

# Financial Results Report for the First Half of FY2018

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## I. Highlights of Financial Results for the First Half of Fiscal Year 2018

### 1. Statements of income

<Kansai Mirai Financial Group Consolidated>

(Millions of yen)

		1st half of FY 2018 (A)	(A)-(B)	1st half of FY 2017 (B)
<b>Ordinary income</b>	1	98,633	—	—
Gross operating profit	2	76,180	—	—
Interest income	3	58,512	—	—
Fees and commissions	4	14,835	—	—
Other operating income	5	2,832	—	—
Expenses(excluding non-recurring items,Amortization of goodwill)	6	(58,467)	—	—
Personnel expenses	7	(32,309)	—	—
Non-personnel expenses	8	(22,294)	—	—
Taxes	9	(3,863)	—	—
Actual net operating profit (2+6)	10	17,712	—	—
Amortization of goodwill	11	—	—	—
Provision to general reserve for possible loan losses	12	(1,354)	—	—
Other gains/(losses), net	13	(3,829)	—	—
Net gains/(losses) on stocks	14	1,238	—	—
Disposal of problem loans	15	(1,927)	—	—
Reversal of credit expenses	16	232	—	—
<b>Ordinary profit</b>	17	12,529	—	—
Extraordinary gains	18	56,628	—	—
Gain on negative goodwill	19	56,628	—	—
Extraordinary losses	20	(124)	—	—
Income before income taxes	21	69,033	—	—
Income taxes-current	22	(3,016)	—	—
Income taxes-deferred	23	(272)	—	—
Net interim income	24	65,745	—	—
Net interim income attributable to non-controlling interests	25	(34)	—	—
<b>Net interim income attributable to owners of the parent</b>	26	65,711	—	—

<b>Credit expense (12+15+16)</b>	27	(3,048)	—	—
Provision to general reserve for possible loan losses	28	(1,354)	—	—
Write-off of loans	29	(485)	—	—
Provision to specific reserve for possible loan losses	30	(1,090)	—	—
Other disposal of problem loans	31	(351)	—	—
Gains on recoveries of written-off loans *	32	232	—	—

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

<Reference> Number of consolidated subsidiaries

(Companies)

		1st half of FY 2018 (A)	(A)-(B)	1st half of FY 2017 (B)
Number of consolidated subsidiaries	33	18	—	—

Note: Statements of income for the first Half of FY2017 is not stated above since Kansai Mirai Financial Group was established on November 14, 2017.

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

(Millions of yen)

		Total of three banks			Kansai Urban Banking Corporation			
		1st half of FY 2018 (A)	(A)-(B)	1st half of FY 2017 (B)	1st half of FY 2018 (A)	(A)-(B)	1st half of FY 2017 (B)	
Gross operating profit	(6+11)	1	69,878	(5,449)	75,327	29,518	(143)	29,662
Interest income		2	58,256	(4,999)	63,255	26,278	(318)	26,596
Fees and commissions		3	9,928	136	9,791	1,246	(602)	1,848
Other operating income		4	1,694	(587)	2,281	1,994	776	1,217
Net gains/(losses) on bonds		5	383	(664)	1,047	1,132	782	350
Gross operating profit from domestic operations	(7+8+9)	6	69,921	(3,488)	73,409	29,286	(62)	29,349
Interest income		7	57,258	(4,843)	62,101	26,139	(307)	26,446
Fees and commissions		8	9,713	131	9,582	1,215	(603)	1,818
Other operating income		9	2,949	1,224	1,725	1,932	848	1,084
Net gains/(losses) on bonds		10	1,959	1,214	744	1,185	835	350
Gross operating profit from international operations	(12+13+14)	11	(42)	(1,961)	1,918	231	(81)	312
Interest income		12	997	(155)	1,153	139	(10)	149
Fees and commissions		13	214	5	208	30	1	29
Other operating income		14	(1,255)	(1,811)	556	61	(72)	133
Net gains/(losses) on bonds		15	(1,575)	(1,878)	303	(53)	(53)	-
Expenses (excluding non-recurring items, Amortization of goodwill)		16	(56,206)	(88)	(56,118)	(21,046)	(189)	(20,857)
Personnel expenses		17	(29,379)	777	(30,156)	(11,132)	326	(11,458)
Non-personnel expenses		18	(23,093)	(695)	(22,397)	(8,499)	(371)	(8,128)
Taxes		19	(3,733)	(169)	(3,564)	(1,414)	(145)	(1,269)
Actual net operating profit	(1+16)	20	13,671	(5,537)	19,209	8,472	(333)	8,805
Core net operating profit	(20-5)	21	13,288	(4,873)	18,161	7,339	(1,115)	8,455
Amortization of goodwill		22	(368)	-	(368)	(368)	-	(368)
Provision to general reserve for possible loan losses		23	(2,277)	(2,705)	428	(1,873)	(1,873)	-
Net operating profit	(1+16+22+23)	24	11,026	(8,243)	19,269	6,230	(2,206)	8,436
Other gains/(losses), net		25	(1,080)	(1,730)	649	(2,270)	(1,810)	(459)
Net gains/(losses) on stocks		26	2,443	389	2,054	157	158	(1)
Disposal of problem loans		27	(1,981)	(711)	(1,269)	(194)	99	(294)
Reversal of credit expenses		28	1,932	(238)	2,170	2	(1,002)	1,004
Other		29	(3,475)	(1,169)	(2,305)	(2,235)	(1,066)	(1,168)
Ordinary profit	(24+25)	30	9,945	(9,973)	19,919	3,960	(4,016)	7,976
Extraordinary gains/(losses), net		31	194	(964)	1,158	(2)	46	(49)
Gains/(losses) on disposal of fixed assets		32	(122)	(993)	871	(1)	5	(7)
Impairment losses on fixed assets		33	(2)	318	(320)	(0)	54	(55)
Other		34	318	(289)	608	-	(13)	13
Net income before income taxes	(30+31)	35	10,140	(10,937)	21,077	3,957	(3,969)	7,927
Income taxes-current		36	(1,904)	(1,084)	(819)	(833)	(253)	(579)
Income taxes-deferred		37	(469)	1,674	(2,143)	381	726	(345)
Net interim income	(35+36+37)	38	7,766	(10,348)	18,115	3,505	(3,496)	7,002
Credit expense	(23+27+28)	39	(2,326)	(3,655)	1,329	(2,065)	(2,775)	709
Provision to general reserve for possible loan losses		40	(2,562)	(4,003)	1,441	(1,873)	(2,336)	463
Write-off of loans		41	(483)	(14)	(469)	-	58	(58)
Provision to specific reserve for possible loan losses		42	772	803	(31)	18	(522)	540
Other disposal of problem loans		43	(281)	37	(319)	(212)	23	(235)
Gains on recoveries of written-off loans		44	229	(479)	709	2	1	0

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			
		1st half of FY 2018 (A)	(A)-(B)	1st half of FY 2017 (B)	1st half of FY 2018 (A)	(A)-(B)	1st half of FY 2017 (B)	
Gross operating profit	(6+11)	1	21,310	(4,122)	25,432	19,049	(1,183)	20,232
Interest income		2	15,244	(5,100)	20,345	16,732	418	16,313
Fees and commissions		3	5,187	597	4,589	3,494	141	3,353
Other operating income		4	877	379	497	(1,177)	(1,743)	565
Net gains/(losses) on bonds		5	743	402	340	(1,492)	(1,849)	357
Gross operating profit from domestic operations	(7+8+9)	6	20,966	(4,142)	25,109	19,667	716	18,950
Interest income		7	15,117	(5,095)	20,213	16,001	559	15,441
Fees and commissions		8	5,105	593	4,511	3,393	140	3,252
Other operating income		9	743	358	384	273	16	256
Net gains/(losses) on bonds		10	743	358	384	29	19	9
Gross operating profit from international operations	(12+13+14)	11	343	19	323	(617)	(1,899)	1,281
Interest income		12	127	(5)	132	731	(140)	872
Fees and commissions		13	82	4	78	101	0	100
Other operating income		14	133	20	113	(1,450)	(1,759)	309
Net gains/(losses) on bonds		15	-	43	(43)	(1,521)	(1,869)	347
Expenses (excluding non-recurring items, Amortization of goodwill)		16	(18,046)	353	(18,399)	(17,114)	(252)	(16,861)
Personnel expenses		17	(9,456)	305	(9,762)	(8,790)	144	(8,935)
Non-personnel expenses		18	(7,346)	33	(7,379)	(7,247)	(357)	(6,889)
Taxes		19	(1,243)	14	(1,257)	(1,075)	(39)	(1,036)
Actual net operating profit	(1+16)	20	3,263	(3,769)	7,033	1,935	(1,435)	3,370
Core net operating profit	(20-5)	21	2,520	(4,172)	6,692	3,427	413	3,013
Amortization of goodwill		22	-	-	-	-	-	-
Provision to general reserve for possible loan losses		23	-	-	-	(404)	(832)	428
Net operating profit	(1+16+22+23)	24	3,263	(3,769)	7,033	1,531	(2,268)	3,799
Other gains/(losses), net		25	177	(793)	971	1,011	874	137
Net gains/(losses) on stocks		26	70	(1,066)	1,137	2,216	1,297	918
Disposal of problem loans		27	(390)	(70)	(319)	(1,396)	(740)	(655)
Reversal of credit expenses		28	1,883	814	1,068	46	(50)	97
Other		29	(1,385)	(471)	(914)	145	368	(223)
Ordinary profit	(24+25)	30	3,441	(4,563)	8,005	2,543	(1,393)	3,937
Extraordinary gains/(losses), net		31	(15)	(754)	739	213	(256)	469
Gains/(losses) on disposal of fixed assets		32	(14)	(908)	893	(105)	(90)	(14)
Impairment losses on fixed assets		33	(1)	153	(154)	-	111	(111)
Other		34	-	-	-	318	(276)	595
Net income before income taxes	(30+31)	35	3,425	(5,318)	8,744	2,756	(1,649)	4,406
Income taxes-current		36	(247)	(27)	(220)	(823)	(803)	(19)
Income taxes-deferred		37	(909)	55	(964)	57	892	(834)
Net interim income	(35+36+37)	38	2,269	(5,290)	7,559	1,991	(1,561)	3,552
Credit expense	(23+27+28)	39	1,492	744	748	(1,753)	(1,624)	(129)
Provision to general reserve for possible loan losses		40	(285)	(834)	549	(404)	(832)	428
Write-off of loans		41	(483)	(137)	(346)	(0)	65	(65)
Provision to specific reserve for possible loan losses		42	1,987	2,079	(91)	(1,233)	(753)	(480)
Other disposal of problem loans		43	93	67	26	(162)	(52)	(110)
Gains on recoveries of written-off loans		44	180	(430)	611	46	(50)	97

