

Translation

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**Summary of Consolidated Financial Results
for the Six Months Ended September 30, 2024
(Based on Japanese GAAP)**

October 30, 2024

Company name: Hokkoku Financial Holdings, Inc.
 Stock exchange listing: Tokyo
 Stock code: 7381 URL <https://www.hfhd.co.jp/>
 Representative: President & Chief Executive Officer Shuji Tsuemura
 Representative Director
 Managing Executive Officer,
 Inquiries: General Manager of Corporate Planning Naotaka Terai TEL 076-263-1111
 Department
 Scheduled date to file Semi-annual Securities Report: November 18, 2024
 Scheduled date to commence dividend payments: December 5, 2024
 Trading accounts: No
 Preparation of supplementary material on financial results: Yes
 Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended September 30, 2024 (from April 1, 2024 to September 30, 2024)

(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, 2024	44,884	(6.5)	8,933	(9.4)	5,659	(17.3)
Six months ended September 30, 2023	48,007	(6.4)	9,862	(51.8)	6,846	(46.9)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Six months ended September 30, 2024	245.56		245.29	
Six months ended September 30, 2023	278.69		278.54	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2024	5,955,123	249,974	4.0
As of March 31, 2024	5,758,652	252,954	4.2

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, 2024	–	55.00	–	55.00	110.00
Year ending March 31, 2025	–	60.00			
Year ending March 31, 2025 (Forecast)			–	60.00	120.00

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
Full year	15,000	3.7	10,000	10.4	437.73

4. Notes

(1) Significant changes in the scope of consolidation during the six months ended September 30, 2024: 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, 2024	23,408,582 shares	As of March 31, 2024	25,208,582 shares
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Number of treasury shares at the end of the period

As of September 30, 2024	563,736 shares	As of March 31, 2024	2,023,177 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, 2024	23,045,972 shares	Six months ended September 30, 2023	24,568,218 shares
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Semi-annual consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Assets		
Cash and due from banks	1,576,763	1,643,242
Call loans and bills bought	166,000	152,000
Monetary claims bought	3,195	3,131
Trading securities	–	6
Money held in trust	13,532	13,557
Securities	1,488,459	1,630,526
Loans and bills discounted	2,418,522	2,410,693
Foreign exchanges	6,344	6,659
Lease receivables and investment assets	39,329	41,094
Other assets	39,046	37,275
Tangible fixed assets	37,903	44,913
Intangible fixed assets	10,269	10,713
Deferred tax assets	1,061	1,067
Customers' liabilities for acceptances and guarantees	18,166	18,427
Allowance for loan losses	(59,943)	(58,186)
Total assets	5,758,652	5,955,123
Liabilities		
Deposits	4,679,694	4,602,129
Call money and bills sold	423,297	587,540
Cash collateral received for securities lent	318,639	388,664
Borrowed money	5,396	6,555
Foreign exchanges	1	–
Bonds payable	20,000	20,000
Borrowed money from trust account	167	165
Other liabilities	32,722	76,328
Provision for bonuses	697	704
Retirement benefit liability	684	546
Provision for management board incentive plan trust	410	350
Provision for reimbursement of deposits	68	68
Provision for loss on interest repayment	0	–
Deferred tax liabilities	4,506	2,494
Deferred tax liabilities for land revaluation	1,244	1,174
Acceptances and guarantees	18,166	18,427
Total liabilities	5,505,697	5,705,149
Net assets		
Share capital	10,000	10,000
Capital surplus	19,507	10,773
Retained earnings	195,209	199,623
Treasury shares	(9,814)	(2,804)
Total shareholders' equity	214,902	217,592
Valuation difference on available-for-sale securities	28,084	22,843
Deferred gains or losses on hedges	(35)	(838)
Revaluation reserve for land	1,986	1,950
Remeasurements of defined benefit plans	(718)	(440)
Total accumulated other comprehensive income	29,317	23,514
Non-controlling interests	8,735	8,866
Total net assets	252,954	249,974
Total liabilities and net assets	5,758,652	5,955,123

