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## Consolidated Financial Results for the Six Months Ended September 30, 2021 [Japanese GAAP]

November 12, 2021

Company name: The Chugoku Bank, Limited

Stock exchange listing: Tokyo

Code number: 8382

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

Representative: Sadanori Katoh

President

Contact: Masakazu Yamagata

Executive Officer General Manager, Management Planning Department

Phone: 086-223-3111

Scheduled date of filing quarterly securities report: November 26, 2021

Scheduled date of commencing dividend payments: December 07, 2021

Trading Accounts: No

Availability of supplementary briefing material on quarterly financial results: Yes

Schedule of quarterly financial results briefing session: Yes

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

### 1. Consolidated Financial Results for the Six Months Ended September 30, 2021 (April 01, 2021 to September 30, 2021)

#### (1) Consolidated Operating Results

(% indicates changes from the previous corresponding period.)

	Ordinary revenues		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%
Six months ended September 30, 2021	60,594	5.3	15,200	27.0	10,179	23.7
September 30, 2020	57,498	(9.8)	11,967	(7.5)	8,226	(4.8)

(Note) Comprehensive income: Six months ended September 30, 2021: ¥ 18,184 million [ (36.6)%]  
Six months ended September 30, 2020: ¥ 28,706 million [ 85.7%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2021	54.35	54.28
September 30, 2020	43.74	43.70

#### (2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of	Million yen	Million yen	%	Yen
September 30, 2021	9,885,477	576,808	5.8	3,084.75
March 31, 2021	9,153,162	562,197	6.1	2,988.31

(Reference) Equity: As of September 30, 2021: ¥ 576,572 million  
As of March 31, 2021: ¥ 561,980 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, 2021	-	11.00	-	12.00	23.00
Fiscal year ending March 31, 2022	-	11.50			
Fiscal year ending March 31, 2022 (Forecast)			-	11.50	23.00

(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, 2022 :

Commemorative dividend	- yen
Special dividend	- yen

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2022(April 01, 2021 to March 31, 2022)

(% indicates changes from the previous corresponding period.)

	Ordinary revenues		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	116,000	(0.2)	25,100	18.1	17,900	24.1	96.38

(Note) Revision to the financial results forecast announced most recently: Yes

\* Notes:

(1) Changes in significant subsidiaries during the six months ended September 30, 2021

(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: Yes

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, 2021: 195,272,106 shares

March 31, 2021: 195,272,106 shares

2) Total number of treasury shares at the end of the period:

September 30, 2021: 8,361,751 shares

March 31, 2021: 7,213,056 shares

3) Average number of shares during the period:

Six months ended September 30, 2021: 187,273,984 shares

Six months ended September 30, 2020: 188,059,580 shares

(Reference) Summary of Non-consolidated Financial Results

1. Non-consolidated Financial Results for the Six Months Ended September 30, 2021 (April 01, 2021 to September 30, 2021)

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

	Ordinary revenues		Ordinary profit		Net income	
	Million yen	%	Million yen	%	Million yen	%
Six months ended September 30, 2021	51,869	5.5	14,348	29.1	9,737	24.9
September 30, 2020	49,148	(12.4)	11,111	(9.2)	7,791	(7.4)

	Basic earnings per share
Six months ended	Yen
September 30, 2021	51.99
September 30, 2020	41.43

(2) Non-consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of	Million yen	Million yen	%	Yen
September 30, 2021	9,854,206	557,878	5.6	2,983.47
March 31, 2021	9,122,688	544,007	5.9	2,891.59

(Reference) Equity: As of September 30, 2021: ¥ 557,641 million

As of March 31, 2021: ¥ 543,790 million

2. Non-consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2022(April 01, 2021 to March 31, 2022)

(% indicates changes from the previous corresponding period.)

	Ordinary revenues		Ordinary profit		Net income		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	98,300	(0.7)	23,100	21.2	16,600	27.6	89.38

Interim Consolidated Financial Statements  
Interim Consolidated Balance Sheets

(Million yen)

