

Note: This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.



Consolidated Financial Results for the Three Months Ended June 30, 2025 [Japanese GAAP]

July 30, 2025

Company name: THE TOCHIGI BANK, LTD.

Listing: Tokyo Stock Exchange

Securities code: 8550

URL: <https://www.tochigibank.co.jp>

Representative: Hiroyuki Nakada

President

Inquiries: Kenichi Akimoto

Executive Officer, General Manager of Corporate Planning
Division

Telephone: +81-28-633-1241

Scheduled date to commence dividend payments: -

Trading accounts: None

Preparation of supplementary material on financial results: Yes

Holding of financial results briefing: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated Financial Results for the Three Months Ended June 30, 2025 (April 1, 2025 to June 30, 2025)

(1) Consolidated Operating Results

(Percentages indicate year-on-year changes.)

	Ordinary revenues		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2025	11,877	10.9	2,497	49.6	1,727	64.4
June 30, 2024	10,706	5.4	1,668	39.5	1,050	86.4

(Note) Comprehensive income: Three months ended June 30, 2025: ¥ 3,016 million [-%]
Three months ended June 30, 2024: ¥ (631) million [-%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2025	16.66	-
June 30, 2024	10.15	-

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
	Millions of yen	Millions of yen	%
As of June 30, 2025	3,579,105	155,725	4.3
March 31, 2025	3,333,907	153,093	4.5

(Reference) Equity: As of June 30, 2025: ¥ 154,123 million
As of March 31, 2025: ¥ 151,488 million

(Note) "Equity ratio" is calculated by dividing (Total net assets at end of period – Non-controlling interests at end of period) by Total assets at end of period. This "Equity ratio" is not the equity ratio provided for in the regulatory notices pertaining to capital adequacy ratio.

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
Fiscal year ended March 31, 2025	Yen -	Yen 3.50	Yen -	Yen 3.50	Yen 7.00
Fiscal year ending March 31, 2026	-				
Fiscal year ending March 31, 2026 (Forecast)		7.00	-	7.00	14.00

(Note) Revision to the forecast for dividends announced most recently: None

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2026(April 1, 2025 to March 31, 2026)

(Percentages indicate year-on-year changes.)

	Ordinary revenues		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2025	23,300	5.3	3,500	71.8	2,600	76.8	25.08
Full year	48,000	6.5	8,300	-	5,800	-	55.95

(Note) Revision to the financial results forecast announced most recently: None

* Notes:

(1) Significant changes in the scope of consolidation during the period: None

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates, and restatement

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

2) Changes in accounting policies due to other reasons: None

3) Changes in accounting estimates: None

4) Restatement: None

(4) Number of issued shares (common shares)

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

June 30, 2025: 109,608,000 shares

March 31, 2025: 109,608,000 shares

2) Number of treasury shares at the end of the period:

June 30, 2025: 5,942,332 shares

March 31, 2025: 5,942,239 shares

3) Average number of shares outstanding during the period:

Three months ended June 30, 2025: 103,665,728 shares

Three months ended June 30, 2024: 103,572,411 shares

(Note) The Bank has introduced board benefit trust (BBT). The total number of treasury shares at the end of period includes shares of the Bank (1,427,800 shares as of March 31, 2025, 1,427,800 shares as of June 30, 2025) held by BBT. The average number of shares during the period includes the average number of shares (1,456,961 shares during the year ended March 31, 2025, 1,427,800 shares during three months ended June 30, 2025) held by BBT as the treasury shares to be deducted.

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

* Proper use of earnings forecasts, and other special matters

The financial results forecast and other forward-looking statements herein are based on information currently available to the Bank and certain assumptions deemed reasonable. Actual results, etc. may differ significantly due to various factors.

