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November 8, 2024

Consolidated Financial Results for the Six Months Ended September 30, 2024 (Under Japanese GAAP)



Company name: The 77 Bank, Ltd.
 Listing: Tokyo Stock Exchange / Sapporo Securities Exchange
 Securities code: 8341
 URL: <https://www.77bank.co.jp/>
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 Telephone: +81-22-267-1111
 Scheduled date to file interim securities report: November 21, 2024
 Scheduled date to commence dividend payments: December 9, 2024
 Establishment of specified transaction account: None
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (for institutional investors and analysts)

(Yen amounts and percentages are rounded down to the nearest unit, unless otherwise noted.)

1. Consolidated financial results for the six months ended September 30, 2024 (from April 1, 2024 to September 30, 2024)

(1) Consolidated operating results (cumulative) (Percentages indicate year-on-year changes.)

	Ordinary income		Ordinary profit		Profit attributable to owners of parent	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2024	83,816	13.5	28,691	13.0	19,786	11.8
September 30, 2023	73,802	20.7	25,383	28.2	17,692	36.4

Note: Comprehensive income For the six months ended September 30, 2024: ¥4,990 million [(83.3)%]
 For the six months ended September 30, 2023: ¥30,006 million [—%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2024	266.89	—
September 30, 2023	238.98	—

(2) Consolidated financial position

	Total assets	Total net assets	Capital adequacy ratio
As of	Millions of yen	Millions of yen	%
September 30, 2024	10,363,959	601,843	5.8
March 31, 2024	10,501,098	601,700	5.7

Reference: Total capital
 As of September 30, 2024: ¥601,843 million
 As of March 31, 2024: ¥601,700 million

Note: “Capital adequacy ratio” is calculated by dividing total net assets at the end of the period by total assets at the end of the period.

“Capital adequacy ratio” stated above is not calculated based on the public notice of capital adequacy ratio.

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
Fiscal year	Yen	Yen	Yen	Yen	Yen
ended March 31, 2024	—	55.00	—	67.50	122.50
ending March 31, 2025	—	77.50			
ending March 31, 2025 (Forecast)			—	77.50	155.00

Note: Revisions to the forecast of cash dividends most recently announced: Yes

3. Consolidated financial result forecasts for the fiscal year ending March 31, 2025 (from April 1, 2024 to March 31, 2025)

(Percentages indicate year-on-year changes.)

	Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Yen
Full year	51,500	16.4	35,000	17.4	471.92

Note: Revisions to the financial result forecast most recently announced: Yes

For details, please refer to “(3) Explanation of Consolidated Financial Result Forecasts, 1. Overview of Interim Operating Results” on page 2 of the Attachments.

*** Notes**

(1) Significant changes in the scope of consolidation during the period: Yes

Newly included: 1 company (77 Business With Co., Ltd.)

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

(i) Changes in accounting policies due to revisions to accounting standards and other regulations: None

(ii) Changes in accounting policies due to other reasons: None

(iii) Changes in accounting estimates: None

(iv) Restatement: None

(3) Number of issued shares (common shares)

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

As of September 30, 2024	76,655,746 shares
As of March 31, 2024	76,655,746 shares

(ii) Number of treasury shares at the end of the period

As of September 30, 2024	2,461,931 shares
As of March 31, 2024	2,569,419 shares

(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2024	74,135,801 shares
Six months ended September 30, 2023	74,032,187 shares

(Overview of non-consolidated financial results)

1. Non-consolidated financial results for the six months ended September 30, 2024 (from April 1, 2024 to September 30, 2024)

(1) Non-consolidated operating results (cumulative) (Percentages indicate year-on-year changes.)

	Ordinary income		Ordinary profit		Net income	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2024	77,046	15.7	28,442	14.6	19,886	13.4
September 30, 2023	66,560	22.0	24,806	27.2	17,523	34.4

	Basic earnings per share
Six months ended	Yen
September 30, 2024	268.25
September 30, 2023	236.70

(2) Non-consolidated financial position

	Total assets	Total net assets	Capital adequacy ratio
As of	Millions of yen	Millions of yen	%
September 30, 2024	10,331,766	576,966	5.5
March 31, 2024	10,471,167	576,703	5.5

Reference: Total capital

As of September 30, 2024: ¥576,966 million

As of March 31, 2024: ¥576,703 million

Note: “Capital adequacy ratio” is calculated by dividing total net assets at the end of the period by total assets at the end of the period.

“Capital adequacy ratio” stated above is not calculated based on the public notice of capital adequacy ratio.

2. Non-consolidated financial result forecasts for the fiscal year ending March 31, 2025 (from April 1, 2024 to March 31, 2025)

(Percentages indicate year-on-year changes.)

	Ordinary profit		Net income		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Yen
Full year	50,000	17.7	34,000	17.9	458.44

- * Interim financial results reports are exempt from interim audit conducted by certified public accountants or an audit firm.
 - * Explanation on proper use of earnings forecasts and other special matters
- The financial result forecasts herein are based on information available to the Company as of the date of the announcement. Actual results may differ significantly from these forecasts due to a wide range of factors.

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1. Overview of Interim Operating Results

(1) Explanation of Consolidated Operating Results

The Japanese economy in the six months under review showed a moderate recovery trend as a whole, especially supported by strong corporate performance and improvements in the employment and income situation. On the other hand, economic conditions in Miyagi Prefecture, our main operating base, showed signs of a standstill on the whole as the labor shortage and high prices weighed on businesses and households, although the employment and income conditions remained robust due partly to the effects of policies implemented by the government and the Bank of Japan.

Amid such a situation, as for the interest rate conditions, the Bank of Japan raised the target rate for unsecured overnight call money to around 0.25% in July, leading to a rise in short-term interest rates. Meanwhile, long-term interest rates rose from the 0.7% range at the beginning of the period to the 1.1% range in July, but subsequently fell due to a decline in U.S. interest rates and diminishing expectations of a further rate hike by the Bank of Japan, and remained at the 0.8% range toward the end of the interim period. In response to this interest rate environment, the yen depreciated from the 151 yen per dollar range at the beginning of the period to the 162 yen per dollar range in July. Subsequently, however, yen buying and dollar selling advanced, resulting in the 143 yen per dollar range at the end of the interim period.

Additionally, regarding stock prices, the Nikkei Stock Average rose from the 40,000 yen range at the beginning of the period to the 42,000 yen range in July, but fell to the 31,000 yen range in August against the backdrop of uncertainty about the U.S. economy and the yen's continued rise. After that, the stock market continued to move wildly, and the Nikkei Stock Average stood at the 37,000 yen range at the end of the interim period.

Under such economic conditions, the Bank and its consolidated subsidiaries, with the support of shareholders and business partners, have made concerted efforts to promote business activities. As a result, the consolidated operating results of the Bank and its consolidated subsidiaries for the six months under review were as follows.

Ordinary income increased by ¥10,014 million year-on-year to ¥83,816 million mainly due to an increase in interest income resulting from increases in interest on loans and discounts and interest and dividends on securities as well as an increase in other ordinary income resulting from an increase in gain on sale of bonds. On the other hand, ordinary expenses increased by ¥6,705 million year-on-year to ¥55,124 million mainly due to an increase in other ordinary expenses resulting from an increase in loss on sale of bonds.

As a result, ordinary profit increased by ¥3,308 million year-on-year to ¥28,691 million. Profit attributable to owners of parent increased by ¥2,094 million year-on-year to ¥19,786 million, and basic earnings per share was 266.89 yen.

(2) Explanation of Consolidated Financial Position

As for the consolidated financial position as of September 30, 2024, deposits (including negotiable certificates of deposit) decreased by ¥111.0 billion during the six months under review to ¥8,824.0 billion as of September 30, 2024, mainly due to decreases in corporate and public deposits.

On the other hand, loans and bills discounted increased by ¥86.5 billion during the six months under review to ¥5,941.0 billion as of September 30, 2024, mainly due to increases in loans to SMEs and loans to individuals, mainly for housing loans. Investment securities decreased by ¥288.2 billion during the six months under review to ¥2,788.9 billion as of September 30, 2024, mainly due to decreases in local government bonds and corporate bonds.

Total assets decreased by ¥137.1 billion during the six months under review to ¥10,363.9 billion as of September 30, 2024.

(3) Explanation of Consolidated Financial Result Forecasts

The Japanese economy is expected to continue its moderate recovery owing to decarbonization- and digital-related investments against the backdrop of strong corporate performance and the employment and income situation as well as a pickup in personal consumption, despite downside risks posed by overseas political and economic situations, geopolitical risks, etc.

Meanwhile, the economy in Miyagi Prefecture, our main operating base, is expected to move toward a gradual recovery due in part to investment effects following the progress of several community development projects in the Sendai area, despite the slow tempo of recovery particularly in employment and personal consumption.

Under such circumstances, we have revised our initial full-year financial result forecasts announced on May 10, 2024, based on the financial results for the six months under review and other factors, as follows.

