

# Fukuoka Financial Group, Inc.

Financial Digest for Fiscal Year 2021, ended March 31, 2022



Stock Exchange Listing:	Tokyo, Fukuoka (code:8354)
URL:	<a href="https://www.fukuoka-fg.com/">https://www.fukuoka-fg.com/</a>
Representative:	Hisashi Goto, Director & President
For Inquiry:	Tepei Mizoe, General Manager, Corporate Planning Division
Date of General Meeting of Shareholders:	June 29, 2022 (scheduled)
Payment date of cash dividends:	June 30, 2022 (scheduled)
Filing date of Financial Statements:	June 29, 2022 (scheduled)
Trading Accounts:	Established
Supplementary Materials:	Attached
IR Conference:	Scheduled (for institutional investors, analysts)

- (Notes) 1. Financial statements are not subject to audit.  
2. Amounts less than one million yen are omitted.

## 1. Consolidated Financial Highlights (from April 1, 2021 to March 31, 2022)

(1) Consolidated Operating Results (%:Changes from previous fiscal year)

	Ordinary Income		Ordinary Profit		Net Income attributable to owners of the parent	
	¥Million	%	¥Million	%	¥Million	%
FY2021	280,427	2.1	76,086	25.9	54,118	21.2
FY2020	274,754	(3.0)	60,427	—	44,647	(59.6)

(Note) Comprehensive income FY2021: ¥112 million [(99.9)%] FY2020: ¥121,887 million [162.8%]

	Net Income per Share	Net Income per Share (Diluted)	Return on Equity	Ordinary Profit on Total Assets	Ordinary Profit on Ordinary Income
	¥	¥	%	%	%
FY2021	284.69	—	5.7	0.3	27.1
FY2020	234.86	—	4.9	0.2	22.0

(Reference) Equity in earnings of affiliates FY2021: None FY2020: None

## (2) Consolidated Financial Position

	Total Assets	Total Net Assets	Own Capital Ratio	Net Assets per Share
	¥Million	¥Million	%	¥
FY2021	29,171,912	941,066	3.2	4,949.87
FY2020	27,510,013	958,833	3.4	5,043.70

(Reference) Own capital FY2021: ¥940,934 million FY2020: ¥958,789 million

(Note) Own Capital Ratio = (Total net assets - Noncontrolling interests) / Total assets \* 100

This ratio is not based on the public notification of the capital adequacy ratio.

## (3) Consolidated Cash Flows

	Cash Flows from Operating Activities	Cash Flows from Investing Activities	Cash Flows from Financing Activities	Cash and Cash Equivalents, end of period
	¥Million	¥Million	¥Million	¥Million
FY2021	2,163,545	(372,639)	(26,956)	7,840,263
FY2020	1,541,822	4,740	(16,108)	6,076,226

## 2. Dividend Payment

	Dividends declared per Share					Total Dividends (Annual)	Dividends Payout Ratio (Consolidated)	Dividends on Net Assets (Consolidated)
	First Quarter	Second Quarter	Third Quarter	Fourth Quarter	Fiscal Year			
	¥	¥	¥	¥	¥	¥Million	%	%
FY2020	—	42.50	—	42.50	85.00	16,158	36.2	1.7
FY2021	—	47.50	—	47.50	95.00	18,058	33.4	1.9
FY2022 (projection)	—	52.50	—	52.50	105.00		35.0	

## 3. Consolidated Earnings Projections for Fiscal year 2022, (Year ending March 31, 2023)

(%:Changes from corresponding period of previous fiscal year)

	Ordinary Profit		Net Income attributable to owners of the parent		Net Income per Share
	¥Million	%	¥Million	%	¥
Interim of FY2022	40,500	0.0	28,000	0.2	147.29
FY2022	83,000	9.1	57,000	5.3	299.85

## 4. Consolidated Financial Statements

## (1) Consolidated Balance Sheets

(millions of Yen)

Item	科目 (Japanese)	As of Mar 31, 2021	As of Mar 31, 2022
(Assets)	資産の部		
Cash and due from banks	現金預け金	6,086,101	7,849,025
Call loans and bills bought	コールローン及び買入手形	—	14,686
Monetary claims bought	買入金銭債権	40,350	42,814
Trading assets	特定取引資産	1,506	1,394
Money held in trust	金銭の信託	19,215	19,074
Securities	有価証券	3,840,858	4,110,270
Loans and bills discounted	貸出金	17,145,879	16,703,622
Foreign exchanges	外国為替	17,304	12,167
Lease receivables and lease investment assets	リース債権及びリース投資資産	15,785	15,410
Other assets	その他資産	232,921	269,630
Tangible fixed assets	有形固定資産	206,521	203,117
Intangible fixed assets	無形固定資産	18,187	18,872
Net defined benefit assets	退職給付に係る資産	26,178	26,036
Deferred tax assets	繰延税金資産	15,884	37,290
Customers' liabilities for acceptances and guarantees	支払承諾見返	45,991	47,808
Allowance for loan losses	貸倒引当金	(202,675)	(199,309)
<b>Total assets</b>	<b>資産の部合計</b>	<b>27,510,013</b>	<b>29,171,912</b>
(Liabilities)	負債の部		
Deposits	預金	19,211,354	20,085,823
Negotiable certificates of deposit	譲渡性預金	277,130	397,166
Call money and bills sold	コールマネー及び売渡手形	1,698,137	1,231,492
Payables under repurchase agreements	売現先勘定	1,331,403	1,497,851
Payables under securities lending transactions	債券貸借取引受入担保金	1,025,930	837,530
Trading liabilities	特定取引負債	0	—
Borrowed money	借入金	2,735,073	3,876,327
Foreign exchanges	外国為替	2,177	712
Short-term bonds payable	短期社債	41,000	37,000
Bonds payable	社債	10,000	—
Other liabilities	その他負債	140,820	188,946
Net defined benefit liability	退職給付に係る負債	1,142	1,150
Provision for losses on interest repayments	利息返還損失引当金	22	—
Provision for losses from reimbursement of inactive accounts	睡眠預金戻戻損失引当金	7,239	6,054
Provision for contingent liabilities losses	その他の偶発損失引当金	0	—
Reserves under the special laws	特別法上の引当金	24	24
Deferred tax liabilities	繰延税金負債	800	40
Deferred tax liabilities for land revaluation	再評価に係る繰延税金負債	22,929	22,917
Acceptances and guarantees	支払承諾	45,991	47,808
<b>Total liabilities</b>	<b>負債の部合計</b>	<b>26,551,179</b>	<b>28,230,846</b>
(Net assets)	純資産の部		
Capital stock	資本金	124,799	124,799
Capital surplus	資本剰余金	141,387	141,487
Retained earnings	利益剰余金	543,245	579,369
Treasury stock	自己株式	(2,453)	(2,461)
Total shareholders' equity	株主資本合計	806,978	843,195
Valuation difference on available-for-sale securities	その他有価証券評価差額金	112,506	49,973
Deferred gains or losses on hedges	繰延ヘッジ損益	(16,814)	(1,850)
Revaluation reserve for land	土地再評価差額金	51,422	51,395
Remeasurements of defined benefit plans	退職給付に係る調整累計額	4,696	(1,778)
Total accumulated other comprehensive income	その他の包括利益累計額合計	151,811	97,739
Non-controlling interests	非支配株主持分	43	131
<b>Total net assets</b>	<b>純資産の部合計</b>	<b>958,833</b>	<b>941,066</b>
<b>Total liabilities and net assets</b>	<b>負債及び純資産の部合計</b>	<b>27,510,013</b>	<b>29,171,912</b>

## (2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income

## Consolidated Statements of Income

(millions of Yen)

