

The Hekikai Shinkin Bank Annual Report 2023

Fiscal Year ended March 31,2023



THE HEKIKAI SHINKIN BANK

Non-Consolidated Balance Sheets

As of March 31, 2023 and 2022	Millions of Yen (Note1)		Millions of U.S.dollars (Note2)
	2023	2022	2023
Assets			
Cash and due from Banks	¥ 520,693	¥ 556,472	\$ 3,899.4
Monetary claims purchased	8,917	8,558	66.8
Money held in trust	5,799	9,836	43.4
Trading account securities	–	–	–
Securities	719,313	793,295	5,386.9
Loans and bills discounted	1,180,549	1,149,278	8,841.1
Foreign exchanges	294	559	2.2
Other assets	20,743	14,158	155.3
Premises and equipment	22,619	22,872	169.4
Customers' liabilities for acceptance and guarantees	1,604	1,586	12.0
Reserve for possible loan losses	-2,313	-3,314	-17.3
Total assets	¥ 2,478,221	¥ 2,553,304	\$ 18,559.3
Liabilities and net assets			
Liabilities			
Deposits	¥ 2,274,365	¥ 2,236,754	\$ 17,032.6
Foreign exchanges	–	–	–
Other liabilities	36,986	135,234	277.0
Reserve for employee bonuses	182	187	1.4
Retiring allowance reserve	99	219	0.7
Other reserve	738	743	5.5
Acceptance and guarantees	1,604	1,586	12.0
Total Liabilities	¥ 2,313,976	¥ 2,374,725	\$ 17,329.3
Net assets			
Paid-in capital	¥ 1,215	¥ 1,224	\$ 9.1
Legal reserve	1,224	1,229	9.2
Voluntary reserves	179,534	174,535	1,344.5
Unappropriated profit	2,844	5,328	21.3
Total member's equity	184,818	182,318	1,384.1
Revaluation differential	-20,573	-3,738	-154.1
Total net assets	¥ 164,245	¥ 178,579	\$ 1,230.0
Total liabilities and net assets	¥ 2,478,221	¥ 2,553,304	\$ 18,559.3

Note1 Amounts of less than one million yen have been omitted

Note2 U.S.dollar amounts are converted for convenience only at ¥133.53 per U.S.\$1.00, the rate prevailing on March 31,2023

Non-Consolidated Statements of Income

	Millions of Yen (Note1)		Millions of U.S.dollars (Note2)
	2023	2022	2023
For the years ended March 31, 2023 and 2022			
Income			
Interest on:	¥ 17,783	¥ 20,503	\$ 133.2
Loans and bills discounted	10,766	10,804	80.6
Securities	6,025	8,791	45.1
Other	992	907	7.4
Fees and commissions	3,657	3,152	27.4
Other Income	4,193	1,536	31.4
Total Income	¥ 25,633	¥ 25,192	\$ 192.0
Expenses			
Interest on:	¥ 399	¥ 447	\$ 3.0
Deposits	378	426	2.8
Other	21	20	0.2
general and administrative expenses	14,840	15,101	111.1
Fees and commissions	1,824	1,777	13.7
Other expenses	5,239	1,083	39.2
Total expenses	¥ 22,304	¥ 18,409	\$ 167.0
Income before income taxes	3,305	6,777	24.8
Provision for taxes	363	1,521	2.7
Corporate tax and other adjustment amounts	383	242	2.9
Net income	¥ 2,557	¥ 5,013	\$ 19.1

Non-Consolidated Statements of Appropriation of Profit

	Millions of Yen (Note1)		Millions of U.S.dollars (Note2)
	2023	2022	2023
For the years ended March 31, 2023 and 2022			
Balance at the end of the year	¥ 2,854	¥ 5,335	\$ 21.4
Balance bought forward	286	314	2.1
Net income	2,557	5,013	19.1
Legal reserve decrease	8	5	0.1
Special depreciation reserve decrease	1	1	0.0
Appropriation of earned surplus	2,548	5,048	19.1
Legal reserve	–	–	–
Cash dividends	48	48	0.4
Transfer to reserves	2,500	5,000	18.7
Balance to be carried forward	¥ 305	¥ 286	\$ 2.3

