

Consolidated Financial Results for the Three Months Ended June 30, 2022 (Under Japanese GAAP)

August 10, 2022

Company name: TOMONY Holdings, Inc.
 Stock exchanging listing: Tokyo (code: 8600)
 URL: <https://www.tomony-hd.co.jp/>
 Representative: Takeshi Nakamura, Representative Director, President and CEO
 For inquiry: Hitomi Fujii, Managing Director, General Manager of Corporate Planning Department
 Tel: +81-87-812-0102
 Scheduled date to file quarterly securities report: August 10, 2022
 Scheduled date to commence dividend payment: -
 Trading accounts: None
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results meeting: None

(Amounts of less than one million yen are rounded down.)

1. Consolidated highlights for three months ended June 30, 2022 (from April 1, 2022 to June 30, 2022)

(1) Results of operations

(%: Changes from the previous fiscal year)

| | Ordinary income | | Ordinary profits | | Profit attributable to owners of parent | |
|--------------------|-----------------|-------|------------------|--------|---|--------|
| | million yen | % | million yen | % | million yen | % |
| Three months ended | | | | | | |
| June 30, 2022 | 18,337 | 6.1 | 4,720 | (14.9) | 3,287 | (26.7) |
| June 30, 2021 | 17,278 | (5.9) | 5,547 | 79.6 | 4,489 | 126.0 |

(Note) Comprehensive income: June 30, 2022: ¥(4,567)million [-%]; June 30, 2021: ¥6,333 million [(23.6)%]

| | Basic earnings per share | Diluted earnings per share |
|--------------------|--------------------------|----------------------------|
| | yen | yen |
| Three months ended | | |
| June 30, 2022 | 20.45 | 20.00 |
| June 30, 2021 | 28.07 | 27.48 |

(2) Financial conditions

| | Total assets | Total net assets | Equity-to-asset ratio |
|----------------|--------------|------------------|-----------------------|
| | million yen | million yen | % |
| As of | | | |
| June 30, 2022 | 4,656,304 | 240,338 | 5.0 |
| March 31, 2022 | 4,596,057 | 245,730 | 5.2 |

(Reference) Equity: June 30, 2022: ¥236,706million; March 31, 2022: ¥242,116 million

(Note) "Equity-to-asset ratio" is calculated as follows: (Total net assets - Subscription rights to shares - Non-controlling interests) / Total assets × 100

2. Cash dividends for shareholders

| | Annual cash dividends per share | | | | |
|----------------------------------|---------------------------------|-----------------|-----------------|-----------------|-------|
| | 1st quarter-end | 2nd quarter-end | 3rd quarter-end | Fiscal year-end | Total |
| Fiscal year | yen | yen | yen | yen | yen |
| ended March 31, 2022 | - | 4.50 | - | 4.50 | 9.00 |
| ended March 31, 2023 | - | | | | |
| ending March 31, 2023 (Forecast) | | 4.50 | - | 4.50 | 9.00 |

(Note) Revision of forecasts for dividends on the presentation date of this Consolidated Financial Results : None

3. Earnings forecasts for fiscal year ending March 31, 2023 (from April 1, 2022 to March 31, 2023)

(%: Changes from the previous fiscal year)

| | Ordinary profits | | Profit attributable to owners of parent | | Basic earnings per share |
|--------------------------------------|------------------|--------|---|--------|--------------------------|
| | million yen | % | million yen | % | yen |
| Six months ending September 30, 2022 | 8,000 | (12.7) | 5,350 | (21.2) | 33.29 |
| Fiscal year ending March 31, 2023 | 16,250 | (15.0) | 10,650 | (18.4) | 66.27 |

(Note) Revision of forecasts for earnings on the presentation date of this Consolidated Financial Results : None

Notes

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries accompanying change in scope of consolidation): None
- (2) Adoption of specific accounting treatment for preparing quarterly consolidated financial statements: None
- (3) Changes in accounting policies, changes in accounting estimates, and restatements
 - (i) Changes in accounting policies due to revisions of accounting standards and other regulations: Yes
 - (ii) Changes in accounting policies due to reasons other than (i): None
 - (iii) Changes in accounting estimates: None
 - (iv) Restatements: None
- (4) Issued shares of common shares

- (i) Total number of issued shares at the end of the period (including treasury shares)

| | | | |
|---------------------|--------------------|----------------------|--------------------|
| As of June 30, 2022 | 163,728,911 shares | As of March 31, 2022 | 163,728,911 shares |
|---------------------|--------------------|----------------------|--------------------|

- (ii) Number of treasury shares at the end of the period

| | | | |
|---------------------|------------------|----------------------|------------------|
| As of June 30, 2022 | 3,379,173 shares | As of March 31, 2022 | 3,024,704 shares |
|---------------------|------------------|----------------------|------------------|

- (iii) Average number of outstanding shares

| | | | |
|----------------------------------|--------------------|----------------------------------|--------------------|
| Three months ended June 30, 2022 | 160,726,841 shares | Three months ended June 30, 2021 | 159,885,000 shares |
|----------------------------------|--------------------|----------------------------------|--------------------|

*This “Consolidated Financial Results” is outside the scope of the audit.

*Notes for using forecasted information etc.

The description of future performance of this report is based on information which is presently available and certain assumptions, which are considered to be reasonable, and it does not guarantee future performance. Please take note that future performance may differ from forecasts depending on various future factors.

