Translation

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Summary of Consolidated Financial Results for the Six Months Ended September 30, 2015 (Based on Japanese GAAP)

October 30, 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 043-306-2121

Scheduled date to file Quarterly Securities Report: November 16, 2015
Scheduled date to commence dividend payments: November 25, 2015
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, 2015 (from April 1, 2015 to September 30, 2015)

(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, 2015	35,039	(4.0)	11,528	(12.1)	7,590	(9.3)
Six months ended September 30, 2014	36,510	0.1	13,120	(0.5)	8,369	4.4

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2015	27.80	27.73
Six months ended September 30, 2014	29.94	29.87

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2015	4,511,076	272,213	5.9
As of March 31, 2015	4,350,421	276,980	6.2

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, 2015	–	5.50	–	5.50	11.00
Year ending March 31, 2016	–	5.50			
Year ending March 31, 2016 (Forecast)			–	5.50	11.00

3. Forecast of consolidated financial results for the year ending March 31, 2016 (from April 1, 2015 to March 31, 2016)

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	22,000	(13.9)	15,000	0.5	55.61

4. Notes

(1) Changes in significant subsidiaries during the six months ended September 30, 2015 (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:	Yes
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, 2015	290,855,716 shares	As of March 31, 2015	290,855,716 shares

Number of treasury shares at the end of the period

As of September 30, 2015	24,436,456 shares	As of March 31, 2015	14,486,928 shares

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

Six months ended September 30, 2015	273,005,684 shares	Six months ended September 30, 2014	279,528,784 shares

Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2015	As of September 30, 2015
Assets		
Cash and due from banks	310,161	406,521
Call loans and bills bought	2,742	7,325
Trading account securities	2,960	3,199
Securities	1,004,790	998,031
Loans and bills discounted	2,948,592	3,014,818
Foreign exchanges	2,194	1,643
Other assets	12,118	11,833
Tangible fixed assets	68,085	67,921
Intangible fixed assets	1,013	1,239
Deferred tax assets	69	63
Customers' liabilities for acceptances and guarantees	7,416	7,264
Allowance for loan losses	(9,723)	(8,786)
Total assets	4,350,421	4,511,076
Liabilities		
Deposits	3,931,633	4,095,323
Negotiable certificates of deposit	9,642	35,669
Call money and bills sold	2,403	–
Borrowed money	91,800	72,400
Foreign exchanges	157	69
Other liabilities	11,087	10,977
Provision for bonuses	1,266	1,277
Provision for directors' bonuses	82	41
Net defined benefit liability	2,181	1,942
Provision for directors' retirement benefits	7	7
Provision for loss on interest repayment	13	13
Provision for reimbursement of deposits	426	502
Provision for contingent loss	660	674
Deferred tax liabilities	9,714	7,766
Deferred tax liabilities for land revaluation	4,946	4,934
Acceptances and guarantees	7,416	7,264
Total liabilities	4,073,441	4,238,863
Net assets		
Capital stock	49,759	49,759
Capital surplus	39,718	39,718
Retained earnings	138,880	144,974
Treasury shares	(7,342)	(13,440)
Total shareholders' equity	221,016	221,012
Valuation difference on available-for-sale securities	46,046	41,193
Revaluation reserve for land	6,406	6,379
Remeasurements of defined benefit plans	585	538
Total accumulated other comprehensive income	53,038	48,110
Subscription rights to shares	271	280
Non-controlling interests	2,653	2,808
Total net assets	276,980	272,213
Total liabilities and net assets	4,350,421	4,511,076

