

Translation

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Summary of Consolidated Financial Results for the Year Ended March 31, 2024 (Based on Japanese GAAP)

May 14, 2024

Company name: The Chiba Kogyo Bank, Ltd.
 Stock exchange listing: Tokyo
 Stock code: 8337 URL <https://www.chibakogyo-bank.co.jp/>
 Representative: President (CEO) Managing Executive Officer Hitoshi Umeda
 General Manager of Management Planning
 Inquiries: Division Junji Nakamura TEL 043-243-2111
 Scheduled date of ordinary general meeting of shareholders: June 26, 2024
 Scheduled date to file Securities Report: June 26, 2024
 Scheduled date to commence dividend payments: June 27, 2024
 Trading accounts: No
 Preparation of supplementary material on financial results: Yes
 Holding of financial results meeting: Yes (for institutional investors and analysts)

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)

(1) Consolidated operating results

Percentages indicate year-on-year changes

	Ordinary income		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
Year ended March 31, 2024	54,584	6.3	10,250	5.9	7,428	14.6
Year ended March 31, 2023	51,303	0.1	9,671	7.3	6,477	1.4

(Note) Comprehensive income Fiscal Year 2023: ¥19,860 million [(-%)] Fiscal Year 2022: (¥275 million) [(-%)]

	Earnings per share	Diluted earnings per share	Profit attributable to owners of parent/equity	Ordinary profit/total assets	Ordinary profit/ordinary income
	Yen	Yen	%	%	%
Year ended March 31, 2024	112.62	52.79	5.2	0.3	18.7
Year ended March 31, 2023	92.07	28.90	4.7	0.2	18.8

(Reference) Share of loss (profit) of entities accounted for using equity method Fiscal Year 2023: ¥— Fiscal Year 2022: ¥—

(Note) "Profit attributable to owners of parent/equity" is calculated by dividing "(Profit attributable to owners of parent - Total dividends paid to preferred shareholders)" by "{(Equity at beginning of period - Number of issued shares of preferred stock at beginning of period x Issue value) + (Equity at end of period - Number of issued shares of preferred stock at end of period x Issue value)} ÷ 2."

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2024	3,229,226	187,280	5.6	2,279.01
As of March 31, 2023	3,180,129	170,718	5.2	1,964.23

(Reference) Capital assets Fiscal Year 2023: ¥182,510 million Fiscal Year 2022: ¥166,476 million

(Note) "Equity ratio" is calculated by dividing "(Total net assets at end of period - Share acquisition rights at end of period - Non-controlling interests at end of period)" by "Total assets at end of period." Note that this "Equity ratio" is not the equity ratio provided for in the notice of equity ratio.

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Year ended March 31, 2024	13,187	(12,785)	(3,331)	258,622
Year ended March 31, 2023	(430,231)	10,813	(4,479)	261,551

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Dividend payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Year ended March 31, 2023	—	0.00	—	5.00	5.00	296	5.4	0.2
Year ended March 31, 2024	—	0.00	—	10.00	10.00	593	8.8	0.4
Year ending March 31, 2025 (Forecast)	—	0.00	—	10.00	10.00		11.7	

(Note) The above-mentioned “Cash dividends” refers to the status of dividends on common shares. For information on the status of dividends on class shares (unlisted) issued by the Bank with different relationship of interest from the common shares, see “Cash dividends on class shares” on page 3.

