

Consolidated Financial Results for the six months ended September 30, 2022



November 8, 2022

Company Name:	Bank of The Ryukyus, Limited	Stock Exchange Listing:	Tokyo, Fukuoka
Code Number:	8399	URL:	https://www.ryugin.co.jp/
Representative:	Representative Director, President	Yasushi Kawakami	
Reference Person in Charge:	General Manager, General Planning Dept.	Takeshi Kikuchi	Phone: +81-98-866-1212
Securities Report Issuing Date (scheduled):		November 25, 2022	
Commencement of Dividend Payment (scheduled):		December 6, 2022	
Trading Accounts:		None	
Supplemental Information for Financial Statements:		Available	
Investor Meeting Presentation:		None (Video of financial result briefing is going to be published on the Bank's website.)	

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

1. Consolidated Financial Results (for the six months ended September 30, 2022)

(1) Operating Results

(Unit: Millions of Yen)

	Ordinary Income		Ordinary Profit		Profit Attributable to Owners of the Parent	
	Amount	Change (%)	Amount	Change (%)	Amount	Change (%)
Six months ended September 30, 2022	¥29,208	1.2%	¥5,346	11.8%	¥3,716	17.7%
Six months ended September 30, 2021	¥28,864	-0.6%	¥4,782	106.8%	¥3,157	120.0%

(Note1) Comprehensive Income: Six months ended September 30, 2022: ¥558 million [-84.0%];
Six months ended September 30, 2021: ¥3,481 million [97.7%]

(Note2) Percentages shown in Ordinary Income, Ordinary Profit, Profit Attributable to Owners of the Parent are the increase (decrease) from the same period of the previous year.

	Net Income per Share	Net Income per Share (Diluted)
Six months ended September 30, 2022	¥87.56	¥87.29
Six months ended September 30, 2021	¥73.75	¥73.49

(2) Financial Position

(Unit: Millions of Yen)

	Total Assets	Total Net Assets	Own Capital Ratio
September 30, 2022	¥2,994,657	¥134,863	4.5%
March 31, 2022	¥3,064,865	¥135,018	4.4%

(Reference) Own Capital: September 30, 2022: ¥134,702 million; March 31, 2022: ¥134,839 million

(Note) Own Capital Ratio = (Total Net Assets – Stock Acquisition Rights) / Total Assets

The ratio above is not based on the regulation of Capital Adequacy Ratio.

2. Dividends on Common Stock

	Annual Cash Dividends per Share				
	1 Quarter -End	2 Quarter -End	3 Quarter -End	Fiscal Year -End	Total
Fiscal year ended March 31, 2022	—	¥17.50	—	¥17.50	¥35.00
Fiscal year ending March 31, 2023	—	¥17.50			
Fiscal year ending March 31, 2023 (Forecasts)			—	¥17.50	¥35.00

(Note) Revisions to the most recently announced earnings forecast: None

3. Consolidated Earnings Forecasts (for the fiscal year ending March 31, 2023)

(Unit: Millions of Yen, except per share data and percentages)

	Ordinary Income		Ordinary Profit		Profit Attributable to Owners of the Parent		Net Income per Share
	Amount	Change (%)	Amount	Change (%)	Amount	Change (%)	Amount
Fiscal year ending March 31, 2023	¥56,000	-1.8%	¥8,000	0.9%	¥5,500	-1.6%	¥129.66

(Note) Revisions to the most recently announced earnings forecast: None

*** NOTES**

(1) Changes in the scope of consolidated significant subsidiaries in the six months ended September 30, 2022: None

(2) Changes in accounting policies, accounting estimates, and restatements:

(A) Changes in accounting policies due to revision of accounting: Presence

(B) Changes in accounting policies due to reasons other than (A): None

(C) Changes in accounting estimates: None

(D) Restatements: None

(3) Number of common stocks issued:

(A) Number of stocks issued
(including treasury stocks):

September 30, 2022	43,108,470 shares	March 31, 2022	43,108,470 shares
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(B) Number of treasury stocks:

September 30, 2022	641,008 shares	March 31, 2022	690,386 shares
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(C) Average outstanding stocks for the
six months ended:

September 30, 2022	42,444,989 shares	September 30, 2021	42,813,519 shares
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Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Unit: Millions of Yen)

	As of March 31, 2022	As of September 30, 2022
Assets:		
Cash and due from banks	770,553	653,230
Call loans and bolls bought	—	376
Money held in trust	518	1,408
Securities	364,179	400,923
Loans and bills discounted	1,804,414	1,808,078
Foreign exchanges	6,208	10,739
Lease receivables and investment assets	21,510	21,993
Other assets	66,272	64,917
Tangible fixed assets	23,246	24,780
Intangible fixed assets	4,466	4,185
Net defined benefit asset	1,032	1,017
Deferred tax assets	5,651	6,619
Customers' liabilities for acceptances and guarantees	8,283	6,963
Allowance for loan losses	(11,471)	(10,577)
Total assets	3,064,865	2,994,657

(Unit: Millions of Yen)

