

The Hekikai Shinkin Bank Annual Report 2021

Fiscal Year ended March 31,2021



THE HEKIKAI SHINKIN BANK

Non-Consolidated Balance Sheets

As of March 31, 2021 and 2020	Millions of Yen (Note1)		Millions of U.S.dollars (Note2)
	2021	2020	2021
Assets			
Cash and due from Banks	¥ 555,385	¥ 472,638	\$ 5,016.6
Monetary claims purchased	6,969	4,758	62.9
Money held in trust	7,868	7,909	71.1
Trading account securities	0	13	0.0
Securities	829,264	787,135	7,490.4
Loans and bills discounted	1,128,306	1,043,896	10,191.5
Foreign exchanges	426	756	3.8
Other assets	11,394	13,034	102.9
Premises and equipment	23,441	23,695	211.7
Customers' liabilities for acceptance and guarantees	1,676	1,919	15.1
Reserve for possible loan losses	-3,464	-3,189	-31.3
Total assets	¥ 2,561,268	¥ 2,352,567	\$ 23,134.9
Liabilities and net assets			
Liabilities			
Deposits	¥ 2,227,555	¥ 2,128,278	\$ 20,120.6
Foreign exchanges	0	0	0.0
Other liabilities	144,960	47,118	1,309.4
Reserve for employee bonuses	190	188	1.7
Retiring allowance reserve	347	394	3.1
Other reserve	1,805	757	16.3
Acceptance and guarantees	1,676	1,919	15.1
Total Liabilities	¥ 2,376,536	¥ 2,178,657	\$ 21,466.3
Net assets			
Paid-in capital	¥ 1,229	¥ 1,233	\$ 11.1
Legal reserve	1,233	1,242	11.1
Voluntary reserves	171,036	167,537	1,544.9
Unappropriated profit	3,859	3,821	34.9
Total member's equity	177,359	173,835	1,602.0
Revaluation differential	7,373	74	66.6
Total net assets	¥ 184,732	¥ 173,909	\$ 1,668.6
Total liabilities and net assets	¥ 2,561,268	¥ 2,352,567	\$ 23,134.9

Note1 Amounts of less than one million yen have been omitted

Note2 U.S.dollar amounts are converted for convenience only at ¥110.71 per U.S.\$1.00, the rate prevailing on March 31,2021.

Non-Consolidated Statements of Income

For the years ended March 31, 2021 and 2020	Millions of Yen (Note1)		Millions of U.S.dollars (Note2)
	2021	2020	2021
Income			
Interest on:	¥ 20,898	¥ 20,133	\$ 188.8
Loans and bills discounted	10,696	10,436	96.6
Securities	9,254	8,603	83.6
Other	947	1,093	8.6
Fees and commissions	2,965	3,078	26.8
Other Income	1,700	1,453	15.4
Total Income	¥ 25,564	¥ 24,666	\$ 230.9
Expenses			
Interest on:	¥ 665	¥ 849	\$ 6.0
Deposits	641	814	5.8
Other	24	34	0.2
general and administrative expenses	15,680	15,505	141.6
Fees and commissions	1,794	1,806	16.2
Other expenses	2,752	1,458	24.9
Total expenses	¥ 20,893	¥ 19,619	\$ 188.7
Income before income taxes	4,670	5,047	42.2
Provision for taxes	1,303	1,479	11.8
Corporate tax and other adjustment amounts	-209	111	-1.9
Net income	¥ 3,576	¥ 3,455	\$ 32.3

Non-Consolidated Statements of Appropriation of Profit

For the years ended March 31, 2021 and 2020	Millions of Yen (Note1)		Millions of U.S.dollars (Note2)
	2021	2020	2021
Balance at the end of the year	¥ 3,863	¥ 3,832	\$ 34.9
Balance bought forward	283	366	2.6
Net income	3,576	3,455	32.3
Legal reserve decrease	3	9	0.0
Special depreciation reserve decrease	1	1	0.0
Appropriation of earned surplus	3,548	3,549	32.0
Legal reserve	0	0	0.0
Cash dividends	48	49	0.4
Transfer to reserves	3,500	3,500	31.6
Balance to be carried forward	¥ 314	¥ 283	\$ 2.8

Note1 Amounts of less than one million yen have been omitted

Note2 U.S.dollar amounts are converted for convenience only at ¥110.71 per U.S.\$1.00, the rate prevailing on March 31,2021.

