Consolidated Financial Results for the Fiscal Year Ended March 31, 2024 [Japanese GAAP]

May 10, 2024

Company name: THE SHIGA BANK, LTD.
Stock exchange listing: Tokyo Stock Exchange
Code number: 8366
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Scheduled date of ordinary general shareholders' meeting: June 26, 2024
Scheduled date of commencing dividend payments: June 27, 2024
Scheduled date of filing securities report: June 11, 2024
Establishment of specified transaction account: None
Availability of supplementary explanatory materials on financial results: Yes
Schedule of financial results briefing session: Scheduled (for institutional investors and analysts)

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

1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2024 (April 1, 2023 – March 31, 2024)

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

	Ordinary income		Ordinary profit		Net income attributable to owners of the parent	
	Million yen	%	Million yen	%	Million yen	%
Fiscal year ended March 31, 2024	122,630	6.4	23,967	19.6	15,940	7.3
Fiscal year ended March 31, 2023	115,289	17.3	20,041	(16.5)	14,858	(16.1)

(Note) Comprehensive income: Fiscal year ended March 31, 2024: ¥55,925 million [—%]
Fiscal year ended March 31, 2023: ¥(15,071) million [—%]

	Net income per share	Diluted net income per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of ordinary profit to ordinary income
	Yen	Yen	%	%	%
Fiscal year ended March 31, 2024	336.32	–	3.4	0.3	19.5
Fiscal year ended March 31, 2023	310.57	310.50	3.3	0.3	17.4

(Reference) Equity in earnings of affiliated companies: Fiscal year ended March 31, 2024: ¥— million
Fiscal year ended March 31, 2023: ¥— million

(Note) Diluted net income per share for the fiscal year ended March 31, 2024 is not presented because there were no potentially dilutive shares.

(2) Consolidated Financial Position

	Total assets	Total equity	Capital ratio	Equity per share
	Million yen	Million yen	%	Yen
As of March 31, 2024	7,970,551	490,887	6.2	10,459.89
As of March 31, 2023	7,305,698	441,222	6.0	9,293.39

(Reference) Capital: As of March 31, 2024: ¥490,887 million
As of March 31, 2023: ¥441,222 million

(Note) "Capital ratio" is calculated by dividing (total equity at the end of the period − stock acquisition rights at the end of the period) by total assets at the end of the period.
"Capital ratio" herein is not the capital ratio specified by the regulatory notices pertaining to capital adequacy ratio.

(3) Consolidated Cash Flows

	Operating activities	Investing activities	Financing activities	Cash and cash equivalents, end of year
	Million yen	Million yen	Million yen	Million yen
Fiscal year ended March 31, 2024	453,292	(288,586)	(6,280)	1,359,724
Fiscal year ended March 31, 2023	(483,433)	(57,989)	(7,954)	1,201,299

2. Dividends

	Annual dividends per share					Total dividends (annual)	Payout ratio (consolidated)	Ratio of dividends to total equity (consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
Fiscal year ended March 31, 2023	–	40.00	–	40.00	80.00	3,813	25.8	0.9
Fiscal year ended March 31, 2024	–	50.00	–	40.00	90.00	4,251	26.8	0.9
Fiscal year ending March 31, 2025 (Forecast)	–	45.00	–	45.00	90.00		26.4	

(Notes)

1. Breakdown of the 2nd quarter-end dividend for the fiscal year ended March 31, 2023: Ordinary dividend of ¥40.00
   Breakdown of the year-end dividend for the fiscal year ended March 31, 2023: Ordinary dividend of ¥40.00
2. Breakdown of the 2nd quarter-end dividend for the fiscal year ended March 31, 2024: Ordinary dividend of ¥40.00, commemorative dividend of ¥10.00 (commemorative dividend for the Bank's 90th Anniversary)
   Breakdown of the year-end dividend for the fiscal year ended March 31, 2024: Ordinary dividend of ¥40.00
3. Breakdown of the 2nd quarter-end dividend for the fiscal year ending March 31, 2025 (forecast): Ordinary dividend of ¥45.00
   Breakdown of the year-end dividend for the fiscal year ending March 31, 2025 (forecast): Ordinary dividend of ¥45.00

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

(% indicates changes from the previous corresponding period.)

