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Consolidated Summary Report (Under Japanese GAAP) for the Six Months Ended September 30, 2024

November 14, 2024

Company name: Kyoto Financial Group,Inc.
Stock exchange listing: Tokyo Stock Exchange
Securities code: 5844
URL: https://www.kyoto-fg.co.jp/
Representative: Nobuhiro Doi Director and President
Inquiries: Hideki Onishi Executive Officer, General Manager, Corporate Planning Division
Scheduled date to file interim securities report: November 28, 2024
Scheduled date to commence dividend payments: December 2, 2024
Trading accounts: None
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: Yes

(Amounts of less than one million yen are rounded down)

1. Consolidated Financial Results for the Six Months Ended September 30, 2024 (April 1, 2024 to September 30, 2024)

(1) Consolidated Operating Results (% indicate changes from the previous corresponding period)

	Ordinary income		Ordinary profit		Net income attributable to owners of parent	
For the six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2024	82,762	-	29,692	-	21,247	-
September 30, 2023	-	-	-	-	-	-

(Note) Comprehensive income: Six months ended September 30, 2024: ¥ (49,634) million [-%]
Six months ended September 30, 2023: ¥ - million [-%]

	Net income per share	Diluted net income per share
For the six months ended	Yen	Yen
September 30, 2024	72.72	72.67
September 30, 2023	-	-

(Note) The company was incorporated on October 2, 2023, and therefore figures for the previous interim period and percentage changes from the previous interim period are not stated.

(2) Consolidated Financial Position

	Total assets	Total net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2024	11,767,982	1,081,317	9.1
March 31, 2024	11,576,552	1,141,082	9.8

(Reference) Equity: As of September 30, 2024: ¥ 1,081,087 million
As of March 31, 2024: ¥ 1,140,874 million

(Note) The Equity-to-asset ratio is computed by the formula shown below.
(Total net assets - Share acquisition rights - Non-controlling interests) / Total net assets
The figures for the equity-to-asset ratio on the above table were not based on the regulations on the equity-to-asset ratio.

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
For the fiscal year	Yen	Yen	Yen	Yen	Yen
Ended March 31, 2024	-	-	-	35.00	35.00
Ending March 31, 2025	-	30.00			
Ending March 31, 2025(Forecast)			-	30.00	60.00

(Note) Revision to the forecast for dividends announced most recently: None

(Note) 1. The Company was incorporated on October 2, 2023, and therefore figures for through the second quarter of the fiscal year ended March 31, 2024 are not stated.

2. Breakdown of the year-end dividend for the fiscal year ended March 31, 2024 :
Commemorative dividend for the establishment of the Company 15.00 yen

3. For the fiscal year ended March 31, 2024, The Bank of Kyoto, Ltd., which became a wholly owned subsidiary of the Company through a sole-share transfer, paid an interim dividend of 20 yen per share.
When combined with the Company's year-end dividend, the annual dividend is 55 yen per share.
(The Company undertook a 4-for-1 stock split on January 1, 2024. For the fiscal year ended March 31, 2024, the annual dividend per share reflects this stock split.)

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2025(April 1, 2024 to March 31, 2025)

(% indicate changes from the previous corresponding period.)

	Ordinary income		Ordinary profit		Net income attributable to owners of parent		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	161,600	17.3	49,500	13.5	35,000	10.8	119.78

(Note) Revision to the financial results forecast announced most recently: Yes
For more details, please refer to "2. Explanation of Revisions to Consolidated Earnings Forecasts" on page 2 of the attached document.

* Notes:

(1) Significant changes in the scope of consolidation during the period: Yes
Newly included: 2 (Company name: Kyoto Turnaround Servicer Co.,Ltd., Sekisui Leasing Co.,Ltd.)

(2) Changes in accounting policies, changes in accounting estimates, and restatement
A) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
B) Changes in accounting policies other than (A) above: None
C) Changes in accounting estimates: None
D) Restatement: None

(3) Number of issued shares (common shares)
A) Total number of issued shares at the end of the period (including treasury shares):
September 30, 2024: 301,362,752 shares
March 31, 2024: 303,362,752 shares

B) Number of treasury shares at the end of the period:
September 30, 2024: 9,161,177 shares
March 31, 2024: 11,199,168 shares

C) Average number of shares outstanding during the period:
Six months ended September 30, 2024: 292,179,353 shares
Six months ended September 30, 2023: - shares

(Note) The company was incorporated on October 2,2023, and therefore figure for the previous interim period is not stated.

* This Consolidated Summary Report is outside the scope of the external auditor's quarterly review procedure.

* Notes to using forecasted information, etc

The description of future performance of this report is based on information which is presently available and certain assumptionswhich are considered to be reasonable, and it does not guarantee future performance.
Please take note that future performance may differ from forecasts depending on various future factors.

The Company plans to hold a financial results briefing for institutional investors and analysts on December 2, 2024.
The materials to be used at the meeting will be posted on the Company's website.

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1. Overview of Operating Results, etc.

(1) Overview of Operating Results for the Six Months Ended September 30, 2024.

As for consolidated operating results, ordinary income was 82,762 million yen and ordinary expenses were 53,069 million yen. As a result, ordinary profit was 29,692 million yen and profit attributable to owners of the parent was 21,247 million yen.

(2) Overview of Financial Position for the Six Months Ended September 30, 2024.

As for the consolidated financial position, deposits and negotiable certificates of deposit increased 44.9 billion yen from the end of the previous fiscal year to 9,410.2 billion yen, and loans and bills discounted increased 313.5 billion yen from the end of the previous fiscal year to 7,031.0 billion yen.

Securities decreased by 107.4 billion yen from the end of the previous fiscal year to 3,229.0 billion yen, of which valuation differences (unrealized gains) resulting from mark-to-market accounting amounted to 825.0 billion yen.

Total assets increased 191.4 billion yen from the end of the previous fiscal year to 11,767.9 billion yen, and net assets decreased 59.7 billion yen from the end of the previous fiscal year to 1,081.3 billion yen.

2. Explanation of Revisions to Consolidated Earnings Forecasts

The consolidated earnings forecast for the fiscal year ending March 31, 2025 has been revised as follows from the consolidated earnings forecast announced on May 14, 2024.

Revisions to Consolidated Earnings Forecasts (Millions of yen)

	Ordinary income	Ordinary profit	Profit income attributable to owners of the parent	Net income per share
Previous forecasts (A)	152,400	46,200	33,000	112.95yen
Revised forecasts (B)	161,600	49,500	35,000	119.78yen
Change (B-A)	9,200	3,300	2,000	
Percentage Change	6.0	7.1	6.0	
(Reference) Results for fiscal year ended March 31, 2024	137,691	43,574	31,572	106.55yen

Reason for the upward revision

This is mainly due to the fact that interest income, mainly interest on loans and bills discounted is expected to exceed the initial forecast at subsidiary The Bank of Kyoto, Ltd. and that expenses and credit-related costs are expected to be lower than initially forecast.

