



## Summary of Consolidated Financial Results for the Fiscal Year Ended March 31, 2021

<Under Japanese GAAP>

May 14, 2021

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 17, 2021 (Scheduled)  
 Dividend payment date: June 18, 2021 (Scheduled)  
 Securities Report issuing date: June 21, 2021 (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, 2021

#### (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	
FY2021/3	¥1,946,728	8.1%	¥394,221	3.9%	¥280,130	2.4%
FY2020/3	1,799,544	(2.4)	379,137	1.3	273,435	2.7

Note: "Comprehensive income (loss)" was ¥2,470,383 million for the fiscal year ended March 31, 2021 and ¥(2,177,244) million for the fiscal year ended March 31, 2020.

	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
FY2021/3	¥74.72	¥—	2.7%	0.1%	20.2%
FY2020/3	72.94	—	2.6	0.1	21.0

Reference: "Gains (losses) from investments in affiliates", which was accounted for using the equity method, was ¥289 million for the fiscal year ended March 31, 2021 and ¥239 million for the fiscal year ended March 31, 2020.

- Notes: 1. "Diluted net income per share" is not presented since there has been no potential dilution for the fiscal year ended March 31, 2021 and 2020.  
 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
FY2021/3	¥223,870,673	¥11,394,827	5.0%	¥3,033.03
FY2020/3	210,910,882	9,003,256	4.2	2,398.98

Reference: "Net assets attributable to shareholders" was ¥11,370,088 million as of March 31, 2021 and ¥8,993,310 million as of March 31, 2020.

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
FY2021/3	¥9,431,212	¥ (247,977)	¥ (79,141)	¥60,704,486
FY2020/3	2,935,966	(1,787,359)	(182,265)	51,600,251

### 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			
FY2020/3	¥—	¥25.00	¥—	¥25.00	¥50.00	¥187,473	68.5%	1.8%
FY2021/3	—	0.00	—	50.00	50.00	187,473	66.9	1.8
FY2022/3 (forecast)	—	0.00	—	40.00	40.00		57.6	

### 3. Consolidated earnings forecasts for the fiscal year ending March 31, 2022

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

	Net ordinary income	Net income attributable to owners of parent	Net income per share
FY2022/3	¥355,000 (9.9)%	¥260,000 (7.1)%	¥69.35

Note: 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, 2021	4,500,000,000 shares	As of March 31, 2020	4,500,000,000 shares
ii) Year-end treasury stock:	As of March 31, 2021	751,246,180 shares	As of March 31, 2020	751,207,455 shares
iii) Average number of outstanding shares:	FY2021/3	3,748,730,233 shares	FY2020/3	3,748,764,758 shares

Note: The year-end treasury stock includes the Bank's shares held by stock benefit trust (721,200 shares as of March 31, 2021 and 682,500 shares as of March 31, 2020). The treasury stock deducted to calculate the average number of outstanding shares includes the Bank's shares held by stock benefit trust (744,804 shares for FY2021/3 and 710,290 shares for FY2020/3).

## (Reference) Summary of Non-Consolidated Financial Results

### 1. Non-consolidated financial results for the fiscal year ended March 31, 2021

#### (1) Non-consolidated operating results

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

	Ordinary income		Net ordinary income		Net income	
FY2021/3	¥1,946,224	8.1%	¥394,325	4.0%	¥279,837	2.4%
FY2020/3	1,799,283	(2.4)	379,077	1.2	273,044	2.5

	Net income per share	Diluted net income per share
FY2021/3	¥74.64	¥—
FY2020/3	72.83	—

Notes: 1. "Diluted net income per share" is not presented since there has been no potential dilution for the fiscal year ended March 31, 2021 and 2020.

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
FY2021/3	¥223,847,547	¥11,362,133	5.0%	¥3,030.90
FY2020/3	210,905,152	8,987,651	4.2	2,397.47

Reference: "Net assets attributable to shareholders" was ¥11,362,133 million as of March 31, 2021 and ¥8,987,651 million as of March 31, 2020.

