

# Financial Results Report for FY2017

## <Contents >

### I. Highlights of Financial Results for Fiscal Year 2017

1 Statements of income <Kansai Mirai Financial Group Consolidated, Kansai Urban Banking Corporation Consolidated, Minato Bank Consolidated> <Reference> Number of consolidated subsidiaries	I	1 ①~③
Statements of income <Total of three banks, Non-consolidated figures of each bank>	I	2-3
2 Net operating profit per employee <Total of three banks, Non-consolidated figures of each bank>	I	4
3 Interest rate spreads <Total of three banks, Non-consolidated figures of each bank>	I	5
4 Use and source of funds <Total of three banks, Non-consolidated figures of each bank>	I	6-9
5 Retirement benefit obligation and expenses <Total of three banks, Non-consolidated figures of each bank>	I	10
6 Gains /(losses) on bonds and stocks <Total of three banks, Non-consolidated figures of each bank>	I	11
7 Unrealized gains/(losses) on marketable securities <Total of three banks, Non-consolidated figures of each bank>	I	12
8 Breakdown of securities by remaining period to maturity <Total of three banks, Non-consolidated figures of each bank>	I	13
9 Capital adequacy ratio	I	14
10 Stock holdings <Total of three banks, Non-consolidated figures of each bank>	I	15
11 Number of employees and offices <Kansai Mirai Financial Group, Non-consolidated> <Total of three banks, Non-consolidated figures of each bank>	I	15

### II. Loans and Bills Discounted and Other

1 Risk-managed loans <Total of three banks, Non-consolidated figures of each bank>	II	1-2
2 Percentage of loan loss reserves to total risk-managed loans <Total of three banks, Non-consolidated figures of each bank>	II	2
3 Reserve for possible loan losses <Total of three banks, Non-consolidated figures of each bank>	II	3
4 Claims disclosure according to the Financial Reconstruction Act <Total of three banks, Non-consolidated figures of each bank>	II	4
5 Coverage ratios by type of borrower <Total of three banks, Non-consolidated figures of each bank>	II	5
6 Results of self-assessment of asset quality <Total of three banks, Non-consolidated figures of each bank>	II	6-7
7 Loans and bills discounted by industry <Total of three banks, Non-consolidated figures of each bank>	II	8-11
(1) Industry breakdown of total loans and bills discounted	II	8
(2) Risk-managed loans by industry	II	9
(3) Loans to consumers	II	10
(4) Loans to small and medium-sized enterprises and consumers	II	11
8 Balance of deposits and loans <Total of three banks, Non-consolidated figures of each bank> <Reference> Domestic breakdown of individual, corporate and other deposits <Reference> Investment trust and other investment products for individual customers	II	12 13 13

Note: [Total of three banks] Sum of non-consolidated figures for Kansai Urban Banking Corporation, Kinki Osaka Bank, and Minato Bank.

\*1. Since the business integration of Kansai Urban Banking Corporation, Kinki Osaka Bank and Minato Bank was completed on April 1, 2018, total of three banks from FY2017 (From April 1, 2017 to March 31, 2018) is disclosed in this report.

\*2. Kansai Mirai Financial Group was established on November 14, 2017. The figures of FY2017 (From April 1, 2017 to March 31, 2018) is disclosed in this report.

## I. Highlights of Financial Results for Fiscal Year 2017

### 1. Statements of income

<Kansai Mirai Financial Group Consolidated>

(Millions of yen)

		FY 2017 (A)	(A)-(B)	FY 2016 (B)
<b>Ordinary income</b>	1	14,192	—	—
Gross operating profit	2	11,992	—	—
Interest income	3	7,410	—	—
Fees and commissions	4	3,652	—	—
Other operating income	5	929	—	—
Expenses(excluding non-recurring items,Amortization of goodwill)	6	(9,213)	—	—
Personnel expenses	7	(4,747)	—	—
Non-personnel expenses	8	(3,820)	—	—
Taxes	9	(644)	—	—
Actual net operating profit (2+6)	10	2,779	—	—
Amortization of goodwill	11	—	—	—
Provision to general reserve for possible loan losses	12	—	—	—
Other gains/(losses), net	13	(643)	—	—
Net gains/(losses) on stocks	14	—	—	—
Disposal of problem loans	15	(244)	—	—
Reversal of credit expenses	16	433	—	—
<b>Ordinary profit</b>	17	2,136	—	—
Extraordinary gains	18	70,424	—	—
Gain on negative goodwill	19	70,424	—	—
Extraordinary losses	20	(33)	—	—
Income before income taxes	21	72,527	—	—
Income taxes-current	22	(99)	—	—
Income taxes-deferred	23	(373)	—	—
Net income	24	72,054	—	—
Net income attributable to non-controlling interests	25	—	—	—
<b>Net income attributable to owners of the parent</b>	26	72,054	—	—

Note: KMFG's consolidated statements of income presented above is a consolidated statements of income which combines  
1) KMFG's standalone statements of income (covering a period from November 14, 2017 to March 31, 2018) and 2)  
Kinki Osaka Bank's consolidated statements of income (covering a period from January 1, 2018 to March 31, 2018).

<b>Credit expense (12+15+16)</b>	27	188	—	—
Provision to general reserve for possible loan losses	28	75	—	—
Write-off of loans	29	(252)	—	—
Provision to specific reserve for possible loan losses	30	122	—	—
Other disposal of problem loans	31	8	—	—
Gains on recoveries of written-off loans *	32	235	—	—

Note: The figures of "credit expense" include the figures of "gains on recoveries of written-off loans".

<Reference> Number of consolidated subsidiaries

(Companies)

		FY 2017 (A)	(A)-(B)	FY 2016 (B)
Number of consolidated subsidiaries	33	2	—	—

<Kansai Urban Banking Corporation Consolidated>

(Millions of yen)

		FY 2017 (A)	(A)-(B)	FY 2016 (B)
<b>Ordinary income</b>	1	90,268	1,170	89,098
Gross operating profit	2	66,243	(152)	66,395
Interest income	3	54,195	(1,330)	55,525
Fees and commissions	4	9,266	894	8,371
Other operating income	5	2,782	283	2,498
Expenses(excluding non-recurring items,Amortization of goodwill)	6	(43,945)	354	(44,299)
Personnel expenses	7	(24,024)	83	(24,107)
Non-personnel expenses	8	(17,205)	133	(17,339)
Taxes	9	(2,715)	137	(2,852)
Actual net operating profit (2+6)	10	22,298	202	22,096
Amortization of goodwill	11	(736)	—	(736)
Provision to general reserve for possible loan losses	12	1,836	1,634	202
Other gains/(losses), net	13	(5,598)	(3,034)	(2,564)
Net gains/(losses) on stocks	14	235	(140)	376
Disposal of problem loans	15	(5,288)	(3,041)	(2,246)
Reversal of credit expenses	16	4	(10)	14
<b>Ordinary profit</b>	17	17,799	(1,197)	18,997
Extraordinary gains	18	29	(19)	48
Gain on negative goodwill	19	—	—	—
Extraordinary losses	20	(809)	(471)	(337)
Income before income taxes	21	17,020	(1,688)	18,708
Income taxes-current	22	(1,629)	87	(1,716)
Income taxes-deferred	23	(1,587)	334	(1,922)
Net income	24	13,803	(1,265)	15,069
Net income (loss) attributable to non-controlling interests	25	33	79	(45)
<b>Net income attributable to owners of the parent</b>	26	13,836	(1,186)	15,023

<b>Credit expense (12+15+16)</b>	27	(3,447)	(1,417)	(2,029)
Provision to general reserve for possible loan losses	28	1,836	1,634	202
Write-off of loans	29	(11)	7	(19)
Provision to specific reserve for possible loan losses	30	(4,840)	(2,937)	(1,903)
Other disposal of problem loans	31	(436)	(112)	(323)
Gains on recoveries of written-off loans *	32	4	(10)	14

Note: The figures of "credit expense" include the figures of "gains on recoveries of written-off loans".

<Reference> Number of consolidated subsidiaries

(Companies)

		FY 2017 (A)	(A)-(B)	FY 2016 (B)
Number of consolidated subsidiaries	33	6	—	6

<Minato Bank Consolidated>

(Millions of yen)

		FY 2017 (A)	(A)-(B)	FY 2016 (B)
<b>Ordinary income</b>	1	61,590	842	60,748
Gross operating profit	2	42,560	(4,740)	47,300
Interest income	3	31,687	(1,598)	33,286
Fees and commissions	4	10,412	654	9,758
Other operating income	5	459	(3,795)	4,255
Expenses(excluding non-recurring items,Amortization of goodwill)	6	(35,361)	62	(35,423)
Personnel expenses	7	(20,180)	(181)	(19,998)
Non-personnel expenses	8	(12,990)	174	(13,165)
Taxes	9	(2,190)	69	(2,259)
Actual net operating profit (2+6)	10	7,198	(4,678)	11,877
Amortization of goodwill	11	—	—	—
Provision to general reserve for possible loan losses	12	350	(680)	1,031
Other gains/(losses), net	13	2,768	4,670	(1,902)
Net gains/(losses) on stocks	14	4,439	3,543	896
Disposal of problem loans	15	(1,750)	1,144	(2,894)
Reversal of credit expenses	16	206	(147)	354
<b>Ordinary profit</b>	17	10,317	(688)	11,005
Extraordinary gains	18	595	595	—
Gain on negative goodwill	19	—	—	—
Extraordinary losses	20	(352)	(43)	(309)
Income before income taxes	21	10,560	(136)	10,696
Income taxes-current	22	(1,783)	850	(2,633)
Income taxes-deferred	23	(1,005)	(155)	(849)
Net income	24	7,771	558	7,212
Net income attributable to non-controlling interests	25	(115)	(22)	(93)
<b>Net income attributable to owners of the parent</b>	26	7,655	536	7,119

<b>Credit expense (12+15+16)</b>	27	(1,192)	315	(1,508)
Provision to general reserve for possible loan losses	28	350	(680)	1,031
Write-off of loans	29	(444)	(380)	(64)
Provision to specific reserve for possible loan losses	30	(1,078)	1,484	(2,562)
Other disposal of problem loans	31	(226)	40	(267)
Gains on recoveries of written-off loans *	32	206	(147)	354

Note: The figures of "credit expense" include the figures of "gains on recoveries of written-off loans".