3. Interim Consolidated Financial Statements

(1) Interim Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Assets		
Cash and due from banks	962,778	991,452
Call loans and bills bought	368,746	320,182
Monetary claims bought	15,786	14,239
Trading securities	221	253
Money held in trust	6,226	6,285
Securities	3,336,568	3,229,092
Loans and bills discounted	6,717,532	7,031,052
Foreign exchanges	9,013	8,541
Lease receivables and investments in leases	13,717	36,100
Other assets	79,048	59,144
Tangible fixed assets	76,590	77,731
Intangible fixed assets	3,416	7,372
Deferred tax assets	1,046	1,094
Customers' liabilities for acceptances and guarantees	20,519	18,669
Allowance for loan losses	(34,660)	(33,232)
Total assets	11,576,552	11,767,982
Liabilities		
Deposits	8,821,977	8,560,970
Negotiable certificates of deposit	543,348	849,320
Call money and bills sold	1,714	3,568
Cash collateral received for securities lent	500,070	466,702
Borrowed money	193,750	425,370
Foreign exchanges	743	465
Borrowed money from trust account	3,990	3,985
Other liabilities	59,382	98,590
Retirement benefit liability	23,592	22,740
Provision for reimbursement of deposits	157	157
Provision for contingent loss	761	907
Reserves under special laws	0	0
Deferred tax liabilities	262,112	231,868
Deferred tax liabilities for land revaluation	3,349	3,347
Acceptances and guarantees	20,519	18,669
Total liabilities	10,435,470	10,686,664
Net assets		
Share capital	40,000	40,000
Capital surplus	41,875	37,473
Retained earnings	441,188	452,178
Treasury shares	(24,654)	(20,168)
Total shareholders' equity	498,409	509,484
Valuation difference on available-for-sale securities	645,029	573,974
Deferred gains or losses on hedges	28	(60)
Revaluation reserve for land	(2,699)	(2,666)
Remeasurements of defined benefit plans	105	356
Total accumulated other comprehensive income	642,464	571,603
Share acquisition rights	208	193
Non-controlling interests	-	36
Total net assets	1,141,082	1,081,317
Total liabilities and net assets	11,576,552	11,767,982

(2) Interim Consolidated Statements of Income and Comprehensive Income

Interim Consolidated Statements of Income (For the six months)

(Millions of yen)

	For the six months ended September 30, 2024
Ordinary income	82,762
Interest income	56,212
Interest on loans and discounts	30,157
Interest and dividends on securities	22,663
Trust fees	2
Fees and commissions	13,010
Other ordinary income	9,383
Other income	4,152
Ordinary expenses	53,069
Interest expenses	12,090
Interest on deposits	7,530
Fees and commissions payments	3,065
Other ordinary expenses	6,611
General and administrative expenses	30,516
Other expenses	785
Ordinary profit	29,692
Extraordinary income	45
Gain on disposal of non-current assets	45
Extraordinary losses	253
Loss on disposal of non-current assets	229
Impairment losses	24
Provision of reserve for financial instruments transaction liabilities	0
Income before income taxes	29,484
Income taxes - current	7,238
Income taxes - deferred	987
Total income taxes	8,226
Net income	21,258
Net income attributable to non-controlling interests	10
Net income attributable to owners of parent	21,247

Interim Consolidated Statements of Comprehensive Income (For the six months)

(Millions of yen)

	For the six months ended September 30, 2024
Net income	21,258
Other comprehensive income	(70,893)
Valuation difference on available-for-sale securities	(71,055)
Deferred gains or losses on hedges	(89)
Remeasurements of defined benefit plans, net of tax	251
Comprehensive income	(49,634)
(Breakdown)	
Comprehensive income attributable to owners of parent	(49,645)
Comprehensive income attributable to non-controlling interests	11

(3) Interim Consolidated Statements of Changes in Equity

For the six months ended September 30, 2024

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	40,000	41,875	441,188	(24,654)	498,409
Changes during period					
Dividends of surplus			(10,225)		(10,225)
Net income attributable to owners of parent			21,247		21,247
Purchase of treasury shares				(1)	(1)
Disposal of treasury shares		1		84	86
Cancellation of treasury shares		(4,402)		4,402	-
Reversal of revaluation reserve for land			(32)		(32)
Net changes in items other than shareholders' equity					
Total changes during period	-	(4,401)	10,989	4,486	11,074
Balance at end of period	40,000	37,473	452,178	(20,168)	509,484

	Accumulated other comprehensive income					Share acquisition rights	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income			
Balance at beginning of period	645,029	28	(2,699)	105	642,464	208	-	1,141,082
Changes during period								
Dividends of surplus								(10,225)
Net income attributable to owners of parent								21,247
Purchase of treasury shares								(1)
Disposal of treasury shares								86
Cancellation of treasury shares								-
Reversal of revaluation reserve for land								(32)
Net changes in items other than shareholders' equity	(71,055)	(89)	32	251	(70,860)	(14)	36	(70,839)
Total changes during period	(71,055)	(89)	32	251	(70,860)	(14)	36	(59,764)
Balance at end of period	573,974	(60)	(2,666)	356	571,603	193	36	1,081,317

(4) Notes to Interim Consolidated Financial Statements

(Notes on Going Concern Assumption)

None

(Changes in Accounting Policies)

The “Accounting Standard for Corporate, Inhabitant and Enterprise Taxes” (ASBJ Statement No. 27, October 28, 2022) is applied from the beginning of the interim of the current fiscal year.

There is no impact on the interim consolidated financial statements.

(Business Combinations, etc.)

(Acquisition of a company through share acquisition)

The Company acquired shares in Sekisui Leasing Co., Ltd. on June 3, 2024 under the share transfer agreement concluded on February 29, 2024, and made the company a subsidiary.

1. Overview of business combination

(1) Name and business description of the acquired company

Name: Sekisui Leasing Co., Ltd.

Business description: General leasing business

(2) Reason for business combination

In order to realize the Group's vision of becoming a "comprehensive solutions provider that drives community growth and creates the future together," the Group is working to expand the solutions it can provide.

Sekisui Leasing Co., Ltd. is a company that operates a stable leasing business with the SEKISUI CHEMICAL Group as its primary customer. This share acquisition will expand the Kyoto Financial Group's leasing business and help us offer our customers a greater range of solutions by allowing us to leverage the know-how and trading base, etc. of Kyogin Lease Co., Ltd., a subsidiary of the Company and Sekisui Leasing Co., Ltd. In doing this, we will strive to help customers find solutions to management issues while also further increasing the corporate value of the Group.

(3) Date of business combination

June 3, 2024

(4) Legal form of business combination

Share acquisition in consideration for cash

(5) Name of the company after combination

Unchanged

(6) Ratio of voting rights acquired

90.0%

(7) Major basis of determination to acquire the company

The acquisition was made by means of share acquisition in consideration for cash.

2. The term of the financial results of the acquired company included in the Company's consolidated financial statements

Since June 30, 2024 is the deemed acquisition date, results from July 1, 2024 through September 30, 2024 are included.

3. Acquisition cost and consideration by type

Consideration in cash:	3,293 million yen
Acquisition cost:	3,293 million yen

4. Description and amount of major acquisition-related expenses

Advisory expenses, etc. 118 million yen

5. The amount of goodwill arising in the business combination, the reason for the goodwill arising, and amortization method and period

(1) The amount of goodwill arising in the business combination

3,067 million yen

The above amount is provisional because the identification and fair value estimation of identifiable assets and liabilities as of the date of the business combination and the allocation of acquisition costs are yet to be completed.

(2) Reason for the goodwill arising

The goodwill has arisen because the acquisition cost exceeded the fair value of the net assets of the acquired company at the time of business combination.

(3) Amortization method and period

The goodwill will be amortized using the straight-line method over a period for which it is expected to have its effect. The amortization period will be determined based on the results of acquisition cost allocation.

