



## Summary :

August 4, 2020

### Financial Results for the First Quarter of Fiscal 2020 (Japanese GAAP)

Company Name: **Hokuhoku Financial Group, Inc.**

Stock Code Number (Japan): 8377

Stock Exchanges (Japan): Tokyo Stock Exchange (First Section), Sapporo Securities Exchange

URL: <https://www.hokuhoku-fg.co.jp/>

Address: 1-2-26 Tsutsumicho-dori, Toyama-city, Toyama Pref., 930-8637, Japan

Representative: Name: Eishin Ihori  
Title: President & CEO

Amounts less than one million yen and one decimal place are rounded down.

### 1. Financial Highlights for the First Quarter of Fiscal 2020 (for the three months ended June 30, 2020)

#### (1) Consolidated Results of Operations

(%: Changes from corresponding period of previous fiscal year)

	Ordinary Income		Ordinary Profits		Net Income Attributable to Owners of the Parent	
	¥ million	%	¥ million	%	¥ million	%
1Q F2020	43,196	(0.0)	8,069	(5.2)	5,002	(13.8)
1Q F2019	43,213	(2.9)	8,515	(3.3)	5,805	(5.7)

Note: Comprehensive Income: 1Q FY2020: ¥25,061 million [—]%; 1Q FY2019: ¥(2,899) million [—]%

	Net Income per Share of Common Stock		Diluted Net Income per Share of Common Stock	
	¥		¥	
1Q F2020	38.14		38.03	
1Q F2019	44.27		44.17	

#### (2) Consolidated Financial Conditions

	Total Assets		Total Net Assets		Own Capital Ratio	
	¥ million		¥ million		%	
1Q F2020	14,613,622		614,407		4.2	
Fiscal 2019	13,644,861		595,319		4.3	

Reference: Own Capital: as of June 30, 2020: ¥610,976 million; as of March 31, 2020: ¥591,881 million

Note: Own Capital Ratio is calculated as follows: (Total Net Assets – Stock Acquisition Rights – Non-controlling Interests) / Total Assets × 100

#### 2. Cash Dividends for Shareholders of Common Stock

(Record Date)	Cash Dividends for Share				
	The end of 1 <sup>st</sup> Qtr	The end of 2 <sup>nd</sup> Qtr	The end of 3 <sup>rd</sup> Qtr	Fiscal year-end	Annual
Fiscal 2019	—	0.00	—	40.00	40.00
Fiscal 2020	—				
Fiscal 2020 (forecast)		0.00	—	35.00	35.00

Note: Revision of estimates for cash dividends for shareholders of common stock during this quarter: No

#### 3. Earnings Estimates for Fiscal 2020 (for the fiscal year ending March 31, 2021)

(%: Changes from corresponding period of previous fiscal year)

	Ordinary Profits		Net Income Attributable to Owners of the Parent		Net Income per Share of Common Stock	
	¥ million	%	¥ million	%	¥	
2Q Fiscal 2020 (Accumulated period)	13,000	(25.4)	8,000	(31.3)	55.46	
Fiscal 2020	26,000	(17.9)	16,500	(18.5)	115.35	

Note: Revision of the earnings estimates during this quarter: No

#### 4. Others

(1) Changes in Significant Subsidiaries during the First Quarter: No

(Note) Changes in specified subsidiaries accompanying changes in scope of consolidation during the first Quarter

(2) Adoption of Specified Accounting Methods for the Preparation of Quarterly Consolidated Financial Statements: Yes

(3) Changes in Accounting Policies and Accounting Estimates / Restatements

(a) Changes in accounting policies due to revisions of accounting standards, etc.: No

(b) Changes in accounting policies other than (a) above: No

(c) Changes in accounting estimates: No

(d) Restatements: No

(4) Issued Shares (Common Stock)

(a) Number of Common Stock outstanding at the end of fiscal year and the First Quarter (including Treasury Stock)

As of June 30, 2020	132,163,014	As of March 31, 2020	132,163,014
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(b) Number of Treasury Stock at the end of fiscal year and the First Quarter

As of June 30, 2020	950,137	As of March 31, 2020	999,658
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(c) Average outstanding shares for the three months ended

As of June 30, 2020	131,170,543	As of June 30, 2019	131,127,934
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(Implementation status of audit procedures)

This report is not subject to audit procedures.