3. Forecast of consolidated financial results for the year ending March 31, 2025 (from April 1, 2024 to March 31, 2025)

Percentages indicate year-on-year changes

	Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2024	3,800	(36.7)	2,000	(54.4)	34.93
Full year	9,300	(9.2)	5,700	(23.2)	84.88

4. Notes

(1) Changes in significant subsidiaries during the year ended March 31, 2024

(changes in specified subsidiaries resulting in the change in scope of consolidation):

No

(2) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

Changes in accounting policies due to revisions to accounting standards and other regulations:

No

Changes in accounting policies due to other reasons:

No

Changes in accounting estimates:

No

Restatement of prior period financial statements:

No

(3) Number of issued shares (common shares)

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

As of March 31, 2024	62,222,045 shares	As of March 31, 2023	62,222,045 shares
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Number of treasury shares at the end of the period

As of March 31, 2024	4,962,715 shares	As of March 31, 2023	4,994,313 shares
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Average number of shares during the period

Year ended March 31, 2024	57,250,640 shares	Year ended March 31, 2023	59,135,215 shares
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※This financial results report is not subject to auditing by certified public accountants or an audit corporation.

※Explanation of appropriate use of earnings forecasts and other items warranting special mention

Forward-looking statements in this document, including the earnings forecasts, are based on the information currently available to the Bank and on certain assumptions deemed to be reasonable by the Bank. These statements do not purport that the Bank pledges to achieve such results. Actual results, etc. may differ materially from the forecasts depending on various factors. Some important factors that may have an effect on business performance pertain to domestic and international economic conditions and stock market fluctuations, but factors influencing business performance are not limited to those.

「Cash dividends on class shares」

The following provides a breakdown of the dividends per share related to class shares with different relationship of interest from the common shares.

Class 2 Preferred Stock	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2023	—	—	—	104.00	104.00
Year ended March 31, 2024	—	—	—	104.00	104.00
Year ending March 31, 2025(Forecast)				104.00	104.00

Second Series of Class 6 Preferred Stock	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2023	—	—	—	300.00	300.00
Year ended March 31, 2024	—	—	—	300.00	300.00
Year ending March 31, 2025(Forecast)				300.00	300.00

First Series of Class 7 Preferred Stock	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2023	—	—	—	900.00	900.00
Year ended March 31, 2024	—	—	—	900.00	900.00
Year ending March 31, 2025(Forecast)				900.00	900.00

Second Series of Class 7 Preferred Stock	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2023	—	—	—	9,000.00	9,000.00
Year ended March 31, 2024	—	—	—	9,000.00	9,000.00
Year ending March 31, 2025(Forecast)				9,000.00	9,000.00

Consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
Assets		
Cash and due from banks	261,918	258,928
Monetary claims bought	97	97
Trading securities	89	136
Securities	499,635	525,434
Loans and bills discounted	2,354,293	2,377,146
Foreign exchanges	3,174	3,246
Other assets	40,289	42,177
Tangible fixed assets	19,033	18,915
Buildings, net	6,045	6,066
Land	11,398	10,806
Leased assets, net	77	60
Construction in progress	58	—
Other tangible fixed assets	1,455	1,982
Intangible fixed assets	2,704	2,865
Software	2,451	2,613
Leased assets	5	3
Other intangible fixed assets	247	247
Retirement benefit asset	—	1,154
Deferred tax assets	1,117	76
Customers' liabilities for acceptances and guarantees	6,463	7,167
Allowance for loan losses	(8,687)	(8,121)
Total assets	3,180,129	3,229,226
Liabilities		
Deposits	2,821,828	2,876,448
Negotiable certificates of deposit	129,700	105,200
Borrowed money	21,830	27,217
Foreign exchanges	128	135
Other liabilities	25,533	21,600
Retirement benefit liability	3,420	132
Provision for retirement benefits for directors (and other officers)	33	35
Provision for share awards	105	224
Provision for reimbursement of deposits	70	44
Provision for contingent loss	—	265
Deferred tax liabilities	296	3,473
Acceptances and guarantees	6,463	7,167
Total liabilities	3,009,410	3,041,946

	(Millions of yen)	
	As of March 31, 2023	As of March 31, 2024
Net assets		
Share capital	62,120	62,120
Capital surplus	6,971	6,971
Retained earnings	92,795	96,889
Treasury shares	(2,350)	(2,338)
Total shareholders' equity	159,536	163,643
Valuation difference on available-for-sale securities	7,291	15,902
Deferred gains or losses on hedges	47	284
Remeasurements of defined benefit plans	(398)	2,680
Total accumulated other comprehensive income	6,940	18,867
Share acquisition rights	122	145
Non-controlling interests	4,119	4,624
Total net assets	170,718	187,280
Total liabilities and net assets	3,180,129	3,229,226