Note1 Amounts of less than one million yen have been omitted

Note2 U.S.dollar amounts are converted for convenience only at ¥133.53 per U.S.\$1.00, the rate prevailing on March 31,2023

Consolidated Balance Sheets

As of March 31, 2023 and 2022	Millions of Yen (Note1)		Millions of U.S.dollars (Note2)
	2023	2022	2023
Assets			
Cash and due from Banks	¥ 520,693	¥ 556,472	\$ 3,899.4
Monetary claims purchased	8,917	8,558	66.8
Money held in trust	5,799	9,836	43.4
Trading account securities	–	–	–
Securities	718,434	792,416	5,380.3
Loans and bills discounted	1,179,781	1,148,179	8,835.3
Foreign exchanges	294	559	2.2
Other assets	24,375	18,151	182.5
Premises and equipment	22,727	22,982	170.2
Customers' liabilities for acceptance and guarantees	1,604	1,586	12.0
Reserve for possible loan losses	–2,646	–3,725	–19.8
Total assets	¥ 2,479,981	¥ 2,555,019	\$ 18,572.5
Liabilities and net assets			
Liabilities			
Deposits	¥ 2,270,355	¥ 2,232,742	\$ 17,002.6
Foreign exchanges	–	–	–
Other Liabilities	39,024	137,336	292.2
Reserve for employee bonuses	185	189	1.4
Retiring allowance reserve	99	219	0.7
Other reserve	741	747	5.5
Acceptance and guarantees	1,604	1,586	12.0
Total Liabilities	¥ 2,312,012	¥ 2,372,821	\$ 17,314.6
Net assets			
Paid-in capital	¥ 1,215	¥ 1,224	\$ 9.1
Consolidated surplus	187,327	184,712	1,402.9
Total member's equity	188,543	185,936	1,412.0
Revaluation differential	–20,573	–3,738	–154.1
Total net assets	¥ 167,969	¥ 182,198	\$ 1,257.9
Total liabilities and assets	¥ 2,479,981	¥ 2,555,019	\$ 18,572.5

Note1 Amounts of less than one million yen have been omitted

Note2 U.S.dollar amounts are converted for convenience only at ¥133.53 per U.S.\$1.00, the rate prevailing on March 31,2023

Consolidated Statements of Income

For the years ended March 31, 2023 and 2022	Millions of Yen (Note1)		Millions of U.S.dollars (Note2)
	2023	2022	2023
Income			
Operating income	¥ 17,710	¥ 20,400	\$ 132.6
Loans and bills discounted	10,759	10,794	80.6
Securities	5,959	8,698	44.6
Other	992	907	7.4
Fees and commissions	3,619	3,114	27.1
Other Income	5,877	3,188	44.0
Total Income	¥ 27,207	¥ 26,703	\$ 203.8
Expenses			
Operating expenses	¥ 399	¥ 447	\$ 3.0
Deposits	378	426	2.8
Other	21	20	0.2
General and administrative expenses	14,945	15,195	111.9
Fees and commissions	1,824	1,777	13.7
Other expenses	6,512	2,500	48.8
Total expenses	¥ 23,681	¥ 19,920	\$ 177.3
Income before income taxes	3,501	6,778	26.2
Corporate tax, etc	435	1,584	3.3
Corporate tax and other adjustment amounts	401	213	3.0
Net income	¥ 2,663	¥ 4,979	\$ 19.9

Consolidated Statements of Retained Earnings

For the years ended March 31, 2023 and 2022	Millions of Yen (Note1)		Millions of U.S.dollars (Note2)
	2023	2022	2023
Consolidated balance at the beginning of the year	¥ 184,516	¥ 179,572	\$ 1,381.8
Increase in consolidated surplus	–	13	–
Net Income	2,663	4,979	19.9
Decrease in consolidated surplus	48	48	0.4
Dividends	48	48	0.4
Ending balance of consolidated surplus	¥ 187,132	¥ 184,516	\$ 1,401.4

Note1 Amounts of less than one million yen have been omitted

Note2 U.S.dollar amounts are converted for convenience only at ¥133.53 per U.S.\$1.00, the rate prevailing on March 31, 2023