Financial Results for the Third Quarter of the Fiscal Year ended March 31, 2017
(Consolidated Data)

January 30, 2017

Company Name: Senshu Ikeda Holdings, Inc. Stock exchange listing: Tokyo Stock Exchange

Stock Code: 8714 URL http://www.senshuikeda-hd.co.jp/

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Scheduled date for filing quarterly securities report: Feburuary 13, 2017

Scheduled date to commence dividend payments: None

Segregated trading accounts: None

Supplementary material on quarterly financial results: Yes

Quarterly financial results presentation meeting: None

(Japanese yen amounts of less than 1 million and first decimal place have been rounded down)

1. Financial Results for the Third Quarter of the Fiscal Year ending March 31, 2017(April 1, 2016 － December 31, 2016)

(1) Consolidated Operating Results

(%: Changes from previous fiscal year)

	Ordinary revenue		Ordinary income		Profit attributable to owners of the parent	
	Million yen	%	Million yen	%	Million yen	%
Nine months ended December 31, 2016	76,433	(5.8)	12,806	(18.1)	9,126	(30.1)
Nine months ended December 31, 2015	81,223	1.2	15,653	4.1	13,058	4.3

(Note) Comprehensive income: Nine months ended December 31, 2016 195 million yen [(97.5%)]

Nine months ended December 31, 2015 7,956 million yen [(74.4%)]

	Net income per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2016	30.76	26.86
Nine months ended December 31, 2015	45.05	38.87

(2) Consolidated Financial Position

	Total assets	Total net assets	Equity ratio
	Million yen	Million yen	%
As of December 31, 2016	5,584,795	248,159	4.3
As of March 31, 2016	5,406,626	258,005	4.6

(Reference) capital: As of December 31, 2016 : 243,389 million yen ; As of March 31, 2016 : 249,740 million yen

Note: “Equity ratio” is calculated as: (Total net assets at the end of period － Stock subscription rights at the end of period － Non-controlling interests at the end of period)/ Total assets at the end of period.

The ratio above is not based on the regulation of Capital Adequacy Ratio.

2. Dividends

	Annual Dividends per Share				
	First Quarter	Second Quarter	Third Quarter	Year End	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal Year ended March 31, 2016	—	7.50	—	7.50	15.00
Fiscal Year ended March 31, 2017	—	7.50	—		
Fiscal Year ending March 31, 2017 (Forecasts)				7.50	15.00

Note: Revisions of the forecasts from recently announced figures: None
Please refer to "Cash Dividends for Shareholders of Classified Stock" stated hereinafter for information on classified stock (unlisted) which has different rights relation from that of common stocks.

3. Financial Forecasts for the Fiscal Year ending March 31, 2017 (April 1, 2016－March 31, 2017)

(%: Changes from corresponding period of previous fiscal year)

	Ordinary revenue		Ordinary income		Profit attributable to owners of the parent		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Yen
Full Year	101,000	(8.4)	21,000	(5.9)	17,000	3.1	56.99

Note: Revisions of the forecasts from recently announced figures: None

Note

(1) Changes in significant subsidiaries during the third quarter of the fiscal year ending March 31, 2017 : None
(Changes in specific subsidiaries involving changes in the scope of consolidation)
Added － (company name)－ Excluded－ (company name)－

(2) Changes in accounting policies, changes in accounting estimates, and retrospective restatements
(a) Changes in accounting policies due to revision of accounting standards etc. : None
(b) Changes in accounting policies other than those noted in (a) above : None
(c) Changes in accounting estimates : None
(d) Retrospective restatements : None

(3) Number of shares (common stock)
(a) Number of shares in issue (including treasury stock)
As of December 31, 2016 281,008,632shares
As of March 31, 2016 281,008,632shares

(b) Number of treasury shares
As of December 31, 2016 4,546,133shares
As of March 31, 2016 5,616,987shares

(c) Average number of shares for the period under review
Nine months ended December 31, 2016 275,895,513 shares
Nine months ended December 31, 2015 275,985,138 shares

Disclosure concerning the implementation status of audit procedures

This report is exempt from audit procedures based upon the Financial Instruments and Exchange Act of Japan. As of this report's publication, audit procedures of financial statements have not been completed as stipulated under the provisions of the Financial Instruments and Exchange Act.

