Financial Results for the Fiscal Year Ended March 31, 2024[JGAAP] (Consolidated Data)

May 10, 2024

Company name: Seven Bank, Ltd. Stock exchange listing: Tokyo Stock Exchange
Stock code: 8410 URL: https://www.sevenbank.co.jp/
Representative: (title) President and Representative Director
(name) Masaaki Matsuhashi
For inquiries: (title) Managing Executive Officer, General Manager of Planning Division
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Scheduled date for holding the Annual General Meeting of Shareholders: June 17, 2024
Scheduled date for cash dividends: June 3, 2024
Scheduled date for filing of financial report: June 18, 2024
Trading accounts: Not established
Earnings supplementary explanatory documents: Yes
Earnings presentation: Yes (Analysts, institutional investors)

(Amounts of less than one million yen are rounded down and percentages are rounded to the first decimal place, etc.)

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

(1) Consolidated Operating Results

(% represents the year-on-year change from the previous fiscal year.)

	Ordinary income		Ordinary profit		Net income attributable to owners of the parent	
	Million yen	%	Million yen	%	Million yen	%
Fiscal year ended March 31, 2024	197,877	27.6	30,526	5.5	31,970	69.5
Fiscal year ended March 31, 2023	154,984	13.4	28,924	2.3	18,854	(9.4)

Note: Comprehensive income: Fiscal year ended March 31, 2024 34,387 million yen (68.0%)
Fiscal year ended March 31, 2023 20,459 million yen (-7.6%)

	Net income per share	Diluted earnings per share	Return on equity (ROE)	Return on assets (ROA) – Ratio of ordinary profit to total assets	Ratio of ordinary profit to ordinary income
	Yen	Yen	%	%	%
Fiscal year ended March 31, 2024	27.25	—	12.2	2.0	15.4
Fiscal year ended March 31, 2023	16.03	—	7.6	2.2	18.6

(Reference)Equity in net earnings of affiliated companies: Fiscal year ended March 31, 2024 -19 million yen
Fiscal year ended March 31, 2023 -576 million yen

Note: “Diluted earnings per share” for the fiscal year ended March 31, 2024, is not described as there was no dilutive effect although dilutive shares existed. Further, “Diluted earnings per share” for the fiscal year ended March 31, 2023, is not described because there were no dilutive shares.

(2) Consolidated Financial Position

	Total assets	Total net assets	Net assets to total assets ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of March 31, 2024	1,717,818	275,856	15.7	231.24
As of March 31, 2023	1,312,273	254,242	19.0	213.08

(Reference) Capital: As of March 31, 2024 270,537 million yen As of March 31, 2023 250,630 million yen

Note: “Net assets to total assets ratio” is calculated as: (Total net assets at the end of the period – Subscription rights to shares at the end of the period – Non-controlling interests at the end of the period) / Total assets at the end of the period. Please note that this “Net assets to total assets ratio” is not the capital adequacy ratio specified in the notification of capital adequacy ratio.

(3) Consolidated Cash Flows

	Net cash provided by operating activities	Net cash used in investing activities	Net cash used in financing activities	Cash and cash equivalents at the end of the year
	Million yen	Million yen	Million yen	Million yen
Fiscal year ended March 31, 2024	100,751	(51,937)	(12,090)	988,721
Fiscal year ended March 31, 2023	66,577	(36,191)	(12,973)	950,256

2. Dividends

	Dividend per share					Total dividends (total)	Payout ratio (consolidated)	Ratio of dividends to equity (consolidated)
	First quarter	Semi-annual	Third quarter	Year end	Total			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
Fiscal year ended March 31, 2023	—	5.50	—	5.50	11.00	12,972	68.6	5.2
Fiscal year ended March 31, 2024	—	5.50	—	5.50	11.00	12,951	40.3	4.9
Fiscal year ending March 31, 2025 (Forecasts)	—	5.50	—	5.50	11.00		65.9	

3. Performance Forecasts for the Fiscal Year Ending March 31, 2025 (April 1, 2024–March 31, 2025)

(% represents the year-on-year change from each respective corresponding period [full fiscal year and semi-annual] of the previous fiscal year.)

