

Financial Statements for the Fiscal 2019

Name : **The Norinchukin Bank**

(URL <https://www.nochubank.or.jp/>)

Name of the President: OKU Kazuto President & Chief Executive Officer

The Person Responsible for Inquiries : CHIBA Yuji, General Manager of Financial Planning & Control Division

(Note) Amounts less than one million Yen are rounded down.

1. Consolidated Financial Results for the Fiscal 2019(for the fiscal year ended March 31, 2020)

(1) Consolidated Results of Operations

(Percentage represents change from previous fiscal year)

	Ordinary Income		Ordinary Profits		Profit Attributable to Owners of Parent	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
Fiscal 2019	1,544,544	(10.8)	122,915	(1.3)	92,027	(11.1)
Fiscal 2018	1,732,146	19.5	124,540	(27.2)	103,575	(29.8)

(Note) Comprehensive Income for Fiscal 2019 (111,106) millions of Yen –% for Fiscal 2018 238,538 millions of Yen –%

	Net Assets Net Income Ratio		Total Assets Ordinary Profits Ratio		Ordinary Income Ordinary Profits Ratio	
		%		%		%
Fiscal 2019	1.3		0.1		8.0	
Fiscal 2018	1.5		0.1		7.2	

(Ref) Equity in Earnings of Affiliates for Fiscal 2019 4,320 millions of Yen for Fiscal 2018 3,669 millions of Yen

(2) Consolidated Financial Conditions

	Total Assets		Total Net Assets		Net Assets Ratio (Note)	
	Millions of Yen		Millions of Yen		%	
Fiscal 2019	105,482,009		7,261,673		6.9	
Fiscal 2018	105,953,925		7,473,287		7.0	

(Ref) Net Assets - Non-controlling Interests for Fiscal 2019 7,250,536 millions of Yen for Fiscal 2018 7,462,944 millions of Yen

(Note) Net Assets Ratio is computed by dividing (Net Assets – Non-controlling Interests) by Total Assets.

Net Assets Ratio above is not the one calculated on the formula found in Notification No.4 of the Financial Services Agency and the Ministry of Agriculture, Forestry and Fisheries (Standards for Judging the Soundness of Management of the Norinchukin Bank).

(3) Consolidated Cash Flows

	Cash Flows from Operating Activities	Cash Flows from Investing Activities	Cash Flows from Financing Activities	Cash and Cash Equivalents at the End of the Fiscal Year
	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen
Fiscal 2019	(469,829)	732,031	(100,508)	18,491,970
Fiscal 2018	(8,328,529)	(1,508,873)	293,259	18,330,229

※ Notes

(1) Changes in Significant Subsidiaries in the fiscal year

(Changes in specified subsidiaries in accordance with changes in the scope of consolidation) : None

(2) Changes in Accounting Policies, Changes in Accounting Estimates, and Restatements

- ① Changes in Accounting Policies due to revisions of Accounting Standards : Yes
- ② Changes in Accounting Policies other than ① above : None
- ③ Changes in Accounting Estimates : None
- ④ Restatements : None

(Note) The details are reported in “Changes in Accounting Policies” (page 9).

2. Non-consolidated Financial Results for the Fiscal 2019(for the fiscal year ended March 31, 2020)

(1) Non-consolidated Results of Operations

(Percentage represents change from previous fiscal year)

	Ordinary Income		Ordinary Profits		Net Income	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
Fiscal 2019	1,519,122	(11.1)	116,532	(0.8)	89,465	(11.1)
Fiscal 2018	1,709,117	19.9	117,440	(26.1)	100,647	(22.6)

(2) Non-consolidated Financial Conditions

	Total Assets	Total Net Assets	Net Assets Ratio (Note)
	Millions of Yen	Millions of Yen	%
Fiscal 2019	103,403,535	7,174,874	6.9
Fiscal 2018	104,176,806	7,381,875	7.1

(Ref) Net Assets for Fiscal 2019 7,174,874 millions of Yen for Fiscal 2018 7,381,875 millions of Yen

(Note) Net Assets Ratio is computed by dividing Net Assets by Total Assets.

Net Assets Ratio above is not the one calculated on the formula found in Notification No.4 of the Financial Services Agency and the Ministry of Agriculture, Forestry and Fisheries (Standards for Judging the Soundness of Management of the Norinchukin Bank).

(Note) This report is out of the scope of the external auditor’s annual audit procedure.

