

Financial Statements  
for the First Half  
Ended September 30, 2022

Okinawa Financial Group, Inc.

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<p>Note: “Consolidated” indicates consolidated figures for the Okinawa Financial Group.  “Non-consolidated” indicates non-consolidated figures for The Bank of Okinawa.</p>
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# I. Summary of Business Results for the First Half Ended September 30, 2022

## 1. Business performance

### Okinawa Financial Group, Consolidated

(¥ million)

	(Japanese)	1H FY22	YoY increase (decrease)	1H FY21 (The Bank of Okinawa, consolidated)
Gross business profit	連結業務粗利益	16,267	(363)	16,631
Interest income	資金利益	14,356	440	13,916
Trust fees	信託報酬	39	(5)	44
Fees and commissions	役務取引等利益	1,205	(25)	1,230
Other business profit	その他業務利益	667	(773)	1,440
Operating expenses	営業経費	11,881	(321)	12,203
Loan-loss provisions	貸倒償却引当費用	168	(2,180)	2,349
Provision of general allowance for possible loan losses	一般貸倒引当金繰入額	-	(980)	980
Provision of specific allowance for loan losses	個別貸倒引当金繰入額	-	(1,164)	1,164
Provision of reserve for compensation for trust principal losses	信託元本補填引当金繰入額	-	(0)	0
Written-off of loans	貸出金償却	168	(35)	203
Reversal of allowance for loan losses	貸倒引当金戻入益	320	320	-
Net gains (losses) on equity securities	株式等関係損益	800	724	75
Other	その他	776	72	704
Ordinary profit	経常利益	6,114	3,254	2,859
Extraordinary gains (losses)	特別損益	(54)	(30)	(23)
Losses on disposal of noncurrent assets	うち固定資産処分損益	(54)	(30)	(23)
Income before income taxes	税金等調整前 中間純利益	6,060	3,223	2,836
Income taxes-current	法人税、住民税及び 事業税	1,488	(11)	1,499
Income taxes-deferred	法人税等調整額	154	76	77
Total income taxes	法人税等合計	1,642	65	1,577
Net income	中間純利益	4,417	3,158	1,259
Net income attributable to non-controlling interests	非支配株主に帰属する 中間純利益	-	(62)	62
Net income attributable to owners of the parent	親会社株主に帰属する 中間純利益	4,417	3,221	1,196

(Note) Gross business profit = interest income + fund procurement cost for the acquisition of money held in trust + trust fees + fees and commissions + other business profit

(Reference)

(¥ million)

Net business profit (on a consolidated basis)*	連結業務純益	4,535	952	3,583
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(Note) Gross business profit - operating expenses (excluding non-recurrent items) - provision of general allowance for possible loan losses

(Consolidated)

(Number of companies)

Number of consolidated subsidiaries	連結子会社数	10	1	9
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The Bank of Okinawa, Non-consolidated

(¥ million)

	(Japanese)	1H FY22	YoY increase (decrease)	1H FY21
Gross business profit	業 務 粗 利 益	14,847	(418)	15,265
Net interest income	資 金 利 益	14,615	451	14,164
Gains (losses) on cancellation of investment trusts	うち投資信託解約損益	170	71	99
Net fees and commissions	役 務 取 引 等 利 益	972	20	952
Trust fees	う ち 信 託 報 酬	39	(5)	44
Expenses for the disposal of bad debt included in trust account (1)	信託勘定不良債権処理額	-	-	-
Other business profit	そ の 他 業 務 利 益	(740)	(890)	149
Expenses (excluding non-recurrent items)	経費(除く臨時処理分)	10,754	(178)	10,932
Personnel expenses	人 件 費	4,567	(437)	5,005
Non-personnel expenses	物 件 費	5,230	317	4,912
Taxes	税 金	956	(58)	1,014
Net business profit (prior to provision of general allowance for possible loan losses)	業 務 純 益 (一 般 貸 引 繰 入 前)	4,092	(240)	4,333
Excluding gains (losses) on bond trading	除く国債等債券関係損益(5勘定戻)	4,885	580	4,304
Excluding gains (losses) on cancellation of investment trusts	除く投資信託解約損益	4,714	509	4,205
Provision of general allowance for possible loan losses (2)	一 般 貸 倒 引 当 金 繰 入 額	-	(994)	994
Net business profit	業 務 純 益	4,092	754	3,338
Gains (losses) on bond trading	うち国債等債券関係損益(5勘定戻)	(792)	(821)	28
Non-recurrent items	臨 時 損 益	1,740	2,354	(613)
Recoveries of written-off claims	うち償却債権取立益	66	(156)	222
Net gains (losses) on equity trading	うち株式等関係損益(3勘定戻)	800	724	75
Losses on bad debt disposal (3)	うち不良債権処理損失	46	(1,134)	1,181
Provision of specific allowance for loan losses	個別貸倒引当金繰入額	-	(1,145)	1,145
Written-off of loans	貸 出 金 償 却	46	11	35
Provision of reserve for compensation for trust principal losses	信託元本補填引当金繰入額	-	(0)	0
Reversal of allowance for loan losses (4)	うち貸倒引当金戻入	417	417	-
Reversal of reserve for compensation for trust principal losses (5)	うち信託元本補填引当金戻入	1	1	-
Ordinary profit	経 常 利 益	5,832	3,108	2,724
Extraordinary gains (losses)	特 別 損 益	(52)	(29)	(22)
Losses on disposal of noncurrent assets	うち固定資産処分損益	(52)	(29)	(22)
Income before income taxes	税 引 前 中 間 純 利 益	5,780	3,078	2,702
Income taxes-current	法 人 税、住 民 税 及 び 事 業 税	1,189	(101)	1,290
Income taxes-deferred	法 人 税 等 調 整 額	123	59	64
Total income taxes	法 人 税 等 合 計	1,313	(42)	1,355
Net income	中 間 純 利 益	4,467	3,120	1,347
Bad debt disposal ((1) + (3))	不 良 債 権 処 理 額	46	(1,134)	1,181
Credit cost ((1) + (2) + (3) - (4) - (5))	与 信 費 用	(371)	(2,547)	2,175

## 2. Net business profit (The Bank of Okinawa, non-consolidated)

(¥ million)

	(Japanese)	1H FY22	YoY	1H FY21
			increase (decrease)	
Net business profit (prior to provision of general allowance for possible loan losses)	業 務 純 益 (一般貸引繰入前)	4,092	(240)	4,333
Per staff (¥ thousand)	職員一人当たり (千円)	3,543	(141)	3,684
Net business profit	業 務 純 益	4,092	754	3,338
Per staff (¥ thousand)	職員一人当たり (千円)	3,543	704	2,839

(Note) The average number of employees during the term (excluding those seconded to other organizations) is employed.