Consolidated Balance Sheets

As of March 31, 2021 and 2020	Millions of Yen (Note1)		Millions of U.S.dollars (Note2)
	2021	2020	2021
Assets			
Cash and due from Banks	¥ 555,386	¥ 472,638	\$ 5,016.6
Monetary claims purchased	6,969	4,758	62.9
Money held in trust	7,868	7,909	71.1
Trading account securities	0	13	0.0
Securities	828,385	786,256	7,482.5
Loans and bills discounted	1,126,867	1,042,118	10,178.5
Foreign exchanges	426	756	3.8
Other assets	15,413	17,535	139.2
Premises and equipment	23,572	23,818	212.9
Customers' liabilities for acceptance and guarantees	1,676	1,919	15.1
Reserve for possible loan losses	-3,742	-3,408	-33.8
Total assets	¥ 2,562,823	¥ 2,354,315	\$ 23,149.0
Liabilities and net assets			
Liabilities			
Deposits	¥ 2,223,357	¥ 2,124,060	\$ 20,082.7
Foreign exchanges	0	0	0.0
Other Liabilities	147,173	49,432	1,329.4
Reserve for employee bonuses	193	190	1.7
Retiring allowance reserve	347	394	3.1
Other reserve	1,703	763	15.4
Acceptance and guarantees	1,676	1,919	15.1
Total Liabilities	¥ 2,374,451	¥ 2,176,761	\$ 21,447.5
Net assets			
Paid-in capital	¥ 1,229	¥ 1,233	\$ 11.1
Consolidated surplus	179,768	176,246	1,623.8
Total member's equity	180,998	177,479	1,634.9
Revaluation differential	7,373	74	66.6
Total net assets	¥ 188,371	¥ 177,554	\$ 1,701.5
Total liabilities and assets	¥ 2,562,823	¥ 2,354,315	\$ 23,149.0

Note1 Amounts of less than one million yen have been omitted

Note2 U.S.dollar amounts are converted for convenience only at ¥110.71 per U.S.\$1.00, the rate prevailing on March 31,2021.

Consolidated Statements of Income

For the years ended March 31, 2021 and 2020	Millions of Yen (Note1)		Millions of U.S.dollars (Note2)
	2021	2020	2021
Income			
Operating income	¥ 20,781	¥ 20,065	\$ 187.7
Loans and bills discounted	10,683	10,420	96.5
Securities	9,149	8,551	82.6
Other	947	1,093	8.6
Fees and commissions	2,926	3,040	26.4
Other Income	3,472	3,268	31.4
Total Income	¥ 27,179	¥ 26,374	\$ 245.5
Expenses			
Operating expenses	¥ 665	¥ 849	\$ 6.0
Deposits	641	814	5.8
Other	24	34	0.2
General and administrative expenses	15,765	15,590	142.4
Fees and commissions	1,794	1,806	16.2
Other expenses	4,233	2,879	38.2
Total expenses	¥ 22,459	¥ 21,124	\$ 202.9
Income before income taxes	4,720	5,249	42.6
Corporate tax, etc	1,367	1,549	12.3
Corporate tax and other adjustment amounts	-217	131	-2.0
Net income	¥ 3,570	¥ 3,569	\$ 32.2

Consolidated Statements of Retained Earnings

For the years ended March 31, 2021 and 2020	Millions of Yen (Note1)		Millions of U.S.dollars (Note2)
	2021	2020	2021
Consolidated balance at the beginning of the year	¥ 176,051	¥ 172,531	\$ 1,590.2
Increase in consolidated surplus	0	0	0.0
Net Income	3,570	3,569	32.2
Decrease in consolidated surplus	49	49	0.4
Dividends	49	49	0.4
Ending balance of consolidated surplus	¥ 179,572	¥ 176,051	\$ 1,622.0

Note1 Amounts of less than one million yen have been omitted

Note2 U.S.dollar amounts are converted for convenience only at ¥110.71 per U.S.\$1.00, the rate prevailing on March 31, 2021.