

Fukuoka Financial Group, Inc.

Financial Digest for Fiscal Year 2022, ended March 31, 2023



| | |
|--|---|
| Stock Exchange Listing: | Tokyo, Fukuoka (code:8354) |
| URL: | https://www.fukuoka-fg.com/ |
| Representative: | Hisashi Goto, Director & President |
| For Inquiry: | Tepei Mizoe, Executive Officer, Corporate Planning Division |
| Date of General Meeting of Shareholders: | June 29, 2023 (scheduled) |
| Payment date of cash dividends: | June 30, 2023 (scheduled) |
| Filing date of Financial Statements: | June 29, 2023 (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, 2022 to March 31, 2023)

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

| | Ordinary Income | | Ordinary Profit | | Net Income attributable to owners of the parent | |
|--------|-----------------|------|-----------------|--------|---|--------|
| | ¥Million | % | ¥Million | % | ¥Million | % |
| FY2022 | 331,323 | 18.1 | 50,050 | (34.2) | 31,152 | (42.4) |
| FY2021 | 280,427 | 2.1 | 76,086 | 25.9 | 54,118 | 21.2 |

(Note) Comprehensive income FY2022: ¥(15,678) million [-%] FY2021: ¥112 million [(99.9)%]

| | Net Income per Share | Net Income per Share (Diluted) | Return on Equity | Ordinary Profit on Total Assets | Ordinary Profit on Ordinary Income |
|--------|----------------------|--------------------------------|------------------|---------------------------------|------------------------------------|
| | ¥ | ¥ | % | % | % |
| FY2022 | 165.54 | — | 3.4 | 0.2 | 15.1 |
| FY2021 | 284.69 | — | 5.7 | 0.3 | 27.1 |

(Reference) Equity in earnings of affiliates FY2022: None FY2021: None

(2) Consolidated Financial Position

| | Total Assets | Total Net Assets | Own Capital Ratio | Net Assets per Share |
|--------|--------------|------------------|-------------------|----------------------|
| | ¥Million | ¥Million | % | ¥ |
| FY2022 | 29,924,282 | 901,750 | 3.0 | 4,796.99 |
| FY2021 | 29,171,912 | 941,066 | 3.2 | 4,949.87 |

(Reference) Own capital FY2022: ¥900,413 million FY2021: ¥940,934 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 |
| FY2022 | (111,241) | 3,061 | (23,732) | 7,708,412 |
| FY2021 | 2,163,545 | (372,639) | (26,956) | 7,840,263 |

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 | % | % |
| FY2021 | — | 47.50 | — | 47.50 | 95.00 | 18,058 | 33.4 | 1.9 |
| FY2022 | — | 52.50 | — | 52.50 | 105.00 | 19,734 | 63.4 | 2.1 |
| FY2023 (projection) | — | 57.50 | — | 57.50 | 115.00 | | 35.4 | |

3. Consolidated Earnings Projections for Fiscal year 2023, (Year ending March 31, 2024)

(%: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 FY2023 | 45,000 | 1.6 | 30,500 | (0.8) | 162.49 |
| FY2023 | 90,000 | 79.8 | 61,000 | 95.8 | 324.98 |

4. Consolidated Financial Statements

(1) Consolidated Balance Sheets

(millions of Yen)

| Item | 科目 (Japanese) | As of Mar 31, 2022 | As of Mar 31, 2023 |
|--|--------------------|-----------------------|-----------------------|
| (Assets) | 資産の部 | | |
| Cash and due from banks | 現金預け金 | 7,849,025 | 7,713,590 |
| Call loans and bills bought | コールローン及び買入手形 | 14,686 | 18,694 |
| Monetary claims bought | 買入金銭債権 | 42,814 | 37,297 |
| Trading assets | 特定取引資産 | 1,394 | 1,046 |
| Money held in trust | 金銭の信託 | 19,074 | 18,914 |
| Securities | 有価証券 | 4,110,270 | 3,953,472 |
| Loans and bills discounted | 貸出金 | 16,703,622 | 17,688,382 |
| Foreign exchanges | 外国為替 | 12,167 | 24,477 |
| Lease receivables and lease investment assets | リース債権及びリース投資資産 | 15,410 | 16,700 |
| Other assets | その他資産 | 269,630 | 282,968 |
| Tangible fixed assets | 有形固定資産 | 203,117 | 200,077 |
| Intangible fixed assets | 無形固定資産 | 18,872 | 17,864 |
| Net defined benefit assets | 退職給付に係る資産 | 26,036 | 25,252 |
| Deferred tax assets | 繰延税金資産 | 37,290 | 52,246 |
| Customers' liabilities for acceptances and guarantees | 支払承諾見返 | 47,808 | 61,126 |
| Allowance for loan losses | 貸倒引当金 | (199,309) | (187,829) |
| Total assets | 資産の部合計 | 29,171,912 | 29,924,282 |
| (Liabilities) | 負債の部 | | |
| Deposits | 預金 | 20,085,823 | 20,529,089 |
| Negotiable certificates of deposit | 譲渡性預金 | 397,166 | 420,362 |
| Call money and bills sold | コールマネー及び売渡手形 | 1,231,492 | 1,665,800 |
| Payables under repurchase agreements | 売現先勘定 | 1,497,851 | 433,407 |
| Payables under securities lending transactions | 債券貸借取引受入担保金 | 837,530 | 680,468 |
| Trading liabilities | 特定取引負債 | — | 2 |
| Borrowed money | 借入金 | 3,876,327 | 4,951,707 |
| Foreign exchanges | 外国為替 | 712 | 896 |
| Short-term bonds payable | 短期社債 | 37,000 | 47,000 |
| Other liabilities | その他負債 | 188,946 | 203,259 |
| Net defined benefit liability | 退職給付に係る負債 | 1,150 | 1,146 |
| Provision for losses from reimbursement of inactive accounts | 睡眠預金払戻損失引当金 | 6,054 | 5,107 |
| Provision for share-based remuneration | 株式給付引当金 | — | 108 |
| Reserves under the special laws | 特別法上の引当金 | 24 | 24 |
| Deferred tax liabilities | 繰延税金負債 | 40 | 112 |
| Deferred tax liabilities for land revaluation | 再評価に係る繰延税金負債 | 22,917 | 22,911 |
| Acceptances and guarantees | 支払承諾 | 47,808 | 61,126 |
| Total liabilities | 負債の部合計 | 28,230,846 | 29,022,531 |
| (Net assets) | 純資産の部 | | |
| Capital stock | 資本金 | 124,799 | 124,799 |
| Capital surplus | 資本剰余金 | 141,487 | 141,281 |
| Retained earnings | 利益剰余金 | 579,369 | 591,638 |
| Treasury stock | 自己株式 | (2,461) | (8,068) |
| Total shareholders' equity | 株主資本合計 | 843,195 | 849,650 |
| Valuation difference on available-for-sale securities | その他有価証券評価差額金 | 49,973 | (4,812) |
| Deferred gains or losses on hedges | 繰延ヘッジ損益 | (1,850) | 8,412 |
| Revaluation reserve for land | 土地再評価差額金 | 51,395 | 51,382 |
| Remeasurements of defined benefit plans | 退職給付に係る調整累計額 | (1,778) | (4,219) |
| Total accumulated other comprehensive income | その他の包括利益累計額合計 | 97,739 | 50,763 |
| Non-controlling interests | 非支配株主持分 | 131 | 1,337 |
| Total net assets | 純資産の部合計 | 941,066 | 901,750 |
| Total liabilities and net assets | 負債及び純資産の部合計 | 29,171,912 | 29,924,282 |