## 3. Interest margins (The Bank of Okinawa, non-consolidated)

### (1) Aggregate

(%)

	(Japanese)	1H FY22	YoY	1H FY21
			increase (decrease)	
Yield on fund operation (A)	資 金 運 用 利 回	1.14	(0.02)	1.16
Yield on loans	貸 出 金 利 回	1.38	(0.02)	1.40
Yield on securities	有 価 証 券 利 回	1.09	0.10	0.99
Fund procurement cost (B)	資 金 調 達 原 価	0.80	(0.04)	0.84
Yield on deposits	預 金 等 利 回	0.00	0.00	0.00
Yield on external debt*	外 部 負 債 利 回	-	-	-
Gross interest margin (A)-(B)	総 資 金 利 鞘	0.34	0.02	0.32

(Note) External debt\* = call money + bills sold + borrowed money

### (2) Domestic

(%)

	(Japanese)	1H FY22	YoY	1H FY21
			increase (decrease)	
Yield on fund operation (A)	資 金 運 用 利 回	1.12	(0.04)	1.16
Yield on loans	貸 出 金 利 回	1.38	(0.02)	1.40
Yield on securities	有 価 証 券 利 回	1.03	0.06	0.97
Fund procurement cost (B)	資 金 調 達 原 価	0.76	(0.05)	0.81
Yield on deposits	預 金 等 利 回	0.00	0.00	0.00
Yield on external debt*	外 部 負 債 利 回	-	-	-
Gross interest margin (A)-(B)	総 資 金 利 鞘	0.36	0.01	0.35

(Note) External debt\* = call money + bills sold + borrowed money

#### 4. Gains and losses on securities (The Bank of Okinawa, non-consolidated)

(¥ million)

	(Japanese)	1H FY22	YoY	1H FY21
			increase (decrease)	
Gains (losses) on securities	有 価 証 券 関 係 損 益	7	(96)	104
Gains (losses) on bond trading	国 債 等 債 券 関 係 損 益 ( 5 勘 定 尻 )	(792)	(821)	28
Gains on sale of bonds	売 却 益	165	41	124
Gains on redemption of bonds	償 還 益	-	-	-
Losses on sale of bonds	売 却 損	957	862	95
Losses on redemption of bonds	償 還 損	-	-	-
Write-off	償 却	-	-	-
Net gains (losses) on equity securities	株 式 等 関 係 損 益 ( 3 勘 定 尻 )	800	724	75
Gains on sale of equity shares	売 却 益	890	592	297
Losses on sale of equity shares	売 却 損	89	(78)	167
Write-off	償 却	0	(53)	54

#### 5. Capital ratio (domestic standards)

(Okinawa Financial Group, consolidated)

(¥ million, %)

	(Japanese)	As of September 30, 2022	Comparison	Comparison	As of March 31, 2022	As of September 30, 2021 (The Bank of Okinawa, consolidated)
			with the previous balance-sheet date (March 31, 2022)	with the previous interim balance-sheet date (September 30, 2021)		
(1) Capital ratio	自 己 資 本 比 率	11.01	(0.08)	0.19	11.09	10.82
(2) Basic elements of core capital	コ ア 資 本 に 係 る 基 礎 項 目	162,850	2,884	7,470	159,965	155,380
45% of the difference between the revalued land and the book value	う ち 土 地 の 再 評 価 差 額 の 4 5 %	219	-	(100)	219	319
General allowance for possible loan losses	う ち 一 般 貸 倒 引 当 金	4,904	(682)	(1,423)	5,587	6,328
Qualifying subordinated debt	う ち 負 債 性 資 本 調 達 手 段 等	-	-	-	-	-
(3) Adjustments to core capital	コ ア 資 本 に 係 る 調 整 項 目	2,824	342	474	2,481	2,349
(4) Capital (2)-(3)	自 己 資 本	160,026	2,541	6,995	157,484	153,030
(5) Risk-weighted assets	リ ス ク ア セ ッ ト	1,452,233	33,054	39,047	1,419,179	1,413,186

(The Bank of Okinawa, non-consolidated)

(¥ million, %)

	(Japanese)	As of September 30, 2022	Comparison		As of March 31, 2022	As of September 30, 2021
			with the previous balance-sheet date (March 31, 2022)	with the previous interim balance-sheet date (September 30, 2021)		
(1) Capital ratio	自己資本比率	9.98	(0.09)	(0.16)	10.07	10.14
(2) Basic elements of core capital	コア資本に係る基礎項目	144,247	2,304	1,423	141,942	142,823
45% of the difference between the revalued land and the book value	うち土地の再評価差額の45%	219	-	(100)	219	319
General allowance for possible loan losses	うち一般貸倒引当金	4,311	(663)	(1,277)	4,974	5,588
Qualifying subordinated debt	うち負債性資本調達手段等	-	-	-	-	-
(3) Adjustments to core capital	コア資本に係る調整項目	2,492	315	459	2,176	2,032
(4) Capital (2)-(3)	自己資本	141,755	1,989	964	139,766	140,790
(5) Risk-weighted assets	リスクアセット	1,420,047	32,336	32,076	1,387,710	1,387,970

## 6. ROE (The Bank of Okinawa, non-consolidated)

(%)

	(Japanese)	1H FY22	YoY		1H FY21
			increase	(decrease)	
Net business profit basis	業務純益ベース	5.83	1.40		4.43
Business profit on core banking operations basis	コア業務純益ベース	6.96	1.25		5.71
Net income basis	中間純利益ベース	6.36	4.58		1.78

(Calculation formula) 
$$\frac{\text{Net business profit (business profit on core banking operations, net income)}}{(\text{Net assets at the beginning of period} + \text{net assets at the end of period}) \div 2} \times 365 \div 183 \times 100$$

\* Business profit on core banking operations = Net business profit – gains (losses) on bond trading + provision of general allowance for possible loan losses + written-off claims under trust accounts

\* Subscription rights to shares are excluded from net assets.

(Reference)

ROE (shareholders' equity basis; The Bank of Okinawa, non-consolidated)

(%)

	(Japanese)	1H FY22	YoY		1H FY21
			increase	(decrease)	
Net business profit basis	業務純益ベース	5.84	1.11		4.73
Business profit on core banking operations basis	コア業務純益ベース	6.97	0.87		6.10
Net income basis	中間純利益ベース	6.37	4.47		1.90

(Calculation formula) 
$$\frac{\text{Net business profit (business profit on core banking operations, net income)}}{(\text{Shareholders' equity at the beginning of period} + \text{shareholders' equity at the end of period}) \div 2} \times 365 \div 183 \times 100$$

## II. Loans and Bills Discounted

### 1. Risk-monitored loans (under the Banking Law)

\* Partial charge-offs are recorded.

\*\* Accrued interests are not recorded (on the self-assessment basis).

#### Okinawa Financial Group, Consolidated

(¥ million)

		(Japanese)	As of	Comparison	Comparison	As of March	As of	
			Septmber 30, 2022	with the previous balance-sheet date (March 31, 2022)	with the previous interim balance-sheet date (September 30, 2021)			31, 2022
Risk- monitored assets	リスク 管理債権	Bankrupt and quasi-bankrupt assets	破産更生債権 及びこれらに準 ずる債権	6,707	(403)	(170)	7,111	6,878
		Doubtful assets	危険債権	5,171	360	(2,678)	4,811	7,850
		Past due loans (3 months or more)	三月以上延滞 債権額	72	(6)	(88)	79	161
		Restructured loans	貸出条件緩和 債権額	6,834	(1,128)	(1,673)	7,963	8,508
		Total	合計	18,787	(1,178)	(4,611)	19,965	23,398
		Normal assets	正常債権	1,730,042	27,944	28,251	1,702,098	1,701,791

(Note) Including trust accounts.