	Ordinary income		Ordinary profit		Net income attributable to owners of the parent		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Yen
Semi-annual	104,000	12.7	13,500	(17.7)	9,000	(72.4)	7.69
Full-year	215,000	8.6	28,000	(8.2)	19,500	(39.0)	16.66

Notes

(1) Changes in important subsidiaries during the period under review (fiscal year ended March 31, 2024) : Yes

Added: 1 (Company name) Seven Card Service Co., Ltd. Excluded: – (Company name) –

Note: Credd Finance, Ltd. has been excluded due to the completion of liquidation, although it does not fall under changes in specific subsidiaries.

(2) Changes in accounting policy, changes in accounting estimates, and retrospective restatements

(a) Changes in accounting policy arising from revision of accounting standards, etc. None

(b) Changes in accounting policy other than those noted in (a) above None

(c) Changes in accounting estimates None

(d) Retrospective restatements None

(3) Number of shares (common stock)

(a) Number of shares in issue (including treasury stock)	As of March 31, 2024	1,179,308,000 shares	As of March 31, 2023	1,179,308,000 shares
(b) Number of treasury shares	As of March 31, 2024	9,391,049 shares	As of March 31, 2023	3,098,170 shares
(c) Average number of shares for the period under review	Fiscal year ended March 31, 2024	1,172,826,626 shares	Fiscal year ended March 31, 2023	1,175,954,398 shares

Note: Number of treasury shares and average number of shares for the period under review include shares of the Company held by "Directors' Compensation BIP Trust" and "Stock Grant ESOP Trust."

Reference: Overview of Non-Consolidated Performance

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

(1) Non-Consolidated Operating Results (% represents the year-on-year change from the previous fiscal year.)

	Ordinary income		Ordinary profit		Net income	
	Million yen	%	Million yen	%	Million yen	%
Fiscal year ended March 31, 2024	128,899	6.9	29,123	(7.5)	19,320	(0.9)
Fiscal year ended March 31, 2023	120,509	9.2	31,500	10.8	19,508	7.5

	Net income per share	Diluted earnings per share
	Yen	Yen
Fiscal year ended March 31, 2024	16.47	—
Fiscal year ended March 31, 2023	16.58	—

Note: "Diluted earnings per share" for the fiscal year ended March 31, 2024, is not described as there was no dilutive effect although dilutive shares existed. Further, "Diluted earnings per share" for the fiscal year ended March 31, 2023, is not described because there were no dilutive shares.

(2) Non-Consolidated Financial Position

	Total assets	Total net assets	Net assets to total assets ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of March 31, 2024	1,536,555	248,252	16.1	212.18
As of March 31, 2023	1,287,693	243,627	18.9	207.12

(Reference) Capital: As of March 31, 2024 248,239 million yen As of March 31, 2023 243,627 million yen

Note: "Net assets to total assets ratio" is calculated as: (Total net assets at the end of the period – Subscription rights to shares at the end of period) / Total assets at the end of the period. Please note that this "Net assets to total assets ratio" is not the capital adequacy ratio specified in the notification of capital adequacy ratio.

2. Non-Consolidated Performance Forecasts for the Fiscal Year Ending March 31, 2025 (April 1, 2024–March 31, 2025)

(% represents the year-on-year change from each respective corresponding period [full fiscal year and semi-annual] of the previous fiscal year.)

	Ordinary income		Ordinary profit		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Yen
Semi-annual	66,000	2.9	13,500	(20.2)	95,00	(17.1)	8.12
Full-year	133,500	3.5	27,500	(5.5)	19,000	(1.6)	16.24

* This earnings report is exempt from review procedures by a certified public accountant or audit corporation.
* Explanation of the appropriate use of earnings forecasts, and other special notes

This report contains forward-looking statements which represent the judgement of Seven Bank based on currently available information. Actual results may be materially different from the projections due to various factors in these forward-looking statements.

1. Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
Assets		
Cash and due from banks	952,027	988,932
Call loans	28,000	50,000
Securities	99,651	118,077
Loans	35,111	56,289
Foreign currency	0	0
ATM-related temporary payments	98,296	205,420
Accounts receivable - members	-	134,340
Other assets	30,273	76,038
Tangible fixed assets	30,256	39,150
Buildings	1,804	1,970
ATMs	24,281	32,302
Other tangible fixed assets	4,170	4,877
Intangible fixed assets	34,350	46,795
Software	27,342	36,530
Other intangible fixed assets	7,007	10,264
Asset for retirement benefits	1,113	2,615
Deferred tax assets	4,712	4,751
Allowance for credit losses	(1,521)	(4,593)
Total assets	1,312,273	1,717,818
Liabilities		
Deposits	820,758	914,768
Negotiable certificates of deposits	750	650
Call money	50,000	110,000
Borrowed money	9,958	19,052
Bonds	85,000	65,000
ATM-related temporary advances	54,773	118,566
Accounts payable for credit card business	-	42,429
Deposits for electronic money	-	70,899
Other liabilities	35,282	97,177
Reserve for bonuses	826	1,032
Liability for retirement benefits	15	25
Provision for retirement benefits for directors	-	29
Reserve for directors' benefit trust	631	812
Provision for loss on litigation	-	1,418
Deferred tax liabilities	34	99
Total liabilities	1,058,031	1,441,962
Net assets		
Common stock	30,724	30,724
Capital surplus	30,864	30,850
Retained earnings	182,431	201,836
Treasury stock	(900)	(2,744)
Total shareholders' equity	243,120	260,666
Net unrealized gains on available-for-sale securities	500	607
Foreign currency translation adjustments	6,783	8,574
Accumulated adjustments for retirement benefit	226	688
Total accumulated other comprehensive income	7,510	9,870
Subscription rights to shares	-	12

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
Non-controlling interests	3,611	5,306
Total net assets	254,242	275,856
Total liabilities and net assets	1,312,273	1,717,818

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

Consolidated Statement of Income

(Millions of yen)

	Fiscal year ended March 31, 2023 (April 1, 2022–March 31, 2023)	Fiscal year ended March 31, 2024 (April 1, 2023–March 31, 2024)
Ordinary income	154,984	197,877
Interest income	4,932	8,158
Interest on loans	4,669	7,453
Interest and dividends on securities	85	147
Interest on call loans	39	49
Interest on cash and due from banks	137	508
Fees and commissions income	147,718	186,235
Remittance-related fee income	3,312	3,744
ATM-related fee income	135,122	149,446
Credit card operating income	-	10,058
Electronic money operating income	-	10,201
Other fees and commissions	9,283	12,783
Other operating income	488	309
Other ordinary income	1,845	3,174
Other	1,845	3,174
Ordinary expenses	126,059	167,351
Interest expenses	815	1,174
Interest on deposits	33	32
Interest on negotiable certificates of deposits	0	0
Interest on call money	(25)	(59)
Interest on borrowed money	346	903
Interest on bonds	460	298
Fees and commissions expenses	42,730	53,418
Remittance-related fee expenses	1,508	1,808
ATM placement fee expenses	31,688	31,541
ATM-related fee expenses	5,663	10,187
Credit card operating expense	-	4,306
Electronic money operating expense	-	726
Other fees and commissions expenses	3,870	4,849
General and administrative expenses	79,723	108,084
Other ordinary expenses	2,790	4,673
Provision of allowance for credit losses	1,017	2,179
Other	1,772	2,493
Ordinary profit	28,924	30,526
Extraordinary income	6	22,326
Gain on disposal of fixed assets	6	0
Gain on sale of stocks of subsidiaries and affiliates	-	785
Gain on bargain purchase	-	21,540
Extraordinary losses	1,507	7,722
Loss on disposal of fixed assets	252	549
Impairment loss	1,254	351
Loss on My-number point	-	4,619
Provision for loss on litigation	-	1,406
Other	-	795
Income before income taxes	27,423	45,130
Income taxes-current	10,030	8,503
Income taxes-deferred	(1,167)	4,667
Total income taxes	8,863	13,170

