

Translation

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

Summary of Consolidated Financial Results for the Year Ended March 31, 2024 (Based on Japanese GAAP)

May 9, 2024

Company name: THE TOWA BANK, LTD.
 Stock exchange listing: Tokyo
 Stock code: 8558 URL <https://www.towabank.co.jp>
 Representative: Representative Director, Hiroshi Ebara
 President & Chief Executive Officer
 General Manager of Finance and Accounting
 Inquiries: Yoichi Noguchi TEL 027-234-1111
 Department
 Scheduled date of ordinary general meeting of shareholders: June 27, 2024
 Scheduled date to file Securities Report: June 28, 2024
 Scheduled date to commence dividend payments: June 28, 2024
 Trading accounts: No
 Preparation of supplementary material on financial results: Yes
 Holding of financial results meeting: Yes

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)

(1) Consolidated operating results

Percentages indicate year-on-year changes

	Ordinary income		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
Year ended March 31, 2024	34,138	1.8	4,335	8.7	3,530	(13.7)
Year ended March 31, 2023	33,513	(9.1)	3,987	7.3	4,094	134.5

Note: Comprehensive income Fiscal year ended March 31, 2024 ¥1,989 million [-%]
 Fiscal year ended March 31, 2023 ¥(6,445) million [-%]

	Earnings per share	Diluted earnings per share	Profit attributable to owners of parent/equity	Ordinary profit/total assets	Ordinary profit/ordinary income
	Yen	Yen	%	%	%
Year ended March 31, 2024	89.84	56.00	3.0	0.1	12.7
Year ended March 31, 2023	105.58	62.71	3.3	0.1	11.8

Reference: Equity in earnings (losses) of affiliates Fiscal year ended March 31, 2024 ¥— million
 Fiscal year ended March 31, 2023 ¥— million

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share	Consolidated capital adequacy ratio (domestic rules)
	Millions of yen	Millions of yen	%	Yen	%
As of March 31, 2024	2,405,654	118,605	4.8	2,772.96	10.06
As of March 31, 2023	2,390,395	117,688	4.8	2,754.45	10.43

Reference: Equity As of March 31, 2024 ¥117,820 million
 As of March 31, 2023 ¥116,907 million

Note: “Equity ratio” is calculated at (total net assets at the end of the period minus share acquisition rights at the end of the period minus non-controlling interests at the end of the period) divided by total assets at the end of the period.

“Consolidated capital adequacy ratio (domestic rules)” is calculated based on the “Criteria on whether the adequacy of equity capital of the bank is appropriate in light of the assets owned by the bank, etc. in accordance with the provisions of Article 14-2 of the Banking Act (Financial Services Agency Notification No. 19 of 2006).”

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Year ended March 31, 2024	1,463	6,904	(1,120)	194,800
Year ended March 31, 2023	(209,387)	22,388	(1,119)	187,554

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Dividend payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Year ended March 31, 2023	—	0.00	—	25.00	25.00	923	23.6	0.8
Year ended March 31, 2024	—	0.00	—	35.00	35.00	1,295	38.9	1.2
Year ending March 31, 2025 (Forecast)	—	0.00	—	30.00	30.00		74.0	

Note: “Cash dividends” above is the dividend information pertaining to common shares. For information on dividends for class shares (unlisted), which have different shareholder rights than for common shares issued by the bank, please see “Dividends by share class.”

Note: The year-end dividend for the fiscal year ended March 31, 2024 includes a commemorative dividend of ¥10.00 to commemorate the completion of repayment of public funds.

