

Financial Summary

Year ended March 31,2021



May 12, 2021
North Pacific Bank, Ltd.

Tokyo Stock Exchange First Section, Sapporo Securities Exchange: 8524

I. Financial Statements

1. Consolidated Balance Sheets

(¥ millions)

		As of Mar. 31, 2020	As of Mar. 31, 2021
Assets	資産の部		
Cash and due from banks	現金預け金	1,652,447	2,625,082
Call loans and bills bought	コールローン及び買入手形	1,101	544
Monetary claims bought	買入金銭債権	13,775	14,224
Trading securities	商品有価証券	4,275	3,711
Securities	有価証券	1,297,414	1,505,246
Loans and bills discounted	貸出金	6,659,161	7,367,433
Foreign exchanges	外国為替	7,682	8,569
Lease receivables and investment assets	リース債権及びリース投資資産	53,128	53,166
Other assets	その他資産	193,230	178,695
Property, plant and equipment	有形固定資産	80,924	77,252
Buildings, net	建物	33,782	31,851
Land	土地	34,985	32,898
Leased assets, net	リース資産	2,331	2,181
Construction in progress	建設仮勘定	1,335	1,346
Other, net	その他の有形固定資産	8,489	8,975
Intangible assets	無形固定資産	6,490	4,936
Software	ソフトウェア	6,038	4,512
Other	その他の無形固定資産	451	423
Net defined benefit asset	退職給付に係る資産	—	814
Deferred tax assets	繰延税金資産	723	290
Customers' liabilities for acceptances and guarantees	支払承諾見返	50,290	55,942
Allowance for loan losses	貸倒引当金	(32,604)	(37,704)
Total assets	資産の部合計	9,988,041	11,858,207
Liabilities	負債の部		
Deposits	預金	8,855,838	9,900,963
Negotiable certificates of deposit	譲渡性預金	75,996	71,077
Securities sold under repurchase agreements	売現先勘定	3,875	13,402
Cash collateral received for securities lent	債券貸借取引受入担保金	1,136	251,108
Borrowed money	借入金	484,200	1,030,491
Foreign exchanges	外国為替	142	51
Other liabilities	その他負債	81,105	60,344
Provision for bonuses	賞与引当金	1,604	1,670
Provision for share awards	株式給付引当金	93	164
Net defined benefit liability	退職給付に係る負債	636	548
Provision for reimbursement of deposits	睡眠預金払戻損失引当金	2,330	1,889
Provision for point card certificates	ポイント引当金	450	460
Reserves under special laws	特別法上の引当金	19	19
Deferred tax liabilities	繰延税金負債	18,655	27,404
Deferred tax liabilities for land revaluation	再評価に係る繰延税金負債	2,188	2,030
Acceptances and guarantees	支払承諾	50,290	55,942
Total liabilities	負債の部合計	9,578,564	11,417,570

(¥ millions)

		As of Mar. 31, 2020	As of Mar. 31, 2021
Net assets	純資産の部		
Capital stock	資本金	121,101	121,101
Capital surplus	資本剰余金	74,741	74,741
Retained earnings	利益剰余金	148,186	154,102
Treasury shares	自己株式	(2,927)	(3,153)
Total shareholders' equity	株主資本合計	341,101	346,792
Valuation difference on available-for-sale securities	その他有価証券評価差額金	60,515	84,491
Revaluation reserve for land	土地再評価差額金	4,395	4,048
Remeasurements of defined benefit plans	退職給付に係る調整累計額	(291)	639
Total accumulated other comprehensive income	その他の包括利益累計額合計	64,619	89,179
Share acquisition rights	新株予約権	84	84
Non-controlling interests	非支配株主持分	3,672	4,580
Total net assets	純資産の部合計	409,476	440,636
Total liabilities and net assets	負債及び純資産の部合計	9,988,041	11,858,207

2. Consolidated Statements of Income and Comprehensive Income

(1) Consolidated Statements of Income

(¥ millions)

		Year ended Mar. 31,	
		2020	2021
Ordinary income	経常収益	138,035	135,620
Interest income	資金運用収益	67,699	66,697
Interest on loans and discounts	貸出金利息	57,917	58,140
Interest and dividends on securities	有価証券利息配当金	9,137	7,680
Interest on call loans and bills bought	コールローン利息及び買入手形利息	8	(8)
Interest on deposits with banks	預け金利息	425	691
Other interest income	その他の受入利息	209	193
Fees and commissions	役務取引等収益	29,079	27,900
Other ordinary income	その他業務収益	36,207	32,595
Other income	その他経常収益	5,049	8,425
Recoveries of written off claims	償却債権取立益	0	0
Other	その他の経常収益	5,048	8,425
Ordinary expenses	経常費用	125,308	119,852
Interest expenses	資金調達費用	2,094	1,912
Interest on deposits	預金利息	361	232
Interest on negotiable certificates of deposit	譲渡性預金利息	26	15
Interest on call money and bills sold	コールマネー利息及び売渡手形利息	(1)	(2)
Interest expenses on securities sold under repurchase agreements	売現先利息	29	13
Interest expenses on cash collateral received for securities lent	債券貸借取引支払利息	20	16
Interest on borrowings and rediscounts	借入金利息	1,653	1,634
Other interest expenses	その他の支払利息	3	2
Fees and commissions payments	役務取引等費用	10,889	11,285
Other ordinary expenses	その他業務費用	26,741	28,174
General and administrative expenses	営業経費	70,109	68,345
Other expenses	その他経常費用	15,473	10,134
Provision of allowance for loan losses	貸倒引当金繰入額	2,263	7,674
Other	その他の経常費用	13,210	2,459
Ordinary profit	経常利益	12,726	15,767
Extraordinary income	特別利益	1,786	242
Gain on disposal of non-current assets	固定資産処分益	1,786	239
Gain on bargain purchase	負ののれん発生益	—	2
Extraordinary losses	特別損失	860	1,301
Loss on disposal of non-current assets	固定資産処分損	241	470
Impairment losses	減損損失	618	828
Loss on step acquisitions	段階取得に係る差損	—	1
Profit before income taxes	税金等調整前当期純利益	13,652	14,708
Income taxes – current	法人税、住民税及び事業税	5,995	6,863
Income taxes – deferred	法人税等調整額	(32)	(1,900)
Total income taxes	法人税等合計	5,963	4,963
Profit	当期純利益	7,689	9,745
Profit attributable to non-controlling interests	非支配株主に帰属する当期純利益	124	322
Profit attributable to owners of parent	親会社株主に帰属する当期純利益	7,564	9,422

