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Consolidated Financial Results for the Six Months Ended September 30, 2023 [Japanese GAAP]

November 10, 2023

Company name: Tsukuba Bank, Ltd.

Stock exchange listing: Tokyo

Code number: 8338

URL: <https://www.tsukubabank.co.jp/>

Representative: Masahiko Ikuta

President

Contact: Hiroshi Kohata

Executive Officer, General Manager, General Planning Division

Phone: +81-29-859-8111

Scheduled date of filing quarterly securities report: November 16, 2023

Scheduled date of commencing dividend payments: -

Trading Accounts: No

Availability of supplementary briefing material on quarterly financial results: Yes

Schedule of quarterly financial results briefing session: No

(Amounts of less than one million yen are rounded down.)

1. Consolidated Financial Results for the Six Months Ended September 30, 2023 (April 1, 2023 to September 30, 2023)

(1) Consolidated Operating Results

(% indicates changes from the previous corresponding period.)

	Ordinary revenues		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2023	20,623	11.0	2,114	(21.8)	1,930	(14.5)
September 30, 2022	18,570	0.7	2,704	(7.0)	2,258	(8.3)

(Note) Comprehensive income: Six months ended September 30, 2023: ¥ (2,665) million [-%]
Six months ended September 30, 2022: ¥ (14,197) million [-%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2023	23.44	7.78
September 30, 2022	27.37	8.48

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Millions of yen	Millions of yen	%
September 30, 2023	2,830,541	87,897	3.1
March 31, 2023	2,767,374	91,015	3.2

(Reference) Equity: As of September 30, 2023: ¥ 87,897 million
As of March 31, 2023: ¥ 91,015 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2023	-	0.00	-	5.00	5.00
Fiscal year ending March 31, 2024	-	0.00			
Fiscal year ending March 31, 2024 (Forecast)			-	5.00	5.00

(Note) Revision to the forecast for dividends announced most recently: No

(Note) Breakdown of the 2nd quarter (interim) dividend for the fiscal year ending March 31, 2024 :

Commemorative dividend	- yen
Special dividend	- yen

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2024(April 1, 2023 to March 31, 2024)

(% indicates changes from the previous corresponding period.)

	Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Yen
Full year	3,900	121.2	3,300	57.5	40.00

(Note) Revision to the financial results forecast announced most recently: No

* Notes:

(1) Changes in significant subsidiaries during the six months ended September 30, 2023

(changes in specified subsidiaries resulting in changes in scope of consolidation): No

New - (Company name:)

Exclusion: - (Company name:)

(2) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1) Changes in accounting policies due to the revision of accounting standards: No

2) Changes in accounting policies other than 1) above: No

3) Changes in accounting estimates: No

4) Retrospective restatement: No

(3) Total number of issued shares (common shares)

1) Total number of issued shares at the end of the period (including treasury shares):

September 30, 2023: 82,553,721 shares

March 31, 2023: 82,553,721 shares

2) Number of treasury shares at the end of the period:

September 30, 2023: 236,693 shares

March 31, 2023: 55,264 shares

3) Average number of shares outstanding during the period:

Six months ended September 30, 2023: 82,367,811 shares

Six months ended September 30, 2022: 82,494,345 shares

(Reference) Summary of Non-consolidated Financial Results

1. Non-consolidated Financial Results for the Six Months Ended September 30, 2023 (April 1, 2023 to September 30, 2023)

(1) Non-consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Ordinary revenues		Ordinary profit		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2023	20,545	11.0	2,067	(22.1)	1,899	(14.7)
September 30, 2022	18,504	0.6	2,657	(7.8)	2,228	(8.7)

	Basic earnings per share
Six months ended	Yen
September 30, 2023	23.06
September 30, 2022	27.01

(2) Non-consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Millions of yen	Millions of yen	%
September 30, 2023	2,829,560	86,573	3.0
March 31, 2023	2,766,316	89,604	3.2

(Reference) Equity: As of September 30, 2023: ¥ 86,573 million
As of March 31, 2023: ¥ 89,604 million

2. Non-consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2024(April 1, 2023 to March 31, 2024)

(% indicates changes from the previous corresponding period.)

