(2.3)		2.2
Income taxes	法 人 税 等	3.3	0.4		2.9
Income taxes-deferred	法 人 税 等 調 整 額	(0.6)	(3.1)		2.4
Net income	当 期 純 利 益	11.0	2.7	33.3%	8.2

2. Loans and Deposits

(1) Loans

【Total of two banks】

(Billions of yen)

	(Japanese)	As of Mar.31,2019			As of Mar.31,2018	As of Mar.31,2017
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
Loans	(1) 貸 出 金	8,360.8	171.4	572.5	8,189.4	7,788.3
Loans to small and medium-sized enterprises("SMEs") and individuals	(2) 中小企業等向け貸出	5,275.8	121.8	303.5	5,153.9	4,972.2
Housing and consumer loans	(3) 個人ローン	2,432.2	81.9	182.0	2,350.3	2,250.2
Housing loans	住宅系ローン	2,277.9	82.1	176.1	2,195.8	2,101.7
Percentage of loans to SMEs and individuals, to total loans	(2)/(1) 中小企業等向け貸出比率	63.10%	0.17%	(0.74%)	62.93%	63.84%
Percentage of housing and consumer loans, to total loans	(3)/(1) 個人ローン比率	29.09%	0.40%	0.20%	28.69%	28.89%

【Hokuriku bank】

(Billions of yen)

	(Japanese)	As of Mar.31,2019			As of Mar.31,2018	As of Mar.31,2017
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
Loans	(1) 貸 出 金	4,740.3	70.2	272.7	4,670.1	4,467.6
Loans to small and medium-sized enterprises("SMEs") and individuals	(2) 中小企業等向け貸出	3,094.8	44.6	125.1	3,050.2	2,969.7
Housing and consumer loans	(3) 個人ローン	1,253.4	27.8	53.5	1,225.5	1,199.8
Housing loans	住宅系ローン	1,186.9	29.2	52.9	1,157.6	1,133.9
Percentage of loans to SMEs and individuals, to total loans	(2)/(1) 中小企業等向け貸出比率	65.28%	(0.03%)	(1.19%)	65.31%	66.47%
Percentage of housing and consumer loans, to total loans	(3)/(1) 個人ローン比率	26.44%	0.20%	(0.41%)	26.24%	26.85%

【Hokkaido bank】

(Billions of yen)

	(Japanese)	As of Mar.31,2019			As of Mar.31,2018	As of Mar.31,2017
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
Loans	(1) 貸 出 金	3,620.5	101.2	299.7	3,519.2	3,320.7
Loans to small and medium-sized enterprises("SMEs") and individuals	(2) 中小企業等向け貸出	2,180.9	77.2	178.4	2,103.7	2,002.5
Housing and consumer loans	(3) 個人ローン	1,178.8	54.1	128.4	1,124.7	1,050.3
Housing loans	住宅系ローン	1,090.9	52.8	123.2	1,038.1	967.7
Percentage of loans to SMEs and individuals, to total loans	(2)/(1) 中小企業等向け貸出比率	60.23%	0.46%	(0.07%)	59.77%	60.30%
Percentage of housing and consumer loans, to total loans	(3)/(1) 個人ローン比率	32.56%	0.61%	0.93%	31.95%	31.63%

(2) Deposits and Investment products

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

(Billions of yen)

	(Japanese)	As of Mar.31,2019			As of	As of
		(A)	(A)-(B)	(A)-(C)	Mar.31,2018 (B)	Mar.31,2017 (C)
Total balance of investment products for individuals	個人向け投資型金融商品	600.3	(13.0)	(5.9)	613.4	606.3
Total balance of investment products for individuals (Total of two banks)	個人向け投資型金融商品 (2行合算)	526.5	(15.1)	(22.0)	541.7	548.5
Investment products for individuals at Hokuhoku Tokai Tokyo Securities Co.,Ltd.	ほくほくTT証券の個人向け投資型金融商品	73.7	2.0	16.0	71.7	57.7

※Hokuhoku Tokai Tokyo Securities Co.,Ltd started business on Jan. 2017.

【Total of two banks】

(Billions of yen)

	(Japanese)	As of Mar.31,2019			As of	As of
		(A)	(A)-(B)	(A)-(C)	Mar.31,2018 (B)	Mar.31,2017 (C)
Deposits*	預金(含む譲渡性預金)	11,439.7	258.9	708.6	11,180.7	10,731.0
Individual deposits*	うち個人預金(含む譲渡性預金)	7,669.8	171.2	344.2	7,498.6	7,325.6
Total individual assets	(1) 個人預かり資産	8,170.9	157.3	319.4	8,013.6	7,851.5
Individual deposits* (deposits in yen)	個人預金(円貨)	7,644.3	172.5	341.4	7,471.8	7,302.9
Investment products (for individuals)	(2) 投資型金融商品	526.5	(15.1)	(22.0)	541.7	548.5
Foreign currency deposits	外貨預金	25.4	(1.2)	2.7	26.7	22.6
Public bonds	公共債	225.8	3.1	30.0	222.6	195.7
Investment trusts	投資信託	275.2	(17.0)	(54.8)	292.3	330.1
Percentage of investment products, to total individual assets	(2)/(1) 投資型金融商品比率	6.44%	(0.32%)	(0.54%)	6.76%	6.98%

【Hokuriku bank】

(Billions of yen)

	(Japanese)	As of Mar.31,2019			As of	As of
		(A)	(A)-(B)	(A)-(C)	Mar.31,2018 (B)	Mar.31,2017 (C)
Deposits*	預金(含む譲渡性預金)	6,636.8	131.0	393.4	6,505.8	6,243.3
Individual deposits*	うち個人預金(含む譲渡性預金)	4,267.9	91.1	196.7	4,176.7	4,071.1
Total individual assets	(1) 個人預かり資産	4,500.3	74.2	152.5	4,426.0	4,347.7
Individual deposits* (deposits in yen)	個人預金(円貨)	4,252.3	90.8	193.8	4,161.5	4,058.5
Investment products (for individuals)	(2) 投資型金融商品	247.9	(16.5)	(41.2)	264.5	289.2
Foreign currency deposits	外貨預金	15.6	0.3	2.9	15.2	12.6
Public bonds	公共債	93.6	(10.9)	(12.7)	104.5	106.3
Investment trusts	投資信託	138.7	(6.0)	(31.4)	144.7	170.2
Percentage of investment products, to total individual assets	(2)/(1) 投資型金融商品比率	5.51%	(0.46%)	(1.14%)	5.97%	6.65%

【Hokkaido bank】

(Billions of yen)

	(Japanese)	As of Mar.31,2019			As of	As of
		(A)	(A)-(B)	(A)-(C)	Mar.31,2018 (B)	Mar.31,2017 (C)
Deposits*	預金(含む譲渡性預金)	4,802.8	127.9	315.2	4,674.9	4,487.6
Individual deposits*	うち個人預金(含む譲渡性預金)	3,401.8	80.0	147.4	3,321.8	3,254.4
Total individual assets	(1) 個人預かり資産	3,670.6	83.1	166.8	3,587.5	3,503.7
Individual deposits* (deposits in yen)	個人預金(円貨)	3,392.0	81.6	147.5	3,310.3	3,244.4
Investment products (for individuals)	(2) 投資型金融商品	278.6	1.4	19.2	277.1	259.3
Foreign currency deposits	外貨預金	9.8	(1.6)	(0.1)	11.5	10.0
Public bonds	公共債	132.1	14.1	42.7	118.0	89.4
Investment trusts	投資信託	136.5	(11.0)	(23.3)	147.5	159.9
Percentage of investment products, to total individual assets	(2)/(1) 投資型金融商品比率	7.59%	(0.13%)	0.19%	7.72%	7.40%

*including NCD

3. Securities

(1) Balance of securities

(Billions of yen)

	(Japanese)	Total of two banks											
		As of Mar.31,2019			As of Mar.31,2018			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	1,788.8	(154.4)	1,943.3	1,197.0	(120.0)	1,317.1	591.8	(34.3)	626.2			
Government bonds	国債	599.0	(121.6)	720.6	400.1	(81.1)	481.2	198.8	(40.4)	239.3			
Local government bonds	地方債	365.1	49.3	315.7	283.9	34.4	249.5	81.1	14.9	66.2			
Corporate bonds	社債	308.8	2.1	306.7	155.1	(2.3)	157.4	153.7	4.4	149.2			
Japanese stocks	株式	233.5	(17.9)	251.4	164.8	(1.6)	166.5	68.7	(16.2)	84.9			
Foreign securities	外国証券	132.7	(91.4)	224.2	100.6	(65.3)	165.9	32.0	(26.1)	58.2			
Others	その他	149.5	25.0	124.4	92.3	(4.0)	96.3	57.2	29.1	28.1			
Average duration to maturity of yen bonds (years) ※	円債デュレーション(年)※	3.08	0.00	3.08	2.60	0.02	2.58	4.02	(0.04)	4.06			

※ Excluding investment balance hedged with derivative transactions

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

(Non-consolidated)

(Billions of yen)

	(Japanese)	Total of two banks											
		As of Mar.31,2019			As of Mar.31,2018			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	126.0	2.0	124.0	97.7	5.1	92.5	28.3	(3.1)	31.4			
Japanese stocks	株式	105.6	(0.7)	106.4	79.2	3.3	75.9	26.3	(4.0)	30.4			
Japanese bonds	債券	14.9	(4.6)	19.5	12.0	(3.7)	15.8	2.8	(0.8)	3.6			
Others	その他	5.4	7.3	(1.9)	6.3	5.6	0.7	(0.9)	1.7	(2.6)			

(Consolidated)

(Billions of yen)

	(Japanese)	FG			Hokuriku bank			Hokkaido bank		
		As of Mar.31,2019		As of Mar.31,2018	As of Mar.31,2019		As of Mar.31,2018	As of Mar.31,2019		As of Mar.31,2018
		(A)	(A)-(B)	(B)	(A)	(A)-(B)	(B)	(A)	(A)-(B)	(B)
Available-for-sale securities	その他有価証券	124.9	3.3	121.6	97.7	5.1	92.5	29.9	(2.8)	32.7
Japanese stocks	株式	101.4	(0.3)	101.7	79.2	3.3	75.9	26.5	(4.1)	30.6
Japanese bonds	債券	14.8	(4.5)	19.4	12.0	(3.7)	15.8	2.8	(0.8)	3.6
Others	その他	8.6	8.2	0.4	6.3	5.6	0.7	0.5	2.1	(1.5)

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

【Total of two banks】

(Billions of yen)

	(Japanese)	As of Mar.31,2019			As of Mar.31,2018	As of Mar.31,2017
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
Bankrupt and substantially bankrupt	破産更生債権等	16.1	0.0	(1.6)	16.1	17.7
Doubtful	危険債権	120.3	8.1	0.5	112.2	119.8
Substandard	要管理債権	18.2	(1.0)	(0.3)	19.2	18.6
Non Performing Loan	(1) 小計 (金融再生法開示債権)	154.6	7.1	(1.5)	147.5	156.2
Normal	正常債権	8,447.0	166.6	587.7	8,280.3	7,859.3
Total	(2) 合計 (総与信)	8,601.6	173.8	586.1	8,427.8	8,015.4
NPL ratio	(1)/(2) 開示債権比率	1.79%	0.05%	(0.15%)	1.74%	1.94%

【Hokuriku bank】

(Billions of yen)

	(Japanese)	As of Mar.31,2019			As of Mar.31,2018	As of Mar.31,2017
		(A)	(A - B)	(A - C)	(B)	(C)
Bankrupt and substantially bankrupt	破産更生債権等	10.7	(0.2)	(1.8)	11.0	12.6
Doubtful	危険債権	69.9	5.6	3.6	64.3	66.3
Substandard	要管理債権	10.7	(0.2)	0.5	10.9	10.2
Non Performing Loan	(1) 小計 (金融再生法開示債権)	91.4	5.1	2.2	86.3	89.1
Normal	正常債権	4,719.7	62.9	269.0	4,656.8	4,450.6
Total	(2) 合計 (総与信)	4,811.0	68.0	271.3	4,743.0	4,539.7
NPL ratio	(1)/(2) 開示債権比率	1.89%	0.08%	(0.07%)	1.81%	1.96%

【Hokkaido bank】

(Billions of yen)