Item	科目 (Japanese)	FY2020	FY2021
<b>Ordinary income:</b>	<b>経常収益</b>	274,754	280,427
Interest income	資金運用収益	187,467	191,495
Interest on loans and discounts	(うち貸出金利息)	148,913	147,708
Interest and dividends on securities	(うち有価証券利息配当金)	35,350	35,847
Trust fees	信託報酬	0	0
Fees and commissions	役務取引等収益	56,352	60,608
Trading income	特定取引収益	758	1,204
Other operating income	その他業務収益	22,082	21,327
Other income	その他経常収益	8,092	5,791
<b>Ordinary expenses:</b>	<b>経常費用</b>	214,327	204,341
Interest expenses	資金調達費用	12,618	10,278
Interest on deposits	(うち預金利息)	1,253	943
Fees and commissions payments	役務取引等費用	24,528	24,913
Other operating expenses	その他業務費用	12,281	18,310
General and administrative expenses	営業経費	150,284	141,978
Other expenses	その他経常費用	14,615	8,859
<b>Ordinary profit</b>	<b>経常利益</b>	60,427	76,086
Extraordinary income	特別利益	264	231
Gain on disposal of noncurrent assets	固定資産処分益	264	231
Extraordinary loss	特別損失	1,360	1,155
Loss on disposal of noncurrent assets	固定資産処分損	679	860
Impairment loss	減損損失	678	294
Transfer to reserve for financial products transaction liabilities	金融商品取引責任準備金繰入額	1	0
<b>Income before income taxes:</b>	<b>税金等調整前当期純利益</b>	59,330	75,162
Current	法人税、住民税及び事業税	14,884	19,238
Deferred	法人税等調整額	(141)	1,766
Total income taxes	法人税等合計	14,743	21,005
Net income	当期純利益	44,586	54,157
Net income (loss) attributable to non-controlling interests	非支配株主に帰属する当期純利益又は 非支配株主に帰属する当期純損失	(60)	38
<b>Net income attributable to owners of the parent</b>	<b>親会社株主に帰属する当期純利益</b>	44,647	54,118

## Consolidated Statements of Comprehensive Income

(millions of Yen)

Item	科目 (Japanese)	FY2020	FY2021
Net income	当期純利益	44,586	54,157
Other comprehensive income	その他の包括利益	77,300	(54,044)
Valuation difference on available-for-sale securities	その他有価証券評価差額金	47,148	(62,532)
Deferred gains or losses on hedges	繰延ヘッジ損益	15,733	14,963
Remeasurements of defined benefit plans	退職給付に係る調整額	14,418	(6,475)
Total comprehensive income	包括利益	121,887	112
(Breakdown)	(内訳)		
Comprehensive income attributable to owners of the parent	親会社株主に係る包括利益	121,948	74
Comprehensive income attributable to non-controlling interests	非支配株主に係る包括利益	(60)	38

## (3) Consolidated Statements of Changes in Net Assets

FY2020

(millions of Yen)

Item	科目 (Japanese)	Shareholders' equity				
		株主資本				
		Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
		資本金	資本剰余金	利益剰余金	自己株式	株主資本合計
Balance as of Mar 31, 2020	当期首残高	124,799	141,418	514,682	(2,446)	778,454
Changes during the period:	当期変動額					
Dividends from surplus	剰余金の配当			(16,158)		(16,158)
Net income attributable to owners of the parent	親会社株主に帰属する当期純利益			44,647		44,647
Acquisition of treasury stock	自己株式の取得				(7)	(7)
Disposition of treasury stock	自己株式の処分		(0)		0	0
Transfer from revaluation reserve for land	土地再評価差額金の取崩			73		73
Increase of consolidated subsidiaries	連結子会社の増資による持分の増減		(31)			(31)
Net changes of items other than shareholders' equity	株主資本以外の項目の当期変動額(純額)					
Total changes during the period	当期変動額合計	—	(31)	28,562	(7)	28,523
Balance as of Mar 31, 2021	当期末残高	124,799	141,387	543,245	(2,453)	806,978

		Accumulated other comprehensive income					Non-controlling interests	Total net assets
		その他の包括利益累計額						
		Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
		その他有価証券評価差額金	繰延ヘッジ損益	土地再評価差額金	退職給付に係る調整累計額	その他の包括利益累計額合計		
Balance as of Mar 31, 2020	当期首残高	65,358	(32,547)	51,495	(9,721)	74,584	23	853,062
Changes during the period:	当期変動額							
Dividends from surplus	剰余金の配当							(16,158)
Net income attributable to owners of the parent	親会社株主に帰属する当期純利益							44,647
Acquisition of treasury stock	自己株式の取得							(7)
Disposition of treasury stock	自己株式の処分							0
Transfer from revaluation reserve for land	土地再評価差額金の取崩							73
Increase of consolidated subsidiaries	連結子会社の増資による持分の増減							(31)
Net changes of items other than shareholders' equity	株主資本以外の項目の当期変動額(純額)	47,148	15,733	(73)	14,418	77,227	20	77,247
Total changes during the period	当期変動額合計	47,148	15,733	(73)	14,418	77,227	20	105,771
Balance as of Mar 31, 2021	当期末残高	112,506	(16,814)	51,422	4,696	151,811	43	958,833

FY2021

(millions of Yen)

Item	科目 (Japanese)	Shareholders' equity					Total shareholders' equity
		株主資本					
		Capital stock	Capital surplus	Retained earnings	Treasury stock		
		資本金	資本剰余金	利益剰余金	自己株式	株主資本合計	
Balance as of Mar 31, 2021	当期末残高	124,799	141,387	543,245	(2,453)	806,978	
Cumulative effects of changes in accounting policies	会計方針の変更による累積的影響額			(913)		(913)	
Restated balance	会計方針の変更を反映した当期末残高	124,799	141,387	542,332	(2,453)	806,065	
Changes during the period:	当期変動額						
Dividends from surplus	剰余金の配当			(17,108)		(17,108)	
Net income attributable to owners of the parent	親会社株主に帰属する当期純利益			54,118		54,118	
Acquisition of treasury stock	自己株式の取得				(8)	(8)	
Disposition of treasury stock	自己株式の処分		(0)		0	0	
Transfer from revaluation reserve for land	土地再評価差額金の取崩			27		27	
Increase of consolidated subsidiaries	連結子会社の増資による持分の増減		100			100	
Net changes of items other than shareholders' equity	株主資本以外の項目の当期変動額(純額)						
Total changes during the period	当期変動額合計	—	100	37,037	(8)	37,129	
Balance as of Mar 31, 2022	当期末残高	124,799	141,487	579,369	(2,461)	843,195	

		Accumulated other comprehensive income					Non-controlling interests	Total net assets
		その他の包括利益累計額						
		Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
		その他有価証券評価差額金	繰延ヘッジ損益	土地再評価差額金	退職給付に係る調整累計額	その他の包括利益累計額合計		
Balance as of Mar 31, 2021	当期末残高	112,506	(16,814)	51,422	4,696	151,811	43	958,833
Cumulative effects of changes in accounting policies	会計方針の変更による累積的影響額							(913)
Restated balance	会計方針の変更を反映した当期末残高	112,506	(16,814)	51,422	4,696	151,811	43	957,920
Changes during the period:	当期変動額							
Dividends from surplus	剰余金の配当							(17,108)
Net income attributable to owners of the parent	親会社株主に帰属する当期純利益							54,118
Acquisition of treasury stock	自己株式の取得							(8)
Disposition of treasury stock	自己株式の処分							0
Transfer from revaluation reserve for land	土地再評価差額金の取崩							27
Increase of consolidated subsidiaries	連結子会社の増資による持分の増減							100
Net changes of items other than shareholders' equity	株主資本以外の項目の当期変動額(純額)	(62,532)	14,963	(27)	(6,475)	(54,071)	87	(53,983)
Total changes during the period	当期変動額合計	(62,532)	14,963	(27)	(6,475)	(54,071)	87	(16,853)
Balance as of Mar 31, 2022	当期末残高	49,973	(1,850)	51,395	(1,778)	97,739	131	941,066

# Financial Digest for the FY2021

May 13, 2022

Contents	Page
<b>1</b> Gain and loss	7~9
<b>2</b> Assets and liabilities	
(1) Loans	10
(2) Deposits	11
(3) Asset management products	12
(4) Marketable securities	13
<b>3</b> Non-performing loans	14
<b>4</b> Overhead expenses・Credit cost	14
<b>5</b> Capital adequacy ratio	15
<b>6</b> Projections	15

**[3 banks' total]:**

The sum of non-consolidated figures of the Bank of Fukuoka, the Kumamoto Bank, and the Juhachi-Shinwa Bank  
 (Note) The former Shinwa Bank and the former Eighteenth Bank merged on October 1, 2020, forming the Juhachi-Shinwa Bank.  
 Figures of both banks before the merger were simply added up for this report.

