

**Quarterly Financial Highlights**  
**For the Three Months Ended June 30, 2016**



**SAN-IN GODO BANK**

## Table of Contents

Consolidated Balance Sheets.....	1
Consolidated Statements of Income.....	2
Consolidated Statements of Comprehensive Income.....	2
Financial Data (consolidated).....	3
Securities (consolidated).....	4
Soundness of Assets (non-consolidated).....	5

**(Note)**

Information presented herein has been extracted from the original material, solely for the convenience of the readers outside Japan.

The amounts, ratios or any other information presented herein have not been audited.

## The San-in Godo Bank, Ltd. and Consolidated Subsidiaries

### Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2016	As of June 30, 2016
<b>Assets:</b>		
Cash and due from banks	586,531	504,929
Call loans and bills purchased	27,718	5,822
Debt purchased	8,981	8,803
Trading securities	370	308
Money held in trust	6,497	6,521
Securities	1,860,333	1,871,522
Loans and bills discounted	2,589,659	2,597,047
Foreign exchange	5,615	3,627
Lease receivables and investment assets	25,282	24,966
Other assets	30,683	29,684
Tangible fixed assets	38,251	37,895
Intangible fixed assets	2,187	2,039
Deferred tax assets	306	280
Customers' liabilities for acceptances and guarantees	18,113	15,914
Reserve for possible loan losses	(39,870)	(40,820)
Reserve for devaluation of securities	(107)	(90)
<b>Total assets</b>	<b>5,160,556</b>	<b>5,068,452</b>
<b>Liabilities:</b>		
Deposits	3,868,638	3,785,073
Call money and bills sold	31,550	6,997
Payables under repurchase agreements	-	16,465
Cash collateral received under securities lending	278,390	279,034
Borrowed money	458,117	507,293
Foreign exchange	16	22
Other liabilities	101,041	44,584
Reserve for employees' bonuses	1,054	-
Net defined benefit liabilities	12,742	12,469
Reserve for directors' and corporate auditors' retirement benefits	81	57
Reserve for reimbursement of deposits	363	337
Reserve for contingencies	837	858
Reserve under special laws	0	0
Deferred tax liabilities	13,503	16,157
Deferred tax liabilities for land revaluation excess	2,376	2,376
Acceptances and guarantees	18,113	15,914
<b>Total liabilities</b>	<b>4,786,828</b>	<b>4,687,642</b>
<b>Net assets:</b>		
Common stock	20,705	20,705
Capital surplus	15,516	15,844
Retained earnings	247,413	248,940
Treasury stock	(629)	(504)
<b>Total shareholders' equity</b>	<b>283,006</b>	<b>284,985</b>
Net unrealized gain on other securities	75,089	80,212
Net deferred gain/(loss) on hedging instruments	(43)	14
Land revaluation excess	3,001	3,001
Valuation adjustment of defined benefit plans	(5,944)	(5,643)
<b>Total accumulated other comprehensive income</b>	<b>72,102</b>	<b>77,585</b>
Subscription rights to share	521	470
Non-controlling interests	18,098	17,768
<b>Total net assets</b>	<b>373,728</b>	<b>380,809</b>
<b>Total liabilities and net assets</b>	<b>5,160,556</b>	<b>5,068,452</b>

## The San-in Godo Bank, Ltd. and Consolidated Subsidiaries

### Consolidated Statements of Income

(Millions of yen)

	For the three months ended June 30, 2015	For the three months ended June 30, 2016
<b>Ordinary income:</b>	<b>24,082</b>	<b>22,800</b>
Interest income	15,541	15,944
<i>Interest on loans and bills discounted</i>	8,369	8,165
<i>Interest and dividends on securities</i>	6,178	6,907
Fees and commissions	2,894	2,636
Other operating income	3,461	3,669
Other income	2,184	550
<b>Ordinary expenses:</b>	<b>16,699</b>	<b>18,138</b>
Interest expenses	1,953	2,042
<i>Interest on deposits</i>	1,257	1,251
Fees and commissions	879	938
Other operating expenses	3,053	3,293
General and administrative expenses	10,582	10,843
Other expenses	230	1,020
<b>Ordinary profit</b>	<b>7,383</b>	<b>4,661</b>
<b>Extraordinary gains</b>	<b>0</b>	<b>0</b>
<b>Extraordinary losses</b>	<b>5</b>	<b>16</b>
<b>Income before income taxes</b>	<b>7,378</b>	<b>4,646</b>
<b>Income taxes</b>	<b>2,479</b>	<b>1,365</b>
: current	878	1,310
: deferred	1,600	55
<b>Net income :</b>	<b>4,899</b>	<b>3,280</b>
<b>Attributable to non-controlling interests</b>	<b>127</b>	<b>50</b>
<b>Attributable to owners of the Bank</b>	<b>4,771</b>	<b>3,230</b>