	(Japanese)	As of Mar.31,2019			As of Mar.31,2018	As of Mar.31,2017
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
Bankrupt and substantially bankrupt	破産更生債権等	5.4	0.2	0.2	5.1	5.1
Doubtful	危険債権	50.4	2.5	(3.1)	47.9	53.5
Substandard	要管理債権	7.5	(0.7)	(0.9)	8.3	8.4
Non Performing Loan	(1) 小計 (金融再生法開示債権)	63.3	2.0	(3.8)	61.2	67.1
Normal	正常債権	3,727.3	103.7	318.6	3,623.6	3,408.6
Total	(2) 合計 (総与信)	3,790.6	105.7	314.8	3,684.8	3,475.7
NPL ratio	(1)/(2) 開示債権比率	1.66%	0.00%	(0.26%)	1.66%	1.92%

5. Capital adequacy ratio

(1) Capital adequacy ratio

	(Japanese)	FG (consolidated)			Hokuriku bank (non-consolidated)			Hokkaido bank (non-consolidated)		
		As of Mar.31,2019 (A)	(A)-(B)	As of Mar.31,2018 (B)	As of Mar.31,2019 (A)	(A)-(B)	As of Mar.31,2018 (B)	As of Mar.31,2019 (A)	(A)-(B)	As of Mar.31,2018 (B)
		Capital adequacy ratio	自己資本比率	9.09%	(0.40%)	9.49%	8.79%	(0.23%)	9.02%	8.69%

6. Forecast

(1) Earnings forecast

(Billions of yen)

	(Japanese)	【FG (consolidated)】 Forecast for FY 2019		
		Full year		Change from FY 2018
		Interim		
Ordinary profits	経常利益	15.5	31.5	(3.8)
Net income attributable to owners of the parent	親会社株主に帰属する当期純利益	9.5	19.5	(4.8)

(Billions of yen)

	(Japanese)	【Total of two banks】 Forecast for FY 2019								
		FG (consolidated)			Hokuriku bank			Hokkaido bank		
		Full year		Change from FY 2018	Full year		Change from FY 2018	Full year		Change from FY 2018
		Interim			Interim			Interim		
Core gross business profits	コア業務粗利益	62.5	125.5	(0.2)	33.5	67.5	(1.6)	29.0	58.0	1.4
General and administrative expenses	経費	43.5	87.5	0.9	23.0	46.5	0.0	20.5	41.0	0.8
Core net business profits	コア業務純益	19.0	38.0	(1.1)	10.5	21.0	(1.6)	8.5	17.0	0.5
Total credit costs	与信費用	3.3	6.0	1.3	1.8	3.5	0.6	1.5	2.5	0.7
Ordinary profits	経常利益	16.5	33.5	(3.2)	9.5	19.5	(2.6)	7.0	14.0	(0.5)
Net income	当期純利益	11.0	22.0	(4.6)	6.0	12.0	(3.5)	5.0	10.0	(1.0)

(2) Dividends forecast

	(Japanese)	Annual			
		Interim (forecast)	Year-end (forecast)		Change from FY 2018
Dividend per common share	普通株式	¥0.00	¥40.00	¥40.00	(¥4.00)
Dividend per preferred share (type 5)	第5種優先株式	¥7.50	¥7.50	¥15.00	—

II. Financial Statements

【Hokuhoku Financial Group, Inc. (Consolidated)】

Consolidated Balance Sheets (Unaudited)

		<i>Millions of yen</i>	
		As of March 31, 2018	As of March 31, 2019
(Assets)	(資産の部)		
Cash and due from banks	現金預け金	2,388,907	2,556,419
Call loans and bills bought	コールローン及び買入手形	52,753	80,210
Monetary claims bought	買入金銭債権	44,178	37,030
Trading assets	特定取引資産	4,397	4,072
Money held in trust	金銭の信託	11,241	10,723
Securities	有価証券	1,952,999	1,797,605
Loans and bills discounted	貸出金	8,172,888	8,344,137
Foreign exchanges	外国為替	18,782	15,706
Other assets	その他資産	218,945	217,369
Tangible fixed assets	有形固定資産	100,807	99,177
Intangible fixed assets	無形固定資産	24,449	21,067
Asset for retirement benefit	退職給付に係る資産	895	398
Deferred tax assets	繰延税金資産	205	1,474
Customers' liabilities for acceptances and guarantees	支払承諾見返	53,253	53,483
Allowance for loan losses	貸倒引当金	(48,413)	(52,903)
Total assets	資産の部合計	12,996,292	13,185,972
(Liabilities)	(負債の部)		
Deposits	預金	11,028,521	11,296,634
Negotiable certificates of deposit	譲渡性預金	122,691	113,693
Call money and bills sold	コールマネー及び売渡手形	45,312	27,214
Payables under repurchase agreements	売現先勘定	18,528	—
Payables under securities lending transactions	債券貸借取引受入担保金	426,276	352,650
Trading liabilities	特定取引負債	683	544
Borrowed money	借入金	567,512	612,665
Foreign exchanges	外国為替	186	795
Bonds payable	社債	25,000	—
Other liabilities	その他負債	65,704	64,694
Liability for retirement benefit	退職給付に係る負債	6,218	6,994
Reserve for directors' retirement benefits	役員退職慰労引当金	189	184
Reserve for contingent loss	偶発損失引当金	1,354	1,089
Reserve for reimbursement of deposits	睡眠預金払戻損失引当金	1,921	2,244
Reserves under the special laws	特別法上の引当金	1	2
Deferred tax liabilities	繰延税金負債	17,302	19,767
Deferred tax liabilities for land revaluation	再評価に係る繰延税金負債	5,487	5,309
Acceptances and guarantees	支払承諾	53,253	53,483
Total liabilities	負債の部合計	12,386,145	12,557,968
(Net assets)	(純資産の部)		
Capital stock	資本金	70,895	70,895
Capital surplus	資本剰余金	144,590	144,622
Retained earnings	利益剰余金	299,060	316,329
Treasury stock	自己株式	(1,367)	(1,281)
Total shareholders' equity	株主資本合計	513,178	530,565
Valuation difference on available-for-sale securities	その他有価証券評価差額金	90,163	91,608
Deferred gains or losses on hedges	繰延ヘッジ損益	(975)	(910)
Revaluation reserve for land	土地再評価差額金	8,642	8,354
Remeasurements of defined benefit plans	退職給付に係る調整累計額	(3,977)	(4,865)
Accumulated other comprehensive income	その他の包括利益累計額合計	93,852	94,187
Stock acquisition rights	新株予約権	451	443
Non-controlling interests	非支配株主持分	2,664	2,807
Total net assets	純資産の部合計	610,147	628,004
Total liabilities and net assets	負債及び純資産の部合計	12,996,292	13,185,972

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

【Hokuhoku Financial Group, Inc. (Consolidated)】

Consolidated Statements of Income (Unaudited)

		<i>Millions of yen</i>	
		For the fiscal year ended March 31, 2018	For the fiscal year ended March 31, 2019
Ordinary income	経常収益	180,916	183,645
Interest income	資金運用収益	113,659	113,442
Interest on loans and discounts	貸出金利息	89,931	86,547
Interest and dividends on securities	有価証券利息配当金	21,516	24,026
Interest on call loans and bills bought	コールローン利息及び買入手形利息	893	1,036
Interest on receivables under resale agreements	買現先利息	(10)	(9)
Interest on deposits with other banks	預け金利息	923	1,092
Other interest income	その他の受入利息	404	748
Fees and commissions	役務取引等収益	38,956	39,128
Trading income	特定取引収益	1,054	1,097
Other ordinary income	その他業務収益	15,533	20,011
Other income	その他経常収益	11,712	9,965
Other	その他の経常収益	11,712	9,965
Ordinary expenses	経常費用	149,123	148,326
Interest expenses	資金調達費用	6,318	6,390
Interest on deposits	預金利息	1,478	1,275
interest on negotiable certificates of deposit	譲渡性預金利息	28	17
Interest on call money and bills sold	コールマネー利息及び売渡手形利息	79	274
Interest on payables under repurchase agreements	売現先利息	148	217
Interest on payables under securities lending transactions	債券貸借取引支払利息	2,018	1,924
Interest on borrowings and rediscounts	借入金利息	379	336
Interest on bonds payable	社債利息	187	105
Other interest expenses	その他の支払利息	1,996	2,237
Fees and commissions	役務取引等費用	15,396	15,755
Other ordinary expenses	その他業務費用	21,675	14,773
General and administrative expenses	営業経費	98,758	96,090
Other expenses	その他経常費用	6,976	15,316
Provision of allowance for loan losses	貸倒引当金繰入額	645	5,587
Other	その他の経常費用	6,330	9,728
Ordinary profits	経常利益	31,792	35,318
Extraordinary income	特別利益	1,491	155
Gain on disposal of fixed assets	固定資産処分益	92	1,564
Gain on contribution of securities to retirement benefit trust	退職給付信託設定益	1,398	—
Other	その他	—	1
Extraordinary loss	特別損失	2,246	1,455
Loss on disposal of fixed assets	固定資産処分損	249	426
Impairment loss	減損損失	1,995	1,027
Other	その他	1	0
Income before income taxes	税金等調整前当期純利益	31,037	34,019
Income taxes-current	法人税、住民税及び事業税	6,888	9,994
Income taxes-deferred	法人税等調整額	2,792	(453)
Total income taxes	法人税等合計	9,681	6,541
Net income	当期純利益	21,356	24,477
Net income attributable to non-controlling interests	非支配株主に帰属する当期純利益	165	118
Net income attributable to owners of the parent	親会社株主に帰属する当期純利益	21,191	24,359

【Hokuhoku Financial Group, Inc. (Consolidated)】

Consolidated Statements of Comprehensive Income (Unaudited)

		<i>Millions of yen</i>	
		For the fiscal year ended March 31, 2018	For the fiscal year ended March 31, 2019
Net income before adjusting minority interest	当期純利益	21,356	24,477
Other comprehensive income	その他の包括利益	10,813	648
Valuation difference on available-for-sale securities	その他有価証券評価差額金	8,751	1,505
Deferred gains or losses on hedges	繰延ヘッジ損益	233	65
Defined retirement benefit plans	退職給付に係る調整額	1,795	(888)
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	33	(34)
Total comprehensive income	包括利益	32,169	25,125
The amount attributable to owners of the parent	親会社株主に係る包括利益	31,977	24,981
The amount attributable to non-controlling interests	非支配株主に係る包括利益	191	144

【Hokuhoku Financial Group, Inc. (Consolidated)】

Consolidated Statements of Changes In Net Assets (Unaudited)

Millions of yen

For the fiscal year ended March 31, 2018	Shareholders' equity					Total shareholders' equity 株主資本合計
	株主資本					
	Capital stock 資本金	Capital surplus 資本剰余金	Retained earnings 利益剰余金	Treasury stock 自己株式		
Balance at the beginning of the period 当期首残高	70,895	144,587	284,896	(1,398)		498,979
Changes of items during the period 当期変動額						
Cash dividends 剰余金の配当			(7,377)			(7,377)
Net income attributable to owners of the parent 親会社株主に帰属する当期純利益			21,191			21,191
Purchase of treasury stock 自己株式の取得				(24)		(24)
Disposal of treasury stock 自己株式の処分		2		55		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			350			350
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 当期変動額合計	—	2	14,164	30		14,198
Balance at the end of current period 当期末残高	70,895	144,590	299,060	(1,367)		513,178

Millions of yen

For the fiscal year ended March 31, 2018	Accumulated other comprehensive income:								Total net assets 純資産合計
	その他の包括利益累計額								
	Valuation difference on available-for-sale securities その他有価証券評価差額金	Deferred gains or losses on hedges 繰延ヘッジ損益	Revaluation reserve for land 土地再評価差額金	Remeasurements of defined benefit plans 退職給付に係る調整累計額	Total accumulated other comprehensive income その他の包括利益累計額合計	Stock acquisition rights 新株予約権	Non-controlling interests 非支配株主持分		
Balance at the beginning of the period 当期首残高	81,406	(1,208)	8,993	(5,773)	83,417	367	2,472		585,237
Changes of items during the period 当期変動額									
Cash dividends 剰余金の配当									(7,377)
Net income attributable to owners of the parent 親会社株主に帰属する当期純利益									21,191
Purchase of treasury stock 自己株式の取得									(24)
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									350
Net changes of items other than shareholders' equity 株主資本以外の項目の変動	8,757	233	(350)	1,795	10,435	84	191		10,711
Total changes during the period 当期変動額合計	8,757	233	(350)	1,795	10,435	84	191		24,909
Balance at the end of current period 当期末残高	90,163	(975)	8,642	(3,977)	93,852	451	2,664		610,147