<Reference> Number of consolidated subsidiaries

(Companies)

		FY 2017 (A)	(A)-(B)	FY 2016 (B)
Number of consolidated subsidiaries	33	14	—	14

<Total of three banks, Non-consolidated figures of each bank>

(Millions of yen)

		Total of three banks			Kansai Urban Banking Corporation		
		FY 2017 (A)	(A)-(B)	FY 2016 (B)	FY 2017 (A)	(A)-(B)	FY 2016 (B)
Gross operating profit (6+11)	1	146,611	(1,602)	148,213	60,281	(445)	60,727
Interest income	2	119,815	(678)	120,494	53,047	(1,252)	54,299
Fees and commissions	3	22,305	3,376	18,928	4,710	676	4,033
Other operating income	4	4,489	(4,300)	8,789	2,523	129	2,394
Net gains/(losses) on bonds	5	1,931	(3,773)	5,705	700	598	101
Gross operating profit from domestic operations (7+8+9)	6	143,744	2,001	141,743	59,635	(558)	60,194
Interest income	7	117,671	(437)	118,108	52,749	(1,255)	54,005
Fees and commissions	8	21,898	3,367	18,531	4,657	665	3,992
Other operating income	9	4,175	(927)	5,103	2,228	32	2,196
Net gains/(losses) on bonds	10	2,323	(165)	2,489	700	598	101
Gross operating profit from international operations (12+13+14)	11	2,866	(3,603)	6,469	645	112	533
Interest income	12	2,144	(240)	2,385	297	3	294
Fees and commissions	13	407	9	397	52	11	40
Other operating income	14	313	(3,372)	3,686	295	97	198
Net gains/(losses) on bonds	15	(391)	(3,607)	3,215	-	-	-
Expenses (excluding non-recurring items, Amortization of goodwill)	16	(111,682)	1,564	(113,246)	(41,516)	530	(42,046)
Personnel expenses	17	(59,497)	307	(59,805)	(22,435)	156	(22,591)
Non-personnel expenses	18	(44,930)	860	(45,791)	(16,418)	243	(16,662)
Taxes	19	(7,254)	396	(7,650)	(2,662)	130	(2,792)
Actual net operating profit (1+16)	20	34,928	(37)	34,966	18,765	84	18,681
Core net operating profit (20-5)	21	32,997	3,735	29,261	18,065	(514)	18,579
Amortization of goodwill	22	(736)	-	(736)	(736)	-	(736)
Provision to general reserve for possible loan losses	23	2,337	1,360	977	1,990	1,990	-
Net operating profit (1+16+22+23)	24	36,530	1,322	35,207	20,019	2,075	17,944
Other gains/(losses), net	25	415	1,349	(933)	(3,894)	(3,664)	(230)
Net gains/(losses) on stocks	26	6,553	4,325	2,228	235	(140)	376
Disposal of problem loans	27	(5,926)	(1,824)	(4,102)	(3,732)	(3,465)	(267)
Reversal of credit expenses	28	2,402	(2,150)	4,553	0	(198)	199
Other	29	(2,613)	998	(3,612)	(398)	140	(538)
Ordinary profit (24+25)	30	36,946	2,671	34,274	16,124	(1,589)	17,713
Extraordinary gains/(losses), net	31	141	(2,420)	2,561	(779)	(500)	(278)
Gains/(losses) on disposal of fixed assets	32	808	(2,099)	2,907	(7)	57	(64)
Impairment losses on fixed assets	33	(555)	(190)	(364)	(66)	166	(232)
Income before income taxes (30+31)	34	37,087	251	36,835	15,345	(2,089)	17,435
Income taxes-current	35	(2,764)	1,240	(4,004)	(1,050)	147	(1,198)
Income taxes-deferred	36	(5,154)	(466)	(4,688)	(1,539)	666	(2,205)
Net income (34+35+36)	37	29,168	1,026	28,142	12,755	(1,276)	14,031
Credit expense (23+27+28)	38	(1,185)	(2,614)	1,428	(1,741)	(1,673)	(67)
Provision to general reserve for possible loan losses	39	3,065	464	2,601	1,990	1,369	621
Write-off of loans	40	(784)	335	(1,119)	-	-	-
Provision to specific reserve for possible loan losses	41	(4,089)	(2,620)	(1,469)	(3,400)	(2,966)	(433)
Other disposal of problem loans	42	(796)	(9)	(786)	(332)	(65)	(267)
Gains on recoveries of written-off loans	43	1,417	(784)	2,202	0	(10)	11

Note: The figures of "credit expense" include the figures of "gains on recoveries of written-off loans".

(Millions of yen)

		Kinki Osaka Bank			Minato Bank			
		FY 2017 (A)	(A)-(B)	FY 2016 (B)	FY 2017 (A)	(A)-(B)	FY 2016 (B)	
Gross operating profit	(6+11)	1	46,956	3,583	43,372	39,373	(4,740)	44,113
Interest income		2	35,171	2,142	33,029	31,596	(1,568)	33,165
Fees and commissions		3	9,743	2,028	7,714	7,852	671	7,180
Other operating income		4	2,041	(586)	2,627	(75)	(3,843)	3,767
Net gains/(losses) on bonds		5	1,677	(696)	2,374	(446)	(3,675)	3,229
Gross operating profit from domestic operations	(7+8+9)	6	46,096	3,448	42,647	38,012	(888)	38,901
Interest income		7	34,908	2,193	32,714	30,012	(1,376)	31,388
Fees and commissions		8	9,586	2,028	7,558	7,653	673	6,979
Other operating income		9	1,600	(773)	2,374	346	(186)	533
Net gains/(losses) on bonds		10	1,600	(773)	2,374	22	8	13
Gross operating profit from international operations	(12+13+14)	11	859	135	724	1,360	(3,851)	5,212
Interest income		12	262	(51)	314	1,584	(192)	1,776
Fees and commissions		13	156	0	156	198	(2)	200
Other operating income		14	440	187	253	(422)	(3,656)	3,234
Net gains/(losses) on bonds		15	77	77	-	(469)	(3,684)	3,215
Expenses (excluding non-recurring items, Amortization of goodwill)		16	(36,649)	992	(37,641)	(33,516)	41	(33,558)
Personnel expenses		17	(19,200)	357	(19,558)	(17,861)	(206)	(17,655)
Non-personnel expenses		18	(14,948)	449	(15,397)	(13,563)	168	(13,731)
Taxes		19	(2,500)	185	(2,685)	(2,091)	79	(2,171)
Actual net operating profit	(1+16)	20	10,306	4,576	5,730	5,856	(4,698)	10,555
Core net operating profit	(20-5)	21	8,628	5,272	3,356	6,303	(1,022)	7,325
Amortization of goodwill		22	-	-	-	-	-	-
Provision to general reserve for possible loan losses		23	-	-	-	347	(630)	977
Net operating profit	(1+16+22+23)	24	10,306	4,576	5,730	6,203	(5,329)	11,532
Other gains/(losses), net		25	1,651	817	834	2,658	4,195	(1,536)
Net gains/(losses) on stocks		26	2,378	1,421	956	3,939	3,043	895
Disposal of problem loans		27	(628)	757	(1,386)	(1,565)	883	(2,448)
Reversal of credit expenses		28	2,198	(1,803)	4,001	204	(147)	352
Other		29	(2,295)	441	(2,737)	79	415	(336)
Ordinary profit	(24+25)	30	11,958	5,394	6,564	8,862	(1,133)	9,995
Extraordinary gains/(losses), net		31	678	(2,470)	3,148	242	551	(308)
Gains/(losses) on disposal of fixed assets		32	841	(2,432)	3,274	(26)	276	(302)
Impairment losses on fixed assets		33	(163)	(37)	(126)	(325)	(319)	(6)
Income before income taxes	(30+31)	34	12,636	2,923	9,713	9,105	(581)	9,687
Income taxes-current		35	(435)	184	(619)	(1,278)	908	(2,186)
Income taxes-deferred		36	(2,630)	(1,038)	(1,592)	(985)	(94)	(891)
Net income	(34+35+36)	37	9,571	2,070	7,501	6,841	232	6,609
Credit expense	(23+27+28)	38	1,569	(1,045)	2,615	(1,013)	105	(1,118)
Provision to general reserve for possible loan losses		39	728	(274)	1,002	347	(630)	977
Write-off of loans		40	(385)	716	(1,102)	(398)	(380)	(17)
Provision to specific reserve for possible loan losses		41	257	(903)	1,160	(946)	1,249	(2,196)
Other disposal of problem loans		42	(243)	41	(284)	(220)	14	(235)
Gains on recoveries of written-off loans		43	1,212	(626)	1,839	204	(147)	352

Note: The figures of "credit expense" include the figures of "gains on recoveries of written-off loans".

## 2. Net operating profit per employee

<Total of three banks, Non-consolidated figures of each bank>

(Millions of yen)

	Total of three banks			Kansai Urban Banking Corporation		
	FY 2017 (A)	(A)-(B)	FY 2016 (B)	FY 2017 (A)	(A)-(B)	FY 2016 (B)
Actual net operating profit	34,928	(37)	34,966	18,765	84	18,681
Actual net operating profit per employee (thousands of yen)	4,865	(30)	4,895	7,038	(58)	7,097
Net operating profit	36,530	1,322	35,207	20,019	2,075	17,944
Net operating profit per employee (thousands of yen)	5,088	158	4,929	7,509	691	6,817

	Kinki Osaka Bank			Minato Bank		
	FY 2017 (A)	(A)-(B)	FY 2016 (B)	FY 2017 (A)	(A)-(B)	FY 2016 (B)
Actual net operating profit	10,306	4,576	5,730	5,856	(4,698)	10,555
Actual net operating profit per employee (thousands of yen)	4,689	2,097	2,591	2,529	(2,061)	4,591
Net operating profit	10,306	4,576	5,730	6,203	(5,329)	11,532
Net operating profit per employee (thousands of yen)	4,689	2,097	2,591	2,679	(2,336)	5,016

Note: Number of employees includes executive officers and employees seconded to other companies.

### 3. Interest rate spreads

<Total of three banks, Non-consolidated figures of each bank>

#### 1. Total operations

(%)

	Total of three banks			Kansai Urban Banking Corporation		
	FY 2017 (A)	(A)-(B)	FY 2016 (B)	FY 2017 (A)	(A)-(B)	FY 2016 (B)
Average interest rate on funds invested (a)	1.15	(0.02)	1.17	1.32	(0.08)	1.40
Average interest rate of loans and bills discounted (c)	1.26	(0.10)	1.36	1.40	(0.11)	1.52
Average interest rate on securities	1.13	0.38	0.75	1.12	0.31	0.80
Average interest rate on procured funds (b)	1.06	(0.04)	1.11	1.05	(0.06)	1.12
Average interest rate of deposits and negotiable CDs (d)	0.05	(0.01)	0.06	0.08	(0.02)	0.11
Average interest rate on external debt	0.14	(0.03)	0.17	0.18	(0.01)	0.20
Gross interest margin (a) - (b)	0.08	0.01	0.06	0.27	(0.01)	0.28
Loan-to-deposit spread (c) - (d)	1.21	(0.08)	1.30	1.31	(0.09)	1.41

	Kinki Osaka Bank			Minato Bank		
	FY 2017 (A)	(A)-(B)	FY 2016 (B)	FY 2017 (A)	(A)-(B)	FY 2016 (B)
Average interest rate on funds invested (a)	1.07	0.04	1.02	1.01	(0.02)	1.03
Average interest rate of loans and bills discounted (c)	1.16	(0.12)	1.28	1.14	(0.05)	1.19
Average interest rate on securities	1.18	0.59	0.59	1.06	0.12	0.94
Average interest rate on procured funds (b)	1.10	(0.06)	1.16	1.04	(0.00)	1.05
Average interest rate of deposits and negotiable CDs (d)	0.03	(0.00)	0.03	0.03	(0.00)	0.03
Average interest rate on external debt	0.05	(0.08)	0.14	0.19	0.03	0.15
Gross interest margin (a) - (b)	(0.03)	0.10	(0.13)	(0.03)	(0.01)	(0.01)
Loan-to-deposit spread (c) - (d)	1.12	(0.11)	1.24	1.11	(0.05)	1.16

#### 2. Domestic operations

(%)

	Total of three banks			Kansai Urban Banking Corporation		
	FY 2017 (A)	(A)-(B)	FY 2016 (B)	FY 2017 (A)	(A)-(B)	FY 2016 (B)
Average interest rate on funds invested (a)	1.13	(0.03)	1.16	1.32	(0.08)	1.40
Average interest rate of loans and bills discounted (c)	1.26	(0.10)	1.36	1.40	(0.12)	1.52
Average interest rate on securities	1.11	0.41	0.69	1.11	0.31	0.80
Average interest rate on procured funds (b)	1.05	(0.05)	1.11	1.04	(0.06)	1.11
Average interest rate of deposits and negotiable CDs (d)	0.05	(0.01)	0.06	0.08	(0.02)	0.11
Average interest rate on external debt	0.06	(0.05)	0.12	0.04	(0.07)	0.11
Gross interest margin (a) - (b)	0.08	0.02	0.05	0.27	(0.01)	0.29
Loan-to-deposit spread (c) - (d)	1.20	(0.09)	1.30	1.31	(0.09)	1.41

