The Gunma Bank, Ltd.

Overview of Financial Results

for the Six months Ended September 30, 2025

November 10, 2025

Profit and Loss Conditions

Core business net profit excluding gains (losses) on bonds and cancellation of investment trusts amounted to 34.4 billion yen, up 8.2 billion yen year-on-year, due to increases in net interest income and non-interest business profit.
Profit attributable to owners of parent amounted 27.8 billion yen, up 4.9 billion yen year-on-year, **a record high for the second consecutive period**.

Financial Summary

(Unit : Billions of yen)

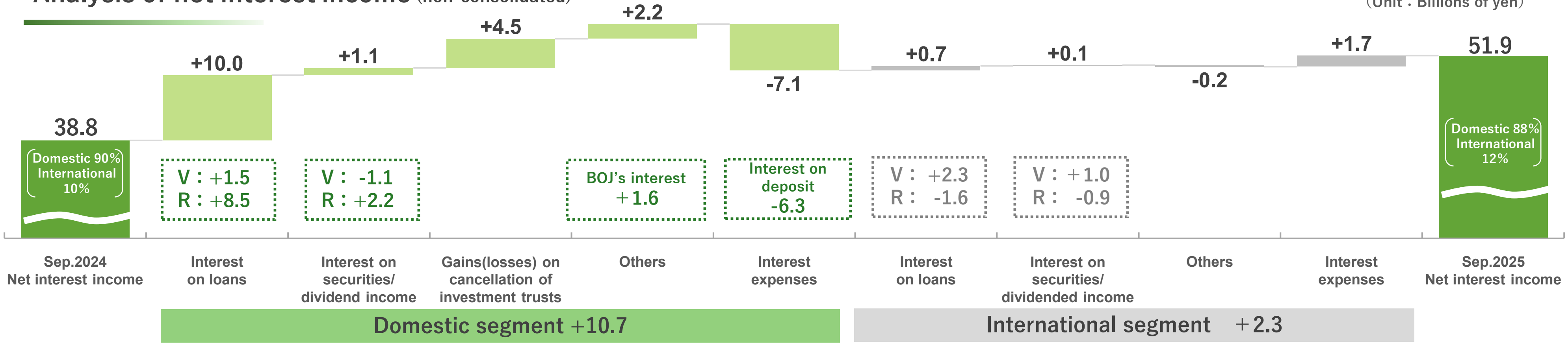
＜Consolidated＞	Sep.2025	YoY	Compared to initial plan
Core business gross profit	66.5	14.5	5.4
Net interest income	51.6	12.9	5.3
Gains (losses) on cancellation of investment trusts	2.6	4.5	3.1
Excluding gains(losses) on cancellation of investment trusts	48.9	8.4	2.1
Non-interest business profit	14.8	1.6	0.0
Expenses	29.4	1.8	-0.1
Core business net profit	37.0	12.7	5.5
Excluding gains(losses) on cancellation of investment trusts	34.4	8.2	2.4
Ordinary profit	40.5	8.3	6.0
Profit attributable to owners of parent	27.8	4.9	4.3
OHR(excluding gains on cancellation of investment trusts)	46.0%	-5.3%	
ROE(annualized rate)	9.6%	1.6%	

(Unit : Billions of yen)

＜Non-consolidated＞	Sep.2025	YoY	Compared to initial plan
Core business gross profit	62.6	14.1	5.8
Net interest income	51.9	13.0	5.3
Gains (losses) on cancellation of investment trusts	2.6	4.5	3.1
Excluding gains(losses)on cancellation of investment trusts	49.3	8.5	2.2
Non-interest business profit	10.6	1.1	0.4
Expenses	28.3	1.7	0.0
Core business net profit	34.2	12.3	5.7
Excluding gains(losses) on cancellation of investment trusts	31.6	7.8	2.6
Gains or losses on investment securities	3.4	-3.0	-0.1
Net credit costs	1.5	1.4	-0.3
Others	1.4	0.0	0.1
Ordinary profit	37.5	7.9	6.0
Net profit	25.7	5.0	4.2

Analysis of net interest income (non-consolidated)

(Unit : Billions of yen)



Status of Deposits and Loans

Promote corporate deposits in proportion to loan share. High RORA loan balance is growing steadily. Also, yields are rising.