Consolidated financial result forecasts (Millions of yen)

	Ordinary profit	Profit attributable to owners of parent
Initial forecasts (A)	48,500	33,000
Revised forecasts (B)	51,500	35,000
Changes (B-A)	3,000	2,000

Non-consolidated financial result forecasts (Millions of yen)

	Ordinary profit	Net income
Initial forecasts (A)	47,000	32,000
Revised forecasts (B)	50,000	34,000
Changes (B-A)	3,000	2,000

2. Interim Consolidated Financial Statements and Primary Notes**(1) Interim Consolidated Balance Sheets**

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Assets		
Cash and due from banks	1,288,993	1,262,619
Call loans and bills bought	–	88,239
Monetary claims bought	800	800
Trading securities	16,328	6,137
Money held in trust	120,536	120,348
Securities	3,077,129	2,788,905
Loans and bills discounted	5,854,516	5,941,049
Foreign exchanges	5,178	6,765
Lease receivables and investments in leases	22,614	24,672
Other assets	108,983	118,271
Tangible fixed assets	30,779	30,101
Intangible fixed assets	112	105
Asset for employees' retirement benefits	6,119	6,858
Deferred tax assets	766	821
Customers' liabilities for acceptances and guarantees	30,254	29,021
Allowance for loan losses	(62,015)	(60,758)
Total assets	10,501,098	10,363,959
Liabilities		
Deposits	8,702,134	8,515,092
Negotiable certificates of deposit	232,970	308,990
Cash collateral received for securities lent	9,020	1,391
Borrowed money	808,703	739,821
Foreign exchanges	292	324
Borrowed money from trust account	1,037	1,596
Other liabilities	69,173	126,459
Provision for bonuses for directors (and other officers)	97	–
Retirement benefit liability	7,720	7,213
Provision for retirement benefits for directors (and other officers)	33	34
Provision for stocks payment	931	815
Provision for reimbursement of deposits	126	100
Provision for contingent loss	876	848
Reserves under special laws	1	1
Deferred tax liabilities	36,024	30,404
Acceptances and guarantees	30,254	29,021
Total liabilities	9,899,398	9,762,116
Net assets		
Share capital	24,658	24,658
Capital surplus	20,076	20,350
Retained earnings	433,580	448,324
Treasury shares	(6,145)	(6,225)
Total shareholders' equity	472,169	487,107
Valuation difference on available-for-sale securities	125,123	110,218
Deferred gains or losses on hedges	(95)	(59)
Remeasurements of defined benefit plans	4,503	4,576
Total accumulated other comprehensive income	129,530	114,735
Total net assets	601,700	601,843
Total liabilities and net assets	10,501,098	10,363,959

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

Interim Consolidated Statements of Income

(Millions of yen)

	For the six months ended September 30, 2023	For the six months ended September 30, 2024
Ordinary income	73,802	83,816
Interest income	48,296	55,775
Interest on loans and discounts	25,424	28,409
Interest and dividends on securities	22,469	26,129
Trust fees	8	12
Fees and commissions	10,415	11,370
Other ordinary income	7,493	9,525
Other income	7,588	7,132
Ordinary expenses	48,419	55,124
Interest expenses	1,283	2,118
Interest on deposits	418	1,321
Fees and commissions payments	2,355	2,589
Other ordinary expenses	15,141	23,772
General and administrative expenses	26,989	25,470
Other expenses	2,649	1,174
Ordinary profit	25,383	28,691
Extraordinary income	—	—
Extraordinary losses	7	7
Impairment losses	7	7
Provision of reserve for financial instruments transaction liabilities	0	0
Profit before income taxes	25,375	28,683
Income taxes - current	7,489	8,180
Income taxes - deferred	193	716
Total income taxes	7,682	8,897
Profit	17,692	19,786
Profit attributable to owners of parent	17,692	19,786

Interim Consolidated Statements of Comprehensive Income

(Millions of yen)

	For the six months ended September 30, 2023	For the six months ended September 30, 2024
Profit	17,692	19,786
Other comprehensive income	12,314	(14,795)
Valuation difference on available-for-sale securities	11,630	(14,904)
Deferred gains or losses on hedges	95	36
Remeasurements of defined benefit plans, net of tax	588	73
Comprehensive income	30,006	4,990
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	30,006	4,990

(3) Interim Consolidated Statements of Changes in Equity

Six months ended September 30, 2023

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury share	Total shareholders' equity
Balance at the start of current period	24,658	20,075	411,622	(6,325)	450,030
Changes of items during the period					
Dividends from surplus			(3,735)		(3,735)
Profit attributable to owners of parent			17,692		17,692
Purchase of treasury stock				(2)	(2)
Disposal of treasury stock				186	186
Net changes of items other than shareholders' equity					
Total changes of items during the period	—	—	13,957	184	14,141
Balance at the end of current period	24,658	20,075	425,579	(6,141)	464,172

	Accumulated other comprehensive income				Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Remeasurements of defined benefit plans, net of tax	Total accumulated other comprehensive income	
Balance at the start of current period	59,919	(66)	(5,396)	54,457	504,487
Changes of items during the period					
Dividends from surplus					(3,735)
Profit attributable to owners of parent					17,692
Purchase of treasury stock					(2)
Disposal of treasury stock					186
Net changes of items other than shareholders' equity	11,630	95	588	12,314	12,314
Total changes of items during the period	11,630	95	588	12,314	26,455
Balance at the end of current period	71,549	29	(4,807)	66,771	530,943

Six months ended September 30, 2024

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury share	Total shareholders' equity
Balance at the start of current period	24,658	20,076	433,580	(6,145)	472,169
Changes of items during the period					
Dividends from surplus			(5,042)		(5,042)
Profit attributable to owners of parent			19,786		19,786
Purchase of treasury stock				(553)	(553)
Disposal of treasury stock		274		473	747
Net changes of items other than shareholders' equity					
Total changes of items during the period	—	274	14,743	(79)	14,938
Balance at the end of current period	24,658	20,350	448,324	(6,225)	487,107

	Accumulated other comprehensive income				Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Remeasurements of defined benefit plans, net of tax	Total accumulated other comprehensive income	
Balance at the start of current period	125,123	(95)	4,503	129,530	601,700
Changes of items during the period					
Dividends from surplus					(5,042)
Profit attributable to owners of parent					19,786
Purchase of treasury stock					(553)
Disposal of treasury stock					747
Net changes of items other than shareholders' equity	(14,904)	36	73	(14,795)	(14,795)
Total changes of items during the period	(14,904)	36	73	(14,795)	142
Balance at the end of current period	110,218	(59)	4,576	114,735	601,843

(4) Notes to Interim Consolidated Financial Statements
 (Notes on going concern assumption)
 Not applicable.

3. Interim Non-Consolidated Financial Statements**(1) Interim Non-Consolidated Balance Sheets**

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Assets		
Cash and due from banks	1,288,883	1,262,539
Call loans	—	88,239
Monetary claims bought	800	800
Trading securities	16,328	6,137
Money held in trust	120,536	120,348
Securities	3,086,419	2,796,443
Loans and bills discounted	5,867,380	5,956,073
Foreign exchanges	5,178	6,765
Other assets	82,761	91,528
Tangible fixed assets	30,527	29,802
Intangible fixed assets	101	99
Prepaid pension costs	596	1,268
Customers' liabilities for acceptances and guarantees	30,254	29,021
Allowance for loan losses	(58,601)	(57,301)
Total assets	10,471,167	10,331,766
Liabilities		
Deposits	8,716,822	8,527,472
Negotiable certificates of deposit	245,970	321,990
Cash collateral received for securities lent	9,020	1,391
Borrowed money	797,668	729,731
Foreign exchanges	292	324
Borrowed money from trust account	1,037	1,596
Other liabilities	49,129	105,333
Income taxes payable	7,265	5,205
Lease liabilities	12	16
Asset retirement obligations	596	601
Other	41,254	99,509
Provision for bonuses for directors (and other officers)	74	—
Provision for retirement benefits	8,518	8,047
Provision for stocks payment	931	815
Provision for reimbursement of deposits	126	100
Provision for contingent loss	876	848
Deferred tax liabilities	33,741	28,126
Acceptances and guarantees	30,254	29,021
Total liabilities	9,894,463	9,754,799

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Net assets		
Share capital	24,658	24,658
Capital surplus	8,496	8,770
Legal capital surplus	7,835	7,835
Other capital surplus	661	935
Retained earnings	424,876	439,721
Legal retained earnings	24,658	24,658
Other retained earnings	400,218	415,062
Reserve for advanced depreciation of noncurrent assets	598	590
General reserve	366,805	383,805
Retained earnings brought forward	32,814	30,667
Treasury shares	(5,305)	(5,385)
Total shareholders' equity	452,726	467,765
Valuation difference on available-for-sale securities	124,072	109,260
Deferred gains or losses on hedges	(95)	(59)
Total valuation and translation adjustments	123,976	109,200
Total net assets	576,703	576,966
Total liabilities and net assets	10,471,167	10,331,766

(2) Interim Non-Consolidated Statements of Income

(Millions of yen)

	For the six months ended September 30, 2023	For the six months ended September 30, 2024
Ordinary income	66,560	77,046
Interest income	48,979	56,546
Interest on loans and discounts	25,420	28,422
Interest and dividends on securities	23,156	26,887
Trust fees	8	12
Fees and commissions	9,551	10,421
Other ordinary income	523	2,710
Other income	7,497	7,355
Ordinary expenses	41,754	48,604
Interest expenses	1,264	2,095
Interest on deposits	419	1,324
Fees and commissions payments	2,898	3,171
Other ordinary expenses	9,640	18,498
General and administrative expenses	25,306	23,677
Other expenses	2,643	1,160
Ordinary profit	24,806	28,442
Extraordinary income	—	—
Extraordinary losses	7	7
Profit before income taxes	24,798	28,435
Income taxes – current	7,133	7,786
Income taxes – deferred	141	761
Total income taxes	7,274	8,548
Profit	17,523	19,886

(3) Interim Non-Consolidated Statements of Changes in Equity
Six months ended September 30, 2023

(Millions of yen)

