

November 14, 2017

Consolidated Financial Results
for the First Half of Fiscal 2017 ended September 30, 2017
[under Japanese GAAP]

Company Name : **The Tokyo Star Bank, Limited**(URL <http://www.tokyostarbank.co.jp/>)

Headquarters : Tokyo

Notes: - The financial information presented here has not been audited.
 - The amounts are rounded down to the nearest million of yen.

1. Summary of Consolidated Financial Results
for the First Half of Fiscal 2017 ended September 30, 2017

(1) Operating Results (in millions of yen except per share data and percentages)

	For the six months ended	
	September 30, 2017	September 30, 2016
Ordinary income	30,349	33,273
Change from the previous period	(8.7)%	(7.5)%
Ordinary profit	5,272	8,346
Change from the previous period	(36.8)%	(16.3)%
Net income attributable to owners of the parent	3,772	5,889
Change from the previous period	(35.9)%	(12.3)%
Net income per common share (yen)	5,388.60	8,412.89
Diluted net income per common share (yen)	-	-

Note: Comprehensive income for the six months ended :

September 30, 2017 : 4,003 million yen (14.9) %
 September 30, 2016 : 4,706 million yen 4.6 %

(2) Financial Conditions (in millions of yen except percentages)

	As of	
	September 30, 2017	March 31, 2017
Total assets	2,641,155	2,530,596
Net assets	140,592	136,589
Ratio of net assets to total assets	5.3%	5.3%

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

September 30, 2017 : 140,592 million yen
 March 31, 2017 : 136,589 million yen

2. Ratio of net assets to total assets

= (Net assets - Stock acquisition rights - Non-controlling interests) / 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) Application of Special Accounting Methods for First Half of Fiscal : No

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

① Changes in accounting policies due to revision of accounting standards etc. : No

② Changes in accounting policies other than ① above : No

③ Changes in accounting estimates : No

④ Correction of prior period errors : No

(4) Number of Shares Outstanding (Common stock)

① Number of Shares Outstanding as of :
September 30, 2017 : 700,000 shares
March 31, 2017 : 700,000 shares

② Number of Treasury Shares Outstanding as of :
September 30, 2017 : - shares
March 31, 2017 : - shares

③ Average Number of Shares Outstanding for the six months ended :
September 30, 2017 : 700,000 shares
September 30, 2016 : 700,000 shares

(Reference)

1. Summary of Non-Consolidated Financial Results
for the First Half of Fiscal 2017 ended September 30, 2017

(1) Operating Results (in millions of yen except per share data and percentages)

	For the six months ended	
	September 30, 2017	September 30, 2016
Ordinary income	30,590	33,666
Change from the previous period	(9.1)%	(7.4)%
Ordinary profit	4,987	8,083
Change from the previous period	(38.2)%	(15.6)%
Net income	3,644	5,761
Change from the previous period	(36.7)%	(10.5)%
Net income per common share (yen)	5,206.04	8,230.41

(2) Financial Conditions (in millions of yen except percentages)

	As of	
	September 30, 2017	March 31, 2017
Total assets	2,633,963	2,522,628
Net assets	132,120	128,244
Ratio of net assets to total assets	5.0%	5.0%

Notes: 1. Net assets, excluding Stock acquisition rights, as of :

