

Translation

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Summary of Consolidated Financial Results for the Six Months Ended September 30, 2020 (Based on Japanese GAAP)

November 10, 2020

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 Hiroshi Tanaka TEL 043-243-2111
 Scheduled date to file Quarterly Securities Report: November 20, 2020
 Scheduled date to commence dividend payments: –
 Trading accounts: No
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended September 30, 2020 (from April 1, 2020 to September 30, 2020)

(1) Consolidated operating results (cumulative)

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	%
Six months ended September 30, 2020	23,508	(8.5)	2,873	(39.6)	2,272	(29.7)
Six months ended September 30, 2019	25,711	(2.4)	4,760	(14.0)	3,234	(9.7)

(Note) Comprehensive income for the six months ended September 30, 2020: ¥9,166million[2.1%]; September 30, 2019: ¥8,977million[18.4%]

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Six months ended September 30, 2020	38.37		9.26	
Six months ended September 30, 2019	52.44		16.07	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2020	3,153,074	176,875	5.4
As of March 31, 2020	2,851,390	166,892	5.7

(Reference) Capital assets as of September 30, 2020: ¥173,305million; March 31, 2019: ¥163,486million

(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.

2. Cash dividends

	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, 2020	–	0.00	–	3.00	3.00
Year ending March 31, 2021	–	0.00	–	–	–
Year ending March 31, 2021 (Forecast)	–	–	–	3.00	3.00

(Note) Revisions of released cash dividend projections: No

(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, 2021 (from April 1, 2020 to March 31, 2021)

Percentages indicate year-on-year changes

	Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Yen
Full year	6,900	2.5	4,500	(0.6)	52.00

(Note) Revisions to the forecast most recently announced: Yes

4. Notes

(1) Changes in significant subsidiaries during the six months ended September 30, 2020
(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 September 30, 2020	62,222,045 shares	As of March 31, 2020	62,222,045 shares
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Number of treasury shares at the end of the period

As of September 30, 2020	2,976,893 shares	As of March 31, 2020	3,010,604 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2020	59,228,817 shares	Six months ended September 30, 2019	61,689,193 shares
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※This financial results report for the six months ended September 30, 2020 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

(Caution regarding forward-looking statements and others)

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, 2020	–	–	–	104.00	104.00
Year ended March 31, 2021	–	–			
Year ending March 31, 2021(Forecast)			–	104.00	104.00

First 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, 2020	–	–	–	550.00	550.00
Year ended March 31, 2021	–	–			
Year ending March 31, 2021(Forecast)			–	550.00	550.00

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, 2020	–	–	–	900.00	900.00
Year ended March 31, 2021	–	–			
Year ending March 31, 2021(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, 2021	–	–			
Year ending March 31, 2021(Forecast)			–	7,101.00	7,101.00

Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	科目 (Japanese)	As of March 31, 2020	As of September 30, 2020
Assets	(資産の部)		
Cash and due from banks	現金預け金	132,574	325,120
Monetary claims bought	買入金銭債権	97	97
Trading account securities	商品有価証券	110	128
Securities	有価証券	487,853	518,970
Loans and bills discounted	貸出金	2,156,861	2,240,754
Foreign exchanges	外国為替	5,288	2,211
Other assets	その他資産	41,997	41,020
Tangible fixed assets	有形固定資産	20,628	20,498
Intangible fixed assets	無形固定資産	2,920	2,850
Deferred tax assets	繰延税金資産	3,978	1,136
Customers' liabilities for acceptances and guarantees	支払承諾見返	7,127	8,230
Allowance for loan losses	貸倒引当金	(8,046)	(7,946)
Total assets	資産の部合計	2,851,390	3,153,074
Liabilities	(負債の部)		
Deposits	預金	2,547,017	2,732,868
Negotiable certificates of deposit	譲渡性預金	68,000	80,500
Call money and bills sold	コールマネー及び売渡手形	4,353	2,116
Payables under securities lending transactions	債券貸借取引受入担保金	4,589	4,464
Borrowed money	借用金	21,490	115,454
Foreign exchanges	外国為替	56	56
Other liabilities	その他負債	22,823	23,796
Retirement benefit liability	退職給付に係る負債	8,356	7,868
Provision for retirement benefits for directors (and other officers)	役員退職慰労引当金	63	48
Provision for reimbursement of deposits	睡眠預金払戻損失引当金	483	395
Deferred tax liabilities	繰延税金負債	134	400
Acceptances and guarantees	支払承諾	7,127	8,230
Total liabilities	負債の部合計	2,684,497	2,976,199
Net assets	(純資産の部)		
Share capital	資本金	62,120	62,120
Capital surplus	資本剰余金	15,802	18,172
Retained earnings	利益剰余金	80,413	81,122
Treasury shares	自己株式	(947)	(936)
Total shareholders' equity	株主資本合計	157,388	160,478
Valuation difference on available-for-sale securities	その他有価証券評価差額金	8,661	15,191
Remeasurements of defined benefit plans	退職給付に係る調整累計額	(2,563)	(2,365)
Total accumulated other comprehensive income	その他の包括利益累計額合計	6,097	12,826
Share acquisition rights	新株予約権	83	82
Non-controlling interests	非支配株主持分	3,323	3,488
Total net assets	純資産の部合計	166,892	176,875
Total liabilities and net assets	負債及び純資産の部合計	2,851,390	3,153,074

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Millions of yen)

	科目 (Japanese)	Six months ended September 30, 2019	Six months ended September 30, 2020
Ordinary income	経常収益	25,711	23,508
Interest income	資金運用収益	13,985	13,526
Interest on loans and discounts	うち貸出金利息	10,776	10,811
Interest and dividends on securities	うち有価証券利息配当金	3,007	2,591
Fees and commissions	役務取引等収益	4,665	4,767
Other ordinary income	その他業務収益	477	251
Other income	その他経常収益	6,583	4,963
Ordinary expenses	経常費用	20,950	20,635
Interest expenses	資金調達費用	387	234
Interest on deposits	うち預金利息	159	124
Fees and commissions payments	役務取引等費用	2,083	2,120
Other ordinary expenses	その他業務費用	12	215
General and administrative expenses	営業経費	13,126	13,072
Other expenses	その他経常費用	5,341	4,992
Ordinary profit	経常利益	4,760	2,873
Extraordinary losses	特別損失	15	4
Loss on disposal of non-current assets	固定資産処分損	12	4
Impairment loss	減損損失	3	—
Profit before income taxes	税金等調整前中間純利益	4,745	2,868
Income taxes - current	法人税、住民税及び事業税	264	205
Income taxes - deferred	法人税等調整額	1,043	305
Total income taxes	法人税等合計	1,307	511
Profit	中間純利益	3,437	2,357
Profit attributable to non-controlling interests	非支配株主に帰属する中間純利益	202	84
Profit attributable to owners of parent	親会社株主に帰属する中間純利益	3,234	2,272

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	科目 (Japanese)	Six months ended September 30, 2019	Six months ended September 30, 2020
Profit	中間純利益	3,437	2,357
Other comprehensive income	その他の包括利益	5,539	6,809
Valuation difference on available-for-sale securities	その他有価証券評価差額金	5,381	6,611
Remeasurements of defined benefit plans, net of tax	退職給付に係る調整額	158	198
Comprehensive income	中間包括利益	8,977	9,166
Comprehensive income attributable to	(内訳)		
Comprehensive income attributable to owners of parent	親会社株主に係る 中間包括利益	8,695	9,001
Comprehensive income attributable to non-controlling interests	非支配株主に係る 中間包括利益	281	165

Consolidated statements of changes in equity

Six months ended September 30, 2019

(Millions of yen)