Quarterly consolidated financial statements

(1) Consolidated balance sheets

(Millions of yen)

| | As of March 31, 2022 | As of June 30, 2022 |
|--|----------------------|---------------------|
| Assets | | |
| Cash and due from banks | 537,955 | 527,690 |
| Trading securities | 436 | 463 |
| Money held in trust | 1,327 | 7,399 |
| Securities | 727,889 | 754,708 |
| Loans and bills discounted | 3,229,950 | 3,266,941 |
| Foreign exchanges | 7,247 | 8,600 |
| Lease receivables and investments in leases | 10,023 | 10,002 |
| Other assets | 52,559 | 48,357 |
| Tangible fixed assets | 35,967 | 36,044 |
| Intangible fixed assets | 1,369 | 1,292 |
| Retirement benefit asset | 5,860 | 5,960 |
| Deferred tax assets | 163 | 2,402 |
| Customers' liabilities for acceptances and guarantees | 7,309 | 8,463 |
| Allowance for loan losses | (22,003) | (22,022) |
| Total assets | 4,596,057 | 4,656,304 |
| Liabilities | | |
| Deposits | 3,948,642 | 4,007,308 |
| Negotiable certificates of deposit | 113,501 | 126,150 |
| Call money and bills sold | - | 30,000 |
| Borrowed money | 243,775 | 212,126 |
| Foreign exchanges | 23 | 9 |
| Other liabilities | 33,771 | 30,276 |
| Provision for bonuses | 328 | - |
| Provision for bonuses for directors (and other officers) | 106 | 25 |
| Retirement benefit liability | 148 | 149 |
| Provision for reimbursement of deposits | 188 | 175 |
| Provision for contingent loss | 137 | 137 |
| Provision for loss on guarantees | 213 | 226 |
| Deferred tax liabilities | 1,372 | 108 |
| Deferred tax liabilities for land revaluation | 808 | 808 |
| Acceptances and guarantees | 7,309 | 8,463 |
| Total liabilities | 4,350,327 | 4,415,966 |
| Net assets | | |
| Share capital | 25,000 | 25,000 |
| Capital surplus | 25,972 | 25,972 |
| Retained earnings | 182,386 | 184,946 |
| Treasury shares | (1,142) | (1,237) |
| Total shareholders' equity | 232,216 | 234,681 |
| Valuation difference on available-for-sale securities | 7,730 | (116) |
| Deferred gains or losses on hedges | 0 | 1 |
| Revaluation reserve for land | 1,406 | 1,406 |
| Remeasurements of defined benefit plans | 763 | 734 |
| Total accumulated other comprehensive income | 9,900 | 2,025 |
| Share acquisition rights | 1,215 | 1,215 |
| Non-controlling interests | 2,398 | 2,416 |
| Total net assets | 245,730 | 240,338 |
| Total liabilities and net assets | 4,596,057 | 4,656,304 |

(2) Consolidated statements of income and consolidated statements of comprehensive income
(Consolidated statements of income)

(Millions of yen)

| | Three months ended June 30, 2021 | Three months ended June 30, 2022 |
|--|-------------------------------------|-------------------------------------|
| Ordinary income | 17,278 | 18,337 |
| Interest income | 12,115 | 12,862 |
| Interest on loans and discounts | 9,785 | 10,087 |
| Interest and dividends on securities | 2,244 | 2,536 |
| Fees and commissions | 2,597 | 2,549 |
| Other ordinary income | 2,162 | 1,800 |
| Other income | 403 | 1,125 |
| Ordinary expenses | 11,731 | 13,616 |
| Interest expenses | 317 | 258 |
| Interest on deposits | 294 | 241 |
| Fees and commissions payments | 1,016 | 1,000 |
| Other ordinary expenses | 1,711 | 3,783 |
| General and administrative expenses | 8,582 | 8,465 |
| Other expenses | 103 | 109 |
| Ordinary profit | 5,547 | 4,720 |
| Extraordinary income | 205 | - |
| Gain on disposal of non-current assets | 205 | - |
| Extraordinary losses | 69 | 53 |
| Loss on disposal of non-current assets | 22 | 19 |
| Impairment losses | 46 | 21 |
| Provision for loss on guarantees | - | 13 |
| Profit before income taxes | 5,683 | 4,666 |
| Income taxes - current | 909 | 1,392 |
| Income taxes - deferred | 273 | (36) |
| Total income taxes | 1,183 | 1,356 |
| Profit | 4,500 | 3,310 |
| Profit attributable to non-controlling interests | 10 | 22 |
| Profit attributable to owners of parent | 4,489 | 3,287 |

(Consolidated statements of comprehensive income)

(Millions of yen)

| | Three months ended June 30, 2021 | Three months ended June 30, 2022 |
|--|-------------------------------------|-------------------------------------|
| Profit | 4,500 | 3,310 |
| Other comprehensive income | 1,833 | (7,877) |
| Valuation difference on available-for-sale securities | 1,865 | (7,849) |
| Deferred gains or losses on hedges | 0 | 1 |
| Remeasurements of defined benefit plans, net of tax | (32) | (28) |
| Comprehensive income | 6,333 | (4,567) |
| Comprehensive income attributable to | | |
| Comprehensive income attributable to owners of parent | 6,345 | (4,587) |
| Comprehensive income attributable to non-controlling interests | (12) | 20 |