	Ordinary profit		Net income attributable to owners of the parent		Net income per share
	Million yen	%	Million yen	%	Yen
Six months	11,500	(36.4)	8,200	(34.5)	174.73
Full year	23,000	(4.0)	16,000	0.4	340.93

*** Notes:**

(1) Changes in significant subsidiaries during the period under review (Changes in specified subsidiaries resulting in changes in scope of consolidation): None

(2) Changes in accounting policies, changes in accounting estimates and retrospective restatement
   1) Changes in accounting policies due to the revision of accounting standards: None
   2) Changes in accounting policies other than 1) above: None
   3) Changes in accounting estimates: None
   4) Retrospective restatement: None

(3) Total number of issued and outstanding shares (common shares)

1) Total number of issued and outstanding shares at the end of the period (including treasury shares):

As of March 31, 2024: 53,090,081 shares
As of March 31, 2023: 53,090,081 shares

2) Total number of treasury shares at the end of the period:

As of March 31, 2024: 6,159,570 shares
As of March 31, 2023: 5,613,090 shares

3) Average number of shares during the period:

Fiscal year ended March 31, 2024: 47,397,199 shares
Fiscal year ended March 31, 2023: 47,841,764 shares

(Reference) Summary of Non-consolidated Financial Results

1. Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2024 (April 1, 2023 – March 31, 2024)

(1) Non-consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Ordinary income		Ordinary profit		Net income	
	Million yen	%	Million yen	%	Million yen	%
Fiscal year ended March 31, 2024	110,306	6.7	23,130	22.8	15,746	9.3
Fiscal year ended March 31, 2023	103,401	19.3	18,841	(17.9)	14,411	(17.0)

	Net income per share	Diluted net income per share
	Yen	Yen
Fiscal year ended March 31, 2024	332.23	-
Fiscal year ended March 31, 2023	301.23	301.16

(Note) Diluted net income per share for the fiscal year ended March 31, 2024 is not presented because there were no potentially dilutive shares.

(2) Non-consolidated Financial Position

	Total assets	Total equity	Capital ratio	Equity per share
	Million yen	Million yen	%	Yen
As of March 31, 2024	7,944,199	468,297	5.9	9,978.53
As of March 31, 2023	7,281,966	420,344	5.8	8,853.65

(Reference) Capital: As of March 31, 2024: ¥468,297 million
As of March 31, 2023: ¥420,344 million

(Note) "Capital ratio" is calculated by dividing (total equity at the end of the period − stock acquisition rights at the end of the period) by total assets at the end of the period.
"Capital ratio" herein is not the capital ratio specified by the regulatory notices pertaining to capital adequacy ratio.

2. Non-consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2025 (April 1, 2024 – March 31, 2025)

(% indicates changes from the previous corresponding period.)

	Ordinary profit		Net income		Net income per share
	Million yen	%	Million yen	%	Yen
Six months	11,000	(37.6)	8,000	(35.5)	170.46
Full year	22,000	(4.9)	15,800	0.3	336.67

* These financial results are outside the scope of audit by certified public accountants or an audit firm.

* Explanation of the proper use of financial results forecast and other notes

・Forward-looking statements, such as financial results forecasts, made in this document are based on information currently available to the Bank and certain assumptions deemed reasonable. Actual results, etc. may differ significantly due to various factors.

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1. Overview of Operating Results, etc.

(1) Overview of Operating Results for the Fiscal Year under Review

The Japanese economy in the fiscal year ended March 31, 2024 has been gradually recovering after overcoming the COVID-19 pandemic, and Japan's Nikkei Stock Average hit its first all-time high in 34 years in February 2024. Capital expenditure has been increasing moderately amid the improvement of overall corporate revenue, though it was affected by production and shipment halts at some automobile manufacturers. In addition, consumer spending has remained solid despite the effect of price hikes and other factors.

Shiga Prefecture's economy has continued its recovery trend. On the other hand, production activities in the entire manufacturing sector, including transport machinery, have declined, and on the demand front, real consumer spending growth has remained slow. On the investment front, private capital expenditure, housing investment, and public investment have declined.

Under these circumstances, in order to further increase corporate value and existential value, the Bank has implemented the 7th Medium-Term Business Plan, "Define a future and realize a dream" (Period: 5 years, April 2019 – March 2024) since fiscal year 2019. The Group is making all-out efforts toward the realization of a "Sustainability Design Company" with a strong desire to "plan and create sustainable development of customers and regional communities, and go beyond the conventional framework and ideas."

As a result of these efforts, the operating results for the fiscal year under review marking the last year of the 7th Medium-Term Business Plan were as follows.

Ordinary income was ¥122,630 million, an increase of ¥7,341 million year on year. This was mainly due to an increase in interest income (an increase of ¥16,138 million year on year) due in part to an increase in interest on loans and discounts and interest and dividends on securities.

On the other hand, ordinary expenses were ¥98,663 million, an increase of ¥3,415 million year on year. This was mainly due to an increase in interest expenses (an increase of ¥ 9,980 million year on year) due in part to an increase in interest on borrowing and rediscounts.