Breakdown of deposit balance

(Unit : Billions of yen)

	Sep.2025	Compared to Sep.2024 Increase/decrease amount	(rate of change)
Deposits, etc.	8,757.1	226.9	(2.6%)
Deposits	8,537.8	274.0	(3.3%)
Of which, individuals	5,748.7	13.5	(0.2%)
Of which, corporations	2,169.1	127.1	(6.2%)
Of which, public money	383.5	90.2	(30.7%)
Negotiable Certificate deposits	219.3	-47.1	(-17.6%)

Breakdown of loan balance

(Unit : Billions of yen)

	Sep.2025	Compared to Sep.2024 Increase/decrease amount	(rate of change)
Loans	7,042.1	441.1	(6.6%)
Large enterprises	1,084.9	135.7	(14.3%)
secondtier enterprises/SMEs	2,709.1	78.4	(2.9%)
Individuals	2,534.1	74.2	(3.0%)
Of which, Housing	1,496.1	56.8	(3.9%)
Of which, Apartment	699.6	12.9	(1.8%)
Of which, Unsecured consumer	83.2	7.7	(10.3%)
Cross-border loans	246.5	59.3	(31.7%)
Structured finance	203.5	52.1	(34.4%)
Overseas branch	162.0	45.6	(39.2%)
Others(Public,etc.)	101.7	-4.4	(-4.2%)

High RORA loans

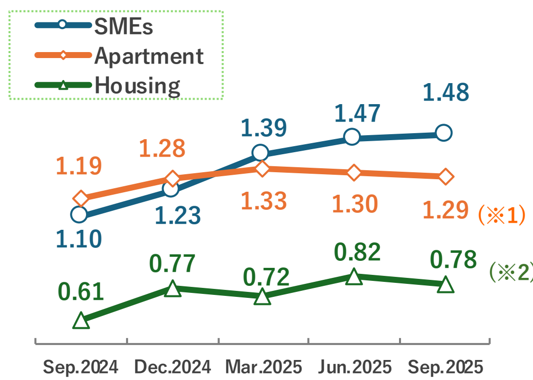
Strengthening Corporate Deposit Initiatives

(Enhancing Customer Engagement and Advancing Sales Activities)

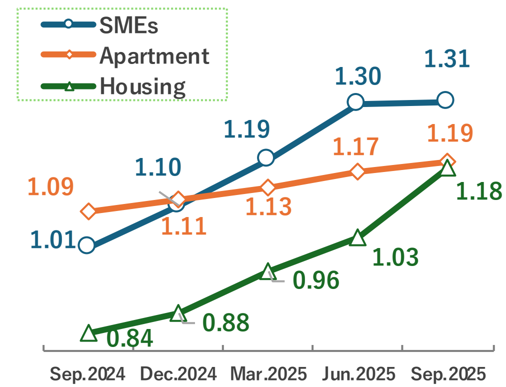
＊Major depositor	Promoting interest rate premiums for NCD and large time deposits
＊Borrower	Promote corporate deposits in proportion to loan share
＊Deposit-only clients	Initiatives to mainstream payment transactions through Non-FTF channels (Corporate Internet Banking system, etc.)

