

## Financial Data (Non-Consolidated)

Year Ended March 31, 2022

Balance Sheets .....	74
Statements of Operations .....	76
Capital Account Details .....	78
Profit and Loss Details .....	79
Details of Operations .....	80

## Trends in Principal Financial Indicators (Non-Consolidated)

Fiscal period ended	Billions of yen				
	March 31, 2022	March 31, 2021	March 31, 2020	March 31, 2019	March 31, 2018
Total Operating Income	¥ 128.5	¥ 117.9	¥ 119.0	¥ 146.4	¥ 170.1
Income (Loss) before Income Taxes and Other	30.2	7.6	20.5	30.7	56.9
Net Income (Loss)	18.3	8.7	13.7	14.4	36.2
Capital	218.6	218.6	218.6	218.6	218.6
[Total Number of Shares Issued in Thousands of Units]	[2,186,531]	[2,186,531]	[2,186,531]	[2,186,531]	[2,186,531]
Total Capital Funds	979.7	969.9	956.6	962.3	971.5
Total Assets	12,719.3	13,012.6	11,149.3	11,749.8	11,890.2
Outstanding Deposits	5,707.9	5,893.6	5,082.0	5,057.9	4,892.2
Outstanding Debentures	3,542.5	3,787.1	3,990.1	4,238.3	4,459.5
Outstanding Loans	9,607.8	9,521.4	8,294.1	8,289.7	8,648.1
Balance of Investment Securities	1,215.1	1,464.4	1,283.3	1,383.9	1,514.6
Net Assets per Share (Yen)	206.56	202.05	195.91	195.97	193.32
Dividends per Share (Yen)	Common stock (non-government portion)	Common stock (non-government portion)	Common stock (non-government portion)	Common stock (non-government portion)	Common stock (non-government portion)
	3.00	3.00	3.00	3.00	3.00
Net Income per Share (Yen)	(government portion)	(government portion)	(government portion)	(government portion)	(government portion)
	1.00	1.00	1.00	1.00	1.00
Net Income per Share (Diluted) (Yen)	8.41	4.03	6.31	6.65	16.67
Capital Ratio (%)	7.70	7.45	8.58	8.18	8.17
Non-consolidated Tier 1 (Common Stock etc.) Ratio (%)	11.71	11.74	11.69	12.34	12.75
Non-consolidated Tier 1 Ratio (%)	11.71	11.74	11.69	12.34	12.75
Non-consolidated Total Capital Ratio (%)	12.76	12.68	12.38	13.02	13.57
Return on Equity (%)	1.87	0.91	1.43	1.49	3.80
Price Earnings Ratio	—	—	—	—	—
Dividend Payment Ratio (%)	24.55	51.24	32.73	31.04	12.39
Number of Employees (Persons)	3,419	3,599	3,703	3,798	3,765
[Average Number of Temporary Employees excluded from Above]	[886]	[890]	[879]	[895]	[917]

Notes: 1. The figure for Net Income per Share (Diluted) is not disclosed because there were no shares with a dilutive effect.

2. Dividends per Share are classified and presented in two separate categories, namely, Cash Dividend per Common Stock (government portion) and Cash Dividend per Common Stock (non-government portion). This separate classification is pursuant to Article 50 of the Shoko Chukin Bank Limited Act, which stipulates that the dividend per share applicable to Common Stock held by the government shall not exceed the dividend per share applicable to Common Stock held by parties other than the government. Furthermore, pursuant to Article 15 of the Regulation Enforcing the Shoko Chukin Bank Limited Act, the dividend per share applicable to Common Stock held by the government is set at a ratio of one-third in relation to the dividend per share applicable to Common Stock held by parties other than the government.

3. The Capital Ratio is calculated as follows:

(Total Net Assets as of the fiscal period-end - Share award rights as of the fiscal period-end - Stock acquisition rights as of the fiscal period-end) / Total Assets as of the fiscal period-end × 100.

4. Figures for Price Earnings Ratio are not disclosed because the Shoko Chukin Bank is not publicly listed or registered.

