



Summary of Consolidated Financial Results for the Fiscal Year Ended March 31, 2023

<Under Japanese GAAP>

May 15, 2023

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: KUROSAKI Takao, General Manager of Financial Accounting Department
 Date of Ordinary General Meeting of Shareholders: June 20, 2023 (Scheduled)
 Dividend payment date: June 21, 2023 (Scheduled)
 Securities Report issuing date: June 22, 2023 (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, 2023

(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	
FY2023/3	¥2,064,251	4.3%	¥455,566	(7.1)%	¥325,070	(8.4)%
FY2022/3	1,977,640	1.5	490,891	24.5	355,070	26.7

Note: "Comprehensive income (loss)" was ¥(364,552) million for the fiscal year ended March 31, 2023 and ¥(910,994) million for the fiscal year ended March 31, 2022.

	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
FY2023/3	¥86.84	¥—	3.2%	0.1%	22.0%
FY2022/3	94.71	—	3.2	0.2	24.8

Reference: "Gains (losses) from investments in affiliates", which was accounted for using the equity method, was ¥320 million for the fiscal year ended March 31, 2023 and ¥288 million for the fiscal year ended March 31, 2022.

- Notes: 1. "Diluted net income per share" is not presented since there has been no potential dilution for the fiscal years ended March 31, 2023 and 2022.
 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
FY2023/3	¥229,582,232	¥ 9,651,874	4.1%	¥2,621.17
FY2022/3	232,954,480	10,302,261	4.4	2,739.60

Reference: "Net assets attributable to shareholders" was ¥9,615,094 million as of March 31, 2023 and ¥10,270,220 million as of March 31, 2022.

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

$$\left[\frac{\text{"Total net assets"} - \text{"Non-controlling interests"}}{\text{"Total assets"}} \right] \times 100$$

"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
FY2023/3	¥(4,495,827)	¥6,337,474	¥(286,036)	¥68,158,319
FY2022/3	7,665,328	(1,585,517)	(181,657)	66,602,709

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			
FY2022/3	¥—	¥0.00	¥—	¥50.00	¥50.00	¥187,473	52.7%	1.7%
FY2023/3	—	0.00	—	50.00	50.00	183,483	57.5	1.8
FY2024/3 (forecast)	—	0.00	—	50.00	50.00		54.0	

3. Consolidated earnings forecasts for the fiscal year ending March 31, 2024

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

	Net ordinary income		Net income attributable to owners of parent		Net income per share
FY2024/3	¥470,000	3.1%	¥335,000	3.0%	¥92.59

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: Yes

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

iii) Changes in accounting estimates: No

iv) Restatements: No

Note: For more information, please refer to “Changes in accounting policies” on page 12 of the attachment.

(3) Shares outstanding (common stock)

i) Year-end issued shares (including treasury stock):	As of March 31, 2023	3,690,021,220 shares	As of March 31, 2022	3,749,545,020 shares
ii) Year-end treasury stock:	As of March 31, 2023	21,784,603 shares	As of March 31, 2022	755,900 shares
iii) Average number of outstanding shares:	FY2023/3	3,743,041,961 shares	FY2022/3	3,748,758,637 shares

Note: The year-end treasury stock includes the Bank's shares held by stock benefit trust (1,436,900 shares as of March 31, 2023 and 685,900 shares as of March 31, 2022). The treasury stock deducted to calculate the average number of outstanding shares includes the Bank's shares held by stock benefit trust (1,350,593 shares for FY2023/3 and 716,383 shares for FY2022/3).

(Reference) Summary of Non-Consolidated Financial Results

1. Non-consolidated financial results for the fiscal year ended March 31, 2023

(1) Non-consolidated operating results

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

	Ordinary income		Net ordinary income		Net income	
FY2023/3	¥2,053,137	3.8%	¥448,242	(8.7)%	¥324,607	(8.5)%
FY2022/3	1,977,080	1.5	491,459	24.6	354,945	26.8

	Net income per share	Diluted net income per share
FY2023/3	¥86.72	¥—
FY2022/3	94.68	—

Notes: 1. "Diluted net income per share" is not presented since there has been no potential dilution for the fiscal years ended March 31, 2023 and 2022.

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
FY2023/3	¥229,545,202	¥ 9,608,979	4.1%	¥2,619.50
FY2022/3	232,922,083	10,263,563	4.4	2,737.83

Reference: "Net assets attributable to shareholders" was ¥9,608,979 million as of March 31, 2023 and ¥10,263,563 million as of March 31, 2022.