Cautionary statement with respect to earnings forecasts, and disclaimer

This report contains projections and other forward-looking statements which are based on currently available information and certain assumptions that the Senshu Ikeda Holdings considers to be reasonable. Various factors may cause actual results to be materially different from projections in these forward-looking statements.

○Cash Dividends for Shareholders of Classified Stock

Cash dividends per share for shareholders of classified stock which has different rights relation from that of common stocks are as follows:

(Third-class preferred stock)

	Dividends per share				
	First Quarter	Second Quarter	Third Quarter	Year End	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal Year ended March 31, 2016	—	35.00	—	35.00	70.00
Fiscal Year ending March 31, 2017	—	35.00	—		
Fiscal Year ending March 31, 2017 (Forecasts)				35.00	70.00

(First series of seventh-class preferred stock)

	Dividends per share				
	First Quarter	Second Quarter	Third Quarter	Year End	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal Year ended March 31, 2016	—	14.51	—	15.00	29.51
Fiscal Year ending March 31, 2017	—	15.00	—		
Fiscal Year ending March 31, 2017 (Forecasts)				15.00	30.00

Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Unit: Millions of yen)

	As of March 31, 2016	As of December 31, 2016
Assets		
Cash and due from banks	460,293	676,665
Call loans and bills bought	885	3,693
Monetary claims bought	67	86
Trading account securities	221	223
Money held in trust	27,000	27,302
Securities	1,026,804	958,489
Loans and bills discounted	3,765,182	3,778,681
Foreign exchange assets	6,451	4,554
Other assets	63,765	72,904
Tangible fixed assets	38,714	37,711
Intangible fixed assets	6,123	5,321
Net defined benefit assets	13,018	12,796
Deferred tax assets	14,181	14,560
Customers' liabilities for acceptances and guarantees	14,399	13,177
Reserve for possible loan losses	(30,483)	(21,375)
Total assets	5,406,626	5,584,795
Liabilities		
Deposits	4,730,075	4,806,746
Negotiable certificates of deposit	3,800	—
Call money and bills sold	—	8,154
Payables under repurchase agreements	—	10,300
Payables under securities lending transactions	211,509	259,958
Borrowed money	86,216	153,393
Foreign exchange liabilities	429	243
Corporate bonds and notes	55,000	40,000
Other liabilities	43,488	41,917
Provision for employees' bonuses	1,787	930
Net defined benefit liability	741	665
Accrued retirement benefits for directors and corporate auditors	39	33
Reserve for reimbursement of deposits	456	492
Reserve for point services	223	235
Reserve for contingent losses	343	335
Reserve under special laws	0	0
Deferred tax liabilities	110	52
Acceptances and guarantees	14,399	13,177
Total liabilities	5,148,621	5,336,636
Net Assets		
Capital stock	102,999	102,999
Capital surplus	57,361	57,365
Retained earnings	68,521	72,161
Treasury stock	(2,678)	(2,167)
Total shareholders' equity	226,203	230,357
Net unrealized gain (loss) on available-for-sale securities	21,753	11,405
Net unrealized gain (loss) on deferred hedges	(144)	(168)
Remeasurements of defined benefit plans	1,927	1,794
Total accumulated other comprehensive income	23,536	13,031
Stock subscription rights	91	94
Non-controlling interests	8,172	4,676
Total net assets	258,005	248,159
Total liabilities and net assets	5,406,626	5,584,795

(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income

Consolidated Statements of Income

(Unit: Millions of yen)