Qualitative Information

1 Qualitative information relating to the Results of Operations

Although the global economy in our fiscal 2019 confronted unforeseen situations due to intensified trade frictions and so on, it totally continued the modest growth at low levels owing to calming down the confrontation between the US and China in the latter half of the fiscal year and robust economic growth of the US and Europe as a background of a good employment environment. The US economy showed the steady economic growth as a whole because of the expansion of domestic demand driven mainly by employment and consumption despite of the weakness of manufacturing sector and the European economy avoided breaking through the expected bottom of its economy driven by domestic demands as well. The economy in China gradually slowed down due to the effect of the trade frictions. Under such circumstances, in Japan, the economy continued to show the low-leveled economic expansion due to the slowdown of China's and other countries' economy and the consumption tax increase. In the financial markets, the US preventively implemented the reduction of interest rates several times as geopolitical risk rose, which led to the briskness of the stock markets.

Under such financial environments, COVID-19 globally spread out toward the end of the fiscal year and it started to have an enormous impact on anything. There was a risk-off trend in the financial markets and major economic countries coordinately conducted large-scaled economic policies. However, economic activities are stagnant and the prospects of the global economy had never been unpredictable before.

Under such earnings environment, Consolidated Ordinary Profits were ¥122.9 billion, down ¥1.6 billion from the previous fiscal year and Profit Attributable to Owners of Parent was ¥92.0 billion, down ¥11.5 billion from the previous fiscal year.

The Norinchukin Bank ("the Bank") has been managing operations to secure steady accumulation of interest income, and the non-consolidated interest income of the Bank totaled to ¥136.2 billion, up ¥26.9 billion from the previous fiscal year.

The total credit costs were ¥2.4 billion in net losses mainly from the provision of the reserves due to the increase in loans.

As for securities investments, net gains/losses on sales were net gains of ¥67.9 billion, up ¥1.6 billion from the previous fiscal year and the expenses of provisions and impairments for price-decline of securities and other reasons increased by ¥0.8 billion to ¥1.9 billion from the previous fiscal year.

As a result, with all of the factors mentioned above, the Bank recorded ¥116.5 billion in Ordinary Profits, down ¥0.9 billion and ¥89.4 billion in Net Income, down ¥11.1 billion from the previous fiscal year, respectively. The Bank's net operating profits stood at ¥64.8 billion.

2 Qualitative information relating to the Financial Conditions

Consolidated Total Assets at the end of the fiscal year decreased by ¥471.9 billion to ¥105,482.0 billion from the previous fiscal year-end.

Total Assets of the Bank at the end of the fiscal year decreased by ¥773.2 billion to ¥103,403.5 billion from the previous fiscal year-end. Total Net Assets at the end of the fiscal year decreased by ¥207.0 billion to ¥7,174.8 billion from the previous fiscal year-end.

As to the balances of the major accounts on the assets side, Loans and Bills Discounted at the end of the fiscal year increased by ¥1,390.8 billion to ¥19,828.8 billion from the previous fiscal year-end, and Securities at the end of the fiscal year decreased by ¥1,056.8 billion to ¥54,694.3 billion from the previous fiscal year-end. For those on the liabilities side, Deposits at the end of the fiscal year decreased by ¥1,165.5 billion to ¥65,656.0 billion, and Debentures at the end of the fiscal year decreased by ¥470.7 billion to ¥791.4 billion from the previous fiscal year-end, respectively.

(Note) All the amounts shown in this document are rounded down.

Consolidated Balance Sheet

(Millions of Yen)

	Fiscal 2018 (As of March 31, 2019)	Fiscal 2019 (As of March 31, 2020)
(Assets)		
Loans and Bills Discounted	18,613,018	20,058,825
Foreign Exchange Assets	344,943	209,889
Securities	55,658,707	54,533,258
Money Held in Trust	8,667,392	5,996,681
Trading Assets	15,844	7,862
Monetary Claims Bought	326,079	301,081
Call Loans and Bills Bought	44,368	54,330
Receivables under Resale Agreements	10,096	13,048
Cash and Due from Banks	18,941,664	19,505,050
Other Assets	1,415,586	2,500,911
Tangible Fixed Assets	117,294	123,562
Buildings	45,304	42,048
Land	47,150	46,885
Lease Assets	20,864	31,279
Construction in Progress	2	212
Other Tangible Fixed Assets	3,971	3,135
Intangible Fixed Assets	48,765	53,100
Software	24,272	27,299
Lease Assets	5,181	4,772
Other Intangible Fixed Assets	19,311	21,028
Net Defined Benefit Asset	57,715	58,213
Deferred Tax Assets	2,034	2,952
Customers' Liabilities for Acceptances and Guarantees	1,738,971	2,115,202
Reserve for Possible Loan Losses	(48,402)	(51,587)
Reserve for Possible Investment Losses	(154)	(372)
Total Assets	105,953,925	105,482,009
(Liabilities)		
Deposits	66,797,069	65,639,097
Negotiable Certificates of Deposit	790,599	2,406,965
Debentures	1,254,239	784,446
Trading Liabilities	7,022	8,102
Borrowed Money	4,837,392	5,413,844
Payables under Repurchase Agreements	15,111,297	15,726,573
Foreign Exchange Liabilities	32	0
Short-term Entrusted Funds	1,048,091	792,594
Other Liabilities	6,320,163	4,824,601
Accounts Payable for Securities Purchased	5,537,846	3,408,314
Others	782,317	1,416,286
Reserve for Bonus Payments	7,557	7,490
Net Defined Benefit Liability	38,287	38,841
Reserve for Directors' Retirement Benefits	1,236	1,425
Deferred Tax Liabilities	520,070	452,542
Deferred Tax Liabilities for Land Revaluation	8,607	8,607
Acceptances and Guarantees	1,738,971	2,115,202
Total Liabilities	98,480,637	98,220,336
(Net Assets)		
Paid-in Capital	4,040,198	4,040,198
Capital Surplus	24,993	24,993
Retained Earnings	2,021,435	2,013,599
Total Owners' Equity	6,086,627	6,078,792
Net Unrealized Gains on Other Securities	1,501,790	1,701,619
Net Deferred Losses on Hedging Instruments	(152,678)	(550,151)
Revaluation Reserve for Land	14,312	14,312
Foreign Currency Transaction Adjustments	(67)	(153)
Remeasurements of Defined Benefit Plans	12,959	6,118
Total Accumulated Other Comprehensive Income	1,376,316	1,171,744
Non-controlling Interests	10,343	11,136
Total Net Assets	7,473,287	7,261,673
Total Liabilities and Net Assets	105,953,925	105,482,009