Millions of yen

For the fiscal year ended March 31, 2019	Shareholders' equity				
	株主資本				
	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 当期首残高	70,895	144,590	299,060	(1,367)	513,178
Changes of items during the period 当期変動額					
Cash dividends 剰余金の配当			(7,378)		(7,378)
Net income attributable to owners of the parent 親会社株主に帰属する当期純利益			24,359		24,359
Purchase of treasury stock 自己株式の取得				(8)	(8)
Disposal of treasury stock 自己株式の処分		32		94	127
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			287		287
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 当期変動額合計	—	32	17,268	86	17,387
Balance at the end of current period 当期末残高	70,895	144,622	316,329	(1,281)	530,565

Millions of yen

For the fiscal year ended March 31, 2019	Accumulated other comprehensive income:						Stock acquisition rights 新株予約権	Non-controlling interests 非支配株主持分	Total net assets 純資産合計
	その他の包括利益累計額								
	Valuation difference on available-for-sale securities その他の有価証券評価差額金	Deferred gains or losses on hedges 繰延ヘッジ損益	Revaluation reserve for land 土地再評価差額金	Remeasurements of defined benefit plans 退職給付に係る調整累計額	Total accumulated other comprehensive income その他の包括利益累計額合計				
Balance at the beginning of the period 当期首残高	90,163	(975)	8,642	(3,977)	93,852	451	2,664	610,147	
Changes of items during the period 当期変動額									
Cash dividends 剰余金の配当								(7,378)	
Net income attributable to owners of the parent 親会社株主に帰属する当期純利益								24,359	
Purchase of treasury stock 自己株式の取得								(8)	
Disposal of treasury stock 自己株式の処分								127	
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								287	
Net changes of items other than shareholders' equity 株主資本以外の項目の変動	1,445	65	(287)	(888)	334	(8)	143	469	
Total changes during the period 当期変動額合計	1,445	65	(287)	(888)	334	(8)	143	17,857	
Balance at the end of current period 当期末残高	91,608	(910)	8,354	(4,865)	94,187	443	2,807	628,004	

【Hokuhoku Financial Group, Inc. (Consolidated)】

Consolidated Statements of Cash Flows (Unaudited)

		<i>Millions of yen</i>	
		For the fiscal year ended March 31, 2018	For the fiscal year ended March 31, 2019
I. Cash flows from operating activities:	営業活動によるキャッシュ・フロー		
Income before income taxes	税金等調整前当期純利益	31,037	34,019
Depreciation	減価償却費	6,776	7,379
Impairment losses	減損損失	1,995	1,027
Amortization of goodwill	のれん償却額	2,102	2,102
Equity in losses(gains) of affiliates	持分法による投資損益(△)	(13)	(13)
Increase (decrease) in allowance for loan losses	貸倒引当金の増減(△)	(3,311)	4,490
Increase (decrease) in reserve for contingent loss	偶発損失引当金の増減(△)額	(138)	(264)
Decrease (Increase) in asset for retirement benefit	退職給付に係る資産の増(△)減額	(895)	497
Increase (decrease) in liability for retirement benefit	退職給付に係る負債の増減(△)額	(8,807)	775
Increase (decrease) in reserve for directors' retirement benefits	役員退職慰労引当金の増減(△)額	(14)	(5)
Increase (decrease) in reserve for reimbursement of deposits	睡眠預金払戻損失引当金の増減(△)	331	322
Interest income	資金運用収益	(113,659)	(113,442)
Interest expenses	資金調達費用	6,318	6,390
Losses (gains) on securities	有価証券関係損益(△)	3,980	(2,922)
Losses (gains) on money held in trust	金銭の信託の運用損益(△)	(0)	(3)
Losses (gains) on foreign exchange	為替差損益(△)	5,836	(2,859)
Losses (gains) on sales of fixed assets	固定資産処分損益(△)	156	271
Net decrease (increase) in trading assets	特定取引資産の純増(△)減	248	325
Net increase (decrease) in trading liabilities	特定取引負債の純増減(△)	(178)	(138)
Net decrease (increase) in loans and bills discounted	貸出金の純増(△)減	(401,550)	(171,249)
Net increase (decrease) in deposits	預金の純増減(△)	467,749	268,113
Net increase (decrease) in negotiable certificates of deposit	譲渡性預金の純増減(△)	(17,807)	(8,998)
Net increase (decrease) in borrowed money (excluding subordinated borrowed money)	借入金(劣後特約付借入金を除く)の純増減(△)	242,180	60,152
Net decrease (increase) in due from banks (excluding deposits with the Bank of Japan)	預け金(日銀預け金を除く)の純増(△)減	4,290	11,368
Net decrease (increase) in call loans, and others	コールローン等の純増(△)減	55,069	(20,309)
Net increase (decrease) in call money and bills sold	コールマネー等の純増減(△)	27,572	(36,625)
Net increase (decrease) in payables under repurchase agreements	債券貸借取引受入担保金の純増減(△)	(108,085)	(73,626)
Net decrease (increase) in foreign exchanges (assets)	外国為替(資産)の純増(△)減	(2,522)	3,075
Net increase (decrease) in foreign exchanges (liabilities)	外国為替(負債)の純増減(△)	82	608
Interest income-cash basis	資金運用による収入	90,917	89,614
Interest expense-cash basis	資金調達による支出	(6,314)	(6,364)
Other, net	その他	(129,917)	(6,145)
Subtotal	小計	153,429	47,566
Income taxes paid	法人税等の支払額	(4,040)	(5,951)
Net cash provided by (used in) operating activities	営業活動によるキャッシュ・フロー	149,389	41,614
II. Cash flows from investing activities:	投資活動によるキャッシュ・フロー		
Purchases of securities	有価証券の取得による支出	(468,588)	(725,930)
Proceeds from sales of securities	有価証券の売却による収入	695,593	677,669
Proceeds from redemption of securities	有価証券の償還による収入	259,314	214,366
Payments for increase in money held in trust	金銭の信託の増加による支出	(21,380)	(20,117)
Proceeds from decrease in money held in trust	金銭の信託の減少による収入	21,135	20,482
Proceeds from fund management	投資活動としての資金運用による収入	21,516	24,030
Purchases of tangible fixed assets	有形固定資産の取得による支出	(5,826)	(4,226)
Proceeds from sales of tangible fixed assets	有形固定資産の売却による収入	197	354
Purchases of intangible fixed assets	無形固定資産の取得による支出	(4,186)	(1,678)
Net cash provided by (used in) investing activities	投資活動によるキャッシュ・フロー	497,774	184,949
III. Cash flows from financing activities:	財務活動によるキャッシュ・フロー		
Repayment of subordinated borrowed money	劣後特約付借入金の返済による支出	—	(15,000)
Repayment of subordinated bonds	劣後特約付社債の償還による支出	—	(25,000)
Expenditures for fund procurement	財務活動としての資金調達による支出	(307)	(307)
Dividends paid	配当金の支払額	(7,377)	(7,378)
Dividends paid to non-controlling shareholders	非支配株主への配当金の支払額	(0)	(0)
Purchases of treasury stock	自己株式の取得による支出	(12)	(8)
Proceeds from sales of treasury stock	自己株式の売却による収入	0	0
Net cash provided by (used in) financing activities	財務活動によるキャッシュ・フロー	(7,697)	(47,694)
IV. Effect of exchange rate changes on cash and cash equivalents	現金及び現金同等物に係る換算差額	(11)	8
V. Net increase (decrease) in cash and cash equivalents	現金及び現金同等物の増減(△)額	639,454	178,879
VI. Cash and cash equivalents at the beginning of the period	現金及び現金同等物の期首残高	1,734,901	2,374,356
VII. Cash and cash equivalents at the end of the period	現金及び現金同等物の期末残高	2,374,356	2,553,235

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

Balance Sheets (Unaudited)

		<i>Millions of yen</i>	
		As of March 31, 2018	As of March 31, 2019
(Assets)	(資産の部)		
Cash and due from banks	現金預け金	1,465,060	1,596,327
Call loans and bills bought	コールローン	52,753	80,210
Monetary claims bought	買入金銭債権	44,177	37,030
Trading assets	特定取引資産	1,491	1,188
Securities	有価証券	1,317,103	1,197,044
Loans and bills discounted	貸出金	4,670,149	4,740,350
Foreign exchanges	外国為替	12,087	8,392
Other assets	その他資産	73,461	69,509
Tangible fixed assets	有形固定資産	76,791	76,152
Intangible fixed assets	無形固定資産	5,963	5,349
Prepaid pension cost	前払年金費用	3,980	3,693
Customers' liabilities for acceptances and guarantees	支払承諾見返	28,593	26,879
Allowance for loan losses	貸倒引当金	(18,675)	(21,207)
Total assets	資産の部合計	7,732,938	7,820,921
(Liabilities)	(負債の部)		
Deposits	預金	6,394,373	6,520,452
Negotiable certificates of deposit	譲渡性預金	111,451	116,393
Call money and bills sold	コールマネー	45,312	27,214
Payables under repurchase agreements	売先勘定	18,528	—
Payables under securities lending transactions	債券貸借取引受入担保金	392,551	335,914
Trading liabilities	特定取引負債	683	544
Borrowed money	借入金	338,167	377,217
Foreign exchanges	外国為替	47	55
Other liabilities	その他負債	21,181	18,095
Reserve for employee retirement benefits	退職給付引当金	1,132	716
Reserve for directors' retirement benefits	役員退職慰労引当金	43	43
Reserve for contingent loss	偶発損失引当金	876	726
Reserve for reimbursement of deposits	睡眠預金払戻損失引当金	1,331	1,608
Deferred tax liabilities	繰延税金負債	17,760	20,608
Deferred tax liabilities for land revaluation	再評価に係る繰延税金負債	5,487	5,309
Acceptances and guarantees	支払承諾	28,593	26,879
Total liabilities	負債の部合計	7,377,520	7,451,782
(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	122,717	133,724
Total shareholders' equity	株主資本合計	278,125	289,132
Valuation difference on available-for-sale securities	その他有価証券評価差額金	69,625	72,562
Deferred gains or losses on hedges	繰延ヘッジ損益	(975)	(910)
Revaluation reserve for land	土地再評価差額金	8,642	8,354
Total valuation and translation adjustments	評価・換算差額等合計	77,292	80,006
Total net assets	純資産の部合計	355,417	369,139
Total liabilities and net assets	負債及び純資産の部合計	7,732,938	7,820,921

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

Statements of Income (Unaudited)

		For the fiscal year ended March 31, 2018	For the fiscal year ended March 31, 2019
Ordinary income	経常収益	91,139	90,239
Interest income	資金運用収益	66,465	63,169
<i>Interest on loans and discounts</i>	貸出金利息	46,558	44,423
<i>Interest and dividends on securities</i>	有価証券利息配当金	18,106	16,391
Fees and commissions	役務取引等収益	16,262	17,345
Trading income	特定取引収益	45	52
Other ordinary income	その他業務収益	2,013	5,143
Other income	その他経常収益	6,353	4,529
Ordinary expenses	経常費用	66,978	68,065
Interest expense	資金調達費用	5,309	4,961
<i>Interest on deposits</i>	預金利息	1,020	909
<i>Interest on borrowings and rediscounts</i>	借入金利息	333	14
Fees and commissions	役務取引等費用	7,154	7,391
Other ordinary expenses	その他業務費用	3,385	2,416
General and administrative expenses	営業経費	48,154	5,802
Other expenses	その他経常費用	2,975	2,692
Ordinary profits	経常利益	24,161	22,173
Extraordinary income	特別利益	91	134
Extraordinary loss	特別損失	1,990	1,223
Income before income taxes	税引前当期純利益	22,262	21,085
Income taxes-current	法人税、住民税及び事業税	5,502	5,105
Income taxes-deferred	法人税等調整額	987	389
Total income taxes	法人税等合計	6,490	5,494
Net income	当期純利益	15,772	15,590

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

Balance Sheets (Unaudited)