	For the Nine months ended December 31, 2015	For the Nine months ended December 31, 2016
Ordinary revenue	81,223	76,433
Interest income	44,735	42,480
Interest on loans and bills discounted	34,373	32,082
Interest and dividends on securities	9,850	10,065
Fees and commissions	15,240	13,886
Other ordinary income	6,386	11,027
Other income	14,860	9,038
Ordinary expenses	65,569	63,626
Interest expenses	5,932	5,436
Interest on deposits	3,546	2,512
Fees and commissions payments	4,243	4,694
Other ordinary expenses	8,198	5,519
General and administrative expenses	37,435	39,029
Other expenses	9,759	8,945
Ordinary income	15,653	12,806
Extraordinary loss	299	254
Loss on disposal of non-current assets	80	160
Impairment loss	218	93
Other loss	0	0
Income before income taxes	15,353	12,552
Income taxes - current	562	1,536
Income taxes - deferred	1,619	314
Total income taxes	2,181	1,851
Profit	13,172	10,701
Profit attributable to non-controlling interests	113	1,574
Profit attributable to owners of the parent	13,058	9,126

Consolidated Statements of Comprehensive Income

(Unit: Millions of yen)

	For the Nine months ended December 31, 2015	For the Nine months ended December 31, 2016
Profit	13,172	10,701
Other comprehensive income	(5,215)	(10,506)
Net unrealized gain (loss) on available-for-sale securities	(4,474)	(10,349)
Net unrealized gain (loss) on deferred hedges	(167)	(24)
Remeasurements of defined benefit plans	(574)	(132)
Comprehensive income	7,956	195
Comprehensive income attributable to		
Owners of the parent	7,843	(1,378)
Non-controlling interests	113	1,573

Selected Financial Information
for the Third Quarter of FY2016
(Nine months ended December 31, 2016)

SENSHU IKEDA HOLDINGS, INC.

THE SENSHU IKEDA BANK, LTD.

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(Notes) Recorded amounts are rounded down to the nearest million yen.

The Senshu Ikeda Bank transferred a portion of loans to the business rehabilitation subsidiaries on March 25, 2013.
For this reason, with regard to loans and bills discounted and status of claims under the Financial Revitalization Law, the total amounts of The Senshu Ikeda Bank and two business rehabilitation subsidiaries are stated as well.

1. Summary of Profit and Loss

Consolidated ordinary income of Senshu Ikeda Holdings decreased by ¥2,847 million year-on-year to ¥12,806 million, and profit attributable to owners of the parent decreased by ¥3,932 million year-on-year to ¥9,126 million.

Non-consolidated core gross profit of The Senshu Ikeda Bank decreased by ¥5,357 million year-on-year to ¥41,599 million.

Core banking profit decreased by ¥6,188 million year-on-year to ¥6,877 million. This was due to increase in expenses (excluding non-recurring expenses) by ¥830 million year-on-year to ¥34,721 million.

Ordinary income decreased by ¥3,827 million year-on-year to ¥9,623 million, and net income decreased by ¥3,652 million year-on-year to ¥8,200 million.

(1) Senshu Ikeda Holdings【 Consolidated】

(Millions of yen)

		For the nine months ended Dec. 31,2015 (a)	For the nine months ended Dec. 31,2016 (b)	(b)-(a)
1	Ordinary revenue	81,223	76,433	(4,790)
2	Ordinary expenses (-)	65,569	63,626	(1,943)
3	Ordinary income	15,653	12,806	(2,847)
4	Income before income taxes	15,353	12,552	(2,801)
5	Profit attributable to owners of the parent	13,058	9,126	(3,932)
6	Comprehensive income	7,956	195	(7,761)
7	Net credit costs (-)	1,729	2,167	438

(2) The Senshu Ikeda Bank 【Non-consolidated】

(Millions of yen)