(¥ million)

Total credit balance	総与信残高	1,748,829	26,765	23,639	1,722,064	1,725,190
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(Note) Including trust accounts.

(%)

As a percentage of total credit balance	総与 信残 高比	Bankrupt and quasi-bankrupt assets	破産更生債権 及びこれらに準 ずる債権	0.38	(0.03)	(0.01)	0.41	0.39
		Doubtful assets	危険債権	0.29	0.02	(0.16)	0.27	0.45
		Past due loans (3 months or more)	三月以上延滞 債権額	0.00	0.00	0.00	0.00	0.00
		Restructured loans	貸出条件緩和 債権額	0.39	(0.07)	(0.10)	0.46	0.49
		Total	合計	1.07	(0.08)	(0.28)	1.15	1.35

(Note) Including trust accounts.



**The Bank of Okinawa, Non-consolidated**

(¥ million)

		(Japanese)	As of	Comparison	Comparison	As of March	As of
			September 30,	with the	with the		
			2022	previous	previous interim		2021
				balance-sheet	balance-sheet		
				date	date		
				(March 31,	(September 30,		
				2022)	2021)		
Risk-monitored assets	リスク管理債権	Bankrupt and quasi-bankrupt assets	6,420	(406)	(78)	6,827	6,499
		Doubtful assets	5,165	359	(2,681)	4,805	7,846
		Past due loans (3 months or more)	72	(6)	(88)	79	161
		Restructured loans	6,834	(1,128)	(1,673)	7,963	8,508
		Total	18,493	(1,182)	(4,522)	19,676	23,016
		Normal assets	1,746,666	30,702	30,709	1,715,964	1,715,957

(Note) Including trust accounts.

(¥ million)

Total credit balance	総与信残高	1,765,160	29,519	26,186	1,735,640	1,738,973
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(Note) Including trust accounts.

(%)

As a percentage of total credit balance	総与信残高比	Bankrupt and quasi-bankrupt assets	0.36	(0.03)	(0.01)	0.39	0.37
		Doubtful assets	0.29	0.02	(0.16)	0.27	0.45
		Past due loans (3 months or more)	0.00	0.00	0.00	0.00	0.00
		Restructured loans	0.38	(0.07)	(0.10)	0.45	0.48
		Total	1.04	(0.09)	(0.28)	1.13	1.32

(Note) Including trust accounts.

## 2. Allowance for loan losses

### Okinawa Financial Group, Consolidated

(¥ million)

	(Japanese)	As of	Comparison with		As of March	As of
		September 30, 2022	the previous balance-sheet date (March 31, 2022)	the previous interim balance-sheet date (September 30, 2021)		
Allowance for possible loan losses	貸倒引当金	10,969	(392)	(885)	11,361	11,854
General allowance	一般貸倒引当金	4,904	(682)	(1,423)	5,587	6,328
Specific allowance	個別貸倒引当金	6,064	290	538	5,773	5,526
Reserve for compensation for trust principal losses	信託元本補填引当金	38	(1)	(1)	39	39

### The Bank of Okinawa, Non-consolidated

(¥ million)

	(Japanese)	As of	Comparison with		As of March	As of
		September 30, 2022	the previous balance-sheet date (March 31, 2022)	the previous interim balance-sheet date (September 30, 2021)		
Allowance for possible loan losses	貸倒引当金	9,008	(454)	(943)	9,462	9,951
General allowance	一般貸倒引当金	4,311	(663)	(1,277)	4,974	5,588
Specific allowance	個別貸倒引当金	4,696	209	333	4,487	4,363
Reserve for compensation for trust principal losses	信託元本補填引当金	38	(1)	(1)	39	39

### 3. Coverage of risk monitored loans

#### Okinawa Financial Group, Consolidated

(¥ million, %)

	(Japanese)	As of September 30, 2022	Comparison with the previous balance-sheet date (March 31, 2022)		As of March 31, 2022	As of September 30, 2021  (The Bank of Okinawa, consolidated)
			Comparison with the previous interim balance-sheet date (September 30, 2021)			
Risk-monitored loans (A)	リスク管理債権額	18,787	(1,178)	(4,611)	19,965	23,398
Coverage	保 全 額	15,094	(865)	(3,341)	15,960	18,436
Allowance for possible loan losses (B)	貸 倒 引 当 金	5,681	130	423	5,551	5,257
Collateral and guarantees (C)	担 保 ・ 保 証 等	9,412	(996)	(3,765)	10,409	13,178
Coverage ratio (B+C)/(A)	保 全 率	80.34	0.41	1.55	79.93	78.79
Allowance for possible loan losses (B/A)	貸 倒 引 当 金	30.24	2.44	7.77	27.80	22.47
Collateral and guarantees (C/A)	担 保 ・ 保 証 等	50.10	(2.03)	(6.22)	52.13	56.32

(Note) Including trust accounts.

#### The Bank of Okinawa, Non-consolidated

(¥ million, %)

	(Japanese)	As of September 30, 2022	Comparison with the previous balance-sheet date (March 31, 2022)		As of March 31, 2022	As of September 30, 2021
			Comparison with the previous interim balance-sheet date (September 30, 2021)			
Risk-monitored loans (A)	リスク管理債権額	18,493	(1,182)	(4,522)	19,676	23,016
Coverage	保 全 額	14,804	(869)	(3,251)	15,673	18,056
Allowance for possible loan losses (B)	貸 倒 引 当 金	5,610	125	416	5,485	5,194
Collateral and guarantees (C)	担 保 ・ 保 証 等	9,193	(994)	(3,668)	10,188	12,862
Coverage ratio (B+C)/(A)	保 全 率	80.05	0.40	1.61	79.65	78.44
Allowance for possible loan losses (B/A)	貸 倒 引 当 金	30.33	2.46	7.77	27.87	22.56
Collateral and guarantees (C/A)	担 保 ・ 保 証 等	49.71	(2.07)	(6.17)	51.78	55.88

(Note) Including trust accounts.

#### 4. Mandatory disclosure of bad debt under the Financial Reconstruction Law

##### Okinawa Financial Group, Consolidated

(¥ million, %)

	(Japanese)	As of September 30, 2022	Comparison		As of March 31, 2022	As of September 30, 2021 (The Bank of Okinawa, consolidated)
			with the previous balance-sheet date (March 31, 2022)	with the previous interim balance-sheet date (September 30, 2021)		
Bankrupt and quasi-bankrupt assets	破産更生債権及びこれらに準ずる債権	6,707	(403)	(170)	7,111	6,878
Doubtful assets	危険債権	5,171	360	(2,678)	4,811	7,850
Substandard loans	要管理債権	6,907	(1,135)	(1,762)	8,042	8,670
Total (A)	合計	18,787	(1,178)	(4,611)	19,965	23,398
Normal assets	正常債権	1,730,042	27,944	28,251	1,702,098	1,701,791
Total credit balance (B)	総与信残高	1,748,829	26,765	23,639	1,722,064	1,725,190
As a percentage of total credit balance (A)/(B)	総与信残高に占める割合	1.07	(0.08)	(0.28)	1.15	1.35
Partial charge-offs	部分直接償却額	7,536	(275)	(880)	7,811	8,417

(Note) Including trust accounts.

