Translation

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Summary of Consolidated Financial Results for the Three Months Ended June 30, 2014 (Based on Japanese GAAP)

July 30, 2014

Company name: The Keiyo Bank, Ltd.
Stock exchange listing: Tokyo
Stock code: 8544 URL http://www.keiyobank.co.jp/
Representative: President Nobuo Kojima
Inquiries: General Manager, Corporate Planning Division Kazuo Fujisaki TEL 043-222-2121
Scheduled date to file Quarterly Securities Report: August 4, 2014
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 three months ended June 30, 2014 (from April 1, 2014 to June 30, 2014)

(1) Consolidated financial results (cumulative) Percentages indicate year-on-year changes

	Ordinary income		Ordinary profit		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2014	17,898	0.0	6,132	2.7	3,853	7.2
Three months ended June 30, 2013	17,885	(0.6)	5,967	(1.3)	3,591	0.0

	Net income per share	Diluted net income per share
	Yen	Yen
Three months ended June 30, 2014	13.78	13.75
Three months ended June 30, 2013	12.85	12.82

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2014	4,309,220	253,014	5.8
As of March 31, 2014	4,122,415	246,686	5.9

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, 2014	–	5.00	–	5.50	10.50
Year ending March 31, 2015	–				
Year ending March 31, 2015 (Forecast)		5.50	–	5.50	11.00

3. Forecast of consolidated financial results for the year ending March 31, 2015 (from April 1, 2014 to March 31, 2015)

Percentages indicate year-on-year changes

	Ordinary profit		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2014	11,000	(16.6)	7,000	(12.6)	25.04
Full year	23,000	(11.7)	15,000	(1.9)	53.67

4. Notes

(1) Changes in significant subsidiaries during the three months ended June 30, 2014 (changes in specified subsidiaries resulting in the change in scope of consolidation): No

(2) Application of special accounting methods for preparing quarterly consolidated financial statements: Yes

(3) 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:	Yes
Changes in accounting policies due to other reasons:	No
Changes in accounting estimates:	No
Restatement of prior period financial statements:	No

(4) Number of issued shares (common shares)

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

As of June 30, 2014	290,855,716 shares	As of March 31, 2014	290,855,716 shares

Number of treasury shares at the end of the period

As of June 30, 2014	11,394,037 shares	As of March 31, 2014	11,389,583 shares

Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2014	279,463,916 shares	Three months ended June 30, 2013	279,448,269 shares

Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2014	As of June 30, 2014
Assets		
Cash and due from banks	263,605	420,382
Call loans and bills bought	32,685	8,249
Trading account securities	2,068	2,208
Securities	949,376	977,100
Loans and bills discounted	2,801,989	2,815,527
Foreign exchanges	1,525	1,340
Other assets	12,430	20,685
Tangible fixed assets	60,887	64,694
Intangible fixed assets	503	783
Deferred tax assets	107	108
Customers' liabilities for acceptances and guarantees	8,560	9,256
Allowance for loan losses	(11,323)	(11,116)
Total assets	4,122,415	4,309,220
Liabilities		
Deposits	3,771,691	3,932,400
Negotiable certificates of deposit	8,197	7,462
Borrowed money	52,740	73,890
Foreign exchanges	141	43
Other liabilities	13,580	11,822
Provision for bonuses	1,263	428
Provision for directors' bonuses	82	20
Net defined benefit liability	12,417	11,633
Provision for directors' retirement benefits	10	8
Provision for loss on interest repayment	21	21
Provision for reimbursement of deposits	403	427
Provision for contingent loss	785	812
Deferred tax liabilities	286	2,451
Deferred tax liabilities for land revaluation	5,547	5,525
Acceptances and guarantees	8,560	9,256
Total liabilities	3,875,729	4,056,206
Net assets		
Capital stock	49,759	49,759
Capital surplus	39,721	39,721
Retained earnings	126,581	129,353
Treasury shares	(5,273)	(5,275)
Total shareholders' equity	210,789	213,558
Valuation difference on available-for-sale securities	28,061	31,605
Revaluation reserve for land	5,932	5,893
Remeasurements of defined benefit plans	(670)	(643)
Total accumulated other comprehensive income	33,324	36,855
Subscription rights to shares	241	263
Minority interests	2,331	2,337
Total net assets	246,686	253,014
Total liabilities and net assets	4,122,415	4,309,220

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Three months ended June 30, 2013	Three months ended June 30, 2014
Ordinary income	17,885	17,898
Interest income	14,959	14,381
Interest on loans and discounts	10,927	10,520
Interest and dividends on securities	3,979	3,786
Fees and commissions	2,531	2,723
Other ordinary income	204	307
Other income	189	485
Ordinary expenses	11,918	11,766
Interest expenses	534	469
Interest on deposits	523	431
Fees and commissions payments	1,247	1,113
Other ordinary expenses	29	-
General and administrative expenses	9,401	9,359
Other expenses	704	823
Ordinary profit	5,967	6,132
Extraordinary income	-	9
Gain on disposal of non-current assets	-	9
Extraordinary losses	42	62
Loss on disposal of non-current assets	42	23
Impairment loss	-	38
Income before income taxes and minority interests	5,924	6,078
Income taxes	2,261	2,202
Income before minority interests	3,663	3,876
Minority interests in income	71	23
Net income	3,591	3,853

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2013	Three months ended June 30, 2014
Income before minority interests	3,663	3,876
Other comprehensive income	(5,436)	3,560
Valuation difference on available-for-sale securities	(5,436)	3,534
Remeasurements of defined benefit plans, net of tax	-	25
Comprehensive income	(1,773)	7,436
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(1,866)	7,421
Comprehensive income attributable to minority interests	93	15