As a result, ordinary profit for the fiscal year under review increased by ¥3,925 million year on year to ¥23,967 million, and net income attributable to owners of the parent increased by ¥1,082 million year on year to ¥15,940 million year on year.

(2) Overview of Financial Position for the Fiscal Year under Review

The main accounts as of the end of the fiscal year under review are as follows.

The balance of total assets was ¥7,970,551 million, an increase of ¥ 664,852 million from the end of the previous fiscal year.

With regards to the main account balance of assets, investment securities stood at ¥1,857,431 million (an increase of ¥341,853 million from the end of the previous fiscal year), and loans and bills discounted totaled ¥4,475,442 million (an increase of ¥131,801 million from the end of the previous fiscal year.)

Meanwhile, total liabilities were ¥7,479,663 million, an increase of ¥ 615,186 million from the end of the previous fiscal year.

With regards to the main account balance of liabilities, deposits totaled ¥5,803,032 million (an increase of ¥ 88,664 million from the end of the previous fiscal year), negotiable certificates of deposit were ¥25,360 million (a decrease of ¥4,971 million from the end of the previous fiscal year), call money and bills sold were ¥346,092 million (an increase of ¥108,186 million from the end of the previous fiscal year), payables under securities lending transactions were ¥241,330 million (an increase of ¥35,757 million from the end of the previous fiscal year), and borrowed money was ¥882,628 million (an increase of ¥344,172 million from the end of the previous fiscal year).

Total equity amounted to ¥490,887 million, an increase of ¥49,665 million from the end of the previous fiscal year. This was mainly due to an increase of ¥24,082 million in net unrealized gains on available-for-sale securities from the end of the previous fiscal year.

(3) Overview of Cash Flows for the Fiscal Year under Review

Regarding the Group cash flows, net cash provided by operating activities was an inflow (hereinafter, "cash inflow") of ¥453,292 million, mainly due to an increase in borrowed money, call money, payables under securities lending transactions. Cash inflow increased by ¥936,726 million year-on-year, mainly because borrowed money shifted to an increase in the fiscal year under review from a decrease in the previous year.

Net cash used in investing activities was an outflow (hereinafter, "cash outflow") of ¥288,586 million as purchases of securities exceeded proceeds from sales and redemptions of securities. Cash outflow increased by ¥230,597 million year-on-year, mainly due to a decrease in proceeds from sales of securities.

Furthermore, net cash used in financing activities was a cash outflow ¥6,280 million, due to dividends paid and purchases of treasury stock. Cash outflow decreased by ¥1,673 million year-on-year, mainly due to decreases in purchases of treasury stock and dividends paid.

As a result, cash and cash equivalents as of the end of the fiscal year under review amounted to ¥1,359,724 million, an increase of ¥158,425 million year-on-year.

The Group's financial resources for investments and liquidity of funds were as follows.

For the moment, the Group plans to use its own funds for capital expenditures, investments in growth fields, shareholder returns, etc.

The Group strives to accurately assess the Group's cash management and maintain its stability while creating an appropriate risk management structure. With regard to the operation of loans and bills discounted and investment securities, we procure the majority of investment funds from deposits of customers, and obtain additional funding when necessary through borrowings from the Bank of Japan, call money, and other means. The status of fund liquidity and other matters are regularly reported to the Board of Directors.

(4) Future Outlook

In our financial results forecast for fiscal 2024 (the fiscal year ending March 31, 2025), we forecast consolidated ordinary profit of ¥23,000 million (a year-on-year decrease of ¥900 million) and net income attributable to owners of the parent amounting to ¥16,000 million, the same as the previous year.

Regarding shareholder returns for the fiscal year ending March 31, 2025, we will target a shareholder return ratio of 40% for the sum of dividends and share buybacks.

Given our prediction of net income attributable to owners of the parent amounting to ¥16,000 million for the fiscal year ending March 31, 2025, we forecast an annual dividend of ¥90 in ordinary dividend for the fiscal year ending March 31, 2025.

2. Basic Policy on Selection of Accounting Standards

The Group applies Japanese GAAP. Although we are making efforts to gather information on the differences between Japanese GAAP and International Financial Reporting Standards (IFRS) and the status of application of IFRS by other companies in the same industry, we currently have no plans to apply IFRS. For the time being, the Group will maintain its policy of applying Japanese GAAP.