(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 JAPAN POST BANK Co., Ltd. (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; market risks, market liquidity risks, credit risks and operational risks (such as risks related to the Bank's IT systems, the Bank's reputation, natural disasters, litigation and violations of applicable laws or regulations); risks related to Environmental, Social and Governance, or ESG, factors including climate change; risks related to business strategy and management planning; risks related to the expansion of the scope of operations; risks related to the business environment; risks related to the Bank's relationship with JAPAN POST HOLDINGS Co., Ltd. and JAPAN POST Co., Ltd.; risks related to domestic and overseas monetary policies; 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.

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1. Overview of Financial Results

(1) Overview of consolidated results of operations and financial conditions for the fiscal year ended March 31, 2023

(Operating results)

Ordinary income increased by ¥86.6 billion from the previous fiscal year, to ¥2,064.2 billion for the fiscal year ended March 31, 2023. Interest income decreased by ¥126.0 billion from the previous fiscal year, to ¥1,243.6 billion for the fiscal year ended March 31, 2023, mainly due to an increase in foreign currency funding costs. Fees and commissions increased by ¥17.5 billion from the previous fiscal year, to ¥175.3 billion for the fiscal year ended March 31, 2023. Other operating income increased by ¥204.3 billion from the previous fiscal year, to ¥291.9 billion for the fiscal year ended March 31, 2023.

Ordinary expenses increased by ¥121.9 billion from the previous fiscal year, to ¥1,608.6 billion for the fiscal year ended March 31, 2023. Interest expenses increased by ¥231.5 billion from the previous fiscal year, to ¥458.1 billion for the fiscal year ended March 31, 2023. General and administrative expenses decreased by ¥56.6 billion from the previous fiscal year, to ¥924.7 billion for the fiscal year ended March 31, 2023.

Taking into account of the above, net ordinary income decreased by ¥35.3 billion from the previous fiscal year, to ¥455.5 billion for the fiscal year ended March 31, 2023, which equated to 102.3% of the earnings forecasts of ¥445.0 billion in net ordinary income for the fiscal year ended March 31, 2023.

Net income attributable to owners of parent decreased by ¥30.0 billion from the previous fiscal year, to ¥325.0 billion for the fiscal year ended March 31, 2023, which equated to 101.5% of the earnings forecasts of ¥320.0 billion in net income attributable to owners of parent for the fiscal year ended March 31, 2023.

(Financial conditions)

Total assets decreased by ¥3,372.2 billion from March 31, 2022, to ¥229,582.2 billion as of March 31, 2023. Securities decreased by ¥6,775.9 billion from March 31, 2022, to ¥132,801.4 billion as of March 31, 2023. Loans increased by ¥1,162.3 billion from March 31, 2022, to ¥5,604.3 billion as of March 31, 2023. Deposits increased by ¥1,509.9 billion from March 31, 2022, to ¥194,948.6 billion as of March 31, 2023.

Shareholder's equity as of March 31, 2023 increased by ¥43.9 billion from March 31, 2022. In addition, total accumulated other comprehensive income decreased by ¥699.0 billion from March 31, 2022. As a result, net assets totaled ¥9,651.8 billion. Retained earnings, included in shareholders' equity, were ¥2,481.9 billion.

As for cash flows, cash flows from operating activities decreased by ¥12,161.1 billion from the previous fiscal year, to ¥(4,495.8) billion for the fiscal year ended March 31, 2023. Cash flows from investing activities increased by ¥7,922.9 billion from the previous fiscal year, to ¥6,337.4 billion for the fiscal year ended March 31, 2023. Cash flows from financing activities decreased by ¥104.3 billion from the previous fiscal year, to ¥(286.0) billion for the fiscal year ended March 31, 2023. As a result, cash and cash equivalents increased by ¥1,555.6 billion from March 31, 2022, to ¥68,158.3 billion as of March 31, 2023.

(2) Earnings forecasts for the fiscal year ending March 31, 2024

As for earnings forecasts for the fiscal year ending March 31, 2024, net ordinary income and net income attributable to owners of parent are expected to amount to ¥470.0 billion and ¥335.0 billion, respectively. While the rapid monetary tightening by U.S. and European central banks in response to the rise in inflation has led to fears of an economic slowdown, and there are growing concerns over the financial systems in the U.S. and Europe, we will promote the 5 key strategies of our Medium-term Management Plan for the period from the fiscal year ended March 31, 2022 to the fiscal year ending March 31, 2026:

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, and aim to achieve the profit targets in the plan.

