



Summary of Consolidated Financial Results for the Fiscal Year Ended March 31, 2020

<Under Japanese GAAP>

May 15, 2020

Company name: JAPAN POST BANK Co., Ltd. Stock exchange listing: Tokyo Stock Exchange
 Code number: 7182 Website: <https://www.jp-bank.japanpost.jp/>
 Representative: IKEDA Norito, Director, President and Representative Executive Officer
 For inquiry: IMAI Kenichi, General Manager of Financial Accounting Department
 Date of Ordinary General Meeting of Shareholders: June 16, 2020 (Scheduled)
 Dividend payment date: June 17, 2020 (Scheduled)
 Securities Report issuing date: June 18, 2020 (Scheduled)
 Trading accounts: Unestablished
 Selected Financial Information for annual financial statements: Available
 Investor meeting presentation: Scheduled (for investors and analysts)

(Figures are rounded down)

1. Consolidated financial results for the fiscal year ended March 31, 2020

(1) Consolidated operating results

(Millions of yen, except for per share data and percentages)

	Ordinary income		Net ordinary income		Net income attributable to owners of parent	
FY2020	¥1,799,544	(2.4)%	¥379,137	1.3%	¥273,435	2.7%
FY2019	1,845,413	(9.7)	373,978	(25.1)	266,189	(24.5)

Note: "Comprehensive income (loss)" was ¥(2,177,244) million for the fiscal year ended March 31, 2020 and ¥23,376 million for the fiscal year ended March 31, 2019.

	Net income per share	Diluted net income per share	Net income to net assets attributable to shareholders	Net ordinary income to total assets	Net ordinary income to ordinary income
FY2020	¥72.94	¥—	2.6%	0.1%	21.0%
FY2019	71.00	—	2.3	0.1	20.2

Reference: "Gains (losses) from investments in affiliates", which was accounted for using the equity method, was ¥239 million for the fiscal year ended March 31, 2020 and ¥227 million for the fiscal year ended March 31, 2019.

- Notes: 1. "Diluted net income per share" is not presented since there has been no potential dilution for the fiscal year ended March 31, 2020 and 2019.
 2. Percentages shown in "Ordinary income", "Net ordinary income" and "Net income attributable to owners of parent" are the increase (decrease) from the previous fiscal year.

(2) Consolidated financial conditions

(Millions of yen, except for per share data and percentages)

	Total assets	Total net assets	Net assets attributable to shareholders to total assets	Total net assets per share
FY2020	¥210,910,882	¥9,003,256	4.2%	¥2,398.98
FY2019	208,974,134	11,362,365	5.4	3,029.61

Reference: "Net assets attributable to shareholders" was ¥8,993,310 million as of March 31, 2020 and ¥11,357,397 million as of March 31, 2019.

Note: "Net assets attributable to shareholders to total assets" is calculated as follows:

[("Total net assets" – "Non-controlling interests") / "Total assets"] x 100

"Net assets attributable to shareholders to total assets" above is not based on Capital adequacy notification.

(3) Consolidated cash flows

(Millions of yen)

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at the end of the fiscal year
FY2020	¥2,935,966	¥(1,787,359)	¥(182,265)	¥51,600,251
FY2019	(1,120,727)	2,713,730	(182,940)	50,633,686

2. Dividends

(Millions of yen, except for per share data and percentages)

	Dividends per share					Total dividend payment	Dividend payout ratio (Consolidated)	Dividends to net assets (Consolidated)
	As of June 30	As of September 30	As of December 31	As of March 31	Total			
FY2019	¥—	¥25.00	¥—	¥25.00	¥50.00	¥187,473	70.4%	1.6%
FY2020	—	25.00	—	25.00	50.00	187,473	68.5	1.8
FY2021 (forecast)	—	0.00	—	—	—		—	

Note: Annual dividends forecast for the fiscal year ending March 31, 2021 is undetermined at this point, since the financial markets are in a state of uncertainty in the meantime and there is a possibility that our performance will change significantly, depending upon the market trends, we are considering annual dividends forecast while assessing business performance trends going forward.

3. Consolidated earnings forecasts for the fiscal year ending March 31, 2021

(Millions of yen, except for per share data and percentages)

	Net ordinary income	Net income attributable to owners of parent	Net income per share
FY2021	¥275,000 (27.4)%	¥200,000 (26.8)%	¥53.35

Notes: 1. The impact of the deterioration of the financial market environment due to the spread of COVID-19 has been taken into account to the extent that can be estimated at this point, but this might change significantly depending on future trends.

2. Percentages shown in "Net ordinary income" and "Net income attributable to owners of parent" are the increase (decrease) from the previous fiscal year.