(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 "Japan Post Bank 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; situation of the spread of COVID-19; 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 Japan Post Bank Group's actual results, performance or financial position. The Japan Post Bank 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 Japan Post Bank 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, 2021

## 1. Overview of Financial Results

### (1) Overview of consolidated results of operations and financial conditions for the fiscal year ended March 31, 2021

#### (Operating results)

Ordinary income increased by ¥147.1 billion from the previous fiscal year, to ¥1,946.7 billion for the fiscal year ended March 31, 2021. Interest income decreased by ¥119.4 billion from the previous fiscal year, to ¥1,198.3 billion for the fiscal year ended March 31, 2021, due to a decrease in interest on securities in the challenging business environment with yen interest rates remained at a low level. Fees and commissions decreased by ¥3.1 billion from the previous fiscal year, to ¥157.3 billion for the fiscal year ended March 31, 2021. Other operating income increased by ¥80.7 billion from the previous fiscal year, to ¥293.6 billion for the fiscal year ended March 31, 2021.

Meanwhile, ordinary expenses increased by ¥132.0 billion from the previous fiscal year, to ¥1,552.5 billion for the fiscal year ended March 31, 2021. Interest expenses decreased by ¥105.4 billion from the previous fiscal year, to ¥241.1 billion for the fiscal year ended March 31, 2021, due to a decrease in foreign currency funding costs. General and administrative expenses decreased by ¥10.2 billion from the previous fiscal year, to ¥1,009.3 billion for the fiscal year ended March 31, 2021.

Taking into account of the above, net ordinary income increased by ¥15.0 billion from the previous fiscal year, to ¥394.2 billion for the fiscal year ended March 31, 2021, which equated to 105.1% of the earnings forecasts of ¥375.0 billion in net ordinary income for the fiscal year ended March 31, 2021.

Net income attributable to owners of parent increased by ¥6.6 billion from the previous fiscal year, to ¥280.1 billion for the fiscal year ended March 31, 2021, which equated to 103.7% of the earnings forecasts of ¥270.0 billion in net income attributable to owners of parent for the fiscal year ended March 31, 2021.

#### (Financial conditions)

Total assets increased by ¥12,959.7 billion from March 31, 2020, to ¥223,870.6 billion as of March 31, 2021. Securities increased by ¥2,999.6 billion from March 31, 2020, to ¥138,204.2 billion as of March 31, 2021. Loans decreased by ¥270.0 billion from March 31, 2020, to ¥4,691.7 billion as of March 31, 2021. Deposits increased by ¥6,586.5 billion from March 31, 2020, to ¥189,588.5 billion as of March 31, 2021. Shareholder's equity as of March 31, 2021 increased by ¥186.6 billion from March 31, 2020. In addition, total accumulated other comprehensive income increased by ¥2,190.1 billion from March 31, 2020. As a result, net assets totaled ¥11,394.8 billion. Retained earnings, included in shareholders' equity, were ¥2,750.2 billion.

As for cash flows, cash flows from operating activities increased by ¥6,495.2 billion from the previous fiscal year, to ¥9,431.2 billion for the fiscal year ended March 31, 2021. Cash flows from investing activities increased by ¥1,539.3 billion from the previous fiscal year, to ¥(247.9) billion for the fiscal year ended March 31, 2021. Cash flows from financing activities increased by ¥103.1 billion from the previous fiscal year, to ¥(79.1) billion for the fiscal year ended March 31, 2021. As a result, cash and cash equivalents increased by ¥9,104.2 billion from March 31, 2020, to ¥60,704.4 billion as of March 31, 2021.

### (2) Earnings forecasts for the fiscal year ending March 31, 2022

As for earnings forecasts for the fiscal year ending March 31, 2022, net ordinary income and net income attributable to owners of parent are expected to amount to ¥355.0 billion and ¥260.0 billion, respectively. As low interest rates become a long-term trend, COVID-19 vaccines have been developed and have begun to be administered in some areas. However, the emergence of variant strains of the virus and other factors have left the international community and the global economy in highly uncertain circumstances. In this challenging business environment, the Bank presents 5 key strategies in the new Medium-term Management Plan: i) Innovating retail business into a new form by realizing

complementarity between the physical and the digital; ii) Business reforms and productivity improvement through the active utilization of digital technology; iii) Enhancing funds flow to regional communities and the regional relationship functions through various frameworks; iv) Deepening market operations and risk management with an awareness of stress tolerance; and v) Strengthening the management base to become a more trusted bank. Through these strategies, we aim to achieve the profit targets in our plan.