(3) Basic policy concerning profit distribution and dividends for the fiscal year ended March 31, 2023 and the fiscal year ending March 31, 2024

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, 2022 to the fiscal year ending March 31, 2026, the basic policy is to maintain a dividend payout ratio of approximately 50%, taking into consideration the balance between shareholder returns, financial soundness and growth investments. 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 ended March 31, 2022 (¥40 per share).

Under our basic dividend policy, we declared dividends per share of ¥50 for the fiscal year ended March 31, 2023 (dividend payout ratio of 57.5%).

Dividends per share are planned to be ¥50 for the fiscal year ending March 31, 2024.

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, 2022	(Millions of yen) As of March 31, 2023
Assets		
Cash and due from banks	66,667,709	68,223,319
Call loans	2,470,000	2,460,000
Receivables under resale agreements	9,861,753	9,788,452
Receivables under securities borrowing transactions	—	250,241
Monetary claims bought	397,301	478,286
Trading account securities	11	19
Money held in trust	5,828,283	6,564,738
Securities	139,577,368	132,801,422
Loans	4,441,967	5,604,366
Foreign exchanges	213,924	124,943
Other assets	3,250,444	2,994,833
Tangible fixed assets	192,992	190,543
Buildings	79,214	75,043
Land	64,023	63,917
Construction in progress	4	—
Other	49,749	51,581
Intangible fixed assets	53,702	77,727
Software	34,426	26,379
Other	19,275	51,348
Deferred tax assets	77	24,374
Reserve for possible loan losses	(1,055)	(1,036)
Total assets	232,954,480	229,582,232

	As of March 31, 2022	(Millions of yen) As of March 31, 2023
Liabilities		
Deposits	193,438,613	194,948,611
Payables under repurchase agreements	19,461,646	18,316,621
Payables under securities lending transactions	1,514,438	1,941,872
Borrowed money	5,603,600	1,632,600
Foreign exchanges	697	1,411
Other liabilities	2,124,978	2,891,597
Reserve for bonuses	7,397	7,335
Liability for retirement benefits	134,749	134,716
Reserve for employee stock ownership plan trust	515	511
Reserve for management board benefit trust	365	424
Reserve for reimbursement of deposits	58,813	54,655
Deferred tax liabilities	306,402	—
Total liabilities	222,652,218	219,930,358
Net Assets		
Capital stock	3,500,000	3,500,000
Capital surplus	3,500,000	3,500,000
Retained earnings	2,414,349	2,481,908
Treasury stock	(902)	(24,510)
Total shareholders' equity	9,413,447	9,457,398
Net unrealized gains (losses) on available-for-sale securities	1,391,873	781,196
Net deferred gains (losses) on hedges	(538,991)	(626,041)
Accumulated adjustments for retirement benefits	3,890	2,540
Total accumulated other comprehensive income	856,772	157,695
Non-controlling interests	32,041	36,780
Total net assets	10,302,261	9,651,874
Total liabilities and net assets	232,954,480	229,582,232

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

Consolidated statements of income

	(Millions of yen)	
	FY2022/3	FY2023/3
Ordinary income	1,977,640	2,064,251
Interest income	1,369,735	1,243,685
Interest on loans	10,257	9,750
Interest and dividends on securities	1,333,041	1,201,010
Interest on call loans	139	256
Interest on receivables under resale agreements	(4,608)	(2,543)
Interest on receivables under securities borrowing transactions	886	391
Interest on deposits with banks	28,640	25,906
Other interest income	1,378	8,914
Fees and commissions	157,814	175,325
Other operating income	87,583	291,922
Other ordinary income	362,507	353,317
Reversal of reserve for possible loan losses	—	10
Recoveries of written-off claims	21	14
Other	362,486	353,292
Ordinary expenses	1,486,748	1,608,684
Interest expenses	226,652	458,165
Interest on deposits	20,984	12,963
Interest on payables under repurchase agreements	1,657	166,687
Interest on payables under securities lending transactions	2,597	52,179
Interest on borrowings	1	280
Other interest expenses	201,412	226,054
Fees and commissions	29,343	27,516
Other operating expenses	71,513	179,786
General and administrative expenses	981,401	924,791
Other ordinary expenses	177,837	18,424
Provision for reserve for possible loan losses	126	—
Other	177,710	18,424
Net ordinary income	490,891	455,566
Extraordinary income	6,379	257
Gains on sales and disposals of fixed assets	6,379	257
Extraordinary loss	697	1,451
Losses on sales and disposals of fixed assets	681	575
Losses on impairment of fixed assets	15	875
Income before income taxes	496,574	454,373
Income taxes		
Current	104,430	146,058
Deferred	37,917	(23,359)
Total income taxes	142,348	122,698
Net income	354,225	331,675
Net income (loss) attributable to non-controlling interests	(844)	6,605
Net income attributable to owners of parent	355,070	325,070

