

1H FY2022 Earnings Results Briefing (Reference Materials)



Our challenges build our future.

Chugin Financial Group, Inc.

Industrial Structure of Okayama Prefecture

Economic Scale of Okayama Prefecture	4
Industrial Structure of Okayama Prefecture	6
Growth Infrastructure and Potential of Okayama Prefecture	8

Economic Status of Okayama Prefecture

Business Survey Index (BSI)	14
Industrial Production and Exports	15
Capital Investments and Public Investment	16
Consumer Spending	17
Housing Investment	18
Employment and Personal Income	19
Land Prices and Corporate Bankruptcies	20

Management Indices, etc. of The Chugoku Bank, Ltd.

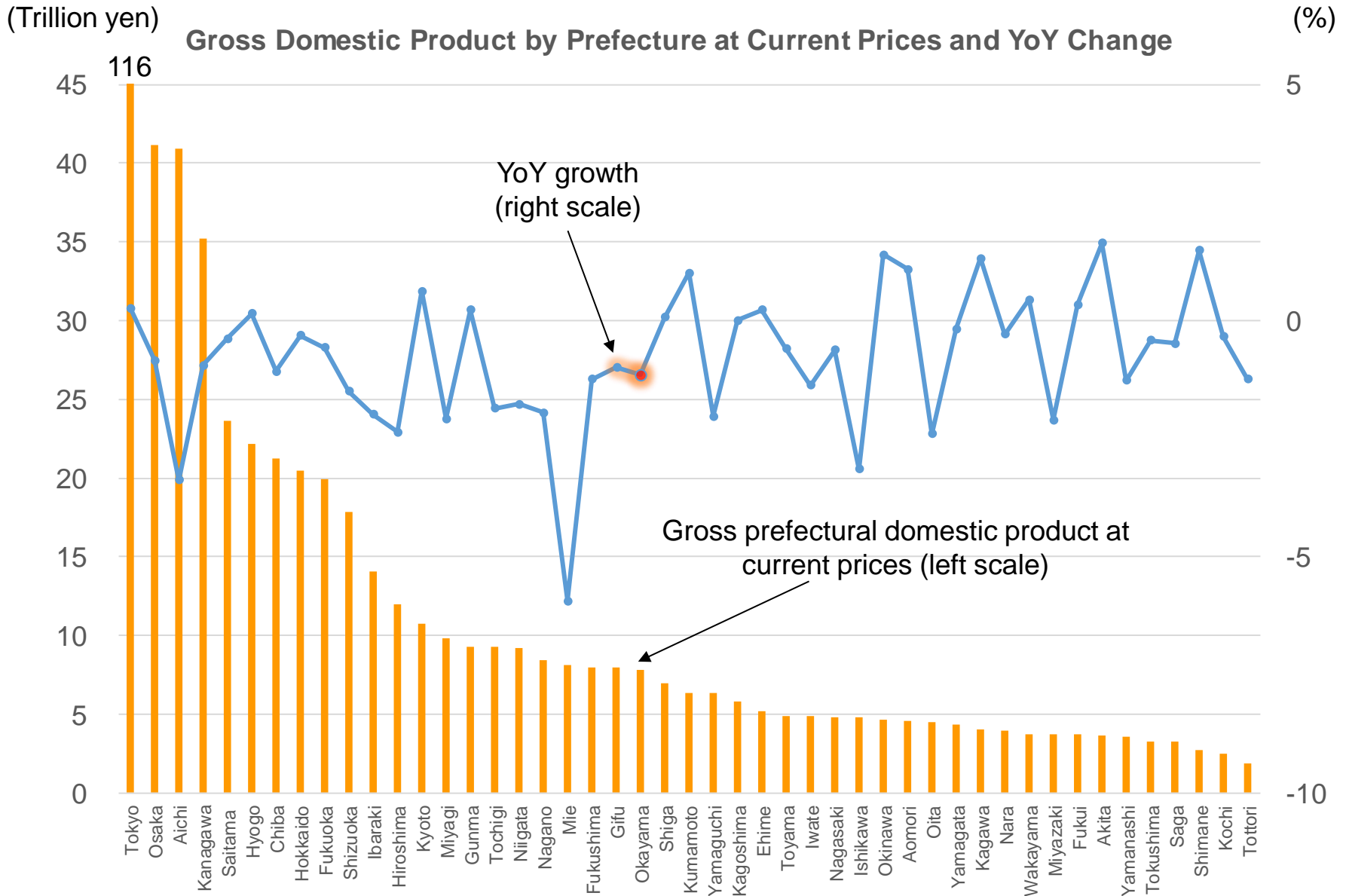
Summary of Earnings	22
Breakdown of Ordinary Revenue	24
Breakdown of Ordinary Expenses	25
Breakdown of Expenses	26
Principal Returns	27
Major Accounts (Year-end Balance)	28
Major Accounts (Average Balance)	30
Deposits (Year-end Balance and Average Balance)	32
Loans (Year-end Balance and Average Balance)	34
Loans by Industry	36
Shares in Deposits and Loans	38
Securities	40
Balances and Durations of Securities by Remaining Period	41
Handling of Housing Loans	42
Non-performing Loans	43
Transition of Debtor Categories	44
Capital Adequacy Ratio	46
Capital Allocation and Integration Risks	47
Use of Allocated Capital and Risk Exposure Assumptions	48
Group Companies	49
Key Press Releases	50

Industrial Structure of Okayama Prefecture

Economic Scale of Okayama Prefecture

Items	Results	Nationwide share (%)	Rank	Source	Survey date
Area	7,114 km ²	1.9	17	Nationwide Survey on Area by Municipality	Jul. 2022
Population	1,879,000 people	1.5	20	Population Estimates	Jan. 2022
Number of households	861,452	1.4	18	Population Estimates	Jan. 2022
Gross prefectural domestic product (at current prices)	7,842.5 billion yen	1.4	22	Annual Report on Prefectural Accounts	FY2019
Number of private enterprises	86,742	1.5	20	Economic Census	Jun. 2021
Number of employees working at private enterprises	835,270	1.5	20	Economic Census	Jun. 2021
Agricultural output	141.4 billion yen	1.6	23	Statistics of Agricultural Income Produced	2020
Value of manufactured goods shipments	7,060.1 billion yen	2.3	16	Economic Census	2020
Sales of information and telecommunications industry	167.8 billion yen	0.3	26	Economic Census	2015
Sales of wholesale and retail trade industry	5,902.3 billion yen	1.0	19	Economic Census	2020
Sales of real estate and goods rental and leasing industry	516.8 billion yen	0.9	14	Economic Census	2020
Sales of accommodation, eating and drinking services industry	214.5 billion yen	1.1	24	Economic Census	2020
Sales of living-related and personal services and amusement services industry	408.6 billion yen	1.3	20	Economic Census	2020
Sales of medical, healthcare and welfare industry	2,063.2 billion yen	1.2	15	Economic Census	2020
Amount of construction work completed	667.7 billion yen	1.3	27	Integrated Statistics on Construction Work	2021
New housing starts	11,316 units	1.3	19	Housing Starts Statistics	2021
Value of customs-cleared trade	2,990.6 billion yen	1.8	12	Foreign Trade Value by Ports Nationwide	2021

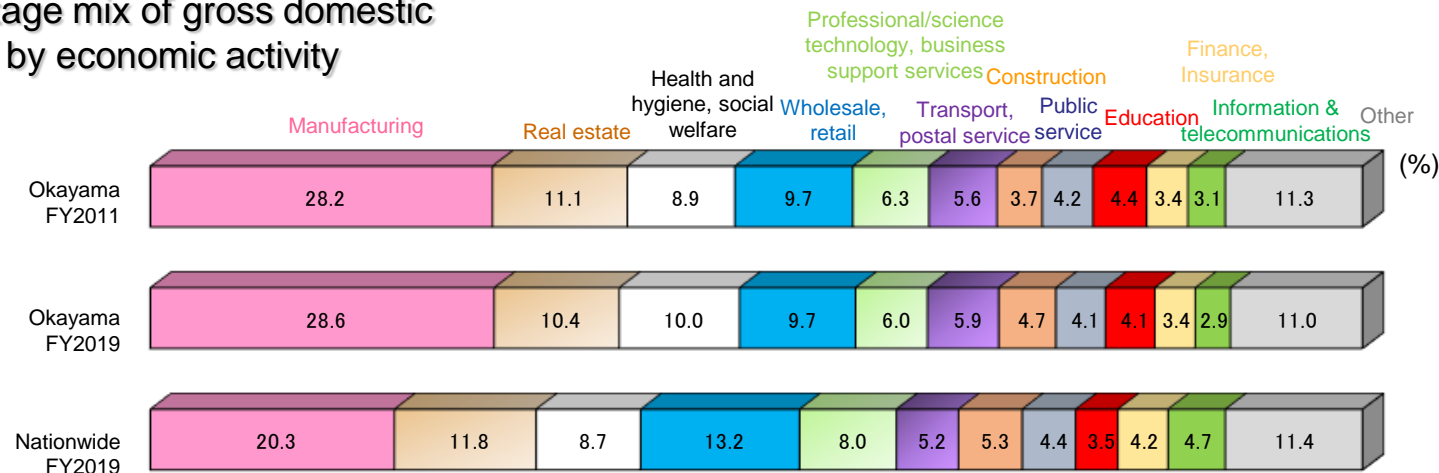
Economic Scale of Okayama Prefecture



Source: FY2019 Annual Report on Prefectural Accounts, Cabinet Office

Industrial Structure of Okayama Prefecture (1)

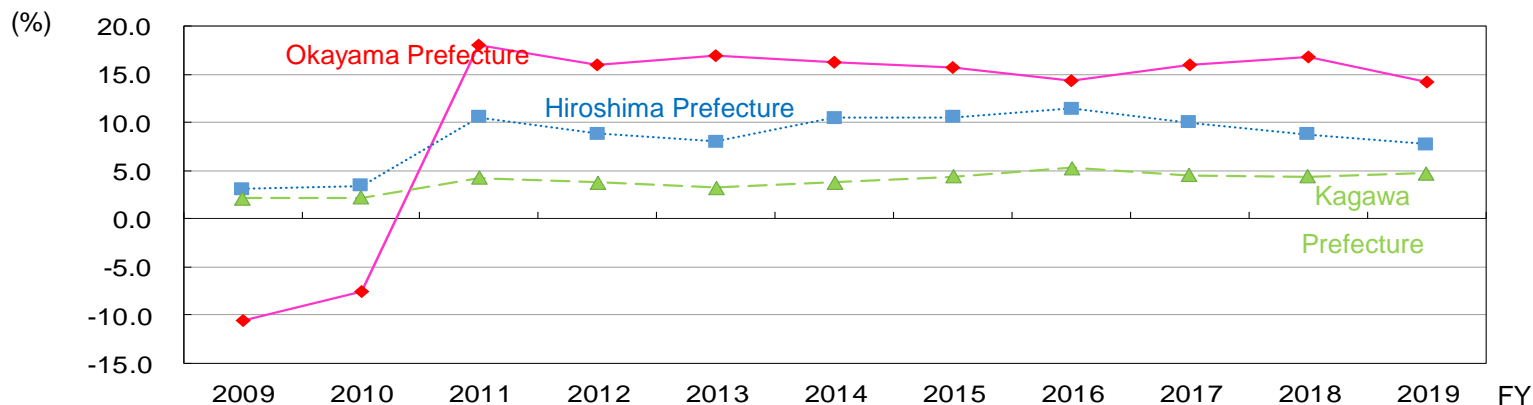
Percentage mix of gross domestic product by economic activity



Source: Annual Report on Prefectural Accounts, Cabinet Office

*The sum may not be 100% due to rounding.

Proportion of incoming/outgoing transfer (net) of goods and services in gross prefectural domestic product (at current prices)

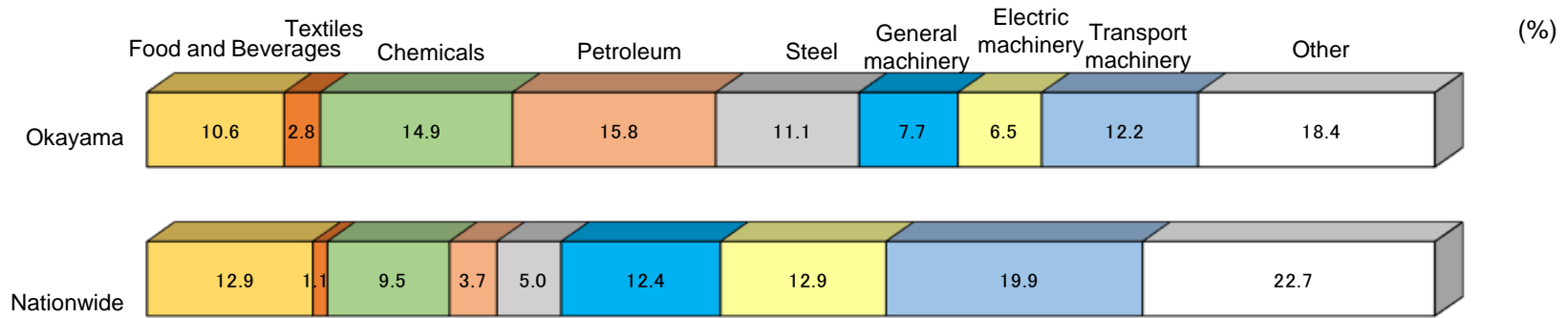


Source: Annual Report on Prefectural Accounts, Cabinet Office

Industrial Structure of Okayama Prefecture (2)



Percentage mix of value of manufactured goods shipments (2020)

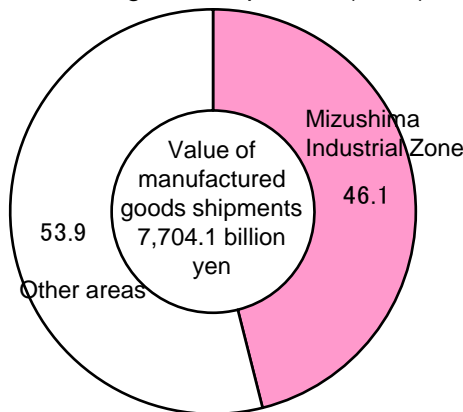


Source: *Economic Census for Business Activity*, METI

*The sum may not be 100% due to rounding.

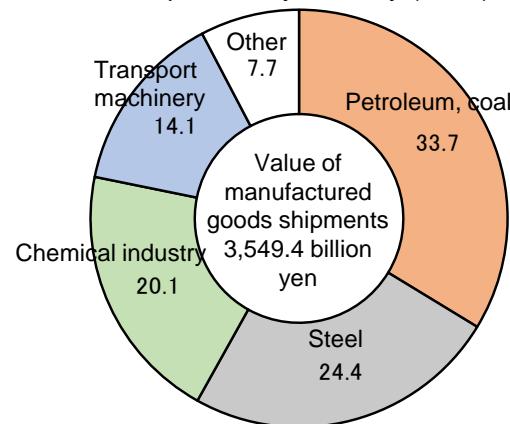
Presence of the Mizushima Industrial Zone

Proportion of the Mizushima Industrial Zone in Okayama Prefecture's value of manufactured goods shipments (2019)



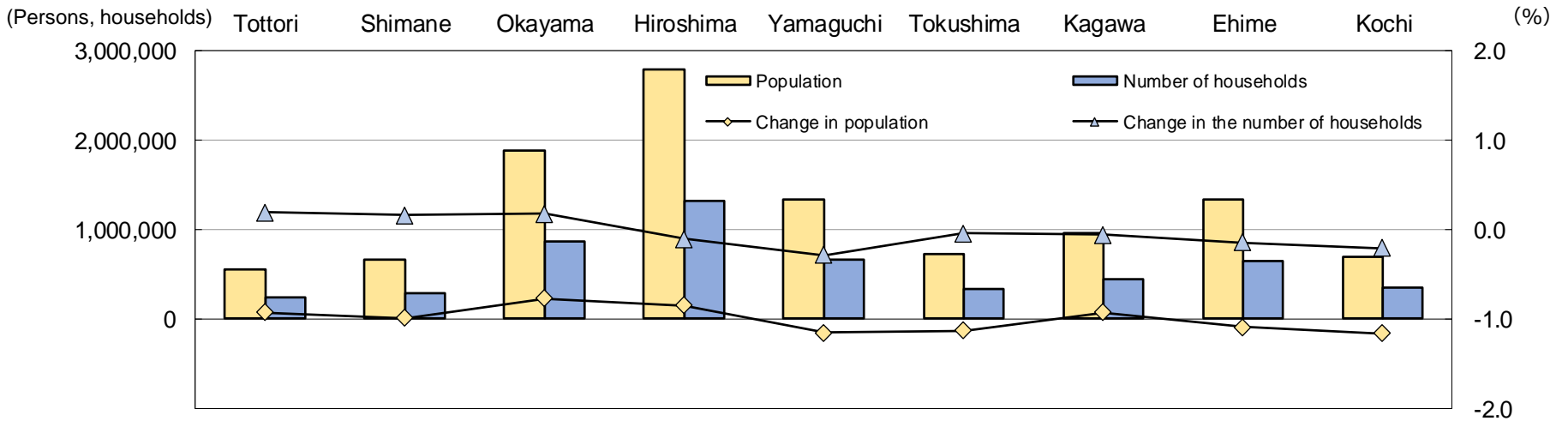
Source: *Census of Manufacture (Okayama Prefecture)*

Percentage mix of Mizushima Industrial Zone's value of manufactured goods shipments by industry (2019)



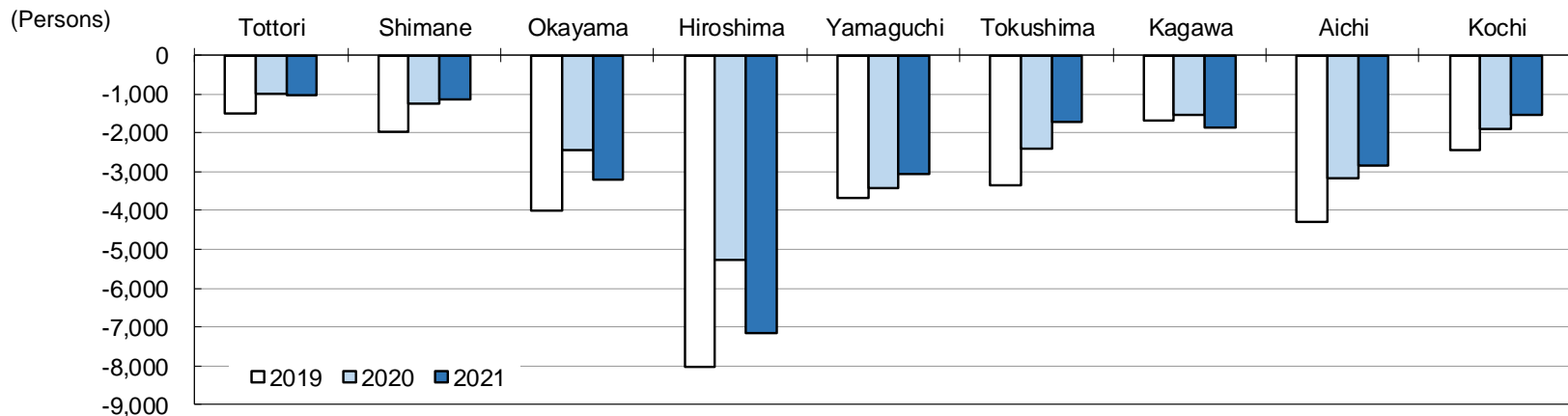
Source: *Census of Manufacture (Okayama Prefecture)*

Population and number of households of the Chugoku-Shikoku region



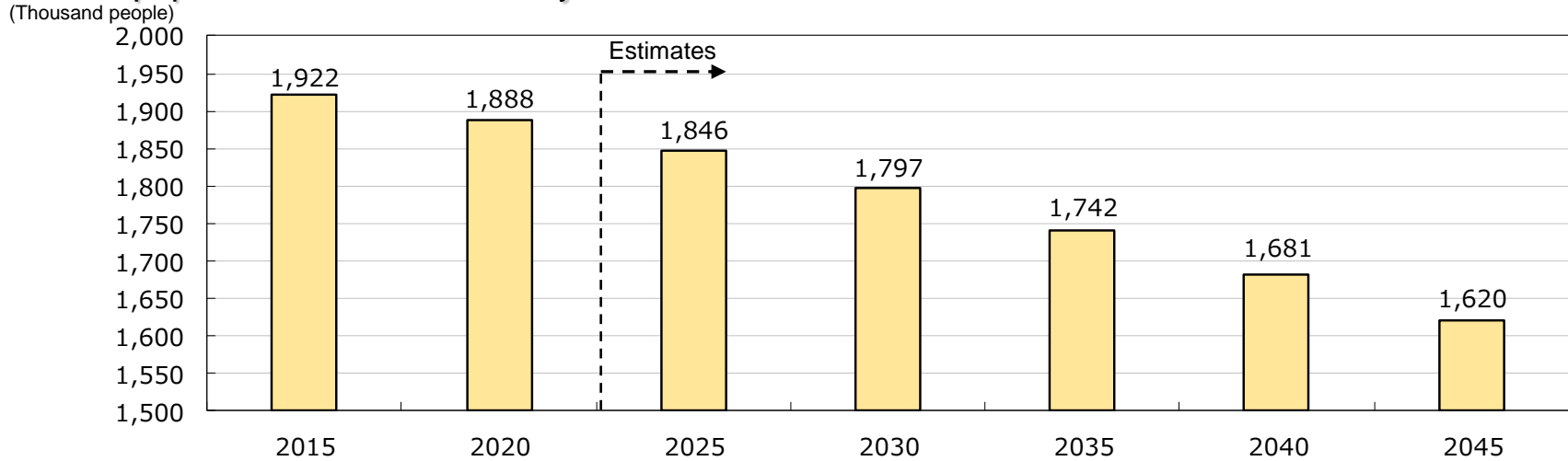
Source: Survey of Population, Demographics and Number of Households Based on the Basic Resident Register, Ministry of Internal Affairs and Communications
 Note: The population and number of households are as of January 1, 2022; the changes in population and the number of households represent the change between January 2021 and January 2022.