3. Consolidated Financial Statements and Primary Notes

(1) Consolidated Balance Sheet

(Million yen)

	As of March 31, 2023	As of March 31, 2024
Assets		
Cash and due from banks	1,201,938	1,360,066
Call loans and bills bought	17,759	5,753
Debt purchased	2,514	1,968
Trading securities	488	459
Money held in trust	27,059	30,376
Investment securities	1,515,578	1,857,431
Loans and bills discounted	4,343,641	4,475,442
Foreign exchange assets	6,730	6,193
Other assets	119,185	161,400
Tangible fixed assets	52,349	47,638
Buildings	13,670	13,264
Land	32,054	31,457
Construction in progress	4,531	703
Other	2,092	2,211
Intangible fixed assets	2,180	1,342
Software	541	276
Software in progress	1,470	896
Other	169	169
Asset for retirement benefits	19,650	25,228
Deferred tax assets	572	591
Customers' liabilities for acceptances and guarantees	28,226	29,340
Allowance for loan losses	(32,177)	(32,683)
Total assets	7,305,698	7,970,551
Liabilities		
Deposits	5,714,368	5,803,032
Negotiable certificates of deposit	30,332	25,360
Call money and bills sold	237,906	346,092
Payables under securities lending transactions	205,572	241,330
Borrowed money	538,456	882,628
Foreign exchange liabilities	377	92
Borrowed money from trust account	187	184
Other liabilities	61,346	88,812
Liability for retirement benefits	159	168
Liability for retirement benefits of directors and Audit & Supervisory Board Members	4	4
Allowance for repayment of excess interest	10	5
Reserve for other contingent losses	140	196
Deferred tax liabilities	41,893	56,949
Deferred tax liabilities for land revaluation	5,495	5,463
Acceptances and guarantees	28,226	29,340
Total liabilities	6,864,476	7,479,663

(Million yen)

	As of March 31, 2023	As of March 31, 2024
Equity		
Common stock	33,076	33,076
Capital surplus	24,540	24,541
Retained earnings	258,053	269,792
Treasury stock	(14,488)	(16,476)
Total shareholders' equity	301,181	310,934
Net unrealized gains on available-for-sale securities	107,785	131,867
Deferred gains on derivatives under hedge accounting	15,599	30,145
Land revaluation surplus	8,312	8,240
Defined retirement benefit plans	8,343	9,700
Total accumulated other comprehensive income	140,040	179,953
Total equity	441,222	490,887
Total liabilities and equity	7,305,698	7,970,551

(2) Consolidated Statements of Income and Comprehensive Income

Consolidated Statement of Income

(Million yen)

	For the year ended March 31, 2023	For the year ended March 31, 2024
Ordinary income	115,289	122,630
Interest income	58,038	74,177
Interest on loans and discounts	38,053	44,427
Interest and dividends on securities	19,024	25,026
Interest on call loans and bills bought	139	170
Interest on deposits with banks	711	1,493
Other interest income	109	3,060
Trust fees	0	0
Fees and commissions	17,651	19,995
Other operating income	20,188	13,181
Other income	19,410	15,276
Recovery of claims previously charged-off	615	252
Other	18,795	15,023
Ordinary expenses	95,247	98,663
Interest expenses	9,010	18,990
Interest on deposits	1,185	2,037
Interest on negotiable certificates of deposit	9	7
Interest on call money and bills sold	1,711	4,651
Interest expenses on securities lending transactions	3,072	5,124
Interest on borrowing and rediscounts	3,034	7,095
Other interest expenses	(3)	74
Fees and commissions	4,873	5,730
Other operating expenses	33,788	18,072
General and administrative expenses	44,420	51,047
Other expenses	3,154	4,823
Provision of allowance for loan losses	886	2,470
Other	2,268	2,352
Ordinary profit	20,041	23,967
Extraordinary income	209	1
Gains on disposal of fixed assets	209	1
Extraordinary losses	82	233
Losses on disposal of fixed assets	82	86
Losses on impairment of long-lived assets	–	146
Income before income taxes	20,168	23,735
Income taxes - current	4,731	10,078
Income taxes - deferred	578	(2,283)
Total income taxes	5,309	7,794
Net income	14,858	15,940
Net income attributable to owners of the parent	14,858	15,940

Consolidated Statement of Comprehensive Income

(Million yen)

	For the year ended March 31, 2023	For the year ended March 31, 2024
Net income	14,858	15,940
Other comprehensive income		
Net unrealized (losses) gains on available-for-sale securities	(41,170)	24,082
Deferred gains on derivatives under hedge accounting	9,553	14,546
Defined retirement benefit plans	1,687	1,356
Total other comprehensive income	(29,930)	39,985
Comprehensive income	(15,071)	55,925
Attributable to		
Owners of the parent	(15,071)	55,925

(3) Consolidated Statements of Changes in Equity

For the year ended March 31, 2023

(Million yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance as of April 1, 2022	33,076	24,536	248,089	(11,619)	294,083
Changes during the period					
Cash dividends			(4,951)		(4,951)
Net income attributable to owners of the parent			14,858		14,858
Purchase of treasury stock				(3,002)	(3,002)
Sales of treasury stock		3		133	137
Reversal of land revaluation surplus			56		56
Other changes					
Net change in the period	–	3	9,963	(2,869)	7,098
Balance as of March 31, 2023	33,076	24,540	258,053	(14,488)	301,181