##### The Bank of Okinawa, Non-consolidated

(¥ million, %)

	(Japanese)	As of September 30, 2022	Comparison		As of March 31, 2022	As of September 30, 2021
			with the previous balance-sheet date (March 31, 2022)	with the previous interim balance-sheet date (September 30, 2021)		
Bankrupt and quasi-bankrupt assets	破産更生債権及びこれらに準ずる債権	6,420	(406)	(78)	6,827	6,499
Doubtful assets	危険債権	5,165	359	(2,681)	4,805	7,846
Substandard loans	要管理債権	6,907	(1,135)	(1,762)	8,042	8,670
Total (A)	合計	18,493	(1,182)	(4,522)	19,676	23,016
Normal assets	正常債権	1,746,666	30,702	30,709	1,715,964	1,715,957
Total credit balance (B)	総与信残高	1,765,160	29,519	26,186	1,735,640	1,738,973
As a percentage of total credit balance (A)/(B)	総与信残高に占める割合	1.04	(0.09)	(0.28)	1.13	1.32
Partial charge-offs	部分直接償却額	1,016	16	(312)	999	1,329

(Note) Including trust accounts.

## 5. Coverage of assets subject to mandatory disclosure under the Financial Reconstruction Law

### Okinawa Financial Group, Consolidated

(¥ million)

	(Japanese)	As of September 30, 2022	As of September 30, 2022		As of March 31, 2022	As of September 30, 2021 (The Bank of Okinawa, consolidated)
			Comparison with the previous balance-sheet date (March 31, 2022)	Comparison with the previous interim balance-sheet date (September 30, 2021)		
Coverage (C)	保 全 額	15,094	(865)	(3,341)	15,960	18,436
Allowance for loan losses	貸 倒 引 当 金	5,681	130	423	5,551	5,257
Collateral and guarantees	担 保 ・ 保 証 等	9,412	(996)	(3,765)	10,409	13,178

(Note) Including trust accounts.

Coverage ratio (C)/(A)	保 全 率	80.34	0.41	1.55	79.93	78.79
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### The Bank of Okinawa, Non-consolidated

(¥ million)

	(Japanese)	As of September 30, 2022	As of September 30, 2022		As of March 31, 2022	As of September 30, 2021
			Comparison with the previous balance-sheet date (March 31, 2022)	Comparison with the previous interim balance-sheet date (September 30, 2021)		
Coverage (C)	保 全 額	14,804	(869)	(3,251)	15,673	18,056
Allowance for loan losses	貸 倒 引 当 金	5,610	125	416	5,485	5,194
Collateral and guarantees	担 保 ・ 保 証 等	9,193	(994)	(3,668)	10,188	12,862

(Note) Including trust accounts.

Coverage ratio (C)/(A)	保 全 率	80.05	0.40	1.61	79.65	78.44
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## 6. Allowance ratio and coverage ratio of assets subject to mandatory disclosure under the Financial Reconstruction Law by asset category and borrower category

Allowance ratios and coverage ratios of assets subject to mandatory disclosure under the Financial Reconstruction Law

### (Okinawa Financial Group, consolidated)

(¥ million, %)

	(Japanese)	As of September 30, 2022			
		Bankrupt and quasi-bankrupt assets	Doubtful assets	Substandard loans	Total
Total credit balance (A)	総 与 信 額	6,707	5,171	6,907	18,787
Covered portion (B)	担 保 等 の 保 全 額	3,186	2,637	3,588	9,412
Uncovered portion (C)=(A)-(B)	未 保 全 額	3,521	2,533	3,319	9,374
Allowance for loan losses (D)	引 当 額	3,521	1,251	908	5,681
Allowance ratio (D)/(C)	引 当 率	100.00	49.39	27.38	60.60
Coverage ratio [(B)+(D)]/(A)	保 全 率	100.00	75.20	65.10	80.34

(Note) Including trust accounts.

Allowance ratio and coverage ratio of assets by borrower category (Okinawa Financial Group, consolidated) (¥ million, %)

	(Japanese)	As of September 30, 2022			
		Bankrupt assets	Effectively bankrupt assets	Potentially bankrupt assets	Total
Total credit balance (A)	総 与 信 額	568	6,139	5,171	11,879
Covered portion (B)	担 保 等 の 保 全 額	528	2,658	2,637	5,824
Uncovered portion (C)=(A)-(B)	未 保 全 額	40	3,481	2,533	6,054
Allowance for loan losses (D)	引 当 額	40	3,481	1,251	4,772
Allowance ratio (D)/(C)	引 当 率	100.00	100.00	49.39	78.82
Coverage ratio [(B)+(D)]/(A)	保 全 率	100.00	100.00	75.20	89.20

(Note) Including trust accounts.

Allowance ratios and coverage ratios of assets subject to mandatory disclosure under the Financial Reconstruction Law (The Bank of Okinawa, non-consolidated) (¥ million, %)

	(Japanese)	As of September 30, 2022			
		Bankrupt and quasi-bankrupt assets	Doubtful assets	Substandard loans	Total
Total credit balance (A)	総 与 信 額	6,420	5,165	6,907	18,493
Covered portion (B)	担 保 等 の 保 全 額	2,967	2,637	3,588	9,193
Uncovered portion (C)=(A)-(B)	未 保 全 額	3,453	2,527	3,319	9,299
Allowance for loan losses (D)	引 当 額	3,453	1,248	908	5,610
Allowance ratio (D)/(C)	引 当 率	100.00	49.40	27.38	60.33
Coverage ratio [(B)+(D)]/(A)	保 全 率	100.00	75.24	65.10	80.05

(Note) Including trust accounts.

Allowance ratio and coverage ratio of assets by borrower category (The Bank of Okinawa, non-consolidated) (¥ million, %)

	(Japanese)	As of September 30, 2022			
		Bankrupt assets	Effectively bankrupt assets	Potentially bankrupt assets	Total
Total credit balance (A)	総 与 信 額	566	5,854	5,165	11,586
Covered portion (B)	担 保 等 の 保 全 額	528	2,439	2,637	5,605
Uncovered portion (C)=(A)-(B)	未 保 全 額	38	3,414	2,527	5,980
Allowance for loan losses (D)	引 当 額	38	3,414	1,248	4,701
Allowance ratio (D)/(C)	引 当 率	100.00	100.00	49.40	78.61
Coverage ratio [(B)+(D)]/(A)	保 全 率	100.00	100.00	75.24	88.96

(Note) Including trust accounts.