	Kinki Osaka Bank			Minato Bank		
	FY 2017 (A)	(A)-(B)	FY 2016 (B)	FY 2017 (A)	(A)-(B)	FY 2016 (B)
Average interest rate on funds invested (a)	1.06	0.04	1.02	0.96	(0.03)	1.00
Average interest rate of loans and bills discounted (c)	1.16	(0.12)	1.28	1.12	(0.06)	1.19
Average interest rate on securities	1.17	0.60	0.57	0.95	0.12	0.83
Average interest rate on procured funds (b)	1.08	(0.06)	1.14	1.03	(0.02)	1.06
Average interest rate of deposits and negotiable CDs (d)	0.03	(0.00)	0.03	0.02	(0.00)	0.03
Average interest rate on external debt	0.05	(0.08)	0.14	0.13	0.01	0.12
Gross interest margin (a) - (b)	(0.01)	0.10	(0.12)	(0.06)	(0.01)	(0.05)
Loan-to-deposit spread (c) - (d)	1.13	(0.11)	1.24	1.10	(0.06)	1.16



#### 4. Use and source of funds

<Total of three banks>

(Millions of yen, %)

	FY 2017 (A)			(A)-(B)			FY 2016 (B)		
	Average Balance	Interest	Rate	Average Balance	Interest	Rate	Average Balance	Interest	Rate
<b>1. Total operations</b>									
Use of Funds	11,044,056	127,396	1.15	62,800	(2,175)	(0.02)	10,981,256	129,571	1.17
Loans and bills discounted	8,733,414	110,531	1.26	118,366	(7,182)	(0.10)	8,615,048	117,713	1.36
Securities	1,373,492	15,636	1.13	(38,306)	4,975	0.38	1,411,799	10,660	0.75
Source of Funds	11,180,341	7,580	0.06	186,716	(1,496)	(0.01)	10,993,625	9,077	0.08
Deposits	10,527,074	5,822	0.05	249,630	(1,041)	(0.01)	10,277,444	6,863	0.06
Negotiable certificates of deposit	233,174	34	0.01	19,250	(39)	(0.01)	213,924	74	0.03
Call money	87,485	(36)	(0.04)	24,568	(19)	(0.01)	62,917	(17)	(0.02)
Borrowed money	184,587	425	0.23	(93,945)	(179)	0.01	278,533	604	0.21

#### 2. Domestic operations

Use of Funds	10,889,217	124,013	1.13	76,810	(2,451)	(0.03)	10,812,406	126,465	1.16
Loans and bills discounted	8,641,021	109,039	1.26	113,696	(7,567)	(0.10)	8,527,325	116,606	1.36
Securities	1,254,672	13,944	1.11	(13,877)	5,136	0.41	1,268,549	8,808	0.69
Source of Funds	11,024,546	6,342	0.05	199,979	(2,013)	(0.01)	10,824,567	8,356	0.07
Deposits	10,477,330	5,552	0.05	249,304	(1,135)	(0.01)	10,228,026	6,688	0.06
Negotiable certificates of deposit	233,174	34	0.01	19,250	(39)	(0.01)	213,924	74	0.03
Call money	87,350	(38)	(0.04)	25,003	(16)	(0.00)	62,346	(22)	(0.03)
Borrowed money	169,790	217	0.12	(92,796)	(217)	(0.03)	262,587	434	0.16

#### 3. International operations

Use of Funds	236,785	3,451	1.45	(19,224)	256	0.20	256,009	3,194	1.24
Loans and bills discounted	92,393	1,492	1.61	4,670	385	0.35	87,723	1,106	1.26
Securities	118,820	1,692	1.42	(24,429)	(160)	0.13	143,249	1,852	1.29
Source of Funds	237,740	1,306	0.54	(18,478)	497	0.23	256,218	809	0.31
Deposits	49,744	269	0.54	326	94	0.18	49,417	175	0.35
Negotiable certificates of deposit	-	-	-	-	-	-	-	-	-
Call money	135	2	1.52	(435)	(2)	0.68	570	4	0.84
Borrowed money	14,797	207	1.40	(1,148)	37	0.33	15,946	170	1.06

<Non-consolidated figures of each bank>

<Kansai Urban Banking Corporation>

(Millions of yen, %)

	FY 2017 (A)			(A)-(B)			FY 2016 (B)		
	Average Balance	Interest	Rate	Average Balance	Interest	Rate	Average Balance	Interest	Rate
<b>1. Total operations</b>									
Use of Funds	4,339,185	57,558	1.32	71,538	(2,562)	(0.08)	4,267,647	60,121	1.40
Loans and bills discounted	3,884,458	54,688	1.40	102,125	(3,056)	(0.11)	3,782,332	57,744	1.52
Securities	230,333	2,586	1.12	(31,790)	472	0.31	262,124	2,114	0.80
Source of Funds	4,357,412	4,510	0.10	85,412	(1,310)	(0.03)	4,271,999	5,821	0.13
Deposits	4,088,906	3,748	0.09	125,107	(775)	(0.02)	3,963,798	4,524	0.11
Negotiable certificates of deposit	130,120	26	0.02	(3,311)	(36)	(0.02)	133,432	62	0.04
Call money	57,131	(25)	(0.04)	7,397	(8)	(0.01)	49,734	(17)	(0.03)
Borrowed money	66,909	255	0.38	(32,622)	(61)	0.06	99,531	316	0.31

**2. Domestic operations**

Use of Funds	4,311,133	56,983	1.32	72,024	(2,643)	(0.08)	4,239,108	59,627	1.40
Loans and bills discounted	3,852,266	54,198	1.40	107,025	(3,097)	(0.12)	3,745,240	57,295	1.52
Securities	229,244	2,560	1.11	(30,866)	476	0.31	260,111	2,084	0.80
Source of Funds	4,329,789	4,233	0.09	85,798	(1,388)	(0.03)	4,243,991	5,621	0.13
Deposits	4,073,934	3,648	0.08	124,907	(815)	(0.02)	3,949,026	4,464	0.11
Negotiable certificates of deposit	130,120	26	0.02	(3,311)	(36)	(0.02)	133,432	62	0.04
Call money	57,110	(26)	(0.04)	7,387	(8)	(0.01)	49,723	(17)	(0.03)
Borrowed money	54,377	79	0.14	(32,143)	(98)	(0.06)	86,520	177	0.20

**3. International operations**

Use of Funds	42,299	592	1.40	(4,460)	70	0.28	46,759	522	1.11
Loans and bills discounted	32,191	489	1.52	(4,900)	40	0.30	37,092	449	1.21
Securities	1,088	25	2.38	(923)	(3)	0.90	2,012	29	1.48
Source of Funds	41,869	294	0.70	(4,360)	66	0.21	46,229	228	0.49
Deposits	14,972	99	0.66	199	39	0.25	14,772	59	0.40
Negotiable certificates of deposit	-	-	-	-	-	-	-	-	-
Call money	21	0	1.61	10	0	0.48	10	0	1.13
Borrowed money	12,531	176	1.40	(479)	37	0.34	13,011	138	1.06

<Kinki Osaka Bank>

(Millions of yen, %)

	FY 2017 (A)			(A)-(B)			FY 2016 (B)		
	Average Balance	Interest	Rate	Average Balance	Interest	Rate	Average Balance	Interest	Rate
<b>1. Total operations</b>									
Use of Funds	3,395,645	36,355	1.07	50,676	1,912	0.04	3,344,968	34,443	1.02
Loans and bills discounted	2,355,605	27,368	1.16	8,281	(2,812)	(0.12)	2,347,323	30,180	1.28
Securities	728,926	8,646	1.18	71,860	4,736	0.59	657,066	3,909	0.59
Source of Funds	3,432,589	1,183	0.03	75,047	(229)	(0.00)	3,357,541	1,413	0.04
Deposits	3,242,727	1,093	0.03	52,081	(151)	(0.00)	3,190,646	1,245	0.03
Negotiable certificates of deposit	86,704	7	0.00	18,475	(2)	(0.00)	68,228	9	0.01
Call money	30,240	(12)	(0.04)	17,614	(7)	(0.00)	12,625	(4)	(0.03)
Borrowed money	63,657	67	0.10	(11,530)	(62)	(0.06)	75,188	129	0.17

**2. Domestic operations**

Use of Funds	3,381,510	36,026	1.06	50,594	1,929	0.04	3,330,916	34,096	1.02
Loans and bills discounted	2,350,253	27,292	1.16	7,050	(2,829)	(0.12)	2,343,203	30,121	1.28
Securities	715,126	8,428	1.17	76,290	4,778	0.60	638,835	3,650	0.57
Source of Funds	3,418,436	1,117	0.03	74,966	(263)	(0.00)	3,343,470	1,381	0.04
Deposits	3,228,659	1,027	0.03	52,007	(185)	(0.00)	3,176,651	1,213	0.03
Negotiable certificates of deposit	86,704	7	0.00	18,475	(2)	(0.00)	68,228	9	0.01
Call money	30,239	(12)	(0.04)	17,616	(7)	(0.00)	12,622	(4)	(0.03)
Borrowed money	63,657	67	0.10	(11,530)	(62)	(0.06)	75,188	129	0.17

**3. International operations**

Use of Funds	23,961	336	1.40	(3,159)	(22)	0.08	27,121	358	1.32
Loans and bills discounted	5,351	76	1.42	1,231	17	(0.00)	4,120	59	1.43
Securities	13,800	217	1.57	(4,430)	(41)	0.15	18,230	259	1.42
Source of Funds	23,980	73	0.30	(3,159)	29	0.14	27,140	43	0.16
Deposits	14,068	66	0.47	74	34	0.24	13,994	32	0.23
Negotiable certificates of deposit	-	-	-	-	-	-	-	-	-
Call money	0	0	1.05	(2)	(0)	(0.51)	3	0	1.56
Borrowed money	-	-	-	-	-	-	-	-	-

<Minato Bank>

(Millions of yen, %)

	FY 2017 (A)			(A)-(B)			FY 2016 (B)		
	Average Balance	Interest	Rate	Average Balance	Interest	Rate	Average Balance	Interest	Rate
<b>1. Total operations</b>									
Use of Funds	3,309,225	33,482	1.01	(59,414)	(1,524)	(0.02)	3,368,640	35,007	1.03
Loans and bills discounted	2,493,351	28,474	1.14	7,959	(1,313)	(0.05)	2,485,391	29,788	1.19
Securities	414,232	4,404	1.06	(78,376)	(233)	0.12	492,608	4,637	0.94
Source of Funds	3,390,339	1,886	0.05	26,255	43	0.00	3,364,083	1,842	0.05
Deposits	3,195,440	980	0.03	72,441	(113)	(0.00)	3,122,998	1,093	0.03
Negotiable certificates of deposit	16,350	1	0.00	4,086	(0)	(0.00)	12,263	1	0.01
Call money	113	1	1.51	(443)	(2)	0.68	557	4	0.83
Borrowed money	54,021	101	0.18	(49,792)	(55)	0.03	103,813	157	0.15

**2. Domestic operations**

Use of Funds	3,196,573	31,004	0.96	(45,808)	(1,737)	(0.03)	3,242,381	32,741	1.00
Loans and bills discounted	2,438,501	27,548	1.12	(379)	(1,641)	(0.06)	2,438,880	29,189	1.19
Securities	310,300	2,955	0.95	(59,301)	(118)	0.12	369,602	3,073	0.83
Source of Funds	3,276,320	991	0.03	39,215	(361)	(0.01)	3,237,105	1,353	0.04
Deposits	3,174,737	876	0.02	72,389	(133)	(0.00)	3,102,347	1,010	0.03
Negotiable certificates of deposit	16,350	1	0.00	4,086	(0)	(0.00)	12,263	1	0.01
Call money	-	-	-	-	-	-	-	-	-
Borrowed money	51,755	70	0.13	(49,122)	(55)	0.01	100,878	126	0.12