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		
	1st half of FY 2018 (A)	(A)-(B)	1st half of FY 2017 (B)	1st half of FY 2018 (A)	(A)-(B)	1st half of FY 2017 (B)
Actual net operating profit	13,671	(5,537)	19,209	8,472	(333)	8,805
Actual net operating profit per employee (thousands of yen)	1,857	(746)	2,604	3,084	(118)	3,203
Net operating profit	11,026	(8,243)	19,269	6,230	(2,206)	8,436
Net operating profit per employee (thousands of yen)	1,498	(1,114)	2,612	2,268	(800)	3,069

	Kinki Osaka Bank			Minato Bank		
	1st half of FY 2018 (A)	(A)-(B)	1st half of FY 2017 (B)	1st half of FY 2018 (A)	(A)-(B)	1st half of FY 2017 (B)
Actual net operating profit	3,263	(3,769)	7,033	1,935	(1,435)	3,370
Actual net operating profit per employee (thousands of yen)	1,458	(1,638)	3,096	815	(615)	1,430
Net operating profit	3,263	(3,769)	7,033	1,531	(2,268)	3,799
Net operating profit per employee (thousands of yen)	1,458	(1,638)	3,096	645	(967)	1,612

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

## 3. R O E

<Kansai Mirai Financial Group Consolidated>

(%)

	1st half of FY 2018 (A)	(A)-(B)	1st half of FY 2017 (B)
Net income ROE	27.98	—	—

Net interim income attributable to owners of the parent X 365 / 183

Note: ROE=

(Shareholders' equity at beginning of period + total shareholders' equity at end of period) / 2

Note: ROE for the first Half of FY2017 is not stated above since Kansai Mirai Financial Group was established on November 14, 2017.

## 4. Interest rate spreads

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

### 1. Total operations

(%)

	Total of three banks			Kansai Urban Banking Corporation		
	1st half of FY 2018 (A)	(A)-(B)	1st half of FY 2017 (B)	1st half of FY 2018 (A)	(A)-(B)	1st half of FY 2017 (B)
Average interest rate on funds invested (a)	1.10	(0.10)	1.21	1.27	(0.05)	1.33
Average interest rate of loans and bills discounted (c)	1.20	(0.06)	1.27	1.34	(0.07)	1.42
Average interest rate on securities	1.17	(0.38)	1.56	1.31	0.18	1.12
Average interest rate on procured funds (b)	1.05	(0.02)	1.07	1.03	(0.03)	1.07
Average interest rate of deposits and negotiable CDs (d)	0.05	(0.00)	0.05	0.07	(0.01)	0.09
Average interest rate on external debt	0.09	(0.06)	0.16	0.15	(0.07)	0.22
Gross interest margin (a) - (b)	0.05	(0.08)	0.13	0.23	(0.02)	0.26
Loan-to-deposit spread (c) - (d)	1.15	(0.06)	1.22	1.26	(0.06)	1.33

	Kinki Osaka Bank			Minato Bank		
	1st half of FY 2018 (A)	(A)-(B)	1st half of FY 2017 (B)	1st half of FY 2018 (A)	(A)-(B)	1st half of FY 2017 (B)
Average interest rate on funds invested (a)	0.92	(0.31)	1.23	1.07	0.04	1.03
Average interest rate of loans and bills discounted (c)	1.09	(0.08)	1.17	1.10	(0.04)	1.14
Average interest rate on securities	0.70	(1.27)	1.97	2.17	1.02	1.14
Average interest rate on procured funds (b)	1.06	(0.04)	1.11	1.05	0.01	1.04
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	(0.03)	(0.11)	0.08	0.31	0.15	0.15
Gross interest margin (a) - (b)	(0.14)	(0.26)	0.12	0.01	0.02	(0.00)
Loan-to-deposit spread (c) - (d)	1.06	(0.08)	1.14	1.06	(0.04)	1.11

### 2. Domestic operations

(%)

	Total of three banks			Kansai Urban Banking Corporation		
	1st half of FY 2018 (A)	(A)-(B)	1st half of FY 2017 (B)	1st half of FY 2018 (A)	(A)-(B)	1st half of FY 2017 (B)
Average interest rate on funds invested (a)	1.09	(0.10)	1.19	1.26	(0.06)	1.32
Average interest rate of loans and bills discounted (c)	1.20	(0.07)	1.27	1.34	(0.07)	1.42
Average interest rate on securities	1.15	(0.43)	1.58	1.30	0.17	1.12
Average interest rate on procured funds (b)	1.03	(0.02)	1.06	1.02	(0.03)	1.06
Average interest rate of deposits and negotiable CDs (d)	0.04	(0.00)	0.05	0.07	(0.01)	0.09
Average interest rate on external debt	0.01	(0.06)	0.08	0.01	(0.05)	0.06
Gross interest margin (a) - (b)	0.05	(0.07)	0.13	0.24	(0.02)	0.26
Loan-to-deposit spread (c) - (d)	1.15	(0.06)	1.22	1.26	(0.06)	1.33

	Kinki Osaka Bank			Minato Bank		
	1st half of FY 2018 (A)	(A)-(B)	1st half of FY 2017 (B)	1st half of FY 2018 (A)	(A)-(B)	1st half of FY 2017 (B)
Average interest rate on funds invested (a)	0.91	(0.31)	1.23	1.02	0.04	0.98
Average interest rate of loans and bills discounted (c)	1.09	(0.08)	1.17	1.08	(0.05)	1.13
Average interest rate on securities	0.68	(1.29)	1.98	2.42	1.35	1.06
Average interest rate on procured funds (b)	1.04	(0.05)	1.09	1.04	0.00	1.03
Average interest rate of deposits and negotiable CDs (d)	0.02	(0.00)	0.03	0.02	0.00	0.02
Average interest rate on external debt	(0.03)	(0.11)	0.08	0.19	0.07	0.11
Gross interest margin (a) - (b)	(0.12)	(0.26)	0.13	(0.01)	0.03	(0.04)
Loan-to-deposit spread (c) - (d)	1.06	(0.08)	1.14	1.05	(0.05)	1.10

## 5. Use and source of funds

<Total of three banks>

(Millions of yen, %)

	1st half of FY 2018 (A)			(A)-(B)			1st half of FY 2017 (B)		
	Average Balance	Interest	Rate	Average Balance	Interest	Rate	Average Balance	Interest	Rate
<b>1. Total operations</b>									
Use of Funds	11,113,017	61,714	1.10	67,144	(5,456)	(0.10)	11,045,873	67,171	1.21
Loans and bills discounted	8,860,210	53,698	1.20	150,122	(2,119)	(0.06)	8,710,088	55,818	1.27
Securities	1,253,005	7,394	1.17	(113,038)	(3,327)	(0.38)	1,366,043	10,721	1.56
Source of Funds	11,317,449	3,458	0.06	181,824	(457)	(0.00)	11,135,625	3,915	0.07
Deposits	10,736,904	2,742	0.05	252,148	(269)	(0.00)	10,484,756	3,012	0.05
Negotiable certificates of deposit	179,164	22	0.02	(50,374)	6	0.01	229,539	16	0.01
Call money	158,774	(46)	(0.05)	110,436	(35)	(0.01)	48,337	(11)	(0.04)
Borrowed money	154,741	202	0.26	(43,107)	(12)	0.04	197,849	214	0.21

## 2. Domestic operations

Use of Funds	10,984,427	60,061	1.09	101,480	(5,362)	(0.10)	10,882,947	65,424	1.19
Loans and bills discounted	8,778,837	52,876	1.20	165,983	(2,172)	(0.07)	8,612,853	55,048	1.27
Securities	1,161,837	6,705	1.15	(78,379)	(3,135)	(0.43)	1,240,216	9,841	1.58
Source of Funds	11,188,544	2,803	0.04	217,203	(518)	(0.01)	10,971,340	3,322	0.06
Deposits	10,689,302	2,554	0.04	255,107	(334)	(0.00)	10,434,194	2,889	0.05
Negotiable certificates of deposit	179,164	22	0.02	(50,374)	6	0.01	229,539	16	0.01
Call money	158,142	(52)	(0.06)	109,932	(40)	(0.01)	48,209	(12)	(0.05)
Borrowed money	143,794	75	0.10	(38,450)	(34)	(0.01)	182,244	109	0.12

## 3. International operations

Use of Funds	199,471	1,682	1.68	(49,999)	(101)	0.25	249,470	1,783	1.42
Loans and bills discounted	81,373	822	2.01	(15,861)	52	0.43	97,235	769	1.57
Securities	91,167	689	1.50	(34,659)	(191)	0.11	125,826	880	1.39
Source of Funds	199,787	684	0.68	(51,042)	54	0.18	250,830	630	0.50
Deposits	47,602	188	0.78	(2,959)	65	0.30	50,561	123	0.48
Negotiable certificates of deposit	-	-	-	-	-	-	-	-	-
Call money	631	5	1.87	503	5	0.42	128	0	1.45
Borrowed money	10,947	126	2.30	(4,657)	21	0.96	15,604	105	1.34

<Non-consolidated figures of each bank>

<Kansai Urban Banking Corporation>

(Millions of yen, %)

	1st half of FY 2018 (A)			(A)-(B)			1st half of FY 2017 (B)		
	Average Balance	Interest	Rate	Average Balance	Interest	Rate	Average Balance	Interest	Rate
<b>1. Total operations</b>									
Use of Funds	4,428,433	28,276	1.27	93,691	(689)	(0.05)	4,334,741	28,966	1.33
Loans and bills discounted	3,943,599	26,634	1.34	81,725	(924)	(0.07)	3,861,874	27,559	1.42
Securities	225,372	1,484	1.31	1,274	218	0.18	224,097	1,265	1.12
Source of Funds	4,437,515	1,998	0.08	116,423	(371)	(0.01)	4,321,091	2,370	0.10
Deposits	4,166,253	1,701	0.08	92,032	(250)	(0.01)	4,074,221	1,951	0.09
Negotiable certificates of deposit	114,563	15	0.02	(13,454)	1	0.00	128,018	13	0.02
Call money	88,199	(30)	(0.06)	50,565	(21)	(0.02)	37,634	(9)	(0.04)
Borrowed money	64,924	145	0.44	(2,260)	17	0.06	67,185	128	0.38