6. Amounts of assets received and liabilities assumed on the date of business combination and their breakdown

(1) Assets

Total assets	50,330 million yen
Of which, lease receivables and lease investment assets	20,849 million yen

(2) Liabilities

Total liabilities	50,085 million yen
Of which, borrowings	48,260 million yen

The above amounts are provisional because the identification and fair value estimation of identifiable assets and liabilities as of the date of the business combination and the allocation of acquisition costs are yet to be completed.

7. Estimated amount and calculation method of the effect of the business combination on the interim consolidated statement of income for the current interim consolidated accounting period, assuming that the business combination was completed as of the beginning of the current interim consolidated accounting period

The impact is insignificant.

Supplement Information for the Six Months Ended September 30, 2024

Kyoto Financial Group, Inc.

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(Notes) “Consolidated” information indicates the consolidated figures for the Kyoto Financial Group (Kyoto FG consolidated).
“Non-consolidated” refers to the figures for Kyoto Bank alone.

As the Company was established on October 2, 2023, Kyoto Bank consolidated figures are stated as reference for the figures for Kyoto FG consolidated for the FY2023 interim period and September 30, 2023.

I Key points in the financial results for the FY2024 interim period

1. Summary

(1) Profit and loss

Net income hit record highs for fourth straight year

In consolidated profit and loss for the FY2024 interim period, ordinary profit increased 2.8 billion yen year on year to 29.6 billion yen, and net income attributable to owners of parent increased 2.0 billion yen year on year to 21.2 billion yen, both hitting record highs.

[Kyoto FG consolidated] (Millions of yen)

	FY2024 interim	Year-on-year change	FY2023 interim
Ordinary profit	29,692	2,858	26,834
Net income attributable to owners of parent	21,247	2,030	19,217

[Kyoto Bank non-consolidated] (Millions of yen)

	FY2024 interim	Year-on-year change	FY2023 interim
Ordinary profit	28,291	2,611	25,680
Net income	20,472	1,876	18,595

[Contributions by non-banking Group companies] (Millions of yen)

	FY2024 interim	Year-on-year change	FY2023 interim
Ordinary profit	1,401	246	1,154
Net income	774	153	621

(2) Deposits, negotiable certificates of deposit, and loans and bills discounted [Kyoto Bank non-consolidated]

Deposits and negotiable certificates of deposit amounted to 9,456.2 billion yen, and loans and bills discounted stood at 7,088.6 billion yen.

(Billions of yen)

		As of September 30, 2024	Year-on-year change	As of September 30, 2023
Term-end	Deposits and negotiable certificates of deposit	9,456.2	165.8	9,290.4
	Loans and bills discounted	7,088.6	622.3	6,466.2
Term-average	Deposits and negotiable certificates of deposit	9,418.3	171.9	9,246.4
	Loans and bills discounted	6,903.0	586.7	6,316.2

2. Overview of profit and loss

[Kyoto FG consolidated]
Net income attributable to owners of parent increased 2.0 billion yen year on year to 21.2 billion yen due to increased profits at the bank, with non-banking Group companies contributing to the profit increase.

[Kyoto Bank non-consolidated]
Gross banking profit increased by 4.3 billion yen to 53.4 billion yen, mainly due to net interest income, including interest on loans and bills discounted, and net fees and commissions.
Furthermore, ordinary profit increased 2.6 billion yen year on year to 28.2 billion yen, as gross banking profit increased while expenses and credit-related costs also increased. Net income increased 1.8 billion yen year on

[Kyoto FG consolidated] (Millions of yen)

	FY2024 interim	Year-on-year change	FY2023 interim
Gross banking profit	56,843	5,282	51,560
Expenses	30,516	2,152	28,364
Net banking profit	26,326	3,130	23,196
Ordinary profit	29,692	2,858	26,834
Net income attributable to owners of parent	21,247	2,030	19,217

[Kyoto Bank non-consolidated] (Millions of yen)

	FY2024 interim	Year-on-year change	FY2023 interim
Gross banking profit	53,436	4,337	49,099
Net interest income	44,113	3,064	41,048
Net fees and commissions	7,494	622	6,872
Net other ordinary income	1,827	649	1,178
Gains (losses) on bonds	(87)	(256)	168
Expenses	28,589	1,485	27,103
Net banking profit	24,847	2,851	21,995
Core banking profit	24,934	3,107	21,827
Excluding gains (losses) on cancellation of investment trusts	24,726	2,899	21,827
Provision for allowance for general loan losses (1)	—	—	—
Banking profit	24,847	2,851	21,995
Non-recurring income (losses)	3,444	(240)	3,684
Losses related to non-performing loans (2)	253	(2)	255
Reversal of allowance for loan losses (3)	896	(981)	1,877
Reversal of allowance for general loan losses	1,203	(912)	2,115
Reversal of allowance for individual loan losses	(306)	(69)	(237)
Income (losses) related to shares	2,710	240	2,470
Other non-recurring income (losses)	91	498	(406)
Ordinary profit	28,291	2,611	25,680
Extraordinary income (losses)	(169)	51	(221)
Profit before income taxes	28,121	2,662	25,459
Total income taxes	7,649	785	6,863
Net income	20,472	1,876	18,595
Credit-related costs ((1) + (2) - (3))	(642)	978	(1,621)

(Notes) Net banking profit is calculated by deducting expenses from gross banking profit.
Core banking profit is calculated by deducting gains (losses) on bonds from net banking profit.

3. Main accounts

(1) Deposits and negotiable certificates of deposit [Kyoto Bank non-consolidated]

Deposits and negotiable certificates of deposit increased across all categories, including individual deposits, with the balance at the end of the period amounting to 9,456.2 billion yen, presenting an increase of 165.8 billion yen from September 30, 2023.

(Billions of yen, %)

	As of September 30, 2024	Year-on-year change		As of September 30, 2023	As of March 31, 2024
		Billion yen	%		
Deposits and negotiable certificates of deposit (Term-end)	9,456.2	165.8	1.7	9,290.4	9,414.8
Individuals	5,837.9	43.4	0.7	5,794.4	5,819.3
Corporations	2,946.6	14.7	0.5	2,931.9	2,955.0
Financial institutions	671.7	107.6	19.0	564.0	640.4
Deposits and negotiable certificates of deposit (Term-average)	9,418.3	171.9	1.8	9,246.4	

(2) Loans and bills discounted [Kyoto Bank non-consolidated]

Loans and bills discounted surpassed 7 trillion yen, increasing 622.3 billion yen from September 30, 2023 to 7,088.6 billion yen, primarily due to a growth in loans for corporations.
Loans for small and medium enterprises (SMEs), etc. increased 328.2 billion yen from September 30, 2023 to 4,525.4 billion yen, as we responded to a wide range of funding needs.

(Billions of yen, %)

	As of September 30, 2024	Year-on-year change		As of September 30, 2023	As of March 31, 2024
		Billion yen	%		
Loans and bills discounted (Term-end)	7,088.6	622.3	9.6	6,466.2	6,726.3
Loans for SMEs, etc.	4,525.4	328.2	7.8	4,197.1	4,324.8
Loans for SMEs	2,817.9	286.7	11.3	2,531.2	2,642.9
Housing loans	1,767.2	35.5	2.0	1,731.6	1,744.0
Loans and bills discounted (Term-average)	6,903.0	586.7	9.2	6,316.2	

(3) Securities [Kyoto Bank non-consolidated]

We strived to appropriately manage our investments in securities while carefully monitoring market trends. As a result, securities with valuation difference excluded totaled 2,403.7 billion yen as of September 30, 2024.