3. Forecast of consolidated financial results for the year ending March 31, 2025 (from April 1, 2024 to March 31, 2025)

Percentages indicate year-on-year changes

	Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2024	1,000	(50.0)	750	(51.0)	20.26
Full year	2,000	(53.8)	1,500	(57.5)	40.53

4. Notes

(1) Changes in significant subsidiaries during the year ended March 31, 2024

(changes in specified subsidiaries resulting in the change in scope of consolidation):

No

(2) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

Changes in accounting policies due to revisions to accounting standards and other regulations:

No

Changes in accounting policies due to other reasons:

No

Changes in accounting estimates:

No

Restatement of prior period financial statements:

No

(3) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

As of March 31, 2024	37,180,273 shares	As of March 31, 2023	37,180,273 shares
----------------------	-------------------	----------------------	-------------------

Number of treasury shares at the end of the period

As of March 31, 2024	175,401 shares	As of March 31, 2023	254,381 shares
----------------------	----------------	----------------------	----------------

Average number of shares during the period

Year ended March 31, 2024	36,985,223 shares	Year ended March 31, 2023	36,921,873 shares
---------------------------	-------------------	---------------------------	-------------------

(Reference) Overview of non-consolidated financial results

1. Non-consolidated financial results for the fiscal year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)

(1) Non-consolidated operating results

Percentages indicate year-on-year changes.

	Ordinary income		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal year ended March 31, 2024	30,314	1.7	4,307	9.0	3,510	(13.7)
Fiscal year ended March 31, 2023	29,779	(10.2)	3,951	10.4	4,070	144.3

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Fiscal year ended March 31, 2024	89.30	55.68
Fiscal year ended March 31, 2023	104.91	62.34

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share	Non-consolidated capital adequacy ratio (domestic rules)
	Millions of yen	Millions of yen	%	Yen	%
As of March 31, 2024	2,395,194	115,247	4.8	2,696.67	10.05
As of March 31, 2023	2,381,584	115,670	4.8	2,714.19	10.44

Reference: Equity As of March 31, 2024 ¥114,997 million

As of March 31, 2023 ¥115,420 million

Note: “Equity ratio” is calculated at (total net assets at the end of the period minus share acquisition rights at the end of the period) divided by total assets at the end of the period.

“Non-consolidated capital adequacy ratio (domestic rules)” is calculated based on the “Criteria on whether the adequacy of equity capital of the bank is appropriate in light of the assets owned by the bank, etc. in accordance with the provisions of Article 14-2 of the Banking Act (Financial Services Agency Notification No. 19 of 2006).”

2. Forecast of non-consolidated financial results for the year ending March 31, 2025 (from April 1, 2024 to March 31, 2025)

Percentages indicate year-on-year changes.

	Ordinary profit		Profit		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2024	1,000	(49.7)	750	(50.7)	20.26
Full year	2,000	(53.5)	1,500	(57.2)	40.53

* Financial results reports are exempt from audit conducted by certified public accountants or an audit corporation.

* Proper use of forecasts of financial results, and other special matters

The forward-looking statements, including earnings forecasts, contained in these materials are based on information currently available to THE TOWA BANK, LTD. (the “Bank”) and on certain assumptions deemed to be reasonable. These statements do not purport that the Bank pledges to realize such statements. Actual performance and other results may differ materially due to various factors.

- Dividends by share class

The breakdown of dividends per share on share classes that differ in shareholders' rights from ordinary shares and total dividends are as follows.

Class 2 Preferred Stock	Dividends per share					Total dividends (Total)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total	
	Yen	Yen	Yen	Yen	Yen	Millions of yen
Year ended March 31, 2023	—	0.00	—	26.20	26.20	196
Year ended March 31, 2024	—	0.00	—	27.68	27.68	207

Notes: 1. Amount to be paid in per share: ¥200

2. Number and formula used as the basis for the calculation of dividends per share

(1) Year ended March 31, 2023

(i) Calculation formula

Dividends per share = amount to be paid in per share x (Japanese yen TIBOR + 1.15%)

(*) Calculated on the assumption that the amount to be paid in per share is ¥2,000, considering the effect of the consolidation of shares (effective October 1, 2017).