Consolidated statements of comprehensive income

	(Millions of yen)	
	FY2022/3	FY2023/3
Net income	354,225	331,675
Other comprehensive income (loss)	(1,265,220)	(696,227)
Net unrealized gains (losses) on available-for-sale securities	(1,094,919)	(607,827)
Net deferred gains (losses) on hedges	(168,504)	(87,050)
Adjustments for retirement benefits	(1,797)	(1,349)
Comprehensive income (loss)	(910,994)	(364,552)
Total comprehensive income (loss) attributable to:		
Owners of parent	(912,339)	(374,006)
Non-controlling interests	1,344	9,454

(3) Consolidated statements of changes in net assets

For the fiscal year ended March 31, 2022

(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	4,296,514	2,750,234	(1,300,844)	9,245,904
Cumulative effects of changes in accounting policies			(119)		(119)
Restated balance	3,500,000	4,296,514	2,750,115	(1,300,844)	9,245,785
Changes during the fiscal year					
Cash dividends			(187,473)		(187,473)
Net income attributable to owners of parent			355,070		355,070
Repurchase of treasury stock				(195)	(195)
Disposal of treasury stock				260	260
Cancellation of treasury stock		(1,299,878)		1,299,878	—
Changes in equity of parent due to transactions with non-controlling shareholders					—
Transfer from retained earnings to capital surplus		503,363	(503,363)		—
Net changes in items other than shareholders' equity					
Total changes during the fiscal year	—	(796,514)	(335,766)	1,299,942	167,661
Balance at the end of the fiscal year	3,500,000	3,500,000	2,414,349	(902)	9,413,447

	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	2,488,982	(370,486)	5,687	2,124,183	24,739	11,394,827
Cumulative effects of changes in accounting policies						(119)
Restated balance	2,488,982	(370,486)	5,687	2,124,183	24,739	11,394,708
Changes during the fiscal year						
Cash dividends						(187,473)
Net income attributable to owners of parent						355,070
Repurchase of treasury stock						(195)
Disposal of treasury stock						260
Cancellation of treasury stock						—
Changes in equity of parent due to transactions with non-controlling shareholders						—
Transfer from retained earnings to capital surplus						—
Net changes in items other than shareholders' equity	(1,097,108)	(168,504)	(1,797)	(1,267,410)	7,301	(1,260,108)
Total changes during the fiscal year	(1,097,108)	(168,504)	(1,797)	(1,267,410)	7,301	(1,092,447)
Balance at the end of the fiscal year	1,391,873	(538,991)	3,890	856,772	32,041	10,302,261

For the fiscal year ended March 31, 2023

(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	3,500,000	2,414,349	(902)	9,413,447
Cumulative effects of changes in accounting policies					—
Restated balance	3,500,000	3,500,000	2,414,349	(902)	9,413,447
Changes during the fiscal year					
Cash dividends			(187,473)		(187,473)
Net income attributable to owners of parent			325,070		325,070
Repurchase of treasury stock				(93,904)	(93,904)
Disposal of treasury stock				257	257
Cancellation of treasury stock		(70,038)		70,038	—
Changes in equity of parent due to transactions with non-controlling shareholders		1			1
Transfer from retained earnings to capital surplus		70,037	(70,037)		—
Net changes in items other than shareholders' equity					
Total changes during the fiscal year	—	—	67,559	(23,608)	43,951
Balance at the end of the fiscal year	3,500,000	3,500,000	2,481,908	(24,510)	9,457,398