(Billions of yen, %)

	As of September 30,	Year-on-year change		As of September 30,	As of March 31, 2024
		Billion yen	%		
Securities (Term-end)	3,227.7	(7.8)	(0.2)	3,235.6	3,335.0
Bonds	2,180.2	(39.8)	(1.7)	2,220.0	2,196.6
Shares	1,047.5	31.9	3.1	1,015.6	1,138.3
(Valuation difference)	823.9	43.0	5.5	780.9	926.1
Securities with valuation difference excluded (Term-end)	2,403.7	(50.9)	(2.0)	2,454.6	2,408.9
Securities (Term-average)	2,523.9	172.2	7.3	2,351.6	

(4) Group's client assets [Kyoto Bank + Kyogin Securities]

The balance of the Group's client assets stood at 901.6 billion yen on September 30, 2024, an increase of 137.8 billion yen from September 30, 2023.

<Balance>

(Billions of yen)

		As of September 30, 2024	Year-on-year change	As of September 30, 2023	As of March 31, 2024
The Bank of Kyoto	Investment trusts	298.6	44.1	254.4	294.7
	Insurance	358.1	36.8	321.3	346.3
	Foreign currency deposits	9.1	(3.3)	12.5	9.3
	Public bonds	48.5	1.5	47.0	43.7
Kyogin Securities		187.0	58.5	128.4	148.6
	Investment trusts	26.7	25.7	0.9	7.5
	Fund wraps	34.8	22.0	12.7	23.7
Group total		901.6	137.8	763.7	842.7

(Note) Figures presented above for foreign currency deposits are those for foreign currency deposits made by individuals.

<Sales during the FY2024 interim period>

(Billions of yen)

		FY2024 interim	Year-on-year change	FY2023 interim
The Bank of Kyoto	Investment trusts	43.5	3.0	40.4
	Insurance	33.8	2.4	31.4
	Foreign currency deposits	0.9	(3.8)	4.8
	Public bonds	14.4	10.6	3.7
Kyogin Securities		44.0	17.7	26.2
	Investment trusts	11.9	11.3	0.6
	Fund wraps	9.8	0.6	9.1

4. Financial soundness

(1) Equity-to-asset ratio (Domestic standard)

Kyoto FG's consolidated equity-to-asset ratio as of September 30, 2024 was 12.03%. The current medium-term management plan sets a target of reducing the capital adequacy ratio to the 11% range by increasing capital efficiency through the accumulation of assets. We are performing toward this goal.

[Kyoto FG consolidated]

(Billions of yen)

	As of September 30, 2024 (Preliminary)	Year-on-year change	As of September 30, 2023	As of March 31, 2024
Equity-to-asset ratio	12.03 %	(1.42) %	13.45 %	12.56 %
Net assets	492.1	0.6	491.5	484.1
Risk-weighted assets, etc.	4,089.8	436.1	3,653.7	3,853.0

[Kyoto Bank non-consolidated]

(Billions of yen)

	As of September 30, 2024 (Preliminary)	Year-on-year change	As of September 30, 2023	As of March 31, 2024
Equity-to-asset ratio	10.86 %	(2.02) %	12.88 %	11.61 %
Net assets	443.7	(25.5)	469.3	445.2
Risk-weighted assets, etc.	4,086.4	443.9	3,642.4	3,833.7

(Note) To calculate credit risk-weighted assets, the Company uses the foundation internal ratings-based approach (FIRB).

(2) Non-performing loans [Kyoto Bank non-consolidated]

We maintained the ratio of non-performing loans based on the Financial Reconstruction Law at a low level as of September 30, 2024; the ratio was 1.38%, and if partial direct write-offs had been made, the ratio would have been 1.30%.

Trend in non-performing loans based on the Financial Reconstruction Law

(Billions of yen)

	Self-assessment category	As of September 30, 2024	Year-on-year change	As of September 30, 2023	As of March 31, 2024
Bankrupt and Substantially bankrupt claims	Bankrupt or Effectively bankrupt	10.7	2.2	8.5	9.1
Doubtful claims	Potentially bankrupt	79.8	(5.4)	85.3	81.7
Substandard claims		8.6	2.3	6.3	6.0
Total non-performing loans		99.2	(0.9)	100.2	97.0
Non-performing loan ratio		1.38%	(0.14)%	1.52%	1.42%
<If partial direct write-offs had been made> Total non-performing loans		93.5	(1.8)	95.3	92.8
Non-performing loan ratio		1.30%	(0.15)%	1.45%	1.36%

(3) Valuation difference on securities [Kyoto Bank non-consolidated]

We maintained valuation difference on securities at a high level as of September 30, 2024; they totaled 823.9 billion yen.

(Billions of yen)

	As of September 30, 2024	Year-on-year change	As of September 30, 2023	As of March 31, 2024
Valuation difference on securities	823.9	43.0	780.9	926.1
Shares	879.4	33.3	846.1	971.4
Bonds	(54.4)	(3.2)	(51.2)	(46.2)
Others	(1.1)	12.8	(14.0)	0.9

5. Financial results forecast

Financial results forecast for the fiscal year ending March 31, 2025 (April 1, 2024 to March 31, 2025)

For FY2024, based on current business conditions, we have revised our consolidated net income forecast upward by 2.0 billion yen from the initial forecast to 35.0 billion yen, which would be a record high, as we continue to strive for growth together with local communities and customers through our group-wide efforts in the "Regional Future Co-Creation Business."

[Kyoto FG consolidated] (Millions of yen)

	FY2024 (Current forecast)	Year-on-year change	FY2023 (Actual)
Ordinary profit	49,500	5,926	43,574
Net income attributable to owners of parent	35,000	3,428	31,572

[Kyoto Bank non-consolidated] (Millions of yen)

	FY2024 (Current forecast)	Year-on-year change	FY2023 (Actual)
Banking profit	41,700	5,038	36,662
Ordinary profit	46,100	4,704	41,396
Net income	33,200	3,509	29,691
Credit-related costs	1,000	1,197	(197)

6. Interim and year-end dividends [Kyoto FG consolidated]

For FY2024, we plan to pay an interim and year-end dividend of 30 yen each, as initially announced, for a full-year dividend of 60 yen.

	Interim	Year-end	Annual
FY2024 (Planned)	30 yen	30 yen	60 yen
FY2023 (Actual)	20 yen	35 yen	55 yen

(Notes) 1. Of the 35 yen year-end dividend for FY2023, 15 yen is a commemorative dividend for the establishment of the Company.
2. As the Company was established on October 2, 2023, the actual dividends for the Bank of Kyoto, Ltd. are stated for the FY2023 interim period.
3. The Company undertook a 4-for-1 stock split on January 1, 2024. Actual dividends for the FY2023 interim period are stated assuming that the stock split had been undertaken.

7. Income structure [Kyoto Bank non-consolidated]

Income for the FY2024 interim period is calculated based on the structure presented below.