Consolidated Statements of Operations and Comprehensive Income

(1) Consolidated Statement of Operations

(Millions of Yen)

	Fiscal 2018 (Year ended March 31, 2019)	Fiscal 2019 (Year ended March 31, 2020)
Ordinary Income	1,732,146	1,544,544
Interest Income	1,311,278	1,246,628
Interest on Loans and Bills Discounted	108,599	126,361
Interest and Dividends on Securities	1,178,448	1,092,029
Interest on Call Loans and Bills Bought	(910)	2,187
Interest on Receivables under Resale Agreements	(727)	5
Interest on Receivables under Securities Borrowing Transactions	1	-
Interest on Due from Banks	20,146	20,093
Other Interest Income	5,719	5,950
Fees and Commissions	31,077	35,576
Trading Income	124	-
Other Operating Income	151,587	137,769
Other Ordinary Income	238,078	124,570
Recoveries of Written-off Claims	559	1,901
Other Ordinary Income	237,519	122,668
Ordinary Expenses	1,607,606	1,421,629
Interest Expenses	1,269,168	1,155,180
Interest on Deposits	135,445	121,363
Interest on Negotiable Certificates of Deposit	25,651	41,918
Interest on Debentures	3,487	1,825
Interest on Borrowed Money	83,339	42,868
Interest on Call Money and Bills Sold	(2)	(14)
Interest on Payables under Repurchase Agreements	166,785	174,812
Interest on Payables under Securities Lending Transactions	0	-
Other Interest Expenses	854,460	772,405
Fees and Commissions	18,103	19,057
Trading Expenses	330	885
Other Operating Expenses	142,424	66,065
General and Administrative Expenses	162,049	153,383
Other Ordinary Expenses	15,529	27,057
Provision of Reserve for Possible Loan Losses	2,437	3,470
Other Ordinary Expenses	13,091	23,587
Ordinary Profits	124,540	122,915
Extraordinary Profits	0	1,796
Gains on Disposal of Fixed Assets	0	1,796
Extraordinary Losses	262	712
Losses on Disposal of Fixed Assets	262	493
Losses on Impairment of Fixed Assets	-	218
Income before Income Taxes	124,278	123,999
Income Taxes - Current	17,199	21,637
Income Taxes - Deferred	2,086	8,871
Total Income Taxes	19,285	30,509
Profit	104,992	93,490
Profit Attributable to Non-controlling Interests	1,416	1,462
Profit Attributable to Owners of Parent	103,575	92,027

(2) Consolidated Statement of Comprehensive Income

(Millions of Yen)

	Fiscal 2018 (Year ended March 31,2019)	Fiscal 2019 (Year ended March 31,2020)
Profit	104,992	93,490
Other Comprehensive Income	133,546	(204,596)
Net Unrealized Gains (Losses) on Other Securities	349,444	199,065
Net Deferred Gains (Losses) on Hedging Instruments	(212,514)	(397,480)
Foreign Currency Transaction Adjustments	8	(63)
Remeasurements of Defined Benefit Plans	(2,945)	(6,841)
Share of Other Comprehensive Income of Affiliates accounted for by the equity method	(446)	722
Total Comprehensive Income	238,538	(111,106)
Attributable to:		
Owners of Parent	237,128	(112,537)
Non-controlling Interests	1,410	1,431

Consolidated Statement of Capital Surplus and Retained Earnings

(Millions of Yen)