	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	1,391,873	(538,991)	3,890	856,772	32,041	10,302,261
Cumulative effects of changes in accounting policies						—
Restated balance	1,391,873	(538,991)	3,890	856,772	32,041	10,302,261
Changes during the fiscal year						
Cash dividends						(187,473)
Net income attributable to owners of parent						325,070
Repurchase of treasury stock						(93,904)
Disposal of treasury stock						257
Cancellation of treasury stock						—
Changes in equity of parent due to transactions with non-controlling shareholders						1
Transfer from retained earnings to capital surplus						—
Net changes in items other than shareholders' equity	(610,677)	(87,050)	(1,349)	(699,077)	4,738	(694,338)
Total changes during the fiscal year	(610,677)	(87,050)	(1,349)	(699,077)	4,738	(650,387)
Balance at the end of the fiscal year	781,196	(626,041)	2,540	157,695	36,780	9,651,874

(4) Consolidated statements of cash flows

	(Millions of yen)	
	FY2022/3	FY2023/3
Cash flows from operating activities		
Income before income taxes	496,574	454,373
Depreciation and amortization	37,716	34,234
Losses on impairment of fixed assets	15	875
Equity in losses (gains) of affiliates	(288)	(320)
Net change in reserve for possible loan losses	120	(19)
Net change in reserve for bonuses	(185)	(61)
Net change in liability for retirement benefits	460	(346)
Net change in reserve for employee stock ownership plan trust	(20)	(3)
Net change in reserve for management board benefit trust	62	58
Net change in reserve for reimbursement of deposits	(15,016)	(4,158)
Interest income	(1,369,735)	(1,243,685)
Interest expenses	226,652	458,165
Losses (gains) related to securities – net	189,586	14,836
Losses (gains) on money held in trust – net	(286,671)	(246,820)
Foreign exchange losses (gains) – net	(1,084,387)	(1,331,005)
Losses (gains) on sales and disposals of fixed assets – net	(5,698)	317
Net change in loans	248,159	(1,163,957)
Net change in deposits	3,850,064	1,509,997
Net change in borrowed money	1,686,100	(3,971,000)
Net change in call loans, etc.	(1,257,041)	140
Net change in receivables under securities borrowing transactions	–	(250,241)
Net change in call money, etc.	4,575,165	(1,145,024)
Net change in payables under securities lending transactions	9,894	427,434
Net change in foreign exchange assets	(133,076)	88,980
Net change in foreign exchange liabilities	182	714
Interest received	1,337,037	1,195,051
Interest paid	(343,003)	(411,768)
Other – net	(319,278)	1,095,466
Subtotal	7,843,389	(4,487,763)
Income taxes refund (paid)	(178,060)	(8,063)
Net cash provided by (used in) operating activities	7,665,328	(4,495,827)
Cash flows from investing activities		
Purchases of securities	(41,533,832)	(45,847,056)
Proceeds from sales of securities	5,070,133	16,136,690
Proceeds from maturity of securities	35,078,648	36,561,613
Investment in money held in trust	(943,551)	(844,988)
Proceeds from disposition of money held in trust	776,297	378,309
Purchases of tangible fixed assets	(23,824)	(18,816)
Proceeds from sales of tangible fixed assets	10,226	391
Purchases of intangible fixed assets	(21,837)	(28,575)
Other – net	2,222	(94)
Net cash provided by (used in) investing activities	(1,585,517)	6,337,474

	(Millions of yen)	
	FY2022/3	FY2023/3
Cash flows from financing activities		
Repurchase of treasury stock	(195)	(93,904)
Proceeds from disposal of treasury stock	52	55
Proceeds from investments by non-controlling shareholders	6,955	5,208
Cash dividends paid	(187,471)	(187,473)
Cash dividends paid to non-controlling shareholders	(998)	(9,921)
Net cash provided by (used in) financing activities	(181,657)	(286,036)
Effect of exchange rate changes on cash and cash equivalents	69	—
Net change in cash and cash equivalents	5,898,223	1,555,610
Cash and cash equivalents at the beginning of the fiscal year	60,704,486	66,602,709
Cash and cash equivalents at the end of the fiscal year	66,602,709	68,158,319

(5) Notes to consolidated financial statements**Notes on going-concern assumption**

None

Changes in accounting policies

(Application of Implementation Guidance on Accounting Standard for Fair Value Measurement)

The Bank has applied the "Implementation Guidance on Accounting Standard for Fair Value Measurement" (ASBJ Guidance No. 31, June 17, 2021; hereinafter "Fair Value Measurement Guidance") from the beginning of the fiscal year ended March 31, 2023, and will prospectively apply the new accounting policies stipulated by the Fair Value Measurement Guidance in accordance with the transitional treatment provided in Paragraph 27-2 of the Fair Value Measurement Guidance. Accordingly, some investment trusts which were recorded on the consolidated balance sheet at the acquisition cost will be recorded on the consolidated balance sheet at the fair value.