This report contains forward-looking statements and other forward-looking information relating to the company (the “forward-looking statements”). The forward-looking statements are not historical facts and include, reflect or are otherwise based upon, among other things, the company’s current estimations, projections, views, policies, business strategies, targets, expectations, assumptions and evaluations with respect to general economic conditions, the results of operations, the financial condition, the company’s management in general and other future events. Accordingly, they are inherently susceptible to uncertainties, risks and changes in circumstances and are not guarantees of future performance.

Some forward-looking statements represent targets that the company’s management will strive to achieve through the successful implementation of the company’s business strategies. The company may not be successful in implementing its business strategy, and actual results may differ materially, for a wide range of possible reasons.

# 1. Gain and loss

	3 banks' total			FFG (consolidated)		
				(¥ mil.)		
	【 announced projections 】					
	FY2021	Comparison	FY2020	FY2021	Comparison	FY2020
Gross business profit	204,938	2,403	202,535	221,133	3,899	217,234
Net interest income	184,827	5,871	178,956	181,217	6,368	174,849
Domestic	169,672	2,301	167,371	166,540	2,898	163,642
International	15,154	3,569	11,585	14,676	3,470	11,206
Net fees and commissions	24,934	4,447	20,487	35,695	3,870	31,825
Net trading income	0	(7)	7	1,204	446	758
Net other operating income	(4,823)	(7,907)	3,084	3,016	(6,785)	9,801
Gains (losses) on sales (redemptions) of bonds	(8,011)	(8,506)	495	(8,015)	(8,483)	468
Overhead expenses (-)	115,414	(6,947)	122,361	142,867	(5,614)	148,481
Business profit (before transfer to general reserve for possible loan losses)	89,523	9,349	80,174	78,265	9,512	68,753
① Transfer to general reserve for possible loan losses (-)	822	13,010	(12,188)	401	13,437	(13,036)
<b>Business profit</b>	88,701	(3,661)	92,362	77,864	(3,925)	81,789
<b>Core business profit</b> [94,000]	97,535	17,857	79,678	86,281	17,997	68,284
Core business profit (excluding gains (losses) on cancellation of investment trusts)	97,583	17,976	79,607	86,430	18,177	68,253
Other operating profit (loss)	3,159	21,888	(18,729)	(1,777)	19,585	(21,362)
② Credit cost for disposal of non-performing loans (-)	724	(11,737)	12,461	2,708	(11,826)	14,534
Net transfer to specific reserve for possible loan losses (-)	1,210	(11,295)	12,505	3,218	(11,368)	14,586
Reversal of allowance for loan losses	—	—	—	—	—	—
Recoveries of written-off claims	770	390	380	771	385	386
<b>Total credit cost ①+② (-)</b> [3,200]	1,546	1,274	272	3,109	1,611	1,498
Gains (losses) on stocks	5,227	192	5,035	2,686	(2,016)	4,702
Others	(1,344)	9,960	(11,304)	(1,755)	9,774	(11,529)
<b>Ordinary profit</b> [94,200]	91,860	18,228	73,632	76,086	15,659	60,427
Extraordinary profit (loss)	(1,009)	747	(1,756)	(924)	172	(1,096)
Income (loss) before income taxes	90,850	18,974	71,876	75,162	15,832	59,330
Total income taxes (-)	22,078	7,547	14,531	21,005	6,262	14,743
Net income [68,400]	68,772	11,427	57,345	54,157	9,571	44,586
Net income attributable to non-controlling interests (-)	—	—	—	38	98	(60)
<b>Net income attributable to owners of the parent</b> [53,000]	68,772	11,427	57,345	54,118	9,471	44,647

<Notes> The notes described below are also applied to subsidiary banks (p8-9).

- “( )”denotes minus.
- Core business profit  
= Business profit + Transfer to general reserve for possible loan losses – Gains (losses) on sales (redemptions) of bonds
- When the total transfer from general and specific reserves for possible loan losses exceeds the transfer to them, the difference is posted as “reversal of allowance for loan losses” under the other operating profit. Numbers in square brackets are amounts before netting.

Reference (¥ bil.)	FY2021	FY2020	Comparison
Net income (3 banks' total)	68.8	57.3	11.4
FFG non-consolidated	(10.0)	(14.6)	4.7
Profit (loss) of subsidiary companies (including Minna Bank)	(3.6)	3.7	(7.3)
Other consolidation adjustments	(1.0)	(1.8)	0.8
<b>FFG's consolidated net income</b>	54.1	44.6	9.5

## Summary

**Core business profit (3 banks' total) ¥97.5 billion**

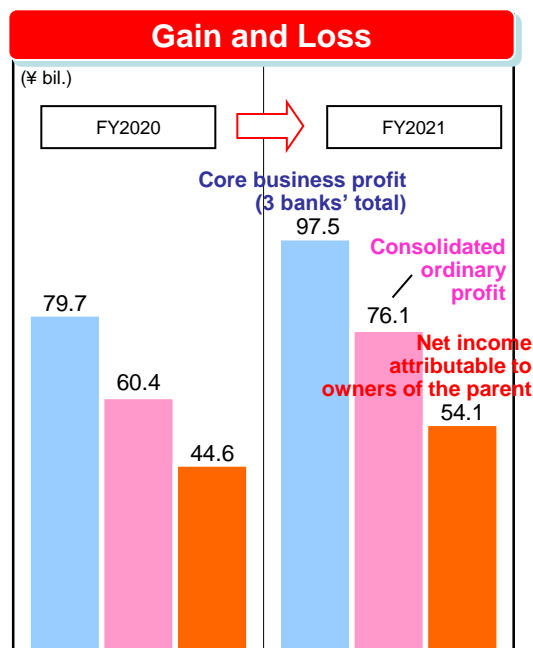
- Core business profit increased ¥17.9 billion from a year earlier to ¥97.5 billion mainly due to increases in net interest income and net fees and commissions as well as a decrease in overhead expenses.

**Consolidated ordinary profit ¥76.1 billion**

- In spite of a decrease in gains on sales of bonds, consolidated ordinary profit increased ¥15.7 billion from a year earlier to ¥76.1 billion mainly due to an increase in core business profit.

**Net income attributable to owners of the parent ¥54.1 billion**

- As a result, net income attributable to owners of the parent increased ¥9.5 billion from a year earlier to ¥54.1 billion.





## The Bank of Fukuoka (non-consolidated)

(¥ mil.)

	【 announced projections 】	FY2021	FY2020	Comparison
Gross business profit		137,947	133,894	4,053
Net interest income		121,650	115,113	6,537
Domestic		109,258	105,858	3,400
International		12,391	9,254	3,137
Net fees and commissions		18,866	15,686	3,180
Net trading income		0	7	(7)
Net other operating income		(2,569)	3,087	(5,656)
Gains (losses) on sales (redemptions) of bonds		(5,558)	459	(6,017)
Overhead expenses (-)		66,967	68,381	(1,414)
Business profit (before transfer to general reserve for possible loan losses)		70,980	65,512	5,468
① Transfer to general reserve for possible loan losses (-)		1,061	(9,991)	11,052
<b>Business profit</b>		69,918	75,504	(5,586)
<b>Core business profit</b>	[73,600]	76,538	65,053	11,485
Core business profit (excluding gains (losses) on cancellation of investment trusts)		76,422	64,783	11,639
Other operating profit (loss)		3,404	(9,855)	13,259
② Credit cost for disposal of non-performing loans (-)		(564)	12,351	(12,915)
Net transfer to specific reserve for possible loan losses (-)		(513)	12,476	(12,989)
Reversal of allowance for loan losses		—	—	—
Recoveries of written-off claims		127	217	(90)
<b>Total credit cost ①+② (-)</b>	[700]	497	2,359	(1,862)
Gains (losses) on stocks		2,467	4,644	(2,177)
Others		373	(2,148)	2,521
<b>Ordinary profit</b>	[76,600]	73,323	65,648	7,675
Extraordinary profit (loss)		(178)	(178)	0
Income (loss) before income taxes		73,145	65,469	7,676
Total income taxes (-)		20,352	15,950	4,402
<b>Net income</b>	[55,100]	52,792	49,519	3,273

## The Kumamoto Bank (non-consolidated)

(¥ mil.)

