

## Consolidated Financial Results

### for the Fiscal Year ended March 31, 2022

[ under Japanese GAAP ]

Company Name : **The Tokyo Star Bank, Limited**  
 (URL <http://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 Fiscal Year ended March 31, 2022

#### (1) Operating Results

(Millions of yen except per share data and percentages)

	For the year ended March 31	
	2022	2021
Ordinary income	42,712	43,855
Change from the previous period	(2.6)%	(19.3)%
Ordinary profit(loss)	3,272	(740)
Change from the previous period	-	-
Net income(loss) attributable to owners of the parent	1,196	(2,341)
Change from the previous period	-	-
Net income(loss) per common share (yen)	1,708.58	(3,345.29)
Diluted net income(loss) per common share (yen)	-	-
Return on equity	0.7%	(1.4)%
Ratio of ordinary profit(loss) to total assets	0.1%	(0.0)%
Ratio of ordinary profit(loss) to ordinary income	7.6%	(1.6)%

Note: Comprehensive income for the year ended :

March 31, 2022 : 962 million yen (8.7) %  
 March 31, 2021 : 1,055 million yen (76.4) %

#### (2) Financial Conditions

(Millions of yen except percentages)

	As of March 31	
	2022	2021
Total assets	2,130,018	2,317,753
Net assets	164,102	163,590
Ratio of net assets to total assets	7.7%	7.0%
Net assets per common share (yen)	234,432.54	233,701.03

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

March 31, 2022 : 164,102 million yen  
 March 31, 2021 : 163,590 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. : Yes

Application of Accounting Standards for Revenue Recognition

The Tokyo Star Bank, Limited (the "Bank") applied "Accounting Standards for Revenue Recognition"(Accounting Standards Board of Japan("ASBJ") Statement No.29, March 31, 2020) etc. from the beginning of the fiscal year ended March 31,2022, and has recognized revenue in an amount expected to be earned in exchange for goods or services at the time when controls of the promised goods or services are transferred to customers.

Accounting standards for Revenue Recognition etc., are applied in accordance with transitional treatment stipulated in the proviso of Paragraph 84 of "Accounting Standard for Revenue Recognition." However, there is no cumulative effects arising from retroactive application of these new accounting policies to the previous periods in Retained earnings as of April 1, 2021.

Also, the impact on the consolidated financial statements for the fiscal year ended March 31, 2022 is immaterial.

Application of Accounting Standards for Fair Value Measurement

The Bank has applied "Accounting Standards for Fair Value Measurement" (ASBJ Statement No.30, July 4, 2019) and "Implementation 'Guidance on Accounting Standards for Fair Value Measurement" (ASBJ Guidance No.31, July 4, 2019) from the beginning of the fiscal year ended March 31,2022.

In accordance with Paragraph 8 of "Accounting Standards for Fair Value Measurement", the Bank has reviewed the fair value adjustment method for calculating the fair value of derivative transactions to a method that maximizes the use of observable inputs estimated from derivatives traded in the market.

In accordance with Paragraph 20 of "Accounting Standards for Fair Value Measurement", the Bank has reflected the cumulative effects arising from retroactive application of these new accounting policies to the previous periods in Retained earnings as of April 1, 2021.

As a result, Retained earnings decreased by 450 million yen, Other assets decreased by 743 million yen, Other liabilities decreased by 82 million yen, and Allowance for loan losses decreased by 11 million yen, Deferred tax assets increased by 198 million yen, and Net assets per share decreased by 643.91 yen at the beginning of the fiscal year ended March 31, 2022.

(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 :	
March 31, 2022 :	700,000 shares
March 31, 2021 :	700,000 shares
(b) Number of Treasury Shares Outstanding as of :	
March 31, 2022 :	— shares
March 31, 2021 :	— shares
(c) Average Number of Shares Outstanding for the fiscal year ended :	
March 31, 2022 :	700,000 shares
March 31, 2021 :	700,000 shares

**(Reference)**

**1. Summary of Non-Consolidated Financial Results  
for the Fiscal Year ended March 31, 2022**

**(1) Operating Results**

(Millions of yen except per share data and percentages)

	For the year ended March 31	
	2022	2021
Ordinary income	<b>42,578</b>	43,764
Change from the previous period	<b>(2.7)%</b>	(20.0)%
Ordinary profit(loss)	<b>2,411</b>	(1,629)
Change from the previous period	-	-
Net income(loss)	<b>535</b>	(847)
Change from the previous period	-	-
Net income(loss) per common share (yen)	<b>765.17</b>	(1,211.18)
Diluted net income(loss) per common share (yen)	-	-

