

1H FY2020

Earnings Results Briefing

(Reference Materials)



Table of Contents

Industrial Structure of Okayama Prefecture

Okayama Prefecture's Economic Scale	4
Okayama Prefecture's Industrial Structure	6
Okayama Prefecture's Growth Infrastructure and Potential	8

Economic Status of Okayama Prefecture

Business Survey Index (BSI)	14
Industrial production and exports	15
Capital investment and public investment	16
Consumer spending	17
Housing investment	18
Employment and personal income	19
Land prices and corporate bankruptcies	20

Management Indices, etc. of The Chugoku Bank, Ltd.

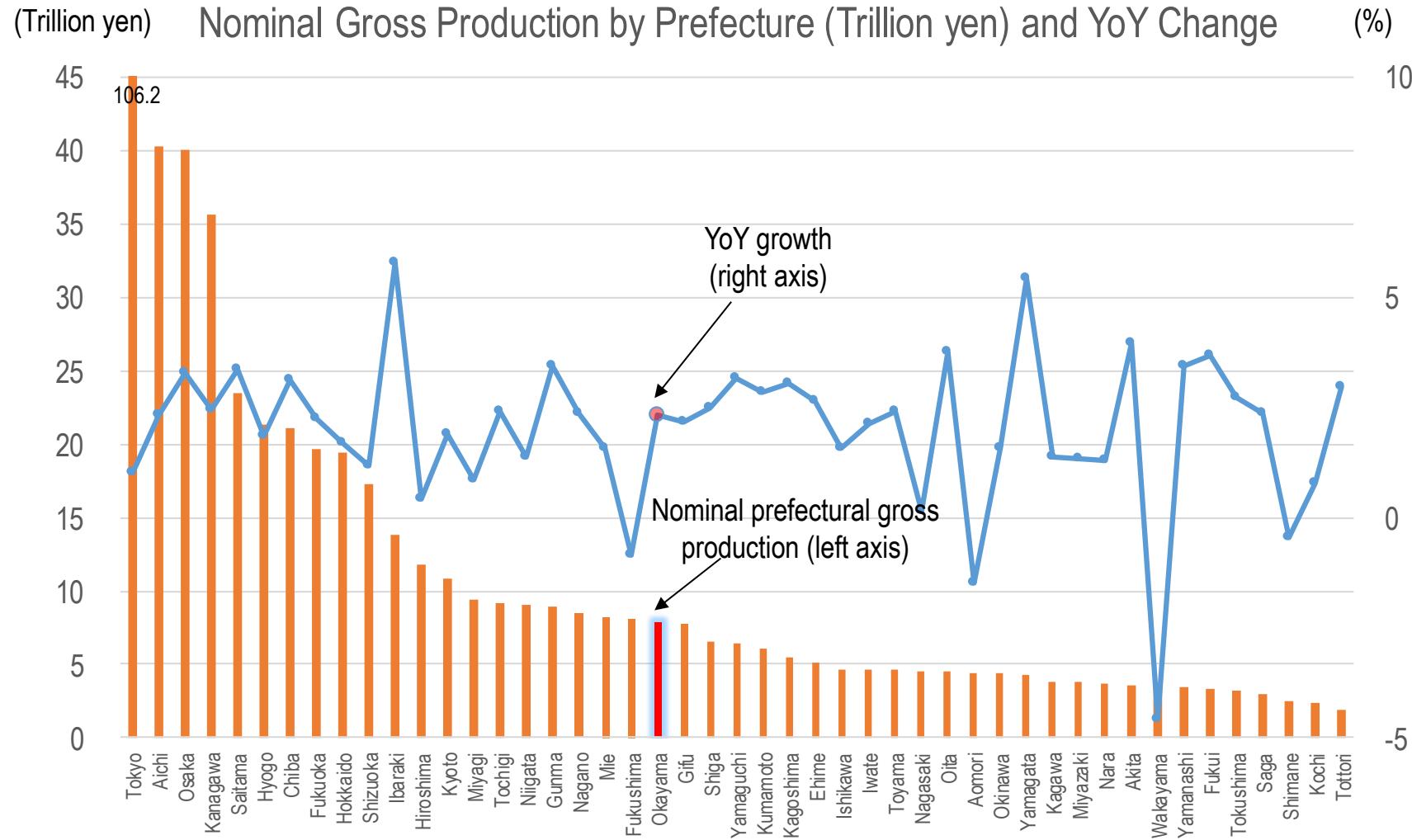
Summary of earnings	22
Breakdown of ordinary income	24
Breakdown of ordinary expenses	25
Breakdown of expenses	26
Principal yields	27
Status of major accounts (Year-end balance)	28
Status of major accounts (Average balance)	30
Status of deposits (Year-end balance and average balance)	32
Status of loans (Year-end balance and average balance)	34
Status of loans by industry	36
Shares in deposits and loans	38
Status of securities	40
Balances and durations of securities by remaining period	41
Status of handling of housing loans	42
Status of non-performing loans	43
Transition of debtor categories	44
Trend of capital adequacy ratio	46
Capital allocation and integration risks	47
Use of allocate capital and risk exposure assumptions	48
Group companies	49
Key Press Releases	50

Industrial Structure of Okayama Prefecture

Okayama Prefecture's Economic Scale

Items	Actual	Nationwide share (%)	Rank	Source	Survey date
Area	7,114 km ²	1.9	17	Nationwide survey on size of villages, townships, cities, and prefectures	Jul. 2020
Population	1,903,000 people	1.5	20	Population estimate	Jan. 2020
Number of Households	854,521 households	1.4	18	Population estimate	Jan. 2020
Prefectural gross production (nominal)	7,813.1 billion yen	1.4	21	Prefectural accounts	FY2017
Number of private enterprises	83,993	1.5	21	Economic census	Jun. 2016
Number of employees working at private enterprises	830,804 people	1.4	20	Economic census	Jun. 2016
Agricultural yield	140.1 billion yen	1.5	23	Statistics of Source: Agricultural Income Produced	FY2018
Product shipments	8,354.2 billion yen	2.5	14	Census of manufacturers	FY2018
Information and communication industry sales	167.8 billion yen	0.3	26	Economic census	FY2015
Wholesale and retail industry sales	5,968.3 billion yen	1.0	19	Economic census	FY2015
Real estate industry sales and lease of goods	322.3 billion yen	0.7	18	Economic census	FY2015
Hotel and restaurant industry sales	263.8 billion yen	1.0	26	Economic census	FY2015
Life related services and entertainment industry sales	507.9 billion yen	1.1	23	Economic census	FY2015
Healthcare and welfare sales	1,870.5 billion yen	1.6	15	Economic census	FY2015
Construction output	748.3 billion yen	1.4	25	Construction statistics	FY2019
New housing starts	13,200	1.5	17	Housing start statistics	FY2019
Customs and trade	2,605.9 billion yen	1.7	12	Trade figures by port	FY2019

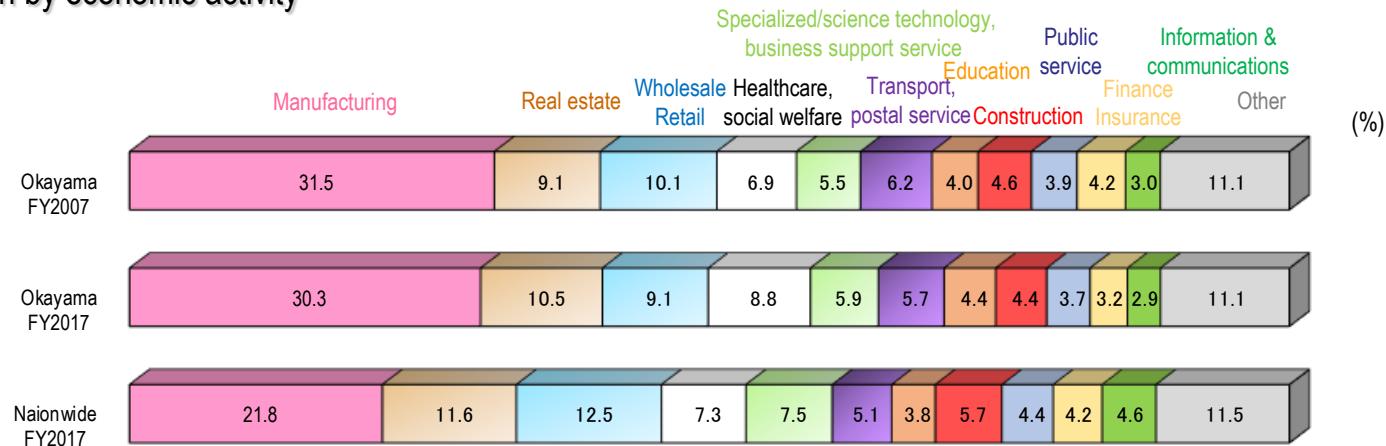
Okayama Prefecture's Economic Scale



Source: FY2017 Cabinet Office's Annual Report on Prefectural Accounts

Okayama Prefecture's Industrial Structure (1)

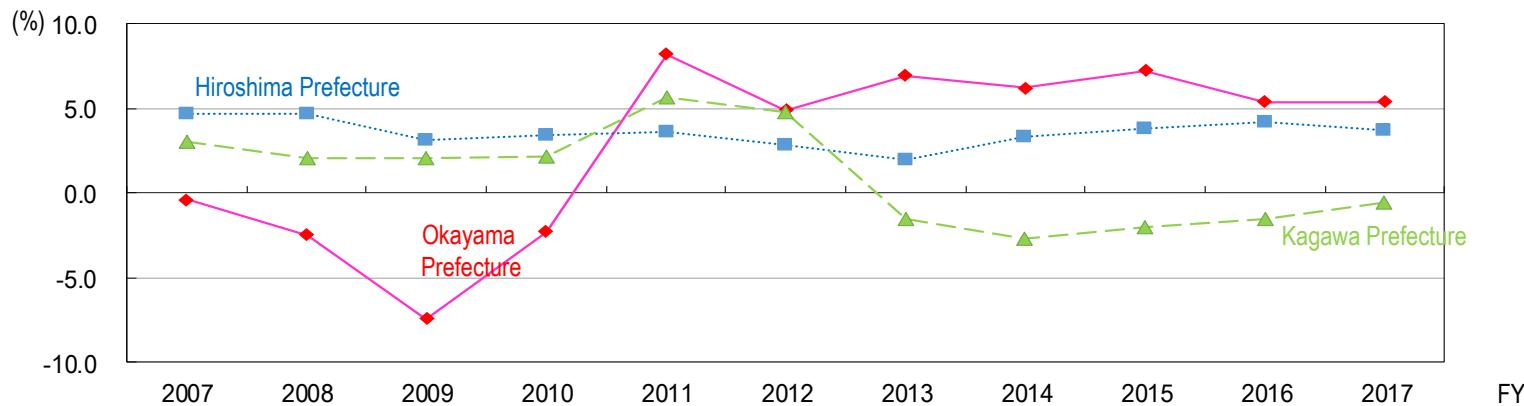
Gross production by economic activity



Source: Cabinet Office's Annual Report on Prefectural Accounts

* Total figures may not be 100% due to rounding.

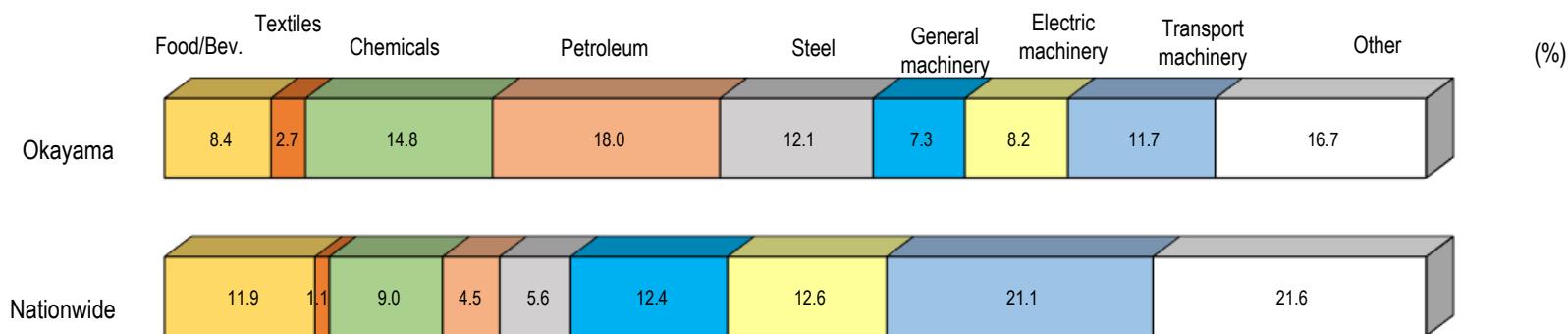
Ratio of goods and services imports/exports (net) to prefectoral gross production (nominal)



資料：内閣府「県民経済計算」

Okayama Prefecture's Industrial Structure (2)

Breakdown of manufactured goods shipments (2018)

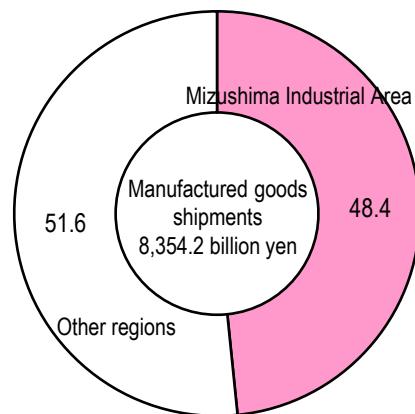


Source: METI, Okayama Prefecture "Census of Manufacture"

* Total figures may not be 100% due to rounding.

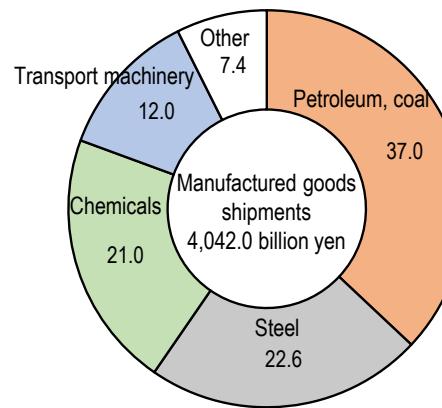
Mizushima Industrial Area's presence

Ratio of manufactured goods from the Mizushima Industrial Area versus total Okayama manufactured goods shipments (2018)



Source: Okayama Prefecture "Census of Manufacture"

Breakdown of manufactured goods from the Mizushima Industrial Area by industry (2018)

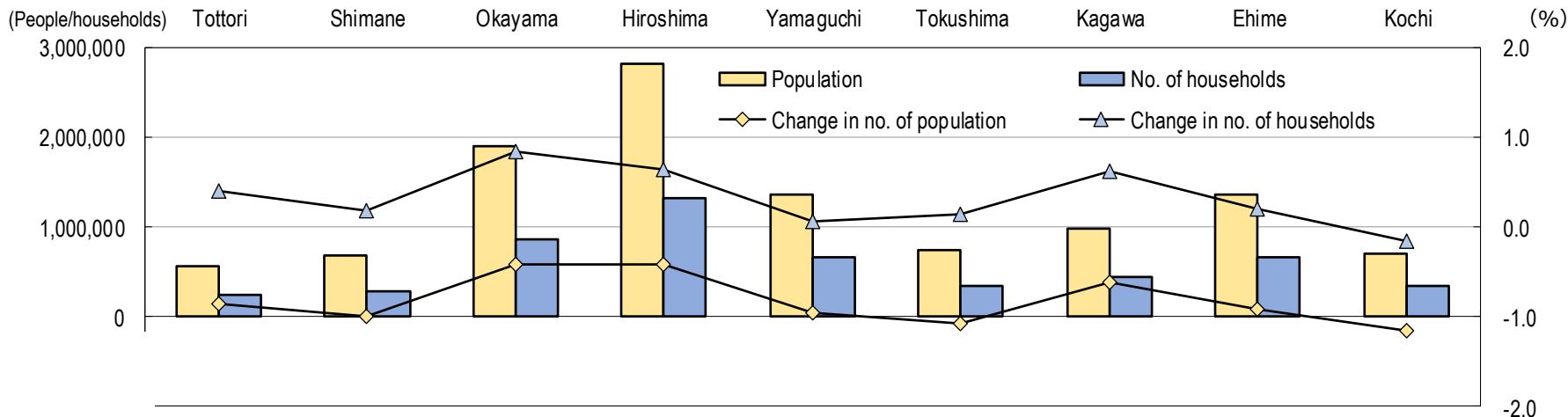


Source: Okayama Prefecture "Census of Manufacture"

Okayama Prefecture's Growth Infrastructure and Potential (1)



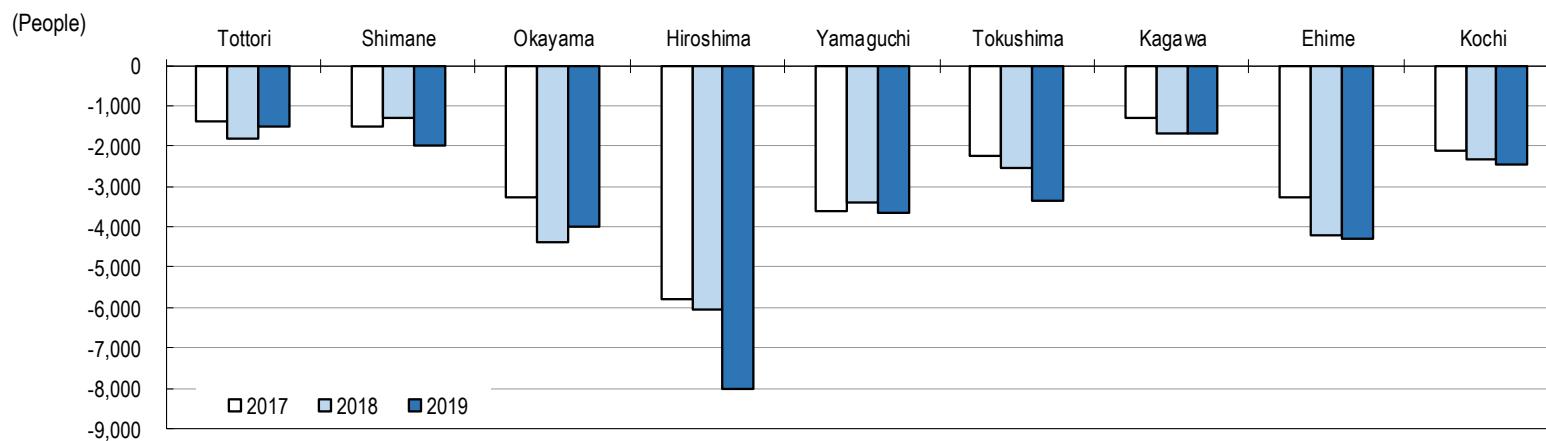
Population/No. of Households in Chugoku/Shikoku Region



Source: "Survey of Population, Demographics and Number of Households Based on the Basic Resident Register," Ministry of Internal Affairs and Communications

Note: Population and number of households is for January 1, 2020; The change in population and households is a comparison between January 2019 and January 2020.