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

Consolidated Statements of Income

(millions of Yen)

| Item | 科目 (Japanese) | FY2021 | FY2022 |
|--|------------------------|---------|---------|
| Ordinary income: | 経常収益 | 280,427 | 331,323 |
| Interest income | 資金運用収益 | 191,495 | 229,272 |
| Interest on loans and discounts | (うち貸出金利息) | 147,708 | 162,250 |
| Interest and dividends on securities | (うち有価証券利息配当金) | 35,847 | 51,618 |
| Trust fees | 信託報酬 | 0 | 0 |
| Fees and commissions | 役務取引等収益 | 60,608 | 61,174 |
| Trading income | 特定取引収益 | 1,204 | 652 |
| Other operating income | その他業務収益 | 21,327 | 34,181 |
| Other income | その他経常収益 | 5,791 | 6,042 |
| Ordinary expenses: | 経常費用 | 204,341 | 281,273 |
| Interest expenses | 資金調達費用 | 10,278 | 45,209 |
| Interest on deposits | (うち預金利息) | 943 | 5,894 |
| Fees and commissions payments | 役務取引等費用 | 24,913 | 24,746 |
| Other operating expenses | その他業務費用 | 18,310 | 61,626 |
| General and administrative expenses | 営業経費 | 141,978 | 140,677 |
| Other expenses | その他経常費用 | 8,859 | 9,013 |
| Ordinary profit | 経常利益 | 76,086 | 50,050 |
| Extraordinary income | 特別利益 | 231 | 227 |
| Gain on disposal of noncurrent assets | 固定資産処分益 | 231 | 227 |
| Extraordinary loss | 特別損失 | 1,155 | 5,037 |
| Loss on disposal of noncurrent assets | 固定資産処分損 | 860 | 397 |
| Impairment loss | 減損損失 | 294 | 4,639 |
| Transfer to reserve for financial products transaction liabilities | 金融商品取引責任準備金繰入額 | 0 | — |
| Income before income taxes: | 税金等調整前当期純利益 | 75,162 | 45,240 |
| Current | 法人税、住民税及び事業税 | 19,238 | 8,195 |
| Deferred | 法人税等調整額 | 1,766 | 5,759 |
| Total income taxes | 法人税等合計 | 21,005 | 13,955 |
| Net income | 当期純利益 | 54,157 | 31,285 |
| Net income attributable to non-controlling interests | 非支配株主に帰属する当期純利益 | 38 | 132 |
| 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 | 31,152 |

Consolidated Statements of Comprehensive Income

(millions of Yen)

| Item | 科目 (Japanese) | FY2021 | FY2022 |
|--|------------------|----------|----------|
| Net income | 当期純利益 | 54,157 | 31,285 |
| Other comprehensive income | その他の包括利益 | (54,044) | (46,963) |
| Valuation difference on available-for-sale securities | その他有価証券評価差額金 | (62,532) | (54,786) |
| Deferred gains or losses on hedges | 繰延ヘッジ損益 | 14,963 | 10,263 |
| Remeasurements of defined benefit plans | 退職給付に係る調整額 | (6,475) | (2,440) |
| Total comprehensive income | 包括利益 | 112 | (15,678) |
| (Breakdown) | (内訳) | | |
| Comprehensive income attributable to owners of the parent | 親会社株主に係る包括利益 | 74 | (15,811) |
| Comprehensive income attributable to non-controlling interests | 非支配株主に係る包括利益 | 38 | 132 |

(3) Consolidated Statements of Changes in Net Assets

FY2021

(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, 2021 | 当期首残高 | 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首残高 | 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 | 当期首残高 | 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首残高 | 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 |

FY2022

(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, 2022 | 当期首残高 | 124,799 | 141,487 | 579,369 | (2,461) | 843,195 |
| Changes during the period: | 当期変動額 | | | | | |
| Dividends from surplus | 剰余金の配当 | | | (18,896) | | (18,896) |
| Net income attributable to owners of the parent | 親会社株主に帰属する当期純利益 | | | 31,152 | | 31,152 |
| Acquisition of treasury stock | 自己株式の取得 | | | | (5,607) | (5,607) |
| 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 | | | 12 | | 12 |
| Increase of consolidated subsidiaries | 連結子会社の増資による持分の増減 | | 28 | | | 28 |
| Partial sales of shares of consolidated subsidiaries | 連結子会社株式の一部売却による持分の増減 | | (233) | | | (233) |
| 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 | — | (205) | 12,268 | (5,607) | 6,455 |
| Balance as of Mar 31, 2023 | 当期末残高 | 124,799 | 141,281 | 591,638 | (8,068) | 849,650 |

| | | 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 | 非支配株主持分 | 純資産合計 |
| Balance as of Mar 31, 2022 | 当期首残高 | 49,973 | (1,850) | 51,395 | (1,778) | 97,739 | 131 | 941,066 |
| Changes during the period: | 当期変動額 | | | | | | | |
| Dividends from surplus | 剰余金の配当 | | | | | | | (18,896) |
| Net income attributable to owners of the parent | 親会社株主に帰属する当期純利益 | | | | | | | 31,152 |
| Acquisition of treasury stock | 自己株式の取得 | | | | | | | (5,607) |
| 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 | | | | | | | 12 |
| Increase of consolidated subsidiaries | 連結子会社の増資による持分の増減 | | | | | | | 28 |
| Partial sales of shares of consolidated subsidiaries | 連結子会社株式の一部売却による持分の増減 | | | | | | | (233) |
| 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) | (54,786) | 10,263 | (12) | (2,440) | (46,976) | 1,205 | (45,771) |
| Total changes during the period | 当期変動額合計 | (54,786) | 10,263 | (12) | (2,440) | (46,976) | 1,205 | (39,315) |
| Balance as of Mar 31, 2023 | 当期末残高 | (4,812) | 8,412 | 51,382 | (4,219) | 50,763 | 1,337 | 901,750 |

Financial Digest for the FY2022

May 12, 2023

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[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) | | |
|--|----------------|------------|---------|--------------------|------------|---------|
| | FY2022 | Comparison | FY2021 | FY2022 | Comparison | FY2021 |
| | (¥ mil.) | | | | | |
| Gross business profit | 176,980 | (27,958) | 204,938 | 193,699 | (27,434) | 221,133 |
| Net interest income | 186,431 | 1,604 | 184,827 | 184,063 | 2,846 | 181,217 |
| Domestic | 172,401 | 2,729 | 169,672 | 170,182 | 3,642 | 166,540 |
| International | 14,029 | (1,125) | 15,154 | 13,881 | (795) | 14,676 |
| Net fees and commissions | 25,460 | 526 | 24,934 | 36,429 | 734 | 35,695 |
| Net trading income | 7 | 7 | 0 | 652 | (552) | 1,204 |
| Net other operating income | (34,918) | (30,095) | (4,823) | (27,445) | (30,461) | 3,016 |
| Gains (losses) on sales (redemptions) of bonds | (38,182) | (30,171) | (8,011) | (40,344) | (32,329) | (8,015) |
| Overhead expenses (-) | 109,295 | (6,119) | 115,414 | 140,605 | (2,262) | 142,867 |
| Business profit (before transfer to general reserve for possible loan losses) | 67,685 | (21,838) | 89,523 | 53,093 | (25,172) | 78,265 |
| ① Transfer to general reserve for possible loan losses (-) | (535) | (1,357) | 822 | 431 | 30 | 401 |
| Business profit | 68,221 | (20,480) | 88,701 | 52,661 | (25,203) | 77,864 |
| Core business profit [104,000] | 105,868 | 8,333 | 97,535 | 93,438 | 7,157 | 86,281 |
| Core business profit (excluding gains (losses) on cancellation of investment trusts) | 107,874 | 10,291 | 97,583 | 95,444 | 9,014 | 86,430 |
| Other operating profit (loss) | (1,162) | (4,321) | 3,159 | (2,611) | (834) | (1,777) |
| ② Credit cost for disposal of non-performing loans (-) | 3,682 | 2,958 | 724 | 5,363 | 2,655 | 2,708 |
| Net transfer to specific reserve for possible loan losses (-) | 3,227 | 2,017 | 1,210 | 4,881 | 1,663 | 3,218 |
| Reversal of allowance for loan losses | - | - | - | - | - | - |
| Recoveries of written-off claims | 1 | (769) | 770 | 9 | (762) | 771 |
| Total credit cost ①+② (-) [3,500] | 3,146 | 1,600 | 1,546 | 5,795 | 2,686 | 3,109 |
| Gains (losses) on stocks | 3,338 | (1,889) | 5,227 | 3,533 | 847 | 2,686 |
| Others | (818) | 526 | (1,344) | (781) | 974 | (1,755) |
| Ordinary profit [63,900] | 67,058 | (24,802) | 91,860 | 50,050 | (26,036) | 76,086 |
| Extraordinary profit (loss) | (551) | 458 | (1,009) | (4,809) | (3,885) | (924) |
| Income (loss) before income taxes | 66,507 | (24,343) | 90,850 | 45,240 | (29,922) | 75,162 |
| Total income taxes (-) | 15,826 | (6,252) | 22,078 | 13,955 | (7,050) | 21,005 |
| Net income [48,200] | 50,680 | (18,092) | 68,772 | 31,285 | (22,872) | 54,157 |
| Net income attributable to non-controlling interests (-) | - | - | - | 132 | 94 | 38 |
| Net income attributable to owners of the parent [30,500] | 50,680 | (18,092) | 68,772 | 31,152 | (22,966) | 54,118 |

