



Summary :

November 8, 2019

Interim Financial Results for Fiscal 2019 (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 first half of Fiscal 2019 (for the six months ended September 30, 2019)

(1) Consolidated Results of Operations

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

	Ordinary Income		Ordinary Profits		Net Income Attributable to Owners of the Parent	
	¥ million	%	¥ million	%	¥ million	%
1H F2019	90,623	(1.4)	17,424	(10.5)	11,653	(16.6)
1H F2018	91,878	0.1	19,475	7.8	13,976	25.8

Reference: Comprehensive income for the first half of Fiscal 2019: ¥8,684 million [(59.2%)], for the first half of Fiscal 2018: ¥21,295 million [5.9%]

	Net Income	Diluted Net Income
	per Share of Common Stock	per Share of Common Stock
	¥	¥
1H F2019	82.71	82.51
1H F2018	100.46	100.25

(2) Consolidated Financial Conditions

	Total Assets	Total Net Assets	Own Capital Ratio
	¥ million	¥ million	%
1H F2019	13,336,512	630,231	4.7
Fiscal 2018	13,185,972	628,004	4.7

Reference: Own Capital: as of September 30, 2019: ¥626,857 million; as of March 31, 2019: ¥624,753 million

Notes: 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 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 2018	—	0.00	—	44.00	44.00
Fiscal 2019	—	0.00	—	44.00	44.00
Fiscal 2019 (forecast)	—	—	—	40.00	40.00

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

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
Full Year	31,500	(10.8)	19,500	(19.9)	¥ 137.05

Notes: Revision of released earnings estimates: No

4. Others

- (1) Changes in Significant Subsidiaries during the First Half of Fiscal 2019
(Changes in specified subsidiaries accompanying changes in scope of consolidation): No
- (2) Changes in Accounting Methods and Presentation of Consolidated Financial Statements
(a) Changes in accounting policies due to revisions of accounting standards, etc.: No
(b) Changes in accounting policies other than (a) above: No
(c) Changes in accounting estimates: No
(d) Restatements: No

(3) Issued Shares (Common Stock)

(a) Number of Common Stock outstanding (including Treasury Stock)	As of September 30, 2019	132,163,014	As of March 31, 2019	132,163,014
(b) Number of Treasury Stock	As of September 30, 2019	996,728	As of March 31, 2019	1,038,191
(c) Average outstanding shares for the six months ended	As of September 30, 2019	131,147,919	As of September 30, 2018	131,093,254

Non-consolidated Financial Results

1. Financial Highlights for the First Half of Fiscal 2019 (for the six months ended September 30, 2019)

(1) Non-Consolidated Results of Operations (%: Changes from previous fiscal year)

	Operating Income		Operating Profits		Ordinary Profits		Net Income	
	¥ million	%	¥ million	%	¥ million	%	¥ million	%
1H Fiscal 2019	328	(71.0)	26	(96.8)	2	(99.6)	0	(99.9)
1H Fiscal 2018	1,132	(0.5)	829	(0.2)	807	(0.1)	806	(0.0)

	Net Income per Share of Common Stock
1H Fiscal 2019	¥ (6.13)
1H Fiscal 2018	0.00

(2) Non-Consolidated Financial Conditions

	Total Assets	Total Net Assets	Own Capital Ratio
	¥ million	¥ million	%
1H Fiscal 2019	233,630	233,477	99.7
Fiscal 2018	240,079	239,933	99.8

Reference: Own Capital: as of September 30, 2019: ¥232,980 million; as of March 31, 2019: ¥239,490 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)

(Record Date)	Cash Dividends per Share				
	The end of 1 st Qtr	The end of 2 nd Qtr	The end of 3 rd Qtr	Fiscal year-end	Annual
	¥	¥	¥	¥	¥
Fiscal 2018	—	7.50	—	7.50	15.00
Fiscal 2019	—	7.50	—	7.50	15.00
Fiscal 2019 (forecast)	—	—	—	7.50	15.00

SELECTED INTERIM FINANCIAL INFORMATION
For the Fiscal Year 2019
(Ended September 30, 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 INTERIM FINANCIAL INFORMATION

For the Fiscal Year 2019 (Ended September 30, 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. Interim Financial Highlights

1. Income Analysis

【FG(consolidated)】

For the six months ended

(Billions of yen)

	(Japanese)	Sep.30, 2019			Sep.30, 2018
		(A)	(A)-(B)	{(A)-(B)}/(B)	(B)
Ordinary income	経常収益	90.6	(1.2)	(1.4%)	91.8
Ordinary profits	経常利益	17.4	(2.0)	(10.5%)	19.4
Net income attributable to owners of the parent	親会社株主に帰属する 中間純利益	11.6	(2.3)	(16.6%)	13.9

【Total of two banks】

For the six months ended

(Billions of yen)

	(Japanese)	Sep.30, 2019			Sep.30, 2018
		(A)	(A)-(B)	{(A)-(B)}/(B)	(B)
Ordinary income	経常収益	81.2	(2.4)	(2.8%)	83.6
Core gross business profits	コア業務粗利益	61.3	(2.6)	(4.1%)	64.0
Net interest income	資金利益	52.8	(2.3)		55.2
Domestic	国内業務部門	51.9	(2.1)		54.1
International	国際業務部門	0.8	(0.2)		1.0
Net fees and commissions	役員取引等利益	8.0	(0.3)		8.3
Net trading income	特定取引利益	0.0	(0.0)		0.0
Net other income (excluding gains (losses) related to bonds)	その他業務利益 (国債等債券損益除く)	0.4	0.0		0.4
Gains (losses) on foreign exchange transactions	うち外国為替売買損益	0.4	0.0		0.4
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	43.0	(0.7)		43.7
Personnel	人件費	20.4	(0.7)		21.1
Non-personnel	物件費	19.3	0.0		19.3
Core net business profits	コア業務純益	18.3	(1.9)	(9.6%)	20.3
Net gains (losses) related to bonds	国債等債券損益	3.7	4.7		(0.9)
Net business Profits (before provision (reversal) of general allowance for loan losses)	実質業務純益	22.1	2.7		19.3
Provision (reversal) of general allowance for loan losses (1)	一般貸倒引当金繰入(1)	1.1	1.2		(0.0)
Net business profits	業務純益	20.9	1.5		19.4
Net non-recurring gains (losses)	臨時損益	(3.2)	(4.4)		1.2
Credit related costs (2)	不良債権処理額(2)	3.9	3.3		0.6
(Reference) Total credit costs (1)+(2)	(参考)与信費用(1)+(2)	5.1	4.5		0.5
Net gains (losses) related to stocks	株式等損益	0.4	(1.6)		2.1
Ordinary profits	経常利益	17.7	(2.8)	(14.0%)	20.6
Net extraordinary gains (losses)	特別損益	(0.7)	0.0		(0.7)
Income taxes	法人税等	4.5	0.3		4.2
Income taxes-deferred	法人税等調整額	(0.7)	0.0		(0.8)
Net income	中間純利益	12.4	(3.1)	(20.1%)	15.5

【Hokuriku Bank】

For the six months ended

(Billions of yen)

	(Japanese)	Sep.30, 2019			Sep.30, 2018 (B)
		(A)	(A)-(B)	{(A)-(B)}/(B)	
Ordinary income	経 常 収 益	44.7	(0.6)	(1.5%)	45.4
Core gross business profits	コ ア 業 務 粗 利 益	33.3	(1.6)	(4.8%)	35.0
Net interest income	資 金 利 益	27.7	(1.9)		29.6
Domestic	国 内 業 務 部 門	27.1	(1.8)		28.9
International	国 際 業 務 部 門	0.5	(0.0)		0.6
Net fees and commissions	役 務 取 引 等 利 益	5.2	0.2		4.9
Net trading income	特 定 取 引 利 益	0.0	(0.0)		0.0
Net other income (excluding gains (losses) related to bonds)	そ の 他 業 務 利 益 (国 債 等 債 券 損 益 除 く)	0.4	(0.0)		0.4
Gains (losses) on foreign exchange transactions	う ち 外 国 為 替 売 買 損 益	0.4	(0.0)		0.4
Income from derivatives	う ち 金 融 派 生 商 品 収 益	—	0.0		(0.0)
General and administrative expenses	経 費	23.0	(0.4)		23.5
Personnel	人 件 費	11.5	(0.4)		11.9
Non-personnel	物 件 費	9.8	0.0		9.8
Core net business profits	コ ア 業 務 純 益	10.2	(1.1)	(10.4%)	11.4
Net gains (losses) related to bonds	国 債 等 債 券 損 益	2.5	2.8		(0.3)
Net business Profits (before provision (reversal) of general allowance for loan losses)	実 質 業 務 純 益	12.7	1.6		11.0
Provision (reversal) of general allowance for loan losses (1)	一 般 貸 倒 引 当 金 繰 入 (1)	1.0	1.0		—
Net business profits	業 務 純 益	11.7	0.6		11.0
Net non-recurring gains (losses)	臨 時 損 益	(1.7)	(3.3)		1.5
Credit related costs (2)	不 良 債 権 処 理 額 (2)	3.2	3.2		(0.0)
(Reference) Total credit costs (1)+(2)	(参 考) 与 信 費 用 (1)+(2)	4.2	4.3		(0.0)
Net gains (losses) related to stocks	株 式 等 損 益	0.4	(0.9)		1.3
Ordinary profits	経 常 利 益	9.9	(2.7)	(21.5%)	12.6
Net extraordinary gains (losses)	特 別 損 益	(0.6)	0.0		(0.6)
Income taxes	法 人 税 等	2.6	(0.0)		2.7
Income taxes-deferred	法 人 税 等 調 整 額	(0.4)	(0.4)		0.0
Net income	中 間 純 利 益	6.5	(2.6)	(28.5%)	9.2

【Hokkaido Bank】

For the six months ended

(Billions of yen)

	(Japanese)	Sep.30, 2019			Sep.30, 2018
		(A)	(A)-(B)	{(A)-(B)}/(B)	(B)
Ordinary income	経常収益	36.5	(1.7)	(4.5%)	38.2
Core gross business profits	コア業務粗利益	28.0	(1.0)	(3.5%)	29.0
Net interest income	資金利益	25.1	(0.4)		25.6
Domestic	国内業務部門	24.8	(0.3)		25.1
International	国際業務部門	0.2	(0.1)		0.4
Net fees and commissions	役務取引等利益	2.8	(0.5)		3.3
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	0.0		0.0
Gains (losses) on foreign exchange transactions	うち外国為替売買損益	0.0	0.0		0.0
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	19.9	(0.2)		20.1
Personnel	人件費	8.9	(0.2)		9.2
Non-personnel	物件費	9.4	(0.0)		9.4
Core net business profits	コア業務純益	8.0	(0.7)	(8.7%)	8.8
Net gains (losses) related to bonds	国債等債券損益	1.2	1.8		(0.6)
Net business Profits (before provision (reversal) of general allowance for loan losses)	実質業務純益	9.3	1.1		8.2
Provision (reversal) of general allowance for loan losses (1)	一般貸倒引当金繰入(1)	0.0	0.1		(0.0)
Net business profits	業務純益	9.2	0.9		8.3
Net non-recurring gains (losses)	臨時損益	(1.4)	(1.1)		(0.3)
Credit related costs (2)	不良債権処理額(2)	0.7	0.0		0.6
(Reference) Total credit costs (1)+(2)	(参考)与信費用(1)+(2)	0.8	0.2		0.6
Net gains (losses) related to stocks	株式等損益	0.0	(0.7)		0.8
Ordinary profits	経常利益	7.8	(0.1)	(2.3%)	8.0
Net extraordinary gains (losses)	特別損益	(0.0)	0.0		(0.0)
Income taxes	法人税等	1.9	0.3		1.5
Income taxes-deferred	法人税等調整額	(0.2)	0.5		(0.8)
Net income	中間純利益	5.8	(0.5)	(8.1%)	6.3

2. Loans and Deposits

(1) Loans

【Total of two banks】

(Billions of yen)

	(Japanese)	As of Sep.30,2019			As of Mar.31, 2019	As of Sep.30, 2018
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
Loans	(1)貸出金	8,456.5	95.6	305.9	8,360.8	8,150.5
Loans to small and medium-sized enterprises("SMEs") and individuals	(2)中小企業等向け貸出	5,302.9	27.0	113.8	5,275.8	5,189.0
Housing and consumer loans	(3)個人ローン	2,491.9	59.6	107.7	2,432.2	2,384.2
Housing loans	住宅系ローン	2,337.8	59.9	108.4	2,277.9	2,229.4
Percentage of loans to SMEs and individuals, to total loans	(2)/(1)中小企業等向け貸出比率	62.70%	(0.40%)	(0.96%)	63.10%	63.66%
Percentage of housing and consumer loans, to total loans	(3)/(1)個人ローン比率	29.46%	0.37%	0.21%	29.09%	29.25%

【Hokuriku bank】

(Billions of yen)

	(Japanese)	As of Sep.30,2019			As of Mar.31, 2019	As of Sep.30, 2018
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
Loans	(1)貸出金	4,823.4	83.1	177.0	4,740.3	4,646.4
Loans to small and medium-sized enterprises("SMEs") and individuals	(2)中小企業等向け貸出	3,122.8	27.9	79.8	3,094.8	3,042.9
Housing and consumer loans	(3)個人ローン	1,291.5	38.0	56.2	1,253.4	1,235.2
Housing loans	住宅系ローン	1,225.2	38.3	57.8	1,186.9	1,167.3
Percentage of loans to SMEs and individuals, to total loans	(2)/(1)中小企業等向け貸出比率	64.74%	(0.54%)	(0.75%)	65.28%	65.49%
Percentage of housing and consumer loans, to total loans	(3)/(1)個人ローン比率	26.77%	0.33%	0.19%	26.44%	26.58%