	Fiscal 2018 (Year ended March 31,2019)	Fiscal 2019 (Year ended March 31,2020)
(Capital Surplus)		
Balance at the Beginning of the Fiscal Year	24,993	24,993
Additions:	-	-
Deductions:	-	-
Balance at the End of the Fiscal Year	24,993	24,993
(Retained Earnings)		
Balance at the Beginning of the Fiscal Year	1,988,359	2,021,435
Additions:	103,575	92,034
Profit Attributable to Owners of Parent	103,575	92,027
Increase Resulting from Exclusion from Consolidation	-	6
Deductions:	70,500	99,870
Dividends	70,500	99,870
Balance at the End of the Fiscal Year	2,021,435	2,013,599

Consolidated Statement of Cash Flows

(Millions of Yen)

	Fiscal 2018 (Year ended March 31,2019)	Fiscal 2019 (Year ended March 31,2020)
I Cash Flows from Operating Activities:		
Income before Income Taxes	124,278	123,999
Depreciation	17,778	20,861
Losses on Impairment of Fixed Assets	-	218
Equity in Losses (Earnings) of Affiliates	(3,669)	(4,320)
Net Increase (Decrease) in Reserve for Possible Loan Losses	687	3,190
Net Increase (Decrease) in Reserve for Possible Investment Losses	150	217
Net Increase (Decrease) in Reserve for Bonus Payments	(33)	(66)
Net Decrease (Increase) in Net Defined Benefit Asset	(5,205)	(498)
Net Increase (Decrease) in Net Defined Benefit Liability	2,805	553
Net Increase (Decrease) in Reserve for Directors' Retirement Benefits	(272)	189
Interest Income	(1,311,278)	(1,246,628)
Interest Expenses	1,269,168	1,155,180
Losses (Gains) on Securities	(183,220)	(104,196)
Losses (Gains) on Money Held in Trust	(1,472)	(5,754)
Foreign Exchange Losses (Gains)	(642,970)	1,221,648
Losses (Gains) on Disposal of Fixed Assets	261	(1,303)
Net Decrease (Increase) in Trading Assets	(7,261)	7,981
Net Increase (Decrease) in Trading Liabilities	1,987	1,080
Net Decrease (Increase) in Loans and Bills Discounted	(6,755,155)	(1,464,008)
Net Increase (Decrease) in Deposits	997,508	(1,157,971)
Net Increase (Decrease) in Negotiable Certificates of Deposit	(2,130,057)	1,616,366
Net Increase (Decrease) in Debentures	(512,259)	(469,792)
Net Increase (Decrease) in Borrowed Money (Excluding Subordinated Borrowed Money)	392,322	593,178
Net Decrease (Increase) in Interest-bearing Due from Banks	270,261	(403,009)
Net Decrease (Increase) in Call Loans and Bills Bought and Other	604,326	12,088
Net Increase (Decrease) in Call Money and Bills Sold and Other	30,659	615,276
Net Increase (Decrease) in Short-term Entrusted Funds	(357,095)	(255,497)
Net Decrease (Increase) in Foreign Exchange Assets	(20,244)	135,053
Net Increase (Decrease) in Foreign Exchange Liabilities	(6)	(32)
Interest Received	1,289,872	1,253,014
Interest Paid	(1,257,830)	(1,162,236)
Other, Net	(130,559)	(938,536)
Subtotal	(8,316,524)	(453,753)
Income Taxes Paid	(12,004)	(16,076)
Net Cash Provided by (Used in) Operating Activities	(8,328,529)	(469,829)
II Cash Flows from Investing Activities:		
Purchases of Securities	(13,100,524)	(10,603,832)
Proceeds from Sales of Securities	4,139,697	1,426,336
Proceeds from Redemption of Securities	6,933,138	9,295,906
Increase in Money Held in Trust	(293,098)	(871,627)
Decrease in Money Held in Trust	826,703	1,497,296
Purchases of Tangible Fixed Assets	(2,487)	(1,617)
Purchases of Intangible Fixed Assets	(12,302)	(12,997)
Proceeds from Sales of Tangible Fixed Assets	0	2,566
Net Cash Provided by (Used in) Investing Activities	(1,508,873)	732,031
III Cash Flows from Financing Activities:		
Proceeds from Subordinated Borrowed Money	1,316,972	-
Repayments of Subordinated Borrowed Money	(1,512,373)	-
Proceeds from Issuance of Stock	559,710	-
Dividends Paid	(70,500)	(99,870)
Dividends Paid to Non-controlling Interests	(548)	(638)
Net Cash Provided by (Used in) Financing Activities	293,259	(100,508)
IV Effect of Exchange Rate Changes on Cash and Cash Equivalents	(300)	47
V Net Increase (Decrease) in Cash and Cash Equivalents	(9,544,443)	161,740
VI Cash and Cash Equivalents at the Beginning of the Fiscal Year	27,874,673	18,330,229
VII Cash and Cash Equivalents at the End of the Fiscal Year	18,330,229	18,491,970

Amounts less than one million yen are rounded down.