(Millions of yen)

	Fiscal year ended March 31, 2023 (April 1, 2022–March 31, 2023)	Fiscal year ended March 31, 2024 (April 1, 2023–March 31, 2024)
Net income	18,560	31,959
Net loss attributable to non-controlling interests	(294)	(11)
Net income attributable to owners of the parent	18,854	31,970

Consolidated Statements of Comprehensive Income

(Millions of yen)

	Fiscal year ended March 31, 2023 (April 1, 2022–March 31, 2023)	Fiscal year ended March 31, 2024 (April 1, 2023–March 31, 2024)
Net income	18,560	31,959
Other comprehensive income	1,898	2,428
Net unrealized gains on available-for-sale securities	(106)	107
Foreign currency translation adjustments	2,100	2,030
Adjustments for retirement benefit	(94)	289
Comprehensive income:	20,459	34,387
Comprehensive income attributable to:		
Owners of the parent	20,723	34,156
Non-controlling interests	(264)	230

(3) Consolidated Statements of Changes in Net Assets

Fiscal year ended March 31, 2023 (April 1, 2022–March 31, 2023)

(Millions of yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the beginning of the year	30,724	30,764	176,549	(1,173)	236,864
Changes in items during the period					
Cash dividends			(12,972)		(12,972)
Net income attributable to owners of the parent			18,854		18,854
Acquisition of treasury stock				(0)	(0)
Disposal of treasury stock				272	272
Change in capital surplus due to change in equity of consolidated subsidiaries		99			99
Fluctuation resulting from exclusion of equity method affiliates					-
Net changes in items other than shareholders' equity					
Total changes in items during the period	-	99	5,882	272	6,255
Balance at end of the year	30,724	30,864	182,431	(900)	243,120

	Accumulated other comprehensive income				Subscription rights to shares	Non-controlling interests	Total net assets
	Net unrealized gains on available-for-sale securities	Foreign currency translation adjustments	Accumulated adjustments for retirement benefit	Total accumulated other comprehensive income			
Balance at the beginning of the year	606	4,714	320	5,641	-	1,606	244,113
Changes in items during the period							
Cash dividends							(12,972)
Net income attributable to owners of the parent							18,854
Acquisition of treasury stock							(0)
Disposal of treasury stock							272
Change in capital surplus due to change in equity of consolidated subsidiaries							99
Fluctuation resulting from exclusion of equity method affiliates							-
Net changes in items other than shareholders' equity	(106)	2,069	(94)	1,868	-	2,004	3,873
Total changes in items during the period	(106)	2,069	(94)	1,868	-	2,004	10,128
Balance at end of the year	500	6,783	226	7,510	-	3,611	254,242

Fiscal year ended March 31, 2024 (April 1, 2023–March 31, 2024)

(Millions of yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the beginning of the year	30,724	30,864	182,431	(900)	243,120
Changes in items during the period					
Cash dividends			(12,972)		(12,972)
Net income attributable to owners of the parent			31,970		31,970
Acquisition of treasury stock				(1,873)	(1,873)
Disposal of treasury stock				30	30
Change in capital surplus due to change in equity of consolidated subsidiaries		(14)			(14)
Fluctuation resulting from exclusion of equity method affiliates			406		406
Net changes in items other than shareholders' equity					
Total changes in items during the period	-	(14)	19,404	(1,843)	17,546
Balance at end of the year	30,724	30,850	201,836	(2,744)	260,666