(millions of yen)

	Shareholders' equity								
	Share capital	Capital surplus			Retained earnings				
		Legal capital surplus	Other capital surplus	Total capital surplus	Legal retained earnings	Other retained earnings			Total retained earnings
						Reserve for advanced depreciation of noncurrent assets	General reserve	Retained earnings brought forward	
Balance at the start of current period	24,658	7,835	661	8,496	24,658	626	350,805	27,796	403,886
Changes of items during the period									
Dividends from surplus								(3,735)	(3,735)
Reversal of reserve for advanced depreciation of noncurrent assets						(19)		19	—
Provision of general reserve							16,000	(16,000)	—
Net income								17,523	17,523
Purchase of treasury stock									
Disposal of treasury stock									
Net changes of items other than shareholders' equity									
Total changes of items during the period	—	—	—	—	—	(19)	16,000	(2,192)	13,788
Balance at the end of current period	24,658	7,835	661	8,496	24,658	606	366,805	25,604	417,675

	Shareholders' equity		Valuation and translation adjustments			Total net assets
	Treasury share	Total shareholders' equity	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Total valuation and translation adjustments	
Balance at the start of current period	(5,485)	431,556	59,260	(66)	59,194	490,750
Changes of items during the period						
Dividends from surplus		(3,735)				(3,735)
Reversal of reserve for advanced depreciation of noncurrent assets		—				—
Provision of general reserve		—				—
Net income		17,523				17,523
Purchase of treasury stock	(2)	(2)				(2)
Disposal of treasury stock	186	186				186
Net changes of items other than shareholders' equity			11,469	95	11,565	11,565
Total changes of items during the period	184	13,972	11,469	95	11,565	25,537
Balance at the end of current period	(5,301)	445,528	70,730	29	70,760	516,288

Six months ended September 30, 2024

(Millions of yen)

	Shareholders' equity								
	Share capital	Capital surplus			Retained earnings				
		Legal capital surplus	Other capital surplus	Total capital surplus	Legal retained earnings	Other retained earnings			Total retained earnings
						Reserve for advanced depreciation of noncurrent assets	General reserve	Retained earnings brought forward	
Balance at the start of current period	24,658	7,835	661	8,496	24,658	598	366,805	32,814	424,876
Changes of items during the period									
Dividends from surplus								(5,042)	(5,042)
Reversal of reserve for advanced depreciation of noncurrent assets						(8)		8	—
Provision of general reserve							17,000	(17,000)	—
Net income								19,886	19,886
Purchase of treasury stock									
Disposal of treasury stock			274	274					
Net changes of items other than shareholders' equity									
Total changes of items during the period	—	—	274	274	—	(8)	17,000	(2,147)	14,844
Balance at the end of current period	24,658	7,835	935	8,770	24,658	590	383,805	30,667	439,721

	Shareholders' equity		Valuation and translation adjustments			Total net assets
	Treasury share	Total shareholders' equity	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Total valuation and translation adjustments	
Balance at the start of current period	(5,305)	452,726	124,072	(95)	123,976	576,703
Changes of items during the period						
Dividends from surplus		(5,042)				(5,042)
Reversal of reserve for advanced depreciation of noncurrent assets		—				—
Provision of general reserve		—				—
Net income		19,886				19,886
Purchase of treasury stock	(553)	(553)				(553)
Disposal of treasury stock	473	747				747
Net changes of items other than shareholders' equity			(14,812)	36	(14,775)	(14,775)
Total changes of items during the period	(79)	15,038	(14,812)	36	(14,775)	263
Balance at the end of current period	(5,385)	467,765	109,260	(59)	109,200	576,966

Explanatory Materials on Interim Financial Report
for Fiscal Year 2024 (Ended September 30, 2024)

The 77 Bank, Ltd.

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I Overview of Financial Figures for the Six Months Ended September 30, 2024 [Non-consolidated]

1. Profit and Loss

- (1) Ordinary income increased by 15.7% or ¥10,486 million year-on-year, mainly due to increases in interest on loans and bills discounted and investment income on securities.
- (2) Core net operating income increased by 31.4% or ¥7,626 million year-on-year, mainly due to increases in net interest income and net fees and commissions income and a decrease in expenses.
- (3) Ordinary profit increased by 14.6% or ¥3,636 million year-on-year, mainly due to an increase in gains (losses) on equity securities, despite a deterioration in gains (losses) on debt securities.
- (4) Profit increased by 13.4% or ¥2,363 million year-on-year.

(Millions of Yen)

	For the six months ended Sep. 30, 2024	YoY change		For the six months ended Sep. 30, 2023
		Amount	%	
Ordinary income	77,046	10,486	15.7%	66,560
Gross operating profit	45,938	678	1.4%	45,260
[Core gross operating profit]	[55,367]	[6,737]	[13.8%]	[48,630]
Net interest income	54,464	6,749	14.1%	47,715
Net fees and commissions income	7,262	600	9.0%	6,662
Net other operating income	(15,788)	(6,671)		(9,117)
Gains (losses) on debt securities	(9,428)	(6,058)		(3,370)
Gains (losses) on foreign exchange transactions	(6,344)	(570)		(5,774)
Expenses	23,489	(889)	(3.6)%	24,378
Personnel expenses	12,716	(62)		12,778
Non-personnel expenses	9,111	(810)		9,921
Substantial net operating income	22,449	1,567	7.5%	20,882
[Core net operating income]	[31,878]	[7,626]	[31.4%]	[24,252]
[Core net operating income (excluding gains (losses) on cancellation of investment trusts)]	[23,634]	[6,231]	[35.8%]	[17,403]
Provision of general reserve for loan losses (a)	-	-		-
Net operating income	22,449	1,567	7.5%	20,882
Special income and losses	6,006	2,082		3,924
Bad debt disposals (losses) (b)	87	33		54
Reversal of reserve for loan losses (c)	355	(809)		1,164
Reversal of reserve for contingent losses (d)	27	27		-
Recoveries of written off receivables (e)	6	1		5
Gains (losses) on equity securities	5,366	2,289		3,077
Gains (losses) on investments in money held in trust	472	(95)		567
Ordinary profit	28,442	3,636	14.6%	24,806
Extraordinary income (losses)	(7)	0		(7)
Impairment losses (losses)	7	0		7
Total income taxes	8,548	1,274		7,274
Profit	19,886	2,363	13.4%	17,523
Credit-related expenses	(302)	812		(1,114)
[(a)+(b)-(c)-(d)-(e)]				
Income from customer services	11,183	4,600		6,583

- (Notes) 1. Core gross operating profit = Gross operating profit - Gains (losses) on debt securities
2. Substantial net operating income = Net operating income + Provision of general reserve for loan losses
3. Core net operating income =
Net operating income + Provision of general reserve for loan losses - Gains (losses) on debt securities
4. Core net operating income (excluding gains (losses) on cancellation of investment trusts) =
Core net operating income - Gains on cancellation of investment trusts
Gains on cancellation of investment trusts are recorded in net interest income and losses on cancellation of investment trusts are recorded in gains (losses) on debt securities.
5. Income from customer services =
(Average balance of loans and bills discounted × Loan to deposit spread) +
Net fees and commissions income - Expenses (including retirement benefit costs)

	For the six months ended Sep. 30, 2024	YoY change		For the six months ended Sep. 30, 2023
		Amount	%	
Ordinary income	83,816	10,014	13.5%	73,802
Ordinary profit	28,691	3,308	13.0%	25,383
Profit attributable to owners of parent	19,786	2,094	11.8%	17,692

(Reference-2) Details of credit-related expenses

For the six months ended September 30, 2024, since the total amount of general reserve for loan losses and specific reserve for loan losses, as well as reserve for contingent losses, were reversed, the excess amounts over the reversals were recorded as gains on reversal of reserve for loan losses and reversal of reserve for contingent losses, respectively. Before recording them as gains on reversal of reserve for loan losses and reversal of reserve for contingent losses, the amounts were as shown in the chart on the right below.

	For the six months ended Sep. 30, 2024	For the six months ended Sep. 30, 2024 (Before adjustment)		For the six months ended Sep. 30, 2023 (Before adjustment)
		Amount	YoY change Amount	
Substantial net operating income [Core net operating income]	22,449 [31,878]	22,449 [31,878]	1,567 [7,626]	20,882 [24,252]
Provision of general reserve for loan losses (a)	-	(1,260)	(1,360)	100
Net operating income	22,449	23,709	2,928	20,781
Special income and losses	6,006	4,746	721	4,025
Bad debt disposals (losses) (b)	87	964	2,173	(1,209)
Write-off of loans and bills discounted	-	-	-	-
Provision of specific reserve for loan losses	-	905	2,169	(1,264)
Losses on sale of receivables	5	5	(3)	8
Provision of reserve for contingent losses	-	(27)	(28)	1
Burden money to the Credit Guarantee Corporations	82	82	38	44
Reversal of reserve for loan losses (c)	355	-	-	-
Reversal of reserve for contingent losses (d)	27	-	-	-
Recoveries of written off receivables (e)	6	6	1	5
Ordinary profit	28,442	28,442	3,636	24,806
Credit-related expenses [(a)+(b)-(c)-(d)-(e)]	(302)	(302)	812	(1,114)

(Reference-3) Details of investment securities-related profit and loss

	For six months ended Sep. 30, 2024	YoY change Amount	For six months ended Sep. 30, 2023
Gains (losses) on debt securities	(9,428)	(6,058)	(3,370)
Gains on sale	2,703	2,313	390
Gains on redemption	4	(15)	19
Losses on sale	10,086	9,777	309
Losses on redemption	2,047	(1,347)	3,394
Write-off (a)	2	(74)	76
Gains (losses) on equity securities	5,366	2,289	3,077
Gains on sale	5,462	2,188	3,274
Losses on sale	52	(120)	172
Write-off (b)	43	19	24
Gains (losses) on investments in money held in trust	472	(95)	567
Losses on impairment of investment securities [(a)+(b)]	46	(54)	100

2. Major Accounts, etc. (Based on term-end balances)

(1) Loans and bills discounted

Loans and bills discounted increased by ¥88.7 billion from March 31, 2024, mainly due to increases in loans to SMEs and loans to individuals, mainly for housing loans. Compared to the same period last year, they increased by 5.4% or ¥308.1 billion.