5. The Non-consolidated Capital Ratio is calculated in accordance with Announcement No. 2 of 2008 from the Financial Services Agency, the Ministry of Finance and the Ministry of Economy, Trade and Industry pursuant to Article 23, Paragraph 1 of the Shoko Chukin Bank Limited Act. The Shoko Chukin Bank has adopted the BIS international capital adequacy guidelines.

6. Dividend Payment Ratio is calculated by dividing average dividends per share (as calculated by dividing dividends by the number of shares outstanding at the end of the period) by net income per share.

7. Number of employees refers to the number of persons employed (excluding seconded workers).

## Non-Consolidated Balance Sheets

The Shoko Chukin Bank, Ltd. As of March 31, 2022 and 2021

	Millions of yen		Millions of U.S. dollars	
	2022	2021	2022	2021
<b>ASSETS</b>				
<b>Cash and Due from Banks</b>	¥ 1,515,777	¥ 1,680,583	\$ 12,384	\$ 15,180
Cash	20,378	23,220	166	209
Due from Banks	1,495,399	1,657,363	12,218	14,970
<b>Call Loans</b>	174,817	143,938	1,428	1,300
<b>Monetary Claims Purchased</b>	23,718	19,471	193	175
<b>Trading Assets</b>	13,147	15,109	107	136
Trading-related Financial Derivatives	13,147	15,109	107	136
<b>Investment Securities</b>	1,215,141	1,464,472	9,928	13,228
Government Bonds	537,291	734,260	4,389	6,632
Local Government Bonds	454,866	460,194	3,716	4,156
Corporate Bonds	123,868	172,712	1,012	1,560
Stocks	41,814	43,237	341	390
Other Securities	57,299	54,067	468	488
<b>Loans</b>	9,607,809	9,521,402	78,501	86,003
Bills Discounted	100,797	101,521	823	916
Loans on Notes	354,051	329,563	2,892	2,976
Loans on Deeds	7,811,004	7,854,270	63,820	70,944
Overdrafts	1,341,955	1,236,047	10,964	11,164
<b>Foreign Exchange</b>	27,954	24,810	228	224
Due from Foreign Banks	16,385	17,296	133	156
Foreign Exchange Bills Purchased	1,229	464	10	4
Foreign Exchange Bills Receivable	10,340	7,049	84	63
<b>Other Assets</b>	82,640	89,253	675	806
Prepaid Expenses	11,012	10,340	89	93
Accrued Income	4,852	4,071	39	36
Financial Derivatives	2,283	1,926	18	17
Cash Collateral Received for Financial Instruments	61,653	69,471	503	627
Other Assets	2,838	3,443	23	31
<b>Tangible Fixed Assets</b>	40,261	42,494	328	383
Buildings	16,144	16,858	131	152
Land	21,480	21,603	175	195
Construction in Progress	—	835	—	7
Other Tangible Fixed Assets	2,635	3,198	21	28
<b>Intangible Fixed Assets</b>	13,014	10,294	106	92
Software	8,919	9,104	72	82
Other Intangible Fixed Assets	4,094	1,190	33	10
<b>Prepaid Pension Cost</b>	33,356	32,747	272	295
<b>Deferred Income Taxes</b>	33,296	36,023	272	325
<b>Customers' Liabilities for Acceptances and Guarantees</b>	120,768	112,070	986	1,012
Customers' Liabilities for Acceptances and Guarantees	119,831	111,067	979	1,003
Customers' Liabilities for Guaranteeing Agency Loans	936	1,003	7	9
<b>Reserve for Possible Loan Losses</b>	(182,364)	(180,069)	(1,490)	(1,626)
<b>Total Assets</b>	¥ 12,719,338	¥ 13,012,603	\$ 103,924	\$ 117,537

# Non-Consolidated Balance Sheets

The Shoko Chukin Bank, Ltd. As of March 31, 2022 and 2021

Pursuant to Article 396-1 of the Companies Act, the material that the Shoko Chukin Bank makes public in accordance with Article 52-1 of the Shoko Chukin Bank Law has been audited by an audit and supervisory board member.