### **(3) Basic policy concerning profit distribution and dividends for the fiscal year ended March 31, 2021 and the fiscal year ending March 31, 2022**

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 ended March 31, 2021, we had 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 ended 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, 2021 (dividend payout ratio of 66.9%).

Moving forward, taking into consideration the balance between shareholder returns, financial soundness and growth investments, throughout the term of the new Medium-term Management Plan for the period from the fiscal year ending March 31, 2022 to the fiscal year ending March 31, 2026, the basic policy is to maintain a dividend payout ratio of approximately 50%. However, the target dividend payout ratio will be set between 50% and 60% while keeping in mind the stability and sustainability of dividends and we will target increases to dividends per share compared to projected dividend levels for the fiscal year ending March 31, 2022.

Specifically, dividends per share are planned to be ¥40 (dividend payout ratio of 57.6%) for the fiscal year ending March 31, 2022.

## **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, 2020	(Millions of yen) As of March 31, 2021
<b>Assets</b>		
Cash and due from banks	51,665,251	60,769,486
Call loans	1,040,000	1,390,000
Receivables under resale agreements	9,731,897	9,721,360
Receivables under securities borrowing transactions	112,491	—
Monetary claims bought	315,812	362,212
Trading account securities	31	13
Money held in trust	4,549,736	5,547,574
Securities	135,204,565	138,204,256
Loans	4,961,733	4,691,723
Foreign exchanges	147,469	80,847
Other assets	2,816,182	2,857,615
Tangible fixed assets	193,952	198,137
Buildings	79,008	84,182
Land	67,250	67,250
Construction in progress	1,427	93
Other	46,265	46,611
Intangible fixed assets	47,318	48,286
Software	37,215	29,386
Other	10,103	18,899
Deferred tax assets	125,468	93
Reserve for possible loan losses	(1,031)	(935)
<b>Total assets</b>	<b>210,910,882</b>	<b>223,870,673</b>

	As of March 31, 2020	(Millions of yen) As of March 31, 2021
<b>Liabilities</b>		
Deposits	183,001,984	189,588,549
Payables under repurchase agreements	14,855,624	14,886,481
Payables under securities lending transactions	2,219,384	1,504,543
Borrowed money	10,100	3,917,500
Foreign exchanges	511	514
Other liabilities	1,597,067	1,536,281
Reserve for bonuses	7,478	7,582
Liability for retirement benefits	134,232	133,542
Reserve for employee stock ownership plan trust	605	535
Reserve for management board benefit trust	311	303
Reserve for reimbursement of deposits	80,324	73,830
Deferred tax liabilities	—	826,179
<b>Total liabilities</b>	<b>201,907,626</b>	<b>212,475,846</b>
<b>Net Assets</b>		
Capital stock	3,500,000	3,500,000
Capital surplus	4,296,285	4,296,514
Retained earnings	2,563,840	2,750,234
Treasury stock	(1,300,881)	(1,300,844)
<b>Total shareholders' equity</b>	<b>9,059,245</b>	<b>9,245,904</b>
Net unrealized gains (losses) on available-for-sale securities	256,874	2,488,982
Net deferred gains (losses) on hedges	(327,940)	(370,486)
Accumulated adjustments for retirement benefits	5,131	5,687
<b>Total accumulated other comprehensive income</b>	<b>(65,935)</b>	<b>2,124,183</b>
Non-controlling interests	9,945	24,739
<b>Total net assets</b>	<b>9,003,256</b>	<b>11,394,827</b>
<b>Total liabilities and net assets</b>	<b>210,910,882</b>	<b>223,870,673</b>