Notes to Accounting Policies

Consolidated Financial Statements are under Japanese GAAP (Generally Accepted Accounting Policies).

Notes to Consolidated Financial Statements

(Notes on Going-Concern Assumption)

None.

(Change in Accounting Policies)

(Application of Accounting Standard for Fair Value Measurement)

As Accounting Standard for Fair Value Measurement (The Accounting Standards Board of Japan (ASBJ) Statement No.30 on 4th July 2019) has become available for consolidated financial statements since the end of the fiscal year 2019, the Bank applies this accounting standard at the end of the fiscal year, and the Bank will continue to apply accounting guidelines established by Accounting Standard for Fair Value Measurement and others in the future pursuant to transitional measure established on article 19 of Accounting Standard for Fair Value Measurement and article 44 and paragraph 2 of Accounting Standard for Financial Instrument (ASBJ Statement No.10 on 4th July 2019). Private Investment Trusts which are composed of real estate such as Private REIT have hitherto been out of scope from fair value measurement as securities due to the extreme difficulty to determine fair value. According to this application, the Investment Trusts are evaluated by net asset value and others at the end of the current period after the end of the fiscal year. Furthermore, the fair value for derivative instruments such as Swap and others is reflected on the price adjustment based on credit risk of counter parties and the Bank itself. The effect of these changes is immaterial.

(Additional Information)

The Bank made decision to relocate its headquarter in the board of directors held on 3rd March 2020. In response to this relocation, the bank will not only integrate functions dispersed and enhance the creativity of new values but also will restructure functions of its headquarter and deepen the relationship further with Corporative. As a result of these challenges, the Bank will meet the expectation of our customers, realize sustained growth and offer value to society.

1. Acquisition of new property

(1) Summary of assets acquired

Address: 7th to 10th floor, Otemachi One Tower, Otemachi 1-2-1, Chiyoda-ku, Tokyo, Japan

Sorts of Assets: Land and Building

(2) Seller

Mitsui Fudosan Co., Ltd.

(3) Date of Relocation

The Bank will acquire the property aiming for 2021 and then the relocation will be divided into plural times.

2. Transfer of original property

(1) Summary of assets transferred

Address: 13-2, Yurakucho 1-chome, Chiyoda-ku, Tokyo, Japan

Sorts of Assets: Land and Building

(2) Transferee

The Dai-ichi Life Insurance Company, Limited

(3) Date of Transfer

This transfer will be divided into twice, March 2022 and September 2022, respectively.

(4) Impact on its profit and losses

The transfer had no impact on profit and losses on its consolidated financial statements of the fiscal year 2019.

The transfer will generate profit about 50,000 million yen in total. That profit will be divided into twice and will be booked as “Gains on Disposal of Fixed Assets” of “Extraordinary Profits” on the consolidated FS of the fiscal year 2021 and 2022. The amount of profit after deduction of corporate tax and others from the original profit for the transfer will approximately be 36,000 million yen in total and will be divided into twice as well. Furthermore, the Bank is examining the amount of profit for the transfer should be attributed to each period.

(Securities)

Information relating to Securities is provided as below. The Securities include Trading Securities in Trading Assets, negotiable certificates of deposit in Cash and Due from Banks and trust beneficiary interest in Monetary Claims Bought.

1. Trading Securities (as of March 31, 2020)

(Millions of Yen)

	Unrealized Gain Recognized as Income
Trading Securities	-

2. Held-to-Maturity Debt Securities (as of March 31, 2020)

(Millions of Yen)

	Type	Consolidated Balance Sheet Amount	Fair Value	Difference
Transactions for Fair Value exceeding Consolidated Balance Sheet Amount	Japanese Government Bonds	4,825,376	4,853,251	27,874
	Municipal Government Bonds	-	-	-
	Corporate Bonds	1,818	1,831	12
	Other	1,490,455	1,505,572	15,117
	Foreign Bonds	1,400,484	1,415,427	14,942
	Other	89,970	90,145	174
	Subtotal	6,317,650	6,360,655	43,005
Transactions for Fair Value not exceeding Consolidated Balance Sheet Amount	Japanese Government Bonds	-	-	-
	Municipal Government Bonds	-	-	-
	Corporate Bonds	-	-	-
	Other	9,775,685	9,335,350	(440,334)
	Foreign Bonds	9,565,352	9,125,206	(440,145)
	Other	210,333	210,144	(188)
	Subtotal	9,775,685	9,335,350	(440,334)
Total		16,093,335	15,696,005	(397,329)

3. Other Securities (as of March 31, 2020)

(Millions of Yen)