**2. Domestic operations**

Use of Funds	4,406,254	27,972	1.26	100,929	(707)	(0.06)	4,305,324	28,679	1.32
Loans and bills discounted	3,918,881	26,401	1.34	91,105	(907)	(0.07)	3,827,776	27,309	1.42
Securities	223,704	1,461	1.30	147	202	0.17	223,557	1,258	1.12
Source of Funds	4,415,688	1,832	0.08	123,560	(399)	(0.02)	4,292,127	2,232	0.10
Deposits	4,153,794	1,643	0.07	95,159	(261)	(0.01)	4,058,635	1,904	0.09
Negotiable certificates of deposit	114,563	15	0.02	(13,454)	1	0.00	128,018	13	0.02
Call money	88,030	(31)	(0.07)	50,438	(21)	(0.02)	37,592	(9)	(0.05)
Borrowed money	55,759	40	0.14	1,761	0	(0.00)	53,997	39	0.14

**3. International operations**

Use of Funds	36,040	312	1.72	(8,385)	15	0.39	44,426	297	1.33
Loans and bills discounted	24,717	232	1.87	(9,379)	(17)	0.41	34,097	250	1.46
Securities	1,667	22	2.74	1,127	16	0.33	540	6	2.41
Source of Funds	35,688	173	0.96	(8,285)	25	0.29	43,974	147	0.67
Deposits	12,458	58	0.93	(3,126)	11	0.33	15,585	47	0.60
Negotiable certificates of deposit	-	-	-	-	-	-	-	-	-
Call money	169	0	1.11	127	0	(0.50)	41	0	1.61
Borrowed money	9,165	105	2.30	(4,021)	16	0.95	13,187	89	1.35



<Kinki Osaka Bank>

(Millions of yen, %)

	1st half of FY 2018 (A)			(A)-(B)			1st half of FY 2017 (B)		
	Average Balance	Interest	Rate	Average Balance	Interest	Rate	Average Balance	Interest	Rate
<b>1. Total operations</b>									
Use of Funds	3,390,513	15,741	0.92	13,891	(5,223)	(0.31)	3,376,621	20,964	1.23
Loans and bills discounted	2,377,646	13,026	1.09	25,141	(871)	(0.08)	2,352,504	13,897	1.17
Securities	718,074	2,541	0.70	22,306	(4,356)	(1.27)	695,767	6,898	1.97
Source of Funds	3,465,998	496	0.02	60,572	(122)	(0.00)	3,405,426	619	0.03
Deposits	3,285,968	496	0.03	52,163	(72)	(0.00)	3,233,804	569	0.03
Negotiable certificates of deposit	51,371	6	0.02	(32,326)	4	0.02	83,697	2	0.00
Call money	70,112	(20)	(0.05)	59,493	(18)	(0.01)	10,618	(2)	(0.04)
Borrowed money	51,500	-	-	(14,432)	(35)	(0.10)	65,932	35	0.10

**2. Domestic operations**

Use of Funds	3,377,023	15,562	0.91	14,791	(5,240)	(0.31)	3,362,232	20,802	1.23
Loans and bills discounted	2,371,022	12,977	1.09	23,455	(884)	(0.08)	2,347,566	13,861	1.17
Securities	706,873	2,434	0.68	24,956	(4,355)	(1.29)	681,916	6,789	1.98
Source of Funds	3,452,501	444	0.02	61,484	(145)	(0.00)	3,391,016	589	0.03
Deposits	3,272,546	444	0.02	53,070	(94)	(0.00)	3,219,475	539	0.03
Negotiable certificates of deposit	51,371	6	0.02	(32,326)	4	0.02	83,697	2	0.00
Call money	70,112	(20)	(0.05)	59,494	(18)	(0.01)	10,617	(2)	(0.04)
Borrowed money	51,500	-	-	(14,432)	(35)	(0.10)	65,932	35	0.10

**3. International operations**

Use of Funds	23,565	182	1.54	88	16	0.13	23,476	165	1.40
Loans and bills discounted	6,623	49	1.47	1,685	12	0.01	4,937	36	1.46
Securities	11,200	107	1.90	(2,650)	(1)	0.34	13,851	108	1.55
Source of Funds	23,572	55	0.46	75	21	0.18	23,497	33	0.28
Deposits	13,421	51	0.77	(907)	22	0.35	14,329	29	0.41
Negotiable certificates of deposit	-	-	-	-	-	-	-	-	-
Call money	0	0	1.71	(1)	(0)	0.66	1	0	1.05
Borrowed money	-	-	-	-	-	-	-	-	-

<Minato Bank>

(Millions of yen, %)

	1st half of FY 2018 (A)			(A)-(B)			1st half of FY 2017 (B)		
	Average Balance	Interest	Rate	Average Balance	Interest	Rate	Average Balance	Interest	Rate
<b>1. Total operations</b>									
Use of Funds	3,294,071	17,696	1.07	(40,439)	456	0.04	3,334,510	17,240	1.03
Loans and bills discounted	2,538,964	14,037	1.10	43,255	(323)	(0.04)	2,495,709	14,361	1.14
Securities	309,558	3,369	2.17	(136,619)	811	1.02	446,178	2,558	1.14
Source of Funds	3,413,935	963	0.05	4,828	37	0.00	3,409,107	926	0.05
Deposits	3,284,683	544	0.03	107,952	53	0.00	3,176,730	490	0.03
Negotiable certificates of deposit	13,229	0	0.00	(4,594)	(0)	0.00	17,824	0	0.00
Call money	462	4	2.15	377	4	0.77	84	0	1.37
Borrowed money	38,317	56	0.29	(26,414)	4	0.13	64,731	51	0.15

**2. Domestic operations**

Use of Funds	3,201,149	16,527	1.02	(14,240)	585	0.04	3,215,390	15,942	0.98
Loans and bills discounted	2,488,933	13,497	1.08	51,422	(380)	(0.05)	2,437,510	13,878	1.13
Securities	231,259	2,809	2.42	(103,483)	1,017	1.35	334,742	1,792	1.06
Source of Funds	3,320,354	526	0.03	32,158	26	0.00	3,288,196	500	0.03
Deposits	3,262,962	466	0.02	106,878	21	0.00	3,156,083	444	0.02
Negotiable certificates of deposit	13,229	0	0.00	(4,594)	(0)	0.00	17,824	0	0.00
Call money	-	-	-	-	-	-	-	-	-
Borrowed money	36,535	35	0.19	(25,779)	(0)	0.07	62,315	35	0.11

**3. International operations**

Use of Funds	139,865	1,187	1.69	(41,701)	(133)	0.24	181,566	1,321	1.45
Loans and bills discounted	50,031	539	2.15	(8,167)	56	0.49	58,199	483	1.65
Securities	78,299	559	1.42	(33,135)	(206)	0.05	111,435	765	1.37
Source of Funds	140,525	456	0.64	(42,832)	6	0.15	183,358	449	0.48
Deposits	21,721	77	0.71	1,074	31	0.26	20,646	46	0.44
Negotiable certificates of deposit	-	-	-	-	-	-	-	-	-
Call money	462	4	2.15	377	4	0.77	84	0	1.37
Borrowed money	1,781	20	2.32	(635)	5	1.03	2,416	15	1.29

## 6. 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 Sep. 2018 (A)	(A)-(B)	End of Mar. 2018 (B)	End of Sep. 2018 (A)	(A)-(B)	End of Mar. 2018 (B)
Retirement benefit obligation	92,507	(382)	92,890	31,488	(1)	31,490
Discount rate (%)	0.48~0.75	-	0.48~0.75	0.48	-	0.48
Pension plan assets at fair value	90,188	1,087	89,100	28,519	448	28,070
Prepaid pension cost	15,515	81	15,434	6,649	89	6,560
Provision for retirement benefits	6,606	(242)	6,848	5,922	21	5,901
Amount to be amortized	11,228	(1,146)	12,374	3,696	(382)	4,078

	Kinki Osaka Bank			Minato Bank		
	End of Sep. 2018 (A)	(A)-(B)	End of Mar. 2018 (B)	End of Sep. 2018 (A)	(A)-(B)	End of Mar. 2018 (B)
Retirement benefit obligation	43,602	(231)	43,833	17,417	(148)	17,566
Discount rate (%)	0.48	-	0.48	0.75	-	0.75
Pension plan assets at fair value	40,658	579	40,079	21,010	59	20,950
Prepaid pension cost	5,622	(93)	5,715	3,244	85	3,158
Provision for retirement benefits	-	-	-	684	(263)	947
Amount to be amortized	8,565	(904)	9,469	(1,033)	140	(1,173)

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

(Millions of yen)

	Total of three banks			Kansai Urban Banking Corporation		
	1st half of FY 2018 (A)	(A)-(B)	1st half of FY 2017 (B)	1st half of FY 2018 (A)	(A)-(B)	1st half of FY 2017 (B)
Retirement benefit expenses	(1,891)	441	(2,332)	(546)	94	(641)
Service cost	(1,467)	13	(1,481)	(620)	(9)	(611)
Interest cost	(247)	14	(262)	(76)	(2)	(74)
Expected return on pension plan assets	970	50	920	533	35	497
Unrecognized actuarial loss	(1,150)	362	(1,513)	(382)	70	(452)
Other	4	-	4	-	-	-

	Kinki Osaka Bank			Minato Bank		
	1st half of FY 2018 (A)	(A)-(B)	1st half of FY 2017 (B)	1st half of FY 2018 (A)	(A)-(B)	1st half of FY 2017 (B)
Retirement benefit expenses	(1,285)	146	(1,431)	(59)	200	(259)
Service cost	(622)	24	(647)	(223)	(1)	(221)
Interest cost	(105)	14	(119)	(65)	3	(68)
Expected return on pension plan assets	347	17	329	89	(3)	93
Unrecognized actuarial loss	(904)	90	(994)	136	202	(66)
Other	-	-	-	4	-	4

