

Translation

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Summary of Consolidated Financial Results for the Six Months Ended September 30, 2023 (Based on Japanese GAAP)

November 9, 2023

Company name: The First Bank of Toyama, Ltd.
 Stock exchange listing: Tokyo
 Stock code: 7184 URL <https://www.first-bank.co.jp/>
 Representative: President and Representative Director Mitsuru Nomura
 Director, General Manager of
 Inquiries: Corporate Planning Department Honda Tsutomu TEL 076-461-3861
 Scheduled date to file Quarterly Securities Report: November 24, 2023
 Scheduled date to commence dividend payments: December 5, 2023
 Trading accounts: No
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended September 30, 2023 (from April 1, 2023 to September 30, 2023)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Ordinary income		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2023	19,485	5.3	5,012	23.8	2,807	6.0
Six months ended September 30, 2022	18,504	28.9	4,047	56.0	2,648	37.4

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Six months ended September 30, 2023	43.98		-	
Six months ended September 30, 2022	40.95		-	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2023	1,536,609	140,485	8.7
As of March 31, 2023	1,485,657	122,292	7.7

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2023	-	8.00	-	12.00	20.00
Year ending March 31, 2024	-	12.00	-	-	-
Year ending March 31, 2024 (Forecast)	-	-	-	12.00	24.00

3. Forecast of consolidated financial results for the year ending March 31, 2024 (from April 1, 2023 to March 31, 2024)

Percentages indicate year-on-year changes

	Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Yen
Full year	8,000	26.5	5,000	18.9	78.22

4. Notes

- (1) Changes in significant subsidiaries during the six months ended September 30, 2023
(changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: No
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(3) Number of issued shares (common shares)

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

As of September 30, 2023	64,309,700 shares	As of March 31, 2023	67,309,700 shares
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Number of treasury shares at the end of the period

As of September 30, 2023	611,898 shares	As of March 31, 2023	3,302,504 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2023	63,823,280 shares	Six months ended September 30, 2022	64,667,818 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2023	As of September 30, 2023
Assets		
Cash and due from banks	74,901	71,667
Trading securities	61	20
Money held in trust	700	700
Securities	447,052	483,923
Loans and bills discounted	938,090	959,921
Foreign exchanges	1,932	1,923
Lease receivables and investments in leases	9,877	9,978
Other assets	11,014	7,823
Tangible fixed assets	8,348	8,225
Intangible fixed assets	762	807
Retirement benefit asset	165	194
Deferred tax assets	59	86
Customers' liabilities for acceptances and guarantees	2,408	2,480
Allowance for loan losses	(9,718)	(11,142)
Total assets	1,485,657	1,536,609
Liabilities		
Deposits	1,248,281	1,310,070
Negotiable certificates of deposit	80,000	35,000
Call money and bills sold	–	10,000
Borrowed money	23,965	20,140
Other liabilities	2,929	5,224
Provision for bonuses for directors (and other officers)	22	14
Retirement benefit liability	235	168
Provision for reimbursement of deposits	68	64
Provision for contingent loss	580	604
Deferred tax liabilities	4,305	11,788
Deferred tax liabilities for land revaluation	567	567
Acceptances and guarantees	2,408	2,480
Total liabilities	1,363,364	1,396,124
Net assets		
Share capital	10,182	10,182
Capital surplus	6,291	6,266
Retained earnings	83,308	84,174
Treasury shares	(1,298)	(309)
Total shareholders' equity	98,483	100,313
Valuation difference on available-for-sale securities	15,783	31,706
Revaluation reserve for land	1,080	1,080
Remeasurements of defined benefit plans	(225)	(150)
Total accumulated other comprehensive income	16,638	32,636
Non-controlling interests	7,169	7,535
Total net assets	122,292	140,485
Total liabilities and net assets	1,485,657	1,536,609