	Type	Consolidated Balance Sheet Amount	Acquisition Cost	Difference
Transactions for Consolidated Balance Sheet Amount exceeding Acquisition Cost	Stocks	559,022	220,044	338,978
	Bonds	5,797,427	5,556,978	240,448
	Japanese Government Bonds	5,660,799	5,420,516	240,283
	Municipal Government Bonds	7,048	7,040	8
	Corporate Bonds	129,579	129,422	157
	Other	23,419,412	21,494,767	1,924,645
	Foreign Bonds	15,081,883	13,978,465	1,103,417
	Foreign Stocks	10,157	7,075	3,082
	Investment Trusts	8,320,070	7,501,932	818,138
	Other	7,301	7,294	7
	Subtotal	29,775,863	27,271,790	2,504,072
Transactions for Consolidated Balance Sheet Amount not exceeding Acquisition Cost	Stocks	38,871	47,136	(8,264)
	Bonds	2,195,690	2,208,240	(12,549)
	Japanese Government Bonds	694,232	701,257	(7,024)
	Municipal Government Bonds	159,789	161,817	(2,028)
	Corporate Bonds	1,341,668	1,345,165	(3,496)
	Other	5,910,227	6,227,786	(317,559)
	Foreign Bonds	1,970,825	2,045,422	(74,597)
	Foreign Stocks	-	-	-
	Investment Trusts	3,933,973	4,176,931	(242,957)
	Other	5,429	5,432	(3)
	Subtotal	8,144,790	8,483,164	(338,373)
Total		37,920,653	35,754,954	2,165,698

4. Held-to-Maturity Debt Securities Sold during the fiscal year ended March 31, 2020

The Bank and its consolidated subsidiaries sold no held-to-maturity debt securities.

5. Other Securities Sold during the fiscal year ended March 31, 2020

(Millions of Yen)

Type	Sales Proceeds	Gains on Sales	Losses on Sales
Stocks	2,146	1,503	1
Bonds	287,531	1,630	5
Japanese Government Bonds	287,531	1,630	5
Corporate Bonds	-	-	-
Other	1,278,981	85,549	20,653
Foreign Bonds	949,450	48,105	-
Foreign Stocks	-	-	-
Investment Trusts	48,980	3,193	925
Other	280,550	34,250	19,728
Total	1,568,659	88,683	20,660

6. Securities Recognized for Revaluation Loss

Securities other than those for trading purposes and stocks with no market prices and investments in partnership and others, are revalued to their fair value, and the difference between the acquisition cost (and other) and the fair value is treated as a realized loss for the fiscal year ended March 31,2020 (“revaluation loss”), if the fair value has significantly deteriorated from the acquisition cost (and other), and unless a recovery in the fair value is deemed probable.

The amount of revaluation loss for the fiscal year ended March 31,2020 was ¥1,583 million, all of which was on stocks.

The criteria for determining whether the securities’ fair value has “significantly deteriorated” are outlined as follows:

Securities whose fair values are equal to or less than 50% of their acquisition costs (and other)

Securities whose fair values remain between 50% (exclusive) and 70% (inclusive) of their acquisition costs (and other) for a certain period

(Money Held in Trust)

1. Money Held in Trust for Trading Purposes (as of March 31, 2020)

The Bank and its consolidated subsidiaries held no money held in trust for trading purposes.

2. Held-to-Maturity Money Held in Trust (as of March 31, 2020)

The Bank and its consolidated subsidiaries held no held-to-maturity money held in trust.

3. Other Money Held in Trust (Money Held in Trust other than that for trading purposes or held-to-maturity) (as of March 31, 2020)

				(Millions of Yen)	
	Consolidated Balance Sheet Amount	Acquisition Cost	Difference	Transactions for Consolidated Balance Sheet Amount exceeding Acquisition Cost	Transactions for Consolidated Balance Sheet Amount not exceeding Acquisition Cost
Other Money Held in Trust	5,996,681	5,900,065	96,615	137,261	40,646

(Note)

“Transactions for Consolidated Balance Sheet Amount exceeding Acquisition Cost” and “Transactions for Consolidated Balance Sheet Amount not exceeding Acquisition Cost” are gross valuation of the difference between the acquisition cost and the consolidated balance sheet amount presented in “Difference.”

(Segment Information)

Segment Information is not shown in these statements, since the banking business is the only reportable segment.

(Per Share Information)

Net Assets per Share at the end of the fiscal year was ¥834.40(Non-controlling Interests, the residual assets for the holders of lower dividend rate stocks and preferred stocks, the total dividends on lower dividend rate stocks and preferred stocks, and the total special dividends are deducted from the numerator, and the aggregate number of lower dividend rate stocks and preferred stocks is deducted from the denominator respectively in the calculation of Net Assets per Share.) Profit Attributable to Owners of Parent per Share for the fiscal year was ¥6.94 (The total dividends for lower dividend rate stocks and preferred stocks and the total special dividends are deducted from the numerator, the aggregate number of lower dividend rate stocks and preferred stocks is deducted from the denominator respectively in the calculation of Profit Attributable to Owners of Parent per Share.)