Net migration by prefecture in the Chugoku-Shikoku region



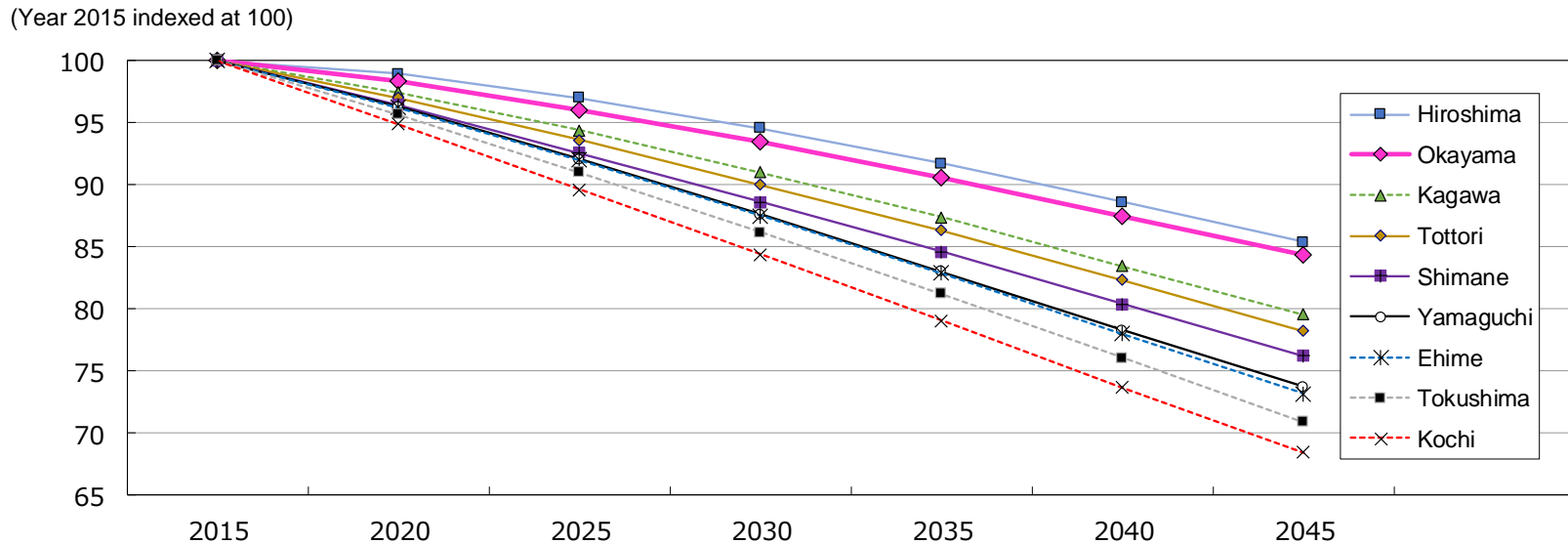
Source: Report on Internal Migration in Japan, Ministry of Internal Affairs and Communications

Future population estimates of Okayama Prefecture



Source: National Institute of Population and Social Security Research

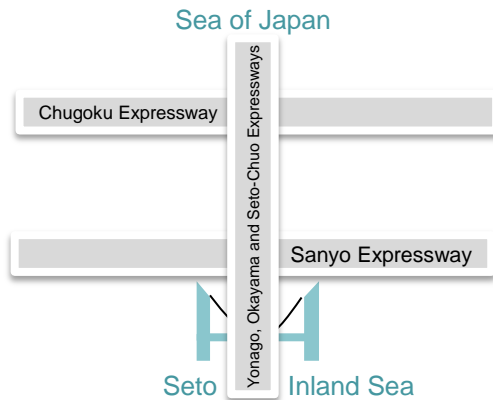
Future population estimates of the Chugoku-Shikoku region



Source: National Institute of Population and Social Security Research

A crossing point of land traffic in Western Japan

Two expressways cross a third expressway at two points in Okayama.



Seto Ohashi (Great Seto Bridge)

- Okayama and Shikoku are connected as one economic zone.
- The largest number of visitors among the three routes

Plant sites

- Temperate climate with few natural disasters
- Long sunlight hours and a large quantity of water available

Logistics centers

- The total floor space of warehouses is the largest in the Chugoku-Shikoku area.
- The population within two-hours' drive from the Okayama Interchange exceeds 16 million.

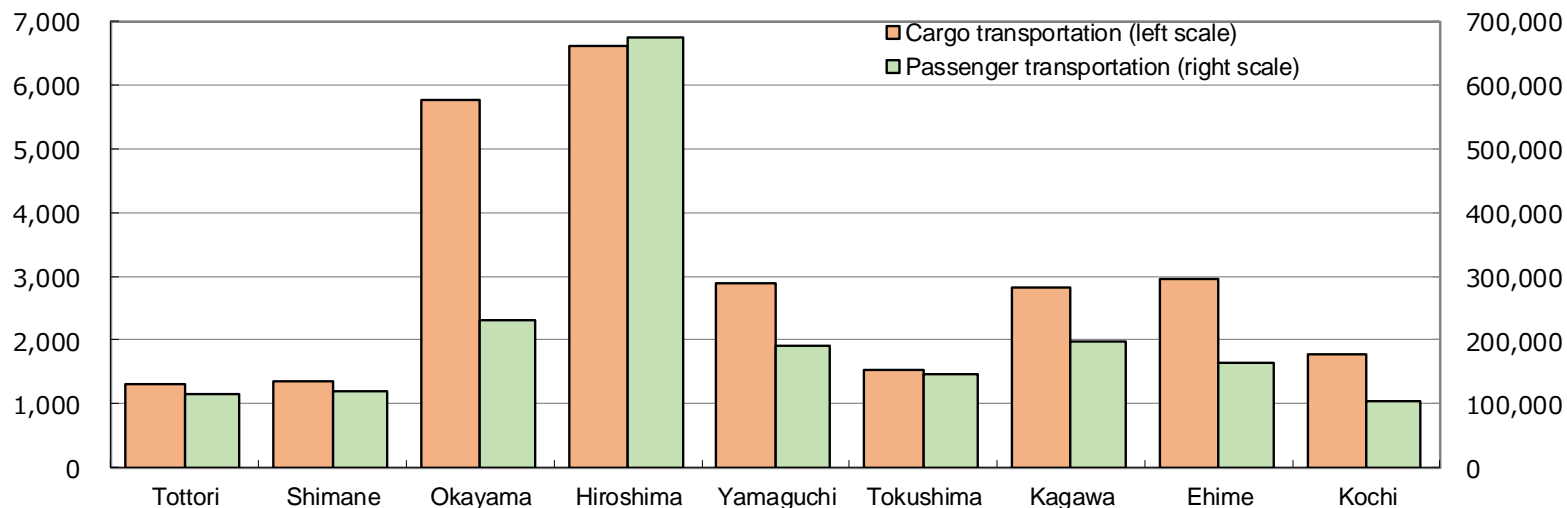
Map: Website of Okayama Prefecture

Growth Infrastructure and Potential of Okayama Prefecture (4)

Road transport volume in the Chugoku-Shikoku region

(Million ton-kilometer)

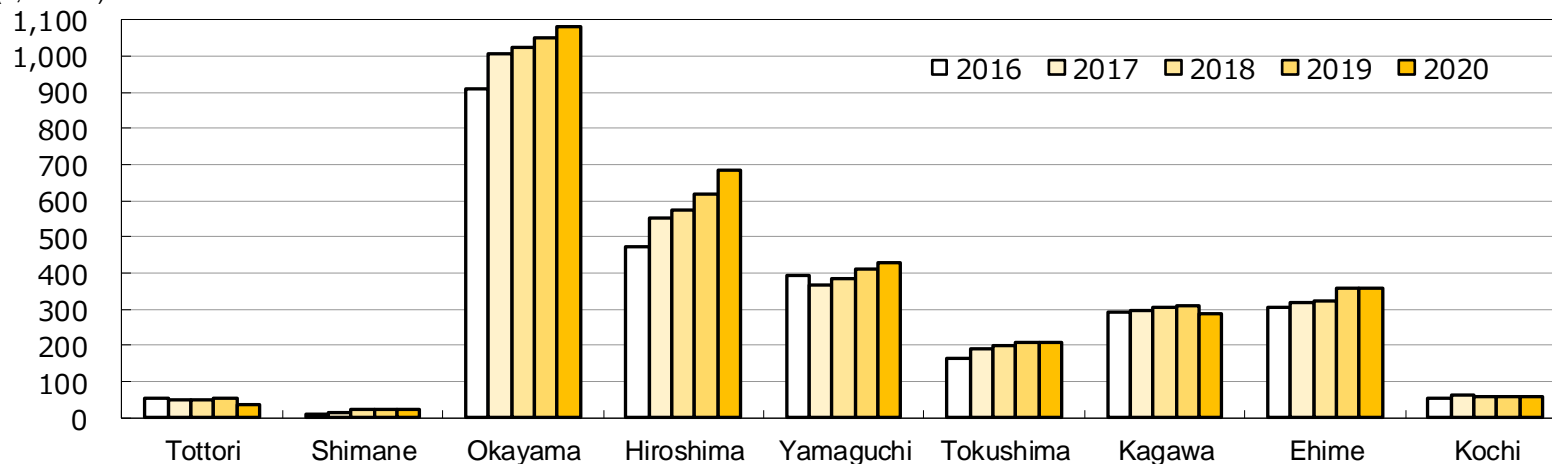
(Thousand people-kilometer)



Source: Annual Report of Road Transport Statistics 2021, Ministry of Land, Infrastructure, Transport and Tourism (MLIT)

Floor space of warehouses in the Chugoku-Shikoku region

(1,000 m²)



Source: MLIT Note: The floor space of warehouses in categories 1 to 3 is as of December 31 of each year.

A tip for the solution of Japan's problems can be found in the center of Okayama Prefecture.

Disaster prevention

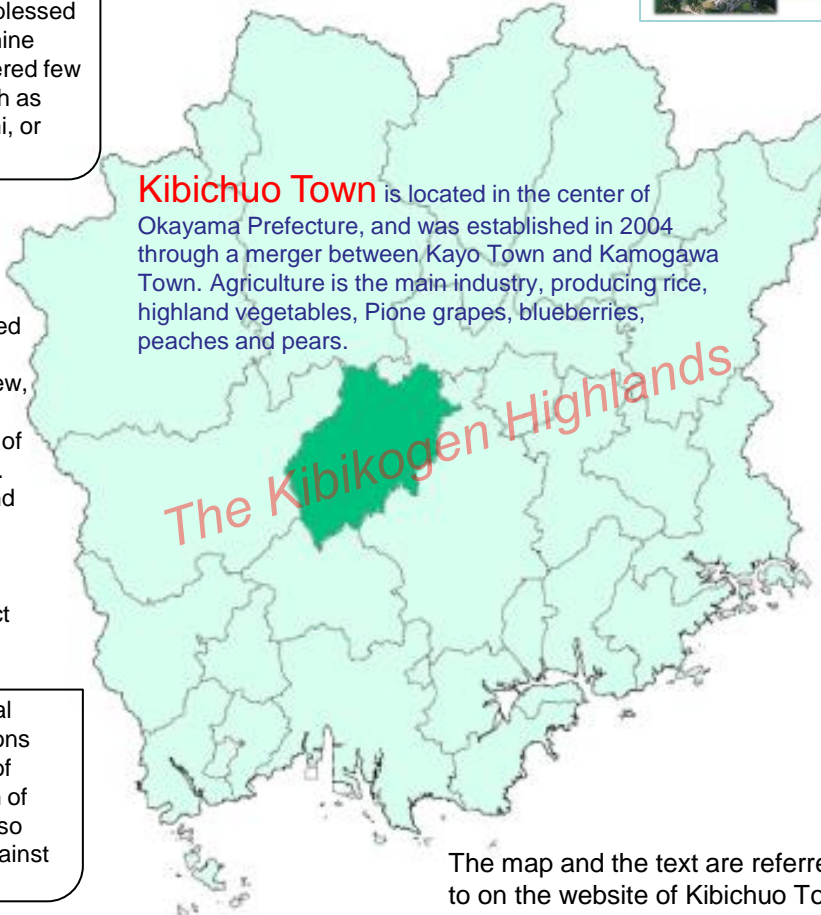
The **Kibikogen Highlands**, which contain **Kibichuo Town** and other municipalities, are located just between the Chugoku Mountains and the Seto Inland Sea, consisting of mountains of 300 meters to 700 meters in altitude, extending to Hiroshima, Okayama and Hyogo Prefectures. In recent years, research has indicated that this area is located on firm ground.

Okayama Prefecture is blessed with favorable sunshine conditions, and has suffered few natural disasters such as earthquakes, tsunami, or typhoons.

Regional revitalization

Decentralization is closely linked to the concentration in Tokyo. From a geographical point of view, Tokyo is the center of eastern Japan, while Okayama is a hub of transportation in western Japan. Considering its warm climate and "resilience against disaster," in addition to its status as a transportation base, **Kibichuo Town** is said to be suitable to act as the capital of Japan.

The transfer of capital functions to other regions helps avoid the risk of extreme concentration of core functions, and also serves as a measure against infectious diseases.



Kibichuo Town is located in the center of Okayama Prefecture, and was established in 2004 through a merger between Kayo Town and Kamogawa Town. Agriculture is the main industry, producing rice, highland vegetables, Pione grapes, blueberries, peaches and pears.

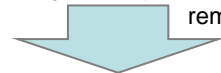
The map and the text are referred to on the website of Kibichuo Town.



Town development

Kibi Highland City, for which fundamental plan was created in 1975, is a construction plan for a community city oriented to the 21st century. The city was

designed to have sophisticated functions in various domains including health and welfare, education and culture, industries and recreation, and would be added to **Kibichuo Town**, which is blessed with a natural environment and excellent access to wide-range and high-speed traffic networks. Although it was planned that the area would be 1,912 ha (corresponding to the size of Shinjuku Ward in Tokyo) with a population of 30,000, the plan failed to be realized due to the collapse of the bubble economy and other factors. As a result, the scale has been significantly reduced and vast areas remain undeveloped.

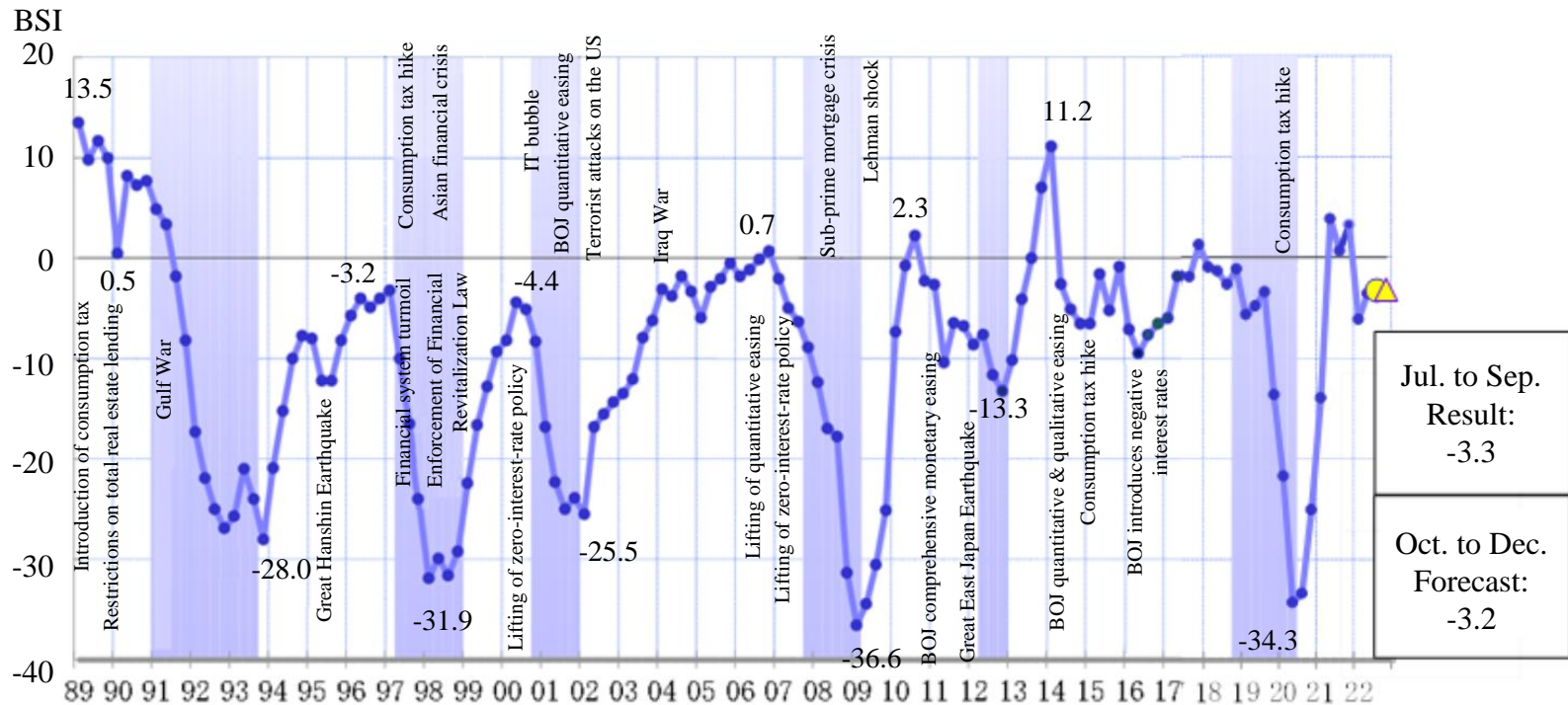


The Supercity Initiative represents a "whole future city initiative" to solve the regional "problems" ahead of other areas of the world using cutting-edge Japanese technology. **Kibichuo Town** has been designated as the first innovative business cooperation-type "**National Strategic Special Zone (Digital Suburban Health Special Zone)**" (tentative name).