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Ordinary income	18,504	19,485
Interest income	9,594	10,051
Interest on loans and discounts	4,172	4,593
Interest and dividends on securities	5,389	5,435
Fees and commissions	1,231	1,260
Other ordinary income	6,831	3,719
Other income	847	4,453
Ordinary expenses	14,457	14,472
Interest expenses	89	85
Interest on deposits	79	73
Fees and commissions payments	479	507
Other ordinary expenses	6,401	5,426
General and administrative expenses	5,870	6,012
Other expenses	1,616	2,439
Ordinary profit	4,047	5,012
Extraordinary income	0	–
Gain on disposal of non-current assets	0	–
Extraordinary losses	242	0
Loss on disposal of non-current assets	6	0
Impairment losses	236	–
Profit before income taxes	3,805	5,012
Income taxes - current	1,361	1,798
Income taxes - deferred	(309)	345
Total income taxes	1,051	2,144
Profit	2,753	2,868
Profit attributable to non-controlling interests	105	61
Profit attributable to owners of parent	2,648	2,807

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Profit	2,753	2,868
Other comprehensive income	(628)	16,307
Valuation difference on available-for-sale securities	(660)	16,233
Remeasurements of defined benefit plans, net of tax	31	74
Comprehensive income	2,125	19,175
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,068	18,804
Comprehensive income attributable to non-controlling interests	57	370

Consolidated statements of changes in equity

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	10,182	6,266	79,940	(357)	96,031
Changes during period					
Dividends of surplus			(466)		(466)
Profit attributable to owners of parent			2,648		2,648
Purchase of treasury shares				(1,000)	(1,000)
Disposal of treasury shares		0		10	10
Reversal of revaluation reserve for land			142		142
Net changes in items other than shareholders' equity					
Total changes during period	-	0	2,323	(989)	1,334
Balance at end of period	10,182	6,266	82,264	(1,346)	97,366

	Accumulated other comprehensive income				Non-controlling interests	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	16,982	1,222	(164)	18,040	7,237	121,310
Changes during period						
Dividends of surplus						(466)
Profit attributable to owners of parent						2,648
Purchase of treasury shares						(1,000)
Disposal of treasury shares						10
Reversal of revaluation reserve for land						142
Net changes in items other than shareholders' equity	(611)	(142)	31	(722)	55	(666)
Total changes during period	(611)	(142)	31	(722)	55	668
Balance at end of period	16,370	1,080	(132)	17,318	7,293	121,978

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	10,182	6,291	83,308	(1,298)	98,483
Changes during period					
Dividends of surplus			(768)		(768)
Profit attributable to owners of parent			2,807		2,807
Purchase of treasury shares				(222)	(222)
Disposal of treasury shares		5		8	13
Cancellation of treasury shares		(29)	(1,173)	1,203	–
Net changes in items other than shareholders' equity					
Total changes during period	–	(24)	865	989	1,829
Balance at end of period	10,182	6,266	84,174	(309)	100,313

	Accumulated other comprehensive income				Non-controlling interests	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	15,783	1,080	(225)	16,638	7,169	122,292
Changes during period						
Dividends of surplus						(768)
Profit attributable to owners of parent						2,807
Purchase of treasury shares						(222)
Disposal of treasury shares						13
Cancellation of treasury shares						–
Net changes in items other than shareholders' equity	15,923	–	74	15,997	365	16,362
Total changes during period	15,923	–	74	15,997	365	18,192
Balance at end of period	31,706	1,080	(150)	32,636	7,535	140,485