(ii) Japanese yen TIBOR

Japanese yen TIBOR (12 months) as of April 1, 2022 = 0.16000%

(iii) Number of issued shares

7,500,000 shares

(2) Year ended March 31, 2024

(i) Calculation formula

Dividends per share = amount to be paid in per share x (Japanese yen TIBOR + 1.15%)

(*) Calculated on the assumption that the amount to be paid in per share is ¥2,000, considering the effect of the consolidation of shares (effective October 1, 2017).

(ii) Japanese yen TIBOR

Japanese yen TIBOR (12 months) as of April 3, 2023 = 0.23364%

(iii) Number of issued shares

7,500,000 shares

3. At the Board of Directors meeting held on May 9, 2024, the Bank resolved to acquire all of the 7,500,000 shares of Class 2 Preferred Stock as treasury shares and cancel the shares.

Consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
Assets		
Cash and due from banks	188,346	195,486
Call loans and bills bought	1,108	454
Trading securities	0	—
Money held in trust	3,998	3,992
Securities	568,660	557,317
Loans and bills discounted	1,562,298	1,576,961
Foreign exchanges	663	3,065
Other assets	37,302	37,367
Tangible fixed assets	21,892	22,466
Buildings, net	4,487	4,438
Land	15,922	15,878
Leased assets, net	56	57
Construction in progress	43	536
Other tangible fixed assets	1,383	1,554
Intangible fixed assets	3,228	3,564
Software	2,625	2,227
Other intangible fixed assets	602	1,337
Retirement benefit asset	1,807	4,745
Deferred tax assets	4,635	3,470
Customers' liabilities for acceptances and guarantees	3,447	3,843
Allowance for loan losses	(6,995)	(7,080)
Total assets	2,390,395	2,405,654
Liabilities		
Deposits	2,144,412	2,152,798
Borrowed money	115,890	120,390
Foreign exchanges	161	139
Other liabilities	5,736	6,654
Provision for bonuses	446	449
Retirement benefit liability	48	53
Provision for retirement benefits for directors (and other officers)	—	0
Provision for reimbursement of deposits	124	133
Provision for contingent loss	432	580
Deferred tax liabilities	9	8
Deferred tax liabilities for land revaluation	1,997	1,997
Acceptances and guarantees	3,447	3,843
Total liabilities	2,272,706	2,287,048

	(Millions of yen)	
	As of March 31, 2023	As of March 31, 2024
Net assets		
Share capital	38,653	38,653
Capital surplus	17,500	17,500
Retained earnings	70,116	72,512
Treasury shares	(202)	(139)
Total shareholders' equity	126,068	128,526
Valuation difference on available-for-sale securities	(12,243)	(15,104)
Revaluation reserve for land	2,147	2,147
Remeasurements of defined benefit plans	935	2,251
Total accumulated other comprehensive income	(9,160)	(10,705)
Share acquisition rights	250	249
Non-controlling interests	531	535
Total net assets	117,688	118,605
Total liabilities and net assets	2,390,395	2,405,654

Consolidated statements of income and consolidated statements of comprehensive income
Consolidated statements of income

	(Millions of yen)	
	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Ordinary income	33,513	34,138
Interest income	22,308	21,683
Interest on loans and discounts	18,575	18,505
Interest and dividends on securities	3,568	3,079
Interest on call loans and bills bought	23	21
Interest on deposits with banks	136	69
Other interest income	4	6
Fees and commissions	6,227	6,494
Other ordinary income	173	676
Other income	4,804	5,283
Recoveries of written off receivables	656	793
Other	4,147	4,490
Ordinary expenses	29,526	29,803
Interest expenses	156	142
Interest on deposits	122	105
Interest on call money and bills sold	(0)	(0)
Interest on borrowings and rediscounts	34	37
Other interest expenses	0	0
Fees and commissions payments	3,364	3,460
Other ordinary expenses	306	486
General and administrative expenses	19,603	19,735
Other expenses	6,095	5,978
Provision of allowance for loan losses	253	877
Other	5,841	5,101
Ordinary profit	3,987	4,335
Extraordinary income	1,038	—
Gain on disposal of non-current assets	1,038	—
Extraordinary losses	32	36
Loss on disposal of non-current assets	25	24
Impairment losses	7	12
Profit before income taxes	4,993	4,298
Income taxes - current	333	638
Income taxes - deferred	556	124
Total income taxes	889	763
Profit	4,103	3,535
Profit attributable to non-controlling interests	8	4
Profit attributable to owners of parent	4,094	3,530