	Accumulated other comprehensive income					Stock acquisition rights	Total equity
	Net unrealized gains (losses) on available-for-sale securities	Deferred gains on derivatives under hedge accounting	Land revaluation surplus	Defined retirement benefit plans	Total accumulated other comprehensive income		
Balance as of April 1, 2022	148,955	6,045	8,369	6,656	170,027	103	464,214
Changes during the period							
Cash dividends							(4,951)
Net income attributable to owners of the parent							14,858
Purchase of treasury stock							(3,002)
Sales of treasury stock							137
Reversal of land revaluation surplus							56
Other changes	(41,170)	9,553	(56)	1,687	(29,986)	(103)	(30,090)
Net change in the period	(41,170)	9,553	(56)	1,687	(29,986)	(103)	(22,992)
Balance as of March 31, 2023	107,785	15,599	8,312	8,343	140,040	-	441,222

For the year ended March 31, 2024

(Million yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance as of April 1, 2023	33,076	24,540	258,053	(14,488)	301,181
Changes during the period					
Cash dividends			(4,273)		(4,273)
Net income attributable to owners of the parent			15,940		15,940
Purchase of treasury stock				(2,007)	(2,007)
Sales of treasury stock		0		20	20
Reversal of land revaluation surplus			72		72
Other changes					
Net change in the period	–	0	11,739	(1,987)	9,752
Balance as of March 31, 2024	33,076	24,541	269,792	(16,476)	310,934

	Accumulated other comprehensive income					Total equity
	Net unrealized gains on available-for-sale securities	Deferred gains on derivatives under hedge accounting	Land revaluation surplus	Defined retirement benefit plans	Total accumulated other comprehensive income	
Balance as of April 1, 2023	107,785	15,599	8,312	8,343	140,040	441,222
Changes during the period						
Cash dividends						(4,273)
Net income attributable to owners of the parent						15,940
Purchase of treasury stock						(2,007)
Sales of treasury stock						20
Reversal of land revaluation surplus						72
Other changes	24,082	14,546	(72)	1,356	39,912	39,912
Net change in the period	24,082	14,546	(72)	1,356	39,912	49,665
Balance as of March 31, 2024	131,867	30,145	8,240	9,700	179,953	490,887

(4) Consolidated Statements of Cash Flows

(Million yen)

	For the year ended March 31, 2023	For the year ended March 31, 2024
Operating activities:		
Income before income taxes	20,168	23,735
Depreciation	1,846	2,400
Losses on impairment of long-lived assets	–	146
(Decrease) increase in allowance for loan losses	(637)	505
Increase in reserve for other contingent losses	6	56
Increase in asset for retirement benefits	(6,326)	(5,578)
Increase in liability for retirement benefits	1	9
Increase in liability for retirement benefits of directors and Audit & Supervisory Board Members	0	0
Decrease in liability for reimbursement of deposits	(83)	–
Decrease in allowance for repayment of excess interest	(2)	(4)
Interest income	(58,038)	(74,177)
Interest expenses	9,010	18,990
Gains (losses) on sales and write-down of investment securities	5,424	(7,635)
Gains on money held in trust	(66)	(704)
Foreign exchange gains	(2)	(3)
(Gains) losses on disposals of fixed assets - net	(126)	84
Net increase in loans and bills discounted	(278,957)	(131,801)
Net increase in deposits	103,283	88,664
Net decrease in negotiable certificates of deposit	(11,548)	(4,971)
Net (decrease) increase in borrowed money (excluding subordinated loans)	(398,383)	344,172
Net decrease in due from banks (excluding deposits in Bank of Japan)	222	297
Net (increase) decrease in call loans and others	(8,234)	12,551
Net increase in call money and bills sold	92,096	108,186
Net increase in payables under securities lending transactions	19,892	35,757
Net decrease in foreign exchange assets	332	537
Net increase (decrease) in foreign exchange liabilities	131	(285)
Net decrease in borrowed money from trust account	(26)	(2)
Interest received (cash basis)	57,582	72,695
Interest paid (cash basis)	(5,848)	(16,812)
Other	(18,521)	(9,713)
Subtotal	(476,807)	457,101
Income taxes – paid	(6,626)	(3,808)
Net cash (used in) provided by operating activities	(483,433)	453,292

(Million yen)