**3. International operations**

Use of Funds	170,524	2,522	1.47	(11,604)	208	0.20	182,128	2,313	1.27
Loans and bills discounted	54,850	926	1.68	8,339	327	0.40	46,510	598	1.28
Securities	103,931	1,448	1.39	(19,074)	(114)	0.12	123,006	1,563	1.27
Source of Funds	171,890	937	0.54	(10,957)	400	0.25	182,848	537	0.29
Deposits	20,703	104	0.50	52	20	0.09	20,651	83	0.40
Negotiable certificates of deposit	-	-	-	-	-	-	-	-	-
Call money	113	1	1.51	(443)	(2)	0.68	557	4	0.83
Borrowed money	2,265	31	1.38	(669)	(0)	0.31	2,934	31	1.06

## 5. Retirement benefit obligation and expenses

<Total of three banks, Non-consolidated figures of each bank>

### (1) Retirement benefit obligation

(Millions of yen)

	Total of three banks			Kansai Urban Banking Corporation		
	End of Mar. 2018 (A)	(A)-(B)	End of Mar. 2017 (B)	End of Mar. 2018 (A)	(A)-(B)	End of Mar. 2017 (B)
Retirement benefit obligation	92,890	632	92,258	31,490	988	30,501
Discount rate (%)	0.48~0.75	-	0.48~0.75	0.48	-	0.48
Pension plan assets at fair value	89,100	3,901	85,198	28,070	1,879	26,191
Prepaid pension cost	15,434	329	15,104	6,560	3	6,557
Provision for retirement benefits	6,848	(1,097)	7,946	5,901	209	5,691
Amount to be amortized	12,374	(1,842)	14,216	4,078	(1,097)	5,176

	Kinki Osaka Bank			Minato Bank		
	End of Mar. 2018 (A)	(A)-(B)	End of Mar. 2017 (B)	End of Mar. 2018 (A)	(A)-(B)	End of Mar. 2017 (B)
Retirement benefit obligation	43,833	475	43,358	17,566	(832)	18,398
Discount rate (%)	0.48	(0.07)	0.55	0.75	-	0.75
Pension plan assets at fair value	40,079	1,799	38,279	20,950	222	20,727
Prepaid pension cost	5,715	412	5,303	3,158	(85)	3,243
Provision for retirement benefits	-	-	-	947	(1,307)	2,255
Amount to be amortized	9,469	(912)	10,381	(1,173)	167	(1,340)

### (2) Retirement benefit expenses for defined benefit plan

(Millions of yen)

	Total of three banks			Kansai Urban Banking Corporation		
	FY 2017 (A)	(A)-(B)	FY 2016 (B)	FY 2017 (A)	(A)-(B)	FY 2016 (B)
Retirement benefit expenses	(4,667)	701	(5,369)	(1,283)	0	(1,283)
Service cost	(2,965)	99	(3,064)	(1,224)	(47)	(1,176)
Interest cost	(524)	(79)	(445)	(148)	(3)	(145)
Expected return on pension plan assets	1,840	82	1,757	995	63	931
Unrecognized actuarial loss	(3,026)	598	(3,625)	(905)	(12)	(892)
Other	8	-	8	-	-	-

	Kinki Osaka Bank			Minato Bank		
	FY 2017 (A)	(A)-(B)	FY 2016 (B)	FY 2017 (A)	(A)-(B)	FY 2016 (B)
Retirement benefit expenses	(2,864)	217	(3,082)	(519)	483	(1,003)
Service cost	(1,296)	137	(1,433)	(443)	10	(454)
Interest cost	(238)	(79)	(158)	(137)	3	(141)
Expected return on pension plan assets	659	11	647	186	7	178
Unrecognized actuarial loss	(1,989)	148	(2,138)	(132)	462	(594)
Other	-	-	-	8	-	8

## 6. Gains /(losses) on bonds and stocks

<Total of three banks, Non-consolidated figures of each bank>

(Millions of yen)

	Total of three banks			Kansai Urban Banking Corporation		
	FY 2017 (A)	(A)-(B)	FY 2016 (B)	FY 2017 (A)	(A)-(B)	FY 2016 (B)
Net gains/(losses) on bonds	1,931	(3,773)	5,705	700	598	101
Gains on sale	3,632	(3,316)	6,948	719	269	450
Gains on redemption	-	-	-	-	-	-
Losses on sale	(1,673)	(429)	(1,243)	(19)	329	(349)
Losses on redemption	-	-	-	-	-	-
Losses on devaluation	(27)	(27)	-	-	-	-
Net gains/(losses) on stocks	6,553	4,325	2,228	235	(140)	376
Gains on sale	6,658	4,385	2,272	237	(149)	387
Losses on sale	(90)	(49)	(41)	-	8	(8)
Losses on devaluation	(13)	(10)	(2)	(1)	1	(2)

	Kinki Osaka Bank			Minato Bank		
	FY 2017 (A)	(A)-(B)	FY 2016 (B)	FY 2017 (A)	(A)-(B)	FY 2016 (B)
Net gains/(losses) on bonds	1,677	(696)	2,374	(446)	(3,675)	3,229
Gains on sale	1,777	(742)	2,520	1,134	(2,843)	3,977
Gains on redemption	-	-	-	-	-	-
Losses on sale	(72)	73	(145)	(1,580)	(832)	(748)
Losses on redemption	-	-	-	-	-	-
Losses on devaluation	(27)	(27)	-	-	-	-
Net gains/(losses) on stocks	2,378	1,421	956	3,939	3,043	895
Gains on sale	2,389	1,433	956	4,031	3,102	928
Losses on sale	(11)	(11)	-	(79)	(46)	(33)
Losses on devaluation	-	-	-	(12)	(12)	-

## 7. Unrealized gains/(losses) on marketable securities (Bonds held to maturity, stocks of subsidiaries and affiliates and available-for-sale securities)

(Millions of yen)

<Total of three banks>	B/S Amount (End of Mar. 2018)	Change from End of Mar. 2017	Unrealized gains/(losses)			Change from End of Mar. 2017
			(End of Mar. 2018)	Gain	Loss	
Bonds held to maturity	217,383	806	3,301	3,761	(459)	725
Stock of subsidiaries and affiliates	-	-	-	-	-	-
Available-for-sale securities	1,079,489	(66,999)	33,463	43,269	(9,806)	(2,024)
Stocks	63,124	1,869	37,470	37,606	(136)	3,106
Bonds	772,790	(31,229)	1,527	2,270	(743)	(1,009)
Other	243,574	(37,640)	(5,533)	3,392	(8,926)	(4,121)

### <Kansai Urban Banking Corporation>

Bonds held to maturity	-	-	-	-	-	-
Stock of subsidiaries and affiliates	-	-	-	-	-	-
Available-for-sale securities	215,551	10,192	15,608	17,395	(1,786)	(1,559)
Stocks	24,021	968	14,152	14,203	(50)	1,053
Bonds	140,591	(2,795)	1,046	1,146	(100)	(276)
Other	50,938	12,020	410	2,045	(1,635)	(2,335)

### <Kinki Osaka Bank>

Bonds held to maturity	207,034	3,125	3,289	3,749	(459)	746
Stock of subsidiaries and affiliates	-	-	-	-	-	-
Available-for-sale securities	539,181	72,329	10,088	11,524	(1,435)	(481)
Stocks	14,376	2,279	10,409	10,425	(16)	2,279
Bonds	452,605	70,300	(425)	40	(465)	(40)
Other	72,198	(251)	105	1,058	(953)	(2,720)

### <Minato Bank>

Bonds held to maturity	10,349	(2,318)	12	12	-	(20)
Stock of subsidiaries and affiliates	-	-	-	-	-	-
Available-for-sale securities	324,756	(149,521)	7,765	14,350	(6,584)	16
Stocks	24,726	(1,378)	12,908	12,977	(69)	(226)
Bonds	179,592	(98,734)	906	1,084	(177)	(692)
Other	120,437	(49,408)	(6,049)	288	(6,337)	934

Note: The figures presented in the table above include securities, negotiable certificates of deposit (NCDs) included in "cash and due from banks" and a portion of "monetary claims bought."

The presented figures only include marketable securities.

## 8. Breakdown of securities by remaining period to maturity (Bonds held to maturity and available-for-sale securities with maturities)

(Billions of yen)

	End of Mar. 2018							End of Mar. 2017						
	One year or less	One to three years	Three to five years	Five to seven years	Seven to ten years	Over ten years	Total	One year or less	One to three years	Three to five years	Five to seven years	Seven to ten years	Over ten years	Total
<b>&lt;Total of three banks&gt;</b>														
Bonds held to maturity	31.8	117.9	11.1	0.6	0.1	57.7	219.5	24.3	50.5	86.6	0.2	-	57.8	219.6
Japanese government bonds	17.0	97.0	-	-	-	12.1	126.1	16.0	35.5	78.5	-	-	12.1	142.1
Floating-rate JGBs	17.0	97.0	-	-	-	-	114.0	16.0	35.5	78.5	-	-	-	130.0
Japanese local government bonds	1.2	4.4	-	-	-	4.8	10.4	1.8	1.7	3.9	-	-	4.9	12.3
Japanese corporate bonds	13.6	16.5	11.1	0.6	0.1	40.8	82.9	6.5	13.3	4.2	0.2	-	40.8	65.1
Available-for-sale securities	168.7	187.5	341.6	70.4	111.2	54.5	934.1	216.9	237.7	157.4	100.1	231.8	66.0	1,010.0
Bonds	154.8	169.5	328.7	57.4	16.8	39.6	767.0	197.4	227.6	140.3	92.6	84.4	54.8	797.4
Japanese government bonds	62.0	20.0	10.0	-	3.5	19.5	115.0	81.0	62.0	30.0	-	54.0	23.0	250.0
Floating-rate JGBs	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Japanese local government bonds	5.8	5.4	60.6	1.2	-	-	73.1	16.7	8.8	10.8	4.2	5.0	-	45.7
Japanese corporate bonds	86.9	144.0	258.0	56.2	13.3	20.1	578.8	99.7	156.8	99.5	88.3	25.3	31.8	501.7
Other	13.9	18.0	12.8	12.9	94.4	14.9	167.1	19.4	10.0	17.0	7.5	147.3	11.1	212.6
Total	200.6	305.5	352.8	71.0	111.3	112.2	1,153.6	241.2	288.2	244.0	100.4	231.8	123.8	1,229.7

### <Kansai Urban Banking Corporation>

Bonds held to maturity	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Japanese government bonds	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Floating-rate JGBs	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Japanese local government bonds	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Japanese corporate bonds	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Available-for-sale securities	15.3	35.4	54.6	20.0	30.2	8.5	164.2	45.6	27.9	44.3	17.2	22.5	2.0	159.7
Bonds	15.2	34.1	53.4	19.2	8.9	8.5	139.5	45.4	27.9	42.0	16.9	7.6	2.0	142.0
Japanese government bonds	2.0	-	-	-	3.5	8.5	14.0	29.0	2.0	-	-	1.0	2.0	34.0
Floating-rate JGBs	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Japanese local government bonds	0.9	0.6	10.1	-	-	-	11.7	0.2	1.3	1.9	-	-	-	3.5
Japanese corporate bonds	12.3	33.5	43.2	19.2	5.4	-	113.7	16.1	24.5	40.1	16.9	6.6	-	104.4
Other	0.0	1.2	1.2	0.8	21.3	-	24.7	0.2	0.0	2.3	0.2	14.8	-	17.7
Total	15.3	35.4	54.6	20.0	30.2	8.5	164.2	45.6	27.9	44.3	17.2	22.5	2.0	159.7