<Expenses>		<Income>	
Interest expenses Interest paid on various deposits, etc.	12.0 bn yen	Interest income Interest income from business loans, housing loans, securities, etc.	56.2 bn yen
(1) Net interest income	44.1 bn yen		
Fees and commissions payments Fees paid by the Bank such as fees and commissions on exchanges	2.8 bn yen	Fees and commissions Fees received from various services, such as investment trust sales and money transfers	10.3 bn yen
(2) Net fees and commissions	7.4 bn yen		
Other ordinary expenses Losses on sales of bonds, etc	0.9 bn yen	Other ordinary income Gains on foreign exchange transactions, gains on sales of bonds, etc.	2.7 bn yen
(3) Net other ordinary income	1.8 bn yen		
Gains (losses) on bonds	(0.0) bn yen (A)		
Provision for allowance for general loan losses	- bn yen (C)	Gross banking profit	53.4 bn yen (B)
Expenses	28.5 bn yen (D)	(1) Net interest income	44.1 bn yen
		(2) Net fees and commissions	7.4 bn yen
		(3) Net other ordinary income	1.8 bn yen
Banking profit (E) = (B) - (C) - (D)	24.8 bn yen		
Non-recurring expenses Expenses related to write-offs of non-performing loans, shares, etc.	0.7 bn yen	Banking profit	24.8 bn yen
Ordinary profit	28.2 bn yen	Non-recurring income Gains on sales of shares, etc.	4.2 bn yen
Extraordinary losses	0.2 bn yen	Ordinary profit	28.2 bn yen
Income taxes - current	6.6 bn yen		
Income taxes - deferred	0.9 bn yen	Extraordinary income	0.0 bn yen
Net income	20.4 bn yen		

Net banking profit and core banking profit are indices that show profitability after deducting gains (losses) on sales of bonds and provision for allowance for general loan losses, etc. from banking profit.

◎ Net banking profit (24.8 bn yen) = Banking profit (E) (24.8 bn yen) + Provision for allowance for general loan losses (C) (- bn yen)
◎ Core banking profit (24.9 bn yen) = Net banking profit (24.8 bn yen) - Gains (losses) on bonds (A) ((0.0) bn yen)

* Gains (losses) on bonds = Gains on sales of bonds + gains on redemption of bonds
- losses on sales of bonds - losses on redemption of bonds - write-offs of bonds

II Financial results for the 2024 interim period

1. Profit and loss

[Kyoto Bank non-consolidated]

(Millions of yen)

	FY2024 interim	Year-on-year change	FY2023 interim
Gross banking profit	53,436	4,337	49,099
(Excluding gains (losses) on bonds)	(53,524)	(4,593)	(48,930)
Net interest income	44,113	3,064	41,048
Net fees and commissions	7,494	622	6,872
Net other ordinary income	1,827	649	1,178
(Gains (losses) on bonds)	((87))	((256))	(168)
Gross banking profit from domestic operations	50,454	3,129	47,325
(Excluding gains (losses) on bonds)	(50,652)	(3,514)	(47,137)
Net interest income	43,165	3,058	40,106
Net fees and commissions	7,376	612	6,764
Net other ordinary income	(86)	(541)	454
(Gains (losses) on bonds)	((197))	((385))	(187)
Gross banking profit from international operations	2,981	1,207	1,774
(Excluding gains (losses) on bonds)	(2,871)	(1,078)	(1,792)
Net interest income	948	6	942
Net fees and commissions	118	10	108
Net other ordinary income	1,914	1,190	723
(Gains (losses) on bonds)	(110)	(128)	((18))
Expenses	28,589	1,485	27,103
Personnel expenses	15,156	(156)	15,312
Non-personnel expenses	10,910	1,441	9,469
Taxes	2,522	200	2,321
Net banking profit	24,847	2,851	21,995
Core banking profit	24,934	3,107	21,827
Excluding gains (losses) on cancellation of investment trusts	24,726	2,899	21,827
(1) Provision for allowance for general loan losses	—	—	—
Banking profit	24,847	2,851	21,995
Gains (losses) on bonds	(87)	(256)	168
Non-recurring income (losses)	3,444	(240)	3,684
(2) Losses related to non-performing loans	253	(2)	255
Write-offs of loans and bills discounted	0	0	0
Net provision for allowance for specific loan losses	—	—	—
Losses on sales of loans	—	—	—
Others	253	(2)	255
(3) Reversal of allowance for loan losses	896	(981)	1,877
Reversal of allowance for general loan	1,203	(912)	2,115
Reversal of allowance for individual loan	(306)	(69)	(237)
Income (losses) related to shares	2,710	240	2,470
Other non-recurring income (losses)	91	498	(406)
Ordinary profit	28,291	2,611	25,680
Extraordinary income (losses)	(169)	51	(221)
Gains (losses) on disposal of non-current assets	(145)	1	(147)
Impairment losses	24	(49)	73
Net income before income taxes	28,121	2,662	25,459
Income taxes - current	6,678	710	5,968
Income taxes - deferred	970	75	895
Total income taxes	7,649	785	6,863
Net income	20,472	1,876	18,595
Credit-related costs ((1) + (2) - (3))	(642)	978	(1,621)

(Note) Amounts of less than one million yen are rounded down.

[Kyoto FG consolidated] (Millions of yen)

	FY2024 interim	Year-on-year change	FY2023 interim
Gross banking profit (consolidated)	56,843	5,282	51,560
Net interest income	44,122	3,028	41,094
Net fees and commissions	9,947	1,144	8,803
Net other ordinary income	2,772	1,110	1,662
Expenses	30,516	2,152	28,364
Net banking profit	26,326	3,130	23,196
Credit-related costs	(636)	979	(1,616)
Income (losses) related to shares	2,710	240	2,470
Share of loss (profit) of entities accounted for using equity method	3	1	1
Others	16	465	(449)
Ordinary profit	29,692	2,858	26,834
Extraordinary income (losses)	(207)	12	(220)
Profit before income taxes	29,484	2,870	26,614
Total income taxes	8,226	894	7,331
Net income	21,258	1,975	19,283
Net income attributable to non-controlling interests	10	(55)	66
Net income attributable to owners of parent	21,247	2,030	19,217

(Comprehensive income (consolidated)) (Millions of yen)

	FY2024 interim	Year-on-year change	FY2023 interim
Comprehensive income	(49,634)	(111,664)	62,029
Net income	21,258	1,975	19,283
Other comprehensive income	(70,893)	(113,639)	42,746
(Valuation difference on available-for-sale securities) (Fluctuation)	(71,055)	(113,263)	42,208

(Number of entities within the scope of consolidation) (Entities)

	As of September 30, 2024	Year-on-year change	As of September 30, 2023
Number of consolidated subsidiaries	11	3	8
Number of entities accounted for by the equity method	1	—	1

2. Banking profit [Kyoto Bank non-consolidated]

(Millions of yen)

	FY2024 interim	Year-on-year change	FY2023 interim
(1) Net banking profit	24,847	2,851	21,995
Per employee (thousand yen)	7,325	884	6,440
(2) Banking profit	24,847	2,851	21,995
Per employee (thousand yen)	7,325	884	6,440

(Note) The term-average number of employees (excluding seconded employees) is used for calculation.