(2) Consolidated Statements of Comprehensive Income

(¥ millions)

		Year ended Mar. 31,	
		2020	2021
Profit	当期純利益	7,689	9,745
Other comprehensive income	その他の包括利益	(13,659)	25,496
Valuation difference on available-for-sale securities	その他有価証券評価差額金	(13,494)	24,565
Remeasurements of defined benefit plans, net of tax	退職給付に係る調整額	(164)	930
Comprehensive income	包括利益	(5,969)	35,241
Comprehensive income attributable to owners of parent	親会社株主に係る包括利益	(6,236)	34,330
Comprehensive income attributable to non-controlling interests	非支配株主に係る包括利益	266	911

3. Non-Consolidated Balance Sheets

(¥ millions)

		As of Mar. 31, 2020	As of Mar. 31, 2021
Assets	資産の部		
Cash and due from banks	現金預け金	1,651,806	2,623,534
Cash	現金	96,182	98,167
Due from banks	預け金	1,555,623	2,525,366
Call loans	コールローン	1,101	544
Monetary claims bought	買入金銭債権	13,775	14,224
Trading securities	商品有価証券	4,275	3,711
Trading government bonds	商品国債	1,183	862
Trading local government bonds	商品地方債	3,091	2,848
Securities	有価証券	1,298,086	1,504,582
Government bonds	国債	385,244	490,219
Local government bonds	地方債	375,437	422,893
Short-term corporate bonds	短期社債	1,999	1,999
Corporate bonds	社債	319,779	323,998
Stocks	株式	136,956	174,102
Other securities	その他の証券	78,667	91,367
Loans and bills discounted	貸出金	6,718,936	7,424,406
Bills discounted	割引手形	16,646	9,802
Loans on bills	手形貸付	226,253	184,997
Loans on deeds	証書貸付	5,806,922	6,603,711
Overdrafts	当座貸越	669,113	625,894
Foreign exchanges	外国為替	7,682	8,569
Due from foreign banks (our accounts)	外国他店預け	7,550	8,368
Foreign bills bought	買入外国為替	132	191
Foreign bills receivable	取立外国為替	—	10
Other assets	その他資産	155,610	138,457
Domestic exchange settlement account, debit	未決済為替貸	405	352
Prepaid expenses	前払費用	2,212	3,035
Accrued income	未収収益	4,292	4,881
Financial derivatives	金融派生商品	14,890	13,509
Cash collateral paid for financial instruments	金融商品等差入担保金	10,456	4,483
Other	その他の資産	123,354	112,195
Property, plant and equipment	有形固定資産	79,934	76,128
Buildings, net	建物	33,765	31,827
Land	土地	34,981	32,894
Leased assets, net	リース資産	4,356	3,765
Construction in progress	建設仮勘定	1,335	1,346
Other, net	その他の有形固定資産	5,495	6,296
Intangible assets	無形固定資産	6,392	4,885
Software	ソフトウェア	5,977	4,474
Other	その他の無形固定資産	414	410
Prepaid pension costs	前払年金費用	99	—
Customers' liabilities for acceptances and guarantees	支払承諾見返	50,290	55,942
Allowance for loan losses	貸倒引当金	(25,192)	(31,137)
Total assets	資産の部合計	9,962,798	11,823,850

(¥ millions)

