

Translation

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Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2020 (Based on Japanese GAAP)

February 3, 2021

Company name: The Musashino Bank, Ltd.
 Stock exchange listing: Tokyo
 Stock code: 8336 URL <http://www.musashinobank.co.jp>
 Representative: President Kazumasa Nagahori
 Inquiries: General Manager of Takuo Toma TEL 048-641-6111
 General Planning and Management Division
 Scheduled date to file Quarterly Securities Report: February 5, 2021
 Scheduled date to commence dividend payments: –
 Trading accounts: No
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the nine months ended December 31, 2020 (from April 1, 2020 to December 31, 2020)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Ordinary income		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended December 31, 2020	53,283	4.7	8,913	14.5	5,420	(22.7)
Nine months ended December 31, 2019	50,844	(6.9)	7,784	288.3	7,018	–

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended December 31, 2020	161.87		161.80	
Nine months ended December 31, 2019	209.55		209.45	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2020	5,186,795	242,875	4.6
As of March 31, 2020	4,674,059	235,458	5.0

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2020	–	40.00	–	40.00	80.00
Year ending March 31, 2021	–	40.00	–		
Year ending March 31, 2021 (Forecast)				40.00	80.00

3. Forecast of consolidated financial results for the year ending March 31, 2021 (from April 1, 2020 to March 31, 2021)

Percentages indicate year-on-year changes

	Ordinary income		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	70,000	3.1	11,000	25.7	8,100	0.4	241.89

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended December 31, 2020
(changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: No
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

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

As of December 31, 2020	33,805,456 shares	As of March 31, 2020	33,805,456 shares
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Number of treasury shares at the end of the period

As of December 31, 2020	319,630 shares	As of March 31, 2020	318,691 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2020	33,486,471 shares	Nine months ended December 31, 2019	33,492,775 shares
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Quarterly consolidated financial statements

Consolidated balance sheets

(Millions of yen)

	As of March 31, 2020	As of December 31, 2020
Assets		
Cash and due from banks	374,688	697,629
Monetary claims bought	510	577
Trading account securities	48	42
Money held in trust	1,494	1,493
Securities	624,140	666,707
Loans and bills discounted	3,571,715	3,719,868
Foreign exchanges	5,191	3,633
Lease receivables and investments in leases	21,103	20,786
Other assets	35,043	38,005
Tangible fixed assets	42,224	42,398
Intangible fixed assets	4,375	4,351
Retirement benefit asset	5,341	5,807
Deferred tax assets	3,218	1,027
Customers' liabilities for acceptances and guarantees	4,795	5,579
Allowance for loan losses	(19,831)	(21,112)
Total assets	4,674,059	5,186,795
Liabilities		
Deposits	4,210,049	4,520,980
Negotiable certificates of deposit	133,830	73,667
Call money and bills sold	30,422	30,532
Payables under securities lending transactions	16,137	20,579
Borrowed money	11,890	258,287
Foreign exchanges	358	124
Borrowed money from trust account	1,043	2,626
Other liabilities	19,954	21,823
Provision for bonuses	1,133	291
Provision for bonuses for directors (and other officers)	11	8
Retirement benefit liability	3,452	3,284
Provision for retirement benefits for directors (and other officers)	39	29
Provision for loss on interest repayment	52	42
Provision for reimbursement of deposits	366	366
Provision for point card certificates	88	95
Provision for contingent loss	256	311
Provision for share-based compensation	60	74
Allowance for demolition of non-current assets	329	–
Deferred tax liabilities	99	987
Deferred tax liabilities for land revaluation	4,227	4,227
Acceptances and guarantees	4,795	5,579
Total liabilities	4,438,601	4,943,920

(Millions of yen)

	As of March 31, 2020	As of December 31, 2020
Net assets		
Share capital	45,743	45,743
Capital surplus	38,352	38,352
Retained earnings	136,947	139,684
Treasury shares	(909)	(911)
Total shareholders' equity	220,133	222,870
Valuation difference on available-for-sale securities	10,543	14,353
Deferred gains or losses on hedges	(1,454)	(928)
Revaluation reserve for land	8,286	8,286
Remeasurements of defined benefit plans	(2,122)	(1,779)
Total accumulated other comprehensive income	15,253	19,931
Share acquisition rights	47	47
Non-controlling interests	23	26
Total net assets	235,458	242,875
Total liabilities and net assets	4,674,059	5,186,795

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2019	Nine months ended December 31, 2020
Ordinary income	50,844	53,283
Interest income	29,405	29,782
Interest on loans and discounts	24,541	24,212
Interest and dividends on securities	4,707	5,384
Trust fees	10	38
Fees and commissions	10,179	10,357
Other ordinary income	1,373	1,623
Other income	9,875	11,481
Ordinary expenses	43,059	44,369
Interest expenses	1,943	987
Interest on deposits	649	422
Fees and commissions payments	2,738	2,905
Other ordinary expenses	829	1,548
General and administrative expenses	26,798	26,773
Other expenses	10,749	12,155
Ordinary profit	7,784	8,913
Extraordinary income	1	0
Gain on disposal of non-current assets	1	0
Extraordinary losses	13	4
Loss on disposal of non-current assets	13	4
Profit before income taxes	7,772	8,909
Income taxes - current	844	2,488
Income taxes - deferred	(105)	998
Total income taxes	738	3,486
Profit	7,033	5,423
Profit attributable to non-controlling interests	15	2
Profit attributable to owners of parent	7,018	5,420

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2019	Nine months ended December 31, 2020
Profit	7,033	5,423
Other comprehensive income	(422)	4,678
Valuation difference on available-for-sale securities	(732)	3,810
Deferred gains or losses on hedges	109	525
Remeasurements of defined benefit plans, net of tax	200	343
Comprehensive income	6,610	10,101
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	6,594	10,099
Comprehensive income attributable to non-controlling interests	16	2