

Translation

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Summary of Consolidated Financial Results for the Six Months Ended September 30, 2023 (Based on Japanese GAAP)

November 9, 2023

Company name: The Musashino Bank, Ltd.
 Stock exchange listing: Tokyo
 Stock code: 8336 URL <https://www.musashinobank.co.jp>
 Representative: President Kazumasa Nagahori
 Executive Officer and General Manager of
 Inquiries: General Planning and Management Division Toshitaka Matsuura TEL 048-641-6111
 Scheduled date to file Quarterly Securities Report: November 28, 2023
 Scheduled date to commence dividend payments: December 8, 2023
 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 six months ended September 30, 2023 (from April 1, 2023 to September 30, 2023)

(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	%
Six months ended September 30, 2023	40,904	4.0	8,005	11.4	6,045	14.6
Six months ended September 30, 2022	39,296	12.0	7,184	(7.4)	5,272	5.7

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Six months ended September 30, 2023	181.86		181.84	
Six months ended September 30, 2022	157.47		157.41	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2023	5,328,917	256,717	4.8
As of March 31, 2023	5,327,096	252,917	4.7

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, 2023	–	45.00	–	50.00	95.00
Year ending March 31, 2024	–	50.00	–	–	–
Year ending March 31, 2024 (Forecast)	–	–	–	50.00	100.00

3. Forecast of consolidated financial results for the year ending March 31, 2024 (from April 1, 2023 to March 31, 2024)

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	78,800	(3.7)	15,900	1.6	10,900	0.3	329.50

4. Notes

(1) Changes in significant subsidiaries during the six months ended September 30, 2023
 (changes in specified subsidiaries resulting in the change in scope of consolidation): No

(2) 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

(3) Number of issued shares (common shares)

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

As of September 30, 2023	33,405,456 shares	As of March 31, 2023	33,805,456 shares
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Number of treasury shares at the end of the period

As of September 30, 2023	325,038 shares	As of March 31, 2023	348,853 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2023	33,243,087 shares	Six months ended September 30, 2022	33,483,964 shares
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Quarterly consolidated financial statements

Consolidated balance sheets

(Millions of yen)

	As of March 31, 2023	As of September 30, 2023
Assets		
Cash and due from banks	484,394	313,009
Monetary claims bought	839	851
Trading securities	7	20
Money held in trust	1,489	1,496
Securities	810,296	943,663
Loans and bills discounted	3,909,853	3,947,027
Foreign exchanges	7,257	4,524
Lease receivables and investments in leases	17,469	17,951
Other assets	40,077	43,348
Tangible fixed assets	54,999	54,878
Intangible fixed assets	4,941	4,935
Retirement benefit asset	7,596	7,851
Deferred tax assets	2,798	3,088
Customers' liabilities for acceptances and guarantees	4,834	5,097
Allowance for loan losses	(19,756)	(18,826)
Total assets	5,327,096	5,328,917
Liabilities		
Deposits	4,875,224	4,934,433
Negotiable certificates of deposit	16,070	14,950
Call money and bills sold	57,551	41,284
Cash collateral received for securities lent	10,638	16,052
Borrowed money	68,276	10,893
Foreign exchanges	390	193
Borrowed money from trust account	7,756	8,042
Other liabilities	24,278	32,172
Provision for bonuses	1,129	1,132
Provision for bonuses for directors (and other officers)	37	12
Retirement benefit liability	2,810	2,727
Provision for retirement benefits for directors (and other officers)	35	28
Provision for loss on interest repayment	29	33
Provision for reimbursement of deposits	142	142
Provision for point card certificates	110	119
Provision for contingent loss	219	188
Provision for share-based compensation	83	68
Deferred tax liabilities	331	398
Deferred tax liabilities for land revaluation	4,227	4,227
Acceptances and guarantees	4,834	5,097
Total liabilities	5,074,179	5,072,200

(Millions of yen)

	As of March 31, 2023	As of September 30, 2023
Net assets		
Share capital	45,743	45,743
Capital surplus	38,353	38,350
Retained earnings	156,284	159,640
Treasury shares	(951)	(789)
Total shareholders' equity	239,430	242,945
Valuation difference on available-for-sale securities	6,500	4,086
Deferred gains or losses on hedges	(152)	2,472
Revaluation reserve for land	8,286	8,286
Remeasurements of defined benefit plans	(1,219)	(1,117)
Total accumulated other comprehensive income	13,415	13,727
Share acquisition rights	38	8
Non-controlling interests	33	35
Total net assets	252,917	256,717
Total liabilities and net assets	5,327,096	5,328,917