## 7. Asset self-assessment and classification of assets (The Bank of Okinawa, non-consolidated)

(¥ million, %)

	(Japanese)	As of September 30, 2022		As of March 31, 2022		As of September 30, 2021	
		Amount	As a percentage of total credit (%)	Amount	As a percentage of total credit (%)	Amount	As a percentage of total credit (%)
Total credit balance	総与信残高	1,765,160	100.00	1,735,640	100.00	1,738,973	100.00
Classification I	非分類額	1,495,147	84.70	1,457,000	83.94	1,462,199	84.08
Total classified amount	分類額合計	270,013	15.29	278,640	16.05	276,773	15.91
Classification II	II 分類	268,811	15.22	277,624	15.99	274,937	15.81
Classification III	III 分類	1,201	0.06	1,015	0.05	1,835	0.10
Classification IV	IV 分類	-	-	-	-	-	-

(Notes)

- Total credit balance: Total balance of securities loaned, loans and bills discounted, foreign exchanges, accrued interest, suspense payments and customers' liabilities for acceptances and guarantees. The provision of specific allowance for loan losses is deducted from figures of each classification.
- Classification I: Assets not classified under Classifications II, III, or IV assets, with no risks of noncollectability or impairment of asset value  
 Classification II: Assets perceived to have an above-average risk of noncollectability  
 Classification III: Assets for which final collection or asset value is very doubtful and which pose a high risk of incurring loss for which reasonable estimation is difficult  
 Classification IV: Assets assessed as uncollectible or worthless

Self-assessment borrower categories 自己査定区分	Standards for write-offs and reserves 償却・引当基準
Bankrupt assets 破綻先債権	Provision of specific allowance for possible loan losses in an amount equal to the entire portion not covered by collateral and guarantees, or direct charge-offs
Effectively bankrupt assets 実質破綻先債権	担保・保証等で保全されていない債権額の100%を個別貸倒引当金として計上するか、又は直接償却する。
Potentially bankrupt assets 破綻懸念先債権	Provision of specific allowance for possible loan losses in an amount of estimated losses calculated by multiplying the estimated loss rate based on the historical default rate 貸倒実績率に基づく予想損失率を乗じて算定した予想損失額に相当する額を個別貸倒引当金として計上する。
Assets requiring monitoring 要管理先債権	Provision of general allowance for possible loan losses in an amount of estimated losses calculated by multiplying the estimated loss rate for three years based on the historical default rate to the asset balance 対象債権残高に対し、貸倒実績率に基づく今後3年間の予想損失率を乗じて算定した予想損失額を一般貸倒引当金として計上する。
Other assets requiring caution その他要注意先債権	Provision of general allowance for possible loan losses in an amount of estimated losses calculated by multiplying the asset balance by the estimated loss rate for one year based on the historical default rate
Normal assets 正常先債権	対象債権残高に対し、貸倒実績率に基づく今後1年間の予想損失率を乗じて算定した予想損失額を一般貸倒引当金として計上する。

However, the following standards for write-offs and reserves have been adopted for the DCFs and DDSs.

DCF DCF先	Provision of general allowances for possible loan losses in an amount equal to the asset balance after deducting the discounted present value of future cash flows 対象先の将来キャッシュ・フローの割引現在価値を見積り、当該額を対象債権残高から控除した金額を一般貸倒引当金として計上する。
DDS DDS先	Estimated loan losses on total monetary claims in an amount calculated by using the estimated loss rate without regard to preference or subordination, or in an amount equivalent to acquisition cost or write-off cost estimating that the collectible amount of subordinated loans is zero 当該債務者に対する金銭債権全体について、優先・劣後の関係を考慮せずに予想損失率を用いて計上する。又は、資本的劣後ローンの回収可能見込額をゼロと算定し、取得原価又は償却原価と同額を貸倒見込額として計上する。

**8. Asset self-assessment and mandatory disclosure of assets under the Financial Reconstruction Law  
(The Bank of Okinawa, non-consolidated)**

Asset self-assessment (by assets category) 自己査定結果 (債務者区分) Scope: Total credits 対象: 総与信					Assets subject to mandatory disclosure under the Financial Reconstruction Law 金融再生法 開示債権 Scope: Total credits 対象: 総与信	Risk-monitored loans リスク 管理債権 Scope: Total credits 対象: 総与信	Allowance 引当金	Coverage ratio (Allowance ratio) 保全率 (引当率)
Assets category (after charge-offs) 債務者区分 (償却後)	Classification 分類							
	I 非分類	II II分類	III III分類	IV IV分類				
Bankrupt assets 破綻先 566	Portion of claims secured by reserves, collateral or guarantees 引当・担保・保証等による保全部分 47      519		Fully reserved 全額引当	Direct charge-offs 償却引当	Bankrupt and quasi-bankrupt assets 破産更生債権及びこれらに準ずる債権 6,420	Bankrupt and quasi-bankrupt assets 破産更生債権及びこれらに準ずる債権 6,420	38	100.00%
Effectively bankrupt assets 実質破綻先 5,854	Portion of claims secured by reserves, collateral or guarantees 引当・担保・保証等による保全部分 4,174      1,679				Coverage ratio: 保全率: 100.00%	Coverage ratio: 保全率: 100.00%		
Potentially bankrupt assets 破綻懸念先 5,165	Portion of claims secured by reserves, collateral or guarantees 引当・担保・保証等による保全部分 2,407      1,556		Necessary amount reserved 必要額を引当 1,201		Doubtful assets 危険債権 5,165	Doubtful assets 危険債権 5,165	1,248	75.24% (49.40%)
Assets requiring monitoring 要管理先 8,444	Collateral: 担保: 4,742 Non-Covered: 信用: 3,701 1,818      6,626		Provision of reserves in an estimated loss amount for three years based on historical default rates. Fully reserved for loans converted to subordinated debt (DDS). 貸倒実績率に基づく3年間の予想損失額を引当。資本的劣後ローン (DDS) は全額引当。		Substandard loans 要管理債権 6,907	Past due loans (3 months or more) 三月以上延滞債権 72		
	Other assets requiring caution 要管理先以外の要注意先 320,766	62,335      258,430		Provision of reserves in an estimated loss amount for one year based on historical default rates. 貸倒実績率に基づく1年間の予想損失額を引当。	Total of assets subject to mandatory disclosure 開示債権計 18,493	Restructured loans 貸出条件緩和債権 6,834	Total of assets subject to mandatory disclosure 開示債権計 18,493	2,147
Normal assets 正常先 1,424,363	1,424,363				Coverage ratio of assets subject to mandatory disclosure 開示債権の保全率 80.05%	Coverage ratio of assets subject to mandatory disclosure 開示債権の保全率 80.05%	1,230	
Total 合計 1,765,160	1,495,147	268,811	1,201	-	Normal assets 正常債権 1,746,666	Normal assets 正常債権 1,746,666		9,014



(Note) Including trust accounts.

## 9. Loans and bills discounted by industrial segment (The Bank of Okinawa, non-consolidated)

### (1) Total credits by industrial segment (The Bank of Okinawa, non-consolidated)

(¥ million)

	(Japanese)	As of September 30, 2022			As of March 31, 2022	As of September 30, 2021
			Comparison with the previous balance-sheet date (March 31, 2022)	Comparison with the previous interim balance-sheet date (September 30, 2021)		
Domestic branches (excl. the special account for international financial transactions)	国内店分(除く特別国際金融取引勘定)	1,765,160	29,519	26,186	1,735,640	1,738,973
Manufacturing	製造業	37,425	204	585	37,221	36,839
Agriculture and forestry	農業, 林業	2,771	(93)	(94)	2,864	2,866
Fishery	漁業	1,018	(20)	78	1,038	939
Mining and quarrying of stone and gravel	鉱業, 採石業, 砂利採取業	2,050	(48)	(292)	2,098	2,342
Construction	建設業	62,603	2,188	786	60,415	61,817
Electricity, gas, heat and water supply	電気・ガス・熱供給・水道業	21,906	5,057	5,078	16,848	16,827
Telecommunications	情報通信業	11,121	268	144	10,853	10,976
Transport and postal activities	運輸業, 郵便業	13,028	1,253	1,165	11,775	11,863
Wholesaling and retailing	卸売業, 小売業	102,100	940	1,076	101,160	101,023
Finance and insurance	金融業, 保険業	32,390	6,400	10,220	25,990	22,170
Real estate, and goods rental and leasing	不動産業, 物品賃貸業	528,256	4,519	3,936	523,737	524,319
Miscellaneous services	各種サービス業	208,595	(2,074)	(4,289)	210,669	212,885
Local government bodies	地方公共団体	141,511	6,126	(4,580)	135,384	146,092
Others	その他	600,379	4,797	12,371	595,582	588,008

(Note) Including trust accounts.

