

Note: This document is a translation of a part of the original Japanese version and provided for reference purposes only. In the event of any discrepancy between the Japanese original and this English translation, the Japanese original shall prevail.



Consolidated Financial Results for the Three Months Ended June 30, 2023 [Japanese GAAP]

July 28, 2023

Company name: The Awa Bank, Ltd.

Stock exchange listing: Tokyo

Code number: 8388

URL: <https://www.awabank.co.jp/>

Representative: Takehisa Fukunaga

President and Director

Contact: Seiji Fujikura

Executive Officer, General Manager, Business Management Division

Phone: +81-88-623-3131

Scheduled date of filing quarterly securities report: July 28, 2023

Scheduled date of commencing dividend payments: -

Trading Accounts: No

Availability of supplementary briefing material on quarterly financial results: Yes

Schedule of quarterly financial results briefing session: No

(Amounts of less than one million yen are rounded down.)

1. Consolidated Financial Results for the Three Months Ended June 30, 2023 (April 1, 2023 to June 30, 2023)

(1) Consolidated Operating Results

(% indicates changes from the previous corresponding period.)

	Ordinary revenues		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2023	19,046	(4.2)	4,088	(29.4)	2,827	(31.4)
June 30, 2022	19,901	18.7	5,796	28.8	4,124	29.1

(Note) Comprehensive income: Three months ended June 30, 2023: ¥ 23,717 million [-%]
Three months ended June 30, 2022: ¥ (2,430) million [-%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2023	69.36	-
June 30, 2022	99.60	-

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
	Millions of yen	Millions of yen	%
As of June 30, 2023	3,900,044	301,353	7.7
March 31, 2023	3,850,329	278,763	7.2

(Reference) Equity: As of June 30, 2023: ¥ 301,353 million
As of March 31, 2023: ¥ 278,763 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2023	-	22.50	-	27.50	50.00
Fiscal year ending March 31, 2024	-				
Fiscal year ending March 31, 2024 (Forecast)		35.00	-	35.00	70.00

(Note) Revision to the forecast for dividends announced most recently: No

(Note) Breakdown of the 1st quarter dividend for the fiscal year ending March 31, 2024 :

Commemorative dividend	- yen
Special dividend	- yen

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2024(April 1, 2023 to March 31, 2024)

(% indicates changes from the previous corresponding period.)

	Ordinary revenues		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	
Six months ending September 30, 2023	36,000	(10.5)	7,800	0.0	5,300	0.5	Yen 130.01
Full year	71,000	(19.3)	15,500	0.4	10,600	3.8	260.02

(Note) Revision to the financial results forecast announced most recently: No

* Notes:

(1) Changes in significant subsidiaries during the three months ended June 30, 2023

(changes in specified subsidiaries resulting in changes in scope of consolidation): No

New	-	(Company name:)
Exclusion:	-	(Company name:)

(2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: Yes

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1) Changes in accounting policies due to the revision of accounting standards: No

2) Changes in accounting policies other than 1) above: No

3) Changes in accounting estimates: No

4) Retrospective restatement: No

(4) Total number of issued shares (common shares)

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

June 30, 2023: 41,040,000 shares

March 31, 2023: 41,040,000 shares

2) Number of treasury shares at the end of the period:

June 30, 2023: 274,140 shares

March 31, 2023: 273,664 shares

3) Average number of shares outstanding during the period:

Three months ended June 30, 2023: 40,766,139 shares

Three months ended June 30, 2022: 41,407,470 shares

Quarterly Consolidated Financial Statements
Quarterly Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
Assets		
Cash and due from banks	482,868	491,253
Call loans and bills bought	140,894	93,121
Monetary claims bought	817	771
Securities	935,370	1,008,463
Loans and bills discounted	2,172,312	2,178,864
Foreign exchanges	8,879	6,677
Lease receivables and investments in leases	30,057	30,520
Other assets	46,019	56,884
Property, plant and equipment	38,438	38,503
Intangible assets	4,515	4,507
Deferred tax assets	212	212
Customers' liabilities for acceptances and guarantees	8,924	9,130
Allowance for loan losses	(18,981)	(18,867)
Total assets	3,850,329	3,900,044
Liabilities		
Deposits	3,250,619	3,207,289
Negotiable certificates of deposit	130,006	163,838
Call money and bills sold	-	10,874
Cash collateral received for securities lent	-	4,125
Borrowed money	128,110	132,141
Foreign exchanges	2	9
Other liabilities	40,016	48,529
Provision for bonuses	22	-
Provision for bonuses for directors (and other officers)	50	-
Provision for retirement benefits for directors (and other officers)	15	8
Provision for share-based compensation	290	259
Provision for reimbursement of deposits	193	175
Provision for contingent loss	1,314	1,256
Deferred tax liabilities	9,454	18,507
Deferred tax liabilities for land revaluation	2,545	2,543
Acceptances and guarantees	8,924	9,130
Total liabilities	3,571,566	3,598,690

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
Net assets		
Share capital	23,452	23,452
Capital surplus	20,106	20,106
Retained earnings	189,153	190,861
Treasury shares	(846)	(846)
Total shareholders' equity	231,866	233,573
Valuation difference on available-for-sale securities	42,401	63,819
Deferred gains or losses on hedges	(297)	(825)
Revaluation reserve for land	4,792	4,786
Total accumulated other comprehensive income	46,896	67,780
Total net assets	278,763	301,353
Total liabilities and net assets	3,850,329	3,900,044

Quarterly Consolidated Statements of Income and Comprehensive Income
Quarterly Consolidated Statements of Income (For the three months)

(Millions of yen)

	For the three months ended June 30, 2022	For the three months ended June 30, 2023
Ordinary income	19,901	19,046
Interest income	10,653	11,514
Interest on loans and discounts	5,949	6,440
Interest and dividends on securities	4,291	3,675
Fees and commissions	2,345	2,345
Other ordinary income	5,830	3,886
Other income	1,071	1,299
Ordinary expenses	14,104	14,957
Interest expenses	978	2,722
Interest on deposits	171	235
Fees and commissions payments	196	126
Other ordinary expenses	5,200	3,394
General and administrative expenses	7,547	7,863
Other expenses	182	850
Ordinary profit	5,796	4,088
Extraordinary income	0	3
Gain on disposal of non-current assets	0	3
Extraordinary losses	2	140
Loss on disposal of non-current assets	2	1
Impairment losses	-	138
Profit before income taxes	5,793	3,951
Income taxes	1,669	1,124
Profit	4,124	2,827
Profit attributable to owners of parent	4,124	2,827

Quarterly Consolidated Statements of Comprehensive Income (For the three months)

(Millions of yen)

	For the three months ended June 30, 2022	For the three months ended June 30, 2023
Profit	4,124	2,827
Other comprehensive income	(6,555)	20,889
Valuation difference on available-for-sale securities	(7,187)	21,417
Deferred gains or losses on hedges	632	(528)
Comprehensive income	(2,430)	23,717
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(2,430)	23,717