**(2) Financial Conditions**

(Millions of yen except percentages)

	As of March 31	
	2022	2021
Total assets	<b>2,127,839</b>	2,313,981
Net assets	<b>155,632</b>	155,780
Ratio of net assets to total assets	<b>7.3%</b>	6.7%
Net assets per common share (yen)	<b>222,332.05</b>	222,543.95

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

March 31, 2022 : 155,632 million yen

March 31, 2021 : 155,780 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, 2021	March 31, 2022
<b>Assets</b>		
Cash and due from banks	390,579	414,725
Call loans	65,500	25,500
Monetary claims bought	5,785	9,545
Securities	191,602	168,805
Loans and bills discounted	1,574,291	1,431,401
Foreign exchanges	6,513	9,650
Other assets	70,248	60,942
Tangible fixed assets	4,164	3,566
Intangible fixed assets	7,634	7,229
Deferred tax assets	4,119	3,964
Customers' liabilities for acceptances and guarantees	11,591	11,089
Allowance for loan losses	(14,277)	(16,401)
<b>Total assets</b>	<b>2,317,753</b>	<b>2,130,018</b>
<b>Liabilities</b>		
Deposits	1,737,253	1,526,212
Negotiable certificates of deposits	327,421	364,978
Call money	31,071	—
Borrowed money	774	15,000
Foreign exchanges	60	120
Other liabilities	44,358	47,326
Provision for bonuses	960	817
Provision for directors' bonuses	147	162
Provision for directors' retirement benefits	102	149
Provision for losses on dormant deposit repayments	71	54
Provision for possible losses on refund of interest	4	3
Provision for business restructuring	343	—
Acceptances and guarantees	11,591	11,089
<b>Total liabilities</b>	<b>2,154,162</b>	<b>1,965,915</b>
<b>Net assets</b>		
Capital stock	26,000	26,000
Capital surplus	24,000	24,000
Retained earnings	113,722	114,467
Total shareholders' equity	163,722	164,467
Valuation difference on available-for-sale securities	(131)	(364)
Total accumulated other comprehensive income	(131)	(364)
<b>Total net assets</b>	<b>163,590</b>	<b>164,102</b>
<b>Total liabilities and net assets</b>	<b>2,317,753</b>	<b>2,130,018</b>

## 2. Consolidated statements of income

(Millions of yen)	For the year ended	
	March 31, 2021	March 31, 2022
<b>Ordinary income</b>	43,855	42,712
Interest income	32,659	30,057
Interest on loans and discounts	29,525	27,354
Interest and dividends on securities	2,748	2,153
Interest on call loans	18	15
Interest on deposits with banks	302	446
Other interest income	65	86
Fees and commissions	7,546	6,999
Other ordinary income	1,767	3,856
Other income	1,880	1,798
<b>Ordinary expenses</b>	44,595	39,440
Interest expenses	1,960	1,525
Interest on deposits	1,680	1,497
Interest on negotiable certificates of deposit	34	14
Interest on call money	194	2
Interest on payables under securities lending transactions	3	0
Interest on borrowed money	33	1
Other interest expenses	13	9
Fees and commissions payments	3,909	3,629
Other ordinary expenses	635	384
General and administrative expenses	32,468	29,333
Other expenses	5,621	4,566
Provision of allowance for loan losses	5,170	3,915
Others	451	650
<b>Ordinary profit (loss)</b>	<b>(740)</b>	<b>3,272</b>
Extraordinary income	76	—
Gain on disposal of non-current assets	76	—
Extraordinary loss	2,014	128
Loss on disposal of non-current assets	59	88
Impairment loss on non-current assets	761	39
Loss on business restructuring	1,194	—
<b>Income (Loss) before income taxes</b>	<b>(2,679)</b>	<b>3,144</b>
Income taxes-current	810	1,651
Income taxes-deferred	(1,147)	296
Total income taxes	(337)	1,948
<b>Net income (loss)</b>	<b>(2,341)</b>	<b>1,196</b>
Net income(loss) attributable to non-controlling interests	—	—
Net income(loss) attributable to owners of the parent	(2,341)	1,196