### <Kinki Osaka Bank>

Bonds held to maturity	25.9	113.5	11.1	0.6	0.1	57.7	209.1	22.0	44.1	82.7	0.2	-	57.8	206.9
Japanese government bonds	17.0	97.0	-	-	-	12.1	126.1	16.0	35.5	78.5	-	-	12.1	142.1
Floating-rate JGBs	17.0	97.0	-	-	-	-	114.0	16.0	35.5	78.5	-	-	-	130.0
Japanese local government bonds	-	-	-	-	-	4.8	4.8	-	-	-	-	-	4.9	4.9
Japanese corporate bonds	8.9	16.5	11.1	0.6	0.1	40.8	78.2	6.0	8.6	4.2	0.2	-	40.8	59.9
Available-for-sale securities	66.3	93.3	258.5	40.5	8.2	30.4	497.5	54.6	103.9	56.8	74.4	81.0	55.6	426.6
Bonds	54.3	86.8	249.9	31.6	1.7	25.1	449.6	42.1	100.6	50.0	70.8	71.7	44.8	380.1
Japanese government bonds	-	-	-	-	-	5.0	5.0	2.0	-	-	-	53.0	13.0	68.0
Floating-rate JGBs	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Japanese local government bonds	3.9	2.5	49.7	1.2	-	-	57.4	11.9	4.6	7.6	4.2	5.0	-	33.6
Japanese corporate bonds	50.3	84.3	200.2	30.4	1.7	20.1	387.1	28.2	95.9	42.3	66.5	13.6	31.8	278.5
Other	12.0	6.4	8.6	8.9	6.5	5.3	47.8	12.5	3.3	6.8	3.6	9.3	10.8	46.4
Total	92.3	206.8	269.7	41.2	8.3	88.1	706.7	76.7	148.0	139.5	74.7	81.0	113.4	633.6

### <Minato Bank>

Bonds held to maturity	5.9	4.4	-	-	-	-	10.3	2.3	6.4	3.9	-	-	-	12.6
Japanese government bonds	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Floating-rate JGBs	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Japanese local government bonds	1.2	4.4	-	-	-	-	5.6	1.8	1.7	3.9	-	-	-	7.4
Japanese corporate bonds	4.7	-	-	-	-	-	4.7	0.5	4.7	-	-	-	-	5.2
Available-for-sale securities	87.0	58.8	28.3	9.7	72.7	15.5	272.3	116.5	105.8	56.1	8.5	128.2	8.3	423.7
Bonds	85.2	48.4	25.3	6.6	6.1	6.0	177.9	109.8	99.0	48.3	4.8	5.0	8.0	275.2
Japanese government bonds	60.0	20.0	10.0	-	-	6.0	96.0	50.0	60.0	30.0	-	-	-	148.0
Floating-rate JGBs	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Japanese local government bonds	1.0	2.2	0.7	-	-	-	4.0	4.5	2.7	1.2	-	-	-	8.6
Japanese corporate bonds	24.2	26.2	14.6	6.6	6.1	-	77.8	55.3	36.3	17.0	4.8	5.0	-	118.6
Other	1.8	10.3	2.9	3.0	66.5	9.5	94.4	6.6	6.7	7.8	3.6	123.1	0.3	148.4
Total	92.9	63.2	28.3	9.7	72.7	15.5	282.6	118.8	112.2	60.1	8.5	128.2	8.3	436.3



## 9. Capital adequacy ratio

### (1) Consolidated capital adequacy ratio (Japanese Domestic Standard)

(Billions of yen, %)

<Kansai Mirai Financial Group>	End of Mar. 2018
Capital adequacy ratio	8.71
Total qualifying capital	118.9
Core Capital: instruments and reserves	126.0
Core Capital: regulatory adjustments	7.0
Risk weighted assets	1,365.1
Credit risk weighted assets	1,289.6
Amount equivalent to market risk / 8%	0.2
Amount equivalent to operational risk / 8%	75.2
Total required capital <sup>*1</sup>	109.2

As of March 31, 2018, a subsidiary bank of Kansai Mirai Financial Group is Kinki Osaka Bank only.

### (2) Capital adequacy ratios of group banks (Japanese domestic standard)

(Billions of yen, %)

<Kansai Urban Banking Corporation>	Consolidated			Non-consolidated		
	End of Mar. 2018 (A)	(A)-(B)	End of Mar. 2017 (B)	End of Mar. 2018 (A)	(A)-(B)	End of Mar. 2017 (B)
Capital adequacy ratio	6.17	(0.21)	6.38	6.03	(0.22)	6.25
Total qualifying capital	191.4	(3.0)	194.4	185.6	(3.7)	189.3
Core Capital: instruments and reserves	208.6	(2.6)	211.3	203.1	(3.6)	206.7
Core Capital: regulatory adjustments	17.2	0.3	16.8	17.4	0.0	17.3
Risk weighted assets	3,101.5	54.7	3,046.7	3,075.9	49.4	3,026.5
Credit risk weighted assets	2,996.4	80.1	2,916.3	2,979.5	73.3	2,906.1
Amount equivalent to operational risk / 8%	105.0	(25.3)	130.4	96.4	(23.9)	120.3
Total required capital <sup>*2</sup>	124.0	2.1	121.8	123.0	1.9	121.0

(Billions of yen, %)

<Kinki Osaka Bank>	Consolidated			Non-consolidated		
	End of Mar. 2018 (A)	(A)-(B)	End of Mar. 2017 (B)	End of Mar. 2018 (A)	(A)-(B)	End of Mar. 2017 (B)
Capital adequacy ratio	10.69	(0.82)	11.51	9.85	(0.55)	10.40
Total qualifying capital	145.9	(8.6)	154.6	134.0	(4.5)	138.5
Core Capital: instruments and reserves	153.0	(6.0)	159.1	147.7	(1.7)	149.4
Core Capital: regulatory adjustments	7.0	2.5	4.5	13.7	2.8	10.8
Risk weighted assets	1,365.0	22.6	1,342.3	1,359.4	27.6	1,331.7
Credit risk weighted assets	1,289.5	32.5	1,257.0	1,285.5	34.1	1,251.4
Amount equivalent to market risk / 8%	0.2	0.1	0.1	0.2	0.1	0.1
Amount equivalent to operational risk / 8%	75.2	(10.0)	85.2	73.6	(6.6)	80.2
Total required capital <sup>*1</sup>	109.2	1.8	107.3	108.7	2.2	106.5

(Billions of yen, %)

<Minato Bank>	Consolidated			Non-consolidated		
	End of Mar. 2018 (A)	(A)-(B)	End of Mar. 2017 (B)	End of Mar. 2018 (A)	(A)-(B)	End of Mar. 2017 (B)
Capital adequacy ratio	7.10	(0.04)	7.14	6.74	(0.07)	6.81
Total qualifying capital	138.8	3.4	135.4	130.9	2.6	128.3
Core Capital: instruments and reserves	143.3	4.3	139.0	135.1	3.4	131.6
Core Capital: regulatory adjustments	4.4	0.9	3.5	4.1	0.8	3.3
Risk weighted assets	1,954.0	57.1	1,896.9	1,941.4	56.6	1,884.7
Credit risk weighted assets	1,879.1	28.8	1,850.3	1,871.4	27.6	1,843.7
Amount equivalent to operational risk / 8%	74.8	28.3	46.5	69.9	29.0	40.9
Total required capital <sup>*2</sup>	78.1	2.2	75.8	77.6	2.2	75.3

Notes: 1. "Total required capital" is 8% of "Risk weighted assets".

2. "Total required capital" is 4% of "Risk weighted assets".

(Reference) Risk weighted assets are calculated by using the methods shown in the box below.

	Amount of credit risk weighted assets		Amount equivalent to operational risk		Amount equivalent to market risk	
	End of Mar. 2018	End of Mar. 2017	End of Mar. 2018	End of Mar. 2017	End of Mar. 2018	End of Mar. 2017
<Kansai Mirai Financial Group>	Fundamental Internal Ratings-Based Approach	—	The Standard Approach	—	The Standardised Approach	—
<Kansai Urban Banking Corporation>	Standardised Approach		The Standard Approach	The Basic Indicator Approach	— *	
<Kinki Osaka Bank>	Fundamental Internal Ratings-Based Approach		The Standard Approach		The Standardised Approach	
<Minato Bank>	Standardised Approach		The Standard Approach	The Advanced Measurement Approach	— *	

Note: According to Public Notice Article 29 and 39, amount equivalent to market risk is not counted.

## 10. Stock holdings

<Total of three banks>

(Billions of yen)

	End of Mar. 2018	Change	End of Mar. 2017
Acquisition cost	25.6	(1.2)	26.8
Market value	63.1	1.8	61.2
Book value of stocks sold outright	0.1	(0.1)	0.3

<Non-consolidated figures of each bank>

(Billions of yen)

	Kansai Urban Banking Corporation	Kinki Osaka Bank	Minato Bank
	End of Mar. 2018	End of Mar. 2018	End of Mar. 2018
Acquisition cost	9.8	3.9	11.8
Market value	24.0	14.3	24.7
Book value of stocks sold outright	0.1	-	0.0

Note: These figures exclude stocks which are not subject to capital regulation (those of subsidiaries, affiliated companies, and unlisted stocks)

## 11. Number of employees and offices

<Kansai Mirai Financial Group, Non-consolidated>

(People)

	End of Mar. 2018
Directors	9
Non-board executive officers	15

Notes: 1. Above figures include 19 directors and Non-board executive officers who concurrently serve as directors and executive officers for group banks.

2. Non-board executive officers do not include those officers who concurrently serve as directors.

3. The above figures do not include these directors and Non-board executive officers who retired at the end of respective fiscal periods. The above figures as of end of March include these directors and executive officers who are installed at 1st of April.

<Total of three banks>

(People/ branch offices)

	End of Mar. 2018	Change	End of Mar. 2017
Directors	37	(1)	38
Non-board executive officers	63	6	57
Employees	7,116	31	7,085
Manned domestic offices	379	-	379
Non-manned domestic offices	170	4	166
Total domestic offices	549	4	545

<Non-consolidated figures of each bank>

(People/ branch offices)

	Kansai Urban Banking Corporation	Kinki Osaka Bank	Minato Bank
	End of Mar. 2018	End of Mar. 2018	End of Mar. 2018
Directors	15	10	12
Non-board executive officers	28	13	22
Employees	2,638	2,185	2,293
Manned domestic offices	155	118	106
Non-manned domestic offices	59	33	78
Total domestic offices	214	151	184

Notes: 1. Non-board executive officers do not include those officers who concurrently serve as directors.

2. The above figures as of end of March include these directors and executive officers who are installed at 1st of April.

3. The number of employees is based on registered employees (including the seconded employees).

4. The number of employees do not include those who retired at the end of respective fiscal periods.

5. The number of manned offices is the sum of head/branch offices and representative offices.

## II. Loans and Bills Discounted and Other

### 1. Risk-managed loans

#### (1) Risk-managed loans

(Millions of yen)

<Total of three banks>	End of Mar.			End of Sep.	End of Mar.
	2018 (A)	(A)-(B)	(A)-(C)	2017 (B)	2017 (C)
Loans to borrowers in legal bankruptcy	2,953	1,024	789	1,929	2,164
Past due loans	140,913	(6,278)	(13,453)	147,191	154,367
Loans past due 3 months or more	628	137	206	491	422
Restructured loans	15,534	(3,495)	(3,617)	19,030	19,152
Risk-managed loans, total	160,031	(8,611)	(16,075)	168,643	176,107
Partial direct write-offs	78,181	(10,357)	(15,858)	88,538	94,040
Balance of loans (Term-end)	8,899,206	38,640	79,307	8,860,566	8,819,899

#### <Kansai Urban Banking Corporation>

Loans to borrowers in legal bankruptcy	550	82	86	467	464
Past due loans	50,080	(1,240)	(3,776)	51,321	53,857
Loans past due 3 months or more	-	(75)	-	75	-
Restructured loans	6,470	(2,583)	(2,639)	9,053	9,110
Risk-managed loans, total	57,101	(3,816)	(6,329)	60,918	63,431
Partial direct write-offs	68,558	(7,124)	(6,907)	75,683	75,466
Balance of loans (Term-end)	3,956,712	49,395	89,590	3,907,316	3,867,121

#### <Kinki Osaka Bank>

Loans to borrowers in legal bankruptcy	667	(46)	(4)	714	672
Past due loans	45,831	(2,546)	(6,485)	48,377	52,316
Loans past due 3 months or more	48	(311)	(337)	359	386
Restructured loans	6,973	460	(316)	6,512	7,289
Risk-managed loans, total	53,520	(2,443)	(7,144)	55,964	60,665
Partial direct write-offs	6,429	(2,649)	(4,174)	9,079	10,604
Balance of loans (Term-end)	2,415,160	(4,735)	(25,398)	2,419,895	2,440,559

#### <Minato Bank>

Loans to borrowers in legal bankruptcy	1,735	988	707	747	1,028
Past due loans	45,001	(2,491)	(3,191)	47,492	48,193
Loans past due 3 months or more	579	524	544	55	35
Restructured loans	2,090	(1,373)	(662)	3,464	2,752
Risk-managed loans, total	49,408	(2,351)	(2,601)	51,759	52,010
Partial direct write-offs	3,192	(583)	(4,776)	3,776	7,969
Balance of loans (Term-end)	2,527,333	(6,020)	15,114	2,533,353	2,512,218

Note: The figures of Kansai Urban Banking Corporation do not reflect the current price valuation of "loans and bills discounted" which was calculated at the business combination on March 1, 2010.