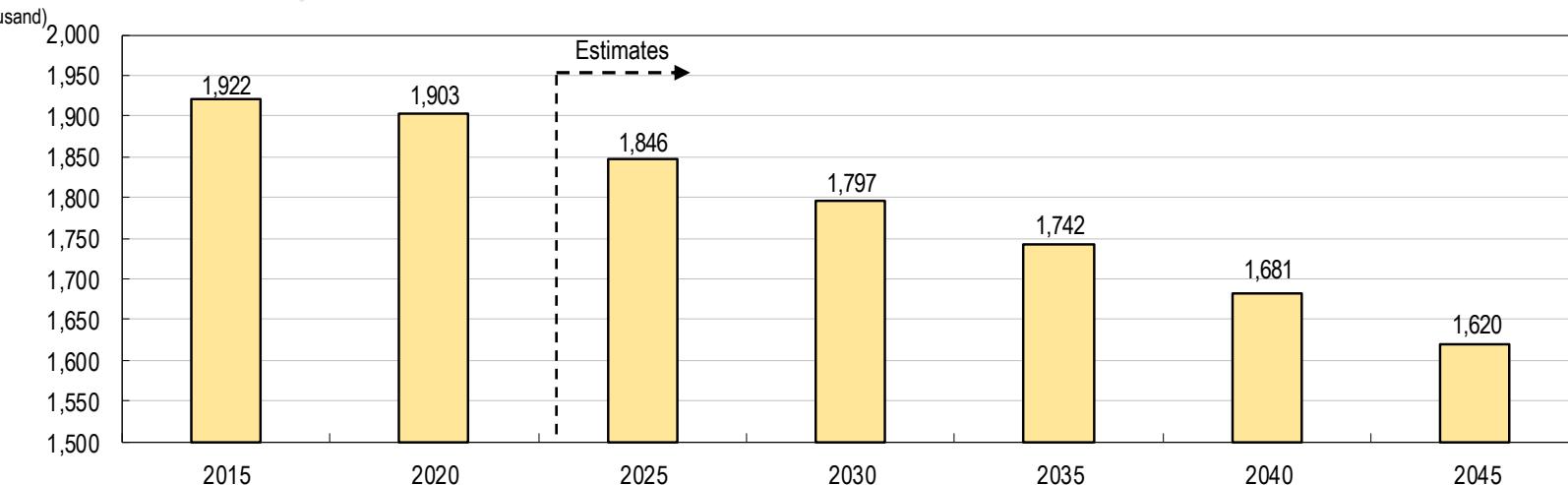
Number of people moving to prefectures in the Chugoku-Shikoku region (in excess of the number of people leaving)



Source: Population transfer report based on basic resident registrations, Ministry of Internal Affairs and Communications

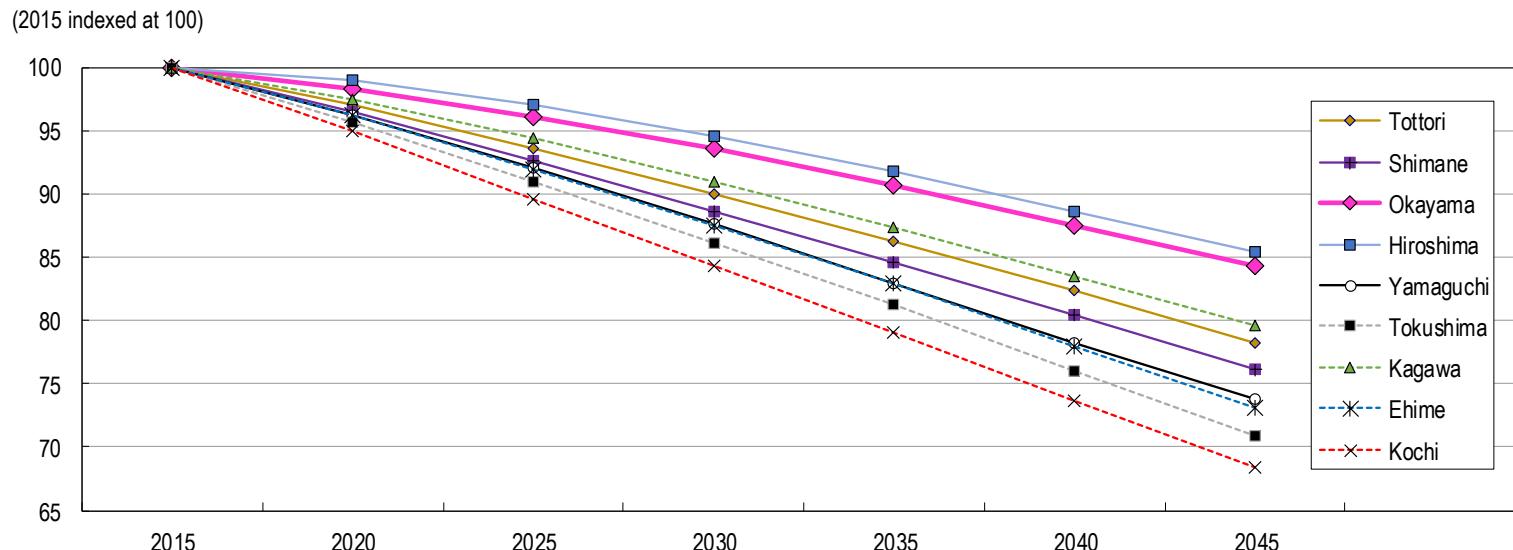
Okayama Prefecture's Growth Infrastructure and Potential (2)

Population trends for Okayama Prefecture



Source: National Institute of Population and Social Security Research

Future population trends for the Chugoku-Shikoku region



Source: National Institute of Population and Social Security Research

A crossing point of land traffic in the Western Japan

Two expressways extending in the east-west direction (Sanyo and Chugoku Expressways) cross at two points in the prefecture with another expressway running from the coast of the Sea of Japan to the coast of the Pacific Ocean via the Seto Inland Sea.

The Mimasaka-Okayama Expressway is currently under construction, with the aim of creating a circular belt-line motorway within the Prefecture.

□ Logistics centers

- The total floor space of the warehouses is the largest in the Chugoku-Shikoku region.
- The population within 2-hours' drive from the Okayama Interchange exceeds 16 million.

□ Plant sites

- Temperate climate with few natural disasters
- Long sunlight hours and a large quantity of water available

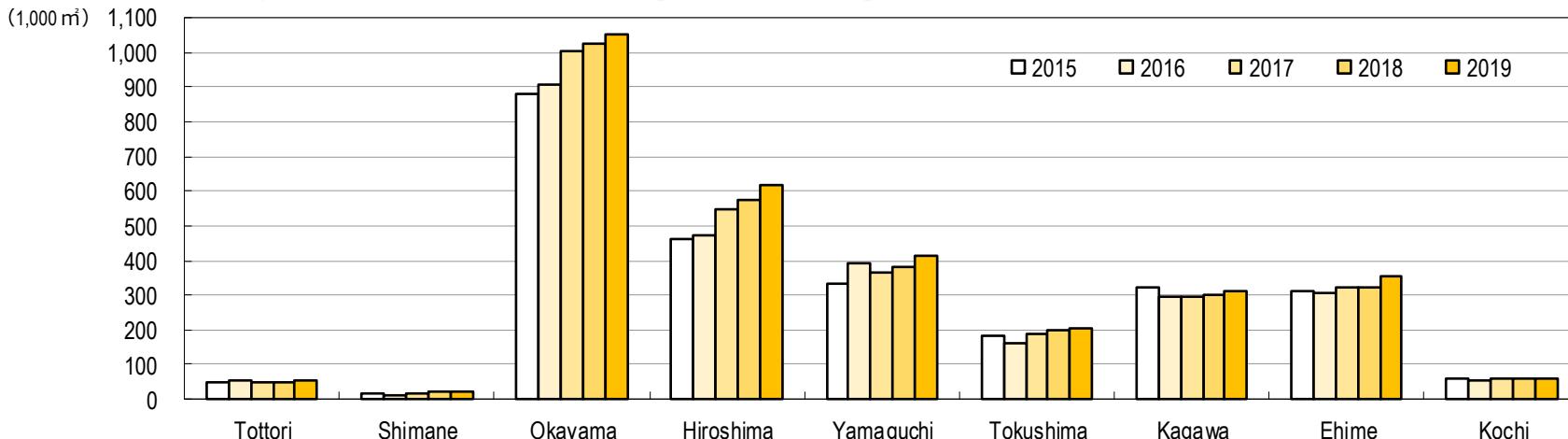
□ Seto Ohashi (Great Seto Bridge)

- Okayama and Shikoku are to become one economic zone.
- The largest number of visitors among the three routes



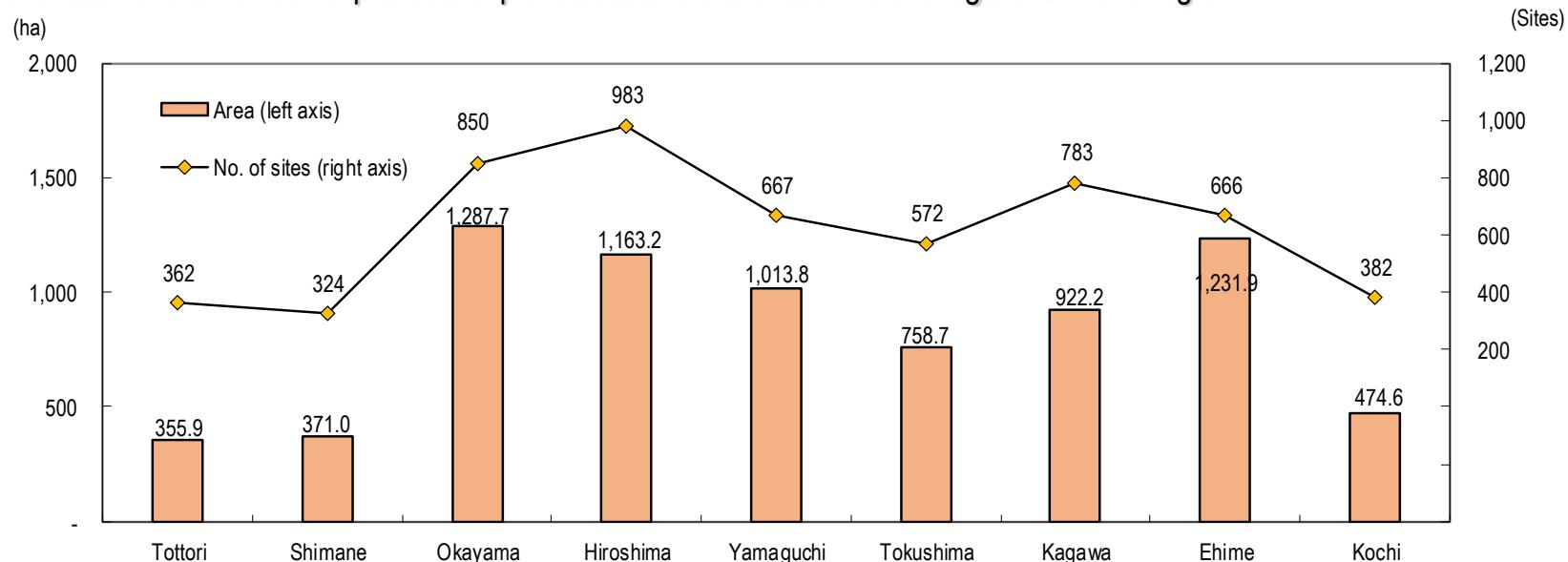
Okayama Prefecture's Growth Infrastructure and Potential (4)

Trends of floor space of warehouses in the Chugoku-Shikoku region



Source: Ministry of Land, Infrastructure, Transport and Tourism Note: Floor space of warehouses in categories 1 to 3, as of December 31 of each year.

Cumulative total for the number of prefectoral plant sites and site areas in the Chugoku-Shikoku region

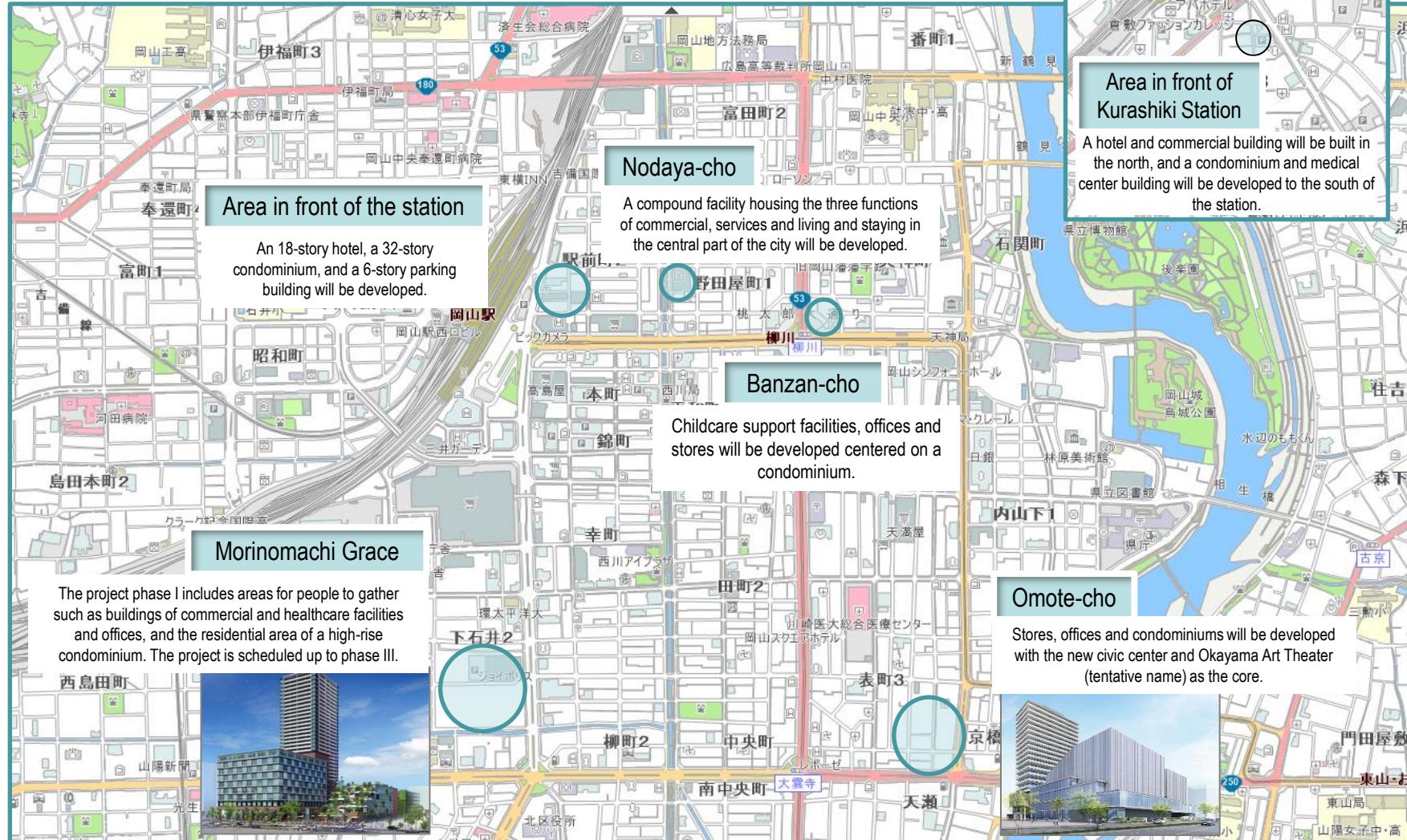


Note: Acquired sites 1,000 sq. meters or larger. Aggregate number from Jan. 1988 through Dec. 2019. Excludes the electric power industry from 2015 to 2018.