Table of Contents - Attachments

1. Overview of Operating Results	2
(1) Overview of Operating Results for the Period under Review	2
(2) Overview of Financial Position for the Period under Review	2
(3) Explanation of Consolidated Financial Results Forecasts and Other Forward-looking Information	2
2. Quarterly Consolidated Financial Statements and Principal Notes.....	3
(1) Quarterly Consolidated Balance Sheets	3
(2) Quarterly Consolidated Statements of Income and Comprehensive Income	5
Quarterly Consolidated Statements of Income	
For the three months ended June 30, 2025.....	5
Quarterly Consolidated Statements of Comprehensive Income	
For the three months ended June 30, 2025.....	6
(3) Notes to Quarterly Consolidated Financial Statements.....	7
(Notes on going concern assumption).....	7
(Notes to significant changes to amount of shareholders' equity)	7
(Additional information).....	7
(Notes to segment information, etc.).....	8
(Notes to statements of cash flows)	10
3. Reference Information	11
(1) Status of Profit and Loss for the Three Months Ended June 30, 2025 [Non-consolidated]	11
(2) Status of Loans Based on the Banking Act and the Financial Reconstruction Act	
[Non-consolidated] [Consolidated]	12
(3) Capital Adequacy Ratio (domestic standard) [Non-consolidated] [Consolidated]	13
(4) Valuation Gain and Loss on Securities with Market Value [Non-consolidated]	13
(5) Balance of Deposits and Loans [Non-consolidated]	14

1. Overview of Operating Results

(1) Overview of Operating Results for the Period under Review

The financial results during the three months ended June 30, 2025 were as follows:

Ordinary income increased by 1,170 million yen year on year to 11,877 million yen due in part to increases in interest income, primarily driven by interest on loans and discounts. Ordinary expenses increased by 341 million yen year on year to 9,380 million yen due in part to increases in interest expenses, primarily driven by interest on deposits, despite a decrease in loss on sale of securities.

As a result, ordinary profit amounted to 2,497 million yen and profit attributable to owners of parent amounted to 1,727 million yen.

The operating results by segment are as follows:

In the Banking Business, ordinary income increased by 1,039 million yen year on year to 10,571 million yen, and segment profit increased by 778 million yen year on year to 2,387 million yen.

In the Financial Instruments Business, ordinary income increased by 22 million yen to 576 million yen, and segment profit increased by 15 million yen to 82 million yen.

In the Others, which is not included in the reportable segments but includes income from the leasing and credit card businesses of the consolidated subsidiaries, ordinary income increased by 124 million yen year on year to 1,029 million yen, and segment profit increased by 35 million yen year on year to 55 million yen.

(2) Overview of Financial Position for the Period under Review

Assets at the end of the first quarter of the fiscal year under review increased by 245.1 billion yen from the end of the previous fiscal year to 3,579.1 billion yen due in part to increases in loans and bills discounted. Liabilities increased by 242.5 billion yen from the end of the previous fiscal year to 3,423.3 billion yen due in part to an increase in deposits. Net assets increased by 2.6 billion yen from the end of the previous fiscal year to 155.7 billion yen due in part to an increase in retained earnings.

The status of main accounts is as follows:

(i) Deposits

The balance of deposits increased by 42.2 billion yen from the end of the previous fiscal year to 3,159.8 billion yen due in part to an increase in corporate deposits.

(ii) Loans and bills discounted

The balance of loans and bills discounted increased by 139.6 billion yen from the end of the previous fiscal year to 2,328.9 billion yen.

(iii) Securities

The balance of securities increased by 11.1 billion yen from the end of the previous fiscal year to 384.6 billion yen.

(3) Explanation of Consolidated Financial Results Forecasts and Other Forward-looking Information

The status of profit and loss during the three months ended June 30, 2025 has been steady, and there is no change to the financial results forecast announced on May 9, 2025.

Quarterly Consolidated Financial Statements and Primary Notes
Quarterly Consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
Assets		
Cash and due from banks	699,674	799,458
Call loans and bills bought	973	957
Trading securities	4	60
Money held in trust	513	507
Securities	373,527	384,684
Loans and bills discounted	2,189,275	2,328,913
Foreign exchanges	745	778
Other assets	30,598	24,920
Tangible fixed assets	25,168	25,943
Intangible fixed assets	1,152	1,202
Retirement benefit asset	15,507	15,769
Deferred tax assets	5,417	4,300
Customers' liabilities for acceptances and guarantees	2,326	2,515
Allowance for loan losses	(10,978)	(10,906)
Total assets	3,333,907	3,579,105
Liabilities		
Deposits	3,117,583	3,159,869
Negotiable certificates of deposit	1,000	1,800
Call money and bills sold	-	88,900
Cash collateral received for securities lent	-	107,261
Borrowed money	33,364	33,136
Foreign exchanges	-	0
Other liabilities	23,690	27,623
Provision for bonuses	844	245
Provision for bonuses for directors (and other officers)	9	2
Retirement benefit liability	279	284
Provision for retirement benefits for directors (and other officers)	7	4
Provision for share awards for directors (and other officers)	169	199
Provision for reimbursement of deposits	247	247
Provision for contingent loss	419	416
Reserves under special laws	14	14
Deferred tax liabilities for land revaluation	857	857
Acceptances and guarantees	2,326	2,515
Total liabilities	3,180,813	3,423,379

