



Consolidated Financial Results for the Three Months Ended June 30, 2025 [Japanese GAAP]

July 31, 2025

Company name: The Hyakugo Bank, Ltd.
 Listing: Tokyo Stock Exchange, Nagoya Stock Exchange
 Securities code: 8368
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 Scheduled date to commence dividend payments: -
 Trading accounts: None
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: None

Director and President
 General Manager of Corporate Planning Division

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated Financial Results for the Three Months Ended June 30, 2025 (April 1, 2025 to June 30, 2025)

(1) Consolidated Operating Results

(Percentages indicate year-on-year changes.)

	Ordinary revenues		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2025	34,140	17.9	5,117	(29.6)	3,790	(29.7)
June 30, 2024	28,959	(4.2)	7,265	3.9	5,392	6.0

(Note) Comprehensive income: Three months ended June 30, 2025: ¥ 14,729 million [-%]
 Three months ended June 30, 2024: ¥ (16,705) million [-%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2025	15.46	15.44
June 30, 2024	21.58	21.55

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
	Millions of yen	Millions of yen	%
As of June 30, 2025	7,661,630	446,077	5.8
March 31, 2025	7,433,220	435,449	5.9

(Reference) Equity: As of June 30, 2025: ¥ 446,008 million
 As of March 31, 2025: ¥ 435,312 million

(Note) “Capital adequacy ratio” is calculated by dividing total net assets at the end of the period minus stock acquisition rights at the end of the period by total assets at the end of the period.

The “capital adequacy ratio” stated above is not based on the Notification of the Financial Services Agency of 2006 on capital adequacy ratio.

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
Fiscal year ended March 31, 2025	Yen -	Yen 9.00	Yen -	Yen 12.00	Yen 21.00
Fiscal year ending March 31, 2026	-				
Fiscal year ending March 31, 2026 (Forecast)		12.00	-	12.00	24.00

(Note) Revision to the forecast for dividends announced most recently: None

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2026(April 1, 2025 to March 31, 2026)

(Percentages indicate year-on-year changes.)

	Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2025	11,400	(11.1)	8,100	(11.9)	33.13
Full year	26,400	2.7	18,500	2.5	75.67

(Note) Revision to the financial results forecast announced most recently: None

(Note) Basic earnings per share are calculated using the number of outstanding common shares at the end of the quarter as the denominator.

* Notes:

(1) Significant changes in the scope of consolidation during the period: None

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates, and restatement

1) Changes in accounting policies due to revisions to accounting standards and other regulations: None

2) Changes in accounting policies due to other reasons: None

3) Changes in accounting estimates: None

4) Restatement: None

(4) Number of issued shares (common shares)

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

June 30, 2025: 254,119,000 shares

March 31, 2025: 254,119,000 shares

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

June 30, 2025: 9,658,004 shares

March 31, 2025: 8,201,803 shares

3) Average number of shares outstanding during the period:

Three months ended June 30, 2025: 245,157,163 shares

Three months ended June 30, 2024: 249,904,686 shares

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

* Proper use of earnings forecasts, and other special matters

The consolidated performance forecasts are based on information available as of the date of this announcement.

Actual results may differ from these forecasts due to various factors in the future.

1. Overview of Business Performance

(1) Overview of Business Performance for the Period Under Review

Regarding the consolidated business performance for the three months ended June 30, 2025 (the “period under review,” or “FY2025 1Q”), ordinary income increased by ¥5,181 million from the same period of the previous fiscal year to ¥34,140 million, mainly due to an increase in other income resulting from an increase in gain on sale of equity securities.

Meanwhile, ordinary expenses increased by ¥7,329 million from the same period of the previous fiscal year to ¥29,022 million, mainly due to an increase in other ordinary expenses resulting from an increase in loss on sale of bonds.

As a result, ordinary profit decreased by ¥2,147 million from the same period of the previous fiscal year to ¥5,117 million.

Profit attributable to owners of parent decreased by ¥1,602 million from the same period of the previous fiscal year to ¥3,790 million.

Comprehensive income increased by ¥31,434 million from the same period of the previous fiscal year to ¥14,729 million.