Source: Chugoku Bureau of Economy, Trade and Industry, Shikoku Bureau of Economy, Trade and Industry

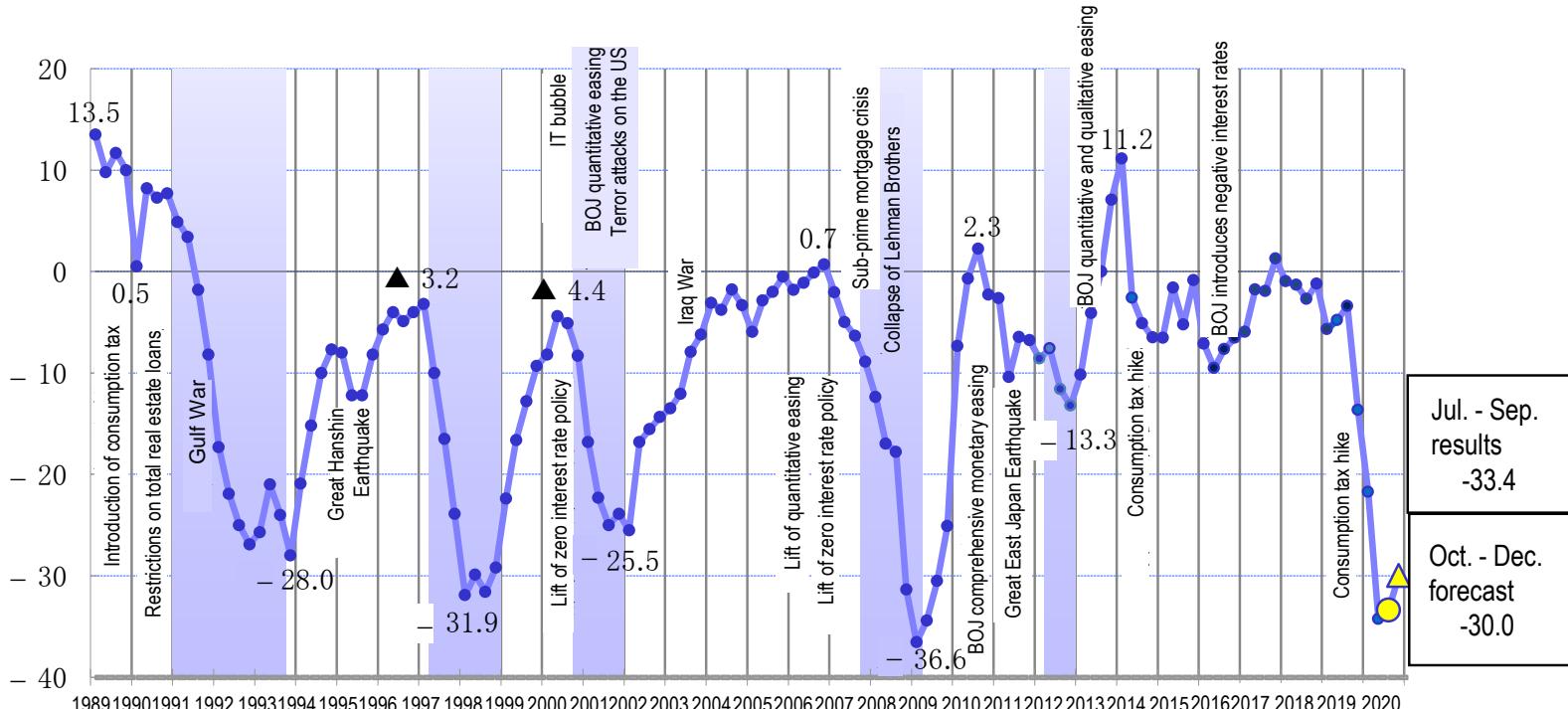
A number of redevelopment projects are scheduled.

Central parts of Okayama City and Kurashiki City where
“Town development for future generations” is in progress.



Economic Status of Okayama Prefecture

The Economy of Okayama Prefecture Faces a Tough Situation due to the Impact of COVID-19

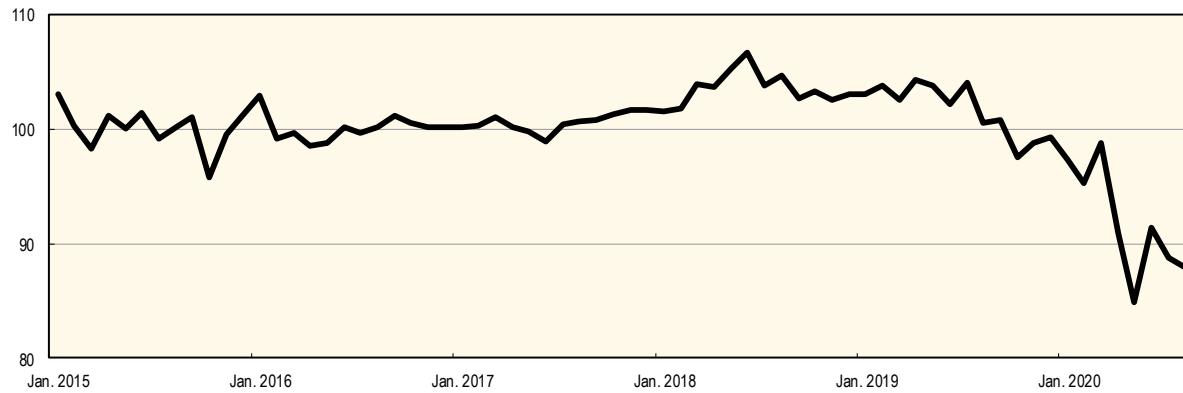


BSI (Business Survey Index) is designed to measure corporate managers' confidence in sales and business conditions and their forecasts for their company's performance (favorable turnaround, unchanged, deterioration). A favorable turnaround year-on-year warrants an A, while unchanged performance warrants a B, and deterioration a C ($A+B+C=100$). The BSI is calculated by using the following equation: $(A-C) \div 2$. Consequently, the more corporate managers that indicate their company's performance is taking a positive turnaround, the closer the index reaches to 50. Conversely, the more respondents that determine performance is deteriorating, the closer the index is to -50.

Local Economic Trends (2)

Industrial production - - - Decreased due to stagnant supply chains in addition to the deceleration of domestic and overseas demands

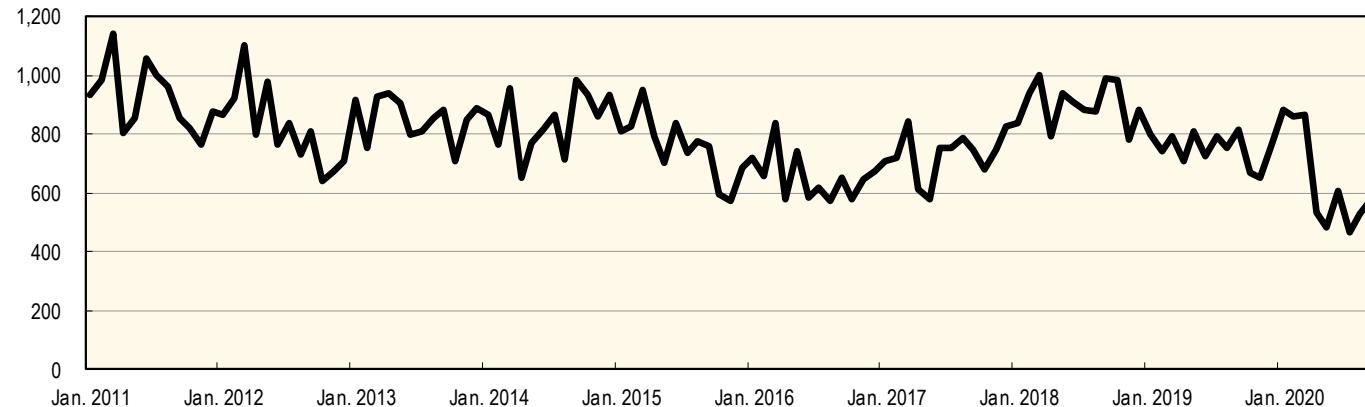
[Industrial production index trends] (2015 indexed at 100; seasonally adjusted)



Source: Okayama Prefecture Statistical Analysis Section

Exports - - - Decreased due to the COVID-19 pandemic.

[Customs clearance value for exports] (yen basis; 100 million yen)



Source: Kobe customs

Capital investment - - - A sign of deceleration is observed on the back of uncertainties for the future.

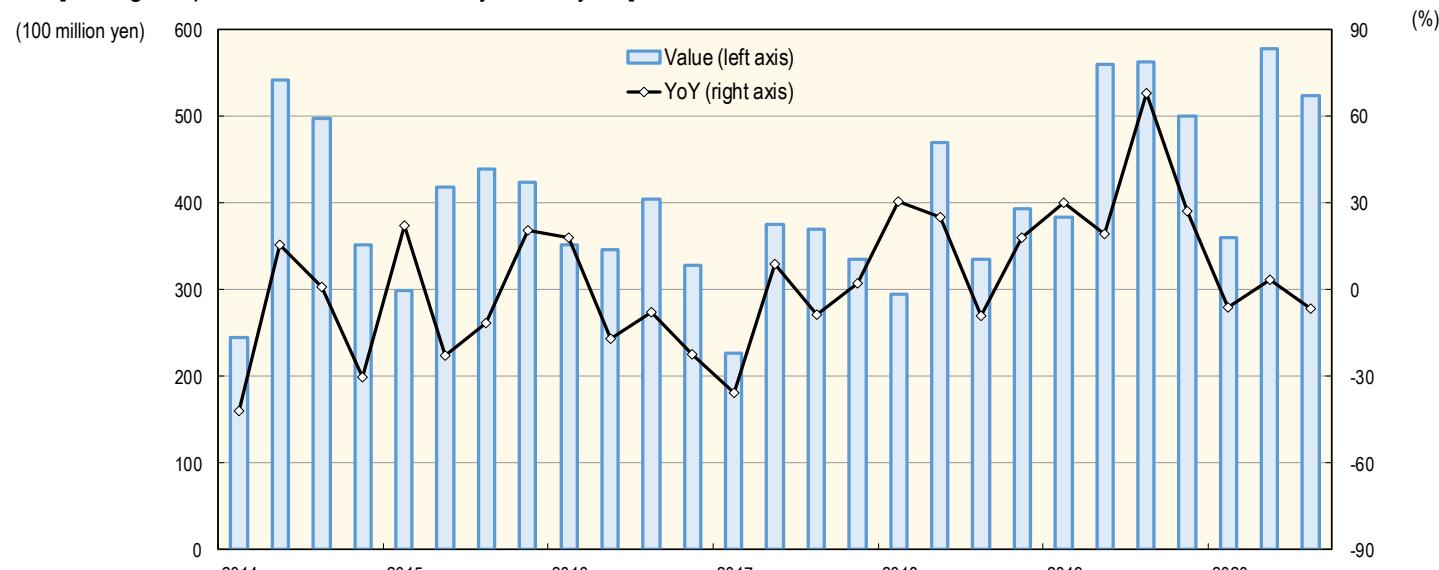
[Change in capital investment year-on-year]

(%)	Okayama			Nationwide		
	Manufacturing industry	Non-manufacturing	Total	Manufacturing industry	Non-manufacturing	Total
FY2017 Results	- 7.0	0.4	- 4.5	6.3	3.4	4.4
FY2018 Results	24.1	17.4	21.8	8.6	5.4	6.6
FY2019 Plan	4.6	- 15.1	- 2.1	0.9	- 1.5	- 0.6
FY2020 Plan	- 12.9	- 8.4	- 11.6	- 0.3	- 4.1	- 2.7

Source: Bank of Japan; Okayama BOJ branch

Public investment - - - Maintains a high level due to disaster-prevention works while restoration works are paused temporarily

[Change in public works investment year-on-year]

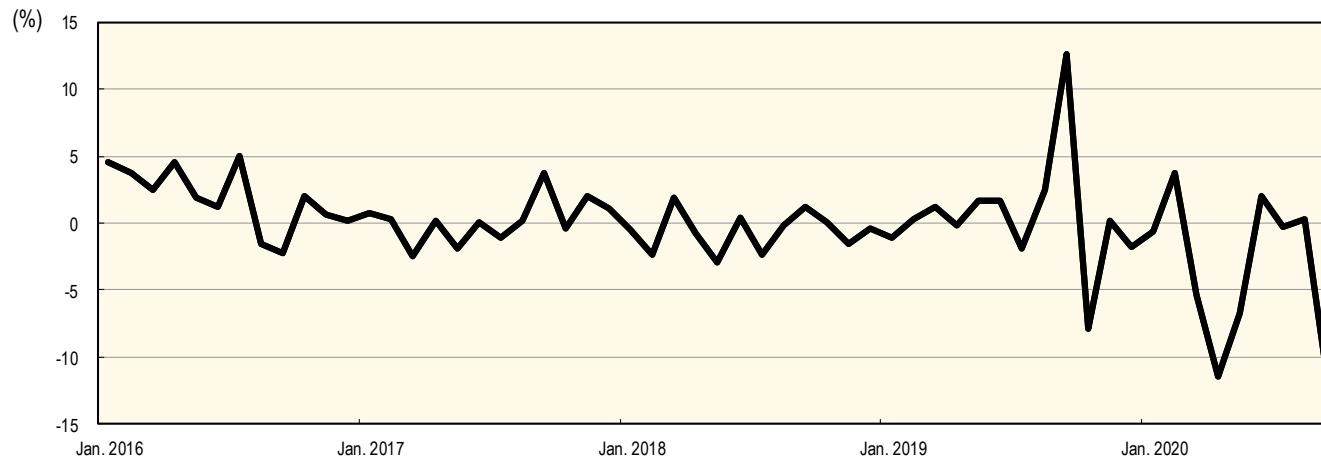


Source: West Japan Construction Surety Co., Ltd.

Local Economic Trends (4)

Consumer spending --- The decline halted while consumption remains weak due to the COVID-19 calamity.

[Large store retail sales trend (all stores; YoY)]



Source: Chugoku Bureau of Economy, Trade and Industry

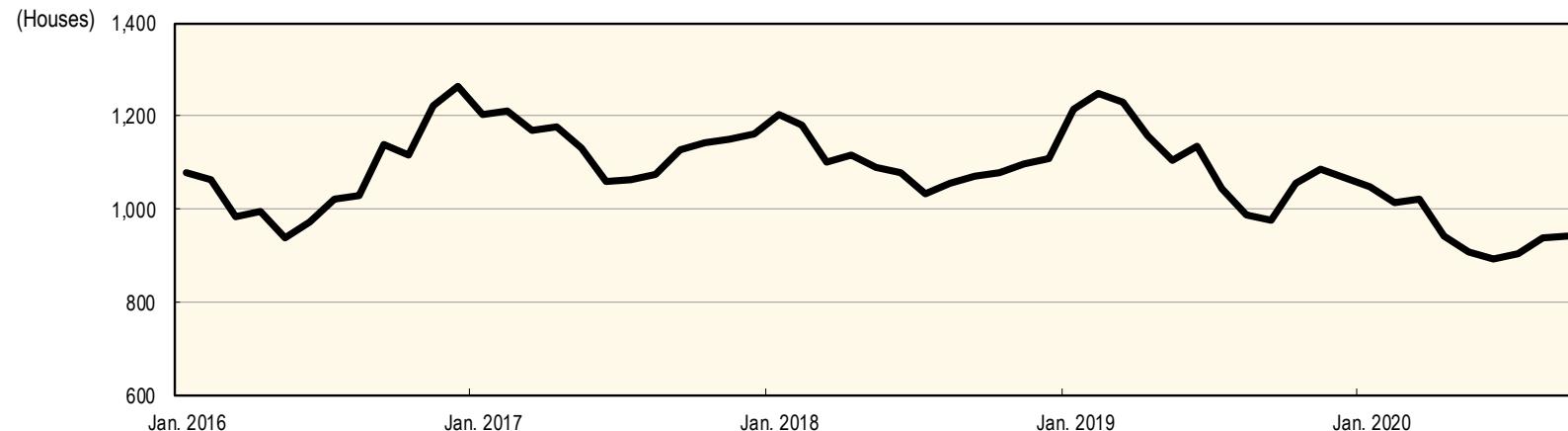
[New passenger car registration trend (including minicars; YoY)]



Source: Chugoku Transport & Tourism Bureau, Okayama branch

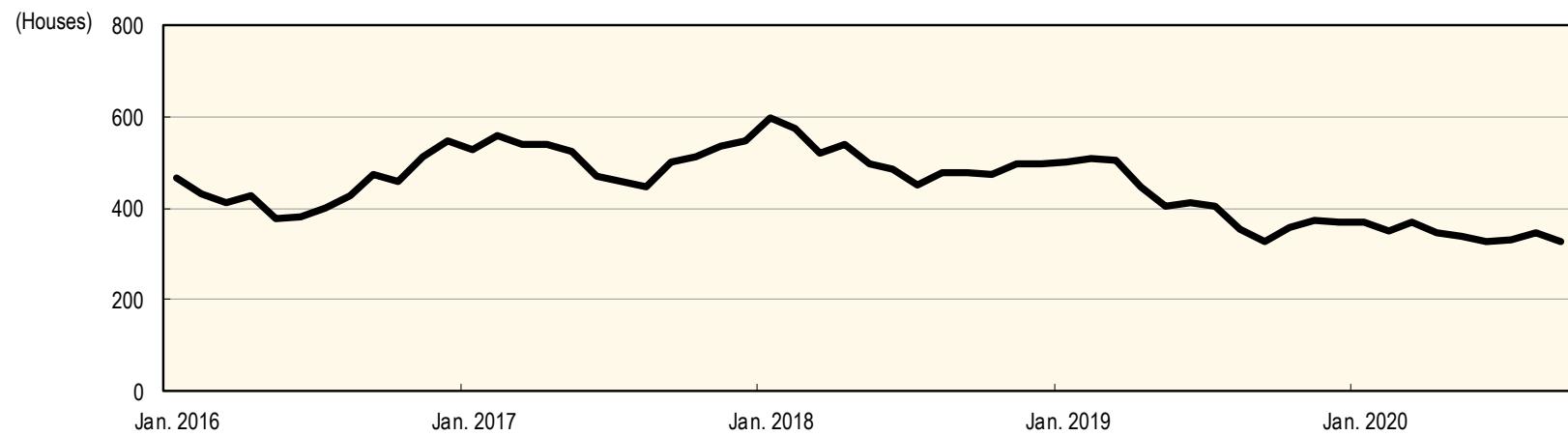
Housing investment - - - A weak trend continues reflecting uncertain prospects.