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
Net assets		
Share capital	27,408	27,408
Capital surplus	30,036	30,036
Retained earnings	96,419	97,778
Treasury shares	(2,288)	(2,288)
Total shareholders' equity	151,576	152,935
Valuation difference on available-for-sale securities	(6,618)	(5,282)
Deferred gains or losses on hedges	1,108	1,361
Revaluation reserve for land	(661)	(661)
Remeasurements of defined benefit plans	6,084	5,770
Total accumulated other comprehensive income	(87)	1,187
Non-controlling interests	1,604	1,602
Total net assets	153,093	155,725
Total liabilities and net assets	3,333,907	3,579,105

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statement of Income

For the three months ended June 30, 2025

(Millions of yen)

	For the three months ended June 30, 2024	For the three months ended June 30, 2025
Ordinary income	10,706	11,877
Interest income	6,643	8,351
Interest on loans and discounts	5,333	6,731
Interest and dividends on securities	1,018	701
Fees and commissions	2,407	2,329
Other ordinary income	168	173
Other income	1,487	1,022
Ordinary expenses	9,038	9,380
Interest expenses	157	1,603
Interest on deposits	121	1,310
Fees and commissions payments	1,005	1,032
Other ordinary expenses	558	17
General and administrative expenses	5,689	5,831
Other expenses	1,627	895
Ordinary profit	1,668	2,497
Extraordinary income	61	43
Gain on disposal of non-current assets	61	43
Extraordinary losses	2	1
Loss on disposal of non-current assets	1	1
Provision of reserve for financial instruments transaction liabilities	0	-
Profit before income taxes	1,727	2,539
Income taxes - current	205	251
Income taxes - deferred	463	547
Total income taxes	669	798
Profit	1,058	1,741
Profit attributable to non-controlling interests	7	13
Profit attributable to owners of parent	1,050	1,727

Quarterly Consolidated Statement of Comprehensive Income
For the three months ended June 30, 2025

(Millions of yen)

	For the three months ended June 30, 2024	For the three months ended June 30, 2025
Profit	1,058	1,741
Other comprehensive income	(1,690)	1,275
Valuation difference on available-for-sale securities	(1,484)	1,336
Deferred gains or losses on hedges	-	252
Remeasurements of defined benefit plans, net of tax	(205)	(313)
Comprehensive income	(631)	3,016
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(639)	3,002
Comprehensive income attributable to non-controlling interests	7	13

(3)Notes to Quarterly Consolidated Financial Statements

(Notes on going concern assumption)

Not applicable.

(Notes to significant changes in shareholders' equity)

Not applicable.

(Additional information)

(Performance-linked share-based remuneration plan using board benefit trust)

The Bank has introduced a board benefit trust (hereinafter, the “BBT”) as a performance-linked share-based remuneration plan. The objective of the BBT is to further clarify the link between remuneration provided to Directors of the Bank (excluding Outside Directors) and the Bank’s business performance and share value and thereby increase Directors’ motivation to contribute to improving the Bank’s medium- to long-term business performance and increasing its corporate value by sharing with shareholders not only benefits of share price increases but also risks associated with share price declines.

(i) Overview of the BBT

The BBT is a performance-linked share-based remuneration plan under which shares of the Bank are acquired through a trust (hereinafter, the trust established under the BBT is referred to as the “Trust”) using money contributed by the Bank as the funds, and shares of the Bank and money equivalent to the amount of shares of the Bank converted based on fair value (hereinafter, “Shares of the Bank, etc.”) are delivered to Directors through the Trust in accordance with the Regulations on Share Delivery to Officers stipulated by the Bank. In principle, Directors receive delivery of Shares of the Bank, etc. when they retire from office as Director.

(ii) Shares of the Bank remaining in the Trust

Shares of the Bank remaining in the Trust are recorded as treasury shares under shareholders' equity, and the book value and number of said treasury shares as of the end of the first quarter of the fiscal year under review were 411 million yen and 1,427 thousand shares (411 million yen and 1,427 thousand shares as of the end of the fiscal year ended March 31, 2025), respectively.

(Notes to segment information, etc.)