(Billions of Yen, %)

	As of Sep. 30, 2024 (A)			Mar. 31, 2024 (B)	Sep. 30, 2023 (C)
		(A)-(B)	(A)-(C)		
Loans and bills discounted	5,956.1	88.7	308.1	5,867.4	5,648.0
Loans to SMEs, etc.	3,940.4	77.8	228.6	3,862.6	3,711.8
Loans to SMEs	2,594.9	60.1	192.6	2,534.8	2,402.3
Loans to individuals	1,345.5	17.7	36.0	1,327.8	1,309.5
Housing loans	1,285.5	15.2	31.7	1,270.3	1,253.8
Loans to local governments, etc.	535.4	(18.4)	(30.6)	553.8	566.0
Ratio of loans to small and medium-sized companies and consumers	66.1	0.3	0.4	65.8	65.7

(Of which, in Miyagi Prefecture)

Loans and bills discounted	4,207.9	58.0	163.8	4,149.9	4,044.1
Loans to SMEs, etc.	3,220.7	55.7	157.4	3,165.0	3,063.3
Loans to SMEs	1,917.7	37.9	121.3	1,879.8	1,796.4
Loans to individuals	1,303.0	17.8	36.1	1,285.2	1,266.9
Housing loans	1,245.6	15.4	31.8	1,230.2	1,213.8
Loans to local governments, etc.	456.9	(12.7)	(18.5)	469.6	475.4
Ratio of loans to small and medium-sized companies and consumers	76.5	0.3	0.8	76.2	75.7

(2) Investment securities

Investment securities decreased by ¥290.0 billion from March 31, 2024, mainly due to decreases in local government bonds and corporate bonds. Compared to the same period last year, investment securities decreased by 8.9% or ¥274.3 billion.

(Billions of Yen)

	As of Sep. 30, 2024 (A)			Mar. 31, 2024 (B)	Sep. 30, 2023 (C)
		(A)-(B)	(A)-(C)		
Investment securities	2,796.4	(290.0)	(274.3)	3,086.4	3,070.7
Equity securities	214.3	(4.6)	31.3	218.9	183.0
Debt securities	1,616.8	(278.4)	(369.7)	1,895.2	1,986.5
National government bonds	363.2	(22.6)	13.8	385.8	349.4
Local government bonds	619.2	(171.9)	(270.1)	791.1	889.3
Corporate bonds	634.4	(83.9)	(113.4)	718.3	747.8
Other	965.3	(7.0)	64.1	972.3	901.2

(Ref.) Money held in trust	120.3	(0.2)	3.6	120.5	116.7
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(Unrealized gains or losses of investment securities)

Investment securities	147.9	(20.5)	52.6	168.4	95.3
Equity securities	137.7	(5.6)	28.7	143.3	109.0
Debt securities	(34.2)	0.7	20.7	(34.9)	(54.9)
Other	44.4	(15.6)	3.2	60.0	41.2

(Ref.) Money held in trust	7.1	(0.7)	2.4	7.8	4.7
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(3) Deposits (including negotiable certificates of deposit)

The total amount of deposits and negotiable certificates of deposit decreased by ¥113.3 billion from March 31, 2024, mainly due to decreases in corporate and public deposits. Compared to the same period last year, the total amount decreased by 0.7% or ¥66.9 billion.

(Billions of Yen)

	As of Sep. 30, 2024 (A)			Mar. 31, 2024 (B)	Sep. 30, 2023 (C)
		(A)-(B)	(A)-(C)		
Total of deposits and negotiable certificates of deposit	8,849.5	(113.3)	(66.9)	8,962.8	8,916.4
Retail deposits	6,000.7	(4.0)	25.7	6,004.7	5,975.0
Corporate deposits	2,138.3	(74.9)	(95.5)	2,213.2	2,233.8
Public deposits	685.9	(18.7)	1.4	704.6	684.5

(Of which, in Miyagi Prefecture)

Total of deposits and negotiable certificates of deposit	8,321.0	(96.0)	(44.9)	8,417.0	8,365.9
Retail deposits	5,752.1	(1.0)	27.1	5,753.1	5,725.0
Corporate deposits	1,899.5	(57.9)	(70.6)	1,957.4	1,970.1
Public deposits	649.5	(18.6)	(0.1)	668.1	649.6

(4) Balance of assets in custody

Balance of assets in custody increased by ¥27.9 billion from March 31, 2024, mainly due to increases in investment trusts and government bonds. Compared to the same period last year, the balance increased by 9.9% or ¥53.8 billion.

(Billions of Yen)

	As of Sep. 30, 2024 (A)			Mar. 31, 2024 (B)	Sep. 30, 2023 (C)
		(A)-(B)	(A)-(C)		
Balance of assets in custody	595.4	27.9	53.8	567.5	541.6
Investment trusts	143.2	16.4	41.3	126.8	101.9
Insurance	329.4	(4.1)	(3.6)	333.5	333.0
Government bonds	104.7	15.7	23.4	89.0	81.3
Foreign currency deposits	16.1	0.1	(5.0)	16.0	21.1
Structured bonds (brokered)	2.0	(0.2)	(2.3)	2.2	4.3

(Of which, in Miyagi Prefecture)

Balance of assets in custody	563.5	28.5	53.3	535.0	510.2
Investment trusts	137.8	16.1	40.5	121.7	97.3
Insurance	315.6	(3.7)	(3.2)	319.3	318.8
Government bonds	100.5	15.8	23.2	84.7	77.3
Foreign currency deposits	7.9	0.5	(4.9)	7.4	12.8
Structured bonds (brokered)	1.7	(0.2)	(2.3)	1.9	4.0

(Note) Foreign currency deposits do not include financial deposits and offshore accounts.

(Reference) Group balance of assets in custody

(Billions of Yen)

	As of Sep. 30, 2024 (A)			Mar. 31, 2024 (B)	Sep. 30, 2023 (C)
		(A)-(B)	(A)-(C)		
Group balance of assets in custody	761.5	37.2	73.0	724.3	688.5

(Note) Group balance of assets in custody includes assets in custody of The 77 Bank, Ltd., 77 Securities Co., Ltd., and 77 Insurance Service Co., Ltd.

3. Management Indicators

(1) OHR

Core OHR improved by 7.70 points year-on-year due to an increase in core gross operating profit as well as a decrease in expenses.

(Millions of Yen, %)

		For the six months ended Sep. 30, 2024	YoY change (amount)	For the six months ended Sep. 30, 2023	For the fiscal year ended Mar. 31, 2024
Core OHR (excluding gains (losses) on debt securities)		42.42	(7.70)	50.12	52.18
(Ref.)	Expenses	23,489	(889)	24,378	49,007
	Core gross operating profit	55,367	6,737	48,630	93,908
OHR (Gross operating profit expenses ratio)		51.13	(2.73)	53.86	61.15

(2) Capital adequacy ratio

Although risk-weighted assets increased by ¥71.8 billion, total capital increased by ¥12.5 billion, resulting in capital adequacy ratio [domestic standard] of 10.83%, up 0.11 points from March 31, 2024.

"Composition of Capital Disclosure" based on the public notice of Financial Services Agency No. 7, 2014 is available on The 77 Bank, Ltd.'s website (<https://www.77bank.co.jp/77bank/ir/kessan.html>).

(Billions of Yen, %)

		As of Sep. 30, 2024 (A)	(A)-(B)	Mar. 31, 2024 (B)	Sep. 30, 2023
Capital adequacy ratio [domestic standard]	a/b	10.83	0.11	10.72	11.20
Total capital	a	495.4	12.5	482.9	472.7
(Basic items related to core capital)		[496.4]	[13.0]	[483.4]	[473.2]
(Adjustments related to core capital)		[1.0]	[0.5]	[0.5]	[0.5]
Risk-weighted assets	b	4,573.9	71.8	4,502.1	4,218.0

(Note) Figures as of September 30, 2024 are tentative.

4. Assets (Disclosed claims under the Financial Reconstruction Law)

(1) Changes in outstanding balance

Sub total (Substandard loans or below) was ¥119.7 billion, an increase of ¥1.1 billion from March 31, 2024. Non-performing loans ratio was 1.98%, down 0.01 points from March 31, 2024.