(2) Ratio to total balance of loans

(%)

<Total of three banks>	End of Mar.			End of Sep.	End of Mar.
	2018 (A)	(A)-(B)	(A)-(C)	2017 (B)	2017 (C)
Loans to borrowers in legal bankruptcy	0.03	0.01	0.00	0.02	0.02
Past due loans	1.58	(0.07)	(0.16)	1.66	1.75
Loans past due 3 months or more	0.00	0.00	0.00	0.00	0.00
Restructured loans	0.17	(0.04)	(0.04)	0.21	0.21
Risk-managed loans, total	1.79	(0.10)	(0.19)	1.90	1.99

<Kansai Urban Banking Corporation>

Loans to borrowers in legal bankruptcy	0.01	0.00	0.00	0.01	0.01
Past due loans	1.26	(0.04)	(0.12)	1.31	1.39
Loans past due 3 months or more	-	(0.00)	-	0.00	-
Restructured loans	0.16	(0.06)	(0.07)	0.23	0.23
Risk-managed loans, total	1.44	(0.11)	(0.19)	1.55	1.64

<Kinki Osaka Bank>

Loans to borrowers in legal bankruptcy	0.02	(0.00)	0.00	0.02	0.02
Past due loans	1.89	(0.10)	(0.24)	1.99	2.14
Loans past due 3 months or more	0.00	(0.01)	(0.01)	0.01	0.01
Restructured loans	0.28	0.01	(0.00)	0.26	0.29
Risk-managed loans, total	2.21	(0.09)	(0.26)	2.31	2.48

<Minato Bank>

Loans to borrowers in legal bankruptcy	0.06	0.03	0.02	0.02	0.04
Past due loans	1.78	(0.09)	(0.13)	1.87	1.91
Loans past due 3 months or more	0.02	0.02	0.02	0.00	0.00
Restructured loans	0.08	(0.05)	(0.02)	0.13	0.10
Risk-managed loans, total	1.95	(0.08)	(0.11)	2.04	2.07

2. Percentage of loan loss reserves to total risk-managed loans

(%)

<Total of three banks>	End of Mar.			End of Sep.	End of Mar.
	2018 (A)	(A)-(B)	(A)-(C)	2017 (B)	2017 (C)
Before partial direct write-off	53.00	0.39	(0.24)	52.61	53.24
After partial direct write-off	30.04	2.31	1.76	27.73	28.28

<Kansai Urban Banking Corporation>

Before partial direct write-off	68.74	1.24	1.37	67.50	67.37
After partial direct write-off	31.22	4.18	2.77	27.03	28.44

<Kinki Osaka Bank>

Before partial direct write-off	30.56	(2.52)	(3.27)	33.08	33.84
After partial direct write-off	22.22	(0.00)	(0.05)	22.22	22.27

<Minato Bank>

Before partial direct write-off	40.96	2.00	(2.74)	38.96	43.71
After partial direct write-off	37.15	2.64	2.06	34.50	35.09

Note: Percentage of reserves = Total reserve for possible loan losses / Total risk-managed loans

### 3. Reserve for possible loan losses

(Millions of yen)

<Total of three banks>	End of Mar.			End of Sep.	End of Mar.
	2018 (A)	(A)-(B)	(A)-(C)	2017 (B)	2017 (C)
General reserve for possible loan losses	15,447	(1,624)	(3,065)	17,072	18,513
Specific reserve for possible loan losses	32,631	2,934	1,336	29,697	31,294
Total reserve for possible loan losses	48,079	1,309	(1,729)	46,769	49,808

#### <Kansai Urban Banking Corporation>

General reserve for possible loan losses	6,680	(1,527)	(1,990)	8,207	8,671
Specific reserve for possible loan losses	11,149	2,887	1,777	8,261	9,372
Total reserve for possible loan losses	17,829	1,360	(213)	16,468	18,043

#### <Kinki Osaka Bank>

General reserve for possible loan losses	3,942	(179)	(728)	4,121	4,670
Specific reserve for possible loan losses	7,950	(367)	(894)	8,318	8,844
Total reserve for possible loan losses	11,892	(546)	(1,622)	12,439	13,514

#### <Minato Bank>

General reserve for possible loan losses	4,825	81	(347)	4,743	5,172
Specific reserve for possible loan losses	13,531	414	453	13,117	13,077
Total reserve for possible loan losses	18,357	496	106	17,861	18,250

#### 4. Claims disclosure according to the Financial Reconstruction Act

(Millions of yen, %)

<Total of three banks>		End of Mar.			End of Sep. 2017 (B)	End of Mar. 2017 (C)
		2018 (A)	(A)-(B)	(A)-(C)		
	Unrecoverable or valueless claims	30,577	(860)	(3,425)	31,437	34,002
	Risk claims	114,597	(4,287)	(9,078)	118,884	123,675
	Special attention loans	16,163	(3,358)	(3,411)	19,521	19,575
	Financial Reconstruction Act subtotal [A]	161,337	(8,505)	(15,914)	169,843	177,252
	Normal claims	8,867,451	57,988	114,179	8,809,463	8,753,272
	Financial Reconstruction Act total [B]	9,028,789	49,482	98,264	8,979,307	8,930,525
	Partial direct write-offs	78,361	(10,669)	(16,191)	89,030	94,552
	NPL Ratio [A] / [B]	1.78	(0.10)	(0.19)	1.89	1.98

##### <Kansai Urban Banking Corporation>

	Unrecoverable or valueless claims	11,075	(320)	(1,252)	11,395	12,327
	Risk claims	39,851	(712)	(2,278)	40,564	42,130
	Special attention loans	6,470	(2,658)	(2,639)	9,129	9,110
	Financial Reconstruction Act subtotal [A]	57,397	(3,691)	(6,171)	61,089	63,568
	Normal claims	3,922,116	52,872	95,340	3,869,243	3,826,776
	Financial Reconstruction Act total [B]	3,979,514	49,181	89,168	3,930,333	3,890,345
	Partial direct write-offs	68,696	(7,045)	(6,842)	75,741	75,538
	NPL Ratio [A] / [B]	1.44	(0.11)	(0.19)	1.55	1.63

##### <Kinki Osaka Bank>

	Unrecoverable or valueless claims	6,572	(818)	(1,266)	7,390	7,838
	Risk claims	40,078	(1,691)	(5,156)	41,770	45,235
	Special attention loans	7,022	149	(654)	6,872	7,676
	Financial Reconstruction Act subtotal [A]	53,673	(2,360)	(7,077)	56,033	60,750
	Normal claims	2,410,519	8,645	(863)	2,401,873	2,411,383
	Financial Reconstruction Act total [B]	2,464,192	6,285	(7,941)	2,457,907	2,472,133
	Partial direct write-offs	6,472	(2,777)	(4,310)	9,249	10,782
	NPL Ratio [A] / [B]	2.17	(0.10)	(0.27)	2.27	2.45

##### <Minato Bank>

	Unrecoverable or valueless claims	12,929	278	(906)	12,651	13,835
	Risk claims	34,666	(1,882)	(1,642)	36,549	36,309
	Special attention loans	2,670	(849)	(117)	3,519	2,788
	Financial Reconstruction Act subtotal [A]	50,266	(2,453)	(2,666)	52,720	52,933
	Normal claims	2,534,815	(3,530)	19,703	2,538,346	2,515,112
	Financial Reconstruction Act total [B]	2,585,082	(5,984)	17,037	2,591,066	2,568,045
	Partial direct write-offs	3,192	(846)	(5,039)	4,039	8,232
	NPL Ratio [A] / [B]	1.94	(0.09)	(0.11)	2.03	2.06

## 5. Coverage ratios by type of borrower

<Total of three banks, Non-consolidated figures of each bank>

(%)

	Total of three banks			Kansai Urban Banking Corporation		
	End of Mar. 2018 (A)	(A) - (B)	End of Mar. 2017 (B)	End of Mar. 2018 (A)	(A) - (B)	End of Mar. 2017 (B)
Unrecoverable or valueless claims	100.00	-	100.00	100.00	-	100.00
Covered by collateral, guarantees, etc.	80.49	(4.85)	85.35	99.29	(0.41)	99.71
Covered by reserves	19.50	4.85	14.64	0.70	0.41	0.28
Reserve ratio against the portion not covered by collateral, guarantees, etc.	100.00	-	100.00	100.00	-	100.00
Risk claims	89.52	0.25	89.27	91.85	1.79	90.06
Covered by collateral, guarantees, etc.	68.10	(1.65)	69.75	64.47	(3.83)	68.31
Covered by reserves	21.42	1.90	19.52	27.38	5.63	21.74
Reserve ratio against the portion not covered by collateral, guarantees, etc.	67.17	2.62	64.54	77.08	8.44	68.64
Special Attention Obligors	75.94	3.90	72.04	81.25	6.13	75.11
Covered by collateral, guarantees, etc.	59.21	8.03	51.18	72.52	18.36	54.15
Covered by reserves	16.73	(4.12)	20.86	8.72	(12.23)	20.95
Reserve ratio against the portion not covered by collateral, guarantees, etc.	41.02	(1.70)	42.73	31.76	(13.95)	45.72
Other Watch Obligors	78.95	(2.28)	81.23	88.45	1.48	86.97
Covered by collateral, guarantees, etc.	77.03	(2.18)	79.22	84.66	1.34	83.32
Covered by reserves	1.92	(0.09)	2.01	3.79	0.14	3.64
Reserve ratio against the portion not covered by collateral, guarantees, etc.	8.36	(1.34)	9.70	24.72	2.85	21.86
Normal Obligors	0.04	(0.00)	0.05	0.05	(0.00)	0.05