In addition, the Bank's financial statements — the balance sheets, statements of operations, and statements of changes in net assets — have been certified by an audit and supervisory board member pursuant to Article 193-2-1 of the Financial Instruments and Exchange Act.

The non-consolidated financial statements presented below are not audited or certified. They have been reproduced from audited and certified non-consolidated financial statements above.

	Millions of yen		Millions of U.S. dollars	
	2022	2021	2022	2021
<b>LIABILITIES</b>				
<b>Deposits</b>	¥ 5,707,939	¥ 5,893,654	\$ 46,637	\$ 53,235
Current Deposits	548,030	545,702	4,477	4,929
Ordinary Deposits	1,592,943	1,662,949	13,015	15,020
Deposits at Notice	35,373	30,613	289	276
Time Deposits	3,453,371	3,571,601	28,216	32,260
Other Deposits	78,221	82,787	639	747
<b>Negotiable Certificates of Deposit</b>	491,452	437,864	4,015	3,955
<b>Shoko Chukin Bank Debentures</b>	3,542,570	3,787,170	28,944	34,208
Shoko Chukin Bank Debentures Issued	3,542,570	3,787,170	28,944	34,208
<b>Payables under Securities Lending Transactions</b>	139,173	164,811	1,137	1,488
<b>Trading Liabilities</b>	5,197	8,928	42	80
Trading-related Financial Derivatives	5,197	8,928	42	80
<b>Borrowed Money</b>	1,584,123	1,497,590	12,943	13,527
Borrowings	1,584,123	1,497,590	12,943	13,527
<b>Foreign Exchange</b>	75	43	0	0
Due to Foreign Banks	1	9	0	0
Foreign Exchange Bills Payable	73	33	0	0
Corporate Bonds	30,000	10,000	245	90
<b>Other Liabilities</b>	67,954	75,916	555	685
Corporate Taxes Payable	8,089	2,094	66	18
Accrued Expenses	5,902	6,176	48	55
Unearned Income	7,047	6,871	57	62
Deposits by Employees	—	4,032	—	36
Financial Derivatives	5,464	2,763	44	24
Cash Collateral Received for Financial Instruments	5,311	13,985	43	126
Asset Retirement Obligations	1,752	2,502	14	22
Debenture Principal Payable	13	38	0	0
Other Liabilities	34,372	37,451	280	338
<b>Reserve for Bonuses</b>	4,000	4,330	32	39
<b>Reserve for Retirement Benefits</b>	—	1,155	—	10
<b>Reserve for Retirement Benefits for Directors</b>	79	58	0	0
<b>Reserve for Losses on Refund for Dormant Bonds</b>	46,162	48,979	377	442
<b>Reserve for Environmental Measures</b>	67	67	0	0
<b>Acceptances and Guarantees</b>	120,768	112,070	986	1,012
Acceptances and Guarantees	119,831	111,067	979	1,003
Guarantees for Agency Loans	936	1,003	7	9
<b>Total Liabilities</b>	¥ 11,739,563	¥ 12,042,640	\$ 95,919	\$ 108,776
<b>NET ASSETS</b>				
<b>Capital</b>	218,653	218,653	1,786	1,975
<b>Crisis Response Reserve</b>	129,500	129,500	1,058	1,169
<b>Special Reserve under the Shoko Chukin Bank Law</b>	400,811	400,811	3,274	3,620
<b>Capital Surplus</b>	0	0	0	0
Other Capital Surplus	0	0	0	0
<b>Retained Earnings</b>	214,620	201,099	1,753	1,816
Earnings Reserve	25,109	24,210	205	218
Other Retained Earnings	189,511	176,888	1,548	1,597
Reserve for Advanced Depreciation of Noncurrent Assets	354	377	2	3
Reserve for Particular Purposes	49,570	49,570	405	447
Retained Earnings Brought Forward	139,586	126,940	1,140	1,146
Treasury Stock	(1,146)	(1,136)	(9)	(10)
<b>Total Shareholders' Equity</b>	962,439	948,927	7,863	8,571
<b>Unrealized Gains on Other Securities</b>	17,332	21,060	141	190
<b>Deferred Hedge Gains</b>	2	(25)	0	(0)
<b>Total Valuation and Translation Adjustments</b>	17,334	21,035	141	190
<b>Total Net Assets</b>	979,774	969,963	8,005	8,761
<b>Total Liabilities and Net Assets</b>	¥ 12,719,338	¥ 13,012,603	\$ 103,924	\$ 117,537