		As of March 31, 2018	As of March 31, 2019
(Assets)	(資産の部)		
Cash and due from banks	現金預け金	923,208	958,032
Trading account securities	商品有価証券	2,906	2,883
Money held in trust	金銭の信託	9,491	9,123
Securities	有価証券	626,231	591,833
Loans and bills discounted	貸出金	3,519,283	3,620,530
Foreign exchanges	外国為替	6,694	7,314
Other assets	その他資産	94,949	94,204
Tangible fixed assets	有形固定資産	29,151	28,318
Intangible fixed assets	無形固定資産	4,563	3,980
Deferred tax assets	繰延税金資産	1,110	2,658
Customers' liabilities for acceptances and guarantees	支払承諾見返	24,646	26,594
Allowance for loan losses	貸倒引当金	(22,175)	(23,454)
Total assets	資産の部合計	5,220,060	5,322,018
(Liabilities)	(負債の部)		
Deposits	預金	4,648,903	4,790,689
Negotiable certificates of deposit	譲渡性預金	26,040	12,200
Payables under securities lending transactions	債券貸借取引受入担保金	33,725	16,736
Borrowed money	借入金	249,400	230,000
Foreign exchanges	外国為替	139	739
Other liabilities	その他負債	14,513	16,885
Reserve for employee retirement benefits	退職給付引当金	2,048	2,156
Reserve for directors' retirement benefits	役員退職慰労引当金	104	93
Reserve for contingent loss	偶発損失引当金	477	362
Reserve for reimbursement of deposits	睡眠預金払戻損失引当金	589	635
Acceptances and guarantees	支払承諾	24,646	26,594
Total liabilities	負債の部合計	5,000,588	5,097,094
(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	86,931	94,708
Total shareholders' equity	株主資本合計	197,250	205,027
Valuation difference on available-for-sale securities	その他有価証券評価差額金	22,221	19,896
Total valuation and translation adjustments	評価・換算差額等合計	22,221	19,896
Total net assets	純資産の部合計	219,472	224,923
Total liabilities and net assets	負債及び純資産の部合計	5,220,060	5,322,018

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

Statements of Income (Unaudited)

		For the fiscal year ended March 31, 2018	For the fiscal year ended March 31, 2019
Ordinary income	經常収益	78,222	75,519
Interest income	資金運用収益	52,319	51,318
<i>Interest on loans and discounts</i>	貸出金利息	43,472	42,204
<i>Interest and dividends on securities</i>	有価証券利息配当金	8,438	8,603
Fees and commissions	役務取引等収益	17,199	16,621
Other ordinary income	その他業務収益	1,382	1,896
Other income	その他經常収益	7,319	5,682
Ordinary expenses	經常費用	69,226	60,958
Interest expense	資金調達費用	963	1,380
<i>Interest on deposits</i>	預金利息	460	366
<i>Interest on borrowings and rediscounts</i>	借入金利息	187	3
Fees and commissions	役務取引等費用	9,591	9,995
Other ordinary expenses	その他業務費用	12,369	1,522
General and administrative expenses	営業経費	42,317	40,330
Other expenses	その他經常費用	3,985	7,730
Ordinary profits	經常利益	8,995	14,561
Extraordinary income	特別利益	2,518	33
Extraordinary loss	特別損失	282	183
Income before income taxes	税引前当期純利益	11,231	14,411
Income taxes-current	法人税、住民税及び事業税	498	4,089
Income taxes-deferred	法人税等調整額	2,467	(696)
Total income taxes	法人税等合計	2,965	3,392
Net income	当期純利益	8,265	11,018

III. Summary of Financial Results

1. Income Analysis

【Hokuhoku FG (consolidated)】

For the fiscal year ended (Millions of yen)

	(Japanese)	Mar.31, 2019	change	Mar.31, 2018
		(A)	(A - B)	(B)
Consolidated gross business profits	連結粗利益	136,761	10,945	125,815
Net interest income	資金利益	107,052	(289)	107,342
Net fees and commissions	役務取引等利益	23,373	(186)	23,560
Net trading income	特定取引利益	1,097	43	1,054
Net other income	その他業務利益	5,237	11,378	(6,141)
General and administrative expenses	営業経費	96,090	(2,667)	98,758
Amortization of goodwill	うちのれん償却	2,102	—	2,102
Total credit costs	不良債権処理額	6,278	4,868	1,409
Written-off of loans	貸出金償却	506	45	460
Provision of allowance for loan losses	貸倒引当金繰入額	5,587	4,941	645
Other credit costs	その他不良債権処理額	184	(118)	303
Net gains (losses) related to stocks	株式等損益	793	(5,078)	5,872
Other non-recurring gains (losses)	その他臨時損益	133	(139)	273
Ordinary profits	経常利益	35,318	3,525	31,792
Net extraordinary gains (losses)	特別損益	(1,299)	(544)	(755)
Income before income taxes	税金等調整前当期純利益	34,019	2,981	31,037
Income taxes-current	法人税、住民税及び事業税	9,994	3,106	6,888
Income taxes-deferred	法人税等調整額	(453)	(3,245)	2,792
Net income	当期純利益	24,477	3,120	21,356
Net income attributable to non-controlling interests	非支配株主に帰属する当期純利益	118	(47)	165
Net income attributable to owners of the parent	親会社株主に帰属する当期純利益	24,359	3,168	21,191

* 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)	連結実質業務純益	44,063	13,200	30,862
Consolidated core net business profits	連結コア業務純益	41,934	1,219	40,715

* 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)

* 連結実質業務純益 = 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 = 連結実質業務純益 - 国債等債券損益等

Number of consolidated subsidiaries	連結子会社数	12	—	12
Number of affiliates under the equity method	持分法適用会社数	1	—	1

【Hokuriku Bank (Non-consolidated)】

For the fiscal year ended (Millions of yen)

	(Japanese)	Mar.31, 2019		Mar.31, 2018
		(A)	change (A - B)	(B)
Gross business profits	業務粗利益	70,940	2,002	68,937
(Reference) Excluding net gains (losses) related to bonds	(除く国債等債券損益)	69,169	(2,077)	71,246
Domestic gross business profits	国内業務粗利益	68,704	645	68,059
(Reference) Excluding net gains (losses) related to bonds	(除く国債等債券損益)	66,873	(1,249)	68,122
Net interest income	資金利益	57,117	(2,116)	59,234
Net fees and commissions	役務取引等利益	9,705	857	8,848
Net trading income	特定取引利益	50	8	41
Net other income	その他業務利益	1,830	1,895	(64)
Net gains (losses) related to bonds	国債等債券損益	1,831	1,894	(63)
International gross business profits	国際業務粗利益	2,235	1,357	878
(Reference) Excluding net gains (losses) related to bonds	(除く国債等債券損益)	2,295	(827)	3,123
Net interest income	資金利益	1,090	(831)	1,922
Net fees and commissions	役務取引等利益	248	(12)	260
Net trading income	特定取引利益	1	(1)	3
Net other income	その他業務利益	895	2,202	(1,307)
Net gains (losses) related to bonds	国債等債券損益	(60)	2,184	(2,244)
General and administrative expenses	経費(臨時処理分を除く)	46,477	(1,025)	47,503
Personnel expenses	人件費	23,578	(503)	24,082
Non-personnel expenses	物件費	19,628	(275)	19,904
Taxes	税金	3,269	(246)	3,516
Net business profits (before provision (reversal) of general allowance for loan losses)	実質業務純益	24,462	3,028	21,434
(Reference) Excluding net gains (losses) related to bonds	(参考)除く国債等債券損益	22,692	(1,051)	23,743
Provision (reversal) of general allowance for loan losses ①	一般貸倒引当金繰入①	(558)	(1,598)	1,040
Net business profits	業務純益	25,021	4,626	20,394
Net gains (losses) related to bonds	国債等債券損益	1,770	4,079	(2,308)
Net non-recurring gains (losses)	臨時損益	(2,847)	(6,614)	3,767
Credit related costs ②	不良債権処理額②	3,402	2,553	849
Written-off of loans	貸出金償却	24	(28)	53
Provision of allowance for loan losses	個別貸倒引当金繰入額	3,250	2,619	631
Losses on sales of non-performing loans	延滞債権等売却損	52	(8)	61
Provision of reserve for contingent loss	偶発損失引当金繰入額	(149)	(100)	(48)
Other credit costs	その他の債権売却損等	224	71	152
Reversal of allowance for loan losses	貸倒引当金戻入益	—	—	—
(Reference) Total credit costs ①+②	(参考)与信費用①+②	2,844	954	1,889
Net gains (losses) related to stocks	株式等損益	400	(4,076)	4,476
Gains on sales of stocks and other securities	株式等売却益	2,361	(2,245)	4,606
Losses on sales of stocks and other securities	株式等売却損	1,941	1,864	76
Losses on devaluation of stocks and other securities	株式等償却	19	(33)	53
Ordinary profits	経常利益	22,173	(1,987)	24,161
Net extraordinary gains (losses)	特別損益	(1,088)	810	(1,898)
Net gain (loss) on disposal of noncurrent assets	固定資産処分損益	(219)	(195)	(23)
Gain on disposal of noncurrent assets	固定資産処分益	134	43	91
Loss on disposal of noncurrent assets	固定資産処分損	354	239	114
Impairment loss	減損損失	869	(1,006)	1,875
Income before income taxes	税引前当期純利益	21,085	(1,177)	22,262
Income taxes-current	法人税、住民税及び事業税	5,105	(397)	5,502
Income taxes-deferred	法人税等調整額	389	(598)	987
Net income	当期純利益	15,590	(181)	15,772

【Hokkaido Bank (Non-consolidated)】

For the fiscal year ended (Millions of yen)

	(Japanese)	Mar.31, 2019		Mar.31, 2018
		(A)	change (A - B)	(B)
Gross business profits	業務粗利益	56,939	8,960	47,978
(Reference) Excluding net gains (losses) related to bonds	(除く国債等債券損益)	56,571	(2,979)	59,551
Domestic gross business profits	国内業務粗利益	56,258	6,041	50,217
(Reference) Excluding net gains (losses) related to bonds	(除く国債等債券損益)	55,749	(2,692)	58,441
Net interest income	資金利益	49,173	(471)	49,644
Net fees and commissions	役務取引等利益	6,582	(995)	7,577
Net trading income	特定取引利益	—	—	—
Net other income	その他業務利益	501	7,507	(7,005)
Net gains (losses) related to bonds	国債等債券損益	509	8,733	(8,224)
International gross business profits	国際業務粗利益	680	2,919	(2,238)
(Reference) Excluding net gains (losses) related to bonds	(除く国債等債券損益)	822	(287)	1,109
Net interest income	資金利益	765	(947)	1,712
Net fees and commissions	役務取引等利益	43	13	30
Net trading income	特定取引利益	—	—	—
Net other income	その他業務利益	(127)	3,853	(3,981)
Net gains (losses) related to bonds	国債等債券損益	(141)	3,206	(3,348)
General and administrative expenses	経費(臨時処理分を除く)	40,106	(1,194)	41,300
Personnel expenses	人件費	18,327	(509)	18,837
Non-personnel expenses	物件費	18,867	(614)	19,482
Taxes	税金	2,910	(70)	2,981
Net business profits (before provision (reversal) of general allowance for loan losses)	実質業務純益	16,833	10,155	6,678
(Reference) Excluding net gains (losses) related to bonds	(参考)除く国債等債券損益	16,465	(1,784)	18,250
Provision (reversal) of general allowance for loan losses ①	一般貸倒引当金繰入①	535	535	—
Net business profits	業務純益	16,298	9,619	6,678
Net gains (losses) related to bonds	国債等債券損益	367	11,940	(11,572)
Net non-recurring gains (losses)	臨時損益	(1,736)	(4,053)	2,317
Credit related costs ②	不良債権処理額②	1,231	2,528	(1,296)
Written-off of loans	貸出金償却	8	(41)	50
Provision of allowance for loan losses	個別貸倒引当金繰入額	1,235	1,235	—
Losses on sales of non-performing loans	延滞債権等売却損	—	(0)	0
Provision of reserve for contingent loss	偶発損失引当金繰入額	(115)	(26)	(89)
Other credit costs	その他の債権売却損等	102	(21)	124
Reversal of allowance for loan losses	貸倒引当金戻入益	—	(1,382)	(1,382)
(Reference) Total credit costs ①+②	(参考)与信費用①+②	1,766	3,063	(1,296)
Net gains (losses) related to stocks	株式等損益	618	(1,683)	2,302
Gains on sales of stocks and other securities	株式等売却益	4,226	163	4,063
Losses on sales of stocks and other securities	株式等売却損	3,556	1,808	1,747
Losses on devaluation of stocks and other securities	株式等償却	51	38	12
Ordinary profits	経常利益	14,561	5,565	8,995
Net extraordinary gains (losses)	特別損益	(149)	(2,385)	2,235
Net gain (loss) on disposal of noncurrent assets	固定資産処分損益	(40)	79	(120)
Gain on disposal of noncurrent assets	固定資産処分益	31	17	14
Loss on disposal of noncurrent assets	固定資産処分損	72	(62)	134
Impairment loss	減損損失	111	(37)	148
Gain on contribution of securities to retirement benefit trust	退職給付信託設定益	—	(2,504)	2,504
Income before income taxes	税引前当期純利益	14,411	3,180	11,231
Income taxes-current	法人税、住民税及び事業税	4,089	3,591	498
Income taxes-deferred	法人税等調整額	(696)	(3,164)	2,467
Net income	当期純利益	11,018	2,753	8,265