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

Consolidated statements of income

	(Millions of yen)	
	FY2020/3	FY2021/3
<b>Ordinary income</b>	1,799,544	1,946,728
Interest income	1,317,832	1,198,391
Interest on loans	11,113	10,186
Interest and dividends on securities	1,279,804	1,162,011
Interest on call loans	62	191
Interest on receivables under resale agreements	(4,663)	(3,675)
Interest on receivables under securities borrowing transactions	674	331
Interest on deposits with banks	27,824	28,031
Other interest income	3,016	1,315
Fees and commissions	160,564	157,375
Other operating income	212,888	293,680
Other ordinary income	108,258	297,280
Reversal of reserve for possible loan losses	—	59
Recoveries of written-off claims	23	24
Other	108,235	297,196
<b>Ordinary expenses</b>	1,420,406	1,552,506
Interest expenses	346,634	241,154
Interest on deposits	55,096	38,323
Interest on payables under repurchase agreements	78,877	13,368
Interest on payables under securities lending transactions	49,605	6,908
Interest on commercial paper	614	250
Interest on borrowings	—	1,000
Other interest expenses	162,439	181,303
Fees and commissions	31,673	29,433
Other operating expenses	4,390	64,484
General and administrative expenses	1,019,570	1,009,358
Other ordinary expenses	18,136	208,075
Provision for reserve for possible loan losses	116	—
Other	18,019	208,075
<b>Net ordinary income</b>	379,137	394,221
<b>Extraordinary income</b>	48	—
Gains on negative goodwill	48	—
<b>Extraordinary loss</b>	554	1,566
Losses on sales and disposals of fixed assets	532	560
Losses on impairment of fixed assets	0	1,006
Losses on step acquisitions	21	—
<b>Income before income taxes</b>	378,631	392,654
<b>Income taxes</b>		
Current	101,366	124,350
Deferred	4,314	(11,225)
Total income taxes	105,680	113,124
<b>Net income</b>	272,950	279,529
<b>Net loss attributable to non-controlling interests</b>	(485)	(600)
<b>Net income attributable to owners of parent</b>	273,435	280,130

## Consolidated statements of comprehensive income

	(Millions of yen)	
	FY2020/3	FY2021/3
<b>Net income</b>	272,950	279,529
<b>Other comprehensive income (loss)</b>	(2,450,194)	2,190,854
Net unrealized gains (losses) on available-for-sale securities	(2,183,250)	2,232,843
Net deferred gains (losses) on hedges	(265,586)	(42,546)
Adjustments for retirement benefits	(1,357)	556
Share of other comprehensive income (loss) of affiliates accounted for by the equity method	(0)	(0)
<b>Comprehensive income (loss)</b>	(2,177,244)	2,470,383
Total comprehensive income (loss) attributable to:		
Owners of parent	(2,176,658)	2,470,249
Non-controlling interests	(585)	134

**(3) Consolidated statements of changes in net assets**

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

For the fiscal year ended March 31, 2021

(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	2,563,840	(1,300,881)	9,059,245
Changes during the fiscal year					
Cash dividends			(93,736)		(93,736)
Net income attributable to owners of parent			280,130		280,130
Repurchase of treasury stock				(295)	(295)
Disposal of treasury stock				332	332
Changes in equity of parent due to transactions with non-controlling shareholders		228			228
Net changes in items other than shareholders' equity					
Total changes during the fiscal year	—	228	186,393	36	186,659
Balance at the end of the fiscal year	3,500,000	4,296,514	2,750,234	(1,300,844)	9,245,904

	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	256,874	(327,940)	5,131	(65,935)	9,945	9,003,256
Changes during the fiscal year						
Cash dividends						(93,736)
Net income attributable to owners of parent						280,130
Repurchase of treasury stock						(295)
Disposal of treasury stock						332
Changes in equity of parent due to transactions with non-controlling shareholders						228
Net changes in items other than shareholders' equity	2,232,108	(42,546)	556	2,190,118	14,793	2,204,912
Total changes during the fiscal year	2,232,108	(42,546)	556	2,190,118	14,793	2,391,571
Balance at the end of the fiscal year	2,488,982	(370,486)	5,687	2,124,183	24,739	11,394,827