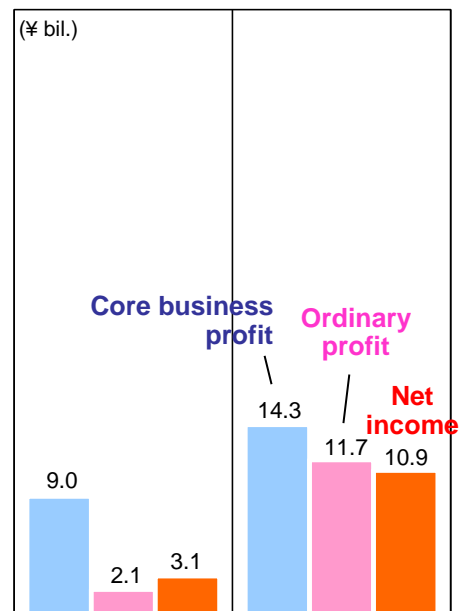
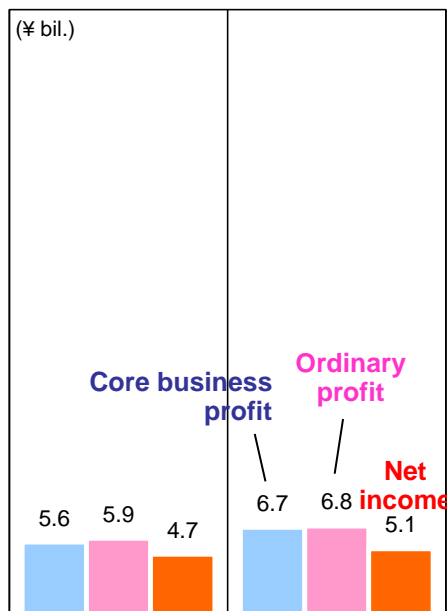
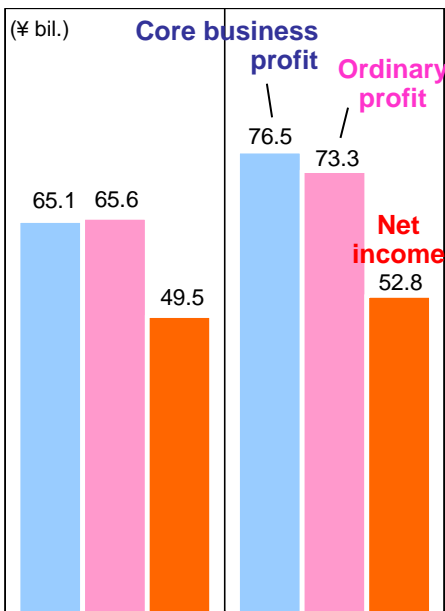
	【 announced projections 】	FY2021	FY2020	Comparison
Gross business profit		19,425	18,889	536
Net interest income		18,444	17,830	614
Domestic		18,440	17,824	616
International		4	5	(1)
Net fees and commissions		1,298	987	311
Net other operating income		(317)	70	(387)
Gains (losses) on sales (redemptions) of bonds		(368)	9	(377)
Overhead expenses (-)		13,114	13,270	(156)
Business profit (before transfer to general reserve for possible loan losses)		6,310	5,618	692
① Transfer to general reserve for possible loan losses (-)		∴ [(1,293)] —	∴ [(437)] —	—
<b>Business profit</b>		∴ 6,310	∴ 5,618	692
<b>Core business profit</b>	[6,400]	∴ 6,679	∴ 5,609	1,070
Core business profit (excluding gains (losses) on cancellation of investment trusts)		∴ 6,679	∴ 5,609	1,070
Other operating profit (loss)		∴ 492	∴ 313	179
② Credit cost for disposal of non-performing loans (-)		∴ (940)	∴ (912)	(28)
Net transfer to specific reserve for possible loan losses (-)		∴ [260] —	∴ [(559)] —	—
Reversal of allowance for loan losses		∴▶ 1,033	∴▶ 996	37
Recoveries of written-off claims		12	21	(9)
<b>Total credit cost ①+② (-)</b>	[400]	(940)	(912)	(28)
Gains (losses) on stocks		(103)	—	(103)
Others		(344)	(599)	255
<b>Ordinary profit</b>	[5,700]	6,803	5,931	872
Extraordinary profit (loss)		23	(191)	214
Income (loss) before income taxes		6,826	5,740	1,086
Total income taxes (-)		1,698	1,055	643
<b>Net income</b>	[4,200]	5,128	4,684	444

## The Juhachi-Shinwa Bank (non-consolidated)

(¥ mil.)

	【 announced projections 】	FY2021	FY2020	Comparison
Gross business profit		47,565	49,751	(2,186)
Net interest income		44,731	46,012	(1,281)
Domestic		41,974	43,687	(1,713)
International		2,757	2,324	433
Net fees and commissions		4,769	3,813	956
Net other operating income		(1,936)	(74)	(1,862)
Gains (losses) on sales (redemptions) of bonds		(2,085)	26	(2,111)
Overhead expenses (-)		35,332	40,709	(5,377)
Business profit (before transfer to general reserve for possible loan losses)		12,232	9,042	3,190
① Transfer to general reserve for possible loan losses (-)		1,053	∴ [(1,759)] -	1,053
Business profit		11,178	∴ 9,042	2,136
Core business profit	[14,000]	14,317	∴ 9,015	5,302
Core business profit (excluding gains (losses) on cancellation of investment trusts)		14,482	∴ 9,213	5,269
Other operating profit (loss)		554	∴ (6,990)	7,544
② Credit cost for disposal of non-performing loans (-)		935	∴ (1,174)	2,109
Net transfer to specific reserve for possible loan losses (-)		1,463	∴ [588] -	1,463
Reversal of allowance for loan losses		-	∴▶ 1,171	(1,171)
Recoveries of written-off claims		630	∴ 141	489
Total credit cost ①+② (-)	[2,100]	1,989	∴ (1,174)	3,163
Gains (losses) on stocks		2,863	∴ 391	2,472
Others		(1,373)	∴ (8,555)	7,182
Ordinary profit	[11,900]	11,733	∴ 2,052	9,681
Extraordinary profit (loss)		(854)	∴ (1,385)	531
Income (loss) before income taxes		10,879	∴ 666	10,213
Total income taxes (-)		28	∴ (2,474)	2,502
Net income	[9,100]	10,850	∴ 3,141	7,709

## Gain and Loss

The Bank of Fukuoka  
(non-consolidated)The Kumamoto Bank  
(non-consolidated)The Juhachi-Shinwa Bank  
(non-consolidated)