		As of Mar. 31, 2020	As of Mar. 31, 2021
Liabilities	負債の部		
Deposits	預金	8,864,762	9,908,304
Current deposits	当座預金	469,301	538,716
Ordinary deposits	普通預金	6,090,612	7,077,087
Saving deposits	貯蓄預金	208,991	220,200
Deposits at notice	通知預金	10,972	11,387
Time deposits	定期預金	1,906,858	1,886,855
Other deposits	その他の預金	178,026	174,057
Negotiable certificates of deposit	譲渡性預金	87,350	82,431
Securities sold under repurchase agreements	売現先勘定	3,875	13,402
Cash collateral received for securities lent	債券貸借取引受入担保金	1,136	251,108
Borrowed money	借入金	474,890	1,019,357
Borrowings from other banks	借入金	474,890	1,019,357
Foreign exchanges	外国為替	142	51
Foreign bills payable	未払外国為替	142	51
Other liabilities	その他負債	61,503	38,485
Domestic exchange settlement account, credit	未決済為替借	846	842
Income taxes payable	未払法人税等	3,868	3,885
Accrued expenses	未払費用	1,897	1,795
Unearned revenue	前受収益	3,134	2,626
Financial derivatives	金融派生商品	9,750	8,693
Cash collateral received for financial instruments	金融商品等受入担保金	1,999	1,934
Lease obligations	リース債務	4,356	3,765
Other	その他の負債	35,651	14,943
Provision for bonuses	賞与引当金	1,398	1,457
Provision for share awards	株式給付引当金	93	164
Provision for retirement benefits	退職給付引当金	33	365
Provision for reimbursement of deposits	睡眠預金払戻損失引当金	2,330	1,889
Provision for point card certificates	ポイント引当金	443	454
Deferred tax liabilities	繰延税金負債	17,926	25,921
Deferred tax liabilities for land revaluation	再評価に係る繰延税金負債	2,188	2,030
Acceptances and guarantees	支払承諾	50,290	55,942
Total liabilities	負債の部合計	9,568,366	11,401,367
Net assets	純資産の部		
Capital stock	資本金	121,101	121,101
Capital surplus	資本剰余金	50,005	50,005
Legal capital surplus	資本準備金	50,001	50,001
Other capital surplus	その他資本剰余金	4	4
Retained earnings	利益剰余金	162,678	167,945
Legal retained earnings	利益準備金	6,440	7,219
Other retained earnings	その他利益剰余金	156,238	160,726
Reserve for advanced depreciation of non-current assets	固定資産圧縮積立金	1,042	1,024
Retained earnings brought forward	繰越利益剰余金	155,195	159,701
Treasury shares	自己株式	(2,932)	(3,158)
Total shareholders' equity	株主資本合計	330,852	335,893
Valuation difference on available-for-sale securities	その他有価証券評価差額金	59,099	82,456
Revaluation reserve for land	土地再評価差額金	4,395	4,048
Total valuation and translation adjustments	評価・換算差額等合計	63,495	86,504
Share acquisition rights	新株予約権	84	84
Total net assets	純資産の部合計	394,431	422,482
Total liabilities and net assets	負債及び純資産の部合計	9,962,798	11,823,850

4. Non-Consolidated Statements of Income

(¥ millions)

		Year ended Mar. 31,	
		2020	2021
Ordinary income	経常収益	108,730	103,998
Interest income	資金運用収益	68,300	67,449
Interest on loans and discounts	貸出金利息	58,110	58,380
Interest and dividends on securities	有価証券利息配当金	9,547	8,193
Interest on call loans	コールローン利息	8	(8)
Interest on deposits with banks	預け金利息	424	689
Other interest income	その他の受入利息	209	193
Fees and commissions	役務取引等収益	27,191	25,435
Fees and commissions on domestic and foreign exchanges	受入為替手数料	8,004	7,908
Other fees and commissions	その他の役務収益	19,187	17,527
Other ordinary income	その他業務収益	8,286	2,701
Gains on foreign exchange transactions	外国為替売買益	498	396
Gains on sale of bonds	国債等債券売却益	5,674	528
Gains on redemption of bonds	国債等債券償還益	41	245
Gain on financial derivatives	金融派生商品収益	2,071	1,517
Other	その他の業務収益	0	13
Other income	その他経常収益	4,952	8,411
Recoveries of written off claims	償却債権取立益	0	—
Gain on sale of stocks and other securities	株式等売却益	1,290	5,919
Other	その他の経常収益	3,661	2,492
Ordinary expenses	経常費用	96,103	89,879
Interest expenses	資金調達費用	2,060	1,880
Interest on deposits	預金利息	361	232
Interest on negotiable certificates of deposit	譲渡性預金利息	26	15
Interest on call money	コールマネー利息	(1)	(2)
Interest expenses on securities sold under repurchase agreements	売現先利息	29	13
Interest expenses on cash collateral received for securities lent	債券貸借取引支払利息	20	16
Interest on borrowings and rediscounts	借入金利息	1,619	1,602
Other interest expenses	その他の支払利息	3	2
Fees and commissions payments	役務取引等費用	12,985	12,380
Fees and commissions on domestic and foreign exchanges	支払為替手数料	1,274	1,258
Other fees and commissions	その他の役務費用	11,710	11,122
Other ordinary expenses	その他業務費用	711	1,010
Net loss on trading securities transactions	商品有価証券売買損	26	19
Loss on sale of bonds	国債等債券売却損	146	902
Loss on devaluation of bonds	国債等債券償却	538	72
Other	その他の業務費用	—	15
General and administrative expenses	営業経費	67,108	65,215
Other expenses	その他経常費用	13,238	9,392
Provision of allowance for loan losses	貸倒引当金繰入額	1,353	7,641
Written-off of loans	貸出金償却	0	0
Loss on sale of stocks and other securities	株式等売却損	5,964	4
Loss on devaluation of stocks and other securities	株式等償却	4,338	21
Other	その他の経常費用	1,581	1,725
Ordinary profit	経常利益	12,627	14,119
Extraordinary income	特別利益	1,786	239
Gain on disposal of non-current assets	固定資産処分益	1,786	239
Extraordinary losses	特別損失	585	1,282
Loss on disposal of non-current assets	固定資産処分損	239	453
Impairment losses	減損損失	345	828
Income before income taxes	税引前当期純利益	13,829	13,076
Income taxes – current	法人税、住民税及び事業税	5,514	6,346
Income taxes – deferred	法人税等調整額	(6)	(2,086)
Total income taxes	法人税等合計	5,507	4,260
Net income	当期純利益	8,321	8,815