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Ordinary income	39,296	40,904
Interest income	20,760	23,453
Interest on loans and discounts	17,018	18,423
Interest and dividends on securities	3,313	4,816
Trust fees	33	15
Fees and commissions	7,414	7,305
Other ordinary income	4,488	3,128
Other income	6,598	7,002
Ordinary expenses	32,112	32,899
Interest expenses	1,096	2,227
Interest on deposits	182	287
Fees and commissions payments	1,861	1,707
Other ordinary expenses	4,170	4,086
General and administrative expenses	18,077	18,310
Other expenses	6,906	6,567
Ordinary profit	7,184	8,005
Extraordinary losses	58	18
Loss on disposal of non-current assets	24	18
Impairment losses	34	–
Profit before income taxes	7,125	7,987
Income taxes - current	1,878	2,159
Income taxes - deferred	(27)	(219)
Total income taxes	1,850	1,939
Profit	5,274	6,047
Profit attributable to non-controlling interests	1	2
Profit attributable to owners of parent	5,272	6,045

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Profit	5,274	6,047
Other comprehensive income	(5,296)	312
Valuation difference on available-for-sale securities	(7,712)	(2,413)
Deferred gains or losses on hedges	2,406	2,625
Remeasurements of defined benefit plans, net of tax	9	101
Comprehensive income	(22)	6,360
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(23)	6,358
Comprehensive income attributable to non-controlling interests	1	2

Consolidated statements of changes in equity

Six months ended September 30, 2022

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	45,743	38,353	148,605	(893)	231,809
Changes during period					
Dividends of surplus			(1,676)		(1,676)
Profit attributable to owners of parent			5,272		5,272
Purchase of treasury shares				(70)	(70)
Disposal of treasury shares		–		13	13
Cancellation of treasury shares		–		–	–
Transfer from retained earnings to capital surplus		–	–		–
Net changes in items other than shareholders' equity					
Total changes during period	–	–	3,595	(56)	3,539
Balance at end of period	45,743	38,353	152,201	(949)	235,349

	Accumulated other comprehensive income					Share acquisition rights	Non-controlling interests	Total net assets
	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			
Balance at beginning of period	10,476	124	8,286	(210)	18,676	38	29	250,554
Changes during period								
Dividends of surplus								(1,676)
Profit attributable to owners of parent								5,272
Purchase of treasury shares								(70)
Disposal of treasury shares								13
Cancellation of treasury shares								–
Transfer from retained earnings to capital surplus								–
Net changes in items other than shareholders' equity	(7,712)	2,406	–	9	(5,296)	–	1	(5,295)
Total changes during period	(7,712)	2,406	–	9	(5,296)	–	1	(1,755)
Balance at end of period	2,763	2,530	8,286	(200)	13,379	38	31	248,798

Six months ended September 30, 2023

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	45,743	38,353	156,284	(951)	239,430
Changes during period					
Dividends of surplus			(1,676)		(1,676)
Profit attributable to owners of parent			6,045		6,045
Purchase of treasury shares				(911)	(911)
Disposal of treasury shares		2		55	58
Cancellation of treasury shares		(1,018)		1,018	–
Transfer from retained earnings to capital surplus		1,012	(1,012)		–
Net changes in items other than shareholders' equity					
Total changes during period	–	(2)	3,356	161	3,515
Balance at end of period	45,743	38,350	159,640	(789)	242,945

	Accumulated other comprehensive income					Share acquisition rights	Non-controlling interests	Total net assets
	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			
Balance at beginning of period	6,500	(152)	8,286	(1,219)	13,415	38	33	252,917
Changes during period								
Dividends of surplus								(1,676)
Profit attributable to owners of parent								6,045
Purchase of treasury shares								(911)
Disposal of treasury shares								58
Cancellation of treasury shares								–
Transfer from retained earnings to capital surplus								–
Net changes in items other than shareholders' equity	(2,413)	2,625	–	101	312	(30)	2	284
Total changes during period	(2,413)	2,625	–	101	312	(30)	2	3,799
Balance at end of period	4,086	2,472	8,286	(1,117)	13,727	8	35	256,717