Segment information

For the three months ended June 30, 2024 (from April 1, 2024 to June 30, 2024)

1. Information concerning amount of ordinary income, and profit or loss by reportable segment

(Million yen)

	Reportable segment			Others	Total	Adjustments	Amount recorded in Quarterly Consolidated Statements of Income
	Banking Business	Financial Instruments Business	Total				
Ordinary income							
Ordinary income from outside customers	9,404	553	9,958	748	10,706	—	10,706
Inter-segment ordinary income	126	0	127	155	283	(283)	—
Total	9,531	553	10,085	904	10,990	(283)	10,706
Segment profit	1,609	67	1,677	19	1,697	(28)	1,668

(Notes) 1. Ordinary income is stated for each segment in lieu of net sales of general companies.

2. “Others” is a business segment that is not included in the reportable segments, which is comprised of the leasing business, the credit card business, etc.

3. The negative adjustment of (28) million yen in segment profit is due to elimination of intersegment transactions.

4. Segment profit is adjusted with ordinary profit in the Quarterly Consolidated Statements of Income.

2. Information concerning impairment losses on fixed assets and goodwill by reportable segment

(Significant impairment losses on fixed assets)

Not applicable.

(Significant changes in the amount of goodwill)

Not applicable.

(Significant gain on negative goodwill)

Not applicable.

For the three months ended June 30, 2025 (from April 1, 2025 to June 30, 2025)

1. Information concerning amount of ordinary income, and profit or loss by reportable segment

(Million yen)

	Reportable segment			Others	Total	Adjustments	Amount recorded in Quarterly Consolidated Statements of Income
	Banking Business	Financial Instruments Business	Total				
Ordinary income							
Ordinary income from outside customers	10,429	576	11,006	871	11,877	-	11,877
Inter-segment ordinary income	141	-	141	159	300	(300)	-
Total	10,571	576	11,147	1,030	12,177	(300)	11,877
Segment profit	2,387	82	2,470	55	2,525	(28)	2,497

- (Notes)
1. Ordinary income is stated for each segment in lieu of net sales of general companies.
 2. "Others" is a business segment that is not included in the reportable segments, which is comprised of the leasing business, the credit card business, etc.
 3. The adjustment of (28) million yen in segment profit is due to elimination of intersegment transactions.
 4. Segment profit is adjusted with ordinary profit in the Quarterly Consolidated Statements of Income.

2. Information concerning impairment losses on fixed assets and goodwill by reportable segment

(Significant impairment losses on fixed assets)

Not applicable.

(Significant changes in the amount of goodwill)

Not applicable.

(Significant gain on negative goodwill)

Not applicable.

(Notes to statements of cash flows)

Quarterly consolidated statements of cash flows for the three months ended June 30, 2025 have not been prepared. Depreciation (including amortization related to intangible fixed assets) for the three months ended June 30, 2025 is as follows.

	(Million yen)	
	For the three months ended June 30, 2024	For the three months ended June 30, 2025
Depreciation	343	363

3. Reference Information

(1) Status of Profit and Loss for the Three Months Ended June 30, 2025[Non-consolidated]

[Non-consolidated]

(Million yen)

	Three months ended June 30, 2025 (A)	Three months ended June 30, 2024 (B)	Changes (A) - (B)
Gross operating profit	7,740	7,038	702
(Excluding gains (losses) on government bonds and other securities)	7,740	7,591	149
Net interest income	6,791	6,507	283
Fees and commissions income	955	1,067	(111)
Other operating income	(7)	(537)	529
Expenses (excluding extraordinary adjustments)	5,674	5,436	238
Core net business profit	2,066	2,155	(88)
Core net business profit (excluding gains (losses) from cancellation of investment trust)	2,011	1,954	56
Gains (losses) on government bonds and other securities	—	(552)	552
Substantial net business profit	2,066	1,602	463
Provision of general allowance for loan losses (1)	—	71	(71)
Net business profit	2,066	1,531	534
Unusual profits and losses	307	43	264
Bad loans disposed (2)	210	270	(59)
(Costs for loans written-off (1) + (2))	210	341	(130)
Gains (losses) related to equity securities	—	(178)	178
Loss on devaluation of equity securities	—	—	—
Ordinary profit	2,374	1,575	799
Extraordinary income and losses	38	58	(19)
Profit before income taxes	2,412	1,633	779
Income taxes – current	189	171	17
Income taxes – deferred	528	432	96
Total income taxes	718	604	113
Profit	1,694	1,029	665

