

Overview of the Japanese regional banks' financial results for the fiscal year ended March 31, 2022

1. Profitability

- Net income for the fiscal year ended March 31, 2022 increased by 20.6% year on year, mainly due to the increase in net interest income and the decrease in credit costs, despite the decreased net gains on debt securities.

(Unit: 100 million yen)

	Fiscal Year ended Mar 31, 2020	Fiscal Year ended Mar 31, 2021	Fiscal Year ended Mar 31, 2022	YoY
Gross profits	42,480	41,692	42,195	503
Net interest income	36,172	36,473	37,438	965
Net fees and commissions	5,233	5,458	6,038	580
Net other business profits	1,032	(283)	(1,317)	(1,034)
Net gains on debt securities	832	(854)	(1,893)	(1,039)
Operating expenses	(29,728)	(29,361)	(28,836)	525
Pre-provision operating profit	12,751	12,330	13,359	1,029
Core net business profits	11,919	13,184	15,252	2,068
Core net business profits (excluding gains and losses from cancellation of investment trusts)	11,113	12,167	14,568	2,401
Credit costs*	(3,583)	(4,472)	(3,217)	1,255
Net gains on equity securities	749	2,378	1,621	(757)
Net income	6,901	7,082	8,542	1,460

* Positive figures on credit costs indicate gains such as a reversal of loan loss reserves.

	Mar 31, 2020	Mar 31, 2021	Mar 31, 2022
Loans (Period-end balance) (¥ trillion)	277.7	291.9	298.8

2. Non-Performing Loans

- The balance of NPLs and the NPL ratio increased from March 31, 2021.

	Mar 31, 2020	Mar 31, 2021	Mar 31, 2022
Balance of NPLs (¥ trillion)	4.8	5.3	5.5
NPL ratio (%)	1.70	1.78	1.81

3. Capital adequacy ratio

- The total capital adequacy ratio of internationally active banks decreased from March 31, 2021, while the capital ratio of domestically active banks increased from March 31, 2021.

(Internationally active banks: 11 banks)

	Mar 31, 2021	Mar 31, 2022
Total capital ratio (%)	14.07	13.41
Tier I capital ratio (%)	13.48	12.93
Common Equity Tier I capital ratio (%)	13.48	12.93

(Domestically active banks: March 31, 2021 90 banks, March 31, 2022 89 banks)

	Mar 31, 2021	Mar 31, 2022
Capital ratio (%)	9.70	9.71

1. Figures are rounded off.
2. Non-consolidated basis in general, but the NPL-related data partially incorporate the information of a bank's subsidiary company established for restructuring its corporate clients.