(Significant Subsequent Events)

None.

Non-consolidated Financial Statements

Non-consolidated Balance Sheet

(Millions of Yen)

	Fiscal 2018 (As of March 31, 2019)	Fiscal 2019 (As of March 31, 2020)
(Assets)		
Loans and Bills Discounted	18,438,032	19,828,858
Loans on Deeds	16,867,449	18,128,236
Loans on Bills	367,218	382,495
Overdrafts	1,200,746	1,316,200
Bills Discounted	2,616	1,926
Foreign Exchange Assets	327,003	189,851
Due from Foreign Banks	327,003	189,851
Securities	55,751,186	54,694,312
Japanese Government Bonds	10,558,008	11,180,408
Municipal Government Bonds	49	151,039
Corporate Bonds	1,215,377	1,473,066
Stocks	855,014	731,854
Other Securities	43,122,736	41,157,942
Money Held in Trust	8,666,524	5,996,009
Trading Assets	15,844	7,862
Trading Securities	8,560	1
Derivatives of Securities Related to Trading Transactions	32	-
Trading-related Financial Derivatives	7,251	7,861
Monetary Claims Bought	326,079	301,081
Call Loans	44,368	54,330
Receivables under Resale Agreements	10,096	13,048
Cash and Due from Banks	18,906,686	19,458,993
Cash	92,077	39,368
Due from Banks	18,814,608	19,419,624
Other Assets	1,409,538	2,475,961
Domestic Exchange Settlement Account, Debit	348	13
Prepaid Expenses	952	946
Accrued Income	182,074	149,098
Initial Margins of Futures Markets	32,203	31,692
Variation Margins of Futures Markets	66	-
Derivatives other than for Trading	171,796	339,270
Cash Collateral Paid for Financial Instruments	348,567	1,243,372
Others	673,529	711,567
Tangible Fixed Assets	115,914	122,233
Buildings	44,650	41,578
Land	46,885	46,885
Lease Assets	20,669	31,007
Construction in Progress	2	5
Other Tangible Fixed Assets	3,706	2,756
Intangible Fixed Assets	45,435	49,375
Software	22,202	24,774
Lease Assets	5,180	4,302
Other Intangible Fixed Assets	18,051	20,298
Prepaid Pension Cost	28,574	35,568
Customers' Liabilities for Acceptances and Guarantees	140,063	226,965
Reserve for Possible Loan Losses	(46,861)	(49,181)
Reserve for Possible Investment Losses	(1,680)	(1,734)
Total Assets	104,176,806	103,403,535

(Millions of Yen)

	Fiscal 2018 (As of March 31, 2019)	Fiscal 2019 (As of March 31, 2020)
(Liabilities)		
Deposits	66,821,541	65,656,007
Time Deposits	58,140,292	56,957,616
Deposits at Notice	14,020	12,658
Ordinary Deposits	3,213,672	3,572,318
Current Deposits	86,419	94,583
Other Deposits	5,367,135	5,018,831
Negotiable Certificates of Deposit	790,599	2,406,965
Debentures	1,262,239	791,446
Debentures Issued	1,262,239	791,446
Trading Liabilities	7,022	8,102
Derivatives of Trading Securities	29	-
Derivatives of Securities Related to Trading Transactions	36	-
Trading-related Financial Derivatives	6,955	8,102
Borrowed Money	4,780,892	5,357,344
Borrowings	4,780,892	5,357,344
Payables under Repurchase Agreements	15,111,297	15,726,573
Foreign Exchange Liabilities	32	0
Foreign Bills Payable	32	0
Short-term Entrusted Funds	1,048,091	792,594
Other Liabilities	6,276,796	4,773,113
Domestic Exchange Settlement Account, Credit	662	51
Accrued Expenses	77,923	70,646
Income Taxes Payable	2,693	7,071
Unearned Income	571	9,182
Derivatives other than for Trading	485,291	950,878
Cash Collateral Received for Financial Instruments	43,846	132,844
Lease Liabilities	23,708	22,682
Accounts Payable for Securities Purchased	5,537,846	3,408,314
Others	104,253	171,441
Reserve for Bonus Payments	5,947	5,877
Reserve for Retirement Benefits	25,617	23,124
Reserve for Directors' Retirement Benefits	782	925
Deferred Tax Liabilities	515,400	451,012
Deferred Tax Liabilities for Land Revaluation	8,607	8,607
Acceptances and Guarantees	140,063	226,965
Total Liabilities	96,794,930	96,228,661
(Net Assets)		
Paid-in Capital	4,040,198	4,040,198
Common Stock	4,015,198	4,015,198
(including Lower Dividend Rate Stock)	3,589,481	3,589,481
Preferred Stock	24,999	24,999
Capital Surplus	25,020	25,020
Capital Surplus Reserve	24,999	24,999
Other Capital Surplus	20	20
Reserve for Revaluation	20	20
Retained Earnings	1,953,053	1,942,649
Legal Reserves	735,566	755,766
Voluntary Reserves	1,217,487	1,186,883
Special Reserves	303,500	323,700
General Reserves	559,403	559,403
Reserves for Tax Basis Adjustments of Fixed Assets	7,131	7,030
Others	7	7
Unappropriated Retained Earnings	347,445	296,741
Net Income	100,647	89,465
Total Owners' Equity	6,018,273	6,007,868
Net Unrealized Gains on Other Securities, net of taxes	1,501,099	1,700,265
Net Deferred Losses on Hedging Instruments, net of taxes	(151,808)	(547,571)
Revaluation Reserve for Land, net of taxes	14,312	14,312
Total Valuation and Translation Adjustments	1,363,602	1,167,005
Total Net Assets	7,381,875	7,174,874
Total Liabilities and Net Assets	104,176,806	103,403,535