A software business has been added to the existing infrastructure to which technology is applied. The solution of regional problems is sought by utilizing the "National Strategic Special Zone."

Economic Status of Okayama Prefecture

The economy of Okayama Prefecture is picking up amid the lessening impact of COVID-19.



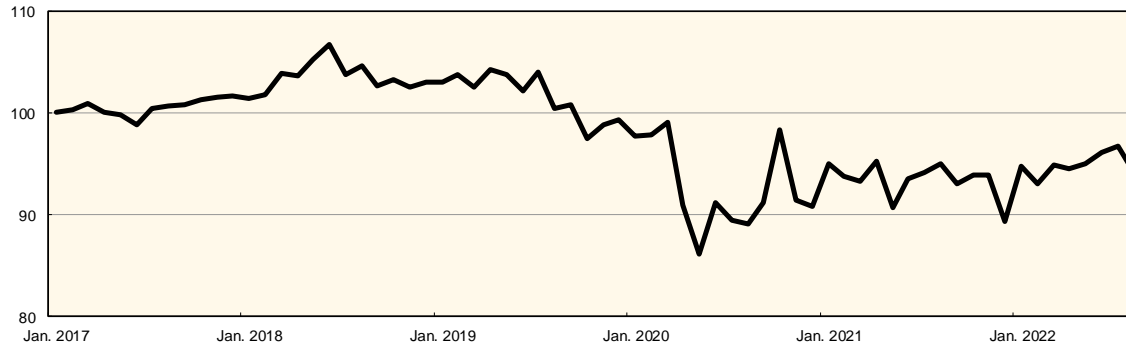
Shaded areas represent periods of economic recession (as determined by the Cabinet Office).

The BSI (Business Survey Index) is designed to measure corporate managers' confidence in sales and business conditions and their forecasts for their company's performance (favorable turnaround, unchanged, deterioration).

A favorable turnaround quarter-on-quarter or year-on-year warrants an A, while unchanged performance warrants a B, and deterioration a C (A+B+C=100). The BSI is calculated by using the following equation: $(A-C) / 2$. Consequently, the more corporate managers that indicate their company's performance is making a positive turnaround, the closer the index reaches to 50. Conversely, the more respondents that determine their company's performance is deteriorating, the closer the index is to -50.

Industrial production: Picking up gradually

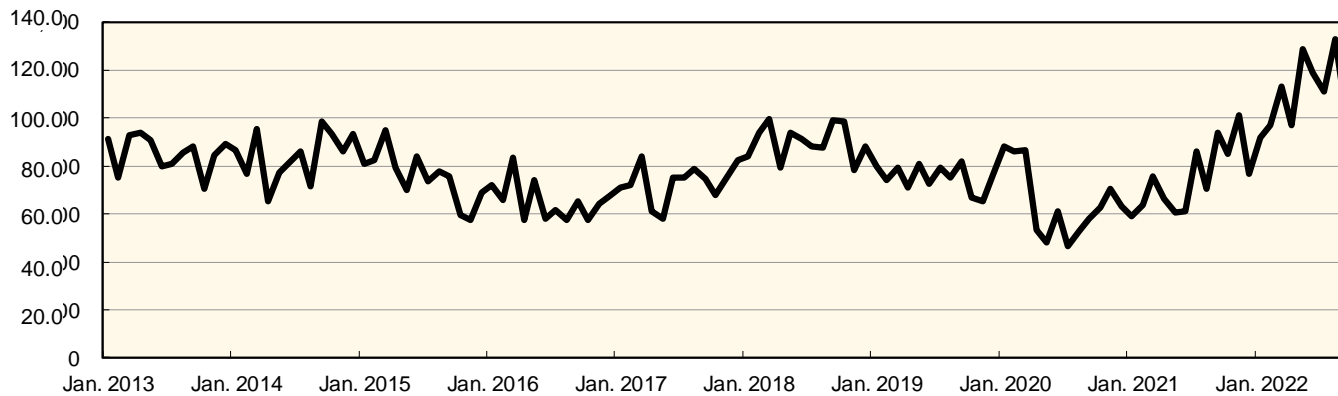
[Industrial production index] (Year 2015 indexed at 100; seasonally adjusted)



Source: Okayama Prefecture Statistical Analysis Section

Exports: Showing an upward trend

[Value of custom-cleared exports] (Yen basis; billion yen)



Source: Kobe Customs

Local Economic Trends (3)

Capital investment: Showing an upward trend mainly in the manufacturing industry

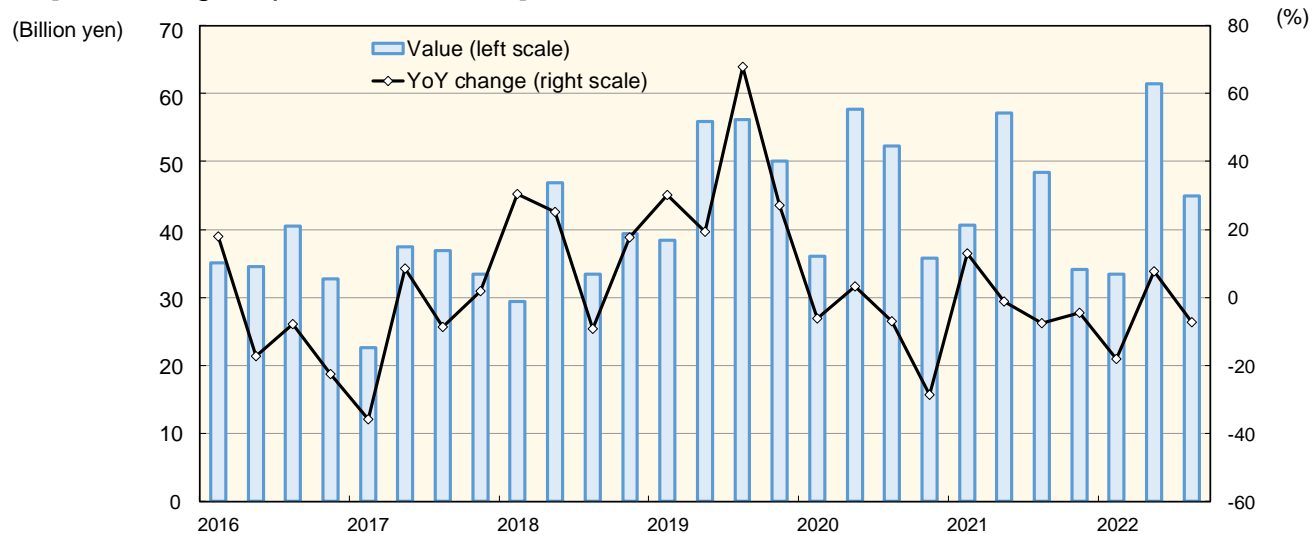
[YoY change in capital investment]

(%)	Okayama			Nationwide		
	Manufacturing	Non-manufacturing	Total	Manufacturing	Non-manufacturing	Total
FY2019 result	4.6	- 15.1	- 2.1	0.9	- 1.5	- 0.6
FY2020 result	- 19.9	- 6.5	- 16.0	- 10.0	- 7.5	- 8.5
FY2021 result	- 10.0	9.0	- 3.8	1.1	- 1.9	- 0.8
FY2022 plan	47.5	15.3	35.6	21.2	13.6	16.4

Source: Central branch and Okayama branch of Bank of Japan

Public investment: Hovering at a high level but decelerating

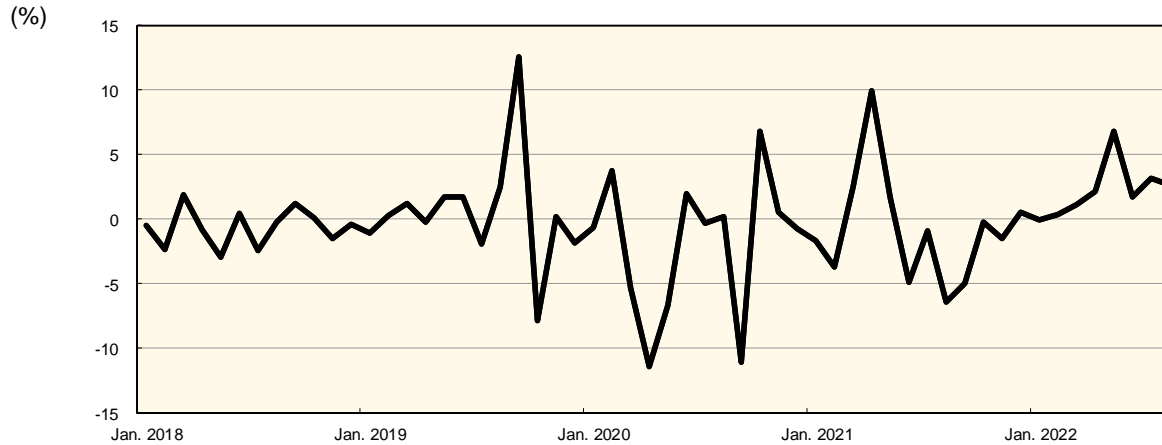
[YoY change in public investment]



Source: West Japan Construction Surety Co., Ltd.

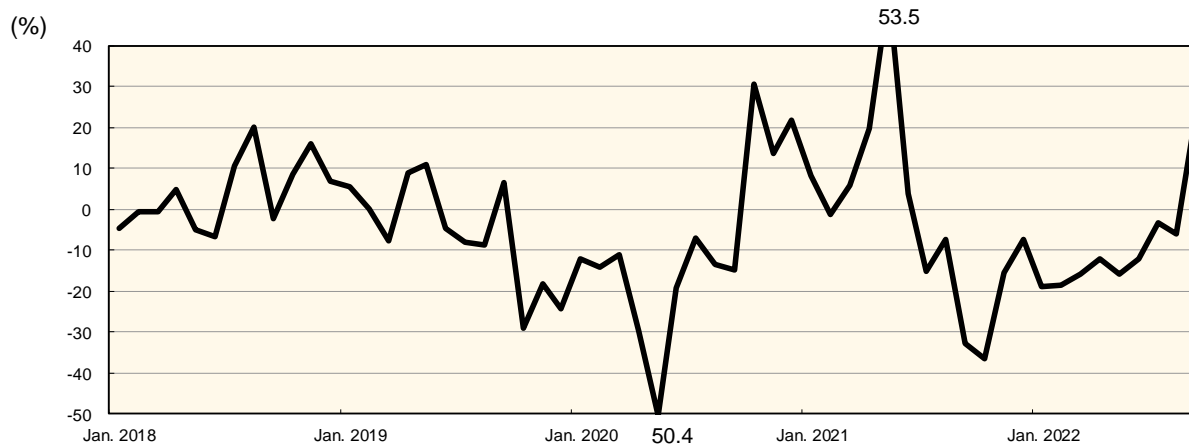
Consumer spending: Picking up on the back of a lower impact of COVID-19

[Department store and supermarket sales (all stores; YoY)]



Source: Chugoku Bureau of Economy, Trade and Industry

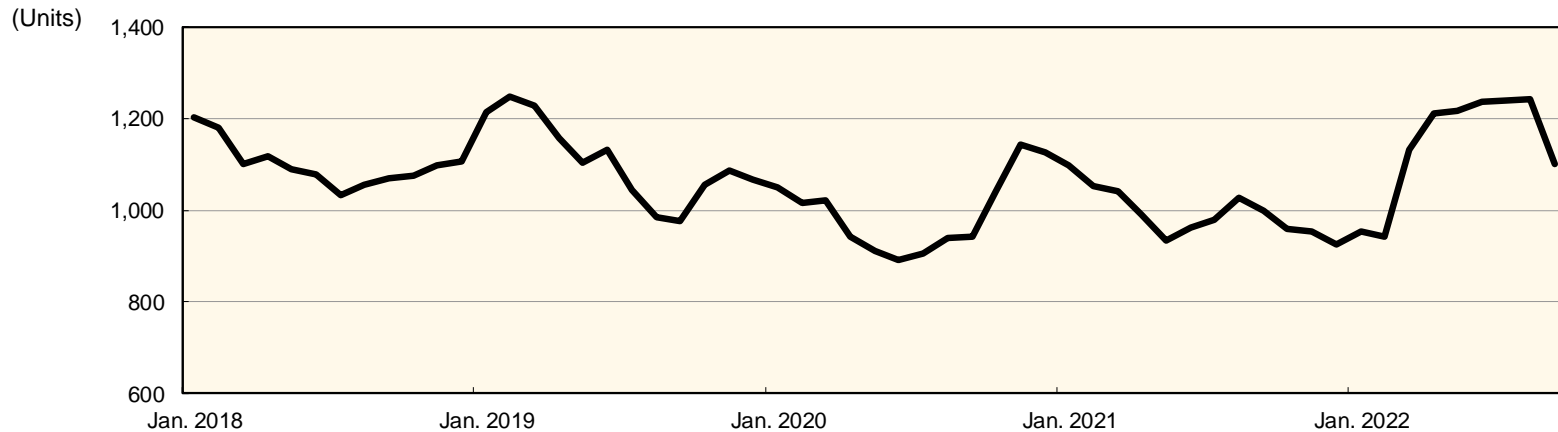
[New passenger car registration (including light motor vehicles; YoY)]



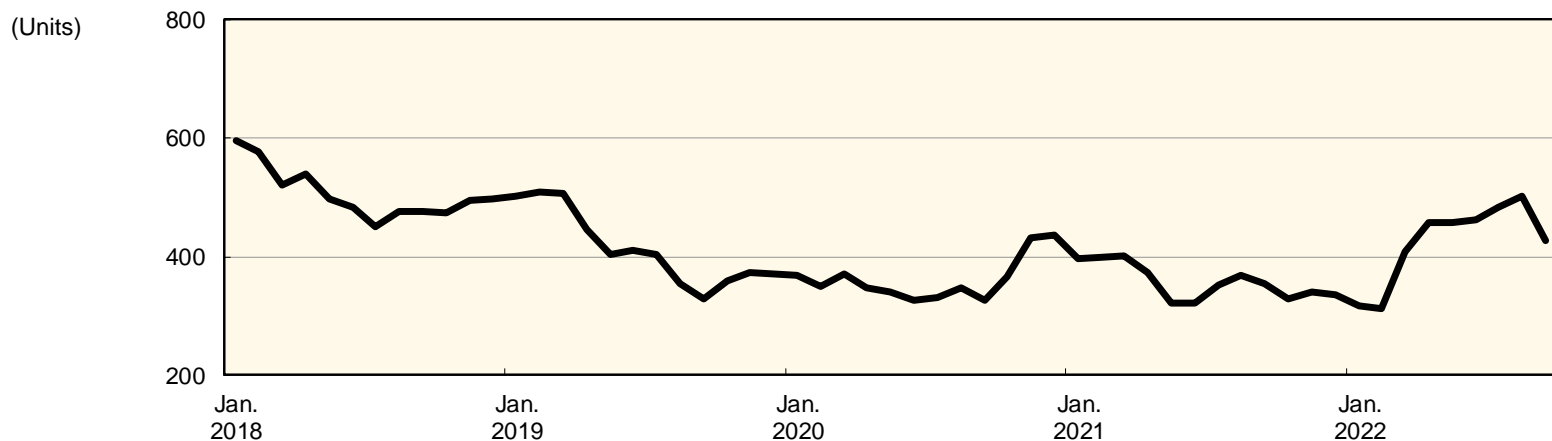
Source: Okayama branch, Chugoku Transport & Tourism Bureau

Housing investment: Upward trend

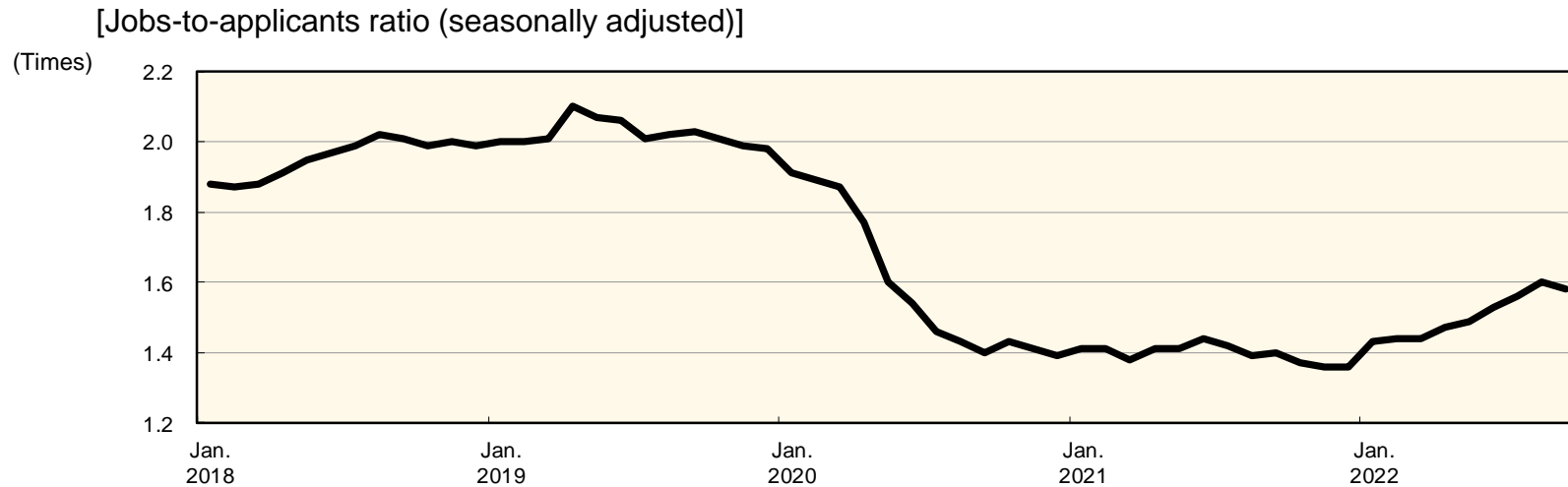
[New housing starts (six-month moving average)]



[Rental housing starts (six-month moving average)]