**(4) Consolidated statements of cash flows**

	(Millions of yen)	
	FY2020/3	FY2021/3
<b>Cash flows from operating activities</b>		
Income before income taxes	378,631	392,654
Depreciation and amortization	36,263	35,033
Losses on impairment of fixed assets	0	1,006
Gains on negative goodwill	(48)	—
Losses (gains) on step acquisitions	21	—
Equity in losses (gains) of affiliates	(239)	(289)
Net change in reserve for possible loan losses	72	(95)
Net change in reserve for bonuses	(380)	104
Net change in liability for retirement benefits	(618)	2,034
Net change in reserve for employee stock ownership plan trust	(233)	(70)
Net change in reserve for management board benefit trust	73	(7)
Net change in reserve for reimbursement of deposits	(8,008)	(6,494)
Interest income	(1,317,832)	(1,198,391)
Interest expenses	346,634	241,154
Losses (gains) related to securities – net	(19,912)	214,460
Losses (gains) on money held in trust – net	(72,838)	(272,749)
Foreign exchange losses (gains) – net	(87,351)	(461,927)
Losses (gains) on sales and disposals of fixed assets – net	532	560
Net change in loans	334,007	268,257
Net change in deposits	2,004,868	6,586,564
Net change in borrowed money	6,200	3,907,400
Net change in call loans, etc.	(2,023,847)	(386,825)
Net change in receivables under securities borrowing transactions	(112,491)	112,491
Net change in call money, etc.	3,286,253	30,856
Net change in commercial paper	(28,029)	—
Net change in payables under securities lending transactions	(254,073)	(714,840)
Net change in foreign exchange assets	(67,072)	66,622
Net change in foreign exchange liabilities	(117)	3
Interest received	1,379,285	1,276,210
Interest paid	(405,217)	(429,823)
Other – net	(360,841)	(131,700)
<b>Subtotal</b>	<b>3,013,687</b>	<b>9,532,200</b>
Income taxes paid	(77,721)	(100,988)
<b>Net cash provided by (used in) operating activities</b>	<b>2,935,966</b>	<b>9,431,212</b>
<b>Cash flows from investing activities</b>		
Purchases of securities	(23,045,866)	(30,203,051)
Proceeds from sales of securities	2,235,051	4,938,406
Proceeds from maturity of securities	19,843,681	25,240,978
Investment in money held in trust	(1,427,732)	(932,868)
Proceeds from disposition of money held in trust	632,179	745,711
Purchases of tangible fixed assets	(16,385)	(23,064)
Purchases of intangible fixed assets	(9,193)	(14,160)
Proceeds from purchases of stocks of subsidiaries resulting in change in the scope of consolidation	487	—
Other – net	419	70
<b>Net cash provided by (used in) investing activities</b>	<b>(1,787,359)</b>	<b>(247,977)</b>

	(Millions of yen)	
	FY2020/3	FY2021/3
<b>Cash flows from financing activities</b>		
Repurchase of treasury stock	(358)	(295)
Proceeds from disposal of treasury stock	82	71
Proceeds from investments by non-controlling shareholders	5,590	14,980
Cash dividends paid	(187,553)	(93,804)
Cash dividends paid to non-controlling shareholders	(26)	(105)
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	12
Net cash provided by (used in) financing activities	(182,265)	(79,141)
<b>Effect of exchange rate changes on cash and cash equivalents</b>	223	142
<b>Net change in cash and cash equivalents</b>	966,564	9,104,235
<b>Cash and cash equivalents at the beginning of the fiscal year</b>	50,633,686	51,600,251
<b>Cash and cash equivalents at the end of the fiscal year</b>	51,600,251	60,704,486

## (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, 2021 and net income per share for the fiscal year then ended were as follows:

	(Yen)
Net assets per share	3,033.03
Net income per share	74.72

Notes: 1. Diluted net income per share is not presented since there has been no potential dilution for the fiscal year ended March 31, 2021.

