

## Our Operating Base

Mie and Aichi Prefectures, which are the main operating base of the Hyakugo Bank Group, have a well-balanced industry mix of automobile, commerce, agriculture, fisheries, and tourism industries.

### Total population and number of households

According to the 2020 census released by the Ministry of Internal Affairs and Communications, Mie and Aichi Prefectures have a total population of 1,770,254 and 7,542,415, respectively, which rank 22nd and 4th in Japan. Compared with the 2015 census, Mie had a population decrease of 45,611 (-2.5%) while Aichi had an increase of 59,287 (+0.8%), which shows that the overall population in our operating region has increased slightly.

The combined population of the two prefectures is 9,312,669, which accounts for 7.3% of Japan's total population of 126,146,099.

Characteristically, both prefectures have a high percentage of foreign residents in their total population. Mie Prefecture has the 15th largest foreign populations in Japan with 51,546 and ranks 4th in terms of the percentage of foreign residents in population by prefecture. Aichi Prefecture has the 2nd largest foreign populations in Japan with 259,155 and ranks 2nd (3.44%) in terms of the percentage of foreign residents in population by prefecture.

As for the total number of households, Mie has 742,598, which is ranked 22nd, and Aichi has 3,238,301, which is ranked 4th in Japan. The total number of household increased by 22,306 (3.1%) in Mie and by 174,468 (5.7%) in Aichi compared to the 2015 census.

### Industrial and economic scale

Mie and Aichi Prefectures are particularly well known for their manufacturing industries. According to the results of the Census of Manufacture in 2020 (confirmed data), Aichi has ranked 1st in Japan for 43 consecutive years since 1977 in terms of the value of manufactured goods shipped, while Mie ranked 9th in Japan.

As for the breakdown, in Aichi, transport machinery, as represented by the automobile industry, accounted for 55.6%, or more than half, of the total value of manufactured goods shipped. This was followed by electrical machinery of 5.8% and steel of 5.0%. Meanwhile in Mie, transport machinery stood top, as in Aichi, by accounting for 25.5%, which was followed by electronic components represented by flash memories of 14.0% and chemical industry of 12.0% as the prefecture has a petrochemical complex.

Driven by the nationally renowned manufacturing industry, Mie ranked 19th in Japan in gross prefectural product (nominal) with ¥8,411.3 billion and Aichi ranked 2nd with ¥40,937.2 billion in the Prefectural Accounts for FY2018 released by the Cabinet Office.

In addition, the per capita prefectural income in FY2018 was ¥3,121 thousand in Mie and ¥3,728 thousand in Aichi, ranking 14th and 2nd in Japan, respectively. We believe that our operation region is rich in economic activities.

#### Data of Mie and Aichi Prefectures

Item	Figure	Rank
Total area (2022) (100km <sup>2</sup> )	Mie 57.74 Aichi 51.73	25 27
Total population (2020) (10 thousand)	Mie 177 Aichi 754	22 4
Gross prefectural product (nominal) (2018) (¥ billion)	Mie 8,411 Aichi 40,937	19 2
Value of manufactured goods shipped, etc. (2020) (¥100 million)	Mie 107,173 Aichi 479,244	9 1
Factory location area (2020) (1,000m <sup>2</sup> or larger) (ha)	Mie 37 Aichi 82	10 4
Per capita prefectural income (2018) (¥ thousand)	Mie 3,121 Aichi 3,728	14 2
Agricultural output (2020) (¥100 million)	Mie 1,043 Aichi 2,893	31 8
Forestry output (2020) (¥100 million)	Mie 46 Aichi 28	27 34
Sea fisheries and aquaculture output (2020) (¥100 million)	Mie 360 Aichi 159	10 24

Source: Municipalities Area Statistics of Japan, Ministry of Land, Infrastructure, Transport and Tourism  
Population Estimates, Statistics Bureau, Ministry of Internal Affairs and Communications  
Mie Prefecture Economic Overview 2022, Hyakugo Research Institute  
Ministry of Agriculture, Forestry and Fisheries' website / Aichi Prefecture's website

### Environmental and natural resources

Mie has a total of 1,083km of coastline connecting Ise Bay and the Sea of Kumano, which serves as an industrial base for tourism, fishery, maritime transportation and shipbuilding. Especially in terms of tourism, the region is rich in content, including Ise-Shima National Park with its beautiful ria coastline, Ise Jingu, Kumano Kodo, a registered world heritage site, and the Iga region, the center of ninja culture that attracts international attention.

Similarly, Aichi has industrial and maritime transportation hubs concentrated along the coasts of Ise Bay and Mikawa Bay as well as abundant tourism bases such as the Central Japan International Airport and Chita Peninsula. Aichi is also an agricultural giant, and according to the 2020 Total Agricultural Output and Agricultural Income Produced (by prefecture) compiled by the Ministry of Agriculture, Forestry and Fisheries, the prefecture's agricultural output was ¥289.3 billion, ranking 8th in Japan.