Ⅱ. Digest of financial results for the year ended March 31, 2021

1. Summary (Non-Consolidated)

(¥ billions)

	Year ended Mar.31,		Increase/ (Decrease)	Performance Forecast (May 12,2020)	Change from forecast
	2020	2021			
Core gross profit	82.9	80.5	(2.4)	79.3	1.2
Core operating profit	16.1	15.7	(0.3)	12.1	3.6
Ordinary profit	12.6	14.1	1.4	12.6	1.5
Net income	8.3	8.8	0.4	8.5	0.3
Deposits and NCDs (Average balance)	8,771.3	9,620.3	849.0		
Loans and bills discounted (Average balance)	6,657.6	7,131.5	473.8		
Capital Adequacy Ratio (Domestic) (%)	12.30%	12.07%	(0.23%)		
ROE (%)	2.08%	2.15%	0.07%		

* NCDs = Negotiable certificates of deposit

$$\text{ROE} = \frac{\text{Net income for the current fiscal year}}{(\text{Total net assets at beginning of fiscal year}^* + \text{Total net assets at end of fiscal year}^*) / 2}$$

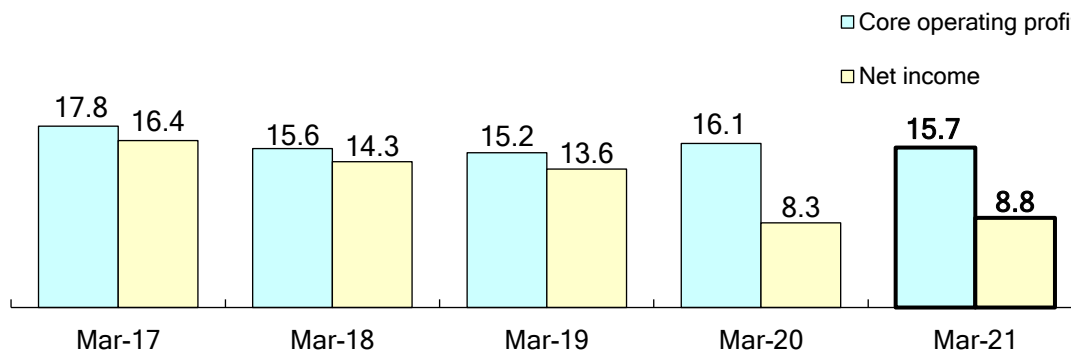
*Excluding share acquisition rights

Core gross profit = Net interest income + Net fees and commissions + Net other operating income(excluding gains (losses) on bonds)

Core operating profit = Core gross profit - Expenses(excluding non-recurring losses)

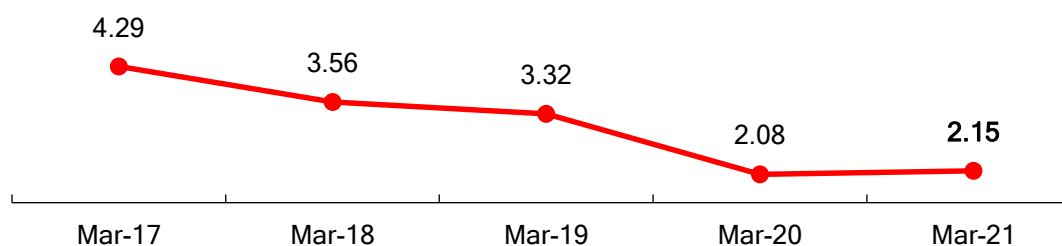
○ Core operating profit and Net income

(¥ billions)



○ ROE

(%)



2. Income Summary

【Non-Consolidated】

(¥ billions)

	Year ended Mar.31,		Increase/ (Decrease)
	2020	2021	
Core gross profit	82.9	80.5	(2.4)
Net interest income	66.2	65.5	(0.6)
Net fees and commissions	14.2	13.0	(1.1)
Net other operating income (excluding gains (losses) on bonds)	2.5	1.8	(0.6)
Expenses(excluding non-recurring losses)	66.8	64.7	(2.1)
Core OHR (%)	80.59%	80.41%	(0.18%)
Personnel	27.9	27.5	(0.3)
Facilities	34.5	32.5	(1.9)
Taxes	4.4	4.6	0.1
Core operating profit	16.1	15.7	(0.3)
Excluding gains (losses) on cancellation of investment trusts	16.0	15.7	(0.2)
Credit cost	1.9	8.0	6.0
Gains (losses) on securities	(3.9)	5.6	9.6
Net other non-recurring income (loss)	2.4	0.6	(1.8)
Ordinary profit	12.6	14.1	1.4
Net income	8.3	8.8	0.4
Net operating profit	21.1	15.5	(5.5)

Net operating profit = Core operating profit + Gains (losses) on bonds

【Consolidated】

(¥ billions)

