

Consolidated Financial Results for the Six Months Ended September 30, 2023 (Under Japanese GAAP)

November 14, 2023

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: November 21, 2023
 Scheduled date to commence dividend payment: December 8, 2023
 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 the six months ended September 30, 2023 (from April 1, 2023 to September 30, 2023)

(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	%
Six months ended						
September 30, 2023	42,427	14.2	10,836	13.6	7,014	2.4
September 30, 2022	37,150	14.6	9,536	4.0	6,848	0.7

(Note) Comprehensive income: September 30, 2023: ¥5,784 million [- %]; September 30, 2022: ¥(6,517)million [- %]

	Basic earnings per share	Diluted earnings per share
	yen	yen
Six months ended		
September 30, 2023	43.24	42.44
September 30, 2022	42.49	41.67

(2) Financial conditions

	Total assets	Total net assets	Equity-to-asset ratio
As of	million yen	million yen	%
September 30, 2023	4,687,769	252,474	5.3
March 31, 2023	4,551,361	247,356	5.3

(Reference) Equity: September 30, 2023: ¥249,219 million; March 31, 2023: ¥244,183 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, 2023	-	5.00	-	5.00	10.00
ending March 31, 2024	-	5.50			
ending March 31, 2024 (Forecast)			-	5.50	11.00

(Note) Revision of forecasts for dividends on the presentation date of this Consolidated Financial Results : Yes

3. Earnings forecasts for the fiscal year ending March 31, 2024 (from April 1, 2023 to March 31, 2024)

(%: Changes from the previous fiscal year)

	Ordinary profits		Profit attributable to owners of parent		Basic earnings per share
	million yen	%	million yen	%	yen
Fiscal year ending March 31, 2024	18,950	(8.3)	12,350	(12.8)	76.13

(Note) Revision of forecasts for earnings on the presentation date of this Consolidated Financial Results : Yes

Notes

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries accompanying change in scope of consolidation): None
- (2) Changes in accounting policies, changes in accounting estimates, and restatements
- (i) Changes in accounting policies due to revisions of accounting standards and other regulations: None
 - (ii) Changes in accounting policies due to reasons other than (i): Yes
 - (iii) Changes in accounting estimates: None
 - (iv) Restatements: None

(3) Issued shares of common shares

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

As of September 30, 2023	163,728,911 shares	As of March 31, 2023	163,728,911 shares
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- (ii) Number of treasury shares at the end of the period

As of September 30, 2023	1,376,110 shares	As of March 31, 2023	1,671,069 shares
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- (iii) Average number of outstanding shares

Six months ended September 30, 2023	162,202,941 shares	Six months ended September 30, 2022	161,152,531 shares
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*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, 2023	As of September 30, 2023
Assets		
Cash and due from banks	371,140	420,778
Trading securities	478	405
Money held in trust	1,108	1,212
Securities	691,510	679,227
Loans and bills discounted	3,395,321	3,483,756
Foreign exchanges	4,923	7,174
Lease receivables and investments in leases	10,545	11,079
Other assets	45,010	52,110
Tangible fixed assets	35,743	35,600
Intangible fixed assets	1,114	902
Retirement benefit asset	6,358	6,551
Deferred tax assets	3,463	3,874
Customers' liabilities for acceptances and guarantees	7,108	7,005
Allowance for loan losses	(22,466)	(21,910)
Total assets	4,551,361	4,687,769
Liabilities		
Deposits	4,018,219	4,122,861
Negotiable certificates of deposit	128,635	143,546
Call money and bills sold	23,000	25,000
Cash collateral received for securities lent	8,656	9,452
Borrowed money	80,822	103,112
Foreign exchanges	29	19
Other liabilities	35,810	22,641
Provision for bonuses	341	341
Provision for bonuses for directors (and other officers)	98	49
Retirement benefit liability	148	147
Provision for reimbursement of deposits	130	115
Provision for contingent loss	128	151
Deferred tax liabilities	67	40
Deferred tax liabilities for land revaluation	808	808
Acceptances and guarantees	7,108	7,005
Total liabilities	4,304,004	4,435,294

(Millions of yen)