	Accumulated other comprehensive income				Subscription rights to shares	Non-controlling interests	Total net assets
	Net unrealized gains on available-for-sale securities	Foreign currency translation adjustments	Accumulated adjustments for retirement benefit	Total accumulated other comprehensive income			
Balance at the beginning of the year	500	6,783	226	7,510	-	3,611	254,242
Changes in items during the period							
Cash dividends							(12,972)
Net income attributable to owners of the parent							31,970
Acquisition of treasury stock							(1,873)
Disposal of treasury stock							30
Change in capital surplus due to change in equity of consolidated subsidiaries							(14)
Fluctuation resulting from exclusion of equity method affiliates							406
Net changes in items other than shareholders' equity	107	1,790	461	2,360	12	1,695	4,067
Total changes in items during the period	107	1,790	461	2,360	12	1,695	21,614
Balance at end of the year	607	8,574	688	9,870	12	5,306	275,856

(4) Consolidated Statements of Cash Flows

(Millions of yen)

	Fiscal year ended March 31, 2023 (April 1, 2022–March 31, 2023)	Fiscal year ended March 31, 2024 (April 1, 2023–March 31, 2024)
Net cash provided by operating activities		
Income before income taxes	27,423	45,130
Depreciation and amortization	19,526	23,302
Impairment loss	1,254	351
Loss on My-number point	-	4,619
Amortization of goodwill	30	90
Gain on bargain purchase	-	(21,540)
Equity in (earnings) losses of affiliates	576	19
Net change in allowance for credit losses	1,017	(169)
Net change in reserve for bonuses	15	138
Net change in asset and liability for retirement benefits	(182)	(256)
Increase (decrease) in provision for retirement benefits for directors (and other officers)	-	(3)
Reserve for directors' benefit trust	(142)	181
Increase (decrease) in provision for loss on litigation	-	1,406
Interest income	(4,932)	(8,158)
Interest expenses	815	1,174
Loss (gain) related to securities	(441)	820
Net loss (gain) on disposal of fixed assets	246	549
Net change in loans	(7,054)	(8,950)
Net change in deposits	30,820	94,010
Net change in negotiable certificates of deposits	-	(100)
Net change in borrowed money	8,318	8,298
Net decrease (increase) in due from banks (excluding cash equivalents)	(1,591)	1,591
Net decrease (increase) in call loans	(28,000)	(22,000)
Net increase (decrease) in call money	50,000	60,000
Increase (decrease) in straight bonds - issuance and redemption	(20,000)	(20,000)
Net change in ATM-related temporary accounts	(8,291)	(43,217)
Net change in accounts receivable - members	-	3,570
Net change in accounts payable for credit card business	-	1,396
Net change in deposits for electronic money	-	(9,765)
Interest received	5,083	8,391
Interest paid	(820)	(1,186)
Other	1,145	(6,099)
Subtotal	74,818	113,594
Income taxes paid	(8,268)	(12,849)
Income taxes refund	27	6
Net cash provided by operating activities	66,577	100,751
Net cash used in investing activities		
Purchase of securities	(48,079)	(37,590)
Proceeds from sale of securities	1,947	1,279
Proceeds from maturity of securities	35,713	18,048
Purchase of tangible fixed assets	(13,328)	(17,739)
Proceeds from sales of tangible fixed assets	6	0
Purchase of intangible fixed assets	(11,991)	(21,534)
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(459)	-

(Millions of yen)

	Fiscal year ended March 31, 2023 (April 1, 2022–March 31, 2023)	Fiscal year ended March 31, 2024 (April 1, 2023–March 31, 2024)
Proceeds from purchase of shares of subsidiaries resulting in change in scope of consolidation	-	5,598
Net cash used in investing activities	(36,191)	(51,937)
Net cash used in financing activities		
Proceeds from stock issuance to non-controlling interests	-	2,988
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	-	(189)
Dividends paid	(12,973)	(12,966)
Purchase of treasury stock	(0)	(1,873)
Other	-	(49)
Net cash used in financing activities	(12,973)	(12,090)
Effect of exchange rate changes on cash and cash equivalents	1,440	1,742
Net change in cash and cash equivalents	18,852	38,464
Cash and cash equivalents at the beginning of the year	931,404	950,256
Cash and cash equivalents at the end of the year	950,256	988,721