2. Average Balance of Use and Source of Funds

【Domestic】

For the fiscal year ended

(Billions of yen)

	(Japanese)	Total of two banks											
		Mar.31, 2019			Mar.31, 2018			Hokuriku bank			Hokkaido bank		
		(A)	(A-B)	(B)	(A)	(A-B)	(B)	(A)	(A-B)	(B)	(A)	(A-B)	(B)
Interest-earning assets	資金運用勘定	10,918.1	(6.3)	10,924.5	6,427.0	38.1	6,388.8	4,491.1	(44.5)	4,535.7			
Loans and bills discounted	貸出金	8,205.1	273.5	7,931.5	4,630.8	89.3	4,541.4	3,574.2	184.1	3,390.0			
Securities	有価証券	1,608.1	(144.5)	1,752.6	1,064.4	(7.7)	1,072.2	543.6	(136.7)	680.4			
Interest-bearing liabilities	資金調達勘定	12,109.6	683.3	11,426.3	7,095.2	429.1	6,666.1	5,014.3	254.1	4,760.1			
Deposits and NCD	預金(NCD含む)	11,227.5	301.1	10,926.4	6,472.4	159.6	6,312.7	4,755.0	141.4	4,613.6			

【Total】

For the fiscal year ended

(Billions of yen)

	(Japanese)	Total of two banks											
		Mar.31, 2019			Mar.31, 2018			Hokuriku bank			Hokkaido bank		
		(A)	(A-B)	(B)	(A)	(A-B)	(B)	(A)	(A-B)	(B)	(A)	(A-B)	(B)
Interest-earning assets	資金運用勘定	11,125.1	(71.0)	11,196.1	6,577.1	(42.9)	6,620.1	4,548.0	(28.0)	4,576.0			
Loans and bills discounted	貸出金	8,223.0	261.3	7,961.6	4,648.5	82.9	4,565.6	3,574.4	178.3	3,396.0			
Securities	有価証券	1,821.6	(245.8)	2,067.5	1,204.5	(87.9)	1,292.5	617.1	(157.8)	775.0			
Interest-bearing liabilities	資金調達勘定	12,319.1	620.6	11,698.5	7,247.2	350.0	6,897.1	5,071.9	270.5	4,801.3			
Deposits and NCD	預金(NCD含む)	11,288.1	299.1	10,988.9	6,516.5	158.0	6,358.5	4,771.5	141.1	4,630.3			

3. Interest Rate Spread

【Domestic】

For the fiscal year ended

(%)

	(Japanese)	Total of two banks											
		Mar.31, 2019			Mar.31, 2018			Hokuriku bank			Hokkaido bank		
		(A)	(A-B)	(B)	(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	0.98	(0.03)	1.01	0.90	(0.04)	0.94	1.10	0.00	1.10			
Loans and bills discounted (b)	貸出金利回り	1.04	(0.08)	1.12	0.94	(0.07)	1.01	1.18	(0.09)	1.27			
Securities	有価証券利回り	1.25	0.11	1.14	1.25	(0.02)	1.27	1.26	0.33	0.93			
Interest rate on interest-bearing liabilities (c) (including expenses)	資金調達原価	0.71	(0.06)	0.77	0.64	(0.07)	0.71	0.79	(0.07)	0.86			
Deposits and NCD (d)	預金等利回り	0.00	(0.01)	0.01	0.00	(0.01)	0.01	0.00	0.00	0.00			
Expense ratio (e)	預金経費率	0.75	(0.04)	0.79	0.69	(0.03)	0.72	0.83	(0.05)	0.88			
Spread between loans and deposits rates(b)-(d)	預貸金直接利鞘	1.04	(0.07)	1.11	0.94	(0.06)	1.00	1.17	(0.10)	1.27			
Spread between loans and deposits rates (including expenses) (b)-(d)-(e)	預貸金利鞘	0.28	(0.04)	0.32	0.24	(0.03)	0.27	0.34	(0.05)	0.39			
Interest rate spread (a)-(c)	総資金利鞘	0.27	0.04	0.23	0.25	0.02	0.23	0.30	0.06	0.24			

【Total】

For the fiscal year ended

(%)

	(Japanese)	Total of two banks											
		Mar.31, 2019			Mar.31, 2018			Hokuriku bank			Hokkaido bank		
		(A)	(A-B)	(B)	(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	1.02	(0.04)	1.06	0.96	(0.04)	1.00	1.12	(0.02)	1.14			
Loans and Bills discounted (b)	貸出金利回り	1.05	(0.08)	1.13	0.95	(0.06)	1.01	1.18	(0.10)	1.28			
Securities	有価証券利回り	1.37	0.09	1.28	1.36	(0.04)	1.40	1.39	0.31	1.08			
Interest rate on interest-bearing liabilities (c) (including expenses)	資金調達原価	0.75	(0.06)	0.81	0.70	(0.06)	0.76	0.81	(0.07)	0.88			
Deposits and NCD (d)	預金等利回り	0.01	0.00	0.01	0.01	0.00	0.01	0.00	0.00	0.00			
Expense ratio (e)	預金経費率	0.76	(0.04)	0.80	0.71	(0.03)	0.74	0.84	(0.05)	0.89			
Spread between loans and deposits rates(b)-(d)	預貸金直接利鞘	1.04	(0.07)	1.11	0.94	(0.06)	1.00	1.17	(0.10)	1.27			
Spread between loans and deposits rates (including expenses) (b)-(d)-(e)	預貸金利鞘	0.27	(0.03)	0.30	0.22	(0.03)	0.25	0.33	(0.04)	0.37			
Interest rate spread (a)-(c)	総資金利鞘	0.27	0.03	0.24	0.25	0.02	0.23	0.31	0.05	0.26			

4. Net Business Profits

For the fiscal year ended

(Millions of yen)

	(Japanese)	Total of two banks								
		Total of two banks			Hokuriku bank			Hokkaido bank		
		Mar.31, 2019	(A-B)	Mar.31, 2018	Mar.31, 2019	(A-B)	Mar.31, 2018	Mar.31, 2019	(A-B)	Mar.31, 2018
(A)	(A-B)	(B)	(A)	(A-B)	(B)	(A)	(A-B)	(B)		
Core net business profits	コア業務純益	39,157	(2,836)	41,994	22,692	(1,051)	23,743	16,465	(1,784)	18,250
As per employee (in thousands of yen)	一人当たり(千円)	7,780	(407)	8,187	8,451	(151)	8,602	7,012	(691)	7,703
Net business profits	業務純益	41,319	14,246	27,072	25,021	4,626	20,394	16,298	9,619	6,678
As per employee (in thousands of yen)	一人当たり(千円)	8,209	2,931	5,278	9,318	1,929	7,389	6,941	4,122	2,818

5. ROE・OHR・ROA

(1) ROE (Return on Equity)

For the fiscal year ended

(%)

	(Japanese)	Total of two banks								
		Total of two banks			Hokuriku bank			Hokkaido bank		
		Mar.31, 2019	(A-B)	Mar.31, 2018	Mar.31, 2019	(A-B)	Mar.31, 2018	Mar.31, 2019	(A-B)	Mar.31, 2018
(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	7.22	(0.73)	7.95	6.26	(0.58)	6.84	9.29	(1.04)	10.33
Net business profits per common shareholders' equity	業務純益ベース	7.63	2.62	5.01	6.90	1.02	5.88	9.19	6.05	3.14
Net income per common shareholders' equity	当期純利益ベース	4.86	0.45	4.41	4.30	(0.24)	4.54	6.06	1.93	4.13

(2) OHR (Overhead Ratio)

For the fiscal year ended

(%)

	(Japanese)	Total of two banks								
		Total of two banks			Hokuriku bank			Hokkaido bank		
		Mar.31, 2019	(A-B)	Mar.31, 2018	Mar.31, 2019	(A-B)	Mar.31, 2018	Mar.31, 2019	(A-B)	Mar.31, 2018
(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	68.85	0.96	67.89	67.19	0.52	66.67	70.89	1.54	69.35
Gross business profits basis	業務粗利益ベース	67.70	(8.25)	75.95	65.51	(3.39)	68.90	70.43	(15.65)	86.08

(3) ROA (Return on Assets)

For the fiscal year ended

(%)

	(Japanese)	Total of two banks								
		Total of two banks			Hokuriku bank			Hokkaido bank		
		Mar.31, 2019	(A-B)	Mar.31, 2018	Mar.31, 2019	(A-B)	Mar.31, 2018	Mar.31, 2019	(A-B)	Mar.31, 2018
(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	0.30	(0.04)	0.34	0.29	(0.03)	0.32	0.31	(0.05)	0.36
Net business profits on assets	業務純益ベース	0.32	0.10	0.22	0.33	0.05	0.28	0.30	0.17	0.13
Net income on assets	当期純利益ベース	0.20	0.01	0.19	0.20	(0.01)	0.21	0.20	0.04	0.16

6. Net Gains and Losses on Securities

【FG(consolidated)】

		For the fiscal year ended		(Millions of yen)
		Mar.31, 2019		Mar.31, 2018
	(Japanese)	(A)	(A-B)	(B)
Net gains (losses) related to bonds	国債等債券損益	2,128	11,981	(9,852)
Gains on sales	売却益	5,776	4,594	1,182
Gains on redemption	償還益	280	238	42
Losses on sales	売却損	3,879	(3,108)	6,987
Losses on redemption	償還損	—	(3,892)	3,892
Losses on devaluation	償却	49	(147)	197
Net gains (losses) related to stocks	株式等損益	793	(5,078)	5,872
Gains on sales	売却益	6,430	(1,739)	8,170
Losses on sales	売却損	5,559	3,335	2,224
Losses on devaluation	償却	77	4	73

【Total of two banks】

		For the fiscal year ended		(Millions of yen)
		Mar.31, 2019		Mar.31, 2018
	(Japanese)	(A)	(A-B)	(B)
Net gains (losses) related to bonds	国債等債券損益	2,138	16,019	(13,881)
Gains on sales	売却益	5,786	4,604	1,182
Gains on redemption	償還益	280	238	42
Losses on sales	売却損	3,879	(3,108)	6,987
Losses on redemption	償還損	—	(7,920)	7,920
Losses on devaluation	償却	49	(147)	197
Net gains (losses) related to stocks	株式等損益	1,019	(5,759)	6,779
Gains on sales	売却益	6,588	(2,081)	8,670
Losses on sales	売却損	5,498	3,673	1,824
Losses on devaluation	償却	71	4	66

【Hokuriku bank】

		For the fiscal year ended		(Millions of yen)
		Mar.31, 2019		Mar.31, 2018
	(Japanese)	(A)	(A-B)	(B)
Net gains (losses) related to bonds	国債等債券損益	1,770	4,079	(2,308)
Gains on sales	売却益	4,187	3,111	1,075
Gains on redemption	償還益	—	—	—
Losses on sales	売却損	2,416	(967)	3,384
Losses on redemption	償還損	—	—	—
Losses on devaluation	償却	—	—	—
Net gains (losses) related to stocks	株式等損益	400	(4,076)	4,476
Gains on sales	売却益	2,361	(2,245)	4,606
Losses on sales	売却損	1,941	1,864	76
Losses on devaluation	償却	19	(33)	53

