

November 14, 2014

Consolidated Financial Results
for the First Half of Fiscal 2014 ended September 30, 2014
[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 2014 ended September 30, 2014

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

	For the six months ended	
	September 30, 2014	September 30, 2013
Ordinary income	39,913	33,805
Change from the previous period	18.0%	1.8%
Ordinary profit	14,841	9,107
Change from the previous period	62.9%	124.6%
Net income	9,824	6,742
Change from the previous period	45.7%	187.5%
Net income per common share (yen)	14,034.97	9,631.79
Diluted net income per common share (yen)	-	-

Note: Comprehensive income for the six months ended :

September 30, 2014 : 8,798 million yen 48.4 %
 September 30, 2013 : 5,928 million yen 81.0 %

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

	As of	
	September 30, 2014	March 31, 2014
Total assets	2,863,965	2,542,739
Net assets	111,494	102,696
Ratio of net assets to total assets	3.8%	4.0%

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

September 30, 2014 : 111,494 million yen
 March 31, 2014 : 102,696 million yen

2. Ratio of net assets to total assets

= (Net assets - Stock acquisition rights - Minority 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) Changes in Accounting Policies, Changes in Accounting Estimates and Correction of Prior Period Errors for Consolidated Financial Statements

- ① Changes accounting policies due to revision of accounting standards etc. : No
- ② Changes accounting policies other than ① above : No
- ③ Changes in accounting estimates : No
- ④ Correction of prior period errors : No

(3) Number of Shares Outstanding (Common stock)

- ① Number of Shares Outstanding as of :
- | | | | |
|--------------------|---|---------|--------|
| September 30, 2014 | : | 700,000 | shares |
| March 31, 2014 | : | 700,000 | shares |
- ② Number of Treasury Shares Outstanding as of :
- | | | | |
|--------------------|---|---|--------|
| September 30, 2014 | : | - | shares |
| March 31, 2014 | : | - | shares |
- ③ Average Number of Shares Outstanding for the six months ended :
- | | | | |
|--------------------|---|---------|--------|
| September 30, 2014 | : | 700,000 | shares |
| September 30, 2013 | : | 700,000 | shares |

(Reference)

1. Summary of Non-Consolidated Financial Results for the First Half of Fiscal 2014 ended September 30, 2014

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

	For the six months ended	
	September 30, 2014	September 30, 2013
Ordinary income	40,152	39,493
Change from the previous period	1.6%	20.4%
Ordinary profit	14,241	13,728
Change from the previous period	3.7%	904.9%
Net income	9,414	6,991
Change from the previous period	34.6%	895.9%
Net income per common share (yen)	13,449.30	9,987.41

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

	As of	
	September 30, 2014	March 31, 2014
Total assets	2,854,054	2,531,353
Net assets	103,989	95,601
Ratio of net assets to total assets	3.6%	3.7%

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

September 30, 2014 : 103,989 million yen
 March 31, 2014 : 95,601 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, 2014	As of September 30, 2014
Assets		
Cash and due from banks	172,520	328,472
Call loans	13,129	36,351
Monetary claims bought	16,660	16,132
Money held in trust	1,623	1,619
Securities	742,786	848,424
Loans and bills discounted	1,566,884	1,589,067
Foreign exchanges	4,544	8,503
Other assets	27,983	32,318
Tangible fixed assets	6,367	6,183
Intangible fixed assets	5,595	9,006
Deferred tax assets	6,487	4,307
Customers' liabilities for acceptances and guarantees	13,729	12,647
Allowance for loan losses	(35,575)	(29,069)
Total assets	2,542,739	2,863,965
Liabilities		
Deposits	2,148,006	2,333,398
Negotiable certificates of deposit	700	53,030
Call money	-	9,803
Payables under securities lending transactions	20,562	77,635
Borrowed money	154,280	144,400
Foreign exchanges	8	12
Bonds payable	40,400	32,500
Other liabilities	59,737	87,685
Provision for bonuses	2,102	983
Provision for directors' bonuses	279	142
Provision for directors' retirement benefits	67	69
Provision for losses on dormant deposit repayments	127	127
Provision for possible losses on refund of interest	17	17
Provision for loyalty program	24	16
Acceptances and guarantees	13,729	12,647
Total liabilities	2,440,042	2,752,471
Net assets		
Capital stock	26,000	26,000
Capital surplus	24,000	24,000
Retained earnings	47,519	57,344
Total shareholders' equity	97,519	107,344
Valuation difference on available-for-sale securities	4,713	4,341
Deferred gains or losses on hedges	463	(191)
Total accumulated other comprehensive income	5,176	4,150
Total net assets	102,696	111,494
Total liabilities and net assets	2,542,739	2,863,965