* Notes

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries accompanying change in scope of consolidation): No

(2) Changes in accounting policies, changes in accounting estimates and restatements

i) Changes in accounting policies due to revision of accounting standards: No

ii) Changes in accounting policies due to reasons other than i): No

iii) Changes in accounting estimates: No

iv) Restatements: No

(3) Shares outstanding (common stock)

i) Year-end issued shares (including treasury stock):	As of March 31, 2020	4,500,000,000 shares	As of March 31, 2019	4,500,000,000 shares
ii) Year-end treasury stock:	As of March 31, 2020	751,207,455 shares	As of March 31, 2019	751,208,350 shares
iii) Average number of outstanding shares:	FY2020	3,748,764,758 shares	FY2019	3,748,789,744 shares

Note: The year-end treasury stock includes the Bank's shares held by stock benefit trust (682,500 shares as of March 31, 2020 and 683,400 shares as of March 31, 2019). The treasury stock deducted to calculate the average number of outstanding shares includes the Bank's shares held by stock benefit trust (710,290 shares for FY2020 and 685,306 shares for FY2019).

(Reference) Summary of Non-Consolidated Financial Results

1. Non-consolidated financial results for the fiscal year ended March 31, 2020

(1) Non-consolidated operating results

(Millions of yen, except for per share data and percentages)

	Ordinary income		Net ordinary income		Net income	
FY2020	¥1,799,283	(2.4)%	¥379,077	1.2%	¥273,044	2.5%
FY2019	1,845,316	(9.7)	374,299	(25.0)	266,178	(24.5)

	Net income per share	Diluted net income per share
FY2020	¥72.83	¥—
FY2019	71.00	—

Notes: 1. "Diluted net income per share" is not presented since there has been no potential dilution for the fiscal year ended March 31, 2020 and 2019.

2. Percentages shown in "Ordinary income", "Net ordinary income" and "Net income" are the increase (decrease) from the previous fiscal year.

(2) Non-consolidated financial conditions

(Millions of yen, except for per share data and percentages)

	Total assets (A)	Total net assets (B)	(B) / (A)	Total net assets per share
FY2020	¥210,905,152	¥8,987,651	4.2%	¥2,397.47
FY2019	208,970,478	11,350,806	5.4	3,027.85

Reference: "Net assets attributable to shareholders" was ¥8,987,651 million as of March 31, 2020 and ¥11,350,806 million as of March 31, 2019.

(Note on audit procedures)

This "Summary of Consolidated Financial Results" is not subject to the audit procedures by a certified public accountant or an audit corporation.

(Forward-looking statements and other matters)

This "Summary of Consolidated Financial Results" contains forward-looking statements including forecasts, targets and plans of the Bank and its consolidated subsidiaries (the "Group"). These statements are based on estimates at the time in light of the information currently available to the Bank. The statements and assumptions may prove to be incorrect and may not be realized in the future.

Any uncertainties, risks and other factors that may cause such a situation to arise include, but are not limited to, risks related to the effectiveness of risk management policies and procedures; risks related to business strategy and management planning such as market risk, market liquidity risk, credit risk and operational risk; risks related to the expansion of the scope of operations; risks related to the business environment; and other various risks. Please also see the Securities Report and the latest quarterly financial report for material facts that the Bank recognizes as potentially affecting the Group's actual results, performance or financial position. The Group's actual results, performance or financial position may be materially different from those expressed or implied by such forward-looking statements.

The statements in this document are current as of the date of the document or the date otherwise specified, and the Bank has no obligation or intent to keep this information up to date.

The information concerning companies or parties other than the Group and the Japan Post Group is based on publicly available and other information as cited, and the Bank has neither independently verified the accuracy and appropriateness of, nor makes any warranties with respect to, such information. The information of the document may be revised without prior notice.

[Attachment]

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(Supplemental Information)

Selected Financial Information for the Fiscal Year Ended March 31, 2020

1. Overview of Financial Results

(1) Overview of consolidated results of operations and financial conditions for the fiscal year ended March 31, 2020

(Operating results)

Ordinary income decreased by ¥45.8 billion from the previous fiscal year, to ¥1,799.5 billion for the fiscal year ended March 31, 2020. Interest income decreased by ¥39.9 billion from the previous fiscal year, to ¥1,317.8 billion for the fiscal year ended March 31, 2020, mainly due to a decrease in interest on Japanese government bonds. Fees and commissions increased by ¥21.7 billion from the previous fiscal year, to ¥160.5 billion for the fiscal year ended March 31, 2020. Other operating income decreased by ¥16.0 billion from the previous fiscal year, to ¥212.8 billion for the fiscal year ended March 31, 2020.

Meanwhile, ordinary expenses decreased by ¥51.0 billion from the previous fiscal year, to ¥1,420.4 billion for the fiscal year ended March 31, 2020. Interest expenses decreased by ¥0.5 billion from the previous fiscal year, to ¥346.6 billion for the fiscal year ended March 31, 2020. General and administrative expenses decreased by ¥16.8 billion from the previous fiscal year, to ¥1,019.5 billion for the fiscal year ended March 31, 2020.

