

Consolidated Financial Results for the fiscal year ended March 31, 2024



May 10, 2024

<under Japanese GAAP>

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		Ken Shimabukuro
Reference Person in Charge:	General Manager, General Planning Dept.	Hiroya Yamanoha	Phone: +81-98-866-1212
Date of Ordinary General Meeting of Shareholders (scheduled):		June 25, 2024	
Commencement of Dividend Payment (scheduled):		June 26, 2024	
Securities Report Issuing Date (scheduled):		June 25, 2024	
Trading Accounts:		None	
Supplemental Information for Financial Statements:		Available	
Investor Meeting Presentation:		Available	(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 fiscal year ended March 31, 2024)

(1) Operating Results

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

	Ordinary Income		Ordinary Profit		Profit Attributable to Owners of the Parent	
	Amount	Change (%)	Amount	Change (%)	Amount	Change (%)
Fiscal year ended March 31, 2024	¥ 65,951	9.7%	¥ 8,452	-0.6%	¥ 5,651	-4.2%
Fiscal year ended March 31, 2023	¥ 60,093	5.4%	¥ 8,499	7.2%	¥ 5,896	5.5%

(Note1) Comprehensive Income: Fiscal year ended March 31, 2024: ¥5,861 million [4.6%];
Fiscal year ended March 31, 2023: ¥5,601 million [12.1%]

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

	Net Income per Share	Net Income per Share (Diluted)	Return on Equity	Ordinary Profit on Total Assets	Ordinary Profit on Ordinary Income
Fiscal year ended March 31, 2024	¥ 135.71	¥ 135.50	4.0%	0.3%	12.8%
Fiscal year ended March 31, 2023	¥ 139.39	¥ 138.98	4.3%	0.3%	14.1%

(2) Financial Position

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

	Total Assets	Total Net Assets	Own Capital Ratio	Net Assets per Share
March 31, 2024	¥ 3,067,017	¥ 142,564	4.6%	¥3,419.90
March 31, 2023	¥ 3,042,523	¥ 138,162	4.5%	¥3,321.40

(Reference) Own Capital: March 31, 2024: ¥142,500 million; March 31, 2023: ¥138,002 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.

(3) Cash Flows

(Unit: Millions of Yen)

	Cash Flows from Operating Activities	Cash Flows from Investing Activities	Cash Flows from Financing Activities	Cash and Cash Equivalents at End of Period
Fiscal year ended March 31, 2024	¥ (37,259)	¥ (217,822)	¥ (1,813)	¥ 341,278
Fiscal year ended March 31, 2023	¥ (52,266)	¥ (116,735)	¥ (2,905)	¥ 598,102

2. Dividends on Common Stock

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

	Annual Cash Dividends per Share					Total Cash Dividends	Dividends Pay-out Ratio (Consolidated)	Dividends on Net Assets Ratio (Consolidated)
	1 Quarter -End	2 Quarter -End	3 Quarter -End	Fiscal Year -End	Total			
Fiscal year ended March 31, 2023	—	¥17.50	—	¥17.50	¥35.00	¥ 1,470	24.9%	1.1%
Fiscal year ended March 31, 2024	—	¥18.50	—	¥18.50	¥37.00	¥ 1,541	27.3%	1.1%
Fiscal year ending March 31, 2025 (Forecasts)	—	¥19.00	—	¥19.00	¥38.00		27.9%	

3. Consolidated Earnings Forecasts (for the fiscal year ending March 31, 2025)

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

	Ordinary Profit		Profit Attributable to Owners of the Parent		Net Income per Share
	Amount	Change (%)	Amount	Change (%)	Amount
Six months ending September 30, 2024	¥ 3,500	-35.0%	¥ 2,300	-40.5%	¥ 55.20
Fiscal year ending March 31, 2025	¥ 8,500	0.6%	¥ 5,700	0.9%	¥ 136.80

(Note) Percentages shown in above table are the increase/decrease ratio from the same period of the previous year.

*** NOTES**

(1) Changes in the scope of consolidated significant subsidiaries in the fiscal year ended March 31, 2024: None

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

(A) Changes in accounting policies due to revision of accounting standards: None

(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):

March 31, 2024	43,108,470 shares	March 31, 2023	43,108,470 shares
----------------	-------------------	----------------	-------------------

(B) Number of treasury stocks:

March 31, 2024	1,440,541 shares	March 31, 2023	1,559,153 shares
----------------	------------------	----------------	------------------

(C) Average outstanding stocks for the fiscal year ended:

March 31, 2024	41,644,845 shares	March 31, 2023	42,303,131 shares
----------------	-------------------	----------------	-------------------

*** This financial report is not subject to audit by certified public accountants.**

*** Explanation of the appropriate use of forecasts and other notes**

The future prospects of the business results, etc., described in this material is based on information that the Bank has acquired, and certain assumptions assessed to be reasonable, and there is a possibility that actual business results, etc., will be greatly different depending on various factors.

Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Unit: Millions of Yen)

	As of March 31, 2023	As of March 31, 2024
Assets:		
Cash and due from banks	598,662	341,755
Call loans and bills bought	1,649	246
Money held in trust	514	522
Securities	477,175	692,245
Loans and bills discounted	1,828,059	1,881,946
Foreign exchanges	8,995	4,493
Lease receivables and investment assets	22,879	26,192
Other assets	71,155	69,448
Tangible fixed assets	25,006	36,110
Buildings, net	5,727	9,672
Land	13,333	14,489
Lease assets, net	39	31
Construction in progress	2,531	7,650
Other tangible fixed assets	3,375	4,267
Intangible fixed assets	3,976	3,307
Software	3,457	2,579
Goodwill	148	116
Lease assets	7	5
Other intangible fixed assets	363	605
Net defined benefit asset	1,138	1,705
Deferred tax assets	5,157	4,569
Customers' liabilities for acceptances and guarantees	7,547	12,280
Allowance for loan losses	(9,395)	(7,806)
Total assets	3,042,523	3,067,017

(Unit: Millions of Yen)

	As of March 31, 2023	As of March 31, 2024
Liabilities:		
Deposits	2,707,158	2,793,883
Negotiable certificates of deposit	21,621	42,365
Payables under repurchase agreements	36,805	27,676
Borrowed money	104,865	19,271
Foreign exchanges	60	64
Other liabilities	22,572	25,123
Reserve for bonuses	761	820
Reserve for director's bonuses	12	10
Net defined benefit liability	534	565
Reserve for retirement benefits for directors and corporate auditors	28	24
Reserve for contingent losses	85	76
Reserve for point service program	170	173
Reserve for losses on interest payment	191	176
Deferred tax liabilities for land revaluation	1,944	1,940
Acceptances and guarantees	7,547	12,280
Total liabilities	2,904,361	2,924,453
Net assets:		
Capital stock	56,967	56,967
Capital surplus	14,225	14,244
Retained earnings	68,634	72,797
Treasury stock	(1,534)	(1,417)
Total shareholders' equity	138,292	142,590
Valuation difference on available-for-sale securities	(1,148)	(1,223)
Revaluation reserve for land	804	796
Remeasurements of defined benefit plans	52	337
Total accumulated other comprehensive income	(290)	(90)
Stock acquisition rights	160	64
Total net assets	138,162	142,564
Total liabilities and net assets	3,042,523	3,067,017

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

	(Unit: Millions of Yen)	
	For the year ended March 31, 2023	For the year ended March 31, 2024
Ordinary income	60,093	65,951
Interest income	28,248	29,297
Interest on loans and bills discounted	25,994	26,126
Interest and dividends on securities	1,985	3,019
Interest on call loans and bills bought	(54)	9
Interest on deposits with banks	321	135
Other interest income	2	6
Fees and commissions	11,249	12,587
Other operating income	17,291	20,752
Other income	3,303	3,314
Gain on reversal of allowance for loan losses	1,971	1,517
Recoveries of written off claims	212	254
Other	1,119	1,542
Ordinary expenses	51,593	57,499
Interest expenses	970	2,017
Interest on deposits	81	100
Interest on negotiable certificates of deposit	1	2
Interest on call money and bills sold	(0)	(0)
Interest on payables under securities lending transactions	820	1,834
Interest on borrowings and rediscounts	64	78
Other interest expenses	2	2
Fees and commissions payments	4,926	5,614
Other operating expenses	17,854	20,296
General and administrative expenses	26,674	28,244
Other expenses	1,168	1,326
Ordinary profit	8,499	8,452
Extraordinary income	2	1
Gain on disposal of non-current assets	2	1
Extraordinary losses	71	90
Loss on disposal of non-current assets	66	70
Impairment loss	4	20
Income before income taxes	8,430	8,363
Income taxes - current	1,816	2,156
Income taxes - deferred	717	555
Total income taxes	2,533	2,712
Profit	5,896	5,651
Profit attributable to owners of the parent	5,896	5,651

(Consolidated Statements of Comprehensive Income)

(Unit: Millions of Yen)

	For the year ended March 31, 2023	For the year ended March 31, 2024
Profit	5,896	5,651
Other comprehensive income	(294)	209
Valuation difference on available-for-sale securities	(373)	(75)
Remeasurements of defined benefit plans	78	284
Comprehensive income	5,601	5,861
Comprehensive income attributable to owners of the parent	5,601	5,861

(3) Consolidated Statements of Changes in Net Assets

For the year ended March 31, 2023

(Unit: Millions of Yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	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			(1,485)		(1,485)
Profit attributable to owners of the parent			5,896		5,896
Reversal of revaluation reserve for land			(28)		(28)
Purchase of treasury shares				(1,000)	(1,000)
Sales of treasury shares		5		41	46
Net changes of items other than shareholders' equity					—
Total changes of items during period	—	5	4,382	(959)	3,428
Balance at end of current period	56,967	14,225	68,634	(1,534)	138,292

