The Hyakugo Bank, Ltd. and Consolidated Subsidiaries Consolidated Balance Sheets

As of March 31, 2017 and 2016

Assets: Cash and due from banks (Notes 3 and 7)			Millions of yen			Thousands of U.S. dollars (Note 1)	
Cash and due from banks (Notes 3 and 7) ¥ 330,505 ¥ 319,444 \$ 2,945,941 Call loans and bills bought (Note 3) 84,215 2,109 750,652 Monetary claims bought (Note 3) 11,520 13,451 102,689 Trading account securities (Notes 3 and 4) 392 233 3,501 Money held in trust (Notes 3 and 4) 2,018 3,000 17,996 Securities (Notes 3, 4 and 7) 2,043,568 1,997,716 18,215,245 Loans and bills discounted (Notes 3, 5 and 14) 2,935,867 2,882,336 26,168,710 Foreign exchanges (Notes 3 and 5) 1,758 2,833 15,675 Lease receivables and lease investment assets (Note 15) 16,181 15,149 144,237 Other assets (Note 7) 47,113 30,372 419,946 Tangible fixed assets (Note 6) 46,640 46,930 415,726 Intangible fixed assets 4,139 3,150 36,897 Asset for employee retirement benefits (Note 10) 13,095 11,550 116,727 Deferred tax assets (Note 17) 730 719 6,510 Customers' liabilities for a				•			
Call loans and bills bought (Note 3) 84,215 2,109 750,652 Monetary claims bought (Note 3) 11,520 13,451 102,689 Trading account securities (Notes 3 and 4) 392 233 3,501 Money held in trust (Notes 3 and 4) 2,018 3,000 17,996 Securities (Notes 3, 4 and 7) 2,043,568 1,997,716 18,215,245 Loans and bills discounted (Notes 3, 5 and 14) 2,935,867 2,882,336 26,168,710 Foreign exchanges (Notes 3 and 5) 1,758 2,833 15,675 Lease receivables and lease investment assets (Note 15) 16,181 15,149 144,237 Other assets (Note 7) 47,113 30,372 419,946 Tangible fixed assets (Note 6) 46,640 46,930 415,726 Intangible fixed assets 4,139 3,150 36,897 Asset for employee retirement benefits (Note 10) 13,095 11,550 116,727 Deferred tax assets (Note 17) 730 719 6,510 Customers' liabilities for acceptances and guarantees (Note 11) 18,807 24,621 167,644 Allowance for loan losses (19,264)	Assets:						
Call loans and bills bought (Note 3) 84,215 2,109 750,652 Monetary claims bought (Note 3) 11,520 13,451 102,689 Trading account securities (Notes 3 and 4) 392 233 3,501 Money held in trust (Notes 3 and 4) 2,018 3,000 17,996 Securities (Notes 3, 4 and 7) 2,043,568 1,997,716 18,215,245 Loans and bills discounted (Notes 3, 5 and 14) 2,935,867 2,882,336 26,168,710 Foreign exchanges (Notes 3 and 5) 1,758 2,833 15,675 Lease receivables and lease investment assets (Note 15) 16,181 15,149 144,237 Other assets (Note 7) 47,113 30,372 419,946 Tangible fixed assets (Note 6) 46,640 46,930 415,726 Intangible fixed assets 4,139 3,150 36,897 Asset for employee retirement benefits (Note 10) 13,095 11,550 116,727 Deferred tax assets (Note 17) 730 719 6,510 Customers' liabilities for acceptances and guarantees (Note 11) 18,807 24,621 167,644 Allowance for loan losses (19,264)	Cash and due from banks (Notes 3 and 7)	¥	330,505	¥	319,444	\$	2,945,941
Monetary claims bought (Note 3) 11,520 13,451 102,689 Trading account securities (Notes 3 and 4) 392 233 3,501 Money held in trust (Notes 3 and 4) 2,018 3,000 17,996 Securities (Notes 3, 4 and 7) 2,043,568 1,997,716 18,215,245 Loans and bills discounted (Notes 3, 5 and 14) 2,935,867 2,882,336 26,168,710 Foreign exchanges (Notes 3 and 5) 1,758 2,833 15,675 Lease receivables and lease investment assets (Note 15) 16,181 15,149 144,237 Other assets (Note 7) 47,113 30,372 419,946 Tangible fixed assets (Note 6) 46,640 46,930 415,726 Intangible fixed assets 4,139 3,150 36,897 Asset for employee retirement benefits (Note 10) 13,095 11,550 116,727 Deferred tax assets (Note 17) 730 719 6,510 Customers' liabilities for acceptances and guarantees (Note 11) 18,807 24,621 167,644 Allowance for loan losses (19,264) (18,916) (171,714)	Call loans and bills bought (Note 3)		84,215		2,109		