		For the nine months ended Dec. 31,2015 (a)	For the nine months ended Dec. 31,2016 (b)	(b)-(a)
1	Gross profit	42,332	45,519	3,187
2	(Core gross profit)	46,956	41,599	(5,357)
3	Net interest income	39,242	36,877	(2,365)
4	Net fees and commissions income	5,328	3,696	(1,632)
5	Net other operation income	(2,238)	4,945	7,183
6	(Net gains (losses) on debt securities)	(4,624)	3,920	8,544
7	Expenses(excluding non-recurring expenses)(-)	33,891	34,721	830
8	Personnel expenses (-)	17,018	16,949	(69)
9	Non-personnel expenses (-)	14,897	15,452	555
10	Banking profit (before provision for general reserve for possible loan losses)	8,441	10,797	2,356
11	Core banking profit	13,065	6,877	(6,188)
12	Net gains (losses) on debt securities	(4,624)	3,920	8,544
13	Reversal of general reserve for possible loan losses(-) ①	—	1,303	1,303
14	Banking profit	8,441	9,494	1,053
15	Net non-recurring gains (loss)	5,009	128	(4,881)
16	Disposal of non-performing loans ②	637	(131)	(768)
17	Net gains (losses) on equity securities	6,187	1,211	(4,976)
18	Ordinary income	13,450	9,623	(3,827)
19	Net extraordinary income (loss)	(278)	(223)	55
20	Income before income taxes	13,171	9,399	(3,772)
21	Total income taxes (-)	1,319	1,198	(121)
22	Income taxes-current (-)	(166)	839	1,005
23	Income taxes-deferred (-)	1,485	359	(1,126)
24	Net income	11,852	8,200	(3,652)
25	Net credit costs (-) ①+②	637	1,171	534

(Reference) Substantial figures after deduction of specific factors

The Senshu Ikeda Bank 【Non-consolidated】

(Millions of yen)

	For the nine months ended Dec 31, 2015		For the nine months ended Dec 31, 2016		
	Disclosed figures (a)	Substantial figures (b)	(c)	(c)-(a)	(c)-(b)
Core gross profit	46,956	44,346	41,599	(5,357)	(2,747)
Net interest income	39,242	38,167	36,877	(2,365)	(1,290)
Interest income on loans and deposits	30,461	30,461	29,314	(1,147)	(1,147)
Others	8,781	7,706	7,562	(1,219)	(144)
Net fees and commissions income	5,328	5,328	3,696	(1,632)	(1,632)
Net other operation income	2,385	849	1,025	(1,360)	176
Expenses (-)	33,891	33,891	34,721	830	830
Core banking profit	13,065	10,454	6,877	(6,188)	(3,577)
Net gains (losses) on debt securities	(4,624)	2,070	3,920	8,544	1,850
Banking profit (before provision for general reserve for possible loan losses)	8,441	12,525	10,797	2,356	(1,728)
Net gains (losses) on equity securities	6,187	2,102	1,211	(4,976)	(891)
Others	(1,178)	(1,178)	(2,385)	(1,207)	(1,207)
Ordinary income	13,450	13,450	9,623	(3,827)	(3,827)
Net extraordinary income (loss)	(278)	(278)	(223)	55	55
Total income taxes (-)	1,319	1,319	1,198	(121)	(121)
Net income	11,852	11,852	8,200	(3,652)	(3,652)

(3) Senshu Ikeda Tokai Tokyo Securities【 Non-consolidated】

(Millions of yen)

		For the nine months ended Dec. 31,2015	For the nine months ended Dec. 31,2016	
		(a)	(b)	(b)-(a)
1	Net operating income	1,637	1,568	(69)
2	Administrative expenses (-)	1,235	1,383	148
3	Operating income	402	184	(218)
4	Income before income taxes	393	183	(210)
5	Net income	257	119	(138)

(4) ROE

Senshu Ikeda Holdings【 Consolidated】

(%)

	For the fiscal year ended Mar.31,2015	For the nine months ended Dec. 31,2015	For the fiscal year ended Mar.31,2016	For the nine months ended Dec. 31,2016		
		(a)	(b)	(c)	(c)-(a)	(c)-(b)
Shareholders' equity ROE (Income before income taxes basis)	11.91	9.60	10.31	7.29	(2.31)	(3.02)
Shareholders' equity ROE (Profit attributable to owners of the parent basis)	9.15	8.17	7.74	5.30	(2.87)	(2.44)

(Note) Shareholders' equity basis after deduction of total accumulated other comprehensive income.