## 7. 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		
	1st half of FY 2018 (A)	(A)-(B)	1st half of FY 2017 (B)	1st half of FY 2018 (A)	(A)-(B)	1st half of FY 2017 (B)
Net gains/(losses) on bonds	383	(664)	1,047	1,132	782	350
Gains on sale	2,483	790	1,693	1,203	853	350
Gains on redemption	-	-	-	-	-	-
Losses on sale	(1,935)	(1,673)	(261)	(53)	(53)	-
Losses on redemption	-	-	-	-	-	-
Losses on devaluation	(164)	219	(383)	(18)	(18)	-
Net gains/(losses) on stocks	2,443	389	2,054	157	158	(1)
Gains on sale	2,488	409	2,079	163	163	-
Losses on sale	(39)	(28)	(11)	(0)	(0)	-
Losses on devaluation	(5)	8	(13)	(5)	(4)	(1)

	Kinki Osaka Bank			Minato Bank		
	1st half of FY 2018 (A)	(A)-(B)	1st half of FY 2017 (B)	1st half of FY 2018 (A)	(A)-(B)	1st half of FY 2017 (B)
Net gains/(losses) on bonds	743	402	340	(1,492)	(1,849)	357
Gains on sale	894	104	790	385	(167)	552
Gains on redemption	-	-	-	-	-	-
Losses on sale	(4)	60	(65)	(1,877)	(1,681)	(195)
Losses on redemption	-	-	-	-	-	-
Losses on devaluation	(146)	237	(383)	-	-	-
Net gains/(losses) on stocks	70	(1,066)	1,137	2,216	1,297	918
Gains on sale	70	(1,078)	1,148	2,255	1,324	931
Losses on sale	-	11	(11)	(39)	(39)	(0)
Losses on devaluation	(0)	(0)	-	-	12	(12)

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

(Millions of yen)

<Kansai Mirai Financial Group Consolidated>	B/S Amount (End of Sep. 2018)	Change from End of Mar. 2018	Unrealized gains/(losses)			Change from End of Mar. 2018
			(End of Sep. 2018)	Gain	Loss	
Bonds held to maturity	217,077		2,000	2,999	(999)	
Available-for-sale securities	976,115		10,975	16,982	(6,007)	
Stocks	59,459		9,997	12,973	(2,976)	
Bonds	706,344		(941)	156	(1,098)	
JGB	107,207		(280)	-	(280)	
Other	210,311		1,920	3,852	(1,932)	

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.

(Millions of yen)

<Total of three banks>	B/S Amount (End of Sep. 2018)	Change from End of Mar. 2018	Unrealized gains/(losses)			Change from End of Mar. 2018
			(End of Sep. 2018)	Gain	Loss	
Bonds held to maturity	217,071	(312)	2,006	3,005	(999)	(1,295)
Stock of subsidiaries and affiliates	-	-	-	-	-	-
Available-for-sale securities	974,434	(105,054)	33,630	40,941	(7,310)	167
Stocks	59,297	(3,826)	35,644	35,891	(246)	(1,825)
Bonds	706,344	(66,446)	263	1,356	(1,093)	(1,263)
Other	208,792	(34,781)	(2,277)	3,693	(5,970)	3,256

### <Kansai Urban Banking Corporation>

Bonds held to maturity	-	-	-	-	-	-
Stock of subsidiaries and affiliates	-	-	-	-	-	-
Available-for-sale securities	215,271	(280)	18,185	20,104	(1,919)	2,576
Stocks	26,701	2,679	17,195	17,243	(47)	3,043
Bonds	140,336	(254)	337	588	(251)	(709)
Other	48,233	(2,705)	653	2,273	(1,620)	242

### <Kinki Osaka Bank>

Bonds held to maturity	206,988	(45)	1,999	2,999	(999)	(1,290)
Stock of subsidiaries and affiliates	-	-	-	-	-	-
Available-for-sale securities	506,567	(32,613)	8,549	9,720	(1,170)	(1,539)
Stocks	12,618	(1,758)	8,658	8,691	(32)	(1,750)
Bonds	431,039	(21,566)	(507)	37	(545)	(82)
Other	62,909	(9,288)	398	991	(592)	292

### <Minato Bank>

Bonds held to maturity	10,083	(266)	6	6	-	(5)
Stock of subsidiaries and affiliates	-	-	-	-	-	-
Available-for-sale securities	252,595	(72,160)	6,895	11,116	(4,221)	(870)
Stocks	19,977	(4,748)	9,790	9,957	(166)	(3,118)
Bonds	134,968	(44,624)	434	731	(296)	(472)
Other	97,649	(22,787)	(3,329)	428	(3,757)	2,720

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.

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

(Billions of yen)

	End of Sep. 2018							End of Mar. 2018						
	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	34.8	112.0	13.6	0.6	0.1	57.5	218.8	31.8	117.9	11.1	0.6	0.1	57.7	219.5
Japanese government bonds	18.5	89.0	-	-	-	12.1	119.6	17.0	97.0	-	-	-	12.1	126.1
Floating-rate JGBs	18.5	89.0	-	-	-	-	107.5	17.0	97.0	-	-	-	-	114.0
Japanese local government bonds	0.9	4.4	-	-	-	4.6	10.0	1.2	4.4	-	-	-	4.8	10.4
Japanese corporate bonds	15.4	18.6	13.6	0.6	0.1	40.8	89.2	13.6	16.5	11.1	0.6	0.1	40.8	82.9
Available-for-sale securities	138.8	214.3	261.7	44.4	128.1	62.9	850.5	168.7	187.5	341.6	70.4	111.2	54.5	934.1
Bonds	123.6	196.5	251.6	34.1	45.8	50.6	702.5	154.8	169.5	328.7	57.4	16.8	39.6	767.0
Japanese government bonds	32.0	20.0	10.0	-	33.5	11.0	106.5	62.0	20.0	10.0	-	3.5	19.5	115.0
Floating-rate JGBs	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Japanese local government bonds	5.1	13.4	51.6	0.4	-	-	70.6	5.8	5.4	60.6	1.2	-	-	73.1
Japanese corporate bonds	86.4	163.0	190.0	33.7	12.3	39.6	525.3	86.9	144.0	258.0	56.2	13.3	20.1	578.8
Other	15.2	17.8	10.0	10.2	82.3	12.2	147.9	13.9	18.0	12.8	12.9	94.4	14.9	167.1
<b>Total</b>	<b>173.7</b>	<b>326.4</b>	<b>275.3</b>	<b>45.0</b>	<b>128.2</b>	<b>120.5</b>	<b>1,069.4</b>	<b>200.6</b>	<b>305.5</b>	<b>352.8</b>	<b>71.0</b>	<b>111.3</b>	<b>112.2</b>	<b>1,153.6</b>

### <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	16.5	43.5	41.3	19.3	33.8	10.0	164.6	15.3	35.4	54.6	20.0	30.2	8.5	164.2
Bonds	16.5	42.3	39.4	18.4	13.3	10.0	140.0	15.2	34.1	53.4	19.2	8.9	8.5	139.5
Japanese government bonds	2.0	-	-	-	8.5	10.0	20.5	2.0	-	-	-	3.5	8.5	14.0
Floating-rate JGBs	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Japanese local government bonds	0.5	1.9	8.6	-	-	-	11.0	0.9	0.6	10.1	-	-	-	11.7
Japanese corporate bonds	14.0	40.4	30.7	18.4	4.8	-	108.4	12.3	33.5	43.2	19.2	5.4	-	113.7
Other	0.0	1.2	1.9	0.9	20.5	-	24.6	0.0	1.2	1.2	0.8	21.3	-	24.7
<b>Total</b>	<b>16.5</b>	<b>43.5</b>	<b>41.3</b>	<b>19.3</b>	<b>33.8</b>	<b>10.0</b>	<b>164.6</b>	<b>15.3</b>	<b>35.4</b>	<b>54.6</b>	<b>20.0</b>	<b>30.2</b>	<b>8.5</b>	<b>164.2</b>

### <Kinki Osaka Bank>

Bonds held to maturity	29.2	107.6	13.6	0.6	0.1	57.5	208.8	25.9	113.5	11.1	0.6	0.1	57.7	209.1
Japanese government bonds	18.5	89.0	-	-	-	12.1	119.6	17.0	97.0	-	-	-	12.1	126.1
Floating-rate JGBs	18.5	89.0	-	-	-	-	107.5	17.0	97.0	-	-	-	-	114.0
Japanese local government bonds	-	-	-	-	-	4.6	4.6	-	-	-	-	-	4.8	4.8
Japanese corporate bonds	10.7	18.6	13.6	0.6	0.1	40.8	84.5	8.9	16.5	11.1	0.6	0.1	40.8	78.2
Available-for-sale securities	68.7	116.9	190.5	18.1	34.7	43.5	472.7	66.3	93.3	258.5	40.5	8.2	30.4	497.5
Bonds	56.7	108.9	185.8	10.2	27.1	39.6	428.5	54.3	86.8	249.9	31.6	1.7	25.1	449.6
Japanese government bonds	-	-	-	-	25.0	-	25.0	-	-	-	-	-	5.0	5.0
Floating-rate JGBs	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Japanese local government bonds	2.6	9.7	43.0	0.4	-	-	55.7	3.9	2.5	49.7	1.2	-	-	57.4
Japanese corporate bonds	54.1	99.2	142.8	9.8	2.1	39.6	347.7	50.3	84.3	200.2	30.4	1.7	20.1	387.1
Other	12.0	8.0	4.7	7.9	7.6	3.9	44.1	12.0	6.4	8.6	8.9	6.5	5.3	47.8
<b>Total</b>	<b>97.9</b>	<b>224.6</b>	<b>204.2</b>	<b>18.7</b>	<b>34.8</b>	<b>101.1</b>	<b>681.5</b>	<b>92.3</b>	<b>206.8</b>	<b>269.7</b>	<b>41.2</b>	<b>8.3</b>	<b>88.1</b>	<b>706.7</b>