(2) Overview of Financial Position

Regarding the consolidated financial position at the end of the period under review, total assets increased by ¥228.4 billion from the end of the previous fiscal year to ¥7,661.6 billion.

Net assets increased by ¥10.6 billion from the end of the previous fiscal year to ¥446.0 billion.

In terms of major account balances, the balance of deposits, etc. (including negotiable certificates of deposit) at the end of the period under review increased by ¥126.6 billion from the end of the previous fiscal year to ¥6,270.5 billion, mainly due to an increase in public fund deposits and corporate deposits.

The balance of loans and bills discounted at the end of the period under review decreased by ¥13.9 billion from the end of the previous fiscal year to ¥5,038.0 billion, mainly due to a decrease in loans to corporations.

The balance of securities at the end of the period under review increased by ¥12.2 billion from the end of the previous fiscal year to ¥1,499.3 billion.

2. Quarterly Consolidated Financial Statements and Primary Notes

(1) Quarterly Consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
Assets		
Cash and due from banks	665,527	892,573
Call loans and bills bought	2,631	20,893
Monetary claims bought	3,035	2,567
Trading securities	85	96
Money held in trust	1,000	1,001
Securities	1,487,165	1,499,395
Loans and bills discounted	5,052,036	5,038,042
Foreign exchanges	9,587	2,302
Lease receivables and investments in leases	31,165	31,968
Other assets	86,694	76,803
Tangible fixed assets	44,635	44,542
Intangible fixed assets	4,683	4,719
Retirement benefit asset	54,757	55,390
Deferred tax assets	776	758
Customers' liabilities for acceptances and guarantees	17,115	18,500
Allowance for loan losses	(27,677)	(27,927)
Total assets	7,433,220	7,661,630
Liabilities		
Deposits	5,977,719	6,099,057
Negotiable certificates of deposit	166,115	171,445
Call money and bills sold	80,000	150,000
Cash collateral received for securities lent	153,547	149,637
Borrowed money	470,054	471,221
Foreign exchanges	269	224
Other liabilities	74,693	92,323
Provision for bonuses	278	151
Retirement benefit liability	597	609
Provision for retirement benefits for directors (and other officers)	135	125
Provision for reimbursement of deposits	1,891	1,886
Provision for point card certificates	482	397
Provision for contingent loss	395	346
Reserves under special laws	3	4
Deferred tax liabilities	51,955	57,105
Deferred tax liabilities for land revaluation	2,515	2,515
Acceptances and guarantees	17,115	18,500
Total liabilities	6,997,770	7,215,553

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
Net assets		
Share capital	20,000	20,000
Capital surplus	10,384	10,381
Retained earnings	298,808	299,612
Treasury shares	(4,789)	(5,832)
Total shareholders' equity	324,403	324,161
Valuation difference on available-for-sale securities	95,723	106,628
Deferred gains or losses on hedges	1,736	1,938
Revaluation reserve for land	4,102	4,102
Remeasurements of defined benefit plans	9,346	9,178
Total accumulated other comprehensive income	110,908	121,847
Share acquisition rights	137	68
Total net assets	435,449	446,077
Total liabilities and net assets	7,433,220	7,661,630

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statement of Income

For the three months ended June 30, 2025

(Millions of yen)

	For the three months ended June 30, 2024	For the three months ended June 30, 2025
Ordinary income	28,959	34,140
Interest income	18,903	19,995
Interest on loans and discounts	12,717	14,355
Interest and dividends on securities	5,529	4,716
Fees and commissions	4,995	4,695
Other ordinary income	4,503	4,684
Other income	556	4,765
Ordinary expenses	21,693	29,022
Interest expenses	3,379	5,178
Interest on deposits	349	2,716
Fees and commissions payments	1,205	1,356
Other ordinary expenses	6,772	10,311
General and administrative expenses	10,127	11,125
Other expenses	207	1,050
Ordinary profit	7,265	5,117
Extraordinary income	36	-
Gain on disposal of non-current assets	36	-
Extraordinary losses	38	18
Loss on disposal of non-current assets	38	18
Provision of reserve for financial instruments transaction liabilities	0	0
Profit before income taxes	7,263	5,098
Income taxes - current	1,350	1,108
Income taxes - deferred	520	199
Total income taxes	1,870	1,307
Profit	5,392	3,790
Profit attributable to owners of parent	5,392	3,790