	For the year ended March 31, 2023	For the year ended March 31, 2024
Investing activities:		
Purchases of securities	(700,336)	(650,801)
Proceeds from sales of securities	571,189	285,027
Proceeds from redemptions of securities	87,575	80,993
Increase in money held in trust	(11,840)	(6,109)
Decrease in money held in trust	-	3,000
Purchases of tangible fixed assets	(4,235)	(1,132)
Proceeds from sales of tangible fixed assets	509	486
Purchases of intangible fixed assets	(849)	(50)
Net cash used in investing activities	(57,989)	(288,586)
Financing activities:		
Purchases of treasury stock	(3,002)	(2,007)
Proceeds from sales of treasury stock	–	0
Dividends paid	(4,951)	(4,273)
Net cash used in financing activities	(7,954)	(6,280)
Foreign currency translation adjustments on cash and cash equivalents	(0)	–
Net (decrease) increase in cash and cash equivalents	(549,377)	158,425
Cash and cash equivalents, beginning of year	1,750,676	1,201,299
Cash and cash equivalents, end of year	1,201,299	1,359,724

(5) Notes to Consolidated Financial Statements

(Notes on going concern assumption)

There is no relevant information.

(Segment information, etc.)

As the Group has only one segment, banking, segment information is not presented.

(Per share information)

	For the year ended March 31, 2023	For the year ended March 31, 2024
Equity per share	¥9,293.39	¥10,459.88
Net income per share	¥310.57	¥336.31
Diluted net income per share	¥310.49	—

(Notes) 1. Diluted net income per share for the fiscal year ended March 31, 2024 is not presented because there were no potentially dilutive shares.

2. The basis of calculation for per share information is as follows.

(1) Equity per share

		As of March 31, 2023	As of March 31, 2024
Total equity	Million yen	441,222	490,887
Amount to be deducted from the total equity	Million yen	—	—
(stock acquisition rights included above)	Million yen	—	—
Equity attributable to common stock at the end of the year	Million yen	441,222	490,887
Number of shares of common stock at the end of the year, which is used to calculate equity per share	Thousand shares	47,476	46,930

(2) Net income per share and diluted net income per share

		For the year ended March 31, 2023	For the year ended March 31, 2024
Net income per share			
Net income attributable to owners of the parent	Million yen	14,858	15,940
Amount not attributable to common shareholders	Million yen	—	—
Net income attributable to owners of the parent with respect to common stock	Million yen	14,858	15,940
Average number of shares of common stock during the year	Thousand shares	47,841	47,397
Diluted net income per share			
Adjustment on net income attributable to owners of the parent	Million yen	—	—
Increase in common stock	Thousand shares	11	—
(stock acquisition rights included above)	Thousand shares	11	—
Overview of dilutive shares that were not included in the calculation of diluted net income per share because of their anti-dilutive effect		—	—

(Significant subsequent events)

(Establishment of subsidiary)

The Bank resolved at a meeting of its Board of Directors held on February 22, 2024 to establish a wholly owned subsidiary, and established Shigagin energy Co., Ltd., on April 1, 2024.

1. Objective of establishment

Shigagin energy Co., Ltd. was established with the objective of solving regional issues from an energy perspective through GX (Green Transformation) initiatives and creating a virtuous cycle of the economy and the environment.

2. Overview of the subsidiary

(1) Company name Shigagin energy Co., Ltd.
(2) Location 1-38, Hamamachi, Otsu (located within the Bank's Head Office premises)
(3) Capital ¥100 million (wholly owned by the Bank)
(4) Established April 1, 2024
(5) Businesses

- GX and SX consulting business for companies and government agencies
- On-site and off-site PPA business utilizing solar power generation facilities
- Acquisition and operation of solar power plants
- Environmental value business (creation, sale, purchase, brokerage, etc., of environmental value)
- Investment in decarbonization and resource-recycling businesses

4. Financial Statements

(1) Balance Sheet

(Million yen)

	As of March 31, 2023	As of March 31, 2024
Assets		
Cash and due from banks	1,201,831	1,359,939
Cash	39,930	33,879
Due from banks	1,161,901	1,326,060
Call loans	17,759	5,753
Debt purchased	2,514	1,968
Trading securities	488	459
Trading government bonds	117	42
Trading local government bonds	371	417
Money held in trust	27,059	30,376
Investment securities	1,518,879	1,860,529
Japanese government bonds	324,224	538,190
Japanese local government bonds	228,191	231,788
Japanese corporate bonds	310,074	300,895
Corporate stocks	287,682	348,733
Other securities	368,706	440,921
Loans and bills discounted	4,360,257	4,495,122
Bills discounted	5,793	8,322
Loans on bills	72,600	69,385
Loans on deeds	3,862,747	3,968,623
Overdrafts	419,115	448,791
Foreign exchange assets	6,730	6,193
Due from foreign correspondents	6,258	5,840
Foreign bills of exchange purchased	0	-
Foreign bills of exchange receivable	471	352
Other assets	87,034	125,738
Prepaid expenses	234	230
Accrued income	5,553	7,827
Margin deposits for futures transactions	1,310	933
Derivatives	30,135	49,071
Other	49,801	67,674
Tangible fixed assets	52,115	47,388
Buildings	13,544	13,136
Land	31,965	31,369
Construction in progress	4,531	703
Other	2,074	2,178
Intangible fixed assets	2,034	1,237
Software	400	177
Software in progress	1,470	896
Other	163	163
Prepaid pension cost	7,653	11,281
Customers' liabilities for acceptances and guarantees	28,226	29,340
Allowance for loan losses	(30,620)	(31,130)
Total assets	7,281,966	7,944,199