### <Minato Bank>

Bonds held to maturity	5.6	4.4	-	-	-	-	10.0	5.9	4.4	-	-	-	-	10.3
Japanese government bonds	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Floating-rate JGBs	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Japanese local government bonds	0.9	4.4	-	-	-	-	5.3	1.2	4.4	-	-	-	-	5.6
Japanese corporate bonds	4.7	-	-	-	-	-	4.7	4.7	-	-	-	-	-	4.7
Available-for-sale securities	53.6	53.8	29.8	6.9	59.5	9.3	213.1	87.0	58.8	28.3	9.7	72.7	15.5	272.3
Bonds	50.3	45.2	26.4	5.5	5.3	1.0	133.9	85.2	48.4	25.3	6.6	6.1	6.0	177.9
Japanese government bonds	30.0	20.0	10.0	-	-	1.0	61.0	60.0	20.0	10.0	-	-	6.0	96.0
Floating-rate JGBs	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Japanese local government bonds	2.0	1.7	-	-	-	-	3.8	1.0	2.2	0.7	-	-	-	4.0
Japanese corporate bonds	18.3	23.4	16.4	5.5	5.3	-	69.1	24.2	26.2	14.6	6.6	6.1	-	77.8
Other	3.2	8.6	3.4	1.4	54.1	8.3	79.1	1.8	10.3	2.9	3.0	66.5	9.5	94.4
<b>Total</b>	<b>59.2</b>	<b>58.2</b>	<b>29.8</b>	<b>6.9</b>	<b>59.5</b>	<b>9.3</b>	<b>223.1</b>	<b>92.9</b>	<b>63.2</b>	<b>28.3</b>	<b>9.7</b>	<b>72.7</b>	<b>15.5</b>	<b>282.6</b>

## 10. Capital adequacy ratio

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

(Billions of yen, %)

<Kansai Mirai Financial Group>	End of Sep. 2018 (A)	(A)-(B)	End of Mar. 2018 (B)
	Capital adequacy ratio	7.15	(1.56)
Total qualifying capital	472.0	353.0	118.9
Core Capital: instruments and reserves	492.0	366.0	126.0
Core Capital: regulatory adjustments	20.0	12.9	7.0
Risk weighted assets	6,596.3	5,231.1	1,365.1
Credit risk weighted assets	6,340.1	5,050.5	1,289.6
Amount equivalent to market risk / 8%	4.5	4.3	0.2
Amount equivalent to operational risk / 8%	251.5	176.2	75.2
Total required capital <sup>2</sup>	527.7	418.4	109.2

Notes: 1.Kansai Urban Banking Corporation and Minato Bank became wholly-owned subsidiaries of Kansai Mirai Financial Group on April 1, 2018. From 1Q of FY2018, the figures of Kansai Mirai Financial Group's consolidated statements include those of Kansai Urban Banking Corporation and Minato Bank.

Notes: 2.Kansai Mirai Financial Group's minimum domestic standard capital ratio is greater than or equal to 4%. But since it adopts the Internal Ratings-Based Approach to calculate the credit risk weighted assets, total required capital is calculated as 8% of total risk weighted assets.

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

(Billions of yen, %)

<Kansai Urban Banking Corporation>	Consolidated			Non-consolidated		
	End of Sep. 2018 (A)	(A)-(B)	End of Mar. 2018 (B)	End of Sep. 2018 (A)	(A)-(B)	End of Mar. 2018 (B)
Capital adequacy ratio	6.34	0.17	6.17	6.20	0.17	6.03
Total qualifying capital	197.1	5.7	191.4	191.6	5.9	185.6
Core Capital: instruments and reserves	214.3	5.6	208.6	208.5	5.4	203.1
Core Capital: regulatory adjustments	17.1	(0.0)	17.2	16.9	(0.4)	17.4
Risk weighted assets	3,109.8	8.3	3,101.5	3,086.2	10.2	3,075.9
Credit risk weighted assets	3,006.3	9.8	2,996.4	2,991.5	11.9	2,979.5
Amount equivalent to operational risk / 8%	103.5	(1.5)	105.0	94.7	(1.6)	96.4
Total required capital <sup>3</sup>	124.3	0.3	124.0	123.4	0.4	123.0

(Billions of yen, %)

<Kinki Osaka Bank>	Consolidated			Non-consolidated		
	End of Sep. 2018 (A)	(A)-(B)	End of Mar. 2018 (B)	End of Sep. 2018 (A)	(A)-(B)	End of Mar. 2018 (B)
Capital adequacy ratio	11.41	0.72	10.69	10.47	0.62	9.85
Total qualifying capital	149.4	3.4	145.9	136.6	2.6	134.0
Core Capital: instruments and reserves	157.2	4.2	153.0	150.0	2.2	147.7
Core Capital: regulatory adjustments	7.8	0.8	7.0	13.3	(0.3)	13.7
Risk weighted assets	1,309.2	(55.8)	1,365.0	1,304.9	(54.5)	1,359.4
Credit risk weighted assets	1,235.1	(54.4)	1,289.5	1,232.3	(53.2)	1,285.5
Amount equivalent to market risk / 8%	0.3	0.1	0.2	0.3	0.1	0.2
Amount equivalent to operational risk / 8%	73.7	(1.5)	75.2	72.1	(1.4)	73.6
Total required capital <sup>4</sup>	104.7	(4.4)	109.2	104.3	(4.3)	108.7

(Billions of yen, %)

<Minato Bank>	Consolidated			Non-consolidated		
	End of Sep. 2018 (A)	(A)-(B)	End of Mar. 2018 (B)	End of Sep. 2018 (A)	(A)-(B)	End of Mar. 2018 (B)
Capital adequacy ratio	7.10	0.00	7.10	6.74	0.00	6.74
Total qualifying capital	140.6	1.8	138.8	132.7	1.7	130.9
Core Capital: instruments and reserves	144.9	1.5	143.3	136.6	1.5	135.1
Core Capital: regulatory adjustments	4.2	(0.2)	4.4	3.9	(0.2)	4.1
Risk weighted assets	1,980.5	26.4	1,954.0	1,969.2	27.8	1,941.4
Credit risk weighted assets	1,906.3	27.1	1,879.1	1,899.9	28.5	1,871.4
Amount equivalent to operational risk / 8%	74.2	(0.6)	74.8	69.3	(0.6)	69.9
Total required capital <sup>3</sup>	79.2	1.0	78.1	78.7	1.1	77.6

Notes: 3.Total required capital is calculated as 4% of total risk weighted assets.

Notes: 4.Total required capital is calculated as 8% of total 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
<Kansai Mirai Financial Group>	Fundamental Internal Ratings-Based Approach	The Standardized Approach	The Standardised Approach
<Kansai Urban Banking Corporation>	Standardized Approach		— *
<Kinki Osaka Bank>	Fundamental Internal Ratings-Based Approach		The Standardised Approach
<Minato Bank>	Standardized Approach		— *

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

## 11. Stock holdings

<Total of three banks>

(Billions of yen)

	End of Sep. 2018	Change	End of Mar. 2018
Acquisition cost	23.6	(2.0)	25.6
Market value	59.2	(3.8)	63.1
Book value of stocks sold outright	1.6	0.7	0.8

<Non-consolidated figures of each bank>

(Billions of yen)

	Kansai Urban Banking Corporation	Kinki Osaka Bank	Minato Bank
	End of Sep. 2018	End of Sep. 2018	End of Sep. 2018
Acquisition cost	9.5	3.9	10.1
Market value	26.7	12.6	19.9
Book value of stocks sold outright	-	0.0	1.6

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

## 12. Number of employees and offices

<Kansai Mirai Financial Group, Non-consolidated>

(People)

	End of Sep. 2018	Change	End of Mar. 2018
Directors	9	-	9
Non-board executive officers	15	-	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 the fiscal periods include these directors and executive officers who are installed at the beginning of the next fiscal periods.

<Total of three banks>

(People/ branch offices)

	End of Sep. 2018	Change	End of Mar. 2018
Directors	35	(2)	37
Non-board executive officers	60	(3)	63
Employees	7,299	183	7,116
Manned domestic offices	379	-	379
Non-manned domestic offices	164	(6)	170
Total domestic offices	543	(6)	549

<Non-consolidated figures of each bank>

(People/ branch offices)

	Kansai Urban Banking Corporation	Kinki Osaka Bank	Minato Bank
	End of Sep. 2018	End of Sep. 2018	End of Sep. 2018
Directors	13	10	12
Non-board executive officers	25	13	22
Employees	2,722	2,225	2,352
Manned domestic offices	155	118	106
Non-manned domestic offices	57	29	78
Total domestic offices	212	147	184

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

2. 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 the fiscal periods include these directors and executive officers who are installed at the beginning of the next fiscal periods.

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 Sep.	(A)-(B)	(A)-(C)	End of Mar.	End of Sep.
	2018 (A)			2018 (B)	2017 (C)
Loans to borrowers in legal bankruptcy	3,219	266	1,290	2,953	1,929
Past due loans	141,480	566	(5,711)	140,913	147,191
Loans past due 3 months or more	1,499	871	1,008	628	491
Restructured loans	17,804	2,269	(1,226)	15,534	19,030
Risk-managed loans, total	164,004	3,972	(4,638)	160,031	168,643
Partial direct write-offs	77,903	(277)	(10,635)	78,181	88,538
Balance of loans (Term-end)	9,058,027	158,820	197,461	8,899,206	8,860,566

#### <Kansai Urban Banking Corporation>

Loans to borrowers in legal bankruptcy	927	377	459	550	467
Past due loans	54,934	4,853	3,612	50,080	51,321
Loans past due 3 months or more	779	779	703	-	75
Restructured loans	6,718	248	(2,335)	6,470	9,053
Risk-managed loans, total	63,359	6,257	2,440	57,101	60,918
Partial direct write-offs	68,162	(396)	(7,520)	68,558	75,683
Balance of loans (Term-end)	3,985,568	28,856	78,252	3,956,712	3,907,316

#### <Kinki Osaka Bank>

Loans to borrowers in legal bankruptcy	719	52	5	667	714
Past due loans	41,492	(4,339)	(6,885)	45,831	48,377
Loans past due 3 months or more	308	259	(51)	48	359
Restructured loans	8,454	1,480	1,941	6,973	6,512
Risk-managed loans, total	50,974	(2,545)	(4,989)	53,520	55,964
Partial direct write-offs	5,914	(515)	(3,164)	6,429	9,079
Balance of loans (Term-end)	2,450,310	35,149	30,414	2,415,160	2,419,895

#### <Minato Bank>

Loans to borrowers in legal bankruptcy	1,572	(163)	825	1,735	747
Past due loans	45,054	52	(2,438)	45,001	47,492
Loans past due 3 months or more	412	(167)	356	579	55
Restructured loans	2,631	540	(832)	2,090	3,464
Risk-managed loans, total	49,669	261	(2,090)	49,408	51,759
Partial direct write-offs	3,826	633	50	3,192	3,776
Balance of loans (Term-end)	2,622,148	94,814	88,794	2,527,333	2,533,353