Consolidated statements of income and consolidated statements of comprehensive income
Consolidated statements of income

	(Millions of yen)	
	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Ordinary income	51,303	54,584
Interest income	26,961	27,830
Interest on loans and discounts	21,819	22,401
Interest and dividends on securities	4,357	4,533
Interest on call loans and bills bought	145	468
Interest on deposits with banks	490	235
Other interest income	148	190
Fees and commissions	12,436	13,736
Other ordinary income	1,088	175
Other income	10,817	12,842
Reversal of allowance for loan losses	—	244
Recoveries of written off receivables	1,021	376
Other	9,796	12,221
Ordinary expenses	41,632	44,334
Interest expenses	414	755
Interest on deposits	142	157
Interest on negotiable certificates of deposit	2	2
Interest on call money and bills sold	(20)	(8)
Interest expenses on cash collateral received for securities lent	17	2
Interest on borrowings and rediscounts	87	84
Other interest expenses	184	517
Fees and commissions payments	4,003	4,005
Other ordinary expenses	3,567	3,891
General and administrative expenses	24,413	25,145
Other expenses	9,234	10,536
Provision of allowance for loan losses	470	—
Other	8,763	10,536
Ordinary profit	9,671	10,250
Extraordinary income	12	9
Gain on disposal of non-current assets	12	9
Extraordinary losses	419	822
Loss on disposal of non-current assets	158	99
Impairment losses	261	722
Profit before income taxes	9,264	9,437
Income taxes - current	1,920	3,070
Income taxes - deferred	624	(1,190)
Total income taxes	2,545	1,880
Profit	6,719	7,557
Profit attributable to non-controlling interests	242	128
Profit attributable to owners of parent	6,477	7,428

Consolidated statements of comprehensive income

	(Millions of yen)	
	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Profit	6,719	7,557
Other comprehensive income	(6,995)	12,303
Valuation difference on available-for-sale securities	(7,044)	8,986
Deferred gains or losses on hedges	47	236
Remeasurements of defined benefit plans, net of tax	1	3,079
Comprehensive income	(275)	19,860
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(677)	19,355
Comprehensive income attributable to non-controlling interests	401	505

Consolidated statements of changes in equity

Fiscal year ended March 31, 2023

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	62,120	7,889	88,440	(937)	157,512
Changes during period					
Dividends of surplus			(1,298)		(1,298)
Profit attributable to owners of parent			6,477		6,477
Purchase of treasury shares				(4,318)	(4,318)
Disposal of treasury shares		257		906	1,164
Cancellation of treasury shares		(2,000)		2,000	—
Transfer from retained earnings to capital surplus		823	(823)		—
Net changes in items other than shareholders' equity					
Total changes during period	—	(918)	4,354	(1,412)	2,023
Balance at end of period	62,120	6,971	92,795	(2,350)	159,536

	Accumulated other comprehensive income				Share acquisition rights	Non-controlling interests	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	14,495	—	(400)	14,094	120	3,718	175,445
Changes during period							
Dividends of surplus							(1,298)
Profit attributable to owners of parent							6,477
Purchase of treasury shares							(4,318)
Disposal of treasury shares							1,164
Cancellation of treasury shares							—
Transfer from retained earnings to capital surplus							—
Net changes in items other than shareholders' equity	(7,203)	47	1	(7,154)	1	401	(6,751)
Total changes during period	(7,203)	47	1	(7,154)	1	401	(4,727)
Balance at end of period	7,291	47	(398)	6,940	122	4,119	170,718