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

1. “()”denotes minus.
2. Core business profit
= Business profit + Transfer to general reserve for possible loan losses – Gains (losses) on sales (redemptions) of bonds
3. 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.) | FY2022 | FY2021 | Comparison |
|---------------------------------------|--------|--------|------------|
| Net income (3 banks' total) | 50.7 | 68.8 | (18.1) |
| FFG non-consolidated | (11.4) | (10.0) | (1.4) |
| Profit (loss) related to Minna Bank | (11.2) | (5.9) | (5.3) |
| Profit (loss) of subsidiary companies | 5.0 | 2.3 | 2.6 |
| Other consolidation adjustments | (1.9) | (1.0) | (0.9) |
| FFG's consolidated net income | 31.2 | 54.1 | (23.0) |

Summary

Core business profit (3 banks' total) ¥105.9 billion

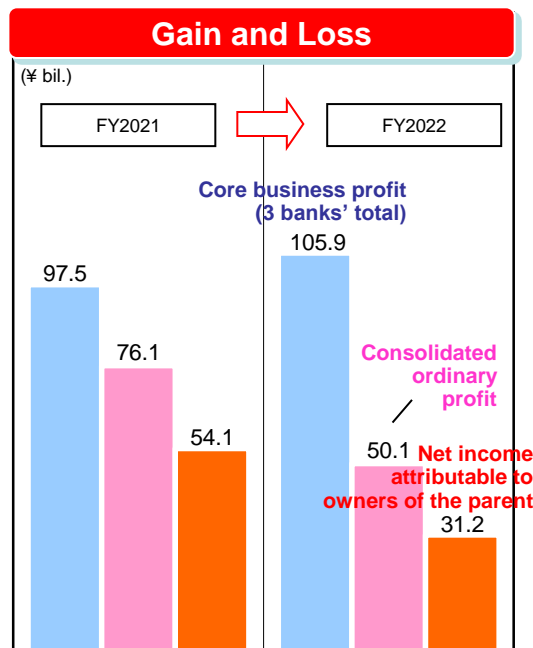
➢ Core business profit increased ¥8.3 billion from a year earlier to a record high of ¥105.9 billion mainly due to a decrease in overhead expenses as well as increases in net interest income and net fees and commissions.

Consolidated ordinary profit ¥50.1 billion

➢ Though core business profit grew steadily, consolidated ordinary profit decreased ¥26.0 billion from a year earlier to ¥50.1 billion mainly due to a loss recorded after the portfolio restructuring.

Net income attributable to owners of the parent ¥31.2 billion

➢ In regard to Minna Bank, FFG recorded an impairment loss of ¥4.4 billion on software owned by Zerobank Design Factory, one of FFG's subsidiaries.
➢ As a result, net income attributable to owners of the parent decreased ¥23.0 billion from a year earlier to ¥31.2 billion.



The Bank of Fukuoka (non-consolidated)

(¥ mil.)

| | 【 announced projections 】 | FY2022 | FY2021 | Comparison |
|--|------------------------------|---------------|---------------|-----------------|
| Gross business profit | | 119,355 | 137,947 | (18,592) |
| Net interest income | | 124,360 | 121,650 | 2,710 |
| Domestic | | 111,960 | 109,258 | 2,702 |
| International | | 12,399 | 12,391 | 8 |
| Net fees and commissions | | 18,755 | 18,866 | (111) |
| Net trading income | | 7 | 0 | 7 |
| Net other operating income | | (23,766) | (2,569) | (21,197) |
| Gains (losses) on sales (redemptions) of bonds | | (27,209) | (5,558) | (21,651) |
| Overhead expenses (-) | | 64,883 | 66,967 | (2,084) |
| Business profit (before transfer to general reserve for possible loan losses) | | 54,471 | 70,980 | (16,509) |
| ① Transfer to general reserve for possible loan losses (-) | | (3,629) | 1,061 | (4,690) |
| Business profit | | 58,101 | 69,918 | (11,817) |
| Core business profit | 【80,200】 | 81,681 | 76,538 | 5,143 |
| Core business profit (excluding gains (losses) on cancellation of investment trusts) | | 82,905 | 76,422 | 6,483 |
| Other operating profit (loss) | | (5,167) | 3,404 | (8,571) |
| ② Credit cost for disposal of non-performing loans (-) | | 7,894 | (564) | 8,458 |
| Net transfer to specific reserve for possible loan losses (-) | | 7,527 | (513) | 8,040 |
| Reversal of allowance for loan losses | | — | — | — |
| Recoveries of written-off claims | | 0 | 127 | (127) |
| Total credit cost ①+② (-) | 【3,900】 | 4,265 | 497 | 3,768 |
| Gains (losses) on stocks | | 2,364 | 2,467 | (103) |
| Others | | 362 | 373 | (11) |
| Ordinary profit | 【51,300】 | 52,933 | 73,323 | (20,390) |
| Extraordinary profit (loss) | | (157) | (178) | 21 |
| Income (loss) before income taxes | | 52,776 | 73,145 | (20,369) |
| Total income taxes (-) | | 13,749 | 20,352 | (6,603) |
| Net income | 【37,700】 | 39,027 | 52,792 | (13,765) |

The Kumamoto Bank (non-consolidated)

(¥ mil.)

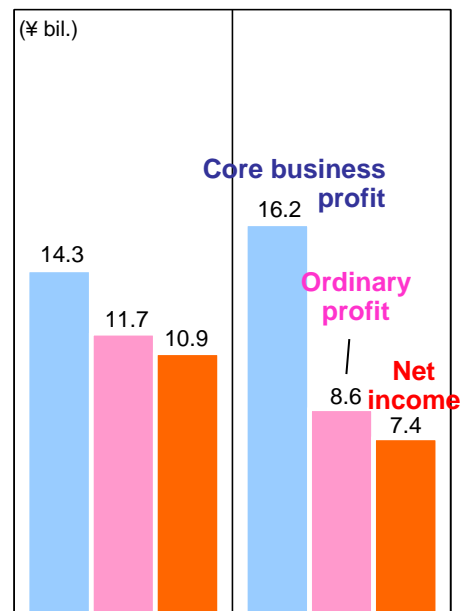
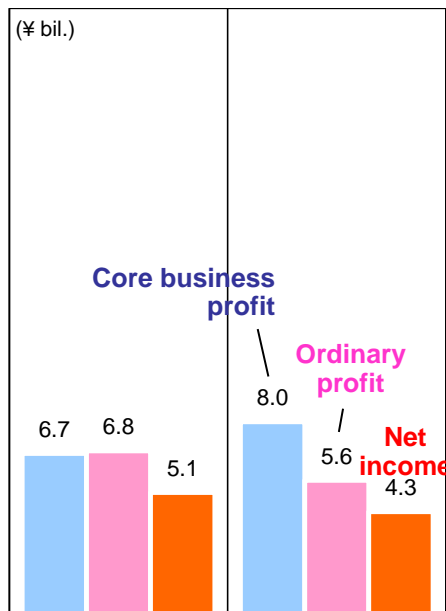
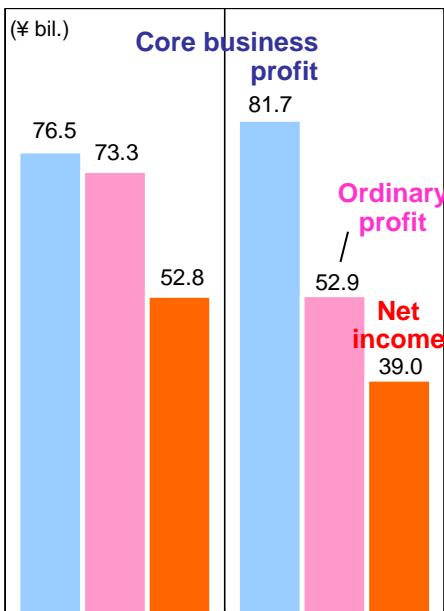
| | 【 announced projections 】 | FY2022 | FY2021 | Comparison |
|--|------------------------------|--------------|----------------|----------------|
| Gross business profit | | 20,508 | 19,425 | 1,083 |
| Net interest income | | 18,804 | 18,444 | 360 |
| Domestic | | 18,782 | 18,440 | 342 |
| International | | 22 | 4 | 18 |
| Net fees and commissions | | 1,686 | 1,298 | 388 |
| Net other operating income | | 18 | (317) | 335 |
| Gains (losses) on sales (redemptions) of bonds | | 1 | (368) | 369 |
| Overhead expenses (-) | | 12,521 | 13,114 | (593) |
| Business profit (before transfer to general reserve for possible loan losses) | | 7,987 | 6,310 | 1,677 |
| ① Transfer to general reserve for possible loan losses (-) | | 1,243 | ∴[(1,293)] — | 1,243 |
| Business profit | | 6,744 | ∴ 6,310 | 434 |
| Core business profit | 【7,800】 | 7,985 | ∴ 6,679 | 1,306 |
| Core business profit (excluding gains (losses) on cancellation of investment trusts) | | 7,985 | ∴ 6,679 | 1,306 |
| Other operating profit (loss) | | (1,182) | ∴ 492 | (1,674) |
| ② Credit cost for disposal of non-performing loans (-) | | 810 | ∴ (940) | 1,750 |
| Net transfer to specific reserve for possible loan losses (-) | | 764 | ∴ [260] — | 764 |
| Reversal of allowance for loan losses | | — | ∴ [1,033] — | (1,033) |
| Recoveries of written-off claims | | 1 | ∴ 12 | (11) |
| Total credit cost ①+② (-) | 【700】 | 2,053 | ∴ (940) | 2,993 |
| Gains (losses) on stocks | | (25) | (103) | 78 |
| Others | | (346) | (344) | (2) |
| Ordinary profit | 【6,800】 | 5,562 | 6,803 | (1,241) |
| Extraordinary profit (loss) | | (22) | 23 | (45) |
| Income (loss) before income taxes | | 5,539 | 6,826 | (1,287) |
| Total income taxes (-) | | 1,260 | 1,698 | (438) |
| Net income | 【5,100】 | 4,278 | 5,128 | (850) |