## Non-Consolidated Statement of Operations

The Shoko Chukin Bank, Ltd. For the years ended March 31, 2022 and 2021

	Millions of yen		Millions of U.S. dollars	
	2022	2021	2022	2021
<b>Operating Income</b>	¥ 128,520	¥ 117,932	\$ 1,050	\$ 1,065
Interest Income	107,636	102,905	879	929
Interest on Loans	100,376	96,996	820	876
Interest and Dividends on Securities	3,368	3,725	27	33
Interest on Call Loans	96	130	0	1
Interest on Deposits	1,136	1,101	9	9
Interest on Interest Swaps	—	23	—	0
Other Interest Income	2,658	927	21	8
Fees and Commissions	10,663	9,133	87	82
Domestic and Foreign Exchange Commissions	1,312	1,410	10	12
Other Fees and Commissions	9,351	7,722	76	69
Trading Revenue	6,128	2,202	50	19
Revenue from Trading-related Financial Derivatives	6,128	2,202	50	19
Other Operating Income	2,553	1,060	20	9
Revenue from Foreign Exchange Trading	1,343	847	10	7
Revenue from Sales of Government and Other Bonds	1,210	213	9	1
Other Income	1,537	2,631	12	23
Collection of Written-off Claims	90	88	0	0
Revenue from Sales of Stocks and Other Securities	55	650	0	5
Other Income	1,391	1,891	11	17
<b>Operating Expenses</b>	98,312	110,262	803	995
Interest Expenses	3,992	4,994	32	45
Interest on Deposits	2,545	2,670	20	24
Interest on Negotiable Certificates of Deposit	149	190	1	1
Interest on Debentures	282	1,107	2	9
Interest on Call Money	0	(3)	0	(0)
Interest on Payables under Repurchase Agreements	0	—	0	—
Interest on Debenture Rental Transactions	15	21	0	0
Interest on Borrowed Money	863	934	7	8
Interest on Corporate Bonds	105	27	0	0
Interest on Interest Swaps	21	—	0	—
Other Interest Expenses	9	46	0	0
Fees and Commissions	3,183	2,567	26	23
Domestic and Foreign Exchange Commissions	302	360	2	3
Other Fees and Commissions	2,881	2,206	23	19
Trading Expenses	0	—	0	—
Expenses on Securities and Derivatives Related to Trading Transactions	0	—	0	—
Other Operating Expenses	813	2,254	6	20
Losses on Sales of Government and Other Bonds	698	2,029	5	18
Losses on Redemption of Government and Other Bonds	39	22	0	0
Amortization of Government and Other Bonds	0	8	0	0
Amortization of Debenture Issue Expenses	22	26	0	0
Expenses on Financial Derivatives	52	166	0	1
Other Operating Expenses	1	1	0	0
General and Administrative Expenses	68,969	79,175	563	715
Other Expenses	21,352	21,270	174	192
Provision for Possible Loan Losses	19,766	19,067	161	172
Write-off of Loans	150	317	1	2
Losses on Sales of Stocks and Other Securities	16	627	0	5
Write-off of Stocks	45	93	0	0
Other Expenses	1,373	1,165	11	10
<b>Profit before Income Taxes and Other</b>	30,207	7,670	246	69