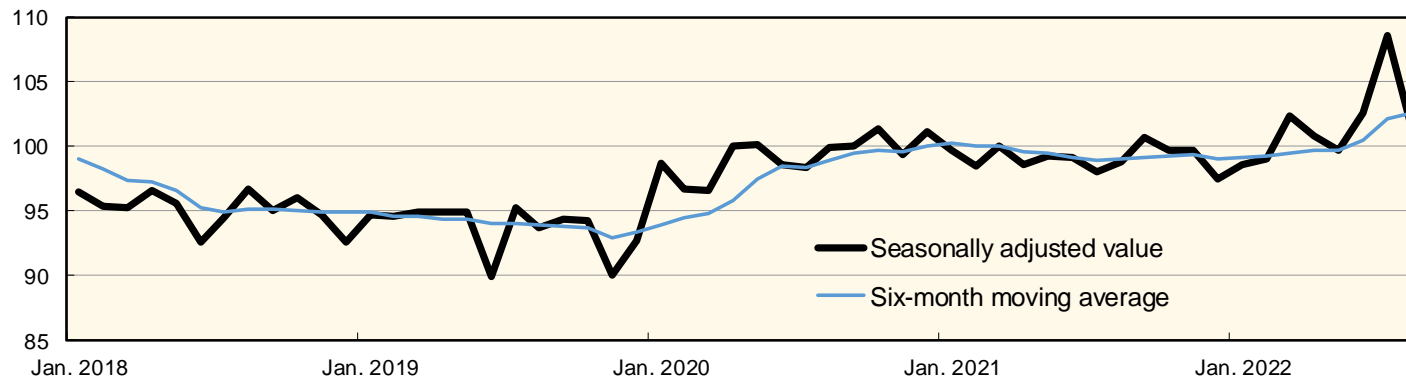


Employment situation: Showing a slow recovery



Source: Employment Service Section, Okayama Labor Bureau, Ministry of Health, Labour and Welfare

[Total sum of cash earnings (Year 2015 indexed at 100; seasonally adjusted)]

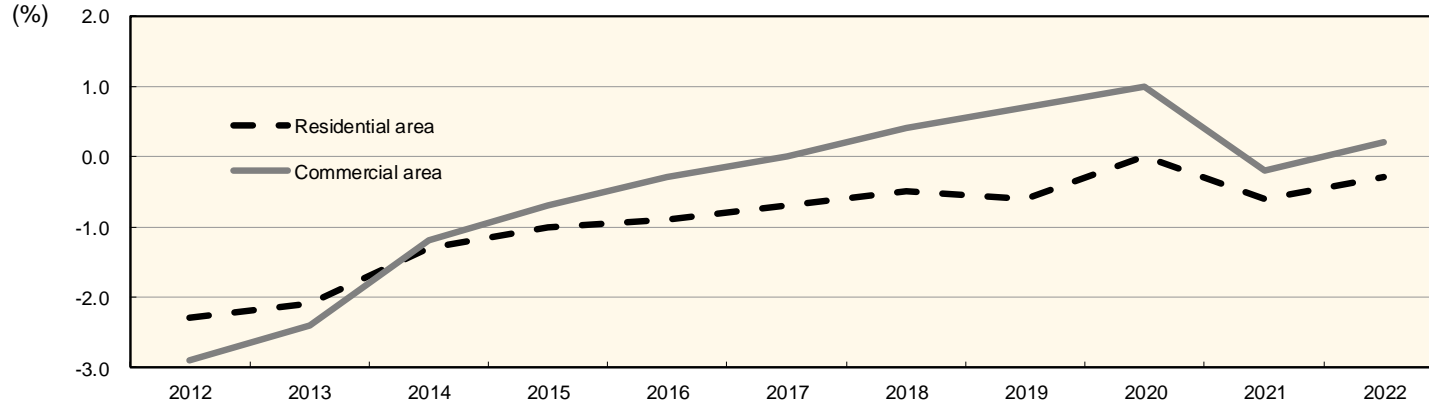


Source: Seasonally adjusted value calculated by the Okayama Economic Research Institute based on data from the Statistic Analysis Section of Okayama Prefecture

Local Economic Trends (7)

Land prices: A sign of recovery is visible.

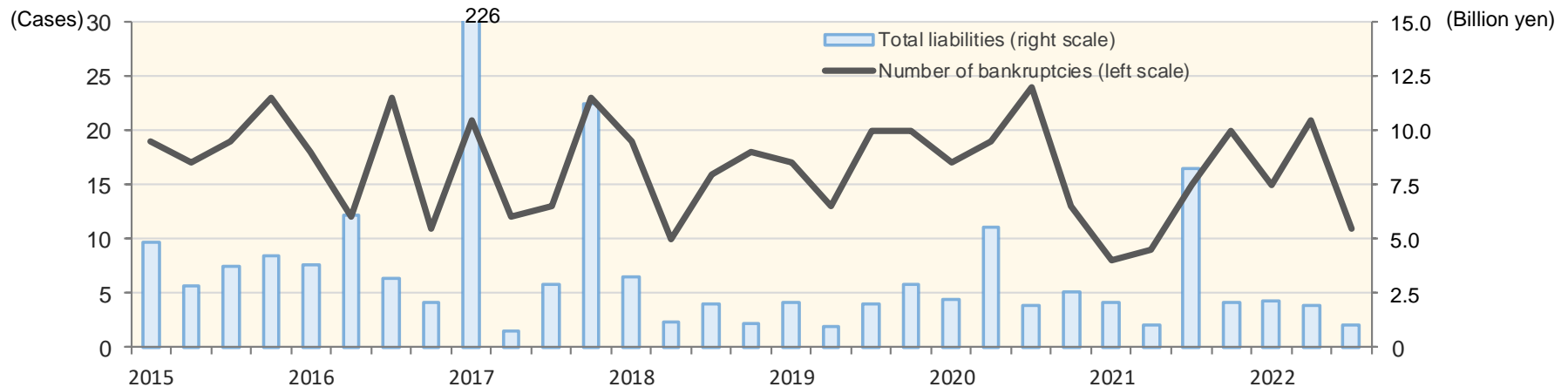
[Official land price (YoY)]



Source: Hilly and Mountainous Areas Development Division, Okayama Prefecture

Corporate bankruptcies: Remained flat

[Corporate bankruptcies (quarterly)]



Source: Okayama branch, Teikoku Databank

Management Indices, etc. of The Chugoku Bank, Ltd.

Summary of Earnings (1)

[Consolidated] (Million yen)	FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H	FY2020	FY2021 1H	FY2021	FY2022 1H
Ordinary revenue	132,445	64,758	128,621	63,780	127,318	58,173	116,976	60,594	128,565	91,459
Ordinary profit	30,922	14,012	23,696	12,943	17,463	11,967	21,252	15,200	25,804	19,967
Profit attributable to owners of parent	21,258	9,713	16,199	8,644	11,916	8,226	14,418	10,179	18,374	13,948
Profit	21,258	9,713	16,199	8,644	11,916	8,226	14,418	10,179	18,374	13,948
Other comprehensive income	8,687	3,250	- 11,164	6,805	- 33,836	20,479	40,685	8,005	- 21,454	- 34,309
Valuation difference on available-for-sale securities	6,403	763	- 6,137	9,181	- 30,699	18,650	33,586	8,120	- 28,965	- 37,645
Deferred gains or losses on hedges	1,087	1,966	- 3,894	- 2,703	- 2,563	1,370	6,136	- 497	4,713	3,035
Comprehensive income	29,946	12,963	5,035	15,450	- 21,919	28,706	55,104	18,184	- 3,079	- 20,360
[Non-consolidated]										
Ordinary revenue	116,499	57,415	113,461	56,143	110,829	49,824	99,765	51,869	110,337	82,338
Banking revenue	103,360	53,545	104,638	51,457	100,630	46,415	90,108	47,999	98,558	64,429
Extraordinary revenue	13,138	3,869	8,822	4,686	10,198	3,409	9,657	3,869	11,779	17,908
Ordinary expenses	88,567	44,196	91,541	43,899	95,353	38,712	80,720	37,521	86,928	63,113
Banking expenses	81,918	41,870	83,680	39,680	82,776	35,161	70,881	34,342	78,252	59,733
Extraordinary expenses	6,649	2,325	7,860	4,219	12,577	3,550	9,839	3,178	8,675	3,379
Ordinary profit	27,931	13,219	21,919	12,244	15,475	11,111	19,045	14,348	23,408	19,225
Banking income	21,451	11,679	20,965	11,780	17,860	11,257	19,235	13,659	20,312	4,699
Gross income	77,117	39,375	78,149	38,820	74,251	39,794	75,812	40,040	77,345	30,682
(Net interest income)	66,265	32,948	63,033	30,060	58,290	30,384	58,871	31,380	61,613	34,580
(Fees and commissions)	14,610	7,578	14,886	7,535	15,857	7,588	15,672	8,841	17,159	9,243
(Other banking income)	- 3,757	- 1,150	228	1,224	103	1,821	1,268	- 181	- 1,427	- 13,142
Expenses	55,666	27,232	54,211	27,397	54,010	26,404	52,783	25,914	51,986	25,330
Provision of general allowance for loan losses (-)	-	464	2,972	- 358	2,380	2,133	3,794	466	5,047	652
Extraordinary gains	14	15	15	1	1	-	-	2	314	39
Extraordinary losses	209	143	289	298	627	140	339	499	708	118
Impairment loss	148	100	222	289	596	69	244	453	505	54
Profit before income taxes	27,736	13,090	21,645	11,946	14,849	10,971	18,706	13,851	23,015	19,146
Income taxes - current	7,218	3,056	6,758	3,261	4,326	3,655	7,316	3,151	6,155	5,391
Income taxes - deferred	1,107	617	- 451	270	- 291	- 475	- 1,617	962	- 56	82
Profit	19,409	9,416	15,338	8,414	10,815	7,791	13,007	9,737	16,915	13,672

Summary of Earnings (2)

[Non-consolidated] (Million yen)	FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H	FY2020	FY2021 1H	FY2021	FY2022 1H
Bond-related gains/losses	- 2,481	- 316	1,117	1,084	- 524	822	- 552	- 447	- 2,949	- 15,362
Gains on sales of bonds	3,827	2,679	4,865	1,727	3,026	1,407	2,496	3,506	9,400	8,817
Gains on redemption of bonds	-	-	-	25	25	-	50	-	150	40
Loss on sales of bonds	6,308	2,895	3,622	668	3,526	535	2,948	3,909	12,330	24,208
Loss on redemption of bonds	-	-	-	-	-	-	-	-	37	-
Loss on devaluation of stocks and other securities	-	100	125	-	50	49	150	45	132	12
Equity-related gains/losses	4,437	335	1,495	456	73	963	5,586	1,564	6,000	15,764
Gains on sales of stocks and other securities	6,888	1,868	5,574	2,361	7,073	1,761	7,233	2,623	9,800	17,149
Losses on sales of stocks and other securities	2,450	1,529	4,075	1,643	4,596	678	1,497	1,058	3,799	1,384
Losses on devaluation of securities	-	3	3	260	2,403	119	149	-	1	-
Allowance for bad debts written off	- 1,770	202	4,199	1,020	5,610	3,286	8,067	1,511	7,703	1,313
Provision of general allowance for loan losses (-)	- 1,753	464	2,972	- 358	2,380	2,133	3,794	466	5,047	652
Provision of specific allowance for loan losses (-)	- 25	- 261	1,088	1,373	3,212	1,153	4,245	722	2,334	661
Written-off of loans	-	-	65	-	0	-	26	-	-	-
Loss on sale of claims	8	-	74	5	18	-	2	322	322	-

Breakdown of Ordinary Revenue

[Non-consolidated] (Million yen)	FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H	FY2020	FY2021 1H	FY2021	FY2022 1H
Ordinary revenue	116,499	57,415	113,461	56,143	110,829	49,824	99,765	51,869	110,337	82,338
Banking revenue	103,360	53,545	104,638	51,457	100,630	46,415	90,108	47,999	98,558	64,429
Interest income	80,016	40,950	80,230	39,740	76,726	34,284	65,741	33,905	66,830	42,783
Interest on loans and discounts	47,027	25,408	51,412	25,506	50,493	23,169	45,840	22,595	45,162	26,758
Interest and dividends on securities	31,545	14,864	27,659	13,843	25,499	10,772	19,160	10,920	19,952	14,624
(Of which, gains/losses on cancellation of investment trusts)	(1,664)	(450)	(1,026)	(126)	(93)	(312)	(165)	(3)	(-)	(1,972)
Interest on call loans	813	361	521	82	153	48	125	11	126	490
Interest on deposits with banks	374	192	382	186	358	206	450	299	1,437	813
Foreign currency interest income	58	35	75	34	61	19	32	13	25	37
Interest on interest swaps	-	-	-	-	-	-	-	-	-	-
Other interest income	196	88	179	86	159	67	132	64	126	58
Fees and commissions	18,911	9,757	19,175	9,709	20,217	9,717	19,954	10,321	20,645	10,560
Fees and commissions on domestic and foreign exchanges	5,669	2,811	5,635	2,822	5,625	3,013	5,899	2,816	5,249	2,407
Other fees and commissions	13,240	6,945	13,537	6,887	14,590	6,704	14,053	7,504	15,394	8,153
Trust fees	1	0	1	0	1	0	0	0	0	0
Other banking revenue	4,432	2,837	5,232	2,007	3,687	2,412	4,412	3,772	11,081	11,085
Gain on sales of bonds	3,827	2,679	4,865	1,727	3,026	1,407	2,496	3,506	9,400	8,817
Gain on redemption of bonds	-	-	-	25	25	-	50	-	150	40
Gain on foreign exchange transactions	-	-	-	-	411	835	1,345	201	768	319
Gain on trading account securities transactions	-	0	-	-	-	7	8	-	-	-
Income from derivatives other than for trading or hedging	603	-	-	136	37	-	349	45	743	1,908
Other	1	157	367	117	185	162	163	18	19	0
Extraordinary revenue	13,138	3,869	8,822	4,686	10,198	3,409	9,657	3,869	11,779	17,908
Gain on sale of stocks and other securities	6,888	1,868	5,574	2,361	7,073	1,761	7,233	2,623	9,800	17,149
Gain on money held in trust	85	154	-	48	72	31	113	157	203	26
Reversal of allowance for loan losses	1,778	-	-	-	-	-	-	-	-	-
Recoveries of written off claims	5	0	0	3	3	0	0	23	42	30
Other	4,380	1,846	3,248	2,273	3,048	1,616	2,310	1,065	1,732	702

Breakdown of Ordinary Expenses



Our challenges build our future.
Chugin Financial Group, Inc.

[Non-consolidated] (Million yen)	FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H	FY2020	FY2021 1H	FY2021	FY2022 1H
Ordinary expenses	88,567	44,196	91,541	43,899	95,353	38,712	80,720	37,521	86,928	63,113
Banking expenses	81,918	41,870	83,680	39,680	82,776	35,161	70,881	34,342	78,252	59,733
Interest expenses	13,759	8,007	17,204	9,683	18,442	3,904	6,878	2,528	5,224	8,205
Expenses matching the amount of investment of money held in trust	9	4	7	3	6	3	7	3	6	3
Interest on deposits	1,928	1,173	2,333	1,300	2,564	416	843	334	659	1,252
Interest on negotiable certificates of deposit	60	21	42	18	34	14	28	13	25	12
Interest on call money	1,374	538	869	192	284	- 37	- 124	- 133	- 282	269
Interest on payables under repurchase agreements	1,584	1,025	2,397	1,763	3,277	131	268	60	209	619
Interest on payables under securities lending transactions	1,474	325	594	263	658	120	301	219	521	238
Interest on commercial papers	779	395	1,100	566	920	85	173	70	155	500
Interest on borrowings and rediscounts	1,237	1,162	2,504	1,241	2,156	901	1,051	81	182	603
Foreign currency interest expenses	7	0	12	3	80	80	76	17	115	370
Interest on bonds and amortization of bond issuance cost	-	-	-	-	-	-	35	39	78	39
Interest on interest swaps	5,311	3,361	7,347	4,332	8,460	2,190	4,217	1,822	3,553	4,281
Other interest expenses	0	3	1	0	5	0	5	1	5	17
Fees and commissions payments	4,301	2,178	4,288	2,174	4,359	2,129	4,281	1,479	3,485	1,317
Fees and commissions on domestic and foreign exchanges	919	474	932	466	916	455	904	468	678	235
Other fees and commissions	3,382	1,704	3,355	1,708	3,442	1,673	3,376	1,010	2,807	1,081
Other ordinary expenses	8,190	3,988	5,004	783	3,583	591	3,144	3,954	12,508	24,228
Loss on sales of bonds	6,308	2,895	3,622	668	3,526	535	2,948	3,909	12,330	24,208
Loss on redemption of bonds	-	-	-	-	-	-	-	-	37	-
Loss on devaluation of bonds	-	100	125	-	50	49	150	45	132	12
Loss on foreign exchange transactions	1,873	771	843	102	-	-	-	-	-	-
Loss on trading account securities transactions	8	-	4	12	6	-	-	0	8	7
Expenses on derivatives other than for trading or hedging	-	221	407	-	-	5	-	-	-	-
Amortization of bond issuance cost	-	-	-	-	-	-	45	-	-	-
Provision of general allowance for loan losses	-	464	2,972	- 358	2,380	2,133	3,794	466	5,047	652
Expenses	55,666	27,232	54,211	27,397	54,010	26,404	52,783	25,914	51,986	25,330
Extraordinary expenses	6,649	2,325	7,860	4,219	12,577	3,550	9,839	3,178	8,675	3,379
Provision of specific allowance for loan losses	-	- 261	1,088	1,373	3,212	1,153	4,245	722	2,334	661
Written-off of loans	-	-	65	-	0	-	26	-	-	-
Loss on sale of stocks and other securities	2,450	1,529	4,075	1,643	4,596	678	1,497	1,058	3,799	1,384
Loss on devaluation of stocks and other securities	-	3	3	260	2,403	119	149	-	1	-
Loss on money held in trust	118	14	104	14	63	18	4	11	104	219
Retirement benefit expenses	1,899	748	1,497	471	942	663	1,323	549	1,029	494
Other	2,179	290	1,026	456	1,358	916	2,592	835	1,407	620

Breakdown of Expenses

[Non-consolidated] (Million yen)	FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H	FY2020	FY2021 1H	FY2021	FY2022 1H
Expenses (1)	55,666	27,232	54,211	27,397	54,010	26,404	52,783	25,914	51,986	25,330
Personnel expenses	28,910	13,953	27,834	14,164	28,204	13,794	27,725	14,022	28,037	14,103
Employee salaries	16,051	7,740	15,438	7,594	15,072	7,262	14,560	7,348	14,620	7,250
Bonuses	5,410	2,506	4,992	2,582	5,132	2,358	4,807	2,538	5,106	2,722
Retirement benefit expenses	710	288	571	499	1,012	664	1,314	488	927	337
Social insurance premium	3,575	1,796	3,559	1,772	3,532	1,733	3,446	1,752	3,529	1,794
Temporary employment expenses	3,162	1,621	3,272	1,715	3,454	1,774	3,596	1,895	3,854	1,997
Property expenses	23,138	11,381	23,263	11,379	22,780	11,016	22,001	10,368	21,109	9,675
Depreciation	4,329	2,043	4,233	2,053	4,201	1,978	4,096	1,924	3,957	1,247
Rent expenses on real estates	780	398	800	386	775	391	774	375	757	400
Machine rent expenses	153	80	169	85	186	91	180	88	180	90
Operation consignment expenses	2,755	1,333	2,607	1,264	2,521	1,179	2,466	1,099	2,227	1,139
Maintenance expense	224	136	305	127	277	192	295	155	242	115
Travelling and transportation expenses	213	100	202	105	200	26	75	38	84	73
Promotion expenses	83	46	79	33	79	53	105	82	137	73
Deposit insurance premium	2,188	1,029	2,059	1,031	2,063	1,028	2,057	1,053	2,106	537
Miscellaneous expenses	12,410	6,213	14,865	6,291	12,474	6,074	11,948	5,551	11,414	5,997
Taxes	3,617	1,896	3,114	1,853	3,025	1,593	3,056	1,522	2,839	1,551
Core business gross profit (2)	79,598	39,692	77,031	37,735	74,775	38,972	76,365	40,487	80,295	46,045
OHR (1)÷(2)	69.9%	68.6%	70.3%	72.6%	72.2%	67.7%	69.1%	64.0%	64.7%	55.0%