【Hokkaido bank】

(Billions of yen)

	(Japanese)	As of Sep.30,2019			As of Mar.31, 2019	As of Sep.30, 2018
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
Loans	(1)貸出金	3,633.0	12.5	128.9	3,620.5	3,504.1
Loans to small and medium-sized enterprises("SMEs") and individuals	(2)中小企業等向け貸出	2,180.0	(0.9)	33.9	2,180.9	2,146.0
Housing and consumer loans	(3)個人ローン	1,200.4	21.6	51.4	1,178.8	1,149.0
Housing loans	住宅系ローン	1,112.6	21.6	50.5	1,090.9	1,062.0
Percentage of loans to SMEs and individuals, to total loans	(2)/(1)中小企業等向け貸出比率	60.00%	(0.23%)	(1.24%)	60.23%	61.24%
Percentage of housing and consumer loans, to total loans	(3)/(1)個人ローン比率	33.04%	0.48%	0.25%	32.56%	32.79%

(2) Deposits and Investment products**【Group Total (Two banks and Hokuhoku Tokai Tokyo Securities Co.,Ltd. Combined)】**

(Billions of yen)

	(Japanese)	As of Sep.30,2019			As of Mar.31, 2019	As of Sep.30, 2018
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
Total balance of investment products for individuals	個人向け投資型金融商品	589.1	(11.2)	(30.5)	600.3	619.6
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)	513.2	(13.2)	(30.6)	526.5	543.9
Investment products for individuals at Hokuhoku Tokai Tokyo Securities Co.,Ltd.	ほくほくTT証券(株)の個人向け投資型金融商品	75.8	2.0	0.1	73.7	75.7

【Total of two banks】

(Billions of yen)

	(Japanese)	As of Sep.30,2019			As of Mar.31, 2019	As of Sep.30, 2018
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
Deposits*	預金(含む 譲渡性預金)	11,429.8	(9.9)	122.7	11,439.7	11,307.1
Individual deposits*	うち個人預金(含む 譲渡性預金)	7,736.6	66.7	166.3	7,669.8	7,570.2
Total individual assets	(1) 個人預かり資産	8,227.5	56.5	138.4	8,170.9	8,089.1
Individual deposits* (deposits in yen)	個人預金(円貨)	7,714.2	69.8	169.1	7,644.3	7,545.1
Investment products (for individuals)	(2) 投資型金融商品	513.2	(13.2)	(30.6)	526.5	543.9
Foreign currency deposits	外貨預金	22.3	(3.0)	(2.7)	25.4	25.1
Public bonds	公共債	223.6	(2.1)	(5.1)	225.8	228.7
Investment trusts	投資信託	267.2	(8.0)	(22.7)	275.2	290.0
Percentage of investment products, to total individual assets	(2)/(1) 投資型金融商品比率	6.23%	(0.21%)	(0.49%)	6.44%	6.72%

【Hokuriku bank】

(Billions of yen)

	(Japanese)	As of Sep.30,2019			As of Mar.31, 2019	As of Sep.30, 2018
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
Deposits*	預金(含む 譲渡性預金)	6,597.2	(39.5)	44.1	6,636.8	6,553.1
Individual deposits*	うち個人預金(含む 譲渡性預金)	4,308.2	40.2	86.5	4,267.9	4,221.7
Total individual assets	(1) 個人預かり資産	4,532.0	31.7	65.6	4,500.3	4,466.4
Individual deposits* (deposits in yen)	個人預金(円貨)	4,295.3	42.9	88.2	4,252.3	4,207.0
Investment products (for individuals)	(2) 投資型金融商品	236.7	(11.1)	(22.5)	247.9	259.3
Foreign currency deposits	外貨預金	12.9	(2.6)	(1.7)	15.6	14.6
Public bonds	公共債	88.2	(5.3)	(12.3)	93.6	100.5
Investment trusts	投資信託	135.6	(3.1)	(8.4)	138.7	144.1
Percentage of investment products, to total individual assets	(2)/(1) 投資型金融商品比率	5.22%	(0.29%)	(0.58%)	5.51%	5.80%

【Hokkaido bank】

(Billions of yen)

	(Japanese)	As of Sep.30,2019			As of Mar.31, 2019	As of Sep.30, 2018
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
Deposits*	預金(含む 譲渡性預金)	4,832.5	29.6	78.5	4,802.8	4,753.9
Individual deposits*	うち個人預金(含む 譲渡性預金)	3,428.4	26.5	79.8	3,401.8	3,348.5
Total individual assets	(1) 個人預かり資産	3,695.4	24.8	72.7	3,670.6	3,622.6
Individual deposits* (deposits in yen)	個人預金(円貨)	3,418.9	26.9	80.8	3,392.0	3,338.0
Investment products (for individuals)	(2) 投資型金融商品	276.4	(2.1)	(8.1)	278.6	284.6
Foreign currency deposits	外貨預金	9.4	(0.4)	(1.0)	9.8	10.4
Public bonds	公共債	135.3	3.2	7.1	132.1	128.1
Investment trusts	投資信託	131.6	(4.9)	(14.2)	136.5	145.9
Percentage of investment products, to total individual assets	(2)/(1) 投資型金融商品比率	7.48%	(0.11%)	(0.37%)	7.59%	7.85%

*including NCD

3. Securities

(1) Balance of securities

(Billions of yen)

	(Japanese)	Total of two banks								
					Hokuriku bank			Hokkaido bank		
		As of Sep.30,2019 (A)	(A)-(B)	As of Mar.31,2019 (B)	As of Sep.30,2019 (A)	(A)-(B)	As of Mar.31,2019 (B)	As of Sep.30,2019 (A)	(A)-(B)	As of Mar.31,2019 (B)
Securities	有価証券	1,848.6	59.7	1,788.8	1,194.4	(2.5)	1,197.0	654.2	62.3	591.8
Government bonds	国債	510.2	(88.7)	599.0	368.9	(31.1)	400.1	141.2	(57.5)	198.8
Local government bonds	地方債	409.7	44.6	365.1	287.8	3.8	283.9	121.9	40.7	81.1
Corporate bonds	社債	305.4	(3.4)	308.8	156.1	1.0	155.1	149.2	(4.4)	153.7
Japanese stocks	株式	216.6	(16.9)	233.5	154.3	(10.4)	164.8	62.2	(6.4)	68.7
Foreign securities	外国証券	194.8	62.0	132.7	119.5	18.8	100.6	75.2	43.1	32.0
Others	その他	211.7	62.1	149.5	107.5	15.2	92.3	104.2	46.9	57.2
Average duration to maturity of yen bonds (years)	円債デュレーション(年)	3.40	0.32	3.08	2.75	0.15	2.60	4.68	0.66	4.02

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

(Non-consolidated)

(Billions of yen)

	(Japanese)	Total of two banks								
					Hokuriku bank			Hokkaido bank		
		As of Sep.30,2019 (A)	(A)-(B)	As of Mar.31,2019 (B)	As of Sep.30,2019 (A)	(A)-(B)	As of Mar.31,2019 (B)	As of Sep.30,2019 (A)	(A)-(B)	As of Mar.31,2019 (B)
Available-for-sale securities	その他有価証券	122.1	(3.8)	126.0	94.7	(2.9)	97.7	27.3	(0.9)	28.3
Japanese stocks	株式	93.5	(12.1)	105.6	70.7	(8.5)	79.2	22.8	(3.5)	26.3
Japanese bonds	債券	12.9	(1.9)	14.9	10.6	(1.4)	12.0	2.3	(0.5)	2.8
Others	その他	15.5	10.1	5.4	13.3	7.0	6.3	2.1	3.1	(0.9)

(Consolidated)

(Billions of yen)

	(Japanese)	FG			Hokuriku bank			Hokkaido bank		
		As of Sep.30,2019 (A)	(A)-(B)	As of Mar.31,2019 (B)	As of Sep.30,2019 (A)	(A)-(B)	As of Mar.31,2019 (B)	As of Sep.30,2019 (A)	(A)-(B)	As of Mar.31,2019 (B)
		Available-for-sale securities	その他有価証券	121.4	(3.5)	124.9	94.7	(2.9)	97.7	29.1
Japanese stocks	株式	89.4	(12.0)	101.4	70.7	(8.5)	79.2	22.9	(3.5)	26.5
Japanese bonds	債券	12.9	(1.8)	14.8	10.6	(1.4)	12.0	2.3	(0.5)	2.8
Others	その他	18.9	10.3	8.6	13.3	7.0	6.3	3.8	3.2	0.5

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

【Total of two banks】

(Billions of yen)

	(Japanese)	As of Sep.30,2019			As of Mar.31,2019	As of Sep.30, 2018
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
Bankrupt and substantially bankrupt	破産更生債権等	16.1	0.0	0.3	16.1	15.7
Doubtful	危険債権	122.4	2.0	5.0	120.3	117.4
Substandard	要管理債権	20.3	2.0	2.4	18.2	17.9
Non Performing Loan	(1) 小計 (金融再生法開示債権)	158.8	4.1	7.8	154.6	151.0
Normal	正常債権	8,544.8	97.8	292.9	8,447.0	8,251.9
Total	(2) 合計 (総与信)	8,703.7	102.0	300.7	8,601.6	8,402.9
NPL ratio	(1)/(2) 開示債権比率	1.82%	0.03%	0.03%	1.79%	1.79%

【Hokuriku bank】

(Billions of yen)

	(Japanese)	As of Sep.30,2019			As of Mar.31,2019	As of Sep.30, 2018
		(A)	(A - B)	(A - C)	(B)	(C)
Bankrupt and substantially bankrupt	破産更生債権等	11.1	0.3	0.3	10.7	10.7
Doubtful	危険債権	72.3	2.4	5.3	69.9	67.0
Substandard	要管理債権	11.4	0.7	1.4	10.7	10.0
Non Performing Loan	(1) 小計 (金融再生法開示債権)	94.9	3.5	7.1	91.4	87.8
Normal	正常債権	4,804.7	85.0	168.0	4,719.7	4,636.7
Total	(2) 合計 (総与信)	4,899.6	88.5	175.1	4,811.0	4,724.4
NPL ratio	(1)/(2) 開示債権比率	1.93%	0.04%	0.08%	1.89%	1.85%

【Hokkaido bank】

(Billions of yen)

	(Japanese)	As of Sep.30,2019			As of Mar.31,2019	As of Sep.30, 2018
		(A)	(A)-(B)	(A)-(C)	(B)	(C)
Bankrupt and substantially bankrupt	破産更生債権等	5.0	(0.3)	(0.0)	5.4	5.0
Doubtful	危険債権	50.1	(0.3)	(0.2)	50.4	50.3
Substandard	要管理債権	8.9	1.3	1.0	7.5	7.8
Non Performing Loan	(1) 小計 (金融再生法開示債権)	63.9	0.6	0.7	63.3	63.2
Normal	正常債権	3,740.1	12.8	124.8	3,727.3	3,615.2
Total	(2) 合計 (総与信)	3,804.0	13.4	125.6	3,790.6	3,678.4
NPL ratio	(1)/(2) 開示債権比率	1.68%	0.02%	(0.03%)	1.66%	1.71%

5. Capital adequacy ratio

	(Japanese)	FG (consolidated)			Hokuriku bank (non-consolidated)			Hokkaido bank (non-consolidated)		
		As of Sep.30,2019	Change	As of Mar.31,2019	As of Sep.30,2019	Change	As of Mar.31,2019	As of Sep.30,2019	Change	As of Mar.31,2019
		Capital adequacy ratio	自己資本比率	9.29%	0.20%	9.09%	8.92%	0.13%	8.79%	8.98%

6. Forecast

(1) Earnings forecast

(Billions of yen)

	(Japanese)	【FG (consolidated)】 Forecast for FY 2019		
		Interim results	Full year Forecast	Change from FY 2018
		Ordinary profits	経常利益	17.4
Net income attributable to owners of the parent	親会社株主に帰属する 当期(中間)純利益	11.6	19.5	(4.8)

(Billions of yen)

	(Japanese)	【Total of two banks】 Forecast for FY 2019								
					Hokuriku bank			Hokkaido bank		
		Interim results	Full year Forecast	Change from FY 2018	Interim results	Full year Forecast	Change from FY 2018	Interim results	Full year Forecast	Change from FY 2018
		Core gross business profits	コア業務粗利益	61.3	124.0	(1.7)	33.3	67.0	(2.1)	28.0
General and administrative expenses	経費	43.0	87.0	0.4	23.0	46.5	0.0	19.9	40.5	0.3
Core net business profits	コア業務純益	18.3	37.0	(2.1)	10.2	20.5	(2.1)	8.0	16.5	0.0
Total credit costs	与信費用	5.1	8.5	3.8	4.2	6.0	3.1	0.8	2.5	0.7
Ordinary profits	経常利益	17.7	33.0	(3.7)	9.9	19.0	(3.1)	7.8	14.0	(0.5)
Net income	当期(中間)純利益	12.4	22.0	(4.6)	6.5	12.0	(3.5)	5.8	10.0	(1.0)

(2) Dividends forecast

	(Japanese)	Interim	Year-end	Annual	Change from FY 2018
		(results)	(forecast)		
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)