	Ordinary profit		Net income		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Yen
Full year	3,800	129.4	3,300	62.6	40.00

Interim Consolidated Financial Statements
Interim Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2023	As of September 30, 2023
Assets		
Cash and due from banks	334,870	369,694
Monetary claims bought	1,063	1,097
Trading securities	173	186
Money held in trust	2,650	2,717
Securities	429,402	406,455
Loans and bills discounted	1,951,202	2,004,344
Foreign exchanges	10,727	6,294
Other assets	16,887	19,094
Tangible fixed assets	20,113	19,918
Intangible fixed assets	4,368	4,048
Retirement benefit asset	5,422	5,620
Deferred tax assets	2,869	3,005
Customers' liabilities for acceptances and guarantees	819	897
Allowance for loan losses	(13,198)	(12,832)
Total assets	2,767,374	2,830,541
Liabilities		
Deposits	2,512,528	2,583,932
Cash collateral received for securities lent	27,575	18,875
Borrowed money	128,300	130,600
Foreign exchanges	109	65
Other liabilities	5,402	6,652
Provision for bonuses	730	762
Retirement benefit liability	104	103
Provision for retirement benefits for directors (and other officers)	1	2
Provision for executive officers' retirement benefits	60	52
Provision for reimbursement of deposits	110	64
Provision for point card certificates	18	19
Provision for contingent loss	276	301
Deferred tax liabilities for land revaluation	320	315
Acceptances and guarantees	819	897
Total liabilities	2,676,358	2,742,644
Net assets		
Share capital	48,868	48,868
Capital surplus	30,447	30,447
Retained earnings	36,592	38,119
Treasury shares	(13)	(49)
Total shareholders' equity	115,895	117,386
Valuation difference on available-for-sale securities	(26,349)	(30,828)
Revaluation reserve for land	341	328
Remeasurements of defined benefit plans	1,129	1,011
Total accumulated other comprehensive income	(24,879)	(29,488)
Total net assets	91,015	87,897
Total liabilities and net assets	2,767,374	2,830,541

Interim Consolidated Statements of Income and Comprehensive Income
Interim Consolidated Statements of Income (For the six months)

(Millions of yen)

	For the six months ended September 30, 2022	For the six months ended September 30, 2023
Ordinary income	18,570	20,623
Interest income	12,990	12,864
Interest on loans and discounts	10,355	10,756
Interest and dividends on securities	2,472	2,032
Fees and commissions	4,350	4,494
Other ordinary income	229	371
Other income	999	2,893
Ordinary expenses	15,865	18,509
Interest expenses	301	493
Interest on deposits	35	27
Fees and commissions payments	1,951	2,200
Other ordinary expenses	417	2,760
General and administrative expenses	11,646	11,462
Other expenses	1,548	1,592
Ordinary profit	2,704	2,114
Extraordinary income	24	74
Gain on disposal of non-current assets	24	1
Compensation for forced relocation	-	72
Extraordinary losses	30	24
Loss on disposal of non-current assets	27	7
Impairment losses	2	17
Profit before income taxes	2,698	2,163
Income taxes - current	603	301
Income taxes - deferred	(163)	(68)
Total income taxes	439	233
Profit	2,258	1,930
Profit attributable to owners of parent	2,258	1,930

Interim Consolidated Statements of Comprehensive Income (For the six months)

(Millions of yen)

	For the six months ended September 30, 2022	For the six months ended September 30, 2023
Profit	2,258	1,930
Other comprehensive income	(16,456)	(4,596)
Valuation difference on available-for-sale securities	(16,329)	(4,478)
Remeasurements of defined benefit plans, net of tax	(126)	(117)
Comprehensive income	(14,197)	(2,665)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(14,197)	(2,665)

Interim Consolidated Statements of Changes in Equity
For the six months ended September 30, 2022

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	48,868	30,447	34,909	(8)	114,216
Changes during period					
Dividends of surplus			(412)		(412)
Profit attributable to owners of parent			2,258		2,258
Purchase of treasury shares				(18)	(18)
Disposal of treasury shares		0		14	14
Reversal of revaluation reserve for land			0		0
Net changes in items other than shareholders' equity					
Total changes during period	-	0	1,846	(4)	1,841
Balance at end of period	48,868	30,447	36,755	(12)	116,058