Taking into account of the above, in the extremely challenging business environment with yen interest rates remained at a low level and deteriorating market environment due to the spread of COVID-19, net ordinary income increased by ¥5.1 billion from the previous fiscal year, to ¥379.1 billion for the fiscal year ended March 31, 2020, which equated to 101.1% of the earnings forecasts of ¥375.0 billion in net ordinary income for the fiscal year ended March 31, 2020.

Net income attributable to owners of parent increased by ¥7.2 billion from the previous fiscal year, to ¥273.4 billion for the fiscal year ended March 31, 2020, which equated to 101.2% of the earnings forecasts of ¥270.0 billion in net income attributable to owners of parent for the fiscal year ended March 31, 2020.

(Financial conditions)

Total assets increased by ¥1,936.7 billion from March 31, 2019, to ¥210,910.8 billion as of March 31, 2020. Securities decreased by ¥1,934.0 billion from March 31, 2019, to ¥135,204.5 billion as of March 31, 2020. Loans decreased by ¥335.6 billion from March 31, 2019, to ¥4,961.7 billion as of March 31, 2020. Deposits, remained stable, increased by ¥2,004.8 billion from March 31, 2019, to ¥183,001.9 billion as of March 31, 2020.

Shareholder's equity as of March 31, 2020 increased by ¥86.0 billion from March 31, 2019. In addition, total accumulated other comprehensive income decreased by ¥2,450.0 billion from March 31, 2019. As a result, net assets totaled ¥9,003.2 billion. Retained earnings, included in shareholders' equity, were ¥2,563.8 billion.

As for cash flows, cash flows from operating activities increased by ¥4,056.6 billion from the previous fiscal year, to ¥2,935.9 billion for the fiscal year ended March 31, 2020. Cash flows from investing activities decreased by ¥4,501.0 billion from the previous fiscal year, to ¥(1,787.3) billion for the fiscal year ended March 31, 2020. Cash flows from financing activities increased by ¥0.6 billion from the previous fiscal year, to ¥(182.2) billion for the fiscal year ended March 31, 2020. As a result, cash and cash equivalents increased by ¥966.5 billion from March 31, 2019, to ¥51,600.2 billion as of March 31, 2020.

(2) Earnings forecasts for the fiscal year ending March 31, 2021

Due to the spread of COVID-19, the financial market environment has greatly worsened, as seen in, for example, the high level of foreign credit spreads, and with no prospect of COVID-19 being resolved at present, it is expected that the future of financial markets will remain uncertain in the meantime.

Amidst these circumstances, as for earnings forecasts for the fiscal year ending March 31, 2021, net ordinary income and net income attributable to owners of parent are expected to amount to ¥275.0

billion (decreased by 27.4% from the previous fiscal year) and ¥200.0 billion (decreased by 26.8% from the previous fiscal year), respectively.

For the above earnings forecasts, we assumed that domestic and foreign market interest rates will change in accordance with the implied forward rates for the end of March 2020. Furthermore, we anticipate that foreign credit spreads remain high during the first half of FY2020 and will gradually decrease as the impact of COVID-19 is gradually resolved.

The decrease in income from the previous period is mainly attributable to the significant increase in those dividends from investment trusts in our held securities which are special dividends not recognized in income on condition that foreign credit spreads remain high. We anticipate that the impact of these special dividends will be large, especially in the first half of the year.

Furthermore, if foreign credit spreads widen (or tighten) more than the amount anticipated above, then the projected income for the fiscal year ending March 31, 2021 might decrease (or increase). Such financial market trends might affect our performance. If it becomes necessary to revise our earnings forecast, then we will promptly disclose that.

(3) Basic policy concerning profit distribution and dividends for the fiscal year ended March 31, 2020 and the fiscal year ending March 31, 2021

Providing returns to our shareholders is one of our most important management goals. Our basic dividend policy is to provide stable dividends to shareholders while maintaining sufficient retained earnings for sound operations in light of the public nature of the banking business.

In the Medium-Term Management Plan for the period from the fiscal year ended March 31, 2019 to the fiscal year ending March 31, 2021, we have the basic policy of aiming to pay a stable per-share dividend ensuring dividends of ¥50 per share through the end of the fiscal year ending March 31, 2021 and considering additional shareholder return, while taking into account developments on regulations, earnings growth and accumulation of retained earnings, etc.

Under our basic dividend policy, we declared dividends per share of ¥50 for the fiscal year ended March 31, 2020 (interim dividends of ¥25, dividend payout ratio of 68.5%).

While our basic dividend policy is as stated above, dividends for the fiscal year ending March 31, 2021 are undetermined at this point, since the financial markets are in a state of uncertainty in the meantime and there is a possibility that our performance will change significantly, depending upon the market trends, we are considering them while assessing business performance trends going forward.