Millions of yen

		As of Mar. 31, 2019	As of Sep. 30, 2019
(Assets)	(資産の部)		
Cash and due from banks	現金預け金	2,556,419	2,605,240
Call loans and bills bought	コールローン及び買入手形	80,210	32,530
Monetary claims bought	買入金銭債権	37,030	32,091
Trading assets	特定取引資産	4,072	3,900
Money held in trust	金銭の信託	10,723	14,895
Securities	有価証券	1,797,605	1,858,161
Loans and bills discounted	貸出金	8,344,137	8,440,962
Foreign exchanges	外国為替	15,706	16,681
Other assets	その他資産	217,369	205,999
Tangible fixed assets	有形固定資産	99,177	98,347
Intangible fixed assets	無形固定資産	21,067	18,987
Asset for retirement benefit	退職給付に係る資産	398	684
Deferred tax assets	繰延税金資産	1,474	1,926
Customers' liabilities for acceptances and guarantees	支払承諾見返	53,483	61,674
Allowance for loan losses	貸倒引当金	(52,903)	(55,571)
Total assets	資産の部合計	13,185,972	13,336,512
(Liabilities)	(負債の部)		
Deposits	預金	11,296,634	11,251,010
Negotiable certificates of deposit	譲渡性預金	113,693	156,570
Call money and bills sold	コールマネー及び売渡手形	27,214	35,396
Payables under securities lending transactions	債券貸借取引受入担保金	352,650	398,588
Trading liabilities	特定取引負債	544	463
Borrowed money	借入金	612,665	634,212
Foreign exchanges	外国為替	795	332
Borrowed money from trust account	信託勘定借	—	340
Other liabilities	その他負債	64,694	132,939
Liability for retirement benefit	退職給付に係る負債	6,994	6,662
Reserve for directors' retirement benefits	役員退職慰労引当金	184	182
Reserve for contingent loss	偶発損失引当金	1,089	947
Reserve for reimbursement of deposits	睡眠預金払戻損失引当金	2,244	2,087
Reserves under the special laws	特別法上の引当金	2	2
Deferred tax liabilities	繰延税金負債	19,767	19,589
Deferred tax liabilities for land revaluation	再評価に係る繰延税金負債	5,309	5,282
Acceptances and guarantees	支払承諾	53,483	61,674
Total liabilities	負債の部合計	12,557,968	12,706,280
(Net assets)	(純資産の部)		
Capital stock	資本金	70,895	70,895
Capital surplus	資本剰余金	144,622	144,636
Retained earnings	利益剰余金	316,329	321,415
Treasury stock	自己株式	(1,281)	(1,229)
Total shareholders' equity	株主資本合計	530,565	535,716
Valuation difference on available-for-sale securities	その他有価証券評価差額金	91,608	88,100
Deferred gains or losses on hedges	繰延ヘッジ損益	(910)	(882)
Revaluation reserve for land	土地再評価差額金	8,354	8,346
Remeasurements of defined benefit plans	退職給付に係る調整累計額	(4,865)	(4,422)
Accumulated other comprehensive income	その他の包括利益累計額合計	94,187	91,140
Stock acquisition rights	新株予約権	443	497
Non-controlling interests	非支配株主持分	2,807	2,877
Total net assets	純資産の部合計	628,004	630,231
Total liabilities and net assets	負債及び純資産の部合計	13,185,972	13,336,512

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

【Hokuhoku Financial Group, Inc. (Consolidated)】

Consolidated Statements of Income (Unaudited)

Millions of yen

		For the six months ended Sep. 30, 2018	For the six months ended Sep. 30, 2019
Ordinary income	經常収益	91,878	90,623
Interest income	資金運用収益	57,466	54,626
Interest on loans and discounts	貸出金利息	43,511	42,141
Interest and dividends on securities	有価証券利息配当金	12,590	11,213
Trust fees	信託報酬	—	3
Fees and commissions	役務取引等収益	19,629	19,125
Trading income	特定取引収益	536	532
Other ordinary income	その他業務収益	8,397	11,591
Other income	その他經常収益	5,848	4,744
Ordinary expenses	經常費用	72,403	73,198
Interest expenses	資金調達費用	3,270	2,310
Interest on deposits	預金利息	656	574
Fees and commissions	役務取引等費用	7,960	7,737
Other ordinary expenses	その他業務費用	7,887	6,224
General and administrative expenses	営業経費	48,586	47,884
Other expenses	その他經常費用	4,697	9,042
Ordinary profits	經常利益	19,475	17,424
Extraordinary income	特別利益	94	106
Gain on disposal of fixed assets	固定資産処分益	94	106
Extraordinary loss	特別損失	873	822
Loss on disposal of fixed assets	固定資産処分損	200	220
Impairment loss	減損損失	673	602
Income before income taxes	税金等調整前中間純利益	18,696	16,709
Income taxes-current	法人税、住民税及び事業税	5,555	5,774
Income taxes-deferred	法人税等調整額	(904)	(783)
Total income taxes	法人税等合計	4,650	4,990
Net income	中間純利益	14,046	11,718
Net income attributable to non-controlling interests	非支配株主に帰属する中間純利益	69	65
Net income attributable to owners of the parent	親会社株主に帰属する中間純利益	13,976	11,653

Consolidated Statements of Comprehensive Income (Unaudited)

Millions of yen

		For the six months ended Sep. 30, 2018	For the six months ended Sep. 30, 2019
Net income	中間純利益	14,046	11,718
Other comprehensive income	その他の包括利益	7,249	(3,034)
Valuation difference on available-for-sale securities	その他有価証券評価差額金	6,702	(3,459)
Deferred gains or losses on hedges	繰延ヘッジ損益	200	27
Defined retirement benefit plans	退職給付に係る調整額	372	442
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	(25)	(44)
Total comprehensive income	中間包括利益	21,295	8,684
The amount attributable to owners of the parent	親会社株主に係る中間包括利益	21,196	8,614
The amount attributable to non-controlling interests	非支配株主に係る中間包括利益	99	69

【Hokuhoku Financial Group, Inc. (Consolidated)】

Consolidated Statements of Changes In Net Assets (Unaudited)

Millions of yen

For the six months ended Sep. 30, 2018	Shareholders' equity 株主資本				Total shareholders' equity 株主資本合計
	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	144,590	299,060	(1,367)	513,178
Changes of items during the period 当中間期変動額					
Cash dividends 剰余金の配当			(6,572)		(6,572)
Net income attributable to owners of the parent 親会社株主に帰属する中間純利益			13,976		13,976
Purchase of treasury stock 自己株式の取得				(4)	(4)
Disposal of treasury stock 自己株式の処分		32		94	126
Reversal of revaluation reserve for land 土地再評価差額金の取崩			135		135
Net changes of items other than shareholders' equity 株主資本以外の項目の変動					
Total changes during the period 当中間期変動額合計	—	32	7,539	89	7,661
Balance at the end of current period 当中間期末残高	70,895	144,622	306,599	(1,277)	520,839

Millions of yen

For the six months ended Sep. 30, 2018	Accumulated other comprehensive income: その他の包括利益累計額					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	Total net assets 純資産合計
	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					
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 当中間期変動額									
Cash dividends 剰余金の配当									(6,572)
Net income attributable to owners of the parent 親会社株主に帰属する中間純利益									13,976
Purchase of treasury stock 自己株式の取得									(4)
Disposal of treasury stock 自己株式の処分									126
Reversal of revaluation reserve for land 土地再評価差額金の取崩									135
Net changes of items other than shareholders' equity 株主資本以外の項目の変動	6,647	200	(135)	372		7,084	(8)	98	7,175
Total changes during the period 当中間期変動額合計	6,647	200	(135)	372		7,084	(8)	98	14,836
Balance at the end of current period 当中間期末残高	96,810	(774)	8,506	(3,605)		100,937	443	2,763	624,983

Millions of yen

For the six months ended Sep. 30, 2019	Shareholders' equity 株主資本				Total shareholders' equity 株主資本合計
	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 当期中間期首残高	70,895	144,622	316,329	(1,281)	530,565
Changes of items during the period 当期中間期変動額					
Cash dividends 剰余金の配当			(6,575)		(6,575)
Net income attributable to owners of the parent 親会社株主に帰属する中間純利益			11,653		11,653
Purchase of treasury stock 自己株式の取得				(5)	(5)
Disposal of treasury stock 自己株式の処分		13		56	70
Reversal of revaluation reserve for land 土地再評価差額金の取崩			8		8
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 当期中間期変動額合計	—	13	5,085	51	5,150
Balance at the end of current period 当期中間期末残高	70,895	144,636	321,415	(1,229)	535,716

Millions of yen

For the six months ended Sep. 30, 2019	Accumulated other comprehensive income: その他の包括利益累計額					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	Total net assets 純資産合計
	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					
Balance at the beginning of the period 当期中間期首残高	91,608	(910)	8,354	(4,865)		94,187	443	2,807	628,004
Changes of items during the period 当期中間期変動額									
Cash dividends 剰余金の配当									(6,575)
Net income attributable to owners of the parent 親会社株主に帰属する中間純利益									11,653
Purchase of treasury stock 自己株式の取得									(5)
Disposal of treasury stock 自己株式の処分									70
Reversal of revaluation reserve for land 土地再評価差額金の取崩									8
Net changes of items other than shareholders' equity 株主資本以外の項目の変動	(3,508)	27	(8)	442		(3,046)	53	69	(2,923)
Total changes during the period 当期中間期変動額合計	(3,508)	27	(8)	442		(3,046)	53	69	2,226
Balance at the end of current period 当期中間期末残高	88,100	(882)	8,346	(4,422)		91,140	497	2,877	630,231

【Hokuhoku Financial Group, Inc. (Consolidated)】

Consolidated Statements of Cash Flows (Unaudited)

Millions of yen

		For the six months ended Sep. 30, 2018	For the six months ended Sep. 30, 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	税金等調整前中間純利益	18,696	16,709
Depreciation	減価償却費	3,608	3,536
Impairment losses	減損損失	673	602
Amortization of goodwill	のれん償却額	1,051	1,051
Equity in losses(gains) of affiliates	持分法による投資損益(△)	(12)	(7)
Increase (decrease) in allowance for loan losses	貸倒引当金の増減(△)	595	2,667
Increase (decrease) in reserve for contingent loss	偶発損失引当金の増減(△)額	(243)	(142)
Increase (decrease) in asset for retirement benefit	退職給付に係る資産の増減(△)額	(306)	(286)
Increase (decrease) in liability for retirement benefit	退職給付に係る負債の増減(△)額	(306)	(331)
Increase (decrease) in reserve for directors' retirement benefits	役員退職慰労引当金の増減(△)額	(13)	(1)
Increase (decrease) in reserve for reimbursement of deposits	睡眠預金払戻損失引当金の増減(△)	35	(156)
Interest income	資金運用収益	(57,466)	(54,626)
Interest expenses	資金調達費用	3,270	2,310
Losses (gains) on securities	有価証券関係損益(△)	(1,114)	(4,219)
Losses (gains) on money held in trust	金銭の信託の運用損益(△)	(2)	(6)
Losses (gains) on foreign exchange	為替差損益(△)	(3,807)	1,007
Losses (gains) on sales of fixed assets	固定資産処分損益(△)	105	113
Net decrease (increase) in trading assets	特定取引資産の純増(△)減	17	171
Net increase (decrease) in trading liabilities	特定取引負債の純増減(△)	(91)	(81)
Net decrease (increase) in loans and bills discounted	貸出金の純増(△)減	38,280	(96,824)
Net increase (decrease) in deposits	預金の純増減(△)	69,125	(45,624)
Net increase (decrease) in negotiable certificates of deposit	譲渡性預金の純増減(△)	65,816	42,876
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(△)	38,799	21,547
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	10,626	(511)
Net decrease (increase) in call loans, and others	コールローン等の純増(△)減	(8,670)	52,618
Net increase (decrease) in call money and bills sold	コールマネー等の純増減(△)	(33,477)	8,181
Net increase (decrease) in payables under repurchase agreements	債券貸借取引受入担保金の純増減(△)	6,205	45,938
Net decrease (increase) in foreign exchanges (assets)	外国為替(資産)の純増(△)減	(1,781)	(974)
Net increase (decrease) in foreign exchanges (liabilities)	外国為替(負債)の純増減(△)	9	(462)
Net increase (decrease) in borrowed money from trust account	信託勘定借の純増減(△)	—	340
Interest income-cash basis	資金運用による収入	45,093	45,073
Interest expense-cash basis	資金調達による支出	(3,228)	(2,274)
Other, net	その他	(447)	76,953
Subtotal	小計	191,040	115,166
Income taxes paid	法人税等の支払額	(3,601)	(5,709)
Net cash provided by (used in) operating activities	営業活動によるキャッシュ・フロー	187,439	109,456
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	(347,166)	(473,431)
Proceeds from sales of securities	有価証券の売却による収入	272,748	262,561
Proceeds from redemption of securities	有価証券の償還による収入	46,006	151,951
Payments for increase in money held in trust	金銭の信託の増加による支出	(9,860)	(14,899)
Proceeds from sales on money held in trust	金銭の信託の減少による収入	10,461	9,980
Proceeds from fund management	投資活動としての資金運用による収入	12,593	11,219
Purchases of tangible fixed assets	有形固定資産の取得による支出	(2,445)	(1,780)
Proceeds from sales of tangible fixed assets	有形固定資産の売却による収入	206	323
Purchases of intangible fixed assets	無形固定資産の取得による支出	(952)	(462)
Net cash provided by (used in) investing activities	投資活動によるキャッシュ・フロー	(18,407)	(54,538)
III. Cash flows from financing activities:	財務活動によるキャッシュ・フロー		
Expenditures for fund procurement	財務活動としての資金調達による支出	(153)	—
Dividends paid	配当金の支払額	(6,572)	(6,575)
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	(4)	(5)
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	(6,731)	(6,581)
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	29	(27)
V. Net increase (decrease) in cash and cash equivalents	現金及び現金同等物の増減(△)額	162,330	48,309
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	2,374,356	2,553,235
VII. Cash and cash equivalents at the end of the period	現金及び現金同等物の中間期末残高	2,536,686	2,601,545