(Million yen)

	As of March 31, 2023	As of March 31, 2024
Liabilities		
Deposits	5,718,288	5,808,311
Current deposits	248,146	269,159
Ordinary deposits	3,354,656	3,523,250
Savings deposits	18,573	18,509
Deposits at notice	55,454	33,613
Time deposits	1,956,610	1,898,521
Other deposits	84,847	65,257
Negotiable certificates of deposit	44,152	38,370
Call money	237,906	346,092
Payables under securities lending transactions	205,572	241,330
Borrowed money	537,871	882,398
Borrowings from banks and other	537,871	882,398
Foreign exchange liabilities	377	92
Foreign bills of exchange sold	172	47
Accrued foreign bills of exchange	205	44
Borrowed money from trust account	187	184
Other liabilities	45,410	71,692
Accrued income taxes	402	6,797
Accrued expenses	6,218	8,711
Unearned income	1,191	509
Derivatives	13,479	14,727
Asset retirement obligations	13	594
Other	24,104	40,351
Reserve for other contingent losses	140	196
Deferred tax liabilities	37,993	52,429
Deferred tax liabilities for land revaluation	5,495	5,463
Acceptances and guarantees	28,226	29,340
Total liabilities	6,861,621	7,475,901

(Million yen)

	As of March 31, 2023	As of March 31, 2024
Equity		
Common stock	33,076	33,076
Capital surplus	23,946	23,946
Legal capital surplus	23,942	23,942
Other capital surplus	3	4
Retained earnings	246,651	258,197
Legal retained earnings	9,134	9,134
Other retained earnings	237,516	249,062
Reserve for tax purpose reduction entry of non-current assets	422	422
General reserve	220,593	230,893
Retained earnings brought forward	16,500	17,746
Treasury stock	(14,488)	(16,476)
Total shareholders' equity	289,185	298,744
Net unrealized gains on available-for-sale securities	107,247	131,167
Deferred gains on derivatives under hedge accounting	15,599	30,145
Land revaluation surplus	8,312	8,240
Total valuation and translation adjustments	131,159	169,552
Total equity	420,344	468,297
Total liabilities and equity	7,281,966	7,944,199

(2) Statements of Income

(Million yen)

	For the year ended March 31, 2023	For the year ended March 31, 2024
Ordinary income	103,401	110,306
Interest income	59,005	75,151
Interest on loans and discounts	38,054	44,433
Interest and dividends on securities	19,994	25,998
Interest on call loans	139	170
Interest on deposits with banks	711	1,493
Interest income on interest rate swaps	11	2,948
Other interest income	93	106
Trust fees	0	0
Fees and commissions	15,015	17,370
Fees and commissions on domestic and foreign exchanges	2,869	3,037
Other fees and commissions	12,146	14,332
Other operating income	9,947	2,584
Net gain on trading securities transactions	−	1
Gains on sales of bonds	870	1,614
Gains on derivative financial instruments	9,075	943
Other	1	24
Other income	19,432	15,200
Recovery of claims previously charged-off	615	252
Gains on sales of stocks and other securities	18,381	13,861
Gains on money held in trust	136	709
Other	298	377
Ordinary expenses	84,559	87,176
Interest expenses	9,006	18,987
Interest on deposits	1,185	2,037
Interest on negotiable certificates of deposit	9	7
Interest on call money	1,711	4,651
Interest expenses on securities lending transactions	3,072	5,124
Interest on borrowing and rediscounts	3,030	7,091
Other interest expenses	(3)	74
Fees and commissions	4,986	5,822
Fees and commissions on domestic and foreign exchanges	307	322
Other fees and commissions	4,679	5,500
Other operating expenses	24,467	8,405
Loss on foreign exchange transactions	836	1,717
Net loss on trading securities transactions	1	−
Losses on sales of bonds	23,426	6,687
Loss on redemption of bonds	198	−
Amortization of bonds	0	−
Other	4	0
General and administrative expenses	42,785	49,349

(Million yen)