Non-consolidated Statement of Operations

(Millions of Yen)

	Fiscal 2018 (Year ended March 31, 2019)	Fiscal 2019 (Year ended March 31, 2020)
Ordinary Income	1,709,117	1,519,122
Interest Income	1,311,996	1,246,587
Interest on Loans and Bills Discounted	103,937	115,880
Interest and Dividends on Securities	1,183,896	1,102,526
Interest on Call Loans	(910)	2,187
Interest on Receivables under Resale Agreements	(727)	5
Interest on Receivables under Securities Borrowing Transactions	1	-
Interest on Due from Banks	20,079	20,036
Other Interest Income	5,719	5,950
Fees and Commissions	15,779	19,417
Exchange Fees	901	890
Other Commissions Receivable	14,877	18,526
Trading Income	124	-
Income from Trading-related Financial Derivatives	124	-
Other Operating Income	147,196	132,740
Gains on Foreign Exchange Transactions	-	3,270
Gains on Sales of Bonds	97,793	83,986
Gains on Financial Derivatives	3,783	-
Other Operating Income	45,620	45,483
Other Ordinary Income	234,020	120,377
Recoveries from Written-off Claims	520	1,901
Gains on Sales of Stocks and Other Securities	68,148	4,671
Gains on Money Held in Trust	163,870	112,109
Others	1,480	1,695
Ordinary Expenses	1,591,677	1,402,589
Interest Expenses	1,269,032	1,155,024
Interest on Deposits	135,445	121,363
Interest on Negotiable Certificates of Deposit	25,651	41,918
Interest on Debentures	3,487	1,825
Interest on Borrowed Money	83,212	42,733
Interest on Call Money	(2)	(14)
Interest on Payables under Repurchase Agreements	166,785	174,812
Interest on Payables under Securities Lending Transactions	0	-
Interest on Interest Rate Swap	387,225	375,243
Other Interest Expenses	467,227	397,140
Fees and Commissions	15,704	16,055
Exchange Fees	763	881
Other Commissions	14,940	15,173
Trading Expenses	330	885
Expenses on Trading Securities and Derivatives	30	7
Expenses on Securities and Derivatives Related to Trading Transactions	299	36
Expenses on Trading-related Financial Derivatives	-	841
Other Operating Expenses	141,810	65,427
Amortization of Debenture Issuance Costs	98	28
Losses on Foreign Exchange Transactions	1,146	-
Losses on Sales of Bonds	99,620	20,009
Expenses on Financial Derivatives	-	4,744
Other Operating Expenses	40,944	40,644
General and Administrative Expenses	149,546	139,440
Other Ordinary Expenses	15,253	25,756
Provision of Reserve for Possible Loan Losses	1,693	2,400
Provision of Reserve for Possible Investment Losses	648	53
Write-off of Loans	210	4
Losses on Sales of Stocks and Other Securities	0	649
Losses on Revaluation of Stocks and Other Securities	450	1,893
Losses on Money Held in Trust	297	6,215
Others	11,953	14,539
Ordinary Profits	117,440	116,532
Extraordinary Profits	0	1,796
Gains on Disposal of Fixed Assets	0	1,796
Extraordinary Losses	250	568
Losses on Disposal of Fixed Assets	250	349
Losses on Impairment of Fixed Assets	-	218
Income before Income Taxes	117,190	117,761
Income Taxes - Current	14,447	18,673
Income Taxes - Deferred	2,095	9,621
Total Income Taxes	16,542	28,295
Net Income	100,647	89,465
Unappropriated Retained Earnings Brought Forward	246,798	207,276
Unappropriated Retained Earnings at the End of the Year	347,445	296,741