The Juhachi-Shinwa Bank (non-consolidated)

(¥ mil.)

| | 【 announced projections 】 | FY2022 | FY2021 | Comparison |
|--|---------------------------|----------|---------|------------|
| Gross business profit | | 37,116 | 47,565 | (10,449) |
| Net interest income | | 43,266 | 44,731 | (1,465) |
| Domestic | | 41,658 | 41,974 | (316) |
| International | | 1,607 | 2,757 | (1,150) |
| Net fees and commissions | | 5,018 | 4,769 | 249 |
| Net other operating income | | (11,169) | (1,936) | (9,233) |
| Gains (losses) on sales (redemptions) of bonds | | (10,974) | (2,085) | (8,889) |
| Overhead expenses (-) | | 31,890 | 35,332 | (3,442) |
| Business profit (before transfer to general reserve for possible loan losses) | | 5,225 | 12,232 | (7,007) |
| ① Transfer to general reserve for possible loan losses (-) | ∴[1,850] | — | 1,053 | (1,053) |
| Business profit | | 5,225 | 11,178 | (5,953) |
| Core business profit | [16,000] | 16,200 | 14,317 | 1,883 |
| Core business profit (excluding gains (losses) on cancellation of investment trusts) | | 16,983 | 14,482 | 2,501 |
| Other operating profit (loss) | | 3,336 | 554 | 2,782 |
| ② Credit cost for disposal of non-performing loans (-) | | (3,171) | 935 | (4,106) |
| Net transfer to specific reserve for possible loan losses (-) | ∴[(5,064)] | — | 1,463 | (1,463) |
| Reversal of allowance for loan losses | ∴→ 3,213 | — | — | 3,213 |
| Recoveries of written-off claims | | — | 630 | (630) |
| Total credit cost ①+② (-) | ∴[(1,100)] | (3,171) | 1,989 | (5,160) |
| Gains (losses) on stocks | | 998 | 2,863 | (1,865) |
| Others | | (833) | (1,373) | 540 |
| Ordinary profit | [5,900] | 8,562 | 11,733 | (3,171) |
| Extraordinary profit (loss) | | (371) | (854) | 483 |
| Income (loss) before income taxes | | 8,190 | 10,879 | (2,689) |
| Total income taxes (-) | | 816 | 28 | 788 |
| Net income | [5,400] | 7,374 | 10,850 | (3,476) |

Gain and Loss

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

FY2021



FY2022

FY2021



FY2022

FY2021



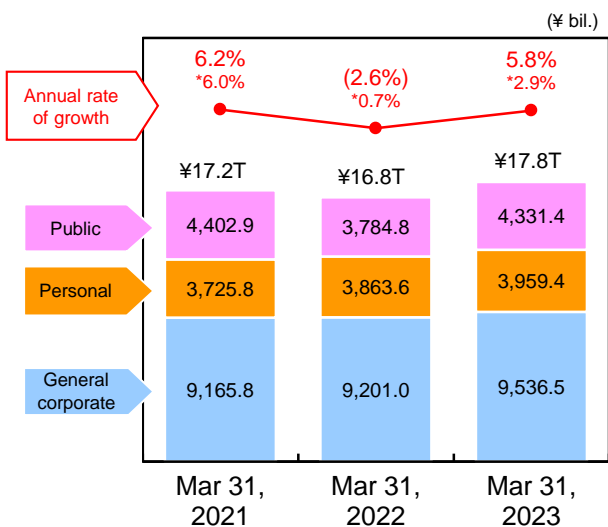
FY2022

2. Assets and liabilities

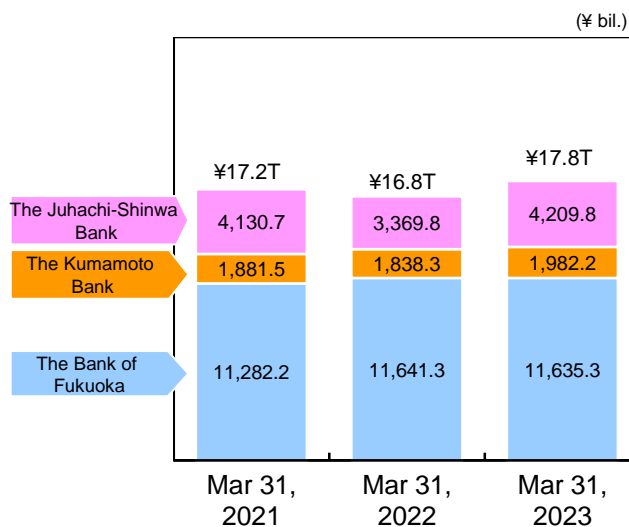
(1) Loans

3 banks' total

Loans classified by customer segment
(Term-end balance)



Loans classified by bank
(Term-end balance)



* Annual rates, excluding loans to FFG and Government

(¥ mil.)