	As of March 31,2021	As of September 30,2021
<b>Assets</b>		
Cash and due from banks	1,000,773	1,608,870
Call loans	125,878	327,020
Monetary claims bought	21,485	20,650
Trading securities	1,148	1,256
Money held in trust	27,300	28,543
Securities	2,618,039	2,560,725
Loans and bills discounted	5,135,435	5,149,735
Foreign exchanges	8,333	7,597
Lease receivables and investments in leases	24,291	24,798
Other assets	162,723	127,590
Tangible fixed assets	38,766	38,069
Intangible fixed assets	2,437	1,916
Deferred tax assets	809	820
Customers' liabilities for acceptances and guarantees	32,031	34,415
Allowance for loan losses	(46,291)	(46,531)
<b>Total assets</b>	<b>9,153,162</b>	<b>9,885,477</b>
<b>Liabilities</b>		
Deposits	7,499,830	7,468,804
Negotiable certificates of deposit	167,189	248,927
Call money	71,293	85,653
Securities sold under repurchase agreements	129,640	105,348
Cash collateral received for securities lent	172,747	511,325
Commercial papers	54,228	54,826
Borrowed money	286,194	645,577
Foreign exchanges	289	825
Bonds payable	10,000	10,000
Borrowed money from trust account	4,857	5,917
Other liabilities	143,853	114,973
Provision for bonuses	1,332	1,378
Provision for bonuses for directors (and other officers)	27	-
Retirement benefit liability	6,624	5,720
Provision for retirement benefits for directors (and other officers)	67	41
Provision for reimbursement of deposits	307	159
Provision for point card certificates	88	109
Reserves under special laws	6	6
Deferred tax liabilities	10,354	14,656
Acceptances and guarantees	32,031	34,415
<b>Total liabilities</b>	<b>8,590,965</b>	<b>9,308,669</b>

(Million yen)

	As of March 31,2021	As of September 30,2021
Net assets		
Share capital	15,149	15,149
Capital surplus	8,153	8,153
Retained earnings	463,305	470,892
Treasury shares	(9,622)	(10,623)
Total shareholders' equity	476,985	483,571
Valuation difference on available-for-sale securities	96,574	104,694
Deferred gains or losses on hedges	(5,320)	(5,817)
Remeasurements of defined benefit plans	(6,258)	(5,876)
Total accumulated other comprehensive income	84,994	93,000
Share acquisition rights	217	236
Total net assets	562,197	576,808
Total liabilities and net assets	9,153,162	9,885,477

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

(Million yen)

	For the six months ended September 30,2020	For the six months ended September 30,2021
Ordinary income	57,498	60,594
Interest income	33,970	33,463
Interest on loans and discounts	23,155	22,584
Interest and dividends on securities	10,460	10,480
Trust fees	0	0
Fees and commissions	9,203	9,588
Other ordinary income	11,598	13,705
Other income	2,725	3,836
Ordinary expenses	45,531	45,393
Interest expenses	3,916	2,544
Interest on deposits	416	334
Fees and commissions payments	1,453	1,479
Other ordinary expenses	6,186	9,731
General and administrative expenses	28,598	27,989
Other expenses	5,375	3,648
Ordinary profit	11,967	15,200
Extraordinary income	1	2
Gain on disposal of non-current assets	1	2
Extraordinary losses	143	499
Loss on disposal of non-current assets	70	46
Impairment losses	72	453
Profit before income taxes	11,825	14,703
Income taxes - current	4,058	3,588
Income taxes - deferred	(459)	936
Total income taxes	3,598	4,524
Profit	8,226	10,179
Profit attributable to non-controlling interests	-	-
Profit attributable to owners of parent	8,226	10,179

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

(Million yen)

	For the six months ended September 30,2020	For the six months ended September 30,2021
Profit	8,226	10,179
Other comprehensive income	20,479	8,005
Valuation difference on available-for-sale securities	18,650	8,120
Deferred gains or losses on hedges	1,370	(497)
Remeasurements of defined benefit plans, net of tax	458	381
Comprehensive income	28,706	18,184
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	28,706	18,184
Comprehensive income attributable to non-controlling interests	-	-

## Interim Consolidated Statements of Changes in Net Assets

For the six months ended September 30,2020

(Million yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	15,149	8,153	453,024	(9,622)	466,705
Changes during period					
Dividends of surplus			(2,068)		(2,068)
Profit attributable to owners of parent			8,226		8,226
Purchase of treasury shares				(0)	(0)
Disposal of treasury shares			(0)	0	0
Net changes in items other than shareholders' equity					
Total changes during period	-	-	6,157	(0)	6,157
Balance at end of period	15,149	8,153	459,182	(9,622)	472,862

