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Consolidated Financial Results for the Nine Months Ended December 31, 2023 [Japanese GAAP]



January 31, 2024

Company name: The San-in Godo Bank, Ltd.
 Stock exchange listing: Tokyo
 Code number: 8381
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 Scheduled date of filing quarterly securities report: February 13, 2024
 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 Nine Months Ended December 31, 2023 (April 1, 2023 to December 31, 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	%
Nine months ended December 31, 2023	88,593	10.1	15,559	(20.1)	10,420	(23.0)
December 31, 2022	80,444	17.6	19,491	11.7	13,540	11.3

(Note) Comprehensive income: for the nine months ended December 31, 2023: ¥ 7,535 million [— %]
 for the nine months ended December 31, 2022: ¥ (47,404) million [— %]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
December 31, 2023	67.33	67.30
December 31, 2022	86.79	86.70

(2) Consolidated Financial Position

	Total assets	Net assets	Net assets ratio
As of	Millions of yen	Millions of yen	%
December 31, 2023	7,035,809	314,407	4.4
March 31, 2023	6,877,489	313,208	4.5

(Reference) Equity: As of December 31, 2023: ¥ 313,908 million
 As of March 31, 2023: ¥ 312,649 million

(Note) Net assets ratio = (Net assets – Share acquisition rights – Non-controlling interests) / Total assets

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
Fiscal year ended March 31, 2023	Yen —	Yen 17.00	Yen —	Yen 17.00	Yen 34.00
Fiscal year ending March 31, 2024	—	18.00	—		
Fiscal year ending March 31, 2024(Forecast)				18.00	36.00

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

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 revenues		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	113,600	0.8	23,300	7.2	16,000	3.4	104.08

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

* Notes:

(1) Changes in significant subsidiaries during the nine months ended December 31, 2023

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

(2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: Yes

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatements

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 restatements: No

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

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

December 31, 2023: 156,977,472 shares

March 31, 2023: 156,977,472 shares

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

December 31, 2023: 3,489,189 shares

March 31, 2023: 2,502,655 shares

3) Average number of shares outstanding during the period:

Nine months ended December 31, 2023: 154,751,283 shares

Nine months ended December 31, 2022: 156,014,671 shares

(Note) The period-end treasury stock includes the Bank's shares held by a trust account for Board Benefit Trust (BBT)(891,300shares as of December 31, 2023 and 1,019,200shares as of March 31, 2023).

The treasury stock deducted to calculate the average number of outstanding shares includes the Bank's shares held by the trust account (944,785shares as of December 31, 2023 and 730,005shares as of December 31, 2022)

* This report is out of the scope of the quarterly review by certified public accountants or independent audit firms.

* Proper use of financial results, forecasts and other notes

The forecasts above are based on information available to the Bank as of the date of this publication.

Accordingly, actual results may differ significantly from those forecasts due to various factors.

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Quarterly Consolidated Financial Statements
Quarterly Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2023	As of December 31, 2023
Assets		
Cash and due from banks	820,839	769,066
Call loans and bills bought	3,271	1,914
Monetary claims bought	13,159	14,917
Money held in trust	4,988	5,000
Securities	1,562,511	1,511,931
Loans and bills discounted	4,322,918	4,576,760
Foreign exchanges	4,768	3,145
Lease receivables and investment assets	28,179	28,145
Other assets	66,333	78,329
Tangible fixed assets	34,701	34,065
Intangible fixed assets	3,854	3,155
Retirement benefit asset	4,150	5,118
Deferred tax assets	35,521	37,198
Customers' liabilities for acceptances and guarantees	13,334	13,071
Allowance for loan losses	(40,886)	(45,865)
Allowance for investment loss	(156)	(146)
Total assets	6,877,489	7,035,809
Liabilities		
Deposits	5,508,349	5,724,030
Negotiable certificates of deposit	138,957	293,054
Call money and bills sold	98,812	61,384
Cash collateral received for securities lent	106,426	31,538
Borrowed money	586,637	544,885
Foreign exchanges	7	253
Other liabilities	97,394	40,728
Provision for bonuses	957	-
Retirement benefit liability	9,147	8,920
Provision for stocks payment	414	386
Provision for retirement benefits for directors (and other officers)	58	74
Provision for reimbursement of deposits	252	196
Provision for contingencies	804	847
Deferred tax liabilities	674	13
Deferred tax liabilities for land revaluation	2,050	2,015
Acceptances and guarantees	13,334	13,071
Total liabilities	6,564,281	6,721,401

(Millions of yen)