*The above estimates are based on information that is available at this moment and assumptions of factors that have an influence on future results of operations. Actual results may differ materially from these estimates, depending on future events.*

(Reference)

#### Cash Dividends for Shareholders of Preferred Stock (Type 5)

(Record Date)	Cash Dividends for Share				
	The end of 1 <sup>st</sup> Qtr	The end of 2 <sup>nd</sup> Qtr	The end of 3 <sup>rd</sup> Qtr	Fiscal year-end	Annual
Fiscal 2019	¥ —	¥ 7.50	¥ —	¥ 7.50	¥ 15.00
Fiscal 2020	—				
Fiscal 2020 (forecast)		7.50	—	7.50	15.00

## 5. Quarterly Consolidated Financial Statements

### (1) Consolidated Balance Sheet

Millions of yen

		As of March 31, 2020	As of June 30, 2020
<b>Assets</b>	<b>資産の部</b>		
Cash and due from banks	現金預け金	2,725,025	3,432,324
Call loans and bills bought	コールローン及び買入手形	59,795	2,154
Monetary claims bought	買入金銭債権	32,684	30,701
Trading assets	特定取引資産	3,790	3,654
Money held in trust	金銭の信託	16,054	16,079
Securities	有価証券	1,815,484	1,904,746
Loans and bills discounted	貸出金	8,656,450	8,890,313
Foreign exchanges	外国為替	19,014	18,517
Other assets	その他資産	194,483	194,655
Tangible fixed assets	有形固定資産	96,905	95,973
Intangible fixed assets	無形固定資産	17,320	16,124
Deferred tax assets	繰延税金資産	6,456	3,746
Customers' liabilities for acceptances and guarantees	支払承諾見返	56,099	58,971
Allowance for loan losses	貸倒引当金	(54,703)	(54,341)
<b>Total assets</b>	<b>資産の部合計</b>	<b>13,644,861</b>	<b>14,613,622</b>
<b>Liabilities</b>	<b>負債の部</b>		
Deposits	預金	11,558,118	12,265,313
Negotiable certificates of deposit	譲渡性預金	80,500	109,211
Call money and bills sold	コールマネー及び売渡手形	68,264	80,000
Payables under repurchase agreements	売現先勘定	11,877	12,159
Payables under securities lending transactions	債券貸借取引受入担保金	294,641	291,031
Trading liabilities	特定取引負債	497	418
Borrowed money	借入金	827,574	1,030,224
Foreign exchanges	外国為替	113	468
Borrowed money from trust account	信託勘定借	534	828
Other liabilities	その他負債	119,799	115,086
Liability for retirement benefits	退職給付に係る負債	12,199	11,234
Provision for director's retirement benefits	役員退職慰労引当金	190	178
Reserve for contingent losses	偶発損失引当金	1,025	937
Reserve for reimbursement of deposits	睡眠預金払戻損失引当金	1,978	1,978
Reserves under the special laws	特別法上の引当金	5	5
Deferred tax liabilities	繰延税金負債	10,919	16,002
Deferred tax liabilities for land revaluation	再評価に係る繰延税金負債	5,201	5,164
Acceptances and guarantees	支払承諾	56,099	58,971
<b>Total liabilities</b>	<b>負債の部合計</b>	<b>13,049,541</b>	<b>13,999,215</b>
<b>Net assets</b>	<b>純資産の部</b>		
Capital stock	資本金	70,895	70,895
Capital surplus	資本剰余金	139,269	139,276
Retained earnings	利益剰余金	329,343	328,458
Treasury stock	自己株式	(1,237)	(1,176)
Shareholders' equity	株主資本合計	538,269	537,453
Valuation difference on available-for-sale securities	その他有価証券評価差額金	55,525	74,814
Deferred gains or losses on hedges	繰延ヘッジ損益	(1,076)	(582)
Revaluation reserve for land	土地再評価差額金	8,211	8,126
Defined retirement benefit plans	退職給付に係る調整累計額	(9,049)	(8,835)
Accumulated other comprehensive income	その他の包括利益累計額合計	53,611	73,522
Stock acquisition rights	新株予約権	497	428
Non-controlling interests	非支配株主持分	2,941	3,002
<b>Total net assets</b>	<b>純資産の部合計</b>	<b>595,319</b>	<b>614,407</b>
<b>Total liabilities and net assets</b>	<b>負債及び純資産の部合計</b>	<b>13,644,861</b>	<b>14,613,622</b>