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

Balance Sheets (Unaudited)

Millions of yen

		As of Mar. 31, 2019	As of Sep. 30, 2019
(Assets)	(資産の部)		
Cash and due from banks	現金預け金	1,596,327	1,612,400
Call loans and bills bought	コールローン	80,210	32,530
Monetary claims bought	買入金銭債権	37,030	32,091
Trading assets	特定取引資産	1,188	1,097
Money held in trust	金銭の信託	—	4,990
Securities	有価証券	1,197,044	1,194,445
Loans and bills discounted	貸出金	4,740,350	4,823,457
Foreign exchanges	外国為替	8,392	8,858
Other assets	その他資産	69,509	65,809
Tangible fixed assets	有形固定資産	76,152	75,169
Intangible fixed assets	無形固定資産	5,349	4,780
Prepaid pension cost	前払年金費用	3,693	3,729
Customers' liabilities for acceptances and guarantees	支払承諾見返	26,879	30,815
Allowance for loan losses	貸倒引当金	(21,207)	(23,518)
Total assets	資産の部合計	7,820,921	7,866,659
(Liabilities)	(負債の部)		
Deposits	預金	6,520,452	6,472,732
Negotiable certificates of deposit	譲渡性預金	116,393	124,558
Call money and bills sold	コールマネー	27,214	35,396
Payables under securities lending transactions	債券貸借取引受入担保金	335,914	343,421
Trading liabilities	特定取引負債	544	463
Borrowed money	借入金	377,217	400,927
Foreign exchanges	外国為替	55	165
Borrowed money from trust account	信託勘定借	—	340
Other liabilities	その他負債	18,095	56,676
Reserve for employee retirement benefits	退職給付引当金	716	630
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	726	671
Reserve for reimbursement of deposits	睡眠預金払戻損失引当金	1,608	1,521
Deferred tax liabilities	繰延税金負債	20,608	20,224
Deferred tax liabilities for land revaluation	再評価に係る繰延税金負債	5,309	5,282
Acceptances and guarantees	支払承諾	26,879	30,815
Total liabilities	負債の部合計	7,451,782	7,493,871
(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	133,724	140,331
Total shareholders' equity	株主資本合計	289,132	295,740
Valuation difference on available-for-sale securities	その他有価証券評価差額金	72,562	69,583
Deferred gains or losses on hedges	繰延ヘッジ損益	(910)	(882)
Revaluation reserve for land	土地再評価差額金	8,354	8,346
Total valuation and translation adjustments	評価・換算差額等合計	80,006	77,047
Total net assets	純資産の部合計	369,139	372,787
Total liabilities and net assets	負債及び純資産の部合計	7,820,921	7,866,659

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

Statements of Income (Unaudited)

Millions of yen

		For the six months ended Sep. 30, 2018	For the six months ended Sep. 30, 2019
Ordinary income	經常収益	45,417	44,728
Interest income	資金運用収益	32,198	29,636
<i>Interest on loans and discounts</i>	貸出金利息	22,416	21,480
<i>Interest and dividends on securities</i>	有価証券利息配当金	8,615	7,085
Trust fees	信託報酬	—	3
Fees and commissions	役務取引等収益	8,663	8,907
Trading income	特定取引収益	27	25
Other ordinary income	その他業務収益	1,815	3,119
Other income	その他經常収益	2,712	3,035
Ordinary expenses	經常費用	32,785	34,813
Interest expense	資金調達費用	2,583	1,923
<i>Interest on deposits</i>	預金利息	456	406
Fees and commissions	役務取引等費用	3,698	3,700
Other ordinary expenses	その他業務費用	1,745	203
General and administrative expenses	営業経費	24,126	23,540
Other expenses	その他經常費用	631	5,445
Ordinary profits	經常利益	12,631	9,915
Extraordinary income	特別利益	94	104
Extraordinary loss	特別損失	778	743
Income before income taxes	税引前中間純利益	11,948	9,276
Income taxes-current	法人税、住民税及び事業税	2,721	3,166
Income taxes-deferred	法人税等調整額	0	(489)
Total income taxes	法人税等合計	2,721	2,677
Net income	中間純利益	9,226	6,599

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

Balance Sheets (Unaudited)

Millions of yen

		As of Mar. 31, 2019	As of Sep. 30, 2019
(Assets)	(資産の部)		
Cash and due from banks	現金預け金	958,032	990,787
Trading account securities	商品有価証券	2,883	2,803
Money held in trust	金銭の信託	9,123	9,054
Securities	有価証券	591,833	654,206
Loans and bills discounted	貸出金	3,620,530	3,633,071
Foreign exchanges	外国為替	7,314	7,822
Other assets	その他資産	94,204	86,894
Tangible fixed assets	有形固定資産	28,318	28,500
Intangible fixed assets	無形固定資産	3,980	3,556
Deferred tax assets	繰延税金資産	2,658	3,194
Customers' liabilities for acceptances and guarantees	支払承諾見返	26,594	30,851
Allowance for loan losses	貸倒引当金	(23,454)	(23,627)
Total assets	資産の部合計	5,322,018	5,427,117
(Liabilities)	(負債の部)		
Deposits	預金	4,790,689	4,790,404
Negotiable certificates of deposit	譲渡性預金	12,200	42,111
Payables under securities lending transactions	債券貸借取引受入担保金	16,736	55,167
Borrowed money	借入金	230,000	228,100
Foreign exchanges	外国為替	739	167
Other liabilities	その他負債	16,885	47,050
Reserve for employee retirement benefits	退職給付引当金	2,156	2,286
Reserve for directors' retirement benefits	役員退職慰労引当金	93	93
Reserve for contingent loss	偶発損失引当金	362	275
Reserve for reimbursement of deposits	睡眠預金払戻損失引当金	635	566
Acceptances and guarantees	支払承諾	26,594	30,851
Total liabilities	負債の部合計	5,097,094	5,197,073
(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	94,708	100,546
Total shareholders' equity	株主資本合計	205,027	210,865
Valuation difference on available-for-sale securities	その他有価証券評価差額金	19,896	19,177
Total valuation and translation adjustments	評価・換算差額等合計	19,896	19,177
Total net assets	純資産の部合計	224,923	230,043
Total liabilities and net assets	負債及び純資産の部合計	5,322,018	5,427,117

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

Statements of Income (Unaudited)

Millions of yen

		For the six months ended Sep. 30, 2018	For the six months ended Sep. 30, 2019
Ordinary income	經常収益	38,226	36,500
Interest income	資金運用収益	26,298	25,500
<i>Interest on loans and discounts</i>	貸出金利息	21,142	20,696
<i>Interest and dividends on securities</i>	有価証券利息配当金	4,958	4,603
Fees and commissions	役務取引等収益	8,482	7,782
Other ordinary income	その他業務収益	160	1,395
Other income	その他經常収益	3,285	1,822
Ordinary expenses	經常費用	30,221	28,678
Interest expense	資金調達費用	666	358
<i>Interest on deposits</i>	預金利息	199	168
Fees and commissions	役務取引等費用	5,085	4,965
Other ordinary expenses	その他業務費用	775	66
General and administrative expenses	営業経費	20,318	20,271
Other expenses	その他經常費用	3,375	3,016
Ordinary profits	經常利益	8,004	7,822
Extraordinary income	特別利益	—	2
Extraordinary loss	特別損失	86	63
Income before income taxes	税引前中間純利益	7,917	7,760
Income taxes-current	法人税、住民税及び事業税	2,398	2,198
Income taxes-deferred	法人税等調整額	(830)	(277)
Total income taxes	法人税等合計	1,568	1,921
Net income	中間純利益	6,349	5,838

III. Summary of Interim Financial Results

1. Income Analysis

【Hokuhoku FG (consolidated)】

		For the six months ended		(Millions of yen)
		Sep.30, 2019	change	Sep.30, 2018
		(A)	(A - B)	(B)
		(Japanese)		
Consolidated gross business profits	連結粗利益	69,607	2,696	66,911
Net interest income	資金利益	52,316	(1,879)	54,196
Trust fees	信託報酬	3	3	—
Net fees and commissions	役務取引等利益	11,387	(281)	11,668
Net trading income	特定取引利益	532	(3)	536
Net other income	その他業務利益	5,367	4,857	509
General and administrative expenses	営業経費	47,884	(702)	48,586
Amortization of goodwill	うちのれん償却	1,051	—	1,051
Total credit costs	不良債権処理額	5,669	4,393	1,276
Written-off of loans	貸出金償却	144	16	127
Provision of allowance for loan losses	貸倒引当金繰入額	5,455	4,259	1,195
Other credit costs	その他不良債権処理額	69	117	(47)
Net gains (losses) related to stocks	株式等損益	463	(1,649)	2,113
Other non-recurring gains (losses)	その他臨時損益	907	594	313
Ordinary profits	経常利益	17,424	(2,050)	19,475
Net extraordinary gains (losses)	特別損益	(715)	63	(779)
Income before income taxes	税金等調整前中間純利益	16,709	(1,987)	18,696
Income taxes-current	法人税、住民税及び事業税	5,773	218	5,555
Income taxes-deferred	法人税等調整額	(783)	120	(904)
Net income	中間純利益	11,719	(2,326)	14,046
Net income attributable to non-controlling interests	非支配株主に帰属する中間純利益	65	(4)	69
Net income attributable to owners of the parent	親会社株主に帰属する中間純利益	11,654	(2,322)	13,976

* Consolidated gross business profits = (Interest income - Interest expenses + Expenses corresponding to money trust) + (Trust fees) + (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)) + (信託報酬) + (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	23,571	3,477	20,093
Consolidated core net business profits	連結コア業務純益	19,815	(1,277)	21,092

* 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

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 six months ended (Millions of yen)

	(Japanese)	Sep.30, 2019		Sep.30, 2018
		(A)	change (A - B)	(B)
Gross business profits	業務粗利益	35,866	1,188	34,677
(Reference) Excluding net gains (losses) related to bonds	(除く国債等債券損益)	33,355	(1,678)	35,033
Domestic gross business profits	国内業務粗利益	33,465	(816)	34,282
(Reference) Excluding net gains (losses) related to bonds	(除く国債等債券損益)	32,254	(1,598)	33,853
Net interest income	資金利益	27,144	(1,841)	28,985
Net fees and commissions	役務取引等利益	5,086	247	4,839
Net trading income	特定取引利益	23	(4)	27
Net other income	その他業務利益	1,210	781	429
Net gains (losses) related to bonds	国債等債券損益	1,210	781	429
International gross business profits	国際業務粗利益	2,400	2,005	395
(Reference) Excluding net gains (losses) related to bonds	(除く国債等債券損益)	1,100	(79)	1,180
Net interest income	資金利益	569	(60)	629
Net fees and commissions	役務取引等利益	123	(1)	125
Net trading income	特定取引利益	1	1	(0)
Net other income	その他業務利益	1,705	2,065	(359)
Net gains (losses) related to bonds	国債等債券損益	1,299	2,084	(785)
General and administrative expenses	経費(臨時処理分を除く)	23,097	(492)	23,589
Personnel expenses	人件費	11,506	(448)	11,955
Non-personnel expenses	物件費	9,882	5	9,876
Taxes	税金	1,708	(49)	1,757
Net business profits (before provision (reversal) of general allowance for loan losses)	実質業務純益	12,769	1,681	11,087
(Reference) Core net business profits	(参考)コア業務純益	10,258	(1,185)	11,443
Provision (reversal) of general allowance for loan losses ①	一般貸倒引当金繰入①	1,065	1,065	—
Net business profits	業務純益	11,703	615	11,087
Net gains (losses) related to bonds	国債等債券損益	2,510	2,866	(355)
Net non-recurring gains (losses)	臨時損益	(1,788)	(3,331)	1,543
Credit related costs ②	不良債権処理額②	3,203	3,268	(65)
Written-off of loans	貸出金償却	—	—	—
Provision of allowance for loan losses	個別貸倒引当金繰入額	3,113	3,113	—
Losses on sales of non-performing loans	延滞債権売却損	32	32	0
Provision of reserve for contingent loss	偶発損失引当金繰入額	(54)	65	(120)
Other credit costs	その他の債権売却損等	111	(12)	124
Reversal of allowance for loan losses	貸倒引当金戻入益	—	(69)	69
(Reference) Total credit costs ①+②	(参考)与信費用①+②	4,269	4,334	(65)
Net gains (losses) related to stocks	株式等損益	410	(933)	1,343
Gains on sales of stocks and other securities	株式等売却益	1,221	(298)	1,519
Losses on sales of stocks and other securities	株式等売却損	744	586	157
Losses on devaluation of stocks and other securities	株式等償却	66	48	18
Ordinary profits	経常利益	9,915	(2,716)	12,631
Net extraordinary gains (losses)	特別損益	(638)	44	(683)
Net gain (loss) on disposal of noncurrent assets	固定資産処分損益	(96)	(12)	(83)
Gain on disposal of noncurrent assets	固定資産処分益	104	9	94
Loss on disposal of noncurrent assets	固定資産処分損	200	22	178
Impairment loss	減損損失	542	(57)	599
Income before income taxes	税引前中間純利益	9,276	(2,671)	11,948
Income taxes-current	法人税、住民税及び事業税	3,166	445	2,721
Income taxes-deferred	法人税等調整額	(489)	(489)	0
Net income	中間純利益	6,599	(2,627)	9,226