	Accumulated other comprehensive income				Total net assets
	Valuation difference on available-for-sale securities	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at beginning of period	(11,728)	341	1,267	(10,119)	104,097
Changes during period					
Dividends of surplus					(412)
Profit attributable to owners of parent					2,258
Purchase of treasury shares					(18)
Disposal of treasury shares					14
Reversal of revaluation reserve for land					0
Net changes in items other than shareholders' equity	(16,329)	(0)	(126)	(16,456)	(16,456)
Total changes during period	(16,329)	(0)	(126)	(16,456)	(14,614)
Balance at end of period	(28,058)	341	1,141	(26,575)	89,482

For the six months ended September 30, 2023

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	48,868	30,447	36,592	(13)	115,895
Changes during period					
Dividends of surplus			(415)		(415)
Profit attributable to owners of parent			1,930		1,930
Purchase of treasury shares				(48)	(48)
Disposal of treasury shares		0		11	12
Reversal of revaluation reserve for land			12		12
Net changes in items other than shareholders' equity					
Total changes during period	-	0	1,527	(36)	1,491
Balance at end of period	48,868	30,447	38,119	(49)	117,386

	Accumulated other comprehensive income				Total net assets
	Valuation difference on available-for-sale securities	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at beginning of period	(26,349)	341	1,129	(24,879)	91,015
Changes during period					
Dividends of surplus					(415)
Profit attributable to owners of parent					1,930
Purchase of treasury shares					(48)
Disposal of treasury shares					12
Reversal of revaluation reserve for land					12
Net changes in items other than shareholders' equity	(4,478)	(12)	(117)	(4,609)	(4,609)
Total changes during period	(4,478)	(12)	(117)	(4,609)	(3,117)
Balance at end of period	(30,828)	328	1,011	(29,488)	87,897

Interim Non-consolidated Financial Statements
Interim Non-consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2023	As of September 30, 2023
Assets		
Cash and due from banks	334,870	369,693
Monetary claims bought	1,063	1,097
Trading securities	173	186
Money held in trust	2,650	2,717
Securities	429,470	406,522
Loans and bills discounted	1,951,202	2,004,344
Foreign exchanges	10,727	6,294
Other assets	16,893	19,063
Other	16,893	19,063
Tangible fixed assets	20,112	19,912
Intangible fixed assets	4,368	4,048
Prepaid pension costs	3,799	4,167
Deferred tax assets	3,363	3,447
Customers' liabilities for acceptances and guarantees	819	897
Allowance for loan losses	(13,198)	(12,832)
Total assets	2,766,316	2,829,560
Liabilities		
Deposits	2,513,003	2,584,406
Cash collateral received for securities lent	27,575	18,875
Borrowed money	128,300	130,600
Foreign exchanges	109	65
Other liabilities	5,378	6,617
Income taxes payable	419	391
Asset retirement obligations	70	71
Other	4,887	6,154
Provision for bonuses	707	738
Provision for retirement benefits	31	33
Provision for executive officers' retirement benefits	60	52
Provision for reimbursement of deposits	110	64
Provision for point card certificates	18	19
Provision for contingent loss	276	301
Deferred tax liabilities for land revaluation	320	315
Acceptances and guarantees	819	897
Total liabilities	2,676,712	2,742,987

(Millions of yen)

	As of March 31, 2023	As of September 30, 2023
Net assets		
Share capital	48,868	48,868
Capital surplus	30,447	30,447
Legal capital surplus	9,376	9,376
Other capital surplus	21,070	21,070
Retained earnings	36,310	37,806
Legal retained earnings	1,111	1,195
Other retained earnings	35,198	36,611
Retained earnings brought forward	35,198	36,611
Treasury shares	(13)	(49)
Total shareholders' equity	115,613	117,073
Valuation difference on available-for-sale securities	(26,349)	(30,828)
Revaluation reserve for land	341	328
Total valuation and translation adjustments	(26,008)	(30,499)
Total net assets	89,604	86,573
Total liabilities and net assets	2,766,316	2,829,560