(%)

	For the fiscal year ended Mar.31,2015	For the nine months ended Dec. 31,2015	For the fiscal year ended Mar.31,2016	For the nine months ended Dec. 31,2016		
		(a)	(b)	(c)	(c)-(a)	(c)-(b)
ROE (Income before income taxes basis)	11.10	8.60	9.21	6.75	(1.85)	(2.46)
ROE (Profit attributable to owners of the parent basis)	8.52	7.31	6.92	4.91	(2.40)	(2.01)

2. Information on Main Accounts

The Senshu Ikeda Bank【 Non-concolidated】

The balance of loans and bills discounted at the end of December 2016 increased by ¥86.9 billion from the end of December 2015 to ¥3,774.6 billion.
The balance of deposits at the end of December 2016 increased by ¥90.1 billion from the end of December 2015 to ¥4,855.2 billion.

(1) Loans and Bills Discounted

① Breakdown of loan balance

(Millions of yen)

	As of Mar. 31, 2015	As of Dec. 31.2015 (a)	As of Mar. 31, 2016 (b)	As of Dec. 31, 2016 (c)	(c)-(a)	(c)-(b)
Corporate loans	1,912,885	1,957,209	2,021,670	2,044,503	87,294	22,833
Consumer loans	1,743,166	1,730,559	1,730,397	1,730,175	(384)	(222)
Housing loans	1,716,611	1,703,886	1,701,561	1,696,555	(7,331)	(5,006)
Other loans	26,554	26,673	28,835	33,619	6,946	4,784
Total	3,656,051	3,687,768	3,752,067	3,774,678	86,910	22,611
Foreign currency loans	60,348	64,014	62,100	65,635	1,621	3,535
(scale of enterprise)						
Large and mid-tier enterprises	465,198	466,773	464,438	473,696	6,923	9,258
Small and medium-sized enterprises	1,167,700	1,226,784	1,261,284	1,314,888	88,104	53,604
Local governments	227,548	215,324	219,574	184,375	(30,949)	(35,199)
Japanese government	49,977	49,992	77,321	74,636	24,644	(2,685)
Individuals	1,745,624	1,728,893	1,729,448	1,727,081	(1,812)	(2,367)
Total	3,656,051	3,687,768	3,752,067	3,774,678	86,910	22,611
Average Balance	3,582,906	3,628,300	3,638,361	3,724,853	96,553	86,492

Including two business rehabilitation subsidiaries

(Millions of yen)

	As of Mar. 31, 2015	As of Dec. 31. 2015 (a)	As of Mar. 31, 2016 (b)	As of Dec. 31, 2016 (c)	(c)-(a)	(c)-(b)
Corporate loans	1,936,964	1,978,648	2,042,644	2,057,144	78,496	14,500
Consumer loans	1,743,166	1,730,559	1,730,397	1,730,175	(384)	(222)
Housing loans	1,716,611	1,703,886	1,701,561	1,696,555	(7,331)	(5,006)
Other loans	26,554	26,673	28,835	33,619	6,946	4,784
Total	3,680,130	3,709,208	3,773,041	3,787,319	78,111	14,278
Foreign currency loans	60,348	64,014	62,100	65,635	1,621	3,535
(scale of enterprise)						
Large and mid-tier enterprises	465,198	466,773	464,438	473,696	6,923	9,258
Small and medium-sized enterprises	1,191,420	1,247,865	1,281,899	1,327,103	79,238	45,204
Local governments	227,548	215,324	219,574	184,375	(30,949)	(35,199)
Japanese government	49,977	49,992	77,321	74,636	24,644	(2,685)
Individuals	1,745,983	1,729,252	1,729,807	1,727,507	(1,745)	(2,300)
Total	3,680,130	3,709,208	3,773,041	3,787,319	78,111	14,278
Average Balance	3,611,413	3,651,452	3,661,043	3,742,746	91,294	81,703