	Kinki Osaka Bank			Minato Bank		
	End of Mar. 2018 (A)	(A) - (B)	End of Mar. 2017 (B)	End of Mar. 2018 (A)	(A) - (B)	End of Mar. 2017 (B)
Unrecoverable or valueless claims	100.00	-	100.00	100.00	-	100.00
Covered by collateral, guarantees, etc.	96.79	(0.70)	97.49	56.10	(9.57)	65.67
Covered by reserves	3.20	0.70	2.50	43.89	9.57	34.32
Reserve ratio against the portion not covered by collateral, guarantees, etc.	100.00	-	100.00	100.00	-	100.00
Risk claims	87.88	(1.40)	89.28	88.75	0.39	88.36
Covered by collateral, guarantees, etc.	68.58	(1.59)	70.17	71.70	0.79	70.91
Covered by reserves	19.29	0.18	19.10	17.05	(0.40)	17.45
Reserve ratio against the portion not covered by collateral, guarantees, etc.	61.41	(2.63)	64.05	60.26	0.26	59.99
Special Attention Obligors	60.60	1.22	59.37	102.45	2.95	99.49
Covered by collateral, guarantees, etc.	39.39	0.80	38.58	79.70	1.00	78.70
Covered by reserves	21.20	0.41	20.78	22.75	1.95	20.79
Reserve ratio against the portion not covered by collateral, guarantees, etc.	34.98	1.14	33.84	112.08	14.45	97.63
Other Watch Obligors	78.74	(2.27)	81.02	74.00	(3.82)	77.82
Covered by collateral, guarantees, etc.	78.12	(2.19)	80.32	71.81	(3.65)	75.47
Covered by reserves	0.61	(0.08)	0.69	2.18	(0.16)	2.34
Reserve ratio against the portion not covered by collateral, guarantees, etc.	2.82	(0.72)	3.55	7.74	(1.82)	9.57
Normal Obligors	0.04	(0.00)	0.05	0.04	(0.00)	0.04

## 6. Results of self-assessment of asset quality

### (1) Total of three banks

Exposure Categories Obligor Classification		Disclosure Categories under FRA	Self-Assessment of Asset Quality				Coverage	Coverage Ratio under FRA Criteria
			Normal Exposures	Category II Exposures	Category III Exposures	Category IV Exposures		
Bankrupt and Effectively Bankrupt Obligors 30.5		Unrecoverable or Valueless Claims 30.5	13.3	17.2	<b>Reserve Ratio</b> 100.00%	<b>Direct Write-offs</b>	Reserves 5.9 Collateral /Guarantee 24.6	Unrecoverable or Valueless Claims 100.00%
Doubtful Obligors 114.5		Risk Claims 114.5	61.0	41.5	11.9 <b>Reserve Ratio</b> 67.17%		Reserves 24.5 Collateral /Guarantee 78.0	Risk Claims 89.52%
Watch Obligors	Special Attention Obligors 18.3	Special Attention Loans 16.1	4.3	14.0			Reserves 2.7 Collateral /Guarantee 9.4	Special Attention Loans 75.66%
	Other Watch Obligors 495.8	Subtotal 161.3						
Normal Obligors 8,369.4		Normal Claims 8,867.4	160.1	335.6				
Total Exposures 9,028.7		Total 9,028.7	Normal 8,608.3	Category II 408.4	Category III 11.9	Category IV -		<b>Total Coverage Ratio</b> 90.12%

Note: Amounts of claim and collateral/guarantee reported above include privately-placed bonds underwritten and guaranteed by the bank to which loan loss reserves are not provided.

### (2) Kansai Urban Banking Corporation (Non-consolidated)

Exposure Categories Obligor Classification		Disclosure Categories under FRA	Self-Assessment of Asset Quality				Coverage	Coverage Ratio under FRA Criteria
			Normal Exposures	Category II Exposures	Category III Exposures	Category IV Exposures		
Bankrupt and Effectively Bankrupt Obligors 11.0		Unrecoverable or Valueless Claims 11.0	1.4	9.5	<b>Reserve Ratio</b> 100.00%	<b>Direct Write-offs</b>	Reserves 0.0 Collateral /Guarantee 10.9	Unrecoverable or Valueless Claims 100.00%
Doubtful Obligors 39.8		Risk Claims 39.8	17.9	18.6	3.2 <b>Reserve Ratio</b> 77.08%		Reserves 10.9 Collateral /Guarantee 25.6	Risk Claims 91.85%
Watch Obligors	Special Attention Obligors 6.9	Special Attention Loans 6.4	0.8	6.0			Reserves 0.5 Collateral /Guarantee 4.7	Special Attention Loans 81.46%
	Other Watch Obligors 106.7	Subtotal 57.3						
Normal Obligors 3,814.8		Normal Claims 3,922.1	29.1	77.6				
Total Exposures 3,979.5		Total 3,979.5	Normal 3,864.3	Category II 111.9	Category III 3.2	Category IV -		<b>Total Coverage Ratio</b> 92.25%

Note: Amounts of claim and collateral/guarantee reported above include privately-placed bonds underwritten and guaranteed by the bank to which loan loss reserves are not provided.



(3) Kinki Osaka Bank (Non-consolidated)

Exposure Obligor Classification		Disclosure Categories under FRA	Self-Assessment of Asset Quality				Coverage	Coverage Ratio under FRA Criteria
			Normal Exposures	Category II Exposures	Category III Exposures	Category IV Exposures		
Bankrupt and Effectively Bankrupt Obligor 6.5		Unrecoverable or Valueless Claims 6.5	2.9	3.6	<b>Reserve Ratio</b> 100.00%	<b>Direct Write-offs</b>	Reserves 0.2 Collateral /Guarantee 6.3	Unrecoverable or Valueless Claims 100.00%
Doubtful Obligor 40.0		Risk Claims 40.0	24.3	10.9	4.8 <b>Reserve Ratio</b> 61.41%		Reserves 7.7 Collateral /Guarantee 27.4	Risk Claims 87.88%
Watch Obligor	Special Attention Obligor 8.0	Special Attention Loans 7.0 ----- Subtotal 53.6	2.3	5.7			Reserves 1.5 Collateral /Guarantee 2.7	Special Attention Loans 61.34%
	Other Watch Obligor 192.8	Normal Claims 2,410.5	61.1	131.7				
Normal Obligor 2,216.5			2,216.5					
			<b>Total Coverage Ratio 85.89%</b>					
Total Exposures 2,464.1		Total 2,464.1	Normal 2,307.3	Category II 152.0	Category III 4.8	Category IV -		

Note: Amounts of claim and collateral/guarantee reported above include privately-placed bonds underwritten and guaranteed by the bank to which loan loss reserves are not provided.

(4) Minato Bank (Non-consolidated)

Exposure Obligor Classification		Disclosure Categories under FRA	Self-Assessment of Asset Quality				Coverage	Coverage Ratio under FRA Criteria
			Normal Exposures	Category II Exposures	Category III Exposures	Category IV Exposures		
Bankrupt and Effectively Bankrupt Obligor 12.9		Unrecoverable or Valueless Claims 12.9	8.9	4.0	<b>Reserve Ratio</b> 100.00%	<b>Direct Write-offs</b>	Reserves 5.6 Collateral /Guarantee 7.2	Unrecoverable or Valueless Claims 100.00%
Doubtful Obligor 34.6		Risk Claims 34.6	18.7	11.9	3.8 <b>Reserve Ratio</b> 60.26%		Reserves 5.9 Collateral /Guarantee 24.8	Risk Claims 88.75%
Watch Obligor	Special Attention Obligor 3.2	Special Attention Loans 2.6 ----- Subtotal 50.2	1.1	2.1			Reserves 0.6 Collateral /Guarantee 2.0	Special Attention Loans 99.23%
	Other Watch Obligor 196.2	Normal Claims 2,534.8	69.8	126.3				
Normal Obligor 2,337.9			2,337.9					
			<b>Total Coverage Ratio 92.20%</b>					
Total Exposures 2,585.0		Total 2,585.0	Normal 2,436.6	Category II 144.5	Category III 3.8	Category IV -		

Note: Amounts of claim and collateral/guarantee reported above include privately-placed bonds underwritten and guaranteed by the bank to which loan loss reserves are not provided.

## 7. Loans and bills discounted by industry

<Total of three banks, Non-consolidated figures of each bank>

### (1) Industry breakdown of total loans and bills discounted

(Billions of yen)

	Total of three banks			Kansai Urban Banking Corporation		
	End of Mar. 2018 (A)	(A) - (B)	End of Mar. 2017 (B)	End of Mar. 2018 (A)	(A) - (B)	End of Mar. 2017 (B)
Manufacturing	533.8	(16.6)	550.4	116.6	(4.9)	121.6
Agriculture, forestry	4.7	0.7	3.9	1.1	0.0	1.1
Fishery	1.0	(0.0)	1.0	0.0	(0.0)	0.1
Mining, quarrying of stone, gravel extraction	1.2	(0.0)	1.3	0.1	(0.0)	0.1
Construction	288.7	(11.9)	300.6	94.1	(3.5)	97.6
Electricity, gas, heating, water	44.7	3.7	41.0	23.3	2.6	20.6
Information and communication	46.2	(16.5)	62.8	7.2	(5.7)	13.0
Transportation, postal service	234.0	19.8	214.2	69.3	(4.2)	73.5
Wholesale and retail trade	656.3	(11.0)	667.4	174.9	1.7	173.2
Finance and insurance	130.3	(9.6)	140.0	9.1	(0.6)	9.8
Real estate	1,941.2	104.5	1,836.7	910.0	57.4	852.5
Goods rental and leasing	133.0	(1.3)	134.3	43.6	(3.2)	46.8
Services	752.3	(3.6)	755.9	374.9	(6.5)	381.5
Government, local government	303.3	(30.0)	333.4	18.0	(0.2)	18.2
Others	3,827.7	51.3	3,776.4	2,113.8	56.9	2,056.9
Domestic total	8,899.2	79.3	8,819.8	3,956.7	89.5	3,867.1
Japan offshore banking account	-	(0.0)	0.0	-	-	-
Total	8,899.2	79.3	8,819.8	3,956.7	89.5	3,867.1

	Kinki Osaka Bank			Minato Bank		
	End of Mar. 2018 (A)	(A) - (B)	End of Mar. 2017 (B)	End of Mar. 2018 (A)	(A) - (B)	End of Mar. 2017 (B)
Manufacturing	205.7	(10.3)	216.0	211.3	(1.3)	212.7
Agriculture, forestry	1.3	0.0	1.3	2.2	0.7	1.5
Fishery	0.6	0.0	0.6	0.3	0.0	0.3
Mining, quarrying of stone, gravel extraction	0.3	(0.0)	0.3	0.8	0.0	0.8
Construction	98.9	(2.9)	101.8	95.6	(5.4)	101.1
Electricity, gas, heating, water	3.3	(0.9)	4.2	18.0	1.9	16.1
Information and communication	11.1	0.0	11.1	27.8	(10.8)	38.6
Transportation, postal service	40.5	5.9	34.6	124.2	18.1	106.0
Wholesale and retail trade	225.6	(12.7)	238.3	255.8	(0.0)	255.8
Finance and insurance	16.7	0.4	16.3	104.3	(9.3)	113.7
Real estate	482.0	27.4	454.6	549.1	19.5	529.5
Goods rental and leasing	18.8	(1.5)	20.3	70.4	3.3	67.1
Services	144.3	5.6	138.7	233.0	(2.7)	235.7
Government, local government	133.3	(26.2)	159.5	151.9	(3.6)	155.5
Others	1,032.0	(10.1)	1,042.2	681.8	4.6	677.1
Domestic total	2,415.1	(25.3)	2,440.5	2,527.3	15.1	2,512.2
Japan offshore banking account	-	-	-	-	(0.0)	0.0
Total	2,415.1	(25.3)	2,440.5	2,527.3	15.1	2,512.2

Note: The figures of Kansai Urban Banking Corporation do not reflect the current price valuation of "loans and bills discounted" which was calculated at the business combination on March 1, 2010.