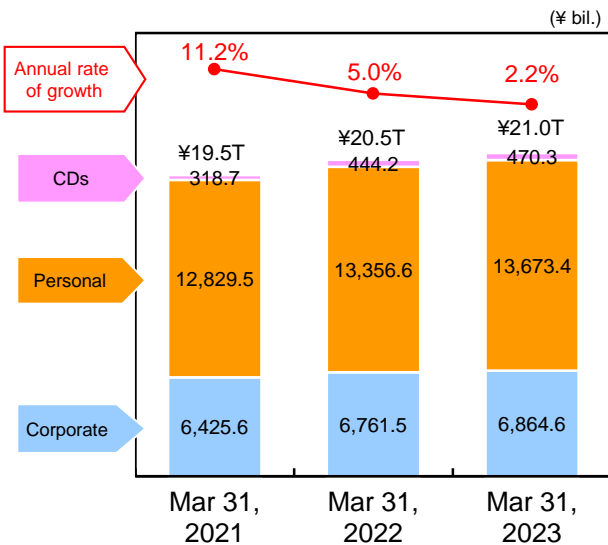
| | | Mar 31, 2023 | | change from Mar 31, 2022 | change from Mar 31, 2021 | Mar 31, 2022 | Mar 31, 2021 |
|--|---------------------|--------------------------|------------|-----------------------------|-----------------------------|--------------|--------------|
| | | annual rate of growth | | | | | |
| 3 banks' total | Total loans | 5.8% | 17,827,506 | 977,950 | 532,906 | 16,849,556 | 17,294,600 |
| | Personal segment | 2.5% | 3,959,490 | 95,818 | 233,690 | 3,863,672 | 3,725,800 |
| | Corporate segment | 6.8% | 13,868,015 | 882,131 | 299,218 | 12,985,884 | 13,568,797 |
| | General Corporate | 3.6% | 9,536,520 | 335,451 | 370,653 | 9,201,069 | 9,165,867 |
| | Public Sector | 14.4% | 4,331,492 | 546,680 | (71,436) | 3,784,812 | 4,402,928 |
| | Personal loans | 2.6% | 3,853,280 | 97,615 | 233,814 | 3,755,665 | 3,619,466 |
| | Housing loans | 2.8% | 3,474,391 | 96,127 | 232,586 | 3,378,264 | 3,241,805 |
| Consumer loans | 2.6% | 326,843 | 8,255 | 13,818 | 318,588 | 313,025 | |
| The Bank of Fukuoka (non-consolidated) | Total loans | (0.1%) | 11,635,392 | (5,915) | 353,105 | 11,641,307 | 11,282,287 |
| | Personal segment | 2.8% | 2,511,133 | 67,474 | 165,378 | 2,443,659 | 2,345,755 |
| | Corporate segment | (0.8%) | 9,124,258 | (73,390) | 187,727 | 9,197,648 | 8,936,531 |
| | General Corporate | 3.2% | 7,065,754 | 217,573 | 248,846 | 6,848,181 | 6,816,908 |
| | Public Sector | (12.4%) | 2,058,503 | (290,963) | (61,119) | 2,349,466 | 2,119,622 |
| | Fukuoka prefecture | 0.3% | 7,914,464 | 27,444 | 184,421 | 7,887,020 | 7,730,043 |
| | Personal loans | 3.0% | 2,446,914 | 71,471 | 169,000 | 2,375,443 | 2,277,914 |
| Housing loans | 3.1% | 2,197,304 | 66,834 | 162,937 | 2,130,470 | 2,034,367 | |
| Consumer loans | 4.2% | 214,926 | 8,711 | 14,871 | 206,215 | 200,055 | |
| The Kumamoto Bank (non-consolidated) | Total loans | 7.8% | 1,982,265 | 143,909 | 100,676 | 1,838,356 | 1,881,589 |
| | Personal segment | 3.2% | 561,381 | 17,296 | 39,815 | 544,085 | 521,566 |
| | Corporate segment | 9.8% | 1,420,884 | 126,613 | 60,862 | 1,294,271 | 1,360,022 |
| | General Corporate | 2.1% | 702,285 | 14,248 | 9,111 | 688,037 | 693,174 |
| | Public Sector | 18.5% | 718,598 | 112,365 | 51,750 | 606,233 | 666,848 |
| | Kumamoto prefecture | 2.3% | 1,301,227 | 29,196 | 49,533 | 1,272,031 | 1,251,694 |
| | Personal loans | 2.8% | 537,674 | 14,815 | 37,066 | 522,859 | 500,608 |
| Housing loans | 3.1% | 504,360 | 15,170 | 38,448 | 489,190 | 465,912 | |
| Consumer loans | 2.3% | 30,433 | 685 | 747 | 29,748 | 29,686 | |
| The Juhachi-Shinwa Bank (non-consolidated) | Total loans | 24.9% | 4,209,849 | 839,956 | 79,125 | 3,369,893 | 4,130,724 |
| | Personal segment | 1.3% | 886,976 | 11,048 | 28,497 | 875,928 | 858,479 |
| | Corporate segment | 33.2% | 3,322,873 | 828,908 | 50,629 | 2,493,965 | 3,272,244 |
| | General Corporate | 6.2% | 1,768,481 | 103,630 | 112,696 | 1,664,851 | 1,655,785 |
| | Public Sector | 87.5% | 1,554,391 | 725,278 | (62,067) | 829,113 | 1,616,458 |
| | Nagasaki prefecture | (0.9%) | 2,282,461 | (19,896) | (13,085) | 2,302,357 | 2,295,546 |
| | Personal loans | 1.3% | 868,692 | 11,329 | 27,748 | 857,363 | 840,944 |
| Housing loans | 1.9% | 772,727 | 14,123 | 31,201 | 758,604 | 741,526 | |
| Consumer loans | (1.4%) | 81,484 | (1,141) | (1,800) | 82,625 | 83,284 | |

<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 2023, ¥123.3 billion at the end of March 2022, and ¥123.3 billion at the end of March 2021).

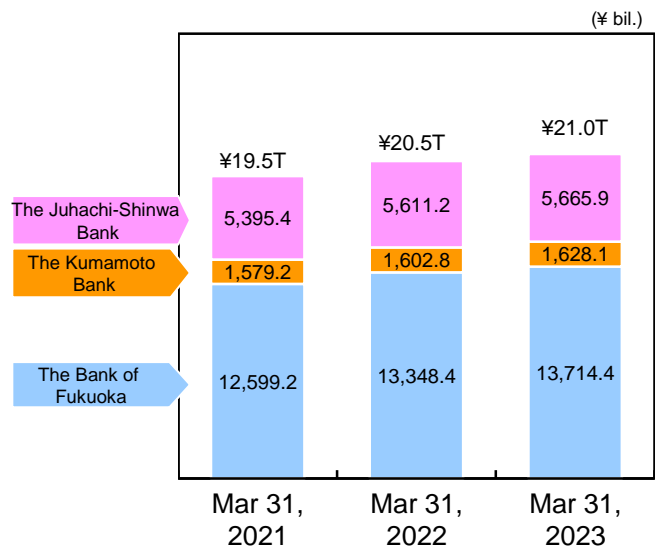
(2) Deposits

3 banks' total

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



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

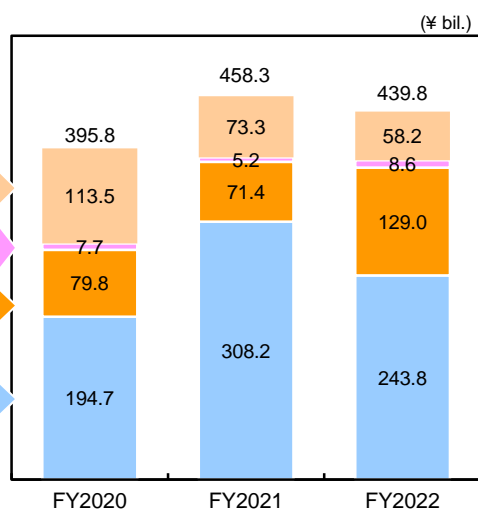


| | | Mar 31, 2023 | | | Mar 31, 2022 | Mar 31, 2021 | |
|--|--------------------|-----------------------|------------|--------------------------|--------------|--------------|--------------------------|
| | | annual rate of growth | | change from Mar 31, 2022 | | | change from Mar 31, 2021 |
| 3 banks' total | Personal deposits | 2.4% | 13,673,465 | 316,780 | 843,906 | 13,356,685 | 12,829,559 |
| | Corporate deposits | 1.5% | 6,864,695 | 103,173 | 439,028 | 6,761,522 | 6,425,667 |
| | Total | 2.1% | 20,538,161 | 419,952 | 1,282,934 | 20,118,209 | 19,255,227 |
| | Demand | 4.2% | 15,674,759 | 634,488 | 1,491,650 | 15,040,271 | 14,183,109 |
| | Time | (4.2%) | 4,863,402 | (214,534) | (208,715) | 5,077,936 | 5,072,117 |
| | CDs | 5.9% | 470,362 | 26,096 | 151,583 | 444,266 | 318,779 |
| | Deposits and CDs | 2.2% | 21,008,524 | 446,049 | 1,434,517 | 20,562,475 | 19,574,007 |
| The Bank of Fukuoka (non-consolidated) | Personal deposits | 2.7% | 8,755,153 | 233,389 | 615,056 | 8,521,764 | 8,140,097 |
| | Corporate deposits | 3.0% | 4,655,288 | 137,223 | 374,612 | 4,518,065 | 4,280,676 |
| | Total | 2.8% | 13,410,441 | 370,612 | 989,668 | 13,039,829 | 12,420,773 |
| | Demand | 5.1% | 10,405,139 | 509,221 | 1,035,670 | 9,895,918 | 9,369,469 |
| | Time | (4.4%) | 3,005,302 | (138,608) | (46,002) | 3,143,910 | 3,051,304 |
| | CDs | (1.5%) | 303,983 | (4,598) | 125,536 | 308,581 | 178,447 |
| | Deposits and CDs | 2.7% | 13,714,425 | 366,015 | 1,115,205 | 13,348,410 | 12,599,220 |
| Fukuoka prefecture | 3.6% | 12,573,741 | 431,212 | 906,831 | 12,142,529 | 11,666,910 | |
| The Kumamoto Bank (non-consolidated) | Personal deposits | 1.9% | 1,195,452 | 22,578 | 52,624 | 1,172,874 | 1,142,828 |
| | Corporate deposits | 0.5% | 431,714 | 2,343 | (4,152) | 429,371 | 435,866 |
| | Total | 1.6% | 1,627,167 | 24,921 | 48,472 | 1,602,246 | 1,578,695 |
| | Demand | 4.7% | 1,140,513 | 51,058 | 101,295 | 1,089,455 | 1,039,218 |
| | Time | (5.1%) | 486,654 | (26,137) | (52,822) | 512,791 | 539,476 |
| | CDs | 58.3% | 950 | 350 | 350 | 600 | 600 |
| | Deposits and CDs | 1.6% | 1,628,117 | 25,271 | 48,822 | 1,602,846 | 1,579,295 |
| Kumamoto prefecture | 1.7% | 1,539,212 | 25,988 | 49,039 | 1,513,224 | 1,490,173 | |
| The Juhachi-Shinwa Bank (non-consolidated) | Personal deposits | 1.7% | 3,722,860 | 60,813 | 176,226 | 3,662,047 | 3,546,634 |
| | Corporate deposits | (2.0%) | 1,777,693 | (36,393) | 68,568 | 1,814,086 | 1,709,125 |
| | Total | 0.4% | 5,500,553 | 24,419 | 244,794 | 5,476,134 | 5,255,759 |
| | Demand | 1.8% | 4,129,107 | 74,209 | 354,685 | 4,054,898 | 3,774,422 |
| | Time | (3.5%) | 1,371,446 | (49,789) | (109,891) | 1,421,235 | 1,481,337 |
| | CDs | 22.5% | 165,429 | 30,344 | 25,697 | 135,085 | 139,732 |
| | Deposits and CDs | 1.0% | 5,665,982 | 54,763 | 270,490 | 5,611,219 | 5,395,492 |
| Nagasaki prefecture | 0.9% | 5,123,189 | 44,528 | 265,203 | 5,078,661 | 4,857,986 | |