**(2) Consolidated Statement of Income and Consolidated Statement of Comprehensive Income**  
**For the three months ended June 30, 2019**

**【Consolidated Statement of Income】**

Millions of yen

		For the three months ended June 30, 2019	For the three months ended June 30, 2020
Ordinary income	経常収益	43,213	43,196
Interest income	資金運用収益	26,640	26,112
(Interest on loans and discounts)	(うち貸出金利息)	20,972	20,686
(Interest and dividends on securities)	(うち有価証券利息配当金)	4,957	4,957
Trust fees	信託報酬	1	4
Fees and commissions	役務取引等収益	9,330	8,595
Trading income	特定取引収益	256	266
Other ordinary income	その他業務収益	5,188	6,257
Other income	その他経常収益	1,796	1,959
Ordinary expenses	経常費用	34,698	35,126
Interest expenses	資金調達費用	1,219	620
(Interest on deposits)	(うち預金利息)	292	198
Fees and commissions payments	役務取引等費用	3,807	3,764
Other ordinary expenses	その他業務費用	2,764	4,115
General and administrative expenses	営業経費	23,738	23,136
Other expenses	その他経常費用	3,167	3,488
Ordinary profits	経常利益	8,515	8,069
Extraordinary income	特別利益	74	11
Gain on disposal of fixed assets	固定資産処分益	74	11
Extraordinary loss	特別損失	261	134
Loss on disposal of fixed assets	固定資産処分損	108	64
Impairment loss	減損損失	153	70
Income before income taxes	税金等調整前四半期純利益	8,328	7,947
Income taxes-current	法人税、住民税及び事業税	2,842	2,970
Income taxes-deferred	法人税等調整額	(363)	(59)
Total income taxes	法人税等合計	2,478	2,910
Net income	四半期純利益	5,850	5,036
Net income attributable to non-controlling interests	非支配株主に帰属する四半期純利益	44	33
Net income attributable to owners of the parent	親会社株主に帰属する四半期純利益	5,805	5,002

**【Consolidated Statement of Comprehensive Income】**

Millions of yen

		For the three months ended June 30, 2019	For the three months ended June 30, 2020
Net income	四半期純利益	5,850	5,036
Other comprehensive income	その他の包括利益	(8,750)	20,024
Valuation difference on available-for-sale securities	その他有価証券評価差額金	(8,957)	19,293
Deferred gains or losses on hedges	繰延ヘッジ損益	25	493
Defined retirement benefit plans	退職給付に係る調整額	221	213
Share of other comprehensive income of associates accounted for using equity method	持分法適用会社に対する持分相当額	(39)	23
Total comprehensive income	四半期包括利益	(2,899)	25,061
Breakdown	(内訳)		
Comprehensive income attributable to owners of the parent	親会社株主に係る四半期包括利益	(2,950)	24,999
Comprehensive income attributable to non-controlling interest	非支配株主に係る四半期包括利益	50	62

## Financial Highlights For the First Quarter of Fiscal 2019

### 1. Income Analysis

#### FG [Consolidated]

	Forecasts		1st Qtr of FY 2020 (3 months)	Changes from 1st Qtr of FY 2019	1st Qtr of FY 2019 (3 months)	Fiscal Year 2019 results (reference)
	Full year	Interim				
Ordinary income			43,196	(17)	43,213	182,402
Ordinary profits	26,000	13,000	8,069	(445)	8,515	31,685
Net income attributable to owners of the parent	16,500	8,000	5,002	(802)	5,805	20,252

(Millions of yen)