Consolidated statements of comprehensive income

	(Millions of yen)	
	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Profit	4,103	3,535
Other comprehensive income	(10,549)	(1,545)
Valuation difference on available-for-sale securities	(9,900)	(2,861)
Remeasurements of defined benefit plans, net of tax	(648)	1,316
Comprehensive income	(6,445)	1,989
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(6,455)	1,985
Comprehensive income attributable to non-controlling interests	10	4

Consolidated statements of changes in equity

Fiscal year ended March 31, 2023

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	38,653	17,500	66,990	(217)	122,927
Changes during period					
Dividends of surplus			(1,118)		(1,118)
Profit attributable to owners of parent			4,094		4,094
Disposal of treasury shares		(2)		16	14
Purchase of treasury shares				(1)	(1)
Reversal of revaluation reserve for land			151		151
Transfer from retained earnings to capital surplus		1	(1)		–
Net changes in items other than shareholders' equity					
Total changes during period	–	(0)	3,126	15	3,140
Balance at end of period	38,653	17,500	70,116	(202)	126,068

	Accumulated other comprehensive income				Share acquisition rights	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income			
Balance at beginning of period	(2,341)	2,298	1,584	1,541	219	520	125,209
Changes during period							
Dividends of surplus							(1,118)
Profit attributable to owners of parent							4,094
Disposal of treasury shares							14
Purchase of treasury shares							(1)
Reversal of revaluation reserve for land							151
Transfer from retained earnings to capital surplus							–
Net changes in items other than shareholders' equity	(9,901)	(151)	(648)	(10,702)	30	10	(10,661)
Total changes during period	(9,901)	(151)	(648)	(10,702)	30	10	(7,520)
Balance at end of period	(12,243)	2,147	935	(9,160)	250	531	117,688

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	38,653	17,500	70,116	(202)	126,068
Changes during period					
Dividends of surplus			(1,119)		(1,119)
Profit attributable to owners of parent			3,530		3,530
Disposal of treasury shares		(15)		64	48
Purchase of treasury shares				(0)	(0)
Transfer from retained earnings to capital surplus		15	(15)		–
Net changes in items other than shareholders' equity					
Total changes during period	–	–	2,395	63	2,458
Balance at end of period	38,653	17,500	72,512	(139)	128,526

	Accumulated other comprehensive income				Share acquisition rights	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income			
Balance at beginning of period	(12,243)	2,147	935	(9,160)	250	531	117,688
Changes during period							
Dividends of surplus							(1,119)
Profit attributable to owners of parent							3,530
Disposal of treasury shares							48
Purchase of treasury shares							(0)
Transfer from retained earnings to capital surplus							–
Net changes in items other than shareholders' equity	(2,861)	–	1,316	(1,544)	(0)	3	(1,541)
Total changes during period	(2,861)	–	1,316	(1,544)	(0)	3	916
Balance at end of period	(15,104)	2,147	2,251	(10,705)	249	535	118,605