2. Consolidated statements of income

(in millions of yen)	For six months ended September 30, 2013	For six months ended September 30, 2014
Ordinary income	33,805	39,913
Interest income	21,498	21,684
Interest on loans and discounts	16,999	16,725
Interest and dividends on securities	3,643	3,942
Fees and commissions	6,192	6,531
Other ordinary income	3,558	4,849
Other income	2,555	6,848
Ordinary expenses	24,697	25,071
Interest expenses	5,787	5,584
Interest on deposits	4,758	4,608
Fees and commissions payments	2,189	2,230
Other ordinary expenses	120	57
General and administrative expenses	15,295	16,650
Other expenses	1,305	548
Ordinary profit (loss)	9,107	14,841
Extraordinary income	-	1
Extraordinary loss	35	9
Income (Loss) before income taxes and minority interests	9,072	14,833
Income taxes-current	452	2,259
Income taxes-deferred	1,869	2,749
Total income taxes	2,322	5,008
Income (Loss) before minority interests	6,749	9,824
Minority Interests in income (loss)	7	-
Net income (loss)	6,742	9,824

3. Consolidated statements of comprehensive income

(in millions of yen)	For six months ended September 30, 2013	For six months ended September 30, 2014
Income (Loss) before minority interests	6,749	9,824
Other comprehensive income	(821)	(1,026)
Valuation difference on available-for-sale securities	(722)	(371)
Deferred gains or losses on hedges	(99)	(654)
Comprehensive income	5,928	8,798
Comprehensive income attributable to owners of the parent	5,920	8,798
Comprehensive income attributable to minority interests	7	-

4. Consolidated statements of changes in net assets

For six months ended September 30, 2013

(in millions of yen)

	Shareholders' equity					Accumulated other comprehensive income			Minority interests	Total net assets
	Capital stock	Capital surplus	Retained earnings	Treasury stock	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	47,845	-	97,845	5,068	514	5,583	150	103,578
Changes of items during the period										
Dividends from surplus	-	-	(500)	-	(500)	-	-	-	-	(500)
Net income	-	-	6,742	-	6,742	-	-	-	-	6,742
Repurchase of treasury stock	-	-	-	(10,000)	(10,000)	-	-	-	-	(10,000)
Disposition of treasury stock	-	-	(10,000)	10,000	-	-	-	-	-	-
Net changes of items other than shareholders' equity	-	-	-	-	-	(722)	(99)	(821)	(150)	(971)
Total changes of items during the period	-	-	(3,757)	-	(3,757)	(722)	(99)	(821)	(150)	(4,729)
Balance at the end of current period	26,000	24,000	44,087	-	94,087	4,346	415	4,762	-	98,849

For six months ended September 30, 2014

(in millions of yen)

	Shareholders' equity					Accumulated other comprehensive income			Minority interests	Total net assets
	Capital stock	Capital surplus	Retained earnings	Treasury stock	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	47,519	-	97,519	4,713	463	5,176	-	102,696
Changes of items during the period										
Dividends from surplus	-	-	-	-	-	-	-	-	-	-
Net income	-	-	9,824	-	9,824	-	-	-	-	9,824
Repurchase of treasury stock	-	-	-	-	-	-	-	-	-	-
Disposition of treasury stock	-	-	-	-	-	-	-	-	-	-
Net changes of items other than shareholders' equity	-	-	-	-	-	(371)	(654)	(1,026)	-	(1,026)
Total changes of items during the period	-	-	9,824	-	9,824	(371)	(654)	(1,026)	-	8,796
Balance at the end of current period	26,000	24,000	57,344	-	107,344	4,341	(191)	4,150	-	111,494