(Billions of Yen)					
		As of Sep. 30, 2024 (A)	(A)-(B)	(A)-(C)	
					Mar. 31, 2024 (B) Sep. 30, 2023 (C)
Sub total (Substandard loans or below)	A	119.7	1.1	3.1	118.6 116.6
Loans to bankrupt and quasi-bankrupt borrowers		12.6	0.7	0.7	11.9 11.9
Doubtful loans		73.9	(0.3)	0.6	74.2 73.3
Substandard loans		33.2	0.7	1.8	32.5 31.4
Normal loans	B	5,921.2	83.2	298.1	5,838.0 5,623.1
Total (A+B)	C	6,040.9	84.3	301.2	5,956.6 5,739.7
Non-performing loans ratio (A/C)		1.98 %	(0.01) %	(0.05) %	1.99 % 2.03 %

(Reference) In case of applying partial direct write-off

The 77 Bank, Ltd. does not apply partly direct write-offs, but if it did, the non-performing loans ratio would be 1.86%

(Billions of Yen)					
		As of Sep. 30, 2024 (A)	(A)-(B)	(A)-(C)	
					Mar. 31, 2024 (B) Sep. 30, 2023 (C)
Sub total (Substandard loans or below)		112.6	0.7	3.6	111.9 109.0
Non-performing loans ratio		1.86 %	(0.02) %	(0.04) %	1.88 % 1.90 %

(2) Coverage

(Billions of Yen)							
			Loans to bankrupt, etc.	Doubtful loans	Substandard loans	Total	Compared to March 31, 2024
Disclosed claims under the Financial Reconstruction Law	A		12.6	73.9	33.2	119.7	1.1
Total coverage (C+D)	B		12.6	59.1	15.8	87.5	0.9
Amount recoverable by guarantees, collateral and others	C		5.5	42.5	10.1	58.1	0.9
Reserve for loan losses	D		7.1	16.6	5.7	29.4	0.0
Coverage ratio (B/A)			100.0 %	80.0 %	47.4 %	73.1 %	0.1 %
Portion not covered by guarantees, collateral and others	(A-C)	E	7.1	31.4	23.1	61.6	0.2
Reserve ratio for the above	(D/E)		100.0 %	52.8 %	24.5 %	47.6 %	(0.3) %

5. Financial Result Forecasts for the Fiscal Year Ending March 31, 2025

(1) Non-consolidated financial result forecasts

The initial full-year financial result forecasts announced on May 10, 2024 have been revised upward, based on the financial results for the six months ended September 30, 2024 and other factors.

(Billions of Yen)

	For the fiscal year ending Mar. 31, 2025		For the fiscal year ended Mar. 31, 2024	(Reference) Initial forecasts
	Forecasts	YoY (amount)	Actual	
Core net operating income	52.4	7.5	44.9	50.5
Ordinary profit	50.0	7.5	42.5	47.0
Profit	34.0	5.2	28.8	32.0

(Note) The initial forecasts were announced on May 10, 2024.

(2) Consolidated financial result forecasts

Results forecasts are almost the same as the non-consolidated.

(Billions of Yen)

	For the fiscal year ending Mar. 31, 2025		For the fiscal year ended Mar. 31, 2024	(Reference) Initial forecasts
	Forecasts	YoY (amount)	Actual	
Ordinary profit	51.5	7.3	44.2	48.5
Profit attributable to owners of parent	35.0	5.2	29.8	33.0

(Note) The initial forecasts were announced on May 10, 2024.

6. Cash Dividends

As for the interim cash dividends for the fiscal year ending March 31, 2025, The 77 Bank, Ltd. has decided to increase the cash dividends by 7.50 yen per share from the initial forecast to 77.50 yen per share, after comprehensively taking into account business performance and other factors.

The 77 Bank, Ltd. has also decided to revise the year-end cash dividend forecast from the initial forecast of 70.00 yen per share to 77.50 yen per share.

As a result, the annual cash dividends for the fiscal year ending March 31, 2025 are expected to be 155 yen per share.

(Yen)

	For the fiscal year ending Mar. 31, 2025		For the fiscal year ended Mar. 31, 2024	(Reference) Initial forecasts
	Forecasts	YoY (amount)	Actual	
Interim cash dividends	77.50	22.50	55.00	70.00
Year-end cash dividends	77.50	10.00	67.50	70.00
Annual cash dividends	155.00	32.50	122.50	140.00

(Note) The initial forecasts were announced on May 10, 2024.

II Financial Figures for the Six Months Ended September 30, 2024

1. Profit and Loss

[Non-consolidated]

(Millions of Yen)

	For the six months ended Sep. 30, 2024 (A)	(A)-(B)	For the six months ended Sep. 30, 2023 (B)	For the fiscal year ended Mar. 31, 2024
Gross operating profit	45,938	678	45,260	80,133
[excluding gains (losses) on debt securities]	[55,367]	[6,737]	[48,630]	[93,908]
Domestic gross operating profit [excluding gains (losses) on debt securities]	43,819	413	43,406	76,443
	[53,247]	[6,471]	[46,776]	[90,218]
Net interest income	46,047	5,752	40,295	77,425
Net fees and commissions income	7,215	587	6,628	12,899
Net other operating income	(9,444)	(5,926)	(3,518)	(13,880)
(Gains (losses) on debt securities)	(9,428)	(6,058)	(3,370)	(13,774)
International gross operating profit [excluding gains (losses) on debt securities]	2,119	265	1,854	3,689
	[2,119]	[265]	[1,854]	[3,689]
Net interest income	8,416	997	7,419	16,016
Net fees and commissions income	47	14	33	69
Net other operating income	(6,344)	(745)	(5,599)	(12,396)
(Gains (losses) on debt securities)	(-)	(-)	(-)	(-)
Expenses (excluding non-recurring expenses)	23,489	(889)	24,378	49,007
Personnel expenses	12,716	(62)	12,778	25,968
Non-personnel expenses	9,111	(810)	9,921	19,695
Tax	1,660	(17)	1,677	3,343
Substantial net operating income [Core net operating income]	22,449	1,567	20,882	31,126
[Core net operating income (excluding gains (losses) on cancellation of investment trusts)]	[31,878]	[7,626]	[24,252]	[44,900]
Provision of general reserve for loan losses (a)	-	-	-	3,915
Net operating income	22,449	1,567	20,882	27,210
Gains (losses) on debt securities	(9,428)	(6,058)	(3,370)	(13,774)
Special income and losses	6,006	2,082	3,924	15,258
Bad debt disposals (losses) (b)	87	33	54	(196)
Provision of specific reserve for loan losses	-	-	-	(589)
Losses on sale of receivables	5	(3)	8	148
Provision of reserve for contingent losses	-	(1)	1	136
Burden money to the Credit Guarantee Corporations	82	38	44	108
Reversal of reserve for loan losses (c)	355	(809)	1,164	-
Reversal of reserve for contingent losses (d)	27	27	-	-
Recoveries of written off receivables (e)	6	1	5	5
Gains (losses) on equity securities	5,366	2,289	3,077	14,383
Gains (losses) on investments in money held in trust	472	(95)	567	2,160
Recognized actuarial losses (losses)	104	(741)	845	1,691
Other	(29)	(40)	11	205
Ordinary profit	28,442	3,636	24,806	42,468
Extraordinary income (losses)	(7)	0	(7)	(34)
Impairment losses (losses)	7	0	7	34
Profit before income taxes	28,435	3,637	24,798	42,434
Income taxes - current	7,786	653	7,133	13,565
Income taxes - deferred	761	620	141	34
Profit	19,886	2,363	17,523	28,834
Credit-related expenses [(a)+(b)-(c)-(d)-(e)]	(302)	812	(1,114)	3,713

(Notes) 1. Substantial net operating income = Net operating income + Provision of general reserve for loan losses

2. Core net operating income =

Net operating income + Provision of general reserve for loan losses - Gains (losses) on debt securities

3. Core net operating income (excluding gains (losses) on cancellation of investment trusts) =

Core net operating income - Gains on cancellation of investment trusts

Gains on cancellation of investment trusts are recorded in net interest income and losses on cancellation of investment trusts are recorded in gains (losses) on debt securities.

[Consolidated]

<Based on consolidated statement of income>

(Millions of Yen)

	For the six months ended Sep. 30, 2024 (A)	(A)-(B)	For the six months ended Sep. 30, 2023 (B)	For the fiscal year ended Mar. 31, 2024
Consolidated gross operating profit	48,203	770	47,433	85,304
Net interest income	53,657	6,644	47,013	92,728
Net fees and commissions income	8,793	724	8,069	15,776
Net other operating income	(14,247)	(6,599)	(7,648)	(23,200)
General and administrative expenses	25,470	(1,519)	26,989	54,384
Credit-related expenses	(113)	1,127	(1,240)	3,674
Provision of general reserve for loan losses	-	-	-	3,606
Write-off of loans and bills discounted	5	3	2	24
Provision of specific reserve for loan losses	-	-	-	(370)
Losses on sale of receivables, etc.	13	1	12	175
Provision of reserve for contingent losses	-	(1)	1	136
Burden money to the Credit Guarantee Corporations	82	38	44	108
Gains on reversal of reserve for loan losses	180	(1,115)	1,295	-
Reversal of reserve for contingent losses	27	27	-	-
Recoveries of written off receivables	6	1	5	5
Gains (losses) on equity securities	5,366	2,289	3,077	14,383
Other	478	(143)	621	2,612
Ordinary profit	28,691	3,308	25,383	44,241
Extraordinary income (losses)	(7)	0	(7)	(34)
Profit before income taxes	28,683	3,308	25,375	44,206
Income taxes - current	8,180	691	7,489	14,308
Income taxes - deferred	716	523	193	96
Net income	19,786	2,094	17,692	29,802
Profit attributable to owners of parent	19,786	2,094	17,692	29,802

(Note) Consolidated gross operating profit = (Interest income - Interest expenses)

+ (Fees and commissions income - Fees and commissions expenses)

+ (Other operating income - Other operating expenses)

(Reference)

(Millions of Yen)

	For the six months ended Sep. 30, 2024 (A)	(A)-(B)	For the six months ended Sep. 30, 2023 (B)	For the fiscal year ended Mar. 31, 2024
Consolidated net operating income	22,698	1,239	21,459	28,983

(Note) Consolidated net operating income = Non-consolidated net operating income

+ Ordinary profit of consolidated subsidiaries - Intercompany transactions (dividends, etc.)