## Non-Consolidated Statement of Operations

The Shoko Chukin Bank, Ltd. For the years ended March 31, 2022 and 2021

	Millions of yen		Millions of U.S. dollars	
	2022	2021	2022	2021
<b>Other Gains</b>	1,228	4,443	10	40
Gains on Disposal of Fixed Assets	1,228	651	10	5
Compensation Received	—	3,792	—	34
<b>Other Losses</b>	589	1,449	4	13
Losses on Disposal of Fixed Assets	193	196	1	1
Impairment Losses	396	1,253	3	11
<b>Profit before Income Taxes</b>	30,846	10,664	252	96
<b>Provision for Income Taxes</b>	8,064	2,400	65	21
<b>Adjustment for Income Taxes</b>	4,476	(510)	36	4
<b>Total Income Taxes</b>	12,541	1,890	102	17
<b>Profit</b>	¥ 18,305	¥ 8,773	\$ 149	\$ 79

**PRINCIPAL SHAREHOLDERS**
**Common Stock**

Shareholder Name	Number of Stocks Held (Thousand shares)	Percentage of Total Common Stock Issued and Outstanding (%)
The Minister of Finance	1,016,000	46.69
National Federation of Fire Insurance	9,300	0.42
Chubu Automobile Insurance Cooperative for Truck Transport Companies	8,085	0.37
Kantoh Automobile Insurance Cooperative for Truck Transport Companies	6,639	0.30
Koeisha Co., Ltd.	6,087	0.27
Kagoshima Prefecture Fire Insurance Cooperative	5,506	0.25
BOT LEASE CO., LTD.	5,300	0.24
Tokyo Mokuzai Tonya Kyoudou Kumiai	5,000	0.22
Kyodokumiai Koyama Kyoiku Sangyo Group	4,823	0.22
OSAKA SEMBA FASHION CO-OPERATIVE ASSOCIATION	4,810	0.22
Total	1,071,550	49.24

Notes: 1. As of March 31, 2022.

2. In addition to the principal shareholder information presented in the preceding chart, the Shoko Chukin Bank holds 10,666 thousand shares of treasury stock, representing 0.48% of total common stock issued and outstanding.

**CAPITAL RATIO (Uniform International Standards)**

(¥100 million, %)

	(As of March 31, 2022)
1. Total Risk-weighted Capital Ratio (4/7)	12.76
2. Tier 1 Risk-weighted Capital Ratio (5/7)	11.71
3. Common Equity Tier 1 Risk-weighted Capital Ratio (6/7)	11.71
4. Total Capital	10,277
5. Tier 1 Capital	9,430
6. Common Equity Tier 1 Capital	9,430
7. Risk-weighted Assets	80,525
8. Total Required Capital	6,442

**LEVERAGE RATIO (Uniform International Standards)**

(%)

	(As of March 31, 2022)
Leverage Ratio	8.15

**The Bank's Capital Ratio, etc.:**

The Bank's capital ratio is calculated in accordance with the formula stipulated in "Standard for Assessment of Management Soundness under Announcement No. 2 of 2008 from the Financial Services Agency, the Ministry of Finance and the Ministry of Economy, Trade and Industry pursuant to Article 23, Paragraph 1 of the Shoko Chukin Bank Law." In addition to applying the uniform international standard, the Bank adopts the standard method for Credit Risk-weighted Assets calculation and the basic method for Operational Risk calculation. Market Risk is not calculated according to special provision for exclusion. In addition, the Bank's leverage ratio, an indicator that supplements the capital ratio, is calculated in accordance with the formula stipulated in "Standard for Assessment of Soundness Concerning Leverage that is Stipulated as Indicator that Supplements Standard for Assessment of Management Soundness under Announcement No. 3 of 2019 from the Financial Services Agency, the Ministry of Finance and the Ministry of Economy, Trade and Industry pursuant to Article 23, Paragraph 1 of the Shoko Chukin Bank Law."