	Accumulated other comprehensive income				Share acquisition rights	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	62,987	(11,456)	(7,221)	44,308	179	511,193
Changes during period						
Dividends of surplus						(2,068)
Profit attributable to owners of parent						8,226
Purchase of treasury shares						(0)
Disposal of treasury shares						0
Net changes in items other than shareholders' equity	18,650	1,370	458	20,479	18	20,497
Total changes during period	18,650	1,370	458	20,479	18	26,655
Balance at end of period	81,638	(10,086)	(6,763)	64,788	197	537,849



For the six months ended September 30,2021

(Million yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	15,149	8,153	463,305	(9,622)	476,985
Cumulative effects of changes in accounting policies			(335)		(335)
Restated balance	15,149	8,153	462,969	(9,622)	476,649
Changes during period					
Dividends of surplus			(2,256)		(2,256)
Profit attributable to owners of parent			10,179		10,179
Purchase of treasury shares				(1,000)	(1,000)
Net changes in items other than shareholders' equity					
Total changes during period	-	-	7,922	(1,000)	6,922
Balance at end of period	15,149	8,153	470,892	(10,623)	483,571

	Accumulated other comprehensive income				Share acquisition rights	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	96,574	(5,320)	(6,258)	84,994	217	562,197
Cumulative effects of changes in accounting policies						(335)
Restated balance	96,574	(5,320)	(6,258)	84,994	217	561,861
Changes during period						
Dividends of surplus						(2,256)
Profit attributable to owners of parent						10,179
Purchase of treasury shares						(1,000)
Net changes in items other than shareholders' equity	8,120	(497)	381	8,005	19	8,024
Total changes during period	8,120	(497)	381	8,005	19	14,947
Balance at end of period	104,694	(5,817)	(5,876)	93,000	236	576,808

## Interim Non-consolidated Financial Statements

## Interim Non-consolidated Balance Sheets

(Million yen)

	As of March 31,2021	As of September 30,2021
<b>Assets</b>		
Cash and due from banks	1,000,601	1,608,703
Call loans	125,878	327,020
Monetary claims bought	19,678	18,926
Trading securities	1,148	1,256
Money held in trust	23,000	23,143
Securities	2,622,547	2,565,358
Loans and bills discounted	5,144,425	5,158,469
Foreign exchanges	8,333	7,597
Other assets	145,811	111,181
Other	145,811	111,181
Tangible fixed assets	36,811	35,953
Intangible fixed assets	2,328	1,811
Prepaid pension costs	3,037	3,238
Customers' liabilities for acceptances and guarantees	32,031	34,415
Allowance for loan losses	(42,943)	(42,868)
<b>Total assets</b>	<b>9,122,688</b>	<b>9,854,206</b>
<b>Liabilities</b>		
Deposits	7,511,357	7,479,183
Negotiable certificates of deposit	177,189	259,927
Call money	71,293	85,653
Securities sold under repurchase agreements	129,640	105,348
Cash collateral received for securities lent	172,747	511,325
Commercial papers	54,228	54,826
Borrowed money	275,463	634,005
Foreign exchanges	289	825
Bonds payable	10,000	10,000
Borrowed money from trust account	4,857	5,917
Other liabilities	124,586	95,944
Income taxes payable	4,643	2,496
Lease obligations	1,788	1,679
Other	118,154	91,768
Provision for bonuses	1,217	1,258
Provision for retirement benefits	380	235
Provision for reimbursement of deposits	307	159
Provision for point card certificates	57	77
Deferred tax liabilities	13,033	17,225
Acceptances and guarantees	32,031	34,415
<b>Total liabilities</b>	<b>8,578,681</b>	<b>9,296,328</b>

(Million yen)

	As of March 31,2021	As of September 30,2021
Net assets		
Share capital	15,149	15,149
Capital surplus	6,286	6,286
Legal capital surplus	6,286	6,286
Retained earnings	442,019	449,164
Legal retained earnings	15,149	15,149
Other retained earnings	426,869	434,015
Reserve for tax purpose reduction entry of non-current assets	535	535
General reserve	393,600	403,600
Retained earnings brought forward	32,734	29,879
Treasury shares	(9,622)	(10,623)
Total shareholders' equity	453,831	459,977
Valuation difference on available-for-sale securities	95,279	103,482
Deferred gains or losses on hedges	(5,320)	(5,817)
Total valuation and translation adjustments	89,958	97,664
Share acquisition rights	217	236
Total net assets	544,007	557,878
Total liabilities and net assets	9,122,688	9,854,206

## Interim Non-consolidated Statements of Income

(Million yen)