### Consolidated Statements of Comprehensive Income

(Millions of yen)

	For the three months ended June 30, 2015	For the three months ended June 30, 2016
<b>Net income</b>	<b>4,899</b>	<b>3,280</b>
<b>Other comprehensive income :</b>	<b>(2,146)</b>	<b>5,471</b>
Net unrealized gain on other securities	(2,449)	5,111
Net deferred gain/(loss) on hedging instruments	88	58
Valuation adjustment of defined benefit plans	214	301
<b>Comprehensive income :</b>	<b>2,752</b>	<b>8,752</b>
<b>Attributable to owners of the Bank</b>	<b>2,594</b>	<b>8,713</b>
<b>Attributable to non-controlling interests</b>	<b>157</b>	<b>39</b>

## Financial Data (consolidated)

### Highlights (Millions of yen)

	For the three months ended June 30, 2015 (B)	For the three months ended June 30, 2016 (A)	(A)-(B)
Ordinary profit	7,383	4,661	(2,722)
Net income attributable to owners of the Bank	4,771	3,230	(1,541)
Earnings per share - basic (Yen)	¥29.92	¥20.36	(¥9.56)
Earnings per share - diluted (Yen)	¥29.72	¥20.27	(¥9.45)

(%)

	As of March 31, 2016 (B)	As of June 30, 2016 (A)	(A)-(B)
Net assets (except for subscription rights to share and non-controlling interests) ratio	6.8	7.1	0.3

### Projections for the year ending March 31, 2017 (Millions of yen)

	For the three months ended June 30, 2016	For the six months ending September 30, 2016	For the year ending March 31, 2017
Ordinary income	22,800	45,800	92,200
Ordinary profit	4,661	10,000	20,500
Net income attributable to owners of the Bank	3,230	6,300	13,300
Earnings per share - basic (Yen)	¥20.36	¥39.72	¥83.86

## Securities (consolidated)

### Holding gains and losses of other securities (consolidated) (100 Millions of yen)

	As of June 30, 2015			
	Fair value	Net gain / (loss)		
			gains	losses
Other securities	17,793	909	923	13
Stocks	614	274	276	1
Bonds	13,896	485	488	3
Others	3,282	148	157	8

	As of June 30, 2016			
	Fair value	Net gain / (loss)		
			gains	losses
Other securities	18,223	1,160	1,226	65
Stocks	500	147	181	33
Bonds	13,328	804	804	0
Others	4,393	208	239	31

	As of March 31, 2016			
	Fair value	Net gain / (loss)		
			gains	losses
Other securities	18,123	1,085	1,117	32
Stocks	531	188	200	12
Bonds	13,552	712	712	0
Others	4,038	184	204	19

## Soundness of Assets (non-consolidated)

### Disclosed Assets Based on the Financial Reconstruction Act (non-consolidated)

(Millions of yen)

	As of June 30, 2015 (B)	As of June 30, 2016 (A)	(A)-(B)
Bankrupt and quasi-bankrupt assets	16,957	16,716	(241)
Doubtful assets	34,778	33,606	(1,172)
Substandard loans	15,363	17,065	1,702
Subtotal (C)	67,099	67,388	289
Normal assets	2,410,500	2,600,301	189,801
Total (D)	2,477,599	2,667,689	190,090

(C)/(D) (%)	2.70	2.52	(0.18)
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### Risk managed loans (non-consolidated)

(Millions of yen)

	As of June 30, 2015 (B)	As of June 30, 2016 (A)	(A)-(B)
Risk managed loans (E)	66,164	66,556	392
Loans to borrowers under bankruptcy proceedings	2,513	1,760	(753)
Non-accrual past due loans	48,287	47,729	(558)
Loans past due for three months or more	1	372	371
Loans with altered lending conditions	15,361	16,693	1,332

Loans and bills discounted (F)	2,426,290	2,612,294	186,004
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Ratio of risk managed loans (E)/(F) (%)	2.72	2.54	(0.18)
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