Quarterly Consolidated Statement of Comprehensive Income
For the three months ended June 30, 2025

(Millions of yen)

	For the three months ended June 30, 2024	For the three months ended June 30, 2025
Profit	5,392	3,790
Other comprehensive income	(22,098)	10,938
Valuation difference on available-for-sale securities	(22,013)	10,904
Deferred gains or losses on hedges	434	202
Remeasurements of defined benefit plans, net of tax	(518)	(168)
Comprehensive income	(16,705)	14,729
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(16,705)	14,729

(3) Notes to Quarterly Consolidated Financial Statements

Notes to segment information, etc.

For the three months ended June 30, 2024

1. Ordinary income and profit (loss) by reportable segment

(Millions of yen)

	Reportable segments			Others	Total	Reconciliations	Consolidated
	Banking	Leasing	Total				
Ordinary income:							
External customers	23,641	4,084	27,725	1,233	28,959	—	28,959
Intersegment	580	119	699	383	1,082	(1,082)	—
Total	24,221	4,203	28,425	1,616	30,041	(1,082)	28,959
Segment profit	7,352	204	7,556	318	7,874	(609)	7,265

Notes: 1. Ordinary income is stated in place of net sales of general companies.

2. The “Others” business segment includes credit card operations and financial instruments business operations that do not belong to reportable segments.

3. Reconciliation of segment profit of ¥(609) million consists of elimination of intersegment profits.

4. Segment profit is reconciled to ordinary profit in the quarterly consolidated statements of income.

2. Information on impairment losses on non-current assets and goodwill by reportable segment

Not applicable.

For the three months ended June 30, 2025

1. Ordinary income and profit (loss) by reportable segment

(Millions of yen)

	Reportable segments			Others	Total	Reconciliations	Consolidated
	Banking	Leasing	Total				
Ordinary income:							
External customers	28,645	4,257	32,903	1,237	34,140	—	34,140
Intersegment	586	124	710	402	1,113	(1,113)	—
Total	29,231	4,382	33,614	1,639	35,253	(1,113)	34,140
Segment profit	5,205	212	5,417	383	5,801	(683)	5,117

Notes: 1. Ordinary income is stated in place of net sales of general companies.

2. The “Others” business segment includes credit card operations and financial instruments business operations that do not belong to reportable segments.

3. Reconciliation of segment profit of ¥(683) million consists of elimination of intersegment profits.

4. Segment profit is reconciled to ordinary profit in the quarterly consolidated statements of income.

2. Information on impairment losses on non-current assets and goodwill by reportable segment

Not applicable.

Notes to significant changes in shareholders' equity

Based on a resolution by the Board of Directors at a meeting on May 9, 2025, the Bank acquired 1,641 thousand treasury shares during the period under review. As a result, including the acquisition of shares that are less than one unit, treasury shares increased by ¥1,043 million, resulting in treasury shares totaling ¥5,832 million at the end of the period under review.

Going concern assumption

Not applicable.

Notes to the statements of cash flows

The Bank has not prepared quarterly consolidated statements of cash flows for the period under review. However, depreciation (including amortization of intangible assets excluding goodwill) for the three months ended June 30, 2024 and 2025 is as follows:

	(Millions of yen)	
	For the three months ended June 30, 2024	For the three months ended June 30, 2025
Depreciation	959	971

Supplementary Financial Data for the Three Months Ended June 30, 2025

Amounts and percentages are rounded down to the nearest presented unit.

1. Profit and Loss for the Three Months Ended June 30, 2025 (Non-consolidated)

(Millions of yen)