Principal Returns

[Non-consolidated]		FY2017	FY2018	FY2018	FY2019	FY2019	FY2020	FY2020	FY2021	FY2021	FY2022
(%)			1H		1H		1H		1H		1H
Total for all branches	1. Interest-bearing asset yield	1.04	1.05	1.03	1.02	0.98	0.84	0.79	0.77	0.72	0.93
	Loan yield	1.03	1.08	1.08	1.06	1.04	0.92	0.90	0.87	0.87	1.00
	Securities yield	1.24	1.23	1.17	1.20	1.10	0.91	0.81	0.89	0.81	1.24
	Call loan yield	0.44	0.32	0.22	0.06	0.05	0.02	0.02	0.00	0.01	0.13
	Deposit yield (including NCD)	0.10	0.10	0.10	0.10	0.09	0.10	0.12	0.14	0.16	0.24
	2. Interest-bearing liabilities	0.18	0.21	0.22	0.25	0.24	0.09	0.08	0.05	0.05	0.17
	Deposit yield	0.03	0.03	0.03	0.03	0.03	0.01	0.01	0.00	0.00	0.03
	Call money yield	1.37	1.96	1.71	1.11	0.91	-0.12	-0.17	-0.35	-0.33	0.44
	Loan yield	0.65	1.32	1.49	1.85	1.77	0.51	0.34	0.05	0.03	0.21
	3. Expense ratio	0.86	0.80	0.80	0.80	0.79	0.72	0.71	0.66	0.66	0.62
	4. Fundraising expense	0.91	0.92	0.94	0.96	0.94	0.75	0.72	0.64	0.63	0.71
	5. Total net interest income (1-4)	0.13	0.13	0.09	0.06	0.04	0.09	0.07	0.13	0.09	0.22
Simple loan-deposit margin	1.00	1.05	1.05	1.03	1.01	0.91	0.89	0.87	0.87	0.97	
Simple deposit-securities margin	1.21	1.20	1.14	1.17	1.07	0.90	0.80	0.89	0.81	1.21	

Domestic banking operations	1. Interest-bearing asset yield	0.80	0.80	0.77	0.74	0.71	0.70	0.67	0.67	0.61	0.68
	Loan yield	0.88	0.86	0.85	0.83	0.83	0.81	0.81	0.80	0.79	0.79
	Securities yield	1.00	1.03	0.95	0.92	0.82	0.79	0.73	0.82	0.71	1.01
	Call loan yield	-0.01	-0.03	-0.03	-0.03	-0.03	-0.02	-0.02	-0.01	-0.01	-0.01
	Deposit yield (including NCD)	0.10	0.10	0.10	0.10	0.09	0.10	0.12	0.14	0.16	0.24
	2. Interest-bearing liabilities	0.04	0.03	0.03	0.03	0.03	0.03	0.03	0.02	0.02	0.02
	Deposit yield	0.01	0.01	0.01	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	Call money yield	-0.04	-0.05	-0.06	-0.05	-0.04	-0.02	-0.02	-0.02	-0.02	-
	Loan yield	0.01	0.02	0.02	0.03	0.04	0.02	0.00	0.00	0.00	0.00
	3. Expense ratio	0.84	0.78	0.78	0.78	0.77	0.70	0.69	0.64	0.64	0.60
	4. Fundraising expense	0.80	0.76	0.76	0.76	0.75	0.71	0.69	0.62	0.61	0.56
	5. Total net interest income (1-4)	0.00	0.04	0.01	-0.02	-0.04	-0.01	-0.02	0.05	0.00	0.12
Simple loan-deposit margin	0.87	0.85	0.84	0.83	0.83	0.81	0.81	0.80	0.79	0.79	
Simple deposit-securities margin	0.99	1.02	0.94	0.92	0.82	0.79	0.73	0.82	0.71	1.01	

Major Accounts (Year-end Balance): Assets

[Non-consolidated] (Billion yen)	FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H	FY2020	FY2021 1H	FY2021	FY2022 1H
Total assets	8,439.5	8,367.9	8,225.7	8,357.9	8,113.6	8,741.7	9,122.6	9,854.2	10,177.9	9,660.9
Management account	7,520.9	7,587.1	7,322.4	7,527.2	7,391.1	7,752.0	7,958.6	8,113.6	8,316.8	8,448.9
Loans	4,676.1	4,730.0	4,808.7	4,784.7	4,909.7	5,058.0	5,144.4	5,158.4	5,269.0	5,419.5
Securities	2,620.8	2,507.4	2,394.9	2,458.7	2,345.1	2,391.3	2,622.5	2,565.3	2,509.8	2,515.4
Trading account securities	1.8	1.9	2.3	2.3	1.3	1.1	1.1	1.2	2.8	2.7
Money in trust	25.0	20.1	18.0	18.0	23.0	23.0	23.0	23.1	23.0	24.9
Deposits (excluding non-interest-bearing account)	16.7	16.5	13.5	15.4	10.0	21.9	0.0	0.0	0.0	0.0
Call loans	141.2	261.4	39.6	209.1	59.8	215.5	125.8	327.0	446.3	372.3
Monetary claims bought	27.1	26.8	29.5	25.8	23.0	20.6	19.6	18.9	18.6	18.7
Foreign exchange	7.9	10.7	9.0	9.3	11.9	15.0	8.3	7.5	6.2	7.7
Cash collateral paid	4.1	11.9	6.5	3.4	6.9	5.1	13.5	11.8	40.7	87.5
(Interest-earnings asset account)	7,495.9	7,566.9	7,304.4	7,509.1	7,368.1	7,729.0	7,935.6	8,090.4	8,293.8	8,424.0
Cash and deposits (non-interest-bearing)	760.9	662.1	749.7	671.5	566.2	845.6	1,000.5	1,608.6	1,756.9	1,087.8
Tangible fixed assets	39.6	39.2	38.8	38.2	38.0	37.7	36.8	35.9	34.7	34.0
Intangible fixed assets	5.8	5.1	4.4	3.7	3.0	2.4	2.3	1.8	1.3	1.3
Other assets	109.4	70.3	111.8	116.7	117.0	109.9	132.2	99.3	82.1	89.6
Prepaid pension assets	-	-	-	-	-	-	3.0	3.2	3.5	3.9
Deferred tax assets	-	-	-	-	2.2	-	-	-	-	12.6
Customers' liabilities for acceptance and guarantees	34.0	34.7	32.4	34.6	33.4	33.3	32.0	34.4	30.9	31.5
Allowance for loan losses	-31.4	-30.6	-34.1	-34.2	-37.5	-39.3	-42.9	-42.8	-48.4	-49.1

Major Accounts (Year-end Balance): Liabilities and Net Assets

[Non-consolidated] (Billion yen)	FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H	FY2020	FY2021 1H	FY2021	FY2022 1H
Total liabilities and net assets	8,439.5	8,367.9	8,225.7	8,357.9	8,113.6	8,741.7	9,122.6	9,854.2	10,177.9	9,660.9
Total liabilities	7,916.1	7,835.0	7,702.1	7,822.4	7,617.4	8,220.1	8,578.6	9,296.3	9,648.2	9,155.5
Interest-bearing liabilities	7,762.4	7,695.8	7,549.9	7,657.1	7,475.0	8,087.4	8,408.6	9,148.7	9,510.8	8,956.5
Deposits	6,423.6	6,383.1	6,639.9	6,475.1	6,711.6	7,154.4	7,511.3	7,479.1	7,661.6	7,695.0
Negotiable certificates of deposit	222.4	356.2	178.3	299.1	204.4	278.7	177.1	259.9	222.1	316.4
Call money	57.9	36.6	18.7	15.0	30.0	71.5	71.2	85.6	110.7	157.1
Payables under repurchase agreements	71.5	78.2	125.0	155.9	124.7	124.6	129.6	105.3	191.0	76.8
Payables under securities lending transactions	747.2	622.9	377.2	560.1	217.1	154.8	172.7	511.3	588.3	309.5
Commercial paper	46.1	48.7	48.7	36.5	32.6	46.5	54.2	54.8	55.0	64.9
Borrowed money	188.5	165.6	155.9	107.5	148.0	246.7	275.4	634.0	663.1	312.4
Foreign exchanges	0.2	0.1	1.7	0.7	0.2	0.9	0.2	0.8	0.6	0.4
Bonds payable	-	-	-	-	-	-	10.0	10.0	10.0	10.0
Borrowed money from trust account	1.5	2.3	2.7	3.2	3.3	3.6	4.8	5.9	6.9	7.8
Cash collateral received	3.1	1.6	1.4	3.6	2.8	5.2	1.6	1.7	1.2	5.8
(Expenses matching the amount of investment of money held in trust)	25.0	20.1	18.0	18.0	23.0	23.0	23.0	23.1	23.0	24.9
(Fund procurement account)	7,737.4	7,675.7	7,531.9	7,639.1	7,452.0	8,064.4	8,385.6	9,125.6	9,487.8	8,931.6
Other liabilities	80.3	64.5	86.2	94.7	99.3	84.4	122.9	94.2	102.7	165.5
Provision for retirement benefits	19.5	18.8	18.5	17.9	7.5	7.3	0.3	0.2	0.1	0.3
Provision for bonuses	1.2	1.2	1.2	1.2	1.2	1.2	1.2	1.2	1.3	1.3
Other provisions	2.5	2.3	2.3	2.0	1.9	1.7	0.3	0.2	0.1	0.1
Deferred tax liabilities	16.9	18.7	12.5	15.8	-	5.8	13.0	17.2	2.1	-
Acceptances and guarantees	34.0	34.7	32.4	34.6	33.4	33.3	32.0	34.4	30.9	31.5
Total net assets	523.4	532.9	523.5	535.5	496.2	521.6	544.0	557.8	529.6	505.3
Capital stock	15.1	15.1	15.1	15.1	15.1	15.1	15.1	15.1	15.1	15.1
Capital surplus	6.2	6.2	6.2	6.2	6.2	6.2	6.2	6.2	6.2	6.2
Retained earnings	415.1	422.6	426.6	432.8	433.1	438.8	442.0	449.1	454.1	452.2
Treasury shares (-)	7.4	8.4	9.4	9.6	9.6	9.6	9.6	10.6	11.6	-
Valuation difference on available-for-sale securities	98.9	99.9	93.4	102.3	62.5	80.8	95.2	103.4	66.0	29.0
Deferred gains or losses on hedges	-4.9	-3.0	-8.8	-11.5	-11.4	-10.0	-5.3	-5.8	-0.6	2.4
Share acquisition rights	0.2	0.2	0.3	0.1	0.1	0.1	0.2	0.2	0.2	0.2

Major Accounts (Average Balance): Assets

[Non-consolidated] (Billion yen)	FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H	FY2020	FY2021 1H	FY2021	FY2022 1H
Total assets	8,098.6	8,157.4	8,155.4	8,173.8	8,216.0	8,563.5	8,754.4	9,333.7	9,639.6	10,020.7
Management account	7,705.6	7,750.7	7,748.4	7,760.2	7,816.7	8,128.4	8,286.3	8,714.3	9,198.4	9,192.5
Loans	4,551.8	4,690.7	4,734.4	4,778.0	4,811.6	4,994.2	5,053.1	5,155.8	5,175.7	5,329.4
Securities	2,531.1	2,393.9	2,345.6	2,296.3	2,304.9	2,342.7	2,352.4	2,438.8	2,435.6	2,338.7
Trading account securities	1.9	2.6	2.1	2.3	2.1	1.4	1.4	1.2	1.5	2.8
Money in trust	21.0	24.9	20.9	18.0	17.9	23.0	23.0	23.0	23.0	27.8
Deposits (excluding non-interest-bearing account)	373.5	374.1	371.8	367.8	366.3	386.5	369.9	408.5	883.4	670.7
Call loans	182.2	219.8	229.2	261.5	279.6	344.7	451.5	650.1	638.2	712.9
Monetary claims bought	18.2	18.7	19.1	20.6	18.9	15.2	14.6	12.9	12.6	12.6
Foreign exchanges	15.7	17.1	16.8	10.7	9.9	15.0	14.4	12.3	12.4	34.1
Cash collateral paid	10.0	8.5	8.0	4.7	5.0	5.3	5.8	11.3	15.7	63.2
(Interest-earnings asset account)	7,684.6	7,725.7	7,727.4	7,742.2	7,798.7	8,105.4	8,263.3	8,691.3	9,175.4	9,164.7
Cash and deposits (non-interest-bearing)	261.6	277.9	276.3	274.0	254.6	276.7	315.5	471.1	295.7	701.7
Tangible fixed assets	41.6	39.9	40.2	39.2	39.5	38.2	38.6	36.9	36.9	34.8
Intangible fixed assets	7.1	5.8	5.7	4.4	4.3	3.0	3.1	2.4	2.4	1.4
Other assets	57.0	58.0	59.5	73.6	78.0	97.3	92.2	89.2	86.5	78.3
Prepaid pension assets	-	-	-	-	-	-	0.0	3.0	3.1	3.6
Deferred tax assets	23.4	22.9	22.6	23.4	23.3	23.8	24.0	25.3	24.9	25.7
Customers' liabilities for acceptance and guarantees	34.7	33.2	33.5	32.4	33.6	33.6	33.2	33.3	34.1	31.1
Allowance for loan losses	-32.8	-31.1	-31.2	-33.6	-34.3	-37.7	-38.8	-42.3	-42.9	-48.7

Major Accounts (Average Balance): Liabilities and Net Assets Our challenges build our future. Chugin Financial Group, Inc.

[Non-consolidated] (Billion yen)	FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H	FY2020	FY2021 1H	FY2021	FY2022 1H
Total liabilities and net assets	8,098.6	8,157.4	8,155.4	8,173.8	8,216.0	8,563.5	8,754.4	9,333.7	9,639.6	10,020.7
Total liabilities	7,680.4	7,730.6	7,723.6	7,734.1	7,773.1	8,116.9	8,303.9	8,876.9	9,178.9	9,552.6
Interest-bearing liabilities	7,574.8	7,622.7	7,616.5	7,644.5	7,684.0	8,041.8	8,227.5	8,794.3	9,088.3	9,411.7
Deposits	6,169.4	6,347.5	6,362.0	6,499.7	6,529.5	6,997.9	7,128.8	7,507.1	7,533.6	7,770.0
Negotiable certificates of deposit	288.3	371.2	353.5	305.2	296.4	280.6	280.5	269.4	267.8	316.3
Call money	99.9	54.7	50.5	34.4	31.1	60.2	69.8	75.1	84.6	119.7
Payables under repurchase agreements	101.1	90.3	97.8	136.0	141.5	70.1	97.4	106.5	131.6	95.2
Payables under securities lending transactions	673.9	543.2	536.5	484.2	517.4	245.2	294.9	446.6	516.9	462.6
Commercial paper	49.8	37.6	44.5	45.0	39.5	28.1	40.7	55.5	55.7	60.1
Borrowed money	189.7	174.6	167.3	133.4	121.6	351.7	302.1	316.2	479.5	566.5
Foreign exchanges	0.3	0.3	0.4	0.5	0.5	0.4	0.4	0.3	0.4	0.7
Bonds payable	-	-	-	-	-	-	4.6	10.0	10.0	10.0
Borrowed money from trust account	0.7	2.0	2.2	2.9	3.1	3.4	3.8	5.4	6.0	7.3
Cash collateral received	1.4	0.9	1.3	2.8	2.8	3.7	4.2	1.7	1.6	2.8
(Expenses matching the amount of investment of money held in trust)	21.0	24.9	20.9	18.0	17.9	23.0	23.0	23.0	23.0	27.8
(Fund procurement account)	7,553.8	7,597.8	7,595.6	7,626.5	7,666.0	8,018.8	8,204.5	8,771.3	9,065.3	9,383.9
Other liabilities	49.4	53.4	52.7	37.1	36.0	32.7	34.7	48.0	55.4	108.7
Provision for retirement benefits	19.7	19.1	18.9	18.3	17.9	7.3	7.3	0.2	0.1	0.1
Provision for bonuses	0.6	0.6	0.6	0.6	0.6	0.6	0.6	0.6	0.6	0.6
Other provisions	0.9	1.3	1.1	0.9	0.8	0.6	0.5	0.3	0.2	0.1
Deferred tax liabilities	-	-	-	-	-	-	-	-	-	-
Acceptances and guarantees	34.7	33.2	33.5	32.4	33.6	33.6	33.2	33.3	34.1	31.1
Total net assets	418.2	426.8	431.7	439.6	442.9	446.5	450.4	456.7	460.6	468.0
Capital stock	15.1	15.1	15.1	15.1	15.1	15.1	15.1	15.1	15.1	15.1
Capital surplus	4.4	6.2	6.2	6.2	6.2	6.2	6.2	6.2	6.2	-1.6
Retained earnings	404.7	412.1	417.5	426.6	430.0	433.8	437.6	444.2	448.7	458.0
Treasury shares (-)	7.5	8.1	8.4	9.5	9.5	9.6	9.6	10.2	10.7	4.1
Valuation difference on available-for-sale securities	1.1	1.1	1.0	1.0	0.9	0.8	0.9	1.1	1.0	0.3
Deferred gains or losses on hedges	-0.0	-0.0	-0.0	-0.1	-0.1	-0.1	-0.0	-0.0	-0.0	-0.0
Share acquisition rights	0.2	0.2	0.2	0.2	0.2	0.1	0.1	0.2	0.2	0.2

Deposits (Year-end Balance)

