To whom it may concern:

August 10, 2017

Company Name Fukuoka Financial Group, Inc.
Representative Takashige Shibato, President
Head Office 8-3, Otemon 1 chome, Chuo-ku, Fukuoka
(Code No. 8354 TSE First Section, FSE)
Contact Hiroshi Miyoshi, Executive Officer
Corporate Planning Division

Capital Adequacy Ratio for the First Quarter of the Year Ending March 31, 2018

We hereby announce our capital adequacy ratio for the first quarter of the year ending March 31, 2018,as follows;

1. Fukuoka Financial Group, Inc.

Consolidated (¥ bil.)

Credit risk： Foundation internal ratings-based approach Operational risk：Standardised approach	Jun 30, 2017	change from Mar 31, 2017	Mar 31, 2017
①Total capital ratio ④/⑤	9.09%	0.29%	8.80%
②Core capital	623.1	14.0	609.1
③Deduction	12.2	0.3	11.9
④Total capital ②－③	610.8	13.7	597.1
⑤Risk adjusted assets	6,714.6	(68.7)	6,783.3
⑥Total required capital ⑤×8%	537.1	(5.5)	542.6

2. Subsidiary banks

(1) The Bank of Fukuoka, Ltd.

Consolidated (¥ bil.) Non-consolidated

Credit risk： Foundation internal ratings-based approach Operational risk：Standardised approach	Jun 30, 2017	change from Mar 31, 2017	Mar 31, 2017	Jun 30, 2017
①Total capital ratio ④/⑤	9.18%	0.31%	8.87%	8.74%
②Core capital	574.3	11.9	562.4	549.3
③Deduction	70.4	(4.0)	74.4	84.5
④Total capital ②－③	503.8	15.9	487.9	464.7
⑤Risk adjusted assets	5,482.8	(16.9)	5,499.7	5,314.9
⑥Total required capital ⑤×8%	438.6	(1.3)	439.9	425.1

(2) The Kumamoto Bank, Ltd.

Non-consolidated (¥ bil.)

Credit risk：Standardised approach Operational risk：Standardised approach	Jun 30, 2017	change from Mar 31, 2017	Mar 31, 2017
①Total capital ratio ④/⑤	9.91%	0.11%	9.80%
②Core capital	88.4	0.8	87.6
③Deduction	2.4	0.0	2.4
④Total capital ②－③	86.0	0.8	85.2
⑤Risk adjusted assets	867.9	(1.1)	869.0
⑥Total required capital ⑤×4%	34.7	0.0	34.7

(3) The Shinwa Bank, Ltd.

Non-consolidated (¥ bil.)

Credit risk：Standardised approach Operational risk：Standardised approach	Jun 30, 2017	change from Mar 31, 2017	Mar 31, 2017
①Total capital ratio ④/⑤	9.15%	0.35%	8.80%
②Core capital	107.6	2.2	105.4
③Deduction	3.0	0.0	3.0
④Total capital ②－③	104.6	2.2	102.4
⑤Risk adjusted assets	1,143.1	(20.8)	1,163.9
⑥Total required capital ⑤×4%	45.7	(0.8)	46.5

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