② Loans to small and medium-sized enterprises (SMEs), etc.

(Millions of yen, %)

	As of Mar. 31, 2015	As of Dec. 31, 2015 (a)	As of Mar. 31, 2016 (b)	As of Dec. 31, 2016 (c)	(c)-(a)	(c)-(b)
Loans to SMEs, etc.	2,913,325	2,955,678	2,990,733	3,041,970	86,292	51,237
Ratio of loans to SMEs, etc.	79.68	80.14	79.70	80.58	0.44	0.88

Including two business rehabilitation subsidiaries

(Millions of yen, %)

	As of Mar. 31, 2015	As of Dec. 31, 2015 (a)	As of Mar. 31, 2016 (b)	As of Dec. 31, 2016 (c)	(c)-(a)	(c)-(b)
Loans to SMEs, etc.	2,937,404	2,977,117	3,011,706	3,054,611	77,494	42,905
Ratio of loans to SMEs, etc.	79.81	80.26	79.82	80.65	0.39	0.83

(2) Deposits

(Millions of yen)

	As of Mar. 31, 2015	As of Dec. 31. 2015 (a)	As of Mar. 31, 2016 (b)	As of Dec. 31, 2016 (c)	(c)-(a)	(c)-(b)
Individual	3,744,025	3,780,149	3,726,769	3,809,156	29,007	82,387
Online branch	83,583	72,572	67,960	69,453	(3,119)	1,493
Corporation	1,028,510	984,941	1,050,926	1,046,070	61,129	(4,856)
General corporation	850,231	877,266	911,572	960,248	82,982	48,676
Financial institutions	28,145	4,202	10,056	3,990	(212)	(6,066)
Governmental funds	150,133	103,472	129,297	81,832	(21,640)	(47,465)
Total	4,772,536	4,765,091	4,777,696	4,855,226	90,135	77,530
Foreign currency deposits	49,214	16,616	18,862	19,018	2,402	156

Average Balance	4,646,813	4,747,392	4,741,066	4,778,842	31,450	37,776

(3) Assets under Management

① Investment products sales

(Millions of yen)

	For the fiscal year ended Mar.31,2015	For the nine months ended Dec. 31,2015 (a)	For the fiscal year ended Mar.31,2016	For the nine months ended Dec. 31,2016 (b)	(b)-(a)
The Senshu Ikeda Bank	231,584	129,714	168,343	101,046	(28,668)
Investment trusts	151,413	69,699	87,445	57,985	(11,714)
Public bonds	2,937	918	1,066	559	(359)
Life insurance	77,234	59,096	79,831	42,502	(16,594)
Senshu Ikeda Tokai Tokyo Securities	46,533	39,512	48,102	30,456	(9,056)
Total	278,117	169,226	216,445	131,502	(37,724)

② Balance of assets under management(individual)

(Millions of yen)

	As of Mar. 31, 2015	As of Dec. 31, 2015 (a)	As of Mar. 31, 2016 (b)	As of Dec. 31, 2016 (c)	(c)-(a)	(c)-(b)
Deposits	3,744,025	3,780,149	3,726,769	3,809,156	29,007	82,387
Investment trusts	194,394	187,849	183,895	191,080	3,231	7,185
Life insurance	489,826	496,814	501,062	508,086	11,272	7,024
Public bonds	23,710	18,481	17,752	13,645	(4,836)	(4,107)
Senshu Ikeda Tokai Tokyo Securities	61,349	74,105	72,632	92,082	17,977	19,450
Total	4,513,306	4,557,400	4,502,112	4,614,050	56,650	111,938