(Scope of consolidation)

	For the six months ended Sep. 30, 2024 (A)	(A)-(B)	For the six months ended Sep. 30, 2023 (B)	For the fiscal year ended Mar. 31, 2024
Number of consolidated subsidiaries	10	2	8	9
Number of companies accounted for by the equity method	-	-	-	-

(Note) 77 Insurance Service Co., Ltd. has been included in the scope of consolidation from the fiscal year ended March 31, 2024, since it was newly incorporated. 77 Business With Co., Ltd. has been included in the scope of consolidation from the six months ended September 30, 2024, since it was newly incorporated.

2. Net Operating Income [Non-consolidated]

(Millions of Yen)

	For the six months ended Sep. 30, 2024 (A)	(A)-(B)	For the six months ended Sep. 30, 2023 (B)	For the fiscal year ended Mar. 31, 2024
(1) Substantial net operating income	22,449	1,567	20,882	31,126
Per employee (thousand yen)	9,272	906	8,366	12,652
(2) Net operating income	22,449 (23,709)	1,567 (2,928)	20,882 (20,781)	27,210
Per employee (thousand yen)	9,272 (9,793)	906 (1,467)	8,366 (8,326)	11,061

(Notes) 1. Per employee figures are calculated based on the average number of employees during the period.

2. For the six months ended September 30, 2024, gains on reversal of reserve for loan losses were recorded under special income because the total of general reserve for loan losses and specific reserve for loan losses was reversed. Net operating income calculated on the basis without the gains on reversal of reserve for loan losses is shown in parentheses at the bottom of (2). As for the six months ended September 30, 2023, because gains on reversal of reserve for loan losses were also recorded, net operating income calculated on the basis without the gains on reversal of reserve for loan losses is shown in parentheses at the bottom of (2).

3. Interest Margin [Non-consolidated]

(%)

	For the six months ended Sep. 30, 2024 (A)	(A)-(B)	For the six months ended Sep. 30, 2023 (B)	For the fiscal year ended Mar. 31, 2024
(1) Fund management yield (A)	1.13	0.14	0.99	0.98
Loans and bills discounted interest rate	0.96	0.06	0.90	0.91
Securities interest rate	1.91	0.34	1.57	1.45
(2) Funding cost (B)	0.53	0.00	0.53	0.54
Deposits and certificates of deposit interest rate	0.03	0.03	0.00	0.00
(3) Net interest margin (A)-(B)	0.60	0.14	0.46	0.44

(Ref.) Interest margin (Domestic operations) [Non-consolidated]

(%)

	For the six months ended Sep. 30, 2024 (A)	(A)-(B)	For the six months ended Sep. 30, 2023 (B)	For the fiscal year ended Mar. 31, 2024
(1) Fund management yield (A)	0.95	0.13	0.82	0.80
Loans and bills discounted interest rate	0.88	0.06	0.82	0.83
Securities interest rate	1.57	0.32	1.25	1.10
(2) Funding cost (B)	0.50	0.00	0.50	0.51
Deposits and certificates of deposit interest rate	0.02	0.02	0.00	0.00
(3) Net interest margin (A)-(B)	0.45	0.13	0.32	0.29

4. Gains or Losses of Investment Securities [Non-consolidated]

(Millions of Yen)

	For the six months ended Sep. 30, 2024 (A)	(A)-(B)	For the six months ended Sep. 30, 2023 (B)	For the fiscal year ended Mar. 31, 2024
Gains (losses) on debt securities	(9,428)	(6,058)	(3,370)	(13,774)
Gains on sale	2,703	2,313	390	391
Gains on redemption	4	(15)	19	31
Losses on sale	10,086	9,777	309	10,564
Losses on redemption	2,047	(1,347)	3,394	3,528
Write-off	2	(74)	76	103
Gains (losses) on equity securities	5,366	2,289	3,077	14,383
Gains on sale	5,462	2,188	3,274	14,555
Losses on sale	52	(120)	172	172
Write-off	43	19	24	-

5. Capital Adequacy Ratios (Domestic standard)

"Composition of Capital Disclosure" based on the public notice of Financial Services Agency No. 7, 2014 is available on The 77 Bank, Ltd.'s website (<https://www.77bank.co.jp/77bank/ir/kessan.html>).

[Consolidated]

(Millions of Yen)

	As of Sep. 30, 2024 [Tentative]			Mar. 31, 2024	Sep. 30, 2023
	(A)	(A)-(B)	(A)-(C)	(B)	(C)
(1) Capital adequacy ratio	11.23%	0.08%	(0.26)%	11.15%	11.49%
(2) Basic items related to core capital	522,133	12,788	32,989	509,345	489,144
(3) Adjustments related to core capital	4,920	555	4,795	4,365	125
(4) Total capital (2)-(3)	517,212	12,232	28,193	504,980	489,019
(5) Risk-weighted assets	4,602,399	73,532	349,230	4,528,867	4,253,169

[Non-consolidated]

(Millions of Yen)

	As of Sep. 30, 2024 [Tentative]			Mar. 31, 2024	Sep. 30, 2023
	(A)	(A)-(B)	(A)-(C)	(B)	(C)
(1) Capital adequacy ratio	10.83%	0.11%	(0.37)%	10.72%	11.20%
(2) Basic items related to core capital	496,405	12,994	23,209	483,411	473,196
(3) Adjustments related to core capital	1,026	513	549	513	477
(4) Total capital (2)-(3)	495,379	12,481	22,660	482,898	472,719
(5) Risk-weighted assets	4,573,865	71,791	355,873	4,502,074	4,217,992

6. ROE [Non-consolidated]

(%)

	For the six months ended Sep. 30, 2024		For the six months ended Sep. 30, 2023	For the fiscal year ended Mar. 31, 2024
	(A)	(A)-(B)	(B)	
Based on substantial net operating income	7.76	(0.51)	8.27	5.83
Based on net operating income	7.76 (8.19)	(0.51) (0.04)	8.27 (8.23)	5.09
Based on profit	6.87	(0.07)	6.94	5.40

(Note) For the six months ended September 30, 2024, gains on reversal of reserve for loan losses were recorded under special income because the total of general reserve for loan losses and specific reserve for loan losses was reversed. ROE based on net operating income calculated on the basis without the gains on reversal of reserve for loan losses is shown in parentheses at the bottom. As for the six months ended September 30, 2023, because gains on reversal of reserve for loan losses were also recorded, ROE based on net operating income calculated on the basis without the gains on reversal of reserve for loan losses is shown in parentheses at the bottom.

III Condition of Assets, etc.

1. Disclosed Claims under the Financial Reconstruction Law (Risk-monitored Loans)

[Non-consolidated]

(Millions of Yen, %)

		As of Sep. 30, 2024 (A)	(A)-(B)	(A)-(C)	Mar. 31, 2024 (B)	Sep. 30, 2023 (C)
Sub total (Substandard loans or below)	A	119,735	1,105	3,142	118,630	116,593
Loans to bankrupt and quasi-bankrupt borrowers		12,629	759	739	11,870	11,890
Doubtful loans		73,955	(314)	620	74,269	73,335
Substandard loans		33,150	660	1,783	32,490	31,367
Delinquent loans past due three months or more		2,201	959	845	1,242	1,356
Restructured loans		30,948	(300)	938	31,248	30,010
Normal loans	B	5,921,175	83,215	298,068	5,837,960	5,623,107
Total (A+B)	C	6,040,910	84,319	301,210	5,956,591	5,739,700
Non-performing loans ratio (A/C)		1.98	(0.01)	(0.05)	1.99	2.03

(Note) "Delinquent loans past due three months or more" and "Restructured loans" are categories of Risk-monitored Loans.

(Ref.) In case of applying partial direct write-off

The 77 Bank, Ltd. does not apply partial direct write-off, but if it did, applying partial direct write-off would be as follows:

(Millions of Yen, %)

		As of Sep. 30, 2024 (A)	(A)-(B)	(A)-(C)	Mar. 31, 2024 (B)	Sep. 30, 2023 (C)
Sub total (Substandard loans or below)	A	112,623	682	3,634	111,941	108,989
Loans to bankrupt and quasi-bankrupt borrowers		5,517	336	1,231	5,181	4,286
Doubtful loans		73,955	(314)	620	74,269	73,335
Substandard loans		33,150	660	1,783	32,490	31,367
Delinquent loans past due three months or more		2,201	959	845	1,242	1,356
Restructured loans		30,948	(300)	938	31,248	30,010
Normal loans	B	5,921,175	83,215	298,068	5,837,960	5,623,107
Total (A+B)	C	6,033,798	83,896	301,702	5,949,902	5,732,096
Amount of partly direct write-off		7,112	423	(492)	6,689	7,604
Non-performing loans ratio (A/C)		1.86	(0.02)	(0.04)	1.88	1.90

(Note) "Delinquent loans past due three months or more" and "Restructured loans" are categories of Risk-monitored Loans.