	Year ended Mar.31,		Increase/ (Decrease)
	2020	2021	
Core gross profit	88.2	86.0	(2.2)
Ordinary profit	12.7	15.7	3.0
Profit attributable to owners of parent	7.5	9.4	1.8
Core operating profit	18.3	18.1	(0.1)
Excluding gains (losses) on cancellation of investment trusts	18.2	18.1	(0.1)
Net operating profit	23.3	17.9	(5.4)

3. Deposits and NCDs(Non-Consolidated)

【Average Balance】

(¥ billions)

	Year ended Mar.31,		Increase/ (Decrease)
	2020	2021	
Deposits and NCDs	8,771.3	9,620.3	849.0
Yield on deposits and NCDs (%)	0.00%	0.00%	(0.00%)
Corporate	2,419.8	2,749.3	329.5
Individual	5,766.1	6,137.2	371.0
Public sectors and financial institutions	585.3	733.7	148.4

【Outstanding Balance】

(¥ billions)

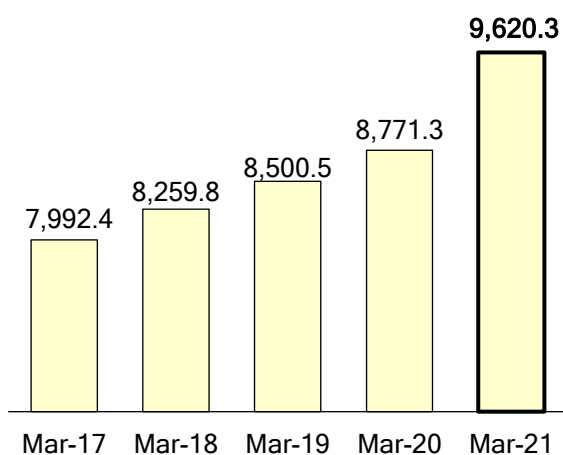
	As of Mar.31,		Increase/ (Decrease)
	2020	2021	
Deposits and NCDs	8,952.1	9,990.7	1,038.6
Deposit assets	223.1	244.4	21.3
Safe custody of public bonds	101.1	102.5	1.4
Investment trusts	121.9	141.8	19.9
Total	9,175.2	10,235.2	1,060.0

* Deposit assets = Safe custody of public bonds + Investment trusts
Investment trusts are stated at fair value.

○ Deposits and NCDs

(Average Balance)

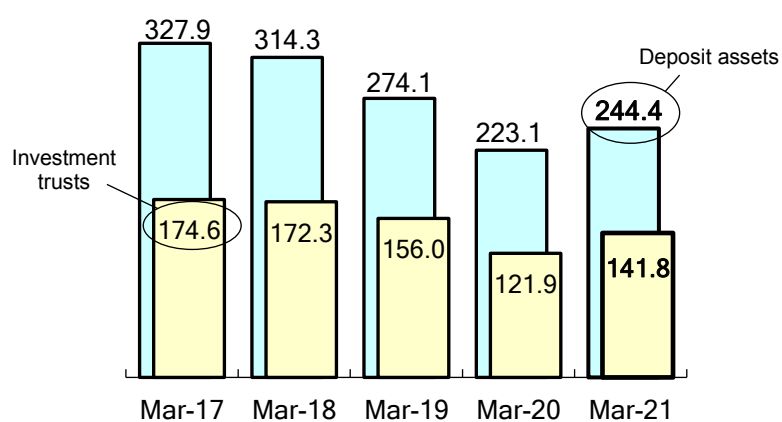
(¥ billions)



○ Deposit assets and Investment trusts

(Outstanding Balance)

(¥ billions)



4. Loans and bills discounted (Non-Consolidated)

【Average Balance】

(¥ billions)

	Year ended Mar.31,		Increase/ (Decrease)
	2020	2021	
Loans and bills discounted	6,657.6	7,131.5	473.8
Yield on loans and bills discounted (%)	0.87%	0.81%	(0.06%)
Enterprises	2,723.4	2,967.1	243.7
Individuals	1,852.3	1,917.8	65.5
Housing loans	1,715.0	1,785.3	70.2
Consumer loans	137.3	132.5	(4.7)
Public sectors	2,081.9	2,246.4	164.5

* Consumer loans = Car loans ,card loans ,etc.

【Outstanding Balance】

(¥ billions)

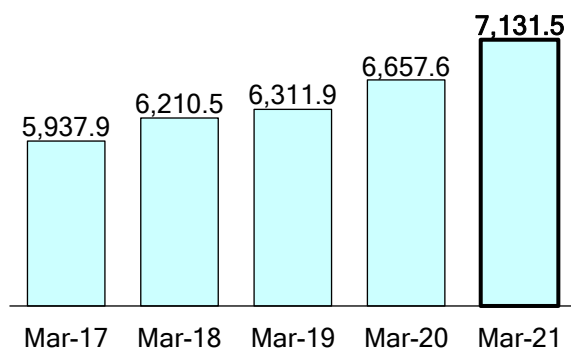
	As of Mar.31,		Increase/ (Decrease)
	2020	2021	
Loans and bills discounted	6,718.9	7,424.4	705.4
Enterprises	2,721.2	3,041.9	320.6
Individuals	1,892.0	1,960.3	68.3
Public sectors	2,105.6	2,422.1	316.5
SMEs, etc	3,725.0	4,072.6	347.5
In Hokkaido	5,388.8	5,766.5	377.6

* SMEs, etc = SMEs + Individuals

Public sector loans include loans to government and land development public corporations.