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, 2014	Six months ended September 30, 2015
Ordinary income	36,510	35,039
Interest income	28,205	26,992
Interest on loans and discounts	21,081	20,227
Interest and dividends on securities	6,923	6,495
Fees and commissions	5,191	5,453
Other ordinary income	826	1,102
Other income	2,286	1,491
Ordinary expenses	23,389	23,510
Interest expenses	977	1,004
Interest on deposits	878	852
Fees and commissions payments	2,230	2,295
Other ordinary expenses	–	–
General and administrative expenses	18,822	18,994
Other expenses	1,359	1,215
Ordinary profit	13,120	11,528
Extraordinary income	9	13
Gain on disposal of non-current assets	9	13
Extraordinary losses	136	25
Loss on disposal of non-current assets	97	25
Impairment loss	38	–
Income before income taxes and minority interests	12,993	11,516
Income taxes - current	3,836	3,416
Income taxes - deferred	682	368
Total income taxes	4,519	3,784
Profit	8,474	7,732
Profit attributable to non-controlling interests	104	141
Profit attributable to owners of parent	8,369	7,590

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Six months ended September 30, 2014	Six months ended September 30, 2015
Profit	8,474	7,732
Other comprehensive income	5,861	(4,882)
Valuation difference on available-for-sale securities	5,809	(4,831)
Remeasurements of defined benefit plans, net of tax	51	(51)
Comprehensive income	14,336	2,849
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	14,221	2,690
Comprehensive income attributable to non-controlling interests	114	158

Consolidated statements of changes in equity

Six months ended September 30, 2014

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	49,759	39,721	126,581	(5,273)	210,789
Cumulative effects of changes in accounting policies			412		412
Restated balance	49,759	39,721	126,994	(5,273)	211,202
Changes of items during period					
Dividends of surplus			(1,534)		(1,534)
Profit attributable to owners of parent			8,369		8,369
Purchase of treasury shares				(12)	(12)
Disposal of treasury shares		(3)	(6)	66	57
Reversal of revaluation reserve for land			39		39
Net changes of items other than shareholders' equity					
Total changes of items during period	–	(3)	6,868	54	6,920
Balance at end of current period	49,759	39,718	133,863	(5,219)	218,122

	Accumulated other comprehensive income				Subscription rights to shares	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income			
Balance at beginning of current period	28,061	5,932	(670)	33,324	241	2,331	246,686
Cumulative effects of changes in accounting policies						(2)	410
Restated balance	28,061	5,932	(670)	33,324	241	2,328	247,096
Changes of items during period							
Dividends of surplus							(1,534)
Profit attributable to owners of parent							8,369
Purchase of treasury shares							(12)
Disposal of treasury shares							57
Reversal of revaluation reserve for land							39
Net changes of items other than shareholders' equity	5,797	(39)	53	5,812	(12)	109	5,909
Total changes of items during period	5,797	(39)	53	5,812	(12)	109	12,829
Balance at end of current period	33,859	5,893	(616)	39,136	228	2,438	259,925

Six months ended September 30, 2015

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	49,759	39,718	138,880	(7,342)	221,016
Changes of items during period					
Dividends of surplus			(1,517)		(1,517)
Profit attributable to owners of parent			7,590		7,590
Purchase of treasury shares				(6,134)	(6,134)
Disposal of treasury shares			(6)	36	30
Reversal of revaluation reserve for land			27		27
Net changes of items other than shareholders' equity					
Total changes of items during period	–	–	6,094	(6,097)	(3)
Balance at end of current period	49,759	39,718	144,974	(13,440)	221,012

	Accumulated other comprehensive income				Subscription rights to shares	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income			
Balance at beginning of current period	46,046	6,406	585	53,038	271	2,653	276,980
Changes of items during period							
Dividends of surplus							(1,517)
Profit attributable to owners of parent							7,590
Purchase of treasury shares							(6,134)
Disposal of treasury shares							30
Reversal of revaluation reserve for land							27
Net changes of items other than shareholders' equity	(4,853)	(27)	(47)	(4,927)	9	154	(4,763)
Total changes of items during period	(4,853)	(27)	(47)	(4,927)	9	154	(4,767)
Balance at end of current period	41,193	6,379	538	48,110	280	2,808	272,213