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, 2023 and net income per share for the fiscal year then ended were as follows:

	(Yen)
Net assets per share	2,621.17
Net income per share	86.84

Notes: 1. Diluted net income per share is not presented since there has been no potential dilution for the fiscal year ended March 31, 2023.

2. Net assets per share as of March 31, 2023 were calculated based on the following:

	(Millions of yen)
Net assets	9,651,874
Amount deducted from net assets	36,780
Non-controlling interests	36,780
Net assets attributable to common stock at the end of the fiscal year	9,615,094
Number of common stock at the end of the fiscal year used for the calculation of net assets per share (thousand shares)	3,668,236

3. Net income per share data for the fiscal year ended March 31, 2023 was calculated based on the following:

	(Millions of yen)
Net income attributable to owners of parent	325,070
Amount not attributable to common shareholders	—
Net income attributable to owners of parent attributable to common stock	325,070
Average number of common stock outstanding during the fiscal year (thousand shares)	3,743,041

4. To calculate net assets per share, the treasury stock deducted from the number of common stock outstanding as of March 31, 2023 included 1,436 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, 2023 included 1,350 thousand shares of treasury stock held by the stock benefit trust.

Significant subsequent event

(Share repurchase)

At the Board of Directors meeting held on February 27, 2023, the Bank passed a resolution on matters relating to the repurchase of its own shares pursuant to Article 39, Paragraph 1 of the Bank's Articles of Incorporation complying with Article 459, Paragraph 1, Item 1 of the Companies Act as described in 2 below, and completed the repurchase on April 27, 2023 as described in 3 below.

1. Reason for the share repurchase

To improve capital efficiency and strengthen shareholder returns, etc.

2. Details of matters related to the repurchase

(1) Class of shares to be repurchased	Common stock of the Bank
(2) Total number of shares to be repurchased	90,000,000 shares (maximum)
(3) Aggregate repurchase price of shares to be repurchased	¥80,000,000,000 (maximum)
(4) Repurchase period	From March 22, 2023 to May 12, 2023 (excluding the period from March 27, 2023 to March 31, 2023)
(5) Method of repurchase	Market purchases under discretionary transaction contracts with respect to the repurchase of shares

3. Details of the repurchase implemented

(1) Class of shares repurchased	Common stock of the Bank
(2) Total number of repurchased shares	72,418,800 shares
(3) Aggregate repurchase price of repurchased shares	¥79,999,985,300
(4) Repurchase period	From March 22, 2023 to April 27, 2023 (excluding the period from March 27, 2023 to March 31, 2023)
(5) Method of repurchase	Market purchases under discretionary transaction contracts with respect to the repurchase of shares

At the Board of Directors meeting held on the same day, a resolution was passed to cancel all of the Bank's shares repurchased in 2 above on May 31, 2023, pursuant to the provisions of Article 178 of the Companies Act.

4. Non-Consolidated Financial Statements

(1) Non-consolidated balance sheets

	As of March 31, 2022	(Millions of yen) As of March 31, 2023
Assets		
Cash and due from banks	66,664,253	68,217,495
Cash	316,506	292,405
Due from banks	66,347,746	67,925,090
Call loans	2,470,000	2,460,000
Receivables under resale agreements	9,861,753	9,788,452
Receivables under securities borrowing transactions	—	250,241
Monetary claims bought	397,301	478,286
Trading account securities	11	19
Trading Japanese government bonds	11	19
Money held in trust	5,828,283	6,564,738
Securities	139,549,103	132,769,420
Japanese government bonds	49,259,766	38,114,711
Japanese local government bonds	5,580,874	5,640,868
Short-term corporate bonds	1,434,510	1,400,895
Japanese corporate bonds	9,118,414	9,233,579
Japanese stocks	20,533	22,078
Other securities	74,135,001	78,357,286
Loans	4,441,967	5,604,366
Loans on deeds	4,355,357	5,520,156
Overdrafts	86,609	84,210
Foreign exchanges	213,924	124,943
Due from foreign banks	213,924	124,943
Other assets	3,250,352	2,994,691
Domestic exchange settlement accounts-debit	23,922	27,337
Prepaid expenses	5,013	4,297
Accrued income	175,194	212,129
Initial margins for future transactions	155,295	171,779
Derivatives other than trading	77,504	200,224
Cash collateral paid for financial instruments	706,710	534,711
Other	2,106,711	1,844,213
Tangible fixed assets	192,819	190,216
Buildings	79,117	74,843
Land	64,023	63,917
Construction in progress	4	—
Other	49,673	51,454
Intangible fixed assets	53,367	77,118
Software	34,171	26,185
Other	19,196	50,933
Deferred tax assets	—	26,245
Reserve for possible loan losses	(1,054)	(1,033)
Total assets	232,922,083	229,545,202