FY2020



FY2021

FY2020



FY2021

FY2020



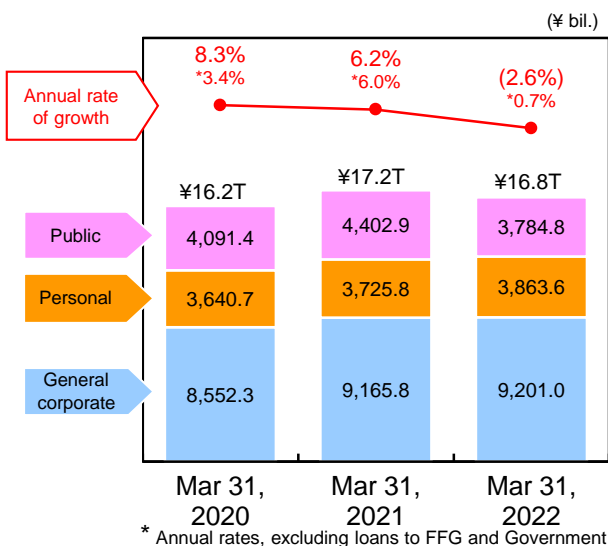
FY2021

## 2. Assets and liabilities

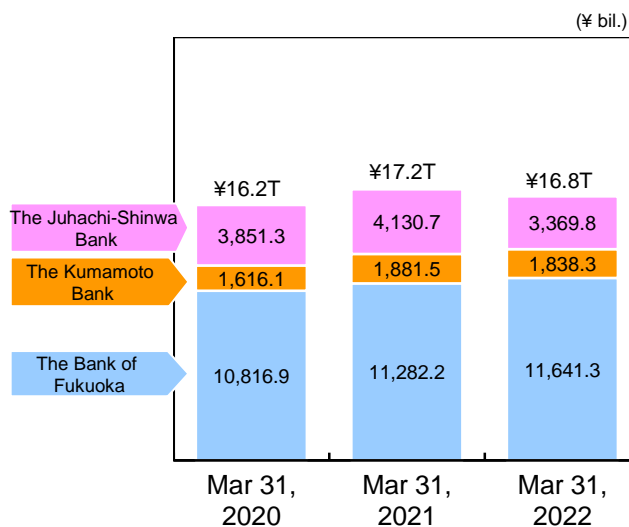
### (1) Loans

3 banks' total

Loans classified by customer segment  
(Term-end balance)



Loans classified by bank  
(Term-end balance)



(¥ mil.)

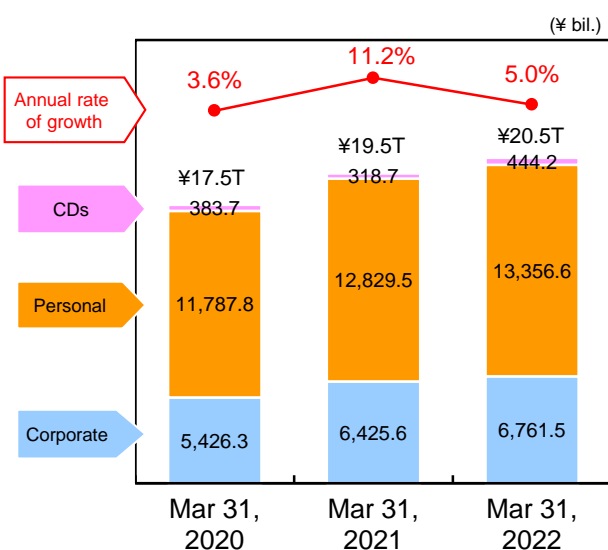
	Mar 31, 2022		change from Mar 31, 2021	change from Mar 31, 2020	Mar 31, 2021	Mar 31, 2020	
	annual rate of growth						
3 banks' total	Total loans	(2.6%)	16,849,556	(445,044)	565,024	17,294,600	16,284,532
	Personal segment	3.7%	3,863,672	137,872	222,927	3,725,800	3,640,745
	Corporate segment	(4.3%)	12,985,884	(582,913)	342,098	13,568,797	12,643,786
	General Corporate	0.4%	9,201,069	35,202	648,720	9,165,867	8,552,349
	Public Sector	(14.0%)	3,784,812	(618,116)	(306,622)	4,402,928	4,091,434
	Personal loans	3.8%	3,755,665	136,199	214,376	3,619,466	3,541,289
	Housing loans	4.2%	3,378,264	136,459	226,456	3,241,805	3,151,808
	Consumer loans	1.8%	318,588	5,563	(5,670)	313,025	324,258
The Bank of Fukuoka (non-consolidated)	Total loans	3.2%	11,641,307	359,020	824,308	11,282,287	10,816,999
	Personal segment	4.2%	2,443,659	97,904	148,585	2,345,755	2,295,074
	Corporate segment	2.9%	9,197,648	261,117	675,723	8,936,531	8,521,925
	General Corporate	0.5%	6,848,181	31,273	535,230	6,816,908	6,312,951
	Public Sector	10.8%	2,349,466	229,844	140,493	2,119,622	2,208,973
	Fukuoka prefecture	2.0%	7,887,020	156,977	668,942	7,730,043	7,218,078
	Personal loans	4.3%	2,375,443	97,529	148,014	2,277,914	2,227,429
	Housing loans	4.7%	2,130,470	96,103	150,425	2,034,367	1,980,045
Consumer loans	3.1%	206,215	6,160	3,649	200,055	202,566	
The Kumamoto Bank (non-consolidated)	Total loans	(2.3%)	1,838,356	(43,233)	222,214	1,881,589	1,616,142
	Personal segment	4.3%	544,085	22,519	44,308	521,566	499,777
	Corporate segment	(4.8%)	1,294,271	(65,751)	177,906	1,360,022	1,116,365
	General Corporate	(0.7%)	688,037	(5,137)	42,347	693,174	645,690
	Public Sector	(9.1%)	606,233	(60,615)	135,559	666,848	470,674
	Kumamoto prefecture	1.6%	1,272,031	20,337	84,538	1,251,694	1,187,493
	Personal loans	4.4%	522,859	22,251	44,333	500,608	478,526
	Housing loans	5.0%	489,190	23,278	47,440	465,912	441,750
Consumer loans	0.2%	29,748	62	(1,866)	29,686	31,614	
The Juhachi-Shinwa Bank (non-consolidated)	Total loans	(18.4%)	3,369,893	(760,831)	(481,498)	4,130,724	3,851,391
	Personal segment	2.0%	875,928	17,449	30,034	858,479	845,894
	Corporate segment	(23.8%)	2,493,965	(778,279)	(511,531)	3,272,244	3,005,496
	General Corporate	0.5%	1,664,851	9,066	71,143	1,655,785	1,593,708
	Public Sector	(48.7%)	829,113	(787,345)	(582,674)	1,616,458	1,411,787
	Nagasaki prefecture	0.3%	2,302,357	6,811	73,748	2,295,546	2,228,609
	Personal loans	2.0%	857,363	16,419	22,029	840,944	835,334
	Housing loans	2.3%	758,604	17,078	28,591	741,526	730,013
Consumer loans	(0.8%)	82,625	(659)	(7,453)	83,284	90,078	

<Note> The term-end balance of loans includes loans granted by the Bank of Fukuoka to FFG (¥123.3 billion at the end of March 2020, ¥123.3 billion at the end of March 2021, and ¥123.3 billion at the end of March 2022).

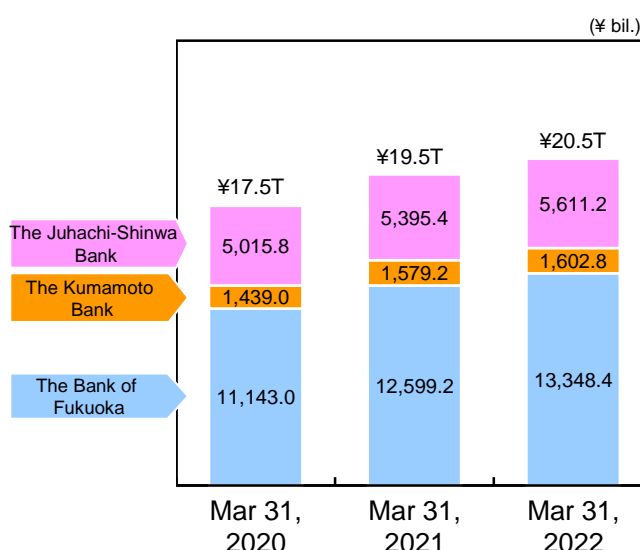
## (2) Deposits

3 banks' total

Deposits and CDs classified by customer segment  
(Term-end balance)



Deposits and CDs classified by bank  
(Term-end balance)