Status of yields

＜ Interest rates of new loans granted : % ＞



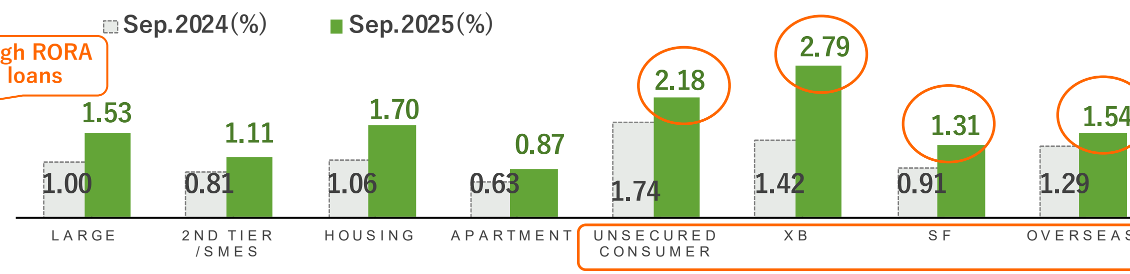
＜ Yield on loans(domestic) : % ＞



※1 Increase in the proportion of variable-rate borrowing
※2 the reduction in interest rates of the "Loan fee-based interest rate plan".

Loans' RORA

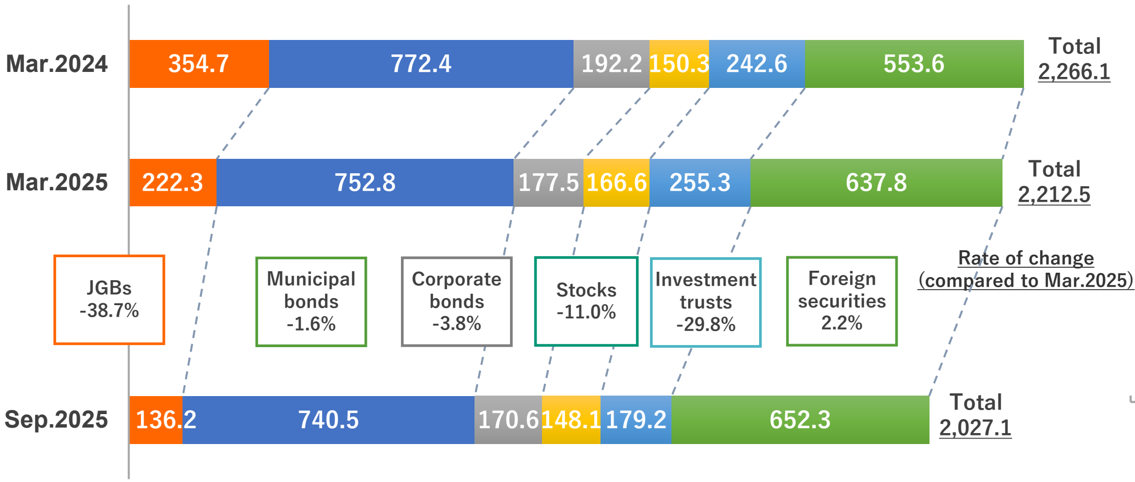
※RORA＝
(net interest income ＋ non-interest business profit－expenses－credit cost) ×(1-30.5%) / risk weighted assets



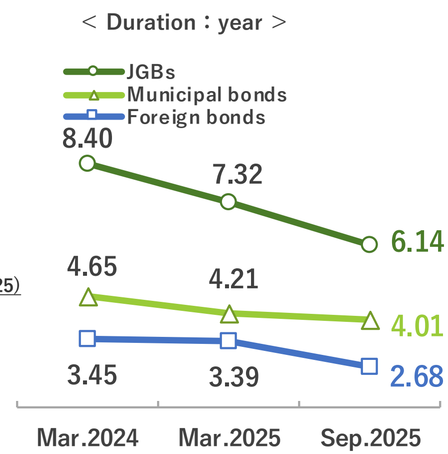
Status of Securities

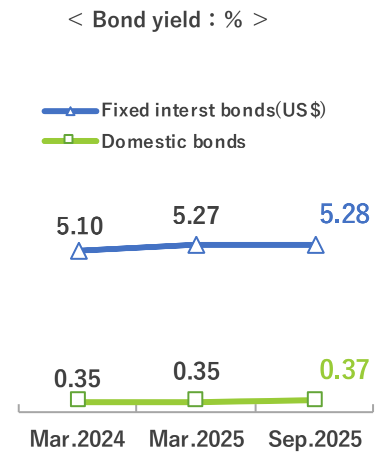
Balance (Book value basis)