[Non-consolidated] (Billion yen)	FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H	FY2020	FY2021 1H	FY2021	FY2022 1H
Okayama	4,902.6	4,886.4	5,095.3	4,971.2	5,186.3	5,485.5	5,726.0	5,725.9	5,938.8	5,903.5
Individuals	3,631.1	3,707.2	3,734.7	3,761.0	3,832.7	3,994.1	4,108.1	4,203.3	4,294.5	4,345.0
Corporates	1,004.3	1,014.0	1,048.5	1,042.5	1,050.7	1,184.9	1,259.2	1,240.4	1,242.5	1,277.2
Hiroshima	853.3	863.4	914.4	864.4	904.3	930.0	960.5	949.3	975.4	1,004.2
Individuals	560.4	563.3	562.7	564.9	574.3	591.6	601.5	606.3	612.6	620.7
Corporates	279.4	283.8	286.2	290.8	293.5	321.5	330.7	334.6	340.3	361.6
Kagawa and Ehime	414.1	407.4	402.0	396.8	405.4	433.5	444.8	451.3	453.9	451.8
Individuals	276.5	275.9	273.6	271.7	271.9	278.1	283.2	284.7	286.4	288.0
Corporates	133.8	131.2	124.9	124.8	130.3	155.2	157.1	165.8	163.1	163.2
Hyogo	113.0	115.9	115.2	113.2	116.6	123.3	128.5	128.0	128.9	129.9
Individuals	63.7	64.2	63.0	62.2	62.5	63.5	65.1	64.7	65.5	65.9
Corporates	49.2	51.6	52.1	50.9	54.0	59.6	63.3	63.2	63.2	63.9
Tottori	12.9	12.0	12.3	13.3	12.8	14.5	14.8	15.2	14.4	15.5
Individuals	5.1	5.2	5.1	5.2	5.1	5.3	5.4	5.3	5.3	5.4
Corporates	7.8	6.7	7.1	8.1	7.6	9.0	9.4	9.3	9.0	9.6
Osaka	21.1	26.4	22.9	25.3	21.2	26.1	23.9	22.4	22.6	23.0
Individuals	6.8	6.9	6.9	7.0	7.1	7.3	6.6	6.5	6.6	6.6
Corporates	14.2	19.3	15.8	18.2	13.9	18.7	17.2	15.7	15.8	16.1
Tokyo	18.8	19.4	13.1	18.8	12.8	34.2	47.7	69.7	19.8	29.0
Individuals	6.6	6.5	6.2	6.1	5.7	5.9	5.8	5.8	5.9	5.9
Corporates	11.9	12.7	6.6	12.4	6.8	28.0	41.5	63.4	13.4	22.4
Total domestic branches (before reconciliation of transit items)	6,336.1	6,331.0	6,575.5	6,403.3	6,659.6	7,047.4	7,346.4	7,362.1	7,554.0	7,557.1
Total individuals	4,550.4	4,629.4	4,652.6	4,678.3	4,759.7	4,946.0	5,076.1	5,176.9	5,277.1	5,337.9
Total corporates	1,500.9	1,519.4	1,541.5	1,547.8	1,557.2	1,777.1	1,878.6	1,892.8	1,847.7	1,914.3
Overseas branches, etc.	87.7	52.1	64.4	71.7	51.9	107.0	164.8	117.0	107.5	137.9
Total deposits	6,423.6	6,383.1	6,639.9	6,475.1	6,711.6	7,154.4	7,511.3	7,479.1	7,661.6	7,695.0
Liquid deposits	4,459.0	4,433.2	4,726.1	4,564.6	4,818.6	5,253.4	5,615.9	5,566.5	5,749.8	5,805.6
Time deposits	1,964.6	1,949.9	1,913.7	1,910.5	1,892.9	1,900.9	1,895.4	1,912.6	1,911.7	1,889.4
Domestic banking	6,267.1	6,256.4	6,512.0	6,340.6	6,599.9	6,987.6	7,263.2	7,280.7	7,492.9	7,484.4
International banking	156.5	126.7	127.8	134.4	111.6	166.8	248.0	198.4	168.6	210.5

Deposits (Average Balance)

[Non-consolidated] (Billion yen)	FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H	FY2020	FY2021 1H	FY2021	FY2022 1H
Okayama	4,700.3	4,858.9	4,875.4	5,000.8	5,016.6	5,403.1	5,465.3	5,746.8	5,766.8	5,982.4
Individuals	3,598.1	3,675.5	3,705.4	3,768.1	3,791.5	3,945.7	4,003.3	4,176.1	4,219.3	4,336.2
Corporates	946.4	995.8	992.7	1,035.4	1,038.5	1,136.0	1,170.3	1,260.5	1,254.2	1,299.7
Hiroshima	842.9	864.3	863.8	868.8	872.1	935.2	944.4	953.6	958.5	1,005.4
Individuals	559.6	561.9	562.8	564.7	568.0	586.5	592.3	604.6	607.7	617.9
Corporates	273.6	282.8	282.5	291.8	294.3	316.3	325.0	338.5	340.8	357.2
Kagawa and Ehime	406.4	407.3	405.3	402.5	402.2	423.8	433.2	453.1	454.6	459.0
Individuals	276.5	276.0	275.4	273.9	272.9	276.0	278.3	284.1	285.0	287.0
Corporates	129.4	131.0	129.6	128.3	128.9	147.6	154.4	168.2	168.8	171.3
Hyogo	111.6	114.1	114.1	112.4	113.0	120.5	123.8	129.9	129.9	130.4
Individuals	63.8	63.7	63.6	62.6	62.6	63.1	63.5	64.9	65.1	65.8
Corporates	47.6	50.3	50.3	49.7	50.3	57.3	60.1	64.9	64.6	64.5
Tottori	11.6	12.6	12.4	12.5	12.6	13.5	14.0	14.9	14.6	14.5
Individuals	5.0	5.2	5.1	5.1	5.1	5.1	5.1	5.3	5.3	5.3
Corporates	6.4	7.3	7.1	7.3	7.4	8.2	8.4	9.1	8.8	8.7
Osaka	22.0	23.3	24.1	22.7	23.1	24.8	25.2	26.0	25.3	24.4
Individuals	6.8	6.8	6.8	6.9	7.0	7.1	6.9	6.5	6.5	6.6
Corporates	15.0	16.4	17.1	15.7	16.0	17.6	18.2	19.3	18.7	17.5
Tokyo	15.5	15.7	14.9	14.0	14.4	20.7	27.4	55.8	53.1	25.0
Individuals	6.7	6.6	6.5	6.2	6.0	5.8	5.8	5.8	5.8	5.9
Corporates	8.5	8.8	8.2	7.5	8.1	14.6	21.2	49.5	46.7	18.5
Total domestic branches	6,110.7	6,296.3	6,310.4	6,434.0	6,454.6	6,942.0	7,034.1	7,380.4	7,403.0	7,641.4
Total individuals	4,517.1	4,596.0	4,626.1	4,687.8	4,713.5	4,889.7	4,955.9	5,147.6	5,195.1	5,325.1
Total corporates	1,427.6	1,492.5	1,487.9	1,536.1	1,544.1	1,697.9	1,758.3	1,910.3	1,903.0	1,937.8
Overseas branches, etc.	58.7	51.2	51.5	65.6	74.9	55.8	94.7	126.7	130.6	128.5
Total deposits	6,169.4	6,347.5	6,362.0	6,499.7	6,529.5	6,997.9	7,128.8	7,507.1	7,533.6	7,770.0
Liquid deposits	4,178.1	4,384.8	4,415.2	4,576.6	4,617.7	5,119.7	5,234.5	5,589.6	5,610.8	5,855.7
Time deposits	1,991.3	1,962.7	1,946.7	1,923.0	1,911.8	1,878.1	1,894.2	1,917.4	1,922.8	1,914.3
Domestic banking	6,048.6	6,221.6	6,239.7	6,371.7	6,392.2	6,881.0	6,970.1	7,308.4	7,331.6	7,569.8
International banking	120.8	125.9	122.3	127.9	137.3	116.8	158.6	198.6	202.0	200.2

Loans (Year-end Balance)

[Non-consolidated]		FY2017	FY2018	FY2018	FY2019	FY2019	FY2020	FY2020	FY2021	FY2021	FY2022
(Billion yen)			1H		1H		1H		1H		1H
General loans		4,154.3	4,209.8	4,298.2	4,281.1	4,408.7	4,565.9	4,666.3	4,679.2	4,808.7	4,957.7
Scale	Large companies	791.9	777.8	775.4	741.1	765.9	814.9	834.4	805.3	851.9	873.1
	Med-sized companies	171.0	167.2	166.5	145.6	148.6	132.1	127.1	117.0	110.1	104.1
	Small-sized companies	2,342.6	2,404.4	2,475.4	2,494.1	2,577.2	2,691.5	2,757.2	2,790.5	2,856.3	2,974.5
	Individuals	848.6	860.2	880.7	900.2	916.8	927.1	947.5	966.3	990.3	1,005.8
Loans to national and local governments		501.7	496.2	488.2	480.4	475.8	469.9	455.7	455.0	435.8	429.9
National and local governments		497.9	493.9	486.0	479.3	474.5	469.2	455.0	454.4	435.4	429.5
Local public corporations		3.8	2.3	2.1	1.1	1.2	0.7	0.7	0.5	0.4	0.4
Total loans by domestic branches		4,656.1	4,706.1	4,786.4	4,761.6	4,884.5	5,035.8	5,122.1	5,134.3	5,244.6	5,387.6
Region	Okayama	2,597.3	2,642.3	2,691.1	2,680.8	2,766.7	2,835.1	2,880.4	2,909.8	2,990.5	3,106.3
	Hiroshima	793.5	812.8	840.8	850.3	858.3	891.8	907.8	911.9	915.0	951.4
	Kagawa and Ehime	324.1	323.6	335.1	336.2	339.1	352.7	351.9	349.7	354.9	360.1
	Hyogo	251.3	262.3	269.9	266.4	274.8	278.8	286.5	284.5	288.5	291.5
	Tottori	34.1	34.1	35.7	36.5	36.3	36.6	36.3	34.9	36.6	34.6
	Osaka	112.0	112.9	105.1	103.3	101.3	121.6	127.3	124.6	127.5	130.7
	Tokyo	543.3	517.7	508.4	487.9	507.7	518.9	531.7	518.4	531.3	512.7
Overseas branches		20.0	23.9	22.2	23.0	25.2	22.2	22.2	24.1	24.3	31.8
Total loans		4,676.1	4,730.0	4,808.7	4,784.7	4,909.7	5,058.0	5,144.4	5,158.4	5,269.0	5,419.5

Loans (Average Balance)

[Non-consolidated] (Billion yen)		FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H	FY2020	FY2021 1H	FY2021	FY2022 1H	
Type	General loans	4,029.5	4,168.0	4,219.4	4,274.4	4,311.3	4,495.4	4,561.0	4,673.5	4,699.2	4,862.2	
	Local development	1,923.7	2,004.3	2,038.1	2,081.9	2,100.8	2,192.2	2,224.0	2,228.9	2,224.3	2,228.7	
	Urban area	669.9	628.9	621.0	582.7	584.4	609.1	623.2	634.2	631.1	636.2	
	Private loans	1,052.3	1,090.3	1,100.6	1,133.5	1,141.9	1,164.1	1,170.6	1,197.3	1,210.0	1,243.3	
	Of which, housing loans	766.8	773.8	778.3	797.5	804.0	823.9	831.4	859.3	871.5	902.3	
	Other	383.4	444.5	459.7	476.2	484.5	529.9	542.9	612.9	633.7	753.9	
	Loans to national and local governments	505.5	499.9	493.2	481.8	477.0	474.1	467.5	458.5	451.3	437.1	
	National and local governments	501.4	497.3	490.7	480.5	475.7	473.3	466.8	458.0	450.7	436.6	
	Local public corporations	4.0	2.5	2.4	1.3	1.2	0.8	0.7	0.5	0.5	0.4	
	Total loans by domestic branches		4,535.0	4,667.9	4,712.6	4,756.3	4,788.3	4,969.5	5,028.6	5,132.1	5,150.6	5,299.4
	Region	Okayama	2,518.1	2,611.4	2,638.1	2,674.1	2,696.7	2,803.5	2,829.1	2,897.3	2,919.9	3,049.2
		Hiroshima	765.2	801.4	816.7	844.4	848.5	880.6	891.2	909.2	909.6	915.3
		Kagawa and Ehime	308.6	321.6	325.4	335.6	337.5	346.4	351.8	354.8	353.9	359.0
		Hyogo	229.0	257.1	262.5	268.6	270.1	279.5	282.8	288.3	287.8	291.6
Tottori		31.7	33.7	34.5	36.0	36.3	36.2	36.3	34.9	35.1	34.9	
Osaka		122.9	111.9	111.6	102.6	101.9	107.3	116.4	121.9	122.8	127.0	
Tokyo		559.3	530.5	523.4	494.7	497.0	515.7	520.5	525.3	521.3	522.0	
Overseas branches		16.7	22.7	21.8	21.6	23.3	24.7	24.4	23.7	25.1	30.0	
Total loans		4,551.8	4,690.7	4,734.4	4,778.0	4,811.6	4,994.2	5,053.1	5,155.8	5,175.7	5,329.4	

Loans by Industry (Year-end Balance)

[Non-consolidated] (Billion yen)	FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H	FY2020	FY2021 1H	FY2021	FY2022 1H
Domestic branches	4,656.1	4,706.1	4,786.4	4,761.6	4,884.5	5,035.8	5,122.1	5,134.3	5,244.6	5,387.6
Manufacturing	700.3	665.5	675.7	644.3	673.1	703.4	712.4	672.8	698.1	683.6
Agriculture, forestry	6.0	6.1	7.1	8.7	9.0	8.2	8.1	11.0	11.5	11.4
Fishery	4.5	3.6	3.2	3.4	2.7	2.8	2.5	2.5	2.3	2.4
Mining, stone-quarrying, gravel-gathering	2.1	2.0	2.1	2.1	2.0	2.2	2.5	2.2	2.5	2.7
Construction	129.6	122.1	130.4	121.0	128.0	139.0	156.3	143.9	154.8	149.1
Electric power, gas/heat/water supply	186.0	201.4	208.7	220.3	245.1	244.8	253.3	261.1	269.7	288.6
Information and telecommunications	23.2	20.6	20.2	19.0	18.4	18.9	18.1	18.0	11.2	10.9
Transport and postal	203.6	209.5	217.1	209.3	216.3	246.5	247.1	243.5	243.2	248.8
Wholesale, retail	512.4	521.7	525.9	523.2	537.7	552.3	546.9	546.8	557.0	558.4
Financial, insurance	381.0	397.5	385.6	369.9	385.6	395.9	438.2	490.9	538.0	600.9
Real estate, goods rental	638.7	653.9	667.2	691.4	700.7	725.4	720.8	727.3	728.8	748.4
Local public corporation	3.8	2.3	2.1	1.1	1.2	0.7	0.7	0.5	0.4	0.4
Other	634.9	651.6	665.0	690.2	699.4	724.6	720.1	726.8	728.3	748.0
Various services	320.0	320.1	319.6	316.9	314.9	331.6	341.0	332.8	329.6	328.7
Local governments	497.9	493.9	486.0	479.3	474.5	469.2	455.0	454.4	435.4	429.5
Other	1,050.2	1,087.5	1,137.1	1,152.3	1,175.8	1,195.0	1,219.2	1,226.2	1,262.0	1,323.8
Of which, housing loans	773.6	779.0	793.0	808.2	821.3	832.6	851.1	874.8	897.9	912.3
Overseas branches + Offshore loans	20.0	23.9	22.2	23.0	25.2	22.2	22.2	24.1	24.3	31.8
Total	4,676.1	4,730.0	4,808.7	4,784.7	4,909.7	5,058.0	5,144.4	5,158.4	5,269.0	5,419.5

Loans by Industry (Composition Ratio)

[Non-consolidated]	FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H	FY2020	FY2021 1H	FY2021	FY2022 1H
Domestic branches	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
Manufacturing	15.0%	14.1%	14.1%	13.5%	13.8%	14.0%	13.9%	13.1%	13.3%	12.7%
Agriculture, forestry	0.1%	0.1%	0.1%	0.2%	0.2%	0.2%	0.2%	0.2%	0.2%	0.2%
Fishery	0.1%	0.1%	0.1%	0.1%	0.1%	0.1%	0.1%	0.1%	0.1%	0.1%
Mining, stone-quarrying, gravel-gathering	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.1%	0.1%	0.1%	0.1%
Construction	2.8%	2.6%	2.7%	2.5%	2.6%	2.8%	3.0%	2.8%	3.0%	2.8%
Electric power, gas/heat/water supply	4.0%	4.3%	4.4%	4.6%	5.0%	4.9%	4.9%	5.1%	5.1%	5.3%
Information and telecommunications	0.5%	0.4%	0.4%	0.4%	0.4%	0.4%	0.3%	0.3%	0.2%	0.2%
Transport and postal	4.4%	4.5%	4.5%	4.4%	4.4%	4.9%	4.8%	4.7%	4.6%	4.6%
Wholesale, retail	11.0%	11.1%	11.0%	11.0%	11.0%	11.0%	10.7%	10.7%	10.6%	10.3%
Financial, insurance	8.2%	8.4%	8.1%	7.8%	7.9%	7.9%	8.5%	9.6%	10.3%	11.1%
Real estate, goods rental	13.7%	13.9%	13.9%	14.5%	14.3%	14.4%	14.1%	14.1%	13.9%	13.9%
Local public corporation	0.1%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Other	13.6%	13.8%	13.9%	14.5%	14.3%	14.4%	14.1%	14.1%	13.9%	13.9%
Various services	6.9%	6.8%	6.7%	6.7%	6.4%	6.6%	6.7%	6.5%	6.3%	6.1%
Local governments	10.7%	10.5%	10.2%	10.1%	9.7%	9.3%	8.9%	8.9%	8.3%	8.0%
Other	22.6%	23.1%	23.8%	24.2%	24.1%	23.5%	23.8%	23.8%	24.0%	24.6%
Housing loan	16.6%	16.6%	16.6%	17.0%	16.8%	16.5%	16.6%	17.0%	17.1%	16.9%

Market Shares of Deposits

[Year-end balance]		FY2017	FY2018	FY2018	FY2019	FY2019	FY2020	FY2020	FY2021	FY2021	FY2022
(%)			1H		1H		1H		1H		1H
Okayama	Chugoku Bank	48.6	48.9	49.4	49.2	49.8	49.8	50.3	50.4	51.1	51.2
	Other banks	51.4	51.1	50.6	50.8	50.2	50.2	49.7	49.6	48.9	48.8
	Regional banks except for Chugoku Bank	7.8	7.5	7.8	7.7	7.7	7.7	7.8	7.7	7.6	7.7
	Second-tier regional banks	11.5	11.7	11.5	11.5	11.5	11.5	11.5	11.4	11.3	11.2
	City banks, trust banks	11.9	11.2	10.7	10.9	10.6	10.8	10.2	10.2	9.6	9.6
	Shinkin banks, credit associations, etc.	20.3	20.5	20.5	20.7	20.4	20.2	20.2	20.3	20.4	20.3

Bingo region (Eastern area of Hiroshima)	Chugoku Bank	20.0	21.5	21.5	20.0	20.9	20.9	20.0	19.5	20.4	20.1
	Other banks	80.0	78.5	78.5	80.0	79.1	79.1	80.0	80.5	79.6	79.9
	Regional banks except for Chugoku Bank	41.2	39.8	40.3	41.4	41.3	41.0	41.9	42.5	42.3	42.0
	Second-tier regional banks	12.0	11.9	11.7	11.7	11.5	11.7	12.3	12.3	11.9	12.5
	City banks, trust banks	12.2	11.9	11.9	11.9	11.7	11.8	11.6	11.6	11.7	11.8
	Shinkin banks, credit associations, etc.	14.6	14.8	14.5	15.0	14.5	14.6	14.2	14.1	13.7	13.6

