

November 14, 2023

Consolidated Financial Results

for the First Half of Fiscal 2023 ended September 30, 2023

[under Japanese GAAP]

Company Name : **The Tokyo Star Bank, Limited**

(URL <https://www.tokyostarbank.co.jp/>)

Headquarters : Tokyo

Notes: - The financial results presented here are not subject to certified public accountant's or audit firm's audits.
- The amounts are rounded down to the nearest million of yen.

1. Summary of Consolidated Financial Results for the First Half of Fiscal 2023 ended September 30, 2023

(1) Operating Results

(Millions of yen except per share data and percentages)

	For the six months ended	
	September 30, 2023	September 30, 2022
Ordinary income	26,013	23,456
Change from the previous period	10.8%	10.1%
Ordinary profit	4,147	2,496
Change from the previous period	66.1%	365.3%
Net income attributable to owners of the parent	2,780	1,108
Change from the previous period	150.8%	151.7%
Net income per common share (yen)	3,972.36	1,583.31
Diluted net income per common share (yen)	—	—

Note: Comprehensive income for the six months ended :

September 30, 2023 : 2,345 million yen — %

September 30, 2022 : (82) million yen — %

(2) Financial Conditions

(Millions of yen except percentages)

	As of	
	September 30, 2023	March 31, 2023
Total assets	2,219,219	2,171,167
Net assets	170,742	168,397
Ratio of net assets to total assets	7.6%	7.7%

Notes: 1. Net assets, excluding Stock acquisition rights and Non-controlling interests, as of :

September 30, 2023 : 170,742 million yen

March 31, 2023 : 168,397 million yen

2. Ratio of net assets to total assets = Net assets / Total assets X 100

2. Notes

(1) **Significant Change in the Scope of Consolidation** : No
There is no changes in material subsidiaries accompanying significant change in the scope of consolidation.

(2) **Changes in Accounting Policies, Changes in Accounting Estimates and Correction of Prior Period Errors for Consolidated Financial Statements**

(a) Changes in accounting policies due to revision of accounting standards etc. : No
(b) Changes in accounting policies other than (a) above : No
(c) Changes in accounting estimates : No
(d) Correction of prior period errors : No

(3) **Number of Shares Outstanding (Common stock)**

(a) Number of Shares Outstanding as of :
September 30, 2023 : 700,000 shares
March 31, 2023 : 700,000 shares
(b) Number of Treasury Shares Outstanding as of :
September 30, 2023 : — shares
March 31, 2023 : — shares
(c) Average Number of Shares Outstanding for the six months ended :
September 30, 2023 : 700,000 shares
September 30, 2022 : 700,000 shares

(Reference)

1. Summary of Non-Consolidated Financial Results for the First Half of Fiscal 2023 ended September 30, 2023

(1) **Operating Results** (Millions of yen except per share data and percentages)

	For the six months ended	
	September 30, 2023	September 30, 2022
Ordinary income	25,954	23,398
Change from the previous period	10.9%	10.2%
Ordinary profit	3,861	2,128
Change from the previous period	81.4%	—
Net income	2,600	894
Change from the previous period	190.7%	685.5%
Net income per common share (yen)	3,715.60	1,277.90

(2) **Financial Conditions** (Millions of yen except percentages)

	As of	
	September 30, 2023	March 31, 2023
Total assets	2,217,447	2,169,252
Net assets	161,570	159,404
Ratio of net assets to total assets	7.2%	7.3%

Notes: 1. Net assets, excluding Stock acquisition rights, as of :
September 30, 2023 : 161,570 million yen
March 31, 2023 : 159,404 million yen
2. Ratio of net assets to total assets = Net assets / Total assets X 100

Consolidated Financial Statements

1. Consolidated balance sheets

(Millions of yen)	As of	
	March 31, 2023	September 30, 2023
Assets		
Cash and due from banks	455,199	473,416
Call loans	3,000	—
Monetary claims bought	13,031	22,406
Securities	180,314	212,612
Loans and bills discounted	1,431,282	1,432,524
Foreign exchanges	12,433	6,997
Other assets	66,089	63,370
Tangible fixed assets	3,364	3,096
Intangible fixed assets	7,733	7,018
Deferred tax assets	5,725	6,141
Customers' liabilities for acceptances and guarantees	9,691	9,274
Allowance for loan losses	(16,699)	(17,639)
Total assets	2,171,167	2,219,219
Liabilities		
Deposits	1,611,521	1,721,307
Negotiable certificates of deposits	210,100	152,200
Call money	133,059	104,500
Payables under repurchase agreements	—	21,184
Foreign exchanges	82	207
Other liabilities	37,154	38,371
Provision for bonuses	798	1,123
Provision for directors' bonuses	159	74
Provision for directors' retirement benefits	153	185
Provision for losses on dormant deposit repayments	43	43
Provision for possible losses on refund of interest	4	4
Acceptances and guarantees	9,691	9,274
Total liabilities	2,002,770	2,048,477
Net assets		
Capital stock	26,000	26,000
Capital surplus	24,000	24,000
Retained earnings	119,425	122,206
Total shareholders' equity	169,425	172,206
Valuation difference on available-for-sale securities	(1,028)	(1,464)
Total accumulated other comprehensive income	(1,028)	(1,464)
Total net assets	168,397	170,742
Total liabilities and net assets	2,171,167	2,219,219