	For the six months ended September 30,2020	For the six months ended September 30,2021
Ordinary income	49,148	51,869
Interest income	34,284	33,905
Interest on loans and discounts	23,169	22,595
Interest and dividends on securities	10,772	10,920
Trust fees	0	0
Fees and commissions	9,717	10,321
Other ordinary income	2,412	3,772
Other income	2,733	3,869
Ordinary expenses	38,037	37,521
Interest expenses	3,904	2,528
Interest on deposits	416	334
Fees and commissions payments	1,453	1,479
Other ordinary expenses	591	3,954
General and administrative expenses	27,068	26,464
Other expenses	5,019	3,094
Ordinary profit	11,111	14,348
Extraordinary income	-	2
Gain on disposal of non-current assets	-	2
Extraordinary losses	140	499
Loss on disposal of non-current assets	70	46
Impairment losses	69	453
Profit before income taxes	10,971	13,851
Income taxes - current	3,655	3,151
Income taxes - deferred	(475)	962
Total income taxes	3,180	4,113
Profit	7,791	9,737

## Interim Non-consolidated Statements of Changes in Net Assets

For the six months ended September 30,2020

(Million yen)

	Shareholders' equity							
	Share capital	Capital surplus		Legal retained earnings	Retained earnings			Total retained earnings
		Legal capital surplus	Total capital surplus		Other retained earnings			
					Reserve for tax purpose reduction entry of non-current assets	General reserve	Retained earnings brought forward	
Balance at beginning of period	15,149	6,286	6,286	15,149	535	393,600	23,863	433,148
Changes during period								
Dividends of surplus							(2,068)	(2,068)
Profit							7,791	7,791
Purchase of treasury shares								
Disposal of treasury shares							(0)	(0)
Net changes in items other than shareholders' equity								
Total changes during period	-	-	-	-	-	-	5,722	5,722
Balance at end of period	15,149	6,286	6,286	15,149	535	393,600	29,586	438,871

	Shareholders' equity		Valuation and translation adjustments			Share acquisition rights	Total net assets
	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Total valuation and translation adjustments		
Balance at beginning of period	(9,622)	444,962	62,535	(11,456)	51,078	179	496,220
Changes during period							
Dividends of surplus		(2,068)					(2,068)
Profit		7,791					7,791
Purchase of treasury shares	(0)	(0)					(0)
Disposal of treasury shares	0	0					0
Net changes in items other than shareholders' equity			18,284	1,370	19,654	18	19,672
Total changes during period	(0)	5,722	18,284	1,370	19,654	18	25,395
Balance at end of period	(9,622)	450,684	80,819	(10,086)	70,733	197	521,616

For the six months ended September 30,2021

(Million yen)

	Shareholders' equity							
	Share capital	Capital surplus		Legal retained earnings	Retained earnings			Total retained earnings
		Legal capital surplus	Total capital surplus		Other retained earnings			
					Reserve for tax purpose reduction entry of non-current assets	General reserve	Retained earnings brought forward	
Balance at beginning of period	15,149	6,286	6,286	15,149	535	393,600	32,734	442,019
Cumulative effects of changes in accounting policies							(335)	(335)
Restated balance	15,149	6,286	6,286	15,149	535	393,600	32,398	441,683
Changes during period								
Dividends of surplus							(2,256)	(2,256)
Provision of general reserve						10,000	(10,000)	-
Profit							9,737	9,737
Purchase of treasury shares								
Net changes in items other than shareholders' equity								
Total changes during period	-	-	-	-	-	10,000	(2,518)	7,481
Balance at end of period	15,149	6,286	6,286	15,149	535	403,600	29,879	449,164

	Shareholders' equity		Valuation and translation adjustments			Share acquisition rights	Total net assets
	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Total valuation and translation adjustments		
Balance at beginning of period	(9,622)	453,831	95,279	(5,320)	89,958	217	544,007
Cumulative effects of changes in accounting policies		(335)					(335)
Restated balance	(9,622)	453,496	95,279	(5,320)	89,958	217	543,671
Changes during period							
Dividends of surplus		(2,256)					(2,256)
Provision of general reserve		-					-
Profit		9,737					9,737
Purchase of treasury shares	(1,000)	(1,000)					(1,000)
Net changes in items other than shareholders' equity			8,203	(497)	7,705	19	7,725
Total changes during period	(1,000)	6,481	8,203	(497)	7,705	19	14,206
Balance at end of period	(10,623)	459,977	103,482	(5,817)	97,664	236	557,878