(3) Asset management products

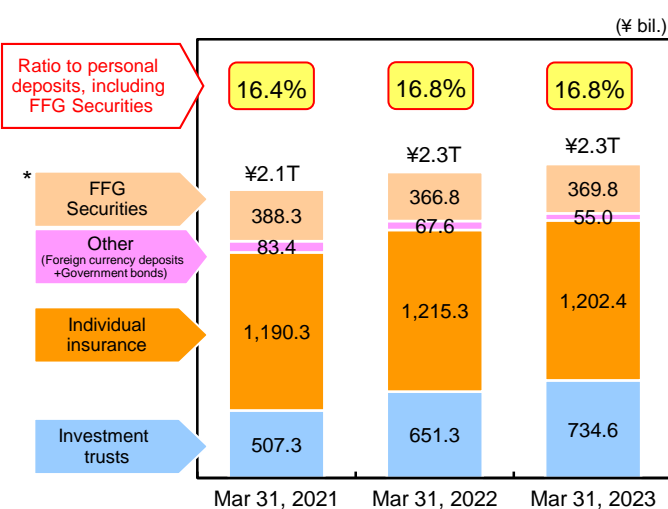
Group's total

Sales of asset management products



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

Outstanding balance of assets under management for individual customers



* 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

(¥ bil.)

| | | FY2022 | | | FY2021 | FY2020 |
|--|----------------------------|--------|--------------------|--------------------|--------|--------|
| | | | change from FY2021 | change from FY2020 | | |
| Group's total | Investment trusts | 243.8 | (64.4) | 49.1 | 308.2 | 194.7 |
| | Individual insurance | 129.0 | 57.6 | 49.2 | 71.4 | 79.8 |
| | Foreign currency deposits | 3.7 | 1.9 | (1.1) | 1.8 | 4.8 |
| | Government bonds | 4.9 | 1.5 | 2.1 | 3.4 | 2.8 |
| | FFG Securities | 58.2 | (15.1) | (55.3) | 73.3 | 113.5 |
| | Total | 439.8 | (18.5) | 44.0 | 458.3 | 395.8 |
| | Ratio to personal deposits | | | | | |
| The Bank of Fukuoka (non-consolidated) | Investment trusts | 145.2 | (36.5) | 22.7 | 181.7 | 122.5 |
| | Individual insurance | 69.6 | 36.5 | 34.3 | 33.1 | 35.3 |
| | Foreign currency deposits | 2.9 | 1.5 | (1.1) | 1.4 | 4.0 |
| | Government bonds | 3.9 | 1.4 | 1.7 | 2.5 | 2.2 |
| | Total | 221.8 | 2.9 | 57.6 | 218.9 | 164.2 |
| | Ratio to personal deposits | | | | | |
| The Kumamoto Bank (non-consolidated) | Investment trusts | 35.7 | (10.2) | 6.7 | 45.9 | 29.0 |
| | Individual insurance | 14.7 | 3.8 | (0.7) | 10.9 | 15.4 |
| | Foreign currency deposits | 0.1 | 0.1 | (0.3) | 0.0 | 0.4 |
| | Government bonds | 0.1 | 0.1 | 0.1 | 0.0 | 0.0 |
| | Total | 50.7 | (6.3) | 5.8 | 57.0 | 44.9 |
| Ratio to personal deposits | | | | | | |
| The Juhachi-Shinwa Bank (non-consolidated) | Investment trusts | 62.8 | (17.7) | 19.7 | 80.5 | 43.1 |
| | Individual insurance | 44.6 | 17.2 | 15.7 | 27.4 | 28.9 |
| | Foreign currency deposits | 0.6 | 0.4 | 0.3 | 0.2 | 0.3 |
| | Government bonds | 0.9 | 0.2 | 0.4 | 0.7 | 0.5 |
| | Total | 109.0 | 0.0 | 36.0 | 109.0 | 73.0 |
| Ratio to personal deposits | | | | | | |

(¥ bil.)

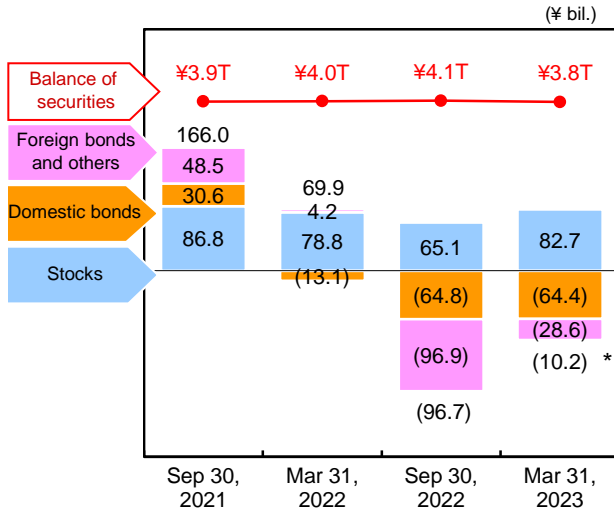
| | Mar 31, 2023 | | | Mar 31, 2022 | Mar 31, 2021 |
|----------------------------|--------------|--------------------------|--------------------------|--------------|--------------|
| | | change from Mar 31, 2022 | change from Mar 31, 2021 | | |
| Investment trusts | 734.6 | 83.3 | 227.3 | 651.3 | 507.3 |
| Individual insurance | 1,202.4 | (12.9) | 12.1 | 1,215.3 | 1,190.3 |
| Foreign currency deposits | 20.7 | (8.5) | (15.7) | 29.2 | 36.4 |
| Government bonds | 34.3 | (4.1) | (12.7) | 38.4 | 47.0 |
| FFG Securities | 369.8 | 3.0 | (18.5) | 366.8 | 388.3 |
| Total | 2,362.0 | 60.8 | 192.6 | 2,301.2 | 2,169.4 |
| Ratio to personal deposits | 16.8% | 0.0% | 0.4% | 16.8% | 16.4% |
| Investment trusts | 457.0 | 52.6 | 145.5 | 404.4 | 311.5 |
| Individual insurance | 688.0 | (1.4) | 12.3 | 689.4 | 675.7 |
| Foreign currency deposits | 15.8 | (6.1) | (11.6) | 21.9 | 27.4 |
| Government bonds | 25.7 | (2.7) | (8.8) | 28.4 | 34.5 |
| Total | 1,186.7 | 42.5 | 137.6 | 1,144.2 | 1,049.1 |
| Ratio to personal deposits | 13.6% | 0.2% | 0.7% | 13.4% | 12.9% |
| Investment trusts | 94.1 | 10.5 | 27.3 | 83.6 | 66.8 |
| Individual insurance | 142.9 | (4.5) | (1.8) | 147.4 | 144.7 |
| Foreign currency deposits | 1.5 | (0.7) | (1.2) | 2.2 | 2.7 |
| Government bonds | 0.7 | (0.1) | (0.3) | 0.8 | 1.0 |
| Total | 239.3 | 5.1 | 24.0 | 234.2 | 215.3 |
| Ratio to personal deposits | 20.0% | 0.0% | 1.2% | 20.0% | 18.8% |
| Investment trusts | 183.4 | 20.2 | 54.5 | 163.2 | 128.9 |
| Individual insurance | 371.4 | (7.1) | 1.6 | 378.5 | 369.8 |
| Foreign currency deposits | 3.3 | (1.6) | (2.9) | 4.9 | 6.2 |
| Government bonds | 7.8 | (1.2) | (3.6) | 9.0 | 11.4 |
| Total | 566.1 | 10.2 | 49.5 | 555.9 | 516.6 |
| Ratio to personal deposits | 15.2% | 0.0% | 0.6% | 15.2% | 14.6% |

<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.