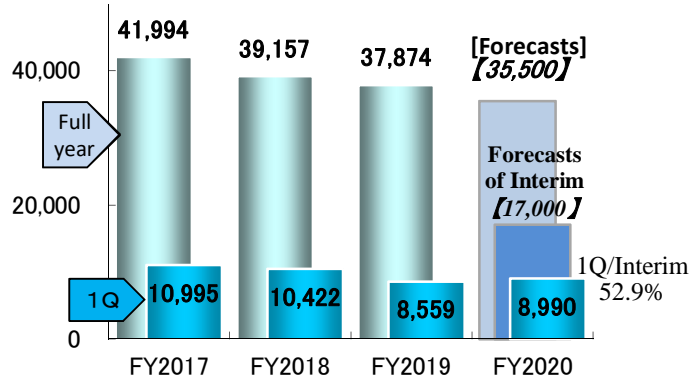
#### 【Total of two banks】

	Forecasts		1st Qtr of FY 2020 (3 months)	Changes from 1st Qtr of FY 2019	1st Qtr of FY 2019 (3 months)	Fiscal Year 2019 results (reference)
	Full year	Interim				
Ordinary income			39,540	552	38,988	163,511
Core gross business profits	121,000	60,000	29,915	(82)	29,998	123,266
Net interest income			26,395	461	25,933	105,433
Net fees and commissions			3,271	(526)	3,797	16,569
Net trading income			29	23	6	136
Net other income			218	(42)	261	1,127
Net gains (losses) on foreign exchange transactions			222	(40)	263	1,100
Net income on derivatives			0	(0)	0	48
General and administrative expenses	85,500	43,000	20,925	(513)	21,439	85,391
Personnel			9,946	(342)	10,289	40,503
Non-personnel			9,351	(100)	9,452	38,531
Core net business profits	35,500	17,000	8,990	430	8,559	37,874
Net gains (losses) related to bonds			1,408	(224)	1,633	8,480
Net business profits(before reversal (provision) of general allowance for loan losses)			10,398	206	10,192	46,354
Total credit costs	12,000	5,500	1,959	783	1,176	12,061
Net gains (losses) related to stocks			690	849	(159)	(1,866)
Ordinary profits	27,000	13,500	8,860	46	8,813	31,482
Net extraordinary gains (losses)			(122)	49	(171)	(1,089)
Income before income taxes			8,737	95	8,641	30,393
Income taxes			2,725	487	2,238	9,561
Income taxes deferred			(66)	289	(356)	1,133
Net income	18,000	9,500	6,011	(392)	6,403	20,831

(Millions of yen)

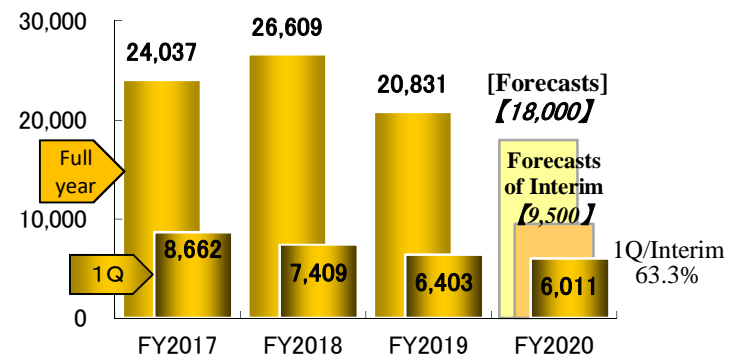
#### 《 Core net business profits 》

(Millions of yen)



#### 《 Net income 》

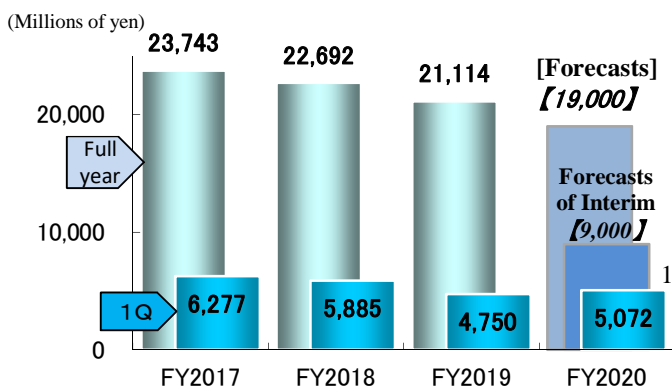
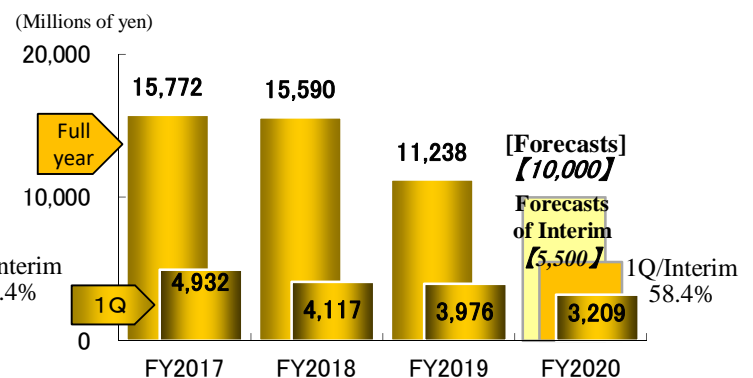
(Millions of yen)