In the past, we have provided dividends from surplus twice per year in the form of interim dividends and annual dividends. However, taking into account uncertain future market trends and current net unrealized gains (losses) on available-for-sale securities, our current policy for dividends from surplus for the fiscal year ending March 31, 2021 is to provide annual dividends, which will be provided once in that year.

2. Basic Approach to the Selection of Accounting Standards

The Bank prepares its consolidated financial statements based on Japanese GAAP. The Bank discloses its consolidated financial statements in accordance with the "Ordinance for the Enforcement of the Banking Act" (Ordinance of Ministry of Finance No.10 of 1982).

3. Consolidated Financial Statements

(1) Consolidated balance sheets

	As of March 31, 2019	(Millions of yen) As of March 31, 2020
Assets		
Cash and due from banks	50,698,686	51,665,251
Call loans	400,000	1,040,000
Receivables under resale agreements	8,368,139	9,731,897
Receivables under securities borrowing transactions	—	112,491
Monetary claims bought	295,679	315,812
Trading account securities	2	31
Money held in trust	3,990,780	4,549,736
Securities	137,138,590	135,204,565
Loans	5,297,424	4,961,733
Foreign exchanges	80,396	147,469
Other assets	2,452,406	2,816,182
Tangible fixed assets	201,906	193,952
Buildings	75,126	79,008
Land	67,250	67,250
Construction in progress	3,745	1,427
Other	55,783	46,265
Intangible fixed assets	51,018	47,318
Software	43,987	37,215
Other	7,031	10,103
Deferred tax assets	61	125,468
Reserve for possible loan losses	(958)	(1,031)
Total assets	208,974,134	210,910,882

	As of March 31, 2019	(Millions of yen) As of March 31, 2020
Liabilities		
Deposits	180,997,116	183,001,984
Payables under repurchase agreements	11,569,371	14,855,624
Payables under securities lending transactions	2,473,457	2,219,384
Commercial paper	28,029	—
Borrowed money	3,900	10,100
Foreign exchanges	628	511
Other liabilities	1,355,311	1,597,067
Reserve for bonuses	7,858	7,478
Liability for retirement benefits	134,837	134,232
Reserve for employee stock ownership plan trust	839	605
Reserve for management board benefit trust	238	311
Reserve for reimbursement of deposits	88,332	80,324
Deferred tax liabilities	951,844	—
Total liabilities	197,611,768	201,907,626
Net Assets		
Capital stock	3,500,000	3,500,000
Capital surplus	4,296,286	4,296,285
Retained earnings	2,477,878	2,563,840
Treasury stock	(1,300,926)	(1,300,881)
Total shareholders' equity	8,973,237	9,059,245
Net unrealized gains (losses) on available-for-sale securities	2,440,024	256,874
Net deferred gains (losses) on hedges	(62,353)	(327,940)
Accumulated adjustments for retirement benefits	6,488	5,131
Total accumulated other comprehensive income	2,384,159	(65,935)
Non-controlling interests	4,968	9,945
Total net assets	11,362,365	9,003,256
Total liabilities and net assets	208,974,134	210,910,882

(2) Consolidated statements of income and consolidated statements of comprehensive income

Consolidated statements of income

	(Millions of yen)	
	FY2019	FY2020
Ordinary income	1,845,413	1,799,544
Interest income	1,357,775	1,317,832
Interest on loans	12,093	11,113
Interest and dividends on securities	1,313,603	1,279,804
Interest on call loans	286	62
Interest on receivables under resale agreements	(1,203)	(4,663)
Interest on receivables under securities borrowing transactions	910	674
Interest on deposits with banks	29,758	27,824
Other interest income	2,326	3,016
Fees and commissions	138,794	160,564
Other operating income	228,925	212,888
Other ordinary income	119,917	108,258
Reversal of reserve for possible loan losses	50	—
Recoveries of written-off claims	20	23
Other	119,846	108,235
Ordinary expenses	1,471,434	1,420,406
Interest expenses	347,157	346,634
Interest on deposits	80,834	55,096
Interest on payables under repurchase agreements	59,101	78,877
Interest on payables under securities lending transactions	60,297	49,605
Interest on commercial paper	1,788	614
Other interest expenses	145,136	162,439
Fees and commissions	32,032	31,673
Other operating expenses	24,779	4,390
General and administrative expenses	1,036,400	1,019,570
Other ordinary expenses	31,063	18,136
Provision for reserve for possible loan losses	—	116
Other	31,063	18,019
Net ordinary income	373,978	379,137
Extraordinary income	—	48
Gains on negative goodwill	—	48
Extraordinary loss	4,107	554
Losses on sales and disposals of fixed assets	3,556	532
Losses on impairment of fixed assets	550	0
Losses on step acquisitions	—	21
Income before income taxes	369,870	378,631
Income taxes		
Current	99,555	101,366
Deferred	4,534	4,314
Total income taxes	104,090	105,680
Net income	265,780	272,950
Net loss attributable to non-controlling interests	(409)	(485)
Net income attributable to owners of parent	266,189	273,435