**3. Consolidated statements of comprehensive income**

(Millions of yen)	For the year ended	
	March 31, 2021	March 31, 2022
Net income (loss)	(2,341)	1,196
Other comprehensive income	3,397	(233)
Valuation difference on available-for-sale securities	3,397	(233)
<b>Comprehensive income</b>	<b>1,055</b>	<b>962</b>
Comprehensive income attributable to owners of the parent	1,055	962
Comprehensive income attributable to non-controlling interests	—	—

## 4. Consolidated statements of changes in net assets

For the year ended March 31, 2021

(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	116,063	166,063	(3,528)	(3,528)	162,535
Changes of items during the period							
Net income(loss) attributable to owners of the parent	—	—	(2,341)	(2,341)	—	—	(2,341)
Net changes of items other than shareholders' equity	—	—	—	—	3,397	3,397	3,397
Total changes of items during the period	—	—	(2,341)	(2,341)	3,397	3,397	1,055
Balance at the end of current period	26,000	24,000	113,722	163,722	(131)	(131)	163,590

For the year ended March 31, 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	113,722	163,722	(131)	(131)	163,590
Cumulative effects of changes in accounting policies	—	—	(450)	(450)	—	—	(450)
Restated balance	26,000	24,000	113,271	163,271	(131)	(131)	163,139
Changes of items during the period							
Net income(loss) attributable to owners of the parent	—	—	1,196	1,196	—	—	1,196
Net changes of items other than shareholders' equity	—	—	—	—	(233)	(233)	(233)
Total changes of items during the period	—	—	1,196	1,196	(233)	(233)	962
Balance at the end of current period	26,000	24,000	114,467	164,467	(364)	(364)	164,102

## 5. Going concern assumption

There is no applicable information.

## 6. Notes to consolidated financial statements

See information provided in the section of “2.Notes” to page2.

## 7. Segment Information

Since our group operates solely within a banking segment, this information is omitted.

## 8. Per share data

	(yen)
Net assets per common share	234,432.54
Net income per common share	1,708.58

### (notes)

#### (a)Net assets per share is calculated based on the followings:

(Millions of yen except number of shares)

Net assets	164,102
Deduction from net assets	—
Net assets attributable to common stock at the fiscal year-end	164,102
Number of shares of common stock outstanding at the fiscal year-end used for the calculation of net assets per share	700,000

#### (b)Net income per share is calculated based on the followings:

(Millions of yen except number of shares)

Net income	1,196
Amount not attributable to common stockholders	—
Net income attributable to owners of the parent to common stock	1,196
Average number of shares of common stock during the period	700,000

## 9. Subsequent events

There is no applicable information.



## Non-consolidated Financial Statements

### 1. Non-consolidated balance sheets

(Millions of yen)	As of	
	March 31, 2021	March 31, 2022
<b>Assets</b>		
Cash and due from banks	389,585	414,703
Call loans	65,500	25,500
Monetary claims bought	5,785	9,545
Securities	195,916	173,116
Loans and bills discounted	1,570,700	1,428,544
Foreign exchanges	6,513	9,650
Other assets	70,217	60,888
Tangible fixed assets	4,110	3,522
Intangible fixed assets	7,587	7,193
Deferred tax assets	3,481	3,393
Customers' liabilities for acceptances and guarantees	5,496	5,433
Allowance for loan losses	(10,913)	(13,651)
<b>Total assets</b>	<b>2,313,981</b>	<b>2,127,839</b>
<b>Liabilities</b>		
Deposits	1,747,443	1,538,094
Negotiable certificates of deposits	327,421	364,978
Call money	31,071	—
Borrowed money	774	15,000
Foreign exchanges	60	120
Other liabilities	44,308	47,399
Provision for bonuses	958	813
Provision for directors' bonuses	147	162
Provision for directors' retirement benefits	102	149
Provision for losses on dormant deposit repayments	71	54
Provision for business restructuring	343	—
Acceptances and guarantees	5,496	5,433
<b>Total liabilities</b>	<b>2,158,200</b>	<b>1,972,207</b>
<b>Net assets</b>		
Capital stock	26,000	26,000
Capital surplus	24,000	24,000
Legal capital surplus	24,000	24,000
Retained earnings	105,912	105,997
Legal retained earnings	2,000	2,000
Other retained earnings	103,912	103,997
Retained earnings brought forward	103,912	103,997
Total shareholders' equity	155,912	155,997
Valuation difference on available-for-sale securities	(131)	(364)
Total valuation and translation adjustments	(131)	(364)
<b>Total net assets</b>	<b>155,780</b>	<b>155,632</b>
<b>Total liabilities and net assets</b>	<b>2,313,981</b>	<b>2,127,839</b>