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 Sep.			End of Mar.	End of Sep.
	2018 (A)	(A)-(B)	(A)-(C)	2018 (B)	2017 (C)
Loans to borrowers in legal bankruptcy	0.03	0.00	0.01	0.03	0.02
Past due loans	1.56	(0.02)	(0.09)	1.58	1.66
Loans past due 3 months or more	0.01	0.00	0.01	0.00	0.00
Restructured loans	0.19	0.02	(0.01)	0.17	0.21
Risk-managed loans, total	1.81	0.01	(0.09)	1.79	1.90

<Kansai Urban Banking Corporation>

Loans to borrowers in legal bankruptcy	0.02	0.00	0.01	0.01	0.01
Past due loans	1.37	0.11	0.06	1.26	1.31
Loans past due 3 months or more	0.01	0.01	0.01	-	0.00
Restructured loans	0.16	0.00	(0.06)	0.16	0.23
Risk-managed loans, total	1.58	0.14	0.03	1.44	1.55

<Kinki Osaka Bank>

Loans to borrowers in legal bankruptcy	0.02	0.00	(0.00)	0.02	0.02
Past due loans	1.69	(0.20)	(0.30)	1.89	1.99
Loans past due 3 months or more	0.01	0.01	(0.00)	0.00	0.01
Restructured loans	0.34	0.05	0.07	0.28	0.26
Risk-managed loans, total	2.08	(0.13)	(0.23)	2.21	2.31

<Minato Bank>

Loans to borrowers in legal bankruptcy	0.05	(0.00)	0.03	0.06	0.02
Past due loans	1.71	(0.06)	(0.15)	1.78	1.87
Loans past due 3 months or more	0.01	(0.00)	0.01	0.02	0.00
Restructured loans	0.10	0.01	(0.03)	0.08	0.13
Risk-managed loans, total	1.89	(0.06)	(0.14)	1.95	2.04

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

(%)

<Total of three banks>	End of Sep.			End of Mar.	End of Sep.
	2018 (A)	(A)-(B)	(A)-(C)	2018 (B)	2017 (C)
Before partial direct write-off	51.45	(1.55)	(1.16)	53.00	52.61
After partial direct write-off	28.38	(1.65)	0.65	30.04	27.73

<Kansai Urban Banking Corporation>

Before partial direct write-off	66.01	(2.73)	(1.48)	68.74	67.50
After partial direct write-off	29.45	(1.76)	2.42	31.22	27.03

<Kinki Osaka Bank>

Before partial direct write-off	27.45	(3.10)	(5.62)	30.56	33.08
After partial direct write-off	19.03	(3.18)	(3.18)	22.22	22.22

<Minato Bank>

Before partial direct write-off	41.15	0.18	2.19	40.96	38.96
After partial direct write-off	36.62	(0.53)	2.11	37.15	34.50

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

### 3. Reserve for possible loan losses

(Millions of yen)

<Kansai Mirai Financial Group Consolidated>	End of Sep. 2018 (A)	(A)-(B)	(A)-(C)	End of Mar. 2018 (B)	End of Sep. 2017 (C)
General reserve for possible loan losses	23,186				
Specific reserve for possible loan losses	30,746				
Total reserve for possible loan losses	53,933				

#### <Total of three banks>

General reserve for possible loan losses	18,010	2,562	937	15,447	17,072
Specific reserve for possible loan losses	28,549	(4,082)	(1,148)	32,631	29,697
Total reserve for possible loan losses	46,559	(1,520)	(210)	48,079	46,769

#### <Kansai Urban Banking Corporation>

General reserve for possible loan losses	8,553	1,873	345	6,680	8,207
Specific reserve for possible loan losses	10,111	(1,037)	1,849	11,149	8,261
Total reserve for possible loan losses	18,664	835	2,195	17,829	16,468

#### <Kinki Osaka Bank>

General reserve for possible loan losses	4,227	285	106	3,942	4,121
Specific reserve for possible loan losses	5,478	(2,472)	(2,840)	7,950	8,318
Total reserve for possible loan losses	9,705	(2,187)	(2,734)	11,892	12,439

#### <Minato Bank>

General reserve for possible loan losses	5,229	404	485	4,825	4,743
Specific reserve for possible loan losses	12,959	(572)	(158)	13,531	13,117
Total reserve for possible loan losses	18,189	(168)	327	18,357	17,861

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

(Millions of yen, %)

<Total of three banks>		End of Sep.			End of Mar.	End of Sep.
		2018 (A)	(A)-(B)	(A)-(C)	2018 (B)	2017 (C)
	Unrecoverable or valueless claims	35,914	5,337	4,476	30,577	31,437
	Risk claims	109,755	(4,841)	(9,128)	114,597	118,884
	Special attention loans	19,304	3,140	(217)	16,163	19,521
	Financial Reconstruction Act subtotal [A]	164,974	3,636	(4,869)	161,337	169,843
	Normal claims	9,027,612	160,160	218,148	8,867,451	8,809,463
	Financial Reconstruction Act total [B]	9,192,586	163,796	213,279	9,028,789	8,979,307
	Partial direct write-offs	78,259	(101)	(10,770)	78,361	89,030
	NPL Ratio [A] / [B]	1.79	0.00	(0.09)	1.78	1.89

#### <Kansai Urban Banking Corporation>

	Unrecoverable or valueless claims	13,684	2,609	2,288	11,075	11,395
	Risk claims	42,314	2,462	1,749	39,851	40,564
	Special attention loans	7,497	1,027	(1,631)	6,470	9,129
	Financial Reconstruction Act subtotal [A]	63,496	6,098	2,407	57,397	61,089
	Normal claims	3,945,069	22,952	75,825	3,922,116	3,869,243
	Financial Reconstruction Act total [B]	4,008,565	29,051	78,232	3,979,514	3,930,333
	Partial direct write-offs	68,305	(391)	(7,436)	68,696	75,741
	NPL Ratio [A] / [B]	1.58	0.14	0.02	1.44	1.55

#### <Kinki Osaka Bank>

	Unrecoverable or valueless claims	6,451	(121)	(939)	6,572	7,390
	Risk claims	36,070	(4,008)	(5,700)	40,078	41,770
	Special attention loans	8,762	1,740	1,890	7,022	6,872
	Financial Reconstruction Act subtotal [A]	51,284	(2,389)	(4,749)	53,673	56,033
	Normal claims	2,453,859	43,339	51,985	2,410,519	2,401,873
	Financial Reconstruction Act total [B]	2,505,143	40,950	47,235	2,464,192	2,457,907
	Partial direct write-offs	5,956	(515)	(3,293)	6,472	9,249
	NPL Ratio [A] / [B]	2.04	(0.13)	(0.23)	2.17	2.27

#### <Minato Bank>

	Unrecoverable or valueless claims	15,778	2,849	3,127	12,929	12,651
	Risk claims	31,371	(3,295)	(5,178)	34,666	36,549
	Special attention loans	3,043	372	(476)	2,670	3,519
	Financial Reconstruction Act subtotal [A]	50,193	(73)	(2,526)	50,266	52,720
	Normal claims	2,628,684	93,868	90,337	2,534,815	2,538,346
	Financial Reconstruction Act total [B]	2,678,877	93,795	87,810	2,585,082	2,591,066
	Partial direct write-offs	3,997	805	(41)	3,192	4,039
	NPL Ratio [A] / [B]	1.87	(0.07)	(0.16)	1.94	2.03

## 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 Sep. 2018 (A)	(A) - (B)	End of Mar. 2018 (B)	End of Sep. 2018 (A)	(A) - (B)	End of Mar. 2018 (B)
Unrecoverable or valueless claims	100.00	-	100.00	100.00	-	100.00
Covered by collateral, guarantees, etc.	82.19	1.70	80.49	99.45	0.15	99.29
Covered by reserves	17.80	(1.70)	19.50	0.54	(0.15)	0.70
Reserve ratio against the portion not covered by collateral, guarantees, etc.	100.00	-	100.00	100.00	-	100.00
Risk claims	90.05	0.52	89.52	92.36	0.50	91.85
Covered by collateral, guarantees, etc.	71.63	3.52	68.10	68.90	4.42	64.47
Covered by reserves	18.42	(3.00)	21.42	23.46	(3.91)	27.38
Reserve ratio against the portion not covered by collateral, guarantees, etc.	64.95	(2.21)	67.17	75.45	(1.62)	77.08
Special Attention Obligors	73.38	(2.55)	75.94	88.82	7.57	81.25
Covered by collateral, guarantees, etc.	57.15	(2.06)	59.21	75.20	2.67	72.52
Covered by reserves	16.23	(0.49)	16.73	13.62	4.89	8.72
Reserve ratio against the portion not covered by collateral, guarantees, etc.	37.89	(3.13)	41.02	54.94	23.18	31.76
Other Watch Obligors	77.70	(1.25)	78.95	80.19	(8.26)	88.45
Covered by collateral, guarantees, etc.	75.59	(1.44)	77.03	76.39	(8.27)	84.66
Covered by reserves	2.10	0.18	1.92	3.80	0.00	3.79
Reserve ratio against the portion not covered by collateral, guarantees, etc.	8.64	0.28	8.36	16.09	(8.62)	24.72
Normal Obligors	0.04	0.00	0.04	0.05	(0.00)	0.05