[Consolidated]

(Millions of Yen, %)

		As of Sep. 30, 2024 (A)	(A)-(B)	(A)-(C)	Mar. 31, 2024 (B)	Sep. 30, 2023 (C)
Sub total (Substandard loans or below)	A	120,871	1,296	3,341	119,575	117,530
Loans to bankrupt and quasi-bankrupt borrowers		13,532	941	935	12,591	12,597
Doubtful loans		74,184	(303)	625	74,487	73,559
Substandard loans		33,154	658	1,782	32,496	31,372
Delinquent loans past due three months or more		2,201	959	845	1,242	1,356
Restructured loans		30,953	(301)	938	31,254	30,015
Normal loans	B	5,905,028	80,865	295,808	5,824,163	5,609,220
Total (A+B)	C	6,025,900	82,161	299,150	5,943,739	5,726,750
Non-performing loans ratio (A/C)		2.00	(0.01)	(0.05)	2.01	2.05

(Note) "Delinquent loans past due three months or more" and "Restructured loans" are categories of Risk-monitored Loans.

2. Disclosed Claims under the Financial Reconstruction Law and Coverage [Non-consolidated]

(Millions of Yen)

	As of Sep. 30, 2024 (A)	(A)-(B)	(A)-(C)	Mar. 31, 2024 (B)	Sep. 30, 2023 (C)
Loans to bankrupt and quasi-bankrupt borrowers	12,629	759	739	11,870	11,890
Total coverage	12,629	759	739	11,870	11,890
Amount recoverable by guarantees, collateral and others	5,517	336	1,231	5,181	4,286
Reserve for loan losses	7,112	423	(492)	6,689	7,604
Doubtful loans	73,955	(314)	620	74,269	73,335
Total coverage	59,131	(477)	(178)	59,608	59,309
Amount recoverable by guarantees, collateral and others	42,538	(13)	743	42,551	41,795
Reserve for loan losses	16,593	(464)	(920)	17,057	17,513
Substandard loans	33,150	660	1,783	32,490	31,367
Total coverage	15,705	592	1,201	15,113	14,504
Amount recoverable by guarantees, collateral and others	10,059	629	865	9,430	9,194
Reserve for loan losses	5,646	(37)	337	5,683	5,309
Total	119,735	1,105	3,142	118,630	116,593
Total coverage	87,467	875	1,763	86,592	85,704
Amount recoverable by guarantees, collateral and others	58,115	952	2,838	57,163	55,277
Reserve for loan losses	29,352	(77)	(1,075)	29,429	30,427
Total subject claims	6,040,910	84,319	301,210	5,956,591	5,739,700

3. Coverage Ratio for Disclosed Claims under the Financial Reconstruction Law [Non-consolidated]

(%)

	As of Sep. 30, 2024 (A)	(A)-(B)	(A)-(C)	Mar. 31, 2024 (B)	Sep. 30, 2023 (C)
Loans to bankrupt and quasi-bankrupt borrowers	100.0	0.0	0.0	100.0	100.0
Amount recoverable by guarantees, collateral and others	43.7	0.1	7.7	43.6	36.0
Reserve for loan losses	56.3	(0.1)	(7.7)	56.4	64.0
Reserve ratio to unsecured assets after excluding guarantees, collateral and others	100.0	0.0	0.0	100.0	100.0
Doubtful loans	80.0	(0.3)	(0.9)	80.3	80.9
Amount recoverable by guarantees, collateral and others	57.5	0.2	0.5	57.3	57.0
Reserve for loan losses	22.4	(0.6)	(1.5)	23.0	23.9
Reserve ratio to unsecured assets after excluding guarantees, collateral and others	52.8	(1.0)	(2.7)	53.8	55.5
Substandard loans	47.4	0.9	1.2	46.5	46.2
Amount recoverable by guarantees, collateral and others	30.3	1.3	1.0	29.0	29.3
Reserve for loan losses	17.0	(0.5)	0.1	17.5	16.9
Reserve ratio to unsecured assets after excluding guarantees, collateral and others	24.5	(0.1)	0.6	24.6	23.9
Total	73.1	0.1	(0.4)	73.0	73.5

4. Reserve for Loan Losses

(1) Write-off and reserve standard

A. General reserve for loan losses

Classifications		Reserve Standard
Claims on normal debtors		Amounts are booked in general loan loss reserves based on the actual loan-loss ratio for the last two years.
Claims on debtors under caution	Claims on debtors under caution, other than special-mentioned	Amounts are booked in general loan loss reserves based on the actual loan-loss ratio for the last two years.
	Claims on special-mentioned debtors under caution	Amounts are booked in general loan loss reserves based on the actual loan-loss ratio for the last three years. In addition, for borrowers that exceed credit limits, amounts are booked in general loan loss reserves based on the discounted cash flow method.

(Note) For a part of claims on debtors under caution, other than special-mentioned, amounts are booked based on the discounted cash flow method.

B. Specific reserve for loan losses

Classifications	Write-off and Reserve Standard
Claims on debtors under possible bankruptcy	For loans not secured by collateral or guarantees, amounts are transferred to specific loan loss reserves based on the actual loan-loss ratio for the last three years. In addition, for borrowers that exceed credit limits, amounts are transferred to specific loan loss reserves based on the discounted cash flow method.
Claims on debtors under virtual bankruptcy	All loans not secured by collateral or guarantees are transferred to the specific loan loss reserve or written off.
Claims on debtors under legal bankruptcy	

(2) Reserve for loan losses

[Non-consolidated]

(Millions of Yen)

	As of Sep. 30, 2024			Mar. 31, 2024 (B)	Sep. 30, 2023 (C)
	(A)	(A)-(B)	(A)-(C)		
Reserve for loan losses	57,301	(1,300)	1,143	58,601	56,158
General reserve for loan losses	33,590	(1,260)	2,555	34,850	31,035
Specific reserve for loan losses	23,710	(40)	(1,412)	23,750	25,122
Special reserve for loans to certain countries	-	-	-	-	-

[Consolidated]

(Millions of Yen)

	As of Sep. 30, 2024			Mar. 31, 2024 (B)	Sep. 30, 2023 (C)
	(A)	(A)-(B)	(A)-(C)		
Reserve for loan losses	60,758	(1,257)	1,123	62,015	59,635
General reserve for loan losses	35,400	(1,438)	2,253	36,838	33,147
Specific reserve for loan losses	25,358	182	(1,130)	25,176	26,488
Special reserve for loans to certain countries	-	-	-	-	-

5. Loan Portfolio by Industry, etc.

(a) Loan portfolio by industry [Non-consolidated]

(Millions of Yen)

	As of Sep. 30, 2024 (A)	(A)-(B)	(A)-(C)	Mar. 31, 2024 (B)	Sep. 30, 2023 (C)
Domestic offices (Excluding Japan offshore banking accounts)	5,956,073	88,693	308,067	5,867,380	5,648,006
Manufacturing	472,917	1,043	21,984	471,874	450,933
Agriculture and forestry	9,588	53	283	9,535	9,305
Fisheries	4,793	(536)	(141)	5,329	4,934
Mining and quarrying of stone and gravel	6,872	(504)	1,112	7,376	5,760
Construction	213,494	5,935	14,281	207,559	199,213
Electricity, gas, heat supply and water	295,341	2,975	12,077	292,366	283,264
Information and communications	34,126	(1,129)	12,640	35,255	21,486
Transport and postal activities	154,243	10,974	20,488	143,269	133,755
Wholesale and retail trade	514,243	11,140	12,698	503,103	501,545
Finance and insurance	445,069	(5,705)	15,088	450,774	429,981
Real estate and goods rental and leasing	1,514,016	63,590	168,768	1,450,426	1,345,248
Services, N.E.C.	411,034	511	21,728	410,523	389,306
Government, except elsewhere classified	534,861	(17,269)	(28,897)	552,130	563,758
Other	1,345,470	17,618	35,959	1,327,852	1,309,511

(b) Disclosed claims under the Financial Reconstruction Law
for loans by industry [Non-consolidated]

(Millions of Yen)

	As of Sep. 30, 2024 (A)	(A)-(B)	(A)-(C)	Mar. 31, 2024 (B)	Sep. 30, 2023 (C)
Domestic offices (Excluding Japan offshore banking accounts)	119,452	1,242	3,277	118,210	116,175
Manufacturing	15,816	269	(1,043)	15,547	16,859
Agriculture and forestry	1,734	872	1,321	862	413
Fisheries	774	(74)	(79)	848	853
Mining and quarrying of stone and gravel	105	(1)	61	106	44
Construction	8,872	(162)	217	9,034	8,655
Electricity, gas, heat supply and water	307	79	78	228	229
Information and communications	992	(200)	(37)	1,192	1,029
Transport and postal activities	2,977	302	846	2,675	2,131
Wholesale and retail trade	25,980	(1,677)	(1,482)	27,657	27,462
Finance and insurance	323	323	323	0	0
Real estate and goods rental and leasing	12,608	871	(180)	11,737	12,788
Services, N.E.C.	38,605	1,331	3,822	37,274	34,783
Government, except elsewhere classified	-	-	-	-	-
Other	10,353	(691)	(569)	11,044	10,922

(Note) Covers receivables excluding normal loan.

(c) Loans to consumers [Non-consolidated]

(Millions of Yen)

	As of Sep. 30, 2024 (A)	(A)-(B)	(A)-(C)	Mar. 31, 2024 (B)	Sep. 30, 2023 (C)
Consumer loans	1,357,287	18,035	37,446	1,339,252	1,319,841
Housing loans	1,285,545	15,238	31,738	1,270,307	1,253,807
Other consumer loans	71,742	2,797	5,709	68,945	66,033

(d) Ratio of loans to small and medium-sized companies and consumers [Non-consolidated]

(%)

	As of Sep. 30, 2024 (A)	(A)-(B)	(A)-(C)	Mar. 31, 2024 (B)	Sep. 30, 2023 (C)
Ratio of loans to small and medium-sized companies and consumers	66.16	0.33	0.44	65.83	65.72

6. Loan Portfolio by Country

(a) Loans to certain countries [Non-consolidated]

Not applicable.