	As of March 31, 2023	As of September 30, 2023
Net assets		
Share capital	25,000	25,000
Capital surplus	25,890	25,887
Retained earnings	195,000	201,204
Treasury shares	(595)	(490)
Total shareholders' equity	245,295	251,601
Valuation difference on available-for-sale securities	(3,251)	(4,474)
Deferred gains or losses on hedges	0	(0)
Revaluation reserve for land	1,423	1,423
Remeasurements of defined benefit plans	716	670
Total accumulated other comprehensive income	(1,111)	(2,381)
Share acquisition rights	1,005	1,048
Non-controlling interests	2,167	2,206
Total net assets	247,356	252,474
Total liabilities and net assets	4,551,361	4,687,769

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

(Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Ordinary income	37,150	42,427
Interest income	26,411	31,477
Interest on loans and discounts	20,752	23,200
Interest and dividends on securities	5,246	7,972
Fees and commissions	5,340	5,853
Other ordinary income	2,419	2,759
Other income	2,977	2,336
Ordinary expenses	27,614	31,591
Interest expenses	555	817
Interest on deposits	486	609
Fees and commissions payments	2,006	2,006
Other ordinary expenses	6,286	11,012
General and administrative expenses	16,603	16,592
Other expenses	2,161	1,162
Ordinary profit	9,536	10,836
Extraordinary income	4	0
Gain on disposal of non-current assets	4	0
Extraordinary losses	97	248
Loss on disposal of non-current assets	48	28
Impairment losses	35	219
Provision for loss on guarantees	13	-
Profit before income taxes	9,443	10,587
Income taxes - current	2,685	3,418
Income taxes - deferred	(145)	108
Total income taxes	2,539	3,526
Profit	6,903	7,061
Profit attributable to non-controlling interests	54	46
Profit attributable to owners of parent	6,848	7,014

(Consolidated statements of comprehensive income)

(Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Profit	6,903	7,061
Other comprehensive income	(13,421)	(1,276)
Valuation difference on available-for-sale securities	(13,363)	(1,228)
Deferred gains or losses on hedges	0	(1)
Remeasurements of defined benefit plans, net of tax	(57)	(46)
Comprehensive income	(6,517)	5,784
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(6,550)	5,743
Comprehensive income attributable to non-controlling interests	32	41

(3) Consolidated statements of changes in equity
Six months ended September 30, 2022

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	25,000	25,972	182,386	(1,142)	232,216
Changes during period					
Dividends of surplus			(727)		(727)
Profit attributable to owners of parent			6,848		6,848
Purchase of treasury shares				(158)	(158)
Disposal of treasury shares		(10)		550	539
Reversal of revaluation reserve for land			(16)		(16)
Net changes in items other than shareholders' equity					
Total changes during period	-	(10)	6,104	391	6,485
Balance at end of period	25,000	25,961	188,490	(750)	238,702

	Accumulated other comprehensive income					Share acquisition rights	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income			
Balance at beginning of period	7,730	0	1,406	763	9,900	1,215	2,398	245,730
Changes during period								
Dividends of surplus								(727)
Profit attributable to owners of parent								6,848
Purchase of treasury shares								(158)
Disposal of treasury shares								539
Reversal of revaluation reserve for land								(16)
Net changes in items other than shareholders' equity	(13,341)	0	16	(57)	(13,382)	(209)	30	(13,561)
Total changes during period	(13,341)	0	16	(57)	(13,382)	(209)	30	(7,075)
Balance at end of period	(5,611)	0	1,423	705	(3,481)	1,005	2,428	238,654

Six months ended September 30, 2023

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	25,000	25,890	195,000	(595)	245,295
Changes during period					
Dividends of surplus			(810)		(810)
Profit attributable to owners of parent			7,014		7,014
Purchase of treasury shares				(0)	(0)
Disposal of treasury shares		(2)		105	102
Reversal of revaluation reserve for land			0		0
Net changes in items other than shareholders' equity					
Total changes during period	-	(2)	6,204	104	6,306
Balance at end of period	25,000	25,887	201,204	(490)	251,601

	Accumulated other comprehensive income					Share acquisition rights	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income			
Balance at beginning of period	(3,251)	0	1,423	716	(1,111)	1,005	2,167	247,356
Changes during period								
Dividends of surplus								(810)
Profit attributable to owners of parent								7,014
Purchase of treasury shares								(0)
Disposal of treasury shares								102
Reversal of revaluation reserve for land								0
Net changes in items other than shareholders' equity	(1,223)	(1)	(0)	(46)	(1,270)	43	39	(1,188)
Total changes during period	(1,223)	(1)	(0)	(46)	(1,270)	43	39	5,118
Balance at end of period	(4,474)	(0)	1,423	670	(2,381)	1,048	2,206	252,474