	(Japanese)	Shareholders' equity				
		株主資本				
		Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
		資本金	資本剰余金	利益剰余金	自己株式	株主資本合計
Balance at beginning of period	当期首残高	62,120	17,798	76,942	(15)	156,845
Changes during period	当中間期変動額					
Dividends of surplus	剰余金の配当			(1,059)		(1,059)
Profit attributable to owners of parent	親会社株主に帰属する 中間純利益			3,234		3,234
Purchase of treasury shares	自己株式の取得				(440)	(440)
Disposal of treasury shares	自己株式の処分		4		6	11
Net changes in items other than shareholders' equity	株主資本以外の項目の 当中間期変動額 (純額)					
Total changes during period	当中間期変動額合計	-	4	2,175	(433)	1,747
Balance at end of period	当中間期末残高	62,120	17,802	79,118	(448)	158,592

	(Japanese)	Accumulated other comprehensive income			Share acquisition rights	Non-controlling interests	Total net assets
		その他の包括利益累計額					
		Valuation difference on available-for-sale securities	Remeasurements of defined benefit plans	Total accumulated other comprehensive income			
		その他 有価証券 評価差額金	退職給付に係る 調整累計額	その他の 包括利益累計額 合計			
Balance at beginning of period	当期首残高	14,277	(1,891)	12,386	69	3,281	172,583
Changes during period	当中間期変動額						
Dividends of surplus	剰余金の配当						(1,059)
Profit attributable to owners of parent	親会社株主に 帰属する 中間純利益						3,234
Purchase of treasury shares	自己株式の取得						(440)
Disposal of treasury shares	自己株式の処分						11
Net changes in items other than shareholders' equity	株主資本以外の 項目の当中間期 変動額 (純額)	5,302	158	5,460	0	281	5,742
Total changes during period	当中間期変動額 合計	5,302	158	5,460	0	281	7,489
Balance at end of period	当中間期末残高	19,579	(1,732)	17,847	70	3,563	180,073

Six months ended September 30, 2020

(Millions of yen)

	(Japanese)	Shareholders' equity				
		株主資本				
		Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
		資本金	資本剰余金	利益剰余金	自己株式	株主資本合計
Balance at beginning of period	当期首残高	62,120	15,802	80,413	(947)	157,388
Changes during period	当中間期変動額					
Issuance of new shares	新株の発行	1,183	1,183			2,366
Transfer from share capital to other capital surplus	資本金から剰余金への振替	(1,183)	1,183			-
Dividends of surplus	剰余金の配当			(1,563)		(1,563)
Profit attributable to owners of parent	親会社株主に帰属する中間純利益			2,272		2,272
Purchase of treasury shares	自己株式の取得				(0)	(0)
Disposal of treasury shares	自己株式の処分		3		10	14
Net changes in items other than shareholders' equity	株主資本以外の項目の当中間期変動額 (純額)					
Total changes during period	当中間期変動額合計	-	2,369	709	10	3,090
Balance at end of period	当中間期末残高	62,120	18,172	81,122	(936)	160,478

	(Japanese)	Accumulated other comprehensive income			Share acquisition rights	Non-controlling interests	Total net assets
		その他の包括利益累計額					
		Valuation difference on available-for-sale securities	Remeasurements of defined benefit plans	Total accumulated other comprehensive income			
		その他 有価証券 評価差額金	退職給付に係る 調整累計額	その他の 包括利益累計額 合計			
Balance at beginning of period	当期首残高	8,661	(2,563)	6,097	83	3,323	166,892
Changes during period	当中間期変動額						
Issuance of new shares	新株の発行						2,366
Transfer from share capital to other capital surplus	資本金から剰余金への振替						-
Dividends of surplus	剰余金の配当						(1,563)
Profit attributable to owners of parent	親会社株主に帰属する中間純利益						2,272
Purchase of treasury shares	自己株式の取得						(0)
Disposal of treasury shares	自己株式の処分						14
Net changes in items other than shareholders' equity	株主資本以外の項目の当中間期変動額 (純額)	6,530	198	6,728	(1)	165	6,892
Total changes during period	当中間期変動額合計	6,530	198	6,728	(1)	165	9,982
Balance at end of period	当中間期末残高	15,191	(2,365)	12,826	82	3,488	176,875