

INTERIM CONSOLIDATED BALANCE SHEETS

The Iyo Bank, Ltd. and Its consolidated subsidiaries
As of September 30, 2021 and 2020

| | Millions of yen | | Thousands of U.S. dollars |
|---|-----------------|-------------|------------------------------|
| | 2021 | 2020 | 2021 |
| ASSETS | | | |
| Cash and due from banks | ¥ 1,589,967 | ¥ 1,282,559 | \$ 14,206,281 |
| Receivables under resale agreements | — | 69,046 | — |
| Monetary claims purchased | 6,152 | 6,986 | 54,967 |
| Trading account securities | 577 | 717 | 5,155 |
| Money held in trust | 7,557 | 8,233 | 67,521 |
| Securities | 1,767,460 | 1,839,219 | 15,792,172 |
| Loans and bills discounted | 4,937,061 | 4,851,440 | 44,112,410 |
| Reserve for loan losses | (37,851) | (29,453) | (338,196) |
| Foreign exchange | 12,936 | 37,254 | 115,582 |
| Lease receivables and investment assets | 30,573 | 32,818 | 273,168 |
| Other assets | 86,898 | 123,515 | 776,429 |
| Tangible fixed assets | 72,718 | 72,035 | 649,731 |
| Intangible fixed assets | 8,833 | 7,751 | 78,922 |
| Net defined benefit asset | 34,201 | 19,864 | 305,584 |
| Customers' liabilities for acceptances and guarantees | 29,658 | 26,675 | 264,992 |
| Deferred tax assets | 200 | 194 | 1,786 |
| Total assets | ¥ 8,546,947 | ¥ 8,348,860 | \$ 76,366,574 |
| LIABILITIES AND NET ASSETS | | | |
| Liabilities | | | |
| Deposits | ¥ 6,577,588 | ¥ 6,160,914 | \$ 58,770,443 |
| Call money and bills sold | 54,476 | 88,464 | 486,740 |
| Payables under repurchase agreements | 134,235 | 216,091 | 1,199,383 |
| Payables under securities lending transactions | 121,014 | 163,019 | 1,081,254 |
| Borrowed money | 711,177 | 791,302 | 6,354,333 |
| Foreign exchanges | 971 | 210 | 8,675 |
| Borrowed money from trust account | 254 | 15 | 2,269 |
| Other liabilities | 51,518 | 86,953 | 460,310 |
| Accrued employees' bonuses | 1,654 | 1,658 | 14,778 |
| Net defined benefit liability | 11,200 | 12,287 | 100,071 |
| Reserve for losses on repayments of dormant bank accounts | 1,421 | 2,084 | 12,696 |
| Reserve for contingent losses | 791 | 584 | 7,067 |
| Reserve for share-based payments | 320 | 225 | 2,859 |
| Reserve under the special laws | 3 | 2 | 26 |
| Deferred tax liabilities | 87,281 | 77,032 | 779,851 |
| Deferred taxes on revaluation excess | 9,564 | 9,607 | 85,453 |
| Acceptances and guarantees | 29,658 | 26,675 | 264,992 |
| Total liabilities | ¥ 7,793,133 | ¥ 7,637,126 | \$ 69,631,281 |
| Net Assets | | | |
| Common stock | | | |
| Authorized—600,000,000 shares | | | |
| Issued—323,775,366 shares as of September 30, 2021 | ¥ 20,948 | ¥ 20,948 | \$ 187,169 |
| Capital surplus | 20,359 | 20,352 | 181,906 |
| Retained earnings | 459,375 | 444,931 | 4,104,494 |
| Treasury stock | (4,940) | (5,045) | (44,138) |
| Total stockholders' equity | 495,742 | 481,187 | 4,429,431 |
| Net unrealized holding gains(losses) on securities | 225,002 | 205,071 | 2,010,382 |
| Net deferred gains (losses) on derivatives under hedge accounting | (1,604) | (1,092) | (14,331) |
| Land revaluation excess | 19,156 | 19,245 | 171,157 |
| Remeasurements of defined benefit plans | 7,578 | (794) | 67,709 |
| Total accumulated other comprehensive income | 250,133 | 222,430 | 2,234,926 |
| Stock acquisition rights | 208 | 273 | 1,858 |
| Noncontrolling interests | 7,728 | 7,842 | 69,049 |
| Total net assets | ¥ 753,813 | ¥ 711,733 | \$ 6,735,284 |
| Total liabilities and net assets | ¥ 8,546,947 | ¥ 8,348,860 | \$ 76,366,574 |

Note: (1) Japanese yen figures are expressed with amounts under one million omitted. Accordingly figures may not add up to sums.
(2) U.S. dollar amounts represent translation of Japanese yen at the exchange rate of ¥111.92 to U.S. \$1.00 on September 30, 2021.