**【Non-Consolidated】 Hokuriku Bank**

- Core net business profits were JPY5,072 million, JPY321 million increase compared to the corresponding period of the previous fiscal year due to an increase in net interest income and a decrease in general and administrative expenses.
- Ordinary profits decreased by JPY316 million to JPY5,295 million, mainly due to an increase in total credit costs.
- Accordingly, net income decreased by JPY766 million to JPY3,209 million.

	Forecasts		1st Qtr of FY 2020 (3 months)	Changes from 1st Qtr of FY 2019	1st Qtr of FY 2019 (3 months)	Fiscal Year 2019 results (reference)
	Full year	Interim				
Ordinary income			21,560	(176)	21,736	88,528
Core gross business profits	64,500	32,000	16,142	(169)	16,311	66,882
Net interest income			13,736	126	13,609	55,299
Net fees and commissions			2,200	(289)	2,490	10,569
Net trading income			29	23	6	136
Net other income			175	(30)	205	877
Net gains (losses) on foreign exchange transactions			175	(30)	205	877
Net income on derivatives			—	—	—	—
General and administrative expenses	45,500	23,000	11,070	(490)	11,561	45,768
Personnel			5,607	(224)	5,831	22,673
Non-personnel			4,572	(214)	4,786	19,762
Core net business profits	19,000	9,000	5,072	321	4,750	21,114
Net gains (losses) related to bonds			1,482	214	1,268	4,872
Net business profits (before reversal (provision) of general allowance for loan losses)			6,554	535	6,019	25,987
Total credit costs	7,000	3,000	1,580	1,039	540	9,292
Net gains (losses) related to stocks			373	558	(185)	168
Ordinary profits	15,500	8,000	5,295	(316)	5,612	17,718
Net extraordinary gains (losses)			(121)	35	(156)	(897)
Income before income taxes			5,174	(281)	5,455	16,821
Income taxes			1,965	485	1,479	5,582
Income taxes deferred			(383)	(87)	(296)	396
Net income	10,000	5,500	3,209	(766)	3,976	11,238

**《 Core net business profits 》**

**《 Net income 》**


**【Non-consolidated】 Hokkaido Bank**

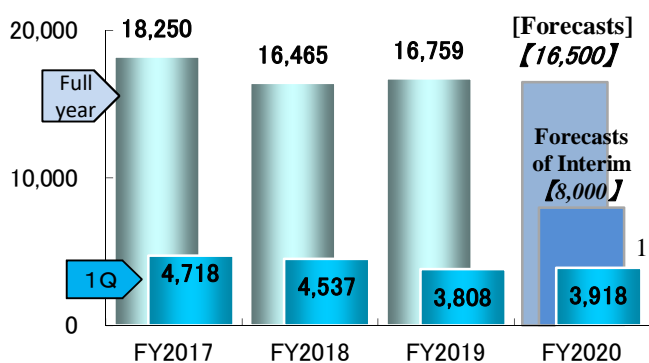
- Core net business profits were JPY3,918 million, JPY109 million increase compared to the corresponding period of the previous fiscal year mainly due to an increase in net interest income.
- Ordinary profits increased by JPY363 million to JPY3,564 million, due to a decrease in total credit costs and an increase in net gains related to stocks.
- Accordingly, net income increased by JPY374 million to JPY2,802 million.

(Millions of yen)

