Translation

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Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2014 (Based on Japanese GAAP)

January 29, 2015

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: February 5, 2015
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 nine months ended December 31, 2014 (from April 1, 2014 to December 31, 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	%
Nine months ended December 31, 2014	54,821	1.2	20,487	0.2	13,077	5.0
Nine months ended December 31, 2013	54,140	(3.3)	20,433	2.8	12,443	5.8

	Net income per share	Diluted net income per share
	Yen	Yen
Nine months ended December 31, 2014	46.85	46.74
Nine months ended December 31, 2013	44.52	44.43

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2014	4,424,019	268,068	5.9
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	–	5.50	–		
Year ending March 31, 2015 (Forecast)				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
Full year	23,000	(11.7)	15,000	(1.9)	53.87

4. Notes

(1) Changes in significant subsidiaries during the nine months ended December 31, 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 December 31, 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 December 31, 2014	14,472,179 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)

Nine months ended December 31, 2014	279,122,818 shares	Nine months ended December 31, 2013	279,487,440 shares

Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2014	As of December 31, 2014
Assets		
Cash and due from banks	263,605	433,699
Call loans and bills bought	32,685	2,174
Trading account securities	2,068	2,486
Securities	949,376	1,000,821
Loans and bills discounted	2,801,989	2,902,968
Foreign exchanges	1,525	2,909
Other assets	12,430	14,865
Tangible fixed assets	60,887	64,555
Intangible fixed assets	503	934
Deferred tax assets	107	100
Customers' liabilities for acceptances and guarantees	8,560	8,763
Allowance for loan losses	(11,323)	(10,260)
Total assets	4,122,415	4,424,019
Liabilities		
Deposits	3,771,691	4,002,348
Negotiable certificates of deposit	8,197	9,764
Call money and bills sold	–	1,808
Borrowed money	52,740	93,100
Foreign exchanges	141	109
Other liabilities	13,580	13,439
Provision for bonuses	1,263	431
Provision for directors' bonuses	82	61
Net defined benefit liability	12,417	11,209
Provision for directors' retirement benefits	10	8
Provision for loss on interest repayment	21	18
Provision for reimbursement of deposits	403	427
Provision for contingent loss	785	708
Deferred tax liabilities	286	8,224
Deferred tax liabilities for land revaluation	5,547	5,525
Acceptances and guarantees	8,560	8,763
Total liabilities	3,875,729	4,155,950
Net assets		
Capital stock	49,759	49,759
Capital surplus	39,721	39,718
Retained earnings	126,581	137,036
Treasury shares	(5,273)	(7,332)
Total shareholders' equity	210,789	219,182
Valuation difference on available-for-sale securities	28,061	40,788
Revaluation reserve for land	5,932	5,893
Remeasurements of defined benefit plans	(670)	(589)
Total accumulated other comprehensive income	33,324	46,091
Subscription rights to shares	241	250
Minority interests	2,331	2,544
Total net assets	246,686	268,068
Total liabilities and net assets	4,122,415	4,424,019

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2013	Nine months ended December 31, 2014
Ordinary income	54,140	54,821
Interest income	44,393	42,573
Interest on loans and discounts	33,052	31,587
Interest and dividends on securities	11,159	10,623
Fees and commissions	7,435	8,310
Other ordinary income	1,378	1,716
Other income	931	2,221
Ordinary expenses	33,706	34,333
Interest expenses	1,532	1,500
Interest on deposits	1,501	1,334
Fees and commissions payments	2,121	2,553
Other ordinary expenses	20	–
General and administrative expenses	28,340	28,383
Other expenses	1,691	1,896
Ordinary profit	20,433	20,487
Extraordinary income	2	9
Gain on disposal of non-current assets	2	9
Extraordinary losses	225	217
Loss on disposal of non-current assets	179	179
Impairment loss	46	38
Income before income taxes and minority interests	20,210	20,279
Income taxes	7,583	7,077
Income before minority interests	12,627	13,201
Minority interests in income	183	124
Net income	12,443	13,077

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2013	Nine months ended December 31, 2014
Income before minority interests	12,627	13,201
Other comprehensive income	378	12,903
Valuation difference on available-for-sale securities	378	12,825
Remeasurements of defined benefit plans, net of tax	–	77
Comprehensive income	13,005	26,105
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	12,742	25,884
Comprehensive income attributable to minority interests	263	220