(2) Status of Loans Based on the Banking Act and the Financial Reconstruction Act

[Non-consolidated]

(Million yen)

	June 30, 2025	June 30, 2024	March 31, 2025
Bankrupt and quasi-bankrupt loans	2,272	1,992	2,089
Doubtful loans	44,665	40,414	44,190
Special attention loans	1,280	1,339	801
Accruing loans contractually past due 3 months or more	56	95	28
Restructured loans	1,224	1,244	772
Subtotal (A)	48,218	43,747	47,081
Normal assets	2,312,497	2,058,345	2,172,866
Total (total claims)(B)	2,360,715	2,102,093	2,219,947
Ratio to total claims(A)/(B)	2.04%	2.08%	2.12%

[Consolidated]

(Million yen)

	June 30, 2025	June 30, 2024	March 31, 2025
Bankrupt and quasi-bankrupt loans	2,377	2,116	2,220
Doubtful loans	44,766	40,516	44,291
Special attention loans	1,280	1,340	801
Accruing loans contractually past due 3 months or more	56	95	28
Restructured loans	1,224	1,244	772
Subtotal (A)	48,424	43,973	47,313
Normal assets	2,308,098	2,057,140	2,169,033
Total (total claims)(B)	2,356,522	2,101,114	2,216,347
Ratio to total claims(A)/(B)	2.05%	2.09%	2.13%

(3) Capital Adequacy Ratio (domestic standard)

[Non-consolidated]

(Million yen, %)

	June 30, 2025	March 31, 2025
(1) Capital adequacy ratio (2) / (3)	9.78	9.85
(2) Non-consolidated equity capital	138,349	137,056
(3) Risk assets	1,413,725	1,390,258
(4) Total non-consolidated equity capital requirements (3) × 4%	56,549	55,610

[Consolidated]

(Million yen, %)

	June 30, 2025	March 31, 2025
(1) Capital adequacy ratio (2) / (3)	10.07	10.10
(2) Non-consolidated equity capital	143,681	142,322
(3) Risk assets	1,426,684	1,408,722
(4) Total consolidated equity capital requirements (3) × 4%	57,067	56,348

(4) Valuation Gain and Loss on Securities with Market Value [Non-consolidated]

[Non-consolidated]

(Million yen)

	June 30, 2025		June 30, 2024		March 31, 2025	
	Martet value	Valuation gains and losses	Martet value	Valuation gains and losses	Martet value	Valuation gains and losses
Available-for-sale securities	379,549	(7,786)	602,135	(35,248)	368,571	(9,739)
Stocks	8,545	2,304	11,526	3,993	8,241	1,999
Bonds	335,300	(9,596)	334,163	(19,840)	325,066	(10,583)
Others	35,703	(493)	256,445	(19,402)	35,263	(1,156)

(Note 1) Valuation gains and losses on other securities are calculated as the difference between the book value on the balance sheet (market value) and the acquisition cost.

(Note 2) The total valuation gains and losses, including those from deferred hedges through interest rate swaps aimed at reducing interest rate risk, combined with those from other marketable securities, are as follows.

(Million yen)

	June 30, 2025		June 30, 2024		March 31, 2025	
Valuation gains and loss on rate swaps		1,984		—		1,615
Total of Valuation Gain and Loss on Securities with Market Value		(5,802)		(35,248)		(8,123)

(Note 3) Unrealized gains (losses) on bonds held to maturity are as follows:

(Million yen)

	June 30, 2025		June 30, 2024		March 31, 2025	
	Book value	Unrealized gains (losses)	Book value	Unrealized gains (losses)	Book value	Unrealized gains (losses)
Bonds held to maturity	—	—	—	—	—	—

(5) Balance of Deposits and Loans [Non-consolidated]

[Non-consolidated]

(Million yen)

	June 30, 2025	June 30, 2024	March 31, 2025
Deposits	3,162,455	3,183,618	3,121,185
Of which, personal deposits	2,526,295	2,537,518	2,522,849
Loans and bills discounted	2,333,107	2,072,234	2,192,877
Of which, housing loans	609,902	605,932	610,964

*Excluding negotiable certificates of deposit.

For additional information, please contact:

Mr. Akimoto, Mr. Saito, or Mr. Iwamoto, Corporate Planning Division, at +81-28-633-1455 (phone)