2. Net assets per share as of March 31, 2021 were calculated based on the following:

	(Millions of yen)
Net assets	11,394,827
Amount deducted from net assets	24,739
Non-controlling interests	24,739
Net assets attributable to common stock at the end of the fiscal year	11,370,088
Number of common stock at the end of the fiscal year used for the calculation of net assets per share (thousand shares)	3,748,753

3. Net income per share data for the fiscal year ended March 31, 2021 was calculated based on the following:

	(Millions of yen)
Net income attributable to owners of parent	280,130
Amount not attributable to common shareholders	—
Net income attributable to owners of parent attributable to common stock	280,130
Average number of common stock outstanding during the fiscal year (thousand shares)	3,748,730

4. To calculate net assets per share, the treasury stock deducted from the number of common stock outstanding as of March 31, 2021 included 721 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, 2021 included 744 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, 2020	(Millions of yen) As of March 31, 2021
<b>Assets</b>		
Cash and due from banks	51,663,901	60,768,034
Cash	333,373	303,841
Due from banks	51,330,528	60,464,192
Call loans	1,040,000	1,390,000
Receivables under resale agreements	9,731,897	9,721,360
Receivables under securities borrowing transactions	112,491	—
Monetary claims bought	315,812	362,212
Trading account securities	31	13
Trading Japanese government bonds	31	13
Money held in trust	4,549,736	5,547,574
Securities	135,198,460	138,183,264
Japanese government bonds	53,636,113	50,493,477
Japanese local government bonds	5,986,349	5,493,814
Commercial paper	806,975	1,869,535
Japanese corporate bonds	9,108,252	9,145,414
Japanese stocks	3,255	13,755
Other securities	65,657,514	71,167,266
Loans	4,961,733	4,691,723
Loans on deeds	4,817,573	4,592,100
Overdrafts	144,159	99,623
Foreign exchanges	147,469	80,847
Due from foreign banks	147,469	80,847
Other assets	2,816,117	2,857,518
Domestic exchange settlement accounts-debit	24,721	24,717
Prepaid expenses	2,302	3,992
Accrued income	207,314	178,038
Initial margins for future transactions	147,125	150,929
Variation margins for future transactions	—	147
Derivatives other than trading	331,589	114,058
Cash collateral paid for financial instruments	292,377	313,549
Other	1,810,685	2,072,084
Tangible fixed assets	193,752	197,940
Buildings	78,895	84,074
Land	67,250	67,250
Construction in progress	1,426	91
Other	46,179	46,523
Intangible fixed assets	47,114	47,992
Software	37,020	29,214
Other	10,094	18,777
Deferred tax assets	127,662	—
Reserve for possible loan losses	(1,031)	(935)
<b>Total assets</b>	<b>210,905,152</b>	<b>223,847,547</b>



	(Millions of yen)	
	As of March 31, 2020	As of March 31, 2021
<b>Liabilities</b>		
Deposits	183,004,733	189,593,469
Transfer deposits	7,712,325	9,150,117
Ordinary deposits	78,425,052	90,808,248
Savings deposits	508,971	612,591
Time deposits	5,225,651	4,709,291
Special deposits	921,218	738,060
TEIGAKU deposits	90,073,256	83,436,358
Other deposits	138,256	138,801
Payables under repurchase agreements	14,855,624	14,886,481
Payables under securities lending transactions	2,219,384	1,504,543
Borrowed money	10,100	3,917,500
Borrowings	10,100	3,917,500
Foreign exchanges	511	514
Foreign bills payable	511	514
Other liabilities	1,596,945	1,535,953
Domestic exchange settlement accounts-credit	36,254	37,070
Income taxes payable	22,222	45,974
Accrued expenses	435,545	242,335
Unearned income	68	59
Variation margins for future transactions	403	—
Derivatives other than trading	873,531	905,395
Cash collateral received for financial instruments	21,237	—
Asset retirement obligations	172	143
Other	207,507	304,973
Reserve for bonuses	7,331	7,408
Reserve for employees' retirement benefits	141,628	141,740
Reserve for employee stock ownership plan trust	605	535
Reserve for management board benefit trust	311	303
Reserve for reimbursement of deposits	80,324	73,830
Deferred tax liabilities	—	823,134
<b>Total liabilities</b>	<b>201,917,500</b>	<b>212,485,414</b>
<b>Net Assets</b>		
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	2,563,307	2,749,408
Other retained earnings	2,563,307	2,749,408
Retained earnings brought forward	2,563,307	2,749,408
Treasury stock	(1,300,881)	(1,300,844)
<b>Total shareholders' equity</b>	<b>9,058,711</b>	<b>9,244,849</b>
Net unrealized gains (losses) on available-for-sale securities	256,880	2,487,770
Net deferred gains (losses) on hedges	(327,940)	(370,486)
<b>Total valuation and translation adjustments</b>	<b>(71,060)</b>	<b>2,117,283</b>
<b>Total net assets</b>	<b>8,987,651</b>	<b>11,362,133</b>
<b>Total liabilities and net assets</b>	<b>210,905,152</b>	<b>223,847,547</b>