Consolidated statements of comprehensive income

	(Millions of yen)	
	FY2019	FY2020
Net income	265,780	272,950
Other comprehensive income (loss)	(242,403)	(2,450,194)
Net unrealized gains (losses) on available-for-sale securities	(175,485)	(2,183,250)
Net deferred gains (losses) on hedges	(65,472)	(265,586)
Adjustments for retirement benefits	(1,445)	(1,357)
Share of other comprehensive income (loss) of affiliates accounted for by the equity method	0	(0)
Comprehensive income (loss)	23,376	(2,177,244)
Total comprehensive income (loss) attributable to:		
Owners of parent	23,863	(2,176,658)
Non-controlling interests	(486)	(585)

(3) Consolidated statements of changes in net assets

For the fiscal year ended March 31, 2019

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the beginning of the fiscal year	3,500,000	4,296,285	2,399,162	(1,300,717)	8,894,730
Changes during the fiscal year					
Cash dividends			(187,473)		(187,473)
Net income attributable to owners of parent			266,189		266,189
Repurchase of treasury stock				(542)	(542)
Disposal of treasury stock				333	333
Changes in equity of parent due to transactions with non-controlling shareholders		0			0
Net changes in items other than shareholders' equity					
Total changes during the fiscal year	—	0	78,716	(209)	78,507
Balance at the end of the fiscal year	3,500,000	4,296,286	2,477,878	(1,300,926)	8,973,237

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Net unrealized gains (losses) on available-for-sale securities	Net deferred gains (losses) on hedges	Accumulated adjustments for retirement benefits	Total accumulated other comprehensive income		
Balance at the beginning of the fiscal year	2,615,432	3,119	7,934	2,626,485	463	11,521,680
Changes during the fiscal year						
Cash dividends						(187,473)
Net income attributable to owners of parent						266,189
Repurchase of treasury stock						(542)
Disposal of treasury stock						333
Changes in equity of parent due to transactions with non-controlling shareholders						0
Net changes in items other than shareholders' equity	(175,408)	(65,472)	(1,445)	(242,326)	4,504	(237,821)
Total changes during the fiscal year	(175,408)	(65,472)	(1,445)	(242,326)	4,504	(159,314)
Balance at the end of the fiscal year	2,440,024	(62,353)	6,488	2,384,159	4,968	11,362,365

For the fiscal year ended March 31, 2020

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the beginning of the fiscal year	3,500,000	4,296,286	2,477,878	(1,300,926)	8,973,237
Changes during the fiscal year					
Cash dividends			(187,473)		(187,473)
Net income attributable to owners of parent			273,435		273,435
Repurchase of treasury stock				(358)	(358)
Disposal of treasury stock				404	404
Changes in equity of parent due to transactions with non-controlling shareholders		(0)			(0)
Net changes in items other than shareholders' equity					
Total changes during the fiscal year	—	(0)	85,962	45	86,007
Balance at the end of the fiscal year	3,500,000	4,296,285	2,563,840	(1,300,881)	9,059,245

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Net unrealized gains (losses) on available-for-sale securities	Net deferred gains (losses) on hedges	Accumulated adjustments for retirement benefits	Total accumulated other comprehensive income		
Balance at the beginning of the fiscal year	2,440,024	(62,353)	6,488	2,384,159	4,968	11,362,365
Changes during the fiscal year						
Cash dividends						(187,473)
Net income attributable to owners of parent						273,435
Repurchase of treasury stock						(358)
Disposal of treasury stock						404
Changes in equity of parent due to transactions with non-controlling shareholders						(0)
Net changes in items other than shareholders' equity	(2,183,150)	(265,586)	(1,357)	(2,450,094)	4,977	(2,445,116)
Total changes during the fiscal year	(2,183,150)	(265,586)	(1,357)	(2,450,094)	4,977	(2,359,109)
Balance at the end of the fiscal year	256,874	(327,940)	5,131	(65,935)	9,945	9,003,256