### (2) Risk-monitored loans by industrial segment (The Bank of Okinawa, non-consolidated)

(¥ million)

	(Japanese)	As of September 30, 2022			As of March 31, 2022	As of September 30, 2021
			Comparison with the previous balance-sheet date (March 31, 2022)	Comparison with the previous interim balance-sheet date (September 30, 2021)		
Domestic branches (excl. the special account for international financial transactions)	国内店分(除く特別国際金融取引勘定)	18,493	(1,182)	(4,522)	19,676	23,016
Manufacturing	製造業	1,449	(46)	(154)	1,495	1,604
Agriculture and forestry	農業, 林業	499	95	95	404	404
Fishery	漁業	523	-	100	523	423
Mining and quarrying of stone and gravel	鉱業, 採石業, 砂利採取業	-	-	-	-	-
Construction	建設業	493	(48)	(297)	541	790
Electricity, gas, heat and water supply	電気・ガス・熱供給・水道業	1	(19)	(102)	21	104
Telecommunications	情報通信業	163	(2)	(4)	165	167
Transport and postal activities	運輸業, 郵便業	144	27	26	116	117
Wholesaling and retailing	卸売業, 小売業	1,630	(316)	(335)	1,947	1,965
Finance and insurance	金融業, 保険業	-	-	-	-	-
Real estate, and goods rental and leasing	不動産業, 物品賃貸業	2,887	10	(1,344)	2,877	4,232
Miscellaneous services	各種サービス業	8,208	(197)	(574)	8,406	8,783
Local government bodies	地方公共団体	-	-	-	-	-
Others	その他	2,491	(684)	(1,930)	3,175	4,422

(Note) Including trust accounts.

## (3) Consumer loan balance (The Bank of Okinawa, non-consolidated)

(¥ million)

	(Japanese)	As of September 30, 2022	Comparison with the previous balance-sheet date (March 31, 2022)		As of March 31, 2022	As of September 30, 2021
			Comparison with the previous interim balance-sheet date (September 30, 2021)			
Loans to consumers	生活密着型ローン 残 高	719,903 [720,015]	6,546 [6,536]	15,000 [14,980]	713,356 [713,478]	704,902 [705,034]
Housing loans (incl. mortgage loans)	うち住宅ローン 残 高	648,202 [648,300]	6,195 [6,188]	14,254 [14,236]	642,006 [642,111]	633,947 [634,063]
Other than housing loans	うちその他ローン 残 高	71,701 [71,714]	351 [347]	746 [743]	71,349 [71,366]	70,954 [70,970]

(Note) Amounts posted under trust accounts are included in the figures recorded on the lower rows.

## (4) Loans to SMEs and ratio of loans to SMEs to total loans (The Bank of Okinawa, non-consolidated)

(¥ million, %)

	(Japanese)	As of September 30, 2022	Comparison with the previous balance-sheet date (March 31, 2022)		As of March 31, 2022	As of September 30, 2021
			Comparison with the previous interim balance-sheet date (September 30, 2021)			
Loans to SMEs	中小企業等貸出残高	1,534,904 [1,535,915]	12,941 [12,871]	17,708 [17,715]	1,521,962 [1,523,043]	1,517,195 [1,518,199]
As a percentage of total loans	中小企業等貸出比率	87.46 [87.46]	(0.68) [(0.69)]	(0.23) [(0.24)]	88.14 [88.15]	87.69 [87.70]

(Note) Amounts posted under trust accounts are included in the figures recorded on the lower rows.

## 10. Loans guaranteed by credit guarantee associations (The Bank of Okinawa, non-consolidated)

(¥ million)

	(Japanese)	As of September 30, 2022	As of March 31, 2022	As of September 30, 2021
Loans guaranteed by credit guarantee associations	信用保証協会保証付の 融 資 残 高	114,295	116,404	117,240

## 11. Loan balance to affiliate non-bank financial institutions (The Bank of Okinawa, non-consolidated)

(¥ million)

As of September 30, 2022	As of March 31, 2022	As of September 30, 2021
18,008	15,255	15,605

## 12. Deposits and loan balances (The Bank of Okinawa, non-consolidated)

(¥ million)

			As of September 30, 2022	Comparison with the previous balance-sheet date (March 31, 2022)		As of March 31, 2022	As of September 30, 2021
				Comparison with the previous interim balance-sheet date (September 30, 2021)			
Deposits	預 金	(term-end balance)	2,540,200 [2,552,885]	83,329 [82,375]	119,825 [117,427]	2,456,871 [2,470,510]	2,420,374 [2,435,458]
		(average balance)	2,541,483 [2,554,535]	121,467 [119,846]	137,733 [135,537]	2,420,015 [2,434,688]	2,403,749 [2,418,997]
Loans	貸 出 金	(term-end balance)	1,754,965 [1,755,976]	28,281 [28,210]	24,900 [24,907]	1,726,684 [1,727,765]	1,730,065 [1,731,068]
		(average balance)	1,725,533 [1,726,560]	10,555 [10,605]	15,746 [15,827]	1,714,978 [1,715,954]	1,709,787 [1,710,733]

(Note) Amounts posted under trust accounts are included in the figures recorded on the lower rows.

**13. Deposit made by individuals and corporations by deposit category**  
**(average balance; The Bank of Okinawa, non-consolidated)**

(¥ million)

	(Japanese)	As of September 30, 2022			As of March 31, 2022	As of September 30, 2021	
			Comparison with the previous balance-sheet date (March 31, 2022)	Comparison with the previous interim balance-sheet date (September 30, 2021)			
Individuals	個人預金	1,549,852	39,422	59,452	1,510,430	1,490,400	
	Liquid deposits	流動性預金	1,127,654	56,597	82,106	1,071,056	1,045,548
	Time deposits	定期性預金	422,198	(17,175)	(22,653)	439,374	444,851
Corporations	法人預金	772,514	5,736	1,917	766,778	770,596	
	Liquid deposits	流動性預金	610,064	16,928	14,493	593,136	595,571
	Time deposits	定期性預金	162,449	(11,192)	(12,576)	173,641	175,025

(Notes) 1. Including trust accounts.

2. Deposits from corporations exclude deposits made by local governments and other public bodies and financial institutions.