【Hokkaido Bank (Non-consolidated)】

For the six months ended (Millions of yen)

	(Japanese)	Sep.30, 2019		Sep.30, 2018
		(A)	change (A - B)	(B)
Gross business profits	業務粗利益	29,287	873	28,413
(Reference) Excluding net gains (losses) related to bonds	(除く国債等債券損益)	28,042	(1,004)	29,046
Domestic gross business profits	国内業務粗利益	28,149	(455)	28,605
(Reference) Excluding net gains (losses) related to bonds	(除く国債等債券損益)	27,637	(895)	28,532
Net interest income	資金利益	24,851	(317)	25,169
Net fees and commissions	役務取引等利益	2,791	(583)	3,374
Net trading income	特定取引利益	—	—	—
Net other income	その他業務利益	507	445	61
Net gains (losses) related to bonds	国債等債券損益	512	440	72
International gross business profits	国際業務粗利益	1,137	1,329	(192)
(Reference) Excluding net gains (losses) related to bonds	(除く国債等債券損益)	405	(108)	513
Net interest income	資金利益	291	(172)	463
Net fees and commissions	役務取引等利益	25	3	21
Net trading income	特定取引利益	—	—	—
Net other income	その他業務利益	820	1,498	(677)
Net gains (losses) related to bonds	国債等債券損益	732	1,438	(706)
General and administrative expenses	経費(臨時処理分を除く)	19,951	(230)	20,181
Personnel expenses	人件費	8,948	(259)	9,208
Non-personnel expenses	物件費	9,437	(2)	9,440
Taxes	税金	1,564	32	1,532
Net business profits (before provision (reversal) of general allowance for loan losses)	実質業務純益	9,336	1,104	8,231
(Reference) Core net business profits	(参考)コア業務純益	8,091	(774)	8,865
Provision (reversal) of general allowance for loan losses ①	一般貸倒引当金繰入①	95	175	(80)
Net business profits	業務純益	9,241	928	8,312
Net gains (losses) related to bonds	国債等債券損益	1,245	1,878	(633)
Net non-recurring gains (losses)	臨時損益	(1,419)	(1,111)	(307)
Credit related costs ②	不良債権処理額②	743	53	689
Written-off of loans	貸出金償却	0	0	—
Provision of allowance for loan losses	個別貸倒引当金繰入額	770	24	746
Losses on sales of non-performing loans	延滞債権等売却損	—	—	—
Provision of reserve for contingent loss	偶発損失引当金繰入額	(87)	36	(123)
Other credit costs	その他の債権売却損等	59	(7)	66
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	838	229	609
Net gains (losses) related to stocks	株式等損益	84	(735)	819
Gains on sales of stocks and other securities	株式等売却益	1,106	(1,443)	2,550
Losses on sales of stocks and other securities	株式等売却損	1,021	(667)	1,689
Losses on devaluation of stocks and other securities	株式等償却	0	(40)	40
Ordinary profits	経常利益	7,822	(182)	8,004
Net extraordinary gains (losses)	特別損益	(61)	24	(86)
Net gain (loss) on disposal of noncurrent assets	固定資産処分損益	(17)	4	(21)
Gain on disposal of noncurrent assets	固定資産処分益	2	2	—
Loss on disposal of noncurrent assets	固定資産処分損	19	(2)	21
Impairment loss	減損損失	44	(20)	65
Income before income taxes	税引前中間純利益	7,760	(157)	7,917
Income taxes-current	法人税、住民税及び事業税	2,198	(199)	2,398
Income taxes-deferred	法人税等調整額	(277)	553	(830)
Net income	中間純利益	5,838	(511)	6,349

2. Average Balance of Use and Source of Funds

【Domestic】 For the six months ended (Billions of yen)

	(Japanese)	Total of two banks								
		Total of two banks			Hokuriku bank			Hokkaido bank		
		Sep.30, 2019	Sep.30, 2018		Sep.30, 2019	Sep.30, 2018		Sep.30, 2019	Sep.30, 2018	
(A)	(A-B)	(B)	(A)	(A-B)	(B)	(A)	(A-B)	(B)		
Interest-earning assets	資金運用勘定	10,998.8	87.5	10,911.2	6,420.7	(10.1)	6,430.8	4,578.0	97.6	4,480.3
Loans and bills discounted	貸出金	8,365.7	236.9	8,128.8	4,719.9	113.1	4,606.7	3,645.7	123.7	3,522.0
Securities	有価証券	1,573.1	(26.9)	1,600.0	995.0	(74.0)	1,069.0	578.1	47.1	530.9
Interest-bearing liabilities	資金調達勘定	12,312.1	248.3	12,063.7	7,200.0	129.6	7,070.3	5,112.1	118.7	4,993.3
Deposits and NCD	預金(NCD含む)	11,469.2	258.8	11,210.4	6,613.3	133.3	6,480.0	4,855.8	125.4	4,730.4

【Total】 For the six months ended (Billions of yen)

	(Japanese)	Total of two banks								
		Total of two banks			Hokuriku bank			Hokkaido bank		
		Sep.30, 2019	Sep.30, 2018		Sep.30, 2019	Sep.30, 2018		Sep.30, 2019	Sep.30, 2018	
(A)	(A-B)	(B)	(A)	(A-B)	(B)	(A)	(A-B)	(B)		
Interest-earning assets	資金運用勘定	11,157.9	37.7	11,120.2	6,527.7	(58.8)	6,586.6	4,630.2	96.6	4,533.6
Loans and bills discounted	貸出金	8,382.7	236.3	8,146.3	4,736.9	112.9	4,624.0	3,645.7	123.4	3,522.3
Securities	有価証券	1,731.9	(94.7)	1,826.6	1,093.4	(135.6)	1,229.1	638.4	40.9	597.5
Interest-bearing liabilities	資金調達勘定	12,471.1	197.2	12,273.8	7,306.9	79.3	7,227.6	5,164.1	117.8	5,046.2
Deposits and NCD	預金(NCD含む)	11,522.7	250.3	11,272.4	6,651.9	127.3	6,524.5	4,870.8	122.9	4,747.8

3. Interest Rate Spread

【Domestic】 For the six months ended (%)

	(Japanese)	Total of two banks								
		Total of two banks			Hokuriku bank			Hokkaido bank		
		Sep.30, 2019	Sep.30, 2018		Sep.30, 2019	Sep.30, 2018		Sep.30, 2019	Sep.30, 2018	
(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	0.95	(0.05)	1.00	0.85	(0.06)	0.91	1.08	(0.05)	1.13
Loans and bills discounted (b)	貸出金利回り	0.99	(0.07)	1.06	0.89	(0.06)	0.95	1.13	(0.06)	1.19
Securities	有価証券利回り	1.27	(0.09)	1.36	1.19	(0.10)	1.29	1.40	(0.12)	1.52
Interest rate on interest-bearing liabilities (c) (including expenses)	資金調達原価	0.69	(0.03)	0.72	0.63	(0.03)	0.66	0.77	(0.03)	0.80
Deposits and NCD (d)	預金等利回り	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Expense ratio (e)	預金経費率	0.73	(0.03)	0.76	0.67	(0.03)	0.70	0.80	(0.03)	0.83
Spread between loans and deposits rates(b)-(d)	預貸金直接利差	0.99	(0.06)	1.05	0.88	(0.07)	0.95	1.12	(0.07)	1.19
Spread between loans and deposits rates (including expenses) (b)-(d)-(e)	預貸金利鞘	0.26	(0.03)	0.29	0.21	(0.03)	0.24	0.32	(0.03)	0.35
Interest rate spread (a)-(c)	総資金利鞘	0.26	(0.02)	0.28	0.22	(0.03)	0.25	0.31	(0.01)	0.32

【Total】 For the six months ended (%)

	(Japanese)	Total of two banks								
		Total of two banks			Hokuriku bank			Hokkaido bank		
		Sep.30, 2019	Sep.30, 2018		Sep.30, 2019	Sep.30, 2018		Sep.30, 2019	Sep.30, 2018	
(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	(0.06)	1.04	0.90	(0.07)	0.97	1.09	(0.06)	1.15
Loans and Bills discounted (b)	貸出金利回り	1.00	(0.06)	1.06	0.90	(0.06)	0.96	1.13	(0.06)	1.19
Securities	有価証券利回り	1.34	(0.14)	1.48	1.29	(0.10)	1.39	1.43	(0.22)	1.65
Interest rate on interest-bearing liabilities (c) (including expenses)	資金調達原価	0.72	(0.04)	0.76	0.68	(0.04)	0.72	0.78	(0.04)	0.82
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	0.74	(0.03)	0.77	0.69	(0.02)	0.71	0.81	(0.03)	0.84
Spread between loans and deposits rates(b)-(d)	預貸金直接利差	0.99	(0.06)	1.05	0.89	(0.06)	0.95	1.12	(0.06)	1.18
Spread between loans and deposits rates (including expenses) (b)-(d)-(e)	預貸金利鞘	0.24	(0.04)	0.28	0.20	(0.03)	0.23	0.30	(0.04)	0.34
Interest rate spread (a)-(c)	総資金利鞘	0.26	(0.02)	0.28	0.22	(0.03)	0.25	0.31	(0.02)	0.33

4. Net Business Profits

For the six months ended

(Millions of yen)

	(Japanese)	Total of two banks								
		Total of two banks			Hokuriku bank			Hokkaido bank		
		Sep.30, 2019	(A-B)	Sep.30, 2018	Sep.30, 2019	(A-B)	Sep.30, 2018	Sep.30, 2019	(A-B)	Sep.30, 2018
(A)	(A-B)	(B)	(A)	(A-B)	(B)	(A)	(A-B)	(B)		
Core net business profits	コア業務純益	18,349	(1,959)	20,309	10,258	(1,185)	11,443	8,091	(774)	8,865
As per employee (in thousands of yen)	一人当たり(千円)	3,753	(195)	3,949	3,971	(189)	4,161	3,510	(195)	3,706
Net business profits	業務純益	20,944	1,544	19,400	11,703	615	11,087	9,241	928	8,312
As per employee (in thousands of yen)	一人当たり(千円)	4,284	512	3,772	4,531	499	4,031	4,009	534	3,475

5. ROE・OHR・ROA

(1) ROE (Return on Equity)

For the six months ended

(%)

	(Japanese)	Total of two banks								
		Total of two banks			Hokuriku bank			Hokkaido bank		
		Sep.30, 2019	(A-B)	Sep.30, 2018	Sep.30, 2019	(A-B)	Sep.30, 2018	Sep.30, 2019	(A-B)	Sep.30, 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	6.71	(0.60)	7.31	5.51	(0.79)	6.30	9.28	(0.20)	9.48
Net business profits per common shareholders' equity	業務純益ベース	7.66	0.69	6.97	6.29	0.19	6.10	10.60	1.77	8.83
Interim net income per common shareholders' equity	中間純利益ベース	4.55	(0.99)	5.54	3.54	(1.54)	5.08	6.70	0.18	6.52

(2) OHR (Overhead Ratio)

For the six months ended

(%)

	(Japanese)	Total of two banks								
		Total of two banks			Hokuriku bank			Hokkaido bank		
		Sep.30, 2019	(A-B)	Sep.30, 2018	Sep.30, 2019	(A-B)	Sep.30, 2018	Sep.30, 2019	(A-B)	Sep.30, 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	70.11	1.81	68.30	69.24	1.91	67.33	71.14	1.67	69.47
Gross business profits basis	業務粗利益ベース	66.07	(3.30)	69.37	64.39	(3.63)	68.02	68.12	(2.90)	71.02

(3) ROA (Return on Assets)

For the six months ended

(%)

	(Japanese)	Total of two banks								
		Total of two banks			Hokuriku bank			Hokkaido bank		
		Sep.30, 2019	(A-B)	Sep.30, 2018	Sep.30, 2019	(A-B)	Sep.30, 2018	Sep.30, 2019	(A-B)	Sep.30, 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	0.28	(0.03)	0.31	0.26	(0.04)	0.30	0.29	(0.04)	0.33
Net business profits on assets	業務純益ベース	0.32	0.02	0.30	0.30	0.01	0.29	0.34	0.03	0.31
Interim net income on assets	中間純利益ベース	0.19	(0.05)	0.24	0.17	(0.07)	0.24	0.21	(0.03)	0.24

6. Net Gains and Losses on Securities

【FG(consolidated)】

For the six months ended

(Millions of yen)

	(Japanese)	Sep.30, 2019		Sep.30, 2018
		(A)	(A-B)	(B)
Net gains (losses) related to bonds	国債等債券損益	3,755	4,754	(999)
Gains on sales	売却益	3,984	2,529	1,455
Gains on redemption	償還益	34	(20)	55
Losses on sales	売却損	76	(2,433)	2,509
Losses on redemption	償還損	—	—	—
Losses on devaluation	償却	186	186	—
Net gains (losses) related to stocks	株式等損益	463	(1,649)	2,113
Gains on sales	売却益	2,308	(1,711)	4,019
Losses on sales	売却損	1,777	(70)	1,847
Losses on devaluation	償却	66	8	58

【Total of two banks】

For the six months ended

(Millions of yen)