2. Consolidated statements of income

(Millions of yen)	For six months ended	
	September 30, 2022	September 30, 2023
Ordinary income	23,456	26,013
Interest income	16,498	21,395
Interest on loans and discounts	13,724	16,061
Interest and dividends on securities	2,254	4,444
Fees and commissions	3,181	3,193
Other ordinary income	2,768	900
Other income	1,007	522
Ordinary expenses	20,960	21,865
Interest expenses	1,336	2,933
Interest on deposits	929	2,017
Fees and commissions payments	1,770	1,746
Other ordinary expenses	1,262	505
General and administrative expenses	14,537	15,142
Other expenses	2,052	1,537
Ordinary profit	2,496	4,147
Extraordinary income	—	—
Extraordinary loss	68	53
Income before income taxes	2,428	4,094
Income taxes-current	1,491	1,537
Income taxes-deferred	(171)	(223)
Total income taxes	1,319	1,313
Net income	1,108	2,780
Net income attributable to non-controlling interests	—	—
Net income attributable to owners of the parent	1,108	2,780

3. Consolidated statements of comprehensive income

(Millions of yen)	For six months ended	
	September 30, 2022	September 30, 2023
Net income	1,108	2,780
Other comprehensive income	(1,190)	(435)
Valuation difference on available-for-sale securities	(1,190)	(435)
Comprehensive income	(82)	2,345
Comprehensive income attributable to owners of the parent	(82)	2,345
Comprehensive income attributable to non-controlling interests	—	—

4. Consolidated statements of changes in net assets

For six months ended September 30, 2022

(Millions of yen)

	Shareholders' equity				Accumulated other comprehensive income		Total net assets
	Capital stock	Capital surplus	Retained earnings	Total	Valuation difference on available-for-sale securities	Total	
Balance at the beginning of current period	26,000	24,000	114,467	164,467	(364)	(364)	164,102
Changes of items during the period							
Net income attributable to owners of the parent	—	—	1,108	1,108	—	—	1,108
Net changes of items other than shareholders' equity	—	—	—	—	(1,190)	(1,190)	(1,190)
Total changes of items during the period	—	—	1,108	1,108	(1,190)	(1,190)	(82)
Balance at the end of current period	26,000	24,000	115,575	165,575	(1,555)	(1,555)	164,020

For six months ended September 30, 2023

(Millions of yen)

	Shareholders' equity				Accumulated other comprehensive income		Total net assets
	Capital stock	Capital surplus	Retained earnings	Total	Valuation difference on available-for-sale securities	Total	
Balance at the beginning of current period	26,000	24,000	119,425	169,425	(1,028)	(1,028)	168,397
Changes of items during the period							
Net income attributable to owners of the parent	—	—	2,780	2,780	—	—	2,780
Net changes of items other than shareholders' equity	—	—	—	—	(435)	(435)	(435)
Total changes of items during the period	—	—	2,780	2,780	(435)	(435)	2,345
Balance at the end of current period	26,000	24,000	122,206	172,206	(1,464)	(1,464)	170,742

5. Going concern assumption

There is no applicable information.