	For the year ended March 31, 2023	For the year ended March 31, 2024
Other expenses	3,313	4,610
Provision of allowance for loan losses	1,060	2,301
Written-off of loans	987	785
Losses on sales of stocks and other securities	1,014	866
Losses on devaluation of stocks and other securities	37	255
Losses on money held in trust	70	4
Other	143	397
Ordinary profit	18,841	23,130
Extraordinary income	209	1
Gains on disposal of fixed assets	209	1
Extraordinary losses	82	233
Losses on disposal of fixed assets	82	86
Losses on impairment of long-lived assets	–	146
Income before income taxes	18,968	22,899
Income taxes - current	4,092	9,358
Income taxes - deferred	464	(2,205)
Total income taxes	4,557	7,152
Net income	14,411	15,746

(3) Statements of Changes in Equity

For the year ended March 31, 2023

(Million yen)

	Shareholders' equity										
		Capital surplus			Retained earnings						
						Other retained earnings					
	Common stock	Legal capital surplus	Other capital surplus	Total capital surplus	Legal retained earnings	Reserve for tax purpose reduction entry of non-current assets	General reserve	Retained earnings brought forward	Total retained earnings	Treasury stock	Total shareholders' equity
Balance as of April 1, 2022	33,076	23,942	–	23,942	9,134	400	208,993	18,605	237,134	(11,619)	282,534
Changes during the period											
Cash dividends								(4,951)	(4,951)		(4,951)
Provision of reserve for tax purpose reduction entry of non-current assets						22		(22)	–		
Provision of general reserve							11,600	(11,600)	–		
Net income								14,411	14,411		14,411
Purchase of treasury stock										(3,002)	(3,002)
Sales of treasury stock			3	3						133	137
Reversal of land revaluation surplus								56	56		56
Other changes											
Net change in the period	–	–	3	3	–	22	11,600	(2,105)	9,516	(2,869)	6,651
Balance as of March 31, 2023	33,076	23,942	3	23,946	9,134	422	220,593	16,500	246,651	(14,488)	289,185

	Valuation and translation adjustments				Stock acquisition rights	Total equity
	Net unrealized gains (losses) on available-for-sale securities	Deferred gains on derivatives under hedge accounting	Land revaluation surplus	Total valuation and translation adjustments		
Balance as of April 1, 2022	148,402	6,045	8,369	162,817	103	445,455
Changes during the period						
Cash dividends						(4,951)
Provision of reserve for tax purpose reduction entry of non-current assets						
Provision of general reserve						
Net income						14,411
Purchase of treasury stock						(3,002)
Sales of treasury stock						137
Reversal of land revaluation surplus						56
Other changes	(41,155)	9,553	(56)	(31,658)	(103)	(31,761)
Net change in the period	(41,155)	9,553	(56)	(31,658)	(103)	(25,110)
Balance as of March 31, 2023	107,247	15,599	8,312	131,159	–	420,344

For the year ended March 31, 2024

(Million yen)

	Shareholders' equity										
		Capital surplus			Retained earnings						
						Other retained earnings					
	Common stock	Legal capital surplus	Other capital surplus	Total capital surplus	Legal retained earnings	Reserve for tax purpose reduction entry of non-current assets	General reserve	Retained earnings brought forward	Total retained earnings	Treasury stock	Total shareholders' equity
Balance as of April 1, 2023	33,076	23,942	3	23,946	9,134	422	220,593	16,500	246,651	(14,488)	289,185
Changes during the period											
Cash dividends								(4,273)	(4,273)		(4,273)
Provision of general reserve							10,300	(10,300)	–		
Net income								15,746	15,746		15,746
Purchase of treasury stock										(2,007)	(2,007)
Sales of treasury stock			0	0						20	20
Reversal of land revaluation surplus								72	72		72
Other changes											
Net change in the period	–	–	0	0	–	–	10,300	1,245	11,545	(1,987)	9,558
Balance as of March 31, 2024	33,076	23,942	4	23,946	9,134	422	230,893	17,746	258,197	(16,476)	298,744

	Valuation and translation adjustments				Total equity
	Net unrealized gains on available-for-sale securities	Deferred gains on derivatives under hedge accounting	Land revaluation surplus	Total valuation and translation adjustments	
Balance as of April 1, 2023	107,247	15,599	8,312	131,159	420,344
Changes during the period					
Cash dividends					(4,273)
Provision of general reserve					
Net income					15,746
Purchase of treasury stock					(2,007)
Sales of treasury stock					20
Reversal of land revaluation surplus					72
Other changes	23,920	14,546	(72)	38,393	38,393
Net change in the period	23,920	14,546	(72)	38,393	47,952
Balance as of March 31, 2024	131,167	30,145	8,240	169,552	468,297