	As of March 31, 2022	As of September 30, 2022
Liabilities:		
Deposits	2,587,046	2,669,904
Negotiable certificates of deposit	11,213	11,214
Payables under repurchase agreements	—	36,892
Borrowed money	297,872	108,612
Foreign exchanges	78	111
Other liabilities	21,967	22,739
Reserve for bonuses	674	695
Reserve for directors' bonuses	12	—
Net defined benefit liability	223	222
Reserve for retirement benefits for directors and corporate auditors	14	17
Reserve for reimbursement of deposits	22	21
Reserve for contingent losses	99	91
Reserve for point service program	175	177
Reserve for losses on interest payment	215	184
Deferred tax liabilities for land revaluation	1,947	1,944
Acceptances and guarantees	8,283	6,963
Total liabilities	2,929,846	2,859,794
Net assets:		
Capital stock	56,967	56,967
Capital surplus	14,220	14,225
Retained earnings	64,252	67,197
Treasury stock	(575)	(534)
Total shareholders' equity	134,864	137,856
Valuation difference on available-for-sale securities	(775)	(3,955)
Revaluation reserve for land	776	804
Remeasurements of defined benefit plans	(25)	(3)
Total accumulated other comprehensive income	(24)	(3,154)
Stock acquisition rights	179	160
Total net assets	135,018	134,863
Total liabilities and net assets	3,064,865	2,994,657

(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income
(Consolidated Statements of Income)

	(Unit: Millions of Yen)	
	For the six months ended September 30, 2021	For the six months ended September 30, 2022
Ordinary income	28,864	29,208
Interest income	13,920	14,000
Interest on loans and bills discounted	13,226	12,967
Interest and dividends on securities	571	850
Fees and commissions	5,227	5,663
Other operating income	8,672	8,073
Other income	1,043	1,470
Ordinary expenses	24,081	23,861
Interest expenses	101	253
Interest on deposits	67	37
Fees and commissions payments	2,420	2,583
Other operating expenses	7,594	7,297
General and administrative expenses	13,549	13,386
Other expenses	415	341
Ordinary profit	4,782	5,346
Extraordinary income	0	0
Gain on disposal of non-current assets	0	0
Extraordinary losses	231	47
Loss on disposal of non-current assets	103	42
Impairment loss	127	4
Income before income taxes	4,550	5,299
Income taxes - current	1,199	1,197
Income taxes - deferred	193	385
Total income taxes	1,393	1,583
Profit	3,157	3,716
Profit attributable to owners of the parent	3,157	3,716

(Consolidated Statements of Comprehensive Income)

(Unit: Millions of Yen)

	For the six months ended September 30, 2021	For the six months ended September 30, 2022
Profit	3,157	3,716
Other comprehensive income	323	(3,157)
Valuation difference on available-for-sale securities	275	(3,180)
Remeasurements of defined benefit plans	48	22
Comprehensive income	3,481	558
(Comprehensive income attributable to:)		
Owners of the parent	3,481	558

(3) Consolidated Statements of Changes in Net Assets
For the six months ended September 30, 2021

(Unit: Millions of Yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at beginning of current period	56,967	14,250	60,004	(170)	131,051
Cumulative effect of a change in accounting policy			(37)		(37)
Balance at the beginning of the period reflecting the change in accounting policy	56,967	14,250	59,966	(170)	131,013
Changes of items during period					
Cash dividends			(537)		(537)
Profit attributable to owners of the parent			3,157		3,157
Purchase of treasury stocks				(500)	(500)
Sales of treasury stocks		(29)		96	66
Net changes of items other than shareholders' equity					
Total changes of items during period	—	(29)	2,620	(404)	2,186
Balance at end of current period	56,967	14,220	62,587	(574)	133,199

	Accumulated other comprehensive income				Stock acquisition rights	Total net assets
	Valuation difference on available-for-sale securities	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of current period	174	751	(380)	544	219	131,815
Cumulative effect of a change in accounting policy						(37)
Balance at the beginning of the period reflecting the change in accounting policy	174	751	(380)	544	219	131,778
Changes of items during period						
Cash dividends						(537)
Profit attributable to owners of the parent						3,157
Purchase of treasury stocks						(500)
Sales of treasury stocks						66
Net changes of items other than shareholders' equity	275	—	48	323	(40)	283
Total changes of items during period	275	—	48	323	(40)	2,469
Balance at end of current period	450	751	(332)	868	179	134,247

For the six months ended September 30, 2022

(Unit: Millions of Yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at beginning of current period	56,967	14,220	64,252	(575)	134,864
Changes of items during period					
Cash dividends			(742)		(742)
Profit attributable to owners of the parent			3,716		3,716
Reversal of revaluation reserve for land			(28)		(28)
Purchase of treasury stocks				(0)	(0)
Sales of treasury stocks		5		41	46
Net changes of items other than shareholders' equity					
Total changes of items during period	—	5	2,945	41	2,992
Balance at end of current period	56,967	14,225	67,197	(534)	137,856

	Accumulated other comprehensive income				Stock acquisition rights	Total net assets
	Valuation difference on available-for-sale securities	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of current period	(775)	776	(25)	(24)	179	135,018
Changes of items during period						
Cash dividends						(742)
Profit attributable to owners of the parent						3,716
Reversal of revaluation reserve for land						(28)
Purchase of treasury stocks						(0)
Sales of treasury stocks						46
Net changes of items other than shareholders' equity	(3,180)	28	22	(3,129)	(18)	(3,147)
Total changes of items during period	(3,180)	28	22	(3,129)	(18)	(155)
Balance at end of current period	(3,955)	804	(3)	(3,154)	160	134,863