Non-consolidated Financial Statements

1. Non-consolidated balance sheets

(Millions of yen)	As of	
	March 31, 2023	September 30, 2023
Assets		
Cash and due from banks	455,185	473,404
Call loans	3,000	—
Monetary claims bought	13,031	22,406
Securities	184,624	216,924
Loans and bills discounted	1,428,565	1,429,691
Foreign exchanges	12,433	6,997
Other assets	66,058	63,340
Tangible fixed assets	3,318	3,055
Intangible fixed assets	7,693	6,983
Deferred tax assets	5,146	5,525
Customers' liabilities for acceptances and guarantees	4,161	3,840
Allowance for loan losses	(13,965)	(14,721)
Total assets	2,169,252	2,217,447
Liabilities		
Deposits	1,624,246	1,734,139
Negotiable certificates of deposits	210,100	152,200
Call money	133,059	104,500
Payables under repurchase agreements	—	21,184
Foreign exchanges	82	207
Other liabilities	37,048	38,383
Provision for bonuses	793	1,118
Provision for directors' bonuses	159	74
Provision for directors' retirement benefits	153	185
Provision for losses on dormant deposit repayments	43	43
Acceptances and guarantees	4,161	3,840
Total liabilities	2,009,848	2,055,877
Net assets		
Capital stock	26,000	26,000
Capital surplus	24,000	24,000
Legal capital surplus	24,000	24,000
Retained earnings	110,433	113,034
Legal retained earnings	2,000	2,000
Other retained earnings	108,433	111,034
Retained earnings brought forward	108,433	111,034
Total shareholders' equity	160,433	163,034
Valuation difference on available-for-sale securities	(1,028)	(1,464)
Total valuation and translation adjustments	(1,028)	(1,464)
Total net assets	159,404	161,570
Total liabilities and net assets	2,169,252	2,217,447

2. Non-consolidated statements of income

(Millions of yen)	For six months ended	
	September 30, 2022	September 30, 2023
Ordinary income	23,398	25,954
Interest income	16,468	21,366
Interest on loans and discounts	13,702	16,041
Interest and dividends on securities	2,245	4,435
Fees and commissions	3,153	3,164
Other ordinary income	2,768	900
Other income	1,007	522
Ordinary expenses	21,269	22,092
Interest expenses	1,336	2,933
Interest on deposits	929	2,017
Fees and commissions payments	2,776	2,785
Other ordinary expenses	1,262	505
General and administrative expenses	14,382	14,980
Other expenses	1,511	887
Ordinary profit	2,128	3,861
Extraordinary income	—	—
Extraordinary loss	68	53
Income before income taxes	2,060	3,808
Income taxes-current	1,323	1,393
Income taxes-deferred	(158)	(186)
Total income taxes	1,165	1,207
Net income	894	2,600

3. Non-consolidated statements of changes in net assets

For six months ended September 30, 2022

(Millions of yen)

	Shareholders' equity						
	Capital stock	Capital surplus		Retained earnings			Total shareholders' equity
		Legal capital surplus	Total capital surplus	Legal retained earnings	Other retained earnings	Total retained earnings	
Balance at the beginning of current period	26,000	24,000	24,000	2,000	103,997	105,997	155,997
Changes of items during the period							
Net income	—	—	—	—	894	894	894
Net changes of items other than shareholders' equity	—	—	—	—	—	—	—
Total changes of items during the period	—	—	—	—	894	894	894
Balance at the end of current period	26,000	24,000	24,000	2,000	104,891	106,891	156,891

	Valuation and translation adjustments		Total net assets
	Valuation difference on available-for-sale securities	Total valuation and translation adjustments	
Balance at the beginning of current period	(364)	(364)	155,632
Changes of items during the period			
Net income	—	—	894
Net changes of items other than shareholders' equity	(1,190)	(1,190)	(1,190)
Total changes of items during the period	(1,190)	(1,190)	(295)
Balance at the end of current period	(1,555)	(1,555)	155,336

3. Non-consolidated statements of changes in net assets (Continued)

For six months ended September 30, 2023

(Millions of yen)

	Shareholders' equity						
	Capital stock	Capital surplus		Retained earnings			Total shareholders' equity
		Legal capital surplus	Total capital surplus	Legal retained earnings	Other retained earnings	Total retained earnings	
Balance at the beginning of current period	26,000	24,000	24,000	2,000	108,433	110,433	160,433
Changes of items during the period							
Net income	—	—	—	—	2,600	2,600	2,600
Net changes of items other than shareholders' equity	—	—	—	—	—	—	—
Total changes of items during the period	—	—	—	—	2,600	2,600	2,600
Balance at the end of current period	26,000	24,000	24,000	2,000	111,034	113,034	163,034

	Valuation and translation adjustments		Total net assets
	Valuation difference on available-for-sale securities	Total valuation and translation adjustments	
Balance at the beginning of current period	(1,028)	(1,028)	159,404
Changes of items during the period			
Net income	—	—	2,600
Net changes of items other than shareholders' equity	(435)	(435)	(435)
Total changes of items during the period	(435)	(435)	2,165
Balance at the end of current period	(1,464)	(1,464)	161,570

4. Going concern assumption

There is no applicable information.