[Housing start trend (six-month moving average)]



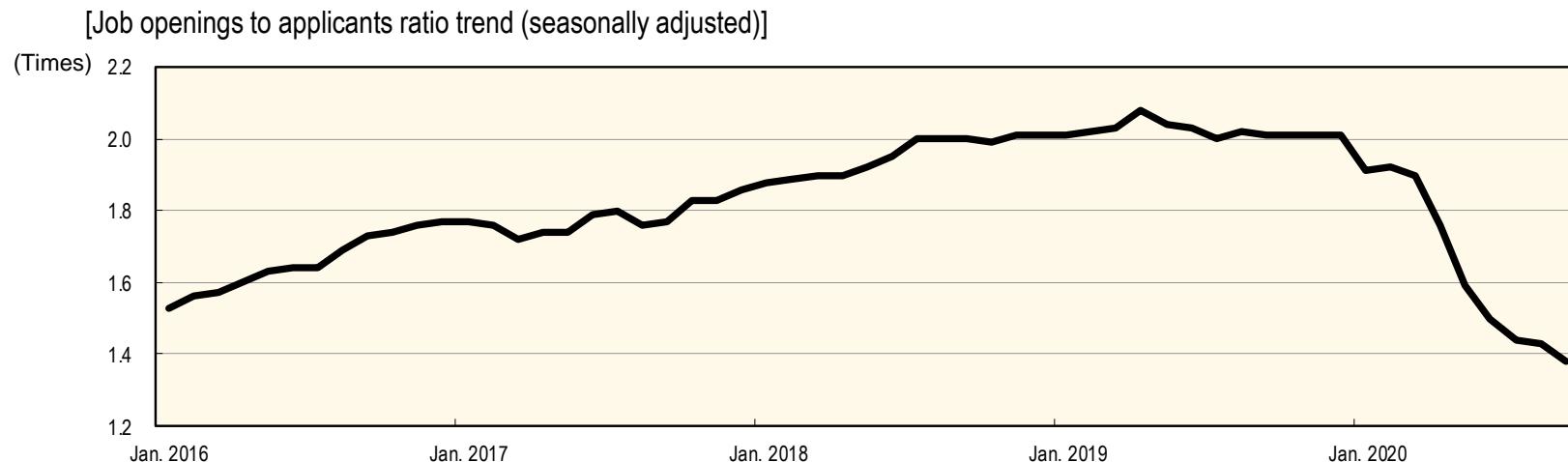
Source: MLIT

[Rental housing start trend (six-month moving average)]



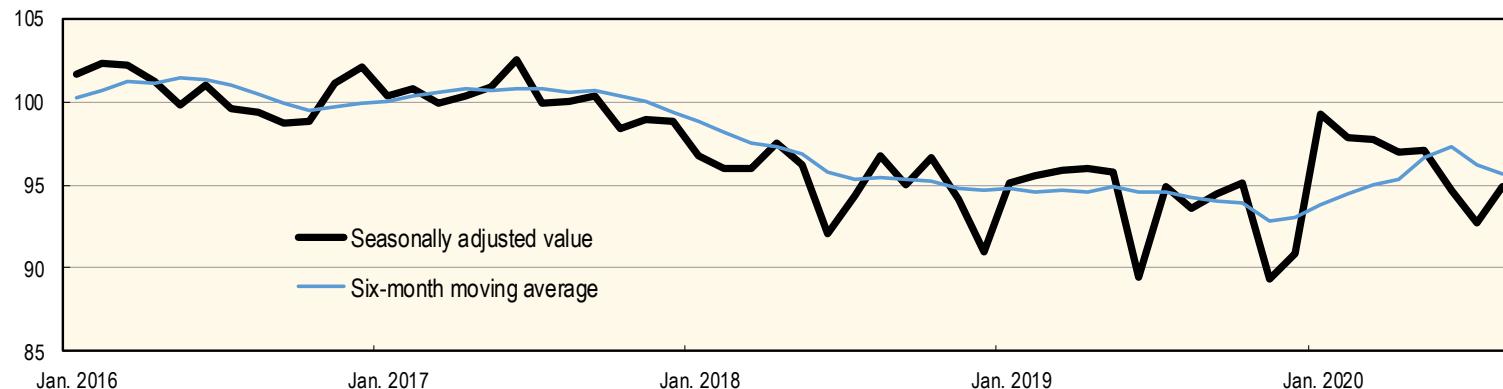
Source: MLIT

Employment trends - - - The trend shows weak movements due to the impact of COVID-19.



Source: Data from employment service section, Okayama Labor Bureau, Ministry of Health, Labor and Welfare

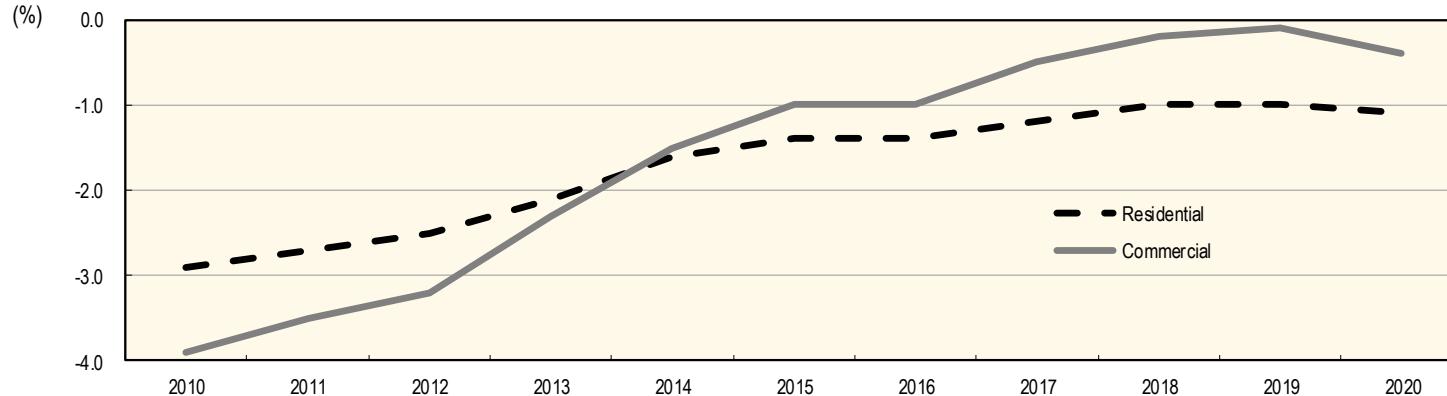
[Salary level trend (2015 indexed at 100; seasonally adjusted)]



Source: Seasonally adjusted value calculated by the Okayama Economic Research Institute based on data from the Statistic Analysis Section of Okayama Prefecture

Land prices --- The decline in commercial land prices expanded due to the impact of COVID-19.

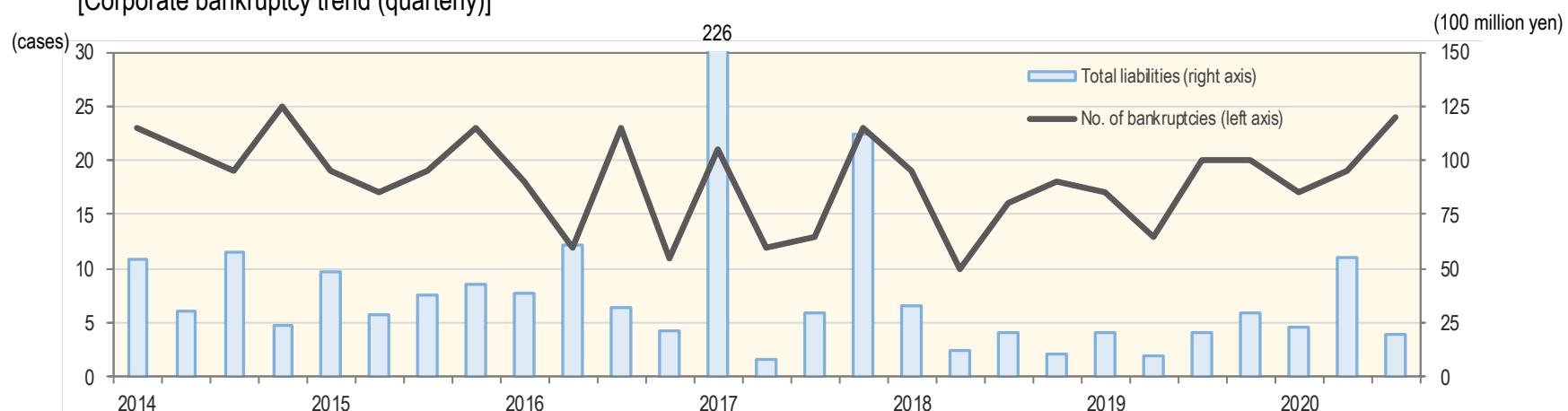
[Standard land price trend (YoY)]



Source: Hilly and Mountainous Areas Development Division, Okayama Prefecture

Corporate bankruptcies --- The number of bankruptcies shows an upward trend.

[Corporate bankruptcy trend (quarterly)]



Source: Okayama branch, Teikoku Databank

Chugoku Bank's Management Indicators

Profit and Loss Statement (1)

[Parent] (million yen)	FY2015	FY2016 1H	FY2016	FY2017 1H	FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H
Ordinary revenue	113,236	58,634	125,036	57,586	116,499	57,415	113,461	56,143	110,829	49,824
Banking revenue	101,156	50,876	111,877	51,803	103,360	53,545	104,638	51,457	100,630	46,415
Extraordinary revenue	12,080	7,758	13,159	5,783	13,138	3,869	8,822	4,686	10,198	3,409
Ordinary expense	72,600	41,286	96,068	43,543	88,567	44,196	91,541	43,899	95,353	38,712
Banking expense	69,303	37,402	86,795	40,643	81,918	41,870	83,680	39,680	82,776	35,161
Extraordinary expense	3,297	3,883	9,272	2,900	6,649	2,325	7,860	4,219	12,577	3,550
Recurring profit	40,635	17,348	28,968	14,043	27,931	13,219	21,919	12,244	15,475	11,111
Banking income	31,866	13,478	25,090	11,164	21,451	11,679	20,965	11,780	17,860	11,257
Gross income (Net interest income)	87,326	41,666	79,977	39,887	77,117	39,375	78,149	38,820	74,251	39,794
(Fees and commissions)	70,028	33,428	67,765	33,862	66,265	32,948	63,033	30,060	58,290	30,384
(Other banking income)	15,024	7,645	15,214	7,116	14,610	7,578	14,886	7,535	15,857	7,588
2,272	592	-3,002	-1,091	-3,757	-1,150	228	1,224	103	1,821	
Expenses	55,459	28,187	54,886	28,723	55,666	27,232	54,211	27,397	54,010	26,404
General provisions for doubtful receivables	-	-	-	-	-	464	2,972	-358	2,380	2,133
Extraordinary gain	46	-	3	0	14	15	15	1	1	-
Extraordinary loss	394	126	466	143	209	143	289	298	627	140
Impairment loss	124	80	414	132	148	100	222	289	596	69
Income before income tax (1H)	40,288	17,222	28,505	13,900	27,736	13,090	21,645	11,946	14,849	10,971
Corporate, residential, and business taxes	11,006	4,110	8,688	2,964	7,218	3,056	6,758	3,261	4,326	3,655
Income tax adjustments	3,352	996	776	1,117	1,107	617	-451	270	-291	▲ 475
Net income (1H)	25,928	12,115	19,039	9,819	19,409	9,416	15,338	8,414	10,815	7,791

[Consolidated]

Ordinary revenue	129,180	66,647	142,867	65,261	132,445	64,758	128,621	63,780	127,318	58,173
Recurring profit	43,440	18,473	31,605	15,385	30,922	14,012	23,696	12,943	17,463	11,967
Net income attributable to owners of the parent (1H)	27,252	12,590	20,323	10,566	21,258	9,713	16,199	8,644	11,916	8,226
Net income (1H)	27,522	12,745	20,627	10,566	21,258	9,713	16,199	8,644	11,916	8,226
Other comprehensive income	-14,871	-4,307	-18,359	12,312	8,687	3,250	-11,164	6,805	-33,836	20,479
Valuation difference from other available-for-sale securities	-4,798	-4,556	-19,641	11,431	6,403	763	-6,137	9,181	-30,699	18,650
Deferred hedge gains	-1,811	-344	675	222	1,087	1,966	-3,894	-2,703	-2,563	1,370
Comprehensive income (1H)	12,650	8,437	2,268	22,879	29,946	12,963	5,035	15,450	-21,919	28,706

Profit and Loss Statement (2)

[Parent] (million yen)	FY2015	FY2016 1H	FY2016	FY2017 1H	FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H
Bond related gains/losses	1,742	732	-2,038	-300	-2,481	-316	1,117	1,084	-524	822
Gain on bond sales, including JGBs	4,311	3,520	13,536	1,634	3,827	2,679	4,865	1,727	3,026	1,407
Gain on bond redemption, including JGBs	-	-	-	-	-	-	-	25	25	-
Loss on bond sales, including JGBs	2,568	2,788	15,575	1,901	6,308	2,895	3,622	668	3,526	535
Loss on bond redemption, including JGBs	-	-	-	-	-	-	-	-	-	-
Bond redemption, including JGBs	-	-	-	34	-	100	125	-	50	49
Equity-related gains/losses	3,349	945	4,379	456	4,437	335	1,495	456	73	963
Gain on equity sales	5,126	3,401	9,937	1,717	6,888	1,868	5,574	2,361	7,073	1,761
Loss on equity sales	1,586	1,666	2,928	1,261	2,450	1,529	4,075	1,643	4,596	678
Share redemption	190	789	2,628	-	-	3	3	260	2,403	119
Non-performing loan disposal	-3,755	-2,716	-209	-2,632	-1,770	202	4,199	1,020	5,610	3,286
General provisions for doubtful receivables	-3,652	-487	-104	-2,498	-1,753	464	2,972	-358	2,380	2,133
Individual provisions for doubtful accounts	-209	-2,241	-187	-136	-25	-261	1,088	1,373	3,212	1,153
Loan write-offs	-	-	-	-	-	-	65	-	0	-
Loss on claim sales	106	11	81	1	8	-	74	5	18	-

Ordinary Revenue Breakdown

[Parent] (million yen)	FY2015	FY2016 1H	FY2016	FY2017 1H	FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H
Ordinary revenue	113,236	58,634	125,036	57,586	116,499	57,415	113,461	56,143	110,829	49,824
Banking revenue	101,156	50,876	111,877	51,803	103,360	53,545	104,638	51,457	100,630	46,415
Net interest income	77,137	37,604	78,762	40,722	80,016	40,950	80,230	39,740	76,726	34,284
Lending rate	42,622	20,789	42,891	23,134	47,027	25,408	51,412	25,506	50,493	23,169
Securities interest rate	33,777	16,432	34,962	16,975	31,545	14,864	27,659	13,843	25,499	10,772
Call loan interest rate	77	73	307	299	813	361	521	82	153	48
Interest rate on bills bought	-	-	-	-	-	-	-	-	-	-
Gensaki transaction interest rate	-	-	-	-	-	-	-	-	-	-
Deposit interest rate	410	189	375	187	374	192	382	186	358	206
Foreign currency interest income	50	28	53	28	58	35	75	34	61	19
Financial swap interest income	-	-	-	-	-	-	-	-	-	-
Other interest income	199	90	172	97	196	88	179	86	159	67
Fees and commissions	19,173	9,735	19,439	9,276	18,911	9,757	19,175	9,709	20,217	9,717
Fee and commission income	5,737	2,853	5,712	2,818	5,669	2,811	5,635	2,822	5,625	3,013
Other fee and commission income	13,435	6,882	13,725	6,458	13,240	6,945	13,537	6,887	14,590	6,704
Trust fees	1	0	1	0	1	0	1	0	1	0
Other banking revenue	4,844	3,536	13,675	1,804	4,432	2,837	5,232	2,007	3,687	2,412
Gain on sale of bonds, including JGBs	4,311	3,520	13,536	1,634	3,827	2,679	4,865	1,727	3,026	1,407
Gain on sale of foreign currencies	24	-	-	-	-	-	-	-	411	835
Gain on sale of securities	-	14	9	-	-	0	-	-	-	7
Financial derivative revenue	506	-	126	168	603	-	-	136	37	-
Other	3	1	2	0	1	157	367	117	185	162
Extraordinary income	12,080	7,758	13,159	5,783	13,138	3,869	8,822	4,686	10,198	3,409
Gain on sale of equities	5,126	3,401	9,937	1,717	6,888	1,868	5,574	2,361	7,073	1,761
Gain on investment trusts	12	5	67	103	85	154	-	48	72	31
Reversal to provisions for doubtful receivables	3,861	2,728	291	2,634	1,778	-	-	-	-	-
Gain on non-performing loans recovered	0	12	12	5	5	0	0	3	3	0
Other	3,079	1,610	2,850	1,322	4,380	1,846	3,248	2,273	3,048	1,616