**(2) Non-consolidated statements of income**

	(Millions of yen)	
	FY2020/3	FY2021/3
<b>Ordinary income</b>	1,799,283	1,946,224
Interest income	1,318,014	1,198,278
Interest on loans	11,113	10,186
Interest and dividends on securities	1,279,986	1,161,897
Interest on call loans	62	191
Interest on receivables under resale agreements	(4,663)	(3,675)
Interest on receivables under securities borrowing transactions	674	331
Interest on deposits with banks	27,824	28,031
Other interest income	3,016	1,315
Fees and commissions	160,564	157,376
Fees and commissions on domestic and foreign exchanges	82,352	86,754
Other fees and commissions	78,212	70,621
Other operating income	212,888	293,684
Gains on foreign exchanges	202,139	254,666
Gains on sales of bonds	10,748	38,503
Income from derivatives other than for trading or hedging	—	513
Other ordinary income	107,815	296,886
Reversal of reserve for possible loan losses	—	59
Recoveries of written-off claims	23	24
Gains on sales of stocks and other securities	23,131	8,654
Gains on money held in trust	75,239	277,072
Other	9,420	11,074
<b>Ordinary expenses</b>	1,420,205	1,551,899
Interest expenses	346,634	241,154
Interest on deposits	55,096	38,323
Interest on payables under repurchase agreements	78,877	13,368
Interest on payables under securities lending transactions	49,605	6,908
Interest on commercial paper	614	250
Interest on borrowings	—	1,000
Interest on interest rate swaps	160,939	180,581
Other interest expenses	1,500	721
Fees and commissions	31,673	29,433
Fees and commissions on domestic and foreign exchanges	4,789	5,096
Other fees and commissions	26,884	24,336
Other operating expenses	4,390	64,484
Losses on sales of bonds	2,651	64,484
Expenses on derivatives other than for trading or hedging	1,739	—
General and administrative expenses	1,018,320	1,008,089
Other ordinary expenses	19,186	208,738
Provision for reserve for possible loan losses	116	—
Losses on sales of stocks and other securities	11,295	197,135
Losses on devaluation of stocks and other securities	290	—
Losses on money held in trust	2,401	4,323
Other	5,081	7,279
<b>Net ordinary income</b>	<b>379,077</b>	<b>394,325</b>

	(Millions of yen)	
	FY2020/3	FY2021/3
<b>Extraordinary loss</b>	450	1,564
Losses on sales and disposals of fixed assets	450	557
Losses on impairment of fixed assets	0	1,006
<b>Income before income taxes</b>	378,626	392,760
<b>Income taxes</b>		
Current	101,266	124,123
Deferred	4,315	(11,200)
Total income taxes	105,581	112,923
<b>Net income</b>	273,044	279,837

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

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
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
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

For the fiscal year ended March 31, 2021

(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	2,563,307
Changes during the fiscal year					
Cash dividends					(93,736)
Net income					279,837
Repurchase of treasury stock					
Disposal of treasury stock					
Net changes in items other than shareholders' equity					
Total changes during the fiscal year	—	—	—	—	186,100
Balance at the end of the fiscal year	3,500,000	3,500,000	796,285	4,296,285	2,749,408

	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	(1,300,881)	9,058,711	256,880	(327,940)	(71,060)	8,987,651
Changes during the fiscal year						
Cash dividends		(93,736)				(93,736)
Net income		279,837				279,837
Repurchase of treasury stock	(295)	(295)				(295)
Disposal of treasury stock	332	332				332
Net changes in items other than shareholders' equity			2,230,890	(42,546)	2,188,344	2,188,344
Total changes during the fiscal year	36	186,137	2,230,890	(42,546)	2,188,344	2,374,481
Balance at the end of the fiscal year	(1,300,844)	9,244,849	2,487,770	(370,486)	2,117,283	11,362,133