	(Millions of yen)	
	As of March 31, 2022	As of March 31, 2023
Liabilities		
Deposits	193,441,929	194,951,503
Transfer deposits	10,749,849	12,710,600
Ordinary deposits	100,213,694	105,654,084
Savings deposits	699,203	768,622
Time deposits	4,352,435	3,307,143
Special deposits	591,662	478,036
TEIGAKU deposits	76,670,153	71,910,183
Other deposits	164,930	122,833
Payables under repurchase agreements	19,461,646	18,316,621
Payables under securities lending transactions	1,514,438	1,941,872
Borrowed money	5,603,600	1,632,600
Borrowings	5,603,600	1,632,600
Foreign exchanges	697	1,411
Foreign bills payable	697	1,411
Other liabilities	2,124,933	2,891,096
Domestic exchange settlement accounts-credit	39,916	44,813
Income taxes payable	16,596	111,928
Accrued expenses	122,358	177,065
Unearned income	758	6,374
Derivatives other than trading	1,163,483	1,355,888
Cash collateral received for financial instruments	9,504	22,657
Asset retirement obligations	39	102
Other	772,276	1,172,265
Reserve for bonuses	7,238	7,150
Reserve for employees' retirement benefits	140,355	138,375
Reserve for employee stock ownership plan trust	515	511
Reserve for management board benefit trust	365	424
Reserve for reimbursement of deposits	58,813	54,655
Deferred tax liabilities	303,985	—
Total liabilities	222,658,520	219,936,223
Net Assets		
Capital stock	3,500,000	3,500,000
Capital surplus	3,500,000	3,500,000
Legal capital surplus	3,500,000	3,500,000
Retained earnings	2,413,168	2,480,262
Other retained earnings	2,413,168	2,480,262
Retained earnings brought forward	2,413,168	2,480,262
Treasury stock	(902)	(24,510)
Total shareholders' equity	9,412,266	9,455,752
Net unrealized gains (losses) on available-for-sale securities	1,390,288	779,268
Net deferred gains (losses) on hedges	(538,991)	(626,041)
Total valuation and translation adjustments	851,297	153,227
Total net assets	10,263,563	9,608,979
Total liabilities and net assets	232,922,083	229,545,202

(2) Non-consolidated statements of income

	(Millions of yen)	
	FY2022/3	FY2023/3
Ordinary income	1,977,080	2,053,137
Interest income	1,369,747	1,232,408
Interest on loans	10,257	9,750
Interest and dividends on securities	1,333,053	1,189,734
Interest on call loans	139	256
Interest on receivables under resale agreements	(4,608)	(2,543)
Interest on receivables under securities borrowing transactions	886	391
Interest on deposits with banks	28,640	25,906
Other interest income	1,378	8,914
Fees and commissions	157,710	174,834
Fees and commissions on domestic and foreign exchanges	85,458	91,048
Other fees and commissions	72,251	83,786
Other operating income	87,477	290,927
Gains on foreign exchanges	78,954	199,045
Gains on sales of bonds	8,267	82,616
Gains on redemption of bonds	—	9,087
Income from derivatives other than for trading or hedging	256	178
Other ordinary income	362,144	354,966
Reversal of reserve for possible loan losses	—	13
Recoveries of written-off claims	21	14
Gains on sales of stocks and other securities	46,605	85,671
Gains on money held in trust	287,550	246,912
Other	27,967	22,354
Ordinary expenses	1,485,620	1,604,894
Interest expenses	226,651	458,157
Interest on deposits	20,984	12,963
Interest on payables under repurchase agreements	1,657	166,687
Interest on payables under securities lending transactions	2,597	52,179
Interest on borrowings	—	272
Interest on interest rate swaps	199,557	224,231
Other interest expenses	1,855	1,823
Fees and commissions	30,310	28,480
Fees and commissions on domestic and foreign exchanges	3,926	2,839
Other fees and commissions	26,383	25,640
Other operating expenses	71,513	179,786
Losses on sales of bonds	71,513	179,786
General and administrative expenses	979,067	922,146
Other ordinary expenses	178,078	16,323
Provision for reserve for possible loan losses	125	—
Losses on sales of stocks and other securities	171,444	10,678
Losses on devaluation of stocks and other securities	744	—
Losses on money held in trust	878	92
Other	4,884	5,552
Net ordinary income	491,459	448,242