### III. Performance Forecasts

#### 1. Full-year performance forecasts for the year ending March 31, 2023 (Okinawa Financial Group, consolidated)

(¥ million)

	(Japanese)	Year ending March 31, 2023 forecasts	1H ended September 30, 2022 results	Year ended March 31, 2022 results
Ordinary income	経 常 収 益	51,300	27,023	50,480
Ordinary profit	経 常 利 益	9,000	6,114	8,004
Net income	当 期 純 利 益	6,200	4,417	5,012

#### (The Bank of Okinawa, non-consolidated)

(¥ million)

	(Japanese)	Year ending March 31, 2023 forecasts	1H ended September 30, 2022 results	Year ended March 31, 2022 results	
Ordinary income	経 常 収 益	35,900	19,662	35,725	
Ordinary profit	経 常 利 益	7,500	5,832	6,799	
Net income	当 期 ( 中 間 ) 純 利 益	5,300	4,467	4,614	
Net business profit	業 務 純 益	7,500	4,092	7,114	
Net business profit (prior to provision of general allowance for possible loan losses)	業 務 純 益 ( 一 般 貸 倒 繰 入 前 )	7,600	4,092	7,495	
	Excluding gains (losses) on bond trading	除 く 国 債 等 債 券 関 係 損 益	8,700	4,885	7,670
Bad debt disposal	不 良 債 権 処 理 額	1,300	291	1,439	

(Note) Including bad debt disposal posted under trust accounts.

#### Net business profit (The Bank of Okinawa, non-consolidated)

(¥ million)

	Prior to provision of general allowance		After making provision of general allowance	Net business profit posted under trust account (prior to write-off)		
				信託勘定償却前業務純益		
	一般貸引 繰入前	Excluding gains (losses) on bond trading		Prior to provision of general allowance		After making provision of general allowance
				一般貸引 繰入前	Excluding gains (losses) on bond trading	
一般貸引 繰入前	除く債券損益	一般貸引 繰入後	一般貸引 繰入前	除く債券損益	一般貸引 繰入後	
1H ended September 30, 2021	4,333	4,304	3,338	4,333	4,304	3,338
Year ended March 31, 2022	7,495	7,670	7,114	7,495	7,670	7,114
1H ended September 30, 2022	4,092	4,885	4,092	4,092	4,885	4,092
Year ending March 31, 2023 forecasts	7,600	8,700	7,500	7,600	8,700	7,500

## 2. Employees and branches (The Bank of Okinawa, non-consolidated)

### (1) Employees

	<i>(Japanese)</i>				As of March 31, 2022	As of September 30, 2021
		As of September 30, 2022	Comparison with the previous balance-sheet date (March 31, 2022)	Comparison with the previous interim balance-sheet date (September 30, 2021)		
Regular employees	在籍行員数	1,180	11	(19)	1,169	1,199

### (2) Branches

	<i>(Japanese)</i>				As of March 31, 2022	As of September 30, 2021
		As of September 30, 2022	Comparison with the previous balance-sheet date (March 31, 2022)	Comparison with the previous interim balance-sheet date (September 30, 2021)		
Number of branches	店舗数	65 (4)	- (-)	- (-)	65 (4)	65 (4)

(Note) Branches include sub-branches. Figures in parenthesis are the number of sub-branches.

### 3. Shareholdings (The Bank of Okinawa, non-consolidated)

#### (1) Value of shares held by the Bank

(¥ million)

	Acquisition cost	Fair market value
	取得原価ベース	時価ベース
As of September 30, 2021	18,304	25,781
As of March 31, 2022	14,267	21,049
As of September 30, 2022	12,964	17,823

#### (2) Impairment accounting

(¥ million)

	Net gains (losses) on equity securities	Impairment loss
	株式等関係損益	うち減損処理額
1H ended September 30, 2021	75	(54)
Year ended March 31, 2022	361	(54)
1H ended September 30, 2022	800	(0)

### 4. Bad debt (The Bank of Okinawa, non-consolidated)

#### (1) Credit cost

(¥ million)

	1) Net provision (reversal) of general allowance	2) Bad debt disposal (bank account)	3) Bad debt disposal (trust account)	Total credit cost 1) + 2) + 3)
	一般貸倒引当金 純繰入額	不良債権処理額 (銀行勘定)	不良債権処理額 (信託勘定)	総与信費用
1H ended September 30, 2021	994	1,181	-	2,175
Year ended March 31, 2022	380	1,439	-	1,820
1H ended September 30, 2022	(663)	291	-	(371)
Year ending March 31, 2023 forecasts	50	1,350	-	1,400

(Note) 2) Bad debt disposal (bank account) = specific allowance for loan losses + written-off of loans + losses on sale of credit

#### (2) Bad debt balance

(¥ million)

	Asset self-assessment				
	自己査定				
	Bankrupt assets	Potentially bankrupt assets	Potentially bankrupt assets or below	Assets requiring caution	Total
	1)	2)	1) + 2)	3)	1) + 2) + 3)
	破綻・実質破綻先	破綻懸念先	破綻懸念先以下	要注意先	計
As of September 30, 2021	6,499	7,846	14,346	330,357	344,703
As of March 31, 2022	6,827	4,805	11,633	337,780	349,413
As of September 30, 2022	6,420	5,165	11,586	329,210	340,797

	Under the Financial Reconstruction Law	
	金融再生法基準	
	Substandard loans	Total
	4)	1) + 2) + 4)
	要管理債権	計
As of September 30, 2021	8,670	23,016
As of March 31, 2022	8,042	19,676
As of September 30, 2022	6,907	18,493

(Note) Including trust accounts.

## (3) Bad debt final disposal and new occurrence

## a. Bad debt balance (under the Financial Reconstruction Law)

(¥ million)

	Bankrupt and quasi-bankrupt assets	Doubtful assets	Total
	破産更生債権	危険債権	合計
As of September 30, 2021	6,499	7,846	14,346
As of March 31, 2022	6,827	4,805	11,633
As of September 30, 2022	6,420	5,165	11,586
New occurrence during 1H FY22	479	1,263	1,742
Removed from balance sheet during 1H FY22	1,483	306	1,789
Net increase (decrease) during 1H FY22	(406)	359	(47)

(Note) Including trust accounts.