INTERIM CONSOLIDATED STATEMENTS OF INCOME

The Iyo Bank, Ltd. and Its consolidated subsidiaries
For the six months ended September 30, 2021 and 2020

| | Millions of yen | | Thousands of U.S. dollars |
|--|-----------------|---------------|------------------------------|
| | 2021 | 2020 | 2021 |
| INCOME | | | |
| Interest and dividend income: | | | |
| Interest on loans and discounts ----- | ¥ 24,329 | ¥ 25,082 | \$ 217,378 |
| Interest and dividends on securities ----- | 13,592 | 12,051 | 121,443 |
| Other interest income ----- | 544 | 358 | 4,860 |
| Fees and commissions ----- | 7,367 | 6,985 | 65,823 |
| Other operating income ----- | 19,161 | 15,953 | 171,202 |
| Other income ----- | 5,633 | 3,273 | 50,330 |
| Total income ----- | <u>70,629</u> | <u>63,705</u> | <u>631,066</u> |
| EXPENSES | | | |
| Interest expense: | | | |
| Interest on deposits ----- | 754 | 887 | 6,736 |
| Interest on borrowings and rediscounts ----- | 102 | 795 | 911 |
| Interest on payables under repurchase agreements ----- | 32 | 76 | 285 |
| Interest on payables under securities lending transactions ----- | 15 | 10 | 134 |
| Other interest expenses ----- | 524 | 795 | 4,681 |
| Fees and commissions ----- | 2,596 | 2,519 | 23,195 |
| Other operating expenses ----- | 15,853 | 9,046 | 141,645 |
| General and administrative expenses ----- | 24,608 | 25,979 | 219,871 |
| Other expenses ----- | 5,034 | 3,670 | 44,978 |
| Total expenses ----- | <u>49,523</u> | <u>43,781</u> | <u>442,485</u> |
| Interim income before income taxes ----- | 21,105 | 19,924 | 188,572 |
| Income taxes | | | |
| Current ----- | 5,724 | 5,109 | 51,143 |
| Deferred ----- | 447 | 750 | 3,993 |
| Total taxes ----- | <u>6,172</u> | <u>5,860</u> | <u>55,146</u> |
| Interim net income ----- | <u>14,933</u> | <u>14,063</u> | <u>133,425</u> |
| Profit attributable to noncontrolling interests ----- | 66 | 66 | 589 |
| Profit attributable to owners of parent ----- | <u>14,867</u> | <u>13,997</u> | <u>132,835</u> |

INTERIM CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

The Iyo Bank, Ltd. and Its Consolidated Subsidiaries
For the years ended September 30, 2021 and 2020

| | Millions of yen | | Thousands of U.S. |
|---|-----------------|----------|-------------------|
| | 2021 | 2020 | dollars 2021 |
| Interim net income----- | ¥ 14,933 | ¥ 14,063 | \$ 133,425 |
| Other comprehensive income----- | (40) | 36,932 | (357) |
| Net unrealized holding gains (losses) on securities----- | 1,890 | 38,962 | 16,887 |
| Net deferred gains (losses) on derivatives under hedge accounting---- | (1,229) | (1,885) | (10,981) |
| Remeasurements of defined benefit plans----- | (700) | (144) | (6,254) |
| Comprehensive income----- | ¥ 14,893 | ¥ 50,996 | \$ 133,068 |
| Comprehensive income attribute to: | | | |
| Comprehensive income attribute to owners of parent ----- | ¥ 15,600 | ¥ 50,263 | \$ 139,385 |
| Comprehensive income attribute to non-controlling interests----- | (707) | 732 | (6,317) |

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS
The Iyo Bank, Ltd. and its Consolidated Subsidiaries
For the year ended September 30, 2021

