

November 11, 2025

Consolidated Financial Results for the Six Months Ended September 30, 2025 (Under Japanese GAAP)

Company name: THE TOWA BANK,LTD.
 Listing: Tokyo Stock Exchange
 Securities code: 8558
 URL: <https://www.towabank.co.jp>
 Representative: Hiroshi Ebara, Representative Director, President & Chief Executive Officer
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 Scheduled date to file semi-annual securities report: November 12, 2025
 Scheduled date to commence dividend payments: -
 Setting of trading account: None
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: None

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

1. Consolidated financial results for the six months ended September 30, 2025 (from April 1, 2025 to September 30, 2025)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

	Ordinary income		Ordinary profit		Profit attributable to owners of parent	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2025	20,546	22.4	3,016	45.9	3,127	161.4
September 30, 2024	16,776	(3.0)	2,066	3.2	1,196	(21.9)

Note: Comprehensive income For the six months ended September 30, 2025: ¥3,663 million [-%]
 For the six months ended September 30, 2024: ¥(1,866) million [-%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2025	87.19	86.19
September 30, 2024	32.29	28.01

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Consolidated capital adequacy ratio (Standard in Japan)
As of	Millions of yen	Millions of yen	%	%
September 30, 2025	2,402,304	92,556	3.8	9.82
March 31, 2025	2,382,753	91,171	3.7	9.75

Reference: Equity
 As of September 30, 2025: ¥91,815 million
 As of March 31, 2025: ¥90,383 million

Note: The capital adequacy ratio is calculated by dividing (total portion of year-end net assets - year-end stock acquisition rights - non-controlling shareholders' interests at the end of the fiscal year) by the total amount of year-end assets.

The "Consolidated Capital Adequacy Ratio (Domestic Standards)" is calculated based on the "Standards for Determining whether a Bank's Capital Adequacy is Appropriate in Light of the Assets Held by Banks in Light of the Assets Held by Banks (Financial Services Agency Notification No. 19 of 2018)."

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2025	-	0.00	-	35.00	35.00
Fiscal year ending March 31, 2026	-	0.00			
Fiscal year ending March 31, 2026 (Forecast)			-	35.00	35.00

Note: Revisions to the forecast of cash dividends most recently announced: None

3. Forecast of consolidated financial results for the fiscal year ending March 31, 2026 (from 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
Fiscal year ending March 31, 2026	3,500	(45.2)	3,500	(22.5)	98.17

Note: Revisions to the earnings forecasts most recently announced: None

* Notes

- (1) Significant changes in the scope of consolidation during the period: None
- (2) Changes in accounting policies, changes in accounting estimates, and restatement
 - (i) Changes in accounting policies due to revisions to accounting standards and other regulations: None
 - (ii) Changes in accounting policies due to other reasons: None
 - (iii) Changes in accounting estimates: None
 - (iv) Restatement: None
- (3) Number of issued shares (common shares)

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

As of September 30, 2025	37,180,273 shares
As of March 31, 2025	37,180,273 shares

- (ii) Number of treasury shares at the end of the period

As of September 30, 2025	1,742,392 shares
As of March 31, 2025	419,827 shares

- (iii) Average number of shares outstanding during the period

Six months ended September 30, 2025	35,865,700 shares
Six months ended September 30, 2024	37,034,147 shares

Overview of non-consolidated financial results

1. Non-consolidated financial results for the six months ended September 30, 2025 (from April 1, 2025 to September 30, 2025)

(1) Non-consolidated operating results

(Percentages indicate year-on-year changes.)

	Ordinary income		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2025	18,573	26.0	3,002	46.4	3,116	164.2
September 30, 2024	14,738	(4.4)	2,050	3.0	1,179	(22.5)

	Basic earnings per share
	Yen
Six months ended September 30, 2025	86.90
September 30, 2024	31.84

(2) Non-consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Non-consolidated capital adequacy ratio (Standard in Japan)
	Millions of yen	Millions of yen	%	%
As of September 30, 2025	2,392,047	90,031	3.7	9.77
March 31, 2025	2,372,938	88,525	3.7	9.71

Reference: Equity

As of September 30, 2025: ¥89,807 million

As of March 31, 2025: ¥88,268 million

Note: The capital adequacy ratio is calculated by dividing (total portion of year-end net assets minus year-end stock acquisition rights) by the total portion of year-end assets. The "Non-consolidated capital adequacy ratio (domestic standards)" is calculated based on the "criteria for determining whether a bank's capital adequacy is appropriate in light of the assets held by the bank (Financial Services Agency Notification No. 19 of 18)" based on the provisions of Article 14(2) of the Banking Act.