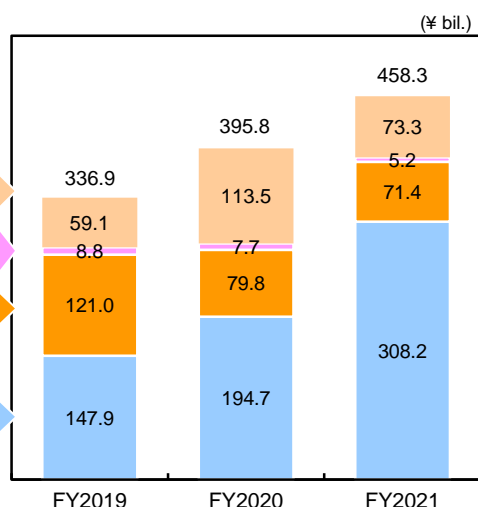


		Mar 31, 2022				Mar 31, 2021	Mar 31, 2020
		annual rate of growth		change from Mar 31, 2021	change from Mar 31, 2020		
3 banks' total	Personal deposits	4.1%	13,356,685	527,126	1,568,852	12,829,559	11,787,833
	Corporate deposits	5.2%	6,761,522	335,855	1,335,129	6,425,667	5,426,393
	Total	4.5%	20,118,209	862,982	2,903,980	19,255,227	17,214,229
	Demand	6.0%	15,040,271	857,162	3,091,713	14,183,109	11,948,558
	Time	0.1%	5,077,936	5,819	(187,734)	5,072,117	5,265,670
	CDs	39.4%	444,266	125,487	60,541	318,779	383,725
	Deposits and CDs	5.0%	20,562,475	988,468	2,964,521	19,574,007	17,597,954
The Bank of Fukuoka (non-consolidated)	Personal deposits	4.7%	8,521,764	381,667	1,127,785	8,140,097	7,393,979
	Corporate deposits	5.5%	4,518,065	237,389	984,336	4,280,676	3,533,729
	Total	5.0%	13,039,829	619,056	2,112,120	12,420,773	10,927,709
	Demand	5.6%	9,895,918	526,449	2,108,590	9,369,469	7,787,328
	Time	3.0%	3,143,910	92,606	3,530	3,051,304	3,140,380
	CDs	72.9%	308,581	130,134	93,217	178,447	215,364
	Deposits and CDs	5.9%	13,348,410	749,190	2,205,337	12,599,220	11,143,073
Fukuoka prefecture	4.1%	12,142,529	475,619	2,028,938	11,666,910	10,113,591	
The Kumamoto Bank (non-consolidated)	Personal deposits	2.6%	1,172,874	30,046	99,049	1,142,828	1,073,825
	Corporate deposits	(1.5%)	429,371	(6,495)	65,096	435,866	364,275
	Total	1.5%	1,602,246	23,551	164,145	1,578,695	1,438,101
	Demand	4.8%	1,089,455	50,237	217,547	1,039,218	871,908
	Time	(4.9%)	512,791	(26,685)	(53,402)	539,476	566,193
	CDs	0.0%	600	0	(346)	600	946
	Deposits and CDs	1.5%	1,602,846	23,551	163,799	1,579,295	1,439,047
Kumamoto prefecture	1.5%	1,513,224	23,051	159,499	1,490,173	1,353,725	
The Juhachi-Shinwa Bank (non-consolidated)	Personal deposits	3.3%	3,662,047	115,413	342,018	3,546,634	3,320,029
	Corporate deposits	6.1%	1,814,086	104,961	285,697	1,709,125	1,528,389
	Total	4.2%	5,476,134	220,375	627,715	5,255,759	4,848,419
	Demand	7.4%	4,054,898	280,476	765,576	3,774,422	3,289,322
	Time	(4.1%)	1,421,235	(60,102)	(137,862)	1,481,337	1,559,097
	CDs	(3.3%)	135,085	(4,647)	(32,330)	139,732	167,415
	Deposits and CDs	4.0%	5,611,219	215,727	595,385	5,395,492	5,015,834
Nagasaki prefecture	4.5%	5,078,661	220,675	615,301	4,857,986	4,463,360	

### (3) Asset management products

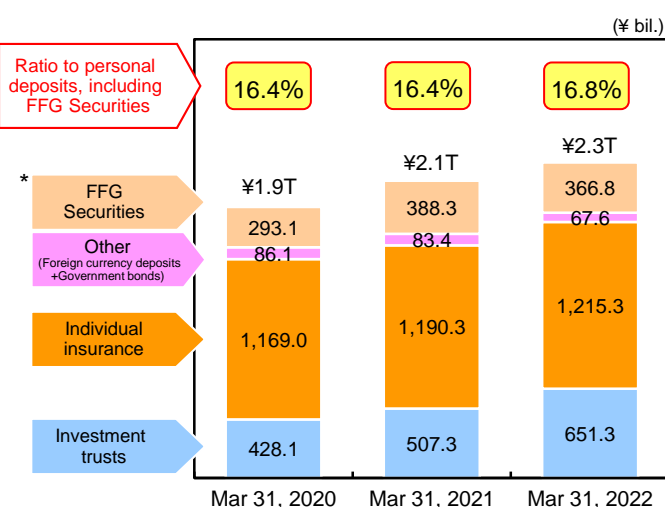
#### Group's total

#### Sales of asset management products



Ratio to personal deposits, including FFG Securities

#### Outstanding balance of assets under management for individual customers



\* Figures of FFG Securities are the total sales of investment trusts and bonds.

\* Figures of FFG Securities are the total balance of individual investment trusts, stocks and bonds.

#### Sales of asset management products

#### Outstanding balance of assets under management for individual customers

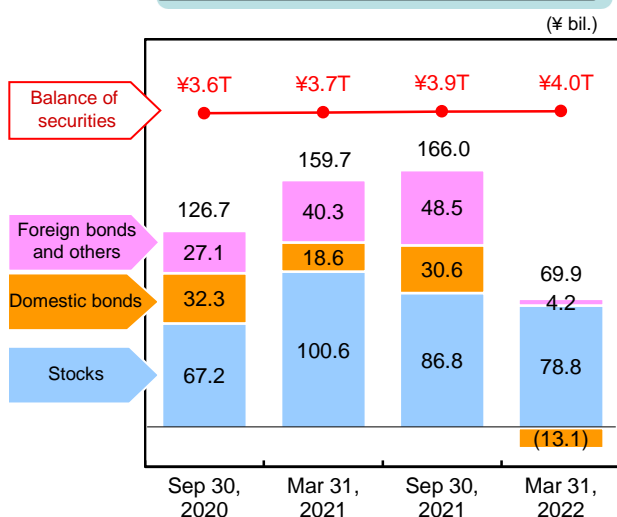
		FY2021		FY2020		FY2019		Mar 31, 2022		Mar 31, 2021	Mar 31, 2020
			change from FY2020	change from FY2019				Change from Mar 31, 2021	Change from Mar 31, 2020		
Group's total	Investment trusts	308.2	113.5	160.3	194.7	147.9	651.3	144.0	223.2	507.3	428.1
	Individual insurance	71.4	(8.4)	(49.6)	79.8	121.0	1,215.3	25.0	46.3	1,190.3	1,169.0
	Foreign currency deposits	1.8	(3.0)	(3.9)	4.8	5.7	29.2	(7.2)	(3.0)	36.4	32.2
	Government bonds	3.4	0.6	0.4	2.8	3.0	38.4	(8.6)	(15.4)	47.0	53.8
	FFG Securities	73.3	(40.2)	14.2	113.5	59.1	366.8	(21.5)	73.7	388.3	293.1
	Total	458.3	62.5	121.4	395.8	336.9	2,301.2	131.8	324.7	2,169.4	1,976.5
	Ratio to personal deposits						16.8%	0.4%	0.4%	16.4%	16.4%
The Bank of Fukuoka (non-consolidated)	Investment trusts	181.7	59.2	100.4	122.5	81.3	404.4	92.9	152.9	311.5	251.5
	Individual insurance	33.1	(2.2)	(41.6)	35.3	74.7	689.4	13.7	15.9	675.7	673.5
	Foreign currency deposits	1.4	(2.6)	(3.1)	4.0	4.5	21.9	(5.5)	(2.1)	27.4	24.0
	Government bonds	2.5	0.3	0.4	2.2	2.1	28.4	(6.1)	(11.5)	34.5	39.9
	Total	218.9	54.7	56.1	164.2	162.8	1,144.2	95.1	155.2	1,049.1	989.0
	Ratio to personal deposits						13.4%	0.5%	0.0%	12.9%	13.4%
The Kumamoto Bank (non-consolidated)	Investment trusts	45.9	16.9	22.6	29.0	23.3	83.6	16.8	25.5	66.8	58.1
	Individual insurance	10.9	(4.5)	(3.3)	15.4	14.2	147.4	2.7	5.5	144.7	141.9
	Foreign currency deposits	0.0	(0.4)	(0.5)	0.4	0.5	2.2	(0.5)	(0.2)	2.7	2.4
	Government bonds	0.0	0.0	0.0	0.0	0.0	0.8	(0.2)	(0.2)	1.0	1.0
	Total	57.0	12.1	18.9	44.9	38.1	234.2	18.9	30.7	215.3	203.5
Ratio to personal deposits						20.0%	1.2%	1.0%	18.8%	19.0%	
The Juhachi-Shinwa Bank (non-consolidated)	Investment trusts	80.5	37.4	37.4	43.1	43.1	163.2	34.3	44.7	128.9	118.5
	Individual insurance	27.4	(1.5)	(4.6)	28.9	32.0	378.5	8.7	24.9	369.8	353.6
	Foreign currency deposits	0.2	(0.1)	(0.4)	0.3	0.6	4.9	(1.3)	(0.8)	6.2	5.7
	Government bonds	0.7	0.2	(0.2)	0.5	0.9	9.0	(2.4)	(3.8)	11.4	12.8
	Total	109.0	36.0	32.3	73.0	76.7	555.9	39.3	65.2	516.6	490.7
Ratio to personal deposits						15.2%	0.6%	0.4%	14.6%	14.8%	

