

**Financial Results for the Fiscal Year 2020, Forecast in the Fiscal Year 2021 and Dividend**
**1. Financial Results for the Fiscal Year 2020 on a consolidated basis**

- Due to the increase in net interest income and the decrease in expenses, ordinary profit increased by ¥4.0bn (140.0%) to ¥6.8bn year on year. Net income (profits attributable to owners of the parent) increased by ¥1.9bn (146.1%) to ¥3.3bn year on year.
- Deposit balance (including NCD) increased by ¥186bn (7.5%) to ¥2,650bn mainly due to the increase of personal deposit and corporate deposit. Loan balance increased by ¥33bn (1.9%) to ¥1,731bn mainly due to the increase of business loan, year on year.

« Consolidated »	(JPY Billion)		
	FY2020	FY2019	Increase / Decrease
Ordinary revenue	53.1	50.8	2.3
Net business profit	6.5	5.2	1.2
Core net business profit	11.0	5.8	5.2
Ordinary profit	6.8	2.8	4.0
Net income (Profits attributable to owners of parent)	3.3	1.3	1.9
Total asset	3,221	2,714	506
Deposits & Negotiable certificates of deposit	2,650	2,464	186
Loans and bills discounted	1,731	1,697	33
Securities	729	739	(10)
Capital adequacy ratio	9.61%	9.26%	0.35%
Core business gross profit expense ratio (Core OHR)	70.70%	82.43%	(11.73%)
Non-performing loan balance disclosed under Financial Reconstruction Law (* 2 Banks)	28.5	27.8	(0.6)
Non-performing loan ratio (* 2 Banks)	1.59%	1.58%	0.01%
Total credit costs	2.0	1.4	0.5

\* 2 Banks : Shonai Bank « non-consolidated » + Hokuto Bank « non-consolidated »

**2. Forecast of Financial Results for the Fiscal Year 2021 on a consolidated basis**

- As for financial results of the fiscal year 2021 on a consolidated basis, we estimate ordinary profits ¥5.2 billion and net income ¥3.4 billion mainly due to decrease in net interest income.

**3. Dividend**

- We have a basic policy to make stable dividend payments on ordinary share through 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 2020. Together with ¥3 per ordinary share as the interim dividend paid already, the annual dividend will be ¥6 per ordinary share.
- We are planning to pay ¥6 per ordinary share for the fiscal year 2021 (both of the interim and the term-end dividend will be ¥3 respectively).

Ends