(Reference)Balance of assets under management

(Millions of yen)

	As of Mar. 31, 2015	As of Dec. 31, 2015 (a)	As of Mar. 31, 2016 (b)	As of Dec. 31, 2016 (c)	(c)-(a)	(c)-(b)
The Senshu Ikeda Bank	237,827	222,315	216,205	217,388	(4,927)	1,183
Investment trusts	204,260	196,230	192,067	199,141	2,911	7,074
Public bonds	33,566	26,084	24,138	18,247	(7,837)	(5,891)
Senshu Ikeda Tokai Tokyo Securities	68,346	83,147	81,701	103,988	20,841	22,287
Total	306,173	305,462	297,907	321,377	15,915	23,470

(4) Securities

① Breakdown of security balance

(Millions of yen)

	As of Mar. 31, 2015	As of Dec. 31. 2015 (a)	As of Mar. 31, 2016 (b)	As of Dec. 31, 2016 (c)	(c)-(a)	(c)-(b)
Securities	1,163,549	1,051,781	1,051,825	983,161	(68,620)	(68,664)
Government bonds	164,153	74,210	76,259	62,097	(12,113)	(14,162)
Local government bonds	51,256	44,704	49,338	40,915	(3,789)	(8,423)
Corporate bonds	273,480	255,886	277,505	240,785	(15,101)	(36,720)
Authority bonds	197,171	192,500	205,420	179,914	(12,586)	(25,506)
Bank debenture bonds	9,384	8,003	15,429	12,925	4,922	(2,504)
General corporate bonds	66,924	55,382	56,656	47,945	(7,437)	(8,711)
Stocks	101,658	99,835	90,783	98,129	(1,706)	7,346
Other securities	572,999	577,143	557,938	541,234	(35,909)	(16,704)
Foreign securities	269,125	248,064	249,540	306,789	58,725	57,249
Euroyen bonds	38,993	37,000	27,000	27,000	(10,000)	—
Dollar-dominated bonds	230,125	182,179	172,052	227,732	45,553	55,680
Euro-dominated bonds	—	28,879	50,482	52,050	23,171	1,568
REIT	31,040	34,144	34,027	32,988	(1,156)	(1,039)
Investment trusts	267,719	288,405	267,881	193,423	(94,982)	(74,458)
Hedging investment trust for cross-shareholdings etc.	16,980	5,914	161	—	(5,914)	(161)
Investment partnership	5,115	6,529	6,487	8,033	1,504	1,546

Average Balance	1,319,019	1,083,015	1,066,378	1,058,450	(24,565)	(7,928)

② Net unrealized gains (losses) on securities

(Millions of yen)

	As of Mar. 31, 2015	As of Dec. 31, 2015 (a)	As of Mar. 31, 2016 (b)	As of Dec. 31, 2016 (c)	(c)-(a)	(c)-(b)
Held-to-maturity debt securities	590	429	465	350	(79)	(115)
Available-for-sale securities	27,695	22,943	28,730	17,758	(5,185)	(10,972)
Stocks	31,198	35,151	28,336	37,317	2,166	8,981
Bonds	1,125	942	2,396	915	(27)	(1,481)
Government bonds	35	50	109	77	27	(32)
Local government bonds	161	185	188	172	(13)	(16)
Corporate bonds	929	706	2,098	665	(41)	(1,433)
Other securities	(4,628)	(13,150)	(2,001)	(20,473)	(7,323)	(18,472)
Foreign securities	(734)	(5,016)	2,165	(15,311)	(10,295)	(17,476)
Euroyen bonds	(6)	—	—	—	—	—
Dollar-dominated bonds	(727)	(4,938)	1,465	(13,714)	(8,776)	(15,179)
Euro-dominated bonds	—	(78)	700	(1,597)	(1,519)	(2,297)
REIT	2,414	1,516	3,514	2,983	1,467	(531)
Investment trusts	(6,515)	(9,727)	(7,770)	(8,216)	1,511	(446)
Hedging investment trust for cross-shareholdings etc.	(7,017)	(2,292)	(62)	—	2,292	62
Investment partnership	206	77	88	71	(6)	(17)

3. Capital Ratio

We are calculating capital ratio now.