Trading account securities (Notes 3 and 4) 392 233 3,501 Money held in trust (Notes 3 and 4) 2,018 3,000 17,996 Securities (Notes 3, 4 and 7) 2,043,568 1,997,716 18,215,245 Loans and bills discounted (Notes 3, 5 and 14) 2,935,867 2,882,336 26,168,710 Foreign exchanges (Notes 3 and 5) 1,758 2,833 15,675 Lease receivables and lease investment assets (Note 15) 16,181 15,149 144,237 Other assets (Note 7) 47,113 30,372 419,946 Tangible fixed assets (Note 6) 46,640 46,930 415,726 Intangible fixed assets 4,139 3,150 36,897 Asset for employee retirement benefits (Note 10) 13,095 11,550 116,727 Deferred tax assets (Note 17) 730 719 6,510 Customers' liabilities for acceptances and guarantees (Note 11) 18,807 24,621 167,644 Allowance for loan losses (19,264) (18,916) (171,714)	Monetary claims bought (Note 3)		11,520		13,451		
Securities (Notes 3, 4 and 7) 2,043,568 1,997,716 18,215,245 Loans and bills discounted (Notes 3, 5 and 14) 2,935,867 2,882,336 26,168,710 Foreign exchanges (Notes 3 and 5) 1,758 2,833 15,675 Lease receivables and lease investment assets (Note 15) 16,181 15,149 144,237 Other assets (Note 7) 47,113 30,372 419,946 Tangible fixed assets (Note 6) 46,640 46,930 415,726 Intangible fixed assets 4,139 3,150 36,897 Asset for employee retirement benefits (Note 10) 13,095 11,550 116,727 Deferred tax assets (Note 17) 730 719 6,510 Customers' liabilities for acceptances and guarantees (Note 11) 18,807 24,621 167,644 Allowance for loan losses (19,264) (18,916) (171,714)	Trading account securities (Notes 3 and 4)		,				3,501
Loans and bills discounted (Notes 3, 5 and 14) 2,935,867 2,882,336 26,168,710 Foreign exchanges (Notes 3 and 5) 1,758 2,833 15,675 Lease receivables and lease investment assets (Note 15) 16,181 15,149 144,237 Other assets (Note 7) 47,113 30,372 419,946 Tangible fixed assets (Note 6) 46,640 46,930 415,726 Intangible fixed assets 4,139 3,150 36,897 Asset for employee retirement benefits (Note 10) 13,095 11,550 116,727 Deferred tax assets (Note 17) 730 719 6,510 Customers' liabilities for acceptances and guarantees (Note 11) 18,807 24,621 167,644 Allowance for loan losses (19,264) (18,916) (171,714)	Money held in trust (Notes 3 and 4)		2,018		3,000		17,996
Foreign exchanges (Notes 3 and 5) Lease receivables and lease investment assets (Note 15) Other assets (Note 7) Tangible fixed assets (Note 6) Asset for employee retirement benefits (Note 10) Deferred tax assets (Note 17) Customers' liabilities for acceptances and guarantees (Note 11) Allowance for loan losses 1,758 2,833 15,675 16,181 15,149 144,237 419,946 46,640 46,930 415,726 4139 3,150 36,897 11,550 116,727 730 719 6,510 (171,714)	Securities (Notes 3, 4 and 7)		2,043,568		1,997,716		18,215,245
Lease receivables and lease investment assets 16,181 15,149 144,237 Other assets (Note 7) 47,113 30,372 419,946 Tangible fixed assets (Note 6) 46,640 46,930 415,726 Intangible fixed assets 4,139 3,150 36,897 Asset for employee retirement benefits (Note 10) 13,095 11,550 116,727 Deferred tax assets (Note 17) 730 719 6,510 Customers' liabilities for acceptances and guarantees (Note 11) 18,807 24,621 167,644 Allowance for loan losses (19,264) (18,916) (171,714))					26,168,710
(Note 15) 16,181 15,149 144,237 Other assets (Note 7) 47,113 30,372 419,946 Tangible fixed assets (Note 6) 46,640 46,930 415,726 Intangible fixed assets 4,139 3,150 36,897 Asset for employee retirement benefits (Note 10) 13,095 11,550 116,727 Deferred tax assets (Note 17) 730 719 6,510 Customers' liabilities for acceptances and guarantees (Note 11) 18,807 24,621 167,644 Allowance for loan losses (19,264) (18,916) (171,714)	Foreign exchanges (Notes 3 and 5)		1,758		2,833		15,675
Other assets (Note 7) 47,113 30,372 419,946 Tangible fixed assets (Note 6) 46,640 46,930 415,726 Intangible fixed assets 4,139 3,150 36,897 Asset for employee retirement benefits (Note 10) 13,095 11,550 116,727 Deferred tax assets (Note 17) 730 719 6,510 Customers' liabilities for acceptances and guarantees (Note 11) 18,807 24,621 167,644 Allowance for loan losses (19,264) (18,916) (171,714)	Lease receivables and lease investment assets						