**(2) Risk-managed loans by industry**

(Billions of yen)

	Total of three banks			Kansai Urban Banking Corporation		
	End of Mar. 2018 (A)	(A) - (B)	End of Mar. 2017 (B)	End of Mar. 2018 (A)	(A) - (B)	End of Mar. 2017 (B)
Manufacturing	27.0	(5.1)	32.2	10.2	(0.9)	11.2
Agriculture, forestry	0.0	(0.0)	0.0	0.0	(0.0)	0.0
Fishery	0.0	0.0	-	-	-	-
Mining, quarrying of stone, gravel extraction	0.0	(0.0)	0.0	-	-	-
Construction	8.1	(1.0)	9.1	1.2	(0.0)	1.2
Electricity, gas, heating, water	0.3	0.0	0.2	-	-	-
Information and communication	2.2	0.6	1.6	1.1	0.6	0.4
Transportation, postal service	7.2	0.1	7.0	4.7	(0.0)	4.7
Wholesale and retail trade	29.8	2.6	27.2	3.5	0.3	3.1
Finance and insurance	1.0	(0.1)	1.1	-	-	-
Real estate	17.1	(9.4)	26.6	7.5	(4.1)	11.6
Goods rental and leasing	0.1	0.0	0.1	-	-	-
Services	25.0	(2.3)	27.3	6.6	(1.5)	8.2
Government, local government	-	-	-	-	-	-
Others	41.5	(1.4)	43.0	21.9	(0.6)	22.5
Domestic total	160.0	(16.0)	176.1	57.1	(6.3)	63.4
Japan offshore banking account	-	-	-	-	-	-
Total	160.0	(16.0)	176.1	57.1	(6.3)	63.4

	Kinki Osaka Bank			Minato Bank		
	End of Mar. 2018 (A)	(A) - (B)	End of Mar. 2017 (B)	End of Mar. 2018 (A)	(A) - (B)	End of Mar. 2017 (B)
Manufacturing	7.3	(2.6)	9.9	9.4	(1.5)	11.0
Agriculture, forestry	0.0	(0.0)	0.0	0.0	(0.0)	0.0
Fishery	-	-	-	0.0	0.0	-
Mining, quarrying of stone, gravel extraction	-	-	-	0.0	(0.0)	0.0
Construction	3.2	(0.6)	3.9	3.6	(0.3)	3.9
Electricity, gas, heating, water	-	-	-	0.3	0.0	0.2
Information and communication	0.9	(0.0)	0.9	0.1	0.0	0.1
Transportation, postal service	0.8	(0.3)	1.2	1.6	0.4	1.1
Wholesale and retail trade	12.4	0.1	12.3	13.9	2.1	11.7
Finance and insurance	0.4	(0.0)	0.5	0.6	(0.0)	0.6
Real estate	5.0	(3.0)	8.0	4.5	(2.3)	6.9
Goods rental and leasing	0.1	0.0	0.1	-	(0.0)	0.0
Services	10.4	(0.1)	10.5	7.9	(0.6)	8.5
Government, local government	-	-	-	-	-	-
Others	12.6	(0.4)	13.0	6.9	(0.4)	7.4
Domestic total	53.5	(7.1)	60.6	49.4	(2.6)	52.0
Japan offshore banking account	-	-	-	-	-	-
Total	53.5	(7.1)	60.6	49.4	(2.6)	52.0

Note: The figures of Kansai Urban Banking Corporation do not reflect the current price valuation of "loans and bills discounted" which was calculated at the business combination on March 1, 2010.

**(3) Loans to consumers**

(Millions of yen)

<Total of three banks>		End of Mar.			End of Sep.	End of Mar.
		2018 (A)	(A) - (B)	(A) - (C)	2017 (B)	2017 (C)
Housing loans		3,807,089	26,613	29,764	3,780,475	3,777,324
Residential housing loans		3,100,533	26,607	22,248	3,073,925	3,078,285
Other consumer loans		125,385	2,972	6,819	122,412	118,565
Total loans to consumers		3,932,474	29,586	36,584	3,902,888	3,895,890

<Kansai Urban Banking Corporation>

Housing loans		1,809,453	23,494	43,599	1,785,959	1,765,854
Residential housing loans		1,484,686	20,147	33,779	1,464,538	1,450,907
Other consumer loans		66,415	2,515	5,141	63,899	61,273
Total loans to consumers		1,875,869	26,010	48,740	1,849,858	1,827,128

<Kinki Osaka Bank>

Housing loans		1,170,209	3,112	(8,722)	1,167,096	1,178,932
Residential housing loans		993,343	3,444	(10,236)	989,898	1,003,580
Other consumer loans		22,241	(1,838)	(2,838)	24,080	25,080
Total loans to consumers		1,192,451	1,273	(11,561)	1,191,177	1,204,012

<Minato Bank>

Housing loans		827,426	6	(5,111)	827,420	832,537
Residential housing loans		622,502	3,014	(1,295)	619,488	623,798
Other consumer loans		36,728	2,295	4,516	34,432	32,211
Total loans to consumers		864,154	2,302	(594)	861,852	864,749

Notes: 1. The figures of Kansai Urban Banking Corporation do not reflect the current price valuation of "loans and bills discounted" which was calculated at the business combination on March 1, 2010.

2. The figures of "Housing loans" include the figures of "Apartment loans"

**(4) Loans to small and medium-sized enterprises and consumers** (Millions of yen, %)

<Total of three banks>	End of Mar. 2018 (A)	(A) - (B)	(A) - (C)	End of Sep. 2017 (B)	End of Mar. 2017 (C)
Loans to SMEs and consumers	7,980,049	99,744	159,681	7,880,304	7,820,367
Ratio of loans to SMEs and consumers	89.67	0.73	1.00	88.93	88.66

<Kansai Urban Banking Corporation>

Loans to SMEs and consumers	3,709,022	56,972	96,694	3,652,050	3,612,328
Ratio of loans to SMEs and consumers	93.74	0.27	0.32	93.46	93.41

<Kinki Osaka Bank>

Loans to SMEs and consumers	2,235,080	27,087	534	2,207,993	2,234,546
Ratio of loans to SMEs and consumers	92.54	1.30	0.98	91.24	91.55

<Minato Bank>

Loans to SMEs and consumers	2,035,945	15,684	62,452	2,020,260	1,973,492
Ratio of loans to SMEs and consumers	80.55	0.81	2.00	79.74	78.55

Notes: 1. Based on the figures reported to Bank of Japan (excluding loans in Japan offshore banking account)

2. The figures of Kansai Urban Banking Corporation do not reflect the current price valuation of "loans and bills discounted" which was calculated at the business combination on March 1, 2010.

## 8. Balance of deposits and loans

(Millions of yen)

<Total of three banks>	End of Mar.			End of Sep.	End of Mar.
	2018 (A)	(A) - (B)	(A) - (C)	2017 (B)	2017 (C)
Deposits (Term-end)	10,564,675	(35,903)	141,058	10,600,578	10,423,617
Deposits (Average balance)	10,527,074	42,318	249,630	10,484,756	10,277,444
Loans and bills discounted (Term-end)	8,901,517	38,462	78,951	8,863,054	8,822,565
Loans and bills discounted (Average balance)	8,733,414	23,326	118,366	8,710,088	8,615,048

### <Kansai Urban Banking Corporation>

Deposits (Term-end)	4,076,095	(39,779)	34,266	4,115,874	4,041,829
Deposits (Average balance)	4,088,906	14,685	125,107	4,074,221	3,963,798
Loans and bills discounted (Term-end)	3,959,023	49,218	89,235	3,909,805	3,869,787
Loans and bills discounted (Average balance)	3,884,458	22,583	102,125	3,861,874	3,782,332

### <Kinki Osaka Bank>

Deposits (Term-end)	3,250,002	(26,354)	14,258	3,276,357	3,235,743
Deposits (Average balance)	3,242,727	8,922	52,081	3,233,804	3,190,646
Loans and bills discounted (Term-end)	2,415,160	(4,735)	(25,398)	2,419,895	2,440,559
Loans and bills discounted (Average balance)	2,355,605	3,100	8,281	2,352,504	2,347,323

### <Minato Bank>

Deposits (Term-end)	3,238,577	30,230	92,533	3,208,346	3,146,044
Deposits (Average balance)	3,195,440	18,710	72,441	3,176,730	3,122,998
Loans and bills discounted (Term-end)	2,527,333	(6,020)	15,114	2,533,353	2,512,218
Loans and bills discounted (Average balance)	2,493,351	(2,358)	7,959	2,495,709	2,485,391

<Reference> Domestic breakdown of individual, corporate and other deposits (Millions of yen)

	End of Mar. 2018 (A)	(A) - (B)	(A) - (C)	End of Sep. 2017 (B)	End of Mar. 2017 (C)
<b>&lt;Total of three banks&gt;</b>					
Domestic individual deposits (Term-end)	7,878,776	30,019	73,637	7,848,757	7,805,138
Liquid deposits	3,947,140	98,642	194,021	3,848,498	3,753,119
Time deposits	3,905,317	(71,151)	(123,677)	3,976,469	4,028,994
Domestic corporate deposits (Term-end)	2,445,428	(1,315)	77,463	2,446,744	2,367,965
Liquid deposits	1,579,630	(3,593)	104,459	1,583,224	1,475,171
Time deposits	830,097	9,170	446	820,926	829,650

<Kansai Urban Banking Corporation>

Domestic individual deposits (Term-end)	2,842,601	8,294	11,257	2,834,306	2,831,343
Liquid deposits	855,837	30,826	56,657	825,010	799,179
Time deposits	1,983,953	(22,648)	(45,238)	2,006,601	2,029,191
Domestic corporate deposits (Term-end)	1,049,531	(1,616)	32,392	1,051,147	1,017,138
Liquid deposits	560,051	(5,713)	37,184	565,765	522,866
Time deposits	476,734	8,889	(94)	467,845	476,829

<Kinki Osaka Bank>

Domestic individual deposits (Term-end)	2,517,281	732	13,293	2,516,549	2,503,988
Liquid deposits	1,495,032	28,295	61,666	1,466,736	1,433,365
Time deposits	1,014,010	(28,303)	(48,922)	1,042,314	1,062,932
Domestic corporate deposits (Term-end)	724,553	5,357	8,893	719,195	715,659
Liquid deposits	518,440	10,301	20,760	508,138	497,680
Time deposits	194,098	(2,568)	(460)	196,667	194,558

<Minato Bank>

Domestic individual deposits (Term-end)	2,518,893	20,993	49,086	2,497,900	2,469,806
Liquid deposits	1,596,271	39,520	75,697	1,556,750	1,520,574
Time deposits	907,353	(20,199)	(29,517)	927,553	936,870
Domestic corporate deposits (Term-end)	671,343	(5,056)	36,176	676,400	635,166
Liquid deposits	501,137	(8,182)	46,513	509,319	454,623
Time deposits	159,263	2,849	1,001	156,414	158,262

Notes: 1. Figures are based on the reports submitted to Bank of Japan. (excluding loans in Japan offshore banking account)  
2. Liquid deposits = current deposits + ordinary deposits + saving deposits + deposits at notice

<Reference> Investment trust and other investment products for individual customers (Millions of yen)

	End of Mar. 2018 (A)	(A) - (B)	(A) - (C)	End of Sep. 2017 (B)	End of Mar. 2017 (C)
<b>&lt;Total of three banks&gt;</b>					
Investment trust (Including fund wrap)	667,085	(31,608)	(27,585)	698,694	694,671
Public bond	15,367	(1,665)	(4,767)	17,032	20,135
Insurance	744,926				

<Kansai Urban Banking Corporation>

Investment trust (Including fund wrap)	240,921	(9,658)	(10,112)	250,579	251,033
Public bond	726	(72)	(135)	799	862
Insurance	329,558				

<Kinki Osaka Bank>

Investment trust (Including fund wrap)	222,412	(14,006)	(14,472)	236,418	236,884
Public bond	4,667	(280)	(1,223)	4,948	5,891
Insurance	238,540	(7,699)	(6,261)	246,239	244,801

<Minato Bank>

Investment trust (Including fund wrap)	203,752	(7,944)	(3,000)	211,696	206,753
Public bond	9,973	(1,312)	(3,408)	11,285	13,381
Insurance	176,827	3,202	4,741	173,625	172,086

Notes: 1. Investment trust: based on market prices at each period-end  
2. Public bond: Government bonds, local government bonds, and government-guaranteed bonds in custody accounts (amounts in par value and on a delivery date basis)  
3. Insurance: based on insurance premiums paid (yen equivalent)