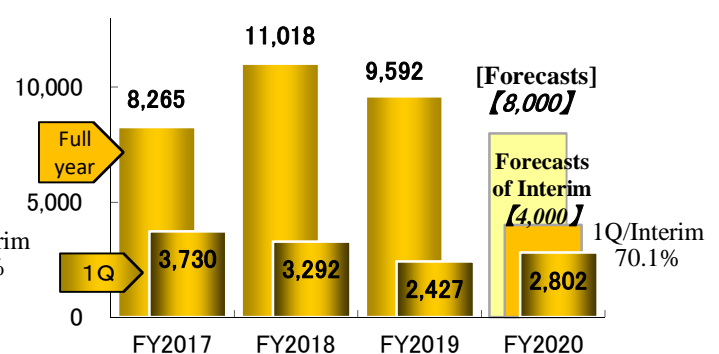
	Forecasts		1st Qtr of FY 2020 (3 months)	Changes from 1st Qtr of FY 2019	1st Qtr of FY 2019 (3 months)	Fiscal Year 2019 results (reference)
	Full year	Interim				
Ordinary income			17,980	728	17,251	74,982
Core gross business profits	56,500	28,000	13,773	87	13,686	56,383
Net interest income			12,659	335	12,323	50,134
Net fees and commissions			1,070	(236)	1,307	5,999
Net trading income			—	—	—	—
Net other income			43	(12)	55	249
Net gains (losses) on foreign exchange transactions			47	(10)	57	222
Net income on derivatives			0	(0)	0	48
General and administrative expenses	40,000	20,000	9,855	(22)	9,878	39,623
Personnel			4,339	(118)	4,458	17,829
Non-personnel			4,779	113	4,665	18,768
Core net business profits	16,500	8,000	3,918	109	3,808	16,759
Net gains (losses) related to bonds			(73)	(438)	364	3,608
Net business profits(before reversal (provision) of general allowance for loan losses)			3,844	(328)	4,173	20,367
Total credit costs	5,000	2,500	379	(256)	635	2,768
Net gains (losses) related to stocks			316	290	25	(2,034)
Ordinary profits	11,500	5,500	3,564	363	3,201	13,764
Net extraordinary gains (losses)			(1)	13	(15)	(191)
Income before income taxes			3,563	377	3,186	13,572
Income taxes			760	2	758	3,979
Income taxes deferred			317	376	(59)	736
Net income	8,000	4,000	2,802	374	2,427	9,592

**《 Core net business profits 》**

(Millions of yen)

**《 Net income 》**

(Millions of yen)



## 2. Loans and Deposits

### (1) Loans

(Millions of yen)

	As of June 30, 2020			As of June 30, 2019 (B)	As of Mar. 31, 2020 (reference)
	(A)	(C)=(A)-(B)	(C)/(B)		
<b>Total of two banks</b>	8,904,882	525,164	6.26%	8,379,718	8,673,110
Loans to small and medium-sized enterprises("SMEs") and individuals	5,570,767	320,876	6.11%	5,249,891	5,397,430
Housing and consumer loans	2,577,450	122,825	5.00%	2,454,624	2,553,509
<b>Hokuriku bank</b>	5,045,992	336,497	7.14%	4,709,494	4,910,354
Loans to small and medium-sized enterprises("SMEs") and individuals	3,276,672	196,590	6.38%	3,080,082	3,191,408
Housing and consumer loans	1,349,627	81,308	6.41%	1,268,319	1,331,774
<b>Hokkaido bank</b>	3,858,890	188,666	5.14%	3,670,223	3,762,756
Loans to small and medium-sized enterprises("SMEs") and individuals	2,294,095	124,286	5.72%	2,169,809	2,206,022
Housing and consumer loans	1,227,822	41,517	3.50%	1,186,305	1,221,734

### (2) Deposits and Investment products

(Millions of yen)

	As of June 30, 2020			As of June 30, 2019 (B)	As of Mar. 31, 2020 (reference)
	(A)	(C)=(A)-(B)	(C)/(B)		
<b>Total of two banks</b>					
Deposits*	12,394,656	735,161	6.30%	11,659,495	11,662,693
Individual deposits*	8,204,626	404,848	5.19%	7,799,778	7,867,238
<b>Total individual assets</b>	8,666,085	380,256	4.58%	8,285,828	8,321,350
Individual deposits* (deposits in yen)	8,183,967	406,964	5.23%	7,777,003	7,846,135
Investment products (for individuals)	482,118	(26,707)	(5.24%)	508,825	475,214
Foreign currency deposits	20,659	(2,115)	(9.28%)	22,774	21,102
Public bonds	226,775	6,502	2.95%	220,273	230,950
Investment trusts	234,683	(31,093)	(11.69%)	265,777	223,161
<b>Hokuriku bank [Non-consolidated]</b>					
Deposits*	7,127,970	395,331	5.87%	6,732,638	6,735,467
Individual deposits*	4,528,420	193,654	4.46%	4,334,765	4,366,625
<b>Total individual assets</b>	4,740,986	180,805	3.96%	4,560,180	4,572,999
Individual deposits* (deposits in yen)	4,516,381	194,865	4.50%	4,321,515	4,354,652
Investment products (for individuals)	224,604	(14,060)	(5.89%)	238,665	218,347
Foreign currency deposits	12,039	(1,210)	(9.13%)	13,249	11,973
Public bonds	92,347	634	0.69%	91,712	92,289
Investment trusts	120,218	(13,483)	(10.08%)	133,702	114,084
<b>Hokkaido bank [Non-consolidated]</b>					
Deposits*	5,266,686	339,829	6.89%	4,926,856	4,927,225
Individual deposits*	3,676,205	211,193	6.09%	3,465,012	3,500,612
<b>Total individual assets</b>	3,925,099	199,451	5.35%	3,725,647	3,748,350
Individual deposits* (deposits in yen)	3,667,585	212,098	6.13%	3,455,487	3,491,483
Investment products (for individuals)	257,513	(12,646)	(4.68%)	270,159	256,866
Foreign currency deposits	8,619	(904)	(9.50%)	9,524	9,129
Public bonds	134,428	5,867	4.56%	128,560	138,660
Investment trusts	114,464	(17,609)	(13.33%)	132,074	109,076