Ordinary Expense Breakdown

[Parent] (million yen)	FY2015	FY2016 1H	FY2016	FY2017 1H	FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H
Ordinary expenses	72,600	41,286	96,068	43,543	88,567	44,196	91,541	43,899	95,353	38,712
Banking expenses	69,303	37,402	86,795	40,643	81,918	41,870	83,680	39,680	82,776	35,161
Interest expense	7,121	4,180	11,006	6,863	13,759	8,007	17,204	9,683	18,442	3,904
Expenses matching the amount of investment of money held in trust	13	4	9	3	9	4	7	3	6	3
Deposit interest	2,221	820	1,791	1,018	1,928	1,173	2,333	1,300	2,564	416
Negotiable certificates of deposit (NCD) interest	196	52	89	33	60	21	42	18	34	14
Call money interest	1,607	1,085	2,436	824	1,374	538	869	192	284	-37
Interest on sales under agreement to repurchase	-	0	101	538	1,584	1,025	2,397	1,763	3,277	131
Securities lending transaction interest payable	1,134	889	2,354	943	1,474	325	594	263	658	120
Interest on commercial papers	-	-	48	336	779	395	1,100	566	920	85
Borrowed money interest payable	303	190	572	556	1,237	1,162	2,504	1,241	2,156	901
Foreign exchange interest payable	22	92	316	7	7	0	12	3	80	80
Financial swap interest payable	1,627	1,048	3,290	2,605	5,311	3,361	7,347	4,332	8,460	2,190
Other interest payable	8	0	6	0	0	3	1	0	5	0
Fees and commissions	4,149	2,090	4,225	2,159	4,301	2,178	4,288	2,174	4,359	2,129
Fees and commissions payable	883	454	902	463	919	474	932	466	916	455
Other fees and commissions payable	3,265	1,635	3,323	1,696	3,382	1,704	3,355	1,708	3,442	1,673
Other banking expenses	2,572	2,944	16,677	2,895	8,190	3,988	5,004	783	3,583	591
Loss on sale of bonds, including JGBs	2,568	2,788	15,575	1,901	6,308	2,895	3,622	668	3,526	535
Bond redemption, including JBGs	-	-	-	34	-	100	125	-	50	49
Loss on foreign exchange transactions	-	82	1,101	957	1,873	771	843	102	-	-
Loss on securities transactions	3	-	-	2	8	-	4	12	6	-
Financial derivative expenses	-	73	-	-	-	221	407	-	-	5
Other	-	-	-	-	-	-	-	-	-	-
General provisions for doubtful receivables	-	-	-	-	-	464	2,972	-358	2,380	2,133
Expenses	55,459	28,187	54,886	28,723	55,666	27,232	54,211	27,397	54,010	26,404
Extraordinary expenses	3,297	3,883	9,272	2,900	6,649	2,325	7,860	4,219	12,577	3,550
Individual provisions for doubtful accounts	-	-	-	-	-	-261	1,088	1,373	3,212	1,153
Redemption of loans and bills discounted	-	-	-	-	-	-	65	-	0	-
Loss on sale of equity	1,586	1,666	2,928	1,261	2,450	1,529	4,075	1,643	4,596	678
Equity redemption	190	789	2,628	-	-	3	3	260	2,403	119
Loss on money held in trust	182	98	88	0	118	14	104	14	63	18
Retirement expense	78	855	1,711	949	1,899	748	1,497	471	942	663
Other	1,259	473	1,914	688	2,179	290	1,026	456	1,358	916

Expense Breakdown

[Parent] (million yen)	FY2015	FY2016 1H	FY2016	FY2017 1H	FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H
Expenses (1)	55,459	28,187	54,886	28,723	55,666	27,232	54,211	27,397	54,010	26,404
Personnel	29,758	14,903	29,553	14,702	28,910	13,953	27,834	14,164	28,204	13,794
Salaries	16,571	8,316	16,610	8,171	16,051	7,740	15,438	7,594	15,072	7,262
Bonuses	6,146	3,002	5,755	2,807	5,410	2,506	4,992	2,582	5,132	2,358
Retirement expenses	426	222	446	353	710	288	571	499	1,012	664
Social insurance	3,580	1,804	3,600	1,800	3,575	1,796	3,559	1,772	3,532	1,733
Temporary employment expense	3,035	1,557	3,140	1,569	3,162	1,621	3,272	1,715	3,454	1,774
Property expense	22,615	11,250	22,218	11,502	23,138	11,381	23,263	11,379	22,780	11,016
Depreciation	3,135	1,730	3,539	2,063	4,329	2,043	4,233	2,053	4,201	1,978
Land and building leasing expense	787	358	748	384	780	398	800	386	775	391
Machinery leasing expense	134	62	136	69	153	80	169	85	186	91
Outsourcing expense	2,592	1,361	2,727	1,393	2,755	1,333	2,607	1,264	2,521	1,179
Maintenance expense	224	109	207	107	224	136	305	127	277	192
Travel expense	207	102	194	104	213	100	202	105	200	26
Sales promotion expense	62	34	69	46	83	46	79	33	79	53
Deposit insurance premium	2,356	1,209	2,418	1,094	2,188	1,029	2,059	1,031	2,063	1,028
Miscellaneous expense	13,114	6,283	12,177	6,239	12,410	6,213	14,865	6,291	12,474	6,074
Taxes	3,085	2,033	3,114	2,518	3,617	1,896	3,114	1,853	3,025	1,593

Core business gross profit (2)	85,583	40,933	82,016	40,187	79,598	39,692	77,031	37,735	74,775	38,972
OHR (1)÷(2)	64.8%	68.8%	66.9%	71.4%	69.9%	68.6%	70.3%	72.6%	72.2%	67.7%

Major Yields

(%)		FY2015	FY2016 1H	FY2016 1H	FY2017 1H	FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H
Total for all branches	1. Interest-earning asset yield	1.06	1.00	1.03	1.05	1.04	1.05	1.03	1.02	0.98	0.84
	Loan yield	1.09	1.00	1.01	1.02	1.03	1.08	1.08	1.06	1.04	0.92
	Securities yield	1.16	1.12	1.20	1.31	1.24	1.23	1.17	1.20	1.10	0.91
	Call loan yield	0.19	0.30	0.32	0.29	0.44	0.32	0.22	0.06	0.05	0.02
	Deposit yield (including NCD)	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.09	0.10
	2. Interest-bearing liabilities	0.10	0.11	0.14	0.18	0.18	0.21	0.22	0.25	0.24	0.09
	Deposit yield	0.03	0.02	0.02	0.03	0.03	0.03	0.03	0.03	0.03	0.01
	Call money yield	0.65	1.00	1.20	1.40	1.37	1.96	1.71	1.11	0.91	-0.12
	Loan yield	0.17	0.23	0.34	0.60	0.65	1.32	1.49	1.85	1.77	0.51
	3. Expense ratio	0.91	0.89	0.87	0.88	0.86	0.80	0.80	0.80	0.79	0.72
4. Fundraising expense		0.90	0.88	0.88	0.94	0.91	0.92	0.94	0.96	0.94	0.75
5. Total net interest income (1-4)		0.16	0.12	0.15	0.11	0.13	0.13	0.09	0.06	0.04	0.09
Simple loan-deposit margin		1.06	0.98	0.99	0.99	1.00	1.05	1.05	1.03	1.01	0.91
Simple deposit-securities margin		1.13	1.10	1.18	1.28	1.21	1.20	1.14	1.17	1.07	0.90

(%)		FY2015	FY2016 1H	FY2016 1H	FY2017 1H	FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H
Domestic banking operations	1. Interest-earning asset yield	0.94	0.86	0.84	0.81	0.80	0.80	0.77	0.74	0.71	0.70
	Loan yield	1.09	0.97	0.95	0.89	0.88	0.86	0.85	0.83	0.83	0.81
	Securities yield	0.97	0.94	0.96	1.03	1.00	1.03	0.95	0.92	0.82	0.79
	Call loan yield	0.13	-0.02	-0.02	-0.02	-0.01	-0.03	-0.03	-0.03	-0.03	-0.02
	Deposit yield (including NCD)	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.09	0.10
	2. Interest-bearing liabilities	0.06	0.04	0.04	0.04	0.04	0.03	0.03	0.03	0.03	0.03
	Deposit yield	0.03	0.02	0.01	0.01	0.01	0.01	0.01	0.00	0.00	0.00
	Call money yield	0.06	-0.03	-0.03	-0.02	-0.04	-0.05	-0.06	-0.05	-0.04	-0.02
	Loan yield	0.11	0.06	0.04	0.01	0.01	0.02	0.02	0.03	0.04	0.02
	3. Expense ratio	0.88	0.87	0.85	0.86	0.84	0.78	0.78	0.78	0.77	0.70
4. Fundraising expense		0.89	0.84	0.80	0.82	0.80	0.76	0.76	0.76	0.75	0.71
5. Total net interest income (1-4)		0.05	0.02	0.04	-0.01	0.00	0.04	0.01	-0.02	-0.04	-0.01
Simple loan-deposit margin		1.06	0.95	0.94	0.88	0.87	0.85	0.84	0.83	0.83	0.81
Simple deposit-securities margin		0.94	0.92	0.95	1.02	0.99	1.02	0.94	0.92	0.82	0.79

Major Accounts (year-end balance) Assets

(100 million yen)	FY2015	FY2016 1H	FY2016	FY2017 1H	FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H
Total assets	77,701	82,481	82,554	82,991	84,395	83,679	82,257	83,579	81,136	87,417
Interest-earning assets	72,100	74,626	73,673	75,527	75,209	75,871	73,224	75,272	73,911	77,520
Loans	40,365	42,173	44,003	45,607	46,761	47,300	48,087	47,847	49,097	50,580
Securities	31,073	30,347	27,146	27,439	26,208	25,074	23,949	24,587	23,451	23,913
Securities products	19	20	23	18	18	19	23	23	13	11
Money in trust	200	199	150	150	250	201	180	180	230	230
Deposits (excluding non-interest bearing portion)	53	112	102	141	167	165	135	154	100	219
Call loans	74	1,457	1,905	1,743	1,412	2,614	396	2,091	598	2,155
Debt purchased	206	222	215	261	271	268	295	258	230	206
Foreign exchange	107	76	64	59	79	107	90	93	119	150
Cash collateral paid	-	14	61	101	41	119	65	34	69	51
(Interest-earnings assets)	71,900	74,427	73,523	75,376	74,959	75,669	73,044	75,091	73,681	77,290
Cash and deposits (non-interest bearing)	4,815	6,912	7,953	6,403	7,609	6,621	7,497	6,715	5,662	8,456
Tangible fixed assets	431	427	413	405	396	392	388	382	380	377
Intangible fixed assets	60	68	74	65	58	51	44	37	30	24
Other assets	332	461	446	550	1,094	703	1,118	1,167	1,170	1,099
Deferred tax assets	-	-	-	-	-	-	-	-	22	-
Guarantee endorsements	328	321	340	351	340	347	324	346	334	333
Provisions for doubtful receivables	-367	-336	-347	-311	-314	-306	-341	-342	-375	-393

Major Accounts (year-end balance) Liabilities & Net Assets



(100 million yen)	FY2015	FY2016 1H	FY2016	FY2017 1H	FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H
Total liabilities and net assets	77,701	82,481	82,554	82,991	84,395	83,679	82,257	83,579	81,136	87,417
Total liabilities	72,585	77,334	77,526	77,774	79,161	78,350	77,021	78,224	76,174	82,201
Interest-bearing liabilities	71,385	76,136	76,370	76,496	77,624	76,958	75,499	76,571	74,750	80,874
Deposits	60,114	59,545	62,018	61,693	64,236	63,831	66,399	64,751	67,116	71,544
Negotiable certificates of deposit (NCD)	1,847	3,025	2,229	3,038	2,224	3,562	1,783	2,991	2,044	2,787
Call money	2,500	1,722	1,492	720	579	366	187	150	300	715
Sales under agreement to repurchase account	-	-	215	1,582	715	782	1,250	1,559	1,247	1,246
Payables under Securities Lending Transactions	5,157	10,369	8,323	6,911	7,472	6,229	3,772	5,601	2,171	1,548
Commercial paper	-	-	242	517	461	487	487	365	326	465
Borrowed money	1,762	1,461	1,818	2,014	1,885	1,656	1,559	1,075	1,480	2,467
Foreign exchange	1	2	1	2	2	1	17	7	2	9
Cash collateral received	-	8	27	6	31	16	14	36	28	52
(Expenses matching the amount of investment of money held in trust)	200	199	150	150	250	201	180	180	230	230
(Fund procurement account)	71,185	75,937	76,220	76,345	77,374	76,757	75,319	76,391	74,520	80,644
Other liabilities	426	449	464	518	803	645	862	947	993	844
Retirement provision	209	204	200	198	195	188	185	179	75	73
Other provision	24	24	23	21	25	23	23	20	19	17
Deferred tax liabilities	209	195	126	186	169	187	125	158	-	58
Acceptances and guarantees	328	321	340	351	340	347	324	346	334	333
Total net assets	5,116	5,146	5,028	5,217	5,234	5,329	5,235	5,355	4,962	5,216
Capital	151	151	151	151	151	151	151	151	151	151
Surplus capital	62	62	62	62	62	62	62	62	62	62
Retained earnings	3,915	4,017	4,067	4,074	4,151	4,226	4,266	4,328	4,331	4,388
Treasury stock (-)	79	98	121	54	74	84	94	96	96	96
Valuation difference on other securities	1,130	1,080	925	1,038	989	999	934	1,023	625	808
Gain/loss on deferred hedges	-67	-71	-60	-58	-49	-30	-88	-115	-114	-100
Warrants	3	3	3	2	2	2	3	1	1	1

Major Accounts (average balance) Assets

(100 million yen)	FY2015	FY2016 1H	FY2016	FY2017 1H	FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H
Total assets	74,501	78,330	79,899	80,719	80,986	81,574	81,554	81,738	82,160	85,635
Interest-earning assets	72,629	75,074	76,580	76,924	77,056	77,507	77,484	77,602	78,167	81,284
Loans	38,748	41,310	42,324	44,859	45,518	46,907	47,344	47,780	48,116	49,942
Securities	28,950	29,042	29,030	25,747	25,311	23,939	23,456	22,963	23,049	23,427
Securities products	22	20	22	19	19	26	21	23	21	14
Money in trust	199	199	199	150	210	249	209	180	179	230
Deposits (excluding non-interest bearing portion)	4,048	3,713	3,719	3,727	3,735	3,741	3,718	3,678	3,663	3,865
Call loans	392	483	947	2,014	1,822	2,198	2,292	2,615	2,796	3,447
Debt purchased	160	144	149	175	182	187	191	206	189	152
Foreign exchange	107	157	156	137	157	171	168	107	99	150
Cash collateral paid	-	2	29	85	100	85	80	47	50	53
(Interest-earnings assets)	72,430	74,874	76,380	76,774	76,846	77,257	77,274	77,422	77,987	81,054
Cash and deposits (non-interest bearing)	954	2,309	2,297	2,486	2,616	2,779	2,763	2,740	2,546	2,767
Tangible fixed assets	438	438	441	415	416	399	402	392	395	382
Intangible fixed assets	47	64	67	72	71	58	57	44	43	30
Other assets	245	224	284	578	570	580	595	736	780	973
Deferred tax assets	275	247	243	240	234	229	226	234	233	238
Guarantee endorsements	321	329	332	345	347	332	335	324	336	336
Provisions for doubtful receivables	-411	-358	-347	-343	-328	-311	-312	-336	-343	-377

Major Accounts (average balance) Liabilities & Net Assets



(100 million yen)	FY2015	FY2016 1H	FY2016	FY2017 1H	FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H
Total liabilities and net assets	74,501	78,330	79,899	80,719	80,986	81,574	81,554	81,738	82,160	85,635
Total liabilities	70,530	74,267	75,767	76,598	76,804	77,306	77,236	77,341	77,731	81,169
Interest-bearing liabilities	69,544	73,384	74,784	75,590	75,748	76,227	76,165	76,445	76,840	80,418
Deposits	58,350	59,937	60,078	61,560	61,694	63,475	63,620	64,997	65,295	69,979
Negotiable certificates of deposit (NCD)	2,512	2,909	2,965	2,916	2,883	3,712	3,535	3,052	2,964	2,806
Call money	2,457	2,157	2,016	1,167	999	547	505	344	311	602
Sales under agreement to repurchase	-	0	111	753	1,011	903	978	1,360	1,415	701
Payables under Securities Lending Transactions	4,495	6,747	7,913	6,839	6,739	5,432	5,365	4,842	5,174	2,452
Commercial paper	-	-	41	487	498	376	445	450	395	281
Borrowed money	1,724	1,625	1,649	1,846	1,897	1,746	1,673	1,334	1,216	3,517
Foreign exchange	2	1	1	3	3	3	4	5	5	4
Cash collateral received	-	3	3	11	14	9	13	28	28	37
(Expenses matching the amount of investment of money held in trust)	199	199	199	150	210	249	209	180	179	230
(Fund procurement account)	69,345	73,184	74,584	75,440	75,538	75,978	75,956	76,265	76,660	80,188
Other liabilities	423	328	428	447	494	534	527	371	360	327
Retirement provision	222	206	204	198	197	191	189	183	179	73
Other provision	15	16	17	15	14	20	18	16	14	12
Deferred tax liabilities	-	-	-	-	-	-	-	-	-	-
Acceptances and guarantees	321	329	332	345	347	332	335	324	336	336
Total net assets	3,971	4,063	4,131	4,120	4,182	4,268	4,317	4,396	4,429	4,465
Capital	151	151	151	151	151	151	151	151	151	151
Surplus capital	62	62	62	27	44	62	62	62	62	62
Retained earnings	3,795	3,925	4,002	4,016	4,047	4,121	4,175	4,266	4,300	4,338
Treasury stock (-)	52	90	99	88	75	81	84	95	95	96
Valuation difference on other securities	11	12	11	11	11	11	10	10	9	8
Gain/loss on deferred hedges	-0	-0	-0	-0	-0	-0	-0	-1	-1	-1
Warrants	2	3	3	3	2	2	2	2	2	1