Millions of yen

| | Stockholders' equity | | | | |
|---|----------------------|-----------------|-------------------|----------------|----------------------------|
| | Common stock | Capital surplus | Retained earnings | Treasury stock | Total stockholders' equity |
| Balance at the beginning of the accounting period | ¥ 20,948 | ¥ 20,352 | ¥ 446,871 | ¥ (5,045) | ¥ 483,127 |
| Cumulative effects of changes in accounting policies | | | (167) | | (167) |
| Restated balance | 20,948 | 20,352 | 446,704 | (5,045) | 482,959 |
| Changes during the accounting period | | | (2,218) | | (2,218) |
| Dividends | | | | | |
| Profit attributable to owners of parent | | | 14,867 | | 14,867 |
| Purchase of treasury stock | | | | (0) | (0) |
| Disposal of treasury stock | | 7 | | 105 | 112 |
| Reversal of land revaluation excess | | | 21 | | 21 |
| Changes in items other than stockholders' equity, net | | | | | |
| Total changes during the accounting period | - | 7 | 12,670 | 104 | 12,782 |
| Balance at the end of the accounting period | ¥ 20,948 | ¥ 20,359 | ¥ 459,375 | ¥ (4,940) | ¥ 495,742 |

Thousands of U.S. dollars

| | Stockholders' equity | | | | |
|---|----------------------|-----------------|-------------------|----------------|----------------------------|
| | Common stock | Capital surplus | Retained earnings | Treasury stock | Total stockholders' equity |
| Balance at the beginning of the accounting period | \$ 187,169 | \$ 181,844 | \$ 3,992,771 | \$ (45,076) | \$ 4,316,717 |
| Cumulative effects of changes in accounting policies | | | (1,492) | | (1,492) |
| Restated balance | 187,169 | 181,844 | 3,991,279 | (45,076) | 4,315,216 |
| Changes during the accounting period | | | (19,817) | | (19,817) |
| Dividends | | | | | |
| Profit attributable to owners of parent | | | 132,835 | | 132,835 |
| Purchase of treasury stock | | | | (0) | (0) |
| Disposal of treasury stock | | 62 | | 938 | 1,000 |
| Reversal of land revaluation excess | | | 187 | | 187 |
| Changes in items other than stockholders' equity, net | | | | | |
| Total changes during the accounting period | - | 62 | 113,205 | 929 | 114,206 |
| Balance at the end of the accounting period | \$ 187,169 | \$ 181,906 | \$ 4,104,494 | \$ (44,138) | \$ 4,429,431 |

Millions of yen

| | Total other comprehensive income | | | | | Stock acquisition rights | Noncontrolling interests | Total net assets |
|---|----------------------------------|--|-------------------------|---|-------------------------|--------------------------|--------------------------|------------------|
| | Net unrealized holding gains | Net deferred gains (losses) on derivatives | Land revaluation excess | Remeasurements of defined benefit plans | Total accumulated other | | | |
| Balance at the beginning of the accounting period | ¥ 222,338 | ¥ (374) | ¥ 19,178 | ¥ 8,279 | ¥ 249,421 | ¥ 273 | ¥ 8,418 | ¥ 741,240 |
| Cumulative effects of changes in accounting policies | | | | | | | | (167) |
| Restated balance | 222,338 | (374) | 19,178 | 8,279 | 249,421 | 273 | 8,418 | 741,073 |
| Changes during the accounting period | | | | | | | | (2,218) |
| Dividends | | | | | | | | |
| Profit attributable to owners of parent | | | | | | | | 14,867 |
| Purchase of treasury stock | | | | | | | | (0) |
| Disposal of treasury stock | | | | | | | | 112 |
| Reversal of land revaluation excess | | | | | | | | 21 |
| Changes in items other than stockholders' equity, net | 2,663 | (1,229) | (21) | (700) | 711 | (65) | (689) | (43) |
| Total changes during the accounting period | 2,663 | (1,229) | (21) | (700) | 711 | (65) | (689) | 12,739 |
| Balance at the end of the accounting period | ¥ 225,002 | ¥ (1,604) | ¥ 19,156 | ¥ 7,578 | ¥ 250,133 | ¥ 208 | ¥ 7,728 | ¥ 753,813 |

