



## FIDEA HOLDINGS CO. LTD.

### Financial Results for the Fiscal Year 2017, Forecast and Dividend

#### 1. Financial Results for the Fiscal Year 2017 on a consolidated basis

- Due to the decrease in loan interest revenue and gains on bond transactions, ordinary revenue decreased by ¥1.1bn (2.2%) to ¥51.0bn year on year. On the other hand, ordinary profits increased by ¥0.6bn (10.0%) to ¥6.5bn year on year due to the increase in interest and dividends on securities and the decrease in total credit costs. Net income (profits attributable to owners of the parent) decreased by ¥0.3bn (7.4%) to ¥4.2bn year on year.
- Deposit balance (including NCD) decreased by ¥4bn (0.1%) to ¥2,528bn mainly due to the decrease of public money deposit. Loan balance decreased by ¥20bn to ¥1,738bn, in particular personal loan, year on year.
- Capital adequacy ratio decreased by 0.27 point to 9.21% due to the premature redemption of subordinated debt and the increase of risk assets, while enhancing retained earnings.

« Consolidated »	FY2017	FY2016	(JPY Billion) Increase / Decrease
Ordinary revenue	51.0	52.1	(1.1)
Net business profits	6.1	7.4	(1.3)
Core net business profits	7.2	6.4	0.7
Ordinary profits	6.5	5.9	0.6
Net income (Profits attributable to owners of parent)	4.2	4.6	(0.3)
Total asset	2,761	2,846	(84)
Deposits & Negotiable certificates of deposit	2,528	2,533	(4)
Loans and bills discounted	1,738	1,759	(20)
Securities	744	937	(192)
Capital adequacy ratio	9.21%	9.48%	(0.27)%
Core business gross profit expense ratio (Core OHR)	80.40%	82.02%	(1.62)%
Total credit costs	1.1	3.1	(1.9)
* 2 Banks: Shonai Bank «non-consolidated» + Hokuto Bank «non-consolidated»			(JPY Billion)
Non-performing loan balance disclosed under Financial Reconstruction Law	33.6	37.8	(4.1)
Non-performing loan ratio	1.88%	2.09%	(0.21)%

#### 2. Forecast of Financial Results for the Fiscal Year 2018 on a consolidated basis

- As for financial results of the fiscal year 2018 on a consolidated basis, we estimate ordinary profits ¥3.2 billion and net income ¥2.8 billion due to the decrease in net interest income, mainly in interest and dividends on securities which increased in the fiscal year 2017.

#### 3. Dividend

- We have a basic policy to make stable dividend payments on ordinary share, making efforts to maintain the solid management foundation based on our long term perspective.
- We have decided to pay the term end dividend of ¥3 per ordinary share for the fiscal year 2017. Together with the already paid interim dividend, the annual dividend will be ¥6 per ordinary share. We are planning to pay ¥6 per ordinary share for the fiscal year 2018 (both of the interim and the term-end dividend will be ¥3).

Ends