Interim Non-consolidated Statements of Income

(Millions of yen)

	For the six months ended September 30, 2022	For the six months ended September 30, 2023
Ordinary income	18,504	20,545
Interest income	12,990	12,864
Interest on loans and discounts	10,355	10,756
Interest and dividends on securities	2,472	2,032
Fees and commissions	4,304	4,447
Other ordinary income	229	371
Other income	981	2,862
Ordinary expenses	15,847	18,478
Interest expenses	301	493
Interest on deposits	35	27
Fees and commissions payments	1,951	2,200
Other ordinary expenses	417	2,760
General and administrative expenses	11,616	11,419
Other expenses	1,559	1,604
Ordinary profit	2,657	2,067
Extraordinary income	24	74
Extraordinary losses	30	24
Profit before income taxes	2,651	2,117
Income taxes - current	586	285
Income taxes - deferred	(163)	(68)
Total income taxes	423	217
Profit	2,228	1,899

Interim Non-consolidated Statements of Changes in Equity
For the six months ended September 30, 2022

(Millions of yen)

	Shareholders' equity								
	Share capital	Capital surplus			Retained earnings			Treasury shares	Total shareholders' equity
		Legal capital surplus	Other capital surplus	Total capital surplus	Legal retained earnings	Other retained earnings Retained earnings brought forward	Total retained earnings		
Balance at beginning of period	48,868	9,376	21,070	30,447	1,029	33,664	34,694	(8)	114,000
Changes during period									
Dividends of surplus					82	(495)	(412)		(412)
Profit						2,228	2,228		2,228
Purchase of treasury shares								(18)	(18)
Disposal of treasury shares			0	0				14	14
Reversal of revaluation reserve for land						0	0		0
Net changes in items other than shareholders' equity									
Total changes during period	-	-	0	0	82	1,733	1,816	(4)	1,812
Balance at end of period	48,868	9,376	21,070	30,447	1,111	35,398	36,510	(12)	115,813

	Valuation and translation adjustments			Total net assets
	Valuation difference on available-for-sale securities	Revaluation reserve for land	Total valuation and translation adjustments	
Balance at beginning of period	(11,728)	341	(11,387)	102,613
Changes during period				
Dividends of surplus				(412)
Profit				2,228
Purchase of treasury shares				(18)
Disposal of treasury shares				14
Reversal of revaluation reserve for land				0
Net changes in items other than shareholders' equity	(16,329)	(0)	(16,329)	(16,329)
Total changes during period	(16,329)	(0)	(16,329)	(14,517)
Balance at end of period	(28,058)	341	(27,717)	88,095

For the six months ended September 30, 2023

(Millions of yen)

	Shareholders' equity								
	Share capital	Capital surplus			Retained earnings			Treasury shares	Total shareholders' equity
		Legal capital surplus	Other capital surplus	Total capital surplus	Legal retained earnings	Other retained earnings Retained earnings brought forward	Total retained earnings		
Balance at beginning of period	48,868	9,376	21,070	30,447	1,111	35,198	36,310	(13)	115,613
Changes during period									
Dividends of surplus					83	(499)	(415)		(415)
Profit						1,899	1,899		1,899
Purchase of treasury shares								(48)	(48)
Disposal of treasury shares			0	0				11	12
Reversal of revaluation reserve for land						12	12		12
Net changes in items other than shareholders' equity									
Total changes during period	-	-	0	0	83	1,413	1,496	(36)	1,460
Balance at end of period	48,868	9,376	21,070	30,447	1,195	36,611	37,806	(49)	117,073

	Valuation and translation adjustments			Total net assets
	Valuation difference on available-for-sale securities	Revaluation reserve for land	Total valuation and translation adjustments	
Balance at beginning of period	(26,349)	341	(26,008)	89,604
Changes during period				
Dividends of surplus				(415)
Profit				1,899
Purchase of treasury shares				(48)
Disposal of treasury shares				12
Reversal of revaluation reserve for land				12
Net changes in items other than shareholders' equity	(4,478)	(12)	(4,491)	(4,491)
Total changes during period	(4,478)	(12)	(4,491)	(3,031)
Balance at end of period	(30,828)	328	(30,499)	86,573