Consolidated statements of cash flows

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Cash flows from operating activities		
Profit before income taxes	4,993	4,298
Depreciation	1,562	1,626
Impairment losses	7	12
Increase (decrease) in allowance for loan losses	(1,474)	85
Increase (decrease) in provision for bonuses	(1)	2
Decrease (increase) in retirement benefit asset	(1,196)	(1,045)
Increase (decrease) in retirement benefit liability	4	4
Increase (decrease) in provision for retirement benefits for directors (and other officers)	(1)	0
Increase (decrease) in provision for reimbursement of deposits	(91)	8
Increase (decrease) in provision for contingent loss	60	147
Interest income	(22,308)	(21,683)
Interest expenses	156	142
Loss (gain) related to securities	226	(148)
Loss (gain) on money held in trust	(0)	6
Foreign exchange losses (gains)	(650)	(573)
Loss (gain) on disposal of non-current assets	(1,013)	24
Net decrease (increase) in trading securities	0	0
Net decrease (increase) in loans and bills discounted	(36,698)	(14,662)
Net increase (decrease) in deposits	8,436	8,386
Net increase (decrease) in borrowed money (excluding subordinated borrowings)	(177,100)	4,500
Net decrease (increase) in due from banks (excluding due from Bank of Japan)	114	105
Net decrease (increase) in call loans	(1,108)	654
Net decrease (increase) in foreign exchanges - assets	169	(2,402)
Net increase (decrease) in foreign exchanges - liabilities	76	(21)
Interest received	22,641	22,086
Interest paid	(197)	(154)
Other, net	(5,151)	268
Subtotal	(208,543)	1,670
Income taxes paid	(844)	(206)
Net cash provided by (used in) operating activities	(209,387)	1,463
Cash flows from investing activities		
Purchase of securities	(69,180)	(124,171)
Proceeds from sale of securities	7,858	67,036
Proceeds from redemption of securities	78,158	66,605
Purchase of tangible fixed assets	(1,080)	(1,358)
Purchase of intangible assets	(758)	(1,190)
Proceeds from sale of tangible fixed assets	1,414	0
Payments for asset retirement obligations	(11)	(17)
Decrease in money held in trust	5,987	—
Net cash provided by (used in) investing activities	22,388	6,904

	(Millions of yen)	
	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Cash flows from financing activities		
Dividends paid	(1,118)	(1,119)
Dividends paid to non-controlling interests	—	(0)
Purchase of treasury shares	(1)	(0)
Proceeds from exercise of employee share options	0	0
Net cash provided by (used in) financing activities	(1,119)	(1,120)
Effect of exchange rate change on cash and cash equivalents	—	—
Net increase (decrease) in cash and cash equivalents	(188,118)	7,246
Cash and cash equivalents at beginning of period	375,672	187,554
Cash and cash equivalents at end of period	187,554	194,800

Non-consolidated financial statements

Non-consolidated balance sheets

	(Millions of yen)	
	As of March 31, 2023	As of March 31, 2024
Assets		
Cash and due from banks	188,299	195,439
Cash	30,616	39,608
Due from banks	157,682	155,830
Call loans	1,108	454
Trading securities	0	—
Trading government bonds	0	—
Money held in trust	3,998	3,992
Securities	568,672	557,330
Government bonds	63,312	49,573
Local government bonds	121,448	100,933
Corporate bonds	215,094	244,443
Stocks	11,486	14,449
Other securities	157,329	147,929
Loans and bills discounted	1,564,847	1,579,511
Bills discounted	4,488	4,680
Loans on bills	39,957	25,208
Loans on deeds	1,388,710	1,413,439
Overdrafts	131,690	136,183
Foreign exchanges	663	3,065
Due from foreign banks (our accounts)	556	2,993
Foreign bills bought	55	22
Foreign bills receivable	50	48
Other assets	26,888	26,608
Domestic exchange settlement account, debit	448	311
Accrued revenue	2,113	1,811
Financial derivatives	5	8
Other	24,320	24,477
Tangible fixed assets	21,806	22,374
Buildings, net	4,485	4,437
Land	15,922	15,878
Leased assets, net	34	25
Construction in progress	43	536
Other tangible fixed assets	1,320	1,497
Intangible fixed assets	3,218	3,551
Software	2,617	2,216
Other intangible fixed assets	600	1,335
Prepaid pension costs	462	1,507
Deferred tax assets	5,043	4,455
Customers' liabilities for acceptances and guarantees	3,447	3,843
Allowance for loan losses	(6,871)	(6,940)
Total assets	2,381,584	2,395,194