(4) Consolidated statements of cash flows

	(Millions of yen)	
	FY2019	FY2020
Cash flows from operating activities		
Income before income taxes	369,870	378,631
Depreciation and amortization	33,693	36,263
Losses on impairment of fixed assets	550	0
Gains on negative goodwill	—	(48)
Losses (gains) on step acquisitions	—	21
Equity in losses (gains) of affiliates	(227)	(239)
Net change in reserve for possible loan losses	(107)	72
Net change in reserve for bonuses	(48)	(380)
Net change in liability for retirement benefits	(817)	(618)
Net change in reserve for employee stock ownership plan trust	30	(233)
Net change in reserve for management board benefit trust	94	73
Net change in reserve for reimbursement of deposits	2,218	(8,008)
Interest income	(1,357,775)	(1,317,832)
Interest expenses	347,157	346,634
Losses (gains) related to securities – net	23,225	(19,912)
Losses (gains) on money held in trust – net	(77,717)	(72,838)
Foreign exchange losses (gains) – net	(579,641)	(87,351)
Losses (gains) on sales and disposals of fixed assets – net	3,556	532
Net change in loans	846,288	334,007
Net change in deposits	1,115,787	2,004,868
Net change in borrowed money	1,500	6,200
Net change in call loans, etc.	(8,300,349)	(2,023,847)
Net change in receivables under securities borrowing transactions	8,224,153	(112,491)
Net change in call money, etc.	9,584,086	3,286,253
Net change in commercial paper	(163,451)	(28,029)
Net change in payables under securities lending transactions	(11,338,666)	(254,073)
Net change in foreign exchange assets	7,090	(67,072)
Net change in foreign exchange liabilities	318	(117)
Interest received	1,372,572	1,379,285
Interest paid	(781,463)	(405,217)
Other – net	(283,693)	(360,841)
Subtotal	(951,766)	3,013,687
Income taxes paid	(168,961)	(77,721)
Net cash provided by (used in) operating activities	(1,120,727)	2,935,966
Cash flows from investing activities		
Purchases of securities	(22,215,902)	(23,045,866)
Proceeds from sales of securities	2,673,751	2,235,051
Proceeds from maturity of securities	22,155,613	19,843,681
Investment in money held in trust	(430,334)	(1,427,732)
Proceeds from disposition of money held in trust	590,781	632,179
Purchases of tangible fixed assets	(48,148)	(16,385)
Purchases of intangible fixed assets	(15,012)	(9,193)
Proceeds from purchases of stocks of subsidiaries resulting in change in the scope of consolidation	—	487
Other – net	2,982	419

	(Millions of yen)	
	FY2019	FY2020
Net cash provided by (used in) investing activities	2,713,730	(1,787,359)
Cash flows from financing activities		
Repurchase of treasury stock	(542)	(358)
Proceeds from disposal of treasury stock	54	82
Proceeds from investments by non-controlling shareholders	4,991	5,590
Cash dividends paid	(187,444)	(187,553)
Cash dividends paid to non-controlling shareholders	—	(26)
Purchases of investments of subsidiaries not resulting in change in the scope of consolidation	—	(1)
Proceeds from sale of investments of subsidiaries not resulting in change in the scope of consolidation	0	0
Net cash provided by (used in) financing activities	(182,940)	(182,265)
Effect of exchange rate changes on cash and cash equivalents	310	223
Net change in cash and cash equivalents	1,410,372	966,564
Cash and cash equivalents at the beginning of the fiscal year	49,223,314	50,633,686
Cash and cash equivalents at the end of the fiscal year	50,633,686	51,600,251

(5) Notes to consolidated financial statements

Notes on going-concern assumption

None

Segment information

Segment information is omitted since the Group comprises of only one segment, which is defined as banking service.

Per share data

Net assets per share as of March 31, 2020 and net income per share for the fiscal year then ended were as follows:

	(Yen)
Net assets per share	2,398.98
Net income per share	72.94

Notes: 1. Diluted net income per share is not presented since there has been no potential dilution for the fiscal year ended March 31, 2020.

2. Net assets per share as of March 31, 2020 were calculated based on the following:

	(Millions of yen)
Net assets	9,003,256
Amount deducted from net assets	9,945
Non-controlling interests	9,945
Net assets attributable to common stock at the end of the fiscal year	8,993,310
Number of common stock at the end of the fiscal year used for the calculation of net assets per share (thousand shares)	3,748,792

3. Net income per share data for the fiscal year ended March 31, 2020 was calculated based on the following:

	(Millions of yen)
Net income attributable to owners of parent	273,435
Amount not attributable to common shareholders	—
Net income attributable to owners of parent attributable to common stock	273,435
Average number of common stock outstanding during the fiscal year (thousand shares)	3,748,764

4. To calculate net assets per share, the treasury stock deducted from the number of common stock outstanding as of March 31, 2020 included 682 thousand shares of treasury stock held by the stock benefit trust.

To calculate net income per share, the treasury stock deducted to calculate the average number of outstanding shares for the fiscal year ended March 31, 2020 included 710 thousand shares of treasury stock held by the stock benefit trust.