Deposits (year-end balance)

(100 million yen)	FY2015	FY2016 1H	FY2016 1H	FY2017 1H	FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H
Okayama	46,194	45,465	47,052	46,850	49,026	48,864	50,953	49,712	51,863	54,855
Private portion	34,845	34,807	35,313	35,832	36,311	37,072	37,347	37,610	38,327	39,941
Corporate portion	8,870	8,989	9,314	9,657	10,043	10,140	10,485	10,425	10,507	11,849
Hiroshima	8,101	8,172	8,762	8,534	8,533	8,634	9,144	8,644	9,043	9,300
Private portion	5,519	5,514	5,569	5,584	5,604	5,633	5,627	5,649	5,743	5,916
Corporate portion	2,466	2,528	2,614	2,858	2,794	2,838	2,862	2,908	2,935	3,215
Kagawa, Ehime	3,992	3,952	4,029	4,022	4,141	4,074	4,020	3,968	4,054	4,335
Private portion	2,792	2,764	2,763	2,766	2,765	2,759	2,736	2,717	2,719	2,781
Corporate portion	1,154	1,177	1,220	1,253	1,338	1,312	1,249	1,248	1,303	1,552
Hyogo	1,044	1,068	1,089	1,136	1,130	1,159	1,152	1,132	1,166	1,233
Private portion	627	624	636	640	637	642	630	622	625	635
Corporate portion	405	438	451	495	492	516	521	509	540	596
Tottori	105	106	114	119	129	120	123	133	128	145
Private portion	49	50	49	50	51	52	51	52	51	53
Corporate portion	55	55	64	68	78	67	71	81	76	90
Osaka	217	216	237	241	211	264	229	253	212	261
Private portion	65	64	72	67	68	69	69	70	71	73
Corporate portion	150	150	163	172	142	193	158	182	139	187
Tokyo	133	176	137	136	188	194	131	188	128	342
Private portion	70	71	69	67	66	65	62	61	57	59
Corporate portion	59	102	66	67	119	127	66	124	68	280
Total domestic branches (before reconciliation of transit items)	59,789	59,158	61,422	61,042	63,361	63,310	65,755	64,033	66,596	70,474
Total for private portion	43,971	43,897	44,476	45,010	45,504	46,294	46,526	46,783	47,597	49,460
Total for corporate portion	13,163	13,441	13,895	14,572	15,009	15,194	15,415	15,478	15,572	17,771
Overseas branches	325	388	597	653	877	521	644	717	519	1,070
Total deposits	60,114	59,545	62,018	61,693	64,236	63,831	66,399	64,751	67,116	71,544
Liquidity	39,260	39,035	41,644	41,224	44,590	44,332	47,261	45,646	48,186	52,534
Time deposits	20,853	20,510	20,374	20,469	19,646	19,499	19,137	19,105	18,929	19,009
Domestic banking	59,187	58,569	60,869	60,433	62,671	62,564	65,120	63,406	65,999	69,876
International banking	926	976	1,149	1,260	1,565	1,267	1,278	1,344	1,116	1,668

Deposits (average balance)

(100 million yen)	FY2015	FY2016 1H	FY2016 1H	FY2017 1H	FY2017 1H	FY2018 1H	FY2018 1H	FY2019 1H	FY2019 1H	FY2020 1H
Okayama	44,544	45,887	45,766	46,806	47,003	48,589	48,754	50,008	50,166	54,031
	Private portion	34,599	34,963	35,082	35,697	35,981	36,755	37,054	37,681	37,915
	Corporate portion	8,541	8,989	9,014	9,442	9,464	9,958	9,927	10,354	10,385
Hiroshima	8,070	8,196	8,224	8,427	8,429	8,643	8,638	8,688	8,721	9,352
	Private portion	5,565	5,522	5,533	5,579	5,596	5,619	5,628	5,647	5,680
	Corporate portion	2,414	2,510	2,534	2,736	2,736	2,828	2,825	2,918	2,943
Kagawa, Ehime	3,977	3,969	3,992	4,050	4,064	4,073	4,053	4,025	4,022	4,238
	Private portion	2,817	2,780	2,772	2,762	2,765	2,760	2,754	2,739	2,729
	Corporate portion	1,153	1,181	1,210	1,284	1,294	1,310	1,296	1,283	1,289
Hyogo	1,005	1,042	1,054	1,115	1,116	1,141	1,141	1,124	1,130	1,205
	Private portion	625	626	627	637	638	637	636	626	626
	Corporate portion	371	408	420	477	476	503	503	497	503
Tottori	101	103	105	114	116	126	124	125	126	135
	Private portion	51	50	50	50	50	52	51	51	51
	Corporate portion	48	52	55	63	64	73	71	73	74
Osaka	200	213	215	218	220	233	241	227	231	248
	Private portion	67	65	67	69	68	68	68	70	71
	Corporate portion	132	147	147	148	150	164	171	157	160
Tokyo	177	193	185	163	155	157	149	140	144	207
	Private portion	70	71	70	68	67	66	65	62	58
	Corporate portion	105	119	112	92	85	88	82	75	81
Total domestic branches	58,076	59,606	59,546	60,896	61,107	62,963	63,104	64,340	64,546	69,420
Total for private portion	43,796	44,080	44,205	44,865	45,171	45,960	46,261	46,878	47,135	48,897
Total for corporate portion	12,766	13,410	13,497	14,246	14,276	14,925	14,879	15,361	15,441	16,979
Overseas branches	274	330	531	664	587	512	515	656	749	558
Total deposits	58,350	59,937	60,078	61,560	61,694	63,475	63,620	64,997	65,295	69,979
Liquidity	37,412	39,274	39,405	41,059	41,781	43,848	44,152	45,766	46,177	51,197
Time deposits	20,938	20,663	20,672	20,500	19,913	19,627	19,467	19,230	19,118	18,781
Domestic banking	57,458	59,009	58,956	60,277	60,486	62,216	62,397	63,717	63,922	68,810
International banking	892	928	1,122	1,282	1,208	1,259	1,223	1,279	1,373	1,168

Loans (year-end balance)

(100 million yen)		FY2015	FY2016	FY2016	FY2017	FY2017	FY2018	FY2018	FY2019	FY2019	FY2020
			1H								
	General capital	35,298	37,059	38,930	40,332	41,543	42,098	42,982	42,811	44,087	45,659
Scale	Large-scale companies	8,431	8,869	8,869	8,251	7,919	7,778	7,754	7,411	7,659	8,149
	Medium-scale companies	1,427	1,477	1,499	1,661	1,710	1,672	1,665	1,456	1,486	1,321
	Small-scale companies	17,389	18,568	20,309	22,067	23,426	24,044	24,754	24,941	25,772	26,915
	Private individuals	8,050	8,144	8,252	8,352	8,486	8,602	8,807	9,002	9,168	9,271
	Government and municipal loans	4,908	4,985	4,904	5,108	5,017	4,962	4,882	4,804	4,758	4,699
Region	State and local public works groups	4,836	4,932	4,847	5,067	4,979	4,939	4,860	4,793	4,745	4,692
	Local public corporations	71	53	57	40	38	23	21	11	12	7
	Total loans by domestic branches	40,206	42,045	43,835	45,440	46,561	47,061	47,864	47,616	48,845	50,358
Region	Okayama	21,166	22,441	24,003	25,305	25,973	26,423	26,911	26,808	27,667	28,351
	Hiroshima	6,924	7,162	7,415	7,671	7,935	8,128	8,408	8,503	8,583	8,918
	Kagawa, Ehime	2,766	2,839	2,985	3,097	3,241	3,236	3,351	3,362	3,391	3,527
	Hyogo	1,873	1,996	2,102	2,295	2,513	2,623	2,699	2,664	2,748	2,788
	Tottori	278	296	297	315	341	341	357	365	363	366
	Osaka	1,175	1,286	1,313	1,228	1,120	1,129	1,051	1,033	1,013	1,216
	Tokyo	6,022	6,020	5,717	5,525	5,433	5,177	5,084	4,879	5,077	5,189
	Loan liabilities	-	-	-	-	-	-	-	-	-	-
	Overseas branches	158	128	168	166	200	239	222	230	252	222
	Total loans	40,365	42,173	44,003	45,607	46,761	47,300	48,087	47,847	49,097	50,580

Loans (average balance)

(100 million yen)		FY2015	FY2016 1H	FY2016	FY2017 1H	FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H
General capital	Local development	33,908	36,191	37,230	39,604	40,295	41,680	42,194	42,744	43,113	44,954
	Type	16,832	17,746	18,132	18,840	19,237	20,043	20,381	20,819	21,008	21,922
	Urban	7,040	7,217	7,170	6,857	6,699	6,289	6,210	5,827	5,844	6,091
	Private loans	9,501	9,762	9,873	10,375	10,514	10,894	11,006	11,335	11,419	11,641
	Housing loan portion	7,487	7,507	7,542	7,655	7,668	7,738	7,783	7,975	8,040	8,239
	Other	532	1,464	2,055	3,531	3,843	4,454	4,597	4,762	4,845	5,299
	Government and municipal loans	4,688	4,984	4,952	5,082	5,055	4,999	4,932	4,818	4,770	4,741
	State and local public works groups	4,620	4,929	4,898	5,042	5,014	4,973	4,907	4,805	4,757	4,733
	Local public corporations	67	54	53	39	40	25	24	13	12	8
Total loans by domestic branches		38,596	41,175	42,182	44,686	45,350	46,679	47,126	47,563	47,883	49,695
Region	Okayama	20,021	21,812	22,607	24,665	25,181	26,114	26,381	26,741	26,967	28,035
	Hiroshima	6,733	7,008	7,168	7,517	7,652	8,014	8,167	8,444	8,485	8,806
	Kagawa, Ehime	2,639	2,781	2,832	3,028	3,086	3,216	3,254	3,356	3,375	3,464
	Hyogo	1,753	1,943	1,992	2,193	2,290	2,571	2,625	2,686	2,701	2,795
	Tottori	274	288	295	306	317	337	345	360	363	362
	Osaka	1,134	1,288	1,306	1,280	1,229	1,119	1,116	1,026	1,019	1,073
	Tokyo	6,038	6,053	5,980	5,694	5,593	5,305	5,234	4,947	4,970	5,157
Loan liabilities		-	-	-	-	-	-	-	-	-	-
Overseas branches		152	135	141	173	167	227	218	216	233	247
Total loans		38,748	41,310	42,324	44,859	45,518	46,907	47,344	47,780	48,116	49,942

Loans by Industry (year-end balance)

(100 million yen)	FY2015	FY2016 1H	FY2016	FY2017 1H	FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H
Domestic branches	40,206	42,045	43,835	45,440	46,561	47,061	47,864	47,616	48,845	50,358
Manufacturing	7,108	6,977	6,911	6,663	7,003	6,655	6,757	6,443	6,731	7,034
Agriculture, forestry	29	29	34	44	60	61	71	87	90	82
Fishing	11	17	25	46	45	36	32	34	27	28
Mining, stone, sand	22	22	21	20	21	20	21	21	20	22
Construction	1,159	1,140	1,214	1,194	1,296	1,221	1,304	1,210	1,280	1,390
Electric power, gas, heat supply, water	965	1,205	1,392	1,700	1,860	2,014	2,087	2,203	2,451	2,448
Information and communications	294	292	301	301	232	206	202	190	184	189
Transport, postal	1,460	1,602	1,719	1,939	2,036	2,095	2,171	2,093	2,163	2,465
Wholesale, retail	5,105	5,089	5,106	5,077	5,124	5,217	5,259	5,232	5,377	5,523
Financial, insurance	1,964	2,801	3,474	3,892	3,810	3,975	3,856	3,699	3,856	3,959
Real estate, goods leasing	4,917	5,374	5,623	6,041	6,387	6,539	6,672	6,914	7,007	7,254
Public corporations	71	53	57	40	38	23	21	11	12	7
Other	4,845	5,320	5,566	6,001	6,349	6,516	6,650	6,902	6,994	7,246
Various services	2,693	2,788	2,966	3,035	3,200	3,201	3,196	3,169	3,149	3,316
Public organizations	4,836	4,932	4,847	5,067	4,979	4,939	4,860	4,793	4,745	4,692
Other	9,637	9,770	10,195	10,414	10,502	10,875	11,371	11,523	11,758	11,950
Housing loans	7,588	7,637	7,672	7,683	7,736	7,790	7,930	8,082	8,213	8,326
Overseas branches + Offshore loans	158	128	168	166	200	239	222	230	252	222
Total	40,365	42,173	44,003	45,607	46,761	47,300	48,087	47,847	49,097	50,580

Loans by Industry (percentage)

	FY2015	FY2016 1H	FY2016 1H	FY2017 1H	FY2017	FY2018 1H	FY2018 1H	FY2019 1H	FY2019	FY2020 1H
Domestic branches	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
Manufacturing	17.7%	16.6%	15.8%	14.7%	15.0%	14.1%	14.1%	13.5%	13.8%	14.0%
Agriculture, forestry	0.1%	0.1%	0.1%	0.1%	0.1%	0.1%	0.1%	0.2%	0.2%	0.2%
Fishing	0.0%	0.0%	0.1%	0.1%	0.1%	0.1%	0.1%	0.1%	0.1%	0.1%
Mining, stone, sand	0.1%	0.1%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Construction	2.9%	2.7%	2.8%	2.6%	2.8%	2.6%	2.7%	2.5%	2.6%	2.8%
Electric power, gas, heat supply, water	2.4%	2.9%	3.2%	3.7%	4.0%	4.3%	4.4%	4.6%	5.0%	4.9%
Information and communications	0.7%	0.7%	0.7%	0.7%	0.5%	0.4%	0.4%	0.4%	0.4%	0.4%
Transport, postal	3.6%	3.8%	3.9%	4.3%	4.4%	4.5%	4.5%	4.4%	4.4%	4.9%
Wholesale, retail	12.7%	12.1%	11.6%	11.2%	11.0%	11.1%	11.0%	11.0%	11.0%	11.0%
Financial, insurance	4.9%	6.7%	7.9%	8.6%	8.2%	8.4%	8.1%	7.8%	7.9%	7.9%
Real estate, goods leasing	12.2%	12.8%	12.8%	13.3%	13.7%	13.9%	13.9%	14.5%	14.3%	14.4%
Public corporations	0.2%	0.1%	0.1%	0.1%	0.1%	0.0%	0.0%	0.0%	0.0%	0.0%
Other	12.1%	12.7%	12.7%	13.2%	13.6%	13.8%	13.9%	14.5%	14.3%	14.4%
Various services	6.7%	6.6%	6.8%	6.7%	6.9%	6.8%	6.7%	6.7%	6.4%	6.6%
Public organizations	12.0%	11.7%	11.1%	11.2%	10.7%	10.5%	10.2%	10.1%	9.7%	9.3%
Other	24.0%	23.2%	23.3%	22.9%	22.6%	23.1%	23.8%	24.2%	24.1%	23.5%
Housing loans	18.9%	18.2%	17.5%	16.9%	16.6%	16.6%	16.6%	17.0%	16.8%	16.5%

Share of Total Deposits

[Year-end balance] (%)		FY2015	FY2016 1H	FY2016	FY2017 1H	FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H
Okayama	Chugoku Bank	48.4	48.2	48.4	48.0	48.6	48.9	49.4	49.2	49.8	49.8
	Other than Chugoku Bank	51.6	51.8	51.6	52.0	51.4	51.1	50.6	50.8	50.2	50.2
	Local banks other than Chugoku Bank	8.1	8.1	8.1	7.9	7.8	7.5	7.8	7.7	7.7	7.7
	Secondary local banks	11.9	11.7	11.7	11.7	11.5	11.7	11.5	11.5	11.5	11.5
	City banks, trust banks	10.8	11.2	11.4	11.8	11.9	11.2	10.7	10.9	10.6	10.8
	Shinkin banks, investment association, etc.	20.8	20.8	20.4	20.6	20.3	20.5	20.5	20.7	20.4	20.2
Bingo region (Eastern region of Hiroshima)	Chugoku Bank	20.6	21.3	21.3	20.5	20.0	21.5	21.5	20.0	20.9	20.9
	Other than Chugoku Bank	79.4	78.7	78.7	79.5	80.0	78.5	78.5	80.0	79.1	79.1
	Local banks other than Chugoku Bank	40.9	40.0	40.2	40.7	41.2	39.8	40.3	41.4	41.3	41.0
	Secondary local banks	11.9	11.8	11.9	11.8	12.0	11.9	11.7	11.7	11.5	11.7
	City banks, trust banks	11.9	12.2	12.1	12.2	12.2	11.9	11.9	11.9	11.7	11.8
	Shinkin banks, investment association, etc.	14.7	14.7	14.5	14.8	14.6	14.8	14.5	15.0	14.5	14.6
Shikoku region	Chugoku Bank	7.7	7.8	7.7	7.7	7.7	7.6	7.4	7.3	7.4	7.4
	Other than Chugoku Bank	92.3	92.2	92.3	92.3	92.3	92.4	92.6	92.7	92.6	92.6
	Local banks other than Chugoku Bank	52.3	52.1	52.1	51.9	52.3	51.7	51.9	51.8	52.0	52.0
	Secondary local banks	17.1	17.2	17.1	17.3	17.2	17.5	17.7	17.7	17.6	17.7
	City banks, trust banks	10.7	10.4	10.8	10.8	10.8	10.8	10.8	10.8	10.6	10.4
	Shinkin banks, investment association, etc.	12.2	12.5	12.3	12.3	12.0	12.2	12.2	12.4	12.3	12.5

Note 1: Market shares (internal use) excluding postal savings and Nokyo savings

Note 2: Excluding offshore loans. Including our NCDs.