	As of March 31, 2023	As of December 31, 2023
Net assets		
Share capital	20,705	20,705
Capital surplus	22,058	22,058
Retained earnings	310,618	315,689
Treasury shares	(1,847)	(2,678)
Total shareholders' equity	351,535	355,775
Valuation difference on available-for-sale securities	(36,842)	(43,448)
Deferred gains or losses on hedges	(3,020)	347
Revaluation reserve for land	2,331	2,252
Remeasurements of defined benefit plans	(1,354)	(1,017)
Total accumulated other comprehensive income	(38,886)	(41,866)
Share acquisition rights	103	30
Non-controlling interests	455	468
Total net assets	313,208	314,407
Total liabilities and net assets	6,877,489	7,035,809

Quarterly Consolidated Statements of Income and Comprehensive Income
Quarterly Consolidated Statements of Income (For the nine months)

(Millions of yen)

	For the nine months ended December 31, 2022	For the nine months ended December 31, 2023
Ordinary income	80,444	88,593
Interest income	47,923	54,621
Interest on loans and discounts	31,358	38,166
Interest and dividends on securities	14,143	13,840
Fees and commissions	10,938	12,836
Other ordinary income	16,052	15,073
Other income	5,530	6,061
Ordinary expenses	60,953	73,033
Interest expenses	2,705	4,824
Interest on deposits	633	894
Fees and commissions payments	3,272	3,472
Other ordinary expenses	23,835	27,258
General and administrative expenses	29,645	30,390
Other expenses	1,493	7,087
Ordinary profit	19,491	15,559
Extraordinary income	107	19
Gain on disposal of non-current assets	107	19
Extraordinary losses	212	259
Loss on disposal of non-current assets	62	41
Impairment losses	150	217
Profit before income taxes	19,386	15,320
Income taxes - current	4,871	5,891
Income taxes - deferred	996	(1,005)
Total income taxes	5,867	4,886
Profit	13,518	10,434
Profit (loss) attributable to non-controlling interests	(22)	13
Profit attributable to owners of parent	13,540	10,420

Quarterly Consolidated Statements of Comprehensive Income (For the nine months)

(Millions of yen)

	For the nine months ended December 31, 2022	For the nine months ended December 31, 2023
Profit	13,518	10,434
Other comprehensive income		
Valuation difference on available-for-sale securities	(59,228)	(6,604)
Deferred gains or losses on hedges	(2,243)	3,367
Remeasurements of defined benefit plans, net of tax	549	337
Total other comprehensive income	(60,923)	(2,899)
Comprehensive income	(47,404)	7,535
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(47,378)	7,519
Comprehensive income attributable to non-controlling interests	(26)	15

Supplementary Information

Net Holding Gains (Losses) on Securities (Consolidated)

Net holding gains (losses) on Securities

(Millions of yen)

	As of March 31, 2023			As of December 31, 2023		
	Net gains (losses)			Net gains (losses)		
		gains	losses		gains	losses
Held to maturity	(739)	33	773	(676)	37	714
Other securities (A)	(52,844)	48,504	101,349	(62,439)	44,733	107,172
Stocks	29,014	29,309	295	32,083	32,432	348
Bonds	(1,021)	9,715	10,737	(18,251)	737	18,989
Others	(80,837)	9,479	90,316	(76,271)	11,563	87,834
Foreign securities	(28,206)	191	28,397	(26,458)	1,206	27,665
Other securities (Investment trusts, etc.)	(52,630)	9,288	61,918	(49,812)	10,356	60,169
Total	(53,584)	48,538	102,122	(63,116)	44,770	(107,887)

Aggregated amount of Net holding gains (losses) on Other securities and Valuation gains (losses) on Interest rate swap

(Millions of yen)

	As of March 31,2023		As of December 31,2023	
Interest rate swap * (B)	(4,335)		510	
Total (A) + (B)	(57,180)		(61,929)	

*Note :Interest rate swap to reduce the risk of interest rate, to which the deferred hedge accounting is applied.

Soundness of Assets (Consolidated)**Disclosed Assets Based on the Financial Reconstruction Act and Risk Managed loans**

(Millions of yen)

	As of March 31, 2023 (B)	As of December 31, 2023 (A)	(A)-(B)
Bankrupt and quasi-bankrupt assets	15,741	19,147	3,406
Doubtful assets	31,150	32,192	1,042
Substandard loans	14,670	17,273	2,603
Loans past due for three months or more	92	113	21
Loans with altered lending conditions	14,577	17,160	2,583
Subtotal (Risk Managed loans) (C)	61,562	68,614	7,052
Normal assets	4,398,297	4,656,428	258,131
Total credit amount (D)	4,459,859	4,725,043	265,184
(C)/(D) (%)	1.38	1.45	0.07