(Unit : Billions of yen)



Various index





Unrealized gains (losses) valuation (BS)

(Unit : Billions of yen)

	Mar. 2025	Sep. 2025	Compared to Mar. 2025
Unrealized gains (losses) from valuation	-16.1	19.6	35.8
Domestic bonds	-56.5	-50.8	5.6
(Government bonds)	-17.4	-9.3	8.0
(Municipal bonds)	-25.6	-25.3	0.3
Others	40.3	70.5	30.2
Foreign securities	5.4	10.6	5.1
(Fixed-interest bonds(US$))	-1.2	1.4	2.7
Investment trusts, etc.	-16.6	-9.1	7.4
Stocks	51.5	69.0	17.5
(Strategically held stocks)	59.0	71.5	12.5
(Investment securities)	-7.5	-2.5	5.0

Gains (losses) on sales (PL)

(Unit : Billions of yen)

	Sep. 2024	Sep. 2025	YoY
Total (①+②)	4.5	6.0	1.5
Unrealized gains (losses) from valuation①	6.4	3.4	-3.0
Gains(losses) on bonds	-8.1	-6.5	1.6
Of which, losses on sales	-7.8	-7.1	0.7
(Losses on JGB)	-5.3	-7.1	-1.7
(Losses on foreign bonds)	-2.5	–	2.5
Gains(losses) on stocks, etc.	14.5	9.9	-4.6
Of which, gains(losses)on sale of stocks, etc.	14.5	9.9	-4.6
(Strategically held stocks)	2.5	6.7	4.1
(Investment securities)	12.0	3.2	-8.8
Gains(losses) on cancellation of investment trusts②	-1.8	2.6	4.5

Non-interest Business Profit

Non-interest business profit amounted to 14.8 billion yen, up 1.6 billion yen year-on-year.

(Unit：Billions of yen)

	Result Sep.2025	YoY	Annual plan Mar.2026	Achieving rate
Consolidated non-interest business profit	14.87	1.62	29.0	51%
Corporate service revenue	5.13	0.30	10.8	48%
Syndicate loans	1.09	0.39	1.8	61%
Business matching	0.60	0.16	1.2	50%
M&A	0.26	-0.04	0.9	29%
SDGs-related	0.62	0.30	1.3	48%
Derivatives	0.96	-0.82	2.2	44%
Real estate for sale	0.57	0.07	1.1	52%
Gungin Consulting	0.42	0.12	0.8	53%
Covenant Financing	0.21	0.02	0.4	53%
Business Insurance for Corporations	0.12	-0.02	0.2	60%
Others	0.24	0.11	0.5	48%
Deposits financial assets, etc. revenue	4.47	0.30	10.2	44%
Investment trusts commissions	0.91	-0.27	2.0	46%
Insurance sales commissions(for individuals)	1.45	0.14	3.2	45%
Gungin Securities	1.82	0.37	4.3	42%
Testamentary trusts, estate management, etc.	0.27	0.06	0.5	54%
Others	5.26	1.01	8.0	66%
Dividends of group credit life insurance	1.80	0.61	1.8	100%
Loan guarantee fee	-3.66	-0.16	-7.3	50%
Basis services	4.22	0.12	8.4	50%
Others	2.90	0.43	5.1	57%

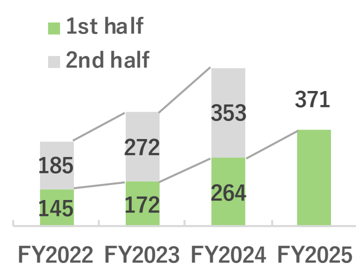
Corporate consulting

- We provide solutions by understanding customer needs and business issues (“connecting process”).
In the two and a half years since its launch, we have implemented this for a total of 10,000 companies.
We have accumulated up to 26,000 needs.

The top addressed needs are securing human resources, business efficiency improvement, reinforcement of business facilities, SDGs, treasury share transfer, channel development, M&A, etc.