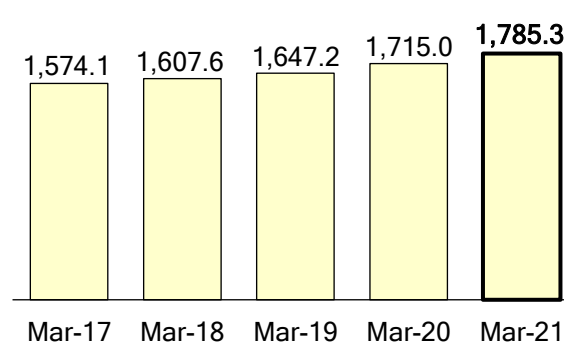
○ Loans and bills discounted (Average Balance)

(¥ billions)



○ Housing loans (Average Balance)

(¥ billions)



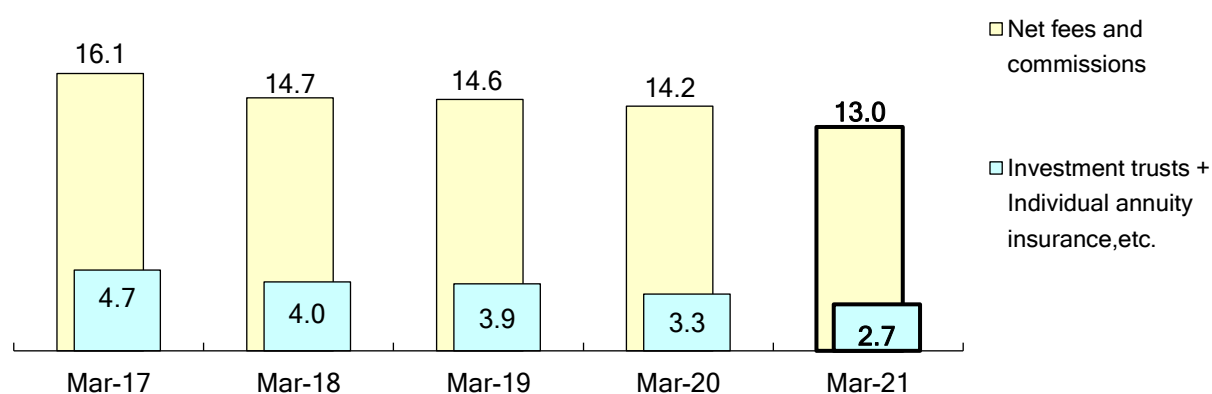
5. Fees and commissions (Non-Consolidated)

(¥ billions)

	Year ended Mar.31,		Increase/ (Decrease)
	2020	2021	
Fees and commissions	27.1	25.4	(1.7)
Of which, domestic and foreign exchanges	8.0	7.9	(0.0)
Of which, investment trusts	1.4	1.2	(0.1)
Of which, individual annuity insurance, etc.	1.9	1.4	(0.4)
Fees and commissions payments	12.9	12.3	(0.6)
Of which, group credit life insurance	4.8	5.2	0.3
Of which, guarantee	4.6	3.7	(0.8)
Net fees and commissions	14.2	13.0	(1.1)

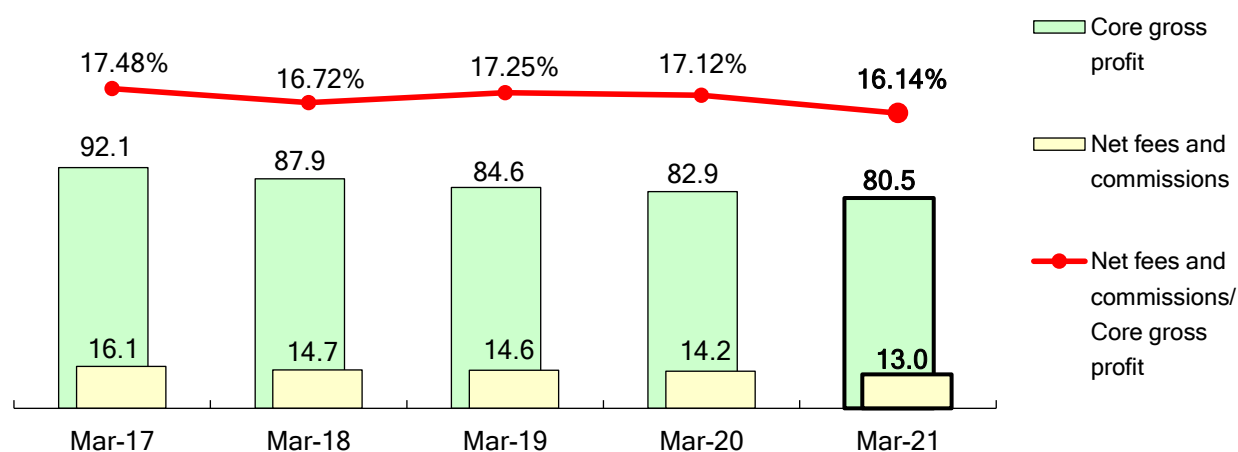
○ Net fees and commissions

(¥ billions)



○ Core gross profit and Net fees and commissions

(¥ billions)