Thousands of U.S. dollars

| | Total other comprehensive income | | | | | Stock acquisition rights | Noncontrolling interests | Total net assets |
|---|----------------------------------|--------------------|------------------|-------------------|-------------------|--------------------------|--------------------------|------------------|
| | Net unrealized | Net deferred gains | Land revaluation | Remeasurements of | Total accumulated | | | |
| Balance at the beginning of the accounting period | \$ 1,986,579 | \$ (3,341) | \$ 171,354 | \$ 73,972 | \$ 2,228,565 | \$ 2,439 | \$ 75,214 | \$ 6,622,944 |
| Cumulative effects of changes in accounting policies | | | | | | | | (1,492) |
| Restated balance | 1,986,579 | (3,341) | 171,354 | 73,972 | 2,228,565 | 2,439 | 75,214 | 6,621,452 |
| Changes during the accounting period | | | | | | | | (19,817) |
| Dividends | | | | | | | | |
| Profit attributable to owners of parent | | | | | | | | 132,835 |
| Purchase of treasury stock | | | | | | | | (0) |
| Disposal of treasury stock | | | | | | | | 1,000 |
| Reversal of land revaluation excess | | | | | | | | 187 |
| Changes in items other than stockholders' equity, net | 23,793 | (10,981) | (187) | (6,254) | 6,352 | (580) | (6,156) | (384) |
| Total changes during the accounting period | 23,793 | (10,981) | (187) | (6,254) | 6,352 | (580) | (6,156) | 113,822 |
| Balance at the end of the accounting period | \$ 2,010,382 | \$ (14,331) | \$ 171,157 | \$ 67,709 | \$ 2,234,926 | \$ 1,858 | \$ 69,049 | \$ 6,735,284 |

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS
The Iyo Bank, Ltd. and its Consolidated Subsidiaries
For the year ended September 30, 2020

Millions of yen

| | Stockholders' equity | | | | |
|---|----------------------|-----------------|-------------------|----------------|----------------------------|
| | Common stock | Capital surplus | Retained earnings | Treasury stock | Total stockholders' equity |
| Balance at the beginning of the accounting period | ¥ 20,948 | ¥ 14,578 | ¥ 433,082 | ¥ (5,131) | ¥ 463,478 |
| Changes during the accounting period | | | | | |
| Dividends | | | (2,217) | | (2,217) |
| Profit attributable to owners of parent | | | 13,997 | | 13,997 |
| Purchase of treasury stock | | | | (0) | (0) |
| Disposal of treasury stock | | 11 | | 86 | 98 |
| Reversal of land revaluation excess | | | 69 | | 69 |
| Purchase of shares of consolidated subsidiaries | | 5,761 | | | 5,761 |
| Changes in items other than stockholders' equity, net | | | | | |
| Total changes during the accounting period | - | 5,773 | 11,849 | 86 | 17,708 |
| Balance at the end of the accounting period | ¥ 20,948 | ¥ 20,352 | ¥ 444,931 | ¥ (5,045) | ¥ 481,187 |

Millions of yen

| | Total other comprehensive income | | | | | Stock acquisition rights | Noncontrolling interests | Total net assets |
|---|----------------------------------|--------------------|------------------|-------------------|-------------------|--------------------------|--------------------------|------------------|
| | Net unrealized | Net deferred gains | Land revaluation | Remeasurements of | Total accumulated | | | |
| Balance at the beginning of the accounting period | ¥ 166,775 | ¥ 792 | ¥ 19,315 | ¥ (650) | ¥ 186,233 | ¥ 343 | ¥ 21,792 | ¥ 671,848 |
| Changes during the accounting period | | | | | | | | |
| Dividends | | | | | | | | (2,217) |
| Profit attributable to owners of parent | | | | | | | | 13,997 |
| Purchase of treasury stock | | | | | | | | (0) |
| Disposal of treasury stock | | | | | | | | 98 |
| Reversal of land revaluation excess | | | | | | | | 69 |
| Purchase of shares of consolidated subsidiaries | | | | | | | (5,761) | - |
| Changes in items other than stockholders' equity, net | 38,295 | (1,885) | (69) | (144) | 36,196 | (69) | (8,187) | 27,938 |
| Total changes during the accounting period | 38,295 | (1,885) | (69) | (144) | 36,196 | (69) | (13,949) | 39,885 |
| Balance at the end of the accounting period | ¥ 205,071 | ¥ (1,092) | ¥ 19,245 | ¥ (794) | ¥ 222,430 | ¥ 273 | ¥ 7,842 | ¥ 711,733 |

INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS

The Iyo Bank, Ltd. and Its consolidated subsidiaries
For the six months ended September 30, 2021 and 2020

| | Millions of yen | | Thousands of U.S. dollars |
|---|-----------------|-------------|------------------------------|
| | 2021 | 2020 | 2021 |
| Cash flows from operating activities: | | | |
| Interim income before income taxes | ¥ 21,105 | ¥ 19,924 | \$ 188,572 |
| Depreciation | 2,407 | 2,427 | 21,506 |
| Impairment losses | 48 | 128 | 428 |
| Increase (decrease) in reserve for loan losses | 808 | (1,920) | 7,219 |
| Increase (decrease) in accrued for employees' bonuses | (130) | 9 | (1,161) |
| Decrease (increase) in net defined benefit asset | (999) | (1,130) | (8,926) |
| Increase (decrease) in net defined benefit liability | (126) | (199) | (1,125) |
| Increase (decrease) in reserve for losses on repayment of dormant bank accounts | (230) | (309) | (2,055) |
| Increase (decrease) in reserve for contingent losses | 88 | (7) | 786 |
| Increase (decrease) in reserve for share-based payments | 31 | 32 | 276 |
| Increase (decrease) in reserve under special laws | 0 | - | 0 |
| Interest and dividend income | (38,465) | (37,492) | (343,682) |
| Interest expense | 1,429 | 2,564 | 12,768 |
| Securities losses (gains), net | (3,956) | (4,890) | (35,346) |
| Money in trust losses (gains), net | (12) | (6) | (107) |
| Foreign exchange losses (gains), net | (3,536) | 2,304 | (31,593) |
| Losses (gains) on disposal of tangible fixed assets, net | 17 | 91 | 151 |
| Net changes in loans and bills discounted | 38,923 | (118,348) | 347,775 |
| Net changes in deposits | 81,943 | 432,171 | 732,156 |
| Net changes in borrowed money (excluding subordinated borrowings) | (32,468) | 20,924 | (290,100) |
| Net changes in deposits from banks | 78 | (1,004) | 696 |
| Net changes in call loans | 674 | 287,699 | 6,022 |
| Net changes in call money | (72,200) | 56,579 | (645,103) |
| Net changes in payables under securities lending transactions | 29,409 | (35,417) | 262,768 |
| Net changes in foreign exchange assets | (4,340) | (26,512) | (38,777) |
| Net changes in foreign exchange liabilities | 704 | (85) | 6,290 |
| Net changes in lease receivables and investment assets | 1,107 | 985 | 9,890 |
| Net changes in borrowed money from trust account | 249 | (13) | 2,224 |
| Interest income received | 38,077 | 37,319 | 340,216 |
| Interest expense paid | (1,626) | (3,113) | (14,528) |
| Other | 9,873 | (30) | 88,214 |
| Subtotal | 68,884 | 632,679 | 615,475 |
| Income taxes paid | (5,661) | (4,022) | (50,580) |
| Net cash provided by (used in) operating activities | 63,222 | 628,656 | 564,885 |
| Cash flows from investing activities: | | | |
| Purchases of securities | (424,745) | (374,847) | (3,795,076) |
| Proceeds from sales of securities | 430,647 | 253,327 | 3,847,810 |
| Proceeds from maturities of securities | 110,616 | 70,096 | 988,348 |
| Increase in money held in trust | (960) | (1,885) | (8,577) |
| Decrease in money held in trust | - | 532 | - |
| Purchases of tangible fixed assets | (876) | (1,356) | (7,827) |
| Proceeds from sales of tangible fixed assets | 7 | 36 | 62 |
| Purchases of intangible fixed assets | (1,191) | (941) | (10,641) |
| Net cash provided by (used in) investing activities | 113,497 | (55,039) | 1,014,090 |
| Cash flows from financing activities | | | |
| Proceeds from share issuance to noncontrolling shareholders | 20 | 5 | 178 |
| Repayments to non-controlling shareholders | (0) | - | (0) |
| Cash dividends paid | (2,218) | (2,217) | (19,817) |
| Cash dividends paid to noncontrolling stockholders | (2) | (5) | (17) |
| Purchases of treasury stock | (0) | (0) | (0) |
| Proceeds from sales of treasury stock | 0 | 0 | 0 |
| Payments from changes in ownership interests in subsidiaries that do not result in change in scope of consolidation | - | (8,921) | - |
| Net cash provided by (used in) financing activities | (2,200) | (11,138) | (19,656) |
| Foreign currency translation adjustments | 3 | (10) | 26 |
| Net increase (decrease) in cash and cash equivalents | 174,523 | 562,467 | 1,559,354 |
| Cash and cash equivalents at beginning of year | 1,413,563 | 717,887 | 12,630,119 |
| Cash and cash equivalents at the end of year | ¥ 1,588,087 | ¥ 1,280,355 | \$ 14,189,483 |