\*including NCD

### [Group Total (Two banks and Hokuhoku Tokai Tokyo Securities Co.,Ltd. Combined)]

(Millions of yen)

	As of June 30, 2020			As of June 30, 2019 (B)	As of Mar. 31, 2020 (reference)
	(A)	(C)=(A)-(B)	(C)/(B)		
<b>Total balance of investment products for individuals</b>	559,305	(23,203)	(3.98%)	582,509	544,603
Total balance of investment products for individuals (Total of two banks)	482,118	(26,707)	(5.24%)	508,825	475,214
Investment products for individuals at Hokuhoku Tokai Tokyo Securities Co.,Ltd.	77,187	3,503	4.75%	73,684	69,389



### 3. Non-Performing Loan (“NPL”) based on the Financial Reconstruction Law (the“FRL”)

(Millions of yen)

		As of June 30, 2020	As of June 30, 2019	As of March 31, 2020
Total of two banks	Bankrupt and substantially bankrupt	13,784	16,552	12,808
	Doubtful	122,212	119,184	119,457
	Substandard	23,120	19,088	21,135
	Non Performing Loan (A)	159,117	154,825	153,401
	Total (B)	9,157,801	8,622,808	8,918,841
	NPL ratio (A)/(B)	1.73%	1.79%	1.71%
Hokuriku bank 【Non-consolidated】	Bankrupt and substantially bankrupt	7,817	11,424	7,881
	Doubtful	79,897	68,136	75,908
	Substandard	12,775	11,255	12,449
	Non Performing Loan (A)	100,490	90,817	96,239
	Total (B)	5,125,170	4,781,106	4,987,444
	NPL ratio (A)/(B)	1.96%	1.89%	1.92%
Hokkaido bank 【Non-consolidated】	Bankrupt and substantially bankrupt	5,966	5,127	4,927
	Doubtful	42,314	51,047	43,548
	Substandard	10,345	7,832	8,686
	Non Performing Loan (A)	58,626	64,008	57,161
	Total (B)	4,032,631	3,841,701	3,931,396
	NPL ratio (A)/(B)	1.45%	1.66%	1.45%

### 4. Capital Adequacy Ratio (Domestic Standard)

		As of June 30, 2020	As of June 30, 2019	As of March 31, 2020
FG (Consolidated)	Capital adequacy ratio	9.07%	9.27%	8.94%
Hokuriku bank (Non-consolidated)	Capital adequacy ratio	8.75%	9.02%	8.59%
Hokkaido bank (Non-consolidated)	Capital adequacy ratio	8.85%	8.80%	8.76%

### 5. Valuation Difference on Securities

(Millions of yen)