Share of Total Loans

[Year-end balance] (%)		FY2015	FY2016 1H	FY2016	FY2017 1H	FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H
Okayama	Chugoku Bank	39.7	41.0	42.1	42.9	43.0	43.1	43.0	42.6	42.8	42.8
	Other than Chugoku Bank	60.3	59.0	57.9	57.1	57.0	56.9	57.0	57.4	57.2	57.2
	Local banks other than Chugoku Bank	17.7	17.4	17.2	17.2	17.3	17.3	17.5	17.6	17.8	17.8
	Secondary local banks	17.5	17.4	17.3	17.4	17.3	17.4	17.3	17.2	16.9	16.9
	City banks, trust banks	9.8	9.2	8.8	8.1	8.2	8.0	8.1	8.4	8.8	8.4
	Shinkin banks, investment association, etc.	15.3	15.0	14.6	14.4	14.3	14.2	14.1	14.2	13.8	14.1
Bingo region (Eastern region of Hiroshima)	Chugoku Bank	22.8	23.0	22.8	22.8	22.7	22.5	22.8	22.6	22.1	22.5
	Other than Chugoku Bank	77.2	77.0	77.2	77.2	77.3	77.5	77.2	77.4	77.9	77.5
	Local banks other than Chugoku Bank	43.1	43.0	43.0	43.2	43.1	43.1	42.9	42.8	43.6	43.6
	Secondary local banks	14.1	14.3	14.7	15.1	15.3	15.0	15.1	14.8	14.7	14.3
	City banks, trust banks	8.8	8.7	8.7	8.2	8.3	8.7	8.6	9.1	9.3	8.9
	Shinkin banks, investment association, etc.	11.2	11.0	10.8	10.7	10.6	10.7	10.6	10.7	10.4	10.7
Shikoku region	Chugoku Bank	10.2	10.5	10.6	11.2	11.3	11.3	11.5	11.5	11.5	11.4
	Other than Chugoku Bank	89.8	89.5	89.4	88.8	88.7	88.7	88.5	88.5	88.5	88.6
	Local banks other than Chugoku Bank	50.5	50.3	49.9	49.6	49.9	49.4	49.6	48.9	49.2	49.0
	Secondary local banks	17.5	17.9	17.8	18.2	17.9	18.2	17.8	17.7	17.7	17.5
	City banks, trust banks	10.9	10.4	11.2	10.3	10.3	10.3	10.1	11.0	10.5	10.9
	Shinkin banks, investment association, etc.	10.9	10.9	10.5	10.7	10.5	10.9	10.8	10.9	11.1	11.2

Note 1: Market shares (internal use) excluding postal savings and Nokyo savings

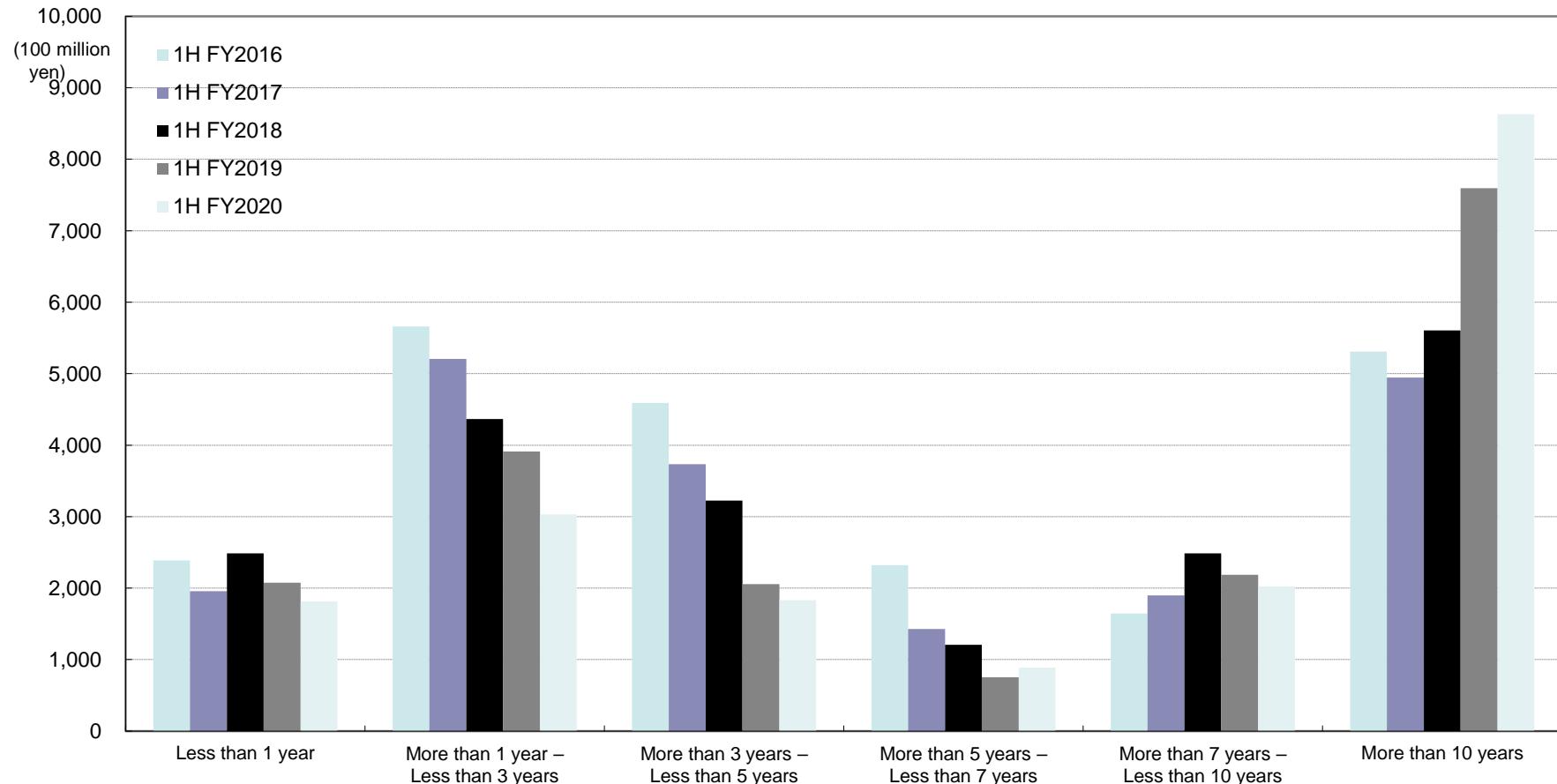
Balance by type

[Parent] (100 million yen)	FY2015	FY2016 1H	FY2016	FY2017 1H	FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H
Year-end balance	31,073	30,347	27,146	27,439	26,208	25,074	23,949	24,587	23,451	23,913
JGBs	12,069	11,295	9,064	8,111	8,536	7,649	6,502	6,091	6,534	6,827
Local bonds	5,441	5,579	5,635	6,716	6,781	7,259	7,234	7,714	7,513	7,482
Corporate bonds	4,256	3,965	3,251	3,499	3,617	3,680	3,762	3,853	3,558	3,351
Foreign bonds (Foreign currency denominated portion)	5,883	6,051	5,750	5,393	3,591	2,933	3,181	3,448	2,896	3,171
Other securities	(5,544)	(5,650)	(5,426)	(5,185)	(3,408)	(2,653)	(3,013)	(3,250)	(2,725)	(2,968)
Equities	1,728	1,897	1,753	1,848	1,859	1,793	1,747	2,102	1,735	1,749
Average balance during year	28,950	29,042	29,030	25,747	25,311	23,939	23,456	22,963	23,049	23,427
JGBs	11,715	11,151	10,765	8,447	8,225	7,726	7,314	5,899	5,982	6,939
Local bonds	4,988	5,504	5,559	6,173	6,375	6,997	7,029	7,474	7,544	7,457
Corporate bonds	4,116	3,969	3,835	3,405	3,423	3,658	3,641	3,837	3,741	3,444
Foreign bonds (Foreign currency denominated portion)	5,539	5,743	6,194	5,298	4,781	3,057	3,036	3,249	3,259	3,213
Other securities	(5,199)	(5,393)	(5,839)	(5,023)	(4,571)	(2,887)	(2,845)	(3,072)	(3,107)	(3,038)
Equities	1,374	1,490	1,520	1,379	1,434	1,484	1,455	1,566	1,605	1,525
Total	1,215	1,182	1,155	1,042	1,071	1,014	977	936	916	847

Valuation gain/loss

[Parent] (million yen)	FY2015	FY2016 1H	FY2016	FY2017 1H	FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H
Securities held to maturity	759	763	565	512	488	388	457	490	320	283
Subsidiary/affiliate equities	-	-	-	-	-	-	-	-	-	-
Other securities	162,262	155,021	132,300	148,508	141,551	142,815	133,717	146,879	89,501	115,720
Equities	47,280	41,615	57,643	75,537	73,051	75,927	53,277	50,380	36,473	47,504
Bonds	69,801	68,904	40,296	36,548	36,053	25,004	42,395	46,371	30,478	27,109
Others	45,181	44,501	34,361	36,422	32,446	41,883	38,044	50,127	22,549	41,106
Total	163,022	155,785	132,866	149,020	142,039	143,203	134,174	147,370	89,821	116,004

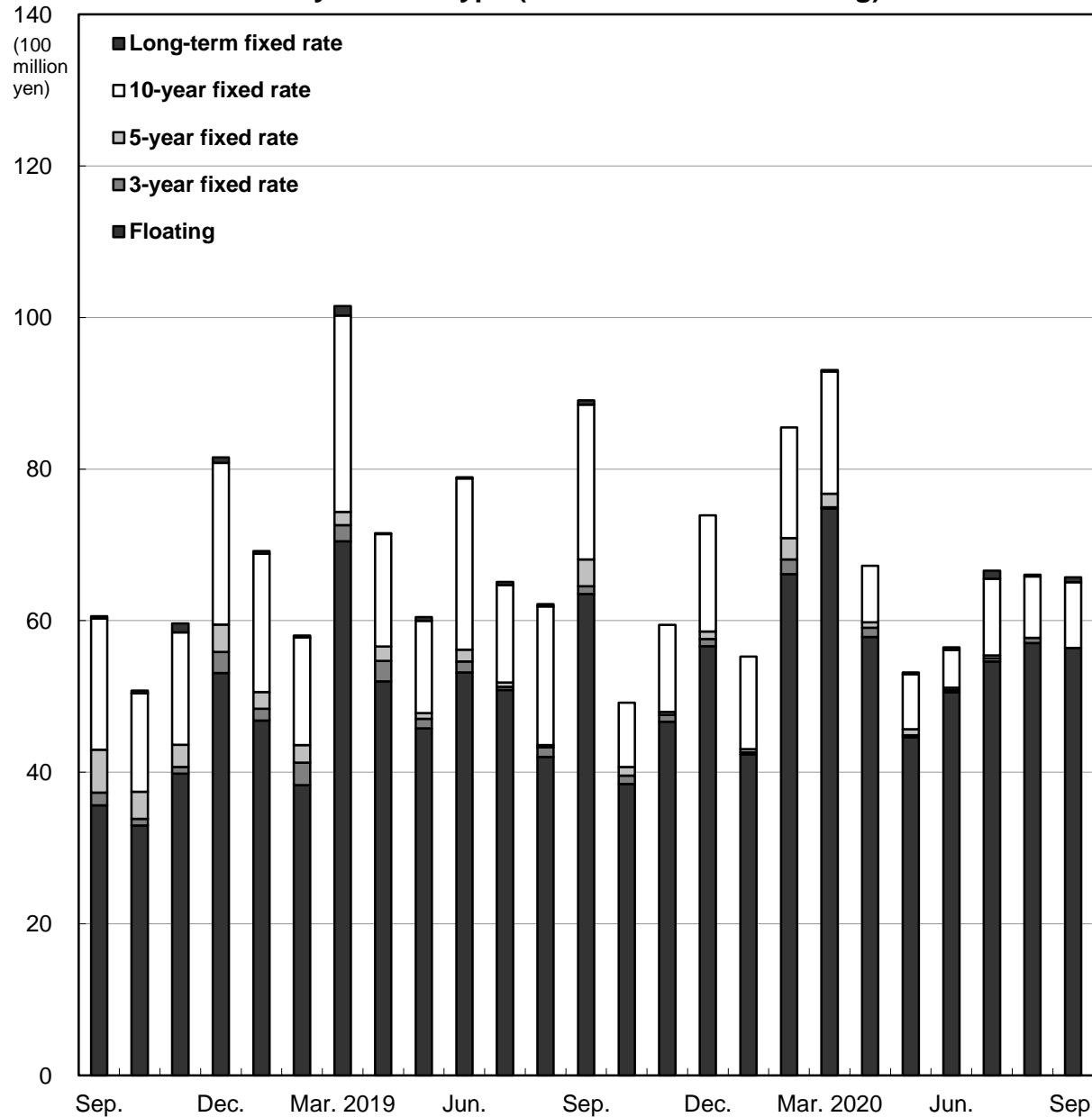
Outstanding balance based on the remaining number of years to maturity for securities



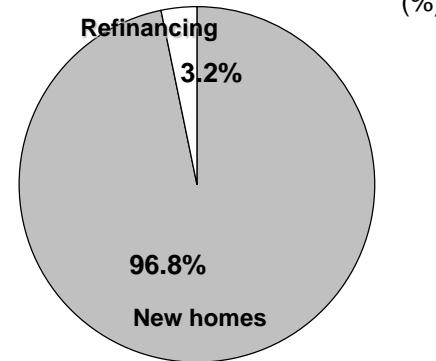
Duration

(year)	FY2015	FY2016 1H	FY2016 1H	FY2017 1H	FY2017	FY2018 1H	FY2018 1H	FY2019 1H	FY2019 1H	FY2020 1H
Yen denominated	5.4	5.8	4.5	4.8	4.7	5.0	5.1	5.4	5.5	5.5
Foreign currency denominated	4.4	5.0	4.2	3.8	4.2	4.7	4.1	4.4	3.7	2.5

Loans executed by interest type (new homes + refinancing)

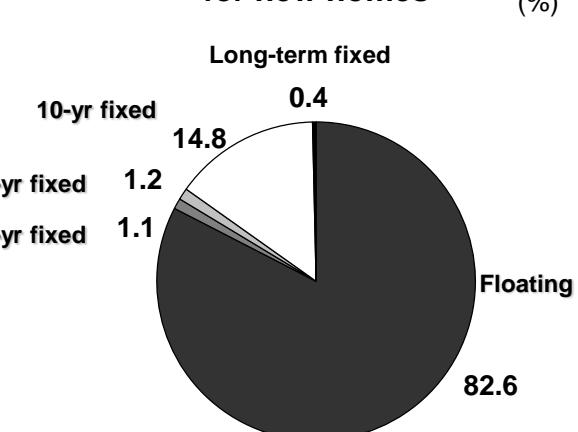


Breakdown of use of loans executed



Total for period from Oct. 2019 to Sep. 2020

Ratio of loans by interest type for new homes



Total for period from Oct. 2019 to Sep. 2020

Non-Performing Loans

Risk monitored loans

[Parent] (million yen, %)	FY2015	FY2016 1H	FY2016	FY2017 1H	FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H
1. Loans in bankruptcy proceedings (% of total loans outstanding)	4,311 0.11	4,706 0.11	4,625 0.11	4,462 0.10	3,881 0.08	3,363 0.07	3,578 0.07	3,676 0.08	5,340 0.11	4,745 0.09
2. Delinquent loans (% of total loans outstanding)	61,003 1.51	55,528 1.32	59,435 1.35	56,169 1.23	50,956 1.09	48,947 1.03	45,158 0.94	44,896 0.94	44,426 0.90	48,229 0.95
3. Loans more than 3 months delinquent (% of total loans outstanding)	1,055 0.03	2,025 0.05	802 0.02	724 0.02	1,509 0.03	789 0.02	876 0.02	739 0.02	757 0.02	1,376 0.03
4. Restructured loans (% of total loans outstanding)	16,606 0.41	15,262 0.36	15,349 0.35	14,283 0.31	14,819 0.32	16,523 0.35	19,189 0.40	19,722 0.41	22,206 0.45	27,443 0.54
Total risk monitored loans (% of total loans outstanding)	82,976 2.06	77,524 1.84	80,213 1.82	75,639 1.66	71,168 1.52	69,623 1.47	68,802 1.43	69,035 1.44	72,731 1.48	81,795 1.62

Loans based on the Financial Reconstruction Act

[Parent] (million yen)	FY2015	FY2016 1H	FY2016	FY2017 1H	FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H
Bankrupt and quasi-bankrupt loans (after partial direct write-off)	20,782 (8,296)	19,916 (7,592)	20,653 (7,981)	21,381 (8,214)	20,917 (7,773)	18,809 (7,162)	21,308 (8,183)	21,512 (8,248)	21,851 (8,471)	19,661 (7,212)
Doubtful loans	45,871	41,164	44,443	39,819	34,721	34,303	27,959	27,489	28,142	33,453
Substandard loans	17,662	17,288	16,151	15,007	16,329	17,313	20,065	20,461	22,964	28,820
Subtotal (A) (after partial direct write-off) (B)	84,316 (71,829)	78,368 (66,044)	81,248 (68,576)	76,207 (63,040)	71,968 (58,824)	70,425 (58,778)	69,334 (56,208)	69,463 (56,199)	72,957 (59,578)	81,934 (69,486)
Healthy loans	4,046,731	4,243,414	4,433,756	4,610,832	4,734,322	4,791,861	4,869,157	4,847,703	4,970,651	5,114,051
Total (C) (after partial direct write-off) (D)	4,131,048 (4,118,561)	4,321,783 (4,309,459)	4,515,005 (4,502,333)	4,687,040 (4,673,873)	4,806,290 (4,793,146)	4,862,286 (4,850,640)	4,938,491 (4,925,366)	4,917,167 (4,903,903)	5,043,609 (5,030,229)	5,195,986 (5,183,538)
Ratio of target loans (A/C) (after partial direct write-off) (B/D)	2.04 (1.74)	1.81 (1.53)	1.80 (1.52)	1.63 (1.35)	1.50 (1.23)	1.45 (1.21)	1.40 (1.14)	1.41 (1.15)	1.44 (1.18)	1.58 (1.34)

*We do not implement partial direct write-off.