3. Interest rate spread [Kyoto Bank non-consolidated]

(1) Overall

(%)

	FY2024 interim	Year-on-year change	FY2023 interim
Interest rate earned on loans and bills discounted (A)	0.87	0.06	0.81
Interest rate earned on securities	1.78	0.13	1.65
Interest rate earned on interest-earning assets (a)	1.15	0.11	1.04
Costs incurred on deposits, etc. (B)	0.76	0.05	0.71
Interest rate paid on deposits, etc.	0.16	0.03	0.13
Overhead ratio	0.60	0.02	0.58
Costs of funding (b)	0.79	0.10	0.69
Interest rate spread (A) - (B)	0.11	0.01	0.10
Gross interest rate spread (a) - (b)	0.36	0.01	0.35

(2) Domestic operations

(%)

	FY2024 interim	Year-on-year change	FY2023 interim
Interest rate earned on interest-earning assets (A)	0.95	0.06	0.89
Interest rate earned on loans and bills discounted	0.72	0.02	0.70
Interest rate earned on securities	1.63	0.04	1.59
Costs of funding (B)	0.60	0.05	0.55
Interest rate paid on deposits, etc.	0.03	0.03	0.00
Interest rate paid on external liabilities	0.04	0.04	(0.00)
Gross interest rate spread (A) - (B)	0.35	0.01	0.34

4. Gains and losses on securities [Kyoto Bank non-consolidated]

(Millions of yen)

	FY2024 interim	Year-on-year change	FY2023 interim
Gains (losses) related to bonds	(87)	(256)	168
Gains on sales	864	505	358
Gains on redemption	—	—	—
Losses on sales	952	761	190
Losses on redemption	—	—	—
Write-offs	0	0	—

Gains (losses) related to shares	2,710	240	2,470
Gains on sales	2,808	195	2,613
Losses on sales	98	1	97
Write-offs	—	(46)	46

○ Impairment criteria

Our standards for asset self-assessment dictate following impairment criteria by issuer category:

Issuer category	Impairment criteria
Bankrupt, Effectively bankrupt, Potentially bankrupt	The fair value falls below the acquisition cost.
Requiring caution	The fair value declines 30% or more from the acquisition cost.
Normal	The fair value declines 50% or more from the acquisition cost, or the fair value declines 30% or more and less than 50% from the acquisition cost and the market value remains at or below a certain level.

5. Valuation difference on securities

(1) Valuation methods for securities

Trading securities	Fair value method (valuation difference recognized in profit or loss)
Held-to-maturity securities	Amortized cost method
Available-for-sale securities	Fair value method (valuation difference recognized entirely in net assets)
Shares of subsidiaries and affiliated companies	Cost method

(Reference) Securities in the money held in trust

Money held in trust for investment purposes	Fair value method (valuation difference recognized in profit or loss)

(2) Valuation difference

[Kyoto FG consolidated]

(Millions of yen)

	As of September 30, 2024				As of March 31, 2024		
	Valuation difference				Valuation difference		
		Change from March 31, 2024	Gain on valuation	Loss on valuation		Gain on valuation	Loss on valuation
Held-to-maturity securities	(105)	(22)	0	105	(82)	0	83
Available-for-sale securities	825,027	(102,357)	888,500	63,473	927,384	981,283	53,898
Shares	880,594	(92,062)	881,241	646	972,656	972,910	254
Bonds	(54,411)	(8,170)	190	54,602	(46,241)	500	46,741
Others	(1,155)	(2,124)	7,068	8,224	968	7,871	6,903
Total	824,921	(102,379)	888,501	63,579	927,301	981,283	53,982
Shares	880,594	(92,062)	881,241	646	972,656	972,910	254
Bonds	(54,517)	(8,193)	191	54,708	(46,323)	501	46,824
Others	(1,155)	(2,124)	7,068	8,224	968	7,871	6,903

(Notes) 1. Available-for-sale securities are valued at fair value. Presented in the table above are the differences between the figures in the consolidated interim balance sheets and the acquisition prices.

2. Valuation difference on available-for-sale securities as of September 30, 2024 is 573,974 million yen.

[Kyoto Bank non-consolidated]

(Millions of yen)

	As of September 30, 2024				As of March 31, 2024		
	Valuation difference				Valuation difference		
		Change from March 31, 2024	Gain on valuation	Loss on valuation		Gain on valuation	Loss on valuation
Held-to-maturity securities	—	—	—	—	—	—	—
Shares of subsidiaries and affiliated companies	—	—	—	—	—	—	—
Available-for-sale securities	823,929	(102,223)	887,402	63,473	926,152	980,051	53,898
Shares	879,496	(91,928)	880,143	646	971,424	971,679	254
Bonds	(54,411)	(8,170)	190	54,602	(46,241)	500	46,741
Others	(1,155)	(2,124)	7,068	8,224	968	7,871	6,903
Total	823,929	(102,223)	887,402	63,473	926,152	980,051	53,898
Shares	879,496	(91,928)	880,143	646	971,424	971,679	254
Bonds	(54,411)	(8,170)	190	54,602	(46,241)	500	46,741
Others	(1,155)	(2,124)	7,068	8,224	968	7,871	6,903

(Notes) 1. Available-for-sale securities are valued at fair value. Presented in the table above are the differences between the figures in the non-consolidated interim balance sheets and the acquisition prices.

2. Valuation difference on available-for-sale securities as of September 30, 2024 is 573,643 million yen.

6. ROE [Kyoto FG consolidated] (%)

	FY2024 interim	Year-on-year change	FY2023 interim
Based on shareholders' equity	8.40	0.68	7.72
Based on net assets	3.81	0.05	3.76

(Notes) 1. The average balance of shareholders' equity and the average balance of net assets, which serve as the denominators of the calculation formulae, are computed by dividing the sum of the balance at the beginning of the term and the balance at the end of the term by two.
2. Shareholders' equity = total net assets - subscription right to share - non-controlling interests - total accumulated other comprehensive income
3. Net assets = total net assets - subscription right to share - non-controlling interests

7. Number of branches [Kyoto Bank non-consolidated] (Branches)

	As of September 30, 2024	Change from March 31, 2024	As of March 31, 2024
Kyoto Prefecture	111	—	111
Osaka Prefecture	31	—	31
Shiga Prefecture	14	—	14
Nara Prefecture	7	—	7
Hyogo Prefecture	8	—	8
Aichi Prefecture	2	—	2
Tokyo Prefecture	1	—	1
Total	174	—	174

III Loans, etc.

We do not make partial direct write-offs.

1. Non-performing loans based on the Financial Reconstruction Law (risk management loans)

[Kyoto FG consolidated]

(Millions of yen)

	As of September 30, 2024	Change from March 31, 2024	Change from September 30, 2023	As of March 31, 2024	As of September 30, 2023
Unrecoverable or valueless	11,456	1,699	2,322	9,756	9,134
Risk	79,866	(1,913)	(5,477)	81,780	85,344
Special attention	8,660	2,585	2,306	6,075	6,354
Accruing loans (three months or more)	16	7	16	9	—
Restructured loans	8,644	2,578	2,290	6,066	6,354
Total non-performing loans a	99,983	2,371	(848)	97,612	100,832
Normal	7,028,431	306,557	576,283	6,721,873	6,452,148
Total b	7,128,415	308,928	575,434	6,819,486	6,552,980
Non-performing loan ratio (a/b)	1.40 %	(0.03) %	(0.13) %	1.43 %	1.53 %

<Reference> If partial direct write-offs had been made

	As of September 30, 2024	Change from March 31, 2024	Change from September 30, 2023	As of March 31, 2024	As of September 30, 2023
Total non-performing loans	93,792	849	(1,764)	92,942	95,556
Non-performing loan ratio	1.31 %	(0.05) %	(0.14) %	1.36 %	1.45 %

[Kyoto Bank non-consolidated]

(Millions of yen)

	As of September 30, 2024	Change from March 31, 2024	Change from September 30, 2023	As of March 31, 2024	As of September 30, 2023
Unrecoverable or valueless	10,767	1,571	2,244	9,195	8,523
Risk	79,855	(1,913)	(5,473)	81,768	85,328
Special attention	8,660	2,584	2,306	6,075	6,353
Accruing loans (three months or more)	16	7	16	9	—
Restructured loans	8,643	2,577	2,289	6,066	6,353
Total non-performing loans a	99,282	2,243	(922)	97,039	100,205
Normal	7,076,371	355,926	625,459	6,720,445	6,450,912
Total b	7,175,654	358,169	624,536	6,817,484	6,551,118
Non-performing loan ratio (a/b)	1.38 %	(0.04) %	(0.14) %	1.42 %	1.52 %
Coverage c	92,283	2,707	(319)	89,576	92,603
Allowance for loan losses	19,567	2,057	1,231	17,510	18,335
Collateral, guarantees, etc.	72,716	650	(1,551)	72,066	74,267
Coverage ratio (c/a)	92.9 %	0.6 %	0.5 %	92.3 %	92.4 %