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, 2014	As of September 30, 2014
Assets		
Cash and due from banks	172,442	328,392
Call loans	13,129	36,351
Monetary claims bought	16,660	16,132
Money held in trust	1,623	1,619
Securities	747,555	853,194
Loans and bills discounted	1,559,929	1,582,354
Foreign exchanges	4,544	8,503
Other assets	27,893	32,233
Tangible fixed assets	6,295	6,112
Intangible fixed assets	5,388	8,790
Deferred tax assets	5,466	3,380
Customers' liabilities for acceptances and guarantees	672	629
Allowance for loan losses	(30,249)	(23,642)
Total assets	2,531,353	2,854,054
Liabilities		
Deposits	2,157,159	2,343,030
Negotiable certificates of deposit	700	53,030
Call money	-	9,803
Payables under securities lending transactions	20,562	77,635
Borrowed money	154,280	144,400
Foreign exchanges	8	12
Bonds payable	40,400	32,500
Other liabilities	59,383	87,691
Provision for bonuses	2,087	975
Provision for directors' bonuses	279	142
Provision for directors' retirement benefits	67	69
Provision for losses on dormant deposit repayments	127	127
Provision for loyalty program	24	16
Acceptances and guarantees	672	629
Total liabilities	2,435,752	2,750,065
Net assets		
Capital stock	26,000	26,000
Capital surplus	24,000	24,000
Legal capital surplus	24,000	24,000
Retained earnings	40,424	49,839
Legal retained earnings	2,000	2,000
Other retained earnings	38,424	47,839
Retained earnings brought forward	38,424	47,839
Total shareholders' equity	90,424	99,839
Valuation difference on available-for-sale securities	4,713	4,341
Deferred gains or losses on hedges	463	(191)
Total valuation and translation adjustments	5,176	4,150
Total net assets	95,601	103,989
Total liabilities and net assets	2,531,353	2,854,054

2. Non-consolidated statements of income

(in millions of yen)	For six months ended September 30, 2013	For six months ended September 30, 2014
Ordinary income	39,493	40,152
Interest income	27,379	21,566
Interest on loans and discounts	16,880	16,611
Interest and dividends on securities	9,642	3,938
Fees and commissions	5,998	6,252
Other ordinary income	3,557	4,848
Other income	2,557	7,485
Ordinary expenses	25,764	25,911
Interest expenses	5,814	5,585
Interest on deposits	4,758	4,608
Fees and commissions payments	3,349	3,457
Other ordinary expenses	120	57
General and administrative expenses	15,085	16,401
Other expenses	1,394	409
Ordinary profit (loss)	13,728	14,241
Extraordinary income	-	-
Extraordinary loss	3,862	9
Income (Loss) before income taxes	9,866	14,232
Income taxes-current	40	2,163
Income taxes-deferred	2,834	2,654
Total income taxes	2,874	4,817
Net income (loss)	6,991	9,414

3. Non-consolidated statements of changes in net assets

For six months ended September 30, 2013

(in millions of yen)

	Shareholders' equity							
	Capital stock	Capital surplus		Retained earnings			Treasury stock	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	39,072	41,072	-	91,072
Changes of items during the period								
Dividends from surplus	-	-	-	-	(500)	(500)	-	(500)
Net income	-	-	-	-	6,991	6,991	-	6,991
Repurchase of treasury stock	-	-	-	-	-	-	(10,000)	(10,000)
Disposition of treasury stock	-	-	-	-	(10,000)	(10,000)	10,000	-
Net changes of items other than shareholders' equity	-	-	-	-	-	-	-	-
Total changes of items during the period	-	-	-	-	(3,508)	(3,508)	-	(3,508)
Balance at the end of current period	26,000	24,000	24,000	2,000	35,563	37,563	-	87,563

	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	5,068	514	5,583	96,655
Changes of items during the period				
Dividends from surplus	-	-	-	(500)
Net income	-	-	-	6,991
Repurchase of treasury stock	-	-	-	(10,000)
Disposition of treasury stock	-	-	-	-
Net changes of items other than shareholders' equity	(722)	(99)	(821)	(821)
Total changes of items during the period	(722)	(99)	(821)	(4,330)
Balance at the end of current period	4,346	415	4,762	92,325

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

For six months ended September 30, 2014

(in millions of yen)

	Shareholders' equity							
	Capital stock	Capital surplus		Retained earnings			Treasury stock	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	38,424	40,424	-	90,424
Changes of items during the period								
Dividends from surplus	-	-	-	-	-	-	-	-
Net income	-	-	-	-	9,414	9,414	-	9,414
Repurchase of treasury stock	-	-	-	-	-	-	-	-
Disposition of treasury stock	-	-	-	-	-	-	-	-
Net changes of items other than shareholders' equity	-	-	-	-	-	-	-	-
Total changes of items during the period	-	-	-	-	9,414	9,414	-	9,414
Balance at the end of current period	26,000	24,000	24,000	2,000	47,839	49,839	-	99,839

	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	4,713	463	5,176	95,601
Changes of items during the period				
Dividends from surplus	-	-	-	-
Net income	-	-	-	9,414
Repurchase of treasury stock	-	-	-	-
Disposition of treasury stock	-	-	-	-
Net changes of items other than shareholders' equity	(371)	(654)	(1,026)	(1,026)
Total changes of items during the period	(371)	(654)	(1,026)	8,388
Balance at the end of current period	4,341	(191)	4,150	103,989

4. Going Concern Assumption

There is no applicable information.