【Hokkaido bank】

		For the fiscal year ended		(Millions of yen)
		Mar.31, 2019		Mar.31, 2018
	(Japanese)	(A)	(A-B)	(B)
Net gains (losses) related to bonds	国債等債券損益	367	11,940	(11,572)
Gains on sales	売却益	1,599	1,493	106
Gains on redemption	償還益	280	238	42
Losses on sales	売却損	1,462	(2,140)	3,603
Losses on redemption	償還損	—	(7,920)	7,920
Losses on devaluation	償却	49	(147)	197
Net gains (losses) related to stocks	株式等損益	618	(1,683)	2,302
Gains on sales	売却益	4,226	163	4,063
Losses on sales	売却損	3,556	1,808	1,747
Losses on devaluation	償却	51	38	12

7. Valuation Difference on Securities

(1) Valuation difference on securities

【FG(consolidated)】

(Millions of yen)

	(Japanese)	As of Mar.31, 2019				As of Mar.31, 2018		
		(A)	Valuation difference			(B)	Valuation difference	
			(A)-(B)	Gains	Losses		Gains	Losses
Bonds being held to maturity	満期保有目的	12,428	554	12,523	95	11,874	11,930	56
Available-for-sale securities	その他有価証券	124,950	3,333	135,595	10,644	121,616	134,895	13,278
Japanese Stocks	株式	101,465	(316)	108,422	6,957	101,781	107,496	5,715
Japanese Bonds	債券	14,867	(4,565)	14,892	25	19,432	19,689	257
Others	その他	8,617	8,215	12,279	3,661	402	7,708	7,306
Total	合計	137,378	3,887	148,118	10,739	133,491	146,826	13,334
Japanese Stocks	株式	101,465	(316)	108,422	6,957	101,781	107,496	5,715
Japanese Bonds	債券	27,295	(4,011)	27,416	120	31,306	31,620	313
Others	その他	8,617	8,215	12,279	3,661	402	7,708	7,306

【Total of two banks】

(Millions of yen)

	(Japanese)	As of Mar.31, 2019				As of Mar.31, 2018		
		(A)	Valuation difference			(B)	Valuation difference	
			(A)-(B)	Gains	Losses		Gains	Losses
Bonds being held to maturity	満期保有目的	12,287	580	12,382	95	11,707	11,763	56
Available-for-sale securities	その他有価証券	126,018	2,009	135,297	9,278	124,008	136,337	12,328
Japanese Stocks	株式	105,681	(745)	111,272	5,591	106,426	111,191	4,764
Japanese Bonds	債券	14,900	(4,610)	14,926	25	19,511	19,768	257
Others	その他	5,436	7,365	9,097	3,661	(1,929)	5,376	7,306
Total	合計	138,305	2,589	147,679	9,373	135,716	148,100	12,384
Japanese Stocks	株式	105,681	(745)	111,272	5,591	106,426	111,191	4,764
Japanese Bonds	債券	27,188	(4,030)	27,308	120	31,218	31,532	313
Others	その他	5,436	7,365	9,097	3,661	(1,929)	5,376	7,306

【Hokuriku bank】

(Millions of yen)

	(Japanese)	As of Mar.31, 2019				As of Mar.31, 2018		
		(A)	Valuation difference			(B)	Valuation difference	
			(A)-(B)	Gains	Losses		Gains	Losses
Bonds being held to maturity	満期保有目的	—	—	—	—	—	—	—
Available-for-sale securities	その他有価証券	97,708	5,186	103,445	5,737	92,522	100,532	8,010
Japanese Stocks	株式	79,299	3,336	83,284	3,984	75,963	79,208	3,245
Japanese Bonds	債券	12,057	(3,795)	12,082	24	15,853	16,045	191
Others	その他	6,350	5,645	8,078	1,727	705	5,278	4,573
Total	合計	97,708	5,186	103,445	5,737	92,522	100,532	8,010
Japanese Stocks	株式	79,299	3,336	83,284	3,984	75,963	79,208	3,245
Japanese Bonds	債券	12,057	(3,795)	12,082	24	15,853	16,045	191
Others	その他	6,350	5,645	8,078	1,727	705	5,278	4,573

【Hokkaido bank】

(Millions of yen)

	(Japanese)	As of Mar.31, 2019				As of Mar.31, 2018		
		(A)	Valuation difference			(B)	Valuation difference	
			(A)-(B)	Gains	Losses		Gains	Losses
Bonds being held to maturity	満期保有目的	12,287	580	12,382	95	11,707	11,763	56
Available-for-sale securities	その他有価証券	28,310	(3,176)	31,851	3,541	31,486	35,804	4,317
Japanese Stocks	株式	26,381	(4,082)	27,987	1,606	30,463	31,983	1,519
Japanese Bonds	債券	2,843	(814)	2,844	1	3,657	3,723	65
Others	その他	(914)	1,720	1,019	1,933	(2,634)	97	2,732
Total	合計	40,597	(2,596)	44,233	3,636	43,193	47,568	4,374
Japanese Stocks	株式	26,381	(4,082)	27,987	1,606	30,463	31,983	1,519
Japanese Bonds	債券	15,130	(234)	15,226	96	15,364	15,487	122
Others	その他	(914)	1,720	1,019	1,933	(2,634)	97	2,732

8. Capital Adequacy Ratio (Domestic Standard)

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

【FG(consolidated)】

(Millions of yen)

	(Japanese)	As of Mar.31,2019			As of Sep.30,2018 (B)	As of Mar.31,2018 (C)
		(A)	(A-B)	(A-C)		
(1) Capital adequacy ratio	自己資本比率	9.09%	(0.69%)	(0.40%)	9.78%	9.49%
(2) Capital ①-②	自己資本	521,098	(37,258)	(23,449)	558,356	544,548
① Core capital : instruments and reserves	コア資本に係る基礎項目	539,517	(37,789)	(25,138)	577,307	564,655
Shareholders' equity	うち株主資本	470,274	3,956	17,384	466,318	452,890
General allowance for loan losses	うち一般貸倒引当金等	14,995	1,030	(20)	13,964	15,016
Perpetual preferred stock	うち永久優先株	53,716	—	—	53,716	53,716
Subordinated debts	うち劣後債務	—	(40,000)	(40,000)	40,000	40,000
② Core capital : regulatory adjustments	コア資本に係る調整項目	18,418	(531)	(1,688)	18,950	20,107
Intangible fixed assets	うち無形固定資産	18,119	(140)	(1,468)	18,260	19,587
(3) Risk-weighted assets	リスクアセット	5,729,184	21,761	(6,094)	5,707,423	5,735,279

【Hokuriku bank】

(non-consolidated)

(Millions of yen)

	(Japanese)	As of Mar.31,2019			As of Sep.30,2018 (B)	As of Mar.31,2018 (C)
		(A)	(A-B)	(A-C)		
(1) Capital adequacy ratio	自己資本比率	8.79%	(0.42%)	(0.23%)	9.21%	9.02%
(2) Capital ①-②	自己資本	291,040	(14,825)	(11,197)	305,866	302,238
① Core capital : instruments and reserves	コア資本に係る基礎項目	297,329	(13,931)	(10,441)	311,260	307,770
Shareholders' equity	うち株主資本	289,132	6,516	11,006	282,616	278,125
General allowance for loan losses	うち一般貸倒引当金等	5,122	226	(707)	4,895	5,830
Perpetual preferred stock	うち永久優先株	—	—	—	—	—
Subordinated debts	うち劣後債務	—	(20,000)	(20,000)	20,000	20,000
② Core capital : regulatory adjustments	コア資本に係る調整項目	6,289	894	756	5,394	5,532
Intangible fixed assets	うち無形固定資産	3,720	477	402	3,242	3,318
(3) Risk-weighted assets	リスクアセット	3,308,336	(10,010)	(41,152)	3,318,346	3,349,488

(Consolidated)

Capital adequacy ratio	自己資本比率	8.76%	(0.43%)	(0.24%)	9.19%	9.00%
Capital	自己資本	290,166	(15,181)	(11,534)	305,347	301,700
Risk-weighted assets	リスクアセット	3,309,959	(9,481)	(40,400)	3,319,440	3,350,359

【Hokkaido bank】

(non-consolidated)

(Millions of yen)

	(Japanese)	As of Mar.31,2019			As of Sep.30,2018 (B)	As of Mar.31,2018 (C)
		(A)	(A-B)	(A-C)		
(1) Capital adequacy ratio	自己資本比率	8.69%	(0.75%)	(0.59%)	9.44%	9.28%
(2) Capital ①-②	自己資本	205,925	(15,126)	(11,206)	221,052	217,131
① Core capital : instruments and reserves	コア資本に係る基礎項目	208,695	(14,704)	(10,976)	223,400	219,672
Shareholders' equity	うち株主資本	151,311	4,669	8,582	146,642	142,728
General allowance for loan losses	うち一般貸倒引当金等	3,668	626	440	3,041	3,227
Perpetual preferred stock	うち永久優先株	53,716	—	—	53,716	53,716
Subordinated debts	うち劣後債務	—	(20,000)	(20,000)	20,000	20,000
② Core capital : regulatory adjustments	コア資本に係る調整項目	2,769	421	229	2,348	2,540
Intangible fixed assets	うち無形固定資産	2,769	421	229	2,348	2,540
(3) Risk-weighted assets	リスクアセット	2,368,422	27,347	28,950	2,341,075	2,339,472

(Consolidated)

Capital adequacy ratio	自己資本比率	8.80%	(0.77%)	(0.64%)	9.57%	9.44%
Capital	自己資本	209,802	(15,593)	(12,432)	225,396	222,235
Risk-weighted assets	リスクアセット	2,382,466	28,533	29,809	2,353,932	2,352,656

IV. Loan Portfolio and Other

1. Disclosed Claims under the Financial Reconstruction Law

【Total of two banks】

(Millions of yen)

	(Japanese)	As of Mar.31,2019			As of Mar.31,2018	As of Mar.31,2017
		(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	16,087	9	(1,652)	16,077	17,739
Doubtful	危険債権	120,336	8,165	530	112,170	119,806
Substandard	要管理債権	18,213	(1,014)	(398)	19,228	18,611
Non Performing Loans	(1) 小計	154,637	7,160	(1,520)	147,477	156,157
	Normal	8,446,974	166,649	587,709	8,280,324	7,859,265
Total	(2) 合計	8,601,612	173,810	586,188	8,427,801	8,015,423
NPL ratio (%)	(1)/(2) 比率	1.79%	0.05%	(0.15%)	1.74%	1.94%

Amount of partial write-off	部分直接償却実施額	40,109	(2,924)	(9,630)	43,033	49,739
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【Hokuriku bank】

(Millions of yen)

	(Japanese)	As of Mar.31,2019			As of Mar.31,2018	As of Mar.31,2017
		(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	10,714	(277)	(1,898)	10,991	12,612
Doubtful	危険債権	69,939	5,624	3,642	64,314	66,296
Substandard	要管理債権	10,718	(228)	541	10,946	10,176
Non Performing Loans	(1) 小計	91,372	5,119	2,286	86,252	89,086
	Normal	4,719,673	62,916	269,031	4,656,756	4,450,642
Total	(2) 合計	4,811,046	68,036	271,317	4,743,009	4,539,728
NPL ratio (%)	(1)/(2) 比率	1.89%	0.08%	(0.07%)	1.81%	1.96%

Amount of partial write-off	部分直接償却実施額	28,343	(1,972)	(7,834)	30,315	36,178
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【Hokkaido bank】

(Millions of yen)

	(Japanese)	As of Mar.31,2019			As of Mar.31,2018	As of Mar.31,2017
		(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	5,372	286	246	5,086	5,126
Doubtful	危険債権	50,397	2,541	(3,112)	47,856	53,510
Substandard	要管理債権	7,495	(786)	(939)	8,282	8,435
Non Performing Loans	(1) 小計	63,265	2,040	(3,806)	61,224	67,071
	Normal	3,727,300	103,732	318,677	3,623,567	3,408,622
Total	(2) 合計	3,790,566	105,773	314,871	3,684,792	3,475,694
NPL ratio (%)	(1)/(2) 比率	1.66%	0.00%	(0.26%)	1.66%	1.92%