(b) Loans to Asia [Non-consolidated]

(Millions of Yen)

	As of Sep. 30, 2024 (A)	(A)-(B)	(A)-(C)	Mar. 31, 2024 (B)	Sep. 30, 2023 (C)
Singapore	7,414 [-]	(86) [-]	(577) [-]	7,500 [-]	7,991 [-]
Philippines	4,995 [-]	2,724 [-]	2,752 [-]	2,271 [-]	2,243 [-]
Indonesia	1,427 [-]	(87) [-]	(256) [-]	1,514 [-]	1,683 [-]
Thailand	1,313 [-]	(44) [-]	(1,530) [-]	1,357 [-]	2,843 [-]
India	500 [-]	(500) [-]	(500) [-]	1,000 [-]	1,000 [-]
UAE	462 [-]	(46) [-]	(58) [-]	508 [-]	520 [-]
Taiwan	- [-]	(2,000) [-]	(2,000) [-]	2,000 [-]	2,000 [-]
Total	16,113 [-]	(38) [-]	(2,170) [-]	16,151 [-]	18,283 [-]

(Note) Figures in [] are disclosed claims under the Financial Reconstruction Law (excluding normal loans).

(c) Loans to major countries in Latin America [Non-consolidated]

(Millions of Yen)

	As of Sep. 30, 2024 (A)	(A)-(B)	(A)-(C)	Mar. 31, 2024 (B)	Sep. 30, 2023 (C)
Panama	2,961 [-]	(180) [-]	(142) [-]	3,141 [-]	3,103 [-]
Chile	- [-]	- [-]	(972) [-]	- [-]	972 [-]
Total	2,961 [-]	(180) [-]	(1,115) [-]	3,141 [-]	4,076 [-]

(Note) Figures in [] are disclosed claims under the Financial Reconstruction Law (excluding normal loans).

(d) Loans to Russia [Non-consolidated]

Not applicable.

7. Deposits and Loans and Bills Discounted

(a) Balances of deposits (including negotiable certificates of deposit) [Non-consolidated]

(All offices)

(Millions of Yen)

	As of Sep. 30, 2024 (A)	(A)-(B)	(A)-(C)	Mar. 31, 2024 (B)	Sep. 30, 2023 (C)
Deposits and negotiable certificates of deposit (average balances)	8,933,840	25,291	(16,308)	8,908,549	8,950,148
Deposits and negotiable certificates of deposit (term-end balance)	8,849,462	(113,330)	(66,903)	8,962,792	8,916,365
Retail	6,000,673	(4,025)	25,650	6,004,698	5,975,023
Corporate and other	2,848,788	(109,306)	(92,554)	2,958,094	2,941,342

(Of which, in Miyagi Prefecture)

(Millions of Yen)

Deposits and negotiable certificates of deposit (average balances)	8,382,534	28,539	(5,269)	8,353,995	8,387,803
Deposits and negotiable certificates of deposit (term-end balance)	8,320,955	(96,014)	(44,965)	8,416,969	8,365,920
Retail	5,752,121	(1,012)	27,081	5,753,133	5,725,040
Corporate and other	2,568,834	(95,001)	(72,046)	2,663,835	2,640,880

(b) Balances of loans and bills discounted [Non-consolidated]

(All offices)

(Millions of Yen)

	As of Sep. 30, 2024 (A)	(A)-(B)	(A)-(C)	Mar. 31, 2024 (B)	Sep. 30, 2023 (C)
Loans and bills discounted (average balances)	5,882,076	220,447	290,891	5,661,629	5,591,185
Loans and bills discounted (term-end balances)	5,956,073	88,693	308,067	5,867,380	5,648,006
Loans to SMEs, etc.	3,940,421	77,790	228,649	3,862,631	3,711,772
Loans to SMEs	2,594,951	60,172	192,691	2,534,779	2,402,260
Loans to consumers	1,345,470	17,618	35,959	1,327,852	1,309,511

(Of which, in Miyagi Prefecture)

(Millions of Yen)

Loans and bills discounted (average balances)	4,164,780	115,109	159,322	4,049,671	4,005,458
Loans and bills discounted (term-end balances)	4,207,932	58,066	163,867	4,149,866	4,044,065
Loans to SMEs, etc.	3,220,657	55,635	157,397	3,165,022	3,063,260
Loans to SMEs	1,917,692	37,880	121,285	1,879,812	1,796,407
Loans to consumers	1,302,964	17,755	36,111	1,285,209	1,266,853

8. Assets in Custody [Non-consolidated]

(All offices)

(Millions of Yen)

	As of Sep. 30, 2024 (A)	(A)-(B)	(A)-(C)	Mar. 31, 2024 (B)	Sep. 30, 2023 (C)
Balance of assets in custody	595,436	27,964	53,815	567,472	541,621
Investment trusts	143,163	16,369	41,237	126,794	101,926
Insurance	329,410	(4,112)	(3,599)	333,522	333,009
Government bonds	104,675	15,707	23,332	88,968	81,343
Foreign currency deposits	16,149	110	(4,907)	16,039	21,056
Structured bonds (brokered)	2,036	(110)	(2,248)	2,146	4,284

(Of which, in Miyagi Prefecture)

(Millions of Yen)

Balance of assets in custody	563,527	28,535	53,331	534,992	510,196
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(Note) Foreign currency deposits do not include financial deposits and offshore accounts.

IV Others

1. Valuation Gains (Losses) on Investment Securities

(1) Valuation standards for investment securities

Trading account securities	Reported at fair value and the related unrealized gains and losses are included in earnings
Held-to-maturity securities	Reported at amortized cost
Available-for-sale securities	Reported at fair value with unrealized gains and losses, net of applicable taxes, reported in a separate component of equity
Investments in affiliates	Reported at cost

(Ref.) Securities included in money held in trust

Instruments held in trust for trading purposes	Recorded at fair value and unrealized gains and losses are recorded in other income/expenses
Instruments held in trust classified as available-for-sale	Recorded at fair value with the corresponding unrealized gains/losses recorded directly in a separate component of equity

(2) Unrealized gains or losses of investment securities

[Consolidated]

(Millions of Yen)

	As of Sep. 30, 2024				Mar. 31, 2024		
	Unrealized gains (losses)				Unrealized gains (losses)		
	(A)	(A)-(B)	Gains	Losses	(B)	Gains	Losses
Held-to-maturity securities	(21)	(8)	-	21	(13)	-	13
Available-for-sale securities	149,801	(20,620)	202,780	52,978	170,421	222,558	52,136
Equity securities	139,568	(5,670)	140,000	431	145,238	145,532	294
Debt securities	(34,164)	690	461	34,626	(34,854)	688	35,542
Other	44,397	(15,640)	62,318	17,920	60,037	76,336	16,299
Total	149,779	(20,629)	202,780	53,000	170,408	222,558	52,149
Equity securities	139,568	(5,670)	140,000	431	145,238	145,532	294
Debt securities	(34,186)	681	461	34,647	(34,867)	688	35,556
Other	44,397	(15,640)	62,318	17,920	60,037	76,336	16,299

Notes: 1. Since "Available-for-sale securities" is valued using the market value method, the difference between the carrying amount in the Interim Consolidated Balance Sheets and the acquisition cost is recorded in the above table.

2. Valuation of "Available-for-sale securities" is based on the market value at the end of the interim period.

[Non-consolidated]

(Millions of Yen)

	As of Sep. 30, 2024				Mar. 31, 2024		
	Unrealized gains (losses)				Unrealized gains (losses)		
	(A)	(A)-(B)	Gains	Losses	(B)	Gains	Losses
Held-to-maturity securities	-	-	-	-	-	-	-
Available-for-sale securities	147,954	(20,480)	200,933	52,978	168,434	220,570	52,136
Equity securities	137,721	(5,529)	138,153	431	143,250	143,544	294
Debt securities	(34,164)	690	461	34,626	(34,854)	688	35,542
Other	44,397	(15,640)	62,318	17,920	60,037	76,336	16,299
Total	147,954	(20,480)	200,933	52,978	168,434	220,570	52,136
Equity securities	137,721	(5,529)	138,153	431	143,250	143,544	294
Debt securities	(34,164)	690	461	34,626	(34,854)	688	35,542
Other	44,397	(15,640)	62,318	17,920	60,037	76,336	16,299

Notes: 1. Since "Available-for-sale securities" is valued using the market value method, the difference between the carrying amount in the Interim Non-consolidated Balance Sheets and the acquisition cost is recorded in the above table.

2. Valuation of "Available-for-sale securities" is based on the market value at the end of the interim period.

2. Employees' Retirement Benefits

[Non-consolidated]

(Millions of Yen)

	For the six months ended Sep. 30, 2024 (A)	(A)-(B)	For the six months ended Sep. 30, 2023 (B)	For the fiscal year ended Mar. 31, 2024
Net periodic retirement benefit costs	357	(767)	1,124	2,248
Service cost	610	(183)	793	1,586
Interest cost	457	240	217	434
Expected return on plan assets	(815)	(83)	(732)	(1,464)
Recognized actuarial losses	104	(741)	845	1,691
Prior service cost	-	-	-	-
Other	-	-	-	-