4. Status of Credits Disclosed under the Financial Revitalization Law

The Senshu Ikeda Bank【 Non-consolidated】

(Millions of yen, %)

	As of Mar. 31, 2015	As of Dec. 31, 2015 (a)	As of Mar. 31, 2016 (b)	As of Dec. 31, 2016 (c)	(c)-(a)	(c)-(b)
Bankruptcy and quasi-bankrupt credit	6,437	4,876	4,648	3,520	(1,356)	(1,128)
Doubtful credit	38,676	36,867	37,149	30,151	(6,716)	(6,998)
Substandard credit	11,192	11,390	10,604	10,542	(848)	(62)
Subtotal (A)	56,306	53,133	52,403	44,214	(8,919)	(8,189)
Normal credit	3,623,475	3,657,263	3,720,083	3,750,130	92,867	30,047
Total(B)	3,679,782	3,710,396	3,772,486	3,794,344	83,948	21,858
Non-performing loans ratio (A)/(B)	1.53	1.43	1.38	1.16	(0.27)	(0.22)
Partial direct write-off	59,614	44,599	32,879	38,336	(6,263)	5,457

(Reference)

Including two business rehabilitation subsidiaries

(Millions of yen, %)

	As of Mar. 31, 2015	As of Dec. 31, 2015 (a)	As of Mar. 31, 2016 (b)	As of Dec. 31, 2016 (c)	(c)-(a)	(c)-(b)
Bankruptcy and quasi-bankrupt credit	7,136	5,207	4,845	3,840	(1,367)	(1,005)
Doubtful credit	48,969	45,983	46,233	39,863	(6,120)	(6,370)
Substandard credit	13,538	13,637	12,840	10,803	(2,834)	(2,037)
Subtotal (A)	69,644	64,828	63,918	54,508	(10,320)	(9,410)
Normal credit	3,634,217	3,667,010	3,729,542	3,752,478	85,468	22,936
Total(B)	3,703,861	3,731,838	3,793,461	3,806,986	75,148	13,525
Non-performing loans ratio (A)/(B)	1.88	1.73	1.68	1.43	(0.30)	(0.25)
Partial direct write-off	63,035	45,608	33,683	43,242	(2,366)	9,559

(Notes) Credits:

Credits represent loans and bills discounted; Foreign exchanges; Accrued income and suspense payment account under Other assets; and Customers' liabilities for acceptances and guarantees in the Balance Sheet; as the securities loaned (limited for use agreements or lease contracts,) which are required to be stated in a note to the Balance Sheet.

Bankruptcy and quasi-bankrupt credit:

Bankruptcy and quasi-bankrupt credits represent the credits held by borrowers who have been classified as "bankrupt borrowers" and "effectively bankrupt borrowers" by the Bank's self-assessment.

Doubtful credit:

Doubtful credits represent the credits held by borrowers who have been classified as "potentially bankrupt borrowers" by the Bank's self-assessment.

Substandard credit:

Substandard credits represent the credits held by borrowers who have been classified as "loans past due three months or more" and "restructured loans" among the credits requiring special caution. (Borrowers requiring special caution: Borrowers who have concerns in lending conditions, exercising their obligations and financial situation, requiring special caution on their future situations.)

Normal credit:

Normal credits represent the credits held by borrowers who show no particular problems regarding financial conditions and business performances; therefore they are classified as an item other than the aforementioned credits.