Fiscal year ended March 31, 2024

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	62,120	6,971	92,795	(2,350)	159,536
Changes during period					
Dividends of surplus			(1,329)		(1,329)
Profit attributable to owners of parent			7,428		7,428
Purchase of treasury shares				(2,002)	(2,002)
Disposal of treasury shares		(4)		14	9
Cancellation of treasury shares		(2,000)		2,000	—
Transfer from retained earnings to capital surplus		2,004	(2,004)		—
Net changes in items other than shareholders' equity					
Total changes during period	—	—	4,094	12	4,106
Balance at end of period	62,120	6,971	96,889	(2,338)	163,643

	Accumulated other comprehensive income				Share acquisition rights	Non-controlling interests	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	7,291	47	(398)	6,940	122	4,119	170,718
Changes during period							
Dividends of surplus							(1,329)
Profit attributable to owners of parent							7,428
Purchase of treasury shares							(2,002)
Disposal of treasury shares							9
Cancellation of treasury shares							—
Transfer from retained earnings to capital surplus							—
Net changes in items other than shareholders' equity	8,610	236	3,079	11,927	23	505	12,455
Total changes during period	8,610	236	3,079	11,927	23	505	16,561
Balance at end of period	15,902	284	2,680	18,867	145	4,624	187,280

Consolidated statements of cash flows

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Cash flows from operating activities		
Profit before income taxes	9,264	9,437
Depreciation	2,084	2,093
Impairment losses	261	722
Increase (decrease) in allowance for loan losses	(93)	(566)
Decrease (increase) in retirement benefit asset	—	(1,154)
Increase (decrease) in retirement benefit liability	(572)	(3,288)
Increase (decrease) in provision for retirement benefits for directors (and other officers)	(5)	1
Increase (decrease) in provision for share awards	105	119
Increase (decrease) in provision for reimbursement of deposits	(84)	(25)
Increase (decrease) in provision for contingent loss	—	265
Interest income	(26,961)	(27,830)
Interest expenses	414	755
Loss (gain) related to securities	1,394	240
Foreign exchange losses (gains)	(0)	—
Loss (gain) on disposal of non-current assets	145	90
Net decrease (increase) in trading securities	64	(47)
Net decrease (increase) in loans and bills discounted	(49,515)	(22,853)
Net increase (decrease) in deposits	18,492	54,620
Net increase (decrease) in negotiable certificates of deposit	—	(24,500)
Net increase (decrease) in borrowed money (excluding subordinated borrowings)	(401,815)	5,387
Net decrease (increase) in due from banks (excluding due from Bank of Japan)	(87)	60
Net increase (decrease) in cash collateral received for securities lent	(1,243)	—
Net decrease (increase) in foreign exchanges - assets	576	(71)
Net increase (decrease) in foreign exchanges - liabilities	(36)	7
Interest received	27,017	27,517
Interest paid	(544)	(740)
Other, net	(9,123)	(5,435)
Subtotal	(430,264)	14,805
Income taxes paid	(451)	(1,617)
Income taxes refund	485	—
Net cash provided by (used in) operating activities	(430,231)	13,187
Cash flows from investing activities		
Purchase of securities	(90,303)	(147,062)
Proceeds from sale of securities	68,595	74,539
Proceeds from redemption of securities	34,469	62,623
Purchase of tangible fixed assets	(1,098)	(1,777)
Proceeds from sale of property, plant and equipment	88	38
Purchase of intangible assets	(936)	(1,147)
Net cash provided by (used in) investing activities	10,813	(12,785)

	(Millions of yen)	
	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Cash flows from financing activities		
Purchase of treasury shares	(4,318)	(2,002)
Proceeds from sale of treasury shares	1,138	0
Dividends paid	(1,298)	(1,329)
Net cash provided by (used in) financing activities	(4,479)	(3,331)
Effect of exchange rate change on cash and cash equivalents	0	–
Net increase (decrease) in cash and cash equivalents	(423,896)	(2,929)
Cash and cash equivalents at beginning of period	685,448	261,551
Cash and cash equivalents at end of period	261,551	258,622