<Notes> 1. The sales of investment trusts include those to corporate customers, but the others are the sales only to individuals.  
2. The sales of individual insurance don't include level premium insurance besides prepaid contracts.

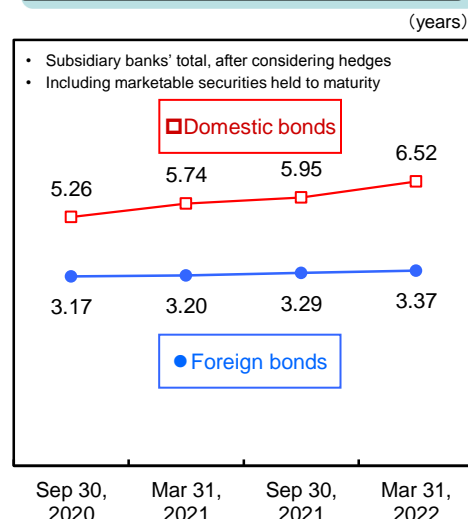
## (4) Marketable securities

FFG (consolidated)

## Unrealized gain



## Bond duration



(¥ mil.)

		Mar 31, 2022						Sep 30, 2021		Mar 31, 2021	
		Market value	change from Sep 30, 2021	change from Mar 31, 2021	Unrealized gain(loss)	change from Sep 30, 2021	change from Mar 31, 2021	Market value	Unrealized gain(loss)	Market value	Unrealized gain(loss)
FFG (consolidated)	Total	4,023,663	71,572	263,585	69,924	(96,132)	(89,794)	3,952,091	166,056	3,760,078	159,718
	Stocks	176,207	(5,398)	(18,519)	78,826	(7,992)	(21,869)	181,605	86,818	194,726	100,695
	Domestic bonds	2,541,345	(61,223)	2,037	(13,147)	(43,821)	(31,838)	2,602,568	30,674	2,539,308	18,691
	National government bonds	1,923,318	(58,770)	32,672	(10,205)	(39,385)	(28,177)	1,982,088	29,180	1,890,646	17,972
	Local government bonds	141,332	(10,941)	(14,552)	(633)	(773)	(696)	152,273	140	155,884	63
	Corporate bonds	476,694	8,488	(16,084)	(2,307)	(3,661)	(2,962)	468,206	1,354	492,778	655
	Foreign bonds and Others	1,306,110	138,192	280,067	4,244	(44,318)	(36,087)	1,167,918	48,562	1,026,043	40,331
The Bank of Fukuoka (consolidated)	Total	2,677,575	50,528	230,879	68,530	(68,873)	(67,025)	2,627,047	137,403	2,446,696	135,555
	Stocks	139,840	(2,669)	(14,752)	74,148	(4,582)	(17,334)	142,509	78,730	154,592	91,482
	Domestic bonds	1,564,740	(47,399)	37,564	(6,289)	(31,963)	(22,567)	1,612,139	25,674	1,527,176	16,278
	National government bonds	1,255,413	(47,626)	53,734	(4,639)	(29,511)	(20,525)	1,303,039	24,872	1,201,679	15,886
	Local government bonds	60,247	(5,198)	(11,366)	(471)	(481)	(410)	65,445	10	71,613	(61)
	Corporate bonds	249,079	5,424	(4,805)	(1,178)	(1,969)	(1,631)	243,655	791	253,884	453
	Foreign bonds and Others	972,993	100,595	208,067	672	(32,326)	(27,123)	872,398	32,998	764,926	27,795
The Kumamoto Bank (non-consolidated)	Total	155,852	14,290	27,597	454	(2,001)	(2,089)	141,562	2,455	128,255	2,543
	Stocks	1,633	(336)	(562)	681	(336)	(561)	1,969	1,017	2,195	1,242
	Domestic bonds	149,419	14,789	23,359	(141)	(1,604)	(1,441)	134,630	1,463	126,060	1,300
	National government bonds	129,123	14,479	25,172	(267)	(1,549)	(1,340)	114,644	1,282	103,951	1,073
	Local government bonds	1,529	87	81	1	(8)	(9)	1,442	9	1,448	10
	Corporate bonds	18,766	223	(1,893)	124	(48)	(92)	18,543	172	20,659	216
	Foreign bonds and Others	4,799	(163)	4,799	(85)	(60)	(85)	4,962	(25)	-	-
The Juhachi-Shinwa Bank (consolidated)	Total	1,187,165	6,878	3,224	32,755	(26,777)	(23,873)	1,180,287	59,532	1,183,941	56,628
	Stocks	34,732	(2,394)	(3,206)	13,520	(3,325)	(4,224)	37,126	16,845	37,938	17,744
	Domestic bonds	824,115	(28,488)	(60,771)	5,935	(11,424)	(10,355)	852,603	17,359	884,886	16,290
	National government bonds	535,711	(25,499)	(48,119)	5,103	(9,149)	(8,173)	561,210	14,252	583,830	13,276
	Local government bonds	79,554	(5,831)	(3,267)	600	(410)	(538)	85,385	1,010	82,821	1,138
	Corporate bonds	208,849	2,842	(9,385)	231	(1,865)	(1,644)	206,007	2,096	218,234	1,875
	Foreign bonds and Others	328,316	37,759	67,200	13,299	(12,028)	(9,294)	290,557	25,327	261,116	22,593

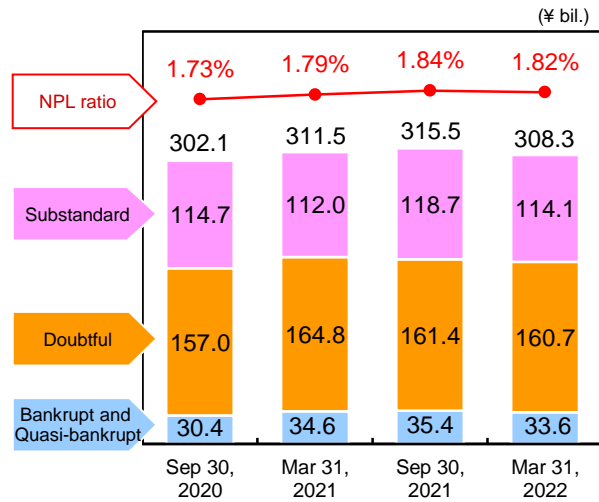
### 3. Non-performing loans

(Direct write-off is adopted)

3 banks' total

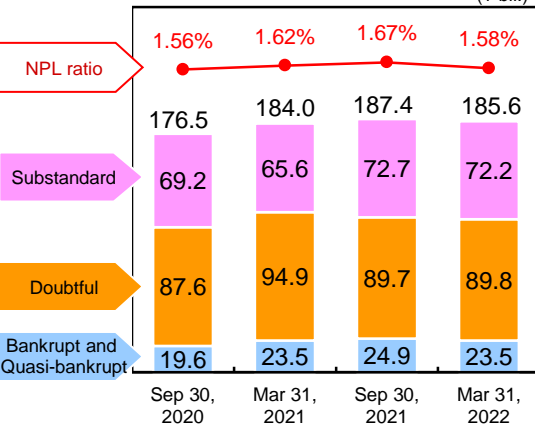
(¥ mil.)