	Kinki Osaka Bank			Minato Bank		
	End of Sep. 2018 (A)	(A) - (B)	End of Mar. 2018 (B)	End of Sep. 2018 (A)	(A) - (B)	End of Mar. 2018 (B)
Unrecoverable or valueless claims	100.00	-	100.00	100.00	-	100.00
Covered by collateral, guarantees, etc.	97.31	0.52	96.79	61.05	4.95	56.10
Covered by reserves	2.68	(0.52)	3.20	38.94	(4.95)	43.89
Reserve ratio against the portion not covered by collateral, guarantees, etc.	100.00	-	100.00	100.00	-	100.00
Risk claims	87.82	(0.05)	87.88	89.51	0.75	88.75
Covered by collateral, guarantees, etc.	73.13	4.55	68.58	73.57	1.86	71.70
Covered by reserves	14.68	(4.60)	19.29	15.93	(1.11)	17.05
Reserve ratio against the portion not covered by collateral, guarantees, etc.	54.67	(6.74)	61.41	60.31	0.04	60.26
Special Attention Obligors	56.46	(4.13)	60.60	84.05	(18.40)	102.45
Covered by collateral, guarantees, etc.	38.55	(0.83)	39.39	66.45	(13.25)	79.70
Covered by reserves	17.90	(3.30)	21.20	17.59	(5.15)	22.75
Reserve ratio against the portion not covered by collateral, guarantees, etc.	29.14	(5.84)	34.98	52.45	(59.63)	112.08
Other Watch Obligors	77.72	(1.02)	78.74	76.00	2.00	74.00
Covered by collateral, guarantees, etc.	76.98	(1.14)	78.12	73.90	2.08	71.81
Covered by reserves	0.74	0.12	0.61	2.10	(0.07)	2.18
Reserve ratio against the portion not covered by collateral, guarantees, etc.	3.21	0.39	2.82	8.07	0.32	7.74
Normal Obligors	0.04	(0.00)	0.04	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 35.9		Unrecoverable or Valueless Claims 35.9	14.9	20.9	<b>Reserve Ratio</b> 100.00%	<b>Direct Write-offs</b>	Reserves 6.3 Collateral /Guarantee 29.5	Unrecoverable or Valueless Claims 100.00%
Doubtful Obligors 109.7		Risk Claims 109.7	59.3	39.4	10.9 <b>Reserve Ratio</b> 64.95%		Reserves 20.2 Collateral /Guarantee 78.6	Risk Claims 90.05%
Watch Obligors	Special Attention Obligors 23.0	Special Attention Loans 19.3	4.6	18.4			Reserves 3.2 Collateral /Guarantee 10.6	Special Attention Loans 71.96%
	Other Watch Obligors 527.5	Subtotal 164.9						
Normal Obligors 8,496.2		Normal Claims 9,027.6	151.9	375.6				
			8,496.2					
Total Exposures 9,192.5		Total 9,192.5	Normal 8,727.1	Category II 454.5	Category III 10.9	Category IV -		<b>Total Coverage Ratio</b> 90.10%

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 13.6		Unrecoverable or Valueless Claims 13.6	1.7	11.9	<b>Reserve Ratio</b> 100.00%	<b>Direct Write-offs</b>	Reserves 0.0 Collateral /Guarantee 13.6	Unrecoverable or Valueless Claims 100.00%
Doubtful Obligors 42.3		Risk Claims 42.3	20.8	18.2	3.2 <b>Reserve Ratio</b> 75.45%		Reserves 9.9 Collateral /Guarantee 29.1	Risk Claims 92.36%
Watch Obligors	Special Attention Obligors 8.7	Special Attention Loans 7.4	0.8	7.9			Reserves 1.0 Collateral /Guarantee 5.4	Special Attention Loans 86.81%
	Other Watch Obligors 142.3	Subtotal 63.4						
Normal Obligors 3,801.4		Normal Claims 3,945.0	27.6	114.6				
			3,801.4					
Total Exposures 4,008.5		Total 4,008.5	Normal 3,852.6	Category II 152.7	Category III 3.2	Category IV -		<b>Total Coverage Ratio</b> 93.35%

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 Obligors 6.4		Unrecoverable or Valueless Claims 6.4	2.7	3.7	<b>Reserve Ratio</b> 100.00%	<b>Direct Write-offs</b>	Reserves 0.1 Collateral /Guarantee 6.2	Unrecoverable or Valueless Claims 100.00%
Doubtful Obligors 36.0		Risk Claims 36.0	21.2	10.3	4.3 <b>Reserve Ratio</b> 54.67%		Reserves 5.2 Collateral /Guarantee 26.3	Risk Claims 87.82%
Watch Obligors	Special Attention Obligors 10.4	Special Attention Loans 8.7 ----- Subtotal 51.2	2.7	7.6			Reserves 1.6 Collateral /Guarantee 3.3	Special Attention Loans 57.11%
	Other Watch Obligors 175.2	Normal Claims 2,453.8	54.8	120.3				
Normal Obligors 2,276.9			2,276.9					
			<b>Total Coverage Ratio 84.11%</b>					
Total Exposures 2,505.1		Total 2,505.1	Normal 2,358.6	Category II 142.1	Category III 4.3	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 Obligors 15.7		Unrecoverable or Valueless Claims 15.7	10.4	5.3	<b>Reserve Ratio</b> 100.00%	<b>Direct Write-offs</b>	Reserves 6.1 Collateral /Guarantee 9.6	Unrecoverable or Valueless Claims 100.00%
Doubtful Obligors 31.3		Risk Claims 31.3	17.2	10.8	3.2 <b>Reserve Ratio</b> 60.31%		Reserves 4.9 Collateral /Guarantee 23.0	Risk Claims 89.51%
Watch Obligors	Special Attention Obligors 3.9	Special Attention Loans 3.0 ----- Subtotal 50.1	1.0	2.8			Reserves 0.5 Collateral /Guarantee 1.8	Special Attention Loans 78.12%
	Other Watch Obligors 209.9	Normal Claims 2,628.6	69.3	140.6				
Normal Obligors 2,417.8			2,417.8					
			<b>Total Coverage Ratio 92.12%</b>					
Total Exposures 2,678.8		Total 2,678.8	Normal 2,515.8	Category II 159.7	Category III 3.2	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 Sep. 2018 (A)	(A) - (B)	End of Mar. 2018 (B)	End of Sep. 2018 (A)	(A) - (B)	End of Mar. 2018 (B)
Manufacturing	533.8	1.3	532.5	118.4	2.1	116.2
Agriculture, forestry	4.8	0.3	4.5	1.1	(0.0)	1.2
Fishery	0.8	0.0	0.7	0.0	(0.0)	0.0
Mining, quarrying of stone, gravel extraction	2.1	(0.4)	2.5	0.9	(0.4)	1.4
Construction	285.5	1.8	283.7	93.9	(0.0)	93.9
Electricity, gas, heating, water	45.7	(0.9)	46.7	25.1	(0.4)	25.5
Information and communication	43.7	(2.0)	45.7	6.7	(0.3)	7.0
Transportation, postal service	234.9	3.7	231.2	68.7	2.0	66.7
Wholesale and retail trade	646.8	1.9	644.9	164.2	(2.9)	167.2
Finance and insurance	197.1	66.2	130.8	22.8	13.0	9.8
Real estate	2,605.7	58.4	2,547.3	1,500.3	26.4	1,473.8
Apartment loans	708.0	1.5	706.5	324.9	0.1	324.7
Real estate brokerage	1,251.3	33.1	1,218.2	744.5	11.3	733.1
Goods rental and leasing	120.3	(1.7)	122.0	33.0	0.2	32.8
Services	717.4	4.4	713.0	343.5	(6.6)	350.2
Government, local government	312.7	9.3	303.3	11.4	(6.5)	18.0
Others	3,305.9	16.4	3,289.5	1,594.7	2.3	1,592.3
Residential housing loans	3,132.0	31.5	3,100.5	1,504.1	19.5	1,484.6
Domestic total	9,058.0	158.8	8,899.2	3,985.5	28.8	3,956.7
Japan offshore banking account	-	-	-	-	-	-
Total	9,058.0	158.8	8,899.2	3,985.5	28.8	3,956.7

	Kinki Osaka Bank			Minato Bank		
	End of Sep. 2018 (A)	(A) - (B)	End of Mar. 2018 (B)	End of Sep. 2018 (A)	(A) - (B)	End of Mar. 2018 (B)
Manufacturing	205.6	(0.1)	205.7	209.8	(0.6)	210.5
Agriculture, forestry	1.5	0.1	1.3	2.1	0.1	2.0
Fishery	0.6	0.0	0.6	0.0	0.0	0.0
Mining, quarrying of stone, gravel extraction	0.3	0.0	0.3	0.7	(0.0)	0.8
Construction	99.2	0.3	98.9	92.3	1.4	90.9
Electricity, gas, heating, water	4.0	0.7	3.3	16.5	(1.3)	17.8
Information and communication	10.7	(0.3)	11.1	26.2	(1.3)	27.6
Transportation, postal service	42.1	1.6	40.5	124.0	0.0	124.0
Wholesale and retail trade	224.7	(0.8)	225.6	257.7	5.7	252.0
Finance and insurance	23.7	6.9	16.7	150.5	46.2	104.2
Real estate	487.7	5.6	482.0	617.5	26.2	591.3
Apartment loans	175.7	(1.1)	176.8	207.4	2.5	204.9
Real estate brokerage	254.6	7.4	247.2	252.1	14.3	237.8
Goods rental and leasing	18.6	(0.2)	18.8	68.6	(1.7)	70.4
Services	142.5	(1.8)	144.3	231.3	12.9	218.3
Government, local government	146.8	13.5	133.3	154.3	2.3	151.9
Others	1,041.4	9.3	1,032.0	669.7	4.6	665.1
Residential housing loans	1,003.7	10.3	993.3	624.1	1.6	622.5
Domestic total	2,450.3	35.1	2,415.1	2,622.1	94.8	2,527.3
Japan offshore banking account	-	-	-	-	-	-
Total	2,450.3	35.1	2,415.1	2,622.1	94.8	2,527.3

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.

The figures of Kansai Urban Banking Corporation and Minato Bank are redefined from the end of Sep. 2018.

The figures of end of Mar. 2018 reflect above change.