	(Millions of yen)	
	As of March 31, 2023	As of March 31, 2024
Liabilities		
Deposits	2,145,580	2,153,415
Current deposits	75,844	86,621
Ordinary deposits	1,141,045	1,207,977
Savings deposits	15,739	15,542
Deposits at notice	5,629	4,247
Time deposits	872,707	811,135
Installment savings	16,978	15,681
Other deposits	17,635	12,210
Borrowed money	110,300	114,800
Borrowings from other banks	110,300	114,800
Foreign exchanges	161	139
Foreign bills sold	97	9
Foreign bills payable	63	130
Other liabilities	3,431	4,595
Domestic exchange settlement account, credit	218	254
Income taxes payable	193	667
Accrued expenses	931	1,046
Unearned revenue	607	517
Reserve for interest on installment savings	1	0
Financial derivatives	2	8
Lease liabilities	36	26
Asset retirement obligations	285	272
Other	1,155	1,802
Provision for bonuses	437	441
Provision for reimbursement of deposits	124	133
Provision for contingent loss	432	580
Deferred tax liabilities for land revaluation	1,997	1,997
Acceptances and guarantees	3,447	3,843
Total liabilities	2,265,913	2,279,946
Net assets		
Share capital	38,653	38,653
Capital surplus	17,500	17,500
Legal capital surplus	17,500	17,500
Retained earnings	69,564	71,939
Legal retained earnings	3,414	3,638
Other retained earnings	66,150	68,301
Retained earnings brought forward	66,150	68,301
Treasury shares	(202)	(139)
Total shareholders' equity	125,515	127,953
Valuation difference on available-for-sale securities	(12,242)	(15,103)
Revaluation reserve for land	2,147	2,147
Total valuation and translation adjustments	(10,095)	(12,956)
Share acquisition rights	250	249
Total net assets	115,670	115,247
Total liabilities and net assets	2,381,584	2,395,194

Non-consolidated statements of income

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Ordinary income	29,779	30,314
Interest income	22,307	21,685
Interest on loans and discounts	18,576	18,509
Interest and dividends on securities	3,566	3,078
Interest on call loans	23	21
Interest on deposits with banks	136	69
Other interest income	4	6
Fees and commissions	5,618	5,865
Fees and commissions on domestic and foreign exchanges	1,244	1,217
Other fees and commissions	4,374	4,647
Other ordinary income	173	676
Gain on foreign exchange transactions	69	45
Gain on sale of bonds	103	630
Other income	1,680	2,086
Recoveries of written off receivables	642	772
Gain on sale of equity securities	35	29
Gain on money held in trust	1	—
Other	1,001	1,285
Ordinary expenses	25,828	26,007
Interest expenses	123	106
Interest on deposits	122	105
Interest on call money	(0)	(0)
Other interest expenses	1	1
Fees and commissions payments	3,023	3,098
Fees and commissions on domestic and foreign exchanges	124	119
Other fees and commissions	2,898	2,978
Other ordinary expenses	306	486
Net loss on trading securities transactions	—	0
Loss on sale of bonds	306	485
Other	0	—
General and administrative expenses	19,090	19,217
Other expenses	3,283	3,099
Provision of allowance for loan losses	242	845
Write-off of loans	2,323	1,008
Loss on sale of equity securities	—	0
Loss on devaluation of equity securities	59	24
Loss on money held in trust	1	6
Other	656	1,213
Ordinary profit	3,951	4,307
Extraordinary income	1,038	—
Gain on disposal of non-current assets	1,038	—
Extraordinary losses	32	35
Loss on disposal of non-current assets	25	23
Impairment losses	7	12
Profit before income taxes	4,957	4,271
Income taxes - current	331	635
Income taxes - deferred	556	124
Total income taxes	887	760
Profit	4,070	3,510