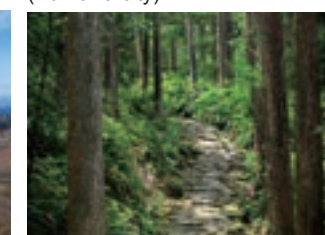
Ria coastline (Shima-city)



Aoyama Kogen (highlands)  
(Tsu-city, Iga-city)



Kumano Kodo (pilgrimage trail)  
(Kumano-city)



Ninja Train (Iga-city)



Photos provided by Mie Prefecture Tourism Federation

Photos (Kumano Kodo / Ninja Train) provided by Mie Photo Gallery

### Solid Operating Base

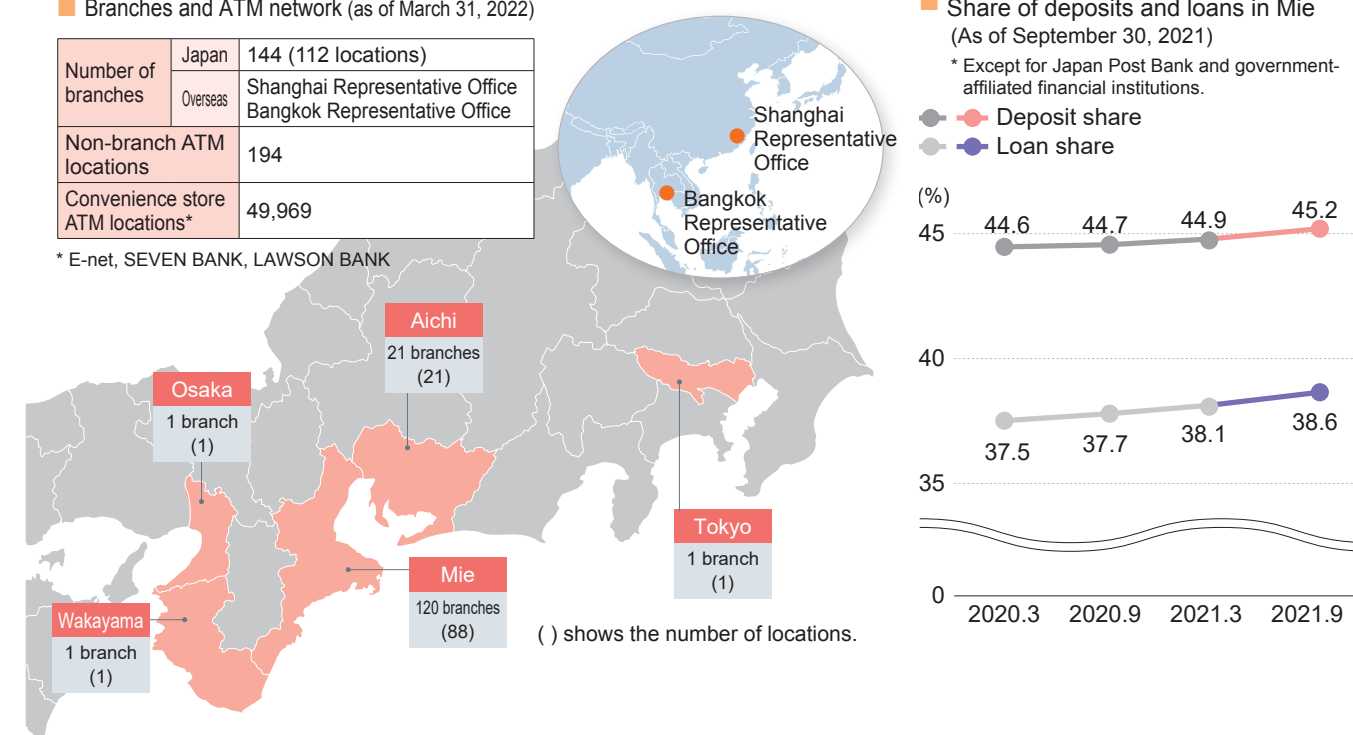
Hyakugo Bank has a branch network of 144 branches (112 locations as of March 31, 2022) in Japan, mainly in Mie and Aichi Prefectures, and also has two overseas offices: Shanghai Representative Office (China) and Bangkok Representative Office (Thailand).

The Bank has established a stable operating base especially in Mie, where we have kept a dominant share of both deposits and loans.

#### Branches and ATM network (as of March 31, 2022)

Number of branches	Japan	144 (112 locations)
	Overseas	Shanghai Representative Office Bangkok Representative Office
Non-branch ATM locations		194
Convenience store ATM locations*		49,969

\* E-net, SEVEN BANK, LAWSON BANK



#### Share of deposits and loans in Mie (As of September 30, 2021)

\* Except for Japan Post Bank and government-affiliated financial institutions.