**SUMMARY OF INCOME**

(¥100 million)

Fiscal period ended	March 31, 2022	March 31, 2021
Gross Operating Profit	1,189	1,054
General and Administrative Expenses (Excluding Nonrecurring Items)	661	725
Net operating profit	528	329
Provision for the General Reserve for Possible Loan Losses	3	105
Operating Profit	525	224
Nonrecurring Loss (Including Nonrecurring Expenses)	(223)	(147)
Income before Income Taxes and Other	302	76
Other Gains and Losses	6	29
Provision for Income Taxes — Corporate Tax, Inhabitant Tax and Enterprise Tax	80	24
Adjustment of Income Taxes	44	(5)
Net Income	183	87

Note: Operating Profit is income generated by the Bank's primary businesses and is calculated using the following formula:  
 Operating Profit = Gross Operating Profit - (Provision for the General Reserve for Possible Loan Losses + General and Administrative Expenses (Excluding Nonrecurring Items))  
 Net operating profit = (Gross operating profit) - (General and administrative expenses (excluding nonrecurring items))

**GROSS OPERATING PROFIT**

(¥100 million, %)

Fiscal period ended	March 31, 2022			March 31, 2021		
	Domestic	International	Total	Domestic	International	Total
Net Interest Income	1,015	20	1,036	958	20	979
Fees and Commissions	65	9	74	55	10	65
Trading Revenue	25	35	61	9	12	22
Other Operating Income	4	12	17	(18)	6	(11)
Gross Operating Profit	1,110	79	1,189	1,004	50	1,054
Gross Operating Profit Ratio (%)	0.87	3.02	0.92	0.82	2.19	0.85

Notes: 1. Domestic departments handle transactions in yen with Japanese residents through the domestic offices. International departments handle transactions with non-residents in Japan, foreign currency transactions and transactions made on special international financial accounts (transactions in the Tokyo Offshore Market) through the domestic offices and those operated through the New York branch.

2. Gross Operating Profit Ratio =  $\frac{\text{Gross Operating Profit}}{\text{Average Balance of Interest Earning Assets}} \times 100$

**Operating profit, etc.**

(¥100 million)

	March 31, 2022	March 31, 2021
Operating profit	525	224
Net operating profit	528	329
Core operating profit	523	347
Core operating profit (excluding gains (losses) on cancellation of investment trusts)	523	347

(Note) Core operating profit = (Gross operating profit) - (General and administrative expenses (excluding nonrecurring items)) - (Net gains (losses) related to bonds, including Japanese government bonds)

## Details of Operations (Non-Consolidated)

### BALANCE OF LOANS

(¥100 million)

Fiscal period ended	March 31, 2022			March 31, 2021		
	Domestic	International	Total	Domestic	International	Total
Loans on Deeds	76,609	1,500	78,110	77,241	1,301	78,542
Loans on Notes	3,009	531	3,540	2,835	460	3,295
Overdraft	13,419	—	13,419	12,360	—	12,360
Bills Discounted	1,007	—	1,007	1,015	—	1,015
<b>Total</b>	<b>94,046</b>	<b>2,031</b>	<b>96,078</b>	<b>93,452</b>	<b>1,761</b>	<b>95,214</b>
Average Balance						
Loans on Deeds	76,914	1,406	78,321	73,872	1,315	75,187
Loans on Notes	2,834	503	3,338	3,137	410	3,547
Overdraft	12,673	—	12,673	12,670	—	12,670
Bills Discounted	944	—	944	1,057	—	1,057
<b>Total</b>	<b>93,367</b>	<b>1,910</b>	<b>95,277</b>	<b>90,737</b>	<b>1,725</b>	<b>92,462</b>

Note: The average balance of foreign currency loans with domestic offices stated in the International column is calculated by the monthly current method.

### BREAKDOWN OF LOAN BALANCE BY INDUSTRY

(¥100 million, %)