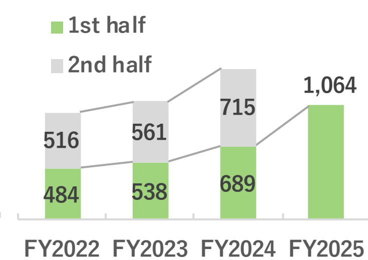
Number of business succession issues resolved

(Unit：Cases)



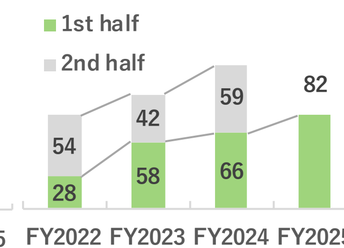
Number of business matching cases

(Unit：Cases)



Number of staffing cases closed

(Unit：Cases)

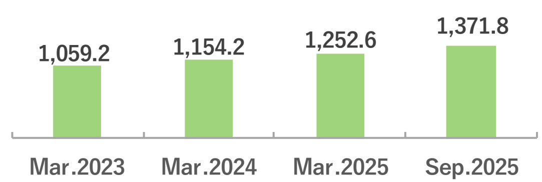


Consulting for individual clients

- In April 2025, we newly established Regional Personal Sales Dept. in seven out of 12 districts as sales bases that specialize in consulting services for asset building, asset management and asset succession.
- Gungin Securities expanded its operations (adding 9 employees in April 2025 and 14 in October; establishing a branch office within the Tatebayashi Branch in November).
Its sales network grew to 8 locations: 7 within the prefecture and 1 outside.

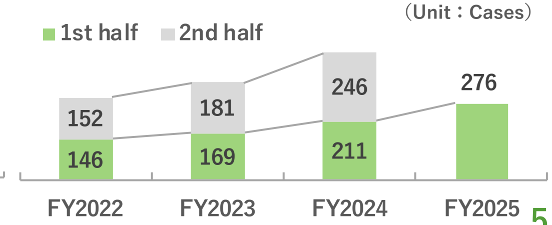
Financial assets under custody

(Unit：Billions of yen)



Inheritance-related business contracts

(Unit：Cases)



Expenses / Net credit costs

While strengthening strategic investments in areas such as personnel costs, campaigns, and digital initiatives, OHR continues to improve.
Net credit costs are low and stable.

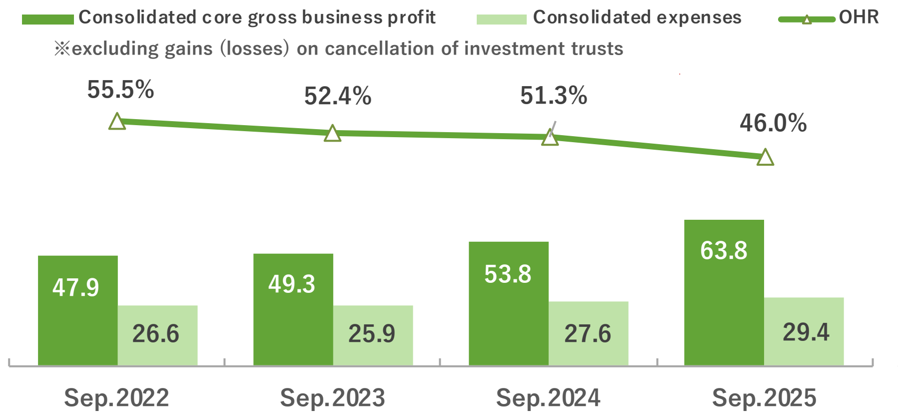
Breakdown of consolidated expenses

(Unit：Billions of yen)