Significant subsequent event

None

4. Non-Consolidated Financial Statements

(1) Non-consolidated balance sheets

	As of March 31, 2019	(Millions of yen) As of March 31, 2020
Assets		
Cash and due from banks	50,698,549	51,663,901
Cash	239,674	333,373
Due from banks	50,458,875	51,330,528
Call loans	400,000	1,040,000
Receivables under resale agreements	8,368,139	9,731,897
Receivables under securities borrowing transactions	—	112,491
Monetary claims bought	295,679	315,812
Trading account securities	2	31
Trading Japanese government bonds	2	31
Money held in trust	3,990,780	4,549,736
Securities	137,135,264	135,198,460
Japanese government bonds	58,356,567	53,636,113
Japanese local government bonds	6,383,964	5,986,349
Commercial paper	220,998	806,975
Japanese corporate bonds	9,574,857	9,108,252
Japanese stocks	99,286	3,255
Other securities	62,499,590	65,657,514
Loans	5,297,424	4,961,733
Loans on deeds	5,139,073	4,817,573
Overdrafts	158,351	144,159
Foreign exchanges	80,396	147,469
Due from foreign banks	80,396	147,469
Other assets	2,452,409	2,816,117
Domestic exchange settlement accounts-debit	11,874	24,721
Prepaid expenses	1,535	2,302
Accrued income	226,133	207,314
Initial margins for future transactions	146,257	147,125
Variation margins for future transactions	742	—
Derivatives other than trading	295,169	331,589
Cash collateral paid for financial instruments	28,966	292,377
Other	1,741,729	1,810,685
Tangible fixed assets	201,786	193,752
Buildings	75,035	78,895
Land	67,250	67,250
Construction in progress	3,745	1,426
Other	55,754	46,179
Intangible fixed assets	51,003	47,114
Software	43,972	37,020
Other	7,031	10,094
Deferred tax assets	—	127,662
Reserve for possible loan losses	(958)	(1,031)
Total assets	208,970,478	210,905,152

	(Millions of yen)	
	As of March 31, 2019	As of March 31, 2020
Liabilities		
Deposits	180,999,134	183,004,733
Transfer deposits	16,143,580	7,712,325
Ordinary deposits	62,157,684	78,425,052
Savings deposits	405,656	508,971
Time deposits	7,096,334	5,225,651
Special deposits	1,252,455	921,218
TEIGAKU deposits	93,830,855	90,073,256
Other deposits	112,566	138,256
Payables under repurchase agreements	11,569,371	14,855,624
Payables under securities lending transactions	2,473,457	2,219,384
Commercial paper	28,029	—
Borrowed money	3,900	10,100
Borrowings	3,900	10,100
Foreign exchanges	628	511
Foreign bills payable	628	511
Other liabilities	1,354,810	1,596,945
Domestic exchange settlement accounts-credit	22,862	36,254
Income taxes payable	7,774	22,222
Accrued expenses	495,883	435,545
Unearned income	67	68
Variation margins for future transactions	—	403
Derivatives other than trading	504,384	873,531
Cash collateral received for financial instruments	22,496	21,237
Asset retirement obligations	682	172
Other	300,660	207,507
Reserve for bonuses	7,739	7,331
Reserve for employees' retirement benefits	144,190	141,628
Reserve for employee stock ownership plan trust	839	605
Reserve for management board benefit trust	238	311
Reserve for reimbursement of deposits	88,332	80,324
Deferred tax liabilities	948,998	—
Total liabilities	197,619,672	201,917,500
Net Assets		
Capital stock	3,500,000	3,500,000
Capital surplus	4,296,285	4,296,285
Legal capital surplus	3,500,000	3,500,000
Other capital surplus	796,285	796,285
Retained earnings	2,477,736	2,563,307
Other retained earnings	2,477,736	2,563,307
Retained earnings brought forward	2,477,736	2,563,307
Treasury stock	(1,300,926)	(1,300,881)
Total shareholders' equity	8,973,095	9,058,711
Net unrealized gains (losses) on available-for-sale securities	2,440,064	256,880
Net deferred gains (losses) on hedges	(62,353)	(327,940)
Total valuation and translation adjustments	2,377,710	(71,060)
Total net assets	11,350,806	8,987,651
Total liabilities and net assets	208,970,478	210,905,152

(2) Non-consolidated statements of income

	(Millions of yen)	
	FY2019	FY2020
Ordinary income	1,845,316	1,799,283
Interest income	1,357,985	1,318,014
Interest on loans	12,093	11,113
Interest and dividends on securities	1,313,813	1,279,986
Interest on call loans	286	62
Interest on receivables under resale agreements	(1,203)	(4,663)
Interest on receivables under securities borrowing transactions	910	674
Interest on deposits with banks	29,758	27,824
Other interest income	2,326	3,016
Fees and commissions	138,794	160,564
Fees and commissions on domestic and foreign exchanges	63,591	82,352
Other fees and commissions	75,203	78,212
Other operating income	228,925	212,888
Gains on foreign exchanges	219,448	202,139
Gains on sales of bonds	9,477	10,748
Other ordinary income	119,610	107,815
Reversal of reserve for possible loan losses	50	—
Recoveries of written-off claims	20	23
Gains on sales of stocks and other securities	3,251	23,131
Gains on money held in trust	79,756	75,239
Other	36,531	9,420
Ordinary expenses	1,471,017	1,420,205
Interest expenses	347,157	346,634
Interest on deposits	80,834	55,096
Interest on payables under repurchase agreements	59,101	78,877
Interest on payables under securities lending transactions	60,297	49,605
Interest on commercial paper	1,788	614
Interest on interest rate swaps	143,026	160,939
Other interest expenses	2,110	1,500
Fees and commissions	32,032	31,673
Fees and commissions on domestic and foreign exchanges	4,400	4,789
Other fees and commissions	27,632	26,884
Other operating expenses	24,779	4,390
Losses on sales of bonds	21,719	2,651
Expenses on derivatives other than for trading or hedging	3,060	1,739
General and administrative expenses	1,035,378	1,018,320
Other ordinary expenses	31,668	19,186
Provision for reserve for possible loan losses	—	116
Losses on sales of stocks and other securities	6,171	11,295
Losses on devaluation of stocks and other securities	8,063	290
Losses on money held in trust	2,039	2,401
Other	15,394	5,081
Net ordinary income	374,299	379,077