Debtor Classification Transition in 1H

(Upper level: Forecast Lower level: Value (100 million yen))

		FY2020 1H							Favorable turnaround	Deterioration
		Healthy loans	Other doubtful loans	Substandard loans	Virtually bankrupt loans	Legally bankrupt loans	Bankrupt clients	Other (see note)		
FY2019	Healthy loans	158,021								1,215
		46,596								665
	Other doubtful loans	6,670							362	147
		2,063							124	100
	Substandard loans	1,195							61	33
		322							40	12
	Virtually bankrupt loans	971							11	14
		280							34	5
	Legally bankrupt loans	871							13	17
		165							1	13
	Bankrupt clients	228							1	
		53							0	
	Total	167,956							448	1,426
		49,479							198	796

		Healthy loans	Other doubtful loans	Substandard loans	Virtually bankrupt loans	Legally bankrupt loans	Bankrupt clients	Other (see note)	Favorable turnaround	Deterioration
FY2020 1H										
		155,588	981	83	23	128	0	1,218		
		45,380	553	61	48	3	0	551		
		362	5,715	72	45	27	3	446		
		124	1,823	58	35	5	1	16		
		8	53	989	13	18	2	112		
		11	29	266	10	2	1	4		
		2	7	2	880	13	1	66		
		0	33	0	237	5	0	4		
		2	8	2	1	582	17	259		
		0	0	0	0	140	13	11		
		-	-	-	1	-	201	26		
		-	-	-	0	-	42	11		
		155,962	6,764	1,148	963	768	224	2,127		
		45,516	2,438	385	331	156	58	597		

Note: "Other" indicates loans that were cancelled as of the end of March 2020 or those excluded from the self-assessment due to their small size.

Debtor Classification Transition in 1H (comparison)



(Upper level: Forecast Lower level: Value)

		FY2020 1H							Favorable turnaround	Deterioration
		Healthy loans	Other doubtful loans	Substandard loans	Virtually bankrupt loans	Legally bankrupt loans	Bankrupt clients	Other (see note)		
FY2019	Healthy loans	100%	98.46%	0.62%	0.05%	0.01%	0.08%	-	0.77%	0.77%
		100%	97.40%	1.18%	0.13%	0.10%	0.01%	-	1.18%	1.42%
	Other doubtful loans	100%	5.43%	85.68%	1.08%	0.67%	0.40%	0.04%	6.69%	5.43% 2.20%
		100%	6.02%	88.45%	2.81%	1.70%	0.24%	0.05%	0.73%	6.02% 4.80%
	Substandard loans	100%	0.67%	4.44%	82.76%	1.09%	1.51%	0.17%	9.37%	5.10% 2.76%
		100%	3.46%	8.81%	83.33%	2.83%	0.31%	0.00%	1.26%	12.26% 3.14%
	Virtually bankrupt loans	100%	0.21%	0.72%	0.21%	90.63%	1.34%	0.10%	6.80%	1.13% 1.44%
		100%	0.00%	11.87%	0.00%	84.89%	1.80%	0.00%	1.44%	11.87% 1.80%
	Legally bankrupt loans	100%	0.23%	0.92%	0.23%	0.11%	66.82%	1.95%	29.74%	1.49% 1.95%
		100%	0.00%	0.00%	0.00%	0.00%	85.89%	7.36%	6.75%	0.00% 7.36%
Bankrupt clients	Bankrupt clients	100%	-	-	-	0.44%	-	88.16%	11.40%	0.44%
		100%	-	-	-	0.00%	-	80.77%	19.23%	0.00%
Total		100%	92.86%	4.03%	0.68%	0.57%	0.46%	0.13%	1.27%	0.27% 0.85%
		100%	92.01%	4.92%	0.77%	0.66%	0.31%	0.11%	1.20%	0.40% 1.60%

Note: "Other" indicates loans that were cancelled as of the end of March 2020 or those excluded from the self-assessment due to their small size.

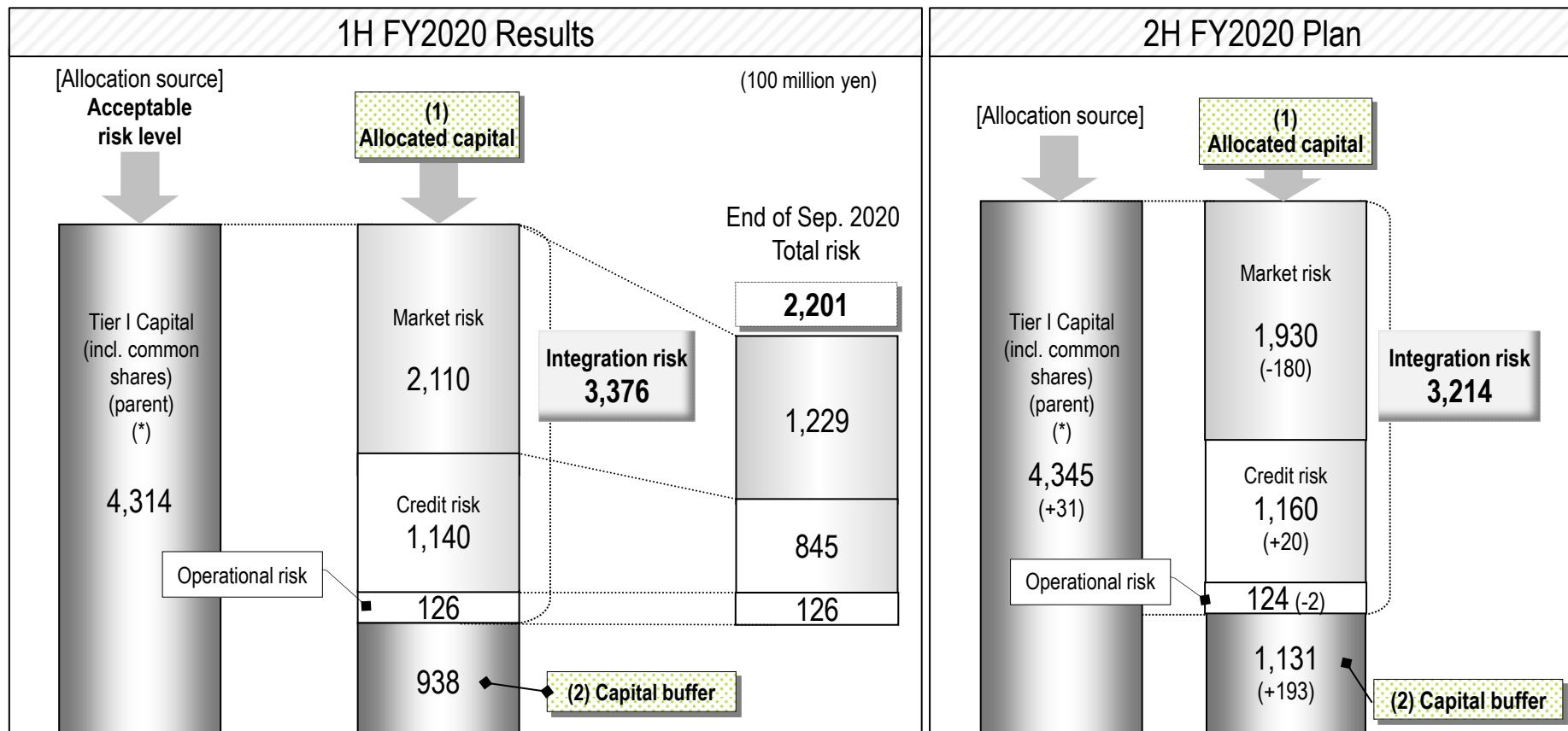
Capital Adequacy Ratio Trends

[Basel III standards]

[Parent] (% , 100 million yen)	FY2016	1H FY2017	FY2017	1H FY2018	FY2018	1H FY2019	FY2019	1H FY2020
Overall capital adequacy ratio	13.06	13.03	12.87	12.96	12.56	13.25	12.70	12.63
Tier I ratio	12.77	12.71	12.87	12.96	12.56	13.25	12.70	12.63
Tier I ratio (including common shares)	12.77	12.71	12.87	12.96	12.56	13.25	12.70	12.63
Overall capital adequacy	4,817	5,004	5,078	5,159	5,104	5,226	4,849	5,080
Tier 1 capital	4,712	4,883	5,078	5,159	5,104	5,226	4,849	5,080
Common equity Tier 1 capital	4,712	4,883	5,078	5,159	5,104	5,226	4,849	5,080
Risk weighted assets	36,880	38,402	39,449	39,781	40,609	39,441	38,187	40,200
Credit risk	35,267	36,812	37,889	38,247	39,104	37,957	36,727	38,745
Operational risk	1,612	1,590	1,559	1,533	1,504	1,484	1,460	1,455

[Consolidated] (% , 100 million yen)

[Consolidated] (% , 100 million yen)	FY2016	1H FY2017	FY2017	1H FY2018	FY2018	1H FY2019	FY2019	1H FY2020
Overall capital adequacy ratio	13.38	13.39	13.22	13.33	12.88	13.62	13.04	13.02
Tier I ratio	13.08	13.06	13.22	13.32	12.88	13.61	13.04	13.02
Tier I ratio (including common shares)	13.08	13.06	13.22	13.32	12.88	13.61	13.04	13.02
Overall capital adequacy	4,978	5,174	5,250	5,336	5,267	5,397	5,021	5,265
Tier 1 capital	4,863	5,046	5,247	5,334	5,265	5,395	5,019	5,262
Common equity Tier 1 capital	4,863	5,046	5,247	5,334	5,265	5,395	5,019	5,262
Risk weighted assets	37,181	38,642	39,691	40,026	40,867	39,625	38,485	40,418
Credit risk	35,494	36,977	38,054	38,413	39,280	38,057	36,937	38,875
Operational risk	1,687	1,665	1,637	1,612	1,586	1,568	1,547	1,542



(*) Valuation difference on available-for-sale securities, etc. is deducted.

Figures in parentheses represent versus 1H FY2020.

(Reference) IRRBB (Interest Rate Risk in the Banking Book) (non-consolidated)
(as of end of Sep. 2020)

(1) Allocated capital	Capital allocated to each risk up to the allocated source (Risk limit)	Maximum value of ΔEVA	18.4 billion yen
(2) Capital buffer	<ul style="list-style-type: none"> ✓ Reserves of capital in case of its losses due to stress ✓ In case of immeasurable risks ✓ When econometric model unable to estimate risk ✓ Reserves in case of new risk-taking, etc. 	Materiality test (maximum value of ΔEVA / Tier I)	3.6%
\Rightarrow The interest risk (maximum value of ΔEVA) of the Chugoku Bank was within 15% of Tier I capital and meets the requirements of the materiality test by the authorities.			

Use of Allocate Capital and Risk Exposure Assumptions

Capital Allocation and Integration Risk Trends (supplement)

The table below illustrates trends in capital allocation and integration risks in 2H FY2019, and the capital allocation trends in 1H FY2020.

(100 million yen)

	2H FY2019		1H FY2020			Calculation methods, etc. (Supplement measurements)
	Value	Risk exposure (End of Mar. 2020)	Value	YoY	Major factors that triggered change	
Allocation source	4,288		4,314	(+26)	—	
Allocated capital (Integration risk)	3,057	2,131	3,376	(+319)		Valuation difference on available-for-sale securities, etc. were deducted from non-consolidated common equity Tier 1 capital as of March 31, 2020.
Market risk total	1,890	1,189	2,110	(+220)		
Banking	1,870	Interest risk Price fluctuation risk (Correlation)	2,090	(+220)	• Increased due to the policy to increase the balance of foreign bonds and investment trusts.	<ul style="list-style-type: none"> • VaR (factor in 125-day retention period, 99.9% confidence level, core deposits) • Employ VaR taking into account the correlation between interest risk and equities (net investment) • For cross-shareholdings, deduct valuation gains from VaR
Trading	20	0	20	(0)	—	<ul style="list-style-type: none"> • VaR (10-day retention period, 99.9% confidence level) • Money in trust • Trading securities
Credit risk total	1,040	814	1,140	(+100)	—	
Commercial credit	860	665	960	(+100)	• Increased due to the policy to increase the balance of specified loans and securitized products.	<ul style="list-style-type: none"> • Monte Carlo simulation UL (1-year retention period*, 99.9% confidence level) • For securitization, some restrictions on capital
Consumer credit	180	149	180	(0)	—	• Commercial credit, including securities, and assets possessed by consolidated subsidiaries
Operational risk	127	127	126	(- 1)	—	(* Six months for market related credit (bonds))
(Unused allocated capital)		926				Capital requirements
Capital buffer	1,231		938	(- 293)	• Buffer against market risk and credit risk	• Home loans, etc.
						Reserves of capital in case of its losses due to stress, in case risk increases more than expected, and in case of new risk-taking

Group Company Performance Trends

(Million yen, %)	Business profile	Real ownership ratio		FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H
Chugin Lease Co., Ltd	Leasing	100.00	Ordinary revenue	11,245	5,772	11,312	5,879	12,038	6,370
			Recurring profit	823	561	873	455	764	446
			Net income	553	397	600	324	523	324
Chugin Credit Guarantee Co., Ltd.	Credit assurance	100.00	Ordinary revenue	1,608	894	1,713	919	1,744	919
			Recurring profit	1,344	650	1,290	716	1,275	623
			Net income	885	459	878	500	871	444
Chugin Card Co., Ltd.	Credit card	100.00	Ordinary revenue	1,439	772	1,526	825	1,626	835
			Recurring profit	354	196	344	250	417	273
			Net income	240	151	246	189	297	201
Chugin Asset Management Co., Ltd.	Securities investment advisor	100.00	Ordinary revenue	454	267	516	288	579	309
			Recurring profit	54	60	94	61	112	89
			Net income	39	48	71	48	83	69
Chugin Securities Co., Ltd.	Financial instrument transactions	100.00	Ordinary revenue	4,303	1,589	2,731	1,048	2,753	1,226
			Recurring profit	735	108	-100	-240	-109	-55
			Net income	521	72	-137	-261	-146	-59
CBS Co., Ltd.	Banking operation outsourcing	100.00	Ordinary revenue	1,136	519	1,035	487	972	474
			Recurring profit	232	69	142	55	107	57
			Net income	151	45	90	35	67	39
Chugin Operation Center Co., Ltd.	Banking operation outsourcing	100.00	Ordinary revenue	789	382	732	364	711	307
			Recurring profit	30	27	30	23	36	20
			Net income	17	17	17	17	23	14

Key Press Releases

2020	April 1	Participation of OKAYAMA GUARANTEE Association in the Okayama Co-creation Partnership
	April 13	Execution of the "Agreement to Coordinate Disaster Response Operations" with the Development Bank of Japan
	April 14	Release of an image video of the Medium-term Management Plan: "Plan for Creating the Future Together: Stage II"
	April 24	Acceptance of application for "Okayama City Momosta Start-up School" started
	April 27	Participation of Bank of the Ryukyus, Limited in the T SUBASA Alliance
	April 30	Establishment of the "Holiday Consulting Desk for Substantially Interest-free Loans" during Golden Week
	April 30	Cooperation with the "Emergency Consulting Meeting concerning Countermeasures against COVID-19" hosted by Okayama Prefecture (Okayama Co-creation Partnership)
	May 8	Establishment of a Consulting Desk concerning Covid-19 (Okayama Co-creation Partnership)
	May 20	Selection of Chugoku Bank in the "Characteristic Initiative Cases" Contributing to Regional Revitalization by Financial Institutions for FY2019 (Initiatives for the formation of regional start-up ecosystems)
	June 29	Original ecological bags jointly created by T SUBASA Alliance member banks (Collaborative measures of T SUBASA Alliance)
	June 30	Execution of "Agreement on Coordination and Cooperation for Industrial Promotion Using Cutting-edge Technologies Including AI and IoT"
	June 30	Financial assistance for those affected by COVID-19 by using funds
	July 1	Reorganization of the Headquarters
	July 21	Establishment of a joint venture by the member banks of the T SUBASA Alliance
	July 31	Launch of a strategic initiative with IBM Japan, Ltd. to enhance digital strategies
	July 31	Loans with equity capital attributes (Capital Loan) to assist fundraising are now available.
	August 14	Establishment of "Regional Revitalization and the SDGs Project" and the "New Business Development Project"
	August 26	Reorganization of sales offices in the Shikoku region for the life planning business (asset management business)
	August 31	Notice on the issuance of social bonds whose proceeds will be applied to loans for countermeasures against COVID-19
	August 31	Cooperation with an M&A web matching service operator: to enhance business matching via the Internet
	September 7	Introduction of "Setouchi Shopping Yell," an Internet shopping site aimed at supporting local businesses
	September 16	Responses to customers suffering damages from the fraudulence relating to the "Docomo account"
	September 24	Delivery of a prospectus and a supplementary prospectus via the Internet
	September 25	New initiative for enhancing the consulting business
	September 30	Arrangement of project finance for the PFI business (concession method) and the PPP business