* Semi-annual financial results reports are exempt from interim audit conducted by certified public accountants or an audit firm.

* Proper use of earnings forecasts, and other special matters

1. The forward-looking statements, including forecasts of financial results, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. However, the Company makes no guarantee that these forecasts will be achieved. Actual financial results, etc. may differ substantially due to various factors.

2. Supplementary explanatory materials for financial results are attached to the financial results.

Semi-annual consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Assets		
Cash and due from banks	167,707	175,412
Call loans and bills bought	867	372
Money held in trust	2,994	1,001
Securities	535,044	531,772
Loans and bills discounted	1,606,700	1,625,457
Foreign exchanges	620	1,212
Other assets	36,625	36,662
Tangible fixed assets	23,884	23,186
Intangible fixed assets	3,458	3,075
Retirement benefit asset	4,557	4,850
Deferred tax assets	2,916	2,373
Customers' liabilities for acceptances and guarantees	3,678	3,521
Allowance for loan losses	(6,302)	(6,595)
Total assets	2,382,753	2,402,304
Liabilities		
Deposits	2,155,574	2,169,256
Borrowed money	121,490	124,790
Foreign exchanges	101	227
Other liabilities	7,393	8,724
Provision for bonuses	471	478
Retirement benefit liability	59	62
Provision for retirement benefits for directors (and other officers)	1	1
Provision for reimbursement of deposits	97	68
Provision for contingent loss	657	661
Deferred tax liabilities	8	10
Deferred tax liabilities for land revaluation	2,047	1,945
Acceptances and guarantees	3,678	3,521
Total liabilities	2,291,582	2,309,748
Net assets		
Share capital	38,653	38,653
Capital surplus	17,500	17,502
Retained earnings	59,241	61,269
Treasury shares	(284)	(1,226)
Total shareholders' equity	115,111	116,198
Valuation difference on available-for-sale securities	(28,336)	(27,682)
Revaluation reserve for land	2,082	1,895
Remeasurements of defined benefit plans	1,525	1,404
Total accumulated other comprehensive income	(24,727)	(24,382)
Share acquisition rights	256	223
Non-controlling interests	531	517
Total net assets	91,171	92,556
Total liabilities and net assets	2,382,753	2,402,304

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, 2024	Six months ended September 30, 2025
Ordinary income	16,776	20,546
Interest income	11,351	14,683
Interest on loans and discounts	9,567	11,603
Interest and dividends on securities	1,656	2,725
Fees and commissions	3,396	3,456
Other ordinary income	36	45
Other income	1,991	2,362
Ordinary expenses	14,710	17,530
Interest expenses	324	2,008
Interest on deposits	296	1,912
Fees and commissions payments	1,972	2,062
Other ordinary expenses	10	65
General and administrative expenses	10,255	10,842
Other expenses	2,147	2,551
Ordinary profit	2,066	3,016
Extraordinary income	-	1,691
Gain on disposal of non-current assets	-	1,691
Extraordinary losses	119	289
Loss on disposal of non-current assets	1	3
Impairment losses	117	285
Profit before income taxes	1,947	4,418
Income taxes - current	375	1,240
Income taxes - deferred	376	48
Total income taxes	752	1,288
Profit	1,195	3,130
Profit (loss) attributable to non-controlling interests	(1)	2
Profit attributable to owners of parent	1,196	3,127

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Profit	1,195	3,130
Other comprehensive income	(3,061)	533
Valuation difference on available-for-sale securities	(2,938)	654
Remeasurements of defined benefit plans, net of tax	(122)	(120)
Comprehensive income	(1,866)	3,663
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(1,865)	3,659
Comprehensive income attributable to non-controlling interests	(0)	4

Consolidated statements of changes in equity

Six months ended September 30, 2024

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	38,653	17,500	72,512	(139)	128,526
Changes during period					
Dividends of surplus			(1,502)		(1,502)
Profit attributable to owners of parent			1,196		1,196
Disposal of treasury shares		(5)		45	39
Cancellation of treasury shares		(16,288)		16,288	-
Purchase of treasury shares				(16,289)	(16,289)
Reversal of revaluation reserve for land			5		5
Change in ownership interest of parent due to transactions with non-controlling interests					
Transfer from retained earnings to capital surplus		16,294	(16,294)		-
Net changes in items other than shareholders' equity					
Total changes during period	-	-	(16,595)	44	(16,550)
Balance at end of period	38,653	17,500	55,916	(94)	111,976