	(Millions of yen)	
	FY2022/3	FY2023/3
Extraordinary income	6,379	257
Gains on sales and disposals of fixed assets	6,379	257
Extraordinary loss	696	1,446
Losses on sales and disposals of fixed assets	681	570
Losses on impairment of fixed assets	15	875
Income before income taxes	497,141	447,054
Income taxes		
Current	104,295	145,782
Deferred	37,901	(23,334)
Total income taxes	142,196	122,447
Net income	354,945	324,607

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

For the fiscal year ended March 31, 2022

(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	2,749,408
Cumulative effects of changes in accounting policies					(119)
Restated balance	3,500,000	3,500,000	796,285	4,296,285	2,749,289
Changes during the fiscal year					
Cash dividends					(187,473)
Net income					354,945
Repurchase of treasury stock					
Disposal of treasury stock					
Cancellation of treasury stock			(1,299,878)	(1,299,878)	
Transfer from retained earnings to capital surplus			503,592	503,592	(503,592)
Net changes in items other than shareholders' equity					
Total changes during the fiscal year	—	—	(796,285)	(796,285)	(336,120)
Balance at the end of the fiscal year	3,500,000	3,500,000	—	3,500,000	2,413,168

	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	(1,300,844)	9,244,849	2,487,770	(370,486)	2,117,283	11,362,133
Cumulative effects of changes in accounting policies		(119)				(119)
Restated balance	(1,300,844)	9,244,730	2,487,770	(370,486)	2,117,283	11,362,013
Changes during the fiscal year						
Cash dividends		(187,473)				(187,473)
Net income		354,945				354,945
Repurchase of treasury stock	(195)	(195)				(195)
Disposal of treasury stock	260	260				260
Cancellation of treasury stock	1,299,878	—				—
Transfer from retained earnings to capital surplus		—				—
Net changes in items other than shareholders' equity			(1,097,481)	(168,504)	(1,265,985)	(1,265,985)
Total changes during the fiscal year	1,299,942	167,535	(1,097,481)	(168,504)	(1,265,985)	(1,098,450)
Balance at the end of the fiscal year	(902)	9,412,266	1,390,288	(538,991)	851,297	10,263,563

For the fiscal year ended March 31, 2023

(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	—	3,500,000	2,413,168
Cumulative effects of changes in accounting policies					
Restated balance	3,500,000	3,500,000	—	3,500,000	2,413,168
Changes during the fiscal year					
Cash dividends					(187,473)
Net income					324,607
Repurchase of treasury stock					
Disposal of treasury stock					
Cancellation of treasury stock			(70,038)	(70,038)	
Transfer from retained earnings to capital surplus			70,038	70,038	(70,038)
Net changes in items other than shareholders' equity					
Total changes during the fiscal year	—	—	—	—	67,094
Balance at the end of the fiscal year	3,500,000	3,500,000	—	3,500,000	2,480,262

	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	(902)	9,412,266	1,390,288	(538,991)	851,297	10,263,563
Cumulative effects of changes in accounting policies		—				—
Restated balance	(902)	9,412,266	1,390,288	(538,991)	851,297	10,263,563
Changes during the fiscal year						
Cash dividends		(187,473)				(187,473)
Net income		324,607				324,607
Repurchase of treasury stock	(93,904)	(93,904)				(93,904)
Disposal of treasury stock	257	257				257
Cancellation of treasury stock	70,038	—				—
Transfer from retained earnings to capital surplus		—				—
Net changes in items other than shareholders' equity			(611,020)	(87,050)	(698,070)	(698,070)
Total changes during the fiscal year	(23,608)	43,486	(611,020)	(87,050)	(698,070)	(654,584)
Balance at the end of the fiscal year	(24,510)	9,455,752	779,268	(626,041)	153,227	9,608,979