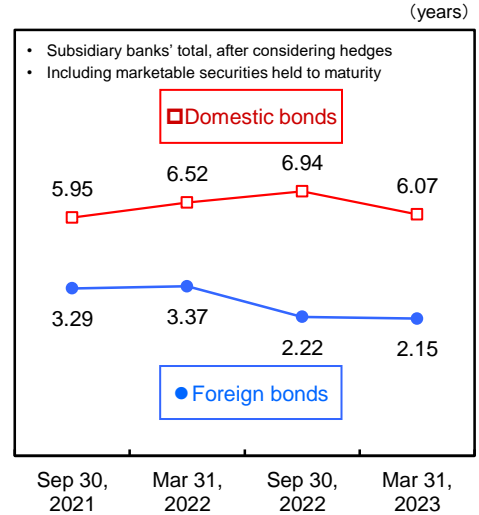
(4) Marketable securities

FFG (consolidated)

Unrealized gain



Bond duration



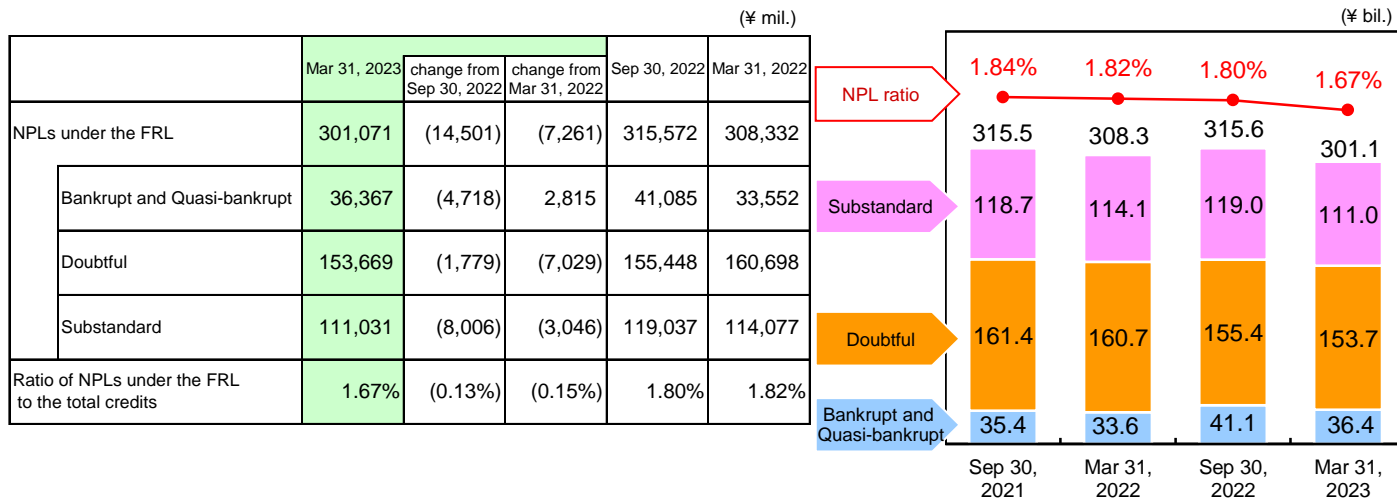
* Unrealized gain(loss) after considering hedges : ¥ 7.8 billion
(a ¥ 61.7 billion decrease over the level at the end of March, 2022)

(¥ mil.)

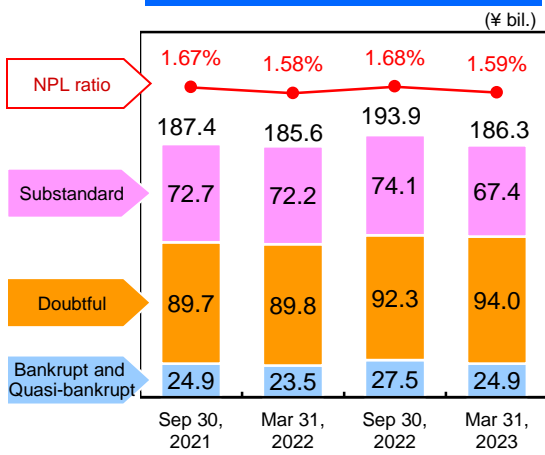
| | | Mar 31, 2023 | | | | | | Sep 30, 2022 | | Mar 31, 2022 | |
|--|---------------------------|--------------|--------------------------|--------------------------|-----------------------|--------------------------|--------------------------|--------------|-----------------------|--------------|-----------------------|
| | | Market value | change from Sep 30, 2022 | change from Mar 31, 2022 | Unrealized gain(loss) | change from Sep 30, 2022 | change from Mar 31, 2022 | Market value | Unrealized gain(loss) | Market value | Unrealized gain(loss) |
| FFG (consolidated) | Total | 3,850,988 | (257,586) | (172,675) | (10,257) | 86,459 | (80,181) | 4,108,574 | (96,716) | 4,023,663 | 69,924 |
| | Stocks | 180,507 | 17,239 | 4,300 | 82,779 | 17,661 | 3,953 | 163,268 | 65,118 | 176,207 | 78,826 |
| | Domestic bonds | 2,124,495 | (302,057) | (416,850) | (64,415) | 469 | (51,268) | 2,426,552 | (64,884) | 2,541,345 | (13,147) |
| | National government bonds | 1,568,108 | (272,038) | (355,210) | (55,996) | 2,758 | (45,791) | 1,840,146 | (58,754) | 1,923,318 | (10,205) |
| | Others | 1,545,984 | 27,232 | 239,874 | (28,621) | 68,329 | (32,865) | 1,518,752 | (96,950) | 1,306,110 | 4,244 |
| Foreign bonds | 992,226 | (10,517) | 192,914 | (17,953) | 61,936 | (3,505) | 1,002,743 | (79,889) | 799,312 | (14,448) | |
| The Bank of Fukuoka (consolidated) | Total | 2,451,407 | (297,478) | (226,168) | 12,860 | 67,774 | (55,670) | 2,748,885 | (54,914) | 2,677,575 | 68,530 |
| | Stocks | 140,194 | 11,961 | 354 | 75,287 | 12,894 | 1,139 | 128,233 | 62,393 | 139,840 | 74,148 |
| | Domestic bonds | 1,213,326 | (281,282) | (351,414) | (39,768) | 2,443 | (33,479) | 1,494,608 | (42,211) | 1,564,740 | (6,289) |
| | National government bonds | 958,669 | (257,337) | (296,744) | (35,347) | 3,551 | (30,708) | 1,216,006 | (38,898) | 1,255,413 | (4,639) |
| | Others | 1,097,886 | (28,158) | 124,893 | (22,658) | 52,438 | (23,330) | 1,126,044 | (75,096) | 972,993 | 672 |
| Foreign bonds | 744,900 | (35,430) | 126,554 | (12,267) | 47,212 | (1,899) | 780,330 | (59,479) | 618,346 | (10,368) | |
| The Kumamoto Bank (non-consolidated) | Total | 146,497 | 443 | (9,355) | (3,419) | (265) | (3,873) | 146,054 | (3,154) | 155,852 | 454 |
| | Stocks | 1,781 | 401 | 148 | 829 | 402 | 148 | 1,380 | 427 | 1,633 | 681 |
| | Domestic bonds | 139,440 | (369) | (9,979) | (3,647) | (287) | (3,506) | 139,809 | (3,360) | 149,419 | (141) |
| | National government bonds | 120,269 | 490 | (8,854) | (3,686) | (259) | (3,419) | 119,779 | (3,427) | 129,123 | (267) |
| | Others | 5,275 | 411 | 476 | (601) | (381) | (516) | 4,864 | (220) | 4,799 | (85) |
| Foreign bonds | — | — | — | — | — | — | — | — | — | — | |
| The Juhachi-Shinwa Bank (non-consolidated) | Total | 1,247,154 | 36,453 | 59,989 | 8,105 | 16,442 | (24,650) | 1,210,701 | (8,337) | 1,187,165 | 32,755 |
| | Stocks | 38,531 | 4,876 | 3,799 | 16,138 | 4,510 | 2,618 | 33,655 | 11,628 | 34,732 | 13,520 |
| | Domestic bonds | 768,054 | (21,148) | (56,061) | (10,454) | (2,822) | (16,389) | 789,202 | (7,632) | 824,115 | 5,935 |
| | National government bonds | 485,495 | (15,932) | (50,216) | (8,140) | (1,433) | (13,243) | 501,427 | (6,707) | 535,711 | 5,103 |
| | Others | 440,568 | 52,725 | 112,252 | 2,421 | 14,754 | (10,878) | 387,843 | (12,333) | 328,316 | 13,299 |
| Foreign bonds | 246,723 | 24,310 | 65,758 | (5,192) | 13,129 | (3,665) | 222,413 | (18,321) | 180,965 | (1,527) | |