September 30, 2017 : 132,120 million yen

March 31, 2017 : 128,244 million yen

2. Ratio of net assets to total assets

= (Net assets - Stock acquisition rights) / Total assets X 100

Consolidated Financial Statements

1. Consolidated balance sheets

(in millions of yen)	As of March 31, 2017	As of September 30, 2017
Assets		
Cash and due from banks	428,726	361,259
Call loans	32,681	27,271
Monetary claims bought	3,653	2,555
Money held in trust	5,193	10,011
Securities	316,286	437,728
Loans and bills discounted	1,661,483	1,708,829
Foreign exchanges	6,606	5,668
Other assets	63,652	75,714
Tangible fixed assets	5,510	5,583
Intangible fixed assets	7,903	7,528
Deferred tax assets	4,102	3,388
Customers' liabilities for acceptances and guarantees	9,112	8,979
Allowance for loan losses	(14,316)	(13,362)
Total assets	2,530,596	2,641,155
Liabilities		
Deposits	1,994,450	1,899,321
Negotiable certificates of deposit	284,764	371,515
Payables under repurchase agreements	22,898	35,700
Payables under securities lending transactions	9,846	121,326
Borrowed money	6,468	2,480
Foreign exchanges	5	5
Bonds payable	16,300	8,200
Other liabilities	47,193	51,422
Provision for bonuses	2,563	1,350
Provision for directors' bonuses	298	153
Provision for losses on dormant deposit repayments	96	96
Provision for possible losses on refund of interest	5	5
Provision for loyalty program	4	3
Acceptances and guarantees	9,112	8,979
Total liabilities	2,394,007	2,500,562
Net assets		
Capital stock	26,000	26,000
Capital surplus	24,000	24,000
Retained earnings	86,513	90,285
Total shareholders' equity	136,513	140,285
Valuation difference on available-for-sale securities	75	538
Deferred gains or losses on hedges	-	(231)
Total accumulated other comprehensive income	75	307
Total net assets	136,589	140,592
Total liabilities and net assets	2,530,596	2,641,155

2. Consolidated statements of income

(in millions of yen)	For six months ended September 30, 2016	For six months ended September 30, 2017
Ordinary income	33,273	30,349
Interest income	20,363	20,364
Interest on loans and discounts	16,244	15,969
Interest and dividends on securities	3,871	4,172
Fees and commissions	4,723	5,225
Other ordinary income	5,440	2,800
Other income	2,745	1,959
Ordinary expenses	24,927	25,076
Interest expenses	3,423	3,441
Interest on deposits	2,295	2,050
Fees and commissions payments	2,450	2,475
Other ordinary expenses	714	832
General and administrative expenses	17,981	17,485
Other expenses	357	842
Ordinary profit (loss)	8,346	5,272
Extraordinary income	-	-
Extraordinary loss	12	90
Income (Loss) before income taxes	8,334	5,181
Income taxes-current	2,447	1,058
Income taxes for prior periods	(317)	(259)
Income taxes-deferred	314	611
Total income taxes	2,445	1,409
Net income (loss)	5,889	3,772
Net income attributable to non-controlling interests	-	-
Net income attributable to owners of the parent	5,889	3,772

3. Consolidated statements of comprehensive income

(in millions of yen)	For six months ended September 30, 2016	For six months ended September 30, 2017
Net income	5,889	3,772
Other comprehensive income	(1,182)	231
Valuation difference on available-for-sale securities	(726)	462
Deferred gains or losses on hedges	(455)	(231)
Comprehensive income	4,706	4,003
Comprehensive income attributable to owners of the parent	4,706	4,003
Comprehensive income attributable to non-controlling interests	-	-

4. Consolidated statements of changes in net assets

For six months ended September 30, 2016

(in 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	Deferred gains or losses on hedges	Total	
Balance at the beginning of current period	26,000	24,000	75,106	125,106	1,189	60	1,250	126,356
Changes of items during the period								
Net income attributable to owners of the parent	-	-	5,889	5,889	-	-	-	5,889
Net changes of items other than shareholders' equity	-	-	-	-	(726)	(455)	(1,182)	(1,182)
Total changes of items during the period	-	-	5,889	5,889	(726)	(455)	(1,182)	4,706
Balance at the end of current period	26,000	24,000	80,995	130,995	462	(394)	67	131,063

For six months ended September 30, 2017

(in 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	Deferred gains or losses on hedges	Total	
Balance at the beginning of current period	26,000	24,000	86,513	136,513	75	-	75	136,589
Changes of items during the period								
Net income attributable to owners of the parent	-	-	3,772	3,772	-	-	-	3,772
Net changes of items other than shareholders' equity	-	-	-	-	462	(231)	231	231
Total changes of items during the period	-	-	3,772	3,772	462	(231)	231	4,003
Balance at the end of current period	26,000	24,000	90,285	140,285	538	(231)	307	140,592

5. Going Concern Assumption

There is no applicable information.