2. Non-Consolidated Financial Statements

(1) Non-Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
Assets		
Cash and due from banks	925,965	956,804
Cash	809,620	776,540
Due from banks	116,345	180,263
Call loans	28,000	50,000
Securities	122,324	172,795
Municipal bonds	39,710	65,327
Bonds	53,536	46,181
Stocks	8,135	38,067
Other securities	20,940	23,218
Loans	35,571	44,468
Loan on deeds	650	150
Overdrafts	34,921	44,318
Foreign currency	0	0
Due from foreign banks	0	0
Other assets	120,593	231,427
Prepaid expenses	1,607	1,831
Accrued income	9,806	10,466
ATM-related temporary payments	96,541	198,172
Other assets	12,638	20,957
Tangible fixed assets	22,317	29,023
Buildings	1,681	1,756
ATMs	17,223	23,164
Other tangible fixed assets	3,413	4,102
Intangible fixed assets	32,441	38,484
Software	26,869	30,597
Software in progress	5,564	7,880
Other intangible fixed assets	6	6
Prepaid pension cost	728	921
Deferred tax assets	1,161	1,131
Customers' liabilities for acceptances and guarantees	-	13,300
Allowance for credit losses	(1,409)	(1,802)
Total assets	1,287,693	1,536,555

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
Liabilities		
Deposits	824,778	949,751
Ordinary deposits	597,627	730,637
Time deposits	227,018	218,748
Other deposits	132	365
Negotiable certificates of deposits	750	650
Call money	50,000	110,000
Bonds	85,000	65,000
Other liabilities	82,376	148,154
Income taxes payable	6,192	3,743
Accrued expenses	6,553	6,964
ATM-related temporary advances	54,773	118,566
Asset retirement obligations	405	430
Other liabilities	14,451	18,450
Reserve for bonuses	529	634
Reserve for directors' benefit trust	631	812
Acceptances and guarantees	-	13,300
Total liabilities	1,044,066	1,288,303
Net assets		
Common stock	30,724	30,724
Capital surplus	30,724	30,724
Capital reserve	30,724	30,724
Retained earnings	182,578	188,926
Legal reserve in retained earnings	0	0
Other retained earnings	182,578	188,926
Retained earnings brought forward	182,578	188,926
Treasury stock	(900)	(2,744)
Total shareholders' equity	243,127	247,631
Net unrealized gains on available-for-sale securities	500	607
Total valuation and translation adjustments	500	607
Subscription rights to shares	-	12
Total net assets	243,627	248,252
Total liabilities and net assets	1,287,693	1,536,555

(2) Non-Consolidated Statements of Income

(Millions of yen)

	Fiscal year ended March 31, 2023 (April 1, 2022–March 31, 2023)	Fiscal year ended March 31, 2024 (April 1, 2023–March 31, 2024)
Ordinary income	120,509	128,899
Interest income	4,865	6,163
Interest on loans	4,651	5,880
Interest and dividends on securities	85	147
Interest on call loans	39	49
Interest on cash and due from banks	88	86
Fees and commissions income	114,150	121,505
Remittance-related fee income	3,312	3,744
ATM-related fee income	104,013	111,060
Other fees and commissions	6,824	6,700
Other operating income	185	310
Gains on foreign exchange transactions	185	310
Other ordinary income	1,308	919
Gain on sale of equity securities	1,105	56
Other	202	862
Ordinary expenses	89,008	99,775
Interest expenses	468	271
Interest on deposits	33	32
Interest on negotiable certificates of deposits	0	0
Interest on call money	(25)	(59)
Interest on borrowed money	0	0
Interest on bonds	460	298
Fees and commissions expenses	22,811	25,339
Remittance-related fee expenses	1,508	1,808
ATM placement fee expenses	17,200	17,525
ATM-related fee expenses	1,382	2,646
Other fees and commissions expenses	2,720	3,358
General and administrative expenses	63,631	71,580
Other ordinary expenses	2,097	2,585
Provision of allowance for credit losses	914	1,123
Written-off of loans	0	0
Losses on devaluation of stocks and other securities	664	1,363
Other	518	98
Ordinary profit	31,500	29,123
Extraordinary income	-	200
Gain on sale of stocks of subsidiaries and affiliates	-	200
Extraordinary losses	2,268	1,719
Loss on disposal of fixed assets	217	503
Impairment loss	462	-
Loss on valuation of stocks of subsidiaries and affiliates	1,588	909
Other	-	306
Income before income taxes	29,232	27,603
Income taxes-current	9,998	8,301
Income taxes-deferred	(274)	(18)
Total income taxes	9,723	8,283
Net income	19,508	19,320