	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						(1,485)
Profit attributable to owners of the parent						5,896
Reversal of revaluation reserve for land						(28)
Purchase of treasury shares						(1,000)
Sales of treasury shares						46
Net changes of items other than shareholders' equity	(373)	28	78	(266)	(18)	(284)
Total changes of items during period	(373)	28	78	(266)	(18)	3,143
Balance at end of current period	(1,148)	804	52	(290)	160	138,162

For the year ended March 31, 2024

(Unit: Millions of Yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	56,967	14,225	68,634	(1,534)	138,292
Changes of items during period					
Cash dividends			(1,497)		(1,497)
Profit attributable to owners of the parent			5,651		5,651
Reversal of revaluation reserve for land			8		8
Purchase of treasury shares				(1)	(1)
Sales of treasury shares		18		117	136
Net changes of items other than shareholders' equity					—
Total changes of items during period	—	18	4,162	116	4,297
Balance at end of current period	56,967	14,244	72,797	(1,417)	142,590

	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	(1,148)	804	52	(290)	160	138,162
Changes of items during period						
Cash dividends						(1,497)
Profit attributable to owners of the parent						5,651
Reversal of revaluation reserve for land						8
Purchase of treasury shares						(1)
Sales of treasury shares						136
Net changes of items other than shareholders' equity	(75)	(8)	284	200	(96)	104
Total changes of items during period	(75)	(8)	284	200	(96)	4,401
Balance at end of current period	(1,223)	796	337	(90)	64	142,564

(4) Consolidated Statements of Cash Flows

(Unit: Millions of Yen)

	For the year ended March 31, 2023	For the year ended March 31, 2024
Cash flows from operating activities:		
Income before income taxes	8,430	8,363
Depreciation	2,977	3,136
Impairment loss on fixed assets	4	20
Amortization of goodwill	10	31
Increase (decrease) in allowance for loan losses	(2,078)	(1,588)
Increase (decrease) in reserve for bonuses	67	58
Increase (decrease) in reserve for director's bonuses	—	(1)
(Increase) decrease in net defined benefit asset	57	56
Decrease (increase) in net defined benefit liability	(84)	(184)
Increase (decrease) in reserve for retirement benefits for directors and corporate auditors	6	(4)
Increase (decrease) in reserve for reimbursement of dormant deposits	(22)	—
Decrease (increase) in reserve for contingent losses	(13)	(9)
Increase (decrease) in reserve for point service program	(4)	2
Increase (decrease) in reserve for losses on interest payment	(23)	(14)
Interest income	(28,248)	(29,297)
Interest expenses	970	2,017
Loss (gain) related securities	1,270	(284)
Loss (gain) on money held in trust	(14)	(27)
Foreign exchange losses (gains)	2,074	1,409
Loss (gain) on disposal of non-current assets	(22)	4
Increase in loans and bills discounted	(23,645)	(53,886)
Increase in deposits	124,058	86,724
Increase in negotiable certificate of deposits	10,408	20,743
Increase (decrease) in borrowed money (excepting subordinated borrowings)	(193,006)	(85,594)
Decrease (increase) in due from banks (excluding due from central bank)	29	83
Decrease (increase) in call loans	(1,649)	1,402
Increase (decrease) in payables under repurchase agreements	36,805	(9,128)
Net change in foreign exchange accounts (assets)	(2,786)	4,501
Net change in foreign exchange accounts (liabilities)	(18)	4
Decrease (increase) in lease receivables and lease investment assets	(1,369)	(3,268)
Interest and dividends received	28,726	29,101
Interest paid	(920)	(2,035)
Other, net	(12,439)	(7,817)
Subtotal	(50,453)	(35,482)
Income taxes paid	(1,813)	(1,777)
Net cash used in operating activities	(52,266)	(37,259)

(Unit: Millions of Yen)

	For the year ended March 31, 2023	For the year ended March 31, 2024
Cash flows from investing activities:		
Purchases of securities	(280,526)	(354,596)
Proceeds from sales of securities	85,871	89,714
Proceeds from redemptions of securities	83,931	60,880
Increase in money held in trust	(15,900)	(20,000)
Decrease in money held in trust	15,890	20,000
Purchases of property, plant and equipment	(3,438)	(13,086)
Purchases of intangible fixed assets	(846)	(861)
Proceeds from sales of property, plant and equipment	286	182
Payments for disposal of property, plant and equipment	(44)	(56)
Purchase of investments in subsidiaries resulting in change in scope of consolidation	(1,959)	—
Net cash used in investing activities	(116,735)	(217,822)
Cash flows from financing activities:		
Cash dividends paid	(1,486)	(1,497)
Payments of lease obligations	(417)	(315)
Purchases of treasury stock	(1,000)	(1)
Proceeds from sales of treasury stock	0	0
Net cash used in financing activities	(2,905)	(1,813)
Effect of exchange rate change on cash and cash equivalents	46	72
Increase (decrease) in cash and cash equivalents	(171,861)	(256,823)
Cash and cash equivalents at beginning of period	769,963	598,102
Cash and cash equivalents at end of period	598,102	341,278