	Sep. 2025	YoY	Main factors
Personnel exp.	15.4	0.8	Personnel system reform＋0.2, Base-up＋0.3
Non-personnel exp.	11.0	0.7	Campaign advertisement＋0.24, Outsourcing costs＋0.17, Depreciation (buildings and personal property)＋0.04
Taxes	1.9	0.2	Size based business tax＋0.18, Consumption tax＋0.09, Stamp tax -0.01
Subsidiaries	1.1	0.1	Gungin securities+0.16, Gungin leasing +0.04 Gungin consulting＋0.05, Consolidated offset -0.16
Total	29.4	1.8	

Status of expenses and OHR

(Unit：Billions of yen)



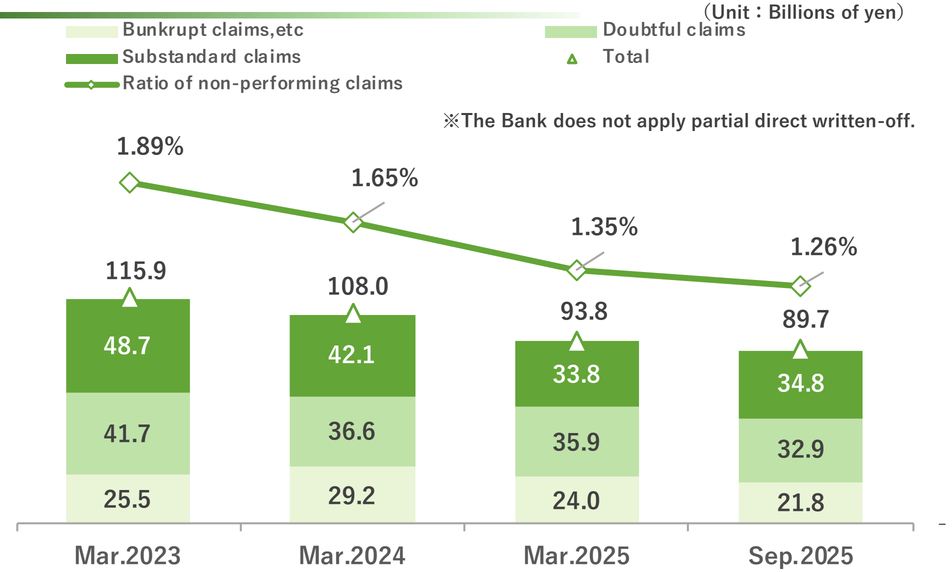
Breakdown of net credit costs

(Unit：Billions of yen)

	Mar.2024	Mar.2025	Mar.2026 (Plan)	Sep.2025
Net credit costs(non-consolidated)	0.6	2.3	2.8	1.5
Provision of general allowance for loan losses	-1.5	-1.1	-0.3	0.1
Change to the actual rate	-0.1	-0.2	0.1	0.0
DCF	-0.9	-0.3	0.2	0.2
Others	-0.5	-0.6	-0.6	-0.1
Disposal of non-performing loans	2.1	3.7	3.1	1.4
Downgrade	6.1	6.3	4.7	2.3
Collection, upgrade, etc.	-4.2	-3.0	-1.9	-1.1
Others	0.2	0.4	0.3	0.2
Recoveries of written off receivables（-）	0.0	0.2	0.0	0.0

Disclosed Claims under the Financial Reconstruction Law and Ratio to the claims（consolidated）

(Unit：Billions of yen)



Business Forecast (for the FY ending March 2026)

Profit attributable to owners of parent will amount to 55.0 billion yen. OHR will be 47.7%. ROE will be 9.5%.

(Unit：Billions of yen)

＜Conslidated＞	Mar. 2026	YoY	Compared to initial plan
Core business gross profit	129.0	21.3	6.2
Net interest income	100.0	17.9	6.2
Excluding gains(losses) on cancellation of investment trusts	97.3	12.6	2.5
Non-interest business profit	29.0	3.4	—
Expenses	60.3	5.5	1.0
Core business net profit	68.7	15.8	5.2
Excluding gains(losses) on cancellation of investment trusts	66.0	10.5	1.5
Net credit costs	3.3	0.2	-0.7
Ordinary profit	78.0	16.0	8.0
Profit attributable to owners of parent	55.0	11.1	6.0
OHR (excluding gains(losses) on cancellation of investment trusts)	47.7%	-1.9%	-0.1%
ROE	9.5%	1.8%	0.9%