	Valuation and translation adjustments				Share acquisition rights	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	(15,104)	2,147	2,251	(10,705)	249	535	118,605
Changes during period							
Dividends of surplus							(1,502)
Profit attributable to owners of parent							1,196
Disposal of treasury shares							39
Cancellation of treasury shares							-
Purchase of treasury shares							(16,289)
Reversal of revaluation reserve for land							5
Change in ownership interest of parent due to transactions with non-controlling interests							
Transfer from retained earnings to capital surplus							-
Net changes in items other than shareholders' equity	(2,938)	(5)	(122)	(3,066)	(16)	(1)	(3,084)
Total changes during period	(2,938)	(5)	(122)	(3,066)	(16)	(1)	(19,634)
Balance at end of period	(18,043)	2,141	2,128	(13,772)	233	534	98,971

Six months ended September 30, 2025

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	38,653	17,500	59,241	(284)	115,111
Changes during period					
Dividends of surplus			(1,286)		(1,286)
Profit attributable to owners of parent			3,127		3,127
Disposal of treasury shares		(0)		57	57
Cancellation of treasury shares					
Purchase of treasury shares				(1,000)	(1,000)
Reversal of revaluation reserve for land			187		187
Change in ownership interest of parent due to transactions with non-controlling interests		2			2
Transfer from retained earnings to capital surplus		0	(0)		-
Net changes in items other than shareholders' equity					
Total changes during period	-	2	2,027	(942)	1,087
Balance at end of period	38,653	17,502	61,269	(1,226)	116,198

	Valuation and translation adjustments				Share acquisition rights	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	(28,336)	2,082	1,525	(24,727)	256	531	91,171
Changes during period							
Dividends of surplus							(1,286)
Profit attributable to owners of parent							3,127
Disposal of treasury shares							57
Cancellation of treasury shares							
Purchase of treasury shares							(1,000)
Reversal of revaluation reserve for land							187
Change in ownership interest of parent due to transactions with non-controlling interests							2
Transfer from retained earnings to capital surplus							-
Net changes in items other than shareholders' equity	653	(187)	(120)	345	(33)	(14)	297
Total changes during period	653	(187)	(120)	345	(33)	(14)	1,384
Balance at end of period	(27,682)	1,895	1,404	(24,382)	223	517	92,556

Semi-annual non-consolidated financial statements
Non-consolidated balance sheets

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Assets		
Cash and due from banks	167,659	174,843
Call loans	867	372
Money held in trust	2,994	1,001
Securities	535,059	531,798
Loans and bills discounted	1,609,244	1,628,053
Foreign exchanges	620	1,212
Other assets	25,785	25,717
Other	25,785	25,717
Tangible fixed assets	23,774	23,078
Intangible fixed assets	3,444	3,059
Prepaid pension costs	2,334	2,804
Deferred tax assets	3,612	3,013
Customers' liabilities for acceptances and guarantees	3,678	3,521
Allowance for loan losses	(6,137)	(6,428)
Total assets	2,372,938	2,392,047
Liabilities		
Deposits	2,156,325	2,169,661
Borrowed money	115,900	118,700
Foreign exchanges	101	227
Other liabilities	5,142	6,761
Income taxes payable	716	1,368
Lease liabilities	16	11
Asset retirement obligations	276	273
Other	4,132	5,108
Provision for bonuses	462	468
Provision for reimbursement of deposits	97	68
Provision for contingent loss	657	661
Deferred tax liabilities for land revaluation	2,047	1,945
Acceptances and guarantees	3,678	3,521
Total liabilities	2,284,413	2,302,016
Net assets		
Share capital	38,653	38,653
Capital surplus	17,500	17,500
Legal capital surplus	17,500	17,500
Retained earnings	58,650	60,668
Legal retained earnings	3,938	4,196
Other retained earnings	54,712	56,472
Retained earnings brought forward	54,712	56,472
Treasury shares	(284)	(1,226)
Total shareholders' equity	114,520	115,594
Valuation difference on available-for-sale securities	(28,334)	(27,682)
Revaluation reserve for land	2,082	1,895
Total valuation and translation adjustments	(26,251)	(25,787)
Share acquisition rights	256	223
Total net assets	88,525	90,031
Total liabilities and net assets	2,372,938	2,392,047