Shikoku region	Chugoku Bank	7.7	7.6	7.4	7.3	7.4	7.4	7.4	7.4	7.3	7.2
	Other banks	92.3	92.4	92.6	92.7	92.6	92.6	92.6	92.6	92.7	92.8
	Regional banks except for Chugoku Bank	52.3	51.7	51.9	51.8	52.0	52.0	52.0	51.9	52.4	52.3
	Second-tier regional banks	17.2	17.5	17.7	17.7	17.6	17.7	17.6	17.4	17.5	17.4
	City banks, trust banks	10.8	10.8	10.8	10.8	10.6	10.4	10.7	11.0	10.9	11.0
	Shinkin banks, credit associations, etc.	12.0	12.2	12.2	12.4	12.3	12.5	12.3	12.3	11.9	12.1

Notes 1. Market shares (for internal use) excluding postal savings and agricultural cooperatives savings

2. Excludes offshore deposits, and includes our NCDs

Market Share of Loans

[Year-end balance] (%)		FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H	FY2020	FY2021 1H	FY2021	FY2022 1H
Okayama	Chugoku Bank	43.0	43.1	43.0	42.6	42.8	42.8	42.9	43.2	43.4	43.6
	Other banks	57.0	56.9	57.0	57.4	57.2	57.2	57.1	56.8	56.6	56.4
	Regional banks except for Chugoku Bank	17.3	17.3	17.5	17.6	17.8	17.8	18.0	18.0	18.2	17.8
	Second-tier regional banks	17.3	17.4	17.3	17.2	16.9	16.9	17.1	17.2	17.0	16.6
	City banks, trust banks	8.2	8.0	8.1	8.4	8.8	8.4	8.0	7.7	7.9	8.8
	Shinkin banks, credit associations, etc.	14.3	14.2	14.1	14.2	13.8	14.1	14.0	13.9	13.5	13.2

Bingo region (Eastern area of Hiroshima)	Chugoku Bank	22.7	22.5	22.8	22.6	22.1	22.5	22.2	21.8	21.6	21.7
	Other banks	77.3	77.5	77.2	77.4	77.9	77.5	77.8	78.2	78.4	78.3
	Regional banks except for Chugoku Bank	43.1	43.1	42.9	42.8	43.6	43.6	44.1	44.0	44.6	44.6
	Second-tier regional banks	15.3	15.0	15.1	14.8	14.7	14.3	14.5	14.6	14.4	14.4
	City banks, trust banks	8.3	8.7	8.6	9.1	9.3	8.9	8.7	9.0	8.8	8.6
	Shinkin banks, credit associations, etc.	10.6	10.7	10.6	10.7	10.4	10.7	10.5	10.6	10.6	10.7

Shikoku region	Chugoku Bank	11.3	11.3	11.5	11.5	11.5	11.4	11.2	11.1	11.1	10.9
	Other banks	88.7	88.7	88.5	88.5	88.5	88.6	88.8	88.9	88.9	89.1
	Regional banks except for Chugoku Bank	49.9	49.4	49.6	48.9	49.2	49.0	49.3	49.4	49.6	50.0
	Second-tier regional banks	17.9	18.2	17.8	17.7	17.7	17.5	17.3	17.2	17.2	16.7
	City banks, trust banks	10.3	10.3	10.1	11.0	10.5	10.9	11.0	11.1	11.1	11.7
	Shinkin banks, credit associations, etc.	10.5	10.9	10.8	10.9	11.1	11.2	11.2	11.2	11.0	10.7

Note 1: Market shares (for internal use) excluding postal savings and agricultural cooperatives savings

Balance by type

[Non-consolidated] (Billion yen)	FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H	FY2020	FY2021 1H	FY2021	FY2022 1H
Year-end balance	2,620.8	2,507.4	2,394.9	2,458.7	2,345.1	2,391.3	2,622.5	2,565.3	2,509.8	2,515.4
JGBs	853.6	764.9	650.2	609.1	653.4	682.7	756.5	676.2	694.2	715.4
Municipal bonds	678.1	725.9	723.4	771.4	751.3	748.2	747.9	760.2	754.8	832.6
Corporate bonds	361.7	368.0	376.2	385.3	355.8	335.1	305.6	320.0	313.1	325.6
Foreign bonds	359.1	293.3	318.1	344.8	289.6	317.1	441.8	421.0	403.9	338.4
Foreign currency-denominated bonds	340.8	265.3	301.3	325.0	272.5	296.8	419.5	402.1	387.9	317.5
Other securities	185.9	179.3	174.7	210.2	173.5	174.9	225.0	236.6	211.0	190.3
Equities	182.2	175.7	152.1	137.7	121.2	133.0	145.5	151.0	132.5	112.8

Average balance during year	FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H	FY2020	FY2021 1H	FY2021	FY2022 1H
Year-end balance	2,531.1	2,393.9	2,345.6	2,296.3	2,304.9	2,342.7	2,352.4	2,438.8	2,435.6	2,338.7
JGBs	822.5	772.6	731.4	589.9	598.2	693.9	687.0	710.9	682.5	652.3
Municipal bonds	637.5	699.7	702.9	747.4	754.4	745.7	744.5	752.6	754.9	793.0
Corporate bonds	342.3	365.8	364.1	383.7	374.1	344.4	332.8	309.0	316.3	319.1
Foreign bonds	478.1	305.7	303.6	324.9	325.9	321.3	349.1	406.6	424.3	344.4
Foreign currency-denominated bonds	457.1	288.7	284.5	307.2	310.7	303.8	329.8	385.0	405.3	327.9
Other securities	143.4	148.4	145.5	156.6	160.5	152.5	154.0	174.1	173.0	155.7
Equities	107.1	101.4	97.7	93.6	91.6	84.7	84.7	85.3	84.5	74.0

Valuation gain/loss

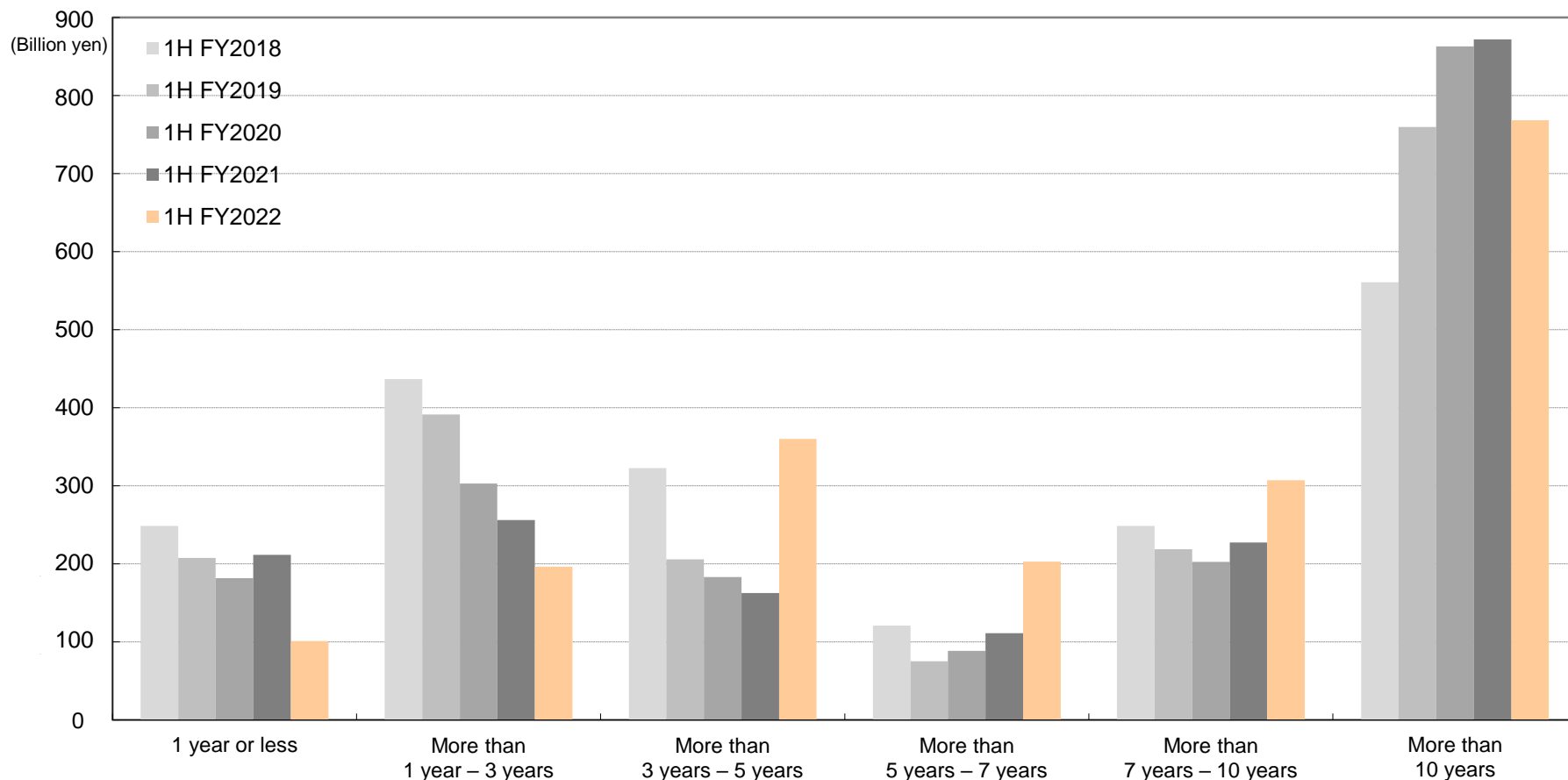
[Non-consolidated] (Billion yen)	FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H	FY2020	FY2021 1H	FY2021	FY2022 1H
Securities held to maturity	0.4	0.3	0.4	0.4	0.3	0.2	0.2	0.2	0.1	0.1
Subsidiary/affiliate equities	-	-	-	-	-	-	-	-	-	-
Other securities	141.5	142.8	133.7	146.8	89.5	115.7	136.4	148.2	94.4	41.1
Equities	73.0	75.9	53.2	50.3	36.4	47.5	62.2	65.8	53.7	36.2
Bonds	36.0	25.0	42.3	46.3	30.4	27.1	20.0	21.4	3.8	-7.7
Other	32.4	41.8	38.0	50.1	22.5	41.1	54.1	60.9	36.7	12.6
Total	142.0	143.2	134.1	147.3	89.8	116.0	136.6	148.4	94.5	41.3

Balance and Durations of Securities by Remaining Period



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Outstanding balance by remaining period to maturity for yen-denominated Securities

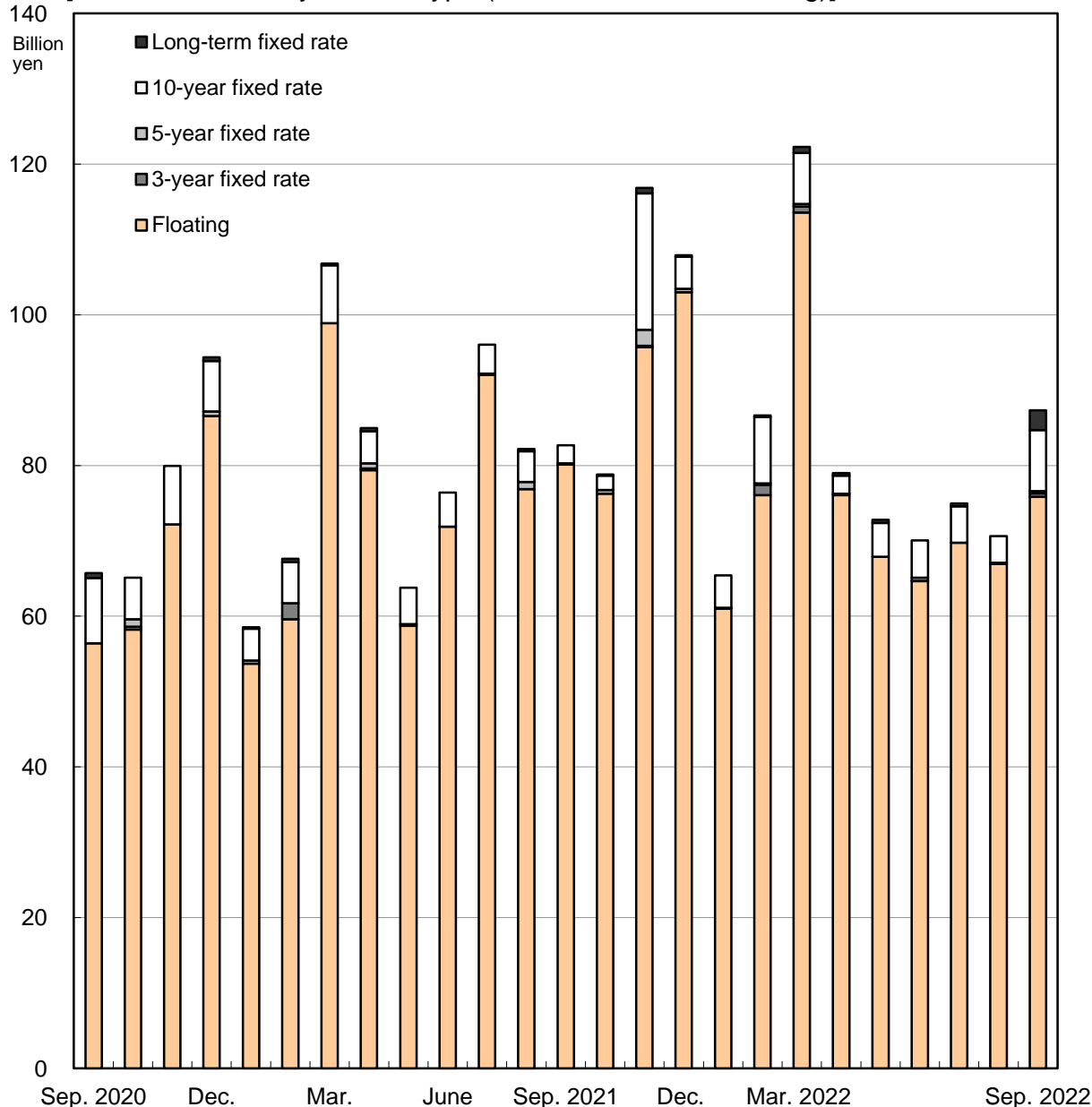


Duration

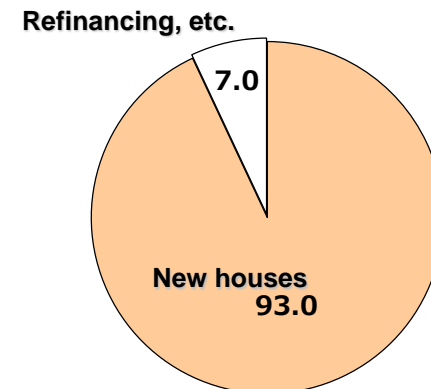
(Year)	FY2017	FY2018 1H	FY2018	FY2019 1H	FY2019	FY2020 1H	FY2020	FY2021 1H	FY2021	FY2022 1H
Yen-denominated	4.7	5.0	5.1	5.4	5.5	5.5	5.8	5.8	5.5	5.8
Foreign currency-denominated	4.2	4.7	4.1	4.4	3.7	2.5	4.2	4.4	4.2	3.4

Handling of Housing Loans

[Loans executed by interest type (new houses + refinancing)]

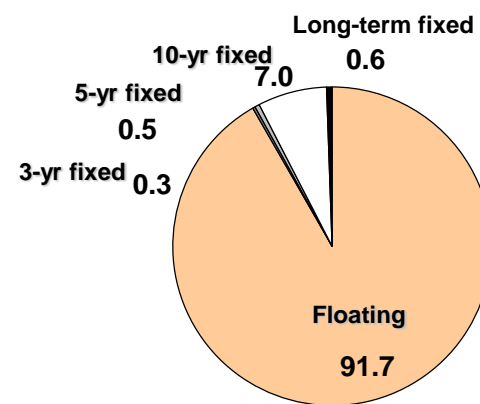


[Breakdown of use of loans executed] (%)



Total of loans executed during the period from Oct. 2021 to Sep. 2022.

[Ratio of loans by interest type] (%)



Total of loans executed during the period from Oct. 2021 to Sep. 2022

Non-performing Loans

Loans disclosed based on the Financial Reconstruction Act

[Non-consolidated] (Million yen)	End of Mar. 2018	End of Sep. 2018	End of Mar. 2019	End of Sep. 2019	End of Mar. 2020	End of Sep. 2020	End of Mar. 2021	End of Sep. 2021	End of Mar. 2022	End of Sep. 2022
Bankrupt/de facto bankrupt loans	20,917	18,809	21,308	21,512	21,851	19,661	22,058	19,678	20,918	20,376
(after partial direct write-off)	(7,773)	(7,162)	(8,183)	(8,248)	(8,471)	(7,212)	(9,321)	(7,417)	(7,760)	(7,643)
Doubtful loans	34,721	34,303	27,959	27,489	28,142	33,453	38,375	39,127	46,492	48,879
Loans requiring special attention	16,329	17,313	20,065	20,461	22,964	28,820	31,176	30,255	28,310	29,667
(Of which, overdue for 3 months or more)	1,509	789	876	739	757	1,376	833	600	650	480
(Of which, rescheduled loans)	14,819	16,523	19,189	19,722	22,206	27,443	30,343	29,654	27,659	29,186
Subtotal (A)	71,968	70,425	69,334	69,463	72,957	81,934	91,611	89,060	95,721	98,923
(after partial direct write-off) (B)	(58,824)	(58,778)	(56,208)	(56,199)	(59,578)	(69,486)	(78,873)	(76,800)	(82,563)	(86,189)
Performing loans	4,734,322	4,791,861	4,869,157	4,847,703	4,970,651	5,114,051	5,190,231	5,210,497	5,312,244	5,460,829
Total (C)	4,806,290	4,862,286	4,938,491	4,917,167	5,043,609	5,195,986	5,281,842	5,299,558	5,407,965	5,559,753
(after partial direct write-off) (D)	(4,793,146)	(4,850,640)	(4,925,366)	(4,903,903)	(5,030,229)	(5,183,538)	(5,269,105)	(5,287,297)	(5,394,808)	(5,547,019)
Ratio of target loans (A/C)	1.50	1.45	1.40	1.41	1.44	1.58	1.73	1.68	1.77	1.78
(after partial direct write-off) (B/D)	(1.23)	(1.21)	(1.14)	(1.15)	(1.18)	(1.34)	(1.50)	(1.45)	(1.53)	(1.55)

*We do not implement partial direct write-off.

Transition of Debtor Categories: 1H

(Upper level: Number of debtors; Lower level: Value (Billion yen))

			End of Sep. 2022							Favorable turnaround	Deterio-ration
			Performing	Other loans requiring attention	Management required	Near bankruptcy	De facto bankruptcy	Bankrupt	Other (See Note)		
End of Mar. 2022	Performing	153,618	140,101	850	33	27	167	3	12,437		1,080
		4,973.8	4,842.2	31.6	5.1	1.3	0.5	0.0	93.1		38.5
	Other loans requiring attention	6,855	326	5,928	35	51	73	1	441	326	160
		226.7	19.0	192.3	4.7	3.6	0.2	0.1	6.8	19.0	8.6
	Management required	885	13	50	718	17	6	-	81	63	23
		37.5	2.4	2.2	30.3	1.0	0.0	-	1.6	4.6	1.0
	Near bankruptcy	1,083	-	6	1	997	25	-	54	7	25
		46.3	-	0.6	0.1	44.7	0.6	-	0.3	0.7	0.6
	De facto bankruptcy	898	1	5	1	1	633	7	250	8	7
		16.5	0.0	0.0	0.0	-	14.7	1.1	0.7	0.0	1.1
	Bankrupt	201	-	-	-	-	-	181	20	-	
		4.4	-	-	-	-	-	3.8	0.6	-	
	Total	163,540	140,441	6,839	788	1,093	904	192	13,283	404	1,295
		5,305.2	4,863.6	226.7	40.2	50.6	16.0	5.0	103.1	24.3	49.8

Note: "Other" indicates loans that were canceled as of the end of September 2022 or those excluded from the self-assessment due to their small value.