## b. Removal from balance sheet by type of disposal measure

(¥ million)

	(Japanese)	1H FY22 results	FY21 results	1H FY21 results
Liquidation and similar measures	清算型処理	-	-	-
Corporate rehabilitation	再建型処理	-	-	-
Improved performance by corporate rehabilitation	再建型処理に伴う業況改善	-	-	-
Securitization	債権流動化	-	-	-
Sale to RCC	RCC向け売却	-	-	-
Direct charge-offs	直接償却	83	259	125
Other	その他	1,706	5,910	3,897
Collection/repayment	回収・返済	1,122	1,427	452
Improved performance	業況改善	583	4,483	3,445
Total	合計	1,789	6,170	4,023

## (4) Reserves for possible loan losses by borrower category and reserve ratios

				As of September 30, 2022		As of March 31, 2022		As of September 30, 2021	
Bankrupt and effectively bankrupt assets	実質破綻・破綻先債権	As a percentage of portion not secured by collateral	無担保部分の	100.00 %	¥3.4 billion	100.00 %	¥3.3 billion	100.00 %	¥2.3 billion
Potentially bankrupt assets	破綻懸念先債権	As a percentage of portion not secured by collateral	無担保部分の	49.40 %	¥1.2 billion	51.94 %	¥1.1 billion	50.81 %	¥2.0 billion
Assets requiring monitoring (substandard loans)	要管理先債権	As a percentage of debt amount	債権額の	11.07 %	¥0.9 billion	10.58 %	¥1.0 billion	8.13 %	¥0.8 billion
Assets requiring caution (excl. substandard loans)	その他要注意先債権	As a percentage of debt amount	債権額の	0.66 %	¥2.1 billion	0.71 %	¥2.3 billion	0.84 %	¥2.6 billion
Normal assets	正常先債権	As a percentage of debt amount	債権額の	0.03 %	¥0.3 billion	0.05 %	¥0.7 billion	0.04 %	¥0.5 billion

(Note) The Bank recorded provisions for possible losses on assets requiring caution (excl. substandard loans) and assets requiring monitoring (substandard loans) in the amount of ¥0.8 billion and ¥0.8 billion, respectively, as of September 30, 2022, with regard to the portion which has been converted to Debt Debt Swap (DDS).



(5) Bad debt ratios (under the Financial Reconstruction Law)  
(Okinawa Financial Group, consolidated)

(%)

1H FY20	FY20	1H FY21	FY21	1H FY22	FY22 (forecast)
1.26	1.28	1.35	1.15	1.07	1% to 1.99%

(Note) Figures for the periods prior to October 1, 2021 are the ratios of assets subject to mandatory disclosure on a consolidated basis at The Bank of Okinawa.

(The Bank of Okinawa, non-consolidated)

(%)

1H FY20	FY20	1H FY21	FY21	1H FY22	FY22 (forecast)
1.22	1.24	1.32	1.13	1.04	1% to 1.99%

## (Reference) The Bank of Okinawa non-consolidated interim financial statements

## (1) Non-Consolidated Balance Sheets

(¥ million)

	(Japanese)	As of March 31, 2022	As of September 30, 2022
<b>Assets</b>	(資産の部)		
Cash and due from banks	現金預け金	590,084	548,713
Monetary claims bought	買入金銭債権	121	31
Securities	有価証券	455,805	485,725
Loans and bills discounted	貸出金	1,726,684	1,754,965
Foreign exchanges	外国為替	7,206	8,116
Other assets:	その他の資産	25,029	22,401
Other	その他の資産	25,029	22,401
Tangible fixed assets	有形固定資産	19,930	19,434
Intangible assets	無形固定資産	3,105	3,554
Deferred tax assets	繰延税金資産	2,338	5,555
Customers' liabilities for acceptances and guarantees	支払承諾見返	6,424	8,076
Allowance for loan losses	貸倒引当金	(9,462)	(9,008)
Total assets	資産の部合計	2,827,268	2,847,567
<b>Liabilities</b>	(負債の部)		
Deposits	預金	2,456,871	2,540,200
Borrowed money	借入金	200,000	141,500
Foreign exchanges	外国為替	29	44
Due to trust account	信託勘定借	12,559	11,675
Other liabilities:	その他の負債	5,939	5,743
Income taxes payable	未払法人税等	1,581	1,114
Lease obligations	リース債務	328	276
Asset retirement obligations	資産除去債務	418	420
Other	その他の負債	3,611	3,932
Provision for bonuses	賞与引当金	590	608
Provision for directors' bonuses	役員賞与引当金	12	6
Provision for retirement benefits	退職給付引当金	754	863
Provision for stock-based compensation	株式報酬引当金	169	169
Reserve for compensation for trust principal losses	信託元本補填引当金	39	38
Reserve for reimbursement of dormant deposits	睡眠預金払戻損失引当金	201	140
Deferred tax liabilities for land revaluation	再評価に係る繰延税金負債	1,168	1,168
Acceptances and guarantees	支払承諾	6,424	8,076
Total liabilities	負債の部合計	2,684,761	2,710,235

(Continued)

		(¥ million)	
	(Japanese)	As of March 31, 2022	As of September 30, 2022
<b>Net assets</b>	( 純 資 産 の 部 )		
Capital stock	資 本 金	22,725	22,725
Capital surplus:	資 本 剰 余 金	17,623	17,623
Legal capital surplus	資 本 準 備 金	17,623	17,623
Retained earnings:	利 益 剰 余 金	97,900	100,867
Legal retained earnings	利 益 準 備 金	9,535	9,535
Other retained earnings:	そ の 他 利 益 剰 余 金	88,364	91,332
General reserve	別 途 積 立 金	84,820	84,820
Retained earnings brought forward	繰 越 利 益 剰 余 金	3,544	6,512
Shareholders' equity	株 主 資 本 合 計	138,248	141,216
Valuation difference on available-for-sale securities	そ の 他 有 価 証 券 評 価 差 額 金	2,987	(5,192)
Deferred losses on hedges	繰 延 ヘ ッ ジ 損 益	-	38
Revaluation reserve for land	土 地 再 評 価 差 額 金	1,270	1,270
Valuation and translation adjustments	評 価 ・ 換 算 差 額 等 合 計	4,257	(3,884)
Total net assets	純 資 産 の 部 合 計	142,506	137,331
Total liabilities and net assets	負 債 及 び 純 資 産 の 部 合 計	2,827,268	2,847,567

## (2) Non-Consolidated Statements of Income

		(¥ million)	
	(Japanese)	1H FY2021	1H FY2022
<b>Ordinary income</b>	経 常 収 益	18,282	19,662
Interest income:	資 金 運 用 収 益	14,311	14,767
Interest on loans and discounts	（うち貸出金利息）	12,060	11,978
Interest and dividends on securities	（うち有価証券利息配当金）	2,117	2,622
Trust fees	信 託 報 酬	44	39
Fees and commissions	役 務 取 引 等 収 益	2,597	2,605
Other ordinary income	そ の 他 業 務 収 益	244	217
Other income	そ の 他 経 常 収 益	1,083	2,033
<b>Ordinary expenses</b>	経 常 費 用	15,557	13,829
Interest expenses:	資 金 調 達 費 用	147	152
Interest on deposits	（うち預金利息）	91	95
Fees and commissions payments	役 務 取 引 等 費 用	1,689	1,671
Other ordinary expenses	そ の 他 業 務 費 用	95	957
General and administrative expenses	営 業 経 費	11,054	10,886
Other expenses	そ の 他 経 常 費 用	2,570	160
Ordinary profit	経 常 利 益	2,724	5,832
<b>Extraordinary income</b>	特 別 利 益	0	-
Gain on disposal of noncurrent assets	固 定 資 産 処 分 益	0	-
<b>Extraordinary loss</b>	特 別 損 失	23	52
Loss on disposal of noncurrent assets	固 定 資 産 処 分 損	23	52
Income before income taxes	税 引 前 中 間 純 利 益	2,702	5,780
Income taxes – current	法 人 税、住 民 税 及 び 事 業 税	1,290	1,189
Income taxes – deferred	法 人 税 等 調 整 額	64	123
Total income taxes	法 人 税 等 合 計	1,355	1,313
Net income	中 間 純 利 益	1,347	4,467