Non-consolidated statements of income (cumulative)

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Ordinary income	14,738	18,573
Interest income	11,350	14,682
Interest on loans and discounts	9,567	11,603
Interest and dividends on securities	1,655	2,724
Fees and commissions	3,072	3,117
Other ordinary income	36	45
Other income	278	728
Ordinary expenses	12,687	15,571
Interest expenses	300	1,971
Interest on deposits	296	1,912
Fees and commissions payments	1,779	1,858
Other ordinary expenses	10	65
General and administrative expenses	9,989	10,547
Other expenses	606	1,128
Ordinary profit	2,050	3,002
Extraordinary income	-	1,691
Gain on disposal of non-current assets	-	1,691
Extraordinary losses	119	289
Profit before income taxes	1,931	4,405
Income taxes - current	375	1,239
Income taxes - deferred	376	48
Total income taxes	752	1,288
Profit	1,179	3,116

Non-consolidated statements of changes in equity

Six months ended September 30, 2024

(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	Total retained earnings		
Balance at beginning of period	38,653	17,500	-	17,500	3,638	68,301	71,939	(139)	127,953
Changes during period									
Dividends of surplus						(1,502)	(1,502)		(1,502)
Provision of legal retained earnings					300	(300)	-		-
Profit						1,179	1,179		1,179
Disposal of treasury shares			(5)	(5)				45	39
Cancellation of treasury shares			(16,288)	(16,288)				16,288	-
Purchase of treasury shares								(16,289)	(16,289)
Reversal of revaluation reserve for land						5	5		5
Transfer from retained earnings to capital surplus			16,294	16,294		(16,294)	(16,294)		-
Net changes in items other than shareholders' equity									
Total changes during period	-	-	-	-	300	(16,912)	(16,611)	44	(16,567)
Balance at end of period	38,653	17,500	-	17,500	3,938	51,388	55,327	(94)	111,386

	Valuation and translation adjustments			Share acquisition rights	Total net assets
	Valuation difference on available-for-sale securities	Revaluation reserve for land	Total valuation and translation adjustments		
Balance at beginning of period	(15,103)	2,147	(12,956)	249	115,247
Changes during period					
Dividends of surplus					(1,502)
Provision of legal retained earnings					-
Profit					1,179
Disposal of treasury shares					39
Cancellation of treasury shares					-
Purchase of treasury shares					(16,289)
Reversal of revaluation reserve for land					5
Transfer from retained earnings to capital surplus					-
Net changes in items other than shareholders' equity	(2,938)	(5)	(2,944)	(16)	(2,960)
Total changes during period	(2,938)	(5)	(2,944)	(16)	(19,527)
Balance at end of period	(18,041)	2,141	(15,900)	233	95,720

Six months ended September 30, 2025

(Millions of yen)

(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	Total retained earnings		
Balance at beginning of period	38,653	17,500	-	17,500	3,938	54,712	58,650	(284)	114,520
Changes during period									
Dividends of surplus						(1,286)	(1,286)		(1,286)
Provision of legal retained earnings					257	(257)	-		-
Profit						3,116	3,116		3,116
Disposal of treasury shares			(0)	(0)				57	57
Cancellation of treasury shares									
Purchase of treasury shares								(1,000)	(1,000)
Reversal of revaluation reserve for land						187	187		187
Transfer from retained earnings to capital surplus			0	0		(0)	(0)		-
Net changes in items other than shareholders' equity									
Total changes during period	-	-	-	-	257	1,760	2,017	(942)	1,074
Balance at end of period	38,653	17,500	-	17,500	4,196	56,472	60,668	(1,226)	115,594

	Valuation and translation adjustments			Share acquisition rights	Total net assets
	Valuation difference on available-for-sale securities	Revaluation reserve for land	Total valuation and translation adjustments		
Balance at beginning of period	(28,334)	2,082	(26,251)	256	88,525
Changes during period					
Dividends of surplus					(1,286)
Provision of legal retained earnings					-
Profit					3,116
Disposal of treasury shares					57
Cancellation of treasury shares					
Purchase of treasury shares					(1,000)
Reversal of revaluation reserve for land					187
Transfer from retained earnings to capital surplus					-
Net changes in items other than shareholders' equity	652	(187)	464	(33)	431
Total changes during period	652	(187)	464	(33)	1,506
Balance at end of period	(27,682)	1,895	(25,787)	223	90,031