Transition of Debtor Categories: 1H (Composition)



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(Upper level: Number of debtors; Lower level: Value (Billion yen))

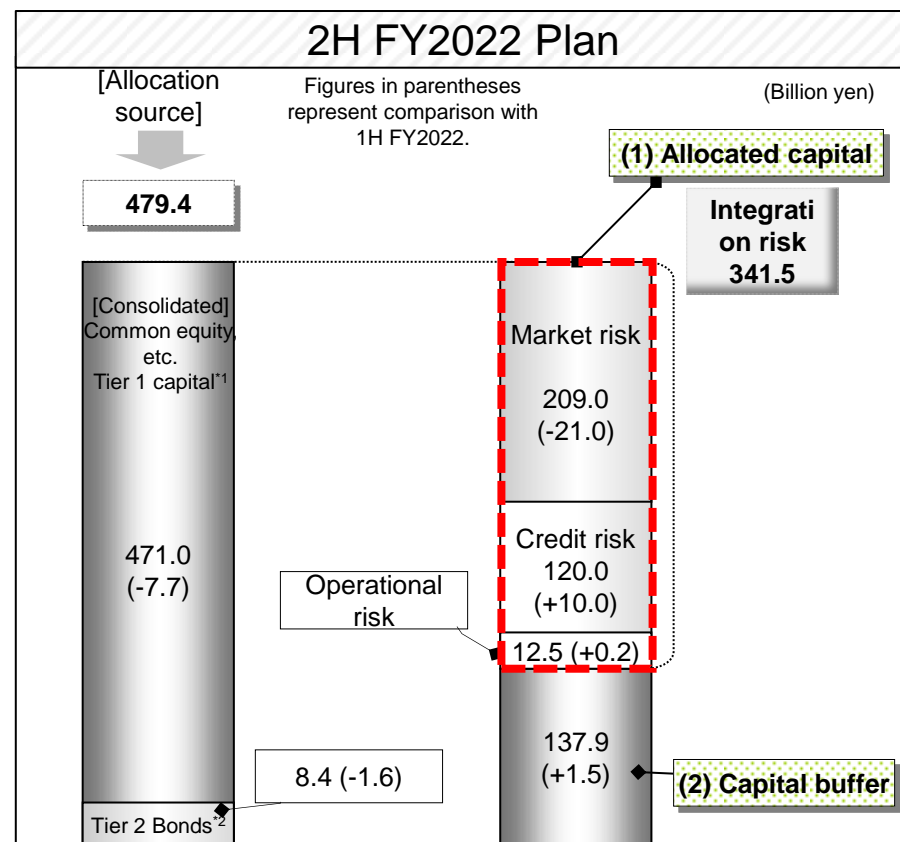
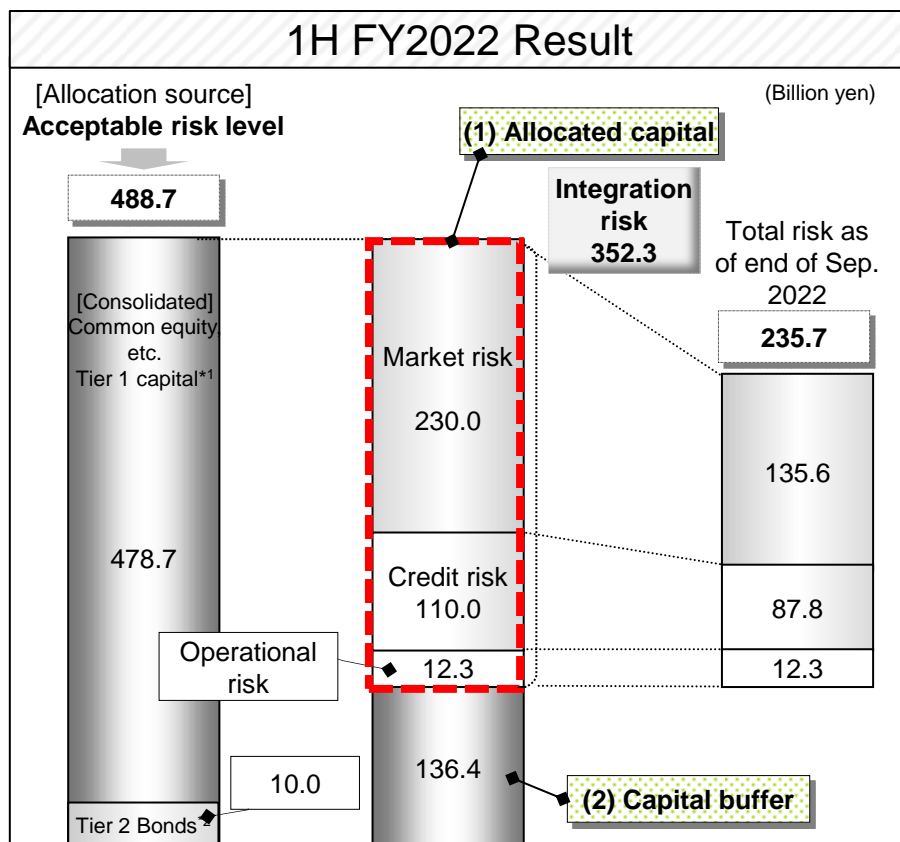
			End of Sep. 2022							Favorable turnaround	Deterio-ration
			Performing	Other loans requiring attention	Management required	Near bankruptcy	De facto bankruptcy	Bankrupt	Other (See Note)		
End of Mar. 2022	Performing	100%	91.20%	0.55%	0.02%	0.02%	0.11%	0.00%	8.10%	/	0.70%
		100%	97.35%	0.64%	0.10%	0.03%	0.01%	0.00%	1.87%		0.77%
	Other loans requiring attention	100%	4.76%	86.49%	0.51%	0.74%	1.06%	0.01%	6.43%	4.76%	2.33%
		100%	8.38%	84.83%	2.07%	1.59%	0.09%	0.04%	3.00%	8.38%	3.79%
	Management required	100%	1.47%	5.65%	81.13%	1.92%	0.68%	-	9.15%	7.12%	2.60%
		100%	6.40%	5.87%	80.79%	2.67%	0.00%	-	4.27%	12.27%	2.67%
	Near bankruptcy	100%	-	0.55%	0.09%	92.06%	2.31%	-	4.99%	0.65%	2.31%
		100%	-	1.30%	0.22%	96.53%	1.30%	-	0.65%	1.51%	1.30%
	De facto bankruptcy	100%	0.11%	0.56%	0.11%	0.11%	70.49%	0.78%	27.84%	0.89%	0.78%
		100%	0.00%	0.00%	0.00%	-	89.09%	6.67%	4.24%	0.00%	6.67%
	Bankrupt	100%	-	-	-	-	-	90.05%	9.95%	-	/
		100%	-	-	-	-	-	86.36%	13.64%	-	
	Total	100%	85.88%	4.18%	0.48%	0.67%	0.55%	0.12%	8.12%	0.25%	0.79%
		100%	91.69%	4.27%	0.76%	0.95%	0.30%	0.09%	1.94%	0.46%	0.94%

Note: "Other" indicates loans that were canceled as of the end of September 2022 or those excluded from the self-assessment due to their small value.

Capital Adequacy Ratio

[Non-consolidated] (% , Billion yen)	FY2019	1H FY2019	FY2020	1H FY2020	FY2021	1H FY2021	FY2022	1H FY2022
Overall capital adequacy ratio	12.56	13.25	12.70	12.63	13.01	13.41	13.23	12.17
Tier 1 ratio	12.56	13.25	12.70	12.63	12.77	13.17	12.98	11.92
Tier 1 ratio including common shares	12.56	13.25	12.70	12.63	12.77	13.17	12.98	11.92
Overall capital adequacy	510.4	522.6	484.9	508.0	537.7	554.4	528.7	485.6
Tier 1 capital	510.4	522.6	484.9	508.0	527.7	544.4	518.7	475.6
Tier 1 capital including common shares	510.4	522.6	484.9	508.0	527.7	544.4	518.7	475.6
Risk-weighted assets	4,060.9	3,944.1	3,818.7	4,020.0	4,132.3	4,131.9	3,994.9	3,987.8
Credit risk	3,910.4	3,795.7	3,672.7	3,874.5	3,987.9	3,986.9	3,848.2	3,835.9
Operational risk	150.4	148.4	146.0	145.5	144.4	144.9	146.7	151.9
[Consolidated] (% , Billion yen)	FY2019	1H FY2019	FY2020	1H FY2020	FY2021	1H FY2021	FY2022	1H FY2022
Overall capital adequacy ratio	12.88	13.62	13.04	13.02	13.50	13.90	13.83	12.76
Tier 1 ratio	12.88	13.61	13.04	13.02	13.25	13.65	13.57	12.50
Tier 1 ratio including common shares	12.88	13.61	13.04	13.02	13.25	13.65	13.57	12.50
Overall capital adequacy	526.7	539.7	502.1	526.5	561.1	578.8	557.2	513.7
Tier 1 capital	526.5	539.5	501.9	526.2	550.9	568.4	546.7	503.1
Tier 1 capital including common shares	526.5	539.5	501.9	526.2	550.9	568.4	546.7	503.1
Risk-weighted assets	4,086.7	3,962.5	3,848.5	4,041.8	4,155.6	4,164.0	4,028.6	4,024.6
Credit risk	3,928.0	3,805.7	3,693.7	3,887.5	4,002.5	4,010.1	3,872.8	3,863.4
Operational risk	158.6	156.8	154.7	154.2	153.0	153.8	155.8	161.1

Capital Allocation and Integration Risks



*1. The amount is indicated on a consolidated basis. The valuation difference on available-for-sale securities, etc. is deducted.

*2. Since the 2H FY2022, capital allocation is performed on a consolidated basis of Chugin Financial Group, Inc. Therefore, part of the Tier 2 bonds issued by the Chugoku Bank is deducted from allocation source.

(Reference) The status of IRRBB (Interest Rate Risk in the Banking Book) (consolidated) (as of end of Sep. 2022)

Maximum value of Δ EVE	25.3 billion yen
Materiality test (maximum value of Δ EVE / Tier 1 capital)	5.0%
The interest rate risk (maximum value of Δ EVE) of the Chugoku Bank was within 15% of the Tier 1 capital, and meets the requirements of the materiality test of the relevant regulations.	

[Roles of different types of capital]

(1) Allocated capital	Capital allocated to each risk up to the allocated source (Risk limit by risk category)
(2) Capital buffer	✓ To prepare for loss of capital due to stress beyond expectation
	✓ To prepare for immeasurable risks
	✓ To prepare for risks that measurement models cannot estimate
	✓ To prepare for new risk-taking, etc.

Use of Allocated Capital and Risk Exposure Assumption

Capital Allocation and Integration Risk (Supplement)

The following table indicates capital allocation and integration risks in 1H FY2022 and capital allocation in 2H FY2022.

(Billion yen)

	1H FY2022		2H FY2022			Calculation method, etc. (Supplement on measurements)						
	Value	Risk exposure (as of end of Sep. 2022)	Value	(YoY)	Major factor of change							
Allocation source	488.7		479.4	(- 9.3)		• Tier 2 bonds were added to 1H FY2022 consolidated common equity Tier 1 capital. (However, the valuation difference on available-for-sale securities, etc. was deducted.)						
Allocated capital (integration risk)	352.3	235.7	341.5	(- 10.8)								
Total market risk	230.0	135.6	209.0	(- 21.0)								
Banking	228.0	<table border="1"> <tr> <td>Interest rate risk</td> <td>48.3</td> </tr> <tr> <td>Volatility risk</td> <td>96.0</td> </tr> <tr> <td>(Correlation)</td> <td>- 8.8</td> </tr> </table>	Interest rate risk	48.3	Volatility risk	96.0	(Correlation)	- 8.8	207.0	(- 21.0)	• Shortened duration of foreign currency-denominated bonds and decreased value due to plans to decrease the balance of equity and investment trusts	<ul style="list-style-type: none"> • VaR (factored in 125-day retention period, 99.9% confidence level, and core deposits) • VaR taking into account the correlation between interest rate risk and equities (net investment) is adopted. • For cross-shareholdings, valuation gains were deducted from VaR. <ul style="list-style-type: none"> • Interest-rate-sensitive assets and liabilities including deposits, loans and bonds; assets with volatility risk including equities and investment trusts • Includes assets and liabilities belonging to consolidated subsidiaries
Interest rate risk	48.3											
Volatility risk	96.0											
(Correlation)	- 8.8											
Trading	2.0	0	2.0	(0)	—	<ul style="list-style-type: none"> • VaR (10-day retention period; 99.9% confidence level) <ul style="list-style-type: none"> • Money in trust • Trading account securities 						
Total credit risk	110.0	87.8	120.0	(+ 10.0)								
Commercial credit	90.0	71.5	100.0	(+ 10.0)	• Value increased due to plans to increase the balance of commercial credit	<ul style="list-style-type: none"> • Monte Carlo simulation UL (1-year retention period (*); 99.9% confidence level) • Requisite equity capital is partially utilized (such as securitized products). <ul style="list-style-type: none"> • Commercial credit including securities and assets possessed by consolidated subsidiaries • (* Six months for market-related credit (bonds) 						
Consumer credit	20.0	16.3	20.0	(0)	—	<ul style="list-style-type: none"> • Requisite equity capital <ul style="list-style-type: none"> • Housing loans, etc. 						
Operational risk	12.3	12.3	12.5	(+ 0.2)	—	• Posted actual risk exposure measured based on the gross profit allocation method (to be fixed by the end of 2H FY2022)						
(Unused allocated capital)		116.6										
Capital buffer	136.4		137.9	(+ 1.5)		<ul style="list-style-type: none"> • To prepare for loss of capital due to stress beyond expectation • To prepare for immeasurable risks • To prepare for risks that measurement models cannot estimate • To prepare for new risk-taking, etc. 						

Group Companies

(Million yen, %)	Business	Real ownership ratio		FY2019	1H FY2020	FY 2020	1H FY2021	FY2021	1H FY2022
Chugin Lease Co., Ltd.	Leasing	100.00	Ordinary revenue	12,038	6,370	12,453	6,534	13,339	7,006
			Ordinary profit	764	446	537	24	248	188
			Profit	523	324	382	47	195	160
Chugin Credit Guarantee Co., Ltd.	Credit assurance	100.00	Ordinary revenue	1,744	919	1,770	955	1,857	990
			Ordinary profit	1,275	623	1,288	820	1,575	825
			Profit	871	444	879	569	1,064	560
Chugin Card Co., Ltd.	Credit card	100.00	Ordinary revenue	1,626	835	1,532	760	1,486	823
			Ordinary profit	417	273	445	214	381	221
			Profit	297	201	313	163	272	171
Chugin Asset Management Co., Ltd.	Securities investment advisor	100.00	Ordinary revenue	579	309	607	323	628	317
			Ordinary profit	112	89	182	118	207	104
			Profit	83	69	134	89	150	79
Chugin Securities Co., Ltd.	Financial instrument transactions	100.00	Ordinary revenue	2,753	1,226	3,111	1,785	3,424	1,642
			Ordinary profit	- 109	- 55	236	320	541	220
			Profit	- 146	- 59	224	236	388	149
CBS Co., Ltd.	Banking operation outsourcing	100.00	Ordinary revenue	972	474	945	478	952	466
			Ordinary profit	107	57	101	52	123	78
			Profit	67	39	66	37	82	51
Chugin Operation Center Co., Ltd.	Banking operation outsourcing	100.00	Ordinary revenue	711	307	609	272	512	239
			Ordinary profit	36	20	27	13	28	13
			Profit	23	14	17	10	19	8
Chugin Capital Partners, Limited	Fund operations	100.00	Ordinary revenue	-	-	-	-	-	39
			Ordinary profit	-	-	-	-	-	10
			Profit	-	-	-	-	-	6
Chugin Human Innovations Co., Ltd.	Staff agency	100.00	Ordinary revenue	-	-	-	-	-	0
			Ordinary profit	-	-	-	-	-	- 9
			Profit	-	-	-	-	-	- 9
C Cube Consulting Co., Ltd.	Consulting	100.00	Ordinary revenue	-	-	-	-	-	6
			Ordinary profit	-	-	-	-	-	- 101
			Profit	-	-	-	-	-	- 101

Key Press Releases

2022	April 1:	Establishment of Chugin Capital Partners, Limited
	April 6:	Establishment of “TSUBASA Diversity and Inclusion Declaration”
	April 26:	Notice on winning the first prize of “R&I Fund Award 2022”
	April 27:	Reinforcement of the initiatives for sustainability management
	April 27:	Establishment of a consulting services subsidiary
	April 27:	(Progress of matters for disclosure) Trade name and corporate philosophy of the Holding Company
	May 10:	Expansion of reservation service by the Internet
	May 10:	Establishment of a new network for supporting startups “Chugin Startup Community”
	May 12:	Introduction of “TSUBASA All-purpose Paperless System” – Initiatives for eliminating paper documents and seals from banking operation –
	May 13:	Setting goals for reduction of CO ₂ emissions and sustainable financing
	May 20:	Selection of “Decarbonization Leading Areas”
	May 20:	Certification of “Forests x Decarbonization Challenge 2022” by the Forestry Agency of Japan
	May 23:	Aki Marine Products’ project was adopted as “SME’s SDGs Business Support Program” by Japan International Cooperation Agency (JICA).
	May 30:	Listing on TOKYO PRO Market of Bridge Consulting Group Inc., in which Chugin Infinity Fund invests.
	June 6:	Establishment of “Business Matching Platform” for Japanese Regional Banks based in Hong Kong
	June 6:	“Manual for Flood Damage Countermeasures for Small- and Medium-sized Companies” were made available for free by Chugin.
	June 10:	Establishment of “Chugin Future Co-creation Fund”
	June 16:	“Okayama University Pitch Contest 2022,” the first business plan contest of Okayama University
	June 30:	Cooperation with Okayama City Community General Support Center, and registration of business operator for “Okayama City Monitoring Network Business”
	July 12:	Execution of Chugin Green Loan
	August 2:	Launch of Okayama Pref’s project for activating SDGs initiative, “Mirai-e-Donburako Let’s OKAYAMA SDGs”
	August 16:	Establishment of “TSUBASA Cross-mentoring Program”
	August 18:	Launch of “Chugin Decarbonization Consulting Service”
	August 31:	Collaboration with Okayama University in “TABLE FOR TWO” (Donation Program)
	September 1:	Establishment of C Cube Consulting Co., Ltd.
	September 5:	Launch of “Chugin Business Portal” for corporate and individual business operators – To support the improvement of convenience and business efficiency of small- and medium-sized companies by digital technology
	September 15:	Approval of establishment of a holding company “Chugin Financial Group, Inc.”
	September 28:	Implementation of common inheritance procedures with nearby financial institutions.



Our challenges build our future.

Chugin Financial Group, Inc.

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