3. Non-performing loans

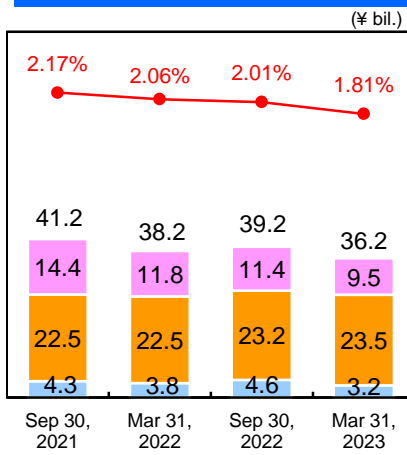
3 banks' total



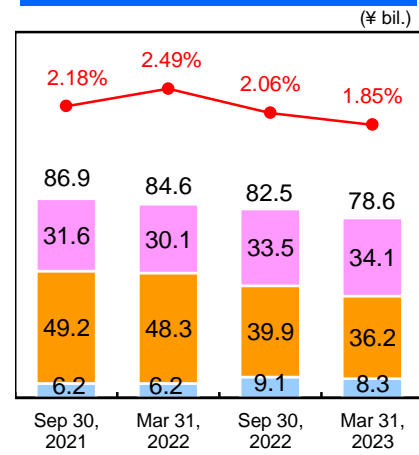
The Bank of Fukuoka (non-consolidated)



The Kumamoto Bank (non-consolidated)



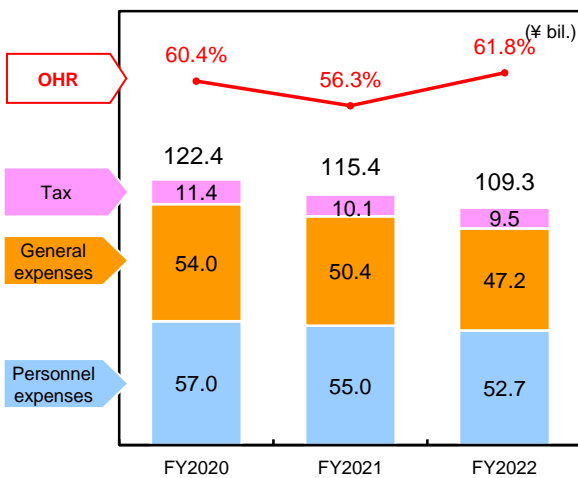
The Juhachi-Shinwa Bank (non-consolidated)



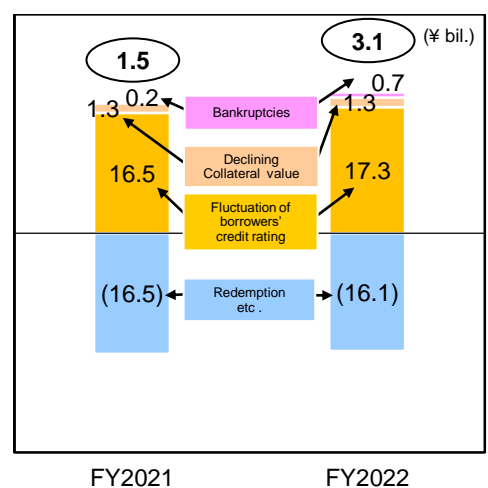
4. Overhead expenses • Credit cost

3 banks' total

Overhead expenses • OHR



Composition of credit cost



5. Capital adequacy ratio

FFG (consolidated)

The Domestic standard

- Consolidated capital adequacy ratio: 11.57%.
- 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, 2023 [preliminary] | | | Sep 30, 2022 | Mar 31, 2022 |
|--------------------------|-------------------------------|-----------------------------|-----------------------------|--------------|--------------|
| | | change from Sep 30, 2022 | change from Mar 31, 2022 | | |
| ①Total capital ratio ④/⑤ | 11.57% | 1.16% | 0.90% | 10.41% | 10.67% |
| ②Core capital | 879,130 | (21,278) | (4,791) | 900,408 | 883,921 |
| ③Deduction | 30,987 | (2,222) | (937) | 33,209 | 31,924 |
| ④Total capital ②-③ | 848,143 | (19,056) | (3,854) | 867,199 | 851,997 |
| ⑤Risk adjusted assets | 7,327,258 | (998,228) | (656,612) | 8,325,486 | 7,983,870 |

6. Projections

- In FY2023, we will carry out initiatives including sales reform and business process improvement in a speedy manner through our Digital Transformation (DX) strategy, realizing the effect of the initiatives to achieve the targets set under the 7th Mid-Term Management Plan for FY 2024.

- Earnings projections for FY2023 are as follows.

FFG (consolidated)

(¥ bil.)

| | FY2023 Projection | | FY2022 Results | |
|------------------------------|----------------------|-----------------------|-------------------|--------------------|
| | | Interim Projection | | Interim Results |
| Consolidated ordinary profit | 90.0 | 45.0 | 50.1 | 44.3 |
| FFG(consolidated)Net income | 61.0 | 30.5 | 31.2 | 30.8 |

(¥ bil.)

| | FY2023 Projection | | FY2022 Results | |
|-----------------------------|----------------------|-----------------------|-------------------|--------------------|
| | | Interim Projection | | Interim Results |
| Net income(3 banks' total) | 80.9 | 40.4 | 50.7 | 38.1 |
| Consolidation adjustments | (19.9) | (9.9) | (19.5) | (7.3) |
| FFG(consolidated)Net income | 61.0 | 30.5 | 31.2 | 30.8 |

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

(¥ bil.)

| | FY2023 Projection | | | | | FY2022 Results |
|----------------------|----------------------|---------------------|-------------------|-------------------------|----------------|-------------------|
| | 3 banks' total | Comparison | | | 3 banks' total | |
| | | The Bank of Fukuoka | The Kumamoto Bank | The Juhachi-Shinwa Bank | | |
| Core business profit | 110.0 | 83.9 | 8.3 | 17.8 | 4.1 | 105.9 |
| Ordinary profit | 110.0 | 86.3 | 7.2 | 16.4 | 43.0 | 67.1 |
| Net income | 80.9 | 62.6 | 5.8 | 12.5 | 30.2 | 50.7 |
| Credit cost (-) | 6.0 | 3.5 | 0.8 | 1.7 | 2.9 | 3.1 |

(¥ bil.)

| | FY2023 Interim Projection | | | | | FY2022 Interim Results |
|----------------------|------------------------------|---------------------|-------------------|-------------------------|----------------|---------------------------|
| | 3 banks' total | Comparison | | | 3 banks' total | |
| | | The Bank of Fukuoka | The Kumamoto Bank | The Juhachi-Shinwa Bank | | |
| Core business profit | 54.8 | 42.0 | 4.0 | 8.9 | (1.5) | 56.3 |
| Ordinary profit | 54.9 | 43.3 | 3.5 | 8.1 | 3.1 | 51.8 |
| Net income | 40.4 | 31.4 | 2.8 | 6.2 | 2.3 | 38.1 |
| Credit cost (-) | 3.0 | 1.8 | 0.4 | 0.9 | 2.5 | 0.5 |

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