<Reference> If partial direct write-offs had been made

	As of September 30, 2024	Change from March 31, 2024	Change from September 30, 2023	As of March 31, 2024	As of September 30, 2023
Total non-performing loans	93,582	774	(1,802)	92,807	95,384
Non-performing loan ratio	1.30 %	(0.06) %	(0.15) %	1.36 %	1.45 %

(Note) Assets include: Credit-related receivables, such as loans and bills discounted, customers' liabilities for acceptances and guarantees, foreign exchanges, suspense payments equivalent to loans, accrued interest, etc., and private placement bonds guaranteed by banks

2. Results of self-assessment and allowance for loan losses

Results of self-assessment [Kyoto Bank non-consolidated]

(Millions of yen)

	As of September 30, 2024	Change from March 31, 2024	Change from September 30, 2023	As of March 31, 2024	As of September 30, 2023
In legal bankruptcy	4,334	1,058	774	3,276	3,559
In de facto bankruptcy	6,433	513	1,469	5,919	4,963
In danger of bankruptcy	79,843	(1,828)	(5,356)	81,671	85,200
Requiring vigilance	520,153	5,305	2,405	514,847	517,747
Requiring management	11,657	(3,620)	(3,340)	15,277	14,997
Special attention (Loans and bills discounted only)	8,660	2,584	2,306	6,075	6,353
Others requiring vigilance	508,496	8,926	5,746	499,570	502,750
Normal	6,501,738	355,349	621,884	6,146,388	5,879,853
Total	7,112,502	360,398	621,177	6,752,103	6,491,324

(Note) Assets include: Credit-related receivables, such as loans and bills discounted, customers' liabilities for acceptances and guarantees, foreign exchanges, suspense payments equivalent to loans, accrued interest, etc.

Allowance for loan losses [Kyoto Bank non-consolidated]

(Millions of yen)

	As of September 30, 2024	Change from March 31, 2024	Change from September 30, 2023	As of March 31, 2024	As of September 30, 2023
Allowance for loan losses	30,799	(1,405)	(1,902)	32,204	32,702
Allowance for general loan losses	16,015	(1,203)	(878)	17,218	16,893
Allowance for specific loan losses	14,784	(202)	(1,024)	14,986	15,809

○ Policy for write-offs and allowances for loan losses

Borrower category	Policy for write-offs and allowances for loan losses
Normal	On a loan, an allowance is provided for expected losses in the following year using the historical loss rate.
Requiring vigilance	On a loan, an allowance is provided for expected losses in the following three years using the historical loss rate.
Substandard	On a loan, an allowance is provided for expected losses in the following three years using the historical loss rate. For some loans, allowances are provided using the discounted cash flow method.
Potentially bankrupt	On the portion of a loan that is not covered by collateral or a guarantee, an allowance is provided for expected losses in the following three years using the historical loss rate. For some loans, allowances are provided using the discounted cash flow method.
Bankrupt or Effectively bankrupt	A write-off is made or an allowance is provided for the entire portion of a loan that is not covered by collateral or a guarantee.

(Notes) 1. When a loan receivable by the Bank is converted to a capital subordinated loan, and the Bank treats it as capital, the Bank provides an allowance not exceeding the amount of the said loan but for the entire amount of the uncovered portion of the loan as if it were not capital. For some loans, allowances are provided using the discounted cash flow method.

2. Of the loans to the borrowers categorized as borrowers requiring vigilance or borrowers requiring management according to the policy presented above, on loans to specific borrowers on which significant impact of COVID-19 remains, allowances are provided based on the expected loss r the uncovered amount of the loans to borrowers in danger of bankruptcy.

3. Loans by industry

(1) Loans by industry [Kyoto Bank non-consolidated]

(Millions of yen)

	As of September 30, 2024	Change from March 31, 2024	Change from September 30,	As of March 31, 2024	As of September 30, 2023
Domestic (Excluding special international financial transactions accounts)	7,088,610	362,280	622,335	6,726,329	6,466,275
Manufacture	1,366,837	77,592	93,196	1,289,244	1,273,640
Agriculture and forestry	4,671	279	287	4,392	4,384
Fisheries	78	34	41	44	37
Mining, stone quarrying, and gravel quarrying	16,519	(985)	1,595	17,505	14,924
Construction	213,687	3,610	16,764	210,077	196,923
Electricity, gas, heat supply and water	133,783	11,964	15,955	121,819	117,827
Information and communications	53,199	6,134	9,033	47,065	44,166
Transport and postal services	267,597	(1,602)	27,539	269,200	240,057
Wholesale and retail trade	754,108	52,358	77,160	701,749	676,947
Finance and insurance	346,607	12,301	47,340	334,306	299,267
Real estate and goods rental and leasing	1,065,394	145,988	225,155	919,406	840,238
Services	509,732	13,555	24,773	496,177	484,959
Local governments	608,374	2,764	22,106	605,609	586,268
Others	1,748,016	38,284	61,384	1,709,731	1,686,632

(2) Risk management loans by industry [Kyoto Bank non-consolidated]

(Millions of yen)

	As of September 30, 2024	Change from March 31, 2024	Change from September 30,	As of March 31, 2024	As of September 30, 2023
Domestic (Excluding special international financial transactions accounts)	99,282	2,243	(922)	97,039	100,205
Manufacture	21,228	(177)	992	21,406	20,236
Agriculture and forestry	126	(88)	(136)	214	263
Fisheries	21	(1)	(2)	23	24
Mining, stone quarrying, and gravel quarrying	—	—	—	—	—
Construction	9,994	103	(25)	9,891	10,020
Electricity, gas, heat supply and water	10	(0)	(1)	11	12
Information and communications	1,446	83	129	1,363	1,316
Transport and postal services	2,597	(285)	(837)	2,882	3,434
Wholesale and retail trade	21,228	418	(661)	20,810	21,890
Finance and insurance	483	(20)	(31)	504	515
Real estate and goods rental and leasing	4,455	51	(509)	4,404	4,965
Services	25,411	2,741	898	22,670	24,512
Local governments	—	—	—	—	—
Others	12,277	(579)	(736)	12,856	13,013

(3) Loans to SMEs, etc. [Kyoto Bank non-consolidated]

(Millions of yen)

	As of September 30, 2024	Change from March 31, 2024	Change from September 30,	As of March 31, 2024	As of September 30, 2023
Loans to SMEs, etc.	4,525,414	200,535	328,279	4,324,879	4,197,134
Ratio of loans to SMEs, etc. (%)	63.84	(0.45)	(1.06)	64.29	64.90

(4) Consumer loans [Kyoto Bank non-consolidated]

(Millions of yen)

	As of September 30, 2024	Change from March 31, 2024	Change from September 30,	As of March 31, 2024	As of September 30, 2023
Consumer loans	1,800,984	23,828	38,042	1,777,155	1,762,941
Housing loans	1,767,216	23,133	35,525	1,744,082	1,731,690
Other consumer loans	33,767	694	2,516	33,073	31,250

4. Loans by country

(1) Specified overseas receivables [Kyoto Bank non-consolidated]

None

(2) Loans to Asia [Kyoto Bank non-consolidated]