Amount of partial write-off	部分直接償却実施額	11,765	(952)	(1,796)	12,717	13,561
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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 Mar.31, 2019 (a)	16,087	14,495	1,592	100.00%	100.00%
		As of Mar.31, 2018 (b)	16,077	14,284	1,793	100.00%	100.00%
		(a) - (b)	9	210	(201)	0.00%	0.00%
Doubtful	危険債権	As of Mar.31, 2019 (a)	120,336	70,254	35,045	69.97%	87.50%
		As of Mar.31, 2018 (b)	112,170	68,558	31,011	71.10%	88.76%
		(a) - (b)	8,165	1,696	4,033	(1.13%)	(1.26%)
Substandard	要管理債権	As of Mar.31, 2019 (a)	18,213	13,755	214	4.81%	76.70%
		As of Mar.31, 2018 (b)	19,228	14,859	277	6.36%	78.72%
		(a) - (b)	(1,014)	(1,103)	(63)	(1.55%)	(2.02%)
Total	合計	As of Mar.31, 2019 (a)	154,637	98,505	36,851	65.65%	87.53%
		As of Mar.31, 2018 (b)	147,477	97,702	33,082	66.46%	88.68%
		(a) - (b)	7,160	803	3,768	(0.81%)	(1.15%)

【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 Mar.31, 2019 (a)	10,714	9,559	1,155	100.00%	100.00%
		As of Mar.31, 2018 (b)	10,991	9,860	1,131	100.00%	100.00%
		(a) - (b)	(277)	(301)	23	0.00%	0.00%
Doubtful	危険債権	As of Mar.31, 2019 (a)	69,939	46,490	15,403	65.68%	88.49%
		As of Mar.31, 2018 (b)	64,314	45,836	12,349	66.83%	90.47%
		(a) - (b)	5,624	653	3,053	(1.15%)	(1.98%)
Substandard	要管理債権	As of Mar.31, 2019 (a)	10,718	6,308	200	4.54%	60.73%
		As of Mar.31, 2018 (b)	10,946	6,668	254	5.94%	63.24%
		(a) - (b)	(228)	(359)	(53)	(1.40%)	(2.51%)
Total	合計	As of Mar.31, 2019 (a)	91,372	62,358	16,758	57.76%	86.58%
		As of Mar.31, 2018 (b)	86,252	62,365	13,734	57.49%	88.22%
		(a) - (b)	5,119	(6)	3,023	0.27%	(1.64%)

【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 Mar.31, 2019 (a)	5,372	4,935	436	100.00%	100.00%
		As of Mar.31, 2018 (b)	5,086	4,424	662	100.00%	100.00%
		(a) - (b)	286	511	(225)	0.00%	0.00%
Doubtful	危険債権	As of Mar.31, 2019 (a)	50,397	23,764	19,642	73.75%	86.12%
		As of Mar.31, 2018 (b)	47,856	22,721	18,662	74.25%	86.47%
		(a) - (b)	2,541	1,042	979	(0.50%)	(0.35%)
Substandard	要管理債権	As of Mar.31, 2019 (a)	7,495	7,446	14	29.30%	99.54%
		As of Mar.31, 2018 (b)	8,282	8,190	23	26.03%	99.18%
		(a) - (b)	(786)	(744)	(9)	3.27%	0.36%
Total	合計	As of Mar.31, 2019 (a)	63,265	36,147	20,093	74.09%	88.89%
		As of Mar.31, 2018 (b)	61,224	35,336	19,348	74.73%	89.31%
		(a) - (b)	2,040	810	745	(0.64%)	(0.42%)

3. Risk-Monitored Loans

【Total of two banks】

(Millions of yen)

	(Japanese)	As of Mar.31,2019			As of Mar.31,2018	As of Mar.31,2017
		(A)	(A-B)	(A-C)	(B)	(C)
Loans to bankrupt borrowers	破綻先債権額	3,815	491	287	3,323	3,528
Non-accrual delinquent loans	延滞債権額	130,601	7,299	(1,777)	123,302	132,378
Loans past due for 3 months or more	3カ月以上延滞債権額	595	334	300	261	295
Restructured loans	貸出条件緩和債権額	17,617	(1,349)	(698)	18,967	18,316
Total	合計	152,630	6,775	(1,887)	145,855	154,518
Total loans and bills discounted	貸出金残高	8,360,880	171,448	572,522	8,189,432	7,788,358

(% to total loans and bills discounted)

Loans to bankrupt borrowers	破綻先債権額	0.04%	0.00%	0.00%	0.04%	0.04%
Non-accrual delinquent loans	延滞債権額	1.56%	0.06%	(0.13%)	1.50%	1.69%
Loans past due for 3 months or more	3カ月以上延滞債権額	0.00%	0.00%	0.00%	0.00%	0.00%
Restructured loans	貸出条件緩和債権額	0.21%	(0.02%)	(0.02%)	0.23%	0.23%
Total	合計	1.82%	0.04%	(0.16%)	1.78%	1.98%

【Hokuriku bank】

(Millions of yen)

	(Japanese)	As of Mar.31,2019			As of Mar.31,2018	As of Mar.31,2017
		(A)	(A-B)	(A-C)	(B)	(C)
Loans to bankrupt borrowers	破綻先債権額	2,523	365	101	2,158	2,422
Non-accrual delinquent loans	延滞債権額	76,924	4,937	1,654	71,986	75,270
Loans past due for 3 months or more	3カ月以上延滞債権額	595	507	305	88	290
Restructured loans	貸出条件緩和債権額	10,122	(735)	236	10,858	9,886
Total	合計	90,166	5,074	2,297	85,091	87,869
Total loans and bills discounted	貸出金残高	4,740,350	70,201	272,727	4,670,149	4,467,623

(% to total loans and bills discounted)

Loans to bankrupt borrowers	破綻先債権額	0.05%	0.01%	0.00%	0.04%	0.05%
Non-accrual delinquent loans	延滞債権額	1.62%	0.08%	(0.06%)	1.54%	1.68%
Loans past due for 3 months or more	3カ月以上延滞債権額	0.01%	0.01%	0.01%	0.00%	0.00%
Restructured loans	貸出条件緩和債権額	0.21%	(0.02%)	(0.01%)	0.23%	0.22%
Total	合計	1.90%	0.08%	(0.06%)	1.82%	1.96%

【Hokkaido bank】

(Millions of yen)

	(Japanese)	As of Mar.31,2019			As of Mar.31,2018	As of Mar.31,2017
		(A)	(A-B)	(A-C)	(B)	(C)
Loans to bankrupt borrowers	破綻先債権額	1,291	126	186	1,165	1,105
Non-accrual delinquent loans	延滞債権額	53,676	2,361	(3,431)	51,315	57,108
Loans past due for 3 months or more	3カ月以上延滞債権額	—	(173)	(4)	173	4
Restructured loans	貸出条件緩和債権額	7,495	(613)	(934)	8,108	8,430
Total	合計	62,464	1,700	(4,185)	60,763	66,649
Total loans and bills discounted	貸出金残高	3,620,530	101,246	299,795	3,519,283	3,320,734

(% to total loans and bills discounted)

Loans to bankrupt borrowers	破綻先債権額	0.03%	0.00%	0.00%	0.03%	0.03%
Non-accrual delinquent loans	延滞債権額	1.48%	0.03%	(0.23%)	1.45%	1.71%
Loans past due for 3 months or more	3カ月以上延滞債権額	—	0.00%	0.00%	0.00%	—
Restructured loans	貸出条件緩和債権額	0.20%	(0.03%)	(0.05%)	0.23%	0.25%
Total	合計	1.72%	0.00%	(0.28%)	1.72%	2.00%

4. Allowance for Loan Losses

【Total of two banks】

(Millions of yen)

	(Japanese)	As of Mar.31,2019			As of Mar.31,2018	As of Mar.31,2017
		(A)	(A-B)	(A-C)	(B)	(C)
Allowance for loan losses	貸倒引当金	44,662	3,812	679	40,850	43,982
General allowance	一般貸倒引当金	7,701	(23)	548	7,724	7,153
Specific allowance	個別貸倒引当金	36,961	3,835	131	33,126	36,829

【Hokuriku bank】

(Millions of yen)

	(Japanese)	As of Mar.31,2019			As of Mar.31,2018	As of Mar.31,2017
		(A)	(A-B)	(A-C)	(B)	(C)
Allowance for loan losses	貸倒引当金	21,207	2,532	3,141	18,675	18,066
General allowance	一般貸倒引当金	4,395	(558)	482	4,953	3,913
Specific allowance	個別貸倒引当金	16,812	3,090	2,658	13,721	14,153

【Hokkaido bank】

(Millions of yen)

	(Japanese)	As of Mar.31,2019			As of Mar.31,2018	As of Mar.31,2017
		(A)	(A-B)	(A-C)	(B)	(C)
Allowance for loan losses	貸倒引当金	23,454	1,279	(2,461)	22,175	25,916
General allowance	一般貸倒引当金	3,305	535	65	2,770	3,240
Specific allowance	個別貸倒引当金	20,149	744	(2,527)	19,404	22,676

5. Coverage Ratio for Risk-Monitored Loans

【Total of two banks】

(Millions of yen)

	(Japanese)	As of Mar.31,2019			As of Mar.31,2018	As of Mar.31,2017
		(A)	(A-B)	(A-C)	(B)	(C)
Before partial write-off	部分直接償却前	43.98%	(0.42%)	(1.90%)	44.40%	45.88%
After partial write-off	部分直接償却後	29.26%	1.26%	0.80%	28.00%	28.46%
Amount of partial write-off	部分直接償却実施額	40,109	(2,924)	(9,630)	43,033	49,739

【Hokuriku bank】

(Millions of yen)

	(Japanese)	As of Mar.31,2019			As of Mar.31,2018	As of Mar.31,2017
		(A)	(A-B)	(A-C)	(B)	(C)
Before partial write-off	部分直接償却前	41.81%	(0.64%)	(1.91%)	42.45%	43.72%
After partial write-off	部分直接償却後	23.52%	1.58%	2.96%	21.94%	20.56%
Amount of partial write-off	部分直接償却実施額	28,343	(1,972)	(7,834)	30,315	36,178

【Hokkaido bank】

(Millions of yen)

	(Japanese)	As of Mar.31,2019			As of Mar.31,2018	As of Mar.31,2017
		(A)	(A-B)	(A-C)	(B)	(C)
Before partial write-off	部分直接償却前	47.44%	(0.04%)	(1.77%)	47.48%	49.21%
After partial write-off	部分直接償却後	37.54%	1.05%	(1.34%)	36.49%	38.88%
Amount of partial write-off	部分直接償却実施額	11,765	(952)	(1,796)	12,717	13,561

6. Deposits and Loans

【Total of two banks】

(Millions of yen)

	(Japanese)	As of Mar.31,2019			As of Mar.31,2018	As of Mar.31,2017
		(A)	(A-B)	(A-C)	(B)	(C)
Deposits and NCD (term-end balance)	預金(含む譲渡性預金)(末残)	11,439,735	258,966	708,671	11,180,769	10,731,064
Deposits and NCD (average balance)	預金(含む譲渡性預金)(平残)	11,288,136	299,165	632,411	10,988,970	10,655,725
Loans and bills discounted (term-end balance)	貸出金(末残)	8,360,880	171,448	572,522	8,189,432	7,788,358
Loans and bills discounted (average balance)	貸出金(平残)	8,223,026	261,327	538,183	7,961,699	7,684,843

【Hokuriku bank】

(Millions of yen)

	(Japanese)	As of Mar.31,2019			As of Mar.31,2018	As of Mar.31,2017
		(A)	(A-B)	(A-C)	(B)	(C)
Deposits (term-end balance)	預金(末残)	6,636,846	131,020	393,448	6,505,825	6,243,398
Deposits (average balance)	預金(平残)	6,516,593	158,021	326,210	6,358,572	6,190,383
Loans and bills discounted (term-end balance)	貸出金(末残)	4,740,350	70,201	272,727	4,670,149	4,467,623
Loans and bills discounted (average balance)	貸出金(平残)	4,648,563	82,938	221,532	4,565,624	4,427,030

【Hokkaido bank】

(Millions of yen)