6. Securities (Non-consolidated)

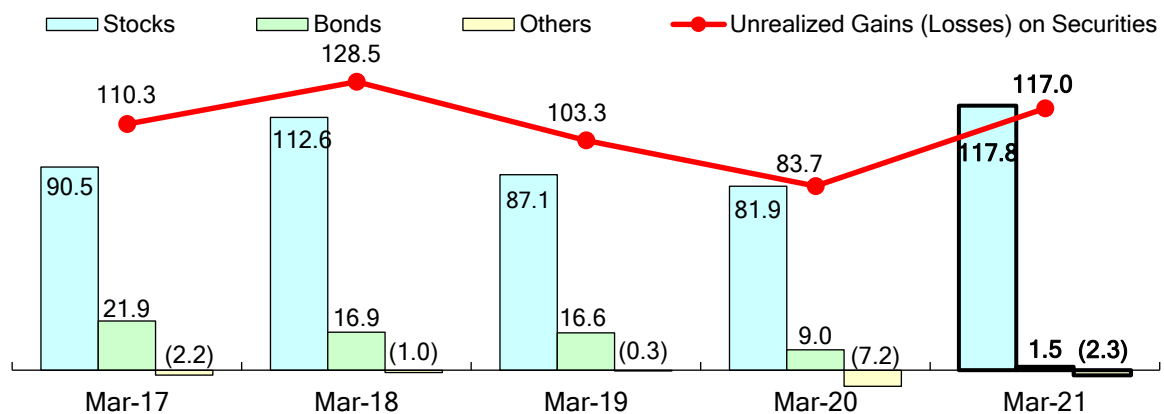
(¥ billions)

	As of Mar.31,				Increase/ (Decrease)	
	2020		2021		Acquisition cost	Unrealized Gains (Losses)
	Acquisition cost	Unrealized Gains (Losses)	Acquisition cost	Unrealized Gains (Losses)		
Stocks	46.3	81.9	47.4	117.8	1.1	35.9
Bonds	1,073.4	9.0	1,237.5	1.5	164.1	(7.4)
Others	87.2	(7.2)	94.6	(2.3)	7.4	4.8
Total	1,206.9	83.7	1,379.6	117.0	172.6	33.2
Nikkei stock average (¥)	18,917		29,178		10,261	
New 10-year Japanese government bond (JGB) yield (%)	0.005%		0.120%		0.115%	

* Excluding trading securities, capital investment in Investment Partnership, subsidiary stocks and affiliates stocks.

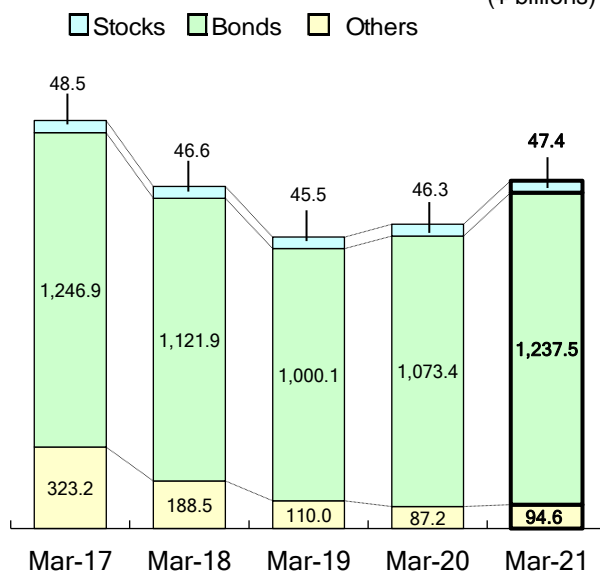
○ Unrealized Gains (Losses) on Securities

(¥ billions)



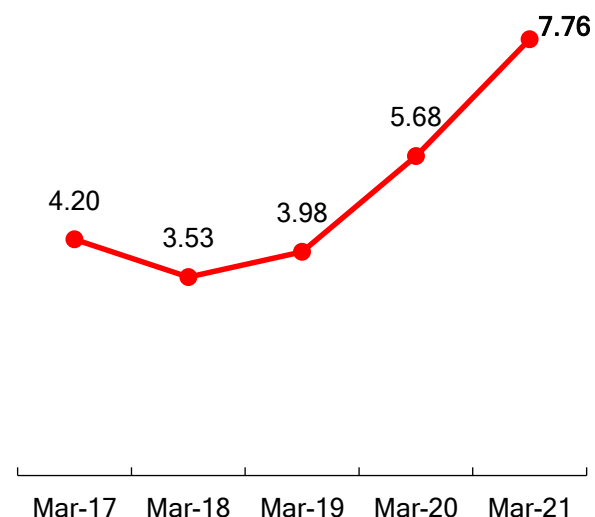
○ Acquisition cost on Securities

(¥ billions)



○ Average duration to maturity of yen bonds

(years)



* Including floating-rate JGBs

7. Capital Adequacy Ratio (Domestic)

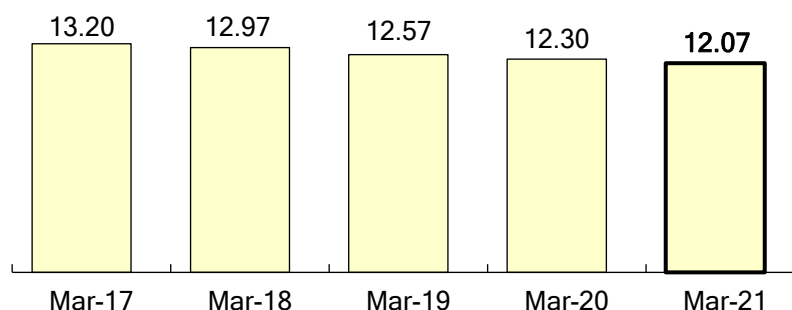
(¥ billions)