Tangible fixed assets (Note 6) 46,640 46,930 415,726 Intangible fixed assets 4,139 3,150 36,897 Asset for employee retirement benefits (Note 10) 13,095 11,550 116,727 Deferred tax assets (Note 17) 730 719 6,510 Customers' liabilities for acceptances and guarantees (Note 11) 18,807 24,621 167,644 Allowance for loan losses (19,264) (18,916) (171,714)	(Note 15)		16,181		15,149		144,237
Intangible fixed assets 4,139 3,150 36,897 Asset for employee retirement benefits (Note 10) 13,095 11,550 116,727 Deferred tax assets (Note 17) 730 719 6,510 Customers' liabilities for acceptances and guarantees (Note 11) 18,807 24,621 167,644 Allowance for loan losses (19,264) (18,916) (171,714)	Other assets (Note 7)		47,113		30,372		419,946
Asset for employee retirement benefits (Note 10) 13,095 11,550 116,727 Deferred tax assets (Note 17) Customers' liabilities for acceptances and guarantees (Note 11) Allowance for loan losses (19,264) (18,916) (171,714)	Tangible fixed assets (Note 6)		46,640		46,930		415,726
(Note 10) 13,095 11,550 116,727 Deferred tax assets (Note 17) 730 719 6,510 Customers' liabilities for acceptances and guarantees (Note 11) 18,807 24,621 167,644 Allowance for loan losses (19,264) (18,916) (171,714)	Intangible fixed assets		4,139		3,150		36,897
Deferred tax assets (Note 17) 730 719 6,510 Customers' liabilities for acceptances and guarantees (Note 11) Allowance for loan losses (19,264) (18,916) (171,714)							116 727
Customers' liabilities for acceptances and guarantees (Note 11) 18,807 24,621 167,644 Allowance for loan losses (19,264) (18,916) (171,714)	(Note 10)		13,095		11,550		110,727
guarantees (Note 11) Allowance for loan losses (19,264) (18,916) (171,714)	Deferred tax assets (Note 17)		730		719		6,510
	•		18,807		24,621		167,644
Total assets $\frac{1}{4}$ 5,537,292 $\frac{1}{4}$ 5,334,703 $\frac{1}{4}$ 49,356,382	Allowance for loan losses		(19,264)		(18,916)		(171,714)
	Total assets	¥	5,537,292	¥	5,334,703	\$	49,356,382

See accompanying Notes to Consolidated Financial Statements.

	Millior	ns of yen	Thousands of U.S. dollars (Note 1)	
_	2017	2016	2017	
T . 1				
Liabilities:	V 4545760	V 4 447 500	¢ 40.510.401	
· · · · · · · · · · · · · · · · · · ·	¥ 4,545,769	¥ 4,447,508	\$ 40,518,491	
Negotiable certificates of deposit (Notes 3 and 8)	173,335	196,081	1,545,014	
Call money and bills sold (Note 3)	-	1,126	-	
Payables under securities lending transactions (Notes 3 and 7)	274,712	139,902	2,448,636	
Borrowed money (Notes 3, 7 and 9)	82,704	69,137	737,178	
Foreign exchanges (Note 3)	41	55	367	
Bonds payable (Notes 3 and 9)	-	15,000	307	
Other liabilities (Notes 9, 15 and 17)	53,729	59,265	478,918	
Provision for bonuses	215	208	1,920	
Liability for employee retirement benefits (Note 10)		4,990	32,640	
Provision for directors' retirement benefits	110	99	987	
Provision for reimbursement of deposits	1,206	1,089	10,752	
Provision for point card certificates	330	290	2,949	
Provision for contingent loss	544	520	4,857	
Reserves under special laws	0	0	6	
Deferred tax liabilities (Note 17)	36,804	36,594	328,058	
Deferred tax liabilities for land revaluation	2,555	2,557	22,779	
Acceptances and guarantees (Note 11)	18,807	24,621	167,644	
Total liabilities	5,194,531	4,999,050	46,301,196	
Net assets (Notes 12 and 19):				
Capital stock	20,000	20,000	178,269	
Capital surplus (Note 18)	10,220	7,557	91,099	
Retained earnings	213,945	206,825	1,906,995	
Treasury stock	(151)	(146)	(1,351)	
Total shareholders' equity	244,014	234,236	2,175,012	
Valuation difference on available-for-sale	95,248	98,579	848,994	
securities (Note 4)				
Deferred gains/losses on hedges	(4,836)	(7,685)	(43,113)	
Revaluation reserve for land (Note 6)	4,213	4,217	37,560	
Retirement benefit adjustments (Note 10)	(478)	(2,326)	(4,269)	
Total accumulated other comprehensive income	94,146	92,785	839,172	
Stock acquisition rights (Note 13)	133	106	1,191	
Non-controlling interests	4,466	8,524	39,811	
Total net assets	342,761	335,653	3,055,186	
Total liabilities and net assets	¥ 5,537,292	¥ 5,334,703	\$ 49,356,382	