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

(Billions of yen)

	Total of three banks			Kansai Urban Banking Corporation		
	End of Sep. 2018 (A)	(A) - (B)	End of Mar. 2018 (B)	End of Sep. 2018 (A)	(A) - (B)	End of Mar. 2018 (B)
	Manufacturing	25.6	(0.0)	25.6	9.3	0.4
Agriculture, forestry	0.0	(0.0)	0.0	0.0	(0.0)	0.0
Fishery	-	-	-	-	-	-
Mining, quarrying of stone, gravel extraction	1.3	(0.0)	1.3	0.8	(0.4)	1.3
Construction	8.8	0.6	8.2	2.6	1.0	1.6
Electricity, gas, heating, water	0.2	(0.0)	0.3	-	-	-
Information and communication	2.2	0.0	2.2	1.1	(0.0)	1.1
Transportation, postal service	7.9	0.7	7.2	5.1	0.4	4.7
Wholesale and retail trade	27.7	(1.8)	29.5	4.8	1.5	3.2
Finance and insurance	0.4	(0.6)	1.0	0.0	0.0	-
Real estate	21.8	1.9	19.8	10.9	0.6	10.2
Apartment loans	3.9	(0.2)	4.1	1.9	(0.0)	2.0
Real estate brokerage	12.8	1.9	10.8	6.7	0.4	6.3
Goods rental and leasing	0.1	0.0	0.1	-	-	-
Services	25.5	0.9	24.5	7.2	0.5	6.7
Government, local government	-	-	-	-	-	-
Others	41.7	2.0	39.7	21.1	2.0	19.1
Residential housing loans	37.7	1.7	35.9	19.4	1.5	17.8
Domestic total	164.0	3.9	160.0	63.3	6.2	57.1
Japan offshore banking account	-	-	-	-	-	-
Total	164.0	3.9	160.0	63.3	6.2	57.1

	Kinki Osaka Bank			Minato Bank		
	End of Sep. 2018 (A)	(A) - (B)	End of Mar. 2018 (B)	End of Sep. 2018 (A)	(A) - (B)	End of Mar. 2018 (B)
	Manufacturing	7.4	0.1	7.3	8.8	(0.6)
Agriculture, forestry	-	(0.0)	0.0	-	(0.0)	0.0
Fishery	-	-	-	-	-	-
Mining, quarrying of stone, gravel extraction	-	-	-	0.5	0.4	0.0
Construction	3.1	(0.1)	3.2	3.1	(0.2)	3.4
Electricity, gas, heating, water	-	-	-	0.2	(0.0)	0.3
Information and communication	0.9	0.0	0.9	0.1	0.0	0.1
Transportation, postal service	1.0	0.1	0.8	1.7	0.1	1.6
Wholesale and retail trade	10.1	(2.3)	12.4	12.7	(1.0)	13.8
Finance and insurance	0.4	(0.0)	0.4	0.0	(0.5)	0.6
Real estate	4.3	(0.6)	5.0	6.4	1.9	4.5
Apartment loans	1.1	(0.3)	1.4	0.8	0.1	0.6
Real estate brokerage	1.5	(0.2)	1.8	4.5	1.8	2.6
Goods rental and leasing	0.1	(0.0)	0.1	0.0	0.0	-
Services	10.3	(0.0)	10.4	8.0	0.5	7.4
Government, local government	-	-	-	-	-	-
Others	13.0	0.4	12.6	7.5	(0.3)	7.9
Residential housing loans	11.5	0.5	10.9	6.7	(0.3)	7.0
Domestic total	50.9	(2.5)	53.5	49.6	0.2	49.4
Japan offshore banking account	-	-	-	-	-	-
Total	50.9	(2.5)	53.5	49.6	0.2	49.4

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.

The figures of Kansai Urban Banking Corporation and Minato Bank are redefined from the end of Sep. 2018.

The figures of end of Mar. 2018 reflect above change.

**(3) Loans to consumers**

(Millions of yen)

<Total of three banks>		End of Sep.			End of Mar.	End of Sep.
		2018 (A)	(A) - (B)	(A) - (C)	2018 (B)	2017 (C)
	Housing loans	3,840,145	33,055	59,669	3,807,089	3,780,475
	Residential housing loans	3,132,058	31,524	58,132	3,100,533	3,073,925
	Other consumer loans	126,891	1,505	4,478	125,385	122,412
	Total loans to consumers	3,967,036	34,561	64,147	3,932,474	3,902,888

<Kansai Urban Banking Corporation>

	Housing loans	1,829,124	19,670	43,165	1,809,453	1,785,959
	Residential housing loans	1,504,193	19,506	39,654	1,484,686	1,464,538
	Other consumer loans	67,126	710	3,226	66,415	63,899
	Total loans to consumers	1,896,250	20,381	46,392	1,875,869	1,849,858

<Kinki Osaka Bank>

	Housing loans	1,179,411	9,202	12,315	1,170,209	1,167,096
	Residential housing loans	1,003,707	10,363	13,808	993,343	989,898
	Other consumer loans	21,667	(574)	(2,413)	22,241	24,080
	Total loans to consumers	1,201,079	8,628	9,902	1,192,451	1,191,177

<Minato Bank>

	Housing loans	831,608	4,182	4,188	827,426	827,420
	Residential housing loans	624,158	1,655	4,669	622,502	619,488
	Other consumer loans	38,097	1,368	3,664	36,728	34,432
	Total loans to consumers	869,705	5,551	7,853	864,154	861,852

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 Sep. 2018 (A)	(A) - (B)	(A) - (C)	End of Mar. 2018 (B)	End of Sep. 2017 (C)
Loans to SMEs and consumers	8,086,425	106,376	206,120	7,980,049	7,880,304
Ratio of loans to SMEs and consumers	89.27	(0.39)	0.33	89.67	88.93

<Kansai Urban Banking Corporation>

Loans to SMEs and consumers	3,749,419	40,396	97,369	3,709,022	3,652,050
Ratio of loans to SMEs and consumers	94.07	0.33	0.60	93.74	93.46

<Kinki Osaka Bank>

Loans to SMEs and consumers	2,247,332	12,252	39,339	2,235,080	2,207,993
Ratio of loans to SMEs and consumers	91.71	(0.82)	0.47	92.54	91.24

<Minato Bank>

Loans to SMEs and consumers	2,089,672	53,727	69,412	2,035,945	2,020,260
Ratio of loans to SMEs and consumers	79.69	(0.86)	(0.05)	80.55	79.74

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 Sep.			End of Mar.	End of Sep.
	2018 (A)	(A) - (B)	(A) - (C)	2018 (B)	2017 (C)
Deposits (Term-end)	10,916,279	351,604	315,700	10,564,675	10,600,578
Deposits (Average balance)	10,736,904	209,830	252,148	10,527,074	10,484,756
Loans and bills discounted (Term-end)	9,060,160	158,643	197,105	8,901,517	8,863,054
Loans and bills discounted (Average balance)	8,860,210	126,796	150,122	8,733,414	8,710,088

### <Kansai Urban Banking Corporation>

Deposits (Term-end)	4,256,580	180,484	140,705	4,076,095	4,115,874
Deposits (Average balance)	4,166,253	77,347	92,032	4,088,906	4,074,221
Loans and bills discounted (Term-end)	3,987,701	28,678	77,896	3,959,023	3,909,805
Loans and bills discounted (Average balance)	3,943,599	59,141	81,725	3,884,458	3,861,874

### <Kinki Osaka Bank>

Deposits (Term-end)	3,346,168	96,166	69,811	3,250,002	3,276,357
Deposits (Average balance)	3,285,968	43,240	52,163	3,242,727	3,233,804
Loans and bills discounted (Term-end)	2,450,310	35,149	30,414	2,415,160	2,419,895
Loans and bills discounted (Average balance)	2,377,646	22,041	25,141	2,355,605	2,352,504

### <Minato Bank>

Deposits (Term-end)	3,313,531	74,953	105,184	3,238,577	3,208,346
Deposits (Average balance)	3,284,683	89,242	107,952	3,195,440	3,176,730
Loans and bills discounted (Term-end)	2,622,148	94,814	88,794	2,527,333	2,533,353
Loans and bills discounted (Average balance)	2,538,964	45,613	43,255	2,493,351	2,495,709

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

	End of Sep. 2018 (A)	(A) - (B)	(A) - (C)	End of Mar. 2018 (B)	End of Sep. 2017 (C)
<b>&lt;Total of three banks&gt;</b>					
Domestic individual deposits (Term-end)	7,997,350	118,574	148,593	7,878,776	7,848,757
Liquid deposits	4,039,713	92,572	191,215	3,947,140	3,848,498
Time deposits	3,932,110	26,792	(44,359)	3,905,317	3,976,469
Domestic corporate deposits (Term-end)	2,560,766	115,337	114,022	2,445,428	2,446,744
Liquid deposits	1,623,396	43,766	40,172	1,579,630	1,583,224
Time deposits	886,385	56,288	65,459	830,097	820,926

<Kansai Urban Banking Corporation>

Domestic individual deposits (Term-end)	2,863,532	20,931	29,225	2,842,601	2,834,306
Liquid deposits	877,565	21,728	52,555	855,837	825,010
Time deposits	1,983,473	(479)	(23,127)	1,983,953	2,006,601
Domestic corporate deposits (Term-end)	1,125,788	76,256	74,640	1,049,531	1,051,147
Liquid deposits	575,112	15,060	9,347	560,051	565,765
Time deposits	536,194	59,459	68,349	476,734	467,845

<Kinki Osaka Bank>

Domestic individual deposits (Term-end)	2,554,603	37,321	38,053	2,517,281	2,516,549
Liquid deposits	1,532,114	37,082	65,377	1,495,032	1,466,736
Time deposits	1,015,231	1,220	(27,082)	1,014,010	1,042,314
Domestic corporate deposits (Term-end)	741,666	17,113	22,470	724,553	719,195
Liquid deposits	524,142	5,701	16,003	518,440	508,138
Time deposits	193,222	(876)	(3,445)	194,098	196,667

<Minato Bank>

Domestic individual deposits (Term-end)	2,579,215	60,321	81,314	2,518,893	2,497,900
Liquid deposits	1,630,033	33,762	73,282	1,596,271	1,556,750
Time deposits	933,405	26,051	5,851	907,353	927,553
Domestic corporate deposits (Term-end)	693,310	21,966	16,910	671,343	676,400
Liquid deposits	524,141	23,003	14,821	501,137	509,319
Time deposits	156,969	(2,294)	555	159,263	156,414

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 Sep. 2018 (A)	(A) - (B)	(A) - (C)	End of Mar. 2018 (B)	End of Sep. 2017 (C)
<b>&lt;Total of three banks&gt;</b>					
Investment trust (Including fund wrap)	679,100	12,014	(19,594)	667,085	698,694
Public bond	13,839	(1,527)	(3,192)	15,367	17,032
Insurance	782,934	38,008		744,926	

<Kansai Urban Banking Corporation>

Investment trust (Including fund wrap)	252,614	11,692	2,034	240,921	250,579
Public bond	666	(60)	(132)	726	799
Insurance	355,008	25,450		329,558	

<Kinki Osaka Bank>

Investment trust (Including fund wrap)	222,020	(391)	(14,397)	222,412	236,418
Public bond	4,355	(312)	(593)	4,667	4,948
Insurance	244,668	6,127	(1,571)	238,540	246,239

<Minato Bank>

Investment trust (Including fund wrap)	204,465	713	(7,231)	203,752	211,696
Public bond	8,818	(1,155)	(2,467)	9,973	11,285
Insurance	183,257	6,430	9,632	176,827	173,625

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)