	Non-Consolidated			Consolidated		
	As of Mar.31, 2020	As of Mar.31, 2021	Increase/ (Decrease)	As of Mar.31, 2020	As of Mar.31, 2021	Increase/ (Decrease)
Capital Adequacy Ratio (%)	12.30%	12.07%	(0.23%)	12.61%	12.41%	(0.20%)
Capital	338.7	332.9	(5.8)	355.4	349.6	(5.7)
Risk-adjusted assets	2,753.5	2,757.7	4.2	2,817.9	2,815.0	(2.8)

* The figures are calculated using the fundamental internal rating based approach (FIRB).

○ Capital Adequacy Ratio(Non-Consolidated)

(%)

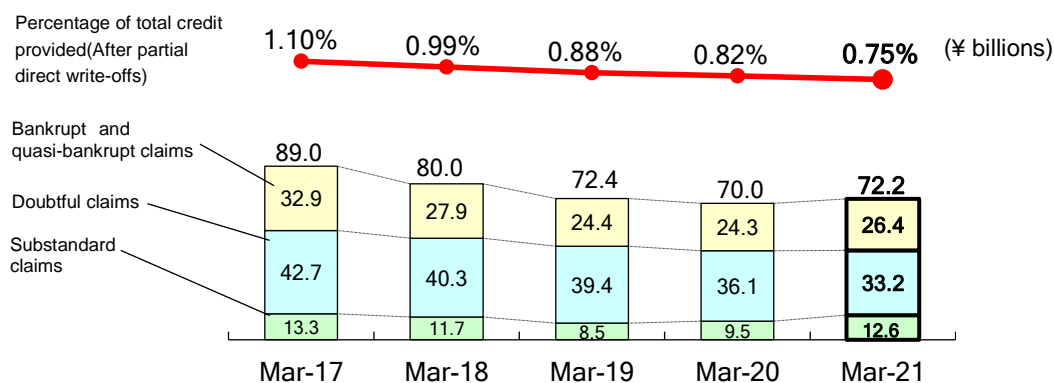


8. Disclosed claims under the Financial Reconstruction Law (Non-Consolidated)

(¥ billions)

	As of Mar.31,		Increase/ (Decrease)
	2020	2021	
Bankrupt and quasi-bankrupt claims	24.3	26.4	2.0
Doubtful claims	36.1	33.2	(2.8)
Substandard claims	9.5	12.6	3.0
Disclosed claims under the Financial Reconstruction Law	70.0	72.2	2.2
Percentage of total credit provided (%)	1.01%	0.94%	(0.07%)
After partial direct write-offs (%) *	0.82%	0.75%	(0.07%)

* Partial direct write-offs have not been implemented. The figures as they would appear after partial direct write-offs are shown for reference.



III. Performance Forecasts

【Non-Consolidated】

(¥ billions)

	Six months ended Sep.30,			Year ended Mar.31,		
	1 st Half of FY2020 Actual	1 st Half of FY2021 Forecast	Increase/ (Decrease)	FY2020 Actual	FY2021 Forecast	Increase/ (Decrease)
Ordinary income	52.9	49.2	(3.6)	103.9	96.0	(7.9)
Core gross profit	39.9	40.8	0.9	80.5	80.7	0.1
Expenses (excluding non-recurring losses)	32.9	32.0	(0.8)	64.7	63.4	(1.3)
Core operating profit	7.0	8.8	1.7	15.7	17.2	1.5
Excluding gains (losses) on cancellation of investment trusts	7.0	8.8	1.7	15.7	17.2	1.5
Credit cost	1.3	2.5	1.1	8.0	5.0	(3.0)
Ordinary profit	9.5	7.2	(2.2)	14.1	14.2	0.1
Net income	6.6	4.8	(1.7)	8.8	9.5	0.7

【Consolidated】

(¥ billions)

	Six months ended Sep.30,			Year ended Mar.31,		
	1 st Half of FY2020 Actual	1 st Half of FY2021 Forecast	Increase/ (Decrease)	FY2020 Actual	FY2021 Forecast	Increase/ (Decrease)
Ordinary income	68.0	63.7	(4.2)	135.6	126.6	(8.9)
Core gross profit	42.1	42.6	0.4	86.0	85.7	(0.2)
Expenses (excluding non-recurring losses)	34.4	33.7	(0.6)	67.8	66.7	(1.1)
Credit cost	1.5	3.1	1.6	8.5	6.5	(1.9)
Ordinary profit	9.9	6.5	(3.4)	15.7	14.1	(1.6)
Profit attributable to owners of parent	6.5	4.0	(2.4)	9.4	9.1	(0.3)
Core operating profit	7.7	8.8	1.0	18.1	19.0	0.9
Excluding gains (losses) on cancellation of investment trusts	7.7	8.8	1.0	18.1	19.0	0.9

Please be cautious this report is an English translation of the Japanese original. Please refer to the Japanese version for more information.