	(Japanese)	As of Mar.31,2019			As of Mar.31,2018	As of Mar.31,2017
		(A)	(A-B)	(A-C)	(B)	(C)
Deposits (term-end balance)	預金(末残)	4,802,889	127,946	315,222	4,674,943	4,487,666
Deposits (average balance)	預金(平残)	4,771,542	141,143	306,201	4,630,398	4,465,341
Loans and bills discounted (term-end balance)	貸出金(末残)	3,620,530	101,246	299,795	3,519,283	3,320,734
Loans and bills discounted (average balance)	貸出金(平残)	3,574,463	178,388	316,650	3,396,074	3,257,812

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

【Total of two banks】

(Millions of yen)

	(Japanese)	As of Mar.31,2019			As of Mar.31,2018	As of Mar.31,2017
		(A)	(A-B)	(A-C)	(B)	(C)
Loans to SMEs and Individuals	中小企業等貸出残高	5,275,843	121,893	303,595	5,153,950	4,972,248
% to total loans	中小企業等貸出比率	63.10%	0.17%	(0.74%)	62.93%	63.84%

【Hokuriku bank】

(Millions of yen)

	(Japanese)	As of Mar.31,2019			As of Mar.31,2018	As of Mar.31,2017
		(A)	(A-B)	(A-C)	(B)	(C)
Loans to SMEs and Individuals	中小企業等貸出残高	3,094,871	44,636	125,125	3,050,235	2,969,746
% to total loans	中小企業等貸出比率	65.28%	(0.03%)	(1.19%)	65.31%	66.47%

【Hokkaido bank】

(Millions of yen)

	(Japanese)	As of Mar.31,2019			As of Mar.31,2018	As of Mar.31,2017
		(A)	(A-B)	(A-C)	(B)	(C)
Loans to SMEs and Individuals	中小企業等貸出残高	2,180,972	77,257	178,470	2,103,715	2,002,502
% to total loans	中小企業等貸出比率	60.23%	0.46%	(0.07%)	59.77%	60.30%

8. Housing and Consumer Loans

【Total of two banks】

(Millions of yen)

	(Japanese)	As of Mar.31,2019			As of Mar.31,2018	As of Mar.31,2017
		(A)	(A-B)	(A-C)	(B)	(C)
Housing and consumer loans	個人ローン	2,432,296	81,990	182,035	2,350,305	2,250,260
Housing loans	うち住宅系ローン残高	2,277,926	82,106	176,182	2,195,820	2,101,744
Other consumer loans	うちその他のローン残高	154,369	(115)	5,853	154,485	148,516

【Hokuriku bank】

(Millions of yen)

	(Japanese)	As of Mar.31,2019			As of Mar.31,2018	As of Mar.31,2017
		(A)	(A-B)	(A-C)	(B)	(C)
Housing and consumer loans	個人ローン	1,253,435	27,845	53,563	1,225,590	1,199,871
Housing loans	うち住宅系ローン残高	1,186,930	29,289	52,946	1,157,640	1,133,983
Other consumer loans	うちその他のローン残高	66,505	(1,443)	617	67,949	65,888

【Hokkaido bank】

(Millions of yen)

	(Japanese)	As of Mar.31,2019			As of Mar.31,2018	As of Mar.31,2017
		(A)	(A-B)	(A-C)	(B)	(C)
Housing and consumer loans	個人ローン	1,178,860	54,144	128,471	1,124,715	1,050,388
Housing loans	うち住宅系ローン残高	1,090,996	52,816	123,235	1,038,179	967,760
Other consumer loans	うちその他のローン残高	87,863	1,327	5,235	86,536	82,627

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 Mar.31,2019		As of Mar.31,2018	
			%		%
Domestic total (excluding loans booked offshore)	国内 (除く特別国際金融取引勘定)	8,360,880	100.0%	8,189,432	100.0%
Manufacturing	製造業	796,500	9.5%	809,345	9.9%
Agriculture and forestry	農業、林業	26,496	0.3%	28,453	0.3%
Fishery	漁業	3,378	0.0%	2,593	0.0%
Mining and quarrying of stone and gravel	鉱業・砕石業、砂利採取業	4,768	0.1%	4,572	0.1%
Construction	建設業	276,737	3.3%	273,542	3.3%
Utilities	電気・ガス・熱供給・水道業	151,499	1.8%	145,173	1.8%
Communication	情報通信業	53,307	0.6%	57,736	0.7%
Transportation and postal activities	運輸業、郵便業	175,695	2.1%	185,569	2.3%
Wholesale and retail	卸売業、小売業	765,170	9.2%	777,933	9.5%
Finance and insurance	金融業、保険業	316,838	3.8%	328,848	4.0%
Real estate and goods rental and leasing	不動産業、物品賃貸業	870,631	10.4%	844,754	10.3%
Other services	各種サービス業(学術研究他)	590,646	7.1%	606,573	7.4%
Government, local government (Government)	地方公共団体等 (うち政府向け)	1,896,182	22.7%	1,758,735	21.5%
Others	その他	542,159	6.5%	401,839	4.9%
		2,433,033	29.1%	2,365,606	28.9%

【Total of two banks】

Classification of risk-monitored loans by type of industry

(Millions of yen)

	(Japanese)	As of Mar.31,2019		As of Mar.31,2018	
			%		%
Domestic total (excluding loans booked offshore)	国内 (除く特別国際金融取引勘定)	152,630	100.0%	145,855	100.0%
Manufacturing	製造業	26,215	17.2%	22,632	15.5%
Agriculture and forestry	農業、林業	942	0.6%	616	0.4%
Fishery	漁業	242	0.2%	267	0.2%
Mining and quarrying of stone and gravel	鉱業・砕石業、砂利採取業	185	0.1%	75	0.1%
Construction	建設業	14,004	9.2%	15,170	10.4%
Utilities	電気・ガス・熱供給・水道業	343	0.2%	499	0.3%
Communication	情報通信業	945	0.6%	1,262	0.9%
Transportation and postal activities	運輸業、郵便業	1,996	1.3%	2,042	1.4%
Wholesale and retail	卸売業、小売業	32,752	21.5%	30,541	20.9%
Finance and insurance	金融業、保険業	1,142	0.7%	171	0.1%
Real estate and goods rental and leasing	不動産業、物品賃貸業	18,452	12.1%	17,444	12.0%
Other services	各種サービス業(学術研究他)	25,599	16.8%	24,676	16.9%
Government, local government	地方公共団体等	—	—	—	—
Others	その他	29,807	19.5%	30,453	20.9%

【Hokuriku bank】

Classification of loans by type of industry

(Millions of yen)

	(Japanese)	As of Mar.31,2019		As of Mar.31,2018	
			%		%
Domestic total (excluding loans booked offshore)	国内 (除く 特別国際金融取引勘定)	4,740,350	100.0%	4,670,149	100.0%
Manufacturing	製造業	565,199	11.9%	565,182	12.1%
Agriculture and forestry	農業、林業	11,290	0.2%	12,140	0.3%
Fishery	漁業	2,314	0.1%	1,227	0.0%
Mining and quarrying of stone and gravel	鉱業・砕石業、砂利採取業	2,251	0.0%	2,125	0.0%
Construction	建設業	173,404	3.7%	172,102	3.7%
Utilities	電気・ガス・熱供給・水道業	75,394	1.6%	76,522	1.6%
Communication	情報通信業	28,106	0.6%	29,489	0.6%
Transportation and postal activities	運輸業、郵便業	88,377	1.9%	91,713	2.0%
Wholesale and retail	卸売業、小売業	463,519	9.8%	472,004	10.1%
Finance and insurance	金融業、保険業	176,645	3.7%	184,722	4.0%
Real estate and goods rental and leasing	不動産業、物品賃貸業	523,348	11.0%	501,058	10.7%
Other services	各種サービス業(学術研究他)	361,158	7.6%	372,964	8.0%
Government, local government (Government)	地方公共団体等 (うち政府向け)	1,027,350 337,934	21.7% 7.1%	961,418 256,849	20.6% 5.5%
Others	その他	1,241,995	26.2%	1,227,483	26.3%

【Hokuriku bank】

Classification of risk-monitored loans by type of industry

(Millions of yen)

	(Japanese)	As of Mar.31,2019		As of Mar.31,2018	
			%		%
Domestic total (excluding loans booked offshore)	国内 (除く 特別国際金融取引勘定)	90,166	100.0%	85,091	100.0%
Manufacturing	製造業	19,230	21.3%	17,479	20.5%
Agriculture and forestry	農業、林業	531	0.6%	200	0.2%
Fishery	漁業	130	0.2%	143	0.2%
Mining and quarrying of stone and gravel	鉱業・砕石業、砂利採取業	5	0.0%	5	0.0%
Construction	建設業	7,406	8.2%	7,691	9.0%
Utilities	電気・ガス・熱供給・水道業	—	—	—	—
Communication	情報通信業	351	0.4%	553	0.7%
Transportation and postal activities	運輸業、郵便業	1,451	1.6%	1,396	1.6%
Wholesale and retail	卸売業、小売業	23,822	26.4%	21,741	25.6%
Finance and insurance	金融業、保険業	400	0.5%	160	0.2%
Real estate and goods rental and leasing	不動産業、物品賃貸業	8,219	9.1%	7,923	9.3%
Other services	各種サービス業(学術研究他)	14,639	16.2%	13,828	16.3%
Government, local government	地方公共団体等	—	—	—	—
Others	その他	13,977	15.5%	13,968	16.4%

【Hokkaido bank】

Classification of loans by type of industry

(Millions of yen)

	(Japanese)	As of Mar.31,2019		As of Mar.31,2018	
			%		%
Domestic total (excluding loans booked offshore)	国内 (除く 特別国際金融取引勘定)	3,620,530	100.0%	3,519,283	100.0%
Manufacturing	製造業	231,301	6.4%	244,163	6.9%
Agriculture and forestry	農業、林業	15,206	0.4%	16,313	0.5%
Fishery	漁業	1,064	0.0%	1,366	0.0%
Mining and quarrying of stone and gravel	鉱業・砕石業、砂利採取業	2,517	0.1%	2,447	0.1%
Construction	建設業	103,333	2.9%	101,440	2.9%
Utilities	電気・ガス・熱供給・水道業	76,105	2.1%	68,651	1.9%
Communication	情報通信業	25,201	0.7%	28,247	0.8%
Transportation and postal activities	運輸業、郵便業	87,318	2.4%	93,856	2.7%
Wholesale and retail	卸売業、小売業	301,651	8.3%	305,929	8.7%
Finance and insurance	金融業、保険業	140,193	3.9%	144,126	4.1%
Real estate and goods rental and leasing	不動産業、物品賃貸業	347,283	9.6%	343,696	9.8%
Other services	各種サービス業(学術研究他)	229,488	6.3%	233,609	6.6%
Government, local government (Government)	地方公共団体等 (うち政府向け)	868,832 204,225	24.0% 5.6%	797,317 144,990	22.7% 4.1%
Others	その他	1,191,038	32.9%	1,138,123	32.3%

【Hokkaido bank】

Classification of risk-monitored loans by type of industry

(Millions of yen)

	(Japanese)	As of Mar.31,2019		As of Mar.31,2018	
			%		%
Domestic total (excluding loans booked offshore)	国内 (除く 特別国際金融取引勘定)	62,464	100.0%	60,763	100.0%
Manufacturing	製造業	6,984	11.2%	5,152	8.5%
Agriculture and forestry	農業、林業	411	0.7%	415	0.7%
Fishery	漁業	111	0.2%	124	0.2%
Mining and quarrying of stone and gravel	鉱業・砕石業、砂利採取業	179	0.3%	69	0.1%
Construction	建設業	6,597	10.6%	7,479	12.3%
Utilities	電気・ガス・熱供給・水道業	343	0.5%	499	0.8%
Communication	情報通信業	594	0.9%	708	1.2%
Transportation and postal activities	運輸業、郵便業	545	0.9%	646	1.1%
Wholesale and retail	卸売業、小売業	8,929	14.3%	8,800	14.5%
Finance and insurance	金融業、保険業	741	1.2%	10	0.0%
Real estate and goods rental and leasing	不動産業、物品賃貸業	10,233	16.4%	9,521	15.7%
Other services	各種サービス業(学術研究他)	10,960	17.5%	10,848	17.8%
Government, local government	地方公共団体等	—	—	—	—
Others	その他	15,830	25.3%	16,485	27.1%