Consolidated statements of cash flows

(Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Cash flows from operating activities		
Profit before income taxes	3,805	5,012
Depreciation	487	469
Impairment losses	236	–
Increase (decrease) in allowance for loan losses	541	1,424
Increase (decrease) in provision for bonuses for directors (and other officers)	(11)	(7)
Decrease (increase) in retirement benefit asset	(28)	(28)
Increase (decrease) in retirement benefit liability	(60)	(67)
Increase (decrease) in provision for reimbursement of deposits	(5)	(3)
Increase (decrease) in provision for contingent loss	134	24
Interest income	(9,594)	(10,051)
Interest expenses	89	85
Loss (gain) related to securities	(473)	(1,996)
Foreign exchange losses (gains)	84	(298)
Loss (gain) on disposal of non-current assets	5	–
Net decrease (increase) in loans and bills discounted	(28,667)	(21,058)
Net increase (decrease) in deposits	75,165	61,705
Net increase (decrease) in negotiable certificates of deposit	(26,000)	(45,000)
Net increase (decrease) in borrowed money (excluding subordinated borrowings)	(27,365)	(3,825)
Net decrease (increase) in due from banks (excluding due from Bank of Japan)	(131)	(78)
Net decrease (increase) in trading securities	28	41
Net increase (decrease) in call money	35,000	10,000
Net decrease (increase) in foreign exchanges - assets	(336)	65
Increase (decrease) in lease receivables and investment assets	174	(100)
Interest received	9,644	9,862
Interest paid	(150)	(422)
Other, net	(564)	(886)
Subtotal	32,008	4,864
Income taxes refund (paid)	(1,225)	(463)
Net cash provided by (used in) operating activities	30,783	4,400
Cash flows from investing activities		
Purchase of securities	(74,006)	(80,891)
Proceeds from sale of securities	41,052	38,361
Proceeds from redemption of securities	37,656	36,203
Purchase of tangible fixed assets	(79)	(198)
Proceeds from sale of property, plant and equipment	10	–
Purchase of intangible assets	(117)	(192)
Net cash provided by (used in) investing activities	4,514	(6,718)
Cash flows from financing activities		
Dividends paid	(466)	(768)
Dividends paid to non-controlling interests	(2)	(5)
Balance of purchase and sales of treasury stock	(1,000)	(222)
Net cash provided by (used in) financing activities	(1,468)	(996)
Effect of exchange rate change on cash and cash equivalents	3	2
Net increase (decrease) in cash and cash equivalents	33,832	(3,312)
Cash and cash equivalents at beginning of period	53,911	74,270
Cash and cash equivalents at end of period	87,743	70,958

Quarterly non-consolidated financial statements
Non-consolidated balance sheets

(Millions of yen)

	As of March 31, 2023	As of September 30, 2023
Assets		
Cash and due from banks	74,843	71,615
Trading securities	61	20
Money held in trust	700	700
Securities	429,266	464,941
Loans and bills discounted	954,686	977,710
Foreign exchanges	1,932	1,923
Other assets	6,165	2,429
Other	6,165	2,429
Tangible fixed assets	8,185	8,063
Intangible fixed assets	755	802
Prepaid pension costs	320	306
Customers' liabilities for acceptances and guarantees	2,408	2,480
Allowance for loan losses	(9,395)	(10,737)
Total assets	1,469,929	1,520,256
Liabilities		
Deposits	1,249,000	1,311,011
Negotiable certificates of deposit	80,000	35,000
Call money	–	10,000
Borrowed money	20,800	16,900
Other liabilities	2,175	4,459
Income taxes payable	192	1,278
Lease liabilities	212	299
Asset retirement obligations	61	61
Other	1,709	2,820
Provision for bonuses for directors (and other officers)	22	14
Provision for retirement benefits	63	60
Provision for reimbursement of deposits	68	64
Provision for contingent loss	580	604
Deferred tax liabilities	2,793	10,046
Deferred tax liabilities for land revaluation	567	567
Acceptances and guarantees	2,408	2,480
Total liabilities	1,358,479	1,391,211
Net assets		
Share capital	10,182	10,182
Capital surplus	6,098	6,074
Legal capital surplus	6,074	6,074
Other capital surplus	24	–
Retained earnings	80,879	81,728
Legal retained earnings	3,859	4,013
Other retained earnings	77,020	77,714
General reserve	38,860	38,860
Retained earnings brought forward	38,160	38,854
Treasury shares	(1,298)	(309)
Total shareholders' equity	95,862	97,675
Valuation difference on available-for-sale securities	14,506	30,288
Revaluation reserve for land	1,080	1,080
Total valuation and translation adjustments	15,587	31,369
Total net assets	111,449	129,044
Total liabilities and net assets	1,469,929	1,520,256

Non-consolidated statements of income (cumulative)

(Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Ordinary income	15,617	16,614
Interest income	9,425	9,889
Interest on loans and discounts	4,241	4,701
Interest and dividends on securities	5,151	5,163
Fees and commissions	1,235	1,265
Other ordinary income	4,119	1,007
Other income	837	4,452
Ordinary expenses	11,798	11,717
Interest expenses	84	81
Interest on deposits	79	73
Fees and commissions payments	489	516
Other ordinary expenses	3,887	2,947
General and administrative expenses	5,687	5,819
Other expenses	1,648	2,352
Ordinary profit	3,818	4,897
Extraordinary income	0	–
Extraordinary losses	242	0
Profit before income taxes	3,576	4,897
Income taxes - current	1,308	1,734
Income taxes - deferred	(327)	372
Total income taxes	981	2,107
Profit	2,595	2,790

Non-consolidated statements of changes in equity

Six months ended September 30, 2022

(Millions of yen)

	Shareholders' equity							
	Share capital	Capital surplus			Retained earnings			
		Legal capital surplus	Other capital surplus	Total capital surplus	Legal retained earnings	Other retained earnings		Total retained earnings
					General reserve	Retained earnings brought forward		
Balance at beginning of period	10,182	6,074	–	6,074	3,664	38,860	35,084	77,608
Changes during period								
Provision of legal retained earnings					93		(93)	–
Dividends of surplus							(466)	(466)
Profit							2,595	2,595
Purchase of treasury shares								
Disposal of treasury shares			0	0				
Reversal of revaluation reserve for land							142	142
Net changes in items other than shareholders' equity								
Total changes during period	–	–	0	0	93	–	2,177	2,271
Balance at end of period	10,182	6,074	0	6,074	3,757	38,860	37,262	79,879

	Shareholders' equity		Valuation and translation adjustments			Total net assets
	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Revaluation reserve for land	Total valuation and translation adjustments	
Balance at beginning of period	(357)	93,507	15,593	1,222	16,815	110,323
Changes during period						
Provision of legal retained earnings		–				–
Dividends of surplus		(466)				(466)
Profit		2,595				2,595
Purchase of treasury shares	(1,000)	(1,000)				(1,000)
Disposal of treasury shares	10	10				10
Reversal of revaluation reserve for land		142				142
Net changes in items other than shareholders' equity			(589)	(142)	(731)	(731)
Total changes during period	(989)	1,282	(589)	(142)	(731)	550
Balance at end of period	(1,346)	94,789	15,003	1,080	16,084	110,873

Six months ended September 30, 2023

(Millions of yen)

	Shareholders' equity							
	Share capital	Capital surplus			Retained earnings			
		Legal capital surplus	Other capital surplus	Total capital surplus	Legal retained earnings	Other retained earnings		Total retained earnings
						General reserve	Retained earnings brought forward	
Balance at beginning of period	10,182	6,074	24	6,098	3,859	38,860	38,160	80,879
Changes during period								
Provision of legal retained earnings					153		(153)	–
Dividends of surplus							(768)	(768)
Profit							2,790	2,790
Purchase of treasury shares								
Disposal of treasury shares			5	5				
Cancellation of treasury shares			(29)	(29)			(1,173)	(1,173)
Net changes in items other than shareholders' equity								
Total changes during period	–	–	(24)	(24)	153	–	694	848
Balance at end of period	10,182	6,074	–	6,074	4,013	38,860	38,854	81,728

	Shareholders' equity		Valuation and translation adjustments			Total net assets
	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Revaluation reserve for land	Total valuation and translation adjustments	
Balance at beginning of period	(1,298)	95,862	14,506	1,080	15,587	111,449
Changes during period						
Provision of legal retained earnings		–				–
Dividends of surplus		(768)				(768)
Profit		2,790				2,790
Purchase of treasury shares	(222)	(222)				(222)
Disposal of treasury shares	8	13				13
Cancellation of treasury shares	1,203	–				–
Net changes in items other than shareholders' equity			15,781	–	15,781	15,781
Total changes during period	989	1,812	15,781	–	15,781	17,594
Balance at end of period	(309)	97,675	30,288	1,080	31,369	129,044