	(Millions of yen)	
	FY2019	FY2020
Extraordinary loss	4,107	450
Losses on sales and disposals of fixed assets	3,556	450
Losses on impairment of fixed assets	550	0
Income before income taxes	370,192	378,626
Income taxes		
Current	99,417	101,266
Deferred	4,596	4,315
Total income taxes	104,013	105,581
Net income	266,178	273,044

(3) Non-consolidated statements of changes in net assets

For the fiscal year ended March 31, 2019

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus			Retained earnings
		Legal capital surplus	Other capital surplus	Total capital surplus	Other retained earnings Retained earnings brought forward
Balance at the beginning of the fiscal year	3,500,000	4,296,285	—	4,296,285	2,399,031
Changes during the fiscal year					
Cash dividends					(187,473)
Net income					266,178
Transfer to other capital surplus from legal capital surplus		(796,285)	796,285	—	
Repurchase of treasury stock					
Disposal of treasury stock					
Net changes in items other than shareholders' equity					
Total changes during the fiscal year	—	(796,285)	796,285	—	78,704
Balance at the end of the fiscal year	3,500,000	3,500,000	796,285	4,296,285	2,477,736

	Shareholders' equity		Valuation and translation adjustments			Total net assets
	Treasury stock	Total shareholders' equity	Net unrealized gains (losses) on available-for-sale securities	Net deferred gains (losses) on hedges	Total valuation and translation adjustments	
Balance at the beginning of the fiscal year	(1,300,717)	8,894,599	2,615,432	3,119	2,618,551	11,513,151
Changes during the fiscal year						
Cash dividends		(187,473)				(187,473)
Net income		266,178				266,178
Transfer to other capital surplus from legal capital surplus		—				—
Repurchase of treasury stock	(542)	(542)				(542)
Disposal of treasury stock	333	333				333
Net changes in items other than shareholders' equity			(175,367)	(65,472)	(240,840)	(240,840)
Total changes during the fiscal year	(209)	78,495	(175,367)	(65,472)	(240,840)	(162,345)
Balance at the end of the fiscal year	(1,300,926)	8,973,095	2,440,064	(62,353)	2,377,710	11,350,806

For the fiscal year ended March 31, 2020

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus			Retained earnings
		Legal capital surplus	Other capital surplus	Total capital surplus	Other retained earnings
					Retained earnings brought forward
Balance at the beginning of the fiscal year	3,500,000	3,500,000	796,285	4,296,285	2,477,736
Changes during the fiscal year					
Cash dividends					(187,473)
Net income					273,044
Transfer to other capital surplus from legal capital surplus					
Repurchase of treasury stock					
Disposal of treasury stock					
Net changes in items other than shareholders' equity					
Total changes during the fiscal year	—	—	—	—	85,571
Balance at the end of the fiscal year	3,500,000	3,500,000	796,285	4,296,285	2,563,307

	Shareholders' equity		Valuation and translation adjustments			Total net assets
	Treasury stock	Total shareholders' equity	Net unrealized gains (losses) on available-for-sale securities	Net deferred gains (losses) on hedges	Total valuation and translation adjustments	
Balance at the beginning of the fiscal year	(1,300,926)	8,973,095	2,440,064	(62,353)	2,377,710	11,350,806
Changes during the fiscal year						
Cash dividends		(187,473)				(187,473)
Net income		273,044				273,044
Transfer to other capital surplus from legal capital surplus		—				—
Repurchase of treasury stock	(358)	(358)				(358)
Disposal of treasury stock	404	404				404
Net changes in items other than shareholders' equity			(2,183,184)	(265,586)	(2,448,771)	(2,448,771)
Total changes during the fiscal year	45	85,616	(2,183,184)	(265,586)	(2,448,771)	(2,363,154)
Balance at the end of the fiscal year	(1,300,881)	9,058,711	256,880	(327,940)	(71,060)	8,987,651