	(Japanese)	Sep.30, 2019		Sep.30, 2018
		(A)	(A-B)	(B)
Net gains (losses) related to bonds	国債等債券損益	3,755	4,745	(989)
Gains on sales	売却益	3,984	2,519	1,465
Gains on redemption	償還益	34	(20)	55
Losses on sales	売却損	76	(2,433)	2,509
Losses on redemption	償還損	—	—	—
Losses on devaluation	償却	186	186	—
Net gains (losses) related to stocks	株式等損益	495	(1,668)	2,163
Gains on sales	売却益	2,328	(1,742)	4,070
Losses on sales	売却損	1,765	(81)	1,847
Losses on devaluation	償却	66	7	59

【Hokuriku bank】

For the six months ended

(Millions of yen)

	(Japanese)	Sep.30, 2019		Sep.30, 2018
		(A)	(A-B)	(B)
Net gains (losses) related to bonds	国債等債券損益	2,510	2,866	(355)
Gains on sales	売却益	2,713	1,324	1,389
Gains on redemption	償還益	—	—	—
Losses on sales	売却損	16	(1,729)	1,745
Losses on redemption	償還損	—	—	—
Losses on devaluation	償却	186	186	—
Net gains (losses) related to stocks	株式等損益	410	(933)	1,343
Gains on sales	売却益	1,221	(298)	1,519
Losses on sales	売却損	744	586	157
Losses on devaluation	償却	66	48	18

【Hokkaido bank】

For the six months ended

(Millions of yen)

	(Japanese)	Sep.30, 2019		Sep.30, 2018
		(A)	(A-B)	(B)
Net gains (losses) related to bonds	国債等債券損益	1,245	1,878	(633)
Gains on sales	売却益	1,270	1,195	75
Gains on redemption	償還益	34	(20)	55
Losses on sales	売却損	60	(703)	764
Losses on redemption	償還損	—	—	—
Losses on devaluation	償却	—	—	—
Net gains (losses) related to stocks	株式等損益	84	(735)	819
Gains on sales	売却益	1,106	(1,443)	2,550
Losses on sales	売却損	1,021	(667)	1,689
Losses on devaluation	償却	0	(40)	40

7. Valuation Difference on Securities

(1) Valuation difference on securities

【FG(consolidated)】

(Millions of yen)

	(Japanese)	As of Sep.30, 2019				As of Mar.31, 2019		
		(A)	Valuation difference			(B)	Valuation difference	
			(A)-(B)	Gains	Losses		Gains	Losses
Bonds being held to maturity	満期保有目的	13,132	704	13,235	102	12,428	12,523	95
Available-for-sale securities	その他有価証券	121,408	(3,542)	134,792	13,384	124,950	135,595	10,644
Japanese Stocks	株式	89,439	(12,026)	99,114	9,674	101,465	108,422	6,957
Japanese Bonds	債券	12,981	(1,885)	13,003	22	14,867	14,892	25
Others	その他	18,987	10,369	22,674	3,687	8,617	12,279	3,661
Total	合計	134,541	(2,837)	148,028	13,486	137,378	148,118	10,739
Japanese Stocks	株式	89,439	(12,026)	99,114	9,674	101,465	108,422	6,957
Japanese Bonds	債券	26,114	(1,180)	26,239	124	27,295	27,416	120
Others	その他	18,987	10,369	22,674	3,687	8,617	12,279	3,661

【Total of two banks】

(Millions of yen)

	(Japanese)	As of Sep.30, 2019				As of Mar.31, 2019		
		(A)	Valuation difference			(B)	Valuation difference	
			(A)-(B)	Gains	Losses		Gains	Losses
Bonds being held to maturity	満期保有目的	13,006	719	13,108	102	12,287	12,382	95
Available-for-sale securities	その他有価証券	122,125	(3,893)	134,302	12,177	126,018	135,297	9,278
Japanese Stocks	株式	93,557	(12,124)	102,024	8,467	105,681	111,272	5,591
Japanese Bonds	債券	12,987	(1,913)	13,010	22	14,900	14,926	25
Others	その他	15,580	10,144	19,267	3,687	5,436	9,097	3,661
Total	合計	135,131	(3,174)	147,411	12,279	138,305	147,679	9,373
Japanese Stocks	株式	93,557	(12,124)	102,024	8,467	105,681	111,272	5,591
Japanese Bonds	債券	25,994	(1,193)	26,118	124	27,188	27,308	120
Others	その他	15,580	10,144	19,267	3,687	5,436	9,097	3,661

【Hokuriku bank】

(Millions of yen)

	(Japanese)	As of Sep.30, 2019				As of Mar.31, 2019		
		(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	94,792	(2,915)	102,232	7,439	97,708	103,445	5,737
Japanese Stocks	株式	70,753	(8,546)	76,817	6,064	79,299	83,284	3,984
Japanese Bonds	債券	10,656	(1,401)	10,670	13	12,057	12,082	24
Others	その他	13,383	7,032	14,744	1,361	6,350	8,078	1,727
Total	合計	94,792	(2,915)	102,232	7,439	97,708	103,445	5,737
Japanese Stocks	株式	70,753	(8,546)	76,817	6,064	79,299	83,284	3,984
Japanese Bonds	債券	10,656	(1,401)	10,670	13	12,057	12,082	24
Others	その他	13,383	7,032	14,744	1,361	6,350	8,078	1,727

【Hokkaido bank】

(Millions of yen)

	(Japanese)	As of Sep.30, 2019				As of Mar.31, 2019		
		(A)	Valuation difference			(B)	Valuation difference	
			(A)-(B)	Gains	Losses		Gains	Losses
Bonds being held to maturity	満期保有目的	13,006	719	13,108	102	12,287	12,382	95
Available-for-sale securities	その他有価証券	27,332	(978)	32,070	4,737	28,310	31,851	3,541
Japanese Stocks	株式	22,804	(3,577)	25,207	2,403	26,381	27,987	1,606
Japanese Bonds	債券	2,331	(511)	2,339	8	2,843	2,844	1
Others	その他	2,197	3,111	4,523	2,326	(914)	1,019	1,933
Total	合計	40,338	(259)	45,178	4,840	40,597	44,233	3,636
Japanese Stocks	株式	22,804	(3,577)	25,207	2,403	26,381	27,987	1,606
Japanese Bonds	債券	15,337	207	15,448	110	15,130	15,226	96
Others	その他	2,197	3,111	4,523	2,326	(914)	1,019	1,933

8. Capital Adequacy Ratio (Domestic Standard)

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

【FG(consolidated)】

(Millions of yen)

	(Japanese)	As of Sep.30,2019			As of Mar.31,2019	As of Sep.30,2018
		(A)	(A-B)	(A-C)	(B)	(C)
(1) Capital adequacy ratio	自己資本比率	9.29 %	0.20 %	(0.49) %	9.09 %	9.78 %
(2) Capital ①－②	自己資本	535,050	13,951	(23,306)	521,098	558,356
① Core capital : instruments and reserves	コア資本に係る基礎項目	551,900	12,383	(25,406)	539,517	577,307
Shareholders' equity	うち株主資本	481,195	10,921	14,877	470,274	466,318
General allowance for loan losses	うち一般貸倒引当金等	15,929	934	1,964	14,995	13,964
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
② Core capital : regulatory adjustments	コア資本に係る調整項目	16,849	(1,568)	(2,100)	18,418	18,950
Intangible fixed assets	うち無形固定資産	16,352	(1,766)	(1,907)	18,119	18,260
(3) Risk-weighted assets	リスクアセット	5,756,851	27,666	49,427	5,729,184	5,707,423

【Hokuriku bank】

(non-consolidated)

(Millions of yen)

	(Japanese)	As of Sep.30,2019			As of Mar.31,2019	As of Sep.30,2018
		(A)	(A-B)	(A-C)	(B)	(C)
(1) Capital adequacy ratio	自己資本比率	8.92 %	0.13 %	(0.29) %	8.79 %	9.21 %
(2) Capital ①－②	自己資本	298,214	7,173	(7,652)	291,040	305,866
① Core capital : instruments and reserves	コア資本に係る基礎項目	304,133	6,803	(7,127)	297,329	311,260
Shareholders' equity	うち株主資本	294,933	5,801	12,317	289,132	282,616
General allowance for loan losses	うち一般貸倒引当金等	6,133	1,010	1,237	5,122	4,895
Perpetual preferred stock	うち永久優先株	—	—	—	—	—
Subordinated debts	うち劣後債務	—	—	(20,000)	—	20,000
② Core capital : regulatory adjustments	コア資本に係る調整項目	5,919	(369)	524	6,289	5,394
Intangible fixed assets	うち無形固定資産	3,325	(395)	82	3,720	3,242
(3) Risk-weighted assets	リスクアセット	3,342,315	33,979	23,969	3,308,336	3,318,346

(Consolidated)

Capital adequacy ratio	自己資本比率	8.89 %	0.13 %	(0.30) %	8.76 %	9.19 %
Capital	自己資本	297,429	7,262	(7,918)	290,166	305,347
Risk-weighted assets	リスクアセット	3,343,877	33,918	24,436	3,309,959	3,319,440

【Hokkaido bank】

(non-consolidated)

(Millions of yen)

	(Japanese)	As of Sep.30,2019			As of Mar.31,2019	As of Sep.30,2018
		(A)	(A-B)	(A-C)	(B)	(C)
(1) Capital adequacy ratio	自己資本比率	8.98 %	0.29 %	(0.46) %	8.69 %	9.44 %
(2) Capital ①－②	自己資本	212,065	6,140	(8,986)	205,925	221,052
① Core capital : instruments and reserves	コア資本に係る基礎項目	214,540	5,844	(8,859)	208,695	223,400
Shareholders' equity	うち株主資本	157,149	5,838	10,507	151,311	146,642
General allowance for loan losses	うち一般貸倒引当金等	3,674	6	632	3,668	3,041
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
② Core capital : regulatory adjustments	コア資本に係る調整項目	2,474	(295)	126	2,769	2,348
Intangible fixed assets	うち無形固定資産	2,474	(295)	126	2,769	2,348
(3) Risk-weighted assets	リスクアセット	2,360,048	(8,374)	18,973	2,368,422	2,341,075

(Consolidated)

Capital adequacy ratio	自己資本比率	9.09 %	0.29 %	(0.48) %	8.80 %	9.57 %
Capital	自己資本	215,985	6,182	(9,410)	209,802	225,396
Risk-weighted assets	リスクアセット	2,374,244	(8,221)	20,312	2,382,466	2,353,932

IV. Loan Portfolio and Other

1. Disclosed Claims under the Financial Reconstruction Law

【Total of two banks】

(Millions of yen)

	(Japanese)	As of Sep.30,2019			As of Mar.31,2019	As of Sep.30,2018
		(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	16,100	12	363	16,087	15,736
Doubtful	危険債権	122,420	2,083	5,064	120,336	117,355
Substandard	要管理債権	20,297	2,083	2,422	18,213	17,874
Non Performing Loans	(1) 小計	158,817	4,179	7,850	154,637	150,966
	Normal	8,544,838	97,863	292,948	8,446,974	8,251,889
Total	(2) 合計	8,703,655	102,043	300,799	8,601,612	8,402,856
NPL ratio (%)	(1)/(2) 比率	1.82%	0.03%	0.03%	1.79%	1.79%

Amount of partial write-off	部分直接償却実施額	40,074	(34)	(1,575)	40,109	41,650
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【Hokuriku bank】

(Millions of yen)

	(Japanese)	As of Sep.30,2019			As of Mar.31,2019	As of Sep.30,2018
		(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	11,108	393	376	10,714	10,731
Doubtful	危険債権	72,347	2,408	5,340	69,939	67,007
Substandard	要管理債権	11,441	723	1,405	10,718	10,035
Non Performing Loans	(1) 小計	94,897	3,525	7,123	91,372	87,774
	Normal	4,804,725	85,051	168,071	4,719,673	4,636,654
Total	(2) 合計	4,899,623	88,577	175,194	4,811,046	4,724,429
NPL ratio (%)	(1)/(2) 比率	1.93%	0.04%	0.08%	1.89%	1.85%

Amount of partial write-off	部分直接償却実施額	28,350	6	(701)	28,343	29,051
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【Hokkaido bank】

(Millions of yen)

	(Japanese)	As of Sep.30,2019			As of Mar.31,2019	As of Sep.30,2018
		(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	4,991	(380)	(13)	5,372	5,005
Doubtful	危険債権	50,072	(325)	(275)	50,397	50,347
Substandard	要管理債権	8,855	1,360	1,016	7,495	7,839
Non Performing Loans	(1) 小計	63,920	654	727	63,265	63,192
	Normal	3,740,112	12,811	124,877	3,727,300	3,615,234
Total	(2) 合計	3,804,032	13,466	125,605	3,790,566	3,678,427
NPL ratio (%)	(1)/(2) 比率	1.68%	0.02%	(0.03%)	1.66%	1.71%

Amount of partial write-off	部分直接償却実施額	11,724	(41)	(874)	11,765	12,598
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2. Coverage on Disclosed Claims under the Financial Reconstruction Law

【Total of two banks】

(Millions of yen)

