Translation

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2015 (Based on Japanese GAAP)

January 29, 2016

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: February 4, 2016
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, 2015 (from April 1, 2015 to December 31, 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	%
Nine months ended December 31, 2015	52,300	(4.5)	17,712	(13.5)	11,598	(11.3)
Nine months ended December 31, 2014	54,821	1.2	20,487	0.2	13,077	5.0

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2015	42.82	42.72
Nine months ended December 31, 2014	46.85	46.74

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2015	4,556,677	281,250	6.1
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 nine months ended December 31, 2015 (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, 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 December 31, 2015	24,449,786 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)

Nine months ended December 31, 2015	270,800,365 shares	Nine months ended December 31, 2014	279,122,818 shares

Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2015	As of December 31, 2015
Assets		
Cash and due from banks	310,161	371,125
Call loans and bills bought	2,742	6,912
Trading account securities	2,960	3,255
Securities	1,004,790	1,049,516
Loans and bills discounted	2,948,592	3,040,949
Foreign exchanges	2,194	1,312
Other assets	12,118	14,769
Tangible fixed assets	68,085	68,270
Intangible fixed assets	1,013	1,460
Deferred tax assets	69	63
Customers' liabilities for acceptances and guarantees	7,416	7,825
Allowance for loan losses	(9,723)	(8,783)
Total assets	4,350,421	4,556,677
Liabilities		
Deposits	3,931,633	4,164,003
Negotiable certificates of deposit	9,642	9,725
Call money and bills sold	2,403	–
Borrowed money	91,800	62,400
Foreign exchanges	157	79
Other liabilities	11,087	12,113
Provision for bonuses	1,266	438
Provision for directors' bonuses	82	61
Net defined benefit liability	2,181	1,825
Provision for directors' retirement benefits	7	8
Provision for loss on interest repayment	13	13
Provision for reimbursement of deposits	426	509
Provision for contingent loss	660	689
Deferred tax liabilities	9,714	10,797
Deferred tax liabilities for land revaluation	4,946	4,934
Acceptances and guarantees	7,416	7,825
Total liabilities	4,073,441	4,275,426
Net assets		
Capital stock	49,759	49,759
Capital surplus	39,718	39,718
Retained earnings	138,880	147,519
Treasury shares	(7,342)	(13,448)
Total shareholders' equity	221,016	223,549
Valuation difference on available-for-sale securities	46,046	47,614
Revaluation reserve for land	6,406	6,379
Remeasurements of defined benefit plans	585	514
Total accumulated other comprehensive income	53,038	54,508
Subscription rights to shares	271	298
Non-controlling interests	2,653	2,894
Total net assets	276,980	281,250
Total liabilities and net assets	4,350,421	4,556,677

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, 2014	Nine months ended December 31, 2015
Ordinary income	54,821	52,300
Interest income	42,573	40,726
Interest on loans and discounts	31,587	30,348
Interest and dividends on securities	10,623	9,967
Fees and commissions	8,310	8,469
Other ordinary income	1,716	1,335
Other income	2,221	1,769
Ordinary expenses	34,333	34,588
Interest expenses	1,500	1,504
Interest on deposits	1,334	1,275
Fees and commissions payments	2,553	2,557
General and administrative expenses	28,383	28,589
Other expenses	1,896	1,936
Ordinary profit	20,487	17,712
Extraordinary income	9	13
Gain on disposal of non-current assets	9	13
Extraordinary losses	217	94
Loss on disposal of non-current assets	179	94
Impairment loss	38	–
Income before income taxes and minority interests	20,279	17,630
Income taxes	7,077	5,847
Profit	13,201	11,783
Profit attributable to non-controlling interests	124	185
Profit attributable to owners of parent	13,077	11,598

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2014	Nine months ended December 31, 2015
Profit	13,201	11,783
Other comprehensive income	12,903	1,555
Valuation difference on available-for-sale securities	12,825	1,632
Remeasurements of defined benefit plans, net of tax	77	(76)
Comprehensive income	26,105	13,339
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	25,884	13,094
Comprehensive income attributable to non-controlling interests	220	244