	As of March 31, 2022	As of March 31, 2021
Manufacturing	28,967 (30.2)	29,325 (30.8)
Machinery and Metal Product Manufacturing	15,333 (16.0)	15,483 (16.3)
Agriculture and Forestry	328 (0.3)	299 (0.3)
Fisheries	64 (0.1)	61 (0.1)
Mining and Quarrying of Stone and Gravel	106 (0.1)	104 (0.1)
Construction	2,939 (3.1)	2,998 (3.1)
Electricity, Gas, Heat Supply and Water	300 (0.3)	281 (0.3)
Information and Communications, Transport and Postal Activities	12,601 (13.1)	12,212 (12.8)
Wholesale and Retail	27,520 (28.6)	27,766 (29.2)
Finance and Insurance	485 (0.5)	481 (0.5)
Real Estate and Goods Rental and Leasing	7,683 (8.0)	7,425 (7.8)
Various Services	14,467 (15.1)	13,668 (14.4)
Local Governments	2 (0.0)	2 (0.0)
Others	104 (0.1)	106 (0.1)
Overseas and Special International Financial Accounts	506 (0.5)	481 (0.5)
<b>Total</b>	<b>96,078</b>	<b>95,214</b>

Note: The figures in parentheses represent percentages of the total.



**LOANS BASED ON FINANCIAL RECONSTRUCTION ACT AND PROBLEM LOANS (Non-consolidated)**

(¥100 million, %)

		As of March 31, 2022	As of March 31, 2021
Bankrupt or de facto bankrupt loans	(A)	109.7	121.2
Doubtful loans	(B)	165.2	181.1
Special Attention Loans	(C)	35.5	26.0
Loans Overdue for 3 Months or Longer		1.0	0.1
Rescheduled Loans		34.5	25.8
Subtotal	(D) = (A) + (B) + (C)	310.5	328.4
Loss Classification Loans	(G)	64.0	68.7
(Other than Loss Classification Loans)	(D) - (G)	(246.5)	(259.6)
Normal Loans		9,450.0	9,346.7
Total	(H)	9,760.6	9,675.1
Percentage to Total Credit (%)	((D) - (G)) / ((H) - (G))	2.5	2.7

**(Reference) Coverage of Assets Other than Loss Classification Loans**

Amount of (D) Expected to Be Recovered through Collateral and Guarantees	(E)	145.9	155.0
Reserve for Possible Loan Losses Recorded for (D)	(F)	126.7	123.0
Allowance Ratio (%)	$\frac{(F) - (G)}{((D) - (G)) - (E)}$	62.4	51.9
Coverage Ratio (%)	$\frac{((E) + (F)) - (G)}{(D) - (G)}$	84.6	80.6

Notes: 1. The above represents the four categories of "Bankrupt or de facto bankrupt loans," "Doubtful loans," "Special attention loans," and "Normal loans," classified through the assessment based on the Act on Emergency Measures for the Revitalization of the Financial Functions.

## 2. Categories of disclosed loans

- (1) Bankrupt or de facto Bankrupt Loans ..... Loans to debtors with failed business status due to the grounds such as commencement of bankruptcy proceedings, commencement of reorganization proceedings, or commencement of rehabilitation proceedings, and any other type of claims equivalent thereto
- (2) Doubtful Loans ..... Loans whose debtor is not yet in the status of failure in business although such debtor's financial status and business performance are worsening, and for which it is highly likely that the collection of principal and receipt of interest in accordance with the contract is impossible
- (3) Special Attention Loans ..... Loans overdue for three months or longer and rescheduled loans excluding loans under (1) and (2) above
- (4) Normal Loans ..... Loans categorized as loans other than those under (1), (2), and (3) above, whose debtors are not found to be problematic in terms of the financial status and business performance

3. Loss Classification Loans are loans categorized as unrecoverable based on self-assessment and for which a reserve for possible loan losses is reported for the entire amount of the loan.

4. Other than Loss Classification Loans represents the total amount of disclosed loans under (1) through (3) of Note 2 less the amount of Note 3.

5. The Order Partially Amending the Regulation for Enforcement of the Shoko Chukin Bank, Ltd. Act Relating to the Ministry of Economy, Trade and Industry, Ministry of Finance, and the Cabinet Office (January 24, 2020, Cabinet Office, Ministry of Finance, Ministry of Economy, Trade and Industry, No. 1) went into effect on March 31, 2022. Accordingly, "Problem loans" and other categories under the Shoko Chukin Bank Limited Act are presented in line with the categories of loans disclosed under the Act on Emergency Measures for the Revitalization of the Financial Functions.