(Japanese)			Loan amount	Covered by collateral and/or guarantees	Allowance for loan losses	Coverage ratio for unsecured portion	Coverage ratio
			(A)	(B)	(C)	(C)/{(A)-(B)}	{(B)+(C)}/(A)
			債権額	担保・保証等	貸倒引当金等	引当率	保全率
Bankrupt and substantially bankrupt	破産更生債権及びこれらに準ずる債権	As of Sep.30, 2019 (a)	16,100	14,183	1,917	100.00%	100.00%
		As of Mar.31, 2019 (b)	16,087	14,495	1,592	100.00%	100.00%
		(a) - (b)	12	(312)	325	—	—
Doubtful	危険債権	As of Sep.30, 2019 (a)	122,420	69,825	36,046	68.53%	86.48%
		As of Mar.31, 2019 (b)	120,336	70,254	35,045	69.97%	87.50%
		(a) - (b)	2,083	(429)	1,001	(1.44%)	(1.02%)
Substandard	要管理債権	As of Sep.30, 2019 (a)	20,297	13,450	414	6.04%	68.30%
		As of Mar.31, 2019 (b)	18,213	13,755	214	4.81%	76.70%
		(a) - (b)	2,083	(304)	199	1.23%	(8.40%)
Total	合計	As of Sep.30, 2019 (a)	158,817	97,459	38,377	62.54%	85.53%
		As of Mar.31, 2019 (b)	154,637	98,505	36,851	65.65%	87.53%
		(a) - (b)	4,179	(1,046)	1,525	(3.11%)	(2.00%)

【Hokuriku bank】

(Millions of yen)

(Japanese)			Loan amount	Covered by collateral and/or guarantees	Allowance for loan losses	Coverage ratio for unsecured portion	Coverage ratio
			(A)	(B)	(C)	(C)/{(A)-(B)}	{(B)+(C)}/(A)
			債権額	担保・保証等	貸倒引当金等	引当率	保全率
Bankrupt and substantially bankrupt	破産更生債権及びこれらに準ずる債権	As of Sep.30, 2019 (a)	11,108	9,546	1,562	100.00%	100.00%
		As of Mar.31, 2019 (b)	10,714	9,559	1,155	100.00%	100.00%
		(a) - (b)	393	(13)	407	—	—
Doubtful	危険債権	As of Sep.30, 2019 (a)	72,347	46,923	16,240	63.87%	87.30%
		As of Mar.31, 2019 (b)	69,939	46,490	15,403	65.68%	88.49%
		(a) - (b)	2,408	433	836	(1.81%)	(1.19%)
Substandard	要管理債権	As of Sep.30, 2019 (a)	11,441	6,136	224	4.23%	55.60%
		As of Mar.31, 2019 (b)	10,718	6,308	200	4.54%	60.73%
		(a) - (b)	723	(172)	24	(0.31%)	(5.13%)
Total	合計	As of Sep.30, 2019 (a)	94,897	62,606	18,027	55.82%	84.96%
		As of Mar.31, 2019 (b)	91,372	62,358	16,758	57.76%	86.58%
		(a) - (b)	3,525	248	1,268	(1.94%)	(1.62%)

【Hokkaido bank】

(Millions of yen)

(Japanese)			Loan amount	Covered by collateral and/or guarantees	Allowance for loan losses	Coverage ratio for unsecured portion	Coverage ratio
			(A)	(B)	(C)	(C)/{(A)-(B)}	{(B)+(C)}/(A)
			債権額	担保・保証等	貸倒引当金等	引当率	保全率
Bankrupt and substantially bankrupt	破産更生債権及びこれらに準ずる債権	As of Sep.30, 2019 (a)	4,991	4,636	354	100.00%	100.00%
		As of Mar.31, 2019 (b)	5,372	4,935	436	100.00%	100.00%
		(a) - (b)	(380)	(298)	(82)	—	—
Doubtful	危険債権	As of Sep.30, 2019 (a)	50,072	22,901	19,806	72.89%	85.29%
		As of Mar.31, 2019 (b)	50,397	23,764	19,642	73.75%	86.12%
		(a) - (b)	(325)	(863)	164	(0.86%)	(0.83%)
Substandard	要管理債権	As of Sep.30, 2019 (a)	8,855	7,313	189	12.28%	84.72%
		As of Mar.31, 2019 (b)	7,495	7,446	14	29.30%	99.54%
		(a) - (b)	1,360	(132)	175	(17.02%)	(14.82%)
Total	合計	As of Sep.30, 2019 (a)	63,920	34,852	20,350	70.01%	86.36%
		As of Mar.31, 2019 (b)	63,265	36,147	20,093	74.09%	88.89%
		(a) - (b)	654	(1,294)	257	(4.08%)	(2.53%)

3. Risk-Monitored Loans

【Total of two banks】

(Millions of yen)

	(Japanese)	As of Sep.30,2019			As of Mar.31,2019	As of Sep.30,2018
		(A)	(A-B)	(A-C)	(B)	(C)
Loans to bankrupt borrowers	破綻先債権額	4,319	503	805	3,815	3,513
Non-accrual delinquent loans	延滞債権額	132,373	1,772	4,495	130,601	127,878
Loans past due for 3 months or more	3カ月以上延滞債権額	140	(455)	64	595	75
Restructured loans	貸出条件緩和債権額	20,156	2,539	2,357	17,617	17,799
Total	合計	156,990	4,359	7,724	152,630	149,266
Total loans and bills discounted	貸出金残高	8,456,529	95,648	305,977	8,360,880	8,150,551

(% to total loans and bills discounted)

Loans to bankrupt borrowers	破綻先債権額	0.05	0.01	0.01	0.04	0.04
Non-accrual delinquent loans	延滞債権額	1.56	0.00	0.00	1.56	1.56
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	0.23	0.02	0.02	0.21	0.21
Total	合計	1.85	0.03	0.02	1.82	1.83

【Hokuriku bank】

(Millions of yen)

	(Japanese)	As of Sep.30,2019			As of Mar.31,2019	As of Sep.30,2018
		(A)	(A-B)	(A-C)	(B)	(C)
Loans to bankrupt borrowers	破綻先債権額	2,720	197	404	2,523	2,316
Non-accrual delinquent loans	延滞債権額	79,593	2,668	5,402	76,924	74,190
Loans past due for 3 months or more	3カ月以上延滞債権額	30	(565)	(45)	595	75
Restructured loans	貸出条件緩和債権額	11,411	1,288	1,451	10,122	9,960
Total	合計	93,755	3,588	7,212	90,166	86,542
Total loans and bills discounted	貸出金残高	4,823,457	83,107	177,041	4,740,350	4,646,416

(% to total loans and bills discounted)

Loans to bankrupt borrowers	破綻先債権額	0.05	0.00	0.01	0.05	0.04
Non-accrual delinquent loans	延滞債権額	1.65	0.03	0.06	1.62	1.59
Loans past due for 3 months or more	3カ月以上延滞債権額	0.00	(0.01)	0.00	0.01	0.00
Restructured loans	貸出条件緩和債権額	0.23	0.02	0.02	0.21	0.21
Total	合計	1.94	0.04	0.08	1.90	1.86

【Hokkaido bank】

(Millions of yen)

	(Japanese)	As of Sep.30,2019			As of Mar.31,2019	As of Sep.30,2018
		(A)	(A-B)	(A-C)	(B)	(C)
Loans to bankrupt borrowers	破綻先債権額	1,598	306	401	1,291	1,196
Non-accrual delinquent loans	延滞債権額	52,780	(896)	(906)	53,676	53,687
Loans past due for 3 months or more	3カ月以上延滞債権額	109	109	109	—	—
Restructured loans	貸出条件緩和債権額	8,745	1,250	906	7,495	7,839
Total	合計	63,234	770	511	62,464	62,723
Total loans and bills discounted	貸出金残高	3,633,071	12,541	128,936	3,620,530	3,504,135

(% to total loans and bills discounted)

Loans to bankrupt borrowers	破綻先債権額	0.04	0.01	0.01	0.03	0.03
Non-accrual delinquent loans	延滞債権額	1.45	(0.03)	(0.08)	1.48	1.53
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	0.24	0.04	0.02	0.20	0.22
Total	合計	1.74	0.02	(0.04)	1.72	1.78

4. Allowance for Loan Losses

【Total of two banks】

(Millions of yen)

	(Japanese)	As of Sep.30,2019			As of Mar.31,2019	As of Sep.30,2018
		(A)	(A-B)	(A-C)	(B)	(C)
Allowance for loan losses	貸倒引当金	47,146	2,483	6,105	44,662	41,041
General allowance	一般貸倒引当金	8,862	1,160	2,032	7,701	6,829
Specific allowance	個別貸倒引当金	38,283	1,322	4,072	36,961	34,211

【Hokuriku bank】

(Millions of yen)

	(Japanese)	As of Sep.30,2019			As of Mar.31,2019	As of Sep.30,2018
		(A)	(A-B)	(A-C)	(B)	(C)
Allowance for loan losses	貸倒引当金	23,518	2,310	4,816	21,207	18,701
General allowance	一般貸倒引当金	5,461	1,065	1,321	4,395	4,139
Specific allowance	個別貸倒引当金	18,057	1,245	3,495	16,812	14,562

【Hokkaido bank】

(Millions of yen)

	(Japanese)	As of Sep.30,2019			As of Mar.31,2019	As of Sep.30,2018
		(A)	(A-B)	(A-C)	(B)	(C)
Allowance for loan losses	貸倒引当金	23,627	172	1,288	23,454	22,339
General allowance	一般貸倒引当金	3,400	95	710	3,305	2,690
Specific allowance	個別貸倒引当金	20,226	77	577	20,149	19,649

5. Coverage Ratio for Risk-Monitored Loans

【Total of two banks】

(Millions of yen)

	(Japanese)	As of Sep.30,2019			As of Mar.31,2019	As of Sep.30,2018
		(A)	(A-B)	(A-C)	(B)	(C)
Before partial write-off	部分直接償却前	44.26%	0.28%	0.95%	43.98%	43.31%
After partial write-off	部分直接償却後	30.03%	0.77%	2.54%	29.26%	27.49%
Amount of partial write-off	部分直接償却実施額	40,074	(34)	(1,575)	40,109	41,650

【Hokuriku bank】

(Millions of yen)

	(Japanese)	As of Sep.30,2019			As of Mar.31,2019	As of Sep.30,2018
		(A)	(A-B)	(A-C)	(B)	(C)
Before partial write-off	部分直接償却前	42.47%	0.66%	1.16%	41.81%	41.31%
After partial write-off	部分直接償却後	25.08%	1.56%	3.48%	23.52%	21.60%
Amount of partial write-off	部分直接償却実施額	28,350	6	(701)	28,343	29,051

【Hokkaido bank】

(Millions of yen)

	(Japanese)	As of Sep.30,2019			As of Mar.31,2019	As of Sep.30,2018
		(A)	(A-B)	(A-C)	(B)	(C)
Before partial write-off	部分直接償却前	47.16%	(0.28%)	0.78%	47.44%	46.38%
After partial write-off	部分直接償却後	37.36%	(0.18%)	1.75%	37.54%	35.61%
Amount of partial write-off	部分直接償却実施額	11,724	(41)	(874)	11,765	12,598

6. Deposits and Loans

【Total of two banks】

(Millions of yen)

	(Japanese)	As of Sep.30,2019			As of Mar.31,2019 (B)	As of Sep.30,2018 (C)
		(A)	(A-B)	(A-C)		
Deposits and NCD (term-end balance)	預金(含む譲渡性預金)(末残)	11,429,807	(9,928)	122,700	11,439,735	11,307,106
Deposits and NCD (average balance)	預金(含む譲渡性預金)(平残)	11,522,752	234,615	250,349	11,288,136	11,272,402
Loans and bills discounted (term-end balance)	貸出金(末残)	8,456,529	95,648	305,977	8,360,880	8,150,551
Loans and bills discounted (average balance)	貸出金(平残)	8,382,737	159,710	236,358	8,223,026	8,146,378

【Hokuriku bank】

(Millions of yen)

	(Japanese)	As of Sep.30,2019			As of Mar.31,2019 (B)	As of Sep.30,2018 (C)
		(A)	(A-B)	(A-C)		
Deposits and NCD (term-end balance)	預金(末残)	6,597,291	(39,554)	44,144	6,636,846	6,553,146
Deposits and NCD (average balance)	預金(平残)	6,651,908	135,314	127,398	6,516,593	6,524,509
Loans and bills discounted (term-end balance)	貸出金(末残)	4,823,457	83,107	177,041	4,740,350	4,646,416
Loans and bills discounted (average balance)	貸出金(平残)	4,736,968	88,405	112,945	4,648,563	4,624,023

【Hokkaido bank】

(Millions of yen)

	(Japanese)	As of Sep.30,2019			As of Mar.31,2019 (B)	As of Sep.30,2018 (C)
		(A)	(A-B)	(A-C)		
Deposits and NCD (term-end balance)	預金(末残)	4,832,515	29,626	78,555	4,802,889	4,753,959
Deposits and NCD (average balance)	預金(平残)	4,870,844	99,301	122,950	4,771,542	4,747,893
Loans and bills discounted (term-end balance)	貸出金(末残)	3,633,071	12,541	128,936	3,620,530	3,504,135
Loans and bills discounted (average balance)	貸出金(平残)	3,645,768	71,305	123,412	3,574,463	3,522,355

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

【Total of two banks】

(Millions of yen)

	(Japanese)	As of Sep.30,2019			As of Mar.31,2019 (B)	As of Sep.30,2018 (C)
		(A)	(A-B)	(A-C)		
Loans to SMEs and Individuals	中小企業等貸出残高	5,302,929	27,085	113,890	5,275,843	5,189,038
% to total loans	中小企業等貸出比率	62.70%	(0.40%)	(0.96%)	63.10%	63.66%

【Hokuriku bank】

(Millions of yen)