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Ordinary income	48,007	44,884
Interest income	20,737	22,047
Interest on loans and discounts	12,360	12,631
Interest and dividends on securities	8,030	8,218
Trust fees	0	0
Fees and commissions	4,931	5,568
Other ordinary income	7,484	7,758
Other income	14,853	9,510
Ordinary expenses	38,145	35,951
Interest expenses	3,928	4,123
Interest on deposits	79	565
Fees and commissions payments	1,829	1,887
Other ordinary expenses	13,252	11,441
General and administrative expenses	16,158	16,791
Other expenses	2,976	1,707
Ordinary profit	9,862	8,933
Extraordinary income	–	3
Gain on disposal of non-current assets	–	3
Extraordinary losses	529	430
Loss on disposal of non-current assets	387	79
Impairment losses	142	350
Profit before income taxes	9,332	8,506
Income taxes - current	2,530	2,110
Income taxes - deferred	(180)	591
Total income taxes	2,350	2,702
Profit	6,981	5,803
Profit attributable to non-controlling interests	134	144
Profit attributable to owners of parent	6,846	5,659

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Profit	6,981	5,803
Other comprehensive income	(12,439)	(5,774)
Valuation difference on available-for-sale securities	(13,456)	(5,248)
Deferred gains or losses on hedges	737	(802)
Remeasurements of defined benefit plans, net of tax	278	277
Comprehensive income	(5,457)	29
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(5,709)	(107)
Comprehensive income attributable to non-controlling interests	252	137

Consolidated statements of changes in equity

Six months ended September 30, 2023

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	10,000	27,139	188,428	(8,216)	217,351
Changes during period					
Dividends of surplus			(1,260)		(1,260)
Profit attributable to owners of parent			6,846		6,846
Purchase of treasury shares				(5,617)	(5,617)
Disposal of treasury shares		(6)		104	97
Cancellation of treasury shares		(7,682)		7,682	–
Reversal of revaluation reserve for land			75		75
Change by business combination		97			97
Change in ownership interest of parent due to transactions with non-controlling interests		9			9
Net changes in items other than shareholders' equity					
Total changes during period	–	(7,581)	5,662	2,169	249
Balance at end of period	10,000	19,557	194,090	(6,047)	217,600

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	11,332	(2)	2,296	(1,333)	12,292	8,044	237,688
Changes during period							
Dividends of surplus							(1,260)
Profit attributable to owners of parent							6,846
Purchase of treasury shares							(5,617)
Disposal of treasury shares							97
Cancellation of treasury shares							–
Reversal of revaluation reserve for land							75
Change by business combination							97
Change in ownership interest of parent due to transactions with non-controlling interests							9
Net changes in items other than shareholders' equity	(13,573)	737	(75)	278	(12,632)	263	(12,368)
Total changes during period	(13,573)	737	(75)	278	(12,632)	263	(12,118)
Balance at end of period	(2,240)	735	2,220	(1,054)	(339)	8,308	225,569

Six months ended September 30, 2024

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	10,000	19,507	195,209	(9,814)	214,902
Changes during period					
Dividends of surplus			(1,280)		(1,280)
Profit attributable to owners of parent			5,659		5,659
Purchase of treasury shares				(2,001)	(2,001)
Disposal of treasury shares		6		270	277
Cancellation of treasury shares		(8,740)		8,740	–
Reversal of revaluation reserve for land			35		35
Net changes in items other than shareholders' equity					
Total changes during period	–	(8,734)	4,414	7,010	2,690
Balance at end of period	10,000	10,773	199,623	(2,804)	217,592

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	28,084	(35)	1,986	(718)	29,317	8,735	252,954
Changes during period							
Dividends of surplus							(1,280)
Profit attributable to owners of parent							5,659
Purchase of treasury shares							(2,001)
Disposal of treasury shares							277
Cancellation of treasury shares							–
Reversal of revaluation reserve for land							35
Net changes in items other than shareholders' equity	(5,241)	(802)	(35)	277	(5,802)	131	(5,670)
Total changes during period	(5,241)	(802)	(35)	277	(5,802)	131	(2,980)
Balance at end of period	22,843	(838)	1,950	(440)	23,514	8,866	249,974