Non-consolidated Financial Statements

1. Non-consolidated balance sheets

(in millions of yen)	As of March 31, 2017	As of September 30, 2017
Assets		
Cash and due from banks	428,341	360,750
Call loans	32,681	27,271
Monetary claims bought	3,653	2,555
Money held in trust	5,193	10,011
Securities	321,052	442,496
Loans and bills discounted	1,653,880	1,701,704
Foreign exchanges	6,606	5,668
Other assets	63,588	75,652
Tangible fixed assets	5,420	5,499
Intangible fixed assets	7,772	7,423
Deferred tax assets	3,465	2,775
Customers' liabilities for acceptances and guarantees	1,152	1,550
Allowance for loan losses	(10,181)	(9,394)
Total assets	2,522,628	2,633,963
Liabilities		
Deposits	2,002,780	1,908,092
Negotiable certificates of deposit	284,764	371,515
Payables under repurchase agreements	22,898	35,700
Payables under securities lending transactions	9,846	121,326
Borrowed money	6,468	2,480
Foreign exchanges	5	5
Bonds payable	16,300	8,200
Other liabilities	47,224	51,377
Provision for bonuses	2,544	1,340
Provision for directors' bonuses	298	153
Provision for losses on dormant deposit repayments	96	96
Provision for loyalty program	4	3
Acceptances and guarantees	1,152	1,550
Total liabilities	2,394,383	2,501,842
Net assets		
Capital stock	26,000	26,000
Capital surplus	24,000	24,000
Legal capital surplus	24,000	24,000
Retained earnings	78,169	81,813
Legal retained earnings	2,000	2,000
Other retained earnings	76,169	79,813
Retained earnings brought forward	76,169	79,813
Total shareholders' equity	128,169	131,813
Valuation difference on available-for-sale securities	75	538
Deferred gains or losses on hedges	-	(231)
Total valuation and translation adjustments	75	307
Total net assets	128,244	132,120
Total liabilities and net assets	2,522,628	2,633,963

2. Non-consolidated statements of income

(in millions of yen)	For six months ended September 30, 2016	For six months ended September 30, 2017
Ordinary income	33,666	30,590
Interest income	20,171	20,189
Interest on loans and discounts	16,055	15,797
Interest and dividends on securities	3,868	4,167
Fees and commissions	4,525	5,078
Other ordinary income	5,440	2,800
Other income	3,528	2,522
Ordinary expenses	25,583	25,602
Interest expenses	3,424	3,441
Interest on deposits	2,295	2,050
Fees and commissions payments	3,461	3,299
Other ordinary expenses	714	832
General and administrative expenses	17,709	17,249
Other expenses	274	780
Ordinary profit (loss)	8,083	4,987
Extraordinary income	-	-
Extraordinary loss	12	90
Income (Loss) before income taxes	8,070	4,897
Income taxes-current	2,334	924
Income taxes for prior periods	(317)	(259)
Income taxes-deferred	292	587
Total income taxes	2,309	1,252
Net income (loss)	5,761	3,644

3. Non-consolidated statements of changes in net assets

For six months ended September 30, 2016

(in 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	65,392	67,392	117,392
Changes of items during the period							
Net income	-	-	-	-	5,761	5,761	5,761
Net changes of items other than shareholders' equity	-	-	-	-	-	-	-
Total changes of items during the period	-	-	-	-	5,761	5,761	5,761
Balance at the end of current period	26,000	24,000	24,000	2,000	71,153	73,153	123,153

	Valuation and translation adjustments			Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Total valuation and translation adjustments	
Balance at the beginning of current period	1,189	60	1,250	118,642
Changes of items during the period				
Net income	-	-	-	5,761
Net changes of items other than shareholders' equity	(726)	(455)	(1,182)	(1,182)
Total changes of items during the period	(726)	(455)	(1,182)	4,579
Balance at the end of current period	462	(394)	67	123,221

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

For six months ended September 30, 2017

(in 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	76,169	78,169	128,169
Changes of items during the period							
Net income	-	-	-	-	3,644	3,644	3,644
Net changes of items other than shareholders' equity	-	-	-	-	-	-	-
Total changes of items during the period	-	-	-	-	3,644	3,644	3,644
Balance at the end of current period	26,000	24,000	24,000	2,000	79,813	81,813	131,813

	Valuation and translation adjustments			Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Total valuation and translation adjustments	
Balance at the beginning of current period	75	-	75	128,244
Changes of items during the period				
Net income	-	-	-	3,644
Net changes of items other than shareholders' equity	462	(231)	231	231
Total changes of items during the period	462	(231)	231	3,875
Balance at the end of current period	538	(231)	307	132,120

4. Going Concern Assumption

There is no applicable information.