(Unit：Billions of yen)

＜Non-consolidated＞	Mar. 2026	YoY	Compared to initial plan
Core business gross profit	119.9	19.2	6.2
Net interest income	100.8	18.3	6.2
Excluding gains(losses) on cancellation of investment trusts	98.1	13.0	2.5
Non-interest business profit	19.1	1.0	—
Expenses	57.7	5.0	1.0
Core business net profit	62.2	14.3	5.2
Excluding gains(losses) on cancellation of investment trusts	59.5	9.0	1.5
Gains or losses on investment securities	11.4	2.9	3.4
Net credit costs	2.8	0.5	-0.7
Ordinary profit	72.0	14.5	8.0
Net profit	51.0	10.6	6.5

【Interest rate assumption】

Assumed interest rate hike in Jan. 2026 (0.50%⇒0.75%)

The impact of no interest rate hike

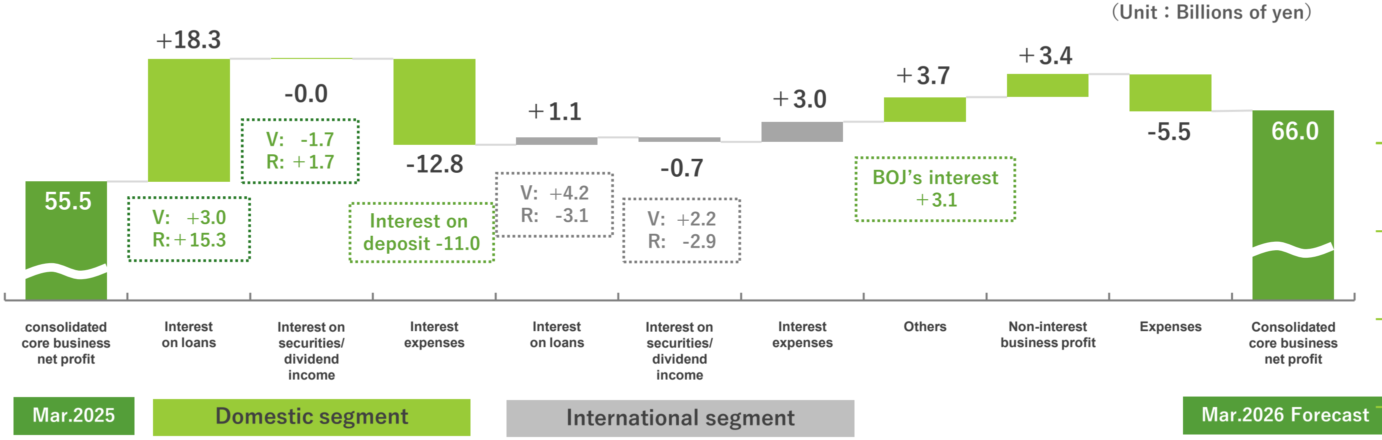
※ Net interest income(-0.7 billion yen)
Net profit(-0.5 billion yen)
⇒The impact is insignificant.

(Unit：Billions of yen)

Net interest income	- 0.7
Domestic interest on loans	- 0.4
Domestic interest on deposit	+0.5
Interest on BOJ(NET)	- 0.6
Others	- 0.2

Breakdown of changes in consolidated core business profit (excluding gains(losses) on cancellation of investment trusts)

(Unit：Billions of yen)



Average balance and yields(non-consolidated)

(Unit：Billions of yen)

	Average balance		Yields	
	Mar.2026	Rate of changes	Mar.2026	YoY
Loans	6,969.9	5.9%	1.43%	0.21%
(domestic)	6,517.4	4.9%	1.23%	0.23%
Securities	2,078.6	-6.3%	2.50%	0.36%
(domestic)	1,405.7	-11.4%	1.29%	0.47%
Deposits	8,507.0	3.4%	0.28%	0.13%
(domestic)	8,300.8	2.9%	0.19%	0.13%

