June 27, 2024
THE TOWA BANK, LTD.

Notice of Partial Correction of Summary of Consolidated Financial Results for the Year Ended March 31, 2024 (Based on Japanese GAAP)

THE TOWA BANK, LTD. hereby announces that it has made partial corrections to the " Summary of Consolidated Financial Results for the Year Ended March 31, 2024(Based on Japanese GAAP)" submitted on May 9, 2024, as follows. As numerical data has also been corrected, the corrected numerical data is also submitted.

1. Reason for Correction

After " Summary of Consolidated Financial Results for the Year Ended March 31, 2024(Based on Japanese GAAP)" was submitted, it was discovered that some of the information contained in the report was incorrect. The corrections are mainly to the consolidated statement of cash flows, and not to the consolidated balance sheets, the consolidated statement of income, the consolidated statement of comprehensive income, and the consolidated statement of changes in equity.

2. Details of the Correction (Corrected parts are underlined)

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"1. Consolidated financial results for the year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)
(3) Consolidated cash flows"

Before the Correction

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Year ended March 31, 2024	<u>1,463</u>	<u>6,904</u>	(1,120)	194,800
Year ended March 31, 2023	(209,387)	22,388	(1,119)	187,554

After the Correction

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Year ended March 31, 2024	<u>941</u>	<u>7,425</u>	(1,120)	194,800
Year ended March 31, 2023	(209,387)	22,388	(1,119)	187,554

"Consolidated financial statements

Consolidated Statement of Cash flows"

Before the Correction

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Cash flows from operating activities		
Profit before income taxes	4,993	4,298
Depreciation	1,562	1,626
Impairment losses	7	12
Increase (decrease) in allowance for loan losses	(1,474)	85
Increase (decrease) in provision for bonuses	(1)	2
Decrease (increase) in retirement benefit asset	(1,196)	(1,045)
Increase (decrease) in retirement benefit liability	4	4
Increase (decrease) in provision for retirement benefits for directors (and other officers)	(1)	0
Increase (decrease) in provision for reimbursement of deposits	(91)	8
Increase (decrease) in provision for contingent loss	60	147
Interest income	(22,308)	(21,683)
Interest expenses	156	142
Loss (gain) related to securities	226	(148)
Loss (gain) on money held in trust	(0)	6
Foreign exchange losses (gains)	(650)	(573)
Loss (gain) on disposal of non-current assets	(1,013)	24
Net decrease (increase) in trading securities	0	0
Net decrease (increase) in loans and bills discounted	(36,698)	(14,662)
Net increase (decrease) in deposits	8,436	8,386
Net increase (decrease) in borrowed money (excluding subordinated borrowings)	(177,100)	4,500
Net decrease (increase) in due from banks (excluding due from Bank of Japan)	114	105
Net decrease (increase) in call loans	(1,108)	654
Net decrease (increase) in foreign exchanges - assets	169	(2,402)
Net increase (decrease) in foreign exchanges – Liabilities	76	(21)
Interest received	22,641	22,086
Interest paid	(197)	(154)
Other, net	(5,151)	268
Subtotal	(208,543)	1,670
Income taxes paid	(844)	(206)
Net cash provided by (used in) operating activities	(209,387)	1,463

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Cash flows from investing activities		
Purchase of securities	(69,180)	(124,171)
Proceeds from sale of securities	7,858	67,036
Proceeds from redemption of securities	78,158	66,605
Purchase of tangible fixed assets	(1,080)	(1,358)
Purchase of intangible assets	(758)	(1,190)
Proceeds from sale of tangible fixed assets	1,414	0
Payments for asset retirement obligations	(11)	(17)
Decrease in money held in trust	5,987	–
Net cash provided by (used in) investing activities	22,388	6,904
Cash flows from financing activities		
Dividends paid	(1,118)	(1,119)
Dividends paid to non-controlling interests	–	(0)
Purchase of treasury shares	(1)	(0)
Proceeds from exercise of employee share options	0	0
Net cash provided by (used in) financing activities	(1,119)	(1,120)
Effect of exchange rate change on cash and cash equivalents	–	–
Net increase (decrease) in cash and cash equivalents	(188,118)	7,246
Cash and cash equivalents at beginning of period	375,672	187,554
Cash and cash equivalents at end of period	187,554	194,800

After the Correction

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Cash flows from operating activities		
Profit before income taxes	4,993	4,298
Depreciation	1,562	1,626
Impairment losses	7	12
Increase (decrease) in allowance for loan losses	(1,474)	85
Increase (decrease) in provision for bonuses	(1)	2
Decrease (increase) in retirement benefit asset	(1,196)	(1,045)
Increase (decrease) in retirement benefit liability	4	4
Increase (decrease) in provision for retirement benefits for directors (and other officers)	(1)	0
Increase (decrease) in provision for reimbursement of deposits	(91)	8
Increase (decrease) in provision for contingent loss	60	147
Interest income	(22,308)	(21,683)
Interest expenses	156	142
Loss (gain) related to securities	226	(148)
Loss (gain) on money held in trust	(0)	6
Foreign exchange losses (gains)	(650)	(573)
Loss (gain) on disposal of non-current assets	(1,013)	24
Net decrease (increase) in trading securities	0	0
Net decrease (increase) in loans and bills discounted	(36,698)	(14,662)
Net increase (decrease) in deposits	8,436	8,386
Net increase (decrease) in borrowed money (excluding subordinated borrowings)	(177,100)	4,500
Net decrease (increase) in due from banks (excluding due from Bank of Japan)	114	105
Net decrease (increase) in call loans	(1,108)	654
Net decrease (increase) in foreign exchanges - assets	169	(2,402)
Net increase (decrease) in foreign exchanges – Liabilities	76	(21)
Interest received	22,641	22,073
Interest paid	(197)	(154)
Other, net	(5,151)	(718)
Subtotal	(208,543)	670
Income taxes refund (paid)	(844)	270
Net cash provided by (used in) operating activities	(209,387)	941

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Cash flows from investing activities		
Purchase of securities	(69,180)	(122,970)
Proceeds from sale of securities	7,858	67,036
Proceeds from redemption of securities	78,158	65,926
Purchase of tangible fixed assets	(1,080)	(1,358)
Purchase of intangible assets	(758)	(1,190)
Proceeds from sale of tangible fixed assets	1,414	0
Payments for asset retirement obligations	(11)	(17)
Decrease in money held in trust	5,987	–
Net cash provided by (used in) investing activities	22,388	7,425
Cash flows from financing activities		
Dividends paid	(1,118)	(1,119)
Dividends paid to non-controlling interests	–	(0)
Purchase of treasury shares	(1)	(0)
Proceeds from exercise of employee share options	0	0
Net cash provided by (used in) financing activities	(1,119)	(1,120)
Effect of exchange rate change on cash and cash equivalents	–	–
Net increase (decrease) in cash and cash equivalents	(188,118)	7,246
Cash and cash equivalents at beginning of period	375,672	187,554
Cash and cash equivalents at end of period	187,554	194,800