		As of June 30, 2020			
		Market value	Valuation difference		
				Gains	Losses
FG(Consolidated)	Available-for-sale securities	1,697,874	102,729	124,781	22,052
	Stocks	181,644	93,587	99,769	6,182
	Bonds	1,049,548	4,851	6,588	1,736
	Other	466,680	4,290	18,423	14,133
Total of two banks	Available-for-sale securities	1,698,240	103,061	123,735	20,673
	Stocks	180,635	97,544	102,348	4,804
	Bonds	1,054,743	5,046	6,782	1,736
	Other	462,861	470	14,603	14,133
Hokuriku bank (Non-consolidated)	Available-for-sale securities	1,174,380	83,309	95,559	12,250
	Stocks	135,724	73,527	78,088	4,560
	Bonds	735,533	4,917	5,614	697
	Other	303,122	4,864	11,857	6,992
Hokkaido bank (Non-consolidated)	Available-for-sale securities	523,859	19,752	28,175	8,423
	Stocks	44,911	24,016	24,260	243
	Bonds	319,209	129	1,168	1,039
	Other	159,738	(4,393)	2,746	7,140

(Millions of yen)

As of March 31, 2020			
Market value	Valuation difference		
		Gains	Losses
1,612,350	75,715	105,467	29,751
168,365	70,786	79,846	9,059
1,026,079	6,571	7,756	1,185
417,904	(1,642)	17,863	19,506
1,613,422	76,754	105,094	28,339
167,460	74,848	82,496	7,648
1,031,275	6,767	7,952	1,185
414,686	(4,860)	14,645	19,506
1,174,854	64,727	82,336	17,608
121,139	56,793	63,221	6,427
753,581	5,860	6,578	718
300,133	2,072	12,535	10,462
438,567	12,027	22,758	10,730
46,320	18,054	19,274	1,220
277,694	906	1,373	467
114,552	(6,933)	2,110	9,043

## 6. Net Gains and Losses on Securities

(Millions of yen)

		1st Qtr of FY 2020 (3 months)		1st Qtr of FY 2019 (3 months)	FY 2019 (reference)
		(A)	(A)-(B)	(B)	
		FG (Consolidated)	Net gains (losses) related to bonds	1,408	
	Gains on sales	2,764	1,124	1,639	9,258
	Gains on redemption	—	(4)	4	128
	Losses on sales	1,315	1,304	11	592
	Losses on redemption	—	—	—	—
	Losses on devaluation	39	39	—	314
	Net gains (losses) related to stocks and others	689	849	(159)	(2,266)
	Gains on sales	1,411	830	580	5,797
	Losses on sales	716	48	667	4,982
	Losses on devaluation	5	(67)	72	3,081

(Millions of yen)

		1st Qtr of FY 2020 (3 months)		1st Qtr of FY 2019 (3 months)	FY 2019 (reference)
		(A)	(A)-(B)	(B)	
		Total of two banks	Net gains (losses) related to bonds	1,408	
	Gains on sales	2,764	1,124	1,639	9,258
	Gains on redemption	—	(4)	4	128
	Losses on sales	1,315	1,304	11	592
	Losses on redemption	—	—	—	—
	Losses on devaluation	39	39	—	314
	Net gains (losses) related to stocks and others	690	849	(159)	(1,866)
	Gains on sales	1,412	831	580	6,063
	Losses on sales	716	48	667	4,847
	Losses on devaluation	5	(67)	72	3,081

(Millions of yen)

		1st Qtr of FY 2020 (3 months)		1st Qtr of FY 2019 (3 months)	FY 2019 (reference)
		(A)	(A)-(B)	(B)	
		Hokuriku bank (Non-consolidated)	Net gains (losses) related to bonds	1,482	
	Gains on sales	2,180	910	1,269	5,186
	Gains on redemption	—	—	—	—
	Losses on sales	657	656	1	247
	Losses on redemption	—	—	—	—
	Losses on devaluation	39	39	—	67
	Net gains (losses) related to stocks and others	373	558	(185)	168
	Gains on sales	658	277	381	3,189
	Losses on sales	283	(214)	498	1,923
	Losses on devaluation	1	(66)	68	1,098

(Millions of yen)

		1st Qtr of FY 2020 (3 months)		1st Qtr of FY 2019 (3 months)	FY 2019 (reference)
		(A)	(A)-(B)	(B)	
		Hokkaido bank (Non-consolidated)	Net gains (losses) related to bonds	(73)	
	Gains on sales	584	214	370	4,072
	Gains on redemption	—	(4)	4	128
	Losses on sales	658	647	10	345
	Losses on redemption	—	—	—	—
	Losses on devaluation	—	—	—	246
	Net gains (losses) related to stocks and others	316	290	25	(2,034)
	Gains on sales	753	553	199	2,873
	Losses on sales	432	263	169	2,924
	Losses on devaluation	3	(0)	4	1,983