(Millions of yen)

	As of September 30, 2024	Change from March 31, 2024	Change from September 30, 2023	As of March 31, 2024	As of September 30, 2023
Singapore	4,500	2,000	1,500	2,500	3,000
China	1,306	602	1,061	704	245
UAE	1,845	(340)	(535)	2,185	2,380
Qatar	713	(43)	(34)	757	747
Total	8,365	2,218	1,991	6,146	6,373

(3) Loans to major countries in Latin America [Kyoto Bank non-consolidated]

(Millions of yen)

	As of September 30, 2024	Change from March 31, 2024	Change from September 30, 2023	As of March 31, 2024	As of September 30, 2023
Chile	—	(757)	(747)	757	747
Mexico	258	(40)	(61)	298	319
Total	258	(797)	(809)	1,055	1,067

(4) Loans to Russia [Kyoto Bank non-consolidated]

None

IV Reference

Kyoto Bank individual financial statements

(1) Interim Non-consolidated Balance Sheets

(Millions of yen)

	As of March 31,2024	As of September 30,2024
Assets		
Cash and due from banks	955,189	984,722
Call loans	368,746	320,182
Monetary claims bought	8,274	7,126
Trading securities	221	253
Money held in trust	6,226	6,285
Securities	3,335,053	3,227,708
Loans and bills discounted	6,726,329	7,088,610
Foreign exchanges	9,013	8,541
Other assets	73,016	25,150
Other	73,016	25,150
Tangible fixed assets	76,054	76,594
Intangible fixed assets	3,318	4,035
Customers' liabilities for acceptances and guarantees	20,519	18,669
Allowance for loan losses	(32,204)	(30,799)
Total assets	11,549,758	11,737,082
Liabilities		
Deposits	8,849,026	8,584,476
Negotiable certificates of deposit	565,848	871,820
Call money	1,714	3,568
Cash collateral received for securities lent	500,070	466,702
Borrowed money	193,500	424,000
Foreign exchanges	743	465
Borrowed money from trust account	3,990	3,985
Other liabilities	31,252	71,610
Income taxes payable	4,328	4,832
Asset retirement obligations	984	1,052
Other	25,939	65,725
Provision for retirement benefits	23,671	23,124
Provision for reimbursement of deposits	157	157
Provision for contingent loss	761	907
Deferred tax liabilities	261,680	231,358
Deferred tax liabilities for land revaluation	3,349	3,347
Acceptances and guarantees	20,519	18,669
Total liabilities	10,456,285	10,704,193

(Millions of yen)

	As of March 31,2024	As of September 30,2024
Net assets		
Share capital	42,103	42,103
Capital surplus	34,582	34,582
Legal capital surplus	30,301	30,301
Other capital surplus	4,280	4,280
Retained earnings	374,846	385,287
Legal retained earnings	17,456	17,456
Other retained earnings	357,390	367,831
General reserve	316,875	316,875
Retained earnings brought forward	40,515	50,956
Total shareholders' equity	451,532	461,973
Valuation difference on available-for-sale securities	644,611	573,643
Deferred gains or losses on hedges	28	(60)
Revaluation reserve for land	(2,699)	(2,666)
Total valuation and translation adjustments	641,940	570,915
Total net assets	1,093,473	1,032,889
Total liabilities and net assets	11,549,758	11,737,082

(2) Interim Non-consolidated Statements of Income

(Millions of yen)

	For the six months ended September 30, 2023	For the six months ended September 30, 2024
Ordinary income	64,804	73,568
Interest income	48,619	56,202
Interest on loans and discounts	25,771	30,217
Interest and dividends on securities	19,492	22,629
Trust fees	2	2
Fees and commissions	9,854	10,377
Other ordinary income	1,368	2,779
Other income	4,959	4,205
Ordinary expenses	39,123	45,276
Interest expenses	7,570	12,089
Interest on deposits	6,174	7,531
Fees and commissions payments	2,984	2,885
Other ordinary expenses	190	952
General and administrative expenses	27,103	28,589
Other expenses	1,274	760
Ordinary profit	25,680	28,291
Extraordinary income	0	45
Extraordinary losses	221	215
Net income before income taxes	25,459	28,121
Income taxes - current	5,968	6,678
Income taxes - deferred	895	970
Total income taxes	6,863	7,649
Net income	18,595	20,472

(3) Interim Non-consolidated Statements of Changes in Net Assets

For the six months ended September 30, 2023

(Millions of yen)

	Shareholders' equity							
	Share capital	Capital surplus			Retained earnings			
		Legal capital surplus	Other capital surplus	Total capital surplus	Legal retained earnings	Other retained earnings		Total retained earnings
						General reserve	Retained earnings brought forward	
Balance at beginning of period	42,103	30,301	140	30,442	17,456	355,375	30,845	403,676
Changes during period								
Dividends of surplus							(5,947)	(5,947)
Provision of general reserve						9,000	(9,000)	–
Net income							18,595	18,595
Purchase of treasury shares								
Disposal of treasury shares			(17)	(17)				
Revaluation reserve for land							21	21
Net changes in items other than shareholders' equity								
Total changes during period	–	–	(17)	(17)	–	9,000	3,670	12,670
Balance at end of period	42,103	30,301	122	30,424	17,456	364,375	34,515	416,346

	Shareholders' equity		Valuation and translation adjustments				Share acquisition rights	Total net assets
	Treasury assets shares	Total shareholders' equity	Valuation difference on available for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Total valuation and translation adjustments		
Balance at beginning of period	(8,521)	467,701	501,781	227	473	502,482	264	970,448
Changes during period								
Dividends of surplus		(5,947)						(5,947)
Provision of general reserve		–						–
Net income		18,595						18,595
Purchase of treasury shares	(4)	(4)						(4)
Disposal of treasury shares	73	55						55
Revaluation reserve for land		21						21
Net changes in items other than shareholders' equity			42,016	235	(21)	42,229	(55)	42,174
Total changes during period	69	12,721	42,016	235	(21)	42,229	(55)	54,895
Balance at end of period	(8,451)	480,423	543,798	462	451	544,712	208	1,025,343

For the six months ended September 30, 2024

(Millions of yen)

	Shareholders' equity								
	Share capital	Capital surplus			Retained earnings				Total shareholders' equity
		Legal capital surplus	Other capital surplus	Total capital surplus	Legal retained earnings	Other retained earnings		Total retained earnings	
						General reserve	Retained earnings brought forward		
Balance at beginning of period	42,103	30,301	4,280	34,582	17,456	316,875	40,515	374,846	451,532
Changes during period									
Dividends of surplus							(10,000)	(10,000)	(10,000)
Net income							20,472	20,472	20,472
Revaluation reserve for land							(32)	(32)	(32)
Net changes in items other than shareholders' equity									
Total changes during period	–	–	–	–	–	–	10,440	10,440	10,440
Balance at end of period	42,103	30,301	4,280	34,582	17,456	316,875	50,956	385,287	461,973

	Valuation and translation adjustments				Total net assets
	Valuation difference on available for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Total valuation and translation adjustments	
Balance at beginning of period	644,611	28	(2,699)	641,940	1,093,473
Changes during period					
Dividends of surplus					(10,000)
Net income					20,472
Revaluation reserve for land					(32)
Net changes in items other than shareholders' equity	(70,967)	(89)	32	(71,024)	(71,024)
Total changes during period	(70,967)	(89)	32	(71,024)	(60,584)
Balance at end of period	573,643	(60)	(2,666)	570,915	1,032,889