## 2. Non-consolidated statements of income

(Millions of yen)	For the year ended	
	March 31, 2021	March 31, 2022
<b>Ordinary income</b>	43,764	42,578
Interest income	32,613	29,997
Interest on loans and discounts	29,447	27,299
Interest and dividends on securities	2,779	2,148
Interest on call loans	18	15
Interest on deposits with banks	302	446
Other interest income	65	86
Fees and commissions	7,455	6,929
Fees and commissions on domestic and foreign exchanges	1,068	1,011
Other fees and commissions	6,386	5,918
Other ordinary income	1,767	3,856
Gain on foreign exchange transactions	—	1,759
Gain on sales of bonds	318	24
Gain on redemption of bonds	23	18
Income from derivatives other than for trading or hedging	680	1,583
Others	745	471
Other income	1,926	1,793
Recoveries of written-off claims	0	0
Gain on money held in trust	2	—
Loan purchase revenue	716	604
Others	1,207	1,188
<b>Ordinary expenses</b>	45,393	40,167
Interest expenses	1,960	1,528
Interest on deposits	1,680	1,500
Interest on negotiable certificates of deposit	34	14
Interest on call money	194	2
Interest on payables under securities lending transactions	3	0
Interest on borrowed money	33	1
Other interest expenses	13	9
Fees and commissions payments	5,699	5,521
Fees and commissions on domestic and foreign exchanges	248	247
Other fees and commissions	5,450	5,274
Other ordinary expenses	601	384
Loss on foreign exchange transactions	287	—
Loss on sales of bonds	306	384
Loss on redemption of bonds	4	—
Others	3	—
General and administrative expenses	32,261	29,026
Other expenses	4,870	3,705
Provision of allowance for loan losses	4,540	3,528
Written-off of loans	21	18
Provision for losses on dormant deposit repayments	71	—
Others	236	158
<b>Ordinary profit (loss)</b>	<b>(1,629)</b>	<b>2,411</b>

2. Non-consolidated statements of income (continued)

(Millions of yen)	For the year ended	
	March 31, 2021	March 31, 2022
Extraordinary income	2,154	—
Gain on disposal of non-current assets	76	—
Gain on subsidiary liquidation	2,078	—
Extraordinary loss	1,985	125
Loss on disposal of non-current assets	33	85
Impairment loss on non-current assets	757	39
Loss on business restructuring	1,194	—
<b>Income (Loss) before income taxes</b>	<b>(1,460)</b>	<b>2,285</b>
Income taxes-current	584	1,520
Income taxes-deferred	(1,197)	229
Total income taxes	(612)	1,750
<b>Net income (loss)</b>	<b>(847)</b>	<b>535</b>

## 3. Non-consolidated statements of changes in net assets

For the year ended March 31, 2021

(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	104,760	106,760	156,760
Changes of items during the period							
Net income(loss)	—	—	—	—	(847)	(847)	(847)
Net changes of items other than shareholders' equity	—	—	—	—	—	—	—
Total changes of items during the period	—	—	—	—	(847)	(847)	(847)
Balance at the end of current period	26,000	24,000	24,000	2,000	103,912	105,912	155,912

	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	(3,528)	(3,528)	153,231
Changes of items during the period			
Net income(loss)	—	—	(847)
Net changes of items other than shareholders' equity	3,397	3,397	3,397
Total changes of items during the period	3,397	3,397	2,549
Balance at the end of current period	(131)	(131)	155,780

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

For the year ended March 31, 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	103,912	105,912	155,912
Cumulative effects of changes in accounting policies	—	—	—	—	(450)	(450)	(450)
Restated balance	26,000	24,000	24,000	2,000	103,461	105,461	155,461
Changes of items during the period							
Net income(loss)	—	—	—	—	535	535	535
Net changes of items other than shareholders' equity	—	—	—	—	—	—	—
Total changes of items during the period	—	—	—	—	535	535	535
Balance at the end of current period	26,000	24,000	24,000	2,000	103,997	105,997	155,997

	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	(131)	(131)	155,780
Cumulative effects of changes in accounting policies	—	—	(450)
Restated balance	(131)	(131)	155,330
Changes of items during the period			
Net income(loss)	—	—	535
Net changes of items other than shareholders' equity	(233)	(233)	(233)
Total changes of items during the period	(233)	(233)	302
Balance at the end of current period	(364)	(364)	155,632

## 4. Going concern assumption

There is no applicable information.