	Mar 31, 2022	change from Sep 30, 2021	change from Mar 31, 2021	Sep 30, 2021	Mar 31, 2021
NPLs under the FRL	308,332	(7,151)	(3,119)	315,483	311,451
Bankrupt and Quasi-bankrupt	33,552	(1,875)	(1,093)	35,427	34,645
Doubtful	160,698	(669)	(4,106)	161,367	164,804
Substandard	114,077	(4,609)	2,078	118,686	111,999
Ratio of NPLs under the FRL to the total credits	1.82%	(0.02%)	0.03%	1.84%	1.79%



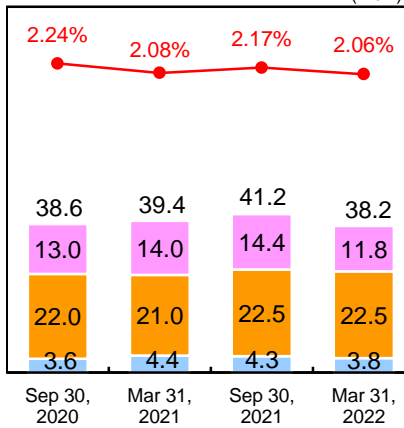
#### The Bank of Fukuoka (non-consolidated)

(¥ bil.)



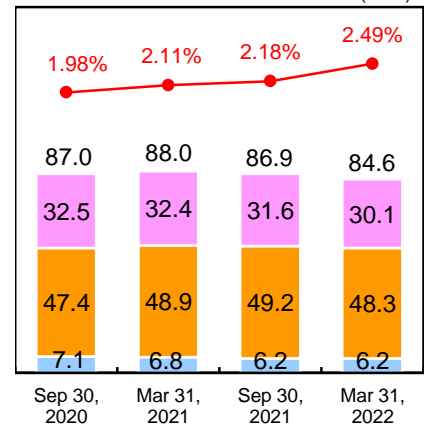
#### The Kumamoto Bank (non-consolidated)

(¥ bil.)



#### The Juhachi-Shinwa Bank (non-consolidated)

(¥ bil.)

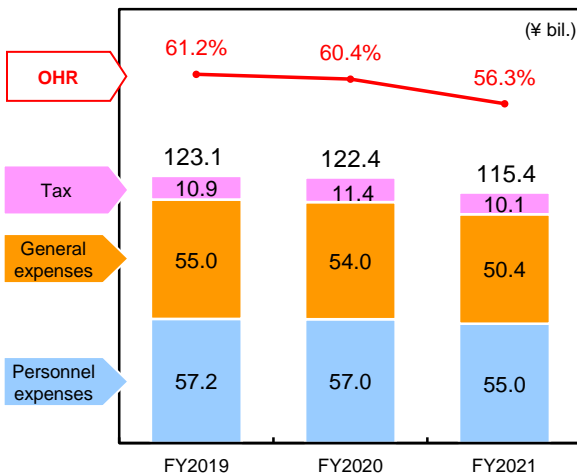


### 4. Overhead expenses • Credit cost

3 banks' total

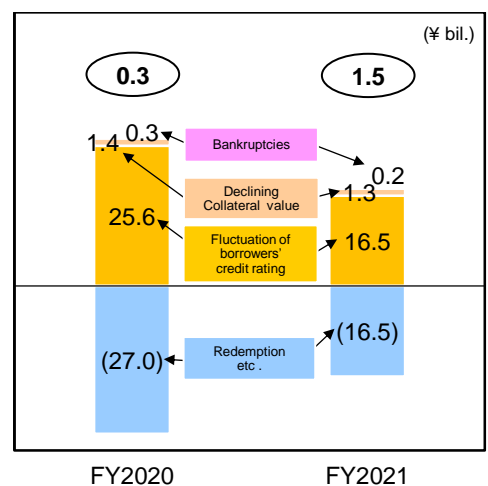
#### Overhead expenses • OHR

(¥ bil.)



#### Composition of credit cost

(¥ bil.)



## 5. Capital adequacy ratio

FFG (consolidated)

The Domestic standard

- Consolidated capital adequacy ratio: 10.67%.
- Capital adequacy on its structure based on Pillar 3, market discipline, is disclosed on our website (<https://www.fukuoka-fg.com/investor/library/earnings.html>). (This information is Japanese only.)

(¥ mil.)

	Mar 31, 2022			Sep 30, 2021	Mar 31, 2021
	[preliminary]	Change from Sep 30, 2021	Change from Mar 31, 2021		
①Total capital ratio ④/⑤	10.67%	(0.12%)	(0.01%)	10.79%	10.68%
②Core capital	883,921	(1,565)	16,267	885,486	867,654
③Deduction	31,924	(1,603)	950	33,527	30,974
④Total capital ②-③	851,997	39	15,318	851,958	836,679
⑤Risk adjusted assets	7,983,870	92,286	154,402	7,891,584	7,829,468

## 6. Projections

- By striving to strengthen our core business and to realize the effect of investments in growth including one in Digital Transformation (DX) based on the "7th Mid-Term Management Plan" launched in FY2022, we will contribute to sustainable local economic development. Our business performance outlook is as follows.

FFG (consolidated)

(¥ bil.)

	FY2022 Projection		FY2021 Results
		Interim Results	
Consolidated ordinary profit	83.0	40.5	76.1
FFG(consolidated)Net income	57.0	28.0	54.1

(¥ bil.)

	FY2022 Projection		FY2021 Simple total
Net income(3 banks' total)	72.7		68.8
Consolidation adjustments	(15.7)		(14.7)
FFG(consolidated)Net income	57.0		54.1

<Reference> • Projections on a subsidiary basis are as follows.

(¥ bil.)

	FY2022(Projection)					Comparison	FY2021 3 banks' total
	3 banks' total	3 banks' total			Comparison		
		The Bank of Fukuoka	The Kumamoto Bank	The Juhachi-Shinwa Bank			
Core business profit	100.0	77.4	7.0	15.5	2.5	97.5	
Ordinary profit	99.7	79.9	6.0	13.7	7.8	91.9	
Net income	72.7	57.6	4.5	10.6	3.9	68.8	
Credit cost (-)	6.0	3.5	0.8	1.7	4.5	1.5	

(¥ bil.)

	FY2022 Interim(Projection)					Comparison	FY2021 Interim 3 banks' total
	3 banks' total	3 banks' total			Comparison		
		The Bank of Fukuoka	The Kumamoto Bank	The Juhachi-Shinwa Bank			
Core business profit	49.8	38.5	3.5	7.9	1.8	48.0	
Ordinary profit	49.8	39.9	3.0	6.9	1.1	48.7	
Net income	36.3	28.7	2.3	5.3	0.8	35.5	
Credit cost (-)	3.0	1.8	0.4	0.9	2.7	0.3	

<Note> The projections above were determined based on available information at present, and therefore they may be subject to change.