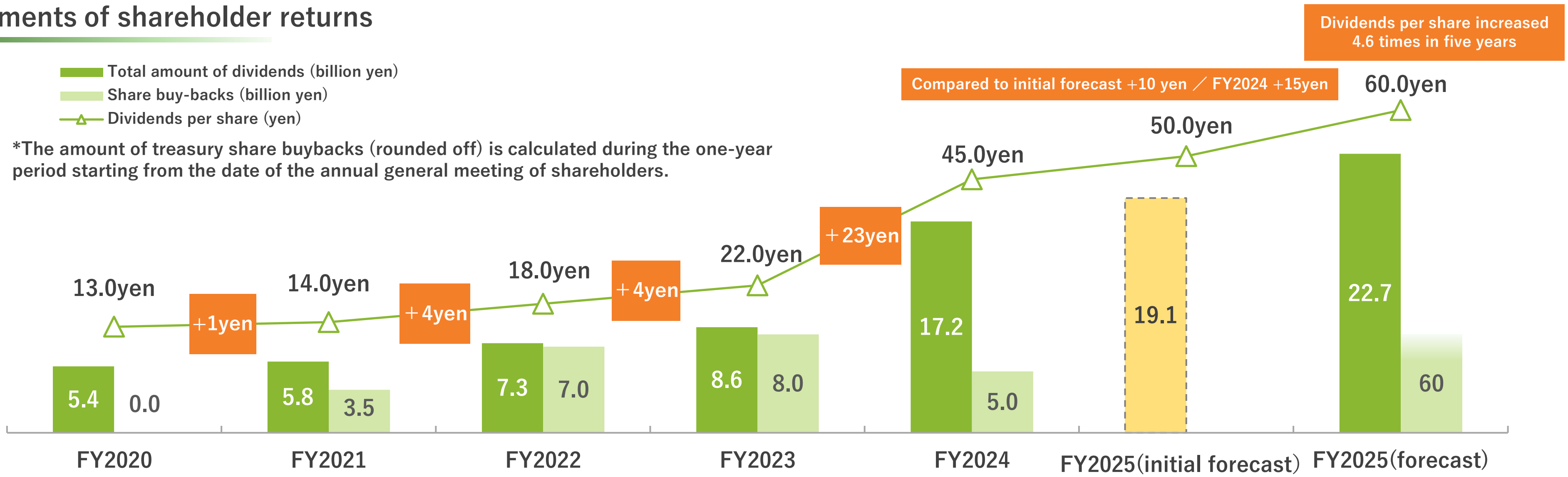
Shareholder Return

- The annual cash dividends per share will be revised to 60 yen, due to increases 5 yen in interim and in year-end. The dividends increased by 15 yen compared to the FY2024. This fiscal year, we have already repurchased ¥6 billion worth of treasury stock.

Shareholder return policy

The bank's basic policy on dividends is a progressive dividend system that aims to maintain or increase dividends. The bank strives to achieve a payout ratio of 40% of profit attributable to owners of parent and will increase dividends through profit growth. In addition, the bank will flexibly implement acquisition of treasury shares based on capital levels, capital efficiency, growth investment opportunities, and market trends.

Achievements of shareholder returns



	FY2020	FY2021	FY2022	FY2023	FY2024	FY2025(initial forecast)	FY2025(forecast)
Total amount of shareholder return	5.4billion yen	9.3billion yen	14.3billion yen	16.6billion yen	22.2billion yen	—	—
Total shareholder return ratio	46.8%	39.9%	51.4%	53.6%	50.7%	—	(52.2%forecast)
Dividend payout ratio	40.4%	22.1%	26.4%	28.1%	39.5%	39.0%	(41.5%forecast)
Return policy	Total shareholder return ratio 40% guideline				Dividend pay out ratio 40%guideline (a progressive dividend system)		
subject profit	Non-consolidated basis	Consolidated basis					

Contact for inquiries on this matter:
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