Non-consolidated statements of changes in equity

Fiscal year ended March 31, 2023

(Millions of yen)

	Shareholders' equity								
	Share capital	Capital surplus			Retained earnings			Treasury shares	Total shareholders' equity
		Legal capital surplus	Other capital surplus	Total capital surplus	Legal retained earnings	Other retained earnings Retained earnings brought forward	Total retained earnings		
Balance at beginning of period	38,653	17,500	0	17,500	3,190	63,272	66,462	(217)	122,399
Changes during period									
Dividends of surplus						(1,118)	(1,118)		(1,118)
Provision of legal retained earnings					223	(223)	—		—
Profit						4,070	4,070		4,070
Disposal of treasury shares			(2)	(2)				16	14
Purchase of treasury shares								(1)	(1)
Reversal of revaluation reserve for land						151	151		151
Transfer from retained earnings to capital surplus			1	1		(1)	(1)		—
Net changes in items other than shareholders' equity									
Total changes during period	—	—	(0)	(0)	223	2,878	3,101	15	3,116
Balance at end of period	38,653	17,500	—	17,500	3,414	66,150	69,564	(202)	125,515

	Valuation and translation adjustments			Share acquisition rights	Total net assets
	Valuation difference on available-for-sale securities	Revaluation reserve for land	Total valuation and translation adjustments		
Balance at beginning of period	(2,338)	2,298	(40)	219	122,579
Changes during period					
Dividends of surplus					(1,118)
Provision of legal retained earnings					—
Profit					4,070
Disposal of treasury shares					14
Purchase of treasury shares					(1)
Reversal of revaluation reserve for land					151
Transfer from retained earnings to capital surplus					—
Net changes in items other than shareholders' equity	(9,903)	(151)	(10,054)	30	(10,024)
Total changes during period	(9,903)	(151)	(10,054)	30	(6,908)
Balance at end of period	(12,242)	2,147	(10,095)	250	115,670

Fiscal year ended March 31, 2024

(Millions of yen)

	Shareholders' equity								
	Share capital	Capital surplus			Retained earnings			Treasury shares	Total shareholders' equity
		Legal capital surplus	Other capital surplus	Total capital surplus	Legal retained earnings	Other retained earnings Retained earnings brought forward	Total retained earnings		
Balance at beginning of period	38,653	17,500	—	17,500	3,414	66,150	69,564	(202)	125,515
Changes during period									
Dividends of surplus						(1,119)	(1,119)		(1,119)
Provision of legal retained earnings					223	(223)	—		—
Profit						3,510	3,510		3,510
Disposal of treasury shares			(15)	(15)				64	48
Purchase of treasury shares								(0)	(0)
Transfer from retained earnings to capital surplus			15	15		(15)	(15)		—
Net changes in items other than shareholders' equity									
Total changes during period	—	—	—	—	223	2,151	2,375	63	2,438
Balance at end of period	38,653	17,500	—	17,500	3,638	68,301	71,939	(139)	127,953

	Valuation and translation adjustments			Share acquisition rights	Total net assets
	Valuation difference on available-for-sale securities	Revaluation reserve for land	Total valuation and translation adjustments		
Balance at beginning of period	(12,242)	2,147	(10,095)	250	115,670
Changes during period					
Dividends of surplus					(1,119)
Provision of legal retained earnings					—
Profit					3,510
Disposal of treasury shares					48
Purchase of treasury shares					(0)
Transfer from retained earnings to capital surplus					—
Net changes in items other than shareholders' equity	(2,860)	—	(2,860)	(0)	(2,861)
Total changes during period	(2,860)	—	(2,860)	(0)	(423)
Balance at end of period	(15,103)	2,147	(12,956)	249	115,247