	Three months ended June 30, 2025	YoY change		Three months ended June 30, 2024	Forecast for six months ending September 30, 2025
Ordinary revenues	29,300	4,983		24,316	
Gross operating income (1)	11,564	(4,556)		16,120	32,100
Interest income	15,508	(564)		16,072	32,000
Fees and commissions	2,364	(428)		2,793	3,900
Other operating income	(6,308)	(3,563)		(2,745)	(3,800)
Of which, gain and loss from government bonds and other bonds (2)	(4,257)	(4,170)		(86)	
Provision of general allowance for loan losses (3)	231	[104]	231	[127]	—
Expenses (4)	10,347	471		9,875	
Personnel expenses	5,526	243		5,282	
Non-personnel expenses	4,238	179		4,059	
Taxes	582	48		533	
Net operating income	985	(5,259)		6,244	10,400
Adjusted net operating income ((1) – (4))	1,216	(5,028)		6,244	10,700
Core net operating income ((1) – (2) – (4))	5,474	(857)		6,331	10,800
Core net operating income (excluding gain and loss from cancellation of investment trusts)	5,345	(985)		6,331	
Non-recurring gain and loss, etc.	4,247	3,095		1,152	
Of which, disposal of bad debts (5)	586	494		92	
Of which, provision of specific allowance for loan losses	477	[731]	477	—[(254)]	
Of which, reversal of allowance for loan losses (6)	—	(126)		→ 126	
Of which, gain and loss from equity securities	4,462	4,158		303	
Ordinary profit	5,233	(2,164)		7,397	11,300
Extraordinary gain and loss	(18)	(16)		(1)	
Net income before income taxes	5,214	(2,180)		7,395	
Income taxes - current	953	(307)		1,260	
Income taxes - deferred	187	(299)		487	
Total income taxes	1,140	(606)		1,747	
Net income	4,074	(1,574)		5,648	8,200
Credit costs ((3) + (5) – (6))	818	852		(33)	2,000

(Note) Figures before recording the reversal of allowance for loan losses are shown in [].

2. Disclosure Based on Categories under the Financial Reconstruction Act (Non-consolidated)

	(Billions of yen, %)		Ref. (Billions of yen, %)
	As of June 30, 2025	As of June 30, 2024	As of March 31, 2025
Loans under bankruptcy/rehabilitation or similar proceedings	11.7	10.6	12.3
Risk loans	48.0	47.4	47.9
Substandard loans	10.4	8.8	7.7
Total	70.2	66.9	68.0
Ratio of total disclosed loans over total credit exposure (%)	1.37	1.33	1.32

(Note) The Bank does not carry out partial direct write-offs.

3. Valuation Gains and Losses on Securities (Non-consolidated)

	(Billions of yen)						Ref. (Billions of yen)
	As of June 30, 2025			As of June 30, 2024			As of March 31, 2025
	Valuation gains and losses			Valuation gains and losses			Valuation gains and losses
		Gain	Loss		Gain	Loss	
Held to maturity	—	—	—	—	—	—	—
Stocks of subsidiaries and affiliates	—	—	—	—	—	—	—
Available-for-sale securities	153.6	204.2	50.6	194.7	238.2	43.4	137.7
Stocks	191.4	191.6	0.2	227.9	228.0	0.1	187.4
Bonds	(40.2)	0.1	40.3	(33.1)	0.2	33.3	(46.7)
Others	2.4	12.4	10.0	0.0	10.0	9.9	(3.0)
Total	153.6	204.2	50.6	194.7	238.2	43.4	137.7

4. Balance of Deposits, Etc. (Including Negotiable Certificates of Deposit) and Loans and Bills Discounted (Non-consolidated)

	(Billions of yen)		Ref. (Billions of yen)
	As of June 30, 2025	As of June 30, 2024	As of March 31, 2025
Deposits, etc. (including negotiable certificates of deposit)	6,282.2	6,294.2	6,154.8
Of which, individuals	4,426.1	4,432.9	4,387.6
Loans and bills discounted	5,065.8	4,955.4	5,078.1
Of which, consumer loans	2,485.4	2,330.5	2,461.5

(Reference)

Balance of depository assets (Non-consolidated)

	(Billions of yen)		Ref. (Billions of yen)
	As of June 30, 2025	As of June 30, 2024	As of March 31, 2025
Investment trusts (Note 1)	200.9	182.3	185.9
Government and municipal bonds	41.1	26.5	34.7
Insurance (Note 2)	472.8	433.8	460.8

Notes: 1. Depository assets in investment trusts for the Group are as follows.

Investment trusts (Group-wide)	300.4	272.9	278.2
Of which, Hyakugo Securities Company Limited	99.5	90.5	92.2

2. Insurance represents the total sales of single-premium individual annuity insurance and single-premium whole life insurance.