(3) Non-Consolidated Statements of Changes in Net Assets

Fiscal year ended March 31, 2023 (April 1, 2022–March 31, 2023)

(Millions of yen)

	Shareholders' equity							
		Capital surplus		Retained earnings				
	Common stock	Capital reserve	Total capital surplus	Legal reserve in retained earnings	Other retained earnings: Retained earnings brought forward	Total retained earnings	Treasury stock	Total shareholders' equity
Balance at the beginning of the year	30,724	30,724	30,724	0	176,042	176,042	(1,173)	236,318
Changes in items during the period								
Cash dividends					(12,972)	(12,972)		(12,972)
Net income					19,508	19,508		19,508
Acquisition of treasury stock							(0)	(0)
Disposal of treasury stock							272	272
Net changes in items other than shareholders' equity								
Total changes in items during the period	-	-	-	-	6,536	6,536	272	6,808
Balance at end of the year	30,724	30,724	30,724	0	182,578	182,578	(900)	243,127

	Valuation and translation adjustments		Subscription rights to shares	Total net assets
	Net unrealized gains on available-for-sale securities	Total valuation and translation adjustments		
Balance at the beginning of the year	606	606	-	236,925
Changes in items during the period				
Cash dividends				(12,972)
Net income				19,508
Acquisition of treasury stock				(0)
Disposal of treasury stock				272
Net changes in items other than shareholders' equity	(106)	(106)	-	(106)
Total changes in items during the period	(106)	(106)	-	6,702
Balance at end of the year	500	500	-	243,627

Fiscal year ended March 31, 2024 (April 1, 2023–March 31, 2024)

(Millions of yen)

	Shareholders' equity							
		Capital surplus		Retained earnings				
	Common stock	Capital reserve	Total capital surplus	Legal reserve in retained earnings	Other retained earnings: Retained earnings brought forward	Total retained earnings	Treasury stock	Total shareholders' equity
Balance at the beginning of the year	30,724	30,724	30,724	0	182,578	182,578	(900)	243,127
Changes in items during the period								
Cash dividends					(12,972)	(12,972)		(12,972)
Net income					19,320	19,320		19,320
Acquisition of treasury stock							(1,873)	(1,873)
Disposal of treasury stock							30	30
Net changes in items other than shareholders' equity								
Total changes in items during the period	-	-	-	-	6,348	6,348	(1,843)	4,504
Balance at end of the year	30,724	30,724	30,724	0	188,926	188,926	(2,744)	247,631

	Valuation and translation adjustments		Subscription rights to shares	Total net assets
	Net unrealized gains on available-for-sale securities	Total valuation and translation adjustments		
Balance at the beginning of the year	500	500	-	243,627
Changes in items during the period				
Cash dividends				(12,972)
Net income				19,320
Acquisition of treasury stock				(1,873)
Disposal of treasury stock				30
Net changes in items other than shareholders' equity	107	107	12	120
Total changes in items during the period	107	107	12	4,624
Balance at end of the year	607	607	12	248,252