	(Japanese)	As of Sep.30,2019			As of Mar.31,2019 (B)	As of Sep.30,2018 (C)
		(A)	(A-B)	(A-C)		
Loans to SMEs and Individuals	中小企業等貸出残高	3,122,864	27,993	79,895	3,094,871	3,042,969
% to total loans	中小企業等貸出比率	64.74%	(0.54%)	(0.75%)	65.28%	65.49%

【Hokkaido bank】

(Millions of yen)

	(Japanese)	As of Sep.30,2019			As of Mar.31,2019 (B)	As of Sep.30,2018 (C)
		(A)	(A-B)	(A-C)		
Loans to SMEs and Individuals	中小企業等貸出残高	2,180,065	(907)	33,995	2,180,972	2,146,069
% to total loans	中小企業等貸出比率	60.00%	(0.23%)	(1.24%)	60.23%	61.24%

8. Housing and Consumer Loans

【Total of two banks】

(Millions of yen)

	(Japanese)	As of Sep.30,2019			As of Mar.31,2019 (B)	As of Sep.30,2018 (C)
		(A)	(A-B)	(A-C)		
Housing and consumer loans	個人ローン	2,491,989	59,693	107,706	2,432,296	2,384,283
Housing loans	うち住宅系ローン残高	2,337,892	59,965	108,445	2,277,926	2,229,447
Other consumer loans	うちその他のローン残高	154,097	(272)	(739)	154,369	154,836

【Hokuriku bank】

(Millions of yen)

	(Japanese)	As of Sep.30,2019			As of Mar.31,2019 (B)	As of Sep.30,2018 (C)
		(A)	(A-B)	(A-C)		
Housing and consumer loans	個人ローン	1,291,511	38,075	56,284	1,253,435	1,235,227
Housing loans	うち住宅系ローン残高	1,225,276	38,346	57,895	1,186,930	1,167,380
Other consumer loans	うちその他のローン残高	66,235	(270)	(1,611)	66,505	67,846

【Hokkaido bank】

(Millions of yen)

	(Japanese)	As of Sep.30,2019			As of Mar.31,2019 (B)	As of Sep.30,2018 (C)
		(A)	(A-B)	(A-C)		
Housing and consumer loans	個人ローン	1,200,478	21,618	51,421	1,178,860	1,149,056
Housing loans	うち住宅系ローン残高	1,112,616	21,619	50,549	1,090,996	1,062,066
Other consumer loans	うちその他のローン残高	87,862	(1)	871	87,863	86,990

9. Classification of Loans by Type of Industry

【Total of two banks】

Classification of loans by type of industry

(Millions of yen)

	(Japanese)	As of Sep.30,2019		As of Mar.31,2019		As of Sep.30,2018	
			%		%		%
Domestic total (excluding loans booked offshore)	国内 (除く特別国際金融取引勘定)	8,456,529	100.0%	8,360,880	100.0%	8,150,551	100.0%
Manufacturing	製造業	793,965	9.4%	796,500	9.5%	807,206	9.9%
Agriculture and forestry	農業、林業	24,970	0.3%	26,496	0.3%	25,238	0.3%
Fishery	漁業	2,494	0.0%	3,378	0.0%	2,904	0.0%
Mining and quarrying of stone and gravel	鉱業・砕石業、砂利採取業	5,162	0.1%	4,768	0.1%	4,829	0.1%
Construction	建設業	273,747	3.2%	276,737	3.3%	268,584	3.3%
Utilities	電気・ガス・熱供給・水道業	155,377	1.8%	151,499	1.8%	145,888	1.8%
Communication	情報通信業	52,239	0.6%	53,307	0.6%	55,775	0.7%
Transportation and postal activities	運輸業、郵便業	172,262	2.0%	175,695	2.1%	179,112	2.2%
Wholesale and retail	卸売業、小売業	749,578	8.9%	765,170	9.2%	770,251	9.5%
Finance and insurance	金融業、保険業	312,265	3.7%	316,838	3.8%	334,596	4.1%
Real estate and goods rental and leasing	不動産業、物品賃貸業	877,440	10.4%	870,631	10.4%	854,883	10.5%
Other services	各種サービス業(学術研究他)	596,604	7.1%	590,646	7.1%	598,095	7.3%
Government, local government (Government)	地方公共団体等 (うち政府向け)	1,952,938 632,463	23.1% 7.5%	1,896,182 542,159	22.7% 6.5%	1,711,793 413,604	21.0% 5.1%
Others	その他	2,487,487	29.4%	2,433,033	29.1%	2,391,397	29.3%

【Total of two banks】

Classification of risk-monitored loans by type of industry

(Millions of yen)

	(Japanese)	As of Sep.30,2019		As of Mar.31,2019		As of Sep.30,2018	
			%		%		%
Domestic total (excluding loans booked offshore)	国内 (除く特別国際金融取引勘定)	156,990	100.0%	152,630	100.0%	149,266	100.0%
Manufacturing	製造業	27,054	17.2%	26,215	17.2%	23,485	15.7%
Agriculture and forestry	農業、林業	1,179	0.8%	942	0.6%	490	0.3%
Fishery	漁業	419	0.3%	242	0.2%	256	0.2%
Mining and quarrying of stone and gravel	鉱業・砕石業、砂利採取業	1,325	0.8%	185	0.1%	174	0.1%
Construction	建設業	14,727	9.4%	14,004	9.2%	15,678	10.5%
Utilities	電気・ガス・熱供給・水道業	315	0.2%	343	0.2%	366	0.2%
Communication	情報通信業	898	0.6%	945	0.6%	1,015	0.7%
Transportation and postal activities	運輸業、郵便業	2,932	1.9%	1,996	1.3%	2,214	1.5%
Wholesale and retail	卸売業、小売業	34,218	21.8%	32,752	21.5%	30,971	20.7%
Finance and insurance	金融業、保険業	189	0.1%	1,142	0.7%	90	0.1%
Real estate and goods rental and leasing	不動産業、物品賃貸業	18,253	11.6%	18,452	12.1%	18,433	12.4%
Other services	各種サービス業(学術研究他)	26,567	16.9%	25,599	16.8%	25,822	17.3%
Government, local government	地方公共団体等	—	—	—	—	—	—
Others	その他	28,907	18.4%	29,807	19.5%	30,265	20.3%

【Hokuriku bank】

Classification of loans by type of industry

(Millions of yen)

	(Japanese)	As of Sep.30,2019		As of Mar.31,2019		As of Sep.30,2018	
			%		%		%
Domestic total (excluding loans booked offshore)	国内 (除く特別国際金融取引勘定)	4,823,457	100.0%	4,740,350	100.0%	4,646,416	100.0%
Manufacturing	製造業	566,246	11.7%	565,199	11.9%	567,055	12.2%
Agriculture and forestry	農業、林業	9,462	0.2%	11,290	0.2%	9,468	0.2%
Fishery	漁業	1,402	0.0%	2,314	0.1%	1,585	0.0%
Mining and quarrying of stone and gravel	鉱業・砕石業、砂利採取業	2,510	0.1%	2,251	0.0%	2,214	0.0%
Construction	建設業	176,789	3.7%	173,404	3.7%	166,457	3.6%
Utilities	電気・ガス・熱供給・水道業	77,841	1.6%	75,394	1.6%	73,756	1.6%
Communication	情報通信業	27,932	0.6%	28,106	0.6%	30,085	0.6%
Transportation and postal activities	運輸業、郵便業	84,781	1.8%	88,377	1.9%	89,811	1.9%
Wholesale and retail	卸売業、小売業	457,994	9.5%	463,519	9.8%	467,762	10.1%
Finance and insurance	金融業、保険業	182,736	3.8%	176,645	3.7%	175,449	3.8%
Real estate and goods rental and leasing	不動産業、物品賃貸業	537,636	11.1%	523,348	11.0%	510,059	11.0%
Other services	各種サービス業(学術研究他)	372,165	7.7%	361,158	7.6%	361,222	7.8%
Government, local government (Government)	地方公共団体等 (うち政府向け)	1,050,995 385,935	21.8% 8.0%	1,027,350 337,934	21.7% 7.1%	961,979 291,640	20.7% 6.3%
Others	その他	1,274,968	26.4%	1,241,995	26.2%	1,229,514	26.5%

【Hokuriku bank】

Classification of risk-monitored loans by type of industry

(Millions of yen)

	(Japanese)	As of Sep.30,2019		As of Mar.31,2019		As of Sep.30,2018	
			%		%		%
Domestic total (excluding loans booked offshore)	国内 (除く特別国際金融取引勘定)	93,755	100.0%	90,166	100.0%	86,542	100.0%
Manufacturing	製造業	19,841	21.2%	19,230	21.3%	17,937	20.7%
Agriculture and forestry	農業、林業	577	0.6%	531	0.6%	180	0.2%
Fishery	漁業	310	0.3%	130	0.2%	142	0.2%
Mining and quarrying of stone and gravel	鉱業・砕石業、砂利採取業	179	0.2%	5	0.0%	5	0.0%
Construction	建設業	7,717	8.2%	7,406	8.2%	7,954	9.2%
Utilities	電気・ガス・熱供給・水道業	—	—	—	—	—	—
Communication	情報通信業	315	0.4%	351	0.4%	395	0.5%
Transportation and postal activities	運輸業、郵便業	2,132	2.3%	1,451	1.6%	1,600	1.8%
Wholesale and retail	卸売業、小売業	25,619	27.3%	23,822	26.4%	22,198	25.6%
Finance and insurance	金融業、保険業	179	0.2%	400	0.5%	81	0.1%
Real estate and goods rental and leasing	不動産業、物品賃貸業	8,453	9.0%	8,219	9.1%	8,085	9.4%
Other services	各種サービス業(学術研究他)	14,529	15.5%	14,639	16.2%	14,058	16.2%
Government, local government	地方公共団体等	—	—	—	—	—	—
Others	その他	13,898	14.8%	13,977	15.5%	13,902	16.1%

【Hokkaido bank】

Classification of loans by type of industry

(Millions of yen)

	(Japanese)	As of Sep.30,2019		As of Mar.31,2019		As of Sep.30,2018	
			%		%		%
Domestic total (excluding loans booked offshore)	国内 (除く特別国際金融取引勘定)	3,633,071	100.0%	3,620,530	100.0%	3,504,135	100.0%
Manufacturing	製造業	227,719	6.3%	231,301	6.4%	240,151	6.9%
Agriculture and forestry	農業、林業	15,508	0.4%	15,206	0.4%	15,770	0.5%
Fishery	漁業	1,092	0.0%	1,064	0.0%	1,319	0.0%
Mining and quarrying of stone and gravel	鉱業・砕石業、砂利採取業	2,652	0.1%	2,517	0.1%	2,615	0.1%
Construction	建設業	96,958	2.7%	103,333	2.9%	102,127	2.9%
Utilities	電気・ガス・熱供給・水道業	77,536	2.1%	76,105	2.1%	72,132	2.1%
Communication	情報通信業	24,307	0.7%	25,201	0.7%	25,690	0.7%
Transportation and postal activities	運輸業、郵便業	87,481	2.4%	87,318	2.4%	89,301	2.5%
Wholesale and retail	卸売業、小売業	291,584	8.0%	301,651	8.3%	302,489	8.6%
Finance and insurance	金融業、保険業	129,529	3.6%	140,193	3.9%	159,147	4.5%
Real estate and goods rental and leasing	不動産業、物品賃貸業	339,804	9.3%	347,283	9.6%	344,824	9.8%
Other services	各種サービス業(学術研究他)	224,439	6.2%	229,488	6.3%	236,873	6.8%
Government, local government (Government)	地方公共団体等 (うち政府向け)	901,943	24.8%	868,832	24.0%	749,814	21.4%
Others	その他	246,528	6.8%	204,225	5.6%	121,964	3.5%
		1,212,519	33.4%	1,191,038	32.9%	1,161,883	33.2%

【Hokkaido bank】

Classification of risk-monitored loans by type of industry

(Millions of yen)

	(Japanese)	As of Sep.30,2019		As of Mar.31,2019		As of Sep.30,2018	
			%		%		%
Domestic total (excluding loans booked offshore)	国内 (除く特別国際金融取引勘定)	63,234	100.0%	62,464	100.0%	62,723	100.0%
Manufacturing	製造業	7,213	11.4%	6,984	11.2%	5,548	8.8%
Agriculture and forestry	農業、林業	601	1.0%	411	0.7%	309	0.5%
Fishery	漁業	109	0.2%	111	0.2%	113	0.2%
Mining and quarrying of stone and gravel	鉱業・砕石業、砂利採取業	1,145	1.8%	179	0.3%	168	0.3%
Construction	建設業	7,009	11.1%	6,597	10.6%	7,724	12.3%
Utilities	電気・ガス・熱供給・水道業	315	0.5%	343	0.5%	366	0.6%
Communication	情報通信業	582	0.9%	594	0.9%	619	1.0%
Transportation and postal activities	運輸業、郵便業	799	1.3%	545	0.9%	613	1.0%
Wholesale and retail	卸売業、小売業	8,598	13.6%	8,929	14.3%	8,772	14.0%
Finance and insurance	金融業、保険業	9	0.0%	741	1.2%	9	0.0%
Real estate and goods rental and leasing	不動産業、物品賃貸業	9,799	15.5%	10,233	16.4%	10,348	16.5%
Other services	各種サービス業(学術研究他)	12,038	19.0%	10,960	17.5%	11,764	18.7%
Government, local government